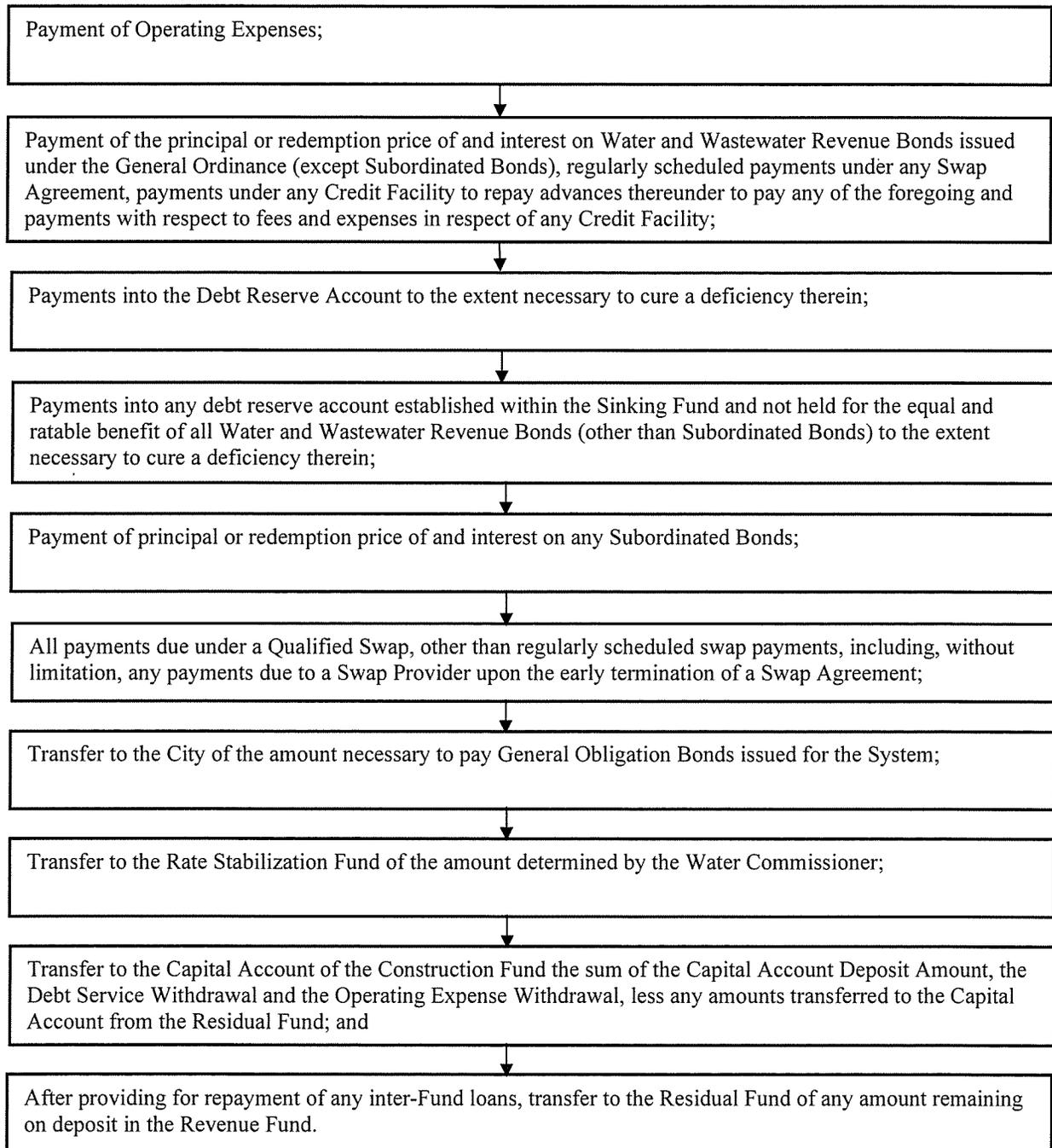


Priority and Application of Project Revenues

The priority and application of Project Revenues under the terms of the General Ordinance and other amounts deposited into the Revenue Fund are set forth below:



The General Ordinance permits the application of Project Revenues to pay Interdepartmental Charges and permits moneys to be transferred in each Fiscal Year from the Residual Fund to the City's General Fund in an amount not to exceed the lower of (A) all Net Reserve Earnings (as defined below) or (B) \$4,994,000. In Fiscal Years 2012, 2013 and 2014, the Water Department transferred \$1,086,164.69,