

GREAT LAKES WATER AUTHORITY
ORDINANCE NO. 2023-05

**SERIES ORDINANCE AUTHORIZING ISSUANCE AND SALE OF
WATER SUPPLY SYSTEM REVENUE AND REVENUE REFUNDING BONDS
IN A PRINCIPAL AMOUNT NOT TO EXCEED \$925,000,000**

WHEREAS, pursuant to Resolution No. 2015-10-02 adopted by the Board of Directors of the Great Lakes Water Authority (the “Authority”) on October 7, 2015, the Authority Board approved and adopted Master Bond Ordinance No. 2015-01 (as subsequently amended through the date hereof, the “Ordinance”), which authorizes the issuance by the Authority of Water Supply System Revenue Bonds; and

WHEREAS, the Ordinance authorizes the issuance of such Water Supply System Revenue Bonds in one or more Series pursuant to a Series Ordinance authorizing the issuance and sale of such Series; and

WHEREAS, the Authority Board has determined that it is necessary and desirable to authorize at this time one or more Series of Revenue Bonds to pay all or part of the costs of the hereinafter described improvements, enlargements, extensions and repairs to the Regional Water System; and

WHEREAS, the Authority Board has determined that it is necessary to authorize at this time one or more Series of Revenue Refunding Bonds (the “2023 Bonds”) (i) to refund a portion of Outstanding Bonds (the “Bonds To Be Refunded”) and cause the Bonds To Be Refunded to be purchased, retired and/or defeased in accordance with the Ordinance, and/or (ii) to effect certain Tender/Exchange Transactions as described herein, all to secure savings for the Authority through the issuance of such Revenue Refunding Bonds; and

WHEREAS, due to market conditions, it is desirable for the Authority, provided that certain conditions are met, to invite Holders of certain Outstanding Bonds (the “Target Bonds”) to offer to tender such Bonds for purchase (the “Tendered Bonds”) or exchange such Bonds (the “Exchanged Bonds”) for certain Revenue Refunding Bonds, pursuant to the terms of an Invitation to Tender or Exchange Water Supply System Revenue Bonds (the “Invitation to Tender or Exchange” or the “Invitation”), and based on the offers received from such Holders, to accept for purchase the Tendered Bonds, provided that funds are available therefor, and/or accept for exchange the Exchanged Bonds, and subsequently cancel all of said Bonds (collectively, the “Tender/Exchange Transactions”).

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF DIRECTORS OF THE GREAT LAKES WATER AUTHORITY AS FOLLOWS:

Section 1. Authority for this Series Ordinance. This Series Ordinance (the “2023 Series Ordinance”) is adopted pursuant to Section 1102(1) of the Ordinance.

Section 2. Definitions. Except as otherwise provided in this 2023 Series Ordinance, all terms which are defined in Section 101 of the Ordinance shall have the same meanings,

respectively, in this 2023 Series Ordinance as such terms are given in the Ordinance. In addition, the following terms shall have the following meanings unless the context shall clearly indicate some other meaning:

(a) “2023 Bonds” means, collectively, the 2023 New Money Bonds and the 2023 Refunding Bonds authorized by Section 3 of this 2023 Series Ordinance.

(b) “2023 New Money Bonds” means those 2023 Bonds, if any, issued for the purpose of paying, reimbursing and/or refinancing Project Costs as authorized by Section 3 of this 2023 Series Ordinance.

(c) “2023 Project” means a portion of the improvements, enlargements, extensions and repairs to the Regional Water System identified in the Capital Improvement Program, all as more fully described in the Sale Order.

(d) “2023 Refunding Bonds” means those 2023 Bonds, if any, issued for the purpose of refunding the Bonds To Be Refunded, purchasing the Tendered Bonds, issued in exchange for the Exchanged Bonds and paying Refunding Costs as authorized by Section 3 of this 2023 Series Ordinance.

(e) “2023 Reserve Requirement” means the sum of the 2023 Senior Lien Reserve Requirement and the 2023 Second Lien Reserve Requirement.

(f) “2023 Second Lien Bonds” means, collectively, the 2023 Second Lien New Money Bonds and the 2023 Second Lien Refunding Bonds.

(g) “2023 Second Lien New Money Bonds” means those 2023 New Money Bonds, if any, issued as Second Lien Bonds as provided in this 2023 Series Ordinance.

(h) “2023 Second Lien Refunding Bonds” means those 2023 Refunding Bonds, if any, issued as Second Lien Bonds as provided in this 2023 Series Ordinance.

(i) “2023 Second Lien Reserve Requirement” means such amount, if any, as is determined in the Sale Order to be the amount necessary to make the amount on deposit in the Second Lien Bond Reserve Account at least equal to the Reserve Requirement for the Second Lien Bond Reserve Account immediately upon the issuance of the 2023 Second Lien Bonds after taking into consideration such provision as is made for the Reserve Requirement from proceeds of the 2023 Second Lien Bonds and other funds and Credit Facilities on deposit or to be deposited in the Second Lien Bond Reserve Account.

(j) “2023 Senior Lien Bonds” means, collectively, the 2023 Senior Lien New Money Bonds and the 2023 Second Lien Refunding Bonds.

(k) “2023 Senior Lien New Money Bonds” means those 2023 New Money Bonds, if any, issued as Senior Lien Bonds as provided in this 2023 Series Ordinance.

(l) “2023 Senior Lien Refunding Bonds” means those 2023 Refunding Bonds, if any, issued as Senior Lien Bonds as provided in this 2023 Series Ordinance.

(m) “2023 Senior Lien Reserve Requirement” means such amount, if any, as is determined in the Sale Order to be the amount necessary to make the amount on deposit in the Senior Lien Bond Reserve Account at least equal to the Reserve Requirement for the Senior Lien Bond Reserve Account immediately upon the issuance of the 2023 Senior Lien Bonds after taking into consideration such provision as is made for the Reserve Requirement from proceeds of the 2023 Senior Lien Bonds and other funds and Credit Facilities on deposit or to be deposited in the Senior Lien Bond Reserve Account.

(n) “Authorized Denomination” means any denomination as determined by an Authorized Officer in the Sale Order.

(o) “Authorized Officer” means either the Chief Executive Officer or the Chief Financial Officer.

(p) “Bonds To Be Refunded” has the meaning set forth in the recitals hereto.

(q) “Continuing Disclosure Undertaking” means the continuing disclosure undertaking or undertakings with respect to the 2023 Bonds to be entered into by the Authority pursuant to the Rule.

(r) “Dealer Manager” means, with respect to the Tender/Exchange Transactions, Goldman Sachs & Co. LLC., on behalf of itself and such other firms as may be named in the Dealer Manager Agreement.

(s) “Dealer Manager Agreement” means the Agreement between the Authority and the Dealer Manager relating to the Tender/Exchange Transactions.

(t) “Escrow Agreement” shall have the meaning set forth in Section 10 of this 2023 Series Ordinance.

(u) “Escrow Deposit”, if any, means cash or Government Obligations, or a combination of cash and Government Obligations, at least sufficient to discharge the lien of the Pledged Assets securing the Bonds To Be Refunded in accordance with Section 1001 of the Ordinance.

(v) “Exchanged Bonds” has the meaning set forth in the recitals hereto.

(w) “Fitch” means Fitch Ratings, Inc., and any successor rating agency.

(x) “Forward Delivery Agreement” means a bond purchase agreement providing for the issuance and delivery of certain 2023 Bonds by the Authority and purchase of such 2023 Bonds by the Underwriter on a specified date in the future, for the purposes authorized by this 2023 Series Ordinance including effecting the refunding of the Bonds To Be Refunded.

(y) “Information and Tender/Exchange Agent” means the Information and Tender/Exchange Agent appointed by an Authorized Officer and as shall be confirmed in the Sale Order to act as the Authority’s agent in connection with the Tender/Exchange Transactions.

(z) “Interest Payment Date” means except as otherwise determined in the Sale Order each January 1 and July 1, or such other dates and commencing as set forth in the Sale Order.

(aa) “Invitation to Tender or Exchange” has the meaning set forth in the recitals hereto.

(bb) “Maturity Date” means such dates of maturity of the 2023 Bonds as determined in the Sale Order.

(cc) “Moody’s” means Moody’s Investors Service, Inc., and any successor rating agency.

(dd) “Official Statement” means the final disclosure document with respect to the 2023 Bonds.

(ee) “Person” means any natural person, association, corporation, trust, partnership, joint venture, joint-stock company, municipal corporation, public body or other entity, however organized.

(ff) “Preliminary Official Statement” means the preliminary disclosure document with respect to the 2023 Bonds.

(gg) “Project Costs” means the costs of acquiring, constructing, equipping, installing and financing the 2023 Project, including Issuance Costs relating to the 2023 New Money Bonds.

(hh) “Purchase Agreement” means any bond purchase agreement between the Authority and the Underwriter providing for the sale of any 2023 Bonds, and includes any Forward Delivery Agreement entered into in accordance with this 2023 Series Ordinance.

(ii) “Refunding Costs” means the costs of refunding the Bonds To Be Refunded and the Tender/Exchange Transactions, including, to the extent authorized in the Sale Order, the amount of the Escrow Deposit, if any, the purchase price of the Tendered Bonds, funding the 2023 Reserve Requirement, if any, and Issuance Costs relating to the 2023 Refunding Bonds, including, without limitation, any costs associated with the Tender/Exchange Transactions including those of the Dealer Manager and an Information and Tender/Exchange Agent.

(jj) “Regular Record Date” means the fifteenth day of the calendar month immediately preceding an Interest Payment Date.

(kk) “Rule” means Rule 15c2-12 promulgated by the United States Securities and Exchange Commission under the Securities and Exchange Act of 1934, as amended.

(ll) “S&P” means S&P Global Ratings, and any successor rating agency.

(mm) “Sale Order” means any one or more Sale Orders of an Authorized Officer authorizing acts consistent with the Ordinance and this 2023 Series Ordinance necessary and appropriate to complete the sale, execution and delivery of the 2023 Bonds and to complete the other transactions contemplated herein.

(nn) “Savings Threshold” means that, as the result of the Tender/Exchange Transactions and the refunding of the Bonds To Be Refunded, the Authority will achieve an aggregate reduction in bond debt service that has a present value at the time of sale of the 2023 Refunding Bonds equal to at least two and one-half percent (2.5%) of the par value of the Bonds To Be Refunded, Tendered Bonds and Exchanged Bonds and in accordance with the Ordinance and applicable law.

(oo) “Securities Depository” means (i) The Depository Trust Company and its successors and assigns, if any, or (ii) any other securities depository which agrees to follow the procedures required to be followed by a securities depository in connection with the 2023 Bonds and which is selected by the Authority as provided in Section 6.

(pp) “Target Bonds” has the meaning set forth in the recitals hereto.

(qq) “Taxable 2023 Bonds” means any 2023 Bonds other than Tax-Exempt 2023 Bonds.

(rr) “Tax-Exempt 2023 Bonds” means any 2023 Bonds that are Tax-Exempt Bonds.

(ss) “Tender/Exchange Transactions” has the meaning set forth in the recitals hereto.

(tt) “Tendered Bonds” has the meaning set forth in the recitals hereto.

(uu) “Underwriter” means, with respect to the 2023 Bonds, Siebert Williams Shank & Co., LLC., on behalf of itself and such underwriters as may be named in the Purchase Agreement.

Section 3. Authorization of 2023 Bonds and Tender/Exchange Transactions.

(a) Authorization of 2023 Bonds.

(1) Authorization of Borrowing. The Authority may borrow (A) an aggregate principal amount, exclusive of premium, not in excess of \$725,000,000, in the case of the 2023 Refunding Bonds, and (B) an aggregate principal amount, exclusive of premium, not in excess of \$200,000,000, in the case of the 2023 New Money Bonds, all as finally determined in the Sale Order, and issue 2023 Bonds at one or more times and in one or more Series, all to evidence such borrowing pursuant to Act 233, Act 94 and the Ordinance, as 2023 Senior Lien Bonds and/or 2023 Second Lien Bonds, all as finally determined in the Sale Order.

(2) Purpose of 2023 Bonds. The 2023 Bonds shall be issued as Additional Bonds for the purpose of (A) in the case of the 2023 New Money Bonds, paying, reimbursing and/or refinancing Project Costs, and (B) in the case of the 2023 Refunding Bonds, (i) refunding the Bonds To Be Refunded, (ii) financing the purchase of the Tendered Bonds pursuant to the Tender/Exchange Transactions and causing the Tendered Bonds to be deemed paid and no longer Outstanding, (iii) exchanging 2023 Bonds in place of the Exchanged Bonds and causing the Exchanged Bonds to be no longer Outstanding, and (iv) paying other Refunding Costs, including Issuance Costs relating to the 2023 Refunding Bonds, and may in each case

include amounts necessary to satisfy the 2023 Reserve Requirement and paying the costs of a Credit Facility.

- (3) Limitations on Issuance of 2023 Refunding Bonds. No 2023 Refunding Bonds shall be issued unless:
 - a) The proceeds thereof (exclusive of accrued interest), together with other moneys available to the Authority under the Ordinance, are sufficient to provide funds for all Refunding Costs, as set forth in the Sale Order.
 - b) The Authority's issuance and sale of the 2023 Refunding Bonds, the refunding of the Bonds To Be Refunded and the Tender/Exchange Transactions will meet the Savings Threshold.
 - c) Concurrently with or prior to the delivery of the 2023 Refunding Bonds, an Authorized Officer gives notice to the Trustee to call for redemption at the applicable redemption price all of the Bonds To Be Refunded on the dates set forth in the Escrow Agreement, if any, or in the Sale Order in the absence of an Escrow Agreement. In such notice, an Authorized Officer may direct that the notice of redemption to be given by the Trustee to the Holders of the Bonds To Be Refunded pursuant to Section 303 of the Ordinance shall be given prior to the delivery of the 2023 Refunding Bonds and that such notice of redemption be conditioned upon the delivery of the 2023 Refunding Bonds and the funding of the Escrow Deposit, if any. As provided in Section 303 of the Ordinance, if such conditions in the notice of redemption are not satisfied on or before the date fixed for redemption, then the notice of redemption shall be canceled and of no further force or effect.
- (4) Insufficient Proceeds. To the extent that proceeds of the 2023 New Money Bonds are insufficient to pay Project Costs, the insufficiency shall be paid from the proceeds of future Additional Bonds, if any, and/or moneys of the Regional Water System on hand and legally available therefor, as determined by the Authority Board.
- (5) Priority of Lien. The 2023 Bonds shall be issued as Senior Lien Bonds and/or Second Lien Bonds, as set forth in the Sale Order.
- (6) Separate Series. The 2023 Bonds are issuable at one or more times and as one or more separate Series of Bonds in such amounts as determined in the Sale Order.
- (7) Taxable and Tax-Exempt 2023 Bonds. The 2023 Bonds may be issued as Taxable 2023 Bonds or Tax-Exempt 2023 Bonds, or as separate Series of both, as determined in the Sale Order.

(8) Source of Payment and Security. The 2023 Bonds shall be payable and secured as provided in Section 5.

(b) Authorization of Tender/Exchange Transactions.

(1) Approval of Invitation to Tender or Exchange; Authorization of Authorized Officer. The distribution of an Invitation to Tender or Exchange is hereby approved, the invitation to tender for purchase or exchange and subsequent cancellation of Tendered Bonds and Exchanged Bonds as contemplated by and consistent with the terms of this 2023 Series Ordinance, is hereby authorized. An Authorized Officer is hereby authorized to (a) execute and deliver on behalf of the Authority a Dealer Manager Agreement, including the form of the Invitation to Tender or Exchange and any certificates required by the Dealer Manager to be executed on behalf of the Authority; (b) after consultation with the Authority's Financial Advisor and Bond Counsel, finalize the terms of the Invitation to Tender or Exchange consistent with this 2023 Series Ordinance; (c) take actions necessary to invite offers of Bonds to be purchased or exchanged by the Authority as outlined in the Invitation to Tender or Exchange, including, without limitation, a determination of the Target Bonds; (d) determine criteria for acceptable offers; (e) accept or reject, in whole or in part, offers received, or to delegate that authority to the Information and Tender/Exchange Agent subject to certain criteria; (f) take actions necessary to finalize conditional acceptance for the purchase of any Tendered Bonds and the exchange of any Exchanged Bonds, including providing any necessary directions to the Trustee, the Information and Tender/Exchange Agent and/or the Dealer Manager, and including determining the appropriate purchase prices of the Tendered Bonds and the exchange factors by which Exchanged Bonds will be exchanged for 2023 Refunding Bonds, as set forth in the Sale Order; and (g) execute (by manual or facsimile signature) any necessary approvals or instructions for the conditional acceptance of Tendered Bonds or Exchanged Bonds and any actions contemplated by this 2023 Series Ordinance, subject to the conditions described herein and in the Invitation.

(2) Limitations Applicable to Tender/Exchange Transactions. The following limitations and parameters shall apply to the Tender/Exchange Transactions:

a) The Tender/Exchange Transactions shall result in meeting the Savings Threshold.

b) The offers contemplated by the Invitation to Tender or Exchange shall become effective and expire according to the terms of the Invitation to Tender or Exchange.

(c) Applicability of Ordinance. Except as otherwise provided in this 2023 Series Ordinance or the Sale Order, all of the provisions of the Ordinance shall apply to the 2023 Bonds

as if set forth in full in this 2023 Series Ordinance, the purpose of this 2023 Series Ordinance being to supplement the Ordinance to authorize the issuance of 2023 Bonds and the Tender/Exchange Transactions for the purposes set forth herein.

Section 4. 2023 Bond Details.

(a) Designation.

- (1) The 2023 Bonds shall bear the designations Water Supply System [Revenue][Revenue Refunding] [Senior Lien][Second Lien] Bonds, Series 2023[A/B/C/D] and shall include the Series designation and such other designations, including, without limitation, designations for multiple Series or subseries, as determined by an Authorized Officer as shall be set forth in the Sale Order and not inconsistent with the Ordinance or this 2023 Series Ordinance.
- (2) If any Series of 2023 Bonds are not issued in 2023, an Authorized Officer is authorized in his or her discretion to re-designate the year and Series designation of such Series of 2023 Bonds and the various funds and accounts established hereunder to correspond with the year of issuance of such Series of 2023 Bonds. Furthermore, an Authorized Officer is authorized to establish designations within the various funds and accounts established hereunder if necessary in order to differentiate such funds and accounts from other similarly named funds and accounts related to other Bonds.

(b) Numbering. 2023 Bonds shall be numbered in such manner as shall be determined in the Sale Order.

(c) Principal. 2023 Bonds shall be issued in the form of Serial Bonds or Term Bonds, or any combination of Serial Bonds and Term Bonds, in any Authorized Denomination, and the principal thereof shall mature on July 1, or such other date as set forth in a Sale Order, in such years and amounts, and shall be or not be subject to redemption prior to maturity, all as shall be determined in the Sale Order subject to the limitations applicable to Taxable 2023 Bonds in Section 4(j) hereof and the following limitations:

- (1) No 2023 Bonds shall mature later than 40 years after the date of issuance thereof.
- (2) 2023 Bonds shall only be issued with principal and interest installments permitted by the Ordinance, including Section 207 thereof.

(d) Interest. 2023 Bonds or portions thereof shall bear interest at such fixed rate or rates as determined in the Sale Order not in excess of the maximum rate permitted by law. Interest on 2023 Bonds shall be payable on each Interest Payment Date.

(e) Payment of Principal and Interest. The principal of, premium, if any, and interest on the 2023 Bonds shall be payable in lawful money of the United States. The principal of and

premium, if any, on the 2023 Bonds are payable upon the surrender thereof at the corporate trust office of the Trustee and the interest is payable by check or draft drawn on the Trustee and mailed to the registered owners as of the immediately preceding Regular Record Date at their address shown on the registration books of the Authority maintained by the Trustee.

(f) Dating. The 2023 Bonds shall be dated such date or dates as determined in the Sale Order.

(g) Reserve Requirement. The 2023 Reserve Requirement, if any, with respect to each Series of the 2023 Bonds shall be satisfied by a deposit into the appropriate Bond Reserve Account of cash, a portion of the proceeds of such Series of 2023 Bonds, funds already on deposit in the appropriate Bond Reserve Account or the provision of a Credit Facility in the same amount and with a credit rating at the time of issuance of such Series of 2023 Bonds not less than the credit rating of such Series of 2023 Bonds, or any combination of the foregoing. The amounts, if any, required to be deposited in the Senior Lien Bond Reserve Account and the Second Lien Bond Reserve Account to cause the amounts on deposit therein to be at least equal to the Reserve Requirement for the Senior Lien Bonds and the Reserve Requirement for the Second Lien Bonds, respectively, shall be set forth in the Sale Order.

(h) Exchange. The registered owner of any 2023 Bond may exchange such 2023 Bond for a new 2023 Bond or Bonds of the same Series, interest rate, maturity and Priority of Lien in an equal aggregate principal amount in one or more of the Authorized Denominations by surrendering such 2023 Bond to be exchanged at the designated office of the Trustee together with an assignment duly executed by the registered owner thereof or his attorney or legal representative in such form as shall be satisfactory to the Trustee. As provided in Section 206 of the Ordinance, the Trustee shall be responsible for the registration, transfer and exchange of 2023 Bonds and shall indicate its acceptance of such duties by a document filed with an Authorized Officer concurrently with the delivery of the 2023 Bonds.

(i) Execution and Delivery of 2023 Bonds. The 2023 Bonds shall be executed in the name of the Authority by manual or facsimile signature of the Chief Executive Officer of the Authority and countersigned by the manual or facsimile signature of the Secretary of the Authority Board, and shall have the Authority's seal, or facsimile thereof, affixed or printed thereon. The Chief Financial Officer is authorized to deliver the 2023 Bonds to the Underwriter upon receiving the purchase price therefor in lawful money of the United States. The Chief Financial Officer is further authorized to make the necessary arrangements with the Holders of the Exchanged Bonds to establish the date, location, procedure and conditions for the delivery of 2023 Bonds exchanged in place of the Exchanged Bonds in accordance with the Invitation.

(j) Selection of Taxable 2023 Bonds for Redemption. Pursuant to Section 303 of the Ordinance, when Taxable 2023 Bonds are to be redeemed in part, an Authorized Officer shall specify to the Trustee the Series designation and maturity of the Taxable 2023 Bonds from which 2023 Bonds or portions of 2023 Bonds to be redeemed shall be selected. Subject to the Authorized Officer's specification, the particular Taxable 2023 Bonds or portions of Taxable 2023 Bonds to be redeemed will be selected by the Trustee by lot; provided, however, that the Trustee shall select Taxable 2023 Bonds to be redeemed on the basis of a pro rata pass-through distribution of principal in accordance with DTC procedures and provided that, so long as the Taxable 2023 Bonds are held

in book-entry form the selection for redemption of such Taxable 2023 Bonds will be made in accordance with the operational arrangements of DTC then in effect and, if the DTC operational arrangements do not allow for redemption on the basis of a pro-rata pass-through distribution of principal, the Taxable 2023 Bonds will be selected for redemption, in accordance with DTC procedures, by lot. The portion of any Taxable 2023 Bonds to be redeemed in part shall be in the principal amount of \$5,000 or any integral multiple thereof

(k) Form of 2023 Bonds. The 2023 Bonds shall be in substantially the following form, subject to such changes, additions or deletions as determined by an Authorized Officer within the parameters of this 2023 Series Ordinance:

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**UNITED STATES OF AMERICA
STATE OF MICHIGAN
COUNTIES OF MACOMB, OAKLAND AND WAYNE
GREAT LAKES WATER AUTHORITY**

**WATER SUPPLY SYSTEM [REVENUE][REVENUE REFUNDING]
[SENIOR LIEN][SECOND LIEN] BOND, SERIES 2023__**

REGISTERED OWNER:

PRINCIPAL AMOUNT: \$ _____

INTEREST RATE: _____ %

ORIGINAL ISSUE DATE:

The Great Lakes Water Authority, Counties of Macomb, Oakland and Wayne, State of Michigan (the “Issuer”), upon authorization from the Board of Directors of the Issuer (the “Board”), has issued this Bond. The Issuer, for value received, promises to pay, but only from the Pledged Assets (as defined below), to the Registered Owner named above, or registered assigns, the Principal Amount stated above in lawful money of the United States of America. Interest on this Bond shall accrue from the Original Issue Date set forth above at the Interest Rate per annum set forth above, and shall be payable on _____ 1, 20__ and semiannually on each July 1 and January 1 thereafter (each an “Interest Payment Date”) in lawful money of the United States of America.

Principal of this Bond is payable upon presentation and surrender at the designated office of U.S. Bank Trust Company, National Association, as Trustee under the Bond Ordinance (as defined below) or such other trustee as the Issuer may hereafter designate by notice mailed to the registered owner not less than 60 days prior to any Interest Payment Date (the “Trustee”).

Interest on this Bond is payable to the registered owner of record as of the close of business on the 15th day of the month immediately preceding any Interest Payment Date as shown on the registration books kept by the Trustee by check or draft mailed by the Trustee to the registered owner at the registered address. Interest on this Bond shall be computed on the basis of a 360-day year comprised of twelve 30-day months.

This Bond is one of a series of bonds designated “Water Supply System [Revenue][Revenue Refunding] [Senior Lien][Second Lien] Bonds, Series 2023__” and is issued pursuant to the provisions of (i) Act 233, Public Acts of Michigan, 1955, as amended (“Act 233”), and Act 94, Public Acts of Michigan, 1933, as amended (“Act 94”), (ii) Master Bond Ordinance No. 2015-01 adopted by the Board on October 7, 2015, as amended (the “Bond Ordinance”), (iii)

the Series Ordinance Authorizing Issuance and Sale of Water Supply System Revenue and Revenue Refunding Bonds in a Principal Amount not to Exceed \$925,000,000, adopted by the Board on _____, 2023 (the “Series Ordinance”), and (vi) a Sale Order of an Authorized Officer of the Issuer dated _____, 2023 (the “Sale Order,” and, collectively with the Bond Ordinance and the Series Ordinance, the “Ordinance”). This Bond is issued for the purposes set forth in the Series Ordinance and the Sale Order.

For the prompt payment of the principal of and interest on this Bond, and other bonds issued by the Issuer pursuant to the Bond Ordinance, the Issuer has irrevocably pledged the revenues of the Water System (as defined in the Bond Ordinance), after provision is made for reasonable and necessary expenses of operation, maintenance and administration of the Water System (the “Net Revenues”), and a statutory lien on the Net Revenues and Pledged Assets (as defined in the Bond Ordinance) (the “Pledged Assets”) is hereby recognized and acknowledged. Such lien is a [first] [second] lien[, subject to obligations heretofore and hereafter issued or incurred under the Bond Ordinance secured by a first lien on the Pledged Assets]. This Bond is of equal standing on a parity with all other obligations heretofore and hereafter issued or incurred under the Bond Ordinance and secured by a [first] [second] lien on the Pledged Assets.

For a complete statement of the revenues from which and the conditions under which this Bond is payable, a statement of the conditions under which Additional Bonds (as defined in the Bond Ordinance) of senior or equal standing and Additional Bonds of junior standing may hereafter be issued and the general covenants and provisions pursuant to which this Bond is issued, reference is made to the Bond Ordinance.

This Bond is subject to redemption prior to maturity to the extent, and as provided in, the Sale Order.

THIS BOND IS ISSUED UNDER ACT 233 AND ACT 94. IT IS A SELF-LIQUIDATING BOND AND IS NOT A GENERAL OBLIGATION OF THE ISSUER AND DOES NOT CONSTITUTE AN INDEBTEDNESS OF THE ISSUER WITHIN ANY CONSTITUTIONAL OR STATUTORY LIMITATION, BUT IS PAYABLE, BOTH AS TO PRINCIPAL AND INTEREST SOLELY FROM THE PLEDGED ASSETS OF THE WATER SYSTEM. THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON THIS BOND ARE SECURED BY A STATUTORY LIEN ON THE PLEDGED ASSETS AS DESCRIBED HEREIN.

The Issuer has covenanted and agreed, and hereby covenants and agrees, to fix and maintain, or cause to be fixed and maintained, at all times while any bonds payable from the Pledged Assets of the Water System shall be outstanding, such rates for service furnished by the Water System as shall be sufficient to provide for payment of the interest upon and the principal of this Bond and all other Bonds (as defined in the Bond Ordinance) assumed or issued and to be issued under the Bond Ordinance as and when the same shall become due and payable, to create and maintain a bond redemption fund therefor, including a bond reserve, to provide for the payment of expenses of administration and operation and such expenses for maintenance of the Water System as are necessary to preserve the same in good repair and working order, and to provide for such other expenditures and funds for the Water System, all as are required by the Bond Ordinance.

This Bond is transferable only upon the books of the Issuer kept for that purpose at the office of the Trustee by the registered owner hereof in person, or by his attorney duly authorized in writing, upon the surrender of this Bond together with a written instrument of transfer satisfactory to the Trustee duly executed by the registered owner or his attorney duly authorized in writing, and thereupon a new registered bond or bonds of the same type, in the same aggregate principal amount and of the same maturity shall be issued to the transferee in exchange therefor as provided in the Ordinance and upon the payment of the charges, if any, therein prescribed.

It is hereby certified and recited that all acts, conditions and things required by law precedent to and in the issuance of this Bond have been done and performed by regular and due time and form as required by law.

This Bond is not valid or obligatory for any purpose until the Trustee's Certificate of Authentication hereon has been executed by the Trustee.

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IN WITNESS WHEREOF, the Great Lakes Water Authority, Counties of Macomb, Oakland and Wayne, State of Michigan, has caused this Bond to be signed in its name by the facsimile signatures of its Chief Executive Officer and its Secretary of the Board, and its corporate seal to be printed, impressed or otherwise reproduced hereon, all as of the Original Issue Date.

GREAT LAKES WATER AUTHORITY

By: _____
Chief Executive Officer

Countersigned:

By: _____
Secretary, Board of Directors

[Seal]

CERTIFICATE OF AUTHENTICATION

This Bond is authenticated as one of the bonds designated by the Issuer as “Water Supply System [Revenue][Revenue Refunding] [Senior Lien][Second Lien] Bonds, Series 2023__”.

U.S. Bank Trust Company, National Association,
Trustee

By: _____

Date of Authentication: _____, 2023

ASSIGNMENT

For value received, the undersigned sells, assigns and transfers unto _____ this Bond and all rights hereunder and hereby irrevocably appoints _____ attorney to transfer this Bond on the books kept for registration thereof with full power of substitution in the premises.

Dated: _____

Signature

NOTICE: The signature to this assignment must correspond with the name as it appears on the face of this Bond in every particular.

END OF BOND FORM

Section 5. Payment of 2023 Bonds; Confirmation of Statutory Lien.

(a) The 2023 Bonds and the interest thereon shall be payable solely from the Pledged Assets.

(b) To secure payment of the 2023 Bonds, the statutory lien upon the whole of the Pledged Assets established by Act 94 and the pledge created in Section 501 of the Ordinance is hereby confirmed in favor of the 2023 Bonds as follows:

- (1) Such lien in favor of the 2023 Senior Lien Bonds shall be a first lien of equal standing and Priority of Lien with all issued, to be issued and outstanding Senior Lien Bonds.
- (2) Such lien in favor of the 2023 Second Lien Bonds shall be a second lien of equal standing and Priority of Lien with all issued, to be issued and outstanding Second Lien Bonds.

Section 6. Concerning the Securities Depository.

(a) As used herein:

“Beneficial Owner” means any Person who indirectly owns 2023 Bonds pursuant to the indirect ownership system maintained by the Securities Depository and its Participants, commonly known as the “Book-Entry Only System.”

“Participant” means any Person whose ownership of 2023 Bonds is shown on books of the Securities Depository.

(b) Initially, one fully-registered bond for each maturity of each Series of 2023 Bonds, in the aggregate principal amount of such maturity, shall be issued in the name of Cede & Co., as nominee of the Securities Depository, for the benefit of the Participants in the Book-Entry Only System. While the 2023 Bonds are registered in the name of a Securities Depository or its nominee, neither the Authority nor the Trustee shall have any responsibility or obligation to any Participant or to any Beneficial Owner with respect to any matter, including the following:

- (1) the accuracy of the records of the Securities Depository, its nominee or any Participant with respect to any ownership interest in 2023 Bonds,
- (2) the delivery to any Participant, Beneficial Owner or any other Person other than the Securities Depository of any notice with respect to any 2023 Bonds, including any notice of redemption, or
- (3) the payment to any Participant, Beneficial Owner or any other Person, other than the Securities Depository of any amount with respect to the principal (and premium, if any) of or interest on any 2023 Bonds.

(c) The Trustee shall pay all principal (and premium, if any) of and interest on the 2023 Bonds only to or upon the order of the Securities Depository, and all such payments shall be valid

and effective fully to satisfy and discharge the Authority's obligations with respect to the principal (and premium, if any) of, and interest on such 2023 Bonds to the extent of the sum or sums so paid.

(d) If (1) the Authority receives a written notice from the Securities Depository to the effect the Securities Depository is unable or unwilling to discharge its responsibilities or (2) the Authority determines that it is in the best interests of the Beneficial Owners of 2023 Bonds that they be able to obtain 2023 Bonds in certificated form, then, in either event, the Authority shall notify the Trustee and, in the case of clause, (2), the Securities Depository.

(e) Upon discontinuance of the use of the Book-Entry Only System maintained by the Securities Depository pursuant to subsection (d) above and upon receipt of notice from the Securities Depository containing sufficient information, the Authority shall execute and the Trustee shall authenticate and deliver 2023 Bonds in certificated form to Beneficial Owners in exchange for the beneficial interests of such Beneficial Owners in corresponding principal amounts and in any Authorized Denominations.

(f) Notwithstanding any other provision of this 2023 Series Ordinance to the contrary, so long as any 2023 Bond is registered in the name of the Securities Depository or its nominee:

- (1) all payments with respect to the principal, premium, if any, and interest on such 2023 Bond and all notices of redemption, tender and otherwise with respect to such 2023 Bond shall be made and given, respectively, to the Securities Depository as provided in the blanket issuer letter of representations between the Authority and the Securities Depository;
- (2) if less than all of the 2023 Bonds of the same type of any maturity are to be redeemed, then the particular 2023 Bonds or portions of 2023 Bonds of such type and maturity to be redeemed shall be selected by the Securities Depository in any such manner as the Securities Depository may determine;
- (3) all payments with respect to principal of the 2023 Bonds and premium, if any and interest on the 2023 Bonds shall be made in such manner as shall be prescribed by the Securities Depository; and
- (4) if a 2023 Bond is redeemed or tendered in part, then all amounts payable in respect of such redemption or tender shall be paid without presentation and surrender of such 2023 Bond pursuant to the procedures of the Securities Depository.

Section 7. Credit Facility.

(a) An Authorized Officer is authorized to negotiate and obtain a Credit Facility with respect to the 2023 Bonds, if the Authorized Officer determines that it is in the best interest of the Authority. An Authorized Officer is further authorized to renegotiate the terms of any outstanding Credit Facility, if the Authorized Officer determines that it is in the best interest of the Authority.

(b) An Authorized Officer is authorized to pay the cost of any such Credit Facility from the proceeds of the 2023 Bonds or any other funds legally available therefor.

(c) An Authorized Officer is authorized to make such covenants and agreements of the Authority as shall be necessary or appropriate in any agreement with the Credit Entity providing such Credit Facility.

Section 8. Funds and Accounts; Flow of Funds. Except as otherwise provided in this 2023 Series Ordinance, all of the provisions relative to funds and accounts, their maintenance, the flow of funds and other details relative thereto, shall remain as specifically set forth in the Ordinance.

Section 9. Disposition of Proceeds.

(a) 2023 Senior Lien New Money Bonds.

- (1) Disposition of Accrued Interest and Capitalized Interest. From the proceeds of the sale of the 2023 Senior Lien New Money Bonds there shall be immediately deposited in the Senior Lien Debt Service Account, an amount equal to any accrued interest received on the delivery of the 2023 Senior Lien New Money Bonds and, to the extent provided in the Sale Order, any capitalized interest on the 2023 Senior Lien New Money Bonds, and the Authority may take credit for the amount so deposited against the amount required to be deposited in the Senior Lien Debt Service Account for payment of the next maturing interest payment on the 2023 Senior Lien New Money Bonds.
- (2) Senior Lien Bond Reserve Account Deposit. If required as provided in Section 4(g) of this 2023 Series Ordinance, from the proceeds of the 2023 Senior Lien New Money Bonds, there shall next be applied an amount as set forth in the Sale Order to be deposited to the Senior Lien Bond Reserve Account, if any, at least equal to the 2023 Senior Lien Reserve Requirement after taking into account any Credit Facility or Credit Facilities to be acquired with the proceeds of the 2023 Senior Lien New Money Bonds or any other funds legally available therefor.
- (3) Construction Fund. The balance of the proceeds of the 2023 Senior Lien New Money Bonds shall be deposited in the Construction Fund and used to pay Project Costs as provided in Section 10.

(b) 2023 Second Lien New Money Bonds.

- (1) Disposition of Accrued Interest and Capitalized Interest. From the proceeds of the sale of the 2023 Second Lien New Money Bonds there shall be immediately deposited in the Second Lien Debt Service Account, and amount equal to any accrued interest received on the delivery of the 2023 Second Lien New Money Bonds and, to the extent provided in the Sale Order, any capitalized interest on the 2023 Second Lien New Money Bonds,

and the Authority may take credit for the amount so deposited against the amount required to be deposited in the Second Lien Debt Service Account for payment of the next maturing interest payment on the 2023 Second Lien New Money Bonds.

- (2) Second Lien Bond Reserve Account Deposit. If required as provided in Section 4(g) of this 2023 Series Ordinance, from the proceeds of the 2023 Second Lien New Money Bonds, there shall next be applied an amount as set forth in the Sale Order to be deposited to the Second Lien Bond Reserve Account, if any, at least equal to the 2023 Second Lien Reserve Requirement after taking into account any Credit Facility or Credit Facilities to be acquired with the proceeds of the 2023 Second Lien New Money Bonds or any other funds legally available therefor.
 - (3) Construction Fund. The balance of the proceeds of the 2023 Second Lien New Money Bonds shall be deposited in the Construction Fund and used to pay Project Costs as provided in Section 10.
- (c) 2023 Senior Lien Refunding Bonds.
- (1) Disposition of Accrued Interest and Capitalized Interest: From the proceeds of the sale of the 2023 Senior Lien Refunding Bonds there shall be immediately deposited in the Senior Lien Bond and Interest Redemption Fund an amount equal to any accrued interest received on the delivery of the 2023 Senior Lien Refunding Bonds, and the Authority may take credit for the amount so deposited against the amount required to be deposited in the Senior Lien Bond and Interest Redemption Fund for payment of the next maturing interest payment on the 2023 Senior Lien Refunding Bonds.
 - (2) Senior Lien Bond Reserve Account Deposit. If required as provided in Section 4(g) of this 2023 Series Ordinance, from the proceeds of the 2023 Senior Lien Refunding Bonds, there shall next be applied an amount as set forth in the Sale Order to be deposited to the Senior Lien Bond Reserve Account at least equal to the 2023 Senior Lien Reserve Requirement after taking into account any Credit Facility or Credit Facilities to be acquired with the proceeds of the 2023 Senior Lien Refunding Bonds or any other funds legally available therefor.
 - (3) Issuance Costs: As provided in the Sale Order, a portion of the proceeds from the sale of the 2023 Senior Lien Refunding Bonds shall be applied to the payment of Issuance Costs relating to the 2023 Refunding Bonds upon submission of proper documentation to an Authorized Officer.
 - (4) Additional Refunding Costs; Escrow Deposit: As provided in the Sale Order, the balance of the proceeds from the sale of the 2023 Senior Lien Refunding Bonds shall be used to provide the purchase price paid to any seller of Tendered Bonds, to fund the Escrow Deposit for any Bonds To Be

Refunded and to pay any additional Refunding Costs. Such proceeds may be used to acquire Government Obligations, which together with any remaining balance of such proceeds in the form of cash, shall constitute all or part of the Escrow Deposit, if any, to be held in an Escrow Fund. Additional proceeds remaining after payments and deposits made pursuant to this section, if any, shall be applied in accordance with the Ordinance.

(d) 2023 Second Lien Refunding Bonds.

- (1) Disposition of Accrued Interest and Capitalized Interest. From the proceeds of the sale of the 2023 Second Lien Refunding Bonds there shall be immediately deposited in the Second Lien Debt Service Account, and amount equal to any accrued interest received on the delivery of the 2023 Second Lien Refunding Bonds and, to the extent provided in the Sale Order, any capitalized interest on the 2023 Second Lien Refunding Bonds, and the Authority may take credit for the amount so deposited against the amount required to be deposited in the Second Lien Debt Service Account for payment of the next maturing interest payment on the 2023 Second Lien Refunding Bonds.
- (2) Second Lien Bond Reserve Account Deposit. If required as provided in Section 4(g) of this 2023 Series Ordinance, from the proceeds of the 2023 Second Lien Refunding Bonds, there shall next be applied an amount as set forth in the Sale Order to be deposited to the Second Lien Bond Reserve Account at least equal to the 2023 Second Lien Reserve Requirement after taking into account any Credit Facility or Credit Facilities to be acquired with the proceeds of the 2023 Second Lien Refunding Bonds or any other funds legally available therefor.
- (3) Issuance Costs: As provided in the Sale Order, a portion of the proceeds from the sale of the 2023 Second Lien Refunding Bonds shall be applied to the payment of Issuance Costs relating to the 2023 Refunding Bonds upon submission of proper documentation to an Authorized Officer.
- (4) Additional Refunding Costs; Escrow Deposit: As provided in the Sale Order, the balance of the proceeds from the sale of the 2023 Second Lien Refunding Bonds shall be used to provide the purchase price paid to any seller of Tendered Bonds, to fund the Escrow Deposit for any Bonds To Be Refunded and to pay any additional Refunding Costs. Such proceeds may be used to acquire Government Obligations, which together with any remaining balance of such proceeds in the form of cash, shall constitute all or part of the Escrow Deposit, if any, to be held in an Escrow Fund. Additional proceeds remaining after payments and deposits made pursuant to this section, if any, shall be applied in accordance with the Ordinance.

Section 10. Construction Fund. A subaccount of the Authority Regional Construction Account of the Construction Fund established by the Ordinance shall be established for the 2023

New Money Bonds and designated the “Construction Fund, Series 2023,” and shall be established and maintained as a separate depository account with a Custodian as designated by the Chief Financial Officer. Moneys in the Construction Fund, Series 2023 shall be applied solely to payment of Project Costs (or to the reimbursement of Project Costs paid by the Authority from other funds prior to the issuance of the 2023 New Money Bonds).

- (a) Payments or reimbursements for Project Costs for construction, either on account or otherwise, shall not be made unless the registered engineer in charge of such work shall file with an Authorized Officer a signed statement to the effect that the work has been completed in accordance with the plans and specifications therefor, that it was done pursuant to and in accordance with the contract therefor, that such work is satisfactory and that such work has not been previously paid for.
- (b) Payments or reimbursements for Project Costs consisting of Issuance Costs relating to the 2023 New Money Bonds and engineering, legal and financial costs shall be made upon submission of appropriate documentation to an Authorized Officer.

Section 11. Escrow Fund; Escrow Agreement.

(a) Establishment of Escrow Fund. The Escrow Deposit, if any, shall be held in or credited to an account designated as the “Great Lakes Water Authority Water Supply System Revenue Bonds Series 2023 Refunding Bonds Escrow Fund” (the “Escrow Fund”) pursuant to an escrow agreement (the “Escrow Agreement”).

(b) Escrow Agreement.

- (1) An Authorized Officer is authorized to enter into an Escrow Agreement on behalf of the Authority with U.S. Bank Trust Company, National Association as “Escrow Trustee.”
- (2) The Escrow Agreement, if any:
 - a) shall be in the form and substance customary for refunding escrow agreements;
 - b) may permit any balance after paying the principal (and premium, if any) and interest on the Bonds To Be Refunded to be applied to any lawful purpose of the Water System if such use will not, in the opinion of Bond Counsel, impair the exclusion of interest on the 2023 Refunding Bonds that are Tax-Exempt 2023 Bonds from gross income for federal income tax purposes; and
 - c) shall otherwise be in the best interests of the Authority as determined by an Authorized Officer, as conclusively established by his or her execution of the Escrow Agreement.

Section 12. Tax Covenant.

(a) The Authority hereby covenants and represents with the registered owners of the Tax-Exempt 2023 Bonds that so long as any of the Tax-Exempt 2023 Bonds remain outstanding and unpaid as to either principal or interest, the Authority shall, to the extent permitted by law, take all actions within its control to maintain and will refrain from taking any action which would impair the exclusion of the interest on the Tax-Exempt 2023 Bonds from gross income for federal income tax purposes under the Code.

(b) The actions referred to in subsection (a) above include, but are not limited to, actions relating to any required rebate of arbitrage earnings and the expenditure and investment of proceeds of Tax-Exempt 2023 Bonds and moneys deemed to be proceeds of Tax-Exempt 2023 Bonds, and to prevent the Tax-Exempt 2023 Bonds from being or becoming “private activity bonds” as that term is used in the Code.

Section 13. Preliminary and Final Official Statements.

(a) An Authorized Officer shall assist in the preparation of the Preliminary Official Statement and is authorized to deem the portions of Preliminary Official Statement relating to the 2023 Bonds and the Authority “final” for purposes of the Rule.

(b) The Preliminary Official Statement with such changes and additions as an Authorized Officer shall approve shall constitute the final Official Statement or final Official Statements, as deemed necessary by an Authorized Officer (either the singular or the plural referred to herein as the “Official Statement”), and an Authorized Officer is authorized to execute the final Official Statement on behalf of the Authority approved by him or her with such changes as the Authorized Officer may authorize.

(c) Such final Preliminary Official Statement and final Official Statement and other offering materials satisfactory to an Authorized Officer are authorized to be distributed by the Underwriter in conjunction with the offering and sale of the 2023 Bonds.

Section 14. Continuing Disclosure. Unless otherwise set forth in the Sale Order because of an exemption from the Rule, the 2023 Bonds shall be subject to the Rule, and an Authorized Officer is authorized to execute and deliver the Continuing Disclosure Undertaking in form and substance customary for continuing disclosure undertakings entered into pursuant to the Rule.

Section 15. Sale of 2023 Bonds; Purchase Agreement.

(a) The 2023 Bonds shall be sold by negotiated sale to the Underwriter pursuant to a Purchase Agreement or Agreements in customary form with such changes thereto as an Authorized Officer shall determine are in the best interests of the Authority, within the parameters established by this 2023 Series Ordinance. Such determination shall be conclusively established by the Authorized Officer’s execution of the Purchase Agreement or Agreements.

(b) The Authority Board hereby determines that the sale of the 2023 Bonds by negotiated sale as described in subsection (a) is in the best interests of the Authority and will allow the 2023 Bonds to be sold in the most efficient manner so as to result in the lowest possible borrowing costs to the Authority.

(c) An Authorized Officer is authorized to accept, on behalf of the Authority, an offer from the Underwriter to purchase the 2023 Bonds subject to the following limitations:

- (1) The interest rate coupon with respect to the 2023 Bonds shall not exceed 6%.
- (2) The purchase price of the 2023 Bonds shall not be less than 98% of the principal amount thereof.
- (3) The Underwriter's discount with respect to the 2023 Bonds or the compensation to be paid to the Underwriter shall not exceed 0.40% of the principal amount of the 2023 Bonds.
- (4) The Authority's issuance and sale of the 2023 Refunding Bonds, together with any other legally available funds to finance the purchase of the Tendered Bonds, to refund the Bonds To Be Refunded and to exchange any Exchanged Bonds for 2023 Refunding Bonds, will meet the Savings Threshold.

(d) An Authorized Officer is authorized to determine if the Purchase Agreement shall provide for liquidated damages and if so, the amount thereof, and if the purchaser of any Series of the 2023 Bonds is required to provide a good faith check and if so, the amount thereof.

(e) An Authorized Officer shall confirm in the Sale Order that there was no petition meeting the requirements of Section 33 of Act 94 that was filed with the Secretary of the Authority Board within 45 days of the date of publication of the notice of intent to issue bonds with respect to the 2023 New Money Bonds as required by Section 33 of Act 94.

Section 16. Delegation of Authority to and Authorization of Actions of Authorized Officers.

(a) An Authorized Officer shall make all determinations herein provided to be made in the Sale Order and shall make all such determinations in accordance with the best interests of the Authority within the parameters of this 2023 Series Ordinance.

(b) In addition to determinations authorized elsewhere in this 2023 Series Ordinance, an Authorized Officer shall determine the Target Bonds (from the Outstanding Bonds), the Bonds To Be Refunded, if any, and aggregate principal amount of 2023 Refunding Bonds to be issued, but not in excess of the aggregate principal amount authorized by this 2023 Series Ordinance. An Authorized Officer shall also determine and establish, in accordance with this 2023 Series Ordinance, the maturities of the 2023 Refunding Bonds, whether such maturities shall be serial or term maturities and the Mandatory Redemption Requirements for any term maturities, and the redemption provisions for the 2023 Refunding Bonds.

(c) In addition to determinations authorized elsewhere in this 2023 Series Ordinance, and Authorized Officer shall determine the aggregate principal amount of 2023 New Money Bonds to be issued, but not in excess of the aggregate principal amount authorized by this 2023 Series Ordinance, on the basis of his or her evaluation of the maximum amount of 2023 New Money

Bonds which can be sold, given anticipated interest rates and the revenue coverage requirements with respect to the 2023 New Money Bonds and for any other reasons the Authorized Officer deems appropriate.

- (1) Such determination shall also include the type or types of 2023 New Money Bonds to be issued, whether to issue the 2023 New Money Bonds as Senior Lien Bonds or Second Lien Bonds and if in one or more Series, and the redemption provisions for the 2023 New Money Bonds.
- (2) An Authorized Officer shall also determine and establish, in accordance with this 2023 Series Ordinance, the maturities of the 2023 New Money Bonds, whether such maturities shall be serial or term maturities and the Mandatory Redemption Requirements for any term maturities.

(d) An Authorized Officer is authorized, if necessary, to file applications and to pay the related fees, if any, to the Michigan Department of Treasury at his or her discretion under Act 34 for one or more orders of approval to issue all or a portion of the 2023 Bonds, and such waivers or other Treasury approvals as necessary to implement the sale, delivery and security for the 2023 Bonds as authorized herein, and as required by the Michigan Department of Treasury or Act 34.

(e) An Authorized Officer shall determine in the Sale Order that the requirements set forth in Section 207 of the Ordinance with respect to the issuance of the 2023 Bonds as Additional Bonds have been satisfied.

(f) An Authorized Officer is hereby authorized and directed to do and perform any and all other acts and things with respect to the 2023 Bonds and the Tender/Exchange Transactions which are necessary or appropriate to carry into effect, consistent with the Ordinance and this 2023 Series Ordinance, the authorizations therein and herein contained including without limitation the securing of ratings by bond rating agencies, and the incurring of reasonable fees costs and expenses incidental to the foregoing, for and on behalf of the Authority.

Section 17. [Reserved.]

Section 18. Ratification. All determinations and decisions of an Authorized Officer heretofore taken with respect to the issuance and sale of the 2023 Bonds as permitted or required by the Ordinance or law are hereby ratified, confirmed and approved.

Section 19. Additional Authorization. The Chief Executive Officer, the Chief Financial Officer, the Chief Administrative and Compliance Officer and the General Counsel of the Authority, any such officials acting in an interim or acting capacity to such officers, their deputies and staff, or any of them, are hereby authorized to execute and deliver such certificates, letters of representation, documents, instruments, agreements, opinions and other papers as may be deemed necessary or appropriate to complete the sale, execution and delivery of the 2023 Bonds and otherwise give effect to the transactions contemplated by this 2023 Series Ordinance, as determined by such officials executing and delivering the foregoing items.

Section 20. 2023 Series Ordinance a Contract. The provisions of this 2023 Series Ordinance shall constitute a contract between the Authority and each registered owner of an outstanding 2023 Bond.

Section 21. Professional Services.

(a) Dickinson Wright PLLC is hereby appointed as Bond Counsel for the 2023 Bonds, notwithstanding the periodic representation by Dickinson Wright PLLC in unrelated matters of other parties and potential parties to the issuance of the 2023 Bonds.

(b) PFM Financial Advisors LLC is hereby appointed as Financial Advisor for the 2023 Bonds, notwithstanding the periodic representation by PFM Financial Advisors LLC in unrelated matters of other parties and potential parties to the issuance of the 2023 Bonds.

(c) The fees and expenses of Dickinson Wright PLLC and PFM Financial Advisors LLC shall be payable as an Issuance Cost from the proceeds of the 2023 Bonds or other available funds.

(d) An Authorized Officer is authorized to engage other consultants, including, without limitation, verification agents or other parties as she deems necessary or appropriate in connection with the sale, issuance and delivery of the 2023 Bonds and to pay the fees and expenses thereof from the proceeds of the 2023 Bonds or other available funds.

Section 22. Severability; Headings; and Conflict. If any section, paragraph, clause or provision of this 2023 Series Ordinance shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the other provisions of this 2023 Series Ordinance. The section and paragraph headings in this 2023 Series Ordinance are furnished for convenience of reference only and shall not be considered to be part of this 2023 Series Ordinance.

Section 23. Publication and Recordation. This 2023 Series Ordinance shall be published in full in the Detroit Legal News, a newspaper of general circulation within the geographic boundaries of the Authority qualified under State law to publish legal notices, promptly after its adoption, and shall be maintained in the official records of the Authority and such recording authenticated by the signatures of the Chairperson and Secretary of the Authority Board.

Section 24. Repeal. All ordinances, resolutions, indentures or orders, or parts thereof, in conflict with the provisions of this 2023 Series Ordinance are, to the extent of such conflict, repealed.

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Section 25. Effective Date. This 2023 Series Ordinance shall be effective upon adoption.

Adopted and signed on the ____ day of _____, 2023.

GREAT LAKES WATER AUTHORITY

Signed _____
Chairperson

Signed _____
Secretary

Series Ordinance Authorizing Issuance and Sale of Water Supply System Revenue and Revenue Refunding Bonds (2023)

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