

**Power System  
City Transfer Calculation for Fiscal Year 2015/16  
and Bond Covenants Compliance Tests**

Based on Financial Data (as of November 24, 2015) for Fiscal Year Ended June 30, 2015  
(amounts in thousands)

|  |           |
|--|-----------|
| City Transfer Amount for Fiscal Year 2015/16 | \$266,957 |
|--|-----------|

Test 1: ***No transfer may exceed prior fiscal year's Net Income.***

|  |           |
|--|-----------|
| Net Income for fiscal year ended June 2015 as 11/24/15 | \$302,186 |
|--|-----------|

**Conclusion: *Transfer amount is less than Net Income.***

Test 2: ***No transfer may result in prior fiscal year's Surplus less the 2015/16 transfer amount being less than thirty-three and one-third percent (33-1/3%) of the Total Indebtedness (including the current portion) outstanding not more than 10 days prior to the date of such transfer.***

|   |             |
|---|-------------|
| Surplus as of June 30, 2015                         | \$5,475,111 |
| Less: 2015/16 City Transfer Amount                  | 266,957     |
| Adjusted Surplus                                    | \$5,208,154 |
| <br>  |             |
| Total debt outstanding including current portion    | \$8,798,446 |
| Debt issued since June 30, 2015                     | -           |
| Total Indebtedness as of November 24, 2015          | \$8,798,446 |
| Thirty-three and one-third percent                  | 33.33%      |
| 33.3% of Total Indebtedness as of November 24, 2015 | \$2,932,522 |
| Adjusted Surplus less 33.3% of Total Indebtedness   | \$2,275,632 |

**Conclusion: *Adjusted Surplus is greater than 33.33% of Total Indebtedness as of November 24, 2015***