Flow of Funds

The chart below presents the flow of funds through the funds and accounts established under the Indenture.

Infrastructure Revenue Bonds State Moral Obligation Revenue Bonds Commonwealth Commonwealth Local Obligation Aid Intercept(1) Payments Appropriations⁽¹⁾ Due April 1 Makeup and Oct. 1 Shortfall Revenue Fund Capital Reserve Fund⁽²⁾ Makeup Shortfall Balance Due May 1 Due May 1 State Moral Infrastructure Infrastructure Revenue State Moral Obligation and Nov. 1 and Nov. 1 Available Obligation Revenue Bond Debt Bond Debt Service Revenue Revenue Service Fund Bonds Fund Bonds Junior Lien **Senior Lien** Makeup Shortfall Operating Reserve Fund Normal Flow Contingent Flow

- (1) Payable from the Commonwealth to VRA. The Commonwealth Add Intercept provision applies only to Local Obligations of counties, cities, and towns.
- (2) Earnings on the Capital Reserve Fund Investment (not of any Rebate Amounts) flow into the Revenue Fund.