

PROPOSED FORM OF  
EIGHTH SUPPLEMENT TO  
ELECTRIC REVENUE BOND FISCAL AGENT AGREEMENT

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EIGHTH SUPPLEMENT TO  
ELECTRIC REVENUE BOND FISCAL AGENT AGREEMENT

by and between

CITY OF PASADENA, CALIFORNIA

and

THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A.  
as successor Fiscal Agent

RELATING TO CITY OF PASADENA, CALIFORNIA  
ELECTRIC REVENUE/REFUNDING BONDS, 2013A SERIES

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Dated as of November 1, 2013

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(Supplemental to the Electric Revenue Bond  
Fiscal Agent Agreement dated as of August 1, 1998)

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EIGHTH SUPPLEMENT TO  
ELECTRIC REVENUE BOND FISCAL AGENT AGREEMENT

(Supplemental to the Electric Revenue Bond Fiscal Agent Agreement  
dated as of August 1, 1998)

Authorizing the Issuance of  
\$[00,000,000] Aggregate Principal Amount of  
City of Pasadena, California  
Electric Revenue/Refunding Bonds, 2013A Series

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This EIGHTH SUPPLEMENT TO ELECTRIC REVENUE BOND FISCAL AGENT AGREEMENT, dated as of November 1, 2013 (the "Eighth Supplement"), is by and between the CITY OF PASADENA, CALIFORNIA (the "City"), a municipal corporation and chartered city duly organized and existing under the Constitution and laws of the State of California, and THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., a national banking association duly organized and validly existing under the laws of the United States of America, as successor to BNY Western Trust Company, as fiscal agent (the "Fiscal Agent").

W I T N E S S E T H:

WHEREAS, Article XIV of the City's Charter authorizes the City to issue revenue bonds for the purpose of providing moneys for the acquisition and construction of additions to, extensions, improvements, or repairs of the electric works of the City, or the purchase for intertie purposes of undivided joint interests or rights of use in other generation or transmission facilities, constructed either by governmental agencies or investor owned companies, or for the purpose of refunding any revenue bonds issued for such purposes;

WHEREAS, this Eighth Supplement is supplemental to the Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 1998 (the "Master Fiscal Agent Agreement"), by and between the City and the Fiscal Agent or its predecessor in interest, providing for the issuance of City of Pasadena, California Electric Revenue Bonds (the "Bonds") under the authority provided in Article XIV of the City's Charter;

WHEREAS, the Master Fiscal Agent Agreement provides that the City may issue additional Bonds and/or refunding Bonds from time to time as authorized by a supplemental fiscal agent agreement;

WHEREAS, as authorized by Ordinance No. 6960 of the City, adopted on August 3, 1998, the City has heretofore issued its \$70,635,000 principal amount of City of Pasadena, California Electric Revenue/Refunding Bonds, 1998 Series (the "1998 Bonds"), pursuant to the Master Fiscal Agent Agreement, as supplemented by the First Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 1998, by and between the City and the Fiscal Agent or its predecessor in interest;

WHEREAS, as authorized by Ordinance No. 6902 of the City, adopted on July 1, 2002, the City has heretofore issued its \$82,320,000 principal amount of City of Pasadena, California Electric Revenue Bonds, 2002 Series (the “2002 Bonds”), pursuant to the Master Fiscal Agent Agreement, as previously supplemented and as supplemented by the Second Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of July 1, 2002, by and between the City and the Fiscal Agent or its predecessor in interest;

WHEREAS, as authorized by Ordinance No. 6949 of the City, adopted on July 21, 2003, the City has heretofore issued its \$9,905,000 principal amount of City of Pasadena, California Electric Revenue Bonds, 2003 Series (the “2003 Bonds”), pursuant to the Master Fiscal Agent Agreement, as previously supplemented and as amended and supplemented by the Third Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 2003, by and between the City and the Fiscal Agent or its predecessor in interest;

WHEREAS, as authorized by Ordinance No. 7126 of the City, adopted on December 17, 2007, the City has heretofore issued its \$58,555,000 principal amount of City of Pasadena, California Electric Revenue Bonds, 2008 Series, pursuant to the Master Fiscal Agent Agreement, as previously amended and supplemented and as amended and supplemented by the Fourth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of February 1, 2008, by and between the City and the Fiscal Agent or its predecessor in interest;

WHEREAS, as authorized by Ordinance No. 7177 of the City, adopted on September 21, 2009, the City has heretofore issued its \$40,655,000 principal amount of City of Pasadena, California Electric Revenue Refunding Bonds, 2009 Series, pursuant to the Master Fiscal Agent Agreement, as previously amended and supplemented and as amended and supplemented by the Fifth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of November 1, 2009, by and between the City and the Fiscal Agent;

WHEREAS, as authorized by Ordinance No. 7192 of the City, adopted on June 7, 2010, the City has heretofore issued its \$36,320,000 principal amount of City of Pasadena, California Electric Revenue Refunding Bonds, 2010A Series, pursuant to the Master Fiscal Agent Agreement, as previously amended and supplemented and as amended and supplemented by the Sixth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of July 1, 2010, by and between the City and the Fiscal Agent;

WHEREAS, as authorized by Ordinance No. 7224 of the City, adopted on August 13, 2012, the City has heretofore issued its \$11,780,000 principal amount of City of Pasadena, California Electric Revenue Refunding Bonds, 2012A Series, pursuant to the Master Fiscal Agent Agreement, as previously amended and supplemented and as amended and supplemented by the Seventh Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of October 1, 2012, by and between the City and the Fiscal Agent;

WHEREAS, the 1998 Bonds and the 2003 Bonds have been paid in full;

WHEREAS, as authorized by Ordinance No. \_\_\_\_ of the City, adopted on October \_\_, 2013, the City now proposes to issue its not to exceed \$85,000,000 principal amount of City of Pasadena, California Electric Revenue/Refunding Bonds, 2013A Series (the “2013A Bonds”),

pursuant to the Master Fiscal Agent Agreement, as previously amended and supplemented and as amended and supplemented by this Eighth Supplement (the Master Fiscal Agent Agreement as from time to time amended and supplemented being referred to as the “Fiscal Agent Agreement”), in order to refund the outstanding 2002 Bonds, to finance the costs of acquisition and construction of certain improvements to the Electric System of the City (the “Improvements”), to fund a deposit to the Parity Reserve Fund and to pay Costs of Issuance of the 2013A Bonds, said 2013A Bonds not to constitute an indebtedness of the City but to constitute obligations which shall be payable as to both principal and interest, and any premiums upon the redemption thereof prior to maturity (if applicable), only from the Light and Power Fund of the City and certain other funds as provided in the Fiscal Agent Agreement;

WHEREAS, the City Council has determined that it is necessary and desirable that the City enter into this Eighth Supplement in order to establish and declare, in conjunction with the Fiscal Agent Agreement, the terms and conditions upon which the 2013A Bonds shall be issued; and

WHEREAS, the City Council has determined that all acts, conditions and things required by law to exist, to have happened and to have been performed precedent to and in connection with the execution and the entering into of this Eighth Supplement do exist, have happened and have been performed in regular and due time, form and manner as required by law, and the parties hereto are now duly authorized to execute and enter into this Eighth Supplement;

NOW, THEREFORE, the parties hereto agree, as follows:

## **ARTICLE XVIII**

### **2013A BONDS**

SECTION 18.01 Definitions. The terms defined in this Section shall, for all purposes of this Eighth Supplement and of any certificate, opinion or other document herein mentioned, have the meanings herein specified, to be equally applicable to both the singular and plural forms of any of the terms herein defined. Terms defined in the Fiscal Agent Agreement not otherwise defined herein shall have the meanings specified therein.

“Escrow Agent” means The Bank of New York Mellon Trust Company, N.A., as escrow agent under the Escrow Agreement.

“Escrow Agreement” means the Escrow Agreement relating to the defeasance and redemption of the refunded 2002 Bonds, dated as of November 1, 2013, by and between the City and the Escrow Agent.

“Improvements” means the improvements to the City’s Electric System to the financed with the proceeds of the sale of the 2013A Bonds.

“Interest Payment Date” means, with respect to the 2013A Bonds, June 1 and December 1 of each year, commencing June 1, 2014.

“Ordinance” means Ordinance No. \_\_\_\_\_ of the City, adopted on October \_\_, 2013, authorizing the issuance of the 2013A Bonds, and providing certain terms and conditions for the issuance of the 2013A Bonds.

“Original Purchaser” means \_\_\_\_\_, as the original purchaser of the 2013A Bonds.

“2013A Bonds” means any or all, as the case may be, of the City of Pasadena, California Electric Revenue/Refunding Bonds, 2013A Series, as described in Section 18.02 and 18.03 hereof.

SECTION 18.02 Authorization.

(A) An eighth Series of Bonds to be issued under the Fiscal Agent Agreement is hereby created. Such Series shall be known as the “City of Pasadena, California Electric Revenue/Refunding Bonds, 2013A Series” (herein referred to as the “2013A Bonds”). The 2013A Bonds shall be issued in the aggregate principal amount of \$00,000,000 in accordance with the City Charter, the Ordinance and the Fiscal Agent Agreement for the purpose of (i) refunding the outstanding principal amount of the 2002 Bonds, (ii) financing the Improvements, (iii) funding a deposit to the Parity Reserve Fund and (iv) paying the Costs of Issuance of the 2013A Bonds.

(B) The 2013A Bonds shall be issued in fully registered form and shall be initially issued registered in the name of “Cede & Co.,” as nominee of The Depository Trust Company. The 2013A Bonds shall be evidenced by one 2013A Bond maturing on each of the maturity dates as set forth in Section 17.03 in a denomination corresponding to the total principal amount of the 2013A Bonds of such maturity. The Fiscal Agent may assign a distinctive number or letter and number, and a record of the same shall be maintained by the Fiscal Agent for each 2013A Bond. Registered ownership of the 2013A Bonds, or any portion thereof, may not thereafter be transferred except as set forth in the Fiscal Agent Agreement.

SECTION 18.03 Terms of 2013A Bonds. The 2013A Bonds shall be issued in denominations of \$5,000 principal amount or any integral multiple thereof. The 2013A Bonds shall be dated their date of delivery, and shall mature on June 1 in the years and in the principal amounts and shall bear interest at the rates set forth below:

<u>Maturity Date</u> <u>(June 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
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The 2013A Bonds shall be Current Interest Indebtedness. Each 2013A Bond shall bear interest until the principal sum thereof has been paid; provided, however, that if, at the maturity date of any 2013A Bond, or if the same is redeemable prior to maturity and has been duly called for redemption (if applicable), funds are available for the payment or redemption (if applicable) thereof in accordance with the terms of this Eighth Supplement, the 2013A Bond shall then cease to bear interest. The principal of and premium, if any, on the 2013A Bonds shall be payable in lawful money of the United States of America by the Fiscal Agent upon presentation and surrender thereof.

Interest with respect to any 2013A Bond shall be payable from the Interest Payment Date next preceding the date of authentication thereof unless such date of authentication is during the period from a Record Date to and including the next succeeding Interest Payment Date, in which case interest with respect thereto shall be payable from such Interest Payment Date, or unless such date of authentication is prior to the Record Date for the first Interest Payment Date, in which case interest with respect thereto shall be payable from the date of delivery of the 2013A Bonds; provided, however, that if at the time of authentication of any 2013A Bond, interest with respect thereto is in default, interest with respect thereto shall be payable from the Interest Payment Date to which interest has previously been paid. Interest on the 2013A Bonds shall be calculated on the basis of a 360-day year comprised of twelve 30-day months. Payment of interest with respect to any 2013A Bond shall be made to the person appearing on the Bond Register as the Owner thereof as of the Record Date, such interest to be paid by check or draft of the Fiscal Agent, payable in lawful money of the United States of America and mailed on each Interest Payment Date to such Owner at his address as it appears on the Bond Register; provided, that in the case of an Owner of \$1,000,000 or more in aggregate principal amount of 2013A Bonds, upon written request of such Owner delivered to the Fiscal Agent not less than 20 days prior to any Interest Payment Date, such interest shall be paid in immediately available funds by wire transfer to an account specified by the Owner in such written request on the following Interest Payment Date.

So long as the 2013A Bonds are maintained in book-entry form, payments of principal, premium, if any, and interest shall be made by the Fiscal Agent to the Securities Depository by wire transfer.

The Fiscal Agent shall provide CUSIP number identification, with appropriate dollar amounts for each CUSIP number, on all redemption payments (if applicable) and interest payments, whether by check or by wire transfer.

SECTION 18.04 Form of 2013A Bonds and Certificate of Authentication. The 2013A Bonds and the certificate of authentication shall be substantially in the form set forth in Exhibit A hereto with necessary or appropriate variations, omissions and insertions, as permitted or required by this Eighth Supplement.

SECTION 18.05 Disposition of Proceeds. The disposition of proceeds of the 2013A Bonds shall be as follows:



(a) There is hereby established a separate fund in the City Treasury for the purpose of assuring the application of proceeds received from the sale of the 2013A Bonds to the purposes set forth in Section 18.02 hereof, which separate fund is hereby designated as "ELECTRIC REVENUE/REFUNDING BONDS, 2013A SERIES, PROCEEDS/CONSTRUCTION FUND (the "2013A Electric Bonds Proceeds Fund"). There are hereby established within the 2013A Electric Bonds Proceeds Fund (i) a separate account hereby designated as the "2013A Electric Bonds Construction Account"; and (ii) a separate account hereby designated as the "2013A Electric Bonds Costs of Issuance Account."

(b) The Director of Finance shall, immediately upon receiving the proceeds of the sale of the 2013A Bonds, place in the 2013A Electric Bonds Proceeds Fund all sums received upon such sale less the amount of \$ \_\_\_\_\_ which shall be transferred by the Original Purchaser directly to the Escrow Agent on behalf of the City to be applied as provided in the Escrow Agreement, such amount being placed in the 2013A Electric Bonds Proceeds Fund being \$ \_\_\_\_\_ (which shall include the Good Faith Deposit previously received by the City from the Original Purchaser). Immediately upon placing such proceeds in the 2013A Electric Bonds Proceeds Fund, the Director of Finance shall transfer to the Parity Reserve Fund the amount of \$ \_\_\_\_\_, which, together with the amounts on deposited therein or credited thereto, is an amount at least equal to the Reserve Fund Requirement. The Director of Finance shall further, immediately upon placing the proceeds of the sale of the 2013A Bonds in the 2013A Electric Bonds Proceeds Fund, place (i) in the 2013A Electric Bonds Construction Account the amount of \$ \_\_\_\_\_ and (ii) in the 2013A Electric Bonds Costs of Issuance Account the balance of the proceeds of the sale of the 2013A Bonds in the 2013A Electric Bonds Proceeds Fund in the amount of \$ \_\_\_\_\_.

(c) The moneys deposited in the 2013A Electric Bonds Costs of Issuance Account shall be expended from time to time to pay Costs of Issuance. If any amount shall remain in the 2013A Electric Bonds Costs of Issuance Account when all Costs of Issuance have been paid (but in any event not later than six months following the date of issuance and delivery of the 2013A Bonds), such amount shall be transferred by the Director of Finance to the 2013A Electric Bonds Construction Account.

(d) The money set aside and placed in the 2013A Electric Bonds Construction Account shall remain therein until from time to time expended for the objects and purposes set forth herein, and to pay the Costs of Issuance not paid from the 2013A Electric Bonds Costs of Issuance Account. Amounts in the 2013A Electric Bonds Construction Account, if any, and the 2013A Electric Bonds Costs of Issuance Account may be temporarily invested by the City in Investment Securities, and such proceeds and the interest thereon shall be applied exclusively to the objects and purposes set forth in this Eighth Supplement; provided, however, that in accordance with subsection (D) of Section 1414 of Article XIV of the Charter, (1) the Light and Power Fund may be reimbursed from the 2013A Electric Bonds Construction Account for expenditures for purposes for which the 2013A Bonds were issued made from the Light and Power Fund, and (2) when the objects and purposes for which the 2013A Bonds were issued have been accomplished, any remaining unexpended funds in the 2013A Electric Bonds

Construction Account or the 2013A Electric Bonds Costs of Issuance Account shall be transferred to the Parity Obligation Payment Fund. Any such amounts transferred to the Parity Obligation Payment Fund may be temporarily invested by the City in Investment Securities after consultation with Bond Counsel regarding yield restriction limitations with respect to such investment.

SECTION 18.06 Redemption of 2013A Bonds. The 2013A Bonds shall be subject to the following redemption provisions:

(a) *Optional Redemption.* The 2013A Bonds maturing prior to June 1, 20\_\_, are not subject to call and redemption prior to maturity. The 2013A Bonds maturing on or after June 1, 20\_\_, are subject to call and redemption prior to maturity, at the option of the City, as a whole or in part, on June 1, 20\_\_, or on any date thereafter, in any order of maturity and by lot within a single maturity, from funds derived by the City from any legal source, at a redemption price equal to the principal amount of the 2013A Bonds called for redemption, together with interest accrued thereon to the date of redemption, without premium.

(b) *Mandatory Redemption of 2013A Term Bonds.* The 2013A Bonds maturing on June 1, 20\_\_ shall be subject to mandatory sinking fund redemption in part at par, and by lot, from mandatory sinking account payments set aside in the Parity Obligation Payment Fund for such purpose, on June 1 of the years and in the amounts set forth below:

Year	Principal Amount
†	

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† Maturity.

The 2013A Bonds maturing on June 1, 20\_\_ shall be subject to mandatory sinking fund redemption in part at par, and by lot, from mandatory sinking account payments set aside in the Parity Obligation Payment Fund for such purpose, on June 1 of the years and in the amounts set forth below:

Year	Principal Amount
†	

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† Maturity.

Upon any purchase or redemption of the 2013A Bonds designated to be term bonds, an amount equal to the aggregate principal amount of 2013A Bonds so purchased or redeemed shall be credited towards a part or all of any one or more yearly mandatory sinking account payments required by subsection (b) above, as directed in writing by a Certificate of the Director of Finance. The portion of any such mandatory sinking account payments remaining after the deduction of any such amounts credited toward the same (or the original amount of any such mandatory sinking account payments if no such amounts shall have been credited toward the same) shall constitute the unsatisfied balance of such mandatory sinking account payments for the purpose of the calculation of principal payments due on any future principal payment date. In such event, the City shall provide the Fiscal Agent with a revised sinking fund payment schedule.

(c) Notice of redemption shall be mailed by the Trustee, not less than thirty (30) nor more than sixty (60) days prior to the redemption date, to each Owner, the Securities Depositories and two or more Information Services. Notice of redemption to the Securities Depositories shall be given by telecopy, certified, registered or overnight mail or by such other method as may be requested by the Securities Depositories. Each notice of redemption shall state the date of such notice, the date of issue of the 2013A Bonds to which such notice relates, the redemption date, the Redemption Price, the place or places of redemption (including the name and appropriate address or addresses of the Trustee), the CUSIP number (if any) of the maturity or maturities, and, if less than all of any such maturity, the distinctive certificate numbers of the 2013A Bonds of such maturity to be redeemed and, in the case of 2013A Bonds to be redeemed in part only, the respective portions of the principal amount thereof to be redeemed. Each such notice shall also state that on said date there will become due and payable on each of said 2013A Bonds the Redemption Price thereof or of said specified portion of the principal amount thereof in the case of a 2013A Bond to be redeemed in part only, together with interest accrued thereon to the date fixed for redemption, and that from and after such redemption date interest thereon shall cease to accrue, and shall require that such 2013A Bonds be then surrendered at the address or addresses of the Trustee specified in the redemption notice. Neither the City nor the Trustee shall have any responsibility for any defect in the CUSIP number that appears on any 2013A Bond or in any redemption notice with respect thereto, and any such redemption notice may contain a statement to the effect that CUSIP numbers have been assigned by an independent service for convenience of reference and that neither the City nor the Trustee shall be liable for any inaccuracy in such numbers.

(d) In the event of an optional redemption of 2013A Bonds, if the City shall not have deposited or otherwise made available to the Trustee the money required for the payment of the redemption price of the 2013A Bonds to be redeemed at the time of the mailing of notice of redemption, such notice of redemption shall state that the redemption is expressly conditioned upon the timely deposit of sufficient funds therefor with the Trustee.

(e) Failure by the Trustee to give notice to any one or more of the Information Services or Securities Depositories or failure of any Owner to receive notice or any defect in any such notice shall not affect the sufficiency of the proceedings for redemption.

SECTION 18.07 Amendments to Certain Provisions of the Fiscal Agent Agreement.

The following amendments to the Master Fiscal Agent Agreement shall become effective at such time as this Eighth Supplement shall be executed and delivered by the City and the Fiscal Agent.

(A) With respect to the 2013A Bonds, Section 4.04 of the Master Fiscal Agent Agreement is hereby amended to add the following paragraph to the end of the section:

“With respect to moneys in any of the funds and accounts held by the Fiscal Agent to be invested in Investment Securities as provided in the first sentence of this Section 4.04, such investments shall be directed by the City pursuant to a written request of the City filed with the Fiscal Agent at least two (2) Business Days in advance of the making of such investment. In the absence of any such direction from the City, the Fiscal Agent shall invest any such moneys in a money market fund qualified as Investment Securities provided that as long as The Bank of New York Mellon Trust Company, N.A. is serving as Fiscal Agent, the Fiscal Agent shall invest such money the money market fund qualified as Investment Securities set forth in the letter of authorization and direction executed by the City and delivered to the Fiscal Agent. If no specific money market fund has been directed by the City, the Fiscal Agent shall make a request to the City for investment directions. Such moneys shall be held in cash, uninvested, until specific investment directions are provided by the City to the Fiscal Agent.”

(B) With respect to the 2013A Bonds, Section 7.02 of the Master Fiscal Agent Agreement is hereby amended to add the following paragraphs to the end of the section:

“The Fiscal Agent agrees to accept and act upon instructions or directions pursuant to this Fiscal Agent Agreement sent by unsecured e-mail, facsimile transmission or other similar unsecured electronic methods, provided, however, that, the Fiscal Agent shall have received an incumbency certificate listing persons designated to give such instructions or directions and containing specimen signatures of such designated persons, which such incumbency certificate shall be amended and replaced whenever a person is to be added or deleted from the listing. If the City elects to give the Fiscal Agent e-mail or facsimile instructions (or instructions by a similar electronic method) and the Fiscal Agent in its discretion elects to act upon such instructions, the Fiscal Agent’s understanding of such instructions shall be deemed controlling. The Fiscal Agent shall not be liable for any losses, costs or expenses arising directly or indirectly from the Fiscal Agent’s reliance upon and compliance with such instructions notwithstanding such instructions conflict or are inconsistent with a subsequent written instruction. The City agrees to assume all risks arising out of the use of such electronic methods to submit instructions and directions to the Fiscal Agent, including without limitation the risk of the Fiscal Agent acting on unauthorized instructions, and the risk of interception and misuse by third parties.

The Fiscal Agent shall not be considered in breach of or in default in its obligations hereunder or progress in respect thereto in the event of unavoidable delay in the performance of such obligations due to unforeseeable causes beyond its control and without its fault or negligence, including, but not limited to, Acts of God or of the public

enemy or terrorists, acts of a government, acts of the other party, fires, floods, epidemics, quarantine restrictions, strikes, freight embargoes, earthquakes, explosion, mob violence, riot, inability to procure or general sabotage or rationing of labor, equipment, facilities, sources of energy, material or supplies in the open market, litigation or arbitration involving a party or others relating to zoning or other governmental action or inaction pertaining to the Electric System, malicious mischief, condemnation, and unusually severe weather or delays of suppliers or subcontractors due to such causes or any similar event and/or occurrences beyond the control of the Fiscal Agent and without its fault or negligence.

Subject to the provisions of any fee agreement that the City and the Fiscal Agent may enter into, the City shall pay to the Fiscal Agent from time to time reasonable compensation for all services rendered as Fiscal Agent under this Agreement, and also all reasonable expenses, charges, counsel fees and other disbursements, including those of their attorneys, agents and employees, incurred in and about the performance of their powers and duties under this Fiscal Agent Agreement, but the Fiscal Agent shall not have a lien therefor on any funds at any time held by it under this Fiscal Agent Agreement. The City further agrees, to the extent permitted by applicable law, to indemnify and save the Fiscal Agent, its officers, employees, directors and agents harmless against any costs, expenses, claims or liabilities whatsoever, including without limitation fees and expenses of its attorneys, which it may incur in the exercise and performance of its powers and duties hereunder which are not due to its negligence or willful misconduct. The obligation of the City under this Section shall survive resignation or removal of the Fiscal Agent under this Agreement, payment of the Bonds and discharge of this Fiscal Agent Agreement.

The Fiscal Agent shall have no responsibility or liability with respect to any information, statements or recital in any offering memorandum or other disclosure material prepared or distributed with respect to the issuance of the 2013A Bonds.

No provision of the Fiscal Agent Agreement shall require the Fiscal Agent to expend or risk its own funds or otherwise incur any financial liability in the performance or exercise of any of its duties hereunder.”

SECTION 18.08 Terms of 2013A Bonds Subject to the Fiscal Agent Agreement.  
Except as in this Eighth Supplement expressly provided, every term and condition contained in the Fiscal Agent Agreement shall apply to the Eighth Supplement and to the 2013A Bonds with the same force and effect as if the same were herein set forth at length, with such omissions, variations and modifications thereof as may be appropriate to make the same conform to the Eighth Supplement.

The Eighth Supplement and all the terms and provisions herein contained shall form part of the Fiscal Agent Agreement as fully and with the same effect as if all such terms and provisions had been set forth in the Fiscal Agent Agreement. The Fiscal Agent Agreement is hereby ratified and confirmed and shall continue in full force and effect in accordance with the terms and provisions thereof, as supplemented and amended hereby.

SECTION 18.09 Governing Law. This Eighth Supplement shall be construed and governed in accordance with the laws of the State of California.

SECTION 18.10 Execution in Counterparts. The Eighth Supplement may be executed in several counterparts, each of which shall be deemed an original, and all of which shall constitute but one and the same instrument.

## ARTICLE XIX

### SPRINGING AMENDMENTS TO FISCAL AGENT AGREEMENT

SECTION 19.01 Terms of Amendments. The amendments in this Article XIX shall become effective when consent of a majority of the aggregate principal amount of Bond Obligations of the Bonds Outstanding as of the effective date of the Eighth Supplement (but excluding the Series 2013A Bonds for the purposes of such calculation) or any consent in lieu thereof in accordance with Section 8.01 of the Fiscal Agent Agreement, has been obtained. The purchase of Bonds issued pursuant to the Fiscal Agent Agreement after the effective date of this Eighth Supplement shall constitute the consent of such purchasers, as Bond Owners, to the amendments in this Article as required by Article VIII of the Fiscal Agent Agreement.

SECTION 19.02 Reserve Fund Requirement. The definition of “Reserve Fund Requirement” set forth in Section 1.02 of the Fiscal Agent Agreement is hereby amended and restated in its entirety as follows:

“Reserve Fund Requirement” means, as of any date of determination and excluding therefrom any Parity Obligations for which no reserve fund is to be maintained or for which a separate reserve fund is to be maintained, the least of (a) ten percent (10%) of the initial offering price to the public of each Series of Bonds and Parity Obligations to be secured by the Parity Reserve Fund as determined under the Code, or (b) the Maximum Annual Debt Service on all Bonds and Parity Obligations to be secured by the Parity Reserve Fund, or (c) one hundred twenty-five percent (125%) of the Average Annual Debt Service on all Bonds and Parity Obligations to be secured by the Parity Reserve Fund, all as computed and determined by the City; provided, that such requirement (or any portion thereof) may be provided by the City delivering to the Fiscal Agent for credit to the Parity Reserve Fund one or more policies of municipal bond insurance or surety bonds issued by a municipal bond insurer if the obligations insured by such insurer have ratings at the time of issuance of such policy is in one of the two highest rating categories of Moody’s, Standard & Poor’s or Fitch or by a letter or credit issued by a bank or other institution if the obligations issued by such bank or other institution have ratings at the time of issuance of such letter of credit in one of the two highest rating categories of Moody’s, Standard & Poor’s or Fitch.

SECTION 19.03 Investment of Moneys in the Parity Reserve Fund. The last sentence of the second paragraph of Section 4.04 is hereby amended and restated in its entirety as follows:

“Investment Securities purchased as an investment of moneys in the Parity Reserve Fund may not have maturities extending beyond ten (10) years.”

**IN WITNESS WHEREOF**, the parties hereto have executed the Eighth Supplement by their officers thereunto duly authorized as of the day and year first written above.

CITY OF PASADENA

By: \_\_\_\_\_  
Andrew Green  
Director of Finance

(Seal)

ATTEST:

By: \_\_\_\_\_  
Mark Jomsky  
City Clerk

THE BANK OF NEW YORK MELLON  
TRUST COMPANY, N.A., as Fiscal Agent

By: \_\_\_\_\_  
Authorized Officer

APPROVED AS TO FORM:

By: \_\_\_\_\_  
Michele Beal Bagneris  
City Attorney

**EXHIBIT A**

[FORM OF 2013A BOND]

Bond No. \_\_\_\_\_

\$ \_\_\_\_\_

UNITED STATES OF AMERICA  
STATE OF CALIFORNIA  
CITY OF PASADENA

ELECTRIC REVENUE/REFUNDING BOND, 2013A SERIES

<u>INTEREST RATE</u>	<u>MATURITY DATE</u>	<u>DATED DATE</u>	<u>CUSIP NO.</u>
_____ %	June 1, 20__	November __, 2013	_____

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: \_\_\_\_\_ DOLLARS

The City of Pasadena, a municipal corporation situated in the County of Los Angeles, State of California (the "City"), FOR VALUE RECEIVED, hereby promises to pay, only from the Net Income of the Electric System in the Light and Power Fund and such other funds as hereinafter provided, to the registered owner named above, or registered assigns, on the maturity date set forth above (subject to the right of prior redemption (if any) hereafter mentioned), the principal amount set forth above, and to pay interest on such principal amount, semiannually on June 1 and December 1 of each year, commencing June 1, 2014 (each such date shall be referred to herein as an "Interest Payment Date") at the interest rate set forth above. Interest with respect to this 2013A Bond shall be payable from the Interest Payment Date next preceding the date of authentication hereof unless such date of authentication is during the period from a Record Date (as hereinafter defined) to and including the next succeeding Interest Payment Date, in which case interest with respect hereto shall be payable from such Interest Payment Date, or unless such date of authentication is prior to the Record Date for the first Interest Payment Date, in which case interest with respect hereto shall be payable from the date of delivery of this 2013A Bond; provided, however, that if at the time of authentication of this 2013A Bond, interest with respect hereto is in default, interest with respect hereto shall be payable from the Interest Payment Date to which interest has previously been paid. Interest on this 2013A Bond is payable by check or draft of The Bank of New York Mellon Trust Company, N.A., in Los Angeles, California, or its successors and assigns, as Fiscal Agent for the 2013A Bonds, mailed on each Interest Payment Date to the registered Owner hereof as of the close of business on the 15th day of the month immediately preceding an Interest Payment Date (the "Record Date") at such Owner's address as it appears on the registration books maintained by the Fiscal Agent; provided, that in the case of an Owner of \$1,000,000 or more in aggregate principal amount of 2013A Bonds, upon written request of such Owner delivered to the Fiscal Agent not less than 20 days prior to any Interest Payment Date, such interest shall be paid in immediately available funds by wire transfer to an account specified by the Owner in such written request on the



following Interest Payment Date. Both principal and any premium upon the redemption of all or any part hereof (if applicable) are payable in lawful money of the United States of America upon presentation and surrender hereof at the Corporate Trust Office of the Fiscal Agent in Los Angeles, California, or such other place as designated by the Fiscal Agent.

This is one of a duly authorized issue of bonds of the City designated "Electric Revenue/Refunding Bonds, 2013A Series," referred to herein as the "2013A Bonds," all of which have been issued pursuant to Article XIV of said Charter for the purpose of providing moneys for the refunding certain outstanding Bonds of the City. The creation of said issue and the terms and conditions of the 2013A Bonds are provided for by the Ordinance of the City authorizing the 2013A Bonds and designated Ordinance No. \_\_\_\_, adopted by the City Council of the City on October \_\_, 2013, and by an Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 1998, by and between the City and the Fiscal Agent (the "Master Fiscal Agent Agreement"), as amended and supplemented by a First Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 1998, by a Second Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of July 1, 2002, by a Third Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of August 1, 2003, by a Fourth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of February 1, 2008, by a Fifth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of November 1, 2009, by a Sixth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of July 1, 2010, by a Seventh Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of October 1, 2012, and by an Eighth Supplement to Electric Revenue Bond Fiscal Agent Agreement, dated as of November 1, 2013, each by and between the City and the Fiscal Agent or its predecessor in interest (collectively, the "Fiscal Agent Agreement"), and by acceptance hereof the Owner of this 2013A Bond assents to said terms and conditions. Said Ordinance was adopted under, the Fiscal Agent Agreement is entered into under, and this 2013A Bond is issued under, and each is to be construed in accordance with the Charter of the City and the laws and Constitution of the State of California. Capitalized terms used herein not otherwise defined shall have the meanings ascribed thereto in the Fiscal Agent Agreement.

This 2013A Bond does not constitute an indebtedness of the City but is an obligation payable, as to both principal and interest, and any premium upon the redemption hereof prior to maturity (if applicable), exclusively from the Net Income of the Electric System in the Light and Power Fund and certain other funds as provided in the Fiscal Agent Agreement, but this shall not preclude the payment hereof from the proceeds of any bonds issued to refund the 2013A Bonds, nor preclude the use of any sum received as premium or accrued interest on the sale of the 2013A Bonds to pay principal and interest hereof, nor payment hereof from certain other funds or moneys as provided in Subdivision D of Section 1413 of Article XIV of the Charter of the City (the "Charter"). The Light and Power Fund is established in and by the Charter, and under the provisions of said Charter all money received from the sale or use of electric energy or otherwise derived from the Electric System of the City is required to be deposited in the Light and Power Fund and used only for the purposes set forth in said Charter, including the payment of the 2013A Bonds.

The 2013A Bonds will be issued on a parity with the \$58,555,000 aggregate principal amount of City of Pasadena, California Electric Revenue Bonds, 2008 Series (the "2008 Bonds"), the \$40,655,000 aggregate principal amount of City of Pasadena, California Electric

Revenue Refunding Bonds, 2009 Series (the “2009 Bonds”), the \$36,320,000 aggregate principal amount of City of Pasadena, California Electric Revenue Refunding Bonds, 2010A Series (the “2010 Bonds”) and the \$11,780,000 aggregate principal amount of City of Pasadena, California Electric Revenue Refunding Bonds, 2012A Series (the “2012A Bonds”) previously issued pursuant to the Fiscal Agent Agreement, and to the extent remaining outstanding. The 2013A Bonds, the 2012A Bonds, the 2010 Bonds, the 2009 Bonds, the 2008 Bonds and any additional bonds to be issued pursuant to the Fiscal Agent Agreement are herein referred to collectively as the “Bonds.” All Net Income deposited in the Light and Power Fund is pledged to secure the payment of the principal of and redemption premium, if any, and interest on the Bonds and any Parity Obligations in accordance with their terms, subject only to the provisions of the Fiscal Agent Agreement permitting the application thereof for the purposes and on the terms and conditions set forth therein. Said pledge shall constitute a first lien on the Net Income and shall be valid and binding from and after delivery by the City of the Bonds or Parity Obligations, without any physical delivery thereof or further act. Nothing in the Fiscal Agent Agreement restricts the issuance of additional bonds under Article XIV of the City Charter, subject to the limitations set forth in Article V of the Fiscal Agent Agreement, payable from the Light and Power Fund and ranking on a parity with or subordinate to the Bonds.

The Charter and covenants expressed in said Fiscal Agent Agreement impose upon the officers of said City certain obligations to the Owners of the 2013A Bonds, such covenants, among other things, restricting transfers out of the Light and Power Fund, prohibiting issuance of revenue bonds having any priority with respect to payment from the Light and Power Fund, placing limitations upon the issuance of additional bonds payable from said fund and imposing conditions with respect to any sale or lease of the Electric System. In the manner provided in the Fiscal Agent Agreement, any or all of the covenants expressed in the Fiscal Agent Agreement, and any other provision thereof, or any provision of any resolution or order authorizing or providing for the issuance of the 2013A Bonds, may be waived or modified at any time in the manner, to the extent, and upon the terms provided in the Fiscal Agent Agreement, which provides, in certain circumstances, for modifications and amendments without the consent of or notice to the registered Owners of the 2013A Bonds.

The 2013A Bonds maturing prior to June 1, 20\_\_, are not subject to call and redemption prior to maturity. The 2013A Bonds maturing on or after June 1, 20\_\_ are subject to call and redemption prior to maturity, at the option of the City, as a whole or in part, on June 1, 20\_\_ or on any date thereafter, in any order of maturity and by lot within a single maturity, from funds derived by the City from any legal source, at a redemption price equal to the principal amount of the 2013A Bonds called for redemption, together with interest accrued thereon to the date of redemption, without premium.

The 2013A Bonds maturing on June 1, 20\_\_ shall be subject to mandatory sinking fund redemption in part at par, and by lot, from mandatory sinking account payments set aside in the Parity Obligation Payment Fund for such purpose, on June 1 of the years and in the amounts set forth below:

Year	Principal Amount
	\$

†

† Maturity.

The 2013A Bonds maturing on June 1, 20\_\_ shall be subject to mandatory sinking fund redemption in part at par, and by lot, from mandatory sinking account payments set aside in the Parity Obligation Payment Fund for such purpose, on June 1 of the years and in the amounts set forth below:

Year	Principal Amount
	\$

†

† Maturity.

Notice of redemption prior to maturity shall be given as provided in said Fiscal Agent Agreement.

In the event of an optional redemption of 2013A Bonds, if the City shall not have deposited or otherwise made available to the Trustee the money required for the payment of the redemption price of the 2013A Bonds to be redeemed at the time of the mailing of notice of redemption, such notice of redemption shall state that the redemption is expressly conditioned upon the timely deposit of sufficient funds therefor with the Trustee.

Failure by the Trustee to give notice to any one or more of the Information Services or Securities Depositories or failure of any Owner to receive notice or any defect in any such notice shall not affect the sufficiency of the proceedings for redemption.

The 2013A Bonds are registrable, as to principal and interest, in denominations of \$5,000 principal amount or any integral multiple thereof. This 2013A Bond is transferable by the registered Owner hereof, in person or by his or her duly authorized attorney, at the Corporate Trust Office of the Fiscal Agent in Los Angeles, California, or such other place as designated by the Fiscal Agent. This 2013A Bond may be exchanged at the Corporate Trust Office of the Fiscal Agent, or such other place as designated by the Fiscal Agent, for a like aggregate principal amount of 2013A Bonds of other denominations of the same Series and maturity. Any such transfer and exchange shall be only in the manner, subject to the limitations and upon payment of the charges provided in said Fiscal Agent Agreement. Upon such transfer or exchange, a new registered 2013A Bond of authorized denomination or denominations for a like aggregate principal amount of the same Series, interest rate and maturity will be issued to the transferee in exchange herefor.

The Fiscal Agent may treat the registered Owner hereof as the absolute Owner hereof for all purposes, and shall not be affected by any notice to the contrary.

It is hereby certified and recited that any and all acts, conditions and things required to exist, to happen and to be performed precedent to and in the issuance of this 2013A Bond exist, have happened, and have been performed in due time, form and manner, as required by the Constitution and statutes of the State of California and the Charter, and that this 2013A Bond, together with all other obligations and indebtedness of the City pertaining to the aforesaid Electric System, is within every debt and other limit prescribed by or pursuant to the Constitution and statutes of the State of California and the Charter. Pursuant to Article XIV of the Charter, the foregoing recital of regularity of proceedings shall be conclusive evidence of compliance with the provisions of Article XIV of the Charter and of the validity of this 2013A Bond.

[Remainder of page intentionally left blank.]

IN WITNESS WHEREOF, the City of Pasadena has caused this 2013A Bond to be signed by the Mayor, the Director of Finance and the City Clerk of the City by their facsimile signatures and the corporate seal of the City to be reproduced hereon.

\_\_\_\_\_  
Mayor of the City of Pasadena, California

\_\_\_\_\_  
Director of Finance of the City of Pasadena,  
California

ATTEST:

\_\_\_\_\_  
City Clerk of the City of Pasadena, California  
(SEAL)

CERTIFICATE OF AUTHENTICATION

This is one of the City of Pasadena, California Electric Revenue/Refunding Bonds, 2013A Series, described in Ordinance No. \_\_\_\_\_ and the Electric Revenue Bond Fiscal Agent Agreement of the City of Pasadena, California.

Dated: \_\_\_\_\_, 2013

THE BANK OF NEW YORK MELLON  
TRUST COMPANY, N.A., as Fiscal Agent

By: \_\_\_\_\_  
Authorized Signatory

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DTC LEGEND

Unless this 2013A Bond is presented by an authorized representative of The Depository Trust Company, a New York corporation (“DTC”), to the City or its agent for registration or transfer, exchange, or payment, and any certificate issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL inasmuch as the registered owner hereof, Cede & Co., has an interest herein.

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto \_\_\_\_\_ (Taxpayer Identification Number: \_\_\_\_\_) the within 2013A Bonds and all rights thereunder, and hereby irrevocably constitutes and appoints attorney to transfer the within 2013A Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: \_\_\_\_\_

\_\_\_\_\_  
Notice: The signature to this Assignment must correspond with the name as written on the face of the Bond in every particular, without alteration or enlargement or any change whatever.

Signature Guaranteed

\_\_\_\_\_  
Signature(s) guarantee shall be made by a guarantor institution participating in the Securities Transfer Agents Medallion Program or in such other guarantee program acceptable to the Fiscal Agent.