

*In the opinion of Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., Bond Counsel, under existing law, assuming continued compliance with certain provisions of the Internal Revenue Code of 1986, as amended, interest on the Bonds will not be included in the gross income of Bondowners for federal income tax purposes. Interest on the Bonds will not constitute a preference item for purposes of computation of the federal individual alternative minimum tax; however, Bond Counsel observes that, for tax years beginning after December 31, 2022, interest on the Bonds included in the adjusted financial statement income of certain corporations is not excluded from computation of the federal corporate alternative minimum tax. In the opinion of Bond Counsel, interest on the Bonds and any profit made on the sale thereof are exempt from Massachusetts personal income taxes, and the Bonds are exempt from Massachusetts personal property taxes. See "TAX EXEMPTION" herein.*



**\$95,000,000**  
**MASSACHUSETTS BAY TRANSPORTATION AUTHORITY**  
**Subordinated Sales Tax Bonds**  
**Variable Rate Demand Obligations**  
**2022 Series A**

**Dated: Date of delivery****Price: 100%****CUSIP\*: 575579N45****Due: July 1, 2052**

This Official Statement relates to the issuance by the Massachusetts Bay Transportation Authority (the "Authority") of its Subordinated Sales Tax Bonds, Variable Rate Demand Obligations, 2022 Series A (the "Bonds"). The Bonds will be issued by means of a book-entry only system evidencing ownership and transfer of the Bonds on the records of The Depository Trust Company, New York, New York ("DTC") and its participants. Details of payment of the Bonds are more fully described in this Official Statement. ***This Official Statement provides information concerning the Bonds only while they bear interest at the Weekly Rate or the Daily Rate. It may not be relied upon for information concerning any other Interest Rate or in connection with a conversion of the Bonds to an Interest Rate other than the Weekly Rate or the Daily Rate.***

The Bonds are variable rate bonds that will be issued by means of a book-entry only system evidencing ownership and transfer of the Bonds on the records of DTC and its participants. The Bonds may bear interest at the Daily Rate, the Weekly Rate, the Index Rate, the Flexible Rate, the Term Rate, or the Fixed Rate. The Bonds initially will bear interest at the Weekly Rate determined by Wells Fargo Bank, NA Municipal Finance Group, as Remarketing Agent, as more fully described herein. Principal of and semi-annual interest (payable July 1 and January 1, commencing January 1, 2023) on the Bonds are payable as described herein. Purchases of the Bonds will be made in book-entry only form in denominations of \$100,000 and any integral multiple of \$5,000 in excess thereof, while the Bonds bear interest at the Weekly Rate. Principal of and interest on the Bonds are payable as more fully described herein. The Bonds are subject to mandatory redemption and optional and mandatory tender for purchase prior to maturity, as more fully described herein.

The Bonds will constitute special obligations of the Authority payable solely from and secured by a pledge of Pledged Revenues and funds and accounts established under the Sales Tax Bond Trust Agreement, dated as of July 1, 2000, between the Authority and U.S. Bank Trust Company, National Association, Boston, Massachusetts, as successor trustee (the "Trustee"), as amended and as supplemented by the Forty-Seventh Supplemental Trust Agreement authorizing the issuance of the Bonds, dated as of September 1, 2022, between the Authority and the Trustee. The Authority has no taxing power. Neither The Commonwealth of Massachusetts (the "Commonwealth") nor any political subdivision thereof shall be obligated to pay the Bonds and neither the faith and credit nor the taxing power of the Commonwealth or any political subdivision thereof (other than the Authority) is pledged to such payment, except as described herein.

The Authority will enter into a Standby Bond Purchase Agreement with TD Bank, N.A. (the "Bank") with respect to the Bonds, which is scheduled to expire September 27, 2027, unless extended or terminated early, as described herein. The Standby Bond Purchase Agreement is a liquidity facility that requires the Bank to purchase the Bonds bearing interest at the Weekly Rate or, if converted thereto, the Daily Rate, tendered or deemed tendered to the extent not remarketed, subject to certain funding conditions described herein. The Bank is not providing credit support for payment of regularly scheduled principal and interest.

*The Bonds are offered when, as and if issued and received by the Underwriter subject to the unqualified approval of legality by Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., Boston, Massachusetts, Bond Counsel to the Authority and certain other conditions. Certain legal matters will be passed upon for the Underwriter by Nutter, McClennen & Fish, LLP, Boston, Massachusetts, and for the Bank by Adler Pollock & Sheehan, P.C., Boston, Massachusetts. Public Resources Advisory Group, Inc., New York, New York, is acting as financial advisor to the Authority in connection with the issuance of the Bonds. The Bonds are expected to be available for delivery through DTC in New York, New York, or its custodial agent, on or about September 28, 2022.*

### Wells Fargo Securities

September 21, 2022

\* CUSIP is a registered trademark of FactSet. CUSIP data herein are provided by CUSIP Global Services, managed on behalf of the American Bankers Association by FactSet. The CUSIP numbers are being provided solely for the convenience of Bondowners and the Authority is not responsible for the selection or correctness of the CUSIP numbers printed herein and does not make any representation with respect to such numbers or undertake any responsibility for their accuracy now or at any time in the future. The CUSIP number assigned to a specific security is subject to change after the issuance of such security based on a number of factors including, but not limited to, a refunding or defeasance in whole or in part of such security or the use of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of such security.

**MASSACHUSETTS BAY TRANSPORTATION AUTHORITY**

**BOARD OF DIRECTORS**

ELIZABETH "BETSY" TAYLOR, CHAIR

ROBERT BUTLER

THOMAS "SCOTT" DARLING

TRAVIS MCCREADY

MARY BETH MELLO

THOMAS KOCH

JAMEY TESLER, SECRETARY OF TRANSPORTATION

The information set forth herein has been obtained from the Authority and other sources which are believed to be reliable, but, as to information from other than the Authority, it is not to be construed as a representation by the Authority or the Underwriter. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Authority since the date hereof, except as expressly set forth herein. The various tables may not add due to rounding of figures.

References to website addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, such websites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement for purposes of, and as that term is defined in, SEC Rule 15c2-12.

The Underwriter has provided the following sentence for inclusion in the Official Statement: The Underwriter has reviewed the information in this Official Statement in accordance with, and as part of, its responsibility to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriter does not guarantee the accuracy or completeness of such information.

No dealer, broker, salesperson or other person has been authorized to give any information or to make any representation other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by the Authority. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds offered hereby by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

Information included in this Official Statement includes forward-looking statements about the future that are necessarily subject to various risks and uncertainties ("Forward-Looking Statements"). These Forward-Looking Statements are (i) based on the beliefs and assumptions of management of the Authority and on information currently available to such management and (ii) generally identifiable by words such as "estimates," "expects," "anticipates," "plans," "believes" and other similar expressions. Events that could cause future results to differ materially from those expressed in or implied by Forward-Looking Statements or historical experience include the impact or outcome of many factors that are described throughout this Official Statement. Although the ultimate impact of such factors is uncertain, they may cause future performance to differ materially from results or outcomes that are currently sought or expected by the Authority.

All quotations from and summaries and explanations of provisions of laws, resolutions, the Bonds and other documents herein do not purport to be complete; reference is made to said laws, resolutions, the Bonds and other documents for full and complete statements of their provisions. Copies of the above are available for inspection at the offices of the Authority and the Trustee.

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**OFFICIAL STATEMENT**  
**OF THE**  
**MASSACHUSETTS BAY TRANSPORTATION AUTHORITY**  
**PERTAINING TO ITS**  
**\$95,000,000**  
**Subordinated Sales Tax Bonds**  
**Variable Rate Demand Obligations 2022 Series A**

**INTRODUCTION**

The purpose of this Official Statement, which includes the cover page and the Appendices hereto, is to furnish information in connection with the issuance by the Massachusetts Bay Transportation Authority (the “Authority” or “MBTA”) of its \$95,000,000 Subordinated Sales Tax Bonds, Variable Rate Demand Obligations, 2022 Series A (the “Bonds”). Unless otherwise defined herein, certain capitalized terms used herein shall have the meanings set forth in APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement – Definitions” or, in the case of capitalized terms related to Bonds bearing interest at the Weekly Rate and the Daily Rate, APPENDIX B – “Certain Information Regarding Bonds in the Weekly Rate and the Daily Rate – Definitions,” or, in the case of capitalized terms related to the Assessment Bond Trust Agreement (hereinafter defined), the meanings set forth in APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”

The Bonds are authorized to be issued pursuant to the Enabling Act (hereinafter defined), and are to be issued under the Sales Tax Bond Trust Agreement, dated as of July 1, 2000, between the Authority and U.S. Bank Trust Company, National Association, Boston, Massachusetts, as successor trustee (the “Trustee”), as amended (the “Trust Agreement”) and as supplemented by the Forty-Seventh Supplemental Trust Agreement authorizing the issuance of the Bonds (the “Forty-Seventh Supplemental Trust Agreement” and together with the Trust Agreement, the “Sales Tax Bond Trust Agreement”), dated as of September 1, 2022, between the Authority and the Trustee.

The Bonds are being issued for the purpose of (i) paying costs of the Authority in accordance with the Enabling Act, including funding a portion of the Authority’s capital program, and (ii) paying the costs of issuing the Bonds. See “APPLICATION OF FUNDS.”

As used herein, the term “Subordinated Sales Tax Bonds” means the Bonds and all other Subordinated Sales Tax Bonds outstanding or hereafter issued under the Trust Agreement and payable from amounts on deposit in the Subordinated Debt Service Fund. Sales Tax Bonds outstanding and hereafter issued payable from the Senior Debt Service Fund prior to the Subordinated Sales Tax Bonds are referred to herein as “Senior Sales Tax Bonds.” The Trust Agreement provides for the issuance of additional Senior Sales Tax Bonds and Subordinated Sales Tax Bonds (collectively, the “Sales Tax Bonds”), and the Authority expects to issue additional Sales Tax Bonds in the future. See “THE AUTHORITY – Capital Investment Program.”

The Bonds constitute special obligations of the Authority, secured as to the payment of principal of and redemption premium, if any, and interest thereon by a pledge of certain revenues and other moneys received or derived under the Enabling Act for the purposes and on the terms and conditions provided therein, including without limitation, the greater of the base revenue amount or the dedicated sales tax revenue amount, both as defined in the Enabling Act (“Dedicated Sales Tax”). See “SECURITY FOR THE SALES TAX BONDS,” “DEDICATED SALES TAX,” APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement” and APPENDIX B – “Certain Information Regarding Bonds in the Weekly Rate and the Daily Rate.”

The COVID-19 global pandemic severely impacted the operations and certain revenues of the Authority. See “CERTAIN INVESTMENT CONSIDERATIONS – Impact of COVID-19” herein. In addition, staffing challenges and procedures and the age of the Authority’s infrastructure and equipment continue to provide challenges, including certain safety deficiencies identified by the Federal Transit Administration. See “THE AUTHORITY – Capital Investment Program.” However, the Bonds are secured by and paid from the Pledged Revenues described herein, including the Dedicated Sales Tax and Assessments, which are subject to a statutory lien and non-impairment covenants and are not conditioned upon the MBTA providing service, as described herein.

The Authority will enter into a Standby Bond Purchase Agreement (the “Standby Bond Purchase Agreement”), dated as of September 1, 2022, with TD Bank, N.A. (the “Bank”). The Standby Bond Purchase Agreement is a liquidity facility that requires the Bank to purchase the Bonds, while bearing interest at the Weekly Rate or the Daily Rate, tendered or deemed tendered to the extent not remarketed, subject to certain funding conditions described herein. The Bank is not providing credit support for payment of regularly scheduled principal and interest. For information about the Standby Bond Purchase Agreement, see “STANDBY BOND PURCHASE AGREEMENT” and APPENDIX G – “Summary of Certain Provisions of the Standby Bond Purchase Agreement.” For information about the Bank, see “THE STANDBY BOND PURCHASE AGREEMENT – The Bank” and APPENDIX H – “Information Concerning the Bank.”

**The Authority has no taxing power. Neither The Commonwealth of Massachusetts (the “Commonwealth”) nor any political subdivision thereof (other than the Authority) shall be obligated to pay the Bonds and neither the faith and credit nor the taxing power of the Commonwealth or any such political subdivision thereof is pledged to such payment, except as described herein.**

### **Proposed Modifications to the Sales Tax Trust Agreement**

The Forty-Seventh Supplemental Trust Agreement provides for certain amendments to the Trust Agreement, some of which will be effective immediately upon the issuance of the Bonds and others which will become effective upon consent of a majority of holders of Outstanding Sales Tax Bonds. By purchase of the Bonds, the holders thereof are consenting to such proposed modifications. See “PROPOSED MODIFICATIONS TO THE SALES TAX TRUST AGREEMENT.”

### **Background**

The Authority was created in 1964 pursuant to Chapter 161A of Massachusetts General Laws (“Chapter 161A” and, together with Section 35T of Chapter 10 of Massachusetts General Laws (“Section 35T”), the “Enabling Act”) as a body politic and corporate and a political subdivision of the Commonwealth to finance and operate mass transportation facilities within (and to a certain extent, outside) its territory. The territorial area of the Authority consists of 176 cities and towns.

Under the Enabling Act, the Authority receives a dedicated revenue stream consisting of the Assessments and the Dedicated Sales Tax (collectively, the “Dedicated Revenues”). The Dedicated Sales Tax is equal to the greater of the base revenue amount (as defined in the Enabling Act) and the amount raised by a 1% statewide sales tax to be funded from existing sales tax receipts, subject to adjustment under certain circumstances set forth in the Enabling Act, plus \$160,000,000 annually. See “DEDICATED SALES TAX.”

The cities and towns within the Authority’s territory are required to pay Assessments as described under “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS.”

Under the Enabling Act, the Dedicated Revenues are impressed with a trust for the benefit of Authority bondholders. Furthermore, the Commonwealth covenants that while any Authority bonds or notes secured by the Dedicated Revenues are outstanding and remain unpaid, the Dedicated Revenues shall not be diverted, and, so long as the Dedicated Revenues are necessary for the purpose for which they have been pledged, annual aggregate Assessments shall not be reduced below the Assessment Floor Amount (defined herein) and the rate of the sales tax shall not be reduced below the amount of the Dedicated Sales Tax. See “DEDICATED SALES TAX” and “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS.”

The Dedicated Revenues are credited upon receipt, without appropriation, to the Commonwealth’s State and Local Contribution Fund (the “Fund” or the “State and Local Contribution Fund”). Such amounts shall be disbursed to the Authority upon the request of the General Manager so long as the Authority shall certify that it has provided in its budget each year for the payment of the Prior Obligations (hereinafter defined) due during such year. The Authority certified that it has provided in its annual budget for the payment of Prior Obligations during Fiscal Year 2023. See “SECURITY FOR THE SALES TAX BONDS – Provision for the Payment of Prior Obligations.”

Under the Enabling Act, the Authority is required to meet all of its operating and capital expenditures from Dedicated Revenues, federal and state assistance and revenues generated from operation of the Authority’s system, including without limitation fare revenues and non-fare revenues (e.g., parking and advertising revenues). Under the Enabling Act, the pledge and receipt of Dedicated Revenues is not contingent upon the Authority’s provision of transportation services. Subject to the limitations with respect to the Assessments described under “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS” and with respect to the Dedicated Sales Tax described under “DEDICATED SALES TAX,” the Authority’s failure to provide transportation services at current levels would not affect the Commonwealth’s or the assessed cities and towns’ obligation to provide the Dedicated Revenues. See “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS – Legal Obligations of Assessed Cities and Towns” and “DEDICATED SALES TAX.”

Authority indebtedness may be a general obligation of the Authority or may be secured by a pledge or conveyance of all or a portion of revenues, receipts or other assets or funds of the Authority, including without limitation, the Assessments and Dedicated Sales Tax. Pursuant to the Sales Tax Bond Trust Agreement, the Bonds are secured by a pledge of the Dedicated Sales Tax and, after meeting the obligations under an Assessment Bond Trust Agreement, dated as of July 1, 2000, as amended and restated as of April 1, 2022 (the “Assessment Bond Trust Agreement”), by and between the Authority and U.S. Bank Trust Company, National Association, as successor trustee, the Assessments, along with other Authority revenues as described under “SECURITY FOR THE SALES TAX BONDS – Pledge Under the Sales Tax Bond Trust Agreement.” The Bonds are secured by a lien on Dedicated Sales Tax and other Pledged Revenues (hereinafter defined), after payment of Senior Sales Tax Bonds but prior to the payment of the loan (the “USDOT Loan”) with the United States Department of Transportation (see “THE AUTHORITY – Indebtedness”), to fund components of the MBTA’s commuter rail safety and resiliency project and operating expenses. See “SECURITY FOR THE SALES TAX BONDS – Pledge Under the Sales Tax Bond Trust Agreement.” See also “SECURITY FOR THE SALES TAX BONDS – Additional Indebtedness” for information regarding debt service coverage on the Bonds.

## **Official Statement**

There follows in this Official Statement a description of the Authority, together with summaries of the terms of the Bonds and certain provisions of the Enabling Act, the Standby Bond Purchase Agreement, the Sales Tax Bond Trust Agreement and the Assessment Bond Trust Agreement. All references herein to the Enabling Act, the Standby Bond Purchase Agreement, the Sales Tax Bond Trust Agreement and the

Assessment Bond Trust Agreement are qualified in their entirety by reference to such law and documents, copies of which are available from the Authority or the Trustee, and all references to the Bonds are qualified in their entirety by reference to the definitive forms thereof and the information with respect thereto contained in the Sales Tax Bond Trust Agreement.

Appendix A is a summary of certain provisions of the Sales Tax Bond Trust Agreement. Appendix B sets forth certain information regarding Bonds bearing interest at the Weekly Rate and the Daily Rate. Appendix C is a summary of certain provisions of the Assessment Bond Trust Agreement. Appendix D sets forth the proposed form of opinion of Bond Counsel. Appendix E describes the proposed Continuing Disclosure Undertaking to be executed by the Authority and U.S. Bank Trust Company, National Association, as dissemination agent. Appendix F sets forth certain information regarding Assessments and Local Aid. Appendix G is a summary of certain provisions of the Standby Bond Purchase Agreement. Appendix H sets forth certain information regarding the Bank.

This Official Statement does not contain the audited financial statements of the Authority or general financial and operating information about the Authority because the Bonds are secured by a lien on the Dedicated Sales Tax and other Pledged Revenues under the Sales Tax Bond Trust Agreement and, as described herein, amounts available under the Assessment Bond Trust Agreement, prior to such amounts being available for the payment of operating expenses, and the Bonds do not constitute a general obligation of the Authority, and the Dedicated Sales Tax is not derived from or otherwise related to the Authority's operations. See "THE AUTHORITY – Operations." For further information about the Authority, reference is made to the Authority's most recent annual report filed pursuant to the Authority's continuing disclosure undertaking for certain Prior Obligations, as defined herein, which report includes audited financial statements, among other information.

## **THE AUTHORITY**

The Authority was created in 1964 and is a body politic and corporate and a political subdivision of the Commonwealth. Under the Enabling Act, the territorial area of the Authority consists generally of 176 cities and towns directly or indirectly receiving Authority service with a population of approximately 4.8 million. The 176 cities and towns are grouped into three categories, based upon the weighting of each member's allocable percentage of Assessments: (i) the 14 cities and towns; (ii) the 51 cities and towns; and (iii) the other served communities. See APPENDIX F – "Information Regarding Assessments and Local Aid" for a list of such cities and towns grouped by such categories. The Authority finances and operates mass transportation facilities within its territory and to a limited extent outside its territory and is authorized to enter into agreements for providing mass transportation service by private companies, including railroads.

The Enabling Act does not provide for the Authority to be a debtor under the federal bankruptcy code.

### **Board of Directors**

Under the Enabling Act, as amended in July 2021, the Authority is governed and its corporate powers exercised by a seven-member board of directors (the "Board"). The Board consists of: the Secretary of Transportation for the Commonwealth, who serves *ex officio*; one person appointed by the MBTA advisory board who shall have municipal government experience in the service area constituting the Authority and experience in transportation operations, transportation planning, housing policy, urban planning or public or private finance; and five persons appointed by the Governor, one of whom shall have experience in safety, one of whom shall have experience in transportation operations, one of whom shall have experience in public or private finance, one of whom shall be a rider as defined in the Enabling Act



and a resident of an environmental justice population, and one selected from a list of three persons recommended by the president of the Massachusetts State Labor Council, AFL-CIO. Additionally, not less than two of the appointed members shall also be members of the board of directors of the Massachusetts Department of Transportation (“MassDOT”).

The term of each MBTA Board member, except for the Secretary, shall be four years; provided, however, that three of the members appointed by the Governor, not including the secretary, shall serve for terms that are coterminous with the Governor. Provided further that the Governor shall appoint the Governor’s two members whose terms are not coterminous with the term of the Governor to the following initial terms: one member shall be appointed for a term of one year and one member shall be appointed for a term of three years. MBTA Board members are eligible for reappointment, provided, that no member serve more than two terms. A member appointed to fill a vacancy in the MBTA Board shall serve only for the unexpired portion of the term of the former member but may be appointed to serve two full terms thereafter. Not more than four MBTA Board members shall be enrolled in the same political party. The Governor shall designate one member to serve as chair and the MBTA Board shall elect one member to serve as vice-chair; provided, however, that the Secretary shall not serve as chair or vice-chair.

The Authority’s Board of Directors consists of the following:

<u>Name</u>	<u>Appointment</u>	<u>Term expires</u>
Elizabeth “Betsy” Taylor*, <i>Chair</i>	Appointed by Governor	October 7, 2024
Robert Butler	Appointed by Governor upon recommendation of Massachusetts State Labor Council, AFL-CIO	Coterminous with Governor
Thomas “Scott” Darling	Appointed by Governor	Coterminous with Governor
Travis McCready	Appointed by Governor	October 7, 2022
Mary Beth Mello	Appointed by Governor	Coterminous with Governor
Thomas Koch	Appointed by MBTA Advisory Board	October 7, 2025
Jamey Tesler*, <i>Ex Officio</i>	Secretary of Transportation	Coterminous with Governor

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\*Also serve as members of the Board of MassDOT.

Prior to the establishment of the current Board, the MBTA was governed by and its corporate powers exercised by the Board of MassDOT, since the enactment of certain transportation reform in 2009 that also provided for the dissolution of the Massachusetts Turnpike Authority and transfer of its assets to MassDOT. A Fiscal Management and Control Board (the “FMCB”) provided additional governance of the Authority during 2015 to June 30, 2021. The FMCB resulted from a special panel to review the management and financial condition of the MBTA established by the Governor in response to widespread system failures experienced by the MBTA during the unusually severe 2015 winter weather in Massachusetts.

## Administration

The Authority’s principal officers include as follows:

<u>Name</u>	<u>Title</u>
Steve Poftak	General Manager
David Panagore	Chief Administrative Officer
Mary Ann O’Hara	Chief Financial Officer
Marie Breen	General Counsel

## General

The MBTA is the oldest and fifth largest transit system in the country, operating subway, trackless trolley, trolley, bus and commuter rail service throughout eastern Massachusetts. Prior to the COVID-19 pandemic, the Authority was responsible for an estimated 1.3 million passenger trips on average per business day, providing approximately 55% of all work trips to Boston. The MBTA operates over 38 miles of “heavy” rail routes. Service is also provided by streetcars and light rail vehicles on 26 miles of additional rail routes. The Authority owns more than 1,000 buses that cover routes totaling 1,513 miles. The MBTA’s Railroad Operations Division operates a revenue fleet of 400 coaches and 90 locomotives, serving 141 stations across the Commonwealth. In addition, the MBTA provides a broad range of other passenger services, including commuter boats, “The Ride” paratransit service, and express buses.

As of September 1, 2022, the Authority employed 6,287 employees.

As described under “CERTAIN INVESTMENT CONSIDERATIONS – Impact of COVID-19,” ridership fell drastically as a result of the COVID-19 pandemic, and the Authority implemented a number of cost savings initiatives.

## Operations

Under the Enabling Act, the Authority is required to meet all of its expenditures, both operating and capital, from a combination of Dedicated Revenues, federal and state assistance and own-source revenues generated from operation of the Authority’s transportation system. For information regarding capital expenditures and federal assistance therefor, see “THE AUTHORITY – Capital Investment Program.”

The Authority’s Fiscal Year 2023 adopted budget includes operating expenses (excluding debt service) of \$1,987 million and debt service of \$566.5 million.

The Fiscal Year 2023 budget assumes receipt of Dedicated Revenues for Fiscal Year 2023 of \$1,508.9 million, including approximately \$1,325.1 million of Dedicated Sales Tax and approximately \$183.8 million of Assessments. See “SALES TAX BOND TRUST AGREEMENT AND DEDICATED SALES TAX” and “ASSESSMENTS.”

The Authority generates revenues from operation of its transportation system, including both fare revenues and non-fare revenues such as those derived from parking, advertising and real estate, budgeted to be \$556.9 million for Fiscal Year 2023. The Authority also generates other non-operating revenues, such as investment earnings, federal operating assistance and state assistance.

The Bonds are secured by a lien on the Dedicated Sales Tax and other Pledged Revenues, prior to the payment of operating expenses. See “SECURITY FOR THE SALES TAX BONDS – Historical Debt Service Coverage” for certain information regarding debt service coverage on Sales Tax Bonds. The Authority may issue additional Sales Tax Bonds on parity with, or senior to, the Bonds, subject to the conditions set forth in the Sales Tax Bond Trust Agreement, See “SECURITY FOR THE SALES TAX BONDS – Additional Indebtedness.”

Under the Enabling Act, the pledge and receipt of Dedicated Revenues is not contingent upon the Authority’s provision of transportation services. Under the Enabling Act, the obligation of cities and towns in the Authority’s territory to pay Assessments is not contingent upon the Authority’s provision of specified transportation services to those cities and towns, though the Massachusetts Supreme Judicial Court has held that the method by which Authority costs are assessed on particular communities must be reasonable and not arbitrary. For more information regarding the obligation of cities and towns to pay Assessments, see “ASSESSMENTS – Legal Obligations of Assessed Cities and Towns.”

### **Indebtedness**

*Prior Obligations.* Prior to July 1, 2000, in order to fund a portion of its capital program, the Authority periodically issued bonds under the General Bond Resolution of the Authority adopted February 15, 1967, as amended (the “General Transportation Bond Resolution”), and had issued notes and entered into certain leases and other obligations. Such bonds, notes, leases and other obligations outstanding as of July 1, 2000 are collectively referred to herein as the “Prior Obligations.”

The Prior Obligations were a general obligation of the Authority. However, if the Authority lacked funds to pay such indebtedness, the Commonwealth was obligated to pay such amount, to which obligation the Commonwealth’s full faith and credit was pledged (the “Commonwealth Guaranty”). In addition, the Commonwealth entered into a contract for financial assistance with the Authority pursuant to which the Commonwealth agreed to pay a portion of the debt service on the Prior Obligations (“Section 28 Assistance”). Furthermore, the Commonwealth paid to the Authority the total amount of expenses in excess of revenues (“Net Cost of Service”).

Prior to July 1, 2000, the Prior Obligations were payable from Section 28 Assistance and the Authority’s reimbursement from the Commonwealth for Net Cost of Service or by a combination of the foregoing. Commencing July 1, 2000, the Authority no longer received Net Cost of Service, which had been unlimited, or Section 28 Assistance, and is no longer authorized to issue indebtedness supported by the Commonwealth Guaranty.

While the Authority no longer may incur indebtedness supported by the Commonwealth Guaranty, to the extent that the Dedicated Revenues are insufficient in any year to provide for the payment of the Prior Obligations in such year, the Commonwealth shall remain liable to pay such Prior Obligations to the same extent as under the Enabling Act in effect prior to July 1, 2000. The Enabling Act provides, however, that any such payment by the Commonwealth shall be repayable within five years by the Authority, without interest, from Dedicated Revenues.

The Enabling Act further provides that in order to draw upon Dedicated Revenues credited to the State and Local Contribution Fund, including Dedicated Sales Tax, for any fiscal year, the Authority shall have certified that it has provided in its annual budget for each year for the payment of Prior Obligations during such year and the Authority has so certified with respect to its current annual budget. See “SECURITY FOR THE SALES TAX BONDS – Pledge Under the Sales Tax Bond Trust Agreement” and “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS.”

The payment of Prior Obligations each year is provided for under the Sales Tax Bond Trust Agreement to be paid from the Dedicated Sales Tax. Under the Enabling Act, the Dedicated Sales Tax may not be less than the base revenue amount (as defined in the Enabling Act). The Dedicated Sales Tax is projected to be \$1,325,120,000 for Fiscal Year 2023 and is expected to exceed the Fiscal Year 2023 Base Revenue Amount of \$1,128,475,839. See “DEDICATED SALES TAX.”

Outstanding Prior Obligations include without limitation the Authority’s General Transportation System Bonds and certain leases.

As of September 1, 2022, the Authority had outstanding \$110.21 million aggregate principal amount of General Transportation System Bonds issued under its General Transportation Bond Resolution. The outstanding General Transportation System Bonds bear interest at variable rates. Because under the Enabling Act the Authority is no longer authorized to issue bonds supported by the Commonwealth Guaranty or Section 28 Assistance, the Authority does not expect to issue any additional General Transportation System Bonds.

The Authority is a party to several fully defeased leases under which there are no regularly scheduled payments by the Authority. In addition to its regularly scheduled lease payments, the Authority, under certain circumstances, may be required to pay additional amounts to the lessor. All payments under such leases are subordinate to the payment of debt service on the Bonds.

In the event the Authority draws upon its liquidity facility for its variable rate indebtedness, the Authority would be required to repay the liquidity provider the principal amount of such draw with interest at a variable rate substantially in excess of the rates assumed in the table of Prior Obligation Debt Service Requirements below.

The following table sets forth the total annual regularly scheduled debt service requirements on outstanding Prior Obligations for each fiscal year:

**Prior Obligations Debt Service Requirements<sup>(1)</sup>**

<u>Year</u>	<u>Principal</u>	<u>Interest<sup>(1)</sup></u>	<u>Total</u>	<u>Year</u>	<u>Principal</u>	<u>Interest<sup>(1)</sup></u>	<u>Total</u>
2023	\$10,740,000	\$3,306,300	\$14,046,300	2027	\$14,080,000	\$1,875,450	\$15,955,450
2024	11,495,000	2,984,100	14,479,100	2028	15,065,000	1,453,050	16,518,050
2025	12,300,000	2,639,250	14,939,250	2029	16,120,000	1,001,100	17,121,100
2026	13,160,000	2,270,250	15,430,250	2030	17,250,000	517,500	17,767,500

*Source: The MBTA*

<sup>(1)</sup> Assumes a 3% interest rate per annum for the outstanding Prior Obligations, which consist solely of the General Transportation System Bonds, Variable Rate Demand Obligations, 2000 Series A-1 and A-2 (“2000 Bonds”) outstanding in the aggregate principal amount of \$110,210,000, which bear interest at a variable rate reset weekly.

*Hedge Agreements.* The Authority has in place a swap with JPMorgan Chase & Co. in the notional amount of \$79,645,000 as of September 1, 2022, which was executed to hedge certain variable rate debt. Pursuant to the swap agreement, the Authority receives a variable rate equal to the Securities Industry and Financial Markets Association Municipal Swap Index (the “SIFMA Index”) in exchange for fixed rate payments. On February 8, 2017, the Authority amended the swap agreement to reduce the fixed rate to 2.00% (from 5.61%, respectively). While the bonds originally hedged with the swap are no longer outstanding, the swap agreement remains in effect until March 1, 2030, and hedges other outstanding indebtedness of the Authority. The swap agreement constitutes a Qualified Hedge Agreement under the Sales Tax Bond Trust Agreement. Therefore, regularly scheduled payments under such swap agreements

are made under the Sales Tax Bond Trust Agreement from the Senior Debt Service Fund, and payments received by the Authority are deposited in the Senior Debt Service Fund. Termination payments are payable from the General Fund under the Sales Tax Bond Trust Agreement, subordinate to Sales Tax Bonds. Any payments made by the Authority in the event the counterparty is in default are general unsecured obligations of the Authority. See APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement – Hedging Transactions.”

*Assessment Bonds.* As of September 1, 2022, \$558,005 million in aggregate principal amount of Assessment Bonds were outstanding. Under the Assessment Bond Trust Agreement, the Authority pledges to the payment of obligations thereunder pledged revenues, including Assessments. See “SECURITY FOR THE ASSESSMENT BONDS AND ASSESSMENTS – Pledge Under the Sales Tax Bond Trust Agreement.”

*Sales Tax Bonds.* As of September 1, 2022, \$3,479.365 million in aggregate principal amount of Sales Tax Bonds were outstanding, of which \$2,222.04 million constitute Senior Sales Tax Bonds and \$1,257.325 million constitute Subordinated Sales Tax Bonds, which includes \$50 million initially issued on April 24, 2020 to secure a line of credit that was extended and currently terminates on May 4, 2023.

The Authority also has outstanding the USDOT Loan with the United States Department of Transportation (“USDOT”) under its Railroad Rehabilitation & Improvement Financing (“RRIF”) program, executed in July 2020, in an aggregate amount not to exceed \$851.15 million, to fund components of the MBTA’s commuter rail safety and resiliency project (the “Commuter Rail Project”). The USDOT Loan consists of three tranches, the first of which was drawn down in December 2021: (i) the PTC Tranche, in an amount of \$382,000,000 (and outstanding as of September 1, 2022 in the amount of \$360,479,726.10), maturing January 1, 2039, (ii) the ATC Tranche, in an amount up \$369,064,667, maturing the earlier of the Semi-Annual Payment Date occurring on or immediately prior to the twentieth anniversary of completion of Phase II of the Commuter Rail Project, related to automatic train control, and July 1, 2042, and (iii) the Resiliency Tranche, in an amount up \$100,085,333, maturing the earlier of the thirtieth anniversary of completion of Phase III of the Commuter Rail Project, related to other resiliency projects for the commuter rail, and January 1, 2054. As described under “SECURITY AND SOURCES OF PAYMENT FOR THE SALES TAX BONDS – Flow of Funds” herein, the USDOT Loan is secured by Subordinated Sales Tax Bonds in an amount equal to the principal amount drawn on the USDOT Loan and payable after payment of debt service on Subordinated Sales Tax Bonds, unless there is a default on the USDOT Loan, in which case the USDOT Loan is paid on a parity basis with Senior Sales Tax Bonds.

In addition, the Authority maintains a commercial paper program under the Sales Tax Bond Trust Agreement in the aggregate principal amount not to exceed \$400 million. Such commercial paper notes are secured by the Sales Tax Bond Trust Agreement and repaid by the proceeds of other notes, Sales Tax Bonds or the Dedicated Sales Tax. As of September 1, 2022, \$45 million in aggregate principal amount of such notes was outstanding.

*Equipment Leases.* The Authority has from time to time entered into numerous equipment financing leases with terms not greater than five years. Annual payments under such leases are payable as operating expenses.

*Limitation on Debt Under the Enabling Act.* As provided in the Transportation Reform Act, the Authority no longer is subject to a statutory dollar limit on the amount of debt outstanding.

## Capital Investment Program

The business of the Authority is capital intensive. In 1964, the Authority assumed control of the properties of its predecessor, the Metropolitan Transit Authority and since that time, the Authority has consistently engaged in a major program of capital improvements to modernize its equipment, improve its physical plant, and relocate and extend its rapid transit and commuter rail lines. The program is funded primarily through a combination of bonds issued by the Authority under the Assessment Bond Trust Agreement and the Sales Tax Bond Trust Agreement, bonds issued by the Commonwealth and federal aid.

Under the Enabling Act, the Authority is required to develop a comprehensive, long-term (not greater than 25 years) Program for Mass Transit (the “Program”). In addition, the Authority is required to implement the Program through rolling five-year capital investment programs adopted each year (each, a “CIP”). The Program and each CIP shall be based on the impact of projects on the effectiveness of the Commonwealth’s transportation system, service quality standards, environment, health and safety, operating costs, prevention or avoidance of deferred maintenance, and debt service costs.

The Enabling Act requires that each CIP shall identify for each project therein, the purpose and intended benefits, the total budget and timeline, the budget impact for the next fiscal year, the impact on operating expenses and revenues, and the cost of scheduled maintenance and useful life and shall prioritize the projects based upon the factors set forth above, with the highest priority to scheduled maintenance to prevent the deferral of routine and scheduled maintenance, projects with greatest benefits with least cost, certain transit projects intended to mitigate the potential adverse air quality impacts of the Central Artery/Tunnel Project, and compliance with the Americans with Disabilities Act. Furthermore, scheduled maintenance shall be undertaken prior to system expansion, unless expansion is required by law or is cost-effective, environmentally beneficial or produces quantifiable savings.

The Authority adopted in May 2022 a five-year Capital Investment Plan for Fiscal Years 2023 through 2027. Due to uncertainties related to the impact of COVID-19, the Authority operated on a one-year CIP for Fiscal Years 2021 and 2022.

Total anticipated expenditures under the Authority’s Capital Investment Plan for Fiscal Years 2023 through 2027 equal approximately \$9,644 million. Of such amount, approximately \$1,426 million is expected to be financed from Commonwealth bonds, \$4,384 million is expected to be funded from Authority sources, including proceeds of bonds and loans, as described below, approximately \$3,769 million is expected to be funded from federal assistance, with the remainder funded from (i) pay-as-you-go capital funds, including amounts on deposit in the Capital Maintenance Fund and the Capital Maintenance Fund and (ii) local funds and state and third-party reimbursements.

The current capital program funds a variety of projects, including projects necessary to comply with legal commitments and certain projects to address a series of special directives from the Federal Transit Administrative (the “FTA Directives”) in June 2022, resulting from FTA’s Safety Management Inspection (“SMI”) initiated in April 2022. To accelerate the implementation of certain projects, the Authority implemented a one-month shutdown of the Orange Line subway commencing August 19, 2022. During the shutdown, the Authority is undertaking other projects to improve the Orange Line, projects originally scheduled for the future. On August 31, 2022, FTA issued its Final Report for the SMI. The Authority anticipates it will, as necessary, modify the Capital Investment Plan for Fiscal Years 2023 through 2027 to take into the Orange Line expenditures and other project to the address the SMI.

For initial planning purposes, the Authority assumes the amount of the CIP to be funded from Authority bonds and loans to be approximately \$590 million annually for Fiscal Years 2023 through 2025

and \$500 million annual for Fiscal Years 2026 and 2027, which amount is subject to change depending on a number of factors to be determined in connection with the development of future CIPs.

The Commonwealth's transportation bond bill, enacted January 2021, authorizes the issuance of \$4.92 billion of Commonwealth bonds for MBTA projects, including without limitation, \$825 million for the expansion of commuter rail to the south coast, \$595 million for the green line extension, and \$200 million for improvements at South Station. In August 2022, the Commonwealth enacted MassTRAC (Act Relative to Massachusetts' Transportation Resources and Climate), which leverages the federal Bipartisan Infrastructure Law and provides an additional authorization of \$1.4 billion of Commonwealth bonds for MBTA capital projects, as well as \$400 million to spend in response to the FTA Directives in the SMI. The MBTA's current and future CIPs will rely, in part, on such funding source. MassTRAC also mandates that the Authority establish a three-year safety improvement plan to address the FTA Directives and other matters and to establish, for any capital project that costs \$400 million or more, a project management system.

In the absence of additional federal government and Commonwealth operational support, the amount of debt service the Authority must pay will directly affect the amount of the Dedicated Revenues, after the payment of debt service, which is available to the Authority to support its operations, maintenance and capital reinvestment needs. The level or cost of the Authority's transportation services will not affect the availability of the Dedicated Sales Tax, Assessments or other Pledged Revenues to meet debt service requirements on the Sales Tax Bonds and the Assessment Bonds. See "ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS – Legal Obligations of Assessed Cities and Towns" and "DEDICATED SALES TAX."

## **APPLICATION OF FUNDS**

The proceeds from the sale of the Bonds will be applied to fund a portion of the Authority's Capital Improvement Program and to pay costs of issuance of the Bonds.

## **THE BONDS**

### **General**

The Bonds will be issued in the aggregate principal amount of \$95,000,000. The Bonds will initially bear interest at the Weekly Rate and will be dated the date of delivery. The Bonds will mature on July 1, 2052. The Bonds will be subject to optional and mandatory tender for purchase and optional and mandatory redemption prior to maturity as set forth below. The Principal Installments, Tender Price or Redemption Price of the Bonds is payable to Beneficial Owners by DTC Participants (as defined below) through the facilities of DTC, while the Bonds are in the book-entry only system described below. Otherwise, the Principal Installments, Tender Price or Redemption Price of the Bonds is payable at the corporate trust office of the Trustee. Purchases of the Bonds may be made only in book-entry form in denominations of \$100,000 or any \$5,000 integral multiple in excess thereof in the Daily Rate Period or the Weekly Rate Period.

So long as the Bonds bear interest at the Daily Rate or the Weekly Rate, interest on the Bonds will be payable on July 1 and January 1, commencing January 1, 2023; provided that, if any such date is not a Business Day, the Interest Payment Date shall be the next succeeding Business Day (the "Interest Payment Dates"), computed on the basis of a 365/366 day year and actual days elapsed during the Weekly Rate Period or the Daily Rate Period.

The Bonds may bear interest at a Daily Rate or a Weekly Rate while in a Daily Rate Period or a Weekly Rate Period, respectively (“Interest Periods”), selected from time to time by the Authority. The rate of interest to be borne by during any Weekly Rate Period will be determined as described below under “Description of Bonds – Interest Rate Determination” by Wells Fargo Bank, NA, as Remarketing Agent for the Bonds (the “Remarketing Agent”) under the Remarketing Agreement dated as of September 1, 2022 between the Remarketing Agent and the Authority (the “Remarketing Agreement”). The Maximum Interest Rate with respect to Bonds, other than Bonds held by a Liquidity Provider, is 10% per annum.

At any one time, all Bonds will have the same Interest Period and bear the same interest rate (except for Bonds held by a Liquidity Provider). Upon initial delivery, the Bonds will bear interest at a Weekly Rate. The Authority may from time to time convert the interest rate mode for the Bonds pursuant to the Sales Tax Bond Trust Agreement.

**This Official Statement provides information only when the Bonds bear interest at the Weekly Rate or the Daily Rate.**

*Book-Entry Bonds.* For so long as the Bonds are registered in the name of Cede & Co., as nominee for DTC, the tender option rights of Bondowners described above may be exercised only by a Direct Participant of DTC acting directly or indirectly on behalf of a Beneficial Owner of Bonds by giving notice of its election to tender Bonds or portions thereof at the times and in the manner described above. Beneficial Owners will not have any rights to tender Bonds directly to the Trustee. Procedures under which a Beneficial Owner may direct a Direct Participant of DTC or an Indirect Participant of DTC acting through a Direct Participant of DTC to exercise a tender option right in respect of any Bonds or portions thereof shall be governed by standing instructions and customary practices determined by such Direct Participant or Indirect Participant.

For so long as the Bonds are registered in the name of Cede & Co., as nominee for DTC, notices of mandatory tender for purchase of Bonds shall be given to DTC only, and neither the Authority, the Trustee nor the Remarketing Agent shall have any responsibility for the delivery of any of such notices by DTC to any Direct Participants of DTC, by any Direct Participants to any Indirect Participants of DTC or by any Direct Participants or Indirect Participants to Beneficial Owners of the Bonds.

For so long as the Bonds are registered in the name of Cede & Co., as nominee for DTC, delivery of Bonds required to be tendered for purchase shall be effected by the transfer by a Direct Participant on the applicable Purchase Date of a book entry credit to the account of the Trustee of a beneficial interest in such Bonds or portions thereof required to be tendered for purchase on that date.

For so long as the Bonds are registered in the name of Cede & Co., as nominee for DTC, payment of the Purchase Price shall be paid directly to DTC. Disbursement of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and the Indirect Participants. See “Book-Entry Only System”

**Determination of Interest Rate Periods**

*Weekly Rate.* During each Weekly Rate Period for the Bonds, the Remarketing Agent will set a Weekly Rate by 5:00 p.m., prevailing Eastern Time, on Tuesday of each week (or the immediately preceding Business Day, if such Tuesday is not a Business Day), which Weekly Rate shall commence on and include the next succeeding Wednesday and end on and include the next succeeding Tuesday, or if such day is not a Business Day, then on the next succeeding Business Day. Each Weekly Rate shall be the rate of interest per annum determined by the Remarketing Agent (based on an examination of tax exempt obligations



comparable, in the judgment of such Remarketing Agent, to the Bonds and known by such Remarketing Agent to have been priced or traded under then prevailing market conditions) to be the minimum interest rate which, if borne by the Bonds, would enable such Remarketing Agent to sell all of the Bonds on the effective date of that rate at a price (without regard to accrued interest) equal to the principal amount thereof.

*Daily Rate.* During each Daily Rate Period for the Bonds, the Daily Rate will be determined by the Remarketing Agent by 10:30 a.m., prevailing Eastern Time, on each Business Day and will be the minimum interest rate which, if borne by the Bonds, would enable the Remarketing Agent to sell all of the Bonds on the effective date of that rate at a price (without regard to accrued interest) equal to the principal amount thereof. The Daily Rate for any non-Business Day will be the rate for the last Business Day on which the Daily Rate was set.

*Failure to Determine Rate.* If the Remarketing Agent fails to establish a Weekly Rate or Daily Rate for the Bonds as described above or no Remarketing Agent is serving for the Bonds under the Forty-Seventh Supplemental Trust Agreement or any Weekly Rate or Daily Rate is held to be invalid or unenforceable by a court of law, then an interest for such Rate Period will be established automatically, equal to 100% of the SIFMA Index on the day such Weekly Rate or Daily Rate was (or would have been) determined as provided above.

*Notice of Rates.* Promptly following the determination of a Weekly Rate or a Daily Rate, the Remarketing Agent will give written notice thereof to the Authority, the Trustee and the Liquidity Provider.

*Conclusiveness of Rates.* Absent manifest error, the interest rates and interest periods determined by the Remarketing Agent and contained in the records of the Trustee shall be conclusive and binding upon the Authority, the Trustee, the Liquidity Facility Provider and the registered holders.

*No Liability.* In determining the interest rate that any Bond will bear as provided in the Forty-Seventh Supplemental Trust Agreement, the Remarketing Agent and the Trustee will have no liability to the Authority or the Owners of the Bonds, except for its negligence or willful misconduct.

## **Conversion**

The Interest Rate Period for the Bonds may be converted from time to time as provided in the Forty-Seventh Supplemental Trust Agreement. See Appendix B – “Certain Information Regarding Bonds in the Weekly Rate and the Daily Rate.”

## **Tender of Bonds for Purchase**

*Optional Tender for Purchase.* During any Weekly Rate Period or Daily Rate Period, any Bond (other than a Bank-Owned Bond) shall be purchased in an Authorized Denomination (provided that the amount of any such Bond not to be purchased shall also be in an Authorized Denomination) from its Bondowner at the option of the Bondowner on any Business Day at a purchase price equal to the Tender Price, payable in immediately available funds, upon delivery to the Trustee at its principal office for delivery of Bonds, and to the Remarketing Agent, of an irrevocable written notice which states the principal amount of such Bond, the principal amount thereof to be purchased and the date on which the same shall be purchased, which date (i) shall be a Business Day during the Weekly Rate Period, not prior to the seventh (7th) day after the date of the delivery of such notice to the Trustee and (ii) shall be the same Business Day as the date of the delivery of such notice during the Daily Rate Period, provided such notice is delivered by no later than 11:00 a.m. on such Business Day. Any notice delivered to the Trustee after 4:00 p.m., in the case of the Weekly Rate Period shall be deemed to have been received on the next

succeeding Business Day. Bank-Owned Bonds may not be tendered for purchase at the option of the Bondowner thereof. For payment of the Tender Price on the Tender Date, such Bond must be delivered at or prior to 10:00 a.m. during the Weekly Rate Period and at or prior to 11:30 a.m. during the Daily Rate Period, on the Tender Date to the Trustee at its principal office for delivery of Bonds accompanied by an instrument of transfer, in form satisfactory to the Trustee executed in blank by the Bondowner or its duly authorized attorney, with such signature guaranteed by a commercial bank, trust company, or member firm of the New York Stock Exchange.

*Mandatory Tender Upon Interest Period Change Date.* Bonds to be converted from one Interest Rate Period to another Interest Rate Period are subject to mandatory purchase on the Interest Period Change Date at the Purchase Price equal to 100% of the principal amount of the Bonds, plus accrued interest.

*Mandatory Purchase Upon Termination, Replacement or Expiration of Standby Bond Purchase Agreement.* The Bonds shall be subject to mandatory purchase in the event of the termination (other than an immediate termination as further described herein), replacement or expiration of the term, as extended, of the Standby Bond Purchase Agreement, including but not limited to termination at the option of the Authority in accordance with the terms of the Standby Bond Purchase Agreement. See “STANDBY BOND PURCHASE AGREEMENT” herein.

### **Remarketing of Bonds**

The Remarketing Agent is required to use its best efforts to remarket Bonds properly tendered for purchase as to which notice of optional tender has been given as described above and any Bank Owned Bonds as provided in the Forty-Seventh Supplemental Trust Agreement. See Appendix B – “Certain Information Regarding Bonds in the Weekly Rate and the Daily Rate.”

On each date on which a Bond is to be purchased, if the Remarketing Agent has given notice to the Trustee pursuant to the Forty-Seventh Supplemental Trust Agreement that it has been unable to remarket such Bond or if the Trustee has not received from the Remarketing Agent an amount sufficient to pay such Bond by the time the Trustee must draw on the Standby Bond Purchase Agreement, the Trustee will draw on the Standby Bond Purchase Agreement an amount equal to the Tender Price of such Bond.

### **Source of Funds for Purchase of Tendered Bonds**

On each date on which a Bond (or a portion thereof in an Authorized Denomination) is tendered or deemed tendered for purchase in accordance with the Forty-Seventh Supplemental Trust Agreement, the Trustee will purchase (but solely from funds received by the Trustee in accordance with the terms of the Forty-Seventh Supplemental Trust Agreement) such Bond (or such portion thereof) at the applicable Tender Price. Funds for the payment of the Tender Price of each Bond (or portion thereof) tendered or deemed tendered will be paid by the Trustee solely from the following sources and in the following order of priority:

- (a) Proceeds of the remarketing of the Bonds;
- (b) Money drawn or received under the Standby Bond Purchase Agreement; or
- (c) Fund furnished by the Authority from the Dedicated Revenues for the purchase of such Bond.

## Redemption Provisions

*Optional Redemption.* The Bonds bearing interest at a Daily Rate or a Weekly Rate shall be subject to optional redemption at any time at the written direction of the Authority, in whole or in part, at a redemption price of 100% of the principal amount thereof, plus accrued interest to the redemption date.

*Mandatory Sinking Fund Redemption.* The Bonds are subject to mandatory sinking fund redemption and shall be redeemed prior to their stated maturity, from sinking fund installments, payable on July 1 of the years and in the amounts set forth below, at a price of 100% of the principal amount of such Bonds called for redemption, plus accrued interest to the redemption date.

<u>Year</u>	<u>Sinking Fund Redemption</u>
2046	\$18,000,000
2047	20,000,000
2048	12,000,000
2051	16,000,000
2052*	29,000,000

\* Final maturity.

The Authority may purchase Bonds of any maturity and credit them against the sinking fund installment for such maturity at the principal amount thereof by delivering them to the Trustee for cancellation at least twenty-five (25) days before the sinking fund installment date. Upon the purchase or redemption of any Bonds for which sinking fund installments shall have been established, an amount equal to the principal amount of the Bonds so purchased or redeemed shall be credited toward future sinking fund installments in such order as the Authority shall determine.

*Partial Redemption.* If less than all of the Bonds of any maturity or sinking fund installment are called for redemption and such Bonds are not held in the Book-Entry Only System, the Bonds to be so redeemed shall be selected by the Trustee in any customary manner of selection as determined by the Trustee, subject to the provisions of the Sales Tax Bond Trust Agreement, at their principal amounts plus accrued interest to the redemption date; provided, that Bank-Owned Bonds shall be redeemed prior to other Bonds So long as all of the Bonds are held in the Book-Entry Only System, if less than all of the Bonds of any one maturity or sinking fund installment are to be redeemed, the particular Bonds or portions of the Bonds of such maturity or sinking fund installment to be redeemed shall be selected by DTC in such manner as DTC may determine; provided, that Bank-Owned Bonds shall be redeemed prior to other Bonds.

*Notice of Redemption.* So long as DTC or its nominee is the Bondowner, the Authority and Trustee will recognize DTC or its nominee as the Bondowner for all purposes, including notices and voting. Conveyance of notices and other communications by DTC to DTC Participants, by DTC Participants to Indirect Participants, and by DTC Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory and regulatory requirements which may be in effect from time to time. So long as DTC or its nominee is the Bondowner, any failure on the part of DTC or failure on the part of a nominee of a Beneficial Owner (having received notice from a DTC Participant or otherwise) to notify the Beneficial Owner so affected shall not affect the validity of the redemption.

Except as described below, notice of redemption shall be given by the Trustee not less than thirty (30) nor more than forty-five (45) days prior to the date fixed for redemption by first class mail, postage

prepaid, to the registered owner of each Bond to be redeemed, at the address of such registered owner shown on the registry books maintained by the Trustee; provided, however, that if any Bondowner shall be the registered owner of \$1,000,000 or more in aggregate principal amount of any Bonds or portion of Bonds to be redeemed, the Trustee shall mail a copy of such notice by certified mail, return receipt requested. The notice shall require that such Bonds be surrendered at the principal corporate trust office of the Trustee for redemption at the redemption price and shall state that further interest on such Bonds will not accrue from and after the redemption date. CUSIP number identification with appropriate dollar amounts for each CUSIP number also shall accompany all redemption notices. However, any error in a CUSIP number or contained in any notice of redemption shall not affect the validity of the redemption proceedings.

*Effect of Redemption.* Notice of redemption having been given in the manner provided above, and money sufficient for the redemption being held by the Trustee for the purpose, the Bonds so called for redemption shall become due and payable on the redemption date, and interest thereon shall cease to accrue and the owners of the Bonds so called for redemption shall thereafter no longer have any security or benefit under the Sales Tax Bond Trust Agreement except to receive payment of the redemption price for such Bonds. If such moneys are not available on the redemption date, the Bonds or portions thereof will continue to bear interest until paid at the same rate they would have borne had they not been called for redemption. If, at the time of mailing of the notice of optional redemption, moneys have not been deposited with the Trustee in an amount sufficient to redeem all the Bonds called for redemption, such notice shall state that it is conditional, i.e., subject to the deposit of sufficient moneys not later than the opening of business on the redemption date, and any such notice shall be of no effect unless such moneys are deposited.

### **Special Considerations Relating to the Bonds**

*The Remarketing Agent is Paid by the Authority.* The Remarketing Agent's responsibilities include determining the interest rate from time to time and remarketing Bonds that are optionally or mandatorily tendered by the owners thereof (subject to the terms of the Remarketing Agreement). The Remarketing Agent is appointed by the Authority and is paid by the Authority for their services. As a result, the interests of the Remarketing Agent may differ from those of existing holders and potential purchasers of Bonds.

*The Remarketing Agent Routinely Purchases Bonds for Its Own Accounts.* The Remarketing Agent is permitted, but not obligated, to purchase tendered Bonds for its own accounts. The Remarketing Agent, in its sole discretion, routinely acquires tendered bonds for its own inventory in order to achieve a successful remarketing of the bonds (i.e., because there are otherwise not enough buyers to purchase the bonds) or for other reasons. However, the Remarketing Agent is not obligated to purchase bonds including the Bonds, and may cease doing so at any time without notice. The Remarketing Agent may also make a market in the Bonds by routinely purchasing and selling Bonds other than in connection with an optional or mandatory tender and remarketing. Such purchases and sales may be at or below par. However, the Remarketing Agent is not required to make a market in the Bonds. If the Remarketing Agent purchases Bonds for its own accounts, it may offer those Bonds at a discount to par to some investors. The Remarketing Agent may also sell any Bonds it has purchased to one or more affiliated investment vehicles for collective ownership or enter into derivative arrangements with affiliates or others in order to reduce its exposure to the Bonds. The purchase of Bonds by the Remarketing Agent may create the appearance that there is greater third party demand for the Bonds in the market than is actually the case. The practices described above also may result in fewer Bonds being tendered in a remarketing.

*Bonds May be Offered at Different Prices on Any Date Including an Interest Rate Determination Date.* Pursuant to the Remarketing Agreement, the Remarketing Agent is required to determine the rate of

interest that, in its judgment, is the lowest rate that would permit the sale of the Bonds at par plus accrued interest, if any, on and as of the Rate Determination Date. The interest rate will reflect, among other factors, the level of market demand for the Bonds (including whether the Remarketing Agent is willing to purchase Bonds for its own accounts). The Remarketing Agreement requires that the Remarketing Agent use its best effort to sell tendered bonds at par, plus accrued interest. There may or may not be Bonds tendered and remarketed on a Rate Determination Date, the Remarketing Agent may or may not be able to remarket any Bonds tendered for purchase on such date at par, and the Remarketing Agent may sell Bonds at varying prices to different investors on such date or any other date. The Remarketing Agent is not obligated to advise purchasers in a remarketing if it does not have third-party buyers for all of the Bonds at the remarketing price. In the event the Remarketing Agent owns any Bonds for its own accounts, the Remarketing Agent may, in its sole discretion in a secondary market transaction outside the tender process, offer such Bonds on any date, including the Rate Determination Date, at a discount to par to some investors.

*The Ability to Sell the Bonds other than through Tender Process May Be Limited.* The Remarketing Agent may buy and sell Bonds other than through the tender process. However, it is not obligated to do so and may cease doing so at any time without notice and may require holders that wish to tender their Bonds to do so through the Trustee with appropriate notice. Thus, investors who purchase the Bonds, whether in a remarketing or otherwise, should not assume that they will be able to sell their Bonds other than by tendering the Bonds in accordance with the tender process.

Under certain circumstances, the Liquidity Provider is not obligated to purchase tendered Bonds. In addition, the Liquidity Provider may fail to purchase tendered Bonds even when they are obligated to do so. In both cases, tendered Bonds would be returned to the holders thereof and bear interest at the lesser of the SIFMA Index and the Maximum Interest Rate from the date of such failed purchase until such Bonds can be remarketed or an interest rate established by the Remarketing Agent that will not exceed the Maximum Rate. It is not certain that following a failure to purchase Bonds a secondary market for the Bonds will develop.

*Under Certain Circumstances, the Remarketing Agent May Be Removed, Resign or Cease Remarketing the Bonds, Without a Successor Being Named.* Under certain circumstances, the Remarketing Agent may be removed or have the ability to resign or cease its remarketing efforts, without a successor having been named, subject to the terms of the Remarketing Agreement.

### **BOOK-ENTRY ONLY SYSTEM**

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of each subseries of the Bonds, each in the aggregate principal amount of such maturity and subseries, and will be deposited with DTC.

*General.* DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges

between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a rating of AA+ from S&P Global Ratings ("S&P"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

*Direct and Indirect Participants acting on behalf of Beneficial Owners.* Beneficial Owners will not receive certificates representing their ownership interest in the Bonds except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a single maturity of a subseries of Bonds are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Authority as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Authority or Trustee, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Trustee, or the Authority, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Authority or the Trustee, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

**The information in this section concerning DTC and DTC's book-entry only system has been obtained from sources that the Authority believes to be reliable, but the Authority takes no responsibility for the accuracy thereof.**

***No Responsibility of Authority and Trustee.* Neither the Authority nor the Trustee will have any responsibility or obligations to direct participants or the persons for whom they act as nominees with respect to the payments to or the providing of notice for direct participants, indirect participants, or beneficial owners.**

**So long as Cede & Co. is the Registered Owner of the Bonds, as nominee of DTC, references herein to the Bondowners or Registered Owners of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the Bonds.**

*Certificated Bonds.* DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Authority or the Trustee. In addition, the Authority may determine that continuation of the system of book-entry transfers through DTC (or a successor securities depository) is not in the best interests of the Beneficial Owners of the Bonds. If for either reason the Book-Entry Only System is discontinued, Bond certificates will be delivered as described in the Sales Tax Bond Trust Agreement and the Beneficial Owner, upon registration of certificates held in the Beneficial Owner's name, will become the Bondowner. Thereafter, the Bonds may be exchanged for an equal aggregate principal amount of the Bonds in other authorized denominations and of the same maturity, upon surrender thereof at the principal corporate trust office of the Trustee. The transfer of any Bond may be registered on the books maintained by the Trustee for such purpose only upon assignment in form satisfactory to the Trustee. For every exchange or registration of transfer of the Bonds, the Authority and the Trustee may make a charge sufficient to reimburse them for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer, but no other charge may be made to the Bondowner for any exchange or registration of transfer of the Bonds. The Trustee will not be required to transfer or exchange any Bond during the notice period preceding any redemption if such Bond (or any part thereof) is eligible to be selected or has been selected for redemption.

## **Transfer and Exchange**

In the event that the Book-Entry Only System is discontinued, the following provisions would apply: Bonds of a subseries may be exchanged for an equal aggregate principal amount of Bonds in other authorized denominations and of the same subseries and maturity, upon surrender thereof at the principal corporate trust office of the Trustee. The transfer of any Bond may be registered on the books maintained by the Trustee for such purpose only upon the surrender thereof by the registered owner or by such owner's attorney duly authorized in writing to the Trustee with a duly executed assignment in form satisfactory to the Trustee. For every exchange or registration of transfer of Bonds the Authority and the Trustee may make a charge to the owner an amount sufficient to reimburse them for any tax, fee or other governmental charge required to be paid with respect to such exchange or registration of transfer, and, except for (i) with respect to the delivery of definitive Bonds in exchange for temporary bonds; (ii) in the case of a bond issued upon the first exchange or transfer of a Bond surrendered for such purpose within sixty (60) days after the first authentication and delivery of the Bonds; or (iii) as otherwise provided in the Sales Tax Bond Trust Agreement, the Trustee may charge a sum sufficient to pay the cost of preparing each new Bond issued upon such exchange or transfer, which sum or sums shall be paid by the person requesting such exchange or transfer as a condition precedent to the exercise of the privilege of making such exchange or transfer.

Neither the Authority nor the Trustee shall be required (i) to register, transfer or exchange Bonds for a period of fifteen (15) days next preceding an interest payment on the Bonds or next preceding any selection of Bonds to be redeemed or thereafter until the mailing of any notice of redemption; or (ii) to register, transfer or exchange any Bonds called for redemption.

## **STANDBY BOND PURCHASE AGREEMENT**

### **Standby Bond Purchase Agreement**

The Standby Bond Purchase Agreement provides that the Bank agrees to purchase any unremarketed tendered or deemed tendered Bonds bearing interest at the Weekly Rate or the Daily Rate from time to time in an amount not to exceed the principal amount thereof plus accrued interest thereon at an interest rate not exceeding 10% per annum, subject to the terms and provisions set forth in the Standby Bond Purchase Agreement. See APPENDIX G – “Summary of Certain Provisions of the Standby Bond Purchase Agreement” for a summary of certain provisions of the Standby Bond Purchase Agreement and APPENDIX H – “Information Concerning the Bank” for certain information concerning the Bank. All information concerning the Bank has been provided by the Bank, and the Authority is not responsible for its accuracy or completeness.

The Authority will provide advance notice of the proposed substitution of the Standby Bond Purchase Agreement or Alternate Liquidity Facility to the Trustee, the Remarketing Agent and the Bank at least ten (10) days prior to the date of substitution.

### **Risk of Termination of Standby Bond Purchase Agreement**

The Standby Bond Purchase Agreement may be terminated prior to its Expiration Date immediately upon the occurrence of certain Events of Default specified therein for which no termination notice is required. In the event of such termination, the Bonds are not subject to mandatory tender for purchase solely as a result of such termination. The Trustee must give notice to the registered holders of affected Bonds promptly after becoming aware of the early termination of the Standby Bond Purchase Agreement. See APPENDIX G – “Summary Certain Provisions of the Standby Bond Purchase Agreement.”

### **The Bank**

For information concerning the Bank, see APPENDIX H – “Information Concerning the Bank.”



## DEBT SERVICE REQUIREMENTS ON SALES TAX BONDS

The following table sets forth Debt Service on all of the outstanding Sales Tax Bonds to be paid to Bondowners in each Fiscal Year in which the Sales Tax Bonds will be outstanding.

Fiscal Year Ending June 30 <sup>(1)</sup>	Debt Service on Outstanding Senior Sales Tax Bonds <sup>(2)</sup>	Debt Service on Outstanding Subordinated Sales Tax Bonds <sup>(3)</sup>	Subordinated-Subordinated-USDOT Loan <sup>(4)</sup>	Subordinated Sales Tax Bonds, 2021 Series A Funded Interest	Debt Service on the Bonds <sup>(1)</sup>	Total Debt Service
2023	\$322,495,332	\$ 72,007,940	\$ 25,137,362	\$ (1,523,809)	\$ 2,161,250	\$420,278,075
2024	262,376,756	103,524,690	26,814,236		2,850,000	395,565,682
2025	228,293,530	105,491,774	28,914,169		2,850,000	365,549,472
2026	216,807,152	91,795,755	52,367,429		2,850,000	363,820,337
2027	216,578,998	77,385,679	52,367,429		2,850,000	349,182,106
2028	231,660,947	86,143,929	52,367,429		2,850,000	373,022,306
2029	238,632,685	65,424,679	52,367,429		2,850,000	359,274,793
2030	196,575,181	69,109,179	52,367,429		2,850,000	320,901,789
2031	203,112,147	83,549,179	52,367,429		2,850,000	341,878,755
2032	193,964,954	83,551,011	52,367,429		2,850,000	332,733,395
2033	117,845,047	92,682,506	52,367,429		2,850,000	265,744,982
2034	143,480,782	97,930,858	52,367,429		2,850,000	296,629,070
2035	97,152,846	85,685,100	52,367,429		2,850,000	238,055,375
2036	51,492,631	81,618,600	52,367,429		2,850,000	188,328,661
2037	51,243,364	81,620,300	52,367,429		2,850,000	188,081,093
2038	53,949,868	81,610,450	52,367,429		2,850,000	190,777,747
2039	64,178,480	81,620,300	40,343,117		2,850,000	188,991,897
2040	34,662,858	81,619,450	28,318,804		2,850,000	147,451,112
2041	14,175,750	81,613,700	28,318,804		2,850,000	126,958,254
2042	14,185,650	57,033,950	28,318,804		2,850,000	102,388,404
2043	30,549,600	57,037,700	4,072,054		2,850,000	94,509,354
2044	30,559,000	57,036,200	4,072,054		2,850,000	94,517,254
2045	12,539,650	57,035,950	4,072,054		2,850,000	76,497,654
2046		57,033,575	4,072,054		20,850,000	81,955,629
2047		39,545,450	4,072,054		22,310,000	65,927,504
2048		39,549,700	4,072,054		13,710,000	57,331,754
2049		39,550,000	4,072,054		1,350,000	44,972,054
2050		39,553,700	4,072,054		1,350,000	44,975,754
2051		23,727,600	4,072,054		17,350,000	45,149,654
2052			4,072,054		29,870,000	33,942,054
2053			4,072,054			4,072,054
2054			4,072,054			4,072,054

<sup>(1)</sup> Debt service prepared on a budget basis (July 1 principal and interest payment included in the prior fiscal year amount). Assumes outstanding variable rate bonds and the Bonds bear interest at 3% per annum.

<sup>(2)</sup> Excludes debt service associated with commercial paper and on certain outstanding Senior Sales Tax Bonds defeased on August 23, 2022. See <https://emma.msrb.org/P11618291-P11247588-P11671812.pdf> and <https://emma.msrb.org/P11671813.pdf>.

<sup>(3)</sup> Excludes principal on the Subordinated 2021 Notes, which are expected to be repaid from draws on the USDOT Loans. Excludes principal and interest associated with \$50,000,000 Subordinated Sales Tax Bonds 2021 Series C line of credit. See "THE AUTHORITY – Indebtedness – Sales Tax Bonds."

<sup>(4)</sup> Assumes May 2025 draw to repay the principal of the Subordinated 2021 Notes, part of the ATC Tranche of the USDOT Loan, and other draws, as expected to fund PTC, ATC and other commuter rail resiliency projects, at the respective interest rates per annum provided in the USDOT Loan: 1.15% for the PTC Tranche, 1.29% for the ATC Tranche and 1.45% for the Resiliency Tranche. In the event the Authority issues notes to fund other commuter rail resiliency projects on an interim basis, as done for PTC with the Subordinated 2017 Notes and ATC with the Subordinated 2021 Notes, interest on the new notes would be included in the column "Subordinated Sales Tax Bonds" until repaid from the draws on the USDOT Loan. See "THE AUTHORITY – Indebtedness – Sales Tax Bonds."

## **SECURITY FOR THE SALES TAX BONDS**

The principal of and premium, if any, and interest on the Sales Tax Bonds are payable from and secured by the pledge of the Authority, all as more fully described below and in APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement – The Pledge Effected by the Sales Tax Bond Trust Agreement.” All of the Sales Tax Bonds are also secured by a lien and charge on all funds and accounts created under the Sales Tax Bond Trust Agreement (other than the Bond Proceeds Fund while it is held by the Authority and the Rebate Fund), provided that only Senior Sales Tax Bonds are secured by the Senior Debt Service Fund and the Senior Debt Service Reserve Fund and only Subordinated Sales Tax Bonds are secured by the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund, if any.

The Sales Tax Bond Trust Agreement provides that the Authority may incur particular obligations, including without limitation Senior Sales Tax Bonds, Subordinated Sales Tax Bonds and notes, and provides for the payment of Prior Obligations, funding the Senior Debt Service Reserve Fund and Subordinated Debt Service Reserve Fund, if any, and payment of debt service on Assessment Bonds to the extent there are insufficient funds available therefor under the Assessment Bond Trust Agreement.

The Sales Tax Bonds are not subject to acceleration in the event of any default under the Sales Tax Bond Trust Agreement.

The Authority provides for the payment of the Prior Obligations under the Sales Tax Bond Trust Agreement. See “THE AUTHORITY – Indebtedness.” In addition, the Authority maintains a commercial paper program under the Sales Tax Bond Trust Agreement in the aggregate principal amount not to exceed \$400 million. Such commercial paper notes are secured by the Sales Tax Bond Trust Agreement and repaid by the proceeds of other notes, Senior Sales Tax Bonds or the Dedicated Sales Tax. As of September 1, 2022, \$45 million in aggregate principal amount of such notes were outstanding.

### **Pledge Under the Sales Tax Bond Trust Agreement**

Obligations under the Sales Tax Bond Trust Agreement are special obligations of the Authority payable solely from the items pledged therefor pursuant to the terms of the Sales Tax Bond Trust Agreement. Such pledge includes the following:

- all Sales Tax Pledged Revenues;
- Dedicated Payments allocated to Senior Sales Tax Bonds and interest earnings thereon, if any;
- amounts received from the Trustee under the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement;
- the Deficiency Fund and the Capital Maintenance Fund including the investments, if any, thereof; and
- all Funds and Accounts established under the Sales Tax Bond Trust Agreement (other than the Bond Proceeds Fund, while it is held and administered by the Authority, and the Rebate Fund, provided that only Senior Sales Tax Bonds are secured by the Senior Debt Service Fund and the Senior Debt Service Reserve Fund and only Subordinated Sales Tax Bonds are secured by the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund), including the investment income thereon, if any.

Subject to the foregoing, the above are pledged for the payment, first, of the Senior Sales Tax Bonds, second, of the Subordinated Sales Tax Bonds, third, of the USDOT Loan, fourth, of the Assessment Bonds, and, fifth, of the Prior Obligations, as the respective interests of the holders thereof may appear, in accordance with the respective terms of such Bonds and the Sales Tax Bond Trust Agreement; provided, however, that in the event the Authority is unable to make the below-described certification, payment of the Prior Obligations shall be made prior to the deposit to the Senior Debt Service Fund established under the Sales Tax Bond Trust Agreement and, provided, further, that if there is a default on the USDOT Loan, the USDOT Loan is paid on a parity basis with Senior Sales Tax Bonds. See “Provision for Payment of Prior Obligations” and “THE AUTHORITY – Indebtedness.”

In accordance with the Sales Tax Bond Trust Agreement, the Dedicated Sales Tax credited to the State and Local Contribution Fund shall be deposited as soon as practicable to the Pledged Revenue Fund; provided, however, that the Authority has certified to the Commonwealth that it has provided for the payment of its Prior Obligations in its annual budget. In connection with its Fiscal Year 2023 budget, the Authority has certified that it has so provided for the payment of Prior Obligations during Fiscal Year 2023.

Under the Sales Tax Bond Trust Agreement, “Pledged Revenues” (referred to herein as the “Sales Tax Pledged Revenues”) means the Dedicated Sales Tax, payments received by the Authority from a Provider of a Hedge Agreement that is not a Qualified Hedge and Sales Tax Alternate Revenues, if any. Notwithstanding the preceding sentence, however, Sales Tax Pledged Revenues shall not include (i) Sales Tax Dedicated Payments; or (ii) amounts received under a Qualified Hedge Agreement which are deposited in the Senior Debt Service Fund and Subordinated Debt Service Fund and have been relied upon in calculating Net Debt Service in accordance with the Sales Tax Bond Trust Agreement. “Dedicated Sales Tax” means the base revenue amount or the dedicated sales tax revenue amount, both as defined in the Enabling Act. See “DEDICATED SALES TAX.”

Under the Sales Tax Bond Trust Agreement, “Dedicated Payments” (referred to herein as the “Sales Tax Dedicated Payments”) means any revenues of the Authority which are not Pledged Revenues as defined in the Sales Tax Bond Trust Agreement as initially entered into, which the Authority subsequently pledges as additional security for its payment obligations on Sales Tax Bonds pursuant to a resolution of the Authority and which are specifically designated as Sales Tax Dedicated Payments by the Authority in accordance with the limitations of the Sales Tax Bond Trust Agreement and, accordingly, are to be deposited in the Senior Debt Service Fund and the Subordinated Debt Service Fund upon receipt. See APPENDIX A – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”

**The Sales Tax Bonds are not a debt of the Commonwealth or any political subdivision thereof, and neither the Commonwealth nor any political subdivision thereof (other than the Authority) shall be liable thereon, except as described herein. The Authority has no taxing power.**

## Flow of Funds

The Sales Tax Bond Trust Agreement establishes the following Funds and Accounts, to be held and administered by the Trustee:

- (1) the Pledged Revenue Fund;
- (2) the Senior Debt Service Fund;
- (3) the Senior Debt Service Reserve Fund;
- (4) the Subordinated Debt Service Fund\*;
- (5) the Subordinated Debt Service Reserve Fund\*\*; and
- (6) the General Fund.

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\* In connection with the PTC Project and the federal loans to fund a portion thereof, the Authority created a new account within the Subordinated Debt Service Fund, funded after other amounts in the Subordinated Debt Service Fund, to repay the federal loans.

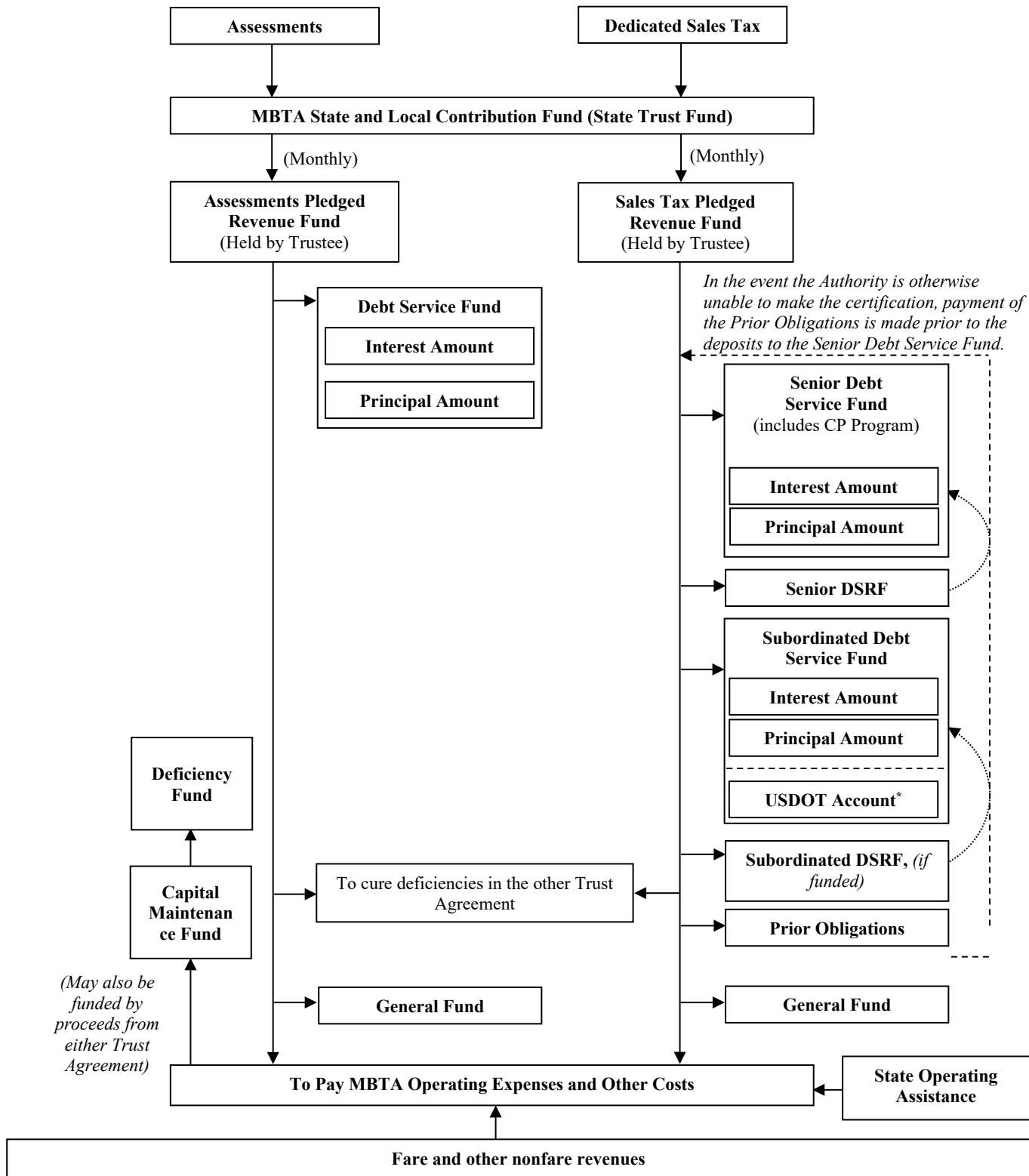
\*\* The Senior Sales Tax Bonds, but not Subordinated Sales Tax Bonds, are secured by amounts on deposit in the Subordinated Debt Service Reserve Fund. See APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement” under the heading “Senior Debt Service Reserve Fund.”

The Sales Tax Bond Trust Agreement establishes the following Funds and Accounts, to be held and administered by the Authority:

- (1) the Sales Tax Bond Proceeds Fund, which shall include a Capital Account and such other Accounts as the Authority may create by Supplemental Trust Agreement; and
- (2) the Rebate Fund.

The Authority by Supplemental Trust Agreement authorizing a series of Sales Tax Bonds may designate that one or more Accounts in the Sales Tax Bond Proceeds Fund created by such Supplemental Trust Agreement be held and administered by the Trustee and pledged to the Owners of the Sales Tax Bonds.

Set forth on the following pages is an illustration of the flow of funds under the Assessment Bond Trust Agreement and under the Sales Tax Bond Trust Agreement which are more fully described in APPENDIX A – “Summary of Certain Provisions of the Assessment Bond Trust Agreement – Establishment of Funds and Accounts” through “Subordinated Debt Service Reserve Fund” and in APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement – Establishment of Funds and Accounts” through “Debt Service Reserve Funds,” respectively.



\*The USDOT Loan is paid from amounts on deposit in the USDOT Account of the Subordinated Debt Service Fund after payment of all other Subordinated Sales Tax Bonds Outstanding, except if there is a default on the USDOT Loan, in which case it is paid *pari passu* with Senior Sales Tax Bonds. The debt service on the USDOT Loan is included with the other Subordinated Sales Tax Bonds in the calculation of the debt service coverage in connection with the issuance of additional Sales Tax Bonds or Assessment Bonds.

### **Provision for the Payment of Prior Obligations**

In the event that in any given Fiscal Year, the Authority is otherwise unable to certify that it has provided for payment of the Prior Obligations during the next Fiscal Year without changing the priority of payment of the Prior Obligations coming due during such Fiscal Year, as set forth above, the Authority shall deposit sufficient amounts of Dedicated Sales Tax to pay the Prior Obligations coming due during such Fiscal Year prior to making the required deposit to the Senior Debt Service Fund during the following Fiscal Year; provided, however, that if during such Fiscal Year the Authority shall adopt a supplemental budget which would permit the Authority to be able to make such certification without changing the original priority, the required deposit for the Prior Obligations shall not be required to be paid prior to the deposit required to the Senior Debt Service Fund for the remainder of such Fiscal Year.

### **Pledge of Amounts Payable Under the Assessment Bond Trust Agreement**

Under the Assessment Bond Trust Agreement, the Authority pledges to the payment of Assessment Bonds pledged revenues, including the Assessments. The Authority has previously issued Assessment Bonds, which, as of September 1, 2022 were outstanding in the aggregate principal amount of \$558.005 million.

Under the Sales Tax Bond Trust Agreement, to the extent the amounts in the Senior Debt Service Fund or the Subordinated Debt Service Fund are insufficient to pay Net Debt Service on Sales Tax Bonds, including the Bonds, the Trustee shall deliver a certificate to the Authority and the trustee under the Assessment Bond Trust Agreement setting forth the amount of the shortfall and shall receive such amount from the Pledged Revenue Fund under the Assessment Bond Trust Agreement, to the extent available after deposits are made to pay debt service on, to fund the debt service reserve fund, if any, for and to pay rebate with respect to any Assessment Bonds issued under the Assessment Bond Trust Agreement. For further information relating to the Assessment Bond Trust Agreement and Assessments, including amounts available under the Assessment Bond Trust Agreement following the payment of debt service on Assessment Bonds, see “ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS” and APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”

### **Pledge Under Sales Tax Bond Trust Agreement to Assessment Bonds**

As described under “Flow of Funds,” in the event the Trustee shall have received a certificate of the trustee under the Assessment Bond Trust Agreement that amounts on deposit in any debt service fund thereunder are insufficient to pay debt service on any Assessment Bonds issued thereunder, the Trustee shall transfer to such trustee from the Pledged Revenue Fund the amount of the shortfall, to the extent available after making the required deposits to the Senior Debt Service Fund, the Senior Debt Service Reserve Fund, the Subordinated Debt Service Fund, the Subordinated Debt Service Reserve Fund, if any, and the Rebate Fund.

### **Deficiency Fund and Capital Maintenance Fund**

Under a separate resolution, the Authority has created a Deficiency Fund and a Capital Maintenance Fund, each of which is pledged to the holders of Assessment Bonds under the Assessment Bond Trust Agreement and to the holders of Sales Tax Bonds under the Sales Tax Bond Trust Agreement. The resolution requires that the Authority shall hold on deposit in such funds the amounts determined from time to time by the Chief Financial Officer of the Authority in his sole discretion. As of September 1, 2022, the Deficiency Fund had a balance of approximately \$226 million and the Capital Maintenance Fund Requirement had a balance of approximately \$49 million. Each of the Deficiency Fund and the Capital Maintenance Fund is held by the Authority. See “THE AUTHORITY – Operations.”

## **Additional Indebtedness**

One or more additional series of Sales Tax Bonds may be authenticated and delivered upon original issue for any of the following purposes or any combination thereof: (i) to pay or provide for the payment of other Authority bonds, notes or other obligations; (ii) to refund Outstanding Sales Tax Bonds; (iii) to pay costs of the Authority in accordance with the Enabling Act; (iv) to make a deposit to the Bond Proceeds Fund, the Deficiency Fund or the Capital Maintenance Fund, including any Accounts therein; (v) in the case of Senior Sales Tax Bonds, to make a deposit to the Senior Debt Service Fund or the Senior Debt Service Reserve Fund, including any Accounts therein; (vi) in the case of Subordinated Sales Tax Bonds, to make a deposit to the Subordinated Debt Service Fund or the Subordinated Debt Service Reserve Fund, including any Accounts therein; and (vii) to pay or provide for the payment of the costs incurred in connection with the issuance of Sales Tax Bonds.

The Sales Tax Bonds of such series shall be authenticated only upon receipt of the Trustee (in addition to the other documents required under the Sales Tax Bond Trust Agreement for the issuance of Sales Tax Bonds) of a certificate of an Authorized Officer (i) setting forth (a) the Senior Net Debt Service for all series of Sales Tax Bonds Outstanding immediately after such authentication and delivery for the then current and each future Fiscal Year during which such series of Sales Tax Bonds will be Outstanding, (b) the Combined Net Debt Service for all series of Sales Tax Bonds Outstanding immediately after such authentication and delivery for the then current and each future Fiscal Year during which such series of Sales Tax Bonds will be Outstanding and (c) the aggregate estimated payments due and payable on Prior Obligations for the then current and each such future Fiscal Year; (ii) stating that the amount on deposit in the Senior Debt Service Reserve Fund and the Subordinated Debt Service Reserve Fund (after taking into account any surety bond, insurance policy, letter of credit or other similar obligation on deposit therein) immediately after the authentication and delivery of the Sales Tax Bonds of such series (and in the event that any Outstanding Sales Tax Bonds are then being redeemed, after such redemption) will be at least equal to the Senior Debt Service Reserve Requirement and the Subordinated Debt Service Reserve Fund Requirement, respectively; (iii) demonstrating, for the then current and each future Fiscal Year, that the sum of the Assessment Floor Amount plus the Residual Sales Tax divided by Net Debt Service (as defined in the Assessment Bond Trust Agreement) on outstanding Assessment Bonds is equal to or greater than 1.50; and (iv) demonstrating that: (a) the Base Revenue Floor Amount for each Fiscal Year during which such series of Sales Tax Bonds will be Outstanding is equal to or greater than, the sum of (i) the amount set forth in clause (i)(b) and (ii) the amount set forth in clause (i)(c) for each such Fiscal Year; or (b) the Historic Dedicated Sales Tax Revenue Amount less, for the then current and each future Fiscal Year during which such series of Sales Tax Bonds will be Outstanding, the amount set forth in clause (i)(c), divided by, for each such Fiscal Year, the amount set forth in clause (i)(a) and clause (i)(b), respectively, is equal to or greater than 2.00 and 1.50. See APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement – Provisions for Issuance of Sales Tax Bonds.”

Under the Sales Tax Bond Trust Agreement, “Base Revenue Floor Amount” means (as of the date of computation) the base revenue amount (as defined in Section 35T), as most recently certified by the Comptroller of the Commonwealth in accordance with Section 35T. Under the Sales Tax Bond Trust Agreement, “Historic Dedicated Sales Tax Revenue Amount” means (as of any date of computation) the dedicated sales tax revenue amount, as defined in Section 35T, for any consecutive 12 of the last 24 months, as determined by the Authority. “Assessment Floor Amount” means the amount below which the amount assessed on cities and towns pursuant to the Enabling Act shall not be reduced in accordance with Section 35T, and “Residual Sales Tax” means for any year the greater of the Base Revenue Floor Amount and the Historic Dedicated Sales Tax Revenue Amount less the sum of (i) the estimated debt service on Prior Obligations; (ii) Senior Net Debt Service; (iii) Subordinated Net Debt Service; and (iv) debt service on indebtedness (other than Indebtedness) issued under the Sales Tax Bond Trust Agreement and secured by a pledge of or security interest in and payable from the Dedicated Sales Tax.

The Authority reserves the right to issue bonds, notes or any other obligations or otherwise incur indebtedness or to enter into a hedge agreement pursuant to other and separate resolutions or agreements of the Authority, so long as such bonds, notes or other obligations are not, or such other indebtedness or provider of the hedge agreement is not, except as provided in the Sales Tax Bond Trust Agreement, entitled to a charge or a lien or right with respect to the Pledged Revenues or the Funds and Accounts created by or pursuant to the Sales Tax Bond Trust Agreement.

The Sales Tax Bond Trust Agreement also provides for the issuance by the Authority of General Fund Indebtedness, which means any debt issued by the Authority which is secured or payable from the Pledged Revenues and other amounts on deposit from time to time in the General Fund, provided that the priority of such pledge shall not be prior to or equal to the pledge made by the Sales Tax Bond Trust Agreement for the benefit of Sales Tax Bonds.

### **Statutory Covenant**

The Enabling Act contains a statutory covenant that provides, in pertinent part, as follows:

In order to increase the marketability of any bonds or notes of the Authority which may be secured by or payable from amounts held in the Commonwealth's MBTA State and Local Contribution Fund, the sums to be credited to the Fund ... are hereby impressed with a trust for the benefit of the Authority and the holders from time to time of any such bonds or notes, and, in consideration of the acceptance of payment for any such bonds or notes, the Commonwealth covenants with the purchasers and all subsequent holders and transferees of any such bonds or notes that while any such bond or note shall remain outstanding, and so long as the principal of or interest on any such bond or note shall remain unpaid, the sums to be credited to the Fund ... shall not be diverted from the purposes identified [in the Enabling Act] and, so long as such sums are necessary, as determined by the Authority in accordance with any applicable trust agreement, bond resolution, or credit enhancement agreement, for the purposes for which they have been pledged, the rates of the excises imposed by said chapters 64H and 64I shall not be reduced below the dedicated sales tax revenue amount or the base revenue amount and the amount to be assessed on cities and towns pursuant to [the Enabling Act] shall not be reduced below \$136,026,868 per Fiscal Year.

In the opinion of Bond Counsel, this covenant is a valid contract between the Commonwealth and the holders of Sales Tax Bonds and Assessment Bonds which is binding on future legislatures. Furthermore, enactment of a law which would reduce the Pledged Revenues below that which is necessary to satisfy the obligations of the Authority to the holders of the Sales Tax Bonds and Assessment Bonds issued prior to enactment of such law, including the holders of the Bonds, would result in an unconstitutional impairment of contract rights or taking of property rights unless such holders are provided reasonable and adequate compensation.

The covenant with respect to the Dedicated Sales Tax relates only to the rate of the sales tax and the Base Revenue Floor Amount, and not to the types of property and services that are taxed.



## Historic and Pro Forma Debt Service Coverage

The following table sets forth debt service coverage ratio on maximum annual debt service on outstanding Sales Tax Bonds and Prior Obligations (“Maximum Annual Debt Service”), excluding issuance of the Bonds, as measured against, for each of the last four Fiscal Years, (i) the Dedicated Sales Tax received in such Fiscal Year and (ii) the sum of the Dedicated Sales Tax and the amount of Assessments less debt service paid on Assessment Bonds (“Residual Assessments”) for each such Fiscal Year.

Fiscal Year	Maximum Annual Debt Service <sup>(1)</sup>	Dedicated Sales Tax <sup>(2)</sup>	Coverage Ratio	Dedicated Sales Tax and Residual Assessments <sup>(3)</sup>	Coverage Ratio
2022	\$432,163,125	\$1,348,905,143 <sup>(4)</sup>	3.12	\$1,482,749,208	3.43
2021	432,163,125	1,261,411,239	2.92	1,370,955,124	3.17
2020	432,163,125	1,077,307,864	2.49	1,179,016,271	2.73
2019	432,163,125	1,053,169,653	2.44	1,161,021,944	2.69

<sup>(1)</sup> Maximum annual debt service on Sales Tax Bonds, excluding the Bonds, and Prior Obligations. See “DEBT SERVICE REQUIREMENTS ON SALES TAX BONDS” and “THE AUTHORITY – Indebtedness.”

<sup>(2)</sup> See “DEDICATED SALES TAX.”

<sup>(3)</sup> Residual Assessments represents the Assessments less Debt Service on Assessment Bonds. Fiscal Year 2022 Assessments and Debt Service are budgeted. See “SECURITY FOR ASSESSMENT BONDS AND ASSESSMENTS.”

<sup>(4)</sup> See “DEDICATED SALES TAX.”

Following the issuance of the Bonds, Maximum Annual Debt Service on the Sales Tax Bonds and Prior Obligations is increased to approximately \$434.3 million. The ratio of Fiscal Year 2022 Dedicated Sales Tax and Fiscal Year 2022 Dedicated Sales Tax *plus* Fiscal 2022 budgeted Residual Assessments over such Maximum Annual Debt Service is 3.11 and 3.41 respectively.

## PROPOSED AMENDMENTS TO THE TRUST AGREEMENT

The Sales Tax Bond Trust Agreement provides that it may be amended by the Authority subject to certain conditions, including with certain exceptions, the consent of the holders of at least a majority of the aggregate outstanding principal amount of the Outstanding Sales Tax Bonds (or, if less than all of the Sales Tax Bonds are affected by the amendment, by a majority of the aggregate outstanding principal amount of the Series or lien so affected), measured at the time such amendment becomes effective.

### Amendments Effective upon Delivery of the Bonds

The Forty-Seventh Supplemental Trust Agreement provides that, in order for all or a portion of the Bonds (other than Bonds that have been converted to bear interest at a Fixed Rate) to be defeased prior to their final payment, in addition to the other requirements of the Trust Agreement (i) the Trustee shall have received (a) a report verifying that the moneys and Investment Obligations are sufficient to pay when due the principal or Redemption Price, if applicable, and interest due and to become due on such Bonds on and prior to the redemption date or maturity date thereof, as the case may be, and (b) an Opinion of Counsel that such Bonds are deemed paid within the meaning of the Trust Agreement, and (ii) any Investment Obligations deposited with the Trustee in order to satisfy the defeasance requirements of the Trust Agreement shall be limited to such securities as are described in clause (i) of the definition of “Investment Obligations” in the Trust Agreement and such Investment Obligations shall mature within the lesser of (x) the date on which the moneys invested in such Investment Obligations are required and (y) thirty (30) days. See “APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement” for such definition and such amendments.

By their purchase of the Bonds, the initial Owners thereof will be deemed to have consented to the aforementioned amendments of the Trust Agreement. Such amendment to the Trust Agreement is adopted pursuant to Section 802 of the Trust Agreement and shall take effect upon receipt by the Authority and the Trustee of all certificates and opinions required by the Trust Agreement. Such consent will be binding upon the initial Owner of the Bonds and, anything in the Trust Agreement to the contrary notwithstanding, upon any subsequent owner of such Sales Tax Bonds and of any Sales Tax Bonds issued in exchange therefor (whether or not such subsequent owner thereof has notice thereof).

### **Additional Proposed Amendments of Sales Tax Bond Trust Agreement**

The Forty-Seventh Supplemental Trust Agreement provides for a modification to one portion of the conditions to issuance of additional Sales Tax Bonds, specifically as it relates to calculating the debt service coverage on outstanding Assessment Bonds. See APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement – Provisions for Issuance of Sales Tax Bonds” for the text of the proposed amendment.

**By their acceptance of the Bonds, the owners thereof (i) agree to all the terms of the Sales Tax Bond Trust Agreement as currently in effect and all proposed modifications approved by the Authority in connection with the issuance of the Bonds, (ii) waive the applicability of the provisions of the Sales Tax Bond Trust Agreement by such modifications, and (iii) agree to any amendments to the Sales Tax Bond Trust Agreement that may be necessary, in the opinion of Bond Counsel, to effect such modifications.**

The Authority intends to require that purchasers of future Series of Sales Tax Bonds will be deemed to have consented to the proposed amendment at the time of purchasing the Sales Tax Bonds of each such Series. As new issues of Sales Tax Bonds are sold and as existing issues are retired, the Authority expects eventually to achieve at least a majority consent of holders of Sales Tax Bonds required to approve the proposed amendment. The Authority cannot be certain when this process will be completed. Upon the issuance of the Bonds, approximately 2.69% of the owners of the outstanding Sales Tax Bonds will have consented to the proposed amendment.

Prior supplements to the Trust Agreement also contains a provision that would change the Minimum Senior Debt Service Reserve Requirement from a per Series requirement to an aggregate basis. Such amendment would be effective at such time as a majority in principal amount of all Senior Sales Tax Bonds Outstanding shall have consented. See APPENDIX A – “Summary of Certain Provisions of the Sales Tax Bond Trust Agreement” for the text of the proposed amendment.

### **DEDICATED SALES TAX**

Under the Enabling Act, the Dedicated Sales Tax consists of the greater of the base revenue amount or the dedicated sales tax revenue amount. The dedicated sales tax revenue amount is equal to the amount raised by a one percent (1%) statewide sales tax (excluding meals tax) plus, commencing with Fiscal Year 2015, the amount of \$160,000,000 in each fiscal year. The base revenue amount of \$1,128,475,839 for Fiscal Year 2023, is adjusted by the percentage change in inflation, as measured by the Boston CPI for the prior year, except as follows:

- If the percent change in inflation, as measured by the Boston CPI for the prior year, is greater than or equal to 3% and there was an increase in the gross sales tax revenues, the base revenue amount is increased by 3%.

- If the percent change in inflation, as measured by the Boston CPI for the prior year, is less than 3% but greater than the percent increase in the gross sales tax revenues, the base revenue amount is increased by the same percentage increase as the amount of the gross sales tax revenues percentage increase; provided, however, that such increase shall in no event exceed 3%.
- If there was no increase in the gross sales tax revenue or the inflation index, the base revenue amount is held constant.

The gross sales tax revenues are equal to the gross sales tax revenue received, in the preceding 12 months, pursuant to chapters 64H and 64I of the Massachusetts General Laws, excluding any portion of such taxes imposed on meals as defined in paragraph (h) of section 6 of said chapter 64H.

The following table sets forth, for Fiscal Year 2001 through Fiscal Year 2023, the base revenue amount as certified by the Comptroller in accordance with the Enabling Act:

<u>Fiscal Year</u>	<u>Base Revenue Amount</u>	<u>Percent Increase</u>
2001	\$645,000,000	—
2002	664,350,000	3.00%
2003	684,280,500	3.00
2004	684,280,500	0.00
2005	704,808,915	3.00
2006	712,585,739	1.10
2007	733,963,311	3.00
2008	755,982,210	3.00
2009	767,056,684	1.46
2010	767,056,684	0.00
2011	767,056,684	0.00
2012	779,091,803	1.57
2013	786,866,936	1.00
2014	799,295,175	1.58
2015	970,637,174*	21.42*
2016	986,274,139	1.61
2017	992,191,784	0.60
2018	1,006,806,769	1.47
2019	1,032,067,551	2.51
2020	1,063,029,578	3.00
2021	1,083,333,443	1.91
2022	1,095,607,611	1.13
2023	1,128,475,839	3.00

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\*The Enabling Act was amended on October 31, 2014 to increase the annual Base Revenue Amount and the Dedicated Sales Tax Revenue Amount by \$160,000,000, intended to replace the \$160,000,000 annual appropriation the MBTA received from Fiscal Years 2010 to 2014. The percentage increase of the Base Revenue Amount for Fiscal Year 2015 over Fiscal Year 2014, excluding such increase, was 1.42%.

Pursuant to the Enabling Act, the dedicated sales tax revenue amount is credited to the State and Local Contribution Fund. For the purpose of determining the dedicated sales tax revenue amount to be credited to the State and Local Contribution Fund, the Comptroller shall on March 1 of each year certify

the base revenue amount for the following Fiscal Year. On March 15 of each year, the Comptroller shall, after consultation with and based on projections of the department of revenue, certify whether the dedicated sales tax revenue amount is projected to exceed the base revenue amount for the upcoming Fiscal Year. If the Comptroller certifies that the projected dedicated sales tax revenue amount will be less than the base revenue amount, then the Comptroller shall for the following Fiscal Year credit to the Fund amounts sufficient to meet the base revenue amount. If the Comptroller certifies that the projected dedicated sales tax revenue amount will exceed the base revenue amount, then the Comptroller shall for the following Fiscal Year credit to the Fund the dedicated sales tax revenue amount. On November 15 of each year, the Comptroller shall certify whether the dedicated sales tax revenue amount as of that date is projected to exceed the base revenue amount for the current Fiscal Year. If the Comptroller certifies that the dedicated sales tax revenue amount is projected to be less than the base revenue amount, then the Comptroller shall credit to the Fund amounts sufficient to meet the base revenue amount for that Fiscal Year. If the Comptroller certifies that the dedicated sales tax revenue amount is greater than the base revenue amount, then the Comptroller shall credit to the Fund the dedicated sales tax revenue amount. On April 1 of each year the Comptroller shall repeat the certification process required on November 15 and shall credit the appropriate amount to the Fund. In accordance with the MOU, the Dedicated Sales Tax generally is deposited not later than the last business day of each month, on account of the prior month.

In accordance with the foregoing procedure, on November 12, 2021, the Comptroller certified, with respect to Fiscal Year 2022, that the dedicated sales tax revenue amount is projected to be \$1,235,888,000, which exceeds the base revenue amount of \$1,095,607,611. The difference, when received, is credited to the State and Local Contribution Fund. On March 3, 2022, the Comptroller certified with respect to Fiscal Year 2023, that the base revenue amount is \$1,128,475,839, which is less than the projected dedicated sales tax revenue amount of \$1,363,184,000.

For detailed information regarding monthly deposits of the Dedicated Sales Tax to the State and Local Contribution Fund, see APPENDIX G – “HISTORY OF DEDICATED SALES TAX RECEIPTS.”

The sales tax applies generally to retail sales of tangible personal property, meals, and telecommunications services, subject to certain statutory exemptions, including food that is not served as part of a meal and most clothing. A complementary use tax is imposed on storage, use or consumption of the same property or services, subject generally to the same exemptions, to the extent such property or services have not already been subject to sales tax in Massachusetts or another state. The Dedicated Sales Tax excludes any portion of the sales tax imposed on the sales of meals.

The following table sets forth, for Fiscal Year 1978 through Fiscal Year 2021, the Commonwealth’s total sales tax receipts, less sales tax on meals and less sales tax receipts from the Convention Center Financing District in Boston, as described below. The sales tax figures in the table are sales tax receipts after reimbursements and abatements. The “regular” sales tax was first imposed in April 1966 at a rate of 3%. In July 1976, this rate was increased to 5%. Sales of tangible personal property including motor vehicles were first taxed in Massachusetts under Stat. 1966 c. 14, § 1 at a rate of 3%. Originally a temporary tax, this tax was made permanent by Stat. 1967, c. 757, which enacted the first 31 sections of the sales tax. The new tax was also at 3%, and was effective January 1, 1968. The rate of tax was changed to 5% by Stat. 1975, c. 684, § 59, effective November 12, 1975. In 1991, a new law added services to the regular sales tax base, but prior to receipt of any sales tax on services, the law was partially repealed. Only telecommunications services remain in the regular sales tax base. In January 1998, the payment schedule for businesses with tax liabilities greater than \$25,000 per year was changed to simplify the time period on which such payments are based. While the timing change did not affect the amount of tax owed by the affected businesses, the new payment schedule caused a one-time delay in receipt of tax revenues realized in Fiscal Year 1998. Commencing July 1, 1997, total sales tax receipts exclude all receipts from the excise imposed upon sales at retail by vendors located in the Convention Center Financing District in Boston and

vendors located in hotels in Cambridge and in Boston, outside of the Convention Center Financing District, in each case only for vendors that opened after July 1, 1997. The total amount of such excluded receipts for Fiscal Years 2015 through 2022, were \$5,605,840, \$6,778,846, \$3,516,765, \$6,006,276, \$9,724,164, \$8,123,028, \$6,356,938 and \$12,066,590, respectively.

#### Historical Commonwealth Sales Tax Receipts \*

Fiscal Year	Sales Tax Receipts	MBTA Sales Tax Receipts**	% Increase/ (Decrease)	Fiscal Year	Sales Tax Receipts	MBTA Sales Tax Receipts**	% Increase/ (Decrease)
1978	\$520,701,180	\$104,140,236	17.8	2001	\$3,272,953,839	\$654,590,768	5.3
1979	577,811,734	115,562,347	11.0	2002	3,193,946,638	638,789,328	(2.4)
1980	608,428,226	121,685,645	5.3	2003	3,196,008,691	639,201,738	0.1
1981	704,188,866	140,837,773	15.7	2004	3,211,141,238	642,228,248	0.5
1982	753,147,231	150,629,446	7.0	2005	3,330,838,208	666,167,642	3.7
1983	865,291,925	173,058,385	14.9	2006	3,420,208,843	684,041,769	2.7
1984	1,041,797,387	208,359,477	20.4	2007	3,458,884,551	691,776,910	1.1
1985	1,209,522,818	241,904,564	16.1	2008	3,453,776,709	690,755,342	(0.1)
1986	1,452,092,246	290,418,449	20.1	2009	3,239,083,506	647,816,701	(6.2)
1987	1,600,004,046	320,000,809	10.2	2010	3,852,057,082	637,083,944	(1.7)
1988	1,733,312,576	346,662,515	8.3	2011	4,091,484,725	654,642,631	2.8
1989	1,787,062,915	357,412,583	3.1	2012	4,190,557,744	670,494,063	2.4
1990	1,660,519,469	332,103,894	(7.1)	2013	4,262,749,824	682,046,396	1.7
1991	1,617,727,175	323,545,435	(2.6)	2014	4,546,991,713	727,518,674	6.7
1992	1,682,319,431	336,463,886	4.0	2015***	4,775,641,191	924,102,590	27.0
1993	1,820,971,551	364,194,310	8.2	2016	4,990,760,343	958,521,655	3.7
1994	1,978,773,555	395,754,711	8.7	2017	5,104,756,434	976,761,029	1.9
1995	2,136,971,274	427,394,255	8.0	2018	5,299,436,522	1,007,909,844	3.2
1996	2,252,083,428	450,416,686	5.4	2019	5,582,310,329	1,053,169,653	4.5
1997	2,494,701,986	498,940,397	10.8	2020	5,733,174,150	1,077,307,864	2.3
1998	2,572,447,261	514,489,452	3.1	2021	6,883,820,244	1,261,411,239	17.1
1999	2,833,016,602	566,603,320	10.1	2022	7,430,657,144	1,348,905,143	6.9
2000	3,107,166,500	621,433,300	9.7				

Source: Massachusetts Department of Revenue

\* Total sales tax receipts after reimbursements and abatement, less sales tax on meals and less sales tax from the Convention Center Financing District of Boston. Effective August 1, 2009 the rate of such tax was increased to 6.25% from 5.00%.

\*\* For fiscal years 1978 –2000, equal to 20% of a 5% sales tax, which approximates the dedicated sales tax revenue amount for each such fiscal year. The August 1, 2009 increase in the sales tax rate did not increase the dedicated sales tax revenue amount prior to Fiscal Year 2015.

\*\*\* Amendments to the Enabling Act on October 31, 2014 increased the dedicated sales tax receipts by \$160 million. The percentage increase in MBTA Sales Tax Receipts for Fiscal Year 2015 over Fiscal Year 2014, excluding such increase is 5.0%.

Effective August 1, 2009, the sales tax rate was increased from 5% to 6.25%. Effective August 1, 2009, the exemption of taxes on alcohol sales was eliminated; this legislation, however, was repealed by the voters at the November 2010 statewide election, effective January 1, 2011. Beginning in Fiscal Year 2011, a portion of the Commonwealth's receipts from the sales tax (other than taxes required to be credited

to the Convention Center Fund) has been dedicated to the Massachusetts Transportation Trust Fund. From Fiscal Year 2011 through Fiscal Year 2013, the amount dedicated was the amount raised by a portion of the sales tax equal to a 0.385% sales tax, with a floor of \$275 million per fiscal year. Pursuant to Section 2ZZZ of Chapter 29 of the Massachusetts General Laws such sales tax receipts are dedicated to the Commonwealth Transportation Fund rather than directly to the Massachusetts Transportation Trust Fund. During Fiscal Year 2013, approximately \$318 million in sales tax revenue was transferred to the Commonwealth Transportation Fund. Chapter 46 of the Acts of 2013 eliminated the 0.385% allocation of sales and use taxes to the Commonwealth Transportation Fund and provided instead that beginning in Fiscal Year 2014, all sales taxes relating to sales of motor vehicles (net of amounts dedicated to the MBTA and the Massachusetts School Building Authority) are credited to the Commonwealth Transportation Fund. Effective April 2021, collections of certain sales tax were required to be remitted to the Commonwealth in the same month incurred, which resulted in the accelerated receipt of certain sales tax collections.

From time to time the Commonwealth has implemented, through legislation, limited sales tax holidays that, by reducing overall sales tax receipts, also reduce the dedicated sales tax revenue amount, but not the base revenue amount, available to the Authority. Chapter 121 of the Acts of 2018, effective July 1, 2019, requires an annual sales tax ‘holiday’ weekend each August. With certain exceptions (meals, vehicles, motorboats, telecommunication services, gas, steam, electricity, tobacco products, marijuana and marijuana products, alcoholic beverages), the purchases during the tax holiday of items up to \$2,500 for individual use are exempt from sales tax. To date, no such sales tax holiday has had a material impact on the dedicated sales tax revenue amount in any fiscal year. The Authority cannot predict the impact such holidays may have on the dedicated sales tax revenue amount in the future.

In June 2018, the Supreme Court of the United States issued a ruling in *South Dakota v. Wayfair* that effectively removes earlier constraints on states seeking to require out-of-state sellers to collect and remit sales tax. However, because the Commonwealth had previously established collect-and-remittance agreements covering the majority of sales by out-of-state sellers to Massachusetts residents, and has proactively asserted the obligation to collect sales taxes from out-of-state sellers with economic scale in Massachusetts, the incremental impact of *South Dakota v. Wayfair* on Commonwealth tax revenues has been limited. Provisions included in the Commonwealth’s Fiscal Year 2020 budget required online marketplace facilitators to collect and remit Massachusetts sales and use tax on behalf of vendors who sell their goods on the marketplace, provided the marketplace’s sales within the Commonwealth exceed the threshold of \$100,000. These provisions also subject remote sellers to the registration, collection and remittance requirements of the sales and use tax if the remote seller’s sales within the Commonwealth exceed the threshold of \$100,000.

Under the Enabling Act, the Commonwealth has covenanted with the holders and transferees of Sales Tax Bonds and Assessment Bonds that the rates of the taxes from which the Dedicated Sales Tax is derived will not be reduced below the rate prescribed by the Enabling Act. In the opinion of bond counsel, the covenant of the Commonwealth is a valid contract between the Commonwealth and the holders of Sales Tax Bonds and Assessment Bonds that is binding on future legislatures and therefore the petition, if placed on the ballot and approved, would have no effect on the Dedicated Sales Tax. See “SECURITY FOR THE SALES TAX BONDS - Statutory Covenant.”

**The Bonds are not general obligations of the Commonwealth and are not secured by the full faith and credit of the Commonwealth. The Bonds are payable only from Pledged Revenues and other moneys available to the owners of the Bonds under the Sales Tax Bond Trust Agreement. See “SECURITY FOR THE SALES TAX BONDS.”**

## **ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS**

The Assessment Bond Trust Agreement provides that the Authority may incur particular obligations, including, without limitation, Assessment Bonds, and provides for, to the extent of available funds under the Assessment Bond Trust Agreement, the payment of Sales Tax Bonds to the extent there are insufficient funds available therefore under the Sales Tax Bond Trust Agreement. Obligations under the Assessment Bond Trust Agreement are payable from and secured by a pledge of the Assessment Pledged Revenues (hereinafter defined) and a lien and charge on all funds and accounts created under the Assessment Bond Trust Agreement (other than the Bond Proceeds Fund while it is held and administered by the Authority and the Rebate Fund and as otherwise described below).

### **Pledge Under the Assessment Bond Trust Agreement**

Obligations under the Assessment Bond Trust Agreement are special obligations of the Authority payable solely from the items pledged therefor pursuant to the terms of the Assessment Bond Trust Agreement. Such pledge includes the following:

- all Assessment Pledged Revenues;
- Dedicated Payments allocated to Assessment Bonds and interest earnings thereon, if any;
- amounts received from the trustee under the Sales Tax Bond Trust Agreement in accordance with the Assessment Bond Trust Agreement;
- the Deficiency Fund and the Capital Maintenance Fund including the investments, if any, thereof; and
- all Funds and Accounts established under the Assessment Bond Trust Agreement (other than the Bond Proceeds Fund, while it is held and administered by the Authority, and the Rebate Fund), including the investment income thereon, if any.

Under the Enabling Act, the above amounts constituting Dedicated Revenues shall not be reduced or diverted as described under “SECURITY FOR THE SALES TAX BONDS – Statutory Covenant.”

The above are pledged for the payment, first, of Assessment Bonds and, second, of Sales Tax Bonds, as the respective interests of the holders thereof may appear, in accordance with the respective terms of such Bonds and the Assessment Bond Trust Agreement.

Assessments are credited to the Fund on or before the last day of each month, and in accordance with the MOU are deposited on the day so credited. Assessments are collected by the Commonwealth and deducted from payments from the Commonwealth’s general revenue sharing funds and specific program funds to cities, towns and regional school districts (“Local Aid”) payable by the Commonwealth to assessed cities and towns. The amount of any assessment which exceeds a city or town’s Local Aid is payable directly by such city or town. Under Commonwealth law, there are other competing deductions and potential intercepts of Local Aid.

In accordance with the Assessment Bond Trust Agreement, Assessments credited to the State and Local Contribution Fund shall be deposited as soon as practicable to the Assessment Pledged Revenue Fund; provided, however, that the Authority has certified to the Commonwealth that it has provided for the payment of its Prior Obligations due in any particular Fiscal Year in its annual budget for such Fiscal Year.

Under the Assessment Bond Trust Agreement, “Pledged Revenues” (referred to herein as the “Assessment Pledged Revenues”) means Assessments, payments received by the Authority from a Provider of a Hedge Agreement that is not a Qualified Hedge and Alternate Revenues, if any. Notwithstanding the preceding sentence, however, Pledged Revenues shall not include (i) Sales Tax Dedicated Payments; or (ii) amounts received under a Qualified Hedge Agreement that are deposited in the Debt Service Fund and have been relied upon in calculating Net Debt Service in accordance with the Assessment Bond Trust Agreement.

Under the Assessment Bond Trust Agreement, “Dedicated Payments” (referred to herein as the “Assessment Dedicated Payments”) means any revenues of the Authority that are not Sales Tax Pledged Revenues as defined in the Assessment Bond Trust Agreement as initially entered into, which the Authority subsequently pledges as additional security for its payment obligations on Assessment Bonds pursuant to a resolution of the Authority and which are specifically designated as Sales Tax Dedicated Payments by the Authority in accordance with the limitations of the Assessment Bond Trust Agreement and, accordingly, are to be deposited in the Debt Service Fund upon receipt. See APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”

### **Flow of Funds**

The Assessment Bond Trust Agreement establishes the following Funds and Accounts, to be held and administered by the Trustee:

- (1) the Assessment Bond Pledged Revenue Fund;
- (2) the Debt Service Fund; and
- (3) the General Fund.

The Assessment Bond Trust Agreement establishes the following Funds and Accounts, to be held and administered by the Authority:

- (1) the Assessment Bond Proceeds Fund, which shall include a Capital Account and such other Accounts as the Authority may create by Supplemental Agreement; and
- (2) the Rebate Fund.

The Assessment Bond Trust Agreement permits the establishment of a Debt Service Reserve Fund by Supplemental Agreement.

The Authority by Supplemental Agreement authorizing a series of Assessment Bonds may designate that one or more Accounts in the Bond Proceeds Fund created by such Supplemental Agreement be held and administered by the Trustee and pledged to the Owners of the Assessment Bonds.

For a description of the Funds and Accounts under the Assessment Bond Trust Agreement, see APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”

For an illustration of the flow of funds under the Assessment Bond Trust Agreement, see “SECURITY FOR THE SALES TAX BONDS – Flow of Funds.”

### **Indebtedness Under the Assessment Bond Trust Agreement**

For a description of the conditions to the Authority issuing indebtedness under the Assessment Bond Trust Agreement, see APPENDIX C – “Summary of Certain Provisions of the Assessment Bond Trust Agreement.”



## **Statutory Covenant**

The Enabling Act contains a statutory covenant that provides that the amount to be assessed on cities and towns shall not be reduced below the Assessment Floor Amount. See “SECURITY FOR THE SALES TAX BONDS – Statutory Covenant.”

In the opinion of Bond Counsel, this covenant is a valid contract between the Commonwealth and the holders of Bonds which is binding on future legislatures. Furthermore, enactment of a law which would reduce the Dedicated Revenues below that which is necessary to satisfy the obligations of the Authority to the holders of Assessment Bonds and Sales Tax Bonds issued prior to enactment of such law, would result in an unconstitutional impairment of contract rights or taking of property rights unless such holders are provided reasonable and adequate compensation.

The covenant with respect to the Assessments relates only to the aggregate amount of Assessments to be collected and not to the communities which are assessed or the amounts assessed on individual communities.

## **Assessments**

Under the Enabling Act, the Commonwealth’s annual obligation to support the Authority for operating costs and debt service will be limited to the Dedicated Revenues.

The Dedicated Revenues are credited upon receipt, without appropriation, to the Commonwealth’s State and Local Contribution Fund. Such amounts shall be disbursed to the Authority upon the request of the General Manager so long as the Authority shall certify each year that it has provided in its budget for the payment of the Prior Obligations due during such year. In connection with its Fiscal Year 2023 budget, the Authority has certified that it has so provided for such payment of Prior Obligations during Fiscal Year 2023.

Assessments are deposited to the Fund on or before the last day of each month, which is the date not later than which the Commonwealth is required to pay Local Aid to cities and towns.

Under Chapter 161A of Massachusetts General Laws, as in effect prior to July 1, 2000 (the “Prior Act”), specified cities and towns were assessed to reimburse the Commonwealth for cash advances made to pay the Authority’s Net Cost of Service on account of prior fiscal periods. The amount of assessments for any particular period varied, depending on the amount of the Net Cost of Service for that period and offsetting state appropriations, among other things. The Enabling Act increased the number of assessed cities and towns from 78 to 175 commencing in Fiscal Year 2002 and provided a process for other communities to join. In 2015, one additional community joined. Assessments cannot be less than \$136,026,868 and are adjusted each year by the consumer price index for all urban consumers for the Boston metropolitan area as determined by the bureau of labor statistics of the United States department of labor (the “Boston CPI”), provided that such amount shall not increase by more than 2.5% per year. See “Proposition 2½” below. In each case, individual Assessments are determined according to a weighted population formula.

See below for a table of total Assessments since Fiscal Year 2006, the amount budgeted for the current fiscal year, and the amount projected for Fiscal Year 2023. Cities and towns that are also assessed for regional transit authority expenses received a dollar-for-dollar credit against the Assessments, but this has no effect on the total amount assessed for the Authority because the credited amounts are re-assessed on the “14 cities and towns” and the “51 cities and towns,” but not on the “other served communities,” as each is defined in the Enabling Act. See APPENDIX F – “Information Regarding Assessments and Local

Aid” for historical information on the amounts of Local Aid, Authority Assessments and other assessments related to the cities and towns in the Authority’s territory.

For Fiscal Year 2001, Assessments equaled \$144,578,734. Beginning in Fiscal Year 2002 and each Fiscal Year thereafter through Fiscal Year 2006, Assessments were reduced in five equal installments until the Assessments in Fiscal Year 2006 totaled \$136,026,868, which is the basis for the Assessment Floor Amount. Each year thereafter, Assessments are adjusted for inflation, provided that such amount could not increase by more than 2.5% annually. Total Assessments since Fiscal Year 2006 and budgeted Assessments for the current fiscal year and projected Assessments for the next fiscal year are as set forth below:

<u>Fiscal Year</u>	<u>Assessments</u>	<u>% Change</u>
2006	\$136,026,868	-
2007	139,427,540	2.50
2008	142,913,229	2.50
2009	146,486,060	2.50
2010	150,148,212	2.50
2011	150,148,212	0.00
2012	152,100,140	1.30
2013	155,902,648	2.50
2014	157,149,865	0.80
2015	160,135,712	1.90
2016	162,858,019	1.70
2017	163,998,025	0.70
2018	166,457,995	1.50
2019	170,145,000	2.21
2020	174,373,073	2.48
2021	177,860,534	2.00
2022*	179,283,415	0.80
2023 <sup>+</sup>	183,765,509	2.50

<sup>+</sup>Budgeted.

\*Projected.

Source: Department of Revenue

The following table shows amounts available under the Assessment Trust Agreement following the deposit of debt service on outstanding Assessment Bonds under the Assessment Bond Trust Agreement (“Net Assessments”), based on the budgeted Assessments for Fiscal Year 2023 and assuming no growth in future years.

Fiscal Year Ending June 30	Debt Service on Outstanding Assessment Bonds <sup>(1)</sup>	FY23 Budgeted Assessments <sup>(2)</sup>	FY23 Budgeted Assessments Net of Assessment Bond Debt Service
2023	\$46,564,829	\$183,765,509	\$137,200,680
2024	55,972,219	183,765,509	127,793,290
2025	69,237,919	183,765,509	114,527,590
2026	69,701,119	183,765,509	114,064,390
2027	69,699,819	183,765,509	114,065,690
2028	37,289,831	183,765,509	146,475,678
2029	23,617,544	183,765,509	160,147,965
2030	48,530,569	183,765,509	135,234,940
2031	47,426,281	183,765,509	136,339,228
2032	14,120,919	183,765,509	169,644,590
2033	14,123,419	183,765,509	169,642,090
2034	14,122,169	183,765,509	169,643,340
2035	15,432,169	183,765,509	168,333,340
2036	37,094,394	183,765,509	146,671,115
2037	37,119,144	183,765,509	146,646,365
2038	37,230,644	183,765,509	146,534,865
2039	37,276,394	183,765,509	146,489,115
2040	37,315,244	183,765,509	146,450,265
2041	37,359,844	183,765,509	146,405,665
2042	4,860,000	183,765,509	178,905,509
2043	4,860,000	183,765,509	178,905,509
2044	4,860,000	183,765,509	178,905,509
2045	4,860,000	183,765,509	178,905,509
2046	4,860,000	183,765,509	178,905,509
2047	4,860,000	183,765,509	178,905,509
2048	12,780,000	183,765,509	170,985,509
2049	25,179,000	183,765,509	158,586,509
2050	25,178,250	183,765,509	158,587,259
2051	25,175,750	183,765,509	158,589,759
2052	25,179,000	183,765,509	158,586,509

(1) Debt service prepared on a budget basis (July 1 principal and interest payment included in the prior fiscal year amount). \$24,260,000 of Assessment Bonds, 2006 Series A, bearing interest at MUNI-CPI with maturities of 7/1/2024 and 7/1/2025 assumed to bear interest at 3% rate.

(2) Budgeted amount for Fiscal Year 2023 Assessments.

(3) Protected by non-impairment provision of the Act. See “Statutory Covenant.”

Assessments are collected by the Commonwealth pursuant to Section 20 of Chapter 59 of the General Laws, which deals generally with the collection of state assessments and charges. Under Section 20, the State Treasurer must, not later than August 20 of each year, send formal notice by mail to the assessors and treasurers of municipalities that owe assessments and charges payable to the Commonwealth.

In addition, Section 20 provides that the State Treasurer is to reduce the amounts payable by the Commonwealth to affected cities and towns under specified Local Aid programs by the amount of such assessments. Under Section 18C of Chapter 58 of the General Laws, cities and towns receive Local Aid monthly.

Pursuant to the Enabling Act, the Dedicated Revenues are credited to the Fund and may be disbursed to the Authority without appropriation and outside the state budget process, provided that the Authority certifies each year that it has provided for payment of the Prior Obligations in such year in its annual budget. The Authority will provide for payment of Prior Obligations from the Dedicated Sales Tax. See “SECURITY FOR THE SALES TAX BONDS.” The Enabling Act contains a statutory covenant to the effect that the Dedicated Revenues may not be reduced or diverted. See “SECURITY FOR THE SALES TAX BONDS – Statutory Covenant.”

If the amount of assessments and other charges due to the Commonwealth by a particular city or town exceeds the amount of its Local Aid, Section 20 provides that the local treasurer must pay the remaining amount owed to the State Treasurer pursuant to a schedule established by the Secretary of Administration and Finance. If the amount is not paid by the city or town within the time specified, the State Treasurer must notify the local treasurer, who must then pay into the state treasury, in addition to the sum assessed, such further sum as would equal 1% per month during the delinquency from and after the time specified. If the amount remains unpaid after the expiration of ten (10) days after the time specified, the State Treasurer is explicitly authorized by Section 20 to sue the delinquent city or town in the Supreme Judicial Court. Upon notice to the delinquent city or town and after a summary hearing before the court or a single justice of the court, an order may be issued enforcing the payment under such penalties as the court or the single justice may require. The State Treasurer is also authorized by Section 20 to deduct at any time from any moneys which may be due from the Commonwealth to such city or town the whole or any part of any sum so assessed or any other sum or sums which may be due and payable to the Commonwealth from such city or town, together with accrued interest thereon.

Although the Enabling Act contemplates a course of action in the event the amount of assessments and other charges due to the state by a particular city or town exceeds the amount payable by the Commonwealth, historically, all of the cities and towns required to pay the Assessments currently receive substantially more Local Aid than they owe in state charges and assessments. See APPENDIX F – “Information Regarding Assessments and Local Aid.”

### **Other Withholding of Local Aid**

*Qualified Bonds.* The Commonwealth’s Qualified Bond Act enables cities and towns, with the approval of a board comprised of the Commonwealth’s Attorney General, State Treasurer, State Auditor, and Director of Accounts, or their designees (the “Qualified Bond Act Board”), to issue “qualified bonds,” i.e., bonds on which the debt service is paid directly by the State Treasurer. The State Treasurer pays the debt service on behalf of the city or town according to the debt service schedule that has been established at the time of issuance by the city or town, and then subsequently deducts the debt service amount from distributable aid payable to the city or town or, if the amount of distributable aid in that year is insufficient for the purpose, from any other amounts payable by the state to the city or town. One of the factors to be taken into account by the Qualified Bond Act Board in giving its approval is the amount of state Local Aid payments likely to be made to the city or town compared to the amount of debt service on the qualified bonds. The Qualified Bond Act contains a statutory covenant for the benefit of the holders of qualified bonds that the Commonwealth will not give a priority to any other deduction from Local Aid which is superior in right or prior in time to debt service payments on qualified bonds. The covenant makes clear, however, that the Commonwealth is not obligated to continue authorizing Local Aid payments. Neither this covenant nor anything else in the Qualified Bond Act constitutes a pledge of the Commonwealth’s credit,

and nothing in the act relieves the issuing city or town from its ultimate responsibility for the debt service on the bonds.

### **Potential Local Aid Intercepts**

Under certain circumstances, the State Treasurer is required to intercept a portion of a city or town's Local Aid in the event of non-payment of an obligation by such city or town.

*Massachusetts Water Resources Authority.* The Massachusetts Water Resources Authority (the "MWRA") provides wholesale water and wastewater services to numerous cities and towns in Massachusetts, for which it assesses charges. The MWRA's enabling act contains a Local Aid intercept provision pursuant to which the MWRA may, in the event of a payment delinquency on the part of a city or town, certify the unpaid amount to the State Treasurer, whereupon the State Treasurer must promptly pay to the MWRA any amount otherwise certified to the State Treasurer for payment to the city or town as Local Aid until such time as any deficiency in the city's or town's payment of charges to the MWRA has been set off by such payments from the State Treasurer. In the case of the cities of Boston and Lynn, Local Aid payments are not subject to setoff under the MWRA's enabling act on account of the payment obligations of the Boston Water and Sewer Commission ("BWSC") and the Lynn Water and Sewer Commission ("LWSC"), respectively. If water and sewer commissions are established in other cities in the future, Local Aid payments to those cities will be subject to the intercept. The MWRA has rarely utilized the intercept mechanism for cities and towns in the Authority's territory.

*Massachusetts Clean Water Trust.* The Massachusetts Clean Water Trust, formerly known as the Massachusetts Water Pollution Abatement Trust (the "Trust") makes loans to cities, towns and other units of regional and local government (including, for example, the MWRA, LWSC and the South Essex Sewage District ("SESD")) to finance water and wastewater treatment facilities. The Trust's enabling act contains two Local Aid intercept provisions relative to amounts owed on loans, one governing payments owed to a regional unit of government (such as the MWRA, LWSC and SEDS) by the underlying cities, towns and other entities receiving service from that regional unit and one governing payments by Trust borrowers directly to the Trust. In the former case, the regional entity may certify to the State Treasurer the amount owing to the regional entity, whereupon the State Treasurer must promptly pay to the regional entity any Local Aid distributions otherwise certified to the State Treasurer as payable to the offending city or town until such time as the deficiency has been offset. In the case of the intercept provisions in the Trust's enabling act, Local Aid payments to cities served by water and sewer commissions, such as BWSC and LWSC, are subject to offset. In the latter case, the Trust itself may certify to the State Treasurer the amount of the delinquency, and the State Treasurer must promptly pay to the Trust any Local Aid distributions otherwise payable to the borrowing entity. If the borrowing entity is a regional entity consisting of more than one local entity, and if the Trust determines that the regional borrower's delinquency is attributable to a particular local entity, the Trust may certify to the State Treasurer to have that local entity's Local Aid payments diverted. If the Trust determines that no local entity is in default to the regional borrower, the State Treasurer must pay the Trust and deduct Local Aid payments otherwise payable to all of the underlying local entities constituting the regional entity pro rata. If a local entity is in default both to a regional entity and to the Trust, intercepted Local Aid distributions are to be paid pro rata by the State Treasurer to the regional entity and to the Trust.

There are no provisions in state law governing the priority among these various Local Aid withholding or intercept provisions. However, Assessments are deducted from state Local Aid payments at the end of each month. In the past, Local Aid payments have been advanced to a distressed city or town. State grants to municipalities under the school building assistance program are payable at various times throughout the year. Local payments to the MWRA are payable in four equal installments due on or before

September 15, November 15, March 15 and May 15 of each Fiscal Year, while payments to the Trust are generally due on August 1 and February 1 of each Fiscal Year.

### **Legal Obligations of Assessed Cities and Towns**

Although the mechanism by which a city or town “pays” Assessments is by deduction from Local Aid distributions received from the State Treasurer, payment of Assessments is a legal obligation of each assessed city and town. Under Section 21 and Section 23 of Chapter 59 of the General Laws, local assessors are required to include Assessments in the computation of the local tax rate. Along with debt service, final judgments and certain other specified items, assessments and charges owing to the state must be included in the total amount to be raised by taxation. In practice, the deduction of Local Aid distributions from the amount to be raised by the tax levy masks this requirement, but the obligation of the city or town to raise the money by taxation remains. Proposition 2½ provides that the total taxes assessed within a city or town may not exceed 2.5% of the full and fair cash value of all real estate and personal property in the city or town (the “maximum levy limit”) and further provides that the maximum levy limit may not increase annually by more than 2.5%, with certain exceptions, as more fully described under “Proposition 2½” herein. Currently, the payment of Assessments is effectively shielded from these provisions by virtue of the deduction of such payments from Local Aid distributions. Because Assessments are imposed directly by statute, they must be paid by the assessed city or town whether or not the local property tax rate for that Fiscal Year has been approved and whether or not the local budget for that Fiscal Year has been approved.

As noted above, cities and towns are subject to suit by the State Treasurer for payment of Assessments. Under state law, the payment by a city or town of its Assessment is not limited to a particular fund or revenue source and, as a result, such Assessment constitutes a general obligation of the city or town. The only provisions in state law that provide for priorities among municipal obligations are the provisions for setoffs against state Local Aid payments and the provisions of the Qualified Bond Act. There is no provision in state law for a lien on any portion of the local property tax levy to secure a particular obligation, including assessments, judgments or debt service, in priority to other claims. Cities and towns do have standing authority to borrow to pay final judgments, subject to the general debt limit. Subject to the approval of the state Director of Accounts for judgments above \$10,000, judgments may also be paid from available funds without appropriation and included in the next tax levy unless otherwise provided for.

Under the Enabling Act, the obligation to pay Assessments is not contingent upon the Authority’s provision of specified transportation services to the affected cities and towns. Some assessed cities and towns receive no direct service from the Authority, as was the case under the Prior Act. The validity of the assessments under the Prior Act was upheld by the Supreme Judicial Court in 1965, when the constitutionality of the Prior Act was challenged, and in 1975, when the assessment provisions were challenged by a town that received no direct service. In those decisions and in others involving similar mechanisms for apportioning costs of various public services on groups of communities, the court has acknowledged that cost allocations must be reasonable and may not be arbitrary, but the court has emphasized that the burden imposed upon a particular city or town need not be proportional to the benefits it receives. The court has recognized that “[b]y any measuring and apportioning schemes that can feasibly be administered, only a rough approximation of equality in the distribution of burdens can be had” and has indicated that it would defer to the legislature’s chosen methodology unless it is “arbitrary, despotic or a flagrant misuse of legislative power.”

### **Proposition 2½**

In November 1980, voters in the Commonwealth approved a statewide tax limitation initiative petition, commonly known as Proposition 2½, to constrain levels of property taxation and to limit the charges and fees imposed on cities and towns by certain governmental entities, including county

governments. Proposition 2½ is not a provision of the state constitution and accordingly is subject to amendment or repeal by the legislature. Proposition 2½, as amended to date, limits the property taxes that may be levied by any city or town in any Fiscal Year to the lesser of (i) 2.5% of the full and fair cash valuation of the real estate and personal property therein; and (ii) 2.5% over the previous year's levy limit plus any growth in the tax base from certain new construction and parcel subdivisions. Proposition 2½ also limits any increase in the charges and fees assessed by certain governmental entities, including Assessments, on cities and towns to the sum of (i) 2.5% of the total charges and fees imposed in the preceding Fiscal Year; and (ii) any increase in charges for services customarily provided locally or services obtained by the city or town at its option. The law contains certain override provisions and, in addition, permits debt service on specific bonds and notes and expenditures for identified capital projects to be excluded from the limits by a majority vote at a general or special election. At the time Proposition 2½ was enacted, many cities and towns had property tax levels in excess of the limit and were therefore required to roll back property taxes with a concurrent loss of revenues. Between Fiscal Year 1981 and Fiscal Year 2022, the aggregate property tax levy grew from \$3.347 billion to \$19.764 billion, a compound annual growth rate of 4.43%.

Proposition 2½ allows a community, through voter approval, to override the levy limit of Proposition 2½, or to assess taxes in excess of its levy limit for the payment of certain capital projects (capital outlay expenditure exclusions) and for the payment of specified debt service costs (debt exclusions).

### **Local Aid**

During the 1980s, the Commonwealth increased Local Aid to mitigate the impact of Proposition 2½ on local programs and services. In Fiscal Years 2006 and 2007, 18% and 19.6%, respectively, of the Commonwealth's budgeted spending was allocated to direct Local Aid. Since Fiscal Year 2006 Local Aid expenditures are exclusive of the school building assistance program, which was restructured and moved off budget in Fiscal Year 2006. Local Aid payments to cities, towns and regional school districts take the form of both direct and indirect assistance. Direct Local Aid consists of general revenue sharing funds and specific program funds sent directly to local governments and regional school districts as reported on the "cherry sheet," excluding certain pension funds and nonappropriated funds.

As a result of comprehensive education reform legislation enacted in June 1993, a large portion of general revenue sharing funds is earmarked for public education and is distributed through a formula designed to provide more aid to the Commonwealth's poorer communities. The legislation requires the Commonwealth to distribute aid to ensure that each district reaches at least a minimum level of spending per public education pupil. Since Fiscal Year 2004, the Commonwealth has fully funded the requirements imposed by this legislation in each of the annual budgets. Beginning in Fiscal Year 2007, the legislature implemented a new model for the program which was adjusted to resolve aspects of the formulas that were perceived to be creating inequalities in the aid distribution. The Commonwealth's Fiscal Year 2023 budget included state funding for education aid of \$5.998 billion.

Another component of general revenue sharing is a program entitled Unrestricted General Government Aid which is partially determined using the Fiscal Year 2009 Lottery and Additional Assistance programs. There are also several specific programs funded through direct Local Aid, such as highway construction, school building construction, and police education incentives.

Except for delays in distributions of Local Aid in Fiscal Years 1989 and 1990, the Commonwealth has always paid Local Aid on schedule. In response to a budget deficit in Fiscal Year 1989, the Commonwealth delayed for one month the payment of approximately 10% of Local Aid (excluding amounts applicable to debt service on local government bonds). Local Aid payments which the recipient identified as applicable to debt service on its obligations were paid on time. Similarly, as a result of the

Commonwealth's Fiscal Year 1990 deficit, the Commonwealth deferred \$1.26 billion of Local Aid due June 30, 1990 which was paid in early Fiscal Year 1991.

During Fiscal Year 2003, the Governor of the Commonwealth reduced Local Aid in response to declining revenues of the Commonwealth, pursuant to authority under Chapter 29, Section 9C of the Massachusetts General Laws. In the Fiscal Year 2004 General Appropriations Act, direct Local Aid was reduced by an additional \$288.7 million, or 5.7%. The Fiscal Year 2004 final supplemental appropriations act signed into law on September 17, 2004 appropriated \$75 million in one-time local aid payments to be distributed in Fiscal Year 2005. In Fiscal Year 2009, the Governor again sought authority to expand his powers under Chapter 29, Section 9C and reduced the combined additional assistance and lottery programs by \$128.0 million and later reduced education aid under Chapter 70 of Massachusetts General Laws by \$412 million which was replaced by federal State Fiscal Stabilization Funds.

The Commonwealth's Fiscal Year 2023 budget provides \$7.734 billion in state-funded local aid to municipalities. The budget included state funding for Chapter 70 education aid of \$5.998 billion to municipalities, an aggregate increase of approximately \$642 million over the Fiscal Year 2022 aggregate amount. The Fiscal Year 2023 budget also includes \$1.231 billion for unrestricted general government aid, increased from the Fiscal Year 2022 level. The Local Aid still exceeds the amount of state charges and assessments owed by each city or town required to pay Assessments. See APPENDIX F – "Information Regarding Assessments and Local Aid."

### **CERTAIN INVESTMENT CONSIDERATIONS**

*Investment in the Bonds involves certain risks. The following is a discussion of certain risk factors which should be considered in evaluating the investment suitability of the Bonds. This discussion does not purport to be either comprehensive or definitive. There may be other risks associated with an investment in the Bonds in addition to those set forth herein.*

#### **Impacts of COVID-19**

The outbreak of the COVID-19 global pandemic and the states of emergency, travel bans or restrictions, closure of non-essential businesses, stay at home advisories or mandates, other social distancing measures and other changes in how people live and work have impacted the MBTA.

The Governor of Massachusetts declared a state of emergency in the Commonwealth on March 10, 2020 and instituted a number of emergency measures to address the pandemic. Such state of emergency was lifted in June 2021. In the interim, the Commonwealth phased in re-openings and, commencing in December 2020, instituted vaccination efforts across the state.

The effect of COVID-19 sharply reduced utilization of MBTA services starting in March 2020. The decline in ridership has had significant implications for the MBTA's own source revenues (fares, parking, advertising, etc.) with reductions of fare revenue of almost 80% over pre-COVID levels. Not only has the MBTA suffered lost revenue, it also has incurred greater expenses to cover the costs of protecting employees and customers. As a result of the unexpected variances, the budget deficit in Fiscal Year 2021 would have exceeded \$600 million without the use of emergency federal assistance described below. For the Fiscal Year 2022 budget, excluding one-time federal relief revenue, the deficit would be over \$500 million. In response to the resulting fiscal challenges, the MBTA implemented a number of cost savings initiatives.

The Authority has received substantial federal stimulus funding related to the pandemic, including approximately \$827 million from the 2020 Coronavirus Aid, Relief, and Economic Security (CARES) Act,



approximately \$301 million from the Coronavirus Response and Relief Supplemental Appropriations Act of 2021, and approximately \$860 million from the American Rescue Plan Act of 2021. Such amounts were used, or are expected to be used, in Fiscal Years 2020 through 2024 to pay operating costs to maintain service; to make up for lost revenue due to the COVID-19 pandemic; to purchase personal protective equipment; and to pay administrative leave for operations personnel due to reductions in service and to fund payroll costs for staff staying home on administrative leave.

While the amount of revenues generated from MBTA service has been adversely impacted by the pandemic, the MBTA has continued to receive Assessments and the Dedicated Sales Tax, as required by the Act.

## **Ratings**

As of the date of initial issuance and delivery of the Bonds, the Bonds have been assigned long-term ratings of “AA” with a “stable” outlook, and “Aa3” with a “stable” outlook, by S&P Global Ratings (“S&P”) and Moody’s Investors Service (“Moody’s”) and short-term ratings of “A-1+” and “VMIG 1”, respectively. See “RATINGS” herein. There is no assurance that any rating will be maintained for any given period of time or that it will not be revised downward or withdrawn entirely by either S&P or Moody’s if, in its judgment, circumstances so warrant. The Authority undertakes no responsibility to oppose any such revision or withdrawal.

## **Tax Exempt Status of the Bonds**

Any exclusion from gross income for federal income tax purposes of the interest on the Bonds is dependent upon, among other things, the accuracy of the certifications of the Authority contained in the certificate as to tax matters to be executed on the date of issuance of the Bonds (the “Tax Certificate”) and compliance with certain restrictions regarding investment of the proceeds of the Bonds, use of the assets financed or refinanced with the proceeds of the Bonds and continuing compliance by the Authority with the Tax Certificate. Failure of the Authority to comply with the terms and conditions of the Assessment Bond Trust Agreement, the Tax Certificate and other documents or any inaccuracy of the certifications of the Authority in the Tax Certificate may result in the loss of the tax-exempt status of the interest on Bonds retroactive to the date of issuance of the Bonds. See “TAX EXEMPTION” herein.

There is no obligation to redeem the Bonds if interest on the Bonds becomes includable in gross income for federal income tax purposes. If interest on the Bonds should become included in gross income for federal income tax purposes, the market for and value of the Bonds would be adversely affected.

Moreover, there can be no assurance that the present advantageous provisions of the hereinafter defined Code, or the rules and regulations thereunder, will not be retroactively adversely amended or modified, thereby resulting in the inclusion in gross income of the interest on the Bonds for federal income tax purposes or otherwise eliminating or reducing the benefits of the present advantageous tax treatment of the Bonds. While no such legislation has been adopted, there can be no assurance that Congress would not adopt legislation applicable to the Bonds or the Authority and that the Authority would be able to comply with any such future legislation in a manner necessary to maintain the tax-exempt status of the Bonds.

## **No Debt Service Reserve Fund**

There is no Debt Service Reserve Fund securing the Bonds.

## **LEGAL INVESTMENTS AND SECURITY FOR DEPOSITS**

Under the Enabling Act, the Bonds are made securities in which all public officers and public bodies of the Commonwealth and its political subdivisions, all insurance companies, trust companies, banking associations, savings banks, cooperative banks, investment companies, executors, trustees and other fiduciaries, and all other persons whatsoever who are now or may hereafter be authorized to invest in bonds or notes or other obligations of a similar nature may properly and legally invest funds, including capital, deposits or other funds in their control or belonging to them. The Bonds are thereby made securities which may properly and legally be deposited with and received by any state or municipal officer or any agency or political subdivision of the Commonwealth for any purpose for which the deposit of bonds or other obligations of the Commonwealth now or may hereafter be authorized by law.

### **LITIGATION**

The Authority is engaged in numerous matters of routine litigation. These matters include tort and other claims where the Authority's liability is in whole or in part self-insured. These matters are not reasonably expected to require amounts to be paid by the Authority which in the aggregate would be material to the financial information contained herein. Other cases and claims include disputes with contractors and others, arising out of the Authority's capital investment program. Any amounts reasonably expected to be paid by the Authority would be within the scope of grant funds and other moneys available to the Authority for the respective projects.

### **LEGISLATION**

Legislation relating to the Authority is periodically filed in the state legislature. Such bills are subject to the legislative process and no prediction can be made as to whether or not such bills will be enacted into law.

Under the Massachusetts constitution, legislation also may be enacted in the Commonwealth pursuant to a voter initiative process. Initiative petitions which have been certified by the Attorney General of the Commonwealth as to proper form and as to which the requisite number of voter signatures has been collected are submitted to the Legislature for consideration. If the legislature fails to enact the measure into law as submitted, the petitioner may place the initiative on the ballot for the next statewide general election by collecting additional voter signatures. If approved by a majority of the voters at the general election, the petition becomes law 30 days after the date of the election. Initiative petitions so approved by the voters do not constitute constitutional amendments and may be subsequently amended or repealed by the legislature. The Authority cannot predict whether initial petitions relating to or affecting the Authority will be commenced in the future and, if commenced, whether any will become law.

Any such legislation enacted or any law effected by the initiative petition process subsequent to the issuance of the Bonds would, in the opinion of Bond Counsel, with respect to the Bonds be subject to the provisions of the federal and Commonwealth constitutions prohibiting any law impairing the obligation of contracts and therefore could not unconstitutionally impair the contract of the owners of the Bonds.

### **TAX EXEMPTION**

Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., bond counsel to the Authority ("Bond Counsel") is of the opinion that, under existing law, interest on the Bonds will not be included in the gross income of holders of such Bonds for federal income tax purposes. Bond Counsel's opinion is expressly conditioned upon continued compliance by the Authority with certain requirements imposed by the Internal Revenue Code of 1986, as amended (the "Code"), which requirements must be satisfied subsequent to the

date of issuance of the Bonds in order to ensure that the interest on the Bonds is and continues to be excludable from the gross income of the holders of the Bonds for federal income tax purposes. In particular, and without limitation, these requirements include restrictions on the use, expenditure and investment of Bond proceeds and the payment of rebate, or penalties in lieu of rebate, to the United States, subject to certain exceptions. The Authority has provided certifications and covenants as to its continued compliance with such requirements. Failure to so comply could cause the interest on the Bonds to be included in the gross income of the holders thereof retroactive to the date of issuance of the Bonds.

In the opinion of Bond Counsel, under existing law, interest on the Bonds will not constitute a specific preference item for purposes of computation of the federal individual alternative minimum tax. Bond Counsel observes that, for tax years beginning after December 31, 2022, interest on the Bonds included in the adjusted financial statement income of certain corporations is not excluded from computation of the federal corporate alternative minimum tax. Bond Counsel has not opined as to any other matters of federal tax law relating to the Bonds. However, prospective purchasers should be aware that certain collateral consequences may result under federal tax law for certain holders of the Bonds, including but not limited to the requirement that recipients of certain Social Security and railroad retirement benefits take into account receipts or accruals of interest on the Bonds in determining gross income. The nature and extent of these consequences depends on the particular tax status of the holder and the holder's other items of income or deduction. Holders should consult their own tax advisors with respect to such matters.

Interest paid on tax exempt obligations such as the Bonds is generally required to be reported by payors to the Internal Revenue Service ("IRS") and to recipients in the same manner as interest on taxable obligations. In addition, such interest may be subject to "backup withholding" if the Bondholder fails to provide the information required on IRS Form W-9, Request for Taxpayer Identification Number and Certification, as ordinarily would be provided in connection with establishment of a brokerage account, or the IRS has specifically identified the Bondholder as being subject to backup withholding because of prior underreporting. Neither the information reporting requirement nor the backup withholding requirement affects the excludability of interest on the Bonds from gross income for federal tax purposes.

In the opinion of Bond Counsel, interest on the Bonds and any profit made on the sale thereof are exempt from Massachusetts personal income taxes and the Bonds are exempt from Massachusetts personal property taxes. Bond Counsel has not opined as to the other Massachusetts tax consequences resulting from holding the Bonds. However, prospective purchasers should be aware that the Bonds are included in the measure of Massachusetts estate and inheritance taxes, and the Bonds and the interest thereon are included in the measure of Massachusetts corporate excise and franchise taxes. Bond Counsel has not opined as to the taxability of the Bonds or the income therefrom under the laws of any state other than Massachusetts.

Bond Counsel has not undertaken to advise in the future whether any events after the date of issuance of the Bonds, including legislation, court decisions, or administrative actions, whether at the federal or state level, may affect the tax exempt status of interest on the Bonds or the tax consequences of ownership of the Bonds. No assurance can be given that future legislation, if enacted into law, will not contain provisions which could directly or indirectly reduce or eliminate the benefit of the exclusion of the interest on the Bonds from gross income for federal income tax purposes or any state tax benefit. Tax reform proposals and deficit reduction measures, including but not limited to proposals to reduce the benefit of the interest exclusion from income for certain holders of tax exempt bonds, including bonds issued prior to the proposed effective date of the applicable legislation, and other proposals to limit federal tax expenditures, have been and are expected to be under ongoing consideration by the United States Congress. These proposed changes could affect the market value or marketability of the Bonds, and, if enacted into law, could also affect the tax treatment of all or a portion of the interest on the Bonds for some or all holders. Holders should consult their own tax advisors with respect to any of the foregoing tax consequences.

On the date of delivery of the Bonds, the original purchasers of the Bonds will be furnished with an opinion of Bond Counsel substantially in the form shown in Appendix D – “Proposed Form of Opinion of Bond Counsel.”

## **RATINGS**

The Bonds have been assigned long-term ratings of “AA” with a “stable” outlook, and “Aa3” with a “stable” outlook and short-term ratings of “A-1+” and “VMIG 1”, by S&P and Moody’s, respectively.

Such ratings reflect only the respective views of such organizations, and an explanation of the significance of such ratings may be obtained from the rating agency furnishing the same. There is no assurance that a rating will continue for any given period of time or that a rating will not be revised or withdrawn entirely by any or all of such rating agencies, if, in its or their judgment, circumstances so warrant. Any downward revision or withdrawal of a rating could have an adverse effect on the market prices of the Bonds.

## **CERTAIN LEGAL MATTERS**

Legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approval of Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., Boston, Massachusetts, Bond Counsel. The approving opinion of Bond Counsel in substantially the form attached hereto as Appendix D will be delivered with the Bonds. Certain legal matters will be passed upon for the Underwriter by Nutter, McClennen & Fish, LLP, Boston, Massachusetts, and for the Bank by Adler Pollock & Sheehan, P.C., Boston, Massachusetts.

## **UNDERWRITING**

The Underwriter has agreed, subject to certain conditions, to purchase from the Authority the Bonds for a fee equal to \$95,000. The obligation of the Underwriter to accept delivery of the Bonds is subject to the terms and conditions set forth in the bond purchase agreement, the approval of legal matters by counsel and other conditions.

Wells Fargo Corporate & Investment Banking (which may be referred to elsewhere as “CIB,” “Wells Fargo Securities” or “WFS”) is the trade name used for the corporate banking, capital markets and investment banking services of Wells Fargo & Company and its subsidiaries, including Wells Fargo Bank, National Association (“WFBNA”), a member of the National Futures Association, which conducts its municipal securities sales, trading and underwriting operations through the Wells Fargo Bank, NA Municipal Finance Group, a separately identifiable department of WFBNA, registered with the U.S. Securities and Exchange Commission as a municipal securities dealer pursuant to Section 15B(a) of the Securities Exchange Act of 1934.

WFBNA, acting through its Municipal Finance Group, the Underwriter of the Bonds, has entered into an agreement (the “WFA Distribution Agreement”) with its affiliate, Wells Fargo Clearing Services, LLC (which uses the trade name “Wells Fargo Advisors”) (“WFA”), for the distribution of certain municipal securities offerings, including the Bonds. Pursuant to the WFA Distribution Agreement, WFBNA will share a portion of its underwriting compensation with respect to the Bonds with WFA. WFBNA has also entered into an agreement (the “WFSLLC Distribution Agreement”) with its affiliate Wells Fargo Securities, LLC (“WFSLLC”), for the distribution of municipal securities offerings, including the Bonds. Pursuant to the WFSLLC Distribution Agreement, WFBNA pays a portion of WFSLLC’s expenses based on its municipal securities transactions. WFBNA, WFSLLC, and WFA are each wholly-owned subsidiaries of Wells Fargo & Company.

WFBNA is serving as both underwriter and Remarketing Agent for the Bonds and will be compensated separately for serving in each capacity.

### **CONTINUING DISCLOSURE**

In order to assist the original purchasers in complying with Rule 15c2-12(b)(5), the Authority will enter into a Continuing Disclosure Agreement with U.S. Bank Trust Company, National Association, as dissemination agent, for the benefit of owners of the Bonds setting forth the undertaking of the Authority regarding continuing disclosure with respect to the Bonds. The proposed Continuing Disclosure Undertaking is set forth in Appendix E.

### **FINANCIAL ADVISOR**

Public Resources Advisory Group, Inc. (“PRAG”) serves as financial advisor to the Authority for debt management and other financial matters. PRAG has acted as independent financial advisor to the Authority with respect to the Bonds. PRAG is not obligated to undertake, and has not undertaken, either to make an independent verification of or to assume responsibility for, the accuracy, completeness, or fairness of the information contained in this Official Statement and the appendices hereto. PRAG is an independent financial advisory firm and is not engaged in the business of underwriting, trading or distributing securities.

### **MISCELLANEOUS**

The summaries of the provisions of the Enabling Act, the Bonds, the Sales Tax Bond Trust Agreement and the Assessment Bond Trust Agreement contained herein do not purport to be complete and are made subject to the detailed provisions thereof to which reference is hereby made. Copies of the Enabling Act, the form of the Bonds, the Sales Tax Bond Trust Agreement and the Assessment Bond Trust Agreement are available for inspection at the offices of the Authority and the Trustee.

Information relating to DTC and the book-entry system described under the heading “BOOK-ENTRY ONLY SYSTEM” has been furnished by DTC. Neither the Authority nor the Underwriter makes any representations or warranties whatsoever with respect to such information.

U.S. Bank Trust Company, National Association by acceptance of its duties as Trustee under the Sales Tax Bond Trust Agreement has not reviewed this Official Statement and makes no representations as to the information contained herein, including but not limited to, any representations as to the use of the proceeds of the Bonds or related activities.

The execution and delivery of this Official Statement has been duly authorized by the Authority.

MASSACHUSETTS BAY TRANSPORTATION AUTHORITY

By: */s/ Patrick F. Landers, III*  
Treasurer

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## SUMMARY OF CERTAIN PROVISIONS OF THE SALES TAX BOND TRUST AGREEMENT

*The following is a summary of certain provisions of the Sales Tax Bond Trust Agreement including certain terms used in the Sales Tax Bond Trust Agreement not used elsewhere in this Official Statement. This summary does not purport to be complete and reference is made to the Sales Tax Bond Trust Agreement for full and complete statements of its terms and provisions.*

### **Definitions**

The following are definitions in summary form of certain terms contained in the Sales Tax Bond Trust Agreement:

*Account or Accounts* shall mean each account or all of the accounts established by or pursuant to the Sales Tax Bond Trust Agreement.

*Acceptable Credit Rating* means, with respect to any Person, the rating of its unsecured, senior long-term indebtedness (or, if such Person has no such rating, then its issuer rating or corporate credit rating) is no lower than (a) at the time such Person executes, delivers or issues a Qualified Hedge or a Credit Facility, 'A+', 'A1' or the equivalent rating from at least one (1) Nationally Recognized Rating Agency that provides a rating on such Person's unsecured, senior long-term indebtedness or that provides an issuer rating or corporate credit rating for such Person, as applicable; and (b) at any time thereafter, 'A', 'A2' or the equivalent rating from each Nationally Recognized Rating Agency that provides a rating on such Person's unsecured, senior long-term indebtedness or that provides an issuer rating or corporate credit rating for such Person, as applicable. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Accreted Value* shall mean with respect to any Capital Appreciation Bond (i) as of any Valuation Date, the amount set forth in the applicable Supplemental Trust Agreement and (ii) as of any date other than a Valuation Date, the sum of (a) the Accreted Value on the preceding Valuation Date and (b) the product of (1) a fraction, the numerator of which is the number of days having elapsed from the preceding Valuation Date and the denominator of which is the number of days from such preceding Valuation Date to the next succeeding Valuation Date and (2) the difference between the Accreted Values for such Valuation Dates. For purposes of this definition, the number of days having elapsed from the preceding Valuation Date and the number of days from the preceding Valuation Date to the next succeeding Valuation Date shall be calculated on the basis of a three hundred sixty (360) day year of twelve (12) thirty (30) day months.

*Act* shall mean Chapter 161A of the Massachusetts General Laws, as from time to time in effect.

*Aggregate Debt Service* for any period shall mean, as of any date of calculation, the sum of the amounts of Debt Service for such period with respect to all Outstanding Senior Sales Tax Bonds and all Outstanding Subordinated Sales Tax Bonds, provided, however, that for purposes of estimating Aggregate Debt Service for any future period, (i) any Variable Interest Rate Bonds shall be deemed to bear at all times (for which the interest rate is not yet determined) to the maturity thereof the Estimated Average Interest Rate applicable thereto; and (ii) any Put Bonds Outstanding during such period shall be assumed to mature on the stated maturity date thereof, unless the Credit Facility or Liquidity Facility securing such Put Bonds expires within three months or less of the date of calculation and has not been renewed or replaced in which case such Put Bonds shall be assumed to mature on the expiration date of such Credit Facility or Liquidity Facility. For purposes of this definition, the principal and interest portions of the Accreted Value of any Capital Appreciation Bonds becoming due at maturity or by virtue of a Sinking Fund Installment and the principal and interest portions of the Appreciated Value of any

Deferred Income Bonds becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments only during the year such amounts become due for payment unless otherwise provided in the Supplemental Trust Agreement authorizing Sales Tax Bonds which are Capital Appreciation Bonds or Deferred Income Bonds, as the case may be.

*Alternate Revenues* shall mean any revenues of the Authority (other than the Dedicated Sales Tax) legally available and pledged by resolution of the Authority for its obligations under the Sales Tax Bond Trust Agreement and deposited to the Pledged Revenue Fund, provided that (i) if such Alternate Revenues are to be received from the United States of America or the Commonwealth, they must automatically recur without appropriation, approval or other similar action for so long as the Authority is relying thereon for the purpose of issuing Sales Tax Bonds or they constitute a general obligation of the Commonwealth and the manner of determining the amounts to be derived therefrom must not be subject to change or revision during such period, (ii) such Alternate Revenues consist of obligations with a rating by each Rating Agency in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds or (iii) the Authority has received a written confirmation from each Rating Agency that its unenhanced, published rating of Outstanding Sales Tax Bonds will not be adversely affected by the designation of such revenues as Alternate Revenues.

*Amortized Value*, when used with respect to Investment Obligations purchased at a premium above or a discount below par, shall mean the value as of any given time obtained by dividing the total premium or discount at which such Investment Obligation was purchased by the number of days remaining to maturity on such Investment Obligation at the date of such purchase and by multiplying the amount thus calculated by the number of days having passed since such purchase, and (1) in the case of an Investment Obligation purchased at a premium by deducting the product thus obtained from the purchase price, and (2) in the case of an Investment Obligation purchased at a discount by adding the product thus obtained to the purchased price.

*Appreciated Value* shall mean with respect to any Deferred Income Bond (i) as of any Valuation Date, the amount set forth for such date in the Supplemental Trust Agreement authorizing such Deferred Income Bond, (ii) as of any date prior to the Interest Commencement Date, other than a Valuation Date, the sum of (a) the Appreciated Value on the preceding Valuation Date and (b) the product of (1) a fraction, the numerator of which is the number of days having elapsed from the preceding Valuation Date and the denominator of which is the number of days from such preceding Valuation Date to the next succeeding Valuation Date and (2) the difference between the Appreciated Values for such Valuation Dates, and (iii) as of any date on and after the Interest Commencement Date, the Appreciated Value on the Interest Commencement Date. For purposes of this definition, the number of days having elapsed from the preceding Valuation Date shall be calculated on the basis of a three hundred sixty (360) day year of twelve (12) thirty (30) day months.

*Assessment Bonds* shall mean any bond or bonds and any bond anticipation note authenticated and delivered under the Assessment Bond Trust Agreement.

*Assessment Bond Trust Agreement* shall mean the Massachusetts Bay Transportation Authority Assessment Bond Trust Agreement, dated as of July 1, 2000, as amended and restated as of April 1, 2022, by and between the Authority and U.S. Bank Trust Company, National Association, as successor trustee, as further amended and restated as of from time to time.

*Assessment Floor Amount* shall mean the amount below which the amount assessed on cities and towns pursuant to the Act shall not be reduced in accordance with Section 35T.



*Assessments* shall have the meaning provided in the recitals to the Sales Tax Bond Trust Agreement.

*Authority* shall have the meaning provided in the first paragraph of the Sales Tax Bond Trust Agreement.

*Authorized Newspaper* shall mean The Bond Buyer or a newspaper customarily published at least once a day for at least five days (other than legal holidays) in each week, printed in the English language and of general circulation in the City or in the Borough of Manhattan, City and State of New York.

*Authorized Officer* shall mean the General Manager, the Chief Financial Officer, the Director of Financial Planning, the Treasurer-Controller or the General Counsel of the Authority, and when used with reference to an act or document of the Authority also means any other person authorized by resolution of the Authority to perform the act or sign the document in question.

*Bank Bonds* shall mean any Sales Tax Bonds issued to or acquired or held by any bank, insurance company or other provider of credit and/or liquidity support or any designee thereof for any Sales Tax Bonds or for any Bond Anticipation Notes as evidence of the obligations of the Authority arising under any letter of credit, revolving credit agreement, insurance policy, reimbursement agreement or any other agreement, instrument or document relating to such credit and/or liquidity support; provided, however, that Bank Bonds do not include any Sales Tax Bonds issued to or held by any such party or its designee in any other capacity.

*Bankruptcy Related Event* means, with respect to any Person,

(a) an involuntary proceeding shall be commenced or an involuntary petition shall be filed seeking (i) liquidation, reorganization or other relief in respect of such Person or any of its debts, or of a substantial part of the assets thereof, under any Insolvency Laws, or (ii) the appointment of a receiver, trustee, liquidator, custodian, sequestrator, conservator or similar official for such Person or for a substantial part of the assets thereof and, in any case referred to in the foregoing subclauses (i) and (ii), such proceeding or petition shall continue undismissed for sixty (60) days or an order or decree approving or ordering any of the foregoing shall be entered;

(b) such Person shall (i) apply for or consent to the appointment of a receiver, trustee, liquidator, custodian, sequestrator, conservator or similar official therefor or for a substantial part of the assets thereof, (ii) generally not be paying its debts as they become due unless such debts are the subject of a bona fide dispute, or become unable to pay its debts generally as they become due, (iii) solely with respect to the Authority, fail to make two (2) consecutive payments of RRIF Debt Service (as defined in the Loan Agreement) in accordance with the provisions of the Section 9 of the Loan Agreement (Payment of Principal and Interest), (iv) make a general assignment for the benefit of creditors, (v) consent to the institution of, or fail to contest in a timely and appropriate manner, any proceeding or petition with respect to it described in clause (a) of this definition, (vi) commence a voluntary proceeding under any Insolvency Law, or file a voluntary petition seeking liquidation, reorganization, an arrangement with creditors or an order for relief under any Insolvency Law, (vii) file an answer admitting the material allegations of a petition filed against it in any proceeding referred to in the foregoing subclauses (i) through (vi), inclusive, of this clause (b), or (viii) take any action for the purpose of effecting any of the foregoing, including seeking approval or legislative enactment by any Governmental Authority to authorize commencement of a voluntary proceeding under any Insolvency Law; or

(c) solely with respect to the Authority, the Trustee shall transfer, pursuant to directions issued by the Bondholders, funds on deposit in any of the Pledged Sales Tax Accounts upon the occurrence and

during the continuation of an Event of Default for application to the prepayment or repayment of any principal amount of the Bonds other than in accordance with the provisions of the Trust Agreement.  
*[Definition to remain so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Base Revenue Floor Amount* shall mean (as of the date of computation) the base revenue amount (as defined in Section 35T), as most recently certified by the Comptroller of the Commonwealth in accordance with Section 35T.

*Bond Anticipation Note* shall mean a note issued pursuant to the Sales Tax Bond Trust Agreement.

*Bond Counsel* shall mean Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C. or any other lawyer or firm of lawyers nationally recognized in the field of municipal finance and satisfactory to the Authority.

*Bondowner or Owner, or Owner of Sales Tax Bonds*, or any similar terms, shall mean any person who shall be the registered owner of any Outstanding Sales Tax Bond or Bonds.

*Bond Proceeds Fund* shall mean the Fund by that name established by the Sales Tax Bond Trust Agreement.

*Business Day* shall mean any day that is not a Saturday, Sunday or legal holiday in the Commonwealth or a day on which banks in the City are authorized or required by law or executive order to close.

*Capital Appreciation Bond* shall mean any Sales Tax Bond as to which interest is payable only at the maturity or prior redemption of such Sales Tax Bond. For the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation Bond is redeemed prior to maturity or (ii) computing the principal amount of Sales Tax Bonds held by the registered owner of a Capital Appreciation Bond in giving to the Authority or the Trustee any notice, consent, request, or demand pursuant to the Sales Tax Bond Trust Agreement for any purpose whatsoever, unless otherwise provided in the Supplemental Trust Agreement authorizing Sales Tax Bonds which are Capital Appreciation Bonds, the principal amount of a Capital Appreciation Bond shall be deemed to be its Accreted Value.

*Capital Maintenance Fund* shall mean the fund of such name created and held by the Authority pursuant to Authority resolution, which fund shall be used to pay a portion of the ongoing schedule of maintaining the equipment and mass transportation facilities of the Authority.

*City* shall mean the City of Boston in the Commonwealth.

*Code* shall mean the Internal Revenue Code of 1986, as amended to the date of adoption of the Sales Tax Bond Trust Agreement, unless a later day shall be specified in a Supplemental Trust Agreement to be applicable to one or more Series of Sales Tax Bonds, and the applicable regulations thereunder, and any reference in the Sales Tax Bond Trust Agreement to any section thereof shall, to the extent the provisions of the Internal Revenue Code of 1986, as amended to the date of adoption of the Sales Tax Bond Trust Agreement, unless a later date shall be specified in a Supplemental Trust Agreement to be applicable to one or more Series of Sales Tax Bonds, are included in a successor code or in an equivalent section or sections of such a successor code, be deemed to include such successor code and the equivalent section or sections of such successor code and the applicable regulations thereunder.

*Combined Net Debt Service* shall mean Subordinated Net Debt Service plus Senior Net Debt Service.

*Commonwealth* shall mean The Commonwealth of Massachusetts.

*Counsel's Opinion or Opinion of Counsel* shall mean an opinion signed by Bond Counsel or an attorney or firm of attorneys of recognized standing (who may be counsel to the Authority) selected by the Authority.

*Credit Facility* shall mean an irrevocable letter of credit, surety bond, loan agreement, Standby Purchase Agreement or other agreement, facility or insurance or guaranty arrangement issued or extended by a Qualified Institution, pursuant to which the Authority is entitled to obtain moneys to pay the principal, purchase price or Redemption Price of Sales Tax Bonds due in accordance with their terms or tendered for purchase or redemption, plus accrued interest thereon to the date of payment, purchase or redemption thereof, in accordance with the Sales Tax Bond Trust Agreement, whether or not the Authority is in default under the Sales Tax Bond Trust Agreement.

*Debt Service* for any period shall mean, as of any date of calculation and with respect to the Outstanding Sales Tax Bonds of any Series, an amount equal to the sum of (i) interest accruing during such period on Outstanding Sales Tax Bonds of such Series and (ii) that portion of each Principal Installment for such Series which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the next preceding Principal Installment due date for such Series or, if (a) there shall be no such preceding Principal Installment due date or (b) such preceding Principal Installment due date is more than one year prior to the due date of such Principal Installment, then, from a date one year preceding the due date of such Principal Installment or from the date of issuance of the Sales Tax Bonds of such Series, whichever date is later. Such interest and Principal Installments for such Series shall be calculated on the assumption that (1) no Sales Tax Bonds (except for Put Bonds actually tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof) of such Series Outstanding at the date of calculation will cease to be Outstanding except by reason of the payment of each Principal Installment on the due date thereof and (2) the principal amount of Put Bonds tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof shall be deemed to accrue on the date required to be paid pursuant to such tender. For purposes of this definition, the principal and interest portions of the Accreted Value of a Capital Appreciation Bond and the Appreciated Value of a Deferred Income Bond becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments only during the year such amounts become due for payment unless otherwise provided in the applicable Supplemental Trust Agreement. Debt Service on Senior Sales Tax Bonds and Subordinated Sales Tax Bonds with respect to which there is a Qualified Hedge Agreement shall be calculated consistent with the Sales Tax Bond Trust Agreement. Debt Service shall include costs of Credit Facilities and Liquidity Facilities and reimbursement to Providers of Credit Enhancement, in each case if and to the extent payable from the applicable Debt Service Fund. Debt Service on Bond Anticipation Notes shall not include any Principal Installments thereon. With respect to any Variable Interest Rate Bonds, for purposes of calculating Debt Service hereunder, such Variable Interest Rate Bonds shall be deemed to bear interest at the Estimated Average Interest Rate.

*Dedicated Payments* shall mean any revenues of the Authority which are not Pledged Revenues, as defined in the Trust Agreement as initially entered into, which the Authority subsequently pledges as additional security for its payment obligations on the Sales Tax Bonds pursuant to a resolution of the Authority and which are specifically designated as Dedicated Payments by the Authority in accordance with the limitations of the Sales Tax Bond Trust Agreement and, accordingly, are to be deposited in the Senior Debt Service Fund or the Subordinated Debt Service Fund upon receipt.

*Dedicated Sales Tax* shall have the meaning provided in the Recitals to the Sales Tax Bond Trust Agreement.

*Deferred Income Bond* shall mean any Sales Tax Bond (i) as to which interest accruing thereon prior to the Interest Commencement Date of such Sales Tax Bond is (a) compounded on each Valuation Date for such Deferred Income Bond and (b) payable only at the maturity or prior redemption of such Sales Tax Bonds and (ii) as to which interest accruing after the Interest Commencement Date is payable on the first interest payment date immediately succeeding the Interest Commencement Date and periodically thereafter on the dates set forth in the Supplemental Trust Agreement authorizing such Deferred Income Bond. For the purposes of (i) receiving payment of the Redemption Price if a Deferred Income Bond is redeemed prior to maturity or (ii) computing the principal amount of Sales Tax Bonds held by the registered owner of a Deferred Income Bond in giving to the Authority or the Trustee any notice, consent, request, or demand pursuant to the Sales Tax Bond Trust Agreement for any purposes whatsoever, unless otherwise provided in the Supplemental Trust Agreement authorizing such Deferred Income Bond, the principal amount of a Deferred Income Bond shall be deemed to be its Appreciated Value.

*Deficiency Fund* shall mean the fund by such name created and held by the Authority pursuant to Authority resolution, which fund may be used to pay debt service on Authority bonds, notes and other obligations and other expenses of the Authority.

*Estimated Average Interest Rate* means, as to any Variable Interest Rate Bond and as of any date of calculation, the “25-year revenue bond index” most recently published in The Bond Buyer or, if such index is no longer published, such other substantially comparable index as determined by the Authority; provided that, to the extent the then-current public rating of the Senior Sales Tax Bonds from any Rating Agency is lower than the third highest rating category (without regard to gradations such as “plus” or “minus” or numerical modifiers of such categories) conferred by such Rating Agency, for all purposes hereunder, the Estimated Average Interest Rate will be deemed to equal the maximum rate of interest permitted to apply to indebtedness incurred by the Authority under applicable law. *[Proviso effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Fiduciary or Fiduciaries* shall mean the Trustee, any Paying Agent, or any or all of them, as may be appropriate.

*Fiscal Year* shall mean that period beginning on the first day of July of any year and ending on the last day of June of the subsequent year or, at the option of the Authority, any other period of twelve consecutive calendar months selected by the Authority in a written instrument delivered to the Trustee as the Fiscal Year of the Authority.

*Fund or Funds* shall mean each fund or all of the funds established by the Sales Tax Bond Trust Agreement, as the case may be.

*General Fund Expenses* shall mean, to the extent such expenses shall not have been otherwise provided for, (i) the net costs (including, in certain circumstances, termination payments or fees) of any Hedge Agreements payable from the General Fund pursuant to and in accordance with Section 104 of the Trust Agreement and (ii) and any other costs approved by the Board of Directors of the Authority. *[Fourth Supplemental Trust Agreement]*

*General Fund Indebtedness* shall mean any bond, note or other evidence of indebtedness issued by the Authority in accordance with Section 206 of the Trust Agreement which is secured by or payable from the Revenues and other amounts on deposit from time to time in the General Fund, provided that any such pledge shall not be prior or equal to the pledge thereof made hereby for the benefit of the

provider of any surety bond, insurance policy, letter of credit or other similar obligation held on the Senior Debt Service Reserve Fund. *[Fourth Supplemental Trust Agreement]*

*Government Obligations* means (a) direct obligations of, or obligations on which the timely payment of principal and interest are fully and unconditionally guaranteed by, the Government, (b) bonds, debentures or notes issued by any of the following federal agencies: Banks for Cooperatives, Federal Intermediate Credit Banks, Federal Home Loan Banks, Export-Import Bank of the United States, Government National Mortgage Association or Federal Land Banks, (c) obligations issued or guaranteed by a Person Controlled or supervised by and acting as an instrumentality of the Government pursuant to authority granted by the Congress, and (d) evidences of ownership of proportionate interests in future interest or principal payments on obligations specified in clauses (a), (b) and (c) of this definition held by a bank or trust company as custodian and which underlying obligations are not available to satisfy any claim of the custodian or any Person claiming through the custodian or to whom the custodian may be obligated, in each case. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Governmental Authority* means any federal, state, provincial, county, city, town, village, municipal or other government or governmental department, commission, council, court, board, bureau, agency, authority or instrumentality (whether executive, legislative, judicial, administrative or regulatory), of or within the United States of America or its territories or possessions, including the Commonwealth and its counties and municipalities, and their respective courts, agencies, instrumentalities and regulatory bodies, or any entity that acts “on behalf of” any of the foregoing, whether as an agency or authority of such body. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Hedge Agreement* shall mean a payment exchange agreement, swap agreement, forward purchase agreement or any other hedge agreement entered into by the Authority providing for payments between the parties based on levels of, or changes in interest rates, stock or other indices or contracts to exchange cash flows or a series of payments or contracts, including without limitation, interest rate floors, or caps, options, puts or calls, which allows the Authority to manage or hedge payment, rate, spread or similar risk with respect to any Series of Sales Tax Bonds.

*Historic Dedicated Sales Tax Revenue Amount* shall mean (as of any date of computation) the dedicated sales tax revenue amount, as defined in Section 35T, for any consecutive 12 of the last 24 months, as determined by an Authorized Officer.

*Indebtedness* shall mean Sales Tax Bonds or Bond Anticipation Notes.

*Insolvency Laws* means the United States Bankruptcy Code, 11 U.S.C. § 101 et seq., as from time to time amended and in effect, and any state bankruptcy, insolvency, receivership, conservatorship or similar law now or hereafter in effect. *[Definition to remain so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Interest Commencement Date* shall mean, with respect to any particular Deferred Income Bond, the date prior to the maturity date thereof specified in the Supplemental Trust Agreement authorizing such Deferred Income Bond after which interest accruing on such Sales Tax Bond shall be payable on the first interest payment date immediately succeeding such Interest Commencement Date and periodically thereafter on the dates specified in the Supplemental Trust Agreement authorizing such Deferred Income Bond.

*Investment Agreement* shall mean an agreement for the investment of moneys with, or unconditionally guaranteed by, a Qualified Institution but shall not mean an obligation of the type described in clause (x) of the definition of Investment Obligation herein.

*Investment Income* shall mean income from Investment Obligations held in the Funds and Accounts established under the Sales Tax Bond Trust Agreement, other than (i) if so determined in a Supplemental Trust Agreement authorizing the issuance of a Series of Sales Tax Bonds, with respect to such Sales Tax Bonds, income from Investment Obligations purchased from the proceeds of such Sales Tax Bonds held in the Bond Proceeds Fund and (ii) income from Investment Obligations held in the Rebate Fund.

*Investment Obligation* shall mean and include any of the following securities, to the extent investment in such securities by the Authority is authorized under applicable law:

(i) a bond or other obligation which as to principal and interest constitutes a direct obligation of, or is unconditionally guaranteed by, the United States of America, including an obligation of any of the Federal Agencies described in clause (iv) below to the extent unconditionally guaranteed by the United States of America;

(ii) a bond or other obligation of any state of the United States of America or of any agency, instrumentality or local governmental unit of any such state (a) which is not callable prior to maturity or as to which irrevocable instructions have been given to the trustee of such bond or other obligation by the obligor to give due notice of redemption and to call such bond or other obligation for redemption on the date or dates specified in such instructions, (b) which is secured as to principal and interest and redemption premium, if any, by a fund consisting only of cash or bonds or other obligations of the character described in clause (i) hereof which fund may be applied only to the payment of such principal of and interest and redemption premium, if any, on such bond or other obligation on the maturity date thereof or the redemption date specified in the irrevocable instructions referred to in subclause (a) of this clause (ii), as appropriate, and (c) as to which the principal of and interest on the bonds and obligations of the character described in clause (i) hereof which have been deposited in such fund, together with any cash on deposit in such fund are sufficient to pay principal of and interest and redemption premium, if any, on the bond or other obligation described in this clause (ii) on the maturity date thereof or on the redemption date specified in the irrevocable instructions referred to in subclause (a) of this clause (ii), as appropriate;

(iii) general obligations of the Commonwealth or obligations unconditionally guaranteed by the Commonwealth;

(iv) a bond, debenture, or other evidence of indebtedness issued or guaranteed at the time of the investment by the Student Loan Marketing Association, Federal National Mortgage Association, Federal Land Banks, Federal Intermediate Credit Banks, Banks for Cooperatives, Federal Home Loan Banks, the Tennessee Valley Authority, the United States Postal Service, Federal Farm Credit System Obligations, the Export Import Bank, the World Bank, the International Bank for Reconstruction and Developments, the Federal Home Loan Mortgage Corporation, the Resolution Funding Corporation, the U.S. Agency for International Development and the Inter-American Development Bank or any other agency or corporation which has been or may hereafter be created pursuant to an Act of Congress as an agency or instrumentality of the United States of America;

(v) an obligation of any state of the United States of America or any political subdivision thereof or any agency, instrumentality or local government unit of any such state or political subdivision other than obligations described in clause (iii) above which shall be rated at the time of the investment in

a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency, without regard to any refinement or gradation of such rating;

(vi) a certificate or other instrument that evidences ownership of the right to payment of the principal of or interest on obligations of any state of the United States of America or any political subdivision thereof or any agency or instrumentality of any state or political subdivision, provided that such obligations shall be held in trust by a bank or trust company or a national banking association meeting the requirements for a successor Trustee under the Sales Tax Bond Trust Agreement, and provided further that the payment of all principal of and interest on such certificate or such instrument shall be fully insured or unconditionally guaranteed by, or otherwise unconditionally payable pursuant to a credit support arrangement provided by, one or more financial institutions or insurance companies or associations which at the date of investment shall have an outstanding, unsecured, uninsured and unguaranteed debt issue rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency, or, in the case of an insurer providing municipal bond insurance policies insuring the payment, when due, of the principal of and interest on municipal bonds, such insurance policy shall result in such municipal bonds being rated in the highest rating category by any Rating Agency, without regard to any refinement or gradation of such rating;

(vii) time deposits, certificates of deposit or any other deposit with a bank, trust company, national banking association, savings bank, federal mutual savings bank, savings and loan association, federal savings and loan association or any other institution chartered or licensed by any state or the U.S. Comptroller of the Currency to accept deposits in such state (as used herein, “deposits” shall mean obligations evidencing deposit liability which rank at least on a parity with the claims of general creditors in liquidation), which are (a) fully secured, to the extent not insured by the Federal Deposit Insurance Corporation, by any of the obligations described in clauses (i) or (iv) above having a market value (exclusive of accrued interest) of not less than the uninsured amount of such deposit or (b) (1) unsecured or (2) secured to the extent, if any, required by the Authority and in either case made with a Qualified Institution;

(viii) a certificate that evidences ownership of the right to payments of principal of or interest on obligations described in clause (i), provided that such obligations shall be held in trust by a bank or trust company or a national banking association meeting the requirements for a successor Trustee under the Sales Tax Bond Trust Agreement;

(ix) a time deposit, certificate of deposit, whether negotiable or non-negotiable, and a banker’s acceptance of one or more of the 50 largest banks in the United States or commercial paper issued by the parent holding company of any such bank which at the time of investment has an outstanding unsecured, uninsured and unguaranteed debt issue rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency (including the Trustee and its parent holding company, if any, if it otherwise qualifies);

(x) any repurchase agreement with any bank or trust company organized under the laws of any state of the United States of America or any national banking association or government bond dealer reporting to, trading with, and recognized as a primary dealer by the Federal Reserve Bank of New York which at the time of investment has an outstanding unsecured, uninsured and unguaranteed long-term debt issue or commercial paper issue rated at least in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency (including the Trustee and its parent holding company, if any, if it otherwise qualifies), which agreement is secured by any one or more of the securities described in clause (i), (iv) or (viii) above which securities shall at all times have a market value (exclusive of accrued interest) of not less than the full amount of the repurchase agreement

and be delivered to another bank or trust company organized under the laws of any state of the United States of America or any national banking association, as custodian;

(xi) an Investment Agreement;

(xii) money market funds registered under the Federal Investment Company Act of 1940, as amended, whose shares are registered under the Federal Securities Act of 1933, and having a rating in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency;

(xiii) commercial paper, notes, bonds or other obligations of any corporation rated, at the time of investment, in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency; and

(xiv) any other investment in which moneys of the Authority may be legally invested provided that at the time of such investment the Authority obtains written confirmation from each Rating Agency that such investment will not result in the reduction or suspension of the then existing rating on the Sales Tax Bonds by each such Rating Agency.

*Liquidity Facility* shall mean an irrevocable letter of credit, surety bond, loan agreement, Standby Purchase Agreement, line of credit or other agreement or arrangement issued or extended by a Qualified Institution, pursuant to which the Authority is entitled to obtain moneys upon the terms and conditions contained therein for the purchase or redemption of Sales Tax Bonds tendered for purchase or redemption in accordance with the terms of the Sales Tax Bond Trust Agreement.

*Loan Agreement* shall mean the RRIF Loan Agreement, dated as of July 1, 2020, between the Authority and the USDOT Lender, as the same may be amended or supplemented. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Minimum Senior Debt Service Reserve Requirement* shall mean as of any date of calculation for each Series of Senior Sale Tax Bonds, an amount equal to one-half of the least of (i) 10% of the original net proceeds from the sale of such Series, (ii) 125% of average annual Debt Service for such Series and (iii) the maximum amount of Debt Service due on the Senior Sales Tax Bonds of such Series in any future Fiscal Year; provided that in the case that two or more Series of Sales Tax Bonds are treated as one issue for federal tax purposes, (a) the aggregate Minimum Senior Debt Service Reserve Requirement for such Series shall not exceed the amount which would be applicable if such Series were treated as a single Series for purposes of calculating such requirement and (b) any reduction in the aggregate Minimum Senior Debt Service Reserve Requirement resulting from the limitation in clause (a) of this proviso shall be allocated pro rata among the affected Series in accordance with the ratio of the initial principal amounts of such Series. The Estimated Average Interest Rate as of the date of issue for any Variable Interest Rate Bonds shall be used to establish Debt Service on such Senior Sales Tax Bonds for the purpose of the Minimum Senior Debt Service Reserve Requirement.

*Notwithstanding the foregoing paragraph, the supplemental trust agreement authorizing the issuance of the Senior Sales Tax Bonds, 2016 Series A contains an amended definition of Minimum Senior Debt Service Reserve Requirement to which the Owners of such Sales Tax Bonds are deemed to have consented and which will take effect upon the obtaining of the consent of at least a majority in principal amount of the Senior Sales Tax Bonds Outstanding at the time such consent is given. From and after such occurrence, Minimum Senior Debt Service Reserve Requirement will mean as of any date of calculation, an amount equal to one-half of the least of (i) 10% of the original net proceeds from the sale of all Senior Sales Tax Bonds Outstanding, (ii) 125% of average annual Debt Service for all Senior Sales*



*Tax Bonds Outstanding and (iii) the maximum amount of Debt Service due on all Senior Sales Tax Bonds Outstanding in any future Fiscal Year; the Estimated Average Interest Rate as of the date of issue for any Variable Interest Rate Bonds shall be used to establish Debt Service on such Senior Sales Tax Bonds for the purpose of the Minimum Senior Debt Service Reserve Requirement.*

Notwithstanding the above, pursuant to the Twenty-Third Supplemental Trust Agreement dated as of September 1, 2009, the Minimum Senior Debt Service Reserve Fund Requirement applicable to the Senior Sales Tax Bonds, 2009 Series C (Federally Taxable - Direct Pay to Issuer - Build America Bonds) (the "2009 Series C Bonds") shall be determined net of the Dedicated Payments designated in Section 401 thereof and shall be equal to the Minimum Senior Debt Service Reserve Requirement calculated using Senior Net Debt Service with respect to the 2009 Series C Bonds.

*Minimum Subordinated Debt Service Reserve Requirement* shall mean as of any date of calculation for each Series of Subordinated Sales Tax Bonds, an amount equal to one-half of the least of (i) 10% of the original net proceeds from the sale of such Series, (ii) 125% of average annual Debt Service for such Series and (iii) the maximum amount of Debt Service due on the Subordinated Sales Tax Bonds of such Series in any future Fiscal Year; provided that in the case that two or more Series of Sales Tax Bonds are treated as one issue for federal tax purposes, (a) the aggregate Minimum Subordinated Debt Service Reserve Requirement for such Series shall not exceed the amount which would be applicable if such Series were treated as a single Series for purposes of calculating such requirement and (b) any reduction in the aggregate Minimum Subordinated Debt Service Reserve Requirement resulting from the limitation in clause (a) of this proviso shall be allocated pro rata among the affected Series in accordance with the ratio of the initial principal amounts of such Series. The Estimated Average Interest Rate as of the date of issue for any Variable Interest Rate Bonds shall be used to establish Debt Service on such Subordinated Sales Tax Bonds for the purpose of the Minimum Subordinated Debt Service Reserve Requirement.

*Nationally Recognized Rating Agency* means any nationally recognized statistical rating organization identified as such by the Securities and Exchange Commission. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Opinion of Bond Counsel* shall mean a legal opinion signed by Bond Counsel.

*Outstanding*, when used with reference to Sales Tax Bonds of a Series, shall mean, as of any date, Sales Tax Bonds or Bonds of such Series, theretofore or thereupon being authenticated and delivered, issued under the Sales Tax Bond Trust Agreement except:

- (i) any Sales Tax Bonds canceled by any Fiduciary at or prior to such date,
- (ii) Sales Tax Bonds (or portions of Sales Tax Bonds) for the payment or redemption of which moneys, equal to the principal amount or Redemption Price thereof, as the case may be, with interest to the date of maturity or redemption date, shall be held in trust under the Sales Tax Bond Trust Agreement and set aside for such payment or redemption (whether at or prior to the maturity or redemption date), provided that if such Sales Tax Bonds (or portions of Sales Tax Bonds) are to be redeemed, notice of such redemption shall have been given or provision satisfactory to the Trustee shall have been made for the giving of such notice as provided in the Sales Tax Bond Trust Agreement;
- (iii) Sales Tax Bonds in lieu of or in substitution for which other Sales Tax Bonds shall have been authenticated and delivered pursuant to the Sales Tax Bond Trust Agreement unless proof satisfactory to the Trustee is presented that any such Sales Tax Bonds are held by a bona fide purchaser in due course;

(iv) Sales Tax Bonds deemed to have been paid as provided in the Sales Tax Bond Trust Agreement; and

(v) Put Bonds deemed tendered in accordance with the provisions of the Supplemental Trust Agreement authorizing such Sales Tax Bonds on the applicable adjustment or conversion date, if the purchase price thereof and interest thereon shall have been paid or amounts are available for such payment as provided in the Sales Tax Bond Trust Agreement.

For purposes of the foregoing definition, any Sales Tax Bonds which are Bank Bonds shall be deemed Outstanding only in a principal amount equal to the principal amount of the obligation then owed by the Authority thereunder regardless of the face amount of such Bank Bond.

*Paying Agent* shall mean any paying agent for the Sales Tax Bonds of any Series, and its successor or successors and any other corporation which may at any time be substituted in its place pursuant to the Sales Tax Bond Trust Agreement.

*Permitted Investments* means, with respect to the investment of the proceeds of the RRIF Loan or any account established and maintained pursuant to the USDOT Supplemental Sales Tax Trust Agreement:

- (a) Government Obligations;
- (b) certificates of deposit where the certificates are collaterally secured by securities of the type described in clause (a) of this definition and held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest, but this collateral is not required to the extent the certificates of deposit are insured by the Government;
- (c) repurchase agreements with counterparties that have an Acceptable Credit Rating, when collateralized by securities of the type described in clause (a) of this definition and held by a third party as escrow agent or custodian, of a market value not less than the amount of the re-purchase agreement so collateralized, including interest;
- (d) investment agreements or guaranteed investment contracts rated, or with any financial institution whose senior long-term debt obligations are rated, or guaranteed by a financial institution whose senior long-term debt obligations are rated in one of the two (2) highest Rating Categories for comparable types of obligations by any Nationally Recognized Rating Agency; and

money market funds that invest solely in obligations of the United States of America, its agencies and instrumentalities, and having a rating by a Nationally Recognized Rating Agency equal to the then applicable rating of the United States of America by such Nationally Recognized Rating Agency. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Person* means and includes an individual, a general or limited partnership, a joint venture, a corporation, a limited liability company, a trust, an unincorporated organization and any Governmental Authority. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Pledged Revenues* shall mean the Dedicated Sales Tax, payments received by the Authority from a Provider of a Hedge Agreement that is not a Qualified Hedge and Alternate Revenues, if any.

*Pledged Revenue Fund* shall mean the Fund by that name established by the Sales Tax Bond Trust Agreement.

*Pledged Sales Tax Accounts* means the Pledged Revenue Fund, the Senior Debt Service Fund, the Senior Debt Service Reserve Fund, the Subordinated Debt Service Fund (including, for the avoidance of doubt, the USDOT Loan Account therein) and the Subordinated Debt Service Reserve Fund. *[Definition to remain so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Prior Obligations* shall mean debt service and other payment obligations of the Authority due and payable under financing obligations for which the Commonwealth has pledged its credit or contract assistance (defined below) or is otherwise liable or as to which the Authority has covenanted to maintain net cost of service or contract assistance (both as defined in Chapter 161A of Massachusetts General Laws as in effect prior to July 1, 2000), including without limitation the Authority's General Transportation System Bonds issued pursuant to the General Bond Resolution adopted February 15, 1967, as amended and supplemented, but excluding the Authority's \$160,000,000 of 1999 Series B Notes due September 1, 2000.

*Principal Installment* shall mean, as of any date of calculation and with respect to the Sales Tax Bonds of any Series, so long as any Sales Tax Bonds thereof are Outstanding, (i) the principal amount of Sales Tax Bonds (including the principal amount of any Put Bonds tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof) of such Series due on a future date for which no Sinking Fund Installments have been established, or (ii) the unsatisfied balance (determined as provided in the Sales Tax Bond Trust Agreement) of any Sinking Fund Installments due on a future date for Sales Tax Bonds of such Series, plus the amount of the premium, if any, which would be applicable upon redemption of such Sales Tax Bonds on such future date in a principal amount equal to said unsatisfied balance of such Sinking Fund Installments, or (iii) if such future dates coincide as to different Sales Tax Bonds of such Series, the sum of such principal amount of Sales Tax Bonds and of such unsatisfied balance of Sinking Fund Installments due on such future date, plus such applicable redemption premium, if any.

*Provider* shall mean any person or entity providing a Credit Facility, a Liquidity Facility or a Qualified Hedge Agreement with respect to any one or more Series of Sales Tax Bonds, pursuant to agreement with or upon the request of the Authority.

*Put Bond* shall mean a Sales Tax Bond which by its terms may be tendered by and at the option of the Owner thereof for payment by the Authority prior to the stated maturity or redemption date thereof.

*Qualified Hedge Agreement* shall mean a Hedge Agreement which meets the tests established by the Sales Tax Bond Trust Agreement.

*Qualified Institution* shall mean (i) a bank, a trust company, a national banking association, a federal branch pursuant to the International Banking Act of 1978 or any successor provisions of law, a domestic branch or agency of a foreign bank which branch or agency is duly licensed or authorized to do business under the laws of any state or territory of the United States of America, a savings bank, a savings and loan association, or an insurance company or association chartered or organized under the laws of any state of the United States of America, a corporation, a trust, a partnership, an unincorporated organization, or a government or an agency, instrumentality, program, account, fund, political subdivision or corporation thereof, in each case the unsecured or uncollateralized long-term debt obligations of which, or obligations secured or supported by a letter of credit, contract, agreement or surety bond issued by any such organization, at the time an Investment Agreement, Qualified Hedge Agreement, Credit Facility or Liquidity Facility is entered into by the Authority are rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by each Rating Agency which rates such obligations or (ii) the Government National Mortgage Association or any successor thereto, the Federal National Mortgage Association or any successor thereto, or any other federal agency or instrumentality.

Pursuant to an amendment of the Trust Agreement by the Nineteenth Supplemental Trust Agreement, dated as of March 1, 2008, that certain Standby Bond Purchase Agreement provided by JPMorgan Chase Bank, National Association, or such Alternate Liquidity Facility assigned by the Rating Agencies ratings of “AA” from Standard & Poor’s Rating Group or “Aa” from Moody’s Investors Service, Inc. (without regard to gradation) is deemed to be a Liquidity Facility provided by a Qualified Institution solely for the purposes of the Authority’s Senior Sales Tax Bonds, Variable Rate Demand Obligations, 2008 Series A, consisting of 2008 Series A-1 and 2008 Series A-2.

*Rating Agency* shall mean each recognized rating service which maintains a published, unenhanced rating on any Outstanding Sales Tax Bonds at the request of the Authority.

*Rebate Fund* shall mean the Fund by that name established by the Sales Tax Bond Trust Agreement.

*Rebate Fund Requirement* shall mean, as of any date of calculation, an amount equal to the aggregate of the amounts, if any, specified in a certificate from an Authorized Officer of the Authority or the applicable Supplemental Trust Agreement as the amount required to be maintained in the Rebate Fund with respect to such Sales Tax Bonds.

*Redemption Price* shall mean, with respect to any Sales Tax Bond, the principal amount thereof plus the applicable premium, if any, payable upon redemption thereof pursuant to the Sales Tax Bond Trust Agreement, but excluding accrued interest.

*Refunding Bonds* shall mean all Sales Tax Bonds authenticated and delivered on original issuance pursuant to the provisions under the heading “Special Provisions for Refunding Bonds.”

*Residual Sales Tax* shall mean for any year the greater of the Base Revenue Floor Amount and the Historic Dedicated Sales Tax Revenue Amount less the sum of (i) the estimated debt service on Prior Obligations, (ii) Senior Net Debt Service (as defined in the Sales Tax Bond Trust Agreement), (iii) Subordinated Net Debt Service (as defined in the Sales Tax Bond Trust Agreement) and (iv) debt service on any other indebtedness issued under the Sale Tax Bond Trust Agreement (other than Indebtedness) secured by a pledge of or a security interest in and payable from the Dedicated Sales Tax.

*Sales Tax Bond or Bonds* shall mean any bond or bonds and any Bond Anticipation Note authenticated and delivered under the Sales Tax Bond Trust Agreement.

*Section 35T* shall have the meaning provided in the Recitals to the Sales Tax Bond Trust Agreement.

*Senior Sales Tax Bonds* shall mean all Senior Sales Tax Bonds authenticated and delivered under the Sales Tax Bond Trust Agreement.

*Senior Debt Service Fund* shall mean the Fund by that name established by the Sales Tax Bond Trust Agreement.

*Senior Debt Service Reserve Fund* shall mean the Fund by that name established by the Sales Tax Bond Trust Agreement.

*Senior Debt Service Reserve Requirement* shall mean for each Fiscal Year the amount set forth in a certificate of an Authorized Officer of the Authority filed with the Trustee by July 1 of each year, which certificate may be modified from time to time by such Authorized Officer during such Fiscal Year;

provided, however, that in no event shall the Senior Debt Service Reserve Requirement be less than the Minimum Senior Debt Service Reserve Requirement.

*Senior Net Debt Service* shall mean Debt Service payable on Senior Sales Tax Bonds less (i) the sum of (a) interest accrued or to accrue on such Sales Tax Bonds which is to be paid from deposits in the Senior Debt Service Fund made from the proceeds of Sales Tax Bonds in accordance with a certificate of an Authorized Officer to the Trustee, (b) additional amounts transferred to the Senior Debt Service Fund at the Authority's direction, (c) Investment Income from the Senior Debt Service Fund, the Pledged Revenue Fund, the Senior Debt Service Reserve Fund and any Account of the Bond Proceeds Fund established by Supplemental Trust Agreement and held by the Trustee transferred or to be transferred in the current Fiscal Year to or retained in the Senior Debt Service Fund and (d) Dedicated Payments deposited in the Senior Debt Service Fund pursuant to the Sales Tax Bond Trust Agreement plus (ii) Debt Service payable on Bond Anticipation Notes issued in anticipation of Senior Sales Tax Bonds net of any amounts deposited from the proceeds of such notes available in the Senior Debt Service Fund or in another account established in connection with the issuance of such notes for the payment of such Debt Service.

*Series* shall mean all of the Sales Tax Bonds authenticated and delivered on original issuance and designated as such by the Authority in a simultaneous transaction pursuant to the Sales Tax Bond Trust Agreement and any Sales Tax Bonds thereafter authenticated and delivered in lieu of or in substitution therefor, regardless of variations in maturity, interest rate, sinking fund, or other provisions.

*Sinking Fund Installment* shall mean, as of any date of calculation and with respect to any Sales Tax Bonds of a Series, so long as any Sales Tax Bonds thereof are Outstanding, the amount of money required by the applicable Supplemental Trust Agreement, to be paid on a single future date for the retirement of any Outstanding Sales Tax Bonds of said Series which mature after said date, but does not include any amount payable by the Authority by reason only of the maturity of a Sales Tax Bond.

*Standby Purchase Agreement* shall mean an agreement by and between the Authority and another entity pursuant to which such entity is obligated to purchase Put Bonds tendered for purchase or redeemed in lieu of purchase upon such tender.

*State and Local Contribution Fund* shall have the meaning provided in the Recitals to the Sales Tax Bond Trust Agreement.

*Subordinated Sales Tax Bonds* shall mean all Subordinated Sales Tax Bonds authenticated and delivered under the Sales Tax Bond Trust Agreement.

*Subordinated Debt Service Reserve Fund* shall mean the fund by that name established by the Sales Tax Bond Trust Agreement.

*Subordinated Debt Service Reserve Requirement* shall mean for each Fiscal Year the amount set forth in a certificate of an Authorized Officer of the Authority filed with the Trustee by July 1 of each year, which certificate may be modified from time to time by such Authorized Officer during such Fiscal Year; provided, however, that in no event shall the Subordinated Debt Service Reserve Requirement be less than the Minimum Subordinated Debt Service Reserve Requirement.

*Subordinated Debt Service Fund* shall mean the fund by that name established by the Sales Tax Bond Trust Agreement.

*Subordinated Net Debt Service* shall mean Debt Service payable on Subordinated Sales Tax Bonds less (i) the sum of (a) interest accrued or to accrue on such Sales Tax Bonds which is to be paid from deposits

in the Subordinated Debt Service Fund made from the proceeds of Sales Tax Bonds in accordance with a certificate of an Authorized Officer to the Trustee, (b) additional amounts transferred to the Subordinated Debt Service Fund at the Authority's direction, (c) Investment Income from the Subordinated Debt Service Reserve Fund, the Subordinated Debt Service Fund and any Account of the Bond Proceeds Fund established by Supplemental Trust Agreement and held by the Trustee transferred or to be transferred in the current Fiscal Year to or retained in the Subordinated Debt Service Fund and (d) Dedicated Payments deposited in the Subordinated Debt Service Fund pursuant to the Sales Tax Bond Trust Agreement plus (ii) Debt Service payable on Bond Anticipation Notes issued in anticipation of Subordinated Sales Tax Bonds net of any amounts deposited from the proceeds of such notes available in the Subordinated Debt Service Fund or in another account established in connection with the issuance of such notes for the payment of such Debt Service.

*Supplemental Trust Agreement* shall mean any trust agreement supplemental to or amendatory of the Trust Agreement, adopted by the Authority in accordance with the Sales Tax Bond Trust Agreement.

*Trust Agreement* shall mean the Sales Tax Bond Trust Agreement dated July 1, 2000 by and between the Authority and the Trustee.

*Trustee* shall mean the trustee appointed under the Sales Tax Bond Trust Agreement, and its successor or successors and any other corporation which may at any time be substituted in its place pursuant to the Sales Tax Bond Trust Agreement.

*USDOT Lender* shall mean the United States Department of Transportation, acting by and through the Executive Director of the Build America Bureau, or any other agent or entity of the United States, in its capacity as Owner of the USDOT Sales Tax Bonds. *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*USDOT Sales Tax Bonds* shall mean all Series of Subordinated Sales Tax Bonds authorized pursuant to the Forty-First Supplemental Trust Agreement, dated as of July 1, 2020 (i.e., the Subordinated Sales Tax Bonds, 2020 Series C (USDOT Loan), consisting of the Series C-1 Bond, the Series C-2 Bond and the Series C-3 Bond). *[Definition effective for so long as the USDOT Sales Tax Bonds are Outstanding.]*

*Valuation Date* shall mean (i) with respect to any Capital Appreciation Bond the date or dates set forth in the applicable Supplemental Trust Agreement on which specific Accreted Values are assigned to the Capital Appreciation Bond and (ii) with respect to any Deferred Income Bond, the date or dates on or prior to the Interest Commencement Date set forth in the Supplemental Trust Agreement authorizing such Sales Tax Bond on which specific Appreciated Values are assigned to the Deferred Income Bond.

*Variable Interest Rate* shall mean a variable interest rate to be borne by any Sales Tax Bond. The method of computing such variable interest rate shall be specified in the Supplemental Trust Agreement authorizing such Sales Tax Bond. Such Supplemental Trust Agreement shall also specify either (i) the particular period or periods of time for which each value of such variable interest rate shall remain in effect or (ii) the time or times upon which any change in such variable interest rate shall become effective.

*Variable Interest Rate Bond* shall mean a Sales Tax Bond which bears interest at a Variable Interest Rate. For purposes of any calculation hereunder, any Variable Interest Rate Bond shall be deemed to bear interest, at all times (for which the interest rate is not yet determined) to the maturity thereof, at the Estimated Average Interest Rate applicable thereto.

***The Pledge Effected by the Sales Tax Bond Trust Agreement***

The Sales Tax Bonds are special obligations payable solely from the items pledged to the payment thereof pursuant to the terms of the Sales Tax Bond Trust Agreement.

*[For so long as the USDOT Sales Tax Bonds are Outstanding:*

1. There are hereby pledged for the payment, first, of the Senior Sales Tax Bonds, second, of the Subordinated Sales Tax Bonds (*first*, for the payment of the Subordinated Sales Tax Bonds other than USDOT Sales Tax Bonds and *then*, from the USDOT Loan Account of the Subordinated Debt Service Fund, for the payment of the Subordinated Sales Tax Bonds that are USDOT Sales Tax Bonds) and after payment of the Senior Sales Tax Bonds and Subordinated Sales Tax Bonds, as aforesaid and as the respective interests of the holders thereof may appear, in accordance with the respective terms of such Bonds and the provisions of the Sales Bond Trust Agreement, subject only to the provisions of the Sales Bond Trust Agreement permitting the application thereof for the purposes and on the terms and conditions set forth in the Sales Bond Trust Agreement: (i) all Pledged Revenues, (ii) Dedicated Payments allocated to Senior Sales Tax Bonds and interest earnings thereon, (iii) amounts received from the trustee under the Assessment Bond Trust Agreement in accordance with Section 504 and 506, (iv) the Deficiency Fund and the Capital Maintenance Fund including the investment, if any, thereof, and (v) all Funds and Accounts established by the Sales Bond Trust Agreement (other than the Bond Proceeds Fund while it is held and administered by the Authority, the USDOT Loan Capital Account of the Bond Proceeds Funds, the Rebate Fund, the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund), including the investments, if any, thereof.

2. Subject only to the prior pledge created for the payment of Senior Sales Tax Bonds in subsection 1 above, and on the terms and conditions set forth therein with respect to such prior pledge, the property described in clauses (i), (iii), (iv) and (v) of said subsection 1 (except moneys or Investment Obligations in the Senior Debt Service Fund or the Senior Debt Service Reserve Fund and, in the case of Subordinated Sales Tax Bonds that are USDOT Sales Tax Bonds, the Subordinated Debt Service Reserve Fund) are hereby further pledged, and the proceeds of the sale of Subordinated Sales Tax Bonds (other than any USDOT Sales Tax Bonds), Dedicated Payments allocated to Subordinated Sales Tax Bonds and interest earnings thereon, the Subordinated Debt Service Fund and, only for the Subordinated Sales Tax Bonds that are not USDOT Sales Tax Bonds, the Subordinated Debt Service Reserve Fund, are hereby further pledged, to the payment of the Subordinated Sales Tax Bonds.

3. Notwithstanding anything in the Sales Bond Trust Agreement to the contrary, immediately upon the occurrence of a Bankruptcy Related Event of the Authority, without any other further action being taken by any person:

- (i) the USDOT Sales Tax Bonds shall be deemed to constitute Senior Sales Tax Bonds for all purposes of the Sales Bond Trust Agreement;
- (ii) such USDOT Sales Tax Bonds shall be secured by and payable from the property described in clauses (i), (ii), (iii), (iv) and (v) of subsection (1) of the Sales Bond Trust Agreement on parity with any Senior Sales Tax Bonds then Outstanding;
- (iii) all funds on deposit in the USDOT Loan Account shall be deemed to be automatically transferred, reestablished and redesignated to the Senior Debt Service Fund; and
- (iv) the Trustee shall pay out of the Senior Debt Service Fund all amounts required to be paid in respect of the USDOT Sales Tax Bonds. ]

*[When the USDOT Sales Tax Bonds are no longer Outstanding:*

The Sales Tax Bond Trust Agreement provides that there is pledged for the payment, first, of the Senior Sales Tax Bonds, second, of the Subordinated Sales Tax Bonds and, after payment of the Senior Sales Tax Bonds and Subordinated Sales Tax Bonds, as the respective interests of the holders thereof may appear, in accordance with the respective terms of such Bonds and the provisions of the Sales Bond Trust Agreement, subject only to the provisions of the Sales Tax Bond Trust Agreement permitting the application thereof for or to the purposes and on the terms and conditions in the Sales Tax Bond Trust Agreement and therein set forth: (i) all Pledged Revenues, (ii) Dedicated Payments allocated to the Senior Sales Tax Bonds and interest earnings thereon, (iii) amounts received from the trustee under the Sales Tax Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement, (iv) the Deficiency Fund and the Capital Maintenance Fund including the investment, if any, thereof, and (v) all Funds and Accounts established by the Sales Tax Bond Trust Agreement (other than the Bond Proceeds Fund while it is held and administered by the Authority, the Rebate Fund, the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund) including the investments, if any, thereof.

Subject only to the prior pledge created for the payment of Senior Sales Tax Bonds under the second paragraph under this heading, and on the terms and conditions set forth therein with respect to such prior pledge, the property described in clauses (i), (iii), (iv) and (v) of said paragraph (except moneys or Investment Obligations in the Senior Debt Service Fund or the Senior Debt Service Reserve Fund) are hereby further pledged, and the proceeds of the sale of Subordinated Sales Tax Bonds, Dedicated Payments allocated to Subordinated Sales Tax Bonds and interest earnings thereon, the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund are hereby further pledged, to the payment of the Subordinated Sales Tax Bonds. *(Sections 201, 501).]*

***Provisions for Issuance of Sales Tax Bonds***

Sales Tax Bonds of one or more Series may at any time or from time to time be authenticated and delivered upon original issuance (i) to pay or provide for the payment of other Authority bonds, notes or other obligations, (ii) to refund Outstanding Sales Tax Bonds, (iii) to pay costs of the Authority in accordance with the Act, (iv) to make a deposit to the Bond Proceeds Fund, the Deficiency Fund or the Capital Maintenance Fund, including any Accounts therein, (v) in the case of Senior Sales Tax Bonds, to make a deposit to the Senior Debt Service Fund or the Senior Debt Service Reserve Fund, including any Accounts therein, (vi) in the case of Subordinated Sales Tax Bonds, to make a deposit to the Subordinated Debt Service Fund or the Subordinated Debt Service Reserve Fund, including any Accounts therein, and (vii) to pay or provide for the payment of the costs incurred in connection with the issuance of Sales Tax Bonds.

The Sales Tax Bonds of a Series authorized to be issued shall be executed by the Authority and delivered to the Trustee. Such Sales Tax Bonds shall from time to time and in such amounts as directed by the Authority be authenticated and delivered by the Trustee to or upon the order of the Authority upon receipt of the consideration therefor and upon delivery to the Trustee of:

(1) An Opinion of Bond Counsel to the effect that (i) the Authority has the right and power under the Act to enter into the Sales Tax Bond Trust Agreement, and the Trust Agreement has been duly and lawfully approved by the Authority, and, assuming due authorization, execution and delivery by the Trustee, is in full force and effect and is valid and binding upon the Authority and enforceable in accordance with its terms, and no other authorization for the Trust Agreement is required; (ii) the Trust Agreement creates the valid pledge of the items which it purports to pledge to the payment of the Sales Tax Bonds pursuant to the Sales Tax Bond Trust Agreement, subject to the application thereof to the purposes and on the conditions permitted by the Trust Agreement; and (iii) the Sales Tax Bonds of such



Series are valid and binding special obligations of the Authority as provided in the Trust Agreement, enforceable in accordance with their terms and the terms of the Trust Agreement, and entitled to the benefit of the Trust Agreement and of the Act and such Sales Tax Bonds have been duly and validly authorized and issued in accordance with law, including the Act, and in accordance with the Trust Agreement; provided, that such Opinion may take exception as to the effect of, or for restrictions or limitations imposed by or resulting from, bankruptcy, insolvency, debt adjustment, moratorium, reorganization or other similar laws affecting creditors' rights generally and judicial discretion and may state that no opinion is being rendered as to the availability of any particular remedy;

(2) A written order as to the delivery of the Sales Tax Bonds of such Series, signed by an Authorized Officer;

(3) Copies of the Trust Agreement as amended and supplemented and of the Supplemental Trust Agreement authorizing such Series, each executed by an Authorized Officer;

(4) If any Sales Tax Bonds of such Series are Put Bonds, a Credit Facility or Liquidity Facility in such an amount as would provide sufficient moneys for the purchase or redemption of all Put Bonds of such Series if Owners thereof elected to tender for purchase or redemption the entire aggregate Outstanding principal amount of the Put Bonds of such Series;

Notwithstanding anything in the Trust Agreement to the contrary, that certain Standby Bond Purchase Agreement provided by JPMorgan Chase Bank, National Association, or such Alternate Liquidity Facility assigned by the Rating Agencies ratings of "AA" from Standard & Poor's Rating Group or "Aa" from Moody's Investors Service, Inc. (without regard to gradation) is deemed to be a Liquidity Facility provided by a Qualified Institution solely for the purposes of the Authority's Senior Sales Tax Bonds, Variable Rate Demand Obligations, 2008 Series A, consisting of 2008 Series A-1 and 2008 Series A-2.

(5) A certificate of an Authorized Officer:

(i) setting forth (a) the Senior Net Debt Service for all Series of Sales Tax Bonds Outstanding immediately after such authentication and delivery for the then current and each future Fiscal Year during which such Series of Sales Tax Bonds will be Outstanding, (b) the Combined Net Debt Service for all Series of Sales Tax Bonds Outstanding immediately after such authentication and delivery for the then current and each future Fiscal Year during which such Series of Sales Tax Bonds will be Outstanding, and (c) the aggregate estimated payments due and payable on Prior Obligations for the then current and each such future Fiscal Year;

(ii) stating that the amount on deposit in the Senior Debt Service Reserve Fund and the Subordinated Debt Service Reserve Fund (after taking into account any surety bond, insurance policy, letter of credit or other similar obligation on deposit therein) immediately after the authentication and delivery of the Sales Tax Bonds of such Series (and in the event that any Outstanding Sales Tax Bonds are then being redeemed, after such redemption) will be at least equal to the Senior Debt Service Reserve Requirement and the Subordinated Debt Service Reserve Fund Requirement, respectively, and stating that there is no overdue payment obligations to the provider of any surety bond, insurance policy, letter of credit or other obligation on deposit in the Senior Debt Service Reserve Fund;

*[The following subsection (iii) is in effective until requisite consents are received to amendments to the Sales Tax Trust Agreement, as described under "PROPOSED AMENDMENTS TO THE TRUST AGREEMENT" in the forepart of this Official Statement.]*

(iii) demonstrating, for the then current and each future Fiscal Year, that the sum of the Assessment Floor Amount plus the Residual Sales Tax divided by Net Debt Service (as defined in the Assessment Bond Trust Agreement) on outstanding Assessment Bonds is equal to or greater than 1.50; and

*[Upon receipt of the requisite consents are received to amendments to the Sales Tax Trust Agreement, as described under "PROPOSED AMENDMENTS TO THE TRUST AGREEMENT" in the forepart of this Official Statement, the following subsection (iii) replaces the above.]*

(iii) demonstrating, for the then current and each future Fiscal Year, that the sum of (1) the greater of (x) the Historic Assessment Amount (as defined in the Assessment Bond Trust Agreement) and (y) the Assessment Floor Amount plus (2) the Residual Sales Tax, divided by Net Debt Service (as defined in the Assessment Bond Trust Agreement) on outstanding Assessment Bonds is equal to or greater than 1.50; and

(iv) demonstrating that:

(a) the Base Revenue Floor Amount for each Fiscal Year during which such Series of Sales Tax Bonds will be Outstanding is equal to or greater than the sum of (i) the amount set forth in clause 5(i)(b) and (ii) the amount set forth in clause 5(i)(c) for each such Fiscal Year; or

(b) the Historic Dedicated Sales Tax Revenue Amount less, for the then current and each future Fiscal Year during which such Series of Sales Tax Bonds will be Outstanding, the amount set forth in clause 5(i)(c) above, divided by, for each such Fiscal Year, the amount set forth in clauses 5(i)(a) and 5(i)(b), respectively, is equal to or greater than 2.00 and 1.50.

In the event that at the time of delivery of such certificate, any Bond Anticipation Notes are Outstanding, such certificate shall assume that there are Sales Tax Bonds Outstanding in a principal amount equal to the Outstanding Bond Anticipation Notes, which Sales Tax Bonds mature in 40 years, bear interest at the Estimated Average Rate, the Principal Installments and interest due on such Sales Tax Bonds come due in substantially equal annual payments, and are Senior Sales Tax Bonds or Subordinated Sales Tax Bonds, depending on which of the foregoing the Series was designated pursuant to the resolution authorizing such Bond Anticipation Notes in accordance with the Sales Tax Bond Trust Agreement; and

(6) A certificate of an Authorized Officer to the effect that, upon the authentication and delivery of the Sales Tax Bonds of such Series, the Authority will not be in default in the performance of the terms and provisions of the Trust Agreement or of any of the Sales Tax Bonds. (*Section 202*).

***Special Provisions for Refunding Bonds***

One or more Series of Refunding Bonds may be authenticated and delivered upon original issuance to refund all or any portion of the Outstanding Sales Tax Bonds of a Series, in an aggregate principal amount which will provide funds, together with other moneys available therefor, to accomplish such refunding.

The Refunding Bonds of such Series shall be authenticated and delivered by the Trustee only upon receipt by the Trustee (in addition to the documents required by the Sales Tax Bond Trust Agreement:

(1) If the Sales Tax Bonds to be refunded are to be redeemed, instructions to the Trustee, satisfactory to it, to give due notice of redemption of all the Sales Tax Bonds so to be refunded on a redemption date specified in such instructions, subject to the provisions of the Sales Tax Bond Trust Agreement;

(2) If the Sales Tax Bonds to be refunded are to be deemed paid within the meaning and with the effect expressed in the Sales Tax Bond Trust Agreement relating to defeasance of Sales Tax Bonds, instructions to the Trustee, satisfactory to it;

(3) If the Sales Tax Bonds to be refunded are to be deemed paid within the meaning and with the effect expressed in the Sales Tax Bond Trust Agreement relating to defeasance of Sales Tax Bonds, (i) moneys and/or (ii) Investment Obligations as shall be necessary to comply with the Sales Tax Bond Trust Agreement, which Investment Obligations and moneys shall be held in trust and used only as provided in the Sales Tax Bond Trust Agreement;

(4) If the proceeds of such Series of Refunding Bonds are to be utilized by the Authority to purchase Sales Tax Bonds to be delivered to the Trustee in satisfaction of a Sinking Fund Installment or to defease a portion of the Sales Tax Bonds which are the subject of a Sinking Fund Installment in accordance with the Sales Tax Bond Trust Agreement, a certificate of an Authorized Officer of the Authority specifying (i) the principal amount, Series, maturity, interest rate and number of the Sales Tax Bonds to be so delivered, (ii) the date and Series of the Sinking Fund Installment in satisfaction of which such Sales Tax Bonds are to be so delivered, (iii) the aggregate principal amount of the Sales Tax Bonds to be so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of the Sales Tax Bonds to be so delivered; and

(5) Either (a) a certificate of an Authorized Officer of the Authority stating that (i) the final maturity of the Refunding Bonds is no later than the final maturity of the Sales Tax Bonds to be refunded and (ii) as a result of the issuance of the Refunding Bonds there shall be no increase in the amount of Senior Net Debt Service in any Fiscal Year and there shall be no increase in the amount of Combined Net Debt Service in any Fiscal Year; or (b) the certificate provided for in the Sales Tax Bond Trust Agreement with respect to such Series of Refunding Bonds, considering for all purposes of such certificate that (i) such Series of Refunding Bonds is either a Series of Senior Sales Tax Bonds or a Series of Subordinated Sales Tax Bonds and (ii) that the Sales Tax Bonds to be refunded are no longer Outstanding.

The proceeds, including accrued interest, of the Refunding Bonds of each such Series shall be applied simultaneously with the delivery of such Sales Tax Bonds in the manner provided in the Supplemental Trust Agreement authorizing such Sales Tax Bonds. (*Section 204*).

### ***Bond Anticipation Notes***

Whenever the Authority shall authorize the issuance of a Series of Senior Sales Tax Bonds or Subordinated Sales Tax Bonds (without necessity for the Authority to have entered into a Supplemental Trust Agreement providing for such issue or to have satisfied the conditions set forth in the Sales Tax Bond Trust Agreement), the Authority may by resolution authorize the issuance of notes (and renewals thereof) in anticipation of the sale of such authorized Series of Sales Tax Bonds; provided, however, that in the event such authorized Series is Senior Sales Tax Bonds, the Authority may subsequently determine to issue Subordinated Sales Tax Bonds to repay the notes. The principal of and interest on such notes and renewals thereof shall be payable from the proceeds of such notes, from the proceeds of the sale of the Series of Sales Tax Bonds in anticipation of which such Notes are issued or from funds of the Authority. The proceeds of such Sales Tax Bonds may be pledged for the payment of the principal of and interest on

such notes and any such pledge shall have a priority over any other pledge of such proceeds created by the Sales Tax Bond Trust Agreement. The Authority may secure the payment of the interest on such notes by a pledge that is on a parity with the pledge under the Sales Tax Bond Trust Agreement securing all Sales Tax Bonds, in which event such interest shall be payable from the Senior Debt Service Fund or Subordinated Debt Service Fund, as applicable. The Authority may also pledge the Pledged Revenues and other Authority funds to the payment of the principal of such notes, but such pledge shall be subordinate to the pledge securing the payment of the Sales Tax Bonds. A copy of the resolution of the Authority authorizing such notes, certified by an Authorized Representative of the Authority, shall be delivered to the Trustee following its adoption. The aggregate principal amount of notes issued under this heading which may be Outstanding at any time shall be limited as and to the extent provided in the Act. (*Section 205*).

### ***Additional Obligations***

The Authority reserves the right to issue bonds, notes or any other obligations or otherwise incur indebtedness or to enter into a hedge agreement pursuant to other and separate resolutions or agreements of the Authority, so long as such bonds, notes or other obligations are not, or such other indebtedness or provider of the hedge agreement is not, except as provided in the Sales Tax Bond Trust Agreement, entitled to a charge or lien or right with respect to the Pledged Revenues or the Funds and Accounts created hereby or pursuant hereto. Notwithstanding the foregoing, the Authority may by Supplemental Resolution issue bonds, notes or any other obligations or enter into a hedge agreement entitled to a charge or lien or right with respect to the Pledged Revenue or the Funds and Accounts under the Sales Tax Bond Trust Agreement, so long as amounts payable on such obligations or under such agreement shall be payable after the deposits set forth in the Sales Tax Bond Trust Agreement. (*Section 206*).

### ***Hedging Transactions***

A Hedge Agreement is a Qualified Hedge Agreement if (i) the Provider of the Hedge Agreement is a Qualified Institution or the Provider's obligations under the Hedge Agreement are unconditionally guaranteed by a Qualified Institution and (ii) the Authority designates it as such by Certificate of an Authorized Officer.

If the Authority shall enter into any Qualified Hedge Agreement with respect to any Sales Tax Bonds and the Authority has made a determination that the Qualified Hedge Agreement was entered into for the purpose of hedging or managing the interest due with respect to those Sales Tax Bonds then during the term of the Qualified Hedge Agreement and so long as the Provider of the Qualified Hedge Agreement is not in default:

(1) for purposes of any calculation of Debt Service, the interest rate on the Sales Tax Bonds with respect to which the Qualified Hedge Agreement applies shall be determined as if such Sales Tax Bonds had interest payments equal to the interest payable on those Sales Tax Bonds less any payments reasonably expected to be made to the Authority by the Provider and plus any payments reasonably expected to be made by the Authority to the Provider in accordance with the terms of the Qualified Hedge Agreement (other than fees or termination payments payable to such Provider for providing the Qualified Hedge Agreement);

(2) any such payments (other than fees and termination payments) required to be made by the Authority to the Provider pursuant to such Qualified Hedge Agreement shall be made from amounts on deposit in the Senior Debt Service Fund or Subordinated Debt Service Fund, as applicable;

(3) any such payments received by or for the account of the Authority from the Provider pursuant to such Qualified Hedge Agreement shall be deposited in the Senior Debt Service Fund or Subordinated Debt Service Fund, as applicable;

(4) fees and termination payments, if any, payable to the Provider pursuant to such Qualified Hedge Agreement, other than solely as a result of an event of default with respect to the Provider or event affecting the Provider, shall be paid from amounts on deposit in the General Fund; and

(5) fees and termination payments, if any, payable to the Provider pursuant to such Qualified Hedge Agreement solely as a result of an event of default with respect to the Provider or event affecting the Provider shall be a general unsecured obligation of the Authority.

If the Authority shall enter into a Hedge Agreement that is not a Qualified Hedge Agreement, then:

(1) the interest rate adjustments or assumptions referred to in clause (1) under this heading shall not be made;

(2) any and all payments required to be made by the Authority to the Provider pursuant to such Hedge Agreement, other than solely as a result of an event of default with respect to the Provider or event affecting the Provider, may be made be paid from amounts on deposit in the General Fund if and to the extent expressly provided in the Hedge Agreement; and

(3) fees and termination payments payable to the Provider solely as a result of an event of default with respect to the Provider or event affecting the Provider and, if not expressly provided in the Hedge Agreement to be paid from amounts on deposit in the General Fund, other payments required to be made by the Authority to the Provider under the Hedge Agreement shall be a general unsecured obligation of the Authority. (*Section 104*).

### ***Redemption of Sales Tax Bonds***

Sales Tax Bonds subject to redemption prior to maturity pursuant to a Supplemental Trust Agreement shall be redeemable, upon notice as provided in the Sales Tax Bond Trust Agreement, at such times, at such Redemption Prices and upon such terms as may be specified in the Sales Tax Bond Trust Agreement or in the Supplemental Trust Agreement authorizing such Series.

In the case of any redemption of Sales Tax Bonds otherwise than as provided in the third paragraph under this heading, the Authority shall give written notice to the Trustee of its election so to redeem, of the redemption date, of the Series, and of the principal amounts of the Sales Tax Bonds of each maturity of such Series to be redeemed (which Series, maturities and principal amounts thereof to be redeemed shall be determined by the Authority in its sole discretion, subject to any limitations with respect thereto contained in any Supplemental Trust Agreement). Such notice shall be given at least 45 days prior to the redemption date or such shorter period as shall be acceptable to the Trustee.

Whenever by the terms of the Sales Tax Bond Trust Agreement or a Supplemental Trust Agreement, Sales Tax Bonds are required to be redeemed otherwise than at the election of the Authority, the Authority may, subject to the provision of any related Supplemental Trust Agreement, select the Series of Sales Tax Bonds, the principal amounts of the Sales Tax Bonds of each maturity of such Series to be redeemed and, except in the case of mandatory sinking fund redemption, of the amount of such Sinking Fund Installment, if applicable, within such maturity to be redeemed (which Series, maturities and principal amounts thereof to be redeemed and Sinking Fund Installments shall be determined by the

Authority in its sole discretion, subject to any limitations with respect thereto contained in the Sales Tax Bond Trust Agreement or a Supplemental Trust Agreement) and in the event the Authority does not notify the Trustee of such Series, maturities and principal amounts to be redeemed on or before the 45th day preceding the redemption date, the Trustee shall select the Sales Tax Bonds to be redeemed, give the notice of redemption and apply the moneys available therefor to redeem on the redemption date at the Redemption Price therefor, together with accrued interest to the redemption date, all of the Sales Tax Bonds to be redeemed.

In the event of redemption of less than all of the Outstanding Sales Tax Bonds of like maturity of any Series shall be called for prior redemption, the particular Sales Tax Bonds or portions of Sales Tax Bonds to be redeemed shall be selected by the Trustee by lot, or in such other manner as the Trustee in its discretion may deem fair and appropriate subject to any limitation with respect thereto contained in the applicable Supplemental Trust Agreement. For purposes of the provisions under this heading, the minimum denomination of a Capital Appreciation Bond shall be the lowest Accreted Value authorized to be due at maturity on such Sales Tax Bonds, and the minimum denomination of a Deferred Income Bond shall be the lowest Appreciated Value on the Interest Commencement Date authorized for such Sales Tax Bonds.

Notice of the call for any redemption of Sales Tax Bonds prior to maturity shall be given as provided in the applicable Supplemental Trust Agreement. (*ARTICLE IV*).

***Establishment of Funds and Accounts***

The following Funds and Accounts, which shall be held and administered by the Trustee, are hereby established:

- (1) Pledged Revenue Fund;
- (2) Senior Debt Service Fund;
- (3) Senior Debt Service Reserve Fund;

*[For so long as the USDOT Sales Tax Bonds are Outstanding:*

- (4) Subordinated Debt Service Fund, including the USDOT Loan Account established by the Thirty-Seventh Supplemental Trust Agreement (unless a Bankruptcy Related Event shall have occurred); and ]

*[When the USDOT Sales Tax Bonds are no longer Outstanding:*

- (5) Subordinated Debt Service Fund; and ]
- (5) Subordinated Debt Service Reserve Fund.

Amounts held at any time by the Trustee in any of the Funds and Accounts established pursuant to the provisions under this heading or under the Bond Proceeds Fund pursuant to a Supplemental Trust Agreement shall be held in trust for the Owners of the Sales Tax Bonds separate and apart from all other funds of the Trustee, but shall nevertheless be disbursed, allocated and applied solely for the uses and purposes provided in the Sales Tax Bond Trust Agreement.

The following Funds and Accounts, which shall be held and administered by the Authority, are hereby established:

- (1) Bond Proceeds Fund, which shall include the Capital Account and such other Accounts as the Authority may create by Supplemental Trust Agreement; and
- (2) Rebate Fund.

Amounts held at any time by the Authority in any of the Funds and Accounts established pursuant to the provisions under this heading shall be held in trust separate and apart from all other funds of the Authority for the benefit of the Owners of Sales Tax Bonds, but shall nevertheless be disbursed, allocated and applied solely for the uses and purposes provided in the Sales Tax Bond Trust Agreement. Additional funds, accounts or subaccounts may be created for other purposes by any Supplemental Trust Agreement. Notwithstanding the foregoing, the Authority by Supplemental Trust Agreement authorizing a Series of Sales Tax Bonds may designate that one or more Accounts in the Bond Proceeds Fund created by such Supplemental Trust Agreement be held and administered by the Trustee and pledged to the Owners of the Sales Tax Bonds. (*Section 502 and Section 302 of the Fourth Supplemental Trust Agreement*).

***Bond Proceeds Fund***

The Authority shall deposit into the Bond Proceeds Fund the net proceeds of all Sales Tax Bonds, other than Refunding Bonds, issued for direct expenditures to be made by the Authority, which net proceeds shall be in the amount and applied as set forth in the applicable Supplemental Trust Agreement. (*Section 503*).

***Pledged Revenue Fund and Application Thereof***

The Authority shall, immediately following the execution of the Sales Tax Bond Trust Agreement, transfer to the Trustee for payment into the Pledged Revenue Fund all Pledged Revenues as received, except Investment Income required by the terms hereof to be deposited in another Fund or Account. Amounts in the Pledged Revenue Fund shall be deposited in, or credited to, as appropriate, on the last Business Day of the month in which the first such amounts are deposited in the Pledged Revenue Fund and on or before the last Business Day of each month thereafter, the following Funds and Accounts, in the amounts and in the order and priority, as follows:

- (1) Into the Senior Debt Service Fund, the amount, if any, required so that the balance in said Fund shall equal the Senior Net Debt Service and the fees and charges related to Credit Facilities, Liquidity Facilities, and Qualified Hedge Agreements entered into in connection with Senior Sales Tax Bonds accrued or accruing prior to the last Business Day of the next succeeding month;
- (2) Into the Senior Debt Service Reserve Fund, the amount, if any, required for such Fund, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement and subject to the provisions of the Sales Tax Bond Trust Agreement, to equal the Senior Debt Service Reserve Requirement as of the last day of the then current month; provided, however, that the provisions of the sixth paragraph under the heading "Senior Debt Service Reserve Fund" shall govern any replenishment required after a withdrawal from such Fund;

*[For so long as the USDOT Sales Tax Bonds are Outstanding:*

(3) For so long as the USDOT Sales Tax Bonds are Outstanding (a) *first*, into the Subordinated Debt Service Fund, the amount, if any, required so that the balance in said Fund shall equal the Subordinated Net Debt Service (excluding, for the purpose of such calculation, Debt Service payable on any USDOT Sales Tax Bonds) and the fees and charges related to Credit Facilities, Liquidity Facilities and Qualified Hedge Agreements entered into in connection with Subordinated Sales Tax Bonds (other than any USDOT Sales Tax Bonds) accrued or accruing prior to the last Business Day of the next succeeding month, and (b) *second*, into the USDOT Loan Account within the Subordinated Debt Service Fund, the amount, if any, required so that the balance in the USDOT Loan Account shall equal the amount of Debt Service payable on any USDOT Sales Tax Bonds accrued or accruing prior to the last Business Day of the next succeeding month; ]

*[When the USDOT Sales Tax Bonds are no longer Outstanding:*

(3) Into the Subordinated Debt Service Fund, the amount, if any, required so that the balance in said Fund shall equal the Subordinated Net Debt Service and the fees and charges related to Credit Facilities, Liquidity Facilities and Qualified Hedge Agreements entered into in connection with Subordinated Sales Tax Bonds accruing prior to the last Business Day of the next succeeding month; ]

(4) Into the Subordinated Debt Service Reserve Fund, the amounts, if any, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement and subject to the provisions of the Sales Tax Bond Trust Agreement, to equal the Subordinated Debt Service Reserve Requirement as of the last day of the then current month; provided, however, that the provisions of the Sales Tax Bond Trust Agreement shall govern any replenishment required after a withdrawal from such Fund;

(5) To the Authority for credit to the Rebate Fund, notwithstanding any other provisions of the Sales Tax Bond Trust Agreement, such Pledged Revenues at such times and in such amounts as shall be set forth in a certificate of an Authorized Officer;

(6) If the Trustee shall have received a certificate from the trustee under the Assessment Bond Trust Agreement in accordance with the Assessment Bond Trust Agreement, to such trustee the amount set forth in such certificate;

(7) To the applicable trustee or custodian for Prior Obligations, the amount set forth in a certificate of an Authorized Officer for the payment of Prior Obligations;

(7A) To pay the provider of any surety bond, insurance policy, letter of credit or other similar obligation held on the Senior Debt Service Reserve Fund outstanding interest and expenses on amounts advanced under such obligation in accordance with the terms thereof;

(8) To the General Fund, the amount set forth in an certificate of an Authorized Officer for the payment of certain amounts under Hedge Agreements; and

(9) To the Authority, the moneys remaining on deposit in the Pledged Revenue Fund after making the foregoing deposits.

Notwithstanding the foregoing, in the event that by April 1 of any year, commencing April 1, 2001, the Authority is otherwise unable to make the certification required under Section 35T that it has made provision in its annual budget under the Act for sufficient amounts to be available in the next Fiscal



Year to meet the Prior Obligations without changing the priority of payment of the Prior Obligations in accordance with this sentence, the deposit required pursuant to clause (7) above shall be made prior to the deposit required pursuant to clause (1) during the following Fiscal Year; provided, however, that if during such Fiscal Year the Authority shall adopt a supplemental budget which would permit the Authority to be able to make such certification without changing such priority as aforesaid, the deposit required pursuant to clause (7) shall not be required to be paid prior to the deposit under clause (1) for the remainder of such Fiscal Year.

In determining the amounts to be transferred to the Authority for deposit in the Funds and Accounts held by the Authority, the Trustee may rely exclusively on a certificate of an Authorized Officer setting forth such amounts, which certificate shall be timely provided to the Trustee by the Authority.

Notwithstanding anything in the Trust Agreement to the contrary, in the event that the Dedicated Sales Tax to be credited by the Commonwealth to the State and Local Contribution Fund in a particular month is delayed to a subsequent month, such amounts may be deposited or credited to the Funds and Account as set forth in the Trust Agreement, at any time, upon the direction of the Authority.

### ***Rebate Fund***

Upon the issuance, sale and delivery of any Series of Sales Tax Bonds subject to the Rebate Fund Requirement, there shall be established in the Rebate Fund a separate account for such Series. Funds on deposit in the Rebate Fund shall be applied as set forth in the applicable Supplemental Trust Agreement or a certificate of an Authorized Officer. Unless otherwise specified in the applicable Supplemental Trust Agreement or certificate of an Authorized Officer, interest or other income derived from the investment or deposit of moneys in the Rebate Fund shall be retained in the Rebate Fund. (*Section 505*).

### ***Senior Debt Service Fund***

The Trustee shall pay out of the Senior Debt Service Fund to the respective Paying Agents (i) on or before each interest payment date for any of the Senior Sales Tax Bonds, the amount required for the interest payable on such date; (ii) on or before each Principal Installment due date, the amount required for the Principal Installment for Senior Sales Tax Bonds payable on such due date; and (iii) on or before any redemption date for the Senior Sales Tax Bonds, the amount required for the payment of the Redemption Price of and interest on the Senior Sales Tax Bonds then to be redeemed; provided, however, that if with respect to any Series of Senior Sales Tax Bonds or portions thereof the amounts due on any such interest payment date and/or Principal Installment due date and/or redemption date are intended to be paid from a source other than amounts in the Senior Debt Service Fund prior to any application of amounts in the Senior Debt Service Fund to such payments, the Trustee shall not pay any such amounts to the Paying Agent until such amounts have failed to be provided from such other source at the time required and, if any such amounts due are paid from such other source, the Trustee shall apply the amounts in the Senior Debt Service Fund to provide reimbursement for such payment from such other source, as provided in the agreement governing reimbursement of such amounts to such other source. Such amounts shall be applied by the Paying Agents on and after the due dates thereof. The Trustee shall also pay out of the Senior Debt Service Fund (i) the accrued interest included in the purchase price of Senior Sales Tax Bonds purchased for retirement and (ii) upon written instruction of the Authority, any fees and charges related to Credit Facilities, Liquidity Facilities and Qualified Hedge Agreements with respect to Senior Sales Tax Bonds.

The amount, if any, deposited in the Senior Debt Service Fund from the proceeds of each Series of Senior Sales Tax Bonds shall be set aside in such Fund and applied to the payment of interest on

Senior Sales Tax Bonds as provided in the Supplemental Trust Agreement relating to the issuance of such Series of Senior Sales Tax Bonds.

In the event the amount on deposit in the Senior Debt Service Fund shall be less than the requirement of such Fund pursuant to the Sales Tax Bond Trust Agreement, the Trustee shall provide a certificate to the Authority and the trustee under the Assessment Bond Trust Agreement setting forth the amount of the shortfall and shall receive such amount (to the extent available) from the Pledged Revenue Fund under the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement.

In the event of the refunding of any Senior Sales Tax Bonds, the Authority may direct the Trustee to withdraw from the Senior Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Debt Service on the Senior Sales Tax Bonds being refunded and deposit such amounts in a separate account with the Trustee to be held for the payment of the principal or Redemption Price, if applicable, of and interest on the Senior Sales Tax Bonds being refunded; provided that such withdrawal shall not be made unless (a) immediately thereafter Senior Sales Tax Bonds being refunded shall be deemed to have been paid pursuant to the Sales Tax Bond Trust Agreement, and (b) the amount remaining in the Senior Debt Service Fund, after giving effect to the issuance of Refunding Bonds and the disposition of the proceeds thereof, shall not be less than the requirement of such Fund pursuant to the Sales Tax Bond Trust Agreement. In the event of such refunding, the Authority may also direct the Trustee to withdraw from the Senior Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Debt Service on the Senior Sales Tax Bonds being refunded and deposit such amounts in any Fund or Account under the Sales Tax Bond Trust Agreement; provided, however, that such withdrawal shall not be made unless clauses (a) and (b) referred to hereinabove have been satisfied and provided, further, that, at the time of such withdrawal, there shall exist no deficiency in any Fund or Account held under the Sales Tax Bond Trust Agreement (other than the Fund or Account into which such amount is being transferred). (*Section 506*).

### ***Senior Debt Service Reserve Fund***

If on the last Business Day of any month the amount in the Senior Debt Service Fund shall be less than the amount required to be in such Fund pursuant to paragraph (1) under the heading “Pledged Revenue Fund and Application thereof”, after deposit of any funds received from the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement, the Trustee shall transfer to the Senior Debt Service Fund amounts from the Senior Debt Service Reserve Fund equal to the deficiency.

Whenever the moneys on deposit in the Senior Debt Service Reserve Fund shall exceed the Senior Debt Service Reserve Requirement, such excess may be, in the discretion of the Authority, transferred by the Trustee to the Senior Debt Service Fund or, if approved by an Opinion of Bond Counsel, to any Fund or Account specified by the Authority.

Whenever the amount in the Senior Debt Service Reserve Fund, together with the amount in the Senior Debt Service Fund, is sufficient to pay in full all Outstanding Senior Sales Tax Bonds in accordance with their terms (including principal or applicable Sinking Fund Installments thereof and interest thereon), the amounts on deposit in the Senior Debt Service Reserve Fund may, in the discretion of the Authority, be transferred to the Senior Debt Service Fund. Prior to said transfer, all investments held in the Senior Debt Service Reserve Fund shall be liquidated to the extent necessary in order to provide for the timely payment of principal or Redemption Price and interest on Senior Sales Tax Bonds.

In lieu of the required deposits and transfers to the Senior Debt Service Reserve Fund or as a replacement or substitution for any moneys or Investment Obligations then on deposit in the Senior Debt Service Reserve Fund, the Authority may at any time cause to be deposited into the Senior Debt Service Reserve Fund for the benefit of the Owners of the Senior Sales Tax Bonds a surety bond, an insurance policy, a letter of credit or other similar obligation (and may replace such surety bond, insurance policy, letter of credit or similar obligation from time to time) providing for payments in an amount equal to the difference between the Senior Debt Service Reserve Requirement and the sums, if any, then on deposit in the Senior Debt Service Reserve Fund or being deposited in the Senior Debt Service Reserve Fund concurrently with such surety bond, insurance policy, letter of credit or other similar obligation. The surety bond, insurance policy, letter of credit or other similar obligation shall be payable (upon the giving of notice as required thereunder) on any date on which moneys will be required to be withdrawn from the Senior Debt Service Reserve Fund and applied to the payment of a Principal Installment of or interest on any Senior Sales Tax Bonds and such withdrawal cannot be met by moneys and Investment Obligations on deposit in the Senior Debt Service Reserve Fund. To the extent there is on deposit in the Senior Debt Service Reserve Fund more than one surety bond, insurance policy, letter of credit or other similar obligation, the Trustee shall draw upon such obligations pro rata following the withdrawal of moneys and Investment Obligations on deposit therein. The insurer providing such surety bond or insurance policy shall be an insurer (i) whose municipal bond insurance policies, at the time of issue of such surety bond or insurance policy, insuring the payment, when due, of the principal of and interest on municipal bond issues results in such issues being rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency or (ii) who holds the highest policy-holder rating accorded insurers by any Rating Agency. The letter of credit issuer shall be a bank or trust company which at the time of issuance of the letter of credit has an outstanding, unsecured, uninsured and unguaranteed debt issue rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency. If a disbursement is made pursuant to a surety bond, an insurance policy, a letter of credit or other similar obligation provided pursuant to this paragraph, the Authority shall be obligated, but only from the sources of payment specified in the Sales Tax Bond Trust Agreement, either (i) to reinstate the maximum limits of such surety bond, insurance policy, letter of credit or other similar obligation, (ii) to deposit into the Senior Debt Service Reserve Fund, funds in the amount of the disbursement made under such surety bond, insurance policy, letter of credit or other similar obligation, (iii) to promptly deposit into the Senior Debt Service Reserve Fund a different surety bond, insurance policy, letter of credit or other similar obligations having a maximum limit equal to the amount of the disbursement made under the existing surety bond, insurance policy, letter of credit or other similar obligation, or (iv) to utilize any combination of the alternatives set forth in clauses (i), (ii) or (iii) above as shall provide that the amount in the Senior Debt Service Reserve Fund equals the Senior Debt Service Reserve Requirement. Subject to the provisions of the sixth paragraph under this heading, moneys and Investment Obligations on deposit in the Senior Debt Service Reserve Fund may, if required by the terms of any surety bond, letter of credit or other similar obligation, be utilized by the Authority to repay any drawings on such surety bond, letter of credit or other similar obligation, but only if such repayment will result in a reinstatement of the amount available to be drawn under such surety bond, letter of credit or other similar obligation in an amount at least equal to the amount of such repayment. Notwithstanding the foregoing and anything in the Sales Tax Bond Trust Agreement to the contrary, any funds deposited to restore the Senior Debt Service Reserve Fund shall be applied to reinstate any surety bond, insurance policy, letter of credit or other similar obligation prior to depositing additional moneys and Investment Obligations therein.

In the event of the refunding of any Senior Sales Tax Bonds, the Authority may direct the Trustee to withdraw from the Senior Debt Service Reserve Fund all, or any portion of, the amounts accumulated therein with respect to the Senior Sales Tax Bonds being refunded and deposit such amounts with the Trustee in a separate account to be held for the payment of the principal or Redemption Price, if applicable, and interest on the Senior Sales Tax Bonds being refunded; provided that such withdrawal

shall not be made unless (a) immediately thereafter the Senior Sales Tax Bonds being refunded shall be deemed to have been paid pursuant to the Sales Tax Bond Trust Agreement, and (b) the amount remaining in the Senior Debt Service Reserve Fund, after giving effect to the issuance of any Refunding Bonds and the disposition of the proceeds thereof and to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement, shall not be less than the Senior Debt Service Reserve Requirement. In the event of such refunding, the Authority may also direct the Trustee to withdraw from the Senior Debt Service Reserve Fund all, or any portion of, the amounts accumulated therein with respect to Senior Debt Service on the Senior Sales Tax Bonds being refunded and deposit such amounts in any Fund or Account under the Sales Tax Bond Trust Agreement; provided, however, that such withdrawal shall not be made unless items (a) and (b) referred to hereinabove have been satisfied.

Regardless of the provisions of the Sales Tax Bond Trust Agreement, in the event that at any time the amount on deposit in the Senior Debt Service Reserve Fund, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement, shall be less than the Senior Debt Service Reserve Requirement as a result of any withdrawal from said Fund or as a result of the valuation of such Fund performed in accordance with the Sales Tax Bond Trust Agreement, the Authority shall restore the amount on deposit in the Senior Debt Service Reserve Fund, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in said Fund pursuant to the Sales Tax Bond Trust Agreement, to the Senior Debt Service Reserve Requirement, in the case of restoration after a withdrawal in twelve (12) equal monthly installments commencing within ninety (90) days of such withdrawal, and in the case of restoration as a result of valuation in six (6) equal monthly installments commencing thirty (30) days after such valuation. (*Section 507*).

### ***Subordinated Debt Service Fund***

The Trustee shall pay out of the Subordinated Debt Service Fund to the respective Paying Agents (i) on or before each interest payment date for any of the Subordinated Sales Tax Bonds, the amount required for the interest payable on such date; (ii) on or before each Principal Installment due date, the amount required for the Principal Installment for Subordinated Sales Tax Bonds payable on such due date; and (iii) on or before any redemption date for the Subordinated Sales Tax Bonds, the amount required for the payment of the Redemption Price of and interest on the Subordinated Sales Tax Bonds then to be redeemed; provided, however, that if with respect to any Series of Subordinated Sales Tax Bonds or portions thereof the amounts due on any such interest payment date and/or Principal Installment due date and/or redemption date are intended to be paid from a source other than amounts in the Subordinated Debt Service Fund prior to any application of amounts in the Subordinated Debt Service Fund to such payments, the Trustee shall not pay any such amounts to the Paying Agent until such amounts have failed to be provided from such other source at the time required and, if any such amounts due are paid from such other source, the Trustee shall apply the amounts in the Subordinated Debt Service Fund to provide reimbursement for such payment from such other source, as provided in the agreement governing reimbursement of such amounts to such other source. Such amounts shall be applied by the Paying Agents on and after the due dates thereof. The Trustee shall also pay out of the Subordinated Debt Service Fund (i) the accrued interest included in the purchase price of Subordinated Sales Tax Bonds purchased for retirement and (ii) upon written instruction of the Authority, any fees and charges related to Credit Facilities, Liquidity Facilities and Qualified Hedge Agreements with respect to Subordinated Sales Tax Bonds. For so long as the USDOT Sales Tax Bonds are Outstanding, the Trustee shall pay out of the USDOT Loan Account within the Subordinated Debt Service Fund all amounts required to be paid in respect of the USDOT Sales Tax Bonds. *[Last sentence effective so long as the USDOT Sales Tax Bonds are Outstanding.]*

The amount, if any, deposited in the Subordinated Debt Service Fund from the proceeds of each Series of Subordinated Sales Tax Bonds shall be set aside in such Fund and applied to the payment of interest on Subordinated Sales Tax Bonds as provided in the Supplemental Trust Agreement relating to the issuance of such Series of Subordinated Sales Tax Bonds.

In the event the amount on deposit in the Subordinated Debt Service Fund shall be less than the requirement of such Fund pursuant to the Sales Tax Bond Trust Agreement, the Trustee shall provide a certificate to the Authority and the trustee under the Assessment Bond Trust Agreement setting forth the amount of the shortfall and shall receive such amount (to the extent available) from the Pledged Revenue Fund under the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement.

In the event of the refunding of any Subordinated Sales Tax Bonds, the Authority may direct the Trustee to withdraw from the Subordinated Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Subordinated Debt Service on the Subordinated Sales Tax Bonds being refunded and deposit such amounts in a separate account with the Trustee to be held for the payment of the principal or Redemption Price, if applicable, of and interest on the Subordinated Sales Tax Bonds being refunded; provided that such withdrawal shall not be made unless (a) immediately thereafter Subordinated Sales Tax Bonds being refunded shall be deemed to have been paid pursuant to the Sales Tax Bond Trust Agreement, and (b) the amount remaining in the Subordinated Debt Service Fund, after giving effect to the issuance of Refunding Bonds and the disposition of the proceeds thereof, shall not be less than the requirement of such Fund pursuant to the Sales Tax Bond Trust Agreement. In the event of such refunding, the Authority may also direct the Trustee to withdraw from the Subordinated Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Debt Service on the Subordinated Sales Tax Bonds being refunded and deposit such amounts in any Fund or Account under the Sales Tax Bond Trust Agreement; provided, however, that such withdrawal shall not be made unless clauses (a) and (b) referred to hereinabove have been satisfied and provided, further, that, at the time of such withdrawal, there shall exist no deficiency in any Fund or Account held under the Sales Tax Bond Trust Agreement (other than the Fund or Account into which such amount is being transferred). (*Section 508*).

### ***Subordinated Debt Service Reserve Fund***

If on the last Business Day of any month the amount in the Subordinated Debt Service Fund shall be less than the amount required to be in such Fund pursuant to the Sales Tax Bond Trust Agreement, after deposit of any funds received from the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement, the Trustee shall transfer to the Subordinated Debt Service Fund amounts from the Subordinated Debt Service Reserve Fund equal to the deficiency.

Whenever the moneys on deposit in the Subordinated Debt Service Reserve Fund shall exceed the Subordinated Debt Service Reserve Requirement, such excess may, in the discretion of the Authority, be transferred by the Trustee to the credit of the Subordinated Debt Service Fund or, if approved by an Opinion of Bond Counsel, to any Fund or Account specified by the Authority.

Whenever the amount in the Subordinated Debt Service Reserve Fund, together with the amount in the Subordinated Debt Service Fund, is sufficient to pay in full all Outstanding Sales Tax Bonds in accordance with their terms (including principal or applicable Sinking Fund Installments thereof and interest thereon), the amounts on deposit in the Subordinated Debt Service Reserve Fund may in the Authority's discretion be transferred to the Subordinated Debt Service Fund. Prior to said transfer, all investments held in the Subordinated Debt Service Reserve Fund shall be liquidated to the extent

necessary in order to provide for the timely payment of principal or Redemption Price and interest on Subordinated Sales Tax Bonds.

In lieu of the required deposits and transfers to the Subordinated Debt Service Reserve Fund or as a replacement or substitution for any moneys or Investment Obligations then on deposit in the Subordinated Debt Service Reserve Fund, the Authority may at any time cause to be deposited into the Subordinated Debt Service Reserve Fund for the benefit of the Owners of the Subordinated Sales Tax Bonds a surety bond, an insurance policy, a letter of credit or other similar obligation (and may replace such surety bond, insurance policy, letter of credit or similar obligation from time to time) providing for payments in an amount equal to the difference between the Subordinated Debt Service Reserve Requirement and the sums, if any, then on deposit in the Subordinated Debt Service Reserve Fund or being deposited in the Subordinated Debt Service Reserve Fund concurrently with such surety bond, insurance policy, letter of credit or other similar obligation. The surety bond, insurance policy, letter of credit or other similar obligation shall be payable (upon the giving of notice as required thereunder) on any date on which moneys will be required to be withdrawn from the Subordinated Debt Service Reserve Fund and applied to the payment of a Principal Installment of or interest on any Subordinated Sales Tax Bonds and such withdrawal cannot be met by moneys and Investment Obligations on deposit in the Subordinated Debt Service Reserve Fund. The insurer providing such surety bond or insurance policy shall be an insurer (i) whose municipal bond insurance policies, at the time of issue of such surety bond or insurance policy, insuring the payment, when due, of the principal of and interest on municipal bond issues results in such issues being rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency or (ii) who holds the highest policy-owner rating accorded insurers by a nationally recognized insurance rating agency. The letter of credit issuer shall be a bank or trust company which at the time of issuance of the letter of credit has an outstanding, unsecured, uninsured and unguaranteed debt issue rated in a category equal to or higher than its unenhanced, published rating on Outstanding Sales Tax Bonds by any Rating Agency. If a disbursement is made pursuant to a surety bond, an insurance policy, a letter of credit or other similar obligation provided pursuant to this paragraph, the Authority shall be obligated, but only from the sources of payment specified in the Sales Tax Bond Trust Agreement, either (i) to reinstate the maximum limits of such surety bond, insurance policy, letter of credit or other similar obligation, (ii) to deposit into the Subordinated Debt Service Reserve Fund, funds in the amount of the disbursement made under such surety bond, insurance policy, letter of credit or other similar obligation, (iii) to promptly deposit into the Subordinated Debt Service Reserve Fund a different surety bond, insurance policy, letter of credit or other similar obligations having a maximum limit equal to the amount of the disbursement made under the existing surety bond, insurance policy, letter of credit or other similar obligation, or (iv) to utilize any combination of the alternatives set forth in clauses (i), (ii) or (iii) above as shall provide that the amount in the Subordinated Debt Service Reserve Fund equals the Subordinated Debt Service Reserve Requirement. Subject to the provisions of the last paragraph under this heading, moneys and Investment Obligations on deposit in the Subordinated Debt Service Reserve Fund may, if required by the terms of any surety bond, letter of credit or other similar obligation, be utilized by the Authority to repay any drawings on such surety bond, letter of credit or other similar obligation, but only if such repayment will result in a reinstatement of the amount available to be drawn under such surety bond, letter of credit or other similar obligation in an amount at least equal to the amount of such repayment.

In the event of the refunding of any Subordinated Sales Tax Bonds, the Authority may direct the Trustee to withdraw from the Subordinated Debt Service Reserve Fund all, or any portion of, the amounts accumulated therein with respect to the Subordinated Sales Tax Bonds being refunded and deposit such amounts with the Trustee in a separate account to be held for the payment of the principal or Redemption Price, if applicable, and interest on the Subordinated Sales Tax Bonds being refunded; provided that such withdrawal shall not be made unless (a) immediately thereafter the Subordinated Sales Tax Bonds being refunded shall be deemed to have been paid pursuant to the Sales Tax Bond Trust Agreement, and (b) the

amount remaining in the Subordinated Debt Service Reserve Fund, after giving effect to the issuance of any Refunding Bonds and the disposition of the proceeds thereof and to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement, shall not be less than the Subordinated Debt Service Reserve Requirement. In the event of such refunding, the Authority may also direct the Trustee to withdraw from the Subordinated Debt Service Reserve Fund all, or any portion of, the amounts accumulated therein with respect to Subordinated Debt Service on the Subordinated Sales Tax Bonds being refunded and deposit such amounts in any Fund or Account under the Sales Tax Bond Trust Agreement; provided, however, that such withdrawal shall not be made unless items (a) and (b) referred to hereinabove have been satisfied.

Regardless of the provisions of the Sales Tax Bond Trust Agreement, in the event that at any time the amount on deposit in the Subordinated Debt Service Reserve Fund, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in such Fund pursuant to the Sales Tax Bond Trust Agreement, shall be less than the Subordinated Debt Service Reserve Requirement as a result of any withdrawal from said Fund or as a result of the valuation of such Fund performed in accordance with the Sales Tax Bond Trust Agreement, the Authority shall restore the amount on deposit in the Subordinated Debt Service Reserve Fund, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation deposited in said Fund pursuant to the Sales Tax Bond Trust Agreement, to the Subordinated Debt Service Reserve Requirement, in the case of restoration after withdrawal in twelve (12) equal monthly installments commencing within ninety (90) days of such withdrawal, and in the case of restoration as a result of valuation in six (6) equal monthly installments commencing thirty (30) days after such valuation.

Notwithstanding anything in the Sales Tax Bond Trust Agreement to the contrary, all references to Subordinated Sales Tax Bonds and Sales Tax Bonds in the Sales Tax Bond Trust Agreement shall not include Subordinated Sales Tax Bonds payable from amounts on deposit in the USDOT Loan Account of the Subordinated Debt Service Fund; provided that the foregoing shall cease to apply upon the occurrence of a Bankruptcy Related Event of the Authority, without any other further action being taken by any person. *[This paragraph effective so long as the USDOT Sales Tax Bonds are Outstanding.] (Section 509).*

### **General Fund**

If, on the last Business Day of any month, the amount in the Senior Debt Service Fund shall be less than the amount required to be deposited therein on such date, the amount in the Senior Debt Service Reserve Fund shall be less than the Senior Debt Service Reserve Requirement, the amount in the Subordinated Debt Service Fund shall be less than the amount then required to be on deposit in such Fund pursuant to the Trust Agreement or the amount in the Subordinated Debt Service Reserve Fund shall be less than the Subordinated Debt Service Reserve Requirement, the Authority shall transfer from any or all accounts within the General Fund to the credit of the respective Funds the amount necessary (or all the moneys credited to the General Fund if less than the amount necessary) to make up such deficiency.

To the extent not required to make up any such deficiency, amounts in the General Fund may, upon the direction of an Authorized Officer of the Authority, be transferred to any Fund or Account, transferred to the Authority free and clear of the lien of this Trust Agreement for any of its corporate purposes consistent with the Act, or applied to the payment of debt service on General Fund Indebtedness or the payment of any General Fund Expenses. *(Section 302 of the Fourth Supplemental Trust Agreement).*

### *Investment of Funds*

Amounts in the Funds and Accounts established by the Sales Tax Bond Trust Agreement may be invested by the Trustee at the written direction of the Authority or by the Authority, as the case may be, only in Investment Obligations. To the extent not used to meet the requirement of such Funds and Accounts, income from such Investment Obligations held in the Pledged Revenue Fund, the Senior Debt Service Fund, the Senior Debt Service Reserve Fund and in any Account of the Bond Proceeds Fund established by Supplemental Trust Agreement and held by the Trustee shall be credited to the Senior Debt Service Fund and income from such Investment Obligations held in the Subordinated Debt Service Fund and the Subordinated Debt Service Reserve Fund shall be credited to the Subordinated Debt Service Fund; provided, however, that in order to comply with the provisions under the heading “Tax Covenant” herein the Authority may provide in the Supplemental Trust Agreement authorizing a series of Sales Tax Bonds that earnings on the Senior Debt Service Fund, Senior Debt Service Reserve Fund, Subordinated Debt Service Fund and Subordinated Debt Service Reserve Fund, as applicable, shall be transferred to the Capital Account of the Bond Proceeds Fund, to the extent such earnings exceed the amount needed to meet the obligations under paragraphs (1) and (3) under the heading “Pledged Revenue Fund and Application Thereof,” as applicable. The income from any Investment Obligations in the Rebate Fund and in the Bond Proceeds Fund or in a separate account or sub-account therein shall be held in such Fund, Account or sub-account for the purposes thereof. The Trustee and the Authority shall sell any Investment Obligations held in any Fund or Account to the extent required for payments from such Fund or Account. The proceeds of such sales, and of all payments at maturity or upon redemption of such investments, shall be held in the applicable Fund or Account to the extent required to meet the requirements of such Fund or Account. In computing the amount of such Funds and Accounts, investments shall be valued at par, or if purchased at other than par, shall be valued at Amortized Value. Accrued interest received upon the sale of any Investment Obligation shall be treated as income from such Investment Obligation for purposes of the provisions under this heading.

In making any investment in any Investment Obligations with moneys in any Fund or Account established under the Sales Tax Bond Trust Agreement, the Trustee and the Authority may combine such moneys with moneys in any other Fund or Account held by it, but solely for purposes of making such investment in such Investment Obligations.

Nothing in the Sales Tax Bond Trust Agreement shall prevent any Investment Obligations acquired as investments of or security for any Fund or Account held under the Sales Tax Bond Trust Agreement from being issued or held in book-entry form on the books of the Department of the Treasury of the United States.

Each investment of any moneys in any Fund or Account established under the Sales Tax Bond Trust Agreement shall permit the moneys so deposited or invested to be available for use at the times at which the Authority reasonably believes such moneys will be required for the purposes hereof.

The Trustee is hereby authorized, in making or disposing of any investment permitted by this Trust Agreement, to deal with itself (in its individual capacity) or with any one or more of its affiliates, whether it or such affiliate is acting as an agent of the Trustee or for any third person dealing as principal for its own account.

Notwithstanding anything in the Sales Tax Bond Trust Agreement to the contrary, all amounts held on deposit in any Fund or Account established by Section 301 of the Thirty-Seventh Supplemental Trust Agreement, dated as of December 8, 2017, may be invested only in Investment Obligations that constitute Permitted Investments. *[This paragraph effective so long as the USDOT Sales Tax Bonds are Outstanding.] (Section 510).*



***Satisfaction of Sinking Fund Installments***

Any amount accumulated in the Senior Debt Service Fund or Subordinated Debt Service Fund up to the unsatisfied balance of each respective Sinking Fund Installment may be applied (together with amounts accumulated in such Debt Service Funds with respect to interest on the Sales Tax Bonds for which such Sinking Fund Installment was established) by the Trustee at the direction of the Authority prior to the forty-fifth day preceding the due date of such Sinking Fund Installment as follows:

(1) to the purchase of Sales Tax Bonds of the maturity for which such Sinking Fund Installment was established, at prices (including any brokerage and other charges) not exceeding the principal amount of such Sales Tax Bonds plus unpaid interest accrued to the date of purchase, such purchases to be made in such manner as the Authority shall determine; or

(2) to the redemption of such Sales Tax Bonds if then redeemable by their terms at the price referred to in clause (1) hereof.

All Sales Tax Bonds so purchased or redeemed shall be delivered to the Trustee for cancellation prior to the forty-fifth day preceding the due date of such Sinking Fund Installment. The principal amount of any Sales Tax Bonds so purchased or redeemed shall be deemed to constitute part of the Senior Debt Service Fund or Subordinated Debt Service Funds, as applicable, until such Sinking Fund Installment date, for the purpose of calculating the amount of such Fund.

Upon the purchase or redemption of any Sales Tax Bond pursuant to clause 1 under this heading, an amount equal to the principal amount of the Sales Tax Bonds so purchased or redeemed shall be credited toward the next Sinking Fund Installment thereafter to become due with respect to the Sales Tax Bonds of such maturity and the amount of any excess of the amounts so credited over the amount of such Sinking Fund Installment shall be credited by the Trustee against future Sinking Fund Installments as specified in the applicable Supplemental Trust Agreement. Concurrently with the delivery of such Sales Tax Bonds the Authority shall deliver to the Paying Agent and to the Trustee a certificate of an Authorized Officer specifying (i) the principal amount, Series, maturity, interest rate and numbers of the Sales Tax Bonds so delivered, (ii) the date of the Sinking Fund Installment in satisfaction of which such Sales Tax Bonds are so delivered, (iii) the aggregate principal amount of the Sales Tax Bonds so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of such Sales Tax Bonds.

Upon the purchase or redemption of any Series of Sales Tax Bonds for which Sinking Fund Installments shall have been established, an amount equal to the principal amount of the Sales Tax Bonds so purchased or redeemed shall be credited toward future Sinking Fund Installments in such order as the Authority shall determine. In satisfaction, in whole or in part, of any Sinking Fund Installment, the Authority may deliver to the Trustee at least forty-five days prior to the date of such Sinking Fund Installment, for cancellation, Sales Tax Bonds purchased or redeemed, except Sales Tax Bonds purchased or redeemed pursuant to the provisions of clause 1 under this heading, of the Series and maturity entitled to such Sinking Fund Installment. All Sales Tax Bonds so delivered to the Trustee in satisfaction of a Sinking Fund Installment shall reduce the amount thereof by the amount of the aggregate principal amount of such Sales Tax Bonds. Concurrently with such delivery of such Sales Tax Bonds the Authority shall deliver to the Paying Agent and to the Trustee a certificate of an Authorized Officer specifying (i) the principal amount, Series, maturity, interest rate and numbers of the Sales Tax Bonds so delivered, (ii) the date of the Sinking Fund Installment in satisfaction of which such Sales Tax Bonds are so delivered, (iii) the aggregate principal amount of the Sales Tax Bonds so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of such Sales Tax Bonds.

The Trustee shall, upon receipt of the notice required by and in the manner provided in the Sales Tax Bond Trust Agreement or in the Supplemental Trust Agreement authorizing the Series of Sales Tax Bonds of which the Sales Tax Bonds to be redeemed are part, call for redemption on the date of each Sinking Fund Installment falling due prior to maturity Sales Tax Bonds of the Series, maturity and interest rate within each maturity for which such Sinking Fund Installment was established (except in the case of Sales Tax Bonds maturing on a Sinking Fund Installment date) in such amount as is required to exhaust the unsatisfied balance of such Sinking Fund Installment.

The Trustee shall pay out of the Senior Debt Service Fund or Subordinated Debt Service Funds as applicable, to the appropriate Paying Agents, on or before such redemption date (or maturity date), the amount required for the redemption of the Sales Tax Bonds so called for redemption (or for the payment of such Sales Tax Bonds then maturing), and such amount shall be applied by such Paying Agents to such redemption (or payment). All expenses in connection with the purchase or redemption of Sales Tax Bonds shall be paid by the Authority.

Except as may be otherwise provided with respect to Put Bonds in the Supplemental Trust Agreement providing for the issuance thereof, all Sales Tax Bonds paid or redeemed, either at or before maturity, shall be delivered to the Trustee when such payment or redemption is made, and such Sales Tax Bonds, together with all Sales Tax Bonds purchased or redeemed which have been delivered to the Trustee for application as a credit against Sinking Fund Installments, and all Sales Tax Bonds purchased by the Trustee, shall thereupon be promptly canceled. (*Section 511*).

#### **Particular Covenants of the Authority:**

##### ***Payment of Sales Tax Bonds***

The Authority shall duly and punctually pay or cause to be paid the principal or Redemption Price of every Sales Tax Bond and the interest thereon, at the dates and places and in the manner mentioned in the Sales Tax Bonds, according to the true intent and meaning thereof, and shall duly and punctually satisfy all Sinking Fund Installments which may be established for any Series. Except as in the Sales Tax Bond Trust Agreement otherwise provided, the principal or Redemption Price of such Sales Tax Bonds and the interest thereon are payable solely from Pledged Revenues which Pledged Revenues are pledged thereunder to the payment thereof in the manner and to the extent particularly specified in the Sales Tax Bond Trust Agreement, and nothing in the Sales Tax Bonds or in the Sales Tax Bond Trust Agreement shall be construed as obligating the Commonwealth or any political subdivision thereof to pay the Sales Tax Bonds or the interest thereon except from such Pledged Revenues or as pledging the faith and credit or taxing power of the Commonwealth or of any such political subdivision. (*Section 601*).

##### ***Power to Issue Sales Tax Bonds and Pledge Pledged Revenues and Other Funds***

The Authority is duly authorized under all applicable laws to create and issue the Sales Tax Bonds and to adopt the Sales Tax Bond Trust Agreement and to pledge the Pledged Revenues and other moneys, securities and funds purported to be pledged by the Sales Tax Bond Trust Agreement in the manner and to the extent provided in the Sales Tax Bond Trust Agreement. Except to the extent otherwise provided in the Sales Tax Bond Trust Agreement, the Pledged Revenues and other moneys, securities, funds and accounts so pledged are and will be free and clear of any pledge, lien, charge or encumbrance thereon or with respect thereto prior to, or of equal rank with, the pledge created by the Sales Tax Bond Trust Agreement, and all corporate action on the part of the Authority to that end has been duly and validly taken. The Sales Tax Bonds and the provisions of the Trust Agreement are and will be the valid and legally enforceable obligations of the Authority in accordance with their terms and the terms of the Sales Tax Bond Trust Agreement. The Authority shall at all times, to the extent permitted by law, defend,

preserve and protect the pledge of the Pledged Revenues and other moneys, securities, funds and accounts pledged under the Sales Tax Bond Trust Agreement and all the rights of the Bondowners under the Sales Tax Bond Trust Agreement against all claims and demands of all persons whomsoever. (*Section 604*).

### ***Dedicated Payments***

In the Authority's discretion, revenues of the Authority which are not Pledged Revenues as defined in the Sales Tax Bond Trust Agreement as initially adopted may be pledged and designated as Dedicated Payments by resolution of the Authority, provided the conditions in one of the three following sentences of this paragraph are satisfied. If such Dedicated Payments are to be received from the United States of America, (a) they must automatically recur without appropriation, approval or other similar action by the United States of America or any agency or instrumentality thereof for so long as the Authority is relying thereon for the purpose of issuing Sales Tax Bonds and (b) the manner of determining the amounts to be derived therefrom must not be subject to change or revision during such period. If such Dedicated Payments are to be received from the Commonwealth, they must consist of a payment obligation payable to the Authority pursuant to a statutory or contractual arrangement with the Commonwealth which, in the opinion of Bond Counsel, constitutes a general obligation of the Commonwealth; provided that at the time of entering into such arrangement (a) such arrangement, by its terms, will not terminate so long as the Authority is relying thereon for the purpose of issuing Sales Tax Bonds and (b) the manner of determining the amounts to be derived from such arrangement is not subject to change or revision during such period. Notwithstanding the source of funding, if the Authority has received a written confirmation from each Rating Agency that its published, unenhanced rating of Outstanding Sales Tax Bonds will not be adversely affected, the Authority may, in its sole discretion, designate any revenues which are not Pledged Revenues as Dedicated Payments.

All Dedicated Payments shall be deposited upon receipt in the Senior Debt Service Fund or the Subordinated Debt Service Fund, as determined by such Certificate of an Authorized Officer. The Authority may in its discretion reverse or modify any pledge and designation of Dedicated Revenues by a further resolution and any determination to deposit Dedicated Payments in the Senior Debt Service Fund or the Subordinated Debt Service Fund may be reversed or modified by Certificate of an Authorized Officer, provided that a Certificate of an Authorized Officer shall establish that following any such reversal or modification the Authority will meet the test for incurring \$1 (one dollar) of additional Senior Sales Tax Bonds set forth in the Sales Tax Bond Trust Agreement. (*Section 605*).

### ***Accounts and Reports***

The Authority shall keep proper books of record and account (separate from all other records and accounts) in which complete and correct entries shall be made of the Funds established by this Trust Agreement, and which shall at all times be subject to the inspection of the Trustee and the Owners of an aggregate of not less than twenty-five percent (25%) in principal amount of the Senior Sales Tax Bonds then Outstanding and twenty-five percent (25%) in principal amount of Subordinated Sales Tax Bonds Outstanding or their representatives duly authorized in writing. The Authority shall cause such books and accounts to be audited annually after the end of its Fiscal Year by an independent public accountant selected by the Authority and shall furnish to the Trustee a copy of the report of such audit. Such audit report shall include at least: a statement of all funds (including investments thereof) held by such Trustee and the Authority pursuant to the provisions hereof and of each Supplemental Trust Agreement; a statement of the Pledged Revenues collected in connection herewith and with each Supplemental Trust Agreement; a statement of the balances in the Senior Debt Service Reserve Fund and in the Subordinated Debt Service Reserve Fund.

The reports, statements and other documents required to be furnished by the Authority to the Trustee pursuant to any provisions of this Trust Agreement shall be available for the inspection of Bondowners at the office of the Trustee. The Trustee shall have no obligation to review any such reports, statements or documents or otherwise determine if the Authority has complied with its obligations under Section 606(1). Delivery of such reports, statements or documents shall not constitute constructive notice of any information contained therein or determinable from information contained therein. (*Section 606*).

### ***Tax Covenant***

The Authority shall take, or require to be taken, such action as may from time to time be required to assure the continued exclusion from the federal gross income of holders of any Series of Sales Tax Bonds, the interest on which is not includable in the gross income of the holder thereof for Federal income tax purposes. The Authority shall not permit the investment or application of the proceeds of any Series of Sales Tax Bonds, the interest on which is not includable in the gross income of the holder thereof for Federal income tax purposes, including any funds considered proceeds within the meaning of section 148 of the Code, to be used to acquire any investment property the acquisition of which would cause such Sales Tax Bonds to be “arbitrage bonds” within the meaning of said section 148. (*Section 607*).

### ***Funding of Deficiency Fund and Capital Maintenance Fund***

The Authority shall fund the Deficiency Fund and the Capital Maintenance Fund as required under the Authority’s resolution establishing such Funds, and a copy of resolution, and any amendments thereto, shall be filed with the Trustee. (*Section 608*).

### ***General***

The Authority shall do and perform or cause to be done and performed all acts and things required to be done or performed by or on behalf of the Authority under the provisions of the Act and the Sales Tax Bond Trust Agreement.

Upon the date of authentication and delivery of any of the Sales Tax Bonds, all conditions, acts and things required by law and the Sales Tax Bond Trust Agreement to exist, to have happened and to have been performed precedent to and in the issuance of such Sales Tax Bonds shall exist, shall have happened and shall have been performed and the issue of such Sales Tax Bonds, together with all other indebtedness of the Authority, shall be within every debt and other limit prescribed by the laws of the Commonwealth.

For the purpose of performing and carrying out the duties imposed on the Authority by the Sales Tax Bond Trust Agreement, the Authority may employ any individual, firm or corporation it deems necessary to fulfill its responsibilities under the Act and the Sales Tax Bond Trust Agreement. (*Section 609*).

### ***Trustee and Paying Agent***

State Street Bank and Trust Company is appointed Trustee under the Sales Tax Bond Trust Agreement. The Authority may appoint one or more Paying Agents for Sales Tax Bonds of any Series in the Supplemental Trust Agreement authorizing such Sales Tax Bonds, and may at any time or from time to time appoint one or more other Paying Agents having the qualifications set forth in the Sales Tax Bond Trust Agreement for a successor Paying Agent. The Trustee may be appointed as Paying Agent. The Trustee may at any time resign and be discharged of the duties and obligations created by the Sales Tax

Bond Trust Agreement by giving not less than 30 days' written notice to the Authority and the registered owners of the Sales Tax Bonds. The Trustee may be removed at any time by an instrument or concurrent instruments in writing, filed with the Trustee, and signed by the Owners of a majority in principal amount of the Senior Sales Tax Bonds and the Subordinated Sales Tax Bonds then Outstanding or their attorneys-in-fact duly authorized, excluding any Sales Tax Bonds held by or for the account of the Authority. The Trustee may also be removed at any time for any breach of trust or for acting or proceeding in violation of, or for failing to act or proceed in accordance with, any provision of the Sales Tax Bond Trust Agreement with respect to the duties and obligations of the Trustee, by any court of competent jurisdiction upon the application of the Authority or the holders of not less than 25% in aggregate principal amount of Senior Sales Tax Bonds Outstanding and not less than 25% in aggregate principal amount of Subordinated Sales Tax Bonds Outstanding. Notwithstanding the foregoing provisions, at the end of the fifth Fiscal Year following the Fiscal Year in which the first series of Sales Tax Bonds is issued under the Sales Tax Bond Trust Agreement, and at the end of every fifth Fiscal Year thereafter, the Authority may remove the Trustee, except during the existence of an Event of Default, upon 120 days' written notice to the trustee by filing with the Trustee an instrument signed by an Authorized Representative of the Authority. Any Successor Trustee shall be a bank or trust company organized under the laws of any state of the United States or a national banking association having a capital and surplus aggregating at least \$100,000,000. (*Sections 701, 702, 707, 708 and 709*).

***Supplemental Trust Agreements Not Requiring Consent of Bondowners***

The Authority and the Trustee to the Sales Tax Bond Trust Agreement may without the consent of, or notice to, any of the holders of the Sales Tax Bonds enter into agreements supplemental to the Sales Tax Bond Trust Agreement as shall not, in their opinion, be inconsistent with the terms and provisions of the Sales Tax Bond Trust Agreement for any one or more of the following purposes and at any time or from time to time:

(1) To authorize Sales Tax Bonds of a Series and, in connection therewith, (a) specify and determine the matters and things referred to in the Sales Tax Bond Trust Agreement, and also any other matters and things relative to such Sales Tax Bonds which are not contrary to or inconsistent with the Sales Tax Bond Trust Agreement as theretofore in effect or to amend, modify or rescind any such authorization, specification or determination at any time prior to the first authentication and delivery of such Sales Tax Bonds, including without limiting the generality of the foregoing, provisions amending or modifying the Sales Tax Bond Trust Agreement to provide for the issuance of Sales Tax Bonds in book-entry form or in coupon form payable to bearer;

(2) to confirm, as further assurance, any pledge under, and the subjection to any lien or pledge created or to be created by, the Sales Tax Bond Trust Agreement, of the Pledged Revenues or of any other moneys, securities or funds;

(3) to modify any of the provisions of the Sales Tax Bond Trust Agreement in any respect whatsoever, provided that (i) such modification shall be, and be expressed to be, effective only after all Sales Tax Bonds of any Series affected by the amendment Outstanding at the date of the execution and delivery of such Supplemental Trust Agreement shall cease to be Outstanding, and (ii) such Supplemental Trust Agreement shall be specifically referred to in the text of all Sales Tax Bonds of any Series authenticated and delivered after the date of the execution and delivery of such Supplemental Trust Agreement and of Sales Tax Bonds issued in exchange therefor or in place thereof;

(4) to modify the definition of Investment Obligations as directed by the Authority, provided that the Authority shall have provided evidence to the Trustee that the details of such modification have been provided in writing to each Rating Agency then assigning a rating on Outstanding Sales Tax Bonds

and that each such Rating Agency has either (i) confirmed in writing that such modification will not adversely affect such ratings or (ii) issued a rating on a Series of Sales Tax Bonds to be issued which is not lower than the rating assigned by such Rating Agency to Outstanding Sales Tax Bonds prior to such modification, or any other evidence satisfactory to the Trustee that modification will not adversely affect the then current ratings, if any, assigned to the Sales Tax Bonds by any Rating Agency;

(5) to subject to the lien of the Sales Tax Bond Trust Agreement additional revenues, security or collateral;

(6) to cure any ambiguity, supply any omission, or cure or correct any defect or inconsistent provision in the Sales Tax Bond Trust Agreement;

(7) to insert such provisions clarifying matters or questions arising under the Sales Tax Bond Trust Agreement as are necessary or desirable and are not contrary to or inconsistent with the Sales Tax Bond Trust Agreement as theretofore in effect;

(8) to authorize the issuance of bonds, notes or any other obligation entitled to a lien on Pledged Revenues or the Funds and Accounts under the Sales Tax Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement; or

(9) to provide for additional duties of the Trustee. (*Section 801*).

#### ***Supplemental Trust Agreements Effective with Consent of Bondowners***

At any time or from time to time, a Supplemental Trust Agreement may be adopted subject to consent by Bondowners in accordance with and subject to the provisions of the Sales Tax Bond Trust Agreement, which Supplemental Trust Agreement, upon the filing with the Trustee of a copy thereof certified by an Authorized Officer of the Authority and upon compliance with the provisions of said Sales Tax Bond Trust Agreement, shall become fully effective in accordance with its terms as provided in said Sales Tax Bond Trust Agreement. (*Section 802*).

#### ***Amendments***

Any modification or amendment of the Sales Tax Bond Trust Agreement and of the rights and obligations of the Authority and of the Owners of the Sales Tax Bonds and coupons thereunder may be made by a Supplemental Trust Agreement, with the written consent given as provided in the Sales Tax Bond Trust Agreement, (i) of the Owners of at least a majority in principal amount of the Senior Sales Tax Bonds Outstanding or, if no Senior Sales Tax Bonds are Outstanding, at least a majority in principal amount of the Subordinated Sales Tax Bonds Outstanding at the time such consent is given, and (ii) in case less than all of the Senior Sales Tax Bonds, or if no Senior Sales Tax Bonds are Outstanding, less than all of the Subordinated Sales Tax Bonds, then Outstanding are affected by the modification or amendment, of the Owners of at least a majority in principal amount of the Senior Sales Tax Bonds, or if no Senior Sales Tax Bonds are Outstanding, Subordinated Sales Tax Bonds, of each Series so affected and Outstanding at the time such consent is given; provided, however, that if such modification or amendment will, by its terms, not take effect so long as any Sales Tax Bonds remain Outstanding, the consent of the Owners of such Sales Tax Bonds shall not be required and such Sales Tax Bonds shall not be deemed to be Outstanding for the purpose of any calculation of Outstanding Sales Tax Bonds under this heading. No such modification or amendment shall permit a change in the terms of redemption or maturity of the principal of any Outstanding Senior Sales Tax Bond or any Outstanding Subordinated Sales Tax Bond or of any installment of interest thereon or a reduction in the principal amount, Accreted Value or the Redemption Price thereof or in the rate of interest thereon without the consent of the Owner

of such Sales Tax Bond, or shall reduce the percentages or otherwise affect the classes of Sales Tax Bonds the consent of the Owners of which is required to effect any such modification or amendment, or shall change or modify any of the rights or obligations of any Fiduciary without its written assent thereto. For the purposes of this paragraph, a Series shall be deemed to be affected by a modification or amendment of the Sales Tax Bond Trust Agreement if the same adversely affects or diminishes the rights of the Owners of Sales Tax Bonds of such Series. The Trustee may in its discretion determine whether or not in accordance with the foregoing powers of amendment, Sales Tax Bonds of any particular Series or maturity would be affected by any modification or amendment of the Sales Tax Bond Trust Agreement. Any such determination may be based upon the written advice of Bond Counsel, if so requested by the Trustee, and shall be binding and conclusive on the Authority and all Owners of Sales Tax Bonds. For purposes of the provisions under this heading, the Owners of the Sales Tax Bonds may include the initial holders thereof, regardless of whether such Sales Tax Bonds are being held for immediate resale. (*Section 902*).

### ***Events of Default***

The occurrence of any one or more of the following events shall constitute an Event of Default under the Sales Tax Bond Trust Agreement:

- (1) The Authority shall fail to make payment of the principal of any Sales Tax Bond when the same shall become due and payable, either at maturity or scheduled redemption; or
- (2) The Authority shall fail to make payment of any installment of interest on any Sales Tax Bonds when the same shall become due and payable; or
- (3) The Authority shall default in the observance or performance of any other covenants or agreements on the part of the Authority contained in the Sales Tax Bond Trust Agreement, and such default shall continue for ninety (90) days after written notice specifying such default and requiring the same to be remedied shall have been given to the Authority by the Trustee, which may give such notice in its discretion and shall give such notice at the written request of the Owners of not less than twenty-five percent (25%) in aggregate principal amount of the Sales Tax Bonds then Outstanding. (*Section 1001*).

### ***Remedies***

Upon the occurrence and during the continuation of any Event of Default, then and in every such case the Trustee may proceed, and upon the written request of the Owners of not less than twenty-five percent (25%) in aggregate principal amount of Senior Sales Tax Bonds or Subordinated Sales Tax Bonds then Outstanding under the Sales Tax Bond Trust Agreement shall proceed to protect and enforce its rights and the rights of the Bondowners under the laws of the Commonwealth or under the Sales Tax Bond Trust Agreement by such suits, actions or special proceedings in equity or at law, or by proceedings in the office of any board of officer having jurisdiction, either for the specific performance of any covenant or agreement contained in Sales Tax Bond Trust Agreement or in aid or execution of any power therein granted or for the enforcement of any proper legal or equitable remedy, as the Trustee, being advised by counsel, shall deem most effectual to protect and enforce such rights. The Trustee shall not be required to take any remedial action (other than the giving of notice) unless indemnity satisfactory to the Trustee is furnished for any liability to be incurred thereby; provided that, without in any way limiting the foregoing, any indemnity that would otherwise be provided by the USDOT Lender shall instead be provided by the Authority on behalf of the USDOT Lender in any case where the USDOT Lender would be required to provide indemnification (other than in respect of any liability determined by a court of competent jurisdiction by final and nonappealable judgment to have resulted from the gross negligence or

willful misconduct of the USDOT Lender). *[Proviso in the second sentence effective so long as the USDOT Sales Tax Bonds are Outstanding.]*. (Section 1002).

***Trustee for Subordinated Bondowners***

During any period in which an Event of Default shall have occurred and be continuing if there shall be Outstanding under the Sales Tax Bond Trust Agreement Subordinated Sales Tax Bonds and Senior Sales Tax Bonds, the registered owners of the Subordinated Sales Tax Bonds shall be entitled to the appointment of a trustee to act on their behalf in any suit, action or proceeding under the Sales Tax Bond Trust Agreement and to otherwise exercise on their behalf any of their rights thereunder; provided, however, that such trustee shall not be entitled to hold any Funds or Accounts under the Sales Tax Bond Trust Agreement which shall continue to be held thereunder by the Trustee. During such period the Trustee under the Sales Tax Bond Trust Agreement shall then act exclusively on behalf of the registered owners of Senior Sales Tax Bonds Outstanding; provided, however, the Trustee shall continue to bear its fiduciary obligation to all Bondholders as provided in the Sales Tax Bond Trust Agreement with respect to any Funds or Accounts or any other amounts held in trust under the Sales Tax Bond Trust Agreement. Any such trustee may be appointed with the consent of a majority in principal amount Outstanding of Subordinated Sales Tax Bonds. Notice of the appointment of any such trustee shall be given to the Trustee and the Authority promptly upon such appointment and to all registered owners of Subordinated Sales Tax Bonds. (Section 1003).

***Application of Pledged Revenues and Other Moneys After Default***

The Authority covenants that if an Event of Default shall happen and shall not have been remedied, the Authority, upon demand of the Trustee, shall pay over or cause to be paid over to the Trustee (i) forthwith, any moneys, securities and funds then held by the Authority or a Depository in any Fund, Account or Subaccount under the Sales Tax Bond Trust Agreement (excluding the Rebate Fund) and (ii) as promptly as practicable after receipt thereof, the Pledged Revenues. To the extent that the allocation of such moneys, securities, funds and Pledged Revenues is not otherwise provided for in the Sales Tax Bond Trust Agreement, the Trustee shall establish and deposit the same into a separate Account in the Senior Debt Service Fund.

During the continuation of an Event of Default, all Pledged Revenues and any other funds then held or thereafter received by the Trustee under any of the provisions of the Sales Tax Bond Trust Agreement shall be applied by the Trustee as follows and in the following order:

(a) To the payment of any expenses necessary in the opinion of the Trustee to protect the interests of the registered holders of the Sales Tax Bonds (including without limitation deposits to the Rebate Fund sufficient to fund any unfunded anticipated liability of the Authority under section 148 of the Code relating to the Sales Tax Bonds) and payment of reasonable fees and charges and expenses of the Trustee (including without limitation reasonable fees and disbursements of its counsel) incurred in and in connection with the performance of its powers and duties under the Sales Tax Bond Trust Agreement.

(b) To the payment of the principal of and interest then due on the Sales Tax Bonds upon presentation of the Sales Tax Bonds to be paid (and stamping thereon of the payment if only partially paid, or surrender thereof if fully paid) subject to the provisions of the Sales Tax Bond Trust Agreement, as follows:

First: To the payment to the persons entitled thereto of all installments of interest then due on Senior Sales Tax Bonds in the order of the maturity of such installments, ratably, according to the amounts of interest due thereon, to the persons entitled thereto, without any discrimination or preference;



Second: To the payment to the persons entitled thereto of the unpaid principal of any Senior Sales Tax Bonds which shall have become due, whether at maturity or by call for redemption, with interest on the overdue principal at the rate borne by the respective Senior Sales Tax Bonds, and, if the amount available shall not be sufficient to pay in full all the Senior Sales Tax Bonds, together with such interest, ratably, according to the amounts of principal due on such date to the persons entitled thereto, without any discrimination or preference;

Third: To the payment to the persons entitled thereto of all installments of interest then due on Subordinated Sales Tax Bonds in the order of the maturity of such installments, ratably, according to the amounts of interest due thereon, to the persons entitled thereto, without any discrimination or preference; and

Fourth: To the payment to the persons entitled thereto of the unpaid principal of any Subordinated Sales Tax Bonds which shall have become due, whether at maturity or by call for redemption, with interest on the overdue principal at the rate borne by the respective Subordinated Sales Tax Bonds, and, if the amount available shall not be sufficient to pay in full all the Subordinated Sales Tax Bonds, together with such interest, ratably, according to the amounts of principal due on such date to the persons entitled thereto, without any discrimination or preference;

(c) If the Trustee shall have received a certificate from the trustee under the Assessment Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement, to such trustee the amount set forth in such certificate.

(d) To the applicable trustee or custodian for Prior Obligations, the amount set forth in a certificate of an Authorized Officer for the payment of Prior Obligations.

(e) To the payment of General Fund Expenses and General Fund Indebtedness.

Notwithstanding the foregoing, in the event that by April 1 of any year, commencing April 1, 2001, the Authority is otherwise unable to make the certification required under Section 35T that it has made provision in its annual budget under the Act for sufficient amounts to be available in the next Fiscal Year to meet the Prior Obligations without changing the priority of payment of the Prior Obligations in accordance with this sentence, the deposit required pursuant to paragraph (d) above shall be made prior to the deposit required pursuant to clause (a) during the following Fiscal Year; provided, however, that if during such Fiscal Year the Authority shall adopt a supplemental budget which would permit the Authority to be able to make such certification without changing such priority as aforesaid, the deposit required pursuant to clause (d) shall not be required to be paid prior to the deposit under clause (b) for the remainder of such Fiscal Year. (*Section 1004*).

### ***Defeasance***

(1) If the Authority shall pay or cause to be paid, or there shall otherwise be paid, to the Owners of all Sales Tax Bonds then Outstanding, the principal and interest and Redemption Price to become due thereon, at the times and in the manner stipulated therein and in the Sales Tax Bond Trust Agreement, then, at the option of the Authority, expressed in an instrument in writing signed by an Authorized Officer and delivered to the Trustee, the covenants, agreements and other obligations of the Authority to the Bondowners shall be discharged and satisfied. In such event, the Trustee shall, upon the request of the Authority, execute and deliver to the Authority all such instruments as may be desirable to evidence such discharge and satisfaction and the Fiduciaries shall pay over or deliver to the Authority all money, securities and funds held by them pursuant to the Sales Tax Bond Trust Agreement which are not required for the payment or redemption of Sales Tax Bonds not theretofore surrendered for such payment

or redemption. If the Authority shall pay or cause to be paid, to the Owners of any Outstanding Sales Tax Bonds the principal or Redemption Price and interest due or to become due thereon, at the times and in the manner stipulated therein and in the Sales Tax Bond Trust Agreement, such Sales Tax Bonds shall cease to be entitled to any lien, benefit or security under the Sales Tax Bond Trust Agreement, and all covenants, agreements and obligations of the Authority to the Owners of such Sales Tax Bonds shall thereupon cease, terminate and become void and be discharged and satisfied. Notwithstanding any other provision of the Sales Tax Bond Trust Agreement, certain provisions, including those related to redemption of Sales Tax Bonds, execution and authentication of Sales Tax Bonds, satisfaction of Sinking Fund Installments, appointment of Trustee and Paying Agents, and compensation of Fiduciaries, (in the case of each of the foregoing, such survival shall continue only until such Sales Tax Bonds are in fact paid), and shall, within limits survive the defeasance of the Sales Tax Bonds.

(2) Sales Tax Bonds or interest installments for the payment or redemption of which moneys shall have been set aside and shall be held in trust by the Paying Agents (through deposit by the Authority of funds for such payment or redemption or otherwise) at the maturity or redemption date thereof shall be defeased. Subject to the provisions of paragraphs (3) through (7) under this heading, any Outstanding Sales Tax Bond shall prior to the maturity or redemption date thereof be defeased if (a) in case any of said Sales Tax Bonds are to be redeemed on any date prior to their maturity, the Authority shall have given to the Trustee instructions accepted in writing by the Trustee to mail as provided in the Sales Tax Bond Trust Agreement notice of redemption of such Sales Tax Bonds (other than Sales Tax Bonds which have been purchased by the Trustee at the direction of the Authority or purchased or otherwise acquired by the Authority and delivered to the Trustee as hereinafter provided prior to the mailing of such notice of redemption) on said date, (b) there shall have been deposited with the Trustee either moneys in an amount which shall be sufficient, or Investment Obligations (as hereinafter defined) including any Investment Obligations issued or held in book-entry form on the books of the Department of the Treasury of the United States the principal of and interest on which when due will provide moneys which, together with the moneys, if any, deposited with the Trustee at the same time, shall be sufficient to pay when due the principal or Redemption Price, if applicable, and interest due and to become due on said Sales Tax Bonds on and prior to the redemption date or maturity date thereof, as the case may be, and (c) in the event said Sales Tax Bonds are not by their terms subject to redemption within the next succeeding sixty (60) days, the Authority shall have given the Trustee in form satisfactory to it irrevocable instructions to mail, as soon as practicable, a notice to the Owners of such Sales Tax Bonds at their last addresses appearing upon the registry books at the close of business on the last Business Day on the month preceding the month for which notice is mailed that the deposit required by (b) above has been made with the Trustee and that said Sales Tax Bonds are deemed to have been defeased and stating such maturity or redemption date upon which moneys are expected, subject to the provisions of paragraphs (7) and (8) under this heading, to be available for the payment of the principal or Redemption Price, if applicable, on said Sales Tax Bonds (other than Sales Tax Bonds which have been purchased by the Trustee at the direction of the Authority or purchased or otherwise acquired by the Authority and delivered to the Trustee as hereinafter provided prior to the mailing of the notice of redemption referred to in clause (a) hereof). The Trustee shall, as and to the extent necessary, apply moneys held by it under this heading to the retirement of said Sales Tax Bonds in amounts equal to the unsatisfied balances of any Sinking Fund Installments with respect to such Sales Tax Bonds, all in the manner provided in the Sales Tax Bond Trust Agreement. The Trustee shall, if so directed by the Authority (i) prior to the maturity date of defeased Sales Tax Bonds which are not to be redeemed prior to their maturity date or (ii) prior to the time of the mailing of the notice referred to in clause (a) above with respect to any defeased Sales Tax Bonds which are to be redeemed on any date prior to their maturity, apply moneys deposited with the Trustee in respect to such Sales Tax Bonds and redeem or sell Investment Obligations so deposited with the Trustee and apply the proceeds thereof to the purchase of such Sales Tax Bonds as arranged and directed by the Authority and the Trustee shall immediately thereafter cancel all such Sales Tax Bonds so purchased; provided, however, that the moneys and Investment Obligations remaining on deposit with the Trustee after the purchase and cancellation of

such Sales Tax Bonds shall be sufficient to pay when due the Principal Installment or Redemption Price, if applicable, and interest due or to become due on all remaining Sales Tax Bonds, in respect of which such moneys and Investment Obligations are being held by the Trustee on or prior to the redemption date or maturity date thereof, as the case may be.

If, at any time (i) prior to the maturity date of defeased Sales Tax Bonds which are not to be redeemed prior to their maturity date or (ii) prior to the mailing of the notice of redemption referred to in clause (a) with respect to any defeased Sales Tax Bonds which are to be redeemed on any date prior to their maturity, the Authority shall purchase or otherwise acquire any such Sales Tax Bonds and deliver such Sales Tax Bonds to the Trustee prior to their maturity date or redemption date, as the case may be, the Trustee shall immediately cancel all such Sales Tax Bonds so delivered; such delivery of Sales Tax Bonds to the Trustee shall be accompanied by directions from the Authority to the Trustee as to the manner in which such Sales Tax Bonds are to be applied against the obligation of the Trustee to pay or redeem defeased Sales Tax Bonds; all in accordance with the Sales Tax Bond Trust Agreement.

In the event that on any date as a result of any purchases, acquisitions and cancellations of Sales Tax Bonds, the total amount of moneys and Investment Obligations remaining on deposit with the Trustee under this heading is in excess of the total amount which would have been required to be deposited with the Trustee on such date in respect of the remaining Sales Tax Bonds in order to defease such Sales Tax Bond, the Trustee shall, if requested by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security, interest, pledge or assignment securing said Sales Tax Bonds or otherwise existing under the Sales Tax Bond Trust Agreement. Except as otherwise provided in paragraph (2) and paragraphs (3) through (8) under this heading, neither Investment Obligations nor moneys deposited with the Trustee pursuant to the provisions under this heading nor principal or interest payments on any such Investment Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal or Redemption Price, if applicable, and interest on said Sales Tax Bonds; provided that any cash received from such principal or interest payment on such Investment Obligations deposited with the Trustee, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the Authority as received by the Trustee, free and clear of any trust, lien or pledge securing said Sales Tax Bonds or otherwise existing under the Sales Tax Bond Trust Agreement, and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Investment Obligations maturing at times and in amounts sufficient to pay when due the principal or Redemption Price, if applicable, and interest to become due on said Sales Tax Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestment shall be paid over to the Authority, as received by the Trustee, free and clear of any trust, lien, security interest, pledge or assignment securing said Sales Tax Bonds or otherwise existing under the Sales Tax Bond Trust Agreement. For the purposes of the provisions under this heading, Investment Obligations shall mean and include only (x) such securities as are described in clauses (i), (v) (to the extent rated at the time of investment in the highest rating category, without regard to any refinement or gradation of such rating, by any Rating Agency), (vi) and (viii) of the definition of "Investment Obligations" which shall not be subject to redemption prior to their maturity other than at the option of the Owner thereof, (y) such securities as are described in clause (ii) of the definition of Investment Obligations which shall not be subject to redemption prior to their maturity other than at the option of the Owner thereof or as to which an irrevocable notice of redemption of such securities on a specified redemption date has been given and such securities are not otherwise subject to redemption prior to such specified date other than at the option of the Owner thereof, or (z) upon compliance with the provisions of paragraph (5) under this heading, such securities as are described in clauses (i), (v) to the extent rated at the time of investment in the highest rating category, without regard to any refinement or gradation of such rating, by any Rating Agency, (vi) or (viii) of the definition of Investment Obligations which are subject to redemption prior to maturity at the option of the issuer thereof on a specified date or dates.

(3) For purposes of determining whether Variable Interest Rate Bonds are defeased, the interest to come due on such Variable Interest Rate Bonds on or prior to the maturity or redemption date thereof, as the case may be, shall be calculated at the maximum rate permitted by the terms thereof; provided, however, that if on any date, as a result of such Variable Interest Rate Bonds having borne interest at less than such maximum rate for any period, the total amount of moneys and Investment Obligations on deposit with the Trustee for the payment of interest on such Variable Interest Rate Bonds is in excess of the total amount which would have been required to be deposited with the Trustee on such date in respect of such Variable Interest Rate Bonds in order to satisfy the second sentence of paragraph (2) under this heading, the Trustee shall, if requested, by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security interest, pledge or assignment securing the Sales Tax Bonds or otherwise existing under the Sales Tax Bond Trust Agreement.

(4) Put Bonds shall be deemed to have been defeased only if, in addition to satisfying the other requirements, there shall have been deposited with the Trustee moneys in an amount which shall be sufficient to pay when due the maximum amount of principal of and premium, if any, and interest on such Sales Tax Bonds which could become payable to the Owners of such Sales Tax Bonds upon the exercise of any options provided to the Owner of such Sales Tax Bonds; provided, however, that if, at the time a deposit is made with the Trustee pursuant to paragraph (2) under this heading, the options originally exercisable by the Owner of a Put Bond are no longer exercisable, such Sales Tax Bond shall not be considered a Put Bond for purposes of this paragraph (4). If any portion of the moneys deposited with the Trustee for the payment of the principal of and premium, if any, and interest on Put Bonds is not required for such purpose, the Trustee shall, if requested by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security interest, pledge or assignment securing said Sales Tax Bonds or otherwise existing under the Sales Tax Bond Trust Agreement.

(5) Investment Obligations described in clause (z) of paragraph (2) under this heading may be included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of paragraph (2) under this heading only if the determination as to whether the moneys and Investment Obligations to be deposited with the Trustee in order to satisfy the requirements of such clause (b) would be sufficient to pay when due either on the maturity date thereof or, in the case of any Sales Tax Bonds to be redeemed prior to the maturity date thereof, on the redemption date or dates specified in any notice of redemption to be mailed by the Trustee or in the instructions to mail a notice of redemption provided to the Trustee in accordance with paragraph (2) under this heading, the principal and Redemption Price, if applicable, and interest on the Sales Tax Bonds which will be deemed to have been paid as provided in paragraph (2) under this heading is made both (i) on the assumption that the Investment Obligations described in clause (z) were not redeemed at the option of the issuer prior to the maturity date thereof and (ii) on the assumptions that such Investment Obligations would be redeemed by the issuer thereof at its option on each date on which such option could be exercised, that as of such date or dates interest ceased to accrue on such Investment Obligations and that the proceeds of such redemption would not be reinvested by the Trustee.

(6) In the event that after compliance with the provisions of paragraph (5) under this heading the Investment Obligations described in clause (z) of paragraph (2) under this heading are included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of paragraph (2) under this heading and any such Investment Obligations are actually redeemed by the issuer thereof prior to their maturity date, then the Trustee at the direction of the Authority, provided that the aggregate of the moneys and Investment Obligations to be held by the Trustee, taking into account any changes in redemption dates or instructions to give notice of redemption given to the Trustee by the Authority in accordance with paragraph (7) under this heading, shall at all times be sufficient to satisfy the requirements of clause (b) of paragraph (2) under this heading, shall reinvest the proceeds of such redemption in Investment Obligations.

(7) In the event that after compliance with the provisions of paragraph (5) under this heading the Investment Obligations described in clause (z) of paragraph (2) under this heading are included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of paragraph (2) the provisions under this heading, then any notice of redemption to be mailed by the Trustee and any set of instructions relating to a notice of redemption given to the Trustee may provide, at the option of the Authority, that any redemption date or dates in respect of all or any portion of the Sales Tax Bonds to be redeemed on such date or dates may at the option of the Authority be changed to any other permissible redemption date or dates and that redemption dates may be established for any Sales Tax Bonds deemed to have been paid in accordance with the provisions under this heading upon their maturity date or dates at any time prior to the actual mailing of any applicable notice of redemption in the event that all or any portion of any Investment Obligations described in clause (z) of paragraph (2) under this heading have been called for redemption pursuant to an irrevocable notice of redemption or have been redeemed by the issuer thereof prior to the maturity date thereof; no such change of redemption date or dates or establishment of redemption date or dates may be made unless taking into account such changed redemption date or dates or newly established redemption date or dates the moneys and Investment Obligations on deposit with the Trustee including any Investment Obligations deposited with the Trustee in connection with any reinvestment of redemption proceeds in accordance with paragraph (6) pursuant to clause (b) of paragraph (2) under this heading would be sufficient to pay when due the principal and Redemption Price, if applicable, and interest on all Sales Tax Bonds deemed to have been paid in accordance with the provisions under this heading which have not as yet been paid.

(8) Unless waived by the Authority at the time Sales Tax Bonds are defeased, at any time prior to the actual mailing of any applicable notice of redemption any redemption date or dates in respect of all or any portion of the Sales Tax Bonds to be redeemed on such date or dates may at the option of the Authority be changed to any other permissible redemption date or dates and redemption dates may be established for any Sales Tax Bonds deemed to have been defeased upon their maturity date or dates in both cases in accordance with the Assessment Bond Trust Agreement.

(9) The Authority agrees that it will take no action in connection with any of the transactions referred to under this heading which will cause any Sales Tax Bonds to be "Arbitrage Bonds" within the meaning of Section 148(a) of the Code and the regulations thereunder in effect on the date of the transaction and applicable to the transaction.

(10) Anything in the Sales Tax Bond Trust Agreement to the contrary notwithstanding, any moneys held by a Fiduciary in trust for the payment and discharge of any of the Sales Tax Bonds which remain unclaimed for three years (or such other period as may from time to time be prescribed by the laws of the Commonwealth, provided that if no period is so prescribed, such period shall be three years) after the date when such Sales Tax Bonds have become due and payable, either at their stated maturity dates or by call for earlier redemption, if such moneys were held by the Fiduciary at such date, or for three years after the date of deposit of such moneys if deposited with the Fiduciary after the said date when such Sales Tax Bonds became due and payable, shall automatically revert from the Fiduciary to the Commonwealth once the Fiduciary has complied with the publication and reporting requirements as prescribed in accordance with the laws of the Commonwealth; provided, however, if no provision of Commonwealth law shall require that such funds be paid to the Commonwealth, such moneys shall, at the written request of the Authority, be repaid by the Fiduciary to the Authority, as its absolute property and free from trust, and the Fiduciary shall thereupon be released and discharged with respect thereto and the Bondowners shall look only to the Commonwealth, if paid to the Commonwealth, or the Authority, if paid to the Authority, for the payment of such Sales Tax Bonds.

(11) Anything in the Sales Tax Bond Trust Agreement to the contrary notwithstanding, agreements and obligations of the Authority under the Sales Tax Bond Trust Agreement shall not be

discharged and satisfied until all outstanding payment obligations to the provider of any surety bond, insurance policy, letter of credit or other similar obligation held in the Senior Debt Service Reserve Fund shall have been satisfied.

(12) Notwithstanding the foregoing, in order for all or a portion of the 2022 Series A Bonds (other than 2022 Series A Bonds that have been converted to bear interest at a Fixed Rate) to be deemed to have been paid within the meaning and with the effect expressed in subsection 1 under this heading, in addition to the other requirements under this heading (i) the Trustee shall have received (a) a report verifying that the moneys and Investment Obligations are sufficient to pay when due the principal or Redemption Price, if applicable, and interest due and to become due on such 2022 Series A Bonds on and prior to the redemption date or maturity date thereof, as the case may be, and (b) an Opinion of Counsel that such 2022 Series A Bonds are deemed paid within the meaning and with the effect expressed in subsection 1 under this heading, and (ii) Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of subsection 2 under this heading shall be limited to such securities as are described in clause (i) of the definition of such term in the Trust Agreement and such Investment Obligations shall mature within the lesser of (x) the date on which the moneys invested in such Investment Obligations are required and (y) thirty (30) days. (*Section 1005*).

**CERTAIN INFORMATION REGARDING BONDS  
IN THE WEEKLY RATE PERIOD AND DAILY RATE PERIOD**

*The following sets forth certain information found in the Forty-Seventh Supplemental Trust Agreement, including certain terms used in the Forty-Seventh Supplemental Trust Agreement not used elsewhere in this Official Statement, relating to Bonds bearing interest at the Weekly Rate and the Daily Rate. This summary does not purport to be complete and reference is made to the Forty-Seventh Supplemental Trust Agreement for full and complete statements of such terms and provisions.*

**Definitions (Section 101)**

*Accrual Period* shall mean the period during which a 2022 Series A Bond accrues interest payable on the next Interest Payment Date applicable thereto. Each Accrual Period shall commence on (and include) the last Interest Payment Date to which interest has been paid (or, if no interest has been paid in such Interest Rate Period, from the date of original authentication and delivery of such 2022 Series A Bond, or the Interest Period Change Date, as the case may be) to, but not including, the Interest Payment Date on which interest is to be paid. If, at the time of authentication of any 2022 Series A Bond, interest is in default or overdue on the 2022 Series A Bonds, such 2022 Series A Bond shall bear interest from the date to which interest has previously been paid in full or made available for payment in full on Outstanding 2022 Series A Bonds.

*Alternate Liquidity Facility* shall mean any liquidity facility, insurance policy, line of credit, standby bond purchase agreement or other liquidity support or mechanism obtained, delivered, made, or otherwise entered into for the purpose of providing for the purchase of tendered or deemed tendered 2022 Series A Bonds and as a replacement for or in substitution of the Liquidity Facility. Alternate Liquidity Facility may include a Self-Liquidity Facility.

*Authorized Denomination* shall mean with respect to 2022 Series A Bonds bearing interest at a Weekly Rate and a Daily Rate, \$100,000 and any integral multiple of \$5,000 in excess thereof.

*Automatic Termination Event* shall mean an event of default set forth in any Liquidity Facility which would result in the immediate termination of such Liquidity Facility prior to its stated expiration date without at least thirty (30) days' prior notice from such Liquidity Provider to the Trustee, other than a termination upon the substitution of an Alternate Liquidity Facility.

*Bank-Owned Bonds* shall mean any 2022 Series A Bonds purchased by the Liquidity Facility Provider or its assignee pursuant to the applicable Liquidity Facility or an Alternate Liquidity Facility and registered in the name of the Liquidity facility Provider pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Business Day* shall mean any day other than a Saturday, Sunday, a day on which banking institutions are authorized or required by law or executive order to be closed for commercial banking purposes in the State of New York or the Commonwealth, or any day on which banks in the cities in which the corporate trust office of the Trustee and the principal offices of the Liquidity Facility Provider, the Calculation Agent, and the Remarketing Agent are located are not authorized or required by law to remain closed and on which the New York Stock Exchange is not closed.

*Conversion* shall mean a conversion of the 2022 Series A Bonds from one Interest Rate Period to another Interest Rate Period pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Conversion Date* shall mean the effective date of a Conversion of the 2022 Series A Bonds.

*Daily Rate* shall mean the per annum interest rate on any 2022 Series A Bond in the Daily Rate Period determined pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Daily Rate Period* shall mean the Interest Rate Period during which the 2022 Series A Bonds bear interest at the Daily Rate.

*Electronic Means* shall mean telecopy, telegraph, telex, facsimile transmission, e-mail transmission or other similar electronic means of communication, including a telephonic communication confirmed by writing or written transmission.

*Expiration Date* shall mean the date on which a Liquidity Facility is to expire pursuant to its terms, initially September 27, 2027, including any extension of such date pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Favorable Opinion of Bond Counsel* shall mean, with respect to any action the occurrence of which requires such an opinion, an unqualified Opinion of Counsel, which shall be delivered by Bond Counsel, to the effect that such action is permitted under the Act and the Forty-Seventh Supplemental Trust Agreement and will not impair the exclusion of interest on the 2022 Series A Bonds from gross income for purposes of Federal income taxation (subject to the inclusion of any exceptions contained in the opinion delivered upon original issuance of the 2022 Series A Bonds).

*Interest Payment Date* shall mean each July 1 and January 1, commencing January 1, 2023; provided that, if any such date is not a Business Day, the Interest Payment Date shall be the next succeeding Business Day; with respect to Bank-Owned Bonds, the Interest Payment Date shall have the meaning provided in the Liquidity Facility.

*Interest Period Change Date* shall mean, with respect to any 2022 Series A Bond in a particular Interest Rate Period, the day on which another Interest Rate Period for such 2022 Series A Bond begins.

*Interest Rate Period* shall mean each Daily Rate Period, Weekly Rate Period, Flexible Rate Period, Index Floating Rate Period and Fixed Rate Period.

*Liquidity Facility* shall mean the Standby Bond Purchase Agreement, dated as of September 1, 2022, by and between the Liquidity Facility Provider and the Authority, as the same may be amended or modified from time to time with respect to the 2022 Series A Bonds, or, if an Alternate Liquidity Facility has been issued, the Liquidity Facility, or corresponding agreement, if any, in connection with such Alternate Liquidity Facility.

*Liquidity Facility Provider* or *Bank* shall mean, initially, TD Bank, N.A., as provider of the Liquidity Facility, its successors and assigns, or any provider of an Alternate Liquidity Facility, including, in the case of a Self-Liquidity Facility, the Authority.

*Mandatory Standby Tender* shall mean the mandatory tender of the 2022 Series A Bonds pursuant to the Forty-Seventh Supplemental Trust Agreement upon receipt by the Trustee of written notice from the Liquidity Facility Provider that an event with respect to a Liquidity Facility has occurred which requires or gives the Liquidity Facility Provider the option to terminate such Liquidity Facility Provider upon notice. Mandatory Standby Tender shall not include circumstances where the Liquidity Facility Provider may suspend or terminate its obligations to purchase securities without notice, in which case there will be no mandatory tender.

*Maturity Date* shall mean July 1, 2052.



*Maximum Interest Rate* shall mean the lesser of (i) 10% per annum; and (ii) the maximum rate of interest on the relevant obligation permitted by law. The Maximum Interest Rate for Bank-Owned Bonds shall be as set forth in the applicable Liquidity Facility then in effect.

*Moody's* shall mean Moody's Investors Service, a corporation duly organized and existing under and by virtue of the laws of the State of Delaware, and its successors and assigns, except that if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, then the term "Moody's" shall be deemed to refer to any other nationally recognized securities rating agency, selected by the Authority.

*Person* shall mean a corporation, association, partnership, limited liability company, joint venture, trust, organization, business, individual or government or any governmental agency or political subdivision thereof.

*Record Date* shall mean with respect to 2022 Series A Bonds in a Daily Rate Period and Weekly Rate Period, the Business Day next preceding each Interest Payment Date.

*Remarketing Account* shall mean each account with that name established within the Subordinated Debt Service Fund pursuant to Forty-Seventh Supplemental Trust Agreement.

*Remarketing Agent* shall mean, Wells Fargo Bank NA Municipal Finance Group, or any other investment banking firm which may at any time be substituted place therefor as provided in Article VII hereof.

*S&P* shall mean S&P Global Ratings, a division of S&P Global, Inc., duly organized and existing under and by virtue of the laws of the State of New York, and its successors and assigns, except that if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, then the term "S&P" shall be deemed to refer to any other nationally recognized securities rating agency selected by the Authority.

*Securities Depository* shall mean The Depository Trust Company, New York, New York or, if applicable, any successor securities depository appointed pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Self-Liquidity Facility* shall mean an agreement of the Authority entered into with the Trustee pursuant to which the Authority agrees to provide funds for the payment of the Purchase Price of Tendered Bonds.

*SIFMA Index* shall mean, on any date, a rate determined on the basis of the seven-day high grade market index of tax-exempt variable rate demand obligations, as produced by Municipal Market Data and published or made available by the Securities Industry and Financial Markets Association ("SIFMA"), or any person acting in cooperation with or under the sponsorship of SIFMA and acceptable to the Remarketing Agent, if any, and otherwise acceptable to the Authority, and effective from such date. If such index is no longer published or otherwise not available, the SIFMA Index means the S&P Municipal Bond 7-Day High Grade Rate Index. If at any time neither such index is available, the Calculation Agent shall use instead an index as directed in writing by the Authority after consultation with the original underwriter of the 2022 Series A Bonds in the applicable Mode, or the Remarketing Agent, if any, that is determined to most closely approximates the SIFMA Index.

*Tender Date* shall mean the date on which 2022 Series A Bonds are required to be purchased pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Tender Price* shall mean the purchase price to be paid to the Bondowners of 2022 Series A Bonds purchased pursuant to the Forty-Seventh Supplemental Trust Agreement, which shall be equal to the principal amount thereof tendered for purchase, without premium, plus accrued interest from the immediately preceding Accrual Period to the Tender Date (if the Tender Date is not an Interest Payment Date).

*Trust Agreement* shall mean the Sales Tax Bond Trust Agreement, dated as of July 1, 2000 as amended and supplemented, by and between the Authority and U.S. Bank Trust Company, National Association, as successor trustee

*Undelivered Bond* shall mean any 2022 Series A Bond which constitutes an Undelivered Bond under the provisions of the Forty-Seventh Supplemental Trust Agreement.

*Weekly Rate* shall mean the per annum interest rate on any 2022 Series A Bond in the Weekly Rate Period determined pursuant to the Forty-Seventh Supplemental Trust Agreement.

*Weekly Rate Period* shall mean the Interest Rate Period during which the 2022 Series A Bonds bear interest at the Weekly Rate.

### **Interest (Section 208)**

*General.* The 2022 Series A Bonds are variable rate bonds and shall bear interest at a Daily Rate, a Weekly Rate, an Index Floating Rate, a Flexible Rate, a Term Rate or a Fixed Rate. Initially, the 2022 Series A Bonds shall bear interest at a Weekly Rate. The initial interest rate for the 2022 Series A Bonds shall be the rate the Underwriter determines is necessary to sell such series of 2022 Series A Bonds at par. The Underwriter shall notify the Trustee of the initial interest rate at or prior to the Closing Date.

No 2022 Series A Bond shall, at any time, bear interest in excess of the Maximum Interest Rate.

*Accrual and Payment.* While the 2022 Series A Bonds bear interest at a Daily Rate or a Weekly Rate, interest shall be calculated on the basis of a 365 or 366-day year, as applicable, for the number of days actually elapsed.

Each 2022 Series A Bond shall be dated the date of authentication thereof and shall bear interest during each Accrual Period until the entire principal amount of the 2022 Series A Bond has been paid in full or duly provided for, from such date of authentication or, if it is the first payment of interest on such 2022 Series A Bond, the date thereof. However, if, as shown by the records of the Trustee, interest on the 2022 Series A Bonds is in default, 2022 Series A Bonds issued in exchange for 2022 Series A Bonds surrendered for registration of transfer or exchange shall bear interest from the date to which interest has been paid in full on the 2022 Series A Bonds so surrendered or, if no interest has been paid on such 2022 Series A Bonds, from the date thereof.

Interest on the 2022 Series A Bonds shall be payable on each Interest Payment Date in each year to and including the Maturity Date, and on each Redemption Date.

In any event, interest on the 2022 Series A Bonds shall be payable for the final Interest Rate Period to the date on which the 2022 Series A Bonds have been paid in full.

*Bank-Owned Bonds.* Interest on Bank-Owned Bonds shall be payable as provided in the Liquidity Facility or Alternate Liquidity Facility. Each Bank-Owned Bond shall bear interest on the outstanding principal amount thereof at the Bank Rate for each day from and including the date such 2022 Series A

Bond becomes a Bank-Owned Bond to, but not including, the date such 2022 Series A Bond is paid in full or is remarketed. Bank-Owned Bonds shall not bear interest at the Bank Rate after such 2022 Series A Bonds have been remarketed unless such 2022 Series A Bonds shall again become Bank-Owned Bonds. Interest on Bank-Owned Bonds shall be calculated on the basis of a 365 or 366-day year, as applicable, for the actual number of days elapsed.

**Weekly Rate and Weekly Rate Period  
(Section 208(d))**

*Determination of Weekly Rate.* During each Weekly Rate Period, the 2022 Series A Bonds shall bear interest at the Weekly Rate, which shall be determined by the Remarketing Agent by 5:00 p.m. prevailing Eastern Time on Tuesday of each week during the Weekly Rate Period, or if such day is not a Business Day, then on the immediately preceding Business Day. The first Weekly Rate for each Weekly Rate Period shall be determined on or prior to the first (1<sup>st</sup>) day of such Weekly Rate Period and shall apply to the period commencing on the first (1<sup>st</sup>) day of such Weekly Rate Period and ending on and including the next succeeding Tuesday, or if such day is not a Business Day, then on the next succeeding Business Day. Thereafter, each Weekly Rate shall apply to the period commencing on and including Wednesday and ending on and including the next succeeding Tuesday, unless such Weekly Rate Period ends on a day other than Tuesday, in which event the last Weekly Rate for such Weekly Rate Period shall apply to the period commencing on and including the Wednesday preceding the last day of such Weekly Rate Period and ending on and including the last day of such Weekly Rate Period.

Each Weekly Rate with respect to the 2022 Series A Bonds shall be the rate of interest per annum determined by the applicable Remarketing Agent (based on an examination of tax exempt obligations comparable, in the judgment of such Remarketing Agent, to the 2022 Series A Bonds and known by such Remarketing Agent to have been priced or traded under then prevailing market conditions) to be the minimum interest rate which, if borne by the 2022 Series A Bonds, would enable such Remarketing Agent to sell all of the 2022 Series A Bonds on the effective date of that rate at a price (without regard to accrued interest) equal to the principal amount thereof.

If the Remarketing Agent fails to establish a Weekly Rate for any week with respect to the 2022 Series A Bonds bearing interest at such rate, then the Weekly Rate for such week with respect to such 2022 Series A Bonds shall be the same as the immediately preceding Weekly Rate if such Weekly Rate was determined by such Remarketing Agent. If the immediately preceding Weekly Rate was not determined by the applicable Remarketing Agent, or if the Weekly Rate determined by the Remarketing Agent is held to be invalid or unenforceable by a court of law, then the Weekly Rate for such week, as determined by the Remarketing Agent, shall be equal to the SIFMA Index, or if such index is no longer available, 85% of the interest rate on 30 day high grade unsecured commercial paper notes sold through dealers by major corporations as reported in *The Wall Street Journal* on the day such Weekly Rate would otherwise be determined as provided herein for such Weekly Rate Period.

*Conversion to Weekly Rate.* The Authority may, from time to time, by written direction to the Trustee, the Remarketing Agent and the Liquidity Facility Provider, elect that the 2022 Series A Bonds shall bear interest at a Weekly Rate. The direction of the Authority shall specify (A) the proposed effective date of the Conversion to a Weekly Rate, which shall be a Business Day not earlier than the fifteenth (15<sup>th</sup>) calendar day following the second (2<sup>nd</sup>) Business Day after receipt by the Trustee of such direction and (B) the Tender Date for the 2022 Series A Bonds to be purchased, which shall be the proposed effective date of the Conversion to a Weekly Rate. In addition, the direction of the Authority shall be accompanied by a form of notice to be mailed to the Bondowners of the 2022 Series A Bonds by the Trustee. During each Weekly Rate Period for the 2022 Series A Bonds commencing on a date so

specified and ending on the day immediately preceding the effective date of the next succeeding Interest Rate Period, the interest rate borne by the 2022 Series A Bonds shall be a Weekly Rate.

*Notice of Conversion to Weekly Rate.* The Trustee shall give notice by first class mail of a Conversion to a Weekly Rate to the Bondowners of the 2022 Series A Bonds not less than fifteen (15) calendar days prior to the proposed effective date of such Weekly Rate Period. Such notice shall state (A) that the interest rate shall be converted to a Weekly Rate unless the Authority rescinds its election to convert the interest rate to a Weekly Rate; (B) the proposed effective date of the Weekly Rate Period; (C) that the 2022 Series A Bonds are subject to mandatory tender for purchase on the proposed effective date and setting forth the Tender Price and the place of delivery for purchase of the 2022 Series A Bonds; and (D) the information about the mandatory tender.

### **Daily Rate and Daily Rate Period (Section 208(e))**

*Determination of Daily Rate.* During each Daily Rate Period, the 2022 Series A Bonds shall bear interest at the Daily Rate, which shall be determined by the Remarketing Agent on each Business Day for such Business Day.

The Daily Rate shall be the rate of interest per annum determined by the Remarketing Agent (based on an examination of tax exempt obligations comparable, in the judgment of the Remarketing Agent, to the 2022 Series A Bonds and known by the Remarketing Agent to have been priced or traded under then prevailing market conditions) on or before 10:30 a.m. prevailing Eastern Time on a Business Day to be the minimum interest rate which, if borne by such 2022 Series A Bonds, would enable the Remarketing Agent to sell all of such 2022 Series A Bonds on such Business Day at a price (without regard to accrued interest) equal to the principal amount thereof. The Daily Rate for any day which is not a Business Day shall be the same as the Daily Rate for the immediately preceding Business Day.

If for any reason a Daily Rate for the 2022 Series A Bonds is not so established for any Business Day by the Remarketing Agent, the Daily Rate for such Business Day shall be the same as the Daily Rate for the immediately preceding day and such rate shall continue until the earlier of (A) the date on which the Remarketing Agent determines a new Daily Rate or (B) the seventh (7th) day succeeding the first such day on which such Daily Rate is not determined by the Remarketing Agent. In the event that the Daily Rate shall be held to be invalid or unenforceable by a court of law, or the Remarketing Agent fails to determine a new Daily Rate for a period of seven (7) days as described in clause (B) of the immediately preceding sentence, the interest rate applicable to the 2022 Series A Bonds, as determined by the Remarketing Agent, shall be the interest rate per annum equal to 110% of the SIFMA Index, or if such index is no longer available, 85% of the interest rate on thirty (30) day high grade unsecured commercial paper notes sold through dealers by major corporations as reported in *The Wall Street Journal* as reported for each Business Day (and for the immediately preceding Business Day for each day which is not a Business Day) until such Daily Rate is again validly determined by the Remarketing Agent.

*Conversion to Daily Rate.* The Authority may, from time to time, by written direction to the Trustee, the Liquidity Facility Provider and the Remarketing Agent, elect that the 2022 Series A Bonds shall bear interest at a Daily Rate. The direction of the Authority shall specify (A) the proposed effective date of such Conversion to a Daily Rate, which shall be a Business Day not earlier than the fifteenth (15<sup>th</sup>) calendar day following the second (2<sup>nd</sup>) Business Day after receipt by the Trustee of such direction, and (B) the Tender Date for the 2022 Series A Bonds to be purchased, which shall be the proposed effective date of the Conversion to a Daily Rate. In addition, the direction of the Authority shall be accompanied by a form of notice to be mailed to the Bondowners of the 2022 Series A Bonds by the Trustee. During each Daily Rate Period for the 2022 Series A Bonds commencing on a date so specified and ending on the day

immediately preceding the effective date of the next succeeding Interest Rate Period, the interest rate borne by the 2022 Series A Bonds shall be a Daily Rate.

*Notice of Conversion to Daily Rate.* The Trustee shall give notice by first class mail of a Conversion to a Daily Rate Period to the Bondowners of the 2022 Series A Bonds not less than fifteen (15) calendar days prior to the proposed effective date of such Daily Rate Period. Such notice shall state (A) that the interest rate shall be converted to a Daily Rate unless the Authority rescinds its election to convert the interest rate to a Daily Rate; (B) the proposed effective date of the Daily Rate Period; (C) that the 2022 Series A Bonds are subject to mandatory tender for purchase on the proposed effective date and setting forth the Tender Price and the place of delivery for purchase of such 2022 Series A Bonds and (D) the information about the mandatory tender.

### **Conversions of Interest Rate Periods (Section 209)**

At the direction of the Authority from time to time, a subseries of the 2022 Series A Bonds (unless in the Fixed Rate Period) may be converted in whole from an Interest Rate Period to another Interest Rate Period (other than the Fixed Rate) as provided in the Forty-Seventh Supplemental Trust Agreement. If a subseries of the 2022 Series A Bonds commence to bear interest at the Fixed Rate, the interest rate on such 2022 Series A Bonds may not thereafter be changed to another Interest Rate Period.

*Notice Upon Converting Interest Rate.* If the Authority elects to convert the interest rate of the 2022 Series A Bonds to a Weekly Rate, a Daily Rate, a Flexible Rate, an Index Floating Rate, a Term Rate or a Fixed Rate, the written direction furnished by the Authority to the Trustee, the Liquidity Facility Provider, the Calculation Agent and the Remarketing Agent as required by such Section shall be made by registered or certified mail, or by telecopy confirmed by registered or certified mail or by Electronic Means. That direction shall specify whether the 2022 Series A Bonds are to bear interest at the Weekly Rate, the Daily Rate, the Flexible Rate, the Index Floating Rate, the Term Rate or the Fixed Rate and shall be accompanied by (1) a copy of the notice required to be given by the Trustee; and (2) a Favorable Opinion of Bond Counsel.

*Rescission of Election.* In connection with any Conversion of the Interest Rate Period for the 2022 Series A Bonds, the Authority shall have the right to deliver to the Trustee, the Remarketing Agent, if any, the Calculation Agent, if any, and the Liquidity Facility Provider, if any, on or prior to 11:00 a.m. prevailing Eastern Time on the Business Day preceding the effective date of any such Conversion a notice to the effect that the Authority elects to rescind its election to make such Conversion. If the Authority rescinds its election to make such Conversion, then the 2022 Series A Bonds shall continue to bear interest at the Interest Rate Period prior to such rescinded Conversion. In any event, if notice of a Conversion has been mailed to the Bondowners of such 2022 Series A Bond as provided in Section 208 and the Authority rescinds its election to make such Conversion, then the 2022 Series A Bonds shall continue to be subject to mandatory tender for purchase on the date which would have been the effective date of the Conversion.

*Certain Additional Conditions.* No Conversion from one Interest Rate Period to another Interest Rate Period shall take effect under the Forty-Seventh Supplemental Trust Agreement unless each of the following conditions, to the extent applicable, shall have been satisfied.

With respect to the new Interest Rate Period, there shall be in effect a Standby Bond Purchase Agreement if and as required under the Forty-Seventh Supplemental Trust Agreement.

The Trustee shall have received the Favorable Opinion of Bond Counsel with respect to such Conversion, dated the effective date of such Conversion.

In the case of any Conversion with respect to which there shall be no Standby Bond Purchase Agreement in effect to provide funds for the purchase of 2022 Series A Bonds on the Conversion Date, the remarketing proceeds available on the Conversion Date shall not be less than the amount required to purchase all of the 2022 Series A Bonds at the Tender Price (not including any premium).

*Failure to Meet Conditions.* In the event that any condition to the Conversion of the 2022 Series A Bonds shall not have been satisfied, then the 2022 Series A Bonds shall not be converted to a different Interest Rate Period and shall continue to remain in the then-existing Interest Rate Period. The 2022 Series A Bonds shall continue to be subject to mandatory tender for purchase on the date which would have been the effective date of the Conversion.

### **Purchase (Section 302)**

*Sources of Payments.* The Remarketing Agent shall deliver to the Trustee all amounts received by the Remarketing Agent as proceeds of the remarketing of 2022 Series A Bonds at or before 11:30 a.m. prevailing Eastern Time on the Tender Date. The Trustee shall draw, not later than 12:30 p.m. prevailing Eastern Time on the Tender Date, upon the Liquidity Facility the amount necessary to purchase the 2022 Series A Bonds tendered for purchase for which the Trustee has not received the Tender Price from the Remarketing Agent. Any deficiency remaining in the amount necessary to pay in full the Tender Price of all 2022 Series A Bonds tendered for purchase due on the Tender Date may be paid by the Authority to the Trustee. The provisions for Liquidity Facility draws shall survive any defeasance of the Bonds.

*Payments by the Trustee.* At or before 2:30 p.m., prevailing Eastern Time, on the Tender Date and upon receipt by the Trustee of the Tender Price of the 2022 Series A Bonds tendered for purchase on such Tender Date, the Trustee shall pay the Tender Price of such 2022 Series A Bonds tendered for purchase to the registered owners thereof. Funds for the payment of the Tender Price shall be received by the Trustee from the sources and used in the order of priority as set forth in the Forty-Seventh Supplemental Trust Agreement. If sufficient funds are not available for the purchase of all 2022 Series A Bonds tendered for purchase on any Tender Date, no purchase shall be consummated.

*During the Weekly Rate Period.* During any Weekly Rate Period any 2022 Series A Bond (other than a Bank-Owned Bond) bearing interest at a Weekly Rate shall be purchased in an Authorized Denomination (provided that the amount of any such 2022 Series A Bond not to be purchased shall also be in an Authorized Denomination) from its Bondowner at the option of the Bondowner on any Business Day at a purchase price equal to the Tender Price, payable in immediately available funds, upon delivery to the Trustee at its principal office for delivery of 2022 Series A Bonds, and to the Remarketing Agent, of an irrevocable written notice which states the principal amount of such 2022 Series A Bond, the principal amount thereof to be purchased and the date on which the same shall be purchased, which date shall be a Business Day not prior to the seventh (7<sup>th</sup>) day after the date of the delivery of such notice to the Trustee and the Remarketing Agent. Any notice delivered to the Trustee after 4:00 p.m. prevailing Eastern Time shall be deemed to have been received on the next succeeding Business Day. Bank-Owned Bonds may not be tendered for purchase at the option of the Bondowner thereof. For payment of the Tender Price on the Tender Date, such 2022 Series A Bond must be delivered at or prior to 10:00 a.m. prevailing Eastern Time on the Tender Date to the Trustee at its principal office for delivery of 2022 Series A Bonds accompanied by an instrument of transfer, in form satisfactory to the Trustee executed in blank by the Bondowner or its duly authorized attorney, with such signature guaranteed by a commercial bank, trust company, or member firm of the New York Stock Exchange.

During any Weekly Rate Period for which the book-entry-only system described is in effect, any 2022 Series A Bond bearing interest at the Weekly Rate or portion thereof (provided that the principal amount of such 2022 Series A Bond to be purchased and the principal amount to be retained shall each be

an Authorized Denomination) shall be purchased on the date specified in the notice referred to below at the Tender Price. The irrevocable written notice, executed by the participant, shall be delivered on any Business Day by the participant for such 2022 Series A Bond to the Trustee at its principal office for the delivery of such 2022 Series A Bonds, and to the Remarketing Agent. That notice shall state the principal amount of such 2022 Series A Bond (or interest therein), the portion thereof to be purchased and the date on which the same shall be purchased, which date shall be a Business Day at least seven (7) days after the date of delivery of such notice to the Trustee and the Remarketing Agent. Upon confirmation by the Securities Depository to the Trustee that such participant has an ownership interest in the 2022 Series A Bonds at least equal to the amount of 2022 Series A Bonds specified in such irrevocable written notice, payment of the Tender Price of such 2022 Series A Bond shall be made as soon as practicably possible upon the receipt by the Trustee of the Tender Price on the Business Day specified in the notice upon the transfer on the registration books of the Securities Depository of the beneficial ownership interest in such 2022 Series A Bond tendered for purchase to the account of the Trustee, or a participant acting on behalf of such Trustee, on the date specified in such notice. The provisions for optional tender for purchase shall survive any defeasance of the Bonds.

*During the Daily Rate Period.* During any Daily Rate Period, any 2022 Series A Bond (other than a Bank-Owned Bond) bearing interest at a Daily Rate shall be purchased in an Authorized Denomination (provided that the amount of any such 2022 Series A Bond not to be purchased shall also be in an Authorized Denomination) from its Bondowner at the option of the Bondowner on any Business Day at a purchase price equal to the Tender Price, payable in immediately available funds, upon delivery to the Trustee at its principal office for delivery of 2022 Series A Bonds, and to the Remarketing Agent, by no later than 11:00 a.m. prevailing Eastern Time on such Business Day, of an irrevocable written notice or an irrevocable telephonic notice, promptly confirmed by telecopy or other writing, which states the principal amount of such 2022 Series A Bonds to be purchased and the date of purchase. For payment of such purchase price on the date specified in such notice, such 2022 Series A Bonds must be delivered, at or prior to 11:30 a.m. prevailing Eastern Time, on such Business Day, to the Trustee at its principal office for delivery of 2022 Series A Bonds, accompanied by an instrument of transfer thereof, in form satisfactory to such Trustee, executed in blank by the Bondowner thereof or its duly authorized attorney, with such signature guaranteed by a commercial bank, trust company or member firm of the New York Stock Exchange.

During any Daily Rate Period for which the book entry only system is in effect, any 2022 Series A Bond bearing interest at the Daily Rate or portion thereof (provided that the principal amount of such 2022 Series A Bond to be purchased and the principal amount to be retained shall each be an Authorized Denomination) shall be purchased on the date specified in the notice referred to below at the Tender Price. The irrevocable written notice, executed by the participant, shall be delivered on any Business Day by the participant for such 2022 Series A Bond to the Trustee at its principal office for the delivery of such 2022 Series A Bonds, and to the Remarketing Agent, prior to 11:00 a.m. prevailing Eastern Time. That notice shall state the principal amount of such 2022 Series A Bond (or interest therein), the portion thereof to be purchased and the date on which the same shall be purchased. Upon confirmation by the Securities Depository to the Trustee that such participant has an ownership interest in the 2022 Series A Bonds at least equal to the amount of 2022 Series A Bonds specified in such irrevocable written notice, payment of the Tender Price of such 2022 Series A Bond shall be made as soon as practicably possible upon the receipt by the Trustee of the Tender Price on the Business Day specified in the notice upon the transfer on the registration books of the Securities Depository of the beneficial ownership interest in such 2022 Series A Bond tendered for purchase to the account of the Trustee, or a participant acting on behalf of such Trustee, on the date specified in such notice. The provisions for optional tender for purchase shall survive any defeasance of the Bonds.

*Mandatory Tender for Purchase on First Day of Each Interest Rate Period.* The 2022 Series A Bonds shall be subject to mandatory tender for purchase (i) on the first day of each Interest Rate Period (or on the day which would have been the first day of an Interest Rate Period had one of the events not occurred which resulted in the interest rate on such 2022 Series A Bonds not being converted). For payment of the Tender Price on the Tender Date, a 2022 Series A Bond must be delivered at or prior to 10:00 a.m. prevailing Eastern Time on the Tender Date. If delivered after that time, the Tender Price shall be paid on the next succeeding Business Day; however, no additional interest shall accrue during such time. The provisions for mandatory tender for purchase described shall survive any defeasance of the Bonds.

*Mandatory Tender for Purchase upon Termination, Replacement or Expiration of Standby Bond Purchase Agreement; Mandatory Standby Tender.* If at any time the Trustee gives notice that the Tender Price on the 2022 Series A Bonds tendered for purchase shall, on the date specified in such notice, cease to be subject to purchase pursuant to the Liquidity Facility then in effect as a result of (i) the termination, replacement or expiration of the term, as extended, of the Liquidity Facility, including but not limited to termination at the option of the Authority in accordance with the terms of the Liquidity Facility; or (ii) the occurrence of a Mandatory Standby Tender, then each such 2022 Series A Bond shall be purchased or deemed purchased at the Tender Price (in either case, other than as a result of an Automatic Termination Event). Any such purchase of such 2022 Series A Bond described in this paragraph shall occur: (1) on the Business Day preceding any such expiration or termination of the Liquidity Facility, as a result of a Mandatory Standby Tender or otherwise, without replacement by an Alternate Liquidity Facility; and (2) on the date of the replacement of the Liquidity Facility, in any case where an Alternate Liquidity Facility has been delivered to the Trustee. In the case of any replacement, the existing Liquidity Facility will be drawn to pay the Tender Price, if necessary, rather than the Alternate Liquidity Facility. No such mandatory tender will be effected upon the replacement of the Liquidity Facility in the case where the Liquidity Facility is failing to honor conforming draws. The assignment of any Liquidity Facility which relieves the Liquidity Facility Provider of its obligation to purchase 2022 Series A Bonds shall be considered a replacement.

Payment of the Tender Price of any such 2022 Series A Bond shall be made in immediately available funds on the Tender Date upon delivery of such 2022 Series A Bond to the Trustee at its principal office for delivery of 2022 Series A Bonds accompanied by an instrument of transfer, in form satisfactory to the Trustee, executed in blank by the Bondowner with the signature of such Bondowner guaranteed by a commercial bank, trust company or member firm of the New York Stock Exchange, at or prior to 10:00 on the Tender Date. The provisions for this mandatory tender for purchase shall survive any defeasance of the Bonds.

*Notice of Mandatory Tender for Purchase.* In connection with any mandatory tender for purchase of 2022 Series A Bonds, the Trustee shall give the notice that shall state (i) in the case of a mandatory tender for purchase at the conversion of the Interest Rate Period, the type of Interest Rate Period to commence on such mandatory purchase date; (ii) where applicable, that the Standby Bond Purchase Agreement will expire, terminate or be replaced and that the 2022 Series A Bonds will no longer be payable from the Standby Bond Purchase Agreement then in effect and that any rating applicable to such 2022 Series A Bonds may be reduced or withdrawn; (iii) that the Tender Price of any 2022 Series A Bond subject to mandatory tender for purchase shall be payable only upon surrender of that 2022 Series A Bond to the Trustee at its principal office for delivery of 2022 Series A Bonds, accompanied by an instrument of transfer, in form satisfactory to the Trustee, executed in blank by the Bondowner or its duly authorized attorney, with such signature guaranteed by a commercial bank, trust company or member firm of the New York Stock Exchange; (iv) that, provided that moneys sufficient to effect such purchase shall have been provided through the remarketing of such 2022 Series A Bonds by the Remarketing Agent, through the Standby Bond Purchase Agreement or funds provided by the Authority, all 2022 Series A Bonds



subject to mandatory tender for purchase shall be purchased on the mandatory Tender Date; and (v) that if any Bondowner of a 2022 Series A Bond subject to mandatory tender for purchase does not surrender that 2022 Series A Bond to the Trustee for purchase on the mandatory Tender Date, then that 2022 Series A Bond shall be deemed to be an Undelivered Bond, that no interest shall accrue on that 2022 Series A Bond on and after the mandatory Tender Date and that the Bondowner shall have no rights under the Forty-Seventh Supplemental Trust Agreement other than to receive payment of the Tender Price.

The giving of notice by a Bondowner of 2022 Series A Bonds shall constitute the irrevocable tender for purchase of each 2022 Series A Bond with respect to which such notice is given regardless of whether that 2022 Series A Bond is delivered to the Trustee for purchase on the relevant Tender Date.

The Trustee may refuse to accept delivery of any 2022 Series A Bond for which a proper instrument of transfer has not been provided. However, such refusal shall not affect the validity of the purchase of such 2022 Series A Bond as described in the Forty-Seventh Supplemental Trust Agreement. If any Bondowner of a 2022 Series A Bond who has given notice of tender of purchase pursuant to the Forty-Seventh Supplemental Trust Agreement or any Bondowner of a 2022 Series A Bond subject to mandatory tender for purchase pursuant to the Forty-Seventh Supplemental Trust Agreement, shall fail to deliver that 2022 Series A Bond to the Trustee at the place and on the Tender Date and at the time specified, or shall fail to deliver that 2022 Series A Bond properly endorsed, that 2022 Series A Bond shall constitute an Undelivered Bond. If funds in the amount of the purchase price of the Undelivered Bond are available for payment to the Bondowner thereof on the Tender Date and at the time specified, then from and after the Tender Date and time of that required delivery (A) the Undelivered Bond shall be deemed to be purchased and shall no longer be deemed to be Outstanding under the Forty-Seventh Supplemental Trust Agreement; (B) interest shall no longer accrue on the Undelivered Bond; and (C) funds in the amount of the Tender Price of the Undelivered Bond shall be held uninvested by the Trustee for the benefit of the Bondowner thereof (provided that the Bondowner shall have no right to any investment proceeds derived from such funds).

If all or a portion of the 2022 Series A Bonds tendered for purchase cannot be remarketed and the Liquidity Facility Provider fails to purchase all or any part of the unremarketed portion of such tendered 2022 Series A Bonds in accordance with the Liquidity Facility on a Tender Date, the Authority may at its option, but shall not be obligated to, pay to the Trustee as soon as practicable on a Tender Date immediately available funds (together with any remarketing proceeds and any funds provided under the Liquidity Facility) sufficient to pay the Tender Price on the 2022 Series A Bonds tendered for purchase. The Trustee shall deposit the amount paid by the Authority, if any, in the Authority Purchase Account of the Subordinated Debt Service Fund pending application of the money to the payment of the Tender Price.

### **Liquidity Facility (Sections 303 and 306)**

The Liquidity Facility in an amount equal to the sum of outstanding principal and interest of the applicable subseries of 2022 Series A Bonds calculated at the Maximum Interest Rate for 187 days, or such other amount as may be approved by the rating agencies then rating the 2022 Series A Bonds, shall be maintained by the Authority for 2022 Series A Bonds bearing interest at the Weekly Rate or the Daily Rate.

*Requests to Pay Tender Price.* If there is not a sufficient amount of money available to pay the Tender Price on a Tender Date on which 2022 Series A Bonds are required to be purchased during the Weekly Rate Period or the Daily Rate Period,, the Trustee shall make a request under the applicable Liquidity Facility in accordance with its terms, to receive immediately available funds on the Tender Date sufficient to pay the balance of the Tender Price. The Trustee agrees to deposit the proceeds of such

request(s) in the Liquidity Facility Purchase Account pursuant to the Forty-Seventh Supplemental Trust Agreement pending application of that money to the payment of the Tender Price. In determining the amount of the Tender Price then due, the Trustee shall not take into consideration any Bank-Owned Bonds. No request shall be made under a Liquidity Facility to pay the Tender Price of Bank-Owned Bonds or of 2022 Series A Bonds of a subseries which are registered in the name of the Authority or, to the best knowledge of the Trustee or any nominees for (or any Person who owns such 2022 Series A Bonds for the sole benefit of) any of the foregoing. Bank-Owned Bonds or 2022 Series A Bonds registered in the name of the Authority may not be tendered for purchase at the option of the Liquidity Facility Provider or the Authority, respectively.

*Surrender of Liquidity Facility.* If an Alternate Liquidity Facility with respect to the 2022 Series A Bonds is delivered to the Trustee pursuant to Section 304 hereof with the documents required by Section 304, then the Trustee shall accept the Alternate Liquidity Facility and surrender the Liquidity Facility previously held for cancellation, in accordance with the terms of such Liquidity Facility and the Forty-Seventh Supplemental Trust Agreement. If a Liquidity Facility automatically terminates or is no longer required to be maintained hereunder, the Trustee shall surrender such Liquidity Facility to the issuer thereof for cancellation in accordance with the terms of such Liquidity Facility. Upon the defeasance of the 2022 Series A Bonds pursuant to the Forty-Seventh Supplemental Trust Agreement and if, at such time, such 2022 Series A Bonds are no longer subject to tender for purchase, the Trustee shall surrender the Liquidity Facility, if any, to the Liquidity Facility Provider for cancellation in accordance with the terms of such Liquidity Facility. The Trustee shall comply with the procedures set forth in such Liquidity Facility relating to the termination thereof and shall deliver any certificates reducing the stated amount of such Liquidity Facility in accordance with the provisions thereof.

*Notices from Authority and Trustee.* The Authority shall give notice to the Trustee, the Remarketing Agent and the Liquidity Facility Provider promptly upon the occurrence of any of the following events: (A) the extension of the Expiration Date; (B) the execution of an Alternate Liquidity Facility (such notice to be provided at least ten (10) days prior to the execution date); and (C) the appointment of a successor to the Liquidity Facility Provider, the Trustee or a Remarketing Agent. The Trustee shall, promptly upon receipt of notice from: (A) the Authority of the occurrence of any of the events listed above, give notice to the Bondowners of Outstanding Bonds of the occurrence of that event; and (B) the Liquidity Facility Provider of notice of a Mandatory Standby Tender, give notice to the Authority, the Remarketing Agents and the Bondowners of Outstanding Bonds of the occurrence of the Mandatory Standby Tender.

*Notice of Termination, Event of Default or Other Change in Standby Bond Purchase Agreements.* The Trustee shall give notice by mail to the Bondowners of the 2022 Series A Bonds secured by the Liquidity Facility (i) on or before the thirtieth (30<sup>th</sup>) day preceding the replacement, termination or expiration of the Liquidity Facility (except in the case of a termination resulting from an event referred to in the following paragraph) in accordance with its terms; or (ii) in the case of any Mandatory Standby Tender under a Liquidity Facility, as soon as reasonably possible, but no later than the Business Day following the receipt by the Trustee of notice of the Mandatory Standby Tender. The notice shall be accompanied by directions for the purchase of the 2022 Series A Bonds. The notice shall (A) state the date of such termination or expiration and, if applicable, the date of the proposed replacement with an Alternate Liquidity Facility (if any); (B) state that the 2022 Series A Bonds will be purchased as a result of such replacement, termination or expiration, including any termination as a result of a Mandatory Standby Tender and the date on which such purchase will occur; and (C) provide any other information required in the notice to the Bondowners of the 2022 Series A Bonds. The Authority shall provide the Trustee with written notice of any information required to enable the Trustee to give the foregoing notice.

If there should occur any event resulting in the immediate termination or suspension of the obligation of the Liquidity Facility Provider to purchase 2022 Series A Bonds under the terms of the Liquidity Facility, then the Trustee shall as soon as practicably possible thereafter notify the Remarketing Agent and the Bondowners of all the 2022 Series A Bonds then outstanding that: (i) the Liquidity Facility has been terminated or suspended, as the case may be; (ii) the Trustee will no longer be able to purchase 2022 Series A Bonds of such series with moneys available under such Liquidity Facility; and (iii) the Liquidity Facility Provider is under no obligation to purchase 2022 Series A Bonds or to otherwise advance moneys to fund the purchase of 2022 Series A Bonds.

#### **Alternate Liquidity Facility (Section 304)**

*Delivery by Authority.* Prior to the expiration or termination of a Liquidity Facility relating to the 2022 Series A Bonds, in accordance with the terms of such Liquidity Facility, the Authority may provide for the delivery to the Trustee of an Alternate Liquidity Facility in an amount equal to the sum of outstanding principal and interest of the 2022 Series A Bonds calculated at the Maximum Interest Rate for 187 days, or such other amount as may be approved by the rating agencies then rating the 2022 Series A Bonds. Any Alternate Liquidity Facility delivered to the Trustee shall be delivered not later than ten (10) days prior to its effective date, which effective date shall be the date on which the former Liquidity Facility terminates or expires, and shall contain provisions reasonably acceptable to the Trustee and the Remarketing Agent. On or prior to the date of the delivery of the Alternate Liquidity Facility to the Trustee, the Authority shall furnish to the Trustee (A) if the Alternate Liquidity Facility is issued by a bank other than a domestic commercial bank, (i) written notice that the Alternate Liquidity Facility is issued by a bank other than a domestic commercial bank and (ii) an Opinion of Counsel reasonably satisfactory to the Trustee and the Remarketing Agent that no registration of the Alternate Liquidity Facility is required under the Securities Act, and no qualification of the Forty-Seventh Supplemental Trust Agreement is required under the Trust Indenture Act, or that all applicable registration or qualification requirements have been fulfilled; and (B) an Opinion of Counsel satisfactory to the Remarketing Agent and the Trustee to the effect that such Alternate Liquidity Facility is a valid and enforceable obligation of the issuer thereof.

In lieu of the Opinion of Counsel described above, there may be delivered an Opinion of Counsel reasonably satisfactory to the Authority, the Trustee and the Remarketing Agent to the effect that either (A) at all times during the term of the Alternate Liquidity Facility, the 2022 Series A Bonds will be offered, sold and held by Bondowners in transactions not constituting a public offering of the 2022 Series A Bonds or the Alternate Liquidity Facility under the Securities Act, and accordingly no registration under the Securities Act, nor qualification of the Forty-Seventh Supplemental Trust Agreement under the Trust Indenture Act, will be required in connection with the issuance and delivery of the Alternate Liquidity Facility or the remarketing of the 2022 Series A Bonds with the benefits thereof; or (B) the offering and sale of the 2022 Series A Bonds, to the extent evidencing the Alternate Liquidity Facility, has been registered under the Securities Act and any trust indenture required to be qualified with respect thereto has been so qualified. If the opinion described in clause (A) is given, the 2022 Series A Bonds and any transfer records relating to the 2022 Series A Bonds shall be noted indicating the restrictions on sale and transferability described in clause (A).

*Delivery upon Rating Downgrade.* In the event that the Liquidity Facility Provider is downgraded below the top two short-term ratings by S&P or the highest short-term rating by Moody's (to the extent such rating agency is then rating the Liquidity Facility Provider), the Authority may provide for delivery of an Alternate Liquidity Facility. Any Alternate Liquidity Facility so delivered to the Trustee shall contain provisions reasonably acceptable to the Trustee and the Remarketing Agent.

*Acceptance by Trustee.* If at any time there is delivered to the Trustee (i) an Alternate Liquidity Facility covering all of the 2022 Series A Bonds; (ii) the information, opinions and data required by the Forty-Seventh Supplemental Trust Agreement; and (iii) all information required to give the notice of mandatory tender for purchase of the 2022 Series A Bonds, then the Trustee shall accept such Alternate Liquidity Facility and, after the date of the mandatory tender for purchase established pursuant to the Forty-Seventh Supplemental Trust Agreement, promptly surrender the Liquidity Facility then in effect to the issuer thereof for cancellation in accordance with its terms or deliver any document necessary to reduce the coverage of such Liquidity Facility due to the delivery of such Alternate Liquidity Facility.

*Notice of Termination.* The Trustee shall give notice to the Remarketing Agent and the Bondowners of the 2022 Series A Bonds of the termination or expiration of any Liquidity Facility in accordance with its terms as provided in the Forty-Seventh Supplemental Trust Agreement.

**Notice of Termination, Event of Default or Other Change in Liquidity Facility (Section 309)**

The Trustee shall give notice by mail to the Bondowners of the 2022 Series A Bonds secured by the Liquidity Facility (i) on or before the thirtieth (30th) day preceding the replacement, termination or expiration of the Liquidity Facility (except in the case of a termination resulting from an event referred to in the following paragraph) in accordance with its terms; or (ii) in the case of any Mandatory Standby Tender under a Liquidity Facility, as soon as reasonably possible, but no later than the Business Day following the receipt by the Trustee of notice of the Mandatory Standby Tender. The notice shall be accompanied by directions for the purchase of the 2022 Series A Bonds. The notice shall (A) state the date of such termination or expiration and, if applicable, the date of the proposed replacement with an Alternate Liquidity Facility (if any); (B) state that the 2022 Series A Bonds will be purchased as a result of such replacement, termination or expiration, including any termination as a result of a Mandatory Standby Tender and the date on which such purchase will occur; and (C) provide any other information required in the notice to the Bondowners of the 2022 Series A Bonds.

If there should occur any event resulting in the immediate termination or suspension of the obligation of the Liquidity Facility Provider to purchase 2022 Series A Bonds under the terms of the Liquidity Facility, then the Trustee shall as soon as practicably possible thereafter notify the Remarketing Agent and the Bondowners of all the 2022 Series A Bonds then outstanding that: (i) the Liquidity Facility has been terminated or suspended, as the case may be; (ii) the Trustee will no longer be able to purchase 2022 Series A Bonds of such series with moneys available under such Liquidity Facility; and (iii) the Liquidity Facility Provider is under no obligation to purchase 2022 Series A Bonds or to otherwise advance moneys to fund the purchase of 2022 Series A Bonds.

**SUMMARY OF CERTAIN PROVISIONS OF THE  
ASSESSMENT BOND TRUST AGREEMENT**

*The following is a summary of certain provisions of the Assessment Bond Trust Agreement, including certain terms used in the Assessment Bond Trust Agreement not used elsewhere in this Official Statement. This summary does not purport to be complete and reference is made to the Assessment Bond Trust Agreement for full and complete statements of its terms and provisions.*

**Definitions**

The following are definitions in summary form of certain terms contained in the Assessment Bond Trust Agreement and used in this Official Statement:

*Account or Accounts* shall mean each account or all of the accounts established by or pursuant to the Assessment Bond Trust Agreement.

*Accreted Value* shall mean with respect to any Capital Appreciation Bond (i) as of any Valuation Date, the amount set forth in a Supplemental Agreement authorizing the issuance of such Assessment Bond and (ii) as of any date other than a Valuation Date, the sum of (a) the Accreted Value on the preceding Valuation Date and (b) the product of (1) a fraction, the numerator of which is the number of days having elapsed from the preceding Valuation Date and the denominator of which is the number of days from such preceding Valuation Date to the next succeeding Valuation Date and (2) the difference between the Accreted Values for such Valuation Dates. For purposes of this definition, the number of days having elapsed from the preceding Valuation Date and the number of days from the preceding Valuation Date to the next succeeding Valuation Date shall be calculated on the basis of a three hundred sixty (360) day year of twelve (12) thirty (30) day months.

*Act* shall mean Chapter 161A of the Massachusetts General Laws, as from time to time in effect.

*Additional Obligations* shall have the meaning provided in Section 206 of the Assessment Bond Trust Agreement.

*Additional Obligations Debt Service* shall mean the aggregate debt service on all outstanding Additional Obligations calculated pursuant to the definition of “Debt Service” as if such Additional Obligations were Assessment Bonds.

*Alternate Revenues* shall mean any revenues of the Authority (other than Assessments) legally available and pledged by resolution of the Authority for its obligations under the Assessment Bond Trust Agreement and deposited to the Pledged Revenue Fund, provided that (a) if such Alternate Revenues are to be received from the United States of America, the Commonwealth or any political subdivision thereof, they must automatically recur without appropriation, approval or other similar action for so long as the Authority is relying thereon for the purpose of issuing Assessment Bonds or Additional Obligations or they constitute a general obligation of the Commonwealth or a political subdivision thereof and the manner of determining the amounts to be derived therefrom must not be subject to change or revision during such period, and (b) at the time such Alternate Revenues are pledged under the Assessment Bond Trust Agreement, either (i) such Alternate Revenues consist of obligations with a rating by any NRSRO in one of the three highest rating categories, without regard to any refinement or gradation of such rating, or (ii) the Authority has received a written confirmation from any NRSRO then maintaining a published, unenhanced rating on any Outstanding Assessment Bonds at the request of the Authority that such rating will not be adversely affected by the designation of such revenues as Alternate Revenues.

*Amortized Value*, when used with respect to Investment Obligations purchased at a premium above or a discount below par, shall mean the value as of any given time obtained by dividing the total premium or discount at which such Investment Obligation was purchased by the number of days remaining to maturity on such Investment Obligation at the date of such purchase and by multiplying the amount thus calculated by the number of days having passed since such purchase, and (1) in the case of an Investment Obligation purchased at a premium by deducting the product thus obtained from the purchase price, and (2) in the case of an Investment Obligation purchased at a discount by adding the product thus obtained to the purchased price.

*Appreciated Value* shall mean with respect to any Deferred Income Bond (i) as of any Valuation Date, the amount set forth for such date in the applicable Supplemental Trust Agreement, (ii) as of any date prior to the Interest Commencement Date, other than a Valuation Date, the sum of (a) the Appreciated Value on the preceding Valuation Date and (b) the product of (1) a fraction, the numerator of which is the number of days having elapsed from the preceding Valuation Date and the denominator of which is the number of days from such preceding Valuation Date to the next succeeding Valuation Date and (2) the difference between the Appreciated Values for such Valuation Dates, and (iii) as of any date on and after the Interest Commencement Date, the Appreciated Value on the Interest Commencement Date. For purposes of this definition, the number of days having elapsed from the preceding Valuation Date shall be calculated on the basis of a three hundred sixty (360) day year of twelve (12) thirty (30) day months.

*Assessment Bond or Bonds* shall mean any bond or bonds and any Bond Anticipation Notes authenticated and delivered under the Assessment Bond Trust Agreement.

*Assessment Floor Amount* shall mean the amount below which the amount assessed on cities and towns pursuant to the Act shall not be reduced in accordance with Section 35T.

*Assessments* shall mean all assessments on cities and towns received by the Authority pursuant to the Act.

*Assumed Debt Service* shall mean, with respect to any Balloon Debt or Excluded Principal Payment for any period and as of any date of calculation, the aggregate amount of Principal Installments and interest which would be payable in such period on a Series of Assessment Bonds (a) in principal amount equal to, as applicable, such Balloon Debt Outstanding or such Excluded Principal Payment, (b) bearing interest at a fixed rate equal to the Assumed Interest Rate and (c) amortizing either (i) on a substantially level annual debt service basis over a term specified by the Authority not to exceed forty (40) years from the calculation date or (ii) on such other term and basis as are set forth in the Supplemental Trust Agreement related to such Balloon Debt or Excluded Principal Payment.

*Assumed Interest Rate* shall mean, as of any date of calculation, the assumed fixed rate of interest equal to (a) the “25-year revenue bond index” most recently published in The Bond Buyer or, if such index is no longer published, such other substantially comparable index as determined by the Authority or (b) the rate set forth as the Assumed Interest Rate in the related Supplemental Trust Agreement.

*Authority* shall mean the Massachusetts Bay Transportation Authority.

*Authorized Officer* shall mean the General Manager, the Chief Administrative Officer, the Chief Financial Officer, the Treasurer or the General Counsel of the Authority, and when used with reference to an act or document of the Authority also means any other person authorized by resolution of the Authority to perform the act or sign the document in question.

*Balloon Debt* means a Series of Assessment Bonds, twenty-five percent (25%) or more of the principal of which (calculated as of the date of issuance) becomes due during any period of twelve (12) consecutive months if such maturing principal amount is not required to be amortized below such percentage by mandatory redemption prior to such 12-month period.

*Bank Bonds* shall mean any Assessment Bonds issued to or acquired or held by any bank, insurance company or other provider of credit and/or liquidity support or any designee thereof for any Assessment Bonds or for any Bond Anticipation Notes as evidence of the obligations of the Authority arising under any letter of credit, revolving credit agreement, insurance policy, reimbursement agreement or any other agreement, instrument or document relating to such credit and/or liquidity support; provided, however, that Bank Bonds do not include any Assessment Bonds issued to or held by any such party or its designee in any other capacity.

*Base Revenue Floor Amount* shall mean (as of the date of computation) the base revenue amount (as defined in Section 35T), as most recently certified by the Comptroller of the Commonwealth in accordance with Section 35T.

*Bond Anticipation Note* shall mean a note issued pursuant to the Assessment Bond Trust Agreement.

*Bond Counsel* shall mean Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C. or any other lawyer or firm of lawyers nationally recognized in the field of municipal finance and satisfactory to the Authority.

*Bondowner or Owner, or Owner of Assessment Bonds*, or any similar terms, shall mean any person who shall be the registered owner of any Outstanding Assessment Bond or Bonds as shown in the registry kept for such purpose as provided in the Assessment Bond Trust Agreement.

For all purposes of the provisions of the Trust Agreement and the applicable Supplemental Trust Agreement, except the giving of any required notice of default to holders of the Insured Bonds, the Bond Insurer shall be deemed to be the sole holder of the Insured Bonds for so long as it has not failed to comply with its payment obligations under the Policy.

*Bond Proceeds Fund* shall mean the Fund by that name established by the Assessment Bond Trust Agreement.

*Business Day* shall mean any day that is not a Saturday, Sunday or legal holiday in the Commonwealth or a day on which banks in the City are authorized or required by law or executive order to close.

*Capital Appreciation Bond* shall mean any Assessment Bond as to which interest is payable only at the maturity or prior redemption of such Assessment Bond. For the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation Bond is redeemed prior to maturity or (ii) computing the principal amount of Assessment Bonds held by the registered owner of a Capital Appreciation Bond in giving to the Authority or the Trustee any notice, consent, request, or demand pursuant to the Assessment Bond Trust Agreement for any purpose whatsoever, unless otherwise provided in the Supplemental Agreement authorizing such Capital Appreciation Bonds, the principal amount of a Capital Appreciation Bond shall be deemed to be its Accreted Value.

*Capital Maintenance Fund* shall mean the fund of such name created and held by the Authority pursuant to Authority resolution, which fund shall be used to pay a portion of the ongoing schedule of maintaining the equipment and mass transportation facilities of the Authority.

*City* shall mean the City of Boston in the Commonwealth.

*Code* shall mean the Internal Revenue Code of 1986, as amended to the date of adoption of the Assessment Bond Trust Agreement, unless a later date shall be specified in a Supplemental Agreement to be applicable to one or more Series of Assessment Bonds, and the applicable regulations thereunder, and any reference in the Assessment Bond Trust Agreement to any section thereof shall, to the extent the provisions of the Internal Revenue Code of 1986, as amended to the date of adoption of the Assessment Bond Trust Agreement, unless a later date shall be specified in a Supplemental Agreement to be applicable to one or more Series of Assessment Bonds, are included in a successor code or in an equivalent section or sections of such a successor code, be deemed to include such successor code and the equivalent section or sections of such successor code and the applicable regulations thereunder.

*Commonwealth* shall mean The Commonwealth of Massachusetts.

*Counsel's Opinion or Opinion of Counsel* shall mean an opinion signed by Bond Counsel or an attorney or firm of attorneys of recognized standing (who may be counsel to the Authority) selected by the Authority.

*Credit Facility* shall mean an irrevocable letter of credit, surety bond, loan agreement, Standby Purchase Agreement or other agreement, facility or insurance or guaranty arrangement issued or extended by a Qualified Institution, pursuant to which the Authority is entitled to obtain moneys to pay the principal, purchase price or Redemption Price of Assessment Bonds due in accordance with their terms or tendered for purchase or redemption, plus accrued interest thereon to the date of payment, purchase or redemption thereof, in accordance with the Assessment Bond Trust Agreement, whether or not the Authority is in default under the Assessment Bond Trust Agreement.

*Debt Service* shall mean, for any Series of Assessment Bonds, for any period and as of any date of calculation, an amount equal to the sum of (i) interest accruing on such Series during such period and (ii) that portion of each Principal Installment of such Series which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the next preceding Principal Installment due date for such Series or, if (a) there shall be no such preceding Principal Installment due date or (b) such preceding Principal Installment due date is more than one year prior to the due date of such Principal Installment, then, from a date one year preceding the due date of such Principal Installment or from the date of issuance of such Series, whichever date is later.

Such interest and Principal Installments shall be calculated on the assumption that (1) no Assessment Bonds (except for Put Bonds actually tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof) of such Series Outstanding at the date of calculation will cease to be Outstanding except by reason of the payment of each Principal Installment on the due date thereof and (2) the principal amount of Put Bonds tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof shall be deemed to accrue on the date required to be paid pursuant to such tender.

For purposes of this definition, the principal and interest portions of the Accreted Value of a Capital Appreciation Bond and the Appreciated Value of a Deferred Income Bond becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments only during the year such amounts become due for payment unless otherwise provided in the applicable Supplemental Agreement.

For purposes of calculating the Debt Service on Variable Interest Rate Bonds for any period for which the actual interest rate has not been determined, such Variable Interest Rate Bonds shall be assumed to bear interest at the Assumed Interest Rate; provided that Debt Service on a Series with respect



to which there is a Qualified Hedge Agreement shall be calculated consistent with the Assessment Bond Trust Agreement.

Debt Service shall include costs of Credit Facilities and Liquidity Facilities and reimbursement to Providers of Credit Enhancement, in each case if and to the extent payable from the Debt Service Fund.

At the option of the Authority, Debt Service on any Series of Balloon Debt may be excluded from the calculation of Debt Service and, in such event, Assumed Debt Service shall be included in such calculation in place thereof.

Excluded Principal Payments (and, to the extent the related interest thereon is being paid from the same source, such related interest) and the principal of Bond Anticipation Notes shall be excluded from the calculation of Debt Service and Assumed Debt Service shall be included such calculation in place thereof.

*Debt Service Fund* shall mean the Fund by that name established by the Assessment Bond Trust Agreement.

*Debt Service Reserve Fund* shall mean the Fund by that name that may be established at the option of the Authority by Supplemental Trust Agreement as provided by the Assessment Bond Trust Agreement.

*Debt Service Reserve Requirement* shall mean, until such time, if ever, as a Debt Service Reserve Fund is established, zero dollars (\$0), and thereafter, the amount set forth in the Supplemental Trust Agreement pursuant to which the Debt Service Reserve Fund is established.

*Dedicated Payments* shall mean any revenues of the Authority which are not Pledged Revenues, as defined in the Trust Agreement as initially entered into which the Authority subsequently pledges as additional security for its payment obligations on the Assessment Bonds pursuant to a resolution of the Authority and which are specifically designated as Dedicated Payments by the Authority in accordance with the limitations of the Assessment Bond Trust Agreement and, accordingly, are to be deposited in the Debt Service Fund upon receipt.

*Dedicated Sales Tax* shall mean the base revenue amount or the dedicated sales tax revenue amount (as defined in Section 35T).

*Deferred Income Bond* shall mean any Assessment Bond (i) as to which interest accruing thereon prior to the Interest Commencement Date of such Assessment Bond is (a) compounded on each Valuation Date for such Deferred Income Bond and (b) payable only at the maturity or prior redemption of such Assessment Bonds and (ii) as to which interest accruing after the Interest Commencement Date is payable on the first interest payment date immediately succeeding the Interest Commencement Date and periodically thereafter on the dates set forth in the applicable Supplemental Agreement. For the purposes of (i) receiving payment of the Redemption Price if a Deferred Income Bond is redeemed prior to maturity or (ii) computing the principal amount of Assessment Bonds held by the registered owner of a Deferred Income Bond in giving to the Authority or the Trustee any notice, consent, request, or demand pursuant to the Assessment Bond Trust Agreement for any purposes whatsoever, unless otherwise provided in the applicable Supplemental Agreement, the principal amount of a Deferred Income Bond shall be deemed to be its Appreciated Value.

*Deficiency Fund* shall mean the fund by such name created and held by the Authority pursuant to Authority resolution, which fund may be used to pay debt service on Authority bonds, notes and other obligations and other expenses of the Authority.

*Excluded Principal Payment* shall mean each payment of principal of Assessment Bonds, which the Authority determines (in a certificate delivered to the Trustee) that the Authority intends to pay with moneys (a) that are not Pledged Revenues (such as (i) the proceeds of future debt obligations of the Authority, (ii) grants or loans from the Commonwealth or the federal government, or any agency or instrumentality thereof, or (iii) any other source of funds of the Authority) or (b) that have been or will be transferred to the Authority in accordance with the Assessment Bond Trust Agreement, upon which determination of the Authority the Trustee may conclusively rely. No such determination shall affect the security for such Assessment Bonds or the obligation of the Authority to pay such payments from Pledged Revenues or other amounts pledged thereto at the time of issuance thereof.

*Fiduciary or Fiduciaries* shall mean the Trustee, any Paying Agent, or any or all of them, as may be appropriate.

*Fiscal Year* shall mean that period beginning on the first day of July of any year and ending on the last day of June of the subsequent year or, at the option of the Authority, any other period of twelve consecutive calendar months selected by the Authority in a written instrument delivered to the Trustee as the Fiscal Year of the Authority.

*Fund or Funds* shall mean each fund or all of the funds established by the Assessment Bond Trust Agreement, as the case may be.

*General Fund Expenses* shall mean, to the extent such expenses shall not have been otherwise provided for, (i) the net costs (including, in certain circumstances, termination payments or fees) of any Hedge Agreements payable from the General Fund pursuant to and in accordance with Section 104 of the Assessment Bond Trust Agreement and (ii) any other costs approved by the Board of Directors of the Authority.

*General Fund Indebtedness* shall mean any bond, note or other evidence of indebtedness issued by the Authority in accordance with Section 206 of the Assessment Bond Trust Agreement which is secured by or payable from the Pledged Revenues and other amounts on deposit from time to time in the General Fund, provided that any such pledge shall not be prior or equal to the pledge thereof made hereby for the benefit of Sales Tax Bonds.

*Hedge Agreement* shall mean a payment exchange agreement, swap agreement, forward purchase agreement or any other hedge agreement entered into by the Authority providing for payments between the parties based on levels of, or changes in interest rates, stock or other indices or contracts to exchange cash flows or a series of payments or contracts, including without limitation, interest rate floors, or caps, options, puts or calls, which allows the Authority to manage or hedge payment, rate, spread or similar risk with respect to any Series of Assessment Bonds.

*Historic Assessment Amount* shall mean (as of any date of computation) the amount of the Assessments for the Fiscal Year preceding such computation.

*Historic Revenue Amount* shall mean (as of any date of computation) the sum of the Pledged Revenues for the Fiscal Year preceding such computation.

*Historic Dedicated Sales Tax Revenue Amount* shall mean (as of any date of computation) the dedicated sales tax revenue amount, as defined in Section 35T, for any consecutive 12 of the last 24 months, as determined by an Authorized Officer.

*Indebtedness* shall mean Assessment Bonds or Bond Anticipation Notes.

*Interest Commencement Date* shall mean, with respect to any particular Deferred Income Bond, the date prior to the maturity date thereof specified in the applicable Supplemental Agreement after which interest accruing on such Assessment Bond shall be payable on the first interest payment date immediately succeeding such Interest Commencement Date and periodically thereafter on the dates specified in the Supplemental Agreement authorizing such Deferred Income Bond.

*Investment Agreement* shall mean an agreement for the investment of moneys with, or unconditionally guaranteed by, a Qualified Institution but shall not mean an obligation of the type described in clause (ix) of the definition of Investment Obligation herein.

*Investment Income* shall mean income from Investment Obligations held in the Funds and Accounts established in the Assessment Bond Trust Agreement, other than (i) if so determined in a Supplemental Agreement, income from Investment Obligations purchased from the proceeds of such Assessment Bonds held in the Bond Proceeds Fund and (ii) income from Investment Obligations held in the Rebate Fund.

*Investment Obligation* shall mean and include any of the following securities, to the extent investment in such securities by the Authority is authorized under applicable law:

(i) a bond or other obligation which as to principal and interest constitutes a direct obligation of, or is unconditionally guaranteed by, the United States of America, including an obligation of any of the Federal Agencies described in clause (iii) below to the extent unconditionally guaranteed by the United States of America;

(ii) a bond or other obligation of any state of the United States of America or of any agency, instrumentality or local governmental unit of any such state (a) which is not callable prior to maturity or as to which irrevocable instructions have been given to the trustee of such bond or other obligation by the obligor to give due notice of redemption and to call such bond or other obligation for redemption on the date or dates specified in such instructions, (b) which is secured as to principal and interest and redemption premium, if any, by a fund consisting only of cash or bonds or other obligations of the character described in clause (i) above which fund may be applied only to the payment of such principal of and interest and redemption premium, if any, on such bond or other obligation on the maturity date thereof or the redemption date specified in the irrevocable instructions referred to in subclause (a) of this clause (ii), as appropriate, and (c) as to which the principal of and interest on the bonds and obligations of the character described in clause (i) above which have been deposited in such fund, together with any cash on deposit in such fund are sufficient to pay principal of and interest and redemption premium, if any, on the bond or other obligation described in this clause (ii) on the maturity date thereof or on the redemption date specified in the irrevocable instructions referred to in subclause (a) of this clause (ii), as appropriate;

(iii) a bond, debenture, or other evidence of indebtedness issued or guaranteed at the time of the investment by the Student Loan Marketing Association, Federal National Mortgage Association, Federal Land Banks, Federal Intermediate Credit Banks, Banks for Cooperatives, Federal Home Loan Banks, the Tennessee Valley Authority, the United States Postal Service, Federal Farm Credit System Obligations, the Export Import Bank, the World Bank, the International Bank for Reconstruction and Developments, the Federal Home Loan Mortgage Corporation, the Resolution Funding Corporation, the U.S. Agency for International Development and the Inter-American Development Bank or any other agency or corporation which has been or may hereafter be created pursuant to an Act of Congress as an agency or instrumentality of the United States of America;

(iv) an obligation of any state of the United States of America or any political subdivision thereof or any agency, instrumentality or local government unit of any such state or political subdivision

which shall be rated at the time of the investment in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating;

(v) a certificate or other instrument that evidences ownership of the right to payment of the principal of or interest on obligations of any state of the United States of America or any political subdivision thereof or any agency or instrumentality of any state or political subdivision, provided that such obligations shall be held in trust by a bank or trust company or a national banking association meeting the requirements for a successor Trustee under the Assessment Bond Trust Agreement, and provided further that the payment of all principal of and interest on such certificate or such instrument shall be fully insured or unconditionally guaranteed by, or otherwise unconditionally payable pursuant to a credit support arrangement provided by, one or more financial institutions or insurance companies or associations which at the date of investment shall have an outstanding, unsecured, uninsured and unguaranteed debt issue in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating, or, in the case of an insurer providing municipal bond insurance policies insuring the payment, when due, of the principal of and interest on municipal bonds, such insurance policy shall result in such municipal bonds being rated in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating;

(vi) time deposits, certificates of deposit or any other deposit with a bank, trust company, national banking association, savings bank, federal mutual savings bank, savings and loan association, federal savings and loan association or any other institution chartered or licensed by any state or the U.S. Comptroller of the Currency to accept deposits in such state (as used herein, "deposits" shall mean obligations evidencing deposit liability which rank at least on a parity with the claims of general creditors in liquidation), which are (a) fully secured, to the extent not insured by the Federal Deposit Insurance Corporation, by any of the obligations described in clauses (i) or (iii) above having a market value (exclusive of accrued interest) of not less than the uninsured amount of such deposit or (b) (1) unsecured or (2) secured to the extent, if any, required by the Authority and in either case made with a Qualified Institution;

(vii) a certificate that evidences ownership of the right to payments of principal of or interest on obligations described in clause (i), provided that such obligations shall be held in trust by a bank or trust company or a national banking association meeting the requirements for a successor Trustee under the Assessment Bond Trust Agreement;

(viii) a time deposit, certificate of deposit, whether negotiable or non-negotiable, and a banker's acceptance of one or more of the 50 largest banks in the United States or commercial paper issued by the parent holding company of any such bank which at the time of investment has an outstanding unsecured, uninsured and unguaranteed debt issue rated in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating;

(ix) any repurchase agreement with any bank or trust company organized under the laws of any state of the United States of America or any national banking association or government bond dealer reporting to, trading with, and recognized as a primary dealer by the Federal Reserve Bank of New York which at the time of investment has an outstanding unsecured, uninsured and unguaranteed long-term debt issue or commercial paper issue rated in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating, which agreement is secured by any one or more of the securities described in clause (i), (iii) or (vii) above which securities shall at all times have a market value (exclusive of accrued interest) of not less than the full amount of the repurchase agreement and be delivered to another bank or trust company organized under the laws of any state of the United States of America or any national banking association, as custodian;

(x) an Investment Agreement;

(xi) money market funds registered under the Federal Investment Company Act of 1940, as amended, whose shares are registered under the Federal Securities Act of 1933, and rated in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating;

(xii) commercial paper, notes, bonds or other obligations of any corporation rated, at the time of investment, in one of the three highest rating categories by any NRSRO, without regard to any refinement or gradation of such rating; and

(xiii) any other investment in which moneys of the Authority may be legally invested.

*Liquidity Facility* shall mean an irrevocable letter of credit, surety bond, loan agreement, Standby Purchase Agreement, line of credit or other agreement or arrangement issued or extended by a Qualified Institution, pursuant to which the Authority is entitled to obtain moneys upon the terms and conditions contained therein for the purchase or redemption of Assessment Bonds tendered for purchase or redemption in accordance with the terms of the Assessment Bond Trust Agreement.

*Net Debt Service* shall mean Debt Service payable on Assessment Bonds less (a) interest accrued or to accrue on such Assessment Bonds which is to be paid from deposits in the Debt Service Fund from the proceeds of Assessment Bonds in accordance with a certificate of an Authorized Officer to the Trustee, (b) additional amounts transferred to the Debt Service Fund at the Authority's direction, (c) Investment Income from the Pledged Revenue Fund and any Account of the Bond Proceeds Fund established by Supplemental Agreement and held by the Trustee transferred or to be transferred in the current Fiscal Year to or retained in the Debt Service Fund and (d) Dedicated Payments deposited in the Debt Service Fund pursuant to the Assessment Bond Trust Agreement.

*NRSRO* shall mean any nationally recognized statistical rating organization then registered as such with the Securities Exchange Commission.

*Opinion of Bond Counsel* shall mean a legal opinion signed by Bond Counsel.

*Outstanding*, when used with reference to Assessment Bonds of a Series, shall mean, as of any date, Assessment Bonds or Bonds of such Series, theretofore or thereupon being authenticated and delivered, issued under the Assessment Bond Trust Agreement except:

(i) any Assessment Bonds canceled by any Fiduciary at or prior to such date;

(ii) Assessment Bonds (or portions of Assessment Bonds) for the payment or redemption of which moneys, equal to the principal amount or Redemption Price thereof, as the case may be, with interest to the date of maturity or redemption date, shall be held in trust under the Assessment Bond Trust Agreement and set aside for such payment or redemption (whether at or prior to the maturity or redemption date), provided that if such Assessment Bonds (or portions of Assessment Bonds) are to be redeemed, notice of such redemption shall have been given or provision satisfactory to the Trustee shall have been made for the giving of such notice as provided in the Assessment Bond Trust Agreement;

(iii) Assessment Bonds in lieu of or in substitution for which other Assessment Bonds shall have been authenticated and delivered pursuant to the Assessment Bond Trust Agreement unless proof satisfactory to the Trustee is presented that any such Assessment Bonds are held by a bona fide purchaser in due course;

(iv) Assessment Bonds deemed to have been paid as provided in the Assessment Bond Trust Agreement; and

(v) Put Bonds deemed tendered in accordance with the provisions of the applicable Supplemental Agreement on the applicable adjustment or conversion date, if the purchase price thereof and interest thereon shall have been paid or amounts are available for such payment as provided in the Assessment Bond Trust Agreement.

For purposes of the foregoing definition, any Assessment Bonds which are Bank Bonds shall be deemed Outstanding only in a principal amount equal to the principal amount of the obligation then owed by the Authority thereunder regardless of the face amount of such Bank Bond.

*Paying Agent* shall mean any paying agent for the Assessment Bonds of any Series, and its successor or successors and any other corporation which may at any time be substituted in its place pursuant to the Assessment Bond Trust Agreement.

*Pledged Revenue Fund* shall mean the Fund by that name established by the Assessment Bond Trust Agreement.

*Pledged Revenues* shall mean Assessments, payments received by the Authority from a Provider of a Hedge Agreement that is not a Qualified Hedge and Alternate Revenues, if any.

*Principal Installment* shall mean, as of any date of calculation and with respect to the Assessment Bonds of any Series, so long as any Assessment Bonds thereof are Outstanding, (i) the principal amount of Assessment Bonds (including the principal amount of any Put Bonds tendered for payment and not purchased in lieu of redemption prior to the redemption date thereof) of such Series due on a future date for which no Sinking Fund Installments have been established, or (ii) the unsatisfied balance of any Sinking Fund Installments due on a future date for Assessment Bonds of such Series, plus the amount of the premium, if any, which would be applicable upon redemption of such Assessment Bonds on such future date in a principal amount equal to said unsatisfied balance of such Sinking Fund Installments, or (iii) if such future dates coincide as to different Assessment Bonds of such Series, the sum of such principal amount of Assessment Bonds and of such unsatisfied balance of Sinking Fund Installments due on such future date, plus such applicable redemption premium, if any.

*Provider* shall mean any person or entity providing a Credit Facility, a Liquidity Facility or a Qualified Hedge Agreement with respect to any one or more Series of Assessment Bonds, pursuant to agreement with or upon the request of the Authority.

*Put Bond* shall mean an Assessment Bond which by its terms may be tendered by and at the option of the Owner thereof for payment by the Authority prior to the stated maturity or redemption date thereof.

*Qualified Hedge Agreement* shall mean a Hedge Agreement which meets the tests of the Assessment Bond Trust Agreement.

*Qualified Institution* shall mean (i) a bank, a trust company, a national banking association, a federal branch pursuant to the International Banking Act of 1978 or any successor provisions of law, a domestic branch or agency of a foreign bank which branch or agency is duly licensed or authorized to do business under the laws of any state or territory of the United States of America, a savings bank, a savings and loan association, or an insurance company or association chartered or organized under the laws of any state of the United States of America, a corporation, a trust, a partnership, an unincorporated organization, or a government or an agency, instrumentality, program, account, fund, political subdivision or corporation thereof, in each case the unsecured or uncollateralized long term debt obligations of which, or obligations secured or supported by a letter of credit, contract, agreement or surety bond issued by any such organization, at the time an Investment Agreement, Qualified Hedge Agreement, Credit Facility or

Liquidity Facility is entered into by the Authority are rated in the three highest categories, without regard to any refinement or gradation of such rating, by any NRSRO or (ii) the Government National Mortgage Association or any successor thereto, the Federal National Mortgage Association or any successor thereto, or any other federal agency or instrumentality.

*Rebate Fund* shall mean the Fund by that name established by the Assessment Bond Trust Agreement.

*Rebate Fund Requirement* shall mean, as of any date of calculation, an amount equal to the aggregate of the amounts, if any, specified in a certificate from an Authorized Officer of the Authority or the applicable Supplemental Agreement, as the amount required to be maintained in the Rebate Fund with respect to such Assessment Bonds.

*Redemption Price* shall mean, with respect to any Assessment Bond, the principal amount thereof plus the applicable premium, if any, payable upon redemption thereof pursuant to the Assessment Bond Trust Agreement, but excluding accrued interest.

*Refunding Bonds* shall mean all Assessment Bonds authenticated and delivered on original issuance pursuant to the provisions under the heading “Special Provisions for Refunding Bonds.”

*Residual Sales Tax* shall mean for any year the greater of the Base Revenue Floor Amount and the Historic Dedicated Sales Tax Revenue Amount less the sum of (i) the estimated debt service on Prior Obligations, (ii) Senior Net Debt Service (as defined in the Sales Tax Bond Trust Agreement), (iii) Subordinated Net Debt Service (as defined in the Sales Tax Bond Trust Agreement) and (iv) debt service on other indebtedness (other than Indebtedness) secured by a pledge of or a security interest in and payable from the Dedicated Sales Tax.

*Sales Tax Bonds* shall mean any bond or bonds, any bond anticipation notes or other evidences of indebtedness and delivered under the Sales Tax Bond Trust Agreement.

*Sales Tax Bond Trust Agreement* shall mean the Massachusetts Bay Transportation Authority Sales Tax Bond Trust Agreement dated as of July 1, 2000 by and between the Authority and State Street Bank and Trust Company, as Trustee, as amended and supplemented from time to time.

*Section 35T* shall have the meaning provided in the Recitals to the Assessment Bond Trust Agreement.

*Series* shall mean all of the Assessment Bonds authenticated and delivered on original issuance and designated as such by the Authority in a simultaneous transaction pursuant to the Assessment Bond Trust Agreement and any Assessment Bonds thereafter authenticated and delivered in lieu of or in substitution therefor pursuant to the Assessment Bond Trust Agreement, regardless of variations in maturity, interest rate, sinking fund, or other provisions.

*Sinking Fund Installment* shall mean, as of any date of calculation and with respect to any Assessment Bonds of a Series, so long as any Assessment Bonds thereof are Outstanding, the amount of money required by the applicable Supplemental Agreement, to be paid on a single future date for the retirement of any Outstanding Assessment Bonds of said Series which mature after said date, but does not include any amount payable by the Authority by reason only of the maturity of an Assessment Bond.

*Standby Purchase Agreement* shall mean an agreement by and between the Authority and another entity pursuant to which such entity is obligated to purchase Put Bonds tendered for purchase or redeemed in lieu of purchase upon such tender.

*State and Local Contribution Fund* shall have the meaning provided in the Recitals to the Assessment Bond Trust Agreement.

*Supplemental Agreement* shall mean any trust agreement supplemental to or amendatory of the Trust Agreement, adopted by the Authority in accordance with the Assessment Bond Trust Agreement.

*Trustee* shall mean the trustee appointed under the Assessment Bond Trust Agreement, and its successor or successors and any other corporation which may at any time be substituted in its place pursuant to the Assessment Bond Trust Agreement.

*Valuation Date* shall mean (i) with respect to any Capital Appreciation Bond the date or dates set forth in the applicable Supplemental Agreement on which specific Accreted Values are assigned to the Capital Appreciation Bond and (ii) with respect to any Deferred Income Bond, the date or dates on or prior to the Interest Commencement Date set forth in the applicable Supplemental Agreement on which specific Appreciated Values are assigned to the Deferred Income Bond.

*Variable Interest Rate* shall mean a variable interest rate to be borne by any Variable Interest Rate Bond. The method of computing such variable interest rate shall be specified in the applicable Supplemental Agreement. Such Supplemental Agreement shall also specify either (i) the particular period or periods of time for which each value of such variable interest rate shall remain in effect or (ii) the time or times upon which any change in such variable interest rate shall become effective.

*Variable Interest Rate Bond* shall mean an Assessment Bond which bears interest at a Variable Interest Rate.

### **The Pledge Effected by the Assessment Bond Trust Agreement**

The Assessment Bonds are special obligations payable solely from the items pledged to the payment thereof pursuant to the terms of the Assessment Bond Trust Agreement.

The Assessment Bond Trust Agreement provides that there is pledged for the payment, first, of the Assessment Bonds and, as the respective interests of the holders thereof may appear, in accordance with the respective terms of such Bonds and the provisions of the Assessment Bond Trust Agreement, subject only to the provisions of the Assessment Bond Trust Agreement permitting the application thereof for or to the purposes and on the terms and conditions in the Assessment Bond Trust Agreement and therein set forth: (i) all Pledged Revenues, (ii) Dedicated Payments allocated to Assessment Bonds and interest earnings thereon, (iii) amounts received from the trustee under the Sales Tax Bond Trust Agreement in accordance with the Assessment Bond Trust Agreement, (iv) the Deficiency Fund and the Capital Maintenance Fund including the investments, if any, thereof, and (v) all Funds and Accounts established by the Assessment Bond Trust Agreement (other than the Bond Proceeds Fund while it is held and administered by the Authority and the Rebate Fund) including the investments, if any, thereof. (*Section 201, 501*).

### **Provisions for Issuance of Assessment Bonds**

Assessment Bonds of one or more Series may at any time or from time to time be authenticated and delivered upon original issuance (i) to pay or provide for the payment of other Authority bonds, notes or other obligations, (ii) to refund Outstanding Assessment Bonds, (iii) to pay costs of the Authority in accordance with the Act, (iv) to make a deposit to the Bond Proceeds Fund, the Debt Service Fund, the Debt Service Reserve Fund (if any), the Deficiency Fund or the Capital Maintenance Fund, including any Accounts therein, and (v) to pay or provide for the payment of the costs incurred in connection with the issuance of Assessment Bonds.



The Assessment Bonds of a Series authorized to be issued shall be executed by the Authority and delivered to the Trustee. Such Assessment Bonds shall from time to time and in such amounts as directed by the Authority be authenticated and delivered by the Trustee to or upon the order of the Authority upon receipt of the consideration therefor and upon delivery to the Trustee of:

(1) An Opinion of Bond Counsel to the effect that (i) the Authority has the right and power under the Act to enter into the Assessment Bond Trust Agreement, and the Trust Agreement has been duly and lawfully approved by the Authority, and, assuming due authorization, execution and delivery by the Trustee, is in full force and effect and is valid and binding upon the Authority and enforceable in accordance with its terms, and no other authorization for the Trust Agreement is required; (ii) the Trust Agreement creates the valid pledge of the items which it purports to pledge to the payment of the Assessment Bonds pursuant to the Assessment Bond Trust Agreement, subject to the application thereof to the purposes and on the conditions permitted by the Trust Agreement; and (iii) the Assessment Bonds of such Series are valid and binding special obligations of the Authority as provided in the Trust Agreement, enforceable in accordance with their terms and the terms of the Trust Agreement, and entitled to the benefit of the Trust Agreement and of the Act and such Assessment Bonds have been duly and validly authorized and issued in accordance with law, including the Act, and in accordance with the Trust Agreement; provided, that such Opinion may take exception as to the effect of, or for restrictions or limitations imposed by or resulting from, bankruptcy, insolvency, debt adjustment, moratorium, reorganization or other similar laws affecting creditors' rights generally and judicial discretion and may state that no opinion is being rendered as to the availability of any particular remedy;

(2) A written order as to the delivery of the Assessment Bonds of such Series, signed by an Authorized Officer;

(3) Copies of the Trust Agreement as amended and supplemented and of the Supplemental Agreement authorizing such Series, each certified by an Authorized Officer;

(4) If any Assessment Bonds of such Series are Put Bonds, a Credit Facility or Liquidity Facility in such an amount as would provide sufficient moneys for the purchase or redemption of all Put Bonds of such Series if Owners thereof elected to tender for purchase or redemption the entire aggregate Outstanding principal amount of the Put Bonds of such Series;

(5) A certificate of an Authorized Officer:

(i) setting forth for the then current and each future Fiscal Year during which such Series of Assessment Bonds shall be Outstanding (a) the Net Debt Service for Outstanding Assessment Bonds after the issuance of such Series of Assessment Bonds, (b) the Residual Sales Tax and (c) the Additional Obligations Debt Service; and

(ii) demonstrating that, for each year:

(a) the greater of (1) the Historic Assessment Amount and (2) the Assessment Floor Amount, divided by the Net Debt Service set forth in clause 5(i)(a) is at least equal to 1.30; and

(b) the sum of the Assessment Floor Amount plus the Residual Sales Tax set forth in 5(i)(b) divided by the Net Debt Service set forth in 5(i)(a) is at least equal to 1.50; and

(6) A certificate of an Authorized Officer to the effect that, upon the authentication and delivery of the Assessment Bonds of such Series (and in the event that any Outstanding Assessment

Bonds are then being redeemed, after such redemption), (i) the Authority will not be in default in the performance of the terms and provisions of the Assessment Bond Trust Agreement or of any of the Assessment Bonds, (ii) in the event that the Debt Service Reserve Fund Requirement is other than zero dollars (\$0), the amount on deposit in the Debt Service Reserve Fund (after taking into account any surety bond, insurance policy, letter of credit or other similar obligation on deposit therein) will be at least equal to such Debt Service Reserve Requirement and (iii) if any Additional Obligations are outstanding, the requirements of the certificate described in the Assessment Bond Trust Agreement will be satisfied. (*Section 202*).

### **Special Provisions for Refunding Bonds**

One or more Series of Refunding Bonds may be authenticated and delivered upon original issuance to refund all or any portion of the Outstanding Assessment Bonds of a Series, in an aggregate principal amount which will provide funds, together with other moneys available therefor, to accomplish such refunding.

The Refunding Bonds of such Series shall be authenticated and delivered by the Trustee only upon receipt by the Trustee (in addition to the documents required by the Assessment Bond Trust Agreement of:

(1) If the Assessment Bonds to be refunded are to be redeemed, instructions to the Trustee, satisfactory to it, to give due notice of redemption of all the Assessment Bonds so to be refunded on a redemption date specified in such instructions, subject to the provisions of the Assessment Bond Trust Agreement;

(2) If the Assessment Bonds to be refunded are to be deemed paid within the meaning and with the effect expressed in the Assessment Bond Trust Agreement relating to defeasance of Assessment Bonds, instructions to the Trustee, satisfactory to it;

(3) If the Assessment Bonds to be refunded are to be deemed paid within the meaning and with the effect expressed in the Assessment Bond Trust Agreement relating to defeasance of Assessment Bonds, (i) moneys and/or (ii) Investment Obligations (as defined in the Assessment Bond Trust Agreement) as shall be necessary to comply with the provision of the Assessment Bond Trust Agreement, which Investment Obligations and moneys shall be held in trust and used only as provided the Assessment Bond Trust Agreement;

(4) If the proceeds of such Series of Refunding Bonds are to be utilized by the Authority to purchase Assessment Bonds to be delivered to the Trustee in satisfaction of a Sinking Fund Installment or to defease a portion of the Assessment Bonds which are the subject of a Sinking Fund Installment in accordance with the Assessment Bond Trust Agreement, a certificate of an Authorized Officer of the Authority specifying (i) the principal amount, Series, maturity, interest rate and number of the Assessment Bonds to be so delivered, (ii) the date and Series of the Sinking Fund Installment in satisfaction of which such Assessment Bonds are to be so delivered, (iii) the aggregate principal amount of the Assessment Bonds to be so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of the Assessment Bonds to be so delivered; and

(5) Either (a) a certificate of an Authorized Officer of the Authority stating that (i) the final maturity of the Refunding Bonds is no later than the final maturity of the Assessment Bonds to be refunded and (ii) as a result of the issuance of the Refunding Bonds there shall be no increase in the amount of Debt Service in any Fiscal Year; or (b) the certificate provided for in the Assessment Bond Trust Agreement with respect to such Series of Refunding Bonds, considering for all purposes of such certificate that (i) such Series of Refunding Bonds is a Series of Assessment Bonds issued pursuant to the

Assessment Bond Trust Agreement and (ii) that the Assessment Bonds to be refunded are no longer Outstanding.

The proceeds, including accrued interest, of the Refunding Bonds of each such Series shall be applied simultaneously with the delivery of such Assessment Bonds in the manner provided in the Supplemental Agreement authorizing such Assessment Bonds. (*Section 204*).

### **Bond Anticipation Notes**

Whenever the Authority shall authorize the issuance of a Series of Assessment Bonds (without necessity for the Authority to have entered into a Supplemental Agreement providing for such issue or to have satisfied the conditions set forth in the Assessment Bond Trust Agreement, the Authority may by resolution authorize the issuance of notes (and renewals thereof) in anticipation of the sale of such authorized Series of Assessment Bonds. The principal of and interest on such notes and renewals thereof shall be payable from the proceeds of such notes, from the proceeds of the sale of the Series of Assessment Bonds in anticipation of which such Notes are issued or from funds of the Authority. The proceeds of such Assessment Bonds may be pledged for the payment of the principal of and interest on such notes and any such pledge shall have a priority over any other pledge of such proceeds created by the Assessment Bond Trust Agreement. The Authority may secure the payment of the interest on such notes by a pledge that is on a parity with the pledge under the Assessment Bond Trust Agreement securing all Assessment Bonds, in which event such interest shall be payable from the Debt Service Fund. The Authority may also pledge the Pledged Revenues and other Authority funds to the payment of the principal of such notes, but such pledge shall be subordinate to the pledge securing the payment of the Assessment Bonds. A copy of the resolution of the Authority authorizing such notes, certified by an Authorized Representative of the Authority, shall be delivered to the Trustee following its adoption. (*Section 205*).

### **Additional Obligations**

The Authority reserves the right to issue bonds, notes or any other obligations or otherwise incur indebtedness or to enter into a hedge agreement pursuant to other and separate resolutions or agreements of the Authority, so long as such bonds, notes or other obligations are not, or such other indebtedness or provider of the hedge agreement is not, except as provided in the Assessment Bond Trust Agreement, entitled to a charge or lien or right with respect to the Pledged Revenues or the Funds and Accounts created hereby or pursuant to the Assessment Bond Trust Agreement. Notwithstanding the foregoing, the Authority may by Supplemental Resolution issue bonds, notes or any other obligations or enter into a hedge agreement entitled to a charge or lien or right with respect to the Pledged Revenue or the Funds and Accounts under the Assessment Bond Trust Agreement (collectively, "Additional Obligations"), provided that amounts payable on such obligations or under such agreement shall be payable after the deposits set forth in the Assessment Bond Trust Agreement. In connection with each issuance of Additional Obligations and/or Assessment Bonds, there shall be delivered to the Trustee a certificate of an Authorized Officer demonstrating that for the current and each future Fiscal Year in which any Additional Obligations are to be outstanding, the Historic Revenue Amount divided by the sum of the Net Debt Service for Outstanding Assessment Bonds and the Additional Obligations Debt Service, is at least equal to 1.00. (*Section 206*).

## Hedging Transactions

A Hedge Agreement is a Qualified Hedge Agreement if (i) the Provider of the Hedge Agreement is a Qualified Institution or the Provider's obligations under the Hedge Agreement are unconditionally guaranteed by a Qualified Institution and (ii) the Authority designates it as such by Certificate of an Authorized Officer.

If the Authority shall enter into any Qualified Hedge Agreement with respect to any Assessment Bonds and the Authority has made a determination that the Qualified Hedge Agreement was entered into for the purpose of hedging or managing the interest due with respect to those Assessment Bonds then during the term of the Qualified Hedge Agreement and so long as the Provider of the Qualified Hedge Agreement is not in default:

(1) for purposes of any calculation of Debt Service, the interest rate on the Assessment Bonds with respect to which the Qualified Hedge Agreement applies shall be determined as if such Assessment Bonds had interest payments equal to the interest payable on those Assessment Bonds less any payments reasonably expected to be made to the Authority by the Provider and plus any payments reasonably expected to be made by the Authority to the Provider in accordance with the terms of the Qualified Hedge Agreement (other than fees or termination payments payable to such Provider for providing the Qualified Hedge Agreement);

(2) any such payments (other than fees and termination payments) required to be made by the Authority to the Provider pursuant to such Qualified Hedge Agreement shall be made from amounts on deposit in the Debt Service Fund;

(3) any such payments received by or for the account of the Authority from the Provider pursuant to such Qualified Hedge Agreement shall be deposited in the Debt Service Fund;

(4) fees and termination payments, if any, payable to the Provider pursuant to such Qualified Hedge Agreement, other than solely as a result of an event of default with respect to the Provider or event affecting the Provider, shall be paid from amounts on deposit in the General Fund; and

(5) fees and termination payments, if any, payable to the Provider pursuant to such Qualified Hedge Agreement solely as a result of an event of default with respect to the Provider or event affecting the Provider shall be a general unsecured obligation of the Authority.

If the Authority shall enter into a Hedge Agreement that is not a Qualified Hedge Agreement, then:

(1) the interest rate adjustments or assumptions referred to in clause (1) under this heading shall not be made;

(2) any and all payments required to be made by the Authority to the Provider pursuant to such Hedge Agreement, other than solely as a result of an event of default with respect to the Provider or event affecting the Provider, may be made be paid from amounts on deposit in the General Fund if and to the extent expressly provided in the Hedge Agreement; and

(3) fees and termination payments payable to the Provider solely as a result of an event of default with respect to the Provider or event affecting the Provider and, if not expressly provided in the Hedge Agreement to be paid from amounts on deposit in the General Fund, other payments required to be made by the Authority to the Provider under the Hedge Agreement shall be a general unsecured obligation of the Authority. (*Section 104*).

### **Redemption of Assessment Bonds**

Assessment Bonds subject to redemption prior to maturity pursuant to a Supplemental Agreement shall be redeemable, upon notice as provided in the Assessment Bond Trust Agreement, at such times, at such Redemption Prices and upon such terms as may be specified in the Assessment Bond Trust Agreement or in the Supplemental Agreement authorizing such Series.

In the case of any redemption of Assessment Bonds otherwise than as provided in the third paragraph under this heading, the Authority shall give written notice to the Trustee of its election so to redeem, of the redemption date, of the Series, of the principal amounts of the Assessment Bonds of each maturity of such Series to be redeemed and, if applicable, of the amount of each Sinking Fund Installment within each such maturity to be redeemed (which Series, maturities and principal amounts thereof to be redeemed and Sinking Fund Installments shall be determined by the Authority in its sole discretion, subject to any limitations with respect thereto contained in any Supplemental Agreement). Such notice shall be given at least 45 days prior to the redemption date or such shorter period as shall be acceptable to the Trustee.

Whenever by the terms of the Assessment Bond Trust Agreement or a Supplemental Agreement, Assessment Bonds are required to be redeemed otherwise than at the election of the Authority, the Authority may subject to the provision of any related Supplemental Agreement select the Series of Assessment Bonds, the principal amounts of the Assessment Bonds of each maturity of such Series to be redeemed and, except in the case of mandatory sinking fund redemption, of the amount of such Sinking Fund Installment, if applicable, within such maturity to be redeemed (which Series, maturities and principal amounts thereof to be redeemed and Sinking Fund Installments shall be determined by the Authority in its sole discretion, subject to any limitations with respect thereto contained in the Assessment Bond Trust Agreement or a Supplemental Agreement) and in the event the Authority does not notify the Trustee of such Series, maturities and principal amounts to be redeemed on or before the 45<sup>th</sup> day preceding the redemption date, the Trustee shall select the Assessment Bonds to be redeemed, give the notice of redemption and apply the moneys available therefor to redeem on the redemption date at the Redemption Price therefor, together with accrued interest to the redemption date, all of the Assessment Bonds to be redeemed.

In the event of redemption of less than all of the Outstanding Assessment Bonds of like maturity of any Series shall be called for prior redemption, the particular Assessment Bonds or portions of Assessment Bonds to be redeemed shall be selected by the Trustee by lot, or in such other manner as the Trustee in its discretion may deem fair and appropriate subject to any limitation with respect thereto contained in the applicable Supplemental Agreement. For purposes of the provisions under this heading, the minimum denomination of a Capital Appreciation Bond shall be the lowest Accreted Value authorized to be due at maturity on such Assessment Bonds, and the minimum denomination of a Deferred Income Bond shall be the lowest Appreciated Value on the Interest Commencement Date authorized for such Assessment Bonds.

Notice of the call for any redemption of Assessment Bonds prior to maturity shall be given as provided in the applicable Supplemental Agreement. (*ARTICLE IV*).

### ***Establishment of Funds and Accounts***

The following Funds and Accounts, which shall be held and administered by the Trustee, are hereby established:

- (1) Pledged Revenue Fund; and

## (2) Debt Service Fund.

Amounts held at any time by the Trustee in any of the Funds and Accounts established pursuant to the Assessment Bond Trust Agreement, the Debt Service Reserve Fund (if any) or under the Bond Proceeds Fund pursuant to a Supplemental Agreement shall be held in trust for the Owners of the Assessment Bonds separate and apart from all other funds of the Trustee, but shall nevertheless be disbursed, allocated and applied solely for the uses and purposes provided in the Assessment Bond Trust Agreement.

The following Funds and Accounts, which shall be held and administered by the Authority, are hereby established:

(1) Bond Proceeds Fund, which shall include the Capital Account and such other Accounts created by Supplemental Agreement; and

## (2) Rebate Fund.

Amounts held at any time by the Authority in any of the Funds and Accounts established pursuant to the Assessment Bond Trust Agreement shall not be held in trust for the benefit of the Owners of Assessment Bonds, but shall be disbursed, allocated and applied solely for the uses and purposes provided in the Assessment Bond Trust Agreement. Additional funds, accounts or subaccounts may be created for other purposes by any Supplemental Agreement. Notwithstanding the foregoing, the Authority by Supplemental Agreement authorizing a Series of Assessment Bonds may designate that one or more Accounts in the Bond Proceeds Fund created by such Supplemental Agreement be held and administered by the Trustee and pledged to the Owners of the Assessment Bonds. (*Section 502*).

***Bond Proceeds Fund***

The Authority shall deposit into the Bond Proceeds Fund the net proceeds of all Assessment Bonds, other than Refunding Bonds, issued for direct expenditures to be made by the Authority, which net proceeds shall be in the amount and applied as set forth in the applicable Supplemental Agreement. (*Section 503*).

***Pledged Revenue Fund and Application Thereof***

The Authority shall, immediately following the issuance and delivery of any Assessment Bonds under the Assessment Bond Trust Agreement, transfer to the Trustee for payment into the Pledged Revenue Fund all Pledged Revenues as received, except Investment Income required by the terms of the Assessment Bond Trust Agreement to be deposited in another Fund or Account. Amounts in the Pledged Revenue Fund shall be deposited in, or credited to, as appropriate, on the last Business Day of each of March, June, September and December, the following Funds and Accounts, in the amounts and in the order and priority, as follows:

(1) Into the Debt Service Fund, the amount, if any, required so that the balance in said Fund shall equal the Net Debt Service (less Investment Income from the Debt Service Fund (and the Debt Service Reserve Fund, if any) transferred or to be transferred in the current Fiscal Year or retained in the Debt Service Fund) and the fees and charges related to Credit Facilities, Liquidity Facilities, and Qualified Hedge Agreements accrued or accruing through the next succeeding quarter, provided that if amounts in the Pledged Revenue Fund are insufficient to meet such required balance, the Trustee shall draw amounts from the Sales Tax Bond Trust Agreement in accordance with the Assessment Bond Trust Agreement;

(2) To the Authority for credit to the Rebate Fund, notwithstanding any other provisions of under this heading, such Pledged Revenues at such times and in such amounts as shall be set forth in a certificate of an Authorized Officer;

(3) If the Trustee shall have received a certificate from the trustee under the Sales Tax Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement, to such trustee the amount set forth in such certificate;

(4) To the General Fund, the amount set forth in a certificate of an Authorized Officer for the payment of certain amounts under Hedge Agreements; and

(5) To the Authority, the moneys remaining on deposit in the Pledged Revenue Fund after making the foregoing deposits.

In determining the amounts to be transferred to the Authority for deposit in the Funds and Accounts held by the Authority, the Trustee may rely exclusively on a certificate of an Authorized Officer setting forth such amounts, which certificate shall be timely provided to the Trustee by the Authority. (*Section 504*).

### ***Rebate Fund***

Upon the issuance, sale and delivery of any Series of Assessment Bonds subject to the Rebate Fund Requirement, there shall be established in the Rebate Fund a separate account for such Series. Funds on deposit in the Rebate Fund shall be applied, as set forth in the applicable Supplemental Agreement or a certificate of an Authorized Officer. Unless otherwise specified in the applicable Supplemental Agreement or certificate of an Authorized Officer, interest or other income derived from the investment or deposit of moneys in the Rebate Fund shall be retained in the Rebate Fund. (*Section 505*).

### ***Debt Service Fund***

The Trustee shall pay out of the Debt Service Fund to the respective Paying Agents (i) on or before each interest payment date for any of the Assessment Bonds, the amount required for the interest payable on such date; (ii) on or before each Principal Installment due date, the amount required for the Principal Installment for Assessment Bonds payable on such due date; and (iii) on or before any redemption date for the Assessment Bonds, the amount required for the payment of the Redemption Price of and interest on the Assessment Bonds then to be redeemed; provided, however, that if with respect to any Series of Assessment Bonds or portions thereof the amounts due on any such interest payment date and/or Principal Installment due date and/or redemption date are intended to be paid from a source other than amounts in the Debt Service Fund prior to any application of amounts in the Debt Service Fund to such payments, the Trustee shall not pay any such amounts to the Paying Agent until such amounts have failed to be provided from such other source at the time required and, if any such amounts due are paid from such other source, the Trustee shall apply the amounts in the Debt Service Fund to provide reimbursement for such payment from such other source, as provided in the agreement governing reimbursement of such amounts to such other source. Such amounts shall be applied by the Paying Agents on and after the due dates thereof. The Trustee shall also pay out of the Debt Service Fund (i) the accrued interest included in the purchase price of Assessment Bonds purchased for retirement and (ii) upon written instructions of the Authority, any fees and charges related to Credit Facilities, Liquidity Facilities and Qualified Hedge Agreements.

The amount, if any, deposited in the Debt Service Fund from the proceeds of each Series of Assessment Bonds shall be set aside in such Fund and applied to the payment of interest on Assessment Bonds as provided and the Supplemental Agreement relating to the issuance of such Series of Assessment Bonds.

In the event the amount on deposit in the Debt Service Fund shall be less than the requirement of such Fund pursuant to the Assessment Bond Trust Agreement, the Trustee shall provide a certificate to the Authority and the trustee under the Sales Tax Bond Trust Agreement setting forth the amount of the shortfall and shall receive such amount (to the extent available) from the Pledged Revenue Fund under the Sales Tax Bond Trust Agreement in accordance with the Sales Tax Bond Trust Agreement.

In the event of the refunding of any Assessment Bonds, the Authority may direct the Trustee to withdraw from the Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Debt Service on the Assessment Bonds being refunded and deposit such amounts in a separate account with the Trustee to be held for the payment of the principal or Redemption Price, if applicable, of and interest on the Assessment Bonds being refunded; provided that such withdrawal shall not be made unless (a) immediately thereafter Assessment Bonds being refunded shall be deemed to have been paid pursuant to the Assessment Bond Trust Agreement, and (b) the amount remaining in the Debt Service Fund, after giving effect to the issuance of Refunding Bonds and the disposition of the proceeds thereof, shall not be less than the requirement of such Fund pursuant to the Assessment Bond Trust Agreement. In the event of such refunding, the Authority may also direct the Trustee to withdraw from the Debt Service Fund all, or any portion of, the amounts accumulated therein with respect to Debt Service on the Assessment Bonds being refunded and deposit such amounts in any Fund or Account under the Assessment Bond Trust Agreement; provided, however, that such withdrawal shall not be made unless clauses (a) and (b) referred to hereinabove have been satisfied and provided, further, that, at the time of such withdrawal, there shall exist no deficiency in any Fund or Account held under the Assessment Bond Trust Agreement (other than the Fund or Account into which such amount is being transferred). (*Section 506*).

The Seventh Supplemental Trust Agreement provides that, with respect to the Bonds the Authority may at any time prior to November 13, 2011 transfer funds from the Bond Proceeds Fund to the Trustee for deposit in the Debt Service Fund to pay interest on the Bonds. Subsequent transfers from the Revenue Fund to the Debt Service Fund are adjusted accordingly.

#### ***Provisions for Debt Service Reserve Fund***

In the event that the Authority shall establish a Debt Service Reserve Fund, the Supplemental Trust Agreement establishing such Fund shall set forth the terms, if any, for (i) the application of moneys therein to cure deficiencies in the required deposits to the Debt Service Fund, (ii) withdrawals of amounts therein in excess of the Debt Service Reserve Fund Requirement, (iii) funding of the required deposits and transfers to such Fund by cash and Investment Obligations or, at the option of the Authority, surety bonds, insurance policies, letters of credit or otherwise and the criteria for eligibility of the same, (iv) replenishment of moneys in such Fund to at least the Debt Service Reserve Fund Requirement as a result of draws on such Fund or as a result of changes in valuation and (v) use of moneys on deposit therein to pay Assessment Bonds whether at maturity, on prior redemption, or otherwise. (*Section 507*).

#### ***General Fund***

If, on the last Business Day of any month, the amount in the Debt Service Fund shall be less than the amount required to be deposited therein on such date or the amount in the Debt Service Reserve Fund shall be less than the Debt Service Reserve Requirement, the Authority shall transfer from any or all accounts within the General Fund to the credit of the respective Funds the amount necessary (or all the moneys credited to the General Fund if less than the amount necessary) to make up such deficiency.

To the extent not required to make up any such deficiency, amounts in the General Fund may, upon the direction of an Authorized Officer of the Authority, be transferred to any Fund or Account, transferred to the Authority free and clear of the lien of the Assessment Bond Trust Agreement for any of



its corporate purposes consistent with the Act, or applied to the payment of debt service on General Fund Indebtedness or the payment of any General Fund Expenses. (*Section 510*).

### ***Investment of Funds***

Amounts in the Funds and Accounts established by the Assessment Bond Trust Agreement may be invested by the Trustee at the written direction of the Authority or by the Authority, as the case may be, only in Investment Obligations. To the extent not used to meet the requirement of such Funds and Accounts, income from such Investment Obligations held in the Pledged Revenue Fund, the Debt Service Fund, the Debt Service Reserve Fund (if any) and in any Account of the Bond Proceeds Fund established by Supplemental Agreement and held by the Trustee shall be credited to the Debt Service Fund; provided, however, that in order to comply with the provisions under the heading "Tax Covenant" herein the Authority may provide in the Supplemental Agreement authorizing a series of Assessment Bonds that earnings on the Debt Service Fund and Debt Service Reserve Fund (if any), as applicable, shall be transferred to the Capital Account of the Bond Proceeds Fund, to the extent such earnings exceed the amount needed to meet the obligations under paragraph (1) under the heading "Pledged Revenue Fund and Application Thereof." The income from any Investment Obligations in the Rebate Fund and in the Bond Proceeds Fund or in a separate account or sub-account therein shall be held in such Fund, Account or sub-account for the purposes thereof. The Trustee and the Authority shall sell any Investment Obligations held in any Fund or Account to the extent required for payments from such Fund or Account. The proceeds of such sales, and of all payments at maturity or upon redemption of such investments, shall be held in the applicable Fund or Account to the extent required to meet the requirements of such Fund or Account. In computing the amount of such Funds and Accounts, investments shall be valued at par, or if purchased at other than par, shall be valued at Amortized Value. Accrued interest received upon the sale of any Investment Obligation shall be treated as income from such Investment Obligation for purposes of the provisions under this heading.

In making any investment in any Investment Obligations with moneys in any Fund or Account established under the Assessment Bond Trust Agreement, the Trustee and the Authority may combine such moneys with moneys in any other Fund or Account held by it, but solely for purposes of making such investment in such Investment Obligations.

Nothing in the Assessment Bond Trust Agreement shall prevent any Investment Obligations acquired as investments of or security for any Fund or Account held under the Assessment Bond Trust Agreement from being issued or held in book-entry form on the books of the Department of the Treasury of the United States.

Each investment of any moneys in any Fund or Account established under the Assessment Bond Trust Agreement shall permit the moneys so deposited or invested to be available for use at the times at which the Authority reasonably believes such moneys will be required for the purposes above.

The Trustee is hereby authorized, in making or disposing of any investment permitted by this Trust Agreement, to deal with itself (in its individual capacity) or with any one or more of its affiliates, whether it or such affiliate is acting as an agent of the Trustee or for any third person dealing as principal for its own account. (*Section 508*).

### ***Satisfaction of Sinking Fund Installments***

Any amount accumulated in the Debt Service Fund up to the unsatisfied balance of each respective Sinking Fund Installment may be applied (together with amounts accumulated in such Debt Service Fund with respect to interest on the Assessment Bonds for which such Sinking Fund Installment

was established) by the Trustee at the direction of the Authority prior to the forty-fifth day preceding the due date of such Sinking Fund Installment as follows:

(1) to the purchase of Assessment Bonds of the maturity for which such Sinking Fund Installment was established, at prices (including any brokerage and other charges) not exceeding the principal amount of such Assessment Bonds plus unpaid interest accrued to the date of purchase, such purchases to be made in such manner as the Authority shall determine; or

(2) to the redemption of such Assessment Bonds if then redeemable by their terms at the price referred to in clause (1) above.

All Assessment Bonds so purchased or redeemed shall be delivered to the Trustee for cancellation prior to the forty-fifth day preceding the due date of such Sinking Fund Installment. The principal amount of any Assessment Bonds so purchased or redeemed shall be deemed to constitute part of the Debt Service Fund until such Sinking Fund Installment date, for the purpose of calculating the amount of such Fund.

Upon the purchase or redemption of any Assessment Bond pursuant to clause (1) under this heading, an amount equal to the principal amount of the Assessment Bonds so purchased or redeemed shall be credited toward the next Sinking Fund Installment thereafter to become due with respect to the Assessment Bonds of such maturity and the amount of any excess of the amounts so credited over the amount of such Sinking Fund Installment shall be credited by the Trustee against future Sinking Fund Installments as specified in a Supplemental Agreement. Concurrently with the delivery of such Assessment Bonds the Authority shall deliver to the Paying Agent and to the Trustee a certificate of an Authorized Officer specifying (i) the principal amount, Series, maturity, interest rate and numbers of the Assessment Bonds so delivered, (ii) the date of the Sinking Fund Installment in satisfaction of which such Assessment Bonds are so delivered, (iii) the aggregate principal amount of the Assessment Bonds so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of such Assessment Bonds.

Upon the purchase or redemption of any Series of Assessment Bonds for which Sinking Fund Installments shall have been established, an amount equal to the principal amount of the Assessment Bonds so purchased or redeemed shall be credited toward future Sinking Fund Installments in such order as the Authority shall determine. In satisfaction, in whole or in part, of any Sinking Fund Installment, the Authority may deliver to the Trustee at least forty-five days prior to the date of such Sinking Fund Installment, for cancellation, Assessment Bonds purchased or redeemed, except Assessment Bonds purchased or redeemed pursuant to the provisions of clause (1) under this heading, of the Series and maturity entitled to such Sinking Fund Installment. All Assessment Bonds so delivered to the Trustee in satisfaction of a Sinking Fund Installment shall reduce the amount thereof by the amount of the aggregate principal amount of such Assessment Bonds. Concurrently with such delivery of such Assessment Bonds the Authority shall deliver to the Paying Agent and to the Trustee a certificate of an Authorized Officer specifying (i) the principal amount, Series, maturity, interest rate and numbers of the Assessment Bonds so delivered, (ii) the date of the Sinking Fund Installment in satisfaction of which such Assessment Bonds are so delivered, (iii) the aggregate principal amount of the Assessment Bonds so delivered, and (iv) the unsatisfied balance of each such Sinking Fund Installment after giving effect to the delivery of such Assessment Bonds.

The Trustee shall, upon receipt of the notice required by the Assessment Bond Trust Agreement and in the manner provided in the Assessment Bond Trust Agreement or in the Supplemental Agreement authorizing the Series of Assessment Bonds of which the Assessment Bonds to be redeemed are part, call for redemption on the date of each Sinking Fund Installment falling due prior to maturity Assessment Bonds of the Series, maturity and interest rate within each maturity for which such Sinking Fund

Installment was established (except in the case of Assessment Bonds maturing on a Sinking Fund Installment date) in such amount as is required to exhaust the unsatisfied balance of such Sinking Fund Installment.

The Trustee shall pay out of the Debt Service Fund as applicable, to the appropriate Paying Agents, on or before such redemption date (or maturity date), the amount required for the redemption of the Assessment Bonds so called for redemption (or for the payment of such Assessment Bonds then maturing), and such amount shall be applied by such Paying Agents to such redemption (or payment). All expenses in connection with the purchase or redemption of Assessment Bonds shall be paid by the Authority.

Except as may be otherwise provided with respect to Put Bonds in the Supplemental Agreement providing for the issuance thereof, all Assessment Bonds paid or redeemed, either at or before maturity, shall be delivered to the Trustee when such payment or redemption is made, and such Assessment Bonds, together with all Assessment Bonds purchased or redeemed which have been delivered to the Trustee for application as a credit against Sinking Fund Installments, and all Assessment Bonds purchased by the Trustee, shall thereupon be promptly canceled. (*Section 509*).

### **Particular Covenants of the Authority:**

#### ***Payment of Assessment Bonds***

The Authority shall duly and punctually pay or cause to be paid the principal or Redemption Price of every Assessment Bond and the interest thereon, at the dates and places and in the manner mentioned in the Assessment Bonds, according to the true intent and meaning thereof, and shall duly and punctually satisfy all Sinking Fund Installments which may be established for any Series. Except as in the Assessment Bond Trust Agreement otherwise provided, the principal or Redemption Price of such Assessment Bonds and the interest thereon are payable solely from Pledged Revenues which Pledged Revenues are pledged thereunder to the payment thereof in the manner and to the extent particularly specified in the Assessment Bond Trust Agreement, and nothing in the Assessment Bonds or in the Assessment Bond Trust Agreement shall be construed as obligating the Commonwealth or any political subdivision thereof to pay the Assessment Bonds or the interest thereon except from such Pledged Revenues or as pledging the faith and credit or taxing power of the Commonwealth or of any such political subdivision. (*Section 601*).

#### ***Power to Issue Assessment Bonds and Pledge Pledged Revenues and Other Funds***

The Authority is duly authorized under all applicable laws to create and issue the Assessment Bonds and to adopt the Assessment Bond Trust Agreement and to pledge the Pledged Revenues and other moneys, securities and funds purported to be pledged by the Assessment Bond Trust Agreement in the manner and to the extent provided in the Assessment Bond Trust Agreement. Except to the extent otherwise provided in the Assessment Bond Trust Agreement, the Pledged Revenues and other moneys, securities, funds and accounts so pledged are and will be free and clear of any pledge, lien, charge or encumbrance thereon or with respect thereto prior to, or of equal rank with, the pledge created by the Assessment Bond Trust Agreement, and all corporate action on the part of the Authority to that end has been duly and validly taken. The Assessment Bonds and the provisions of the Trust Agreement are and will be the valid and legally enforceable obligations of the Authority in accordance with their terms and the terms of the Assessment Bond Trust Agreement. The Authority shall at all times, to the extent permitted by law, defend, preserve and protect the pledge of the Pledged Revenues and other moneys, securities, funds and accounts pledged under the Assessment Bond Trust Agreement and all the rights of the Bondowners under the Assessment Bond Trust Agreement against all claims and demands of all persons whomsoever. (*Section 604*).

### ***Dedicated Payments***

In the Authority's discretion, revenues of the Authority which are not Pledged Revenues as defined in the Assessment Bond Trust Agreement as initially adopted may be pledged and designated as Dedicated Payments by resolution of the Authority, provided the conditions in one of the two following sentences of this paragraph are satisfied. If such Dedicated Payments are to be received from the United States of America, (a) they must automatically recur without appropriation, approval or other similar action by the United States of America or any agency or instrumentality thereof for so long as the Authority is relying thereon for the purpose of issuing Assessment Bonds and (b) the manner of determining the amounts to be derived therefrom must not be subject to change or revision during such period. If such Dedicated Payments are to be received from the Commonwealth, they must consist of a payment obligation payable to the Authority pursuant to a statutory or contractual arrangement with the Commonwealth which, in the opinion of Bond Counsel, constitutes a general obligation of the Commonwealth; provided that at the time of entering into such arrangement (a) such arrangement, by its terms, will not terminate so long as the Authority is relying thereon for the purpose of issuing Assessment Bonds and (b) the manner of determining the amounts to be derived from such arrangement is not subject to change or revision during such period.

All Dedicated Payments shall be deposited upon receipt in the Debt Service Fund, as determined by such Certificate of an Authorized Officer. The Authority may in its discretion reverse or modify any pledge and designation of Dedicated Revenues by a further resolution and any determination to deposit Dedicated Payments in the Debt Service Fund may be reversed or modified by Certificate of an Authorized Officer, provided that a Certificate of an Authorized Officer shall establish that following any such reversal or modification the Authority will meet the test for incurring \$1 (one dollar) of additional Assessment Bonds set forth in the Assessment Bond Trust Agreement. (*Section 605*).

### ***Accounts and Reports***

The Authority shall keep proper books of record and account (separate from all other records and accounts) in which complete and correct entries shall be made of the Funds established by this Trust Agreement, and which shall at all times be subject to the inspection of the Trustee and the Owners of an aggregate of not less than twenty-five percent (25%) in principal amount of the Assessment Bonds then Outstanding or their representatives duly authorized in writing. The Authority shall cause such books and accounts to be audited annually after the end of its Fiscal Year by an independent public accountant selected by the Authority and shall furnish to the Trustee a copy of the report of such audit. Such audit report shall include at least: a statement of all funds (including investments thereof) held by such Trustee and the Authority pursuant to the provisions hereof and of each Supplemental Trust Agreement; a statement of the Pledged Revenues collected in connection herewith and with each Supplemental Trust Agreement; a statement of the balance in the Debt Service Reserve.

The reports, statements and other documents required to be furnished by the Authority to the Trustee pursuant to any provisions of this Trust Agreement shall be available for the inspection of Bondowners at the office of the Trustee. The Trustee shall have no obligation to review any such reports, statements or documents or otherwise determine if the Authority has complied with its obligations under Section 606(1). Delivery of such reports, statements or documents shall not constitute constructive notice of any information contained therein or determinable from information contained therein. (*Section 606*).

### ***Tax Covenant***

The Authority shall take, or require to be taken, such action as may from time to time be required to assure the continued exclusion from the federal gross income of holders of any Series of Assessment Bonds, the interest on which is not includable in the gross income of the holder thereof for Federal income tax purposes. The Authority shall not permit the investment or application of the proceeds of any

Series of Assessment Bonds, the interest on which is not includable in the gross income of the holder thereof for Federal income tax purposes, including any funds considered proceeds within the meaning of section 148 of the Code, to be used to acquire any investment property the acquisition of which would cause such Assessment Bonds to be “arbitrage bonds” within the meaning of said section 148. (*Section 607*).

***Funding of Deficiency Fund and Capital Maintenance Fund***

The Authority shall fund the Deficiency Fund and the Capital Maintenance Fund as required under the Authority’s resolution establishing such Funds, and a copy of resolution, and any amendments thereto, shall be filed with the Trustee. (*Section 608*).

***Condition to Issuance of Bonds Secured by Dedicated Sales Tax***

So long as there are Assessment Bonds Outstanding under the Assessment Bond Trust Agreement, the issuance by the Authority of Sales Tax Bonds or other Authority indebtedness (other than Indebtedness) secured by a pledge of or security interest in and payable from the Dedicated Sales Tax shall be conditioned upon the Authority demonstrating that the issuance of such indebtedness shall not cause the sum of the Assessment Floor Amount plus the Residual Sales Tax divided by the Net Debt Service for Outstanding Assessment Bonds in the then current or any future Fiscal Year to be less than 1.50 for any such Fiscal Year. (*Section 609*).

***General***

The Authority shall do and perform or cause to be done and performed all acts and things required to be done or performed by or on behalf of the Authority under the provisions of the Act and the Assessment Bond Trust Agreement.

Upon the date of authentication and delivery of any of the Assessment Bonds, all conditions, acts and things required by law and the Assessment Bond Trust Agreement to exist, to have happened and to have been performed precedent to and in the issuance of such Assessment Bonds shall exist, shall have happened and shall have been performed and the issue of such Assessment Bonds, together with all other indebtedness of the Authority, shall be within every debt and other limit prescribed by the laws of the Commonwealth.

For the purpose of performing and carrying out the duties imposed on the Authority by the Assessment Bond Trust Agreement, the Authority may employ any individual, firm or corporation it deems necessary to fulfill its responsibilities under the Act and the Assessment Bond Trust Agreement. (*Section 610*).

***Trustee and Paying Agents***

U.S. Bank Trust Company, National Association is appointed Trustee under the Assessment Bond Trust Agreement. The Authority may appoint one or more Paying Agents for Assessment Bonds of any Series in the applicable Supplemental Agreement, and the Authority may at any time or from time to time appoint one or more other Paying Agents having the qualifications set forth in the Assessment Bond Trust Agreement for a successor Paying Agent. The Trustee may be appointed as Paying Agent.

The Trustee may at any time resign and be discharged of the duties and obligations created by the Assessment Bond Trust Agreement by giving not less than 30 days’ written notice to the Authority and the registered owners of the Assessment Bonds.

The Trustee may be removed at any time by an instrument or concurrent instruments in writing, filed with the Trustee, and signed by the Owners of a majority in principal amount of the Assessment Bonds then Outstanding or their attorneys-in-fact duly authorized, excluding any Assessment Bonds held by or for the account of the Authority. The Trustee may also be removed at any time for any breach of trust or for acting or proceeding in violation of, or for failing to act or proceed in accordance with, any provision of the Assessment Bond Trust Agreement with respect to the duties and obligations of the Trustee, by any court of competent jurisdiction upon the application of the Authority or the holders of not less than 25% in aggregate principal amount of Assessment Bonds Outstanding. Notwithstanding the foregoing provisions, at the end of the fifth Fiscal Year following the Fiscal Year in which the first series of Assessment Bonds is issued under the Assessment Bond Trust Agreement, and at the end of every fifth Fiscal Year thereafter, the Authority may remove the Trustee, except during the existence of an Event of Default, upon 120 days' written notice to the trustee by filing with the Trustee an instrument signed by an Authorized Representative of the Authority.

Any Successor shall be a bank or trust company organized under the laws of any state of the United States or a national banking association having a capital and surplus aggregating at least \$100,000,000. (*Sections 701, 702, 707, 708, 709*).

### **Supplemental Agreements Not Requiring Consent of Bondowners**

The Authority and the Trustee may without the consent of, or notice to, any of the holders of the Assessment Bonds enter into agreements supplemental to the Assessment Bond Trust Agreement as shall not, in their opinion, be inconsistent with the terms and provisions of the Assessment Bond Trust Agreement for, among other things, and at any time or from time to time:

(a) to authorize Assessment Bonds of a Series and, in connection therewith specify and determine the matters and things referred to in the Assessment Bond Trust Agreement, and also any other matters and things relative to such Assessment Bonds which are not contrary to or inconsistent with the Assessment Bond Trust Agreement as theretofore in effect, or to amend, modify or rescind any such authorization, specification or determination at any time prior to the first authentication and delivery of such Assessment Bonds including, without limiting the generality of the foregoing, provisions amending or modifying the Assessment Bond Trust Agreement to provide for the issuance of Assessment Bonds in book-entry form or in coupon form payable to bearer;

(b) to confirm, as further assurance, any pledge under, and the subjection to any lien or pledge created or to be created by, the Assessment Bond Trust Agreement, of the Pledged Revenues or of any other moneys, securities or funds;

(c) to modify any of the provisions of the Assessment Bond Trust Agreement in any respect whatsoever, provided that (i) such modification shall be, and be expressed to be, effective only after all Assessments Bonds of any Series affected by the amendment Outstanding at the date of the execution and delivery of such Supplemental Agreement shall cease to be Outstanding, and (ii) such Supplemental Agreement shall be specifically referred to in the text of all Assessment Bonds of any Series authenticated and delivered after the date of the execution and delivery of such Supplemental Agreement and of Assessment Bonds issued in exchange therefor or in place thereof;

(d) to modify the definition of Investment Obligations as directed by the Authority;

(e) to subject to the lien of the Assessment Bond Trust Agreement additional revenues, security or collateral;

(f) to cure any ambiguity, supply any omission, or cure or correct any defect or inconsistent provision in the Assessment Bond Trust Agreement;

(g) to insert such provisions clarifying matters or questions arising under the Assessment Bond Trust Agreement as are necessary or desirable and are not contrary to or inconsistent with the Assessment Bond Trust Agreement as theretofore in effect;

(h) to authorize the issuance of bonds, notes or any other obligation entitled to a lien on Pledged Revenues or the Funds and Accounts under the Assessment Bond Trust Agreement in accordance with the Assessment Bond Trust Agreement;

(i) to provide for additional duties of the Trustee; or

(j) to provide for a Debt Service Reserve Fund pursuant to the Assessment Bond Trust Agreement and to set the Debt Service Reserve Fund Requirement to other than zero dollars (\$0). (*Section 801*).

### **Supplemental Agreements Effective with Consent of Bondowners**

At any time or from time to time, a Supplemental Agreement may be adopted subject to consent by Bondowners in accordance with and subject to the provisions of the Assessment Bond Trust Agreement, which Supplemental Agreement, upon the filing with the Trustee of a copy thereof certified by an Authorized Officer of the Authority and upon compliance with the provisions of the Assessment Bond Trust Agreement, shall become fully effective in accordance with its terms as provided in said Assessment Bond Trust Agreement. (*Section 802*).

### **Amendments**

Any modification or amendment of the Assessment Bond Trust Agreement and of the rights and obligations of the Authority and of the Owners of the Assessment Bonds thereunder may be made by a Supplemental Agreement, with the written consent given as provided in the Assessment Bond Trust Agreement, (i) of the Owners of at least a majority in principal amount of the Assessment Bonds Outstanding at the time such consent is given, and (ii) in case less than all of the several Series of Assessment Bonds then Outstanding are affected by the modification or amendment, of the Owners of at least a majority in aggregate principal amount of the Assessment Bonds of the several Series so affected and Outstanding at the time such consent is given; provided, however, that if such modification or amendment will, by its terms, not take effect so long as any Assessment Bonds of any specified like Series and maturity remain Outstanding, the consent of the Owners of such Assessment Bonds shall not be required and such Assessment Bonds shall not be deemed to be Outstanding for the purpose of any calculation of Outstanding Assessment Bonds under this heading. No such modification or amendment shall permit a change in the terms of redemption or maturity of the principal of any Outstanding Assessment Bond or of any installment of interest thereon or a reduction in the principal amount, Accreted Value or the Redemption Price thereof or in the rate of interest thereon without the consent of the Owner of such Assessment Bond, or shall reduce the percentages or otherwise affect the classes of Assessment Bonds the consent of the Owners of which is required to effect any such modification or amendment, or shall change or modify any of the rights or obligations of any Fiduciary without its written assent thereto. For the purposes of this paragraph, a Series shall be deemed to be affected by a modification or amendment of the Assessment Bond Trust Agreement if the same adversely affects or diminishes the rights of the Owners of Assessment Bonds of such Series. The Trustee may in its discretion determine whether or not in accordance with the foregoing powers of amendment, Assessment Bonds of any particular Series or maturity would be affected by any modification or amendment of the Assessment Bond Trust Agreement. Any such determination may be based upon the written advice of

Bond Counsel, if so requested by the Trustee, and shall be binding and conclusive on the Authority and all Owners of Assessment Bonds. For purposes of the provisions under this heading, the Owners of the Assessment Bonds may include the initial holders thereof, regardless of whether such Assessment Bonds are being held for immediate resale. (*Section 902*).

### **Events of Default**

The occurrence of any one or more of the following events shall constitute an Event of Default under the Assessment Bond Trust Agreement:

(1) The Authority shall fail to make payment of the principal and of any Assessment Bonds when the same shall become due and payable, either at maturity or scheduled redemption; or

(2) The Authority shall fail to make payment of any installment of interest on any Assessment Bonds when the same shall become due and payable; or

(3) The Authority shall default in the observance or performance of any other covenants or agreements on the part of the Authority contained in the Assessment Bond Trust Agreement, and such default shall continue for ninety (90) days after written notice specifying such default and requiring the same to be remedied shall have been given to the Authority by the Trustee, which may give such notice in its discretion and shall give such notice at the written request of the Owners of not less than twenty-five percent (25%) in aggregate principal amount of the Assessment Bonds then Outstanding. (*Section 1001*).

### **Remedies**

Upon the occurrence and during the continuation of any Event of Default, then and in every such case the Trustee may proceed, and upon the written request of the Owners of not less than twenty-five percent (25%) in aggregate principal amount of Assessment Bonds then Outstanding under the Assessment Bond Trust Agreement shall proceed to protect and enforce its rights and the rights of the Bondowners under the laws of the Commonwealth or under the Assessment Bond Trust Agreement by such suits, actions or special proceedings in equity or at law, or by proceedings in the office of any board of officer having jurisdiction, either for the specific performance of any covenant or agreement contained in the Assessment Bond Trust Agreement or in aid or execution of any power therein granted or for the enforcement of any proper legal or equitable remedy, as the Trustee, being advised by counsel, shall deem most effectual to protect and enforce such rights. The Trustee shall not be required to take any remedial action (other than the giving of notice) unless indemnity satisfactory to the Trustee is furnished for any liability to be incurred thereby. (*Section 1002*).

### **Application of Pledged Revenues and Other Moneys After Default**

The Authority covenants that if an Event of Default shall happen and shall not have been remedied, the Authority, upon demand of the Trustee, shall pay over or cause to be paid over to the Trustee (i) forthwith, any moneys, securities and funds then held by the Authority or a Depository in any Fund, Account or Subaccount under the Assessment Bond Trust Agreement (excluding the Rebate Fund) and (ii) as promptly as practicable after receipt thereof, the Pledged Revenues. To the extent that the allocation of such moneys, securities, funds and Pledged Revenues is not otherwise provided for in the Assessment Bond Trust Agreement, the Trustee shall establish and deposit the same into a separate Account in the Debt Service Fund.

During the continuation of an Event of Default, all Pledged Revenues and any other funds then held or thereafter received by the Trustee under any of the provisions of the Assessment Bond Trust Agreement shall be applied by the Trustee as follows and in the following order:



(a) To the payment of any expenses necessary in the opinion of the Trustee to protect the interests of the registered holders of the Assessment Bonds (including without limitation deposits to the Rebate Fund sufficient to fund any unfunded anticipated liability of the Authority under section 148 of the Code relating to the Assessment Bonds) and payment of reasonable fees and charges and expenses of the Trustee (including without limitation reasonable fees and disbursements of its counsel) incurred in and in connection with the performance of its powers and duties under the Assessment Bond Trust Agreement.

(b) To the payment of the principal of and interest then due on the Assessment Bonds upon presentation of the Assessment Bonds to be paid (and stamping thereon of the payment if only partially paid, or surrender thereof if fully paid) subject to the provisions of the Assessment Bond Trust Agreement, as follows:

(i) Unless the principal of all of the Assessment Bonds shall have become due and payable,

First: To the payment to the persons entitled thereto of all installments of interest then due in the order of the maturity of such installments, ratably, according to the amounts of interest due thereon, to the persons entitled thereto, without any discrimination or preference; and

Second: To the payment to the persons entitled thereto of the unpaid principal of any Assessment Bonds which shall have become due, whether at maturity or by call for redemption, with interest on the overdue principal at the rate borne by the respective Assessment Bonds, and, if the amount available shall not be sufficient to pay in full all the Assessment Bonds, together with such interest, ratably, according to the amounts of principal due on such date to the persons entitled thereto, without any discrimination or preference;

(ii) If the principal of all of the Assessment Bonds shall have become due and payable (but without implying any right to accelerate the payment of such principal as a remedy upon the occurrence of an Event of Default), to the payment of the principal and interest then due and unpaid upon the Assessment Bonds, with interest on the overdue principal at the rate borne by the Assessment Bonds, and, if the amount available shall not be sufficient to pay in full the whole amount so due and unpaid, ratably, without preference or priority of principal over interest, or of interest over principal, or of any installment of interest over any other installment of interest, according to the amounts due respectively for principal and interest, to the persons entitled thereto without any discrimination or preference. (*Section 1003*).

### **Defeasance**

(1) If the Authority shall pay or cause to be paid, or there shall otherwise be paid, to the Owners of all Assessment Bonds then Outstanding, the principal and interest and Redemption Price to become due thereon, at the times and in the manner stipulated therein and in the Assessment Bond Trust Agreement, then, at the option of the Authority, expressed in an instrument in writing signed by an Authorized Officer and delivered to the Trustee, the covenants, agreements and other obligations of the Authority to the Bondowners shall be discharged and satisfied. In such event, the Trustee shall, upon the request of the Authority, execute and deliver to the Authority all such instruments as may be desirable to evidence such discharge and satisfaction and the Fiduciaries shall pay over or deliver to the Authority all money, securities and funds held by them pursuant to the Assessment Bond Trust Agreement which are not required for the payment or redemption of Assessment Bonds not theretofore surrendered for such payment or redemption. If the Authority shall pay or cause to be paid, to the Owners of any Outstanding Assessment Bonds the principal or Redemption Price and interest due or to become due thereon, at the times and in the manner stipulated therein and in the Assessment Bond Trust Agreement, such

Assessment Bonds shall cease to be entitled to any lien, benefit or security under the Assessment Bond Trust Agreement, and all covenants, agreements and obligations of the Authority to the Owners of such Assessment Bonds shall thereupon cease, terminate and become void and be discharged and satisfied. Notwithstanding any other provision of the Assessment Bond Trust Agreement, certain provisions, including those related to redemption of Assessment Bonds, execution and authentication of Assessment Bonds, satisfaction of Sinking Fund Installments, appointment of Trustee and Paying Agents, appointment of Successor Trustee and Paying Agents, and compensation of Fiduciaries, (in the case of each of the foregoing, such survival shall continue only until such Assessment Bonds are in fact paid), and shall, within limits survive the defeasance of the Assessment Bonds.

(2) Assessment Bonds or interest installments for the payment or redemption of which moneys shall have been set aside and shall be held in trust by the Paying Agents (through deposit by the Authority of funds for such payment or redemption or otherwise) at the maturity or redemption date thereof shall be defeased. Subject to the provisions of paragraph (3) through (7) under this heading, any Outstanding Assessment Bond shall prior to the maturity or redemption date thereof be defeased if (a) in case any of said Assessment Bonds are to be redeemed on any date prior to their maturity, the Authority shall have given to the Trustee instructions accepted in writing by the Trustee to mail as provided in the Assessment Bond Trust Agreement notice of redemption of such Assessment Bonds (other than Assessment Bonds which have been purchased by the Trustee at the direction of the Authority or purchased or otherwise acquired by the Authority and delivered to the Trustee as hereinafter provided prior to the mailing of such notice of redemption) on said date, (b) there shall have been deposited with the Trustee either moneys in an amount which shall be sufficient, or Investment Obligations (as hereinafter defined) including any Investment Obligations issued or held in book-entry form on the books of the Department of the Treasury of the United States the principal of and interest on which when due will provide moneys which, together with the moneys, if any, deposited with the Trustee at the same time, shall be sufficient to pay when due the principal or Redemption Price, if applicable, and interest due and to become due on said Assessment Bonds on and prior to the redemption date or maturity date thereof, as the case may be, and (c) in the event said Assessment Bonds are not by their terms subject to redemption within the next succeeding sixty (60) days, the Authority shall have given the Trustee in form satisfactory to it irrevocable instructions to mail, as soon as practicable, a notice to the Owners of such Assessment Bonds at their last addresses appearing upon the registry books at the close of business on the last Business Day on the month preceding the month for which notice is mailed that the deposit required by (b) above has been made with the Trustee and that said Assessment Bonds are defeased and stating such maturity or redemption date upon which moneys are expected, subject to the provisions of paragraphs (7) and (8) under this heading, to be available for the payment of the principal or Redemption Price, if applicable, on said Assessment Bonds (other than Assessment Bonds which have been purchased by the Trustee at the direction of the Authority or purchased or otherwise acquired by the Authority and delivered to the Trustee as hereinafter provided prior to the mailing of the notice of redemption referred to in clause (a) hereof). The Trustee shall, as and to the extent necessary, apply moneys held by it under this heading to the retirement of said Assessment Bonds in amounts equal to the unsatisfied balances of any Sinking Fund Installments with respect to such Assessment Bonds, all in the manner provided in the Assessment Bond Trust Agreement. The Trustee shall, if so directed by the Authority (i) prior to the maturity date of defeased Assessment Bonds which are not to be redeemed prior to their maturity date or (ii) prior to the time of the mailing of the notice referred to in clause (a) above with respect to any defeased Assessment Bonds which are to be redeemed on any date prior to their maturity, apply moneys deposited with the Trustee in respect to such Assessment Bonds and redeem or sell Investment Obligations so deposited with the Trustee and apply the proceeds thereof to the purchase of such Assessment Bonds as arranged and directed by the Authority and the Trustee shall immediately thereafter cancel all such Assessment Bonds so purchased; provided, however, that the moneys and Investment Obligations remaining on deposit with the Trustee after the purchase and cancellation of such Assessment Bonds shall be sufficient to pay when due the Principal Installment or Redemption Price, if applicable, and interest due or to become due on all remaining Assessment Bonds, in respect of which such moneys

and Investment Obligations are being held by the Trustee on or prior to the redemption date or maturity date thereof, as the case may be.

If, at any time (i) prior to the maturity date of defeased Assessment Bonds which are not to be redeemed prior to their maturity date or (ii) prior to the mailing of the notice of redemption referred to in clause (a) with respect to any defeased Assessment Bonds which are to be redeemed on any date prior to their maturity, the Authority shall purchase or otherwise acquire any such Assessment Bonds and deliver such Assessment Bonds to the Trustee prior to their maturity date or redemption date, as the case may be, the Trustee shall immediately cancel all such Assessment Bonds so delivered; such delivery of Assessment Bonds to the Trustee shall be accompanied by directions from the Authority to the Trustee as to the manner in which such Assessment Bonds are to be applied against the obligation of the Trustee to pay or redeem defeased Assessment Bonds; all in accordance with the Assessment Bond Trust Agreement.

In the event that on any date as a result of any purchases, acquisitions and cancellations of Assessment Bonds, the total amount of moneys and Investment Obligations remaining on deposit with the Trustee is in excess of the total amount which would have been required to be deposited with the Trustee on such date in respect of the remaining Assessment Bonds in order to defease such Assessment Bonds, the Trustee shall, if requested by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security, interest, pledge or assignment securing said Assessment Bonds or otherwise existing under the Assessment Bond Trust Agreement. Except as otherwise provided in paragraph (2) and paragraphs (3) through (8) under this heading, neither Investment Obligations nor moneys deposited with the Trustee pursuant to the provisions under this heading nor principal or interest payments on any such Investment Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal or Redemption Price, if applicable, and interest on said Assessment Bonds; provided that any cash received from such principal or interest payment on such Investment Obligations deposited with the Trustee, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the Authority as received by the Trustee, free and clear of any trust, lien or pledge securing said Assessment Bonds or otherwise existing under the Assessment Bond Trust Agreement, and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Investment Obligations maturing at times and in amounts sufficient to pay when due the principal or Redemption Price, if applicable, and interest to become due on said Assessment Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestment shall be paid over to the Authority, as received by the Trustee, free and clear of any trust, lien, security interest, pledge or assignment securing said Assessment Bonds or otherwise existing under the Assessment Bond Trust Agreement. For the purposes of the provisions under this heading, Investment Obligations shall mean and include only (x) such securities as are described in clauses (i), (iii), (v) and (vii) of the definition of "Investment Obligations" which shall not be subject to redemption prior to their maturity other than at the option of the Owner thereof, (y) such securities as are described in clause (ii) of the definition of Investment Obligations which shall not be subject to redemption prior to their maturity other than at the option of the Owner thereof or as to which an irrevocable notice of redemption of such securities on a specified redemption date has been given and such securities are not otherwise subject to redemption prior to such specified date other than at the option of the Owner thereof, or (z) upon compliance with the provisions of paragraph (5) under this heading, such securities as are described in clauses (i), (iii), (v) or (vii) of the definition of Investment Obligations which are subject to redemption prior to maturity at the option of the issuer thereof on a specified date or dates.

(3) For purposes of determining whether Variable Interest Rate Bonds are defeased, the interest to come due on such Variable Interest Rate Bonds on or prior to the maturity or redemption date thereof, as the case may be, shall be calculated at the maximum rate permitted by the terms thereof; provided, however, that if on any date, as a result of such Variable Interest Rate Bonds having borne

interest at less than such maximum rate for any period, the total amount of moneys and Investment Obligations on deposit with the Trustee for the payment of interest on such Variable Interest Rate Bonds is in excess of the total amount which would have been required to be deposited with the Trustee on such date in respect of such Variable Interest Rate Bonds in order to satisfy the second sentence of paragraph (2) under this heading the Trustee shall, if requested, by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security interest, pledge or assignment securing the Assessment Bonds or otherwise existing under the Assessment Bond Trust Agreement.

(4) Put Bonds shall be deemed to have been defeased only if, in addition to satisfying the other requirements there shall have been deposited with the Trustee moneys in an amount which shall be sufficient to pay when due the maximum amount of principal of and premium, if any, and interest on such Assessment Bonds which could become payable to the Owners of such Assessment Bonds upon the exercise of any options provided to the Owner of such Assessment Bonds; provided, however, that if, at the time a deposit is made with the Trustee pursuant to paragraph (2) under this heading, the options originally exercisable by the Owner of a Put Bond are no longer exercisable, such Assessment Bond shall not be considered a Put Bond for purposes of this paragraph (4). If any portion of the moneys deposited with the Trustee for the payment of the principal of and premium, if any, and interest on Put Bonds is not required for such purpose, the Trustee shall, if requested by the Authority, pay the amount of such excess to the Authority free and clear of any trust, lien, security interest, pledge or assignment securing said Assessment Bonds or otherwise existing under the Assessment Bond Trust Agreement.

(5) Investment Obligations described in clause (z) of paragraph (2) under this heading may be included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of paragraph (2) under this heading only if the determination as to whether the moneys and Investment Obligations to be deposited with the Trustee in order to satisfy the requirements of such clause (b) would be sufficient to pay when due either on the maturity date thereof or, in the case of any Assessment Bonds to be redeemed prior to the maturity date thereof, on the redemption date or dates specified in any notice of redemption to be mailed by the Trustee or in the instructions to mail a notice of redemption provided to the Trustee in accordance with paragraph (2) under this heading, the principal and Redemption Price, if applicable, and interest on the Assessment Bonds which will be deemed to have been paid as provided in paragraph (2) under this heading is made both (i) on the assumption that the Investment Obligations described in clause (z) were not redeemed at the option of the issuer prior to the maturity date thereof and (ii) on the assumptions that such Investment Obligations would be redeemed by the issuer thereof at its option on each date on which such option could be exercised, that as of such date or dates interest ceased to accrue on such Investment Obligations and that the proceeds of such redemption would not be reinvested by the Trustee.

(6) In the event that after compliance with the provisions of paragraph (5) under this heading the Investment Obligations described in clause (z) of paragraph (2) under this heading are included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of clause (b) of paragraph (2) under this heading and any such Investment Obligations are actually redeemed by the issuer thereof prior to their maturity date, then the Trustee at the direction of the Authority, provided that the aggregate of the moneys and Investment Obligations to be held by the Trustee, taking into account any changes in redemption dates or instructions to give notice of redemption given to the Trustee by the Authority in accordance with paragraph (7) under this heading, shall at all times be sufficient to satisfy the requirements of clause (b) of paragraph (2) under this heading, shall reinvest the proceeds of such redemption in Investment Obligations.

(7) In the event that after compliance with the provisions of paragraph (5) under this heading the Investment Obligations described in clause (z) of paragraph (2) under this heading are included in the Investment Obligations deposited with the Trustee in order to satisfy the requirements of the clause (b) of paragraph (2) under this heading, then any notice of redemption to be mailed by the Trustee and any set of

instructions relating to a notice of redemption given to the Trustee may provide, at the option of the Authority, that any redemption date or dates in respect of all or any portion of the Assessment Bonds to be redeemed on such date or dates may at the option of the Authority be changed to any other permissible redemption date or dates and that redemption dates may be established for any Assessment Bonds deemed to have been paid in accordance with the provisions under this heading upon their maturity date or dates at any time prior to the actual mailing of any applicable notice of redemption in the event that all or any portion of any Investment Obligations described in clause (z) of paragraph 2 under this heading have been called for redemption pursuant to an irrevocable notice of redemption or have been redeemed by the issuer thereof prior to the maturity date thereof; no such change of redemption date or dates or establishment of redemption date or dates may be made unless taking into account such changed redemption date or dates or newly established redemption date or dates the moneys and Investment Obligations on deposit with the Trustee including any Investment Obligations deposited with the Trustee in connection with any reinvestment of redemption proceeds in accordance with paragraph (6) pursuant to clause (b) of paragraph (2) under this heading would be sufficient to pay when due the principal and Redemption Price, if applicable, and interest on all Assessment Bonds deemed to have been paid in accordance with the provisions under this heading which have not as yet been paid.

(8) Unless waived by the Authority at the time Assessment Bonds are defeased, at any time prior to the actual mailing of any applicable notice of redemption any redemption date or dates in respect of all or any portion of the Assessment Bonds to be redeemed on such date or dates may at the option of the Authority be changed to any other permissible redemption date or dates and redemption dates may be established for any Assessment Bonds deemed to have been defeased upon their maturity date or dates; in both cases in accordance with the Assessment Bond Trust Agreement.

(9) The Authority agrees that it will take no action in connection with any of the transactions referred to under this heading which will cause any Assessment Bonds to be “Arbitrage Bonds” within the meaning of Section 148(a) of the Code and the regulations thereunder in effect on the date of the transaction and applicable to the transaction.

(10) Anything in the Assessment Bond Trust Agreement to the contrary notwithstanding, any moneys held by a Fiduciary in trust for the payment and discharge of any of the Assessment Bonds which remain unclaimed for three years (or such other period as may from time to time be prescribed by the laws of the Commonwealth, provided that if no period is so prescribed, such period shall be three years) after the date when such Assessment Bonds have become due and payable, either at their stated maturity dates or by call for earlier redemption, if such moneys were held by the Fiduciary at such date, or for three years after the date of deposit of such moneys if deposited with the Fiduciary after the said date when such Assessment Bonds became due and payable, shall automatically revert from the Fiduciary to the Commonwealth once the Fiduciary has complied with the publication and reporting requirements as prescribed in accordance with the laws of the Commonwealth; provided, however, if no provision of Commonwealth law shall require that such funds be paid to the Commonwealth, such moneys shall, at the written request of the Authority, be repaid by the Fiduciary to the Authority, as its absolute property and free from trust, and the Fiduciary shall thereupon be released and discharged with respect thereto and the Bondowners shall look only to the Commonwealth, if paid to the Commonwealth, or the Authority, if paid to the Authority, for the payment of such Assessment Bonds. (*Section 1004*).

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*Upon the delivery of the Bonds, Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., Bond Counsel to the Authority, propose to deliver their opinion in substantially the following form:*



One Financial Center  
Boston, MA 02111  
617 542 6000  
mintz.com

[Date of Delivery]

Massachusetts Bay Transportation Authority  
10 Park Plaza  
Boston, Massachusetts 02116

Re: Massachusetts Bay Transportation Authority Subordinated Sales Tax Bonds, Variable Rate Demand Obligations, 2022 Series A

We have acted as bond counsel to the Massachusetts Bay Transportation Authority (the “Authority”) in connection with the issuance by the Authority of its Subordinated Sales Tax Bonds, Variable Rate Demand Obligations Bonds, 2022 Series A, (the “Bonds”), dated the date of initial delivery thereof. The Bonds are being issued pursuant to Chapter 161A of the Massachusetts General Laws, as amended (the “Act”), and the Assessment Bond Trust Agreement dated as of July 1, 2000 by and between the Authority and State Street Bank and Trust Company, predecessor to U.S. Bank Trust Company, National Association, as successor trustee (the “Trustee”), as amended and as supplemented by the Forty-Seventh Supplemental Trust Agreement, dated as of September 1, 2022, by and between the Authority and the Trustee (collectively the “Trust Agreement”). In such capacity, we have examined such law and such certified proceedings and other documents as we have deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation. Unless otherwise defined herein, certain capitalized terms used herein shall have the meanings set forth in the Trust Agreement.

Based upon the foregoing, we are of the opinion, under existing law, that:

1. The Authority is duly created and validly existing as a body politic and corporate and a political subdivision of The Commonwealth of Massachusetts (the “Commonwealth”) with the corporate power to enter into the Trust Agreement, perform the agreements on its part contained therein and issue the Bonds.
2. The Bonds have been duly authorized, executed and delivered by the Authority and are valid and binding special obligations of the Authority enforceable in accordance with their terms. The Bonds are secured by the Trust Agreement and a pledge of the Pledged Revenues (as defined in the Trust Agreement) received by or for the account of the Authority and amounts on deposit in the funds and accounts pledged as security therefor under the Trust Agreement. The Trust Agreement creates the valid pledge and lien which it purports to create for the benefit

of the holders of the Bonds, subject to the application of such Pledged Revenues and amounts to the purposes and on the conditions permitted by the Trust Agreement.

3. The Trust Agreement and the Assessment Bond Trust Agreement have been duly and lawfully authorized, executed and delivered, are in full force and effect and are valid and binding agreements of the Authority enforceable upon the Authority in accordance with their respective terms.
4. Interest on the Bonds is excluded from the gross income of the owners of the Bonds for federal income tax purposes. Under existing law, interest on the Bonds will not constitute a specific preference item for purposes of computation of the federal individual alternative minimum tax. We observe that, for tax years beginning after December 31, 2022, interest on the Bonds included in the adjusted financial statement income of certain corporations is not excluded from computation of the federal corporate alternative minimum tax. In rendering the opinions set forth in this paragraph, we have assumed compliance by the Authority with all requirements of the Internal Revenue Code of 1986, as amended (the "Code"), that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon is and continues to be excluded from gross income for federal income tax purposes. The Authority has covenanted to comply with all such requirements. Failure by the Authority to comply with certain of such requirements could cause interest on the Bonds to be included in gross income for federal income tax purposes retroactive to the date of issuance of the Bonds. We express no opinion as to any other federal tax consequences resulting from holding the Bonds.
5. Interest on the Bonds, and any profit made on the sale thereof are exempt from Massachusetts personal income taxes, and the Bonds are exempt from Massachusetts personal property taxes. We express no opinion as to any other Massachusetts tax consequences resulting from holding the Bonds nor as to the taxability of the Bonds, their transfer and the income therefrom, including any profit made on the sale thereof, under the laws of any state other than Massachusetts.

It should be understood that the rights of the holders of the Bonds, and the enforceability of the Bonds, the Trust Agreement and the Assessment Bond Trust Agreement may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.



## AUTHORITY CONTINUING DISCLOSURE AGREEMENT

This Authority Continuing Disclosure Agreement dated as of September 1, 2022 (the “Disclosure Agreement”) is executed and delivered by the Massachusetts Bay Transportation Authority (the “Authority”) and U.S. Bank Trust Company, National Association, as dissemination agent (the “Dissemination Agent”), in connection with the issuance of Massachusetts Bay Transportation Authority Subordinated Sales Tax Bonds, Variable Rate Demand Obligations, 2022 Series A (the “Bonds”). The Bonds are being issued pursuant to Chapter 161A of the General Laws of the Commonwealth (the “Act”) and the Sales Tax Bond Trust Agreement, dated as of July 1, 2000, by and between the Authority and State Street Bank and Trust Company, as initial trustee (as amended, the “Sales Tax Trust Agreement”), and as amended and supplemented with respect to the Bonds by the Forty-Seventh Supplemental Trust Agreement by and between the Authority and U.S. Bank Trust Company, National Association, as successor trustee. The Authority and the Dissemination Agent covenant and agree as follows:

Section 1. Purpose; Beneficiaries. This Disclosure Agreement is entered into solely to assist the Participating Underwriters (defined below) in complying with subsection (b)(5) of the Rule (defined below). This Disclosure Agreement constitutes a written undertaking for the benefit of the registered owners and beneficial owners (within the meaning of the Rule) of the Bonds (such registered owners and beneficial owners being sometimes called herein collectively “owners”).

Section 2. Definitions. The following words and terms used in this Disclosure Agreement shall have the following respective meanings:

(a) “Annual Report” means any Annual Report provided by the Authority to the Dissemination Agent, and consistent with the requirements of Sections 3 and 4 of this Disclosure Agreement.

(b) “EMMA” means the MSRB’s Electronic Municipal Market Access system, or its successor as designated by the MSRB.

(c) “MSRB” means the Municipal Securities Rulemaking Board.

(d) “Participating Underwriters” means the original underwriter of the Bonds required to comply with the Rule in connection with offering of the Bonds.

(e) “Rule” means Rule 15c2-12 promulgated by the SEC under the Securities and Exchange Act of 1934, as amended (17 CFR Part 240, 240.15c2-12), as in effect on the date of this Disclosure Agreement, including any official interpretation thereof.

(f) “SEC” means the United States Securities and Exchange Commission.

All capitalized words and terms used in this Disclosure Agreement and not otherwise defined herein shall have the meaning ascribed to such words and terms in the Official Statement dated September 20, 2022 pertaining to the Bonds (the “Official Statement”).

Section 3. Provision of Annual Reports. The Authority shall deliver to the Dissemination Agent its Annual Report, not later than 335 days after the end of its fiscal year. If said Annual Report does not contain the Authority’s audited financial statements for the fiscal year of the Annual Report, then the Authority shall, in any event, deliver to the Dissemination Agent (i) with the Annual Report unaudited financial statements for the fiscal year of the Annual Report and (ii) said audited financial statements as soon as practicable after the audited financial statements become available.

The Dissemination Agent shall forward to EMMA the Authority's Annual Report, with the Authority's audited financial statements (or unaudited financial statements, if the audited financial statements are not then available) or notice of the Authority's failure to provide said Annual Report, no later than 350 days after the end of the fiscal year of the Authority. If the Authority elects not to provide the Dissemination Agent with its audited financial statements as part of its Annual Report within the 335-day period described above, the Dissemination Agent shall forward to EMMA the Authority's audited financial statements as soon as practicable after the audited financial statements become available.

Upon its forwarding of the Annual Report and financial statements, the Dissemination Agent shall file a report with the Authority certifying that the Annual Report and financial statements have been forwarded to EMMA pursuant to this disclosure agreement, stating the date of such filing.

Section 4. Content of Annual Reports. The Annual Report shall contain (i) the quantitative information for the preceding fiscal year of the type presented in the Official Statement for the Bonds regarding (a) Assessments, (b) the Dedicated Sales Tax, (c) outstanding indebtedness, (d) capital plan and (e) total revenues and operating expenses annual financial information; and (ii) the audited financial statements of the Authority for such fiscal year if audited financial statements are then available (or unaudited financial statements if audited financial statements are not then available), or (iii) notice of the Authority's failure if any, to provide such information. The annual financial information to be provided as aforesaid shall be in each case substantially in the same level of detail as is found in the Official Statement.

Any or all of the items listed above may be included by reference to other documents, including official statements pertaining to debt issued by the Authority, which have been submitted to EMMA. If the document incorporated by reference is a final official statement within the meaning of the Rule, it will also be available from the MSRB. The Authority's annual financial statements for each fiscal year shall consist of the balance sheet of the Authority and the related statements of revenue and cost of service and cash flows prepared in accordance with generally accepted accounting principles in effect from time to time, or as applicable law may otherwise provide. Such financial statements shall be audited by a firm of certified public accountants appointed by the Authority. The Dissemination Agent is agent of the Authority in the dissemination of the Annual Report and the other notices referenced herein and has no duty or responsibility as to the legal correctness or accuracy of the form or content of said Annual Report.

All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

Section 5. Reporting of Significant Events. The Authority shall direct the Dissemination Agent to provide to EMMA in a timely manner not in excess of ten business days after the occurrence of the event, notice of such occurrence of any of the following events with respect to the Bonds (numbered in accordance with the provisions of the Rule):

- (i) principal and interest payment delinquencies;
- (ii) non-payment related defaults, if material;
- (iii) unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) substitution of credit or liquidity providers, or their failure to perform;

- (vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
- (vii) modifications to rights of security holders, if material;
- (viii) bond calls, if material, and tender offers;
- (ix) defeasances;
- (x) release, substitution or sale of property securing repayment of the securities, if material;
- (xi) rating changes;
- (xii) bankruptcy, insolvency, receivership or similar event of the Authority;
- (xiii) the consummation of a merger, consolidation, or acquisition involving an issuer or the sale of all or substantially all of the assets of the issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (xv) incurrence of a financial obligation\* of the Authority, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation\* of the Authority, any of which affect Bondholders, if material; and
- (xvi) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation\* of the Authority, any of which reflect financial difficulties.

For the purposes of the event identified in subparagraph (xii) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Authority in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Authority;

All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

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\* As noted in the Rule, the term “financial obligation” means (i) a debt obligation, (ii) a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation or (iii) a guaranty of an instrument described in (i) or (ii). The term does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

Section 6. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Authority from providing any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, in addition to that which is required by this Disclosure Agreement. If the Authority chooses to provide any information in addition to that which is specifically required by this Disclosure Agreement, the Authority and the Dissemination Agent shall have no obligation under this Disclosure Agreement to update such information in the future.

Section 7. Enforceability of This Disclosure Agreement; Termination. To the extent permitted by law, the provisions of this Disclosure Agreement are enforceable against the Authority and the Dissemination Agent in accordance with the terms hereof by any owner of a Bond, including any beneficial owner acting as a third party beneficiary (upon proof of its status as a beneficial owner reasonably satisfactory to the Dissemination Agent). To the extent permitted by law, any such owner shall have the right, for the equal benefit and protection of all owners of the Bonds, by mandamus or other suit or proceeding at law or in equity, to enforce its rights against the Authority and the Dissemination Agent and to compel the Authority and the Dissemination Agent and any of their officers, agents or employees to perform and carry out their duties under such provisions of this Disclosure Agreement; provided, however, that the sole remedy for a violation of this Disclosure Agreement shall be limited to an action to compel specific performance of the obligations of the Authority and the Dissemination Agent under this Disclosure Agreement and shall not include any rights to monetary damages. This Disclosure Agreement shall terminate if no Bonds remain outstanding (without regard to an economic defeasance) or if the provisions of the Rule concerning continuing disclosure are no longer in effect, whichever occurs first.

Section 8. Amendments. This Disclosure Agreement may be amended, changed or modified by the parties hereto, without the consent of, or notice to, any owners of the Bonds, (a) to comply with or conform to the provisions of the Rule or any amendments thereto or authoritative interpretations thereof by the SEC or its staff (whether required or optional), (b) to add a dissemination agent for the information required to be provided by such undertakings and to make any necessary or desirable provisions with respect thereto, (c) to add to the covenants of the Authority or the Dissemination Agent for the benefit of the owners of the Bonds, (d) to modify the contents, presentation and format of the annual financial information from time to time as a result of a change in circumstances that arises from a change in legal requirements, or (e) to otherwise modify the undertaking of the Authority in this Disclosure Agreement in a manner responding to the requirements of the Rule concerning continuing disclosure; provided, however, that in the case of any amendment pursuant to clause (d) or (e), (i) the undertaking, as amended, would have complied with the requirements of the Rule at the time of the offering of the Bonds, after taking into account any amendments or authoritative interpretations of the Rule, as well as any change in circumstances, and (ii) the amendment does not materially impair the interests of the owners of the Bonds, as determined either by a party unaffiliated with the Authority or the Dissemination Agent (such as the firm serving at the time as bond counsel to the Authority) or by the vote or consent of the Registered Owners of a majority in outstanding principal amount of the Bonds affected thereby at or prior to the time of such amendment, which consent shall be obtained as provided in this Disclosure Agreement with respect to consents of Registered Owners. Any amendment, change or modification to this Disclosure Agreement shall be in writing.

If this Disclosure Agreement is amended with respect to the annual financial information to be submitted by the Authority hereunder, the annual financial information containing the amended financial information will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of financial information being provided. If this Disclosure Agreement is amended with respect to the accounting principles to be followed in preparing financial statements, the annual financial information for the year in which the change is made will present a comparison between the financial statements or information prepared on the basis of the new accounting principles and the financial

statements or information prepared on the basis of the former accounting principles. Such comparison will include a qualitative discussion of the differences in the accounting principles and the impact of the change in the accounting principles on the presentation of the financial information, in order to provide information to investors to enable them to evaluate the ability of the Authority to meet its obligations. To the extent reasonably feasible, the comparison will also be quantitative. The Authority shall direct the Dissemination Agent to give notice of any change in the accounting principles to EMMA as promptly as practicable after such change has been determined.

Section 9. Disclaimer. No information provided by or on behalf of the Authority under this Disclosure Agreement shall obligate the Authority to file any information regarding matters other than those specifically described in Sections 3, 4 and 5 hereof, nor shall any such filing constitute a representation by the Authority or raise any inference that no other material events have occurred with respect to the Authority or the Bonds or that all material information regarding the Authority or the Bonds has been disclosed. The Authority shall have no obligation under this Disclosure Agreement to update information provided pursuant to this Disclosure Agreement except as specifically stated herein.

Section 10. Duties, Immunities and Liabilities of the Dissemination Agent. The Dissemination Agent shall have only such duties under this Disclosure Agreement as are specifically set forth in this Disclosure Agreement, and the Authority hereby agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the cost and expenses (including attorney's fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct in the performance of its duties hereunder. The obligations of the Authority under this Section 10 shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

Section 11. Counterparts. This Disclosure Agreement may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

Section 12. Governing Law. This Disclosure Agreement shall be governed by and construed in accordance with the laws of the Commonwealth and applicable law of the United States of America.

Section 13. Titles of Sections. The titles of sections in this Disclosure Agreement shall have no effect in construing this Disclosure Agreement.

Section 14. Actions to be Performed on Non-Business Days. Any action required by this Disclosure Agreement to be taken on a Saturday, Sunday or holiday within the Commonwealth may be taken on the next business day with the same force and effect as if taken on the day so required.

*[Remainder of page intentionally left Blank]*

IN WITNESS WHEREOF, THE MASSACHUSETTS BAY TRANSPORTATION  
AUTHORITY and U.S. BANK TRUST COMPANY, NATIONAL ASSOCIATION, as Dissemination  
Agent, have executed this Disclosure Agreement, under seal, all as of the day and year first above written.

MASSACHUSETTS BAY TRANSPORTATION  
AUTHORITY

By: \_\_\_\_\_  
Name: Patrick F. Lander, III  
Title: Treasurer

U.S. BANK TRUST COMPANY NATIONAL  
ASSOCIATION  
as Dissemination Agent

By: \_\_\_\_\_  
Name: Susan Freedman  
Title: Vice President

The table beginning on the following page contains a listing of the 176 assessed cities and towns and historical information about Local Aid and assessments (including Assessments) in Fiscal Years 1985, 1990 and 1998 through 2023. Beginning in Fiscal Year 2006, Local Aid, as shown in the table, does not include school building assistance grants and payments relating to school building projects maintained on a waiting list, both of which are now payable by the Massachusetts School Building Authority rather than the Commonwealth. The amount of such grants and waiting list payments in Fiscal Years 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020, 2021 and 2022 were approximately \$413.35 million, \$424.79 million, \$481.84 million, \$403.09 million, \$467.64 million, \$398.25 million, \$431.82 million, \$341.22 million, \$226.51, \$214.24 million, \$201.23 million, \$218.48 million, \$146.38 million, \$128.91 million, \$98.71 million, \$65.82 million and \$34.3 million, respectively. The Fiscal Year 2023 estimated annual prior grant and waiting list payments are approximately \$18 million.

Under the Prior Act, specified cities and towns were assessed to reimburse the Commonwealth for cash advances made to pay the Authority's Net Cost of Service on account of prior fiscal periods. The amount of assessments for any particular period varied, depending on the amount of the Net Cost of Service for that period and offsetting state appropriations, among other things. The Enabling Act increased the number of assessed cities and towns from 78 to 175 commencing in Fiscal Year 2002 (the number was increased to 176 in 2015). Beginning in Fiscal Year 2006, Assessments cannot be less than \$136,026,868 and are adjusted each year thereafter for inflation, provided that such amount shall not increase by more than 2.5% per year. Under a transition provision, the Assessments paid by the previously assessed 78 cities or towns for Fiscal Year 2001 were frozen at the Fiscal Year 2000 level (\$144,578,734). Beginning in Fiscal Year 2002 and each Fiscal Year thereafter through Fiscal Year 2006, Assessments were reduced in five equal installments, while, commencing with Fiscal Year 2002, the additional cities and towns (labeled "Other Served Communities" in the following table) were assessed and their portion of the Assessments were increased through Fiscal Year 2006 in five equal installments. In each case, individual Assessments are determined according to a weighted population formula. Beginning in Fiscal Year 2002, cities and towns that are also assessed for regional transit authority expenses received a dollar-for-dollar credit against the Assessments, but this has had no effect on the total amount assessed for the Authority because the credited amounts have been re-assessed on the 14 cities and towns and the 51 cities and towns. See "ASSESSMENT BOND TRUST AGREEMENT AND ASSESSMENTS."

Municipality	FY2023				FY2022				FY2021			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b>FOURTEEN CITIES AND TOWNS</b>												
ARLINGTON	25,222	603	3,208	21,411	23,530	526	3,094	19,910	23,108	476	3,066	19,566
BELMONT	12,911	199	1,891	10,821	12,475	208	1,774	10,492	12,298	207	1,769	10,322
BOSTON	513,570	273,647	93,613	146,310	483,381	260,029	94,117	129,234	463,639	229,430	93,345	140,863
BROOKLINE	23,231	1,550	5,837	15,844	22,391	1,583	5,356	15,452	21,974	1,497	5,314	15,163
CAMBRIDGE	51,016	23,315	10,937	16,764	45,617	20,156	10,774	14,687	42,221	17,156	10,660	14,406
CHELSEA	118,846	18,871	2,826	97,149	107,975	17,338	2,697	87,940	96,935	15,304	2,699	78,932
EVERETT	104,971	15,327	3,400	86,244	94,729	13,231	3,156	78,342	83,380	10,815	3,150	69,415
MALDEN	70,374	11,045	4,590	54,738	66,316	11,032	4,109	51,176	65,806	10,881	4,101	50,824
MEDFORD	30,062	8,923	4,133	17,006	26,861	9,105	3,896	13,860	27,341	8,835	3,881	14,624
MILTON	16,132	2,255	1,983	11,894	14,463	2,118	1,875	10,470	14,104	2,021	1,856	10,228
NEWTON	33,306	546	6,160	26,600	32,248	615	6,007	25,626	31,732	565	5,988	25,199
REVERE	100,418	12,845	4,308	83,265	95,129	11,408	3,606	80,115	83,588	9,738	3,616	70,233
SOMERVILLE	52,498	9,438	5,615	37,445	50,761	9,323	5,528	35,910	48,410	7,952	5,481	34,978
WATERTOWN	14,558	762	2,447	11,349	13,558	607	2,421	10,529	13,404	559	2,416	10,429
<b>FIFTY-ONE CITIES AND TOWNS</b>												
BEDFORD	8,929	84	332	8,512	8,359	130	320	7,910	8,099	106	318	7,675
BEVERLY	21,212	1,075	985	19,152	18,291	847	955	16,489	17,706	768	948	15,991
BRAINTREE	26,608	3,717	904	21,987	25,276	3,392	842	21,042	24,895	2,830	834	21,231
BURLINGTON	12,512	452	609	11,450	10,316	366	648	9,302	10,146	358	644	9,145
CANTON	10,764	948	563	9,253	9,364	963	539	7,862	9,304	873	529	7,901
COHASSET	3,658	499	194	2,966	3,471	433	194	2,844	3,467	406	188	2,873
CONCORD	6,233	100	427	5,705	5,838	115	428	5,294	5,670	76	430	5,164
DANVERS	11,935	749	649	10,537	11,010	618	624	9,768	10,705	567	621	9,516
DEDHAM	11,015	2,973	586	7,456	9,963	3,025	571	6,366	10,097	2,801	567	6,729
DOVER	1,281	196	133	952	1,195	200	128	867	1,171	203	127	842
FRAMINGHAM	83,257	9,430	361	73,466	69,729	8,756	173	60,800	69,313	8,518	159	60,636
HAMILTON	1,049	214	27	808	961	67	182	712	918	66	181	671
HINGHAM	10,476	649	561	9,267	10,139	635	559	8,946	9,929	555	536	8,838
HOLBROOK	11,859	1,177	263	10,418	10,728	1,000	250	9,479	9,722	902	247	8,572
HULL	6,647	472	233	5,942	6,493	571	237	5,686	6,458	564	234	5,660
LEXINGTON	17,057	291	796	15,970	16,492	251	750	15,491	16,323	260	757	15,307
LINCOLN	2,748	9	162	2,577	2,422	10	160	2,253	2,355	9	152	2,194
LYNN	275,996	33,486	2,338	240,172	241,288	28,309	2,136	210,843	227,945	27,174	2,120	198,650
LYNNFIELD	6,419	304	300	5,815	5,748	180	294	5,274	5,674	189	292	5,193
MANCHESTER	278	52	125	101	276	53	123	101	264	52	122	90
MARBLEHEAD	8,290	2,386	472	5,431	8,265	2,373	466	5,427	7,607	2,079	462	5,066
MEDFIELD	8,384	669	296	7,419	8,117	615	293	7,208	7,990	600	289	7,101
MELROSE	16,890	4,150	689	12,051	15,289	3,999	635	10,655	15,025	3,519	631	10,874
MIDDLETON	2,492	90	226	2,177	2,423	97	229	2,097	2,407	122	225	2,060
NAHANT	1,141	257	77	807	1,009	175	80	754	1,018	164	79	775
NATICK	17,477	1,105	289	16,083	15,203	1,475	89	13,640	14,876	1,361	79	13,436
NEEDHAM	14,526	847	741	12,938	13,267	871	711	11,685	12,999	805	700	11,495
NORFOLK	5,203	569	139	4,495	5,049	626	148	4,275	4,856	487	144	4,224
NORWOOD	18,605	1,947	730	15,928	14,975	1,863	673	12,439	14,637	1,729	657	12,251
PEABODY	40,891	2,470	1,258	37,164	32,303	1,941	1,202	29,160	30,987	1,678	1,193	28,116
QUINCY	59,742	2,551	2,347	54,843	54,539	2,375	2,140	50,024	50,798	2,272	2,118	46,408
RANDOLPH	31,773	7,123	808	23,842	27,356	6,748	776	19,832	25,367	6,552	770	18,045
READING	15,218	191	589	14,438	14,821	157	575	14,089	14,581	152	568	13,862
SALEM	37,018	8,762	1,027	27,229	34,976	8,451	979	25,546	34,796	8,270	976	25,551
SAUGUS	16,425	5,418	661	10,346	11,246	4,300	642	6,304	11,190	4,230	636	6,324
SHARON	11,817	645	429	10,743	10,464	568	428	9,468	9,327	543	424	8,360
STONEHAM	11,385	3,122	537	7,726	10,283	2,440	546	7,297	9,825	1,932	509	7,383
SWAMPSCOTT	6,688	1,490	349	4,849	6,249	1,147	346	4,755	6,185	993	341	4,852
TOPSFIELD	2,318	101	152	2,065	2,115	62	150	1,903	2,069	61	148	1,860
WAKEFIELD	12,478	1,606	626	10,246	11,097	1,314	613	9,170	10,767	1,107	608	9,051
WALPOLE	11,948	1,332	609	10,007	11,636	1,384	571	9,681	11,267	1,258	565	9,445
WALTHAM	30,459	755	1,506	28,199	26,623	729	1,415	24,479	26,114	634	1,410	24,069
WELLESLEY	11,311	820	509	9,982	10,942	1,025	285	9,632	10,787	1,079	261	9,447
WENHAM	525	38	115	371	494	37	120	338	482	36	118	328
WESTON	4,605	26	274	4,306	4,452	53	269	4,131	4,387	47	270	4,070
WESTWOOD	6,944	430	376	6,139	6,623	344	371	5,908	6,529	330	361	5,837
WEYMOUTH	41,035	6,183	1,326	33,526	39,981	5,759	1,308	32,914	39,048	5,011	1,293	32,744
WILMINGTON	15,049	311	539	14,200	14,659	278	531	13,849	14,470	255	535	13,679
WINCHESTER	11,915	231	530	11,153	11,538	160	516	10,861	11,320	90	506	10,725
WINTHROP	13,119	510	446	12,162	12,194	459	420	11,314	11,959	511	419	11,030
WOBRN	20,337	3,845	944	15,548	16,928	3,958	911	12,059	16,707	3,609	905	12,194
<b>OTHER SERVED COMMUNITIES</b>												
ABINGTON	15,992	1,161	89	14,741	13,628	1,040	85	12,503	12,632	835	82	11,715
ACTON	1,880	340	0	1,539	1,781	337	0	1,444	1,720	330	0	1,390
AMESBURY	13,218	3,796	0	9,423	12,443	3,245	0	9,198	12,392	2,914	0	9,478
ANDOVER	14,872	1,073	0	13,799	14,238	828	0	13,410	14,049	797	16	13,237
ASHBURNHAM	1,200	22	31	1,147	1,123	23	31	1,069	1,070	25	28	1,017
ASHBY	736	17	10	709	670	27	0	643	646	36	0	610
ASHLAND	11,869	400	0	11,470	10,270	341	0	9,929	9,960	420	0	9,540
ATTEBORO	55,907	6,438	0	49,469	48,876	5,946	0	42,929	48,768	5,898	0	42,870
AUBURN	16,765	747	0	16,018	14,932	678	0	14,255	14,749	641	1	14,107
AYER	1,045	86	17	942	1,006	75	27	904	988	83	17	888
BELLINGHAM	12,352	4,301	0	8,051	11,623	3,848	0	7,775	11,825	3,522	0	8,303
BERKLEY	5,579	263	7	5,308	5,480	268	9	5,204	5,424	263	8	5,153
BILLERICA	27,586	5,707	0	21,879	26,793	5,236	0	21,557	26,342	4,899	0	21,443
BOURNE	9,180	5,306	0	3,874	9,105	5,346	0	3,759	8,816	4,688	37	4,090
BOXBOROUGH	347	51	29	266	328	50	32	247	325	46	39	240
BOXFORD	2,675	130	55	2,490	2,543	120	54	2,369	2,479	132	41	2,306
BRIDGEWATER	5,029	287	143	4,600	4,690	282	133	4,274	4,491	259	142	4,090
BROCKTON	256,604	30,199	0	226,405	240,653	26,693	0	213,960	217,209	23,940	0	193,269
CARLISLE	1,864	57	0	1,808	1,481	56	0	1,425	1,434	55	0	1,379
CARVER	13,180	1,505	17	11,658	12,742	1,375	19	11,347	12,687	1,261		



Municipality	FY2023				FY2022				FY2021			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	29,406	3,850	6	25,550	25,973	4,239	0	21,734	25,044	3,847	0	21,197
DUXBURY	7,851	731	0	7,120	6,823	663	0	6,160	6,596	538	0	6,058
EAST BRIDGEWATER	14,596	710	54	13,833	13,331	658	53	12,619	13,284	622	52	12,609
EASTON	13,486	1,036	164	12,286	13,135	1,023	161	11,951	12,926	987	160	11,779
ESSEX	317	32	0	284	301	10	23	268	299	9	23	267
FITCHBURG	81,552	7,977	0	73,575	73,390	7,313	0	66,077	69,063	6,428	0	62,636
FOXBOROUGH	11,887	2,873	0	9,015	11,346	2,782	0	8,564	11,116	2,477	0	8,640
FRANKLIN	33,203	6,790	0	26,413	32,092	6,075	0	26,017	32,098	6,001	0	26,097
FREETOWN	2,064	297	5	1,763	1,942	294	0	1,648	1,909	247	36	1,626
GEORGETOWN	6,904	369	15	6,520	6,765	402	17	6,346	6,696	369	20	6,306
GLOUCESTER	15,019	2,677	0	12,341	11,987	2,599	0	9,387	11,700	2,306	0	9,393
GRAFTON	15,329	671	51	14,606	13,988	745	34	13,209	13,691	764	44	12,883
GROTON	1,078	95	0	983	1,014	97	0	917	957	95	0	862
GROVELAND	1,144	81	7	1,056	1,064	80	7	977	1,019	103	0	916
HALIFAX	4,510	140	54	4,316	4,348	172	55	4,121	4,302	146	53	4,103
HANOVER	9,998	763	4	9,232	9,736	830	4	8,901	9,569	765	3	8,801
HANSON	1,687	90	73	1,523	1,589	90	74	1,425	1,546	87	73	1,386
HARVARD	4,311	599	28	3,684	4,067	560	12	3,495	4,048	510	2	3,535
HAVERRHILL	87,763	8,342	0	79,422	77,709	7,435	0	70,274	75,708	6,619	0	69,089
HOLDEN	2,490	29	129	2,332	2,349	32	116	2,201	2,266	30	116	2,120
HOLLISTON	11,209	973	0	10,236	10,525	691	0	9,835	10,358	692	0	9,665
HOPKINTON	10,307	339	84	9,885	9,453	390	70	8,992	8,625	431	64	8,131
IPSWICH	7,008	360	0	6,647	6,065	353	0	5,712	6,008	369	0	5,639
KINGSTON	6,327	507	0	5,820	5,841	550	0	5,291	5,804	540	0	5,264
LAKEVILLE	1,879	182	19	1,677	1,638	179	20	1,438	1,565	174	19	1,372
LANCASTER	1,386	112	37	1,237	1,262	116	29	1,117	1,219	116	26	1,077
LAWRENCE	273,007	38,593	0	234,414	250,622	34,894	0	215,728	231,778	29,931	0	201,847
LEICESTER	12,621	793	0	11,828	12,240	686	0	11,554	12,266	727	0	11,540
LEOMINSTER	66,970	3,650	0	63,321	58,084	3,796	0	54,288	57,156	3,499	0	53,658
LITTLETON	6,036	1,336	60	4,640	5,608	1,245	34	4,328	5,436	1,098	27	4,311
LOWELL	243,734	41,229	0	202,506	214,251	34,840	0	179,411	199,238	29,994	0	169,244
LUNENBURG	10,500	1,163	19	9,318	9,440	1,084	19	8,338	9,428	1,046	20	8,362
MANSHFIELD	22,413	2,309	0	20,104	21,918	2,309	0	19,609	21,873	2,242	0	19,631
MARLBOROUGH	46,150	10,068	0	36,082	38,303	8,691	0	29,612	37,750	8,617	0	29,133
MARSHFIELD	18,296	1,385	0	16,911	17,773	1,201	0	16,572	17,723	1,062	0	16,661
MAYNARD	8,050	1,994	0	6,055	7,758	1,824	0	5,934	7,912	1,701	0	6,210
MEDWAY	12,701	953	0	11,748	12,440	944	0	11,496	12,480	905	0	11,575
MERRIMAC	1,156	113	0	1,042	1,110	112	0	997	1,045	107	0	939
METHUEN	64,435	4,378	0	60,057	56,081	4,084	0	51,997	55,003	3,106	0	51,896
MIDDLEBOROUGH	24,433	1,892	0	22,540	21,835	1,715	0	20,120	21,936	1,721	0	20,215
MILLBURY	10,529	710	0	9,819	10,152	693	0	9,459	10,194	782	0	9,412
MILLIS	6,678	418	55	6,206	6,654	483	48	6,122	6,536	424	39	6,073
NEWBURY	1,160	120	37	1,004	1,021	118	39	864	971	121	32	817
NEWBURYPORT	8,723	2,617	0	6,106	8,052	2,803	1	5,249	7,924	2,705	0	5,218
NORTH ANDOVER	13,746	667	2	13,077	12,145	642	0	11,503	11,965	619	25	11,321
NORTH ATTLEBOROUGH	25,158	5,945	0	19,213	24,587	5,801	0	18,786	24,480	5,223	0	19,257
NORTH READING	9,661	147	13	9,502	9,439	189	15	9,235	9,319	202	0	9,117
NORTHBOROUGH	5,760	203	82	5,474	5,558	195	83	5,280	5,423	173	79	5,171
NORTHBRIDGE	19,206	1,478	0	17,728	18,864	1,602	0	17,262	18,583	1,410	0	17,174
NORTON	17,172	1,965	18	15,188	16,518	1,941	26	14,550	16,381	1,950	24	14,407
NORWELL	6,154	1,498	22	4,634	5,453	1,556	29	3,868	5,305	1,341	35	3,930
PAXTON	785	12	35	738	722	13	33	676	690	16	33	641
PEMBROKE	16,421	1,710	0	14,711	16,006	1,507	0	14,499	15,788	1,290	0	14,498
PLYMOUTH	35,049	10,469	0	24,580	33,440	10,008	0	23,432	32,839	9,943	0	22,896
PLYMPTON	1,236	74	21	1,141	1,086	55	20	1,010	1,076	52	20	1,004
PRINCETON	699	3	22	673	608	7	21	580	542	6	22	515
RAYNHAM	1,608	454	0	1,154	1,519	445	0	1,074	1,542	436	0	1,107
REHOBOTH	1,436	359	66	1,011	1,379	358	72	948	1,344	343	63	938
ROCHESTER	3,084	119	24	2,940	2,721	121	13	2,588	2,659	89	38	2,532
ROCKLAND	20,562	3,552	67	16,942	18,682	3,316	69	15,298	18,292	2,970	69	15,254
ROCKPORT	3,881	878	0	3,003	3,695	921	0	2,774	3,421	989	0	2,433
ROWLEY	836	75	43	718	764	74	44	646	746	72	43	630
SALISBURY	1,525	84	65	1,376	1,340	158	0	1,182	1,266	155	0	1,111
SCITUATE	8,827	702	0	8,125	8,526	646	0	7,881	8,363	630	0	7,733
SEEKONK	8,786	647	0	8,139	8,305	622	0	7,683	8,205	605	0	7,600
SHERBORN	1,061	61	31	969	990	79	30	882	975	69	29	877
SHIRLEY	1,773	34	27	1,712	1,676	28	33	1,616	1,628	30	30	1,568
SHREWSBURY	24,252	903	183	23,167	23,778	917	182	22,679	23,503	972	171	22,360
SOUTHBOROUGH	3,704	266	0	3,438	3,576	238	0	3,338	3,523	234	0	3,288
STERLING	948	37	26	884	891	35	30	826	834	36	29	770
STOUGHTON	26,353	5,623	0	20,730	21,576	5,313	0	16,264	21,200	4,723	17	16,460
STOW	532	104	11	418	507	109	5	394	521	101	10	409
SUDBURY	7,020	178	74	6,768	6,746	280	14	6,453	6,678	304	1	6,373
SUTTON	7,063	270	54	6,739	6,979	165	56	6,758	6,884	166	54	6,664
TAUNTON	90,436	4,515	0	85,921	80,074	4,139	0	75,935	77,366	3,830	0	73,537
TEWKSBURY	17,925	1,838	0	16,087	17,450	1,913	0	15,536	17,027	1,509	0	15,518
TOWNSEND	1,948	59	16	1,873	1,798	60	17	1,722	1,731	58	18	1,655
TYNGSBOROUGH	9,561	1,910	0	7,651	9,175	1,654	0	7,521	9,280	1,653	0	7,628
UPTON	999	6	56	937	911	6	55	849	862	6	54	801
WAREHAM	18,203	6,111	0	12,092	16,843	5,246	0	11,597	16,785	4,845	0	11,939
WAYLAND	7,361	86	56	7,219	6,534	77	40	6,417	6,412	80	32	6,300
WEST BOYLSTON	4,903	409	0	4,493	4,762	501	0	4,262	4,686	449	0	4,237
WEST BRIDGEWATER	7,647	830	43	6,774	6,997	870	40	6,087	6,556	849	39	5,668
WEST NEWBURY	439	53	32	354	410	55	29	326	393	59	23	311
WESTBOROUGH	13,173	696	148	12,329	12,709	746	50	11,913	9,825	766	37	9,022
WESTFORD	20,722	642	0	20,080	20,271	805	0	19,465	20,145	818	0	19,327
WESTMINSTER	1,160	24	42	1,094	1,015	36	29	950	948	45	19	884
WHITMAN	3,241	127	78	3,036	3,014	129	77	2,807	2,909	124	77	2,707
WORCESTER	373,492	42,420	0	331,072	345,290	39,337	0	305,952	327,810	35,971	0	291,839
WRENTHAM	5,514	1,646	0	3,868	5,133	1,334	0	3,798	5,138	1,150	0	3,988

Municipality	FY2020				FY2019				FY2018			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b>FOURTEEN CITIES AND TOWNS</b>												
ARLINGTON	22,481	366	3,045	19,070	20,040	346	2,963	16,731	19,207	295	2,890	16,022
BELMONT	12,031	124	1,738	10,169	11,471	102	1,691	9,678	10,136	112	1,658	8,366
BOSTON	465,466	223,774	90,665	151,027	445,525	203,887	88,210	153,428	437,143	182,513	85,805	168,825
BROOKLINE	21,952	1,463	5,363	15,126	21,556	1,375	5,218	14,963	19,796	1,347	5,145	13,304
CAMBRIDGE	42,423	17,856	10,003	14,564	40,650	17,759	9,732	13,160	38,544	15,754	9,504	13,286
CHELSEA	92,954	15,346	2,677	74,932	88,997	15,263	2,605	71,130	83,542	12,534	2,486	68,522
EVERETT	83,412	11,797	3,129	68,485	75,784	11,696	3,044	61,043	73,837	11,326	2,907	59,604
MALDEN	65,918	10,907	4,150	50,861	63,391	10,326	4,037	49,028	62,975	10,845	3,959	48,172
MEDFORD	26,588	7,763	3,901	14,924	25,548	5,917	3,795	15,836	24,959	5,369	3,723	15,867
MILTON	13,544	2,204	1,860	9,480	12,716	2,065	1,810	8,841	11,685	1,876	1,780	8,029
NEWTON	31,447	523	6,035	24,889	30,549	389	5,872	24,288	29,111	496	5,751	22,865
REVERE	82,188	9,187	3,630	69,371	75,970	8,423	3,532	64,015	72,941	7,008	3,458	62,474
SOMERVILLE	49,092	9,151	5,458	34,483	47,774	8,878	5,310	33,586	46,972	9,079	5,156	32,736
WATERTOWN	13,268	385	2,332	10,550	12,380	345	2,269	9,767	11,884	432	2,218	9,233
<b>FIFTY-ONE CITIES AND TOWNS</b>												
BEDFORD	8,131	65	321	7,745	7,207	59	312	6,836	6,802	29	305	6,468
BEVERLY	16,674	790	933	14,951	15,316	614	908	13,794	14,897	633	890	13,374
BRAINTREE	24,882	3,109	849	20,924	24,190	3,183	826	20,180	23,419	3,251	810	19,357
BURLINGTON	9,991	250	587	9,154	9,610	154	571	8,884	9,131	147	557	8,428
CANTON	8,952	702	517	7,734	8,724	680	503	7,541	8,560	569	488	7,503
COHASSET	3,480	468	190	2,822	3,324	273	185	2,866	3,158	211	181	2,766
CONCORD	5,466	86	449	4,930	5,266	65	437	4,764	4,924	81	423	4,420
DANVERS	10,694	622	631	9,441	10,319	573	614	9,132	10,090	453	600	9,036
DEDHAM	9,922	2,589	575	6,758	8,887	2,208	560	6,120	8,198	2,322	550	5,325
DOVER	1,148	193	135	820	1,096	190	131	774	1,033	190	128	715
FRAMINGHAM	63,103	8,113	129	54,861	59,096	7,650	254	51,191	53,682	7,272	329	46,082
HAMILTON	914	62	185	666	877	61	180	635	866	58	176	632
HINGHAM	9,693	540	524	8,629	9,405	497	510	8,399	8,993	453	498	8,043
HOLBROOK	9,293	836	250	8,207	8,202	819	244	7,140	7,562	636	239	6,687
HULL	6,560	709	238	5,613	6,503	896	231	5,375	6,459	783	226	5,450
LEXINGTON	16,283	152	756	15,374	15,996	99	736	15,162	15,712	153	716	14,843
LINCOLN	2,342	9	170	2,163	2,182	10	165	2,007	2,070	16	158	1,896
LYNN	213,064	24,971	2,094	185,999	193,737	24,646	2,038	167,054	183,308	21,398	1,995	159,915
LYNNFIELD	5,662	198	289	5,175	5,560	142	281	5,136	5,472	116	274	5,082
MANCHESTER	267	50	122	95	258	49	118	91	238	46	115	76
MARBLEHEAD	7,686	2,836	465	4,385	7,469	2,700	452	4,317	7,324	2,856	443	4,025
MEDFIELD	7,953	562	288	7,103	7,822	578	280	6,964	7,695	607	269	6,820
MELROSE	14,878	3,053	634	11,191	14,518	3,015	617	10,886	14,187	2,893	605	10,689
MIDDLETON	2,392	118	221	2,054	2,341	223	215	1,903	2,313	214	209	1,891
NAHANT	995	55	79	861	966	43	77	846	956	55	75	826
NATICK	14,939	1,421	84	13,434	14,554	1,258	178	13,118	13,896	1,145	203	12,547
NEEDHAM	12,441	752	692	10,996	11,814	735	674	10,405	11,025	697	655	9,674
NORFOLK	4,854	429	149	4,276	4,734	324	144	4,265	4,614	362	152	4,100
NORWOOD	13,402	1,619	659	11,124	11,871	1,400	641	9,830	11,293	1,296	631	9,366
PEABODY	29,954	1,389	1,189	27,375	27,938	1,363	1,157	25,418	27,557	1,193	1,133	25,230
QUINCY	50,710	2,017	2,120	46,573	48,480	1,875	2,063	44,542	47,322	1,839	2,026	43,457
RANDOLPH	24,817	6,744	763	17,310	24,189	7,298	743	16,149	22,571	6,035	729	15,806
READING	14,574	141	582	13,851	14,377	161	566	13,649	14,142	167	552	13,423
SALEM	34,506	8,180	971	25,355	30,468	7,979	945	21,544	30,217	8,021	926	21,270
SAUGUS	10,875	3,664	634	6,576	10,362	3,187	617	6,559	10,080	2,768	604	6,708
SHARON	9,270	421	412	8,438	9,026	388	400	8,237	8,847	376	393	8,078
STONEHAM	9,820	1,668	498	7,654	8,792	1,320	485	6,987	8,423	1,296	474	6,653
SWAMPSCOTT	5,915	675	328	4,912	5,205	538	319	4,348	4,895	350	303	4,242
TOPSFIELD	2,019	54	148	1,817	1,971	171	144	1,656	1,927	160	141	1,627
WAKEFIELD	10,859	1,309	608	8,942	10,330	994	592	8,744	10,219	1,193	579	8,447
WALPOLE	11,313	1,243	569	9,501	11,069	1,113	553	9,402	10,917	968	541	9,408
WALTHAM	25,380	576	1,436	23,368	23,484	447	1,397	21,640	21,966	512	1,368	20,087
WELLESLEY	10,769	1,018	244	9,506	10,400	1,071	189	9,140	9,811	614	625	8,571
WENHAM	480	33	117	330	465	117	114	234	449	114	111	224
WESTON	4,400	58	272	4,070	4,137	69	266	3,802	3,995	48	260	3,688
WESTWOOD	6,395	339	364	5,692	6,213	323	354	5,536	5,966	299	325	5,341
WEYMOUTH	39,034	5,143	1,267	32,624	38,450	4,375	1,233	32,841	38,438	3,786	1,207	33,445
WILMINGTON	14,492	269	533	13,690	14,356	222	519	13,616	14,215	248	506	13,461
WINCHESTER	11,147	111	508	10,528	10,696	93	494	10,109	9,653	43	483	9,127
WINTHROP	12,007	464	411	11,131	11,693	468	400	10,825	11,013	355	391	10,267
WOBURN	16,471	3,445	896	12,130	15,776	3,032	872	11,872	15,395	2,958	851	11,586
<b>OTHER SERVED COMMUNITIES</b>												
ABINGTON	11,429	781	82	10,566	10,301	834	80	9,387	10,002	877	80	9,045
ACTON	1,722	325	0	1,397	1,657	312	0	1,345	1,605	275	0	1,330
AMESBURY	12,035	2,570	0	9,465	11,743	2,801	0	8,942	11,592	2,714	0	8,878
ANDOVER	13,976	708	10	13,258	12,830	837	0	11,994	12,207	575	4	11,629
ASHBURNHAM	1,081	22	29	1,030	1,030	21	28	980	986	22	27	937
ASHBY	638	22	5	611	596	22	4	570	587	20	5	561
ASHLAND	10,028	602	0	9,427	8,086	631	22	7,433	7,823	660	27	7,137
ATTLEBORO	48,550	5,918	0	42,631	45,086	5,421	0	39,665	42,915	4,965	0	37,949
AUBURN	14,307	601	0	13,706	13,432	660	0	12,772	12,332	656	0	11,675
AYER	996	86	13	897	968	60	35	873	954	64	29	861
BELLINGHAM	11,484	2,841	0	8,644	10,892	1,752	0	9,140	10,705	1,601	0	9,105
BERKLEY	5,279	230	8	5,041	5,219	201	8	5,010	5,194	189	8	4,997
BILLERICA	26,389	5,016	0	21,373	26,072	5,220	0	20,852	25,745	5,258	0	20,486
BOURNE	8,906	5,048	39	3,818	8,694	4,921	39	3,735	8,553	4,672	39	3,842
BOXBOROUGH	305	48	28	229	295	44	28	223	280	45	27	208
BOXFORD	2,475	119	43	2,313	2,418	99	53	2,266	2,385	98	54	2,233
BRIDGEWATER	4,490	269	148	4,074	4,281	262	144	3,875	4,121	245	145	3,731
BROCKTON	212,477	21,090	0	191,387	200,503	17,768	0	182,735	196,123	15,068	0	181,055
CARLISLE	1,418	53	0	1,365	1,376	74	0	1,302	1,310	69	0	1,241
CARVER	12,534	1,212	20	11,302	12,211	1,099	19	11,092	12,077	837	19	11,221
CHELMSFORD	17,436	2,259	0	15,178	17,356	2						

Municipality	FY2020				FY2019				FY2018			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	24,331	4,269	3	20,059	23,900	3,741	15	20,144	23,926	3,475	15	20,436
DUXBURY	6,549	543	0	6,006	6,424	601	0	5,823	6,222	597	0	5,715
EAST BRIDGEWATER	13,055	612	53	12,390	12,767	581	51	12,136	12,582	393	49	12,140
EASTON	12,955	1,104	154	11,697	12,764	685	150	11,929	12,605	712	147	11,747
ESSEX	300	10	22	267	300	68	22	210	307	68	21	219
FITCHBURG	68,161	6,446	0	61,715	64,157	6,415	0	57,743	61,269	5,949	0	55,320
FOXBOROUGH	11,160	2,520	0	8,640	11,184	2,743	0	8,441	11,262	2,714	0	8,548
FRANKLIN	32,409	6,067	0	26,342	31,589	4,952	0	26,637	31,384	5,003	0	26,381
FREETOWN	1,768	244	37	1,487	1,819	235	35	1,549	1,718	229	34	1,455
GEORGETOWN	6,785	370	15	6,400	6,626	323	30	6,273	6,547	308	25	6,214
GLOUCESTER	11,672	2,628	0	9,044	11,376	2,633	0	8,743	11,146	2,347	0	8,799
GRAFTON	13,477	684	47	12,746	13,209	712	48	12,450	12,993	672	42	12,278
GROTON	972	93	0	878	910	92	0	818	913	90	0	823
GROVELAND	1,026	93	0	933	978	57	25	896	923	42	37	844
HALIFAX	4,257	138	54	4,065	4,172	117	52	4,003	4,061	94	51	3,915
HANOVER	9,594	821	6	8,768	9,350	625	5	8,720	9,246	637	9	8,601
HANSON	1,575	86	72	1,416	1,504	84	71	1,349	1,466	82	69	1,315
HARVARD	3,995	467	8	3,521	3,835	290	30	3,514	3,754	886	28	2,841
HAVERHILL	70,538	6,270	0	64,268	66,431	6,064	0	60,367	63,963	5,308	0	58,655
HOLDEN	2,259	33	112	2,114	2,205	29	112	2,064	2,147	28	110	2,010
HOLLISTON	10,411	749	0	9,662	10,027	491	14	9,522	10,094	462	18	9,613
HOPKINTON	8,334	630	57	7,647	8,034	418	67	7,550	7,427	336	67	7,024
IPSWICH	6,043	327	0	5,717	5,895	290	2	5,603	5,869	326	0	5,542
KINGSTON	5,781	505	0	5,276	5,696	447	0	5,249	5,597	308	0	5,289
LAKEVILLE	1,637	170	20	1,447	1,518	164	20	1,334	1,255	155	24	1,076
LANCASTER	1,221	119	24	1,079	1,191	106	28	1,057	1,156	108	26	1,021
LAWRENCE	225,326	29,978	0	195,348	211,737	26,691	0	185,046	203,123	23,577	0	179,546
LEICESTER	12,226	559	0	11,666	12,206	540	0	11,666	12,215	633	0	11,582
LEOMINSTER	55,409	3,628	0	51,781	52,508	3,684	0	48,824	52,365	3,536	0	48,829
LITTLETON	5,481	1,276	38	4,167	5,423	1,137	40	4,245	5,411	1,125	33	4,252
LOWELL	194,935	29,062	0	165,873	181,750	26,756	0	154,995	174,108	24,703	0	149,405
LUNENBURG	9,309	1,083	0	8,226	9,074	1,045	0	8,030	8,973	1,389	0	7,584
MANSFIELD	21,750	2,176	0	19,574	21,715	2,417	0	19,298	21,372	2,045	0	19,328
MARLBOROUGH	35,526	9,591	0	25,935	34,021	9,305	0	24,716	31,654	8,766	0	22,888
MARSHFIELD	17,487	939	0	16,548	17,174	752	0	16,423	17,051	836	0	16,215
MAYNARD	7,705	1,424	0	6,280	7,624	1,059	0	6,565	7,146	825	0	6,320
MEDWAY	12,435	924	0	11,511	12,333	770	0	11,563	12,233	660	0	11,573
MERRIMAC	1,033	103	0	930	1,007	106	0	901	957	98	0	859
METHUEN	54,195	2,973	1	51,221	50,897	2,777	0	48,120	48,601	2,379	0	46,222
MIDDLEBOROUGH	21,630	1,300	0	20,330	21,315	1,353	0	19,963	21,224	1,207	0	20,017
MILLBURY	9,855	725	0	9,129	9,454	559	0	8,895	9,163	504	0	8,659
MILLIS	6,498	421	31	6,046	6,422	328	19	6,075	6,284	309	18	5,957
NEWBURY	957	113	36	808	896	102	35	758	881	90	37	765
NEWBURYPORT	7,574	2,840	0	4,733	7,354	2,914	0	4,440	7,244	2,756	0	4,488
NORTH ANDOVER	11,887	586	3	11,298	11,648	552	0	11,096	10,837	495	0	10,342
NORTH ATTLEBOROUGH	24,441	5,096	0	19,345	24,348	4,772	0	19,576	24,080	4,213	0	19,867
NORTH READING	9,338	178	31	9,129	9,214	137	104	8,973	9,047	91	102	8,854
NORTHBOROUGH	5,412	152	78	5,183	5,305	186	75	5,089	5,245	135	72	5,039
NORTHBIDGE	18,658	1,436	0	17,222	18,654	1,315	0	17,340	18,505	1,248	1	17,256
NORTON	16,097	2,015	25	14,057	15,902	2,152	25	13,725	15,439	1,870	25	13,544
NORWELL	5,266	1,290	75	3,901	4,951	1,182	73	3,695	4,776	1,238	72	3,466
PAXTON	684	20	33	632	682	25	24	633	667	29	21	617
PEMBROKE	15,841	1,232	0	14,608	15,587	909	0	14,678	15,414	835	0	14,579
PLYMOUTH	33,362	10,704	0	22,658	33,223	10,101	0	23,121	31,725	8,829	0	22,896
PLYMPTON	1,087	70	20	997	1,069	91	19	958	1,073	92	19	962
PRINCETON	535	4	23	508	509	4	23	482	493	4	22	466
RAYNHAM	1,520	424	0	1,096	1,474	403	0	1,071	1,455	393	0	1,062
REHOBOTH	1,355	333	62	960	1,296	322	61	913	1,268	313	60	896
ROCHESTER	2,633	86	9	2,538	2,438	98	1	2,338	2,352	88	8	2,256
ROCKLAND	17,701	3,088	70	14,543	17,354	3,141	69	14,144	17,264	3,048	68	14,149
ROCKPORT	3,784	999	0	2,785	3,797	727	0	3,070	3,469	718	0	2,752
ROWLEY	758	67	43	648	722	66	42	614	711	62	41	608
SALISBURY	1,298	149	0	1,148	1,188	146	0	1,042	1,171	138	0	1,033
SCITUATE	8,220	778	0	7,442	7,836	768	0	7,067	7,681	737	4	6,941
SEEKONK	8,228	584	0	7,644	6,900	525	0	6,376	6,562	467	0	6,094
SHERBORN	948	54	29	864	932	50	29	854	896	62	28	805
SHIRLEY	1,603	36	24	1,543	1,536	23	35	1,477	1,485	31	31	1,423
SHREWSBURY	23,599	868	172	22,560	23,321	839	170	22,312	23,018	840	163	22,016
SOUTHBOROUGH	3,521	258	0	3,262	3,469	195	0	3,274	3,423	197	0	3,226
STERLING	847	29	34	783	816	28	33	755	790	25	35	730
STOUGHTON	20,476	4,732	19	15,725	20,189	4,745	19	15,425	19,589	4,183	23	15,383
STOW	512	107	5	400	512	102	4	406	497	104	2	391
SUDBURY	6,621	195	0	6,426	6,456	197	16	6,243	6,396	216	22	6,157
SUTTON	6,877	148	57	6,672	6,705	156	54	6,495	6,665	140	55	6,470
TAUNTON	75,078	3,202	0	71,875	70,880	2,631	0	68,050	68,116	2,236	0	65,880
TEWKSBURY	17,010	1,613	0	15,397	16,806	1,751	0	15,055	16,585	1,626	0	14,959
TOWNSEND	1,723	58	19	1,647	1,645	55	19	1,571	1,573	54	18	1,501
TYNGSBOROUGH	9,172	1,616	0	7,556	9,100	1,399	0	7,701	8,975	1,385	0	7,591
UPTON	853	8	53	793	805	7	52	746	769	7	51	711
WAREHAM	16,594	5,125	0	11,469	16,425	4,450	0	11,975	16,114	4,133	0	11,981
WAYLAND	6,409	84	38	6,286	5,718	168	55	5,495	5,285	97	56	5,131
WEST BOYLSTON	4,767	446	0	4,321	4,733	416	0	4,317	4,829	467	0	4,362
WEST BRIDGEWATER	6,395	764	39	5,593	5,827	646	38	5,143	5,750	659	37	5,055
WEST NEWBURY	387	56	24	307	382	50	28	304	377	46	28	303
WESTBOROUGH	9,547	641	38	8,868	9,381	645	43	8,693	9,291	596	48	8,647
WESTFORD	20,136	651	0	19,485	19,877	638	0	19,239	19,691	541	0	19,150
WESTMINSTER	927	51	10	866	901	45	13	842	867	29	28	810
WHITMAN	2,852	121	50	2,681	2,772	117	74	2,581	2,719	113	75	2,531
WORCESTER	325,243	34,760	0	290,483	301,269	32,890	0	268,379	291,854	31,498	0	260,356
WRENTHAM	5,106	1,091	0	4,015	4,904	708	0	4,196	4,813	554	0	4,259

Municipality	FY2017				FY2016				FY2015			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b><u>FOURTEEN CITIES AND TOWNS</u></b>												
ARLINGTON	18,815	307	2,857	15,651	18,230	285	2,829	15,117	17,463	287	2,791	14,385
BELMONT	9,408	102	1,644	7,663	8,951	110	1,627	7,213	8,570	117	1,609	6,844
BOSTON	426,281	165,851	83,823	176,606	419,966	155,394	82,998	181,574	413,891	139,303	81,270	193,318
BROOKLINE	19,095	1,279	5,115	12,702	18,281	1,255	5,065	11,961	17,078	1,169	5,032	10,877
CAMBRIDGE	35,963	13,529	9,281	13,152	32,626	12,794	9,190	10,642	32,100	12,273	9,063	10,763
CHELSEA	82,023	10,669	2,444	68,909	80,582	8,887	2,420	69,275	74,147	7,069	2,351	64,727
EVERETT	73,330	10,147	2,786	60,397	71,546	8,837	2,758	59,951	68,006	8,228	2,718	57,060
MALDEN	62,454	9,962	3,926	48,566	61,329	9,501	3,887	47,940	59,613	8,996	3,854	46,763
MEDFORD	24,102	4,802	3,709	15,591	23,578	4,671	3,673	15,234	22,897	4,229	3,641	15,027
MILTON	10,400	1,537	1,769	7,093	9,945	1,608	1,752	6,585	9,782	1,706	1,734	6,342
NEWTON	27,271	460	5,708	21,103	26,104	375	5,652	20,077	25,423	411	5,510	19,502
REVERE	68,485	6,001	3,488	58,996	65,198	4,847	3,453	56,898	61,710	4,418	3,395	53,897
SOMERVILLE	46,497	8,922	5,113	32,462	44,713	8,347	5,063	31,303	44,615	8,545	4,923	31,147
WATERTOWN	11,249	375	2,141	8,733	10,842	329	2,120	8,394	10,589	337	2,098	8,154
<b><u>FIFTY-ONE CITIES AND TOWNS</u></b>												
BEDFORD	6,395	80	302	6,012	6,218	70	299	5,849	6,156	86	293	5,777
BEVERLY	14,648	651	879	13,118	14,055	633	871	12,551	13,598	1,055	857	11,685
BRAINTREE	22,619	2,898	794	18,927	21,104	2,843	786	17,475	20,270	2,997	771	16,501
BURLINGTON	8,850	128	551	8,171	8,556	112	545	7,899	8,395	131	536	7,729
CANTON	7,788	522	481	6,785	7,463	479	476	6,508	7,230	484	467	6,279
COHASSET	3,103	209	179	2,715	2,934	248	177	2,509	2,832	830	174	1,827
CONCORD	4,665	78	417	4,170	4,298	102	413	3,783	4,182	125	403	3,654
DANVERS	9,887	467	594	8,826	9,527	393	589	8,545	9,320	357	575	8,388
DEDHAM	7,983	2,005	547	5,431	7,641	1,940	542	5,160	7,490	1,904	531	5,054
DOVER	998	200	125	672	965	192	124	649	949	180	122	648
FRAMINGHAM	53,030	6,470	347	46,212	48,441	6,284	434	41,722	44,342	5,809	453	38,079
HAMILTON	818	61	176	581	795	56	174	564	796	56	172	568
HINGHAM	8,743	466	492	7,786	8,369	366	487	7,516	8,193	334	479	7,379
HOLBROOK	7,510	543	237	6,730	7,200	387	235	6,578	7,149	397	232	6,520
HULL	6,380	728	237	5,428	6,172	547	221	5,403	6,105	438	219	5,447
LEXINGTON	13,313	150	706	12,456	11,569	118	699	10,751	11,193	125	687	10,382
LINCOLN	2,013	26	142	1,845	1,839	21	141	1,677	1,799	25	138	1,636
LYNN	177,203	18,361	1,981	156,861	172,539	16,221	1,961	154,357	162,104	13,370	1,942	146,791
LYNNFIELD	5,346	113	268	4,965	5,208	151	265	4,792	5,118	123	251	4,744
MANCHESTER	228	50	114	65	220	46	112	62	211	45	111	55
MARBLEHEAD	7,187	2,622	437	4,128	6,924	2,461	432	4,030	6,787	2,393	427	3,967
MEDFIELD	7,551	567	266	6,717	7,358	557	264	6,538	7,264	233	260	6,771
MELROSE	13,930	2,786	599	10,546	13,402	2,747	593	10,062	13,247	2,674	584	9,989
MIDDLETON	2,274	219	204	1,851	2,187	219	202	1,766	2,145	210	197	1,738
NAHANT	936	74	75	787	913	89	74	749	866	72	73	720
NATICK	13,541	1,244	206	12,091	13,017	1,106	246	11,664	12,852	1,306	233	11,313
NEEDHAM	10,467	657	643	9,167	10,117	655	637	8,825	9,966	649	625	8,692
NORFOLK	4,529	302	152	4,075	4,460	288	172	4,000	4,401	245	169	3,986
NORWOOD	10,782	965	626	9,191	10,344	771	620	8,953	10,089	669	612	8,807
PEABODY	27,033	1,134	1,126	24,773	26,218	1,064	1,114	24,039	25,722	1,035	1,104	23,584
QUINCY	46,845	1,449	2,022	43,374	45,743	1,391	2,002	42,350	45,029	1,236	1,980	41,813
RANDOLPH	21,465	4,460	724	16,282	20,868	4,323	716	15,829	20,389	4,012	707	15,670
READING	13,887	102	548	13,238	13,539	85	542	12,912	13,331	77	536	12,718
SALEM	30,109	7,148	920	22,040	29,503	6,202	911	22,390	29,109	5,467	898	22,743
SAUGUS	9,712	2,492	600	6,621	9,636	2,425	594	6,617	9,361	2,249	582	6,531
SHARON	8,762	452	390	7,920	8,491	397	386	7,708	8,378	405	379	7,593
STONEHAM	7,984	1,090	470	6,423	7,844	1,046	465	6,133	7,442	1,079	460	5,904
SWAMPSCOTT	4,750	299	302	4,150	4,492	282	299	3,911	4,398	225	296	3,877
TOPSFIELD	1,887	156	138	1,593	1,829	159	137	1,533	1,798	150	133	1,515
WAKEFIELD	9,516	1,009	564	7,943	9,006	987	558	7,460	8,814	880	545	7,389
WALPOLE	10,687	780	537	9,370	10,329	632	531	9,165	10,114	565	523	9,026
WALTHAM	20,564	626	1,346	18,592	19,052	459	1,333	17,261	18,081	444	1,318	16,319
WELLESLEY	9,563	597	629	8,337	9,252	597	623	8,032	9,089	558	612	7,919
WENHAM	431	114	109	207	416	112	108	196	410	110	106	193
WESTON	3,720	39	256	3,425	3,459	24	254	3,182	3,411	35	250	3,126
WESTWOOD	5,780	270	322	5,188	5,606	263	319	5,024	5,511	273	314	4,924
WEYMOUTH	37,632	2,538	1,199	33,895	36,433	1,859	1,187	33,387	36,139	1,726	1,168	33,245
WILMINGTON	13,986	204	501	13,281	13,695	207	496	12,992	13,612	216	488	12,908
WINCHESTER	9,456	107	478	8,872	9,152	51	473	8,628	9,022	60	465	8,497
WINTHROP	10,769	286	392	10,091	10,536	289	388	9,859	10,364	231	382	9,752
WOBURN	14,995	2,676	845	11,474	14,596	2,836	837	10,923	14,260	2,626	829	10,805
<b><u>OTHER SERVED COMMUNITIES</u></b>												
ABINGTON	9,829	836	81	8,912	9,710	831	83	8,796	9,644	617	87	8,940
ACTON	1,505	174	75	1,256	1,510	167	76	1,267	1,465	162	75	1,227
AMESBURY	11,401	2,617	0	8,784	11,327	2,845	0	8,483	11,285	2,758	0	8,527
ANDOVER	11,864	578	35	11,251	11,219	459	59	10,702	11,066	650	52	10,365
ASHBURNHAM	952	28	22	902	914	33	17	864	910	29	21	860
ASHBY	566	12	13	542	550	13	11	526	532	10	14	508
ASHLAND	7,726	931	53	6,742	7,307	1,213	73	6,021	7,181	1,209	73	5,899
ATTLEBORO	42,298	4,378	0	37,920	41,716	4,616	0	37,101	40,475	4,518	0	35,957
AUBURN	11,128	560	0	10,569	10,457	646	0	9,811	10,386	735	0	9,651
AYER	889	69	24	795	873	62	27	784	858	65	25	769
BELLINGHAM	10,599	1,474	0	9,125	10,382	1,218	0	9,164	10,182	925	0	9,257
BERKLEY	5,136	170	8	4,957	4,949	192	9	4,748	4,847	183	9	4,655
BILLERICA	25,442	5,591	0	19,851	25,227	5,874	0	19,353	25,059	5,887	0	19,172
BOURNE	8,575	4,234	42	4,299	8,063	3,970	0	4,093	7,639	3,719	0	3,920
BOXBOROUGH	271	46	25	200	260	41	25	194	247	44	23	179
BOXFORD	2,357	123	51	2,183	2,281	86	53	2,142	2,248	87	52	2,109
BRIDGEWATER	4,029	247	141	3,641	3,881	267	140	3,475	3,728	259	141	3,328
BROCKTON	195,574	11,796	0	183,777	191,268	8,015	0	183,253	185,168	7,176	0	177,991
CARLISLE	1,280	50	0	1,230	1,244	49	0	1,195	1,221	48	0	1,173
CARVER	11,947	764	20	11,162	11,805	680	21	11,104	11,608	463	25	11,120
CHELMSFORD	16,593	2,170	0	14,423	16,074	2,065	0	14,009	15,767	1,922		

Municipality	FY2017				FY2016				FY2015			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	23,577	2,833	59	20,685	23,365	2,591	61	20,713	22,880	1,865	60	20,955
DUXBURY	6,145	528	0	5,617	5,914	470	0	5,444	5,897	532	0	5,365
EAST BRIDGEWATER	12,391	384	50	11,958	12,128	361	50	11,717	11,898	301	59	11,539
EASTON	12,447	699	149	11,599	12,092	688	148	11,255	11,912	604	144	11,164
ESSEX	281	69	21	191	271	69	21	181	251	68	21	162
FITCHBURG	58,368	5,680	0	52,688	56,545	5,822	0	50,723	55,768	5,497	0	50,271
FOXBOROUGH	10,721	2,098	0	8,623	10,622	1,931	0	8,690	10,309	1,775	0	8,534
FRANKLIN	31,037	5,009	0	26,028	30,642	5,129	0	25,513	30,600	4,999	0	25,601
FREETOWN	1,765	219	35	1,511	1,649	203	31	1,415	1,590	197	35	1,358
GEORGETOWN	6,502	306	28	6,168	6,389	276	50	6,063	6,277	292	49	5,936
GLOUCESTER	10,857	2,316	0	8,541	10,498	2,100	0	8,399	10,353	2,046	0	8,307
GRAFTON	12,774	756	36	11,982	12,474	774	73	11,627	12,259	690	114	11,455
GROTON	859	87	0	771	857	77	5	775	829	107	0	722
GROVELAND	916	47	37	832	885	37	43	804	852	37	42	773
HALIFAX	3,846	69	50	3,727	3,764	79	50	3,635	3,707	79	49	3,579
HANOVER	9,067	625	11	8,431	8,834	563	24	8,246	8,736	555	46	8,135
HANSON	1,417	81	68	1,269	1,371	78	68	1,225	1,312	78	67	1,167
HARVARD	3,717	765	32	2,920	3,622	809	31	2,782	3,602	756	32	2,814
HAVERHILL	60,855	5,187	0	55,668	57,301	4,970	0	52,331	55,670	5,010	0	50,660
HOLDEN	2,098	30	106	1,962	1,976	31	104	1,840	1,910	40	92	1,777
HOLLISTON	10,011	336	35	9,640	9,779	249	46	9,484	9,392	319	47	9,027
HOPKINTON	7,277	391	89	6,797	7,072	517	93	6,462	6,976	477	90	6,408
IPSWICH	5,750	267	50	5,432	5,582	270	51	5,262	5,558	288	52	5,239
KINGSTON	5,526	301	0	5,225	5,471	343	0	5,128	5,451	284	0	5,166
LAKEVILLE	1,235	154	25	1,056	1,231	151	26	1,054	1,210	145	27	1,038
LANCASTER	1,107	104	27	975	1,090	92	28	970	1,050	94	29	927
LAWRENCE	200,645	22,431	0	178,214	199,347	21,261	0	178,086	191,184	19,741	0	171,443
LEICESTER	12,086	529	0	11,557	11,950	476	0	11,475	11,726	423	0	11,303
LEOMINSTER	51,797	3,547	0	48,249	51,123	3,635	0	47,488	50,986	3,695	0	47,291
LITTLETON	5,207	1,075	36	4,096	5,019	1,003	39	3,977	5,043	1,012	40	3,991
LOWELL	167,481	22,846	0	144,635	164,224	20,827	0	143,397	163,240	18,111	0	145,129
LUNENBURG	7,995	1,097	37	6,861	7,518	1,265	39	6,215	7,195	1,076	37	6,081
MANSFIELD	21,322	2,316	0	19,006	20,854	2,350	0	18,505	20,637	2,297	0	18,340
MARLBOROUGH	31,471	8,366	0	23,105	29,309	6,777	0	22,532	25,289	5,589	3	19,697
MARSHFIELD	16,829	774	0	16,055	16,534	822	0	15,712	16,374	876	0	15,498
MAYNARD	6,665	569	0	6,097	6,384	520	0	5,864	6,014	452	0	5,563
MEDWAY	12,140	750	0	11,391	11,837	714	1	11,122	11,728	696	5	11,027
MERRIMAC	922	93	0	828	893	82	0	811	880	84	0	796
METHUEN	48,057	1,933	0	46,124	46,850	1,655	0	45,195	46,487	1,449	0	45,037
MIDDLEBOROUGH	21,020	1,096	0	19,924	20,719	892	0	19,827	20,511	772	0	19,739
MILLBURY	8,972	405	0	8,567	8,767	327	0	8,440	8,705	356	0	8,349
MILLIS	6,256	300	28	5,928	6,103	306	29	5,767	6,031	278	43	5,711
NEWBURY	853	106	37	710	823	103	44	676	800	103	43	654
NEWBURYPORT	7,465	2,549	0	4,915	7,395	2,647	5	4,744	7,362	2,609	6	4,747
NORTH ANDOVER	10,668	387	47	10,234	10,361	354	78	9,929	9,643	392	68	9,183
NORTH ATTLEBOROUGH	23,749	3,716	0	20,032	23,321	3,537	0	19,784	23,045	3,405	0	19,640
NORTH READING	8,911	62	101	8,748	8,696	57	101	8,538	8,574	42	99	8,433
NORTHBOROUGH	5,135	123	75	4,937	4,995	199	74	4,722	4,928	228	72	4,628
NORTHBRIDGE	18,240	1,114	0	17,126	18,054	862	47	17,145	17,916	750	104	17,063
NORTON	15,166	2,161	27	12,978	14,867	2,216	29	12,622	14,690	2,395	30	12,265
NORWELL	4,700	1,159	71	3,471	4,491	1,101	70	3,320	4,408	1,074	69	3,265
PAXTON	644	16	20	608	625	21	24	580	607	27	32	549
PEMBROKE	15,259	710	0	14,549	14,965	616	0	14,350	14,897	653	0	14,244
PLYMOUTH	30,405	8,716	0	21,689	30,377	8,636	0	21,742	30,010	7,758	8	22,244
PLYMPTON	1,023	50	19	954	1,025	63	19	943	981	54	19	908
PRINCETON	482	4	21	457	469	5	20	444	456	5	20	432
RAYNHAM	1,384	369	0	1,015	1,334	359	0	975	1,315	344	0	971
REHOBOTH	1,225	294	59	872	1,259	292	59	907	1,236	297	59	880
ROCHESTER	2,324	92	10	2,222	2,271	89	10	2,173	2,245	87	3	2,156
ROCKLAND	16,927	2,621	71	14,234	15,663	2,387	70	13,206	13,821	2,187	64	11,570
ROCKPORT	3,311	690	0	2,621	3,093	681	0	2,413	3,013	709	0	2,304
ROWLEY	688	67	40	582	680	61	40	580	640	61	39	540
SALISBURY	1,150	135	0	1,015	1,124	118	10	995	1,117	115	12	989
SCITUATE	7,575	658	40	6,877	7,245	484	47	6,714	7,085	430	47	6,607
SEEKONK	6,506	450	0	6,056	6,394	434	0	5,960	6,307	384	0	5,923
SHERBORN	810	49	28	732	781	43	28	710	783	44	27	711
SHIRLEY	1,444	25	34	1,386	1,393	23	35	1,335	1,348	23	34	1,291
SHREWSBURY	22,622	1,094	159	21,369	22,203	1,450	160	20,593	22,035	1,546	154	20,335
SOUTHBOROUGH	3,370	162	0	3,208	3,294	127	8	3,159	3,242	158	10	3,074
STERLING	718	27	34	657	724	22	37	665	690	20	40	631
STOUGHTON	19,196	3,598	30	15,568	18,614	3,330	46	15,238	18,162	3,094	43	15,025
STOW	452	103	0	349	426	89	6	331	407	85	12	310
SUDBURY	6,170	146	82	5,943	5,936	125	93	5,718	5,883	121	92	5,670
SUTTON	6,552	114	54	6,384	6,499	138	51	6,310	6,450	114	50	6,286
TAUNTON	65,508	2,123	0	63,385	62,457	1,661	0	60,796	59,529	1,648	0	57,880
TEWKSBURY	16,360	1,482	0	14,878	16,211	1,554	0	14,657	16,116	1,648	0	14,468
TOWNSEND	1,584	54	18	1,513	1,491	52	19	1,420	1,434	51	19	1,363
TYNGSBOROUGH	8,787	1,352	28	7,406	8,669	1,345	29	7,295	8,723	1,296	34	7,393
UPTON	743	7	51	685	718	7	50	660	694	7	50	637
WAREHAM	15,495	3,798	0	11,697	15,229	3,524	0	11,705	15,080	2,997	0	12,083
WAYLAND	5,029	125	56	4,847	4,667	43	67	4,557	4,581	56	66	4,459
WEST BOYLSTON	4,771	468	0	4,303	4,620	588	0	4,032	4,622	588	1	4,032
WEST BRIDGEWATER	5,795	531	36	5,227	5,087	525	36	4,526	4,940	579	31	4,330
WEST NEWBURY	362	49	29	285	357	44	29	284	355	44	28	283
WESTBOROUGH	7,230	502	41	6,687	6,440	485	65	5,890	6,375	265	119	5,990
WESTFORD	19,344	526	0	18,818	18,944	451	0	18,493	18,774	420	0	18,354
WESTMINSTER	843	33	25	785	832	37	20	775	789	34	22	733
WHITMAN	2,617	110	75	2,431	2,577	109	74	2,393	2,465	115	67	2,283
WORCESTER	280,037	31,043	0	248,995	274,831	31,142	0	243,689	262,172	30,557	0	231,615
WRENTHAM	4,840	593	0	4,247	4,711	468	0	4,243	4,592	357	0	4,235

Municipality	FY2014				FY2013				FY2012			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b>FOURTEEN CITIES AND TOWNS</b>												
ARLINGTON	17,093	253	2,745	14,095	15,040	274	2,716	12,050	13,421	332	2,514	10,575
BELMONT	7,940	72	1,585	6,284	7,755	76	1,568	6,111	7,456	70	1,427	5,959
BOSTON	403,977	117,160	79,151	207,666	396,824	100,204	78,301	218,319	379,276	88,725	77,760	212,791
BROOKLINE	16,102	1,182	5,018	9,902	14,575	1,124	4,964	8,487	12,156	1,139	4,533	6,484
CAMBRIDGE	30,602	12,520	8,985	9,097	30,980	12,933	8,889	9,159	29,752	11,737	8,741	9,275
CHELSEA	70,510	5,796	2,254	62,460	65,086	4,774	2,230	58,082	61,411	3,737	2,259	55,415
EVERETT	62,295	7,576	2,670	52,049	56,637	7,371	2,641	46,625	49,928	7,049	2,308	40,571
MALDEN	59,346	8,866	3,810	46,670	59,250	8,928	3,769	46,553	56,177	8,527	3,384	44,266
MEDFORD	22,500	4,160	3,600	14,740	22,217	4,198	3,561	14,458	21,249	6,892	3,349	11,008
MILTON	9,489	1,600	1,730	6,159	9,323	1,558	1,712	6,053	8,842	1,746	1,578	5,517
NEWTON	22,975	321	5,456	17,198	21,643	413	5,398	15,832	18,600	491	5,098	13,011
REVERE	58,519	4,352	3,317	50,851	56,500	4,149	3,281	49,070	50,674	4,615	3,115	42,943
SOMERVILLE	43,352	7,552	4,854	30,945	42,437	7,064	4,802	30,571	40,869	7,120	4,608	29,141
WATERTOWN	9,978	209	2,045	7,724	9,253	216	2,023	7,013	8,731	215	1,996	6,520
<b>FIFTY-ONE CITIES AND TOWNS</b>												
BEDFORD	5,697	94	284	5,319	5,456	76	281	5,098	4,468	47	278	4,144
BEVERLY	12,858	1,156	844	10,858	12,487	950	835	10,703	12,030	958	794	10,278
BRAINTREE	19,308	2,845	763	15,700	18,912	2,757	755	15,399	17,130	2,843	709	13,579
BURLINGTON	8,152	79	523	7,549	7,920	123	518	7,279	7,494	69	516	6,909
CANTON	7,089	485	461	6,144	6,862	454	456	5,953	5,965	403	450	5,112
COHASSET	2,721	803	161	1,757	2,251	772	159	1,320	2,111	814	149	1,148
CONCORD	3,820	65	377	3,378	3,745	108	373	3,263	3,610	106	353	3,150
DANVERS	9,013	564	566	7,883	8,611	483	560	7,568	6,894	391	547	5,956
DEDHAM	7,155	1,891	528	4,735	6,910	1,805	523	4,583	6,475	1,822	499	4,154
DOVER	877	175	119	583	860	172	118	569	827	168	115	544
FRAMINGHAM	42,105	5,059	485	36,560	38,176	4,534	532	33,110	31,417	3,561	778	27,079
HAMILTON	739	80	166	493	718	67	164	487	690	65	166	460
HINGHAM	8,038	333	473	7,232	7,844	281	468	7,095	7,058	321	467	6,269
HOLBROOK	6,646	432	230	5,983	6,185	361	228	5,595	6,013	444	216	5,353
HULL	5,997	476	220	5,301	5,876	397	218	5,261	5,697	504	223	4,969
LEXINGTON	10,202	134	671	9,398	9,410	150	663	8,597	8,442	105	621	7,715
LINCOLN	1,705	71	136	1,498	1,654	8	134	1,513	1,589	28	174	1,387
LYNN	156,253	12,168	1,929	142,155	147,951	9,338	1,909	136,704	138,464	7,942	1,758	128,764
LYNNFIELD	4,976	177	248	4,551	4,895	150	245	4,500	4,745	137	242	4,366
MANCHESTER	206	45	110	52	203	44	108	51	193	43	105	46
MARBLEHEAD	6,843	2,449	423	3,971	6,327	2,433	419	3,475	6,045	1,993	401	3,651
MEDFIELD	7,158	211	257	6,691	7,052	187	254	6,611	6,841	215	247	6,379
MELROSE	12,919	2,520	576	9,823	12,781	2,599	570	9,611	12,059	2,603	544	8,912
MIDDLETON	2,090	204	192	1,693	2,064	66	190	1,808	1,996	65	186	1,746
NAHANT	846	95	73	679	815	33	72	711	773	49	73	651
NATICK	12,364	1,278	248	10,837	11,658	1,255	270	10,134	10,593	975	385	9,232
NEEDHAM	9,601	657	617	8,328	9,314	628	610	8,076	8,578	615	583	7,380
NORFOLK	4,323	202	173	3,948	4,274	217	172	3,885	4,165	208	161	3,795
NORWOOD	9,749	636	611	8,503	9,337	529	604	8,203	8,790	567	572	7,652
PEABODY	26,122	1,731	1,095	23,296	25,482	1,954	1,083	22,445	24,753	3,915	1,039	19,799
QUINCY	43,540	1,217	1,971	40,352	41,816	1,253	1,950	38,613	38,047	1,263	1,829	34,954
RANDOLPH	19,766	3,833	686	15,247	18,960	3,534	679	14,748	16,791	3,573	624	12,595
READING	13,139	120	529	12,489	13,028	125	523	12,381	12,349	121	472	11,756
SALEM	28,180	4,776	883	22,521	28,160	4,677	874	22,610	25,017	5,942	831	18,244
SAUGUS	9,130	2,724	569	5,838	7,725	1,754	563	5,408	7,360	1,556	561	5,242
SHARON	8,217	426	376	7,415	8,082	347	372	7,362	7,862	425	362	7,075
STONEHAM	7,210	1,021	458	5,732	7,012	844	453	5,715	6,633	843	433	5,357
SWAMPSCOTT	4,154	266	295	3,594	3,973	300	291	3,381	3,688	403	282	3,003
TOPSFIELD	1,751	177	130	1,444	1,723	81	129	1,513	1,673	93	123	1,457
WAKEFIELD	8,418	845	532	7,041	8,138	933	527	6,678	7,823	856	506	6,461
WALPOLE	10,044	705	514	8,825	9,781	580	509	8,692	9,431	616	471	8,344
WALTHAM	17,100	340	1,295	15,465	16,309	298	1,281	14,730	15,091	389	1,217	13,485
WELLESLEY	9,076	573	598	7,905	8,927	562	591	7,773	8,648	551	551	7,546
WENHAM	394	121	104	169	381	54	103	224	366	52	96	218
WESTON	2,981	35	241	2,706	2,931	51	238	2,642	2,826	81	240	2,504
WESTWOOD	5,314	269	312	4,733	5,160	252	309	4,600	4,535	273	288	3,975
WEYMOUTH	35,534	1,446	1,148	32,940	35,194	1,351	1,136	32,708	33,062	1,174	1,085	30,803
WILMINGTON	13,366	299	477	12,590	13,184	265	472	12,447	12,548	185	449	11,913
WINCHESTER	8,869	54	456	8,358	8,546	52	452	8,042	7,530	52	432	7,046
WINTHROP	9,992	262	374	9,356	9,271	279	370	8,622	8,861	252	386	8,223
WOBURN	13,166	2,466	814	9,886	12,490	2,386	805	9,298	11,550	2,447	783	8,319
<b>OTHER SERVED COMMUNITIES</b>												
ABINGTON	9,424	495	85	8,845	9,295	421	84	8,790	9,108	384	89	8,635
ACTON	7,008	244	73	6,690	6,902	219	74	6,609	6,456	122	107	6,227
AMESBURY	11,100	2,913	0	8,187	10,997	2,335	0	8,661	10,914	2,373	0	8,540
ANDOVER	10,426	2,731	79	7,617	9,849	2,397	85	7,367	8,714	2,370	57	6,288
ASHBURNHAM	847	33	14	800	808	28	20	761	728	26	19	683
ASHBY	526	7	17	502	500	12	12	476	465	11	12	442
ASHLAND	7,158	1,195	74	5,889	7,010	1,072	76	5,862	6,482	1,000	65	5,418
ATTLEBORO	40,310	4,439	0	35,871	38,314	4,022	0	34,292	34,642	3,937	0	30,706
AUBURN	10,056	706	0	9,350	9,797	732	0	9,065	8,159	706	0	7,453
AYER	845	61	23	761	1,166	64	22	1,081	1,009	58	22	929
BELLINGHAM	10,031	819	0	9,212	9,914	871	0	9,042	9,724	856	0	8,868
BERKLEY	4,740	169	10	4,561	4,609	173	15	4,422	4,494	156	19	4,318
BILLERICA	24,554	5,579	0	18,976	24,457	5,509	10	18,937	23,193	5,485	42	17,667
BOURNE	7,501	3,460	0	4,041	7,365	3,037	0	4,329	7,311	2,877	0	4,434
BOXBOROUGH	1,742	54	20	1,668	1,738	54	20	1,665	1,706	42	20	1,644
BOXFORD	2,207	120	52	2,035	2,185	145	51	1,989	2,138	128	51	1,960
BRIDGEWATER	3,649	243	138	3,268	3,554	226	141	3,186	3,368	250	144	2,974
BROCKTON	178,063	7,176	0	170,886	167,341	6,061	0	161,279	157,676	5,815	0	151,862
CARLISLE	1,242	72	0	1,171	1,213	46	6	1,161	1,176	19	30	1,127
CARVER	11,437	387	27	11,024	11,310	365	27	10,918	11,054	362	29	10,663
CHELMSFORD	15,329	1,763	0	13,566	15,059	1,751	1	13,307	14,473	1,802	0	12,671

Municipality	FY2014				FY2013				FY2012			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	22,569	1,621	60	20,888	21,834	1,002	128	20,704	21,192	871	121	20,201
DUXBURY	5,742	424	0	5,318	5,517	363	2	5,152	5,344	309	1	5,034
EAST BRIDGEWATER	11,787	265	55	11,468	11,699	282	52	11,365	11,487	261	55	11,171
EASTON	11,722	563	144	11,015	11,593	533	144	10,916	11,316	539	143	10,634
ESSEX	241	66	21	154	234	7	21	206	230	7	19	204
FITCHBURG	54,545	5,303	0	49,242	53,446	5,346	0	48,100	49,632	5,255	0	44,377
FOXBOROUGH	10,351	1,900	0	8,451	10,232	1,904	0	8,329	9,906	1,761	7	8,137
FRANKLIN	30,424	4,888	1	25,534	30,308	4,814	23	25,471	30,032	4,684	22	25,326
FREETOWN	1,529	195	35	1,298	1,468	190	37	1,240	1,367	187	39	1,141
GEORGETOWN	6,236	349	46	5,841	6,181	373	48	5,760	6,058	352	48	5,659
GLOUCESTER	10,274	3,737	0	6,537	10,749	5,726	0	5,023	10,721	5,630	0	5,091
GRAFTON	12,049	744	112	11,192	10,521	711	112	9,698	10,028	696	107	9,225
GROTON	819	104	0	714	802	81	0	721	715	55	20	640
GROVELAND	845	99	41	706	820	111	41	669	778	110	43	624
HALIFAX	3,637	75	49	3,513	3,589	64	49	3,476	3,483	71	48	3,363
HANOVER	8,579	478	91	8,010	8,457	463	90	7,904	7,797	429	88	7,280
HANSON	1,265	75	67	1,123	1,234	73	66	1,095	1,147	68	63	1,016
HARVARD	3,527	664	32	2,830	3,607	593	34	2,980	3,291	590	29	2,672
HAVERHILL	54,319	5,443	0	48,876	50,478	5,315	0	45,163	45,312	5,240	0	40,073
HOLDEN	1,846	39	90	1,717	1,836	36	91	1,708	1,701	34	89	1,578
HOLLISTON	9,198	247	50	8,901	9,122	309	52	8,761	8,561	372	53	8,136
HOPKINTON	6,906	476	88	6,342	6,784	492	88	6,204	6,517	531	83	5,903
IPSWICH	5,427	437	50	4,940	5,417	358	48	5,011	5,115	327	48	4,740
KINGSTON	5,332	214	2	5,116	5,284	182	10	5,092	5,075	176	7	4,892
LAKEVILLE	1,027	140	27	861	1,219	137	27	1,055	869	120	32	716
LANCASTER	1,041	93	30	918	996	88	31	876	948	85	22	841
LAWRENCE	179,658	17,778	0	161,880	173,014	16,459	0	156,554	163,778	13,494	0	150,284
LEICESTER	11,639	483	0	11,156	11,484	444	0	11,040	11,320	419	0	10,901
LEOMINSTER	50,432	3,687	0	46,746	49,730	3,400	0	46,330	47,994	3,226	0	44,768
LITTLETON	4,888	959	36	3,894	4,809	985	34	3,790	4,510	947	31	3,532
LOWELL	157,740	16,585	0	141,155	150,750	11,787	0	138,963	144,034	11,757	0	132,277
LUNENBURG	6,855	1,130	32	5,693	6,719	1,029	33	5,657	5,936	771	31	5,134
MANSFIELD	20,642	2,433	0	18,208	20,447	2,245	18	18,184	20,030	1,895	40	18,095
MARLBOROUGH	24,334	4,686	15	19,633	23,084	4,310	27	18,747	19,678	3,871	103	15,705
MARSHFIELD	16,255	850	0	15,405	16,084	683	6	15,395	15,751	670	5	15,076
MAYNARD	5,798	459	0	5,339	5,606	442	0	5,163	5,001	521	0	4,480
MEDWAY	11,657	696	7	10,955	11,495	684	15	10,796	11,282	618	0	10,664
MERRIMAC	792	156	0	636	760	166	0	594	710	160	0	534
METHUEN	45,741	1,885	0	43,856	44,484	1,701	0	42,783	43,774	1,730	0	42,145
MIDDLEBOROUGH	20,286	696	1	19,589	20,179	686	9	19,484	19,612	531	0	19,082
MILLBURY	8,523	301	0	8,222	8,394	268	40	8,086	8,203	286	40	7,877
MILLIS	5,898	278	40	5,580	5,813	314	41	5,458	5,448	324	41	5,083
NEWBURY	736	126	43	566	715	171	34	510	677	194	32	451
NEWBURYPORT	7,492	2,625	9	4,858	7,157	2,582	4	4,572	6,873	2,491	6	4,376
NORTH ANDOVER	9,383	1,030	72	8,281	9,074	1,696	71	7,307	8,195	1,809	72	6,314
NORTH ATTLEBOROUGH	22,825	3,056	0	19,769	22,648	2,799	2	19,848	22,173	2,678	0	19,495
NORTH READING	8,404	109	98	8,197	8,254	94	97	8,063	8,002	128	90	7,784
NORTHBOROUGH	4,845	301	69	4,475	4,777	235	75	4,466	4,439	301	75	4,062
NORTHBIDGE	17,790	662	103	17,025	17,593	720	102	16,770	16,415	674	92	15,649
NORTON	14,565	2,445	31	12,089	14,457	2,572	33	11,852	14,522	2,799	16	11,708
NORWELL	4,286	1,134	69	3,082	4,153	1,047	68	3,038	3,948	1,105	64	2,779
PAXTON	593	21	31	540	578	21	31	525	546	29	30	487
PEMBROKE	14,815	605	0	14,210	14,686	510	0	14,176	14,362	402	7	13,953
PLYMOUTH	29,585	7,244	27	22,314	28,399	6,425	62	21,912	27,574	5,383	62	22,129
PLYMPTON	919	35	19	865	834	48	18	767	794	58	17	719
PRINCETON	438	6	18	414	427	6	18	402	405	5	19	381
RAYNHAM	1,274	338	0	936	1,251	326	0	925	1,186	319	0	868
REHOBOTH	1,208	286	59	864	1,153	282	59	812	1,061	277	55	728
ROCHESTER	2,199	75	11	2,113	2,176	72	1	2,102	2,126	66	0	2,060
ROCKLAND	13,097	2,347	65	10,684	12,973	2,219	85	10,669	12,543	2,049	96	10,399
ROCKPORT	2,729	665	0	2,064	2,613	615	0	1,998	2,557	731	0	1,826
ROWLEY	583	99	38	446	576	110	38	428	528	131	36	361
SALISBURY	1,031	180	0	851	986	141	44	801	924	129	40	755
SCITUATE	6,958	345	119	6,494	6,792	374	118	6,300	6,541	384	114	6,043
SEEKONK	6,071	382	0	5,689	5,820	362	0	5,458	5,396	357	0	5,039
SHERBORN	735	57	25	654	721	43	25	653	692	40	25	627
SHIRLEY	1,299	24	32	1,243	1,252	24	32	1,196	1,161	26	31	1,103
SHREWSBURY	21,937	1,655	152	20,130	21,790	1,750	150	19,890	21,543	1,869	114	19,560
SOUTHBOROUGH	3,204	239	13	2,952	3,155	216	17	2,922	3,072	295	15	2,763
STERLING	685	21	38	626	691	21	37	633	621	22	34	565
STOUGHTON	17,815	2,930	39	14,846	17,372	2,696	36	14,639	15,968	2,664	34	13,270
STOW	401	87	7	307	386	85	6	294	360	82	4	273
SUDBURY	5,728	88	93	5,547	5,617	67	94	5,455	5,410	94	90	5,226
SUTTON	6,377	78	52	6,247	6,342	67	53	6,222	6,244	120	50	6,075
TAUNTON	56,836	1,660	0	55,177	56,312	1,488	15	54,809	53,678	1,407	12	52,259
TEWKSBURY	15,741	1,565	0	14,176	15,545	1,423	0	14,122	15,178	1,208	0	13,970
TOWNSEND	1,424	49	19	1,356	1,374	48	19	1,306	1,296	24	48	1,224
TYNGSBOROUGH	8,682	1,279	47	7,356	8,652	1,213	47	7,392	8,493	858	49	7,586
UPTON	634	8	49	577	621	7	49	565	567	6	42	520
WAREHAM	14,949	2,359	0	12,590	14,662	2,044	0	12,618	14,517	2,045	0	12,472
WAYLAND	4,218	93	67	4,059	4,143	135	67	3,941	4,024	162	67	3,794
WEST BOYLSTON	4,308	482	0	3,826	4,315	492	1	3,823	4,146	433	8	3,706
WEST BRIDGEWATER	4,728	489	31	4,208	4,231	500	29	3,702	3,999	635	32	3,332
WEST NEWBURY	342	93	28	221	328	106	27	195	310	128	26	155
WESTBOROUGH	5,988	238	119	5,631	5,714	246	117	5,350	5,566	245	111	5,210
WESTFORD	18,573	458	0	18,115	18,305	398	0	17,907	17,855	334	76	17,446
WESTMINSTER	853	37	19	796	815	39	17	759	779	38	15	726
WHITMAN	2,372	114	65	2,193	2,335	104	70	2,160	2,187	96	69	2,022
WORCESTER	262,735	30,250	0	232,485	254,774	32,162	0	222,612	242,483	29,802	0	212,680
WRENTHAM	4,529	350	0	4,179	4,483	327	0	4,155	4,375.904	318.737	0.746	4,056.421

Municipality	FY2011				FY2010				FY2009			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b>FOURTEEN CITIES AND TOWNS</b>												
ARLINGTON	13,577	156	2,508	10,912	13,303	113	2,527	10,663	15,568	181	2,483	12,904
BELMONT	7,590	68	1,425	6,096	6,698	120	1,435	5,144	7,519	108	1,409	6,001
BOSTON	387,347	78,500	74,532	234,314	528,685	71,048	74,729	382,909	582,969	71,679	71,437	439,853
BROOKLINE	12,569	1,078	4,479	7,013	13,271	1,062	4,488	7,720	15,586	971	4,453	10,162
CAMBRIDGE	31,632	10,888	8,615	12,128	30,222	7,893	8,303	14,026	37,326	8,364	8,172	20,790
CHELSEA	59,481	2,581	2,544	54,355	58,406	2,528	2,346	53,532	61,753	2,533	1,983	57,238
EVERETT	45,748	6,871	2,286	36,592	41,470	7,107	2,289	32,074	43,938	6,194	2,238	35,507
MALDEN	51,845	7,446	3,402	40,997	53,077	6,756	3,422	42,900	57,671	6,757	3,361	47,552
MEDFORD	22,253	7,073	3,401	11,779	23,038	7,124	3,413	12,501	26,516	6,890	3,367	16,259
MILTON	8,985	1,751	1,602	5,631	8,323	2,019	1,614	4,691	9,491	1,905	1,566	6,020
NEWTON	18,871	563	5,026	13,282	20,051	550	5,114	14,386	22,360	597	5,007	16,756
REVERE	48,567	4,715	3,684	40,168	43,713	4,535	3,399	35,779	47,376	4,499	2,832	40,045
SOMERVILLE	43,441	7,129	4,630	31,682	44,310	5,657	4,570	34,083	50,476	5,605	4,508	40,364
WATERTOWN	9,149	181	1,980	6,987	9,661	254	1,997	7,409	11,235	1,963	1,945	7,327
<b>FIFTY-ONE CITIES AND TOWNS</b>												
BEDFORD	4,529	33	276	4,220	4,836	14	269	4,553	5,252	27	260	4,965
BEVERLY	12,505	943	802	10,759	13,108	1,114	808	11,186	14,823	1,071	797	12,955
BRAINTREE	16,853	3,255	720	12,877	14,846	3,412	705	10,730	16,577	3,115	689	12,773
BURLINGTON	7,579	107	510	6,963	8,012	117	513	7,383	8,928	86	502	8,340
CANTON	5,791	510	450	4,831	6,026	502	449	5,076	6,777	492	439	5,846
COHASSET	2,136	853	146	1,137	2,247	872	147	1,228	2,408	901	146	1,361
CONCORD	3,686	98	356	3,323	3,838	51	358	3,429	4,371	58	338	3,975
DANVERS	7,061	511	546	6,004	7,475	546	547	6,381	8,496	430	521	7,545
DEDHAM	6,712	1,912	502	4,298	7,083	2,086	494	4,503	8,183	1,841	476	5,866
DOVER	841	158	115	568	926	156	115	655	1,054	157	114	784
FRAMINGHAM	29,595	3,181	766	25,648	27,083	2,994	730	23,359	30,048	2,325	1,305	26,417
HAMILTON	727	52	166	509	762	64	168	531	998	77	167	754
HINGHAM	7,046	317	460	6,269	6,500	351	458	5,691	7,109	2,301	439	4,369
HOLBROOK	6,010	369	217	5,424	6,356	305	218	5,833	6,901	323	216	6,362
HULL	5,717	536	225	4,956	5,981	756	227	4,999	6,554	1,027	226	5,301
LEXINGTON	8,509	120	617	7,772	9,018	85	621	8,312	9,778	93	609	9,076
LINCOLN	1,621	20	165	1,437	1,761	7	164	1,590	2,068	23	160	1,885
LYNN	134,368	6,657	1,774	125,938	137,429	6,379	1,784	129,266	146,471	6,724	1,773	137,973
LYNNFIELD	4,778	122	233	4,423	5,048	74	233	4,741	5,450	63	231	5,156
MANCHESTER	208	40	107	61	224	42	108	74	318	42	107	169
MARBLEHEAD	6,262	1,713	407	4,142	6,271	1,232	410	4,629	6,789	1,273	408	5,109
MEDFIELD	6,915	241	250	6,424	7,398	260	251	6,887	7,910	206	248	7,456
MELROSE	12,346	2,477	545	9,324	12,698	2,484	548	9,666	14,567	2,740	537	11,290
MIDDLETON	2,027	76	197	1,754	2,164	91	191	1,882	2,352	52	188	2,112
NAHANT	835	109	71	655	931	160	72	699	1,052	154	72	826
NATICK	10,795	963	393	9,440	9,704	1,161	379	8,164	10,962	910	643	9,409
NEEDHAM	8,227	498	583	7,147	7,712	490	579	6,643	8,419	532	572	7,316
NORFOLK	4,210	212	182	3,816	4,561	257	176	4,127	4,949	231	208	4,511
NORWOOD	9,087	508	575	8,003	9,510	443	577	8,490	11,012	456	572	9,984
PEABODY	25,145	4,551	1,047	19,547	26,668	4,904	1,053	20,711	29,256	5,018	1,043	23,195
QUINCY	37,243	1,349	1,883	34,010	34,785	1,188	1,876	31,722	40,755	961	1,835	37,959
RANDOLPH	16,544	3,128	614	12,802	17,836	3,054	618	14,164	19,274	4,810	611	13,852
READING	12,531	83	470	11,978	12,257	106	474	11,677	13,384	132	465	12,787
SALEM	23,967	6,151	841	16,974	21,342	5,771	848	14,723	23,407	5,285	833	17,288
SAUGUS	7,708	1,433	560	5,715	7,940	1,136	557	6,247	9,184	1,155	546	7,482
SHARON	7,843	410	354	7,079	8,350	406	349	7,595	8,948	375	345	8,228
STONEHAM	6,893	735	438	5,721	7,150	660	440	6,050	8,202	1,715	433	6,054
SWAMPSCOTT	3,829	533	284	3,012	4,140	698	286	3,155	4,653	627	285	3,741
TOPSFIELD	1,702	74	123	1,505	1,790	55	124	1,610	2,003	45	124	1,834
WAKEFIELD	8,003	749	501	6,753	8,245	774	503	6,967	9,264	643	495	8,126
WALPOLE	9,580	617	472	8,491	9,916	549	473	8,894	10,888	656	467	9,765
WALTHAM	15,781	319	1,229	14,233	17,392	424	1,235	15,734	20,395	302	1,196	18,897
WELLESLEY	8,692	529	556	7,608	7,914	509	552	6,852	8,462	478	544	7,440
WENHAM	388	40	98	251	401	27	94	280	541	27	93	421
WESTON	2,815	47	239	2,530	2,981	33	239	2,709	3,223	33	235	2,956
WESTWOOD	4,582	265	289	4,027	4,334	269	287	3,779	4,644	241	279	4,125
WEYMOUTH	30,629	1,092	1,086	28,451	32,190	1,144	1,091	29,955	35,279	5,151	1,080	29,048
WILMINGTON	12,686	206	442	12,038	12,354	157	444	11,753	13,311	164	434	12,713
WINCHESTER	7,076	31	430	6,615	6,556	25	433	6,098	7,165	31	425	6,709
WINTHROP	8,762	272	446	8,043	9,224	354	413	8,458	10,471	303	347	9,821
WOBURN	11,749	2,612	752	8,385	12,371	2,992	758	8,620	14,160	3,118	746	10,296
<b>OTHER SERVED COMMUNITIES</b>												
ABINGTON	9,182	325	85	8,772	9,763	372	79	9,312	10,525	345	81	10,099
ACTON	6,518	114	108	6,297	6,534	117	109	6,308	7,072	112	108	6,853
AMESBURY	10,975	2,418	37	8,520	11,573	2,594	39	8,941	12,257	2,636	19	9,602
ANDOVER	8,819	2,865	61	5,893	9,580	3,013	66	6,501	10,548	2,793	80	7,674
ASHBURNHAM	787	36	11	740	814	32	15	767	935	34	18	883
ASHBY	511	10	13	488	486	7	15	464	539	5	16	517
ASHLAND	6,207	901	70	5,237	6,211	681	69	5,461	6,614	575	99	5,939
ATTLEBORO	34,776	3,743	0	31,032	35,900	3,534	0	32,367	38,253	3,489	0	34,764
AUBURN	8,258	737	0	7,520	7,555	720	0	6,835	8,217	659	1	7,557
AYER	5,784	766	24	4,994	6,122	664	26	5,432	6,248	531	26	5,691
BELLINGHAM	9,740	887	11	8,841	10,299	831	25	9,443	10,966	728	101	10,137
BERKLEY	5,821	203	35	5,583	6,126	186	35	5,904	6,380	211	35	6,134
BILLERICA	23,732	5,563	64	18,105	24,081	5,420	72	18,589	25,651	4,614	71	20,966
BOURNE	7,056	2,366	0	4,690	7,545	2,273	0	5,271	8,196	2,007	0	6,189
BOXBOROUGH	1,723	43	18	1,662	1,822	61	0	1,761	1,895	39	22	1,834
BOXFORD	2,143	99	51	1,993	2,214	140	50	2,024	2,375	104	51	2,221
BRIDGEWATER	3,607	270	139	3,198	3,768	286	143	3,339	4,341	297	144	3,900
BROCKTON	149,383	5,686	0	143,697	146,499	5,610	0	140,888	154,419	5,141	0	149,278
CARLISLE	1,197	20	18	1,158	1,253	5	23	1,225	1,399	23	20	1,356
CARVER	11,064	252	28	10,784	11,703	297	30	11,376	12,334	280	31	12,022
CHELMSFORD	14,837	1,820	10	13,008	14,511	1,761	14	12,736	16,255	1,886	16	14,353

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Municipality	FY2011				FY2010				FY2009			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	21,233	700	126	20,407	20,889	718	129	20,042	22,184	572	160	21,452
DUXBURY	5,342	220	33	5,089	5,228	180	79	4,969	5,636	151	93	5,392
EAST BRIDGEWATER	11,498	202	58	11,237	12,135	213	58	11,864	12,786	168	56	12,562
EASTON	11,366	497	147	10,723	11,941	589	146	11,205	12,785	571	146	12,068
ESSEX	251	7	19	225	239	7	19	212	316	31	20	265
FITCHBURG	49,100	4,918	0	44,181	50,373	4,531	0	45,842	53,221	4,093	0	49,128
FOXBOROUGH	9,961	1,682	15	8,264	10,196	1,816	27	8,353	10,815	1,748	97	8,970
FRANKLIN	30,136	4,396	54	25,685	31,775	4,118	54	27,603	33,197	3,896	192	29,108
FREETOWN	2,577	174	37	2,366	2,690	158	35	2,497	3,011	180	24	2,807
GEORGETOWN	6,147	270	45	5,832	5,545	261	45	5,240	5,858	332	46	5,480
GLOUCESTER	10,634	4,519	0	6,115	10,168	3,698	0	6,470	11,418	3,673	0	7,745
GRAFTON	10,122	480	108	9,534	9,639	385	107	9,147	10,140	211	105	9,823
GROTON	766	55	21	690	802	29	48	725	1,050	27	48	975
GROVELAND	832	124	39	669	880	122	38	720	1,027	132	38	856
HALIFAX	3,525	79	49	3,397	3,546	115	49	3,382	3,826	113	49	3,664
HANOVER	7,922	434	89	7,400	7,993	453	89	7,451	8,678	389	90	8,199
HANSON	1,228	65	63	1,100	1,245	66	63	1,116	1,500	65	63	1,372
HARVARD	3,429	616	29	2,784	3,523	625	27	2,872	3,937	612	29	3,295
HAVERHILL	44,919	5,087	0	39,832	46,009	4,696	0	41,313	49,290	4,515	3	44,773
HOLDEN	1,808	33	86	1,689	1,917	61	68	1,787	2,201	70	72	2,059
HOLLISTON	8,628	374	54	8,201	8,849	297	61	8,491	9,542	459	88	8,995
HOPKINTON	6,637	538	82	6,016	6,874	483	83	6,308	7,258	372	90	6,796
IPSWICH	5,295	235	79	4,981	5,252	224	80	4,949	5,701	233	80	5,388
KINGSTON	4,932	182	15	4,735	4,940	180	24	4,736	5,259	161	42	5,056
LAKEVILLE	3,042	121	41	2,880	3,213	97	53	3,063	3,517	98	53	3,366
LANCASTER	994	83	24	887	1,009	86	26	897	1,106	87	28	992
LAWRENCE	154,539	17,371	0	137,168	153,568	17,776	0	135,793	161,939	17,016	0	144,922
LEICESTER	11,183	401	0	10,781	11,741	356	0	11,385	12,330	366	18	11,946
LEOMINSTER	46,196	2,922	0	43,274	46,328	2,840	0	43,488	48,760	2,601	0	46,158
LITTLETON	4,511	938	29	3,544	4,080	1,039	30	3,011	4,190	919	34	3,237
LOWELL	138,806	12,800	0	126,006	143,802	13,672	0	130,130	153,761	13,109	0	140,651
LUNENBURG	5,982	709	30	5,243	6,016	669	35	5,313	6,510	764	37	5,709
MANSFIELD	20,153	1,897	55	18,201	19,383	1,825	53	17,506	20,378	1,817	69	18,491
MARLBOROUGH	19,581	4,003	107	15,472	17,743	3,045	182	14,516	19,241	2,446	175	16,620
MARSHFIELD	15,880	549	79	15,253	16,763	495	148	16,120	17,675	441	157	17,077
MAYNARD	5,116	560	0	4,557	4,915	477	0	4,439	5,404	392	65	4,948
MEDWAY	11,190	604	3	10,583	10,411	562	5	9,844	10,949	410	64	10,474
MERRIMAC	740	153	6	582	809	116	5	688	889	132	0	757
METHUEN	43,944	1,484	0	42,460	42,159	1,366	0	40,793	44,583	1,232	0	43,351
MIDDLEBOROUGH	19,202	477	0	18,726	19,624	484	4	19,136	20,653	441	35	20,177
MILLBURY	8,291	306	43	7,942	8,625	318	52	8,255	9,252	306	52	8,895
MILLIS	5,225	314	43	4,868	4,709	367	44	4,298	5,082	381	45	4,656
NEWBURY	698	182	44	472	723	181	44	498	809	121	44	644
NEWBURYPORT	6,797	2,472	31	4,293	7,243	2,318	21	4,904	8,272	2,432	0	5,840
NORTH ANDOVER	8,345	2,007	62	6,277	7,747	2,268	68	5,410	8,561	2,231	76	6,254
NORTH ATTLEBOROUGH	22,324	2,946	0	19,378	23,578	2,951	6	20,621	24,942	2,993	9	21,939
NORTH READING	8,102	97	109	7,896	7,832	106	89	7,637	8,500	78	88	8,333
NORTHBOROUGH	4,572	404	76	4,092	4,603	368	74	4,161	4,947	255	72	4,620
NORTHBRIDGE	15,884	735	91	15,058	16,426	758	92	15,577	17,209	646	91	16,472
NORTON	14,635	2,641	20	11,975	15,457	2,431	28	12,998	16,451	2,415	39	13,997
NORWELL	3,965	961	65	2,939	3,750	944	65	2,740	4,145	964	66	3,115
PAXTON	574	27	29	518	588	30	29	529	667	37	29	601
PEMBROKE	14,373	361	51	13,961	13,857	223	118	13,516	14,546	287	117	14,142
PLYMOUTH	27,088	4,644	68	22,376	27,011	4,488	74	22,449	28,555	4,260	152	24,143
PLYMPTON	811	55	18	739	818	53	18	748	896	53	18	825
PRINCETON	418	4	19	394	404	8	18	377	505	12	18	475
RAYNHAM	1,216	297	8	911	1,434	258	45	1,131	1,951	259	46	1,646
REHOBOTH	1,136	245	56	834	1,164	235	57	872	1,363	242	57	1,064
ROCHESTER	2,135	63	2	2,070	2,051	62	6	1,982	2,191	61	14	2,116
ROCKLAND	12,650	2,135	113	10,401	12,936	2,127	113	10,695	13,908	2,124	113	11,670
ROCKPORT	2,389	596	0	1,793	2,424	648	0	1,776	2,663	616	0	2,047
ROWLEY	554	130	36	387	606	118	37	450	750	118	37	596
SALISBURY	977	157	26	795	920	155	27	738	1,127	137	31	959
SCITUATE	6,689	455	113	6,121	7,088	410	114	6,564	7,796	386	115	7,295
SEEKONK	5,441	324	0	5,116	5,780	328	2	5,430	6,207	297	28	5,881
SHERBORN	706	40	25	641	748	39	26	682	842	38	27	777
SHIRLEY	5,805	1,341	30	4,434	6,213	1,406	29	4,778	6,635	1,255	33	5,347
SHREWSBURY	21,675	1,641	116	19,918	21,954	1,677	139	20,137	23,023	1,361	142	21,521
SOUTHBOROUGH	3,157	345	16	2,796	3,334	242	57	3,035	3,575	233	57	3,285
STERLING	656	22	35	599	673	25	38	610	876	30	38	808
STOUGHTON	15,391	2,726	37	12,628	15,802	2,824	50	12,929	16,859	2,588	65	14,206
STOW	386	81	3	302	401	84	1	316	507	44	39	423
SUDBURY	5,538	145	89	5,304	5,681	112	104	5,465	6,267	190	108	5,970
SUTTON	6,191	104	51	6,036	6,643	159	52	6,432	6,962	160	49	6,754
TAUNTON	52,527	1,303	25	51,199	53,293	1,324	36	51,932	56,666	1,350	44	55,272
TEWKSBURY	15,397	1,155	0	14,242	16,053	887	0	15,166	17,091	743	0	16,348
TOWNSEND	1,357	23	47	1,287	1,517	21	48	1,448	1,751	21	47	1,683
TYNGSBOROUGH	8,481	643	51	7,787	8,868	457	51	8,360	9,027	243	49	8,734
UPTON	609	6	42	561	628	12	42	574	727	17	41	669
WAREHAM	14,497	2,151	0	12,346	14,638	2,336	0	12,302	15,376	2,092	0	13,284
WAYLAND	4,116	197	66	3,853	4,297	123	77	4,097	4,650	108	82	4,460
WEST BOYLSTON	4,081	351	4	3,727	4,346	277	27	4,041	4,611	263	8	4,340
WEST BRIDGEWATER	3,803	741	35	3,028	3,769	740	36	2,993	4,063	761	34	3,268
WEST NEWBURY	324	105	25	195	347	104	25	218	438	66	26	345
WESTBOROUGH	5,547	291	115	5,141	5,865	321	111	5,434	6,268	190	110	5,968
WESTFORD	17,907	379	76	17,452	17,521	386	77	17,058	18,441	292	76	18,073
WESTMINSTER	814	33	21	759	779	42	19	719	980	43	22	915
WHITMAN	2,311	95	73	2,144	2,410	98	74	2,237	2,625	91	78	2,456
WORCESTER	232,469	28,433	0	204,036	223,777	26,780	0	196,997	239,970	25,632	0	214,338
WRENTHAM	4421.397	323.385	10.835	4087.177	4716.84	323.561	12.658	4380.621	5086.448	322.713	64.601	4699.134

Municipality	FY2008				FY2007				FY2006			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b><u>FOURTEEN CITIES AND TOWNS</u></b>												
ARLINGTON	15,973	139	2,490	13,344	15,601	189	2,417	12,995	14,791	195	2,348	12,248
BELMONT	7,020	94	1,412	5,514	6,595	103	1,373	5,119	6,708	90	1,337	5,280
BOSTON	582,313	63,610	67,532	451,172	566,857	58,835	66,211	441,811	538,999	55,433	65,185	418,381
BROOKLINE	15,530	1,034	4,477	10,019	14,578	872	4,358	9,349	14,585	1,012	4,232	9,341
CAMBRIDGE	39,664	8,447	8,064	23,153	39,250	8,065	7,615	23,371	38,239	8,227	7,590	22,421
CHELSEA	60,543	2,162	1,964	56,417	55,502	1,733	1,933	51,836	51,908	1,362	1,911	48,635
EVERETT	38,380	5,228	2,225	30,927	33,324	4,916	2,163	26,244	30,133	4,339	2,104	23,690
MALDEN	55,569	6,283	3,375	45,912	52,320	5,741	3,219	43,360	48,161	5,131	3,128	39,903
MEDFORD	27,690	6,315	3,233	18,142	27,273	6,209	3,152	17,912	25,352	5,373	3,067	16,912
MILTON	9,272	1,929	1,572	5,771	8,716	1,889	1,504	5,323	7,464	1,568	1,448	4,448
NEWTON	21,396	592	5,023	15,780	19,423	604	4,874	13,945	19,244	429	4,725	14,089
REVERE	46,067	3,990	2,767	39,311	42,073	3,550	2,685	35,838	37,240	3,055	2,634	31,551
SOMERVILLE	52,842	5,317	4,528	42,997	52,185	4,678	4,398	43,108	49,703	4,315	4,275	41,112
WATERTOWN	11,618	1,757	1,951	7,909	11,193	1,750	1,896	7,546	10,363	1,460	1,844	7,059
<b><u>FIFTY-ONE CITIES AND TOWNS</u></b>												
BEDFORD	4,970	12	251	4,707	4,486	19	243	4,225	4,147	31	235	3,881
BEVERLY	15,102	963	803	13,336	14,746	1,018	779	12,950	13,598	890	752	11,956
BRAINTREE	15,221	2,925	678	11,617	13,974	2,901	657	10,416	12,222	2,449	630	9,143
BURLINGTON	8,361	67	469	7,825	7,720	83	450	7,187	7,113	70	427	6,616
CANTON	6,608	416	434	5,757	6,132	377	417	5,337	5,359	314	400	4,645
COHASSET	2,389	944	145	1,300	2,227	954	141	1,132	2,061	764	136	1,160
CONCORD	4,268	43	339	3,887	4,003	55	328	3,620	4,028	52	316	3,660
DANVERS	8,467	373	524	7,570	8,000	300	497	7,202	7,287	242	478	6,568
DEDHAM	8,322	1,738	478	6,105	8,098	1,801	450	5,847	7,363	1,466	434	5,463
DOVER	980	153	114	713	839	149	110	580	714	145	106	462
FRAMINGHAM	28,006	2,236	1,310	24,460	24,347	2,364	1,272	20,711	21,434	2,405	1,237	17,791
HAMILTON	1,034	77	168	789	1,001	79	163	759	833	19	157	656
HINGHAM	6,931	2,302	433	4,195	6,373	2,213	411	3,749	5,682	1,832	380	3,471
HOLBROOK	6,973	1,251	217	5,505	6,541	1,164	210	5,166	5,918	981	203	4,735
HULL	6,798	1,173	227	5,398	6,727	1,249	219	5,259	6,455	1,319	211	4,925
LEXINGTON	9,064	86	609	8,369	8,117	84	590	7,443	8,416	61	572	7,783
LINCOLN	2,011	22	160	1,829	1,885	52	155	1,678	2,017	8	151	1,859
LYNN	143,071	5,582	1,788	135,702	135,188	4,665	1,735	128,789	127,252	2,876	1,673	122,703
LYNNFIELD	4,892	63	232	4,596	3,716	61	226	3,430	3,275	112	218	2,945
MANCHESTER	342	8	107	227	333	12	104	217	296	8	100	188
MARBLEHEAD	6,479	1,989	409	4,082	5,966	1,815	395	3,756	6,053	1,987	382	3,684
MEDFIELD	7,711	170	249	7,292	7,080	164	240	6,676	6,474	147	232	6,095
MELROSE	13,086	2,251	531	10,304	12,723	1,963	514	10,246	12,285	1,579	500	10,206
MIDDLETON	2,288	67	187	2,034	2,108	65	177	1,866	1,677	61	168	1,449
NAHANT	985	32	72	880	920	27	70	822	845	24	68	754
NATICK	10,888	1,001	643	9,244	10,473	1,017	623	8,834	9,654	721	604	8,328
NEEDHAM	7,602	486	572	6,544	6,802	483	563	5,757	6,631	437	544	5,649
NORFOLK	4,967	282	211	4,473	4,836	261	203	4,372	4,517	235	195	4,087
NORWOOD	10,839	359	573	9,907	10,127	341	553	9,232	9,253	346	537	8,370
PEABODY	29,628	4,607	1,032	23,989	28,890	4,368	977	23,546	27,377	3,531	929	22,916
QUINCY	41,137	971	1,817	38,349	39,647	886	1,743	37,018	36,649	798	1,664	34,187
RANDOLPH	19,488	4,131	613	14,744	18,718	3,505	596	14,617	16,710	2,535	578	13,597
READING	12,529	116	466	11,946	11,533	103	453	10,978	10,511	50	441	10,020
SALEM	23,189	5,373	841	16,975	22,152	5,102	813	16,237	19,961	4,398	786	14,777
SAUGUS	9,253	2,581	542	6,130	8,927	2,323	519	6,085	8,119	1,752	495	5,872
SHARON	8,917	380	346	8,191	8,707	372	336	7,998	8,441	388	326	7,726
STONEHAM	8,495	1,677	435	6,383	8,152	1,659	422	6,070	7,404	1,283	411	5,711
SWAMPSCOTT	4,417	313	288	3,817	4,129	262	280	3,587	3,849	176	270	3,403
TOPSFIELD	2,033	59	124	1,850	1,890	33	121	1,736	1,467	32	117	1,318
WAKEFIELD	9,413	601	495	8,317	9,026	514	478	8,035	8,582	506	463	7,613
WALPOLE	10,182	665	465	9,051	9,097	602	437	8,059	7,907	577	421	6,910
WALTHAM	21,010	255	1,199	19,556	20,185	227	1,148	18,809	17,929	172	1,100	16,657
WELLESLEY	6,703	469	543	5,691	5,850	476	514	4,860	5,775	431	496	4,847
WENHAM	588	27	94	467	573	28	86	459	517	27	83	407
WESTON	2,869	32	233	2,603	2,411	17	225	2,170	2,802	15	218	2,570
WESTWOOD	4,257	240	280	3,737	3,717	239	272	3,207	3,425	223	264	2,939
WEYMOUTH	34,088	4,638	1,083	28,367	32,961	4,333	1,051	27,578	30,335	3,697	1,019	25,619
WILMINGTON	10,337	125	432	9,780	8,235	141	418	7,676	6,531	96	404	6,031
WINCHESTER	6,279	29	426	5,823	5,659	36	410	5,213	4,995	29	396	4,571
WINTHROP	10,756	926	344	9,486	10,491	903	339	9,250	9,881	739	336	8,806
WOBURN	13,935	3,078	748	10,109	13,161	2,960	726	9,475	12,124	2,355	706	9,063
<b><u>OTHER SERVED COMMUNITIES</u></b>												
ABINGTON	10,316	258	88	9,970	9,994	247	89	9,658	9,209	177	86	8,946
ACTON	6,289	103	108	6,077	5,175	99	105	4,972	4,417	129	101	4,187
AMESBURY	12,166	2,600	46	9,520	11,814	2,615	40	9,159	11,352	2,389	25	8,937
ANDOVER	9,963	2,779	95	7,088	9,122	2,405	96	6,621	7,905	1,906	80	5,919
ASHBURNHAM	1,009	29	24	956	977	28	24	925	781	25	23	734
ASHBY	574	7	15	552	560	6	13	542	431	8	12	411
ASHLAND	6,125	599	99	5,428	5,537	367	95	5,075	4,527	364	91	4,071
ATTEBORO	37,112	3,103	35	33,973	36,127	2,722	62	33,343	33,705	2,326	58	31,321
AUBURN	7,674	676	15	6,983	6,704	637	16	6,052	5,899	654	0	5,246
AYER	6,245	440	29	5,777	6,008	403	29	5,577	5,825	426	30	5,369
BELLINGHAM	10,717	634	100	9,983	10,142	575	97	9,471	9,643	497	93	9,053
BERKLEY	6,309	199	35	6,075	6,115	186	36	5,893	5,624	184	34	5,406
BILLERICA	24,345	3,893	67	20,386	22,386	3,144	63	19,178	20,353	2,536	52	17,765
BOURNE	8,003	1,821	0	6,182	7,646	1,715	0	5,931	6,799	1,507	0	5,291
BOXBOROUGH	1,745	42	32	1,671	1,714	27	31	1,655	1,634	64	30	1,540
BOXFORD	2,350	90	50	2,210	2,277	90	45	2,141	2,123	26	49	2,049
BRIDGEWATER	4,718	289	144	4,285	4,628	298	142	4,188	3,886	297	133	3,456
BROCKTON	150,467	4,975	0	145,492	145,026	4,717	0	140,309	134,371	4,373	0	129,999
CARLISLE	1,358	40	31	1,287	1,244	27	30	1,186	1,126	4	29	1,093
CARVER	12,206	281	23	11,902	11,852	272	47	11,533	11,023	240	46	10,738
CHELMSFORD	15,670	1,633	21	14,016	14,493	1,334	19	13,141	13,126	1,084	12	1

Municipality	FY2008				FY2007				FY2006			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	21,250	646	158	20,446	20,079	530	151	19,397	18,619	496	145	17,978
DUXBURY	4,914	155	93	4,666	4,450	183	90	4,177	3,945	179	87	3,680
EAST BRIDGEWATER	12,423	168	59	12,196	12,013	122	60	11,831	11,048	116	59	10,874
EASTON	12,003	573	146	11,283	11,236	543	141	10,551	10,342	542	136	9,665
ESSEX	345	32	20	293	341	34	19	289	314	29	18	267
FITCHBURG	53,172	4,205	0	48,966	51,896	3,907	0	47,789	47,856	3,788	0	44,069
FOXBOROUGH	10,171	1,676	104	8,391	9,927	1,640	100	8,186	8,524	1,570	97	6,858
FRANKLIN	31,000	3,751	196	27,052	29,942	5,051	185	24,706	27,086	4,513	178	22,395
FREETOWN	3,009	176	57	2,776	2,726	167	55	2,504	2,099	180	52	1,866
GEORGETOWN	5,811	376	46	5,389	5,494	317	47	5,130	4,604	268	34	4,303
GLOUCESTER	11,673	3,329	0	8,344	11,330	3,355	0	7,976	10,750	2,842	0	7,908
GRAFTON	9,859	154	101	9,604	8,653	178	95	8,380	7,593	187	87	7,319
GROTON	1,126	27	47	1,051	1,116	27	45	1,044	908	26	42	840
GROVELAND	1,075	158	41	876	1,030	98	34	897	777	68	37	672
HALIFAX	3,796	82	50	3,665	3,651	65	48	3,538	3,426	93	46	3,287
HANOVER	8,776	397	90	8,289	8,284	353	85	7,846	7,434	302	81	7,052
HANSON	1,647	59	63	1,525	1,592	58	61	1,473	1,386	61	58	1,266
HARVARD	3,928	646	32	3,250	3,725	683	31	3,011	3,401	567	30	2,804
HAVERRHILL	49,197	4,130	46	45,020	47,027	3,497	9	43,520	44,061	2,902	5	41,153
HOLDEN	2,399	74	70	2,256	2,321	69	63	2,189	1,897	72	28	1,797
HOLLISTON	9,361	503	88	8,770	9,114	403	85	8,625	8,480	252	83	8,145
HOPKINTON	7,070	343	90	6,637	6,894	321	86	6,486	6,057	266	83	5,708
IPSWICH	5,650	263	80	5,307	5,217	264	78	4,875	4,816	228	75	4,513
KINGSTON	4,933	200	52	4,681	4,798	163	56	4,580	4,535	152	57	4,326
LAKEVILLE	3,527	102	58	3,366	3,423	98	57	3,268	3,061	101	54	2,906
LANCASTER	1,195	91	24	1,080	1,167	36	22	1,109	1,017	35	20	962
LAWRENCE	156,663	16,412	0	140,251	150,829	15,372	15	135,442	140,219	13,480	44	126,695
LEICESTER	12,088	410	4	11,674	11,847	333	1	11,513	10,595	281	5	10,309
LEOMINSTER	44,367	2,478	0	41,889	42,291	2,238	0	40,053	39,615	2,299	0	37,316
LITTLETON	3,570	875	42	2,653	3,139	871	40	2,228	2,615	716	38	1,860
LOWELL	155,712	12,837	0	142,875	150,572	12,624	0	137,948	140,719	9,738	0	130,981
LUNENBURG	6,296	643	39	5,614	5,913	784	38	5,092	5,371	655	36	4,679
MANSFIELD	18,601	1,652	91	16,858	17,265	1,788	100	15,377	14,317	1,701	104	12,511
MARLBOROUGH	17,404	2,120	182	15,102	15,420	1,747	182	13,491	13,096	1,056	180	11,860
MARSHFIELD	17,361	553	158	16,650	16,838	591	152	16,095	14,908	641	146	14,121
MAYNARD	5,125	270	65	4,790	4,633	147	63	4,423	4,321	129	61	4,131
MEDWAY	10,108	373	66	9,670	9,326	383	79	8,864	7,804	356	76	7,371
MERRIMAC	979	121	3	855	953	107	0	846	804	79	0	725
METHUEN	43,944	1,240	0	42,705	40,812	1,195	0	39,617	36,688	943	0	35,745
MIDDLEBOROUGH	20,297	321	60	19,916	19,930	373	95	19,462	18,132	325	94	17,713
MILLBURY	9,167	424	55	8,688	8,894	399	54	8,440	7,902	321	36	7,546
MILLIS	4,368	929	42	3,397	3,656	913	42	2,701	3,322	695	42	2,585
NEWBURY	844	114	44	686	805	137	42	626	605	131	41	434
NEWBURYPORT	8,530	2,154	7	6,369	8,366	2,018	0	6,348	7,850	1,965	0	5,885
NORTH ANDOVER	8,248	2,090	93	6,065	7,676	2,022	106	5,548	6,810	1,501	100	5,208
NORTH ATTLEBOROUGH	24,359	2,882	59	21,419	23,412	2,843	88	20,482	21,926	2,565	85	19,276
NORTH READING	7,835	70	89	7,676	7,392	79	86	7,227	6,065	28	83	5,954
NORTHBOROUGH	4,836	266	74	4,496	4,473	219	63	4,191	3,975	179	61	3,735
NORTHBIDGE	17,522	583	90	16,849	16,753	761	85	15,908	15,854	529	81	15,244
NORTON	15,952	2,105	72	13,774	15,632	1,866	73	13,693	14,711	1,512	79	13,120
NORWELL	3,958	1,051	66	2,841	3,659	1,029	64	2,566	3,248	828	61	2,360
PAXTON	714	52	29	633	689	47	28	614	670	33	27	611
PEMBROKE	13,803	291	112	13,400	12,306	235	105	11,967	10,305	194	99	10,012
PLYMOUTH	26,902	3,811	244	22,847	25,710	3,522	258	21,930	22,408	2,785	251	19,372
PLYMPTON	874	52	18	804	835	53	17	766	757	38	16	703
PRINCETON	531	10	20	501	502	10	20	473	500	10	19	471
RAYNHAM	2,076	251	67	1,759	2,051	227	74	1,750	1,909	208	70	1,631
REHOBOTH	1,426	244	58	1,124	1,454	270	57	1,128	1,237	285	54	898
ROCHESTER	2,125	58	14	2,053	1,980	57	32	1,891	1,812	57	30	1,725
ROCKLAND	13,574	1,932	113	11,528	13,116	1,662	110	11,344	12,166	1,270	106	10,790
ROCKPORT	2,572	628	0	1,944	2,368	704	0	1,664	2,083	633	0	1,450
ROWLEY	812	94	37	681	784	97	35	653	655	121	33	500
SALISBURY	1,143	159	43	940	1,081	160	43	877	818	157	8	653
SCITUATE	7,332	373	115	6,844	6,734	369	112	6,253	6,391	307	107	5,976
SEEKONK	5,948	286	17	5,645	5,289	285	37	4,967	4,433	256	51	4,127
SHERBORN	787	37	27	723	703	37	26	640	631	42	25	564
SHIRLEY	6,546	1,077	34	5,435	6,458	1,091	32	5,335	6,038	881	29	5,128
SHREWSBURY	21,694	1,009	142	20,543	19,935	751	132	19,052	17,285	728	113	16,445
SOUTHBOROUGH	3,485	208	57	3,220	3,370	170	55	3,146	3,152	121	53	2,977
STERLING	962	29	38	895	920	31	35	855	755	30	32	693
STOUGHTON	15,940	2,473	72	13,396	14,305	2,319	72	11,913	12,652	1,871	73	10,708
STOW	556	42	39	474	544	42	38	465	454	39	36	379
SUDBURY	6,037	57	108	5,872	5,625	88	105	5,432	5,655	131	102	5,422
SUTTON	6,841	186	41	6,614	6,563	229	40	6,295	6,019	149	28	5,842
TAUNTON	55,917	1,319	92	54,505	54,018	1,159	109	52,750	51,051	1,070	108	49,873
TEWKSBURY	17,031	569	0	16,462	16,521	446	0	16,075	15,468	516	0	14,952
TOWNSEND	1,860	20	48	1,792	1,789	21	46	1,723	1,410	18	44	1,348
TYNGSBOROUGH	8,750	209	49	8,493	8,505	130	60	8,314	7,899	143	57	7,699
UPTON	777	17	41	719	732	16	38	677	660	15	36	609
WAREHAM	14,965	1,701	45	13,218	14,526	1,426	64	13,036	13,626	1,131	68	12,426
WAYLAND	4,453	93	83	4,277	4,111	136	80	3,895	4,202	59	78	4,066
WEST BOYLSTON	4,568	249	10	4,309	4,401	167	11	4,223	4,033	116	13	3,903
WEST BRIDGEWATER	3,791	626	33	3,132	3,436	588	33	2,814	2,966	527	32	2,407
WEST NEWBURY	464	69	26	370	455	95	25	334	351	37	25	289
WESTBOROUGH	5,678	201	98	5,379	4,916	169	105	4,641	4,211	140	103	3,969
WESTFORD	17,050	258	105	16,687	15,950	211	118	15,622	13,954	218	112	13,625
WESTMINSTER	1,045	42	24	979	1,004	40	22	941	857	39	20	797
WHITMAN	2,931	80	82	2,769	2,869	75	80	2,715	2,463	72	76	2,314
WORCESTER	237,298	23,628	0	213,670	228,562	20,244	0	208,318	213,528	18,402	0	195,126
WRENTHAM	5099,996	347,545	70,461	4681,99	4964,946	306,46	67,98	4590,506	4,878	320	65	4,494

Municipality	FY2005				FY2004				FY2003			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b><u>FOURTEEN CITIES AND TOWNS</u></b>												
ARLINGTON	15,390	225	2,458	12,707	15,275	205	2,581	12,489	18,119	27	2,687	15,405
BELMONT	7,373	120	1,351	5,902	7,289	86	1,370	5,833	8,263	31	1,379	6,854
BOSTON	531,602	51,801	65,075	414,726	513,213	45,062	64,591	403,560	558,968	1,580	63,926	493,462
BROOKLINE	17,094	817	4,446	11,831	17,090	788	4,665	11,636	19,832	573	4,869	14,390
CAMBRIDGE	40,753	5,628	7,418	27,707	38,644	4,643	7,266	26,735	43,222	133	7,121	35,968
CHELSEA	59,462	1,441	1,896	56,166	58,253	937	1,775	55,541	61,618	254	1,682	59,682
EVERETT	31,140	4,034	2,110	24,996	27,530	3,265	2,129	22,137	29,471	1,046	2,130	26,296
MALDEN	52,007	5,070	3,170	43,766	48,513	4,455	3,223	40,834	50,156	47	3,259	46,849
MEDFORD	28,350	4,755	3,207	20,388	27,823	4,090	3,369	20,363	32,681	1,352	3,494	27,835
MILTON	7,284	1,378	1,454	4,452	7,257	1,233	1,462	4,562	8,660	1,095	1,465	6,100
NEWTON	20,688	290	4,743	15,655	20,296	189	4,819	15,288	23,588	65	4,885	18,638
REVERE	36,152	2,391	2,740	31,021	36,013	1,878	2,831	31,304	37,490	1,256	2,924	33,310
SOMERVILLE	51,460	4,557	4,397	42,505	51,370	5,051	4,535	41,784	61,290	77	4,636	56,577
WATERTOWN	10,966	1,196	1,895	7,875	10,979	1,126	1,967	7,886	12,934	928	2,029	9,978
<b><u>FIFTY-ONE CITIES AND TOWNS</u></b>												
BEDFORD	4,495	35	258	4,202	4,338	38	281	4,019	5,172	8	303	4,861
BEVERLY	14,795	844	786	13,165	14,727	778	821	13,129	17,181	83	860	16,238
BRAINTREE	11,700	2,060	707	8,933	11,564	1,731	784	9,049	14,010	1,549	861	11,601
BURLINGTON	6,913	43	488	6,382	6,883	51	551	6,282	8,362	13	613	7,736
CANTON	5,447	320	424	4,703	5,401	293	446	4,663	6,522	225	475	5,823
COHASSET	2,421	636	141	1,644	2,394	647	146	1,601	2,831	479	151	2,201
CONCORD	3,390	28	326	3,035	3,272	58	337	2,877	4,094	11	347	3,736
DANVERS	7,694	244	505	6,945	7,669	206	536	6,927	9,183	62	569	8,553
DEDHAM	6,956	1,127	496	5,333	6,949	972	560	5,417	8,428	922	622	6,884
DOVER	1,387	135	108	1,144	1,375	132	110	1,133	728	130	113	486
FRAMINGHAM	23,956	2,737	1,303	19,916	22,789	2,150	1,368	19,251	27,127	45	1,428	25,654
HAMILTON	725	17	161	547	693	35	165	493	790	4	170	616
HINGHAM	7,686	1,521	406	5,759	7,465	1,213	432	5,819	8,691	996	463	7,231
HOLBROOK	5,664	781	225	4,658	5,610	746	248	4,616	6,300	636	271	5,392
HULL	6,315	1,576	223	4,516	6,157	1,612	233	4,312	7,551	54	247	7,251
LEXINGTON	8,059	51	623	7,385	7,895	46	675	7,173	9,626	21	729	8,876
LINCOLN	2,433	7	162	2,264	2,302	7	172	2,122	2,722	5	184	2,533
LYNN	130,260	2,131	1,788	126,341	126,771	1,430	1,909	123,431	134,042	173	2,033	131,836
LYNNFIELD	3,039	94	232	2,713	2,988	588	246	2,154	3,697	502	261	2,934
MANCHESTER	266	8	105	153	266	8	111	147	303	4	118	182
MARBLEHEAD	4,848	1,934	419	2,495	4,066	1,336	457	2,273	4,703	40	495	4,168
MEDFIELD	6,405	146	237	6,022	6,023	146	241	5,636	5,800	142	247	5,411
MELROSE	12,379	1,450	578	10,352	11,968	1,085	658	10,226	14,296	21	734	13,542
MIDDLETON	1,672	55	156	1,461	1,650	79	137	1,433	1,989	43	134	1,812
NAHANT	796	38	85	673	794	39	103	652	981	7	121	853
NATICK	10,391	462	651	9,277	10,086	141	700	9,245	11,997	65	750	11,182
NEEDHAM	6,631	384	581	5,665	7,038	390	618	6,029	8,433	387	658	7,388
NORFOLK	4,908	307	202	4,400	4,802	238	208	4,355	4,861	88	214	4,559
NORWOOD	8,738	350	596	7,792	8,717	440	654	7,623	10,567	237	714	9,615
PEABODY	24,503	2,975	963	20,565	23,681	2,451	989	20,242	26,039	1,712	1,034	23,294
QUINCY	36,244	693	2,068	33,482	36,088	672	2,470	32,947	43,288	559	2,884	39,845
RANDOLPH	16,863	1,944	651	14,268	16,697	1,572	726	14,400	18,843	1,031	799	17,013
READING	11,701	42	477	11,183	11,636	55	515	11,066	12,464	13	551	11,901
SALEM	24,117	3,037	843	20,237	23,257	2,032	884	20,341	25,129	1,179	949	23,001
SAUGUS	8,422	1,425	570	6,427	8,347	1,209	646	6,491	9,161	919	726	7,515
SHARON	9,226	462	351	8,413	8,774	337	376	8,062	9,409	185	401	8,823
STONEHAM	8,884	1,094	439	7,351	8,820	832	468	7,521	9,755	453	494	8,807
SWAMPSCOTT	3,567	124	312	3,131	3,538	151	356	3,031	4,254	24	400	3,830
TOPSFIELD	1,863	28	122	1,713	1,836	42	127	1,667	2,146	3	133	2,010
WAKEFIELD	9,232	493	508	8,231	9,073	416	555	8,101	10,693	22	602	10,070
WALPOLE	7,757	648	459	6,650	7,593	528	484	6,581	9,267	216	513	8,538
WALTHAM	16,931	184	1,180	15,566	16,907	174	1,267	15,465	20,552	56	1,348	19,148
WELLESLEY	5,690	520	516	4,654	6,218	473	537	5,208	7,410	413	557	6,440
WENHAM	474	25	84	365	469	24	86	360	546	23	87	436
WESTON	3,808	35	219	3,554	3,686	16	219	3,450	4,339	9	222	4,107
WESTWOOD	3,380	234	280	2,865	3,435	218	297	2,920	4,262	211	314	3,737
WEYMOUTH	28,974	2,962	1,137	24,875	28,724	2,491	1,251	24,982	31,148	1,966	1,372	27,810
WILMINGTON	8,300	81	407	7,811	8,256	82	411	7,763	9,696	46	417	9,233
WINCHESTER	5,717	42	424	5,251	5,688	60	454	5,174	6,771	29	487	6,255
WINTHROP	10,490	704	378	9,408	10,209	535	419	9,255	11,394	475	457	10,462
WOBURN	11,528	1,869	763	8,897	11,435	1,453	812	9,170	13,873	1,136	871	11,866
<b><u>OTHER SERVED COMMUNITIES</u></b>												
ABINGTON	8,830	137	66	8,626	8,060	79	47	7,934	8,830	62	30	8,738
ACTON	5,143	115	76	4,952	5,095	105	51	4,939	4,432	70	28	4,334
AMESBURY	12,624	2,292	7	10,325	12,585	2,262	0	10,323	13,771	559	0	13,213
ANDOVER	9,236	1,566	44	7,627	9,199	1,400	0	7,799	11,110	1,306	0	9,805
ASHBURNHAM	669	24	15	630	653	24	6	623	760	22	1	738
ASHBY	382	7	9	366	373	8	10	355	438	1	5	431
ASHLAND	4,885	143	139	4,602	4,812	123	186	4,503	5,394	31	236	5,127
ATTLEBORO	36,762	2,050	8	34,704	35,721	1,766	0	33,955	35,472	587	0	34,885
AUBURN	5,555	747	6	4,802	5,462	623	0	4,839	6,696	149	0	6,547
AYER	5,725	413	21	5,290	5,735	445	12	5,278	5,441	33	5	5,403
BELLINGHAM	11,766	538	73	11,154	11,464	481	54	10,929	13,361	148	36	13,177
BERKLEY	6,909	207	26	6,676	6,720	174	17	6,529	6,793	85	10	6,697
BILLERICA	19,662	2,219	8	17,435	19,447	1,587	0	17,860	23,199	1,038	0	22,161
BOURNE	8,021	1,326	0	6,695	7,845	1,211	0	6,634	7,641	1,033	0	6,608
BOXBOROUGH	1,918	46	23	1,849	1,910	44	17	1,849	2,109	33	11	2,065
BOXFORD	2,374	15	38	2,320	2,339	15	28	2,296	2,870	3	19	2,849
BRIDGEWATER	4,299	279	105	3,915	4,267	270	73	3,924	4,858	258	42	4,559
BROCKTON	131,806	3,573	0	128,233	131,415	3,271	0	128,144	142,731	1,956	0	140,775
CARLISLE	1,734	25	23	1,687	1,649	4	17	1,628	1,899	3	11	1,885
CARVER	11,755	197	32	11,526	11,322	225	18	11,079	11,850	95	5	11,749
CHELMSFORD	12,809	1,138	0	11,671	12,721	1,245	0	11,476	15,684	247	0	15,437

Municipality	FY2005				FY2004				FY2003			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	19,787	466	111	19,210	19,194	302	77	18,815	19,936	56	44	19,836
DUXBURY	3,789	171	129	3,488	3,743	162	172	3,409	4,706	126	216	4,364
EAST BRIDGEWATER	11,215	105	47	11,063	11,191	96	32	11,063	11,325	74	17	11,234
EASTON	11,036	555	106	10,374	10,804	476	79	10,250	10,930	316	52	10,562
ESSEX	281	7	14	260	273	7	10	256	310	4	6	301
FITCHBURG	49,599	3,653	0	45,946	49,059	3,095	0	45,964	50,471	551	0	49,921
FOXBOROUGH	7,907	1,381	77	6,448	7,668	1,344	57	6,267	8,977	151	38	8,787
FRANKLIN	26,817	3,954	141	22,723	25,322	3,219	104	21,998	24,953	855	70	24,028
FREETOWN	1,931	164	41	1,726	1,883	144	30	1,710	2,327	124	20	2,183
GEORGETOWN	5,616	208	24	5,384	5,571	199	26	5,346	5,399	43	17	5,339
GLOUCESTER	11,714	2,557	0	9,157	11,729	2,356	0	9,373	13,539	1,267	0	12,273
GRAFTON	7,483	203	70	7,210	7,381	197	49	7,136	7,229	31	28	7,170
GROTON	765	24	29	712	693	23	16	653	817	20	5	792
GROVELAND	866	56	29	781	842	54	21	766	1,040	26	14	1,000
HALIFAX	3,459	64	36	3,359	3,409	48	26	3,334	3,817	38	18	3,761
HANOVER	6,789	216	121	6,452	6,541	108	161	6,272	6,958	78	203	6,676
HANSON	1,314	58	46	1,209	1,306	54	34	1,219	1,446	47	22	1,377
HARVARD	3,286	443	22	2,821	3,242	360	9	2,873	4,495	182	5	4,308
HAVERHILL	46,321	2,615	0	43,705	45,798	1,549	0	44,249	50,042	421	0	49,621
HOLDEN	1,981	101	10	1,870	2,060	98	0	1,963	2,354	92	0	2,262
HOLLISTON	10,069	147	66	9,857	9,964	100	49	9,816	11,125	52	32	11,040
HOPKINTON	8,813	170	65	8,577	8,287	172	47	8,068	8,474	51	31	8,391
IPSWICH	6,442	210	58	6,175	6,225	283	42	5,900	6,876	97	27	6,752
KINGSTON	5,842	140	38	5,664	5,777	114	27	5,636	5,894	84	13	5,797
LAKEVILLE	3,361	90	41	3,230	2,964	118	27	2,819	3,302	74	16	3,212
LANCASTER	894	32	17	845	861	33	15	813	1,030	21	9	1,000
LAWRENCE	142,251	12,085	0	130,166	138,303	11,086	0	127,217	141,930	1,717	0	140,213
LEICESTER	11,216	307	0	10,909	11,002	198	0	10,804	11,957	69	0	11,888
LEOMINSTER	39,005	2,321	0	36,684	37,318	2,357	0	34,961	37,572	545	0	37,027
LITTLETON	3,929	768	28	3,134	3,728	522	14	3,192	2,896	43	6	2,848
LOWELL	153,068	8,476	0	144,592	146,530	6,680	0	139,849	156,088	828	0	155,261
LUNENBURG	5,233	751	24	4,458	5,069	682	13	4,374	4,957	61	3	4,893
MANSFIELD	15,147	1,564	68	13,516	14,410	1,345	49	13,015	15,163	356	32	14,775
MARLBOROUGH	13,572	397	133	13,042	13,512	450	82	12,980	15,506	88	44	15,373
MARSHFIELD	15,726	547	219	14,960	15,546	408	291	14,847	16,256	137	364	15,755
MAYNARD	5,550	112	49	5,389	5,451	64	37	5,350	5,066	13	25	5,029
MEDWAY	8,065	426	60	7,579	8,050	365	44	7,641	8,118	102	29	7,986
MERRIMAC	1,151	76	0	1,075	1,114	56	0	1,058	1,234	29	0	1,205
METHUEN	39,377	897	0	38,481	36,367	905	0	35,463	36,924	332	0	36,592
MIDDLEBOROUGH	19,117	202	65	18,851	19,074	287	42	18,744	18,472	145	24	18,303
MILLBURY	7,555	319	21	7,216	7,316	338	5	6,973	7,427	94	0	7,333
MILLIS	3,809	668	68	3,074	3,759	594	99	3,065	4,223	320	139	3,765
NEWBURY	1,388	123	32	1,232	1,349	111	24	1,214	1,442	101	16	1,326
NEWBURYPORT	7,702	2,061	0	5,641	7,483	1,666	0	5,817	7,093	124	0	6,968
NORTH ANDOVER	8,354	1,282	67	7,004	8,203	1,013	34	7,156	9,773	741	4	9,029
NORTH ATTLEBOROUGH	22,337	2,330	49	19,958	21,818	1,910	17	19,891	21,657	961	0	20,696
NORTH READING	5,891	14	127	5,750	5,727	30	171	5,526	6,095	9	126	5,869
NORTHBOROUGH	4,361	133	45	4,184	4,310	120	30	4,160	5,200	88	21	5,100
NORTHBRIIDGE	16,683	574	63	16,045	15,974	530	47	15,398	16,105	43	31	16,031
NORTON	15,289	1,304	50	13,935	14,639	899	32	13,708	14,696	244	21	14,431
NORWELL	4,119	685	93	3,341	4,108	679	126	3,303	3,814	560	160	3,094
PAXTON	574	31	21	521	551	34	15	501	583	38	10	536
PEMBROKE	9,882	200	149	9,533	9,718	125	196	9,397	12,081	90	257	11,734
PLYMOUTH	24,548	2,565	179	21,804	23,815	1,866	117	21,832	29,047	382	65	28,600
PLYMPTON	704	36	13	655	700	39	9	651	885	24	6	856
PRINCETON	808	9	16	783	754	9	11	734	851	8	7	836
RAYNHAM	1,785	204	53	1,527	1,769	209	37	1,523	1,763	178	24	1,561
REHOBOTH	1,005	258	39	708	930	259	25	646	1,104	239	14	851
ROCHESTER	2,199	52	23	2,123	2,086	50	16	2,019	2,102	48	11	2,043
ROCKLAND	11,730	983	157	10,590	11,555	645	208	10,702	13,296	525	260	12,512
ROCKPORT	3,056	512	0	2,544	3,020	448	0	2,573	3,142	200	0	2,942
ROWLEY	930	72	26	832	892	59	19	814	1,055	49	13	993
SALISBURY	651	184	0	467	643	150	28	465	756	62	18	676
SCITUATE	5,715	361	161	5,193	5,600	299	216	5,085	6,916	116	271	6,529
SEEKONK	5,200	250	31	4,919	5,199	256	27	4,917	6,282	237	11	6,034
SHERBORN	831	35	40	756	819	35	54	730	954	30	69	854
SHIRLEY	5,778	768	15	4,994	5,685	777	7	4,901	5,905	17	0	5,888
SHREWSBURY	18,622	603	91	17,928	16,746	392	42	16,312	12,680	184	0	12,496
SOUTHBOROUGH	3,962	65	40	3,857	3,952	73	29	3,850	3,882	57	19	3,806
STERLING	651	30	23	599	645	29	11	605	752	28	4	721
STOUGHTON	12,243	1,524	43	10,675	12,089	1,225	17	10,847	13,656	961	0	12,695
STOW	395	36	29	331	392	35	21	335	457	30	14	413
SUDBURY	8,081	25	150	7,907	8,340	20	198	8,122	8,529	11	247	8,270
SUTTON	6,933	171	26	6,736	6,643	132	8	6,504	6,946	38	0	6,908
TAUNTON	51,540	904	39	50,596	51,154	896	0	50,258	49,911	792	0	49,119
TEWKSBURY	15,760	432	0	15,328	15,188	399	0	14,789	16,154	254	0	15,900
TOWNSEND	1,197	17	33	1,146	1,142	18	22	1,102	1,326	13	11	1,302
TYNGSBOROUGH	8,125	128	43	7,954	7,723	82	29	7,611	8,452	14	17	8,422
UPTON	566	15	28	523	523	15	20	488	612	13	13	586
WAREHAM	14,405	942	35	13,427	14,283	769	18	13,496	15,524	622	2	14,900
WAYLAND	4,252	32	120	4,100	4,170	12	162	3,996	5,022	13	205	4,804
WEST BOYLSTON	4,464	104	9	4,352	4,426	114	0	4,312	4,310	28	0	4,282
WEST BRIDGEWATER	2,684	445	25	2,215	2,666	366	19	2,281	3,220	302	11	2,907
WEST NEWBURY	312	40	20	252	307	30	15	263	350	1	10	339
WESTBOROUGH	4,517	127	79	4,310	4,477	153	55	4,269	5,446	103	34	5,308
WESTFORD	16,407	207	86	16,115	14,537	178	60	14,298	16,274	72	36	16,167
WESTMINSTER	724	39	12	674	680	39	2	639	795	35	0	760
WHITMAN	2,194	71	59	2,063	2,151	63	41	2,047	2,442	52	27	2,363
WORCESTER	219,416	16,235	0	203,181	213,862	14,618	0	199,244	220,381	2,042	0	218,339
WRENTHAM	5,135	327	51	4,756	4977.804	287.688	37.254	4652.862	5,044	111	25	4,908

Municipality	FY2002				FY2001				FY2000			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b><u>FOURTEEN CITIES AND TOWNS</u></b>												
ARLINGTON	18,617	28	2,824	15,765	18,170	38	2,883	15,249	16,969	112	2,825	14,032
BELMONT	8,346	30	1,394	6,922	8,097	41	1,388	6,668	7,234	110	1,422	5,702
BOSTON	569,975	1,549	63,056	505,369	550,204	1,517	62,238	486,450	532,599	1,675	61,978	468,947
BROOKLINE	19,727	557	5,055	14,115	18,954	486	5,251	13,217	15,162	475	5,074	9,613
CAMBRIDGE	43,956	128	6,909	36,920	45,566	114	6,785	38,668	44,010	310	6,781	36,919
CHELSEA	62,144	251	1,515	60,378	58,138	262	1,484	56,392	55,371	282	1,470	53,619
EVERETT	29,875	951	2,111	26,813	31,659	840	2,119	28,700	23,855	793	2,137	20,925
MALDEN	48,818	44	3,278	45,496	46,526	39	3,314	43,174	42,949	116	3,375	39,458
MEDFORD	33,435	1,194	3,645	28,597	28,948	1,108	3,726	24,114	27,528	1,173	3,872	22,483
MILTON	8,597	941	1,475	6,180	8,384	864	1,461	6,059	7,594	825	1,448	5,321
NEWTON	23,671	61	4,949	18,662	23,290	72	4,989	18,229	19,030	334	4,955	13,741
REVERE	38,068	1,008	2,976	34,084	36,525	935	3,096	32,494	34,890	919	3,123	30,849
SOMERVILLE	61,818	69	4,732	57,016	62,275	67	4,813	57,395	59,927	141	4,860	54,926
WATERTOWN	13,317	765	2,098	10,454	13,153	646	2,140	10,366	12,405	688	2,094	9,622
<b><u>FIFTY-ONE CITIES AND TOWNS</u></b>												
BEDFORD	5,232	8	333	4,890	4,388	13	348	4,027	3,813	53	340	3,420
BEVERLY	16,814	75	903	15,836	16,319	159	934	15,226	15,088	63	951	14,073
BRAINTREE	14,116	1,314	947	11,855	13,371	1,205	1,011	11,156	12,391	1,134	1,043	10,214
BURLINGTON	8,349	14	682	7,653	7,890	13	735	7,141	7,171	72	736	6,363
CANTON	6,637	197	508	5,933	5,869	208	531	5,130	5,238	204	526	4,509
COHASSET	2,858	436	157	2,265	2,782	408	161	2,213	2,478	385	162	1,931
CONCORD	4,283	11	363	3,909	4,695	11	365	4,320	3,984	67	373	3,544
DANVERS	9,152	58	607	8,487	8,714	122	632	7,960	7,885	54	616	7,216
DEDHAM	8,602	788	688	7,125	8,114	695	742	6,677	7,446	652	744	6,051
DOVER	735	112	117	506	697	112	119	466	598	111	120	367
FRAMINGHAM	27,795	44	1,492	26,260	26,014	42	1,541	24,431	22,727	159	1,593	20,976
HAMILTON	830	4	173	653	820	23	179	619	771	4	181	586
HINGHAM	8,740	821	500	7,419	6,502	780	523	5,199	5,753	785	522	4,446
HOLBROOK	6,335	442	298	5,595	6,209	370	317	5,522	5,965	351	323	5,291
HULL	7,696	52	260	7,384	7,573	43	272	7,257	7,157	44	264	6,849
LEXINGTON	10,467	25	786	9,656	9,933	24	835	9,073	8,505	124	853	7,528
LINCOLN	2,844	5	196	2,643	2,842	5	205	2,632	2,648	27	209	2,412
LYNN	131,849	158	2,140	129,550	118,597	254	2,272	116,071	112,544	173	2,317	110,053
LYNNFIELD	3,761	422	278	3,062	3,686	456	291	2,940	3,166	433	291	2,441
MANCHESTER	334	4	126	204	326	30	131	166	973	4	134	836
MARBLEHEAD	4,689	17	536	4,136	4,465	93	570	3,802	3,768	18	571	3,178
MEDFIELD	5,748	124	253	5,371	5,357	127	258	4,972	4,744	125	258	4,361
MELROSE	14,474	19	815	13,641	13,309	23	883	12,403	12,367	78	902	11,388
MIDDLETON	1,960	5	126	1,829	1,936	20	126	1,790	1,771	3	125	1,643
NAHANT	997	6	140	851	965	16	156	793	866	6	157	704
NATICK	12,199	59	803	11,336	11,036	62	846	10,128	10,135	131	846	9,158
NEEDHAM	8,481	356	698	7,427	8,110	347	734	7,029	7,010	327	726	5,957
NORFOLK	4,881	76	224	4,581	4,547	79	226	4,241	4,246	78	235	3,933
NORWOOD	10,830	216	780	9,833	10,536	226	832	9,478	9,707	222	857	8,629
PEABODY	25,183	1,322	1,092	22,769	24,431	1,279	1,120	22,032	22,887	1,074	1,124	20,690
QUINCY	43,923	517	3,304	40,102	42,766	517	3,703	38,547	39,856	497	3,639	35,720
RANDOLPH	19,017	810	877	17,330	18,291	732	944	16,614	16,292	669	943	14,680
READING	11,999	12	590	11,397	11,824	20	621	11,183	10,805	57	638	10,111
SALEM	25,235	995	1,013	23,227	24,680	932	1,076	22,672	22,534	815	1,049	20,670
SAUGUS	9,357	791	814	7,752	9,155	767	884	7,504	8,357	664	908	6,786
SHARON	8,699	161	428	8,110	8,500	159	450	7,890	7,054	157	449	6,449
STONEHAM	9,522	363	525	8,634	8,084	347	545	7,192	7,468	365	549	6,554
SWAMPSCOTT	4,332	21	444	3,867	4,067	58	486	3,523	3,550	20	483	3,047
TOPSFIELD	1,625	3	140	1,481	1,527	20	145	1,363	1,357	3	143	1,211
WAKEFIELD	10,922	22	653	10,247	9,953	25	692	9,236	8,580	74	721	7,784
WALPOLE	9,246	191	547	8,508	8,940	199	569	8,171	8,223	194	581	7,447
WALTHAM	21,146	53	1,438	19,655	21,056	68	1,505	19,483	19,554	176	1,486	17,893
WELLESLEY	7,553	399	582	6,573	7,224	386	595	6,244	6,276	383	589	5,304
WENHAM	565	2	90	473	559	13	89	456	534	2	91	441
WESTON	4,420	10	224	4,187	3,725	11	226	3,488	2,709	63	234	2,412
WESTWOOD	4,285	189	330	3,766	3,915	175	347	3,393	3,134	181	352	2,601
WEYMOUTH	31,433	1,662	1,506	28,265	30,608	1,573	1,611	27,424	28,886	1,460	1,622	25,804
WILMINGTON	9,818	41	425	9,352	7,125	61	427	6,637	6,362	110	430	5,821
WINCHESTER	6,854	29	523	6,302	5,429	26	551	4,852	4,802	82	577	4,142
WINTHROP	11,595	393	495	10,707	10,585	340	533	9,713	10,002	321	544	9,138
WOBURN	14,275	895	937	12,444	13,587	779	985	11,823	12,393	806	980	10,607
<b><u>OTHER SERVED COMMUNITIES</u></b>												
ABINGTON	8,903	59	15	8,828	8,623	62	0	8,561	8,055	58	0	7,998
ACTON	4,335	65	5	4,266	4,213	30	0	4,183	3,643	74	0	3,569
AMESBURY	13,844	433	0	13,411	13,692	397	0	13,295	13,041	393	0	12,648
ANDOVER	11,331	1,081	0	10,250	10,671	1,120	0	9,552	9,474	950	0	8,524
ASHBURNHAM	791	20	0	770	802	17	0	785	767	17	0	750
ASHBY	461	2	3	456	497	1	0	495	455	5	0	451
ASHLAND	5,319	28	285	5,006	4,971	29	335	4,608	4,497	52	339	4,105
ATTLEBORO	33,920	572	0	33,348	32,943	546	0	32,397	31,242	535	0	30,707
AUBURN	6,719	143	0	6,575	6,167	98	0	6,069	5,613	87	0	5,526
AYER	5,471	30	0	5,441	5,368	34	0	5,334	5,056	42	0	5,014
BELLINGHAM	12,909	130	20	12,760	10,395	132	0	10,263	9,781	120	0	9,661
BERKLEY	6,274	83	4	6,186	6,033	74	0	5,959	4,828	69	0	4,760
BILLERICA	23,542	958	0	22,584	22,481	745	0	21,736	20,941	676	0	20,266
BOURNE	7,784	974	0	6,810	7,081	899	0	6,182	6,385	825	0	5,560
BOXBOROUGH	2,107	29	5	2,072	2,065	18	0	2,047	1,920	28	0	1,892
BOXFORD	2,858	3	11	2,843	2,742	26	0	2,717	2,415	3	0	2,412
BRIDGEWATER	5,009	209	11	4,789	5,023	212	0	4,810	4,679	200	0	4,480
BROCKTON	143,361	1,907	0	141,454	128,611	1,881	0	126,730	119,294	1,807	0	117,487
CARLISLE	1,978	3	6	1,968	1,815	3	0	1,812	1,485	18	0	1,467
CARVER	11,873	91	0	11,782	11,639	76	0	11,563	11,182	83	0	11,099
CHELMSFORD	16,082	236	0	15,846	15,058	217	0	14,841	13,716	280	0	13,436

Municipality	FY2002				FY2001				FY2000			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	19,762	53	13	19,696	19,173	70	0	19,103	16,962	99	0	16,863
DUXBURY	4,765	121	263	4,381	4,504	113	305	4,086	3,739	102	308	3,329
EAST BRIDGEWATER	11,125	70	2	11,053	11,003	66	0	10,937	10,502	68	0	10,434
EASTON	10,974	309	27	10,638	10,533	284	0	10,249	9,705	285	0	9,420
ESSEX	350	4	3	344	362	13	0	349	1,031	4	0	1,027
FITCHBURG	50,447	539	0	49,909	45,578	533	0	45,045	43,325	523	0	42,803
FOXBOROUGH	8,995	131	20	8,844	8,778	139	0	8,639	8,066	137	0	7,929
FRANKLIN	23,959	728	36	23,195	22,121	663	0	21,458	20,620	555	0	20,065
FREETOWN	2,382	120	11	2,251	2,309	115	0	2,194	2,102	113	0	1,989
GEORGETOWN	5,445	39	10	5,396	5,270	52	0	5,217	4,990	29	0	4,961
GLOUCESTER	13,729	1,076	0	12,653	13,518	1,063	0	12,456	12,540	1,032	0	11,508
GRAFTON	7,243	31	10	7,202	7,201	34	0	7,167	6,749	28	0	6,721
GROTON	859	20	0	839	851	19	0	832	784	34	0	750
GROVELAND	1,068	23	7	1,037	1,056	33	0	1,024	1,003	21	0	982
HALIFAX	3,857	36	9	3,811	3,828	33	0	3,795	3,643	32	0	3,611
HANOVER	7,040	75	246	6,719	6,663	73	287	6,303	6,106	70	290	5,746
HANSON	1,477	44	12	1,421	1,503	42	0	1,461	1,384	40	0	1,344
HARVARD	4,506	148	15	4,344	4,291	105	0	4,186	3,960	84	0	3,876
HAVERRHILL	50,389	418	0	49,972	49,409	476	0	48,933	47,100	392	0	46,708
HOLDEN	2,428	90	0	2,337	2,388	90	0	2,298	2,258	88	0	2,170
HOLLISTON	11,170	47	17	11,106	10,783	37	0	10,746	8,358	63	0	8,295
HOPKINTON	8,382	7	14	8,361	5,361	6	0	5,355	4,803	32	0	4,771
IPSWICH	6,925	86	12	6,827	6,948	116	0	6,832	4,493	78	0	4,415
KINGSTON	5,792	80	5	5,707	5,454	72	0	5,382	3,629	68	0	3,560
LAKEVILLE	3,323	70	5	3,248	3,364	65	0	3,298	3,172	63	0	3,109
LANCASTER	1,096	19	0	1,078	1,065	19	0	1,046	987	18	0	969
LAWRENCE	137,168	1,383	0	135,785	126,220	1,387	0	124,834	121,079	1,296	0	119,783
LEICESTER	12,010	68	0	11,942	10,859	72	0	10,786	10,443	68	0	10,374
LEOMINSTER	37,627	530	0	37,097	37,077	521	0	36,556	35,283	513	0	34,770
LITTLETON	2,848	39	0	2,808	2,614	42	0	2,572	2,021	62	0	1,959
LOWELL	156,853	804	0	156,049	141,966	709	0	141,257	135,484	802	0	134,682
LUNENBURG	5,009	57	0	4,952	4,529	69	0	4,460	4,182	69	0	4,113
MANFIELD	14,288	347	13	13,928	13,115	304	0	12,811	12,211	298	0	11,913
MARLBOROUGH	15,745	84	0	15,661	14,433	114	0	14,319	13,339	175	0	13,164
MARSHFIELD	16,300	130	439	15,730	14,488	123	512	13,852	13,568	125	518	12,925
MAYNARD	5,138	13	13	5,113	4,805	13	0	4,792	4,424	30	0	4,394
MEDWAY	7,983	89	15	7,879	7,459	92	0	7,366	6,902	90	0	6,812
MERRIMAC	1,250	29	0	1,221	1,244	36	0	1,208	1,186	27	0	1,159
METHUEN	36,867	258	0	36,609	33,786	316	0	33,470	31,655	251	0	31,404
MIDDLEBOROUGH	18,599	137	5	18,457	18,116	128	0	17,988	16,372	125	0	16,246
MILLBURY	7,426	90	0	7,336	7,180	85	0	7,095	6,748	60	0	6,688
MILLIS	4,265	294	170	3,801	3,710	257	200	3,253	3,457	205	203	3,049
NEWBURY	1,488	88	8	1,392	1,496	96	0	1,400	1,444	78	0	1,365
NEWBURYPORT	7,258	118	0	7,140	7,076	156	0	6,921	6,574	108	0	6,466
NORTH ANDOVER	9,658	552	0	9,106	8,922	515	0	8,407	7,627	388	0	7,239
NORTH ATTLEBOROUGH	20,473	885	0	19,588	18,996	826	0	18,170	17,956	799	0	17,157
NORTH READING	6,121	9	261	5,851	5,998	7	306	5,685	5,331	34	310	4,988
NORTHBOROUGH	5,078	83	0	4,996	5,112	79	0	5,033	4,254	81	0	4,173
NORTHBRIDGE	14,111	40	18	14,053	14,502	18	0	14,484	13,328	17	0	13,311
NORTON	13,962	238	8	13,716	13,213	197	0	13,017	12,202	195	0	12,008
NORWELL	3,872	436	195	3,241	3,691	408	228	3,056	3,293	326	230	2,736
PAXTON	627	38	5	584	599	34	0	565	546	40	0	505
PEMBROKE	7,325	86	310	6,928	6,730	82	362	6,286	6,259	79	365	5,815
PLYMOUTH	29,350	365	3	28,982	28,455	355	0	28,100	25,040	360	0	24,680
PLYMPTON	884	22	3	859	828	20	0	808	761	19	0	742
PRINCETON	920	8	3	909	861	9	0	852	849	8	0	841
RAYNHAM	1,703	173	10	1,520	1,712	159	0	1,552	1,652	157	0	1,495
REHOBOTH	1,148	230	2	917	1,150	222	0	928	1,066	216	0	849
ROCHESTER	2,130	45	6	2,079	2,078	41	0	2,037	1,829	39	0	1,790
ROCKLAND	13,383	451	313	12,619	13,364	376	363	12,624	12,613	354	367	11,891
ROCKPORT	3,145	190	0	2,954	3,056	199	0	2,856	2,852	171	0	2,681
ROWLEY	1,093	43	7	1,043	1,079	53	0	1,026	1,033	38	0	994
SALISBURY	784	54	9	722	940	71	0	869	842	54	0	788
SCITUATE	6,811	111	327	6,373	6,636	103	381	6,151	5,856	100	386	5,369
SEEKONK	6,330	231	5	6,094	6,111	222	0	5,888	5,688	220	0	5,469
SHERBORN	970	27	84	858	952	28	99	826	590	44	100	446
SHIRLEY	5,368	18	0	5,350	4,845	21	0	4,824	4,625	27	0	4,597
SHREWSBURY	11,649	177	0	11,472	10,596	180	0	10,416	9,596	178	0	9,418
SOUTHBOROUGH	3,766	53	5	3,708	3,380	66	0	3,315	2,560	67	0	2,493
STERLING	773	27	0	747	809	33	0	775	749	33	0	716
STOUGHTON	13,780	793	0	12,987	13,173	749	0	12,424	12,157	713	0	11,444
STOW	474	27	7	440	482	25	0	457	447	38	0	409
SUDBURY	8,431	11	296	8,123	5,776	13	346	5,417	5,169	56	350	4,763
SUTTON	6,903	37	0	6,865	6,245	34	0	6,211	4,466	34	0	4,432
TAUNTON	48,677	767	0	47,910	47,634	742	0	46,892	45,231	733	0	44,498
TEWKSBURY	16,294	247	0	16,047	16,038	203	0	15,835	14,121	246	0	13,874
TOWNSEND	1,393	12	2	1,379	1,419	12	0	1,408	1,291	23	0	1,268
TYNGSBOROUGH	8,459	13	4	8,442	7,627	14	0	7,613	7,080	26	0	7,054
UPTON	677	12	7	657	643	12	0	631	595	12	0	583
WAREHAM	15,623	601	0	15,022	15,518	551	0	14,968	14,666	517	0	14,149
WAYLAND	5,071	13	248	4,810	4,778	10	290	4,477	4,188	47	294	3,847
WEST BOYLSTON	4,281	50	0	4,231	4,225	38	0	4,187	3,704	36	0	3,668
WEST BRIDGEWATER	3,268	260	4	3,004	3,182	229	0	2,953	2,945	210	0	2,735
WEST NEWBURY	361	1	5	354	378	11	0	367	354	1	0	353
WESTBOROUGH	5,499	101	11	5,386	5,236	101	0	5,135	4,571	89	0	4,481
WESTFORD	16,071	65	12	15,994	13,164	58	0	13,106	10,127	105	0	10,023
WESTMINSTER	868	34	0	835	832	34	0	798	790	33	0	757
WHITMAN	2,504	48	11	2,444	2,427	47	0	2,380	2,240	43	0	2,197
WORCESTER	211,862	1,989	0	209,874	200,086	1,834	0	198,252	189,197	1,786	0	187,411
WRENTHAM	5,157	94	13	5,050	5,123	96	0	5,027	4,776	95	0	4,682

Municipality	FY1999				FY1998				FY1990			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
<b>FOURTEEN CITIES AND TOWNS</b>												
ARLINGTON	16,006	118	2,779	13,108	14,356	666	2,246	11,444	14,366	84	2,370	11,912
BELMONT	6,569	106	1,425	5,038	9,856	477	1,117	8,263	5,166	132	1,241	3,794
BOSTON	511,069	1,722	60,253	449,094	471,570	19,574	40,841	411,156	462,970	2,413	47,570	412,987
BROOKLINE	13,715	453	5,065	8,197	12,435	1,650	3,833	6,953	11,389	383	4,083	6,923
CAMBRIDGE	42,311	324	6,885	35,103	38,271	1,951	5,301	31,020	41,233	230	5,551	35,452
CHELSEA	52,001	288	1,425	50,288	48,364	652	1,051	46,660	20,985	592	1,092	19,301
EVERETT	20,727	793	2,053	17,882	18,044	1,160	1,656	15,228	11,665	473	1,641	9,551
MALDEN	35,808	120	3,230	32,458	29,949	1,056	2,275	26,617	27,532	137	2,526	24,869
MEDFORD	26,080	1,057	3,752	21,270	25,092	1,937	2,833	20,322	24,473	1,005	2,929	20,539
MILTON	6,784	751	1,411	4,622	6,241	1,060	1,062	4,119	4,921	476	1,128	3,317
NEWTON	16,024	345	4,734	10,944	14,511	1,634	3,340	9,537	12,079	299	3,730	8,050
REVERE	33,545	782	2,941	29,822	29,845	1,585	2,067	26,193	20,991	686	2,440	17,865
SOMERVILLE	56,604	150	4,732	51,722	52,721	1,298	3,545	47,878	51,244	190	3,690	47,365
WATERTOWN	11,855	639	2,046	9,170	10,311	1,269	1,418	7,624	10,074	462	1,625	7,987
<b>FIFTY-ONE CITIES AND TOWNS</b>												
BEDFORD	3,362	44	331	2,986	3,053	152	215	2,686	2,463	44	276	2,144
BEVERLY	12,532	147	931	11,454	11,735	561	586	10,587	10,806	346	755	9,704
BRAINTREE	11,374	999	1,051	9,325	10,601	1,217	751	8,633	9,931	646	897	8,388
BURLINGTON	6,503	72	769	5,662	5,799	326	484	4,990	5,670	97	643	4,929
CANTON	4,701	199	515	3,988	4,259	415	265	3,579	3,881	150	414	3,317
COHASSET	1,752	343	162	1,246	1,603	371	97	1,135	1,467	183	139	1,145
CONCORD	3,548	67	367	3,115	3,245	204	222	2,820	2,633	46	301	2,287
DANVERS	7,133	123	606	6,403	5,995	404	411	5,180	5,576	296	487	4,792
DEDHAM	6,892	607	733	5,552	6,391	790	517	5,084	5,966	411	647	4,908
DOVER	449	107	118	224	383	143	73	167	297	55	106	136
FRAMINGHAM	19,537	155	1,516	17,866	18,132	752	849	16,530	15,636	140	1,149	14,347
HAMILTON	704	27	175	501	658	109	116	433	652	80	157	414
HINGHAM	4,851	724	536	3,591	4,391	808	347	3,237	3,430	353	484	2,592
HOLBROOK	5,558	340	338	4,880	5,343	382	255	4,706	4,731	190	296	4,246
HULL	6,849	40	282	6,527	6,279	164	147	5,969	4,688	61	219	4,407
LEXINGTON	7,520	133	846	6,541	6,920	359	589	5,972	5,239	96	746	4,397
LINCOLN	2,441	27	208	2,207	2,352	86	140	2,126	1,426	14	165	1,247
LYNN	107,712	273	2,094	105,344	97,371	992	1,447	94,931	52,323	995	1,483	49,845
LYNNFIELD	2,826	445	282	2,100	2,592	574	178	1,840	2,115	311	251	1,552
MANCHESTER	826	36	127	664	738	129	72	536	544	101	99	344
MARBLEHEAD	3,241	100	543	2,598	2,877	359	379	2,139	2,306	314	456	1,536
MEDFIELD	3,932	119	254	3,559	3,611	224	135	3,253	2,645	72	211	2,362
MELROSE	11,569	85	903	10,582	11,024	293	669	10,062	11,161	107	772	10,283
MIDDLETON	1,295	24	120	1,151	889	106	62	721	626	63	96	467
NAHANT	771	17	145	610	706	71	110	524	660	48	125	487
NATICK	9,308	128	804	8,376	7,998	456	445	7,098	7,510	92	608	6,810
NEEDHAM	6,212	326	705	5,181	5,697	534	464	4,700	3,732	267	621	2,844
NORFOLK	3,719	77	226	3,417	3,349	213	73	3,062	1,386	42	140	1,204
NORWOOD	8,977	231	811	7,935	8,418	451	549	7,419	8,427	180	690	7,557
PEABODY	21,464	1,073	1,086	19,305	18,924	1,453	728	16,742	16,946	932	892	15,122
QUINCY	37,076	508	3,730	32,837	34,867	1,697	2,470	30,700	35,451	487	3,056	31,909
RANDOLPH	15,252	631	938	13,683	13,576	914	575	12,087	10,457	317	720	9,421
READING	9,969	62	635	9,273	8,164	253	408	7,504	6,118	52	558	5,508
SALEM	21,341	839	994	19,508	19,173	1,146	628	17,399	13,496	713	730	12,053
SAUGUS	7,575	637	825	6,113	7,102	874	572	5,656	6,540	451	632	5,457
SHARON	5,546	153	437	4,955	5,109	331	233	4,545	3,778	92	328	3,359
STONEHAM	6,834	346	543	5,946	6,471	526	353	5,592	6,219	227	446	5,546
SWAMPSCOTT	3,417	59	437	2,921	3,046	237	301	2,508	2,569	157	385	2,027
TOPSFIELD	1,225	24	141	1,060	1,090	103	81	906	932	68	119	745
WAKEFIELD	7,849	75	719	7,055	7,309	283	483	6,543	6,661	60	588	6,013
WALPOLE	7,482	188	550	6,744	7,009	421	287	6,302	5,159	117	404	4,638
WALTHAM	18,174	182	1,417	16,575	17,125	611	924	15,589	16,405	205	1,059	15,140
WELLESLEY	5,656	374	585	4,696	5,086	547	402	4,137	3,706	318	479	2,910
WENHAM	495	16	85	395	469	61	59	349	483	36	70	377
WESTON	2,417	58	226	2,133	2,232	112	167	1,953	1,748	45	230	1,474
WESTWOOD	2,896	162	338	2,395	2,630	236	246	2,148	1,990	105	329	1,555
WEYMOUTH	26,789	1,294	1,608	23,887	24,784	1,719	1,089	21,977	21,675	779	1,380	19,515
WILMINGTON	5,650	90	430	5,130	5,261	241	252	4,768	5,349	51	356	4,942
WINCHESTER	4,226	81	585	3,560	3,831	220	423	3,188	3,134	74	492	2,568
WINTHROP	9,518	291	536	8,691	8,756	389	439	7,927	8,306	249	521	7,536
WOBURN	11,422	755	1,001	9,665	10,711	995	714	9,001	10,290	311	811	9,168
<b>OTHER SERVED COMMUNITIES</b>												
ABINGTON	7,503	53	0	7,450	7,124	49	0	7,075	5,597	25	0	5,572
ACTON	3,101	73	0	3,028	2,735	73	0	2,662	2,158	49	0	2,110
AMESBURY	11,881	386	0	11,495	9,950	430	0	9,520	6,618	293	0	6,325
ANDOVER	8,508	929	0	7,579	7,794	1,003	0	6,791	4,934	749	0	4,185
ASHBURNHAM	694	16	0	677	627	23	0	604	468	10	0	458
ASHBY	413	5	0	407	376	6	0	370	221	2	0	219
ASHLAND	3,906	52	331	3,522	2,771	218	147	2,405	2,055	27	257	1,771
ATTEBORO	29,375	518	0	28,857	26,353	508	0	25,845	15,310	402	0	14,908
AUBURN	5,094	79	0	5,015	4,704	80	0	4,624	4,195	68	0	4,127
AYER	4,827	41	0	4,786	4,709	39	0	4,670	4,210	25	0	4,185
BELLINGHAM	9,220	116	0	9,104	8,404	116	0	8,288	6,649	70	0	6,579
BERKLEY	4,545	67	0	4,478	3,734	69	0	3,665	1,732	31	0	1,701
BILLERICA	19,632	575	0	19,057	18,232	575	0	17,657	13,540	357	0	13,183
BOURNE	5,783	772	0	5,011	5,259	735	0	4,524	3,271	343	0	2,928
BOXBOROUGH	945	26	0	919	460	26	0	434	284	11	0	273
BOXFORD	1,878	31	0	1,847	1,697	69	0	1,628	892	86	0	806
BRIDGEWATER	4,289	169	0	4,120	3,974	197	0	3,777	5,817	132	0	5,685
BROCKTON	109,317	1,803	0	107,514	100,925	1,749	0	99,176	58,748	1,742	0	57,006
CARLISLE	1,346	18	0	1,329	1,249	18	0	1,232	968	9	0	959
CARVER	10,606	76	0	10,530	9,433	71	0	9,362	2,725	29	0	2,696
CHELMSFORD	12,466	265	0	12,201	11,309	259	0	11,050	8,983	185	0	8,798



Municipality	FY1999				FY1998				FY1990			
	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid	Total Local Aid	All Other Assessments	Assessment	Net Local Aid
DRACUT	16,030	104	0	15,925	14,385	106	0	14,279	8,058	67	0	7,990
DUXBURY	3,214	94	296	2,824	2,862	265	110	2,487	2,707	66	223	2,418
EAST BRIDGEWATER	9,923	64	0	9,859	8,924	52	0	8,873	4,409	29	0	4,380
EASTON	9,011	264	0	8,747	7,161	255	0	6,906	5,282	230	0	5,052
ESSEX	953	16	0	938	772	32	0	740	532	39	0	493
FITCHBURG	37,701	493	0	37,208	33,968	482	0	33,487	21,060	448	0	20,612
FOXBOROUGH	7,318	132	0	7,185	6,714	126	0	6,588	4,251	73	0	4,178
FRANKLIN	17,360	458	0	16,901	14,465	434	0	14,031	6,806	277	0	6,529
FREETOWN	1,844	110	0	1,734	1,870	112	0	1,758	1,557	70	0	1,486
GEORGETOWN	3,272	43	0	3,229	2,811	64	0	2,748	1,965	62	0	1,903
GLOUCESTER	11,513	991	0	10,522	10,033	1,009	0	9,025	7,779	897	0	6,883
GRAFTON	5,852	27	0	5,825	5,196	26	0	5,169	3,452	31	0	3,421
GROTON	709	34	0	675	641	27	0	615	782	22	0	760
GROVELAND	940	29	0	912	890	44	0	846	1,187	39	0	1,148
HALIFAX	3,447	30	0	3,417	3,146	28	0	3,118	1,798	10	0	1,787
HANOVER	5,741	67	282	5,392	5,130	176	157	4,797	4,371	27	213	4,130
HANSON	1,522	38	0	1,484	1,436	36	0	1,400	3,261	28	0	3,233
HARVARD	3,657	88	0	3,570	3,435	91	0	3,344	3,014	27	0	2,987
HAVERRHILL	43,776	483	0	43,293	40,617	561	0	40,055	21,882	663	0	21,219
HOLDEN	1,954	83	0	1,872	1,789	92	0	1,697	3,168	60	0	3,108
HOLLISTON	6,738	64	0	6,674	6,148	58	0	6,090	4,071	31	0	4,039
HOPKINTON	3,411	32	0	3,379	3,182	34	0	3,149	1,584	16	0	1,568
IPSWICH	4,052	102	0	3,950	3,782	150	0	3,632	3,041	132	0	2,909
KINGSTON	3,252	59	0	3,193	2,881	65	0	2,816	1,461	25	0	1,437
LAKEVILLE	3,062	58	0	3,004	2,434	67	0	2,368	1,647	27	0	1,620
LANCASTER	892	18	0	874	816	18	0	797	1,961	12	0	1,949
LAWRENCE	110,464	1,177	0	109,287	100,507	1,251	0	99,256	52,902	960	0	51,941
LEICESTER	9,415	60	0	9,355	8,003	67	0	7,936	4,989	63	0	4,927
LEOMINSTER	30,958	479	0	30,479	27,397	460	0	26,938	14,670	308	0	14,362
LITTLETON	1,760	51	0	1,709	1,593	59	0	1,533	1,270	53	0	1,217
LOWELL	130,287	811	0	129,476	119,936	804	0	119,132	57,298	688	0	56,610
LUNENBURG	3,839	68	0	3,771	3,701	66	0	3,635	2,795	9	0	2,787
MANFIELD	10,521	290	0	10,231	8,553	278	0	8,275	3,743	200	0	3,543
MARLBOROUGH	10,735	166	0	10,569	9,628	166	0	9,462	9,328	113	0	9,215
MARSHFIELD	12,580	113	508	11,960	10,584	356	236	9,992	6,744	57	421	6,266
MAYNARD	4,203	28	0	4,175	3,745	142	3,709	3,520	3,520	19	0	3,501
MEDWAY	6,248	86	0	6,162	5,221	83	0	5,138	2,938	47	0	2,891
MERRIMAC	1,122	31	0	1,091	1,070	26	0	1,045	1,456	28	0	1,428
METHUEN	29,197	316	0	28,880	27,019	481	0	26,537	12,463	475	0	11,988
MIDDLEBOROUGH	16,162	111	0	16,052	15,207	107	0	15,100	8,187	40	0	8,148
MILLBURY	6,268	52	0	6,217	5,840	55	0	5,785	4,879	45	0	4,834
MILLIS	3,063	159	197	2,706	2,854	271	87	2,496	2,014	95	159	1,760
NEWBURY	1,386	87	0	1,299	1,340	106	0	1,235	769	60	0	709
NEWBURYPORT	6,163	169	0	5,994	5,840	182	0	5,658	5,607	220	0	5,387
NORTH ANDOVER	6,842	401	0	6,441	5,241	490	0	4,751	3,820	368	0	3,452
NORTH ATTLEBOROUGH	15,707	714	0	14,993	13,953	653	0	13,300	8,327	380	0	7,946
NORTH READING	4,912	34	303	4,576	4,348	125	198	4,025	3,196	44	251	2,901
NORTHBOROUGH	3,251	73	0	3,178	2,955	62	0	2,893	2,222	42	0	2,180
NORTHBRIDGE	12,066	18	0	12,048	11,208	19	0	11,189	6,517	15	0	6,502
NORTON	10,143	183	0	9,960	8,851	179	0	8,672	5,718	130	0	5,588
NORWELL	2,982	253	226	2,504	2,762	336	135	2,291	2,352	139	209	2,004
PAXTON	482	34	0	448	434	34	0	399	685	30	0	655
PEMBROKE	5,873	74	360	5,440	5,422	228	188	5,005	3,186	45	296	2,845
PLYMOUTH	23,445	295	0	23,150	21,231	274	0	20,957	4,555	161	0	4,394
PLYMPTON	744	18	0	725	710	17	0	693	416	8	0	408
PRINCETON	798	8	0	790	765	8	0	757	529	1	0	527
RAYNHAM	1,545	148	0	1,397	1,418	144	0	1,274	2,993	93	0	2,900
REHOBOTH	970	206	0	764	897	203	0	694	575	130	0	445
ROCHESTER	1,519	36	0	1,483	1,444	33	0	1,411	1,124	8	0	1,116
ROCKLAND	11,594	345	360	10,889	10,616	453	226	9,937	7,983	191	290	7,502
ROCKPORT	2,533	170	0	2,363	2,321	202	0	2,119	1,721	210	0	1,510
ROWLEY	980	14	0	966	936	31	0	906	1,249	36	0	1,213
SALISBURY	749	60	0	690	672	85	0	587	1,411	94	0	1,317
SCITUATE	5,285	94	381	4,810	4,944	211	242	4,492	4,154	56	332	3,766
SEEKONK	4,338	216	0	4,122	3,997	210	0	3,788	3,268	142	0	3,126
SHERBORN	509	41	99	370	460	99	55	307	409	25	92	292
SHIRLEY	4,286	23	0	4,263	3,865	22	0	3,844	2,465	8	0	2,458
SHREWSBURY	8,694	154	0	8,539	7,851	164	0	7,686	5,463	94	0	5,370
SOUTHBOROUGH	1,154	54	0	1,100	1,008	52	0	957	762	15	0	747
STERLING	678	31	0	647	621	30	0	591	1,088	15	0	1,073
STOUGHTON	11,290	663	0	10,627	10,285	686	0	9,599	8,707	341	0	8,366
STOW	403	38	0	365	369	37	0	332	738	14	0	724
SUDBURY	4,420	56	346	4,019	3,519	180	205	3,134	2,837	28	288	2,520
SUTTON	4,144	33	0	4,111	3,414	36	0	3,378	3,060	9	0	3,051
TAUNTON	40,283	702	0	39,580	36,346	699	0	35,647	25,635	715	0	24,920
TEWKSBURY	12,296	242	0	12,054	11,386	230	0	11,156	8,653	134	0	8,519
TOWNSEND	1,139	23	0	1,116	1,032	23	0	1,009	799	19	0	780
TYNGSBOROUGH	6,307	25	0	6,281	5,702	25	0	5,677	2,135	25	0	2,110
UPTON	541	12	0	529	500	13	0	487	492	2	0	490
WAREHAM	13,393	429	0	12,964	12,472	400	0	12,072	6,098	220	0	5,878
WAYLAND	3,667	50	289	3,327	3,366	113	209	3,043	2,600	26	284	2,290
WEST BOYLSTON	2,770	36	0	2,734	2,447	21	0	2,426	1,464	15	0	1,449
WEST BRIDGEWATER	2,737	191	0	2,546	2,578	182	0	2,396	2,019	96	0	1,923
WEST NEWBURY	324	14	0	311	502	30	0	472	731	32	0	699
WESTBOROUGH	3,983	84	0	3,899	2,925	77	0	2,848	2,091	32	0	2,059
WESTFORD	7,597	105	0	7,491	6,121	96	0	6,025	3,924	56	0	3,867
WESTMINSTER	700	29	0	671	640	27	0	613	479	9	0	470
WHITMAN	2,030	40	0	1,989	1,875	46	0	1,830	4,975	32	0	4,943
WORCESTER	172,805	1,821	0	170,983	162,771	1,653	0	161,118	101,080	1,270	0	99,810
WRENTHAM	4,205	84	0	4,120	3,983	81	0	3,902	1,951	41	0	1,910

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**SUMMARY OF CERTAIN PROVISIONS OF THE  
STANDBY BOND PURCHASE AGREEMENT**

The following summary of the Standby Bond Purchase Agreement does not purport to be comprehensive or definitive and is subject in all respects to all of the terms and provisions of the Standby Bond Purchase Agreement, to which reference is made hereby. Investors are urged to obtain and review a copy of the Standby Bond Purchase Agreement in order to understand all of its terms.

**The Standby Bond Purchase Agreement secures only payment of the purchase price of outstanding Bonds bearing interest at a Daily Rate or a Weekly Rate (each a “Covered Rate”) tendered for purchase as described above, and does not otherwise secure payment of the principal of or interest on the Bonds. The Standby Bond Purchase Agreement is subject to termination at the option of the Bank as described below and the obligation of the Bank to purchase Bonds tendered or deemed tendered under the Standby Bond Purchase Agreement may be terminated or suspended without notice as described below.**

**General**

The Standby Bond Purchase Agreement contains various provisions, covenants and conditions, certain of which are summarized below. Capitalized terms used but not otherwise defined in the following summary are defined in the Official Statement or the Standby Bond Purchase Agreement and reference thereto is made for full understanding of their import.

On September 28, 2022, the Authority expects to enter into the Standby Bond Purchase Agreement with TD Bank, N.A. (the “Bank”), which will be effective as of such date upon satisfaction of certain conditions set forth in the Standby Bond Purchase Agreement. Unless terminated prior to such date as described below, the Standby Bond Purchase Agreement will expire on September 27, 2027 (the “Stated Expiration Date”), as such date may be extended from time to time by the Bank by delivery of a written notice of extension (the “Notice of Extension”) to the Trustee and the Authority; provided that if any such date is not a business day, the Stated Expiration Date will be the next preceding business day.

The aggregate amount available to purchase Bonds under the Standby Bond Purchase Agreement (the “Available Commitment”) is initially \$99,867,124, an amount equal to the principal amount of the Bonds (the “Available Principal Commitment”), plus the Available Interest Commitment. As used herein, “Available Interest Commitment” initially means \$4,867,124, representing 187 days’ interest on the Available Principal Commitment, based on an assumed rate of 10% per annum (calculated on the basis of the actual number of days elapsed in a 365-day year).

Upon compliance with the terms and conditions of the Standby Bond Purchase Agreement, and subject to the terms and conditions set forth therein, the Standby Bond Purchase Agreement requires the Bank to extend credit to the Authority by advancing funds to the Trustee to purchase tendered Bonds not otherwise remarketed, on behalf of and for the account of the Bank, from time to time during the Purchase Period at the Purchase Price. Any tendered Bonds so purchased will,

from the date of such purchase, constitute Bank Bonds and bear interest at the rate set forth in the Standby Bond Purchase Agreement for Bank Bonds.

The Purchase Period is the period from the effective date of the Standby Bond Purchase Agreement to and including the earliest of the close of business on (i) the Stated Expiration Date, (ii) the date on which no Bonds are outstanding, (iii) the date on which the Authority voluntarily terminates the Standby Bond Purchase Agreement in accordance with its terms and the terms of the Fee Letter dated September 28, 2022, between the Bank and the Authority (the “Fee Letter”) and (iv) the date on which the Available Commitment and the Bank’s obligation to purchase Bonds has been terminated in its entirety pursuant to the terms of the Standby Bond Purchase Agreement.

The Purchase Price is an amount equal to 100% of the unpaid principal amount of any tendered Bond, plus accrued and unpaid interest thereon from and including the interest payment date for such tendered Bond next preceding the applicable purchase date, in each case, without premium to the purchase date; provided, however, that if the purchase date is an interest payment date, then the Purchase Price will not include accrued and unpaid interest.

### **Commitment to Purchase Bonds**

If, at or prior to 12:30 p.m. (Boston, Massachusetts time) on any purchase date during the Purchase Period, the Bank receives a written purchase notice (a “Notice of Bank Purchase”) from the Trustee (in accordance with and at the location specified in the Standby Bond Purchase Agreement), the Bank will, subject to satisfaction of the requirements of the Standby Bond Purchase Agreement, transfer to the Trustee not later than 2:00 p.m. (Boston, Massachusetts time) on such purchase date, in immediately available funds, an amount equal to the aggregate Purchase Price of all Bonds tendered or deemed tendered for purchase on such date but not remarketed as specified in such Notice of Bank Purchase.

The Bank’s obligation to purchase Bonds tendered or deemed tendered for purchase is subject to the condition precedent that no Immediate Termination Event or Suspension Event (each as more particularly described below) has occurred and is continuing.

### **Mandatory Reduction of Available Commitment**

Upon (i) any redemption, repayment, defeasance or other payment or deemed payment of all or any portion of the principal amount of the Bonds or (ii) the conversion of the interest rate borne by any Bonds to an interest rate other than a Covered Rate, the aggregate Available Principal Commitment will, only upon receipt by the Bank of written notice of such occurrence from the Authority, be reduced by the principal amount of the Bonds so redeemed, repaid, defeased or otherwise paid, deemed paid or so converted, as specified in such written notice. Upon the reduction of the Available Principal Commitment to zero pursuant to the provisions of this paragraph, the Available Interest Commitment will automatically be reduced to zero and the Purchase Period will automatically terminate; provided that, the Bank will, on the effective date of any such automatic termination resulting from the events described in clause (ii) above, have transferred funds requested by the Trustee pursuant to a Notice of Bank Purchase, if any, properly delivered in accordance with the Standby Bond Purchase Agreement and subject to the conditions

to such transfer set forth therein, in respect of Bonds tendered prior to the effectiveness of such conversion.

Additionally, the Available Commitment and the Purchase Period will automatically terminate on the date on which an Alternate Liquidity Facility has become effective pursuant to the Forty-Seventh Supplemental Trust Agreement and the Standby Bond Purchase Agreement. “Alternate Liquidity Facility” means a replacement standby bond purchase agreement or other liquidity facility meeting the requirements of an “*Alternate Liquidity Facility*” set forth in the Forty-Seventh Supplemental Trust Agreement.

### **Alternate Liquidity Facility**

The Authority will use its best efforts to obtain an Alternate Liquidity Facility to replace the Standby Bond Purchase Agreement (such replacement to occur pursuant to the Sales Tax Bond Trust Agreement) or cause the Bonds to be converted to bear interest at interest rate mode other than a Covered Rate in the event that (i) the Bank determines not to extend the Stated Expiration Date pursuant to the terms of the Standby Bond Purchase Agreement, (ii) the Authority terminates the Standby Bond Purchase Agreement pursuant to its terms (provided that any optional termination by the Authority will be subject to the termination fee provisions of the Fee Letter and will require not less than 45 days’ prior written notice) or (iii) the Bank furnishes a Termination Notice (defined below) to the Trustee or notice of the occurrence of a Suspension Event.

### **Events of Default**

The occurrence of any event set forth under the subheadings “Events of Default Not Resulting in Immediate Termination,” “Events of Default Resulting in Immediate Termination” and “Events of Default Resulting in Immediate Suspension” will constitute an Event of Default under the Standby Bond Purchase Agreement. Upon the occurrence of an Event of Default, the Bank may exercise those rights and remedies provided under the heading “Remedies” below.

***Events of Default Not Resulting in Immediate Termination.*** Each of the following Events of Default also constitutes a “Notice Termination Event”:

(a) ***Payments.*** The Authority fails to pay when due any amounts owed by the Authority to the Bank pursuant to the Standby Bond Purchase Agreement or the Fee Letter (including, but not limited to, any failure to make any timely payment of principal of Bonds purchased by the Bank under the Standby Bond Purchase Agreement (“Bank Bonds”) which amounts have become immediately due and payable as a result of an Event of Default).

(b) ***Representations.*** Any representation or warranty made by or on behalf of the Authority in the Standby Bond Purchase Agreement or in any other Financing Document or in any certificate or statement delivered thereunder proves to have been incorrect or untrue in any material respect when made or deemed to have been made. “Financing Documents” means the Standby Bond Purchase Agreement, the Fee Letter, the Remarketing Agreement, the Bonds, the Sales Tax Bond Trust Agreement, the Forty-Seventh Supplemental Trust Agreement, and any documents related thereto or executed in connection therewith, and any and all future renewals and extensions or restatements of, or amendments or supplements to, any of the foregoing.

(c) **Covenants.** The Authority fails to perform certain specified covenants with respect to (i) default notices, (ii) inspection rights, (iii) obtaining an alternate liquidity facility, (iv) budgeting for the payment of its obligations under the Bonds and the Standby Bond Purchase Agreement, (v) the use of proceeds of the Bonds and advances under the Standby Bond Purchase Agreement, (vi) preserving its existence and property and (vii) maintaining ratings, or the Authority fails to comply with the negative covenants in the Standby Bond Purchase Agreement.

(d) **Other Covenants.** The Authority fails to perform or observe any term, covenant or agreement (other than ones described in any other paragraph of this subsection) contained in the Standby Bond Purchase Agreement or in any other Financing Document on its part to be performed or observed which failure continues for thirty (30) days or more.

(e) **Cross-Default.** (i) Default by the Authority in the payment of any amount due in respect of any Indebtedness owed to the Bank or (ii) default by the Authority in the payment of any amount due in respect of any other Indebtedness, as and when the same will become due, or (iii) default under any mortgage, agreement or other instrument under or pursuant to which such Indebtedness is incurred or issued, and continuance of such default beyond the period of grace, if any, allowed with respect thereto, or (iv) the occurrence of any act or omission by the Authority under any such mortgage, agreement or other instrument which results in such Indebtedness becoming, or being capable of becoming, immediately due and payable (or, with respect to any derivative agreement, which results in such derivative agreement being terminated early or being capable of being terminated early).

As used in this paragraph (e) and elsewhere in the Standby Bond Purchase Agreement, the capitalized term “Indebtedness” has the following meaning:

“Indebtedness” means and includes (i) indebtedness for borrowed money, (ii) all obligations of an entity evidenced by bonds, debentures, notes or other similar instruments, (iii) indebtedness arising under bank agreements in connection with any Bonds or Parity Indebtedness, including, but not limited to, reimbursement obligations by virtue of drawings under a letter of credit or any other similar instrument, (iv) obligations with respect to any conditional sale agreement or title retention agreement, and guarantees, to the extent payments have been demanded, whether or not paid, (v) obligations under leases which are required to be capitalized by Generally Accepted Accounting Principles, (vi) indebtedness of others secured by a lien on any asset of an entity, whether or not such indebtedness is assumed by such entity, and (vii) obligations under derivative agreements.

As used in the defined term “Indebtedness” and elsewhere in the Standby Bond Purchase Agreement, the capitalized term “Parity Indebtedness” has the following meaning:

“Parity Indebtedness” means (i) loans or other obligations evidenced by bonds, notes, certificates, debentures, or other similar instruments; (ii) obligations as lessee under capital leases; (iii) obligations arising under bank agreements in connection with any Bonds or Parity Indebtedness, including, but not limited to, reimbursement obligations by virtue of drawings under a letter of credit or any other similar instrument, or (iv) obligations under any derivative agreement, to the extent such Parity Indebtedness specified in clauses (i) through (iv) above is issued or incurred by or on behalf of, or otherwise assumed or guaranteed by, the Authority, and is secured

by a pledge of all or a portion of the Pledged Revenues on a parity basis with the Bonds; provided, that, for purposes of the Standby Bond Purchase Agreement, the failure to pay any such obligation guaranteed by the Authority as a result of any set-off, recoupment, counterclaim or other successful defense will not constitute a failure to pay Parity Indebtedness).

(f) **Invalidity.** Except as otherwise described in paragraphs (c) or (d) under the heading “**Events of Default Resulting in Immediate Termination**” below, (i) any material provision of the Standby Bond Purchase Agreement, the Bonds, any other Financing Document or the Act will cease to be valid and binding, or the Authority contests any such provision, or the Authority or any agent or trustee on behalf of the Authority, denies that it has any further liability under any provision of the Standby Bond Purchase Agreement, the Bonds, any other Financing Document or the Act; or (ii) any court of competent jurisdiction or other governmental entity with jurisdiction to rule on the validity of the Standby Bond Purchase Agreement, the Bonds, any other Financing Document, or the Act finds or rules that the Standby Bond Purchase Agreement, the Bonds, any other Financing Document, or the Act is not valid or not binding and such finding or ruling is final and non-appealable.

(g) **Other Documents.** The occurrence of any default under any Financing Document (after taking into account any applicable grace period thereunder) other than the Standby Bond Purchase Agreement.

(h) **Parity Indebtedness Default.** Any failure, wholly or partially, to make timely any payment or repayments required to be made on any Parity Indebtedness (including any failure to pay the principal of any bonds purchased by an entity providing a letter of credit, reimbursement agreement, liquidity facility or similar instrument pursuant to a liquidity drawing thereunder, which principal has been accelerated and is immediately due and payable after the occurrence of an event of default under any such agreement).

(i) **Change in Law.** Any legislation is enacted, repealed, reenacted, amended or otherwise modified which has a Material Adverse Effect on the enforceability of the Standby Bond Purchase Agreement or the Financing Documents or a Material Adverse Effect on the pledge of Pledged Revenues or the security granted to the Standby Bond Purchase Agreement, the Bank Bonds or any of the Financing Documents. “Material Adverse Effect” means: (a) a material impairment of the ability of the Authority to perform its obligations under any Financing Document to which it is a party; (b) a material and adverse effect upon the legality, validity, binding effect or enforceability against the Authority of any Financing Document to which it is a party; (c) a material and adverse effect upon the rights, interests, security or remedies of the Bank; or (d) a material and adverse effect in the business, condition (financial or otherwise), operations or prospects of the Authority.

(j) **Repudiation of Parity Indebtedness.** An authorized officer of the Authority, in writing, repudiates its obligation to pay or repay any Parity Indebtedness.

(k) **Downgrade.** The unenhanced rating of the Bonds or any Parity Indebtedness is (i) withdrawn or suspended for credit-related reasons by any rating agency, or (ii) reduced below “Baa2” by Moody’s, or (iii) reduced below “BBB” by S&P or Fitch, Inc. (or any successor thereto) (“Fitch”).

(l) **Taxability.** A ruling, assessment, notice of deficiency or technical advice by the Internal Revenue Service is rendered to the effect that interest on the Bonds is includable in the gross income of the holder(s) or owner(s) of such Bonds and either (i) the Authority, after it has been notified by the Internal Revenue Service, does not challenge such ruling, assessment, notice or advice in a court of law during the period within which such challenge is permitted or (ii) the Authority challenges such ruling, assessment, notice or advice and a court of law makes a determination, not subject to appeal or review by another court of law, that such ruling, assessment, notice or advice is correctly rendered.

(m) **Material Adverse Change.** Any event or circumstance occurs which materially and adversely affects the ability of the Authority to perform its respective obligations under, and in strict accordance with the terms of, the Standby Bond Purchase Agreement or the other Financing Documents.

**Events of Default Resulting in Immediate Termination.** Each of the following Events of Default also constitutes an “Immediate Termination Event.”

(a) **Event of Insolvency.** An Event of Insolvency has occurred with respect to the Authority. An “Event of Insolvency” means the occurrence of one or more of the following events:

- (i) The Authority (i) commences a voluntary case or other proceeding seeking liquidation, reorganization, arrangement, adjustment, winding-up, dissolution, composition or other similar relief with respect to itself or its indebtedness under any bankruptcy, insolvency, reorganization or other similar law for the relief of debtors now or hereafter in effect or seeking the appointment of a trustee, receiver, liquidator, custodian or other similar official for it or a substantial part of its property, (ii) consents to any such relief or to the appointment of or taking possession by any such official in an involuntary case or other proceeding commenced against it, (iii) makes a general assignment for the benefit of creditors, (iv) admits in writing its inability to pay its indebtedness as it becomes due, or (v) takes (through an authorized officer or representative) any official action to authorize any of the foregoing; or
- (ii) Any of the following occurs with respect to the Authority: (i) an involuntary case or other proceeding is commenced against the Authority seeking liquidation, reorganization or other relief with respect to it or its debts under any bankruptcy, insolvency or other similar law now or hereafter in effect or seeking the appointment of a trustee, receiver, liquidator, custodian or other similar official of it or any substantial part of its property and either (A) the Authority consents in writing to such action or (B) such case has not been dismissed within sixty (60) days, (ii) an order for relief is entered against the Authority under the federal bankruptcy laws as now or hereafter in effect or pursuant to any other state or federal laws concerning insolvency or of similar purpose, (iii) a final and non-appealable debt moratorium, debt adjustment, debt restructuring or comparable extraordinary restriction with respect to the payment of principal or interest on the indebtedness of the Authority is declared or imposed pursuant to a finding or ruling by the Authority, the United States of America, the Commonwealth, any instrumentality thereof or any other governmental authority of competent jurisdiction over the Authority, or (iv) the issuance, under the laws of any



state or under the laws of the United States of America, of an order of rehabilitation, liquidation or dissolution of the Authority.

(b) **Authority Payment Default.** Any failure, in whole or in part, (i) to make timely any payment of principal of, interest on or redemption premium, if any, required to be made on the Bonds (including Bank Bonds) (other than failure to pay principal of Bank Bonds which has become immediately due and payable as a result of the occurrence of an Event of Default and the resulting acceleration of Bank Bonds pursuant to paragraph (d) under the heading “*Remedies*” below); (ii) to make regularly-scheduled payments under any derivative agreement which is an interest rate swap agreement (to the extent such payments are Parity Indebtedness); (iii) to make timely payments or repayments of any other Parity Indebtedness of the type described in clauses (i) through (iii) of said defined term (other than failure to pay the principal of any bonds purchased by an entity providing a letter of credit, reimbursement agreement, liquidity facility or similar instrument pursuant to a liquidity drawing thereunder, which principal has been accelerated and is immediately due and payable after the occurrence of an event of default under any such agreement).

(c) **Contest of Validity.** An authorized officer of the Authority, in writing, (i) claims that it has no liability or obligation under or with respect to any provision of the Act, the Standby Bond Purchase Agreement, the Sales Tax Bond Trust Agreement, the Bonds or any Parity Indebtedness relating to (1) the ability or the obligation of the Authority to pay, when due, the principal of or interest on the Bonds (including any Bank Bonds) or on any Parity Indebtedness or (2) the Pledged Revenues securing said Bonds and Parity Indebtedness; or (ii) contests the legality, validity or enforceability of the Standby Bond Purchase Agreement, the Bonds, the Act, the Sales Tax Bond Trust Agreement or any Parity Indebtedness relating to (1) the ability or the obligation of the Authority to pay, when due, the principal of or interest on the Bonds (including any Bank Bonds) or on any Parity Indebtedness or (2) the Pledged Revenues securing said Bonds or any Parity Indebtedness. For purposes of this paragraph (c), Parity Indebtedness consisting of derivative agreements is limited to interest rate swap agreements.

(d) **Invalidity.** Any court of competent jurisdiction or other governmental authority with jurisdiction over the Authority finds or rules in a judicial or administrative proceeding that the Standby Bond Purchase Agreement, the Bonds, the Act, the Sales Tax Bond Trust Agreement or the Forty-Seventh Supplemental Trust Agreement relating to (1) the ability or the obligation of the Authority to pay, when due, the principal of or interest on the Bonds (including any Bank Bonds) or (2) the Pledged Revenues securing said Bonds, is not valid or binding and such finding or ruling is final and non-appealable.

(e) **Downgrade.** Moody’s, S&P and any other Rating Agency then rating the Bonds (A) assigns the Bonds a long-term rating below “Baa3” by Moody’s and “BBB-” by S&P (or comparable rating in the case of another Rating Agency), (B) withdraws their long-term ratings of the Bonds for any credit related reasons or (C) suspends their long-term ratings of the Bonds for any credit related reasons; provided, however, that any downgrade, withdrawal or suspension described in any of the foregoing provisions of this paragraph (e) will not be deemed an Event of Default under the Standby Bond Purchase Agreement if said downgrade, withdrawal or suspension, as the case may be, is attributable to the downgrade, withdrawal or suspension of the

long-term ratings assigned to any bond insurance or other credit enhancement provided by an entity other than the Authority.

(f) **Judgments.** Entry or filing of one or more final and non-appealable judgments in an aggregate amount equal to or in excess of ten million Dollars (\$10,000,000) against the Authority and failure of the Authority to pay, stay or satisfy such judgment within sixty (60) days or as otherwise required by such judgment.

**Events of Default Resulting in Immediate Suspension.** Each of the following Events of Default also constitutes a “Suspension Event.”

(a) **Initiation of Legal Proceedings.** The Authority initiates any judicial or administrative proceeding, or any governmental authority with jurisdiction over the Authority finds or rules in a judicial or administrative proceeding, that: (i) the Authority has no further liability or obligation under the Standby Bond Purchase Agreement, the Bonds, the Act or the Sales Tax Bond Trust Agreement to pay, when due, the principal of or interest on the Bonds (including any Bank Bonds); or (ii) any provision of the Standby Bond Purchase Agreement, the Bonds, the Act or the Sales Tax Bond Trust Agreement relating to or otherwise affecting the Authority’s ability or obligation to pay, when due, the principal of or interest on the Bonds (including any Bank Bonds) or the Pledged Revenues securing said Bonds is illegal, invalid or unenforceable against the Authority.

## **Remedies.**

Upon the occurrence of an Event of Default under the Standby Bond Purchase Agreement, the Bank may take one or more of the following actions:

(a) **Notice of Termination.** Upon the occurrence of a Notice Termination Event, the Bank may give written notice (a “Termination Notice”) of such Event of Default to the Authority and the Trustee stating that the Standby Bond Purchase Agreement will terminate thirty (30) days after such notice is delivered by the Bank to the Trustee and directing that the Bonds be called for mandatory tender. The Available Commitment, the Purchase Period and the obligation of the Bank to purchase Bonds will terminate thirty (30) days after such notice is delivered by the Bank to the Trustee, and on such date the Available Commitment will terminate and the Bank will be under no obligation under the Standby Bond Purchase Agreement to purchase the Bonds.

(b) **Immediate Termination of Bank Obligation to Purchase.** Upon the occurrence of any Immediate Termination Event, the Purchase Period and the obligation of the Bank to purchase Bonds will immediately terminate without notice or demand, and thereafter the Bank will be under no obligation to purchase Bonds. Upon such Immediate Termination Event, the Bank will promptly give written notice of the same to the Trustee, the Remarketing Agent and the Authority; provided, that the Bank will incur no liability of any kind by reason of its failure to give such notice, and such failure will in no way affect the termination of the Available Commitment and the Bank’s obligation to purchase Bonds pursuant to the Standby Bond Purchase Agreement. The Authority will cause the Trustee to immediately notify all Bondholders of the termination of the Available Commitment and the obligation of the Bank to purchase the Bonds.

(c) ***Suspension of Bank Obligation to Purchase.*** Upon the occurrence of a Suspension Event, the obligation of the Bank to purchase Bonds will immediately be suspended without notice or demand and thereafter the Bank will be under no obligation to purchase Bonds until the Available Commitment is reinstated as described in this paragraph (c). Promptly upon the Bank's obtaining knowledge of any such Suspension Event, the Bank will give written notice of the same to the Authority and the Trustee of such suspension; provided, however, that the Bank will incur no liability or responsibility whatsoever by reason of its failure to give such notice and such failure will in no way affect the suspension of the Bank's obligations under the Standby Bond Purchase Agreement. In the event such Suspension Event is cured prior to becoming an Immediate Termination Event, the Bank's obligations will be automatically reinstated and the terms of the Standby Bond Purchase Agreement will continue in full force and effect (unless the Standby Bond Purchase Agreement otherwise has been terminated or suspended by its terms or in accordance with this "***Remedies***" section). Notwithstanding the foregoing, if the Suspension Event has not been cured or has not ceased to be continuing prior to the earlier of (i) the Stated Expiration Date and (ii) the date that is the one year anniversary of such Suspension Event, and the obligations of the Bank under the Standby Bond Purchase Agreement have not otherwise terminated, then the obligation of the Bank to advance funds for the purchase of Bonds under the Standby Bond Purchase Agreement will be terminated, upon written notice from the Bank to the Authority, and thereafter the Bank will have no further obligations under the Standby Bond Purchase Agreement.

(d) ***Authority Obligations and Bank Rights Following Event of Default.*** Upon the occurrence of any Event of Default, (i) all amounts owed to the Bank under the Standby Bond Purchase Agreement, under the Fee Letter and under any Bank Bonds will bear interest at the default rate set forth in the Standby Bond Purchase Agreement until paid, (ii) the Authority will purchase all Bank Bonds from the Bank in accordance with the Standby Bond Purchase Agreement, and (iii) (A) the amount required to be paid by the Authority for the purchase of all Bank Bonds from the Bank in accordance with the Standby Bond Purchase Agreement and (B) all accrued and unpaid fees and amounts then owing to the Bank under the Standby Bond Purchase Agreement and the Fee Letter will become immediately due and payable without demand, presentment, protest or other notice whatsoever, all of which are expressly waived by the Authority, and the Bank may exercise all rights and remedies provided under the Standby Bond Purchase Agreement and the other Financing Documents, by law and/or in equity, including, without limitation, the right of set-off and specific performance. The Bank will promptly provide written notice to the Trustee and the Authority of any acceleration of the amounts due under the Standby Bond Purchase Agreement.

#### **Extension of Stated Expiration Date.**

The Stated Expiration Date may be extended from time to time by agreement in writing between the Bank and the Authority (the period from the preceding Stated Expiration Date to such new Stated Expiration Date being sometimes called the "Extended Purchase Period"). The Extended Purchase Period may itself be extended in a like manner for additional periods. If no Event of Default has occurred and is continuing, the Authority may request in writing to the Bank, not later than one hundred fifty (150) days prior to the Stated Expiration Date, that the Bank extend the Stated Expiration Date. The Authority has no obligation to request an Extended Purchase Period and the Bank has no obligation to agree to any Extended Purchase Period, and all terms of the extension (including the term, commitment and other fees, interest rates and other provisions)

will be mutually acceptable to the Bank and the Authority. The Bank agrees to respond to a written extension request by the Authority within sixty (60) days of receipt of such request by the Bank. Any extension will be at the sole and absolute discretion of the Bank. If the Bank fails to respond to the Authority within sixty (60) days of receipt of the Authority's request or the Stated Expiration Date has occurred, the Bank will be deemed to have denied such request. If the Bank and the Authority agree to an Extended Purchase Period, the Bank will give written notice, in the form of a Notice of Extension of its determination to extend the Stated Expiration Date, to the Authority, with a copy to the Trustee. If the Stated Expiration Date is extended, the Authority will, except as otherwise agreed to in writing by the Bank, be deemed to have made the representations and warranties contained in the Standby Bond Purchase Agreement on and as of the date on which the Stated Expiration Date is so extended and will be deemed to have acknowledged and agreed that the terms of the Fee Letter, including, without limitation, the obligation of the Authority to pay the termination fee pursuant to the Fee Letter, will apply to such extended Stated Expiration Date.

### Certain Information Concerning the Bank

TD Bank, N.A. (the “Bank”) is a national banking association organized under the laws of the United States, with its main office located in Wilmington, Delaware. The Bank is an indirect, wholly-owned subsidiary of The Toronto-Dominion Bank (“TD”) and offers a full range of banking services and products to individuals, businesses and governments throughout its market areas, including commercial, consumer and trust services and indirect automobile dealer financing. The Bank operates banking offices in Connecticut, Delaware, the District of Columbia, Florida, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, North Carolina, New York, Pennsylvania, Rhode Island, South Carolina, Vermont and Virginia. As of June 30, 2022, the Bank had consolidated assets of \$405.2 billion, consolidated deposits of \$356.4 billion and stockholder’s equity of \$43.5 billion, based on regulatory accounting principles.

Additional information regarding the foregoing, and the Bank and TD, is available from the filings made by TD with the U.S. Securities and Exchange Commission (the “SEC”), which filings can be inspected and copied at the public reference facilities maintained by the SEC at 100 F Street, N.E., Washington, D.C. 20549, at prescribed rates. In addition, the SEC maintains a website at <http://www.sec.gov>, which contains reports, proxy statements and other information regarding registrants that file such information electronically with the SEC.

The information concerning TD and the Bank contained herein is furnished solely to provide limited introductory information and does not purport to be comprehensive. Such information is qualified in its entirety by the detailed information appearing in the documents and financial statements referenced herein.

The Standby Bond Purchase Agreement has been provided by the Bank and is the obligation of the Bank and not TD.

The Bank will provide copies of the publicly available portions of the most recent quarterly Call Report of the Bank delivered to the Comptroller of the Currency, without charge, to each person to whom this document is delivered, on the written request of such person. Written requests should be directed to:

TD Bank, N.A.  
1701 Route 70 East  
Cherry Hill, New Jersey 08034  
Attn: Corporate and Public Affairs

Information regarding the financial condition and results of operations of the Bank is contained in the quarterly Call Reports of the Bank delivered to the Comptroller of the Currency and available online at <https://cdr.ffiec.gov/public>. General information regarding the Bank may be found in periodic filings made by TD with the SEC. TD is a foreign issuer that is permitted, under a multijurisdictional disclosure system adopted by the United States, to prepare certain filings with the SEC in accordance with the disclosure requirements of Canada, its home country. Canadian disclosure requirements are different from those of the United States. TD’s financial statements are prepared in accordance with International Financial Reporting Standards, and may be subject to Canadian auditing and auditor independence standards, and thus may not be comparable to financial statements of United States companies prepared in accordance with United States generally accepted accounting principles.

The delivery hereof shall not create any implication that there has been no change in the affairs of TD or the Bank since the date hereof, or that the information contained or referred to in this Appendix A is correct as of any time subsequent to its date.

NEITHER TD NOR ANY OTHER SUBSIDIARY OF TD OTHER THAN THE BANK IS OBLIGATED TO MAKE PAYMENTS UNDER THE STANDBY BOND PURCHASE AGREEMENT.

The Bank is responsible only for the information contained in this section of the Remarketing Supplement and did not participate in the preparation of, or in any way verify the information contained in, any other part of the Remarketing Supplement. Accordingly, the Bank assumes no responsibility for and makes no representation or warranty as to the accuracy or completeness of information contained in any other part of the Remarketing Supplement.



