

ANNUAL INFORMATION STATEMENT

Dated June 18, 2024

of

MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA



For the Fiscal Year Ended December 31, 2023

(Prepared pursuant to certain continuing disclosure undertakings
relating to the Bonds listed on Schedule I hereto)

As filed with the
Municipal Securities Rulemaking Board
through such Board's
Electronic Municipal Market Access ("*EMMA*") website

Municipal Electric Authority of Georgia

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Atlanta, Georgia 30328
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Participants

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Adel	Covington	Griffin	Norcross
Albany	Crisp County	Hogansville	Oxford
Barnesville	Doerun	Jackson	Palmetto
Blakely	Douglas	LaFayette	Quitman
Brinson	East Point	LaGrange	Sandersville
Buford	Elberton	Lawrenceville	Sylvania
Cairo	Ellaville	Mansfield	Sylvester
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College Park	Fort Valley	Moultrie	West Point
			Whigham

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INTRODUCTORY STATEMENT

MEAG Power

General

The Municipal Electric Authority of Georgia (“*MEAG Power*”) was created by the State of Georgia for the purpose of acquiring and/or constructing, and operating or causing to be operated, electric generation and transmission facilities to supply bulk electric power to political subdivisions of the State of Georgia which owned and operated electric distribution systems as of March 18, 1975 and which elected to contract with MEAG Power for the purchase of wholesale power. MEAG Power currently provides bulk electric power to 48 cities and one county in the State of Georgia (the “*Participants*”) pursuant to separate power sales contracts with each Participant.

With the commencement of commercial operation of Generation Station Vogtle Unit No. 3 (“*Unit 3*”), and Vogtle Unit No. 4 (“*Unit 4*” and, collectively, “*Vogtle Units 3&4*”), MEAG Power’s assets include ownership interests in nine electric generating units that have been placed in service. In addition, MEAG Power may purchase from, sell to or exchange with other bulk electric suppliers additional capacity and energy in order to enhance the Participants’ bulk power supply. MEAG Power’s ownership interests in those nine generating units represent 2,300 megawatts (“*MW*”) of nominally rated generating capacity, consisting of 1,308 MW of nuclear-fueled capacity, 489 MW of coal-fired capacity and 503 MW of combined cycle capacity. Additionally, MEAG Power owns transmission facilities that, together with those of other utilities, form a statewide, integrated transmission system (the “*ITS*”).

In 2015, in connection with entry into the initial U.S. Department of Energy (“*DOE*”) guaranteed loans (the “*Original DOE Guaranteed Loans*”) to fund construction costs of Vogtle Units 3&4, MEAG Power divided and transferred its undivided ownership interests in those units as follows:

- approximately 33.871 percent of its ownership interest (the “*Project M Entity’s Ownership Interest*”), representing 169.458 MW of nominally rated generating capacity (which is the portion of its ownership interest attributable to Project M (hereinafter defined)), to MEAG Power SPVM, LLC, a limited liability company organized and existing under the laws of the State of Georgia (the “*Project M Entity*”), of which MEAG Power is the sole member;
- approximately 41.175 percent of its ownership interest (the “*Project J Entity’s Ownership Interest*”), representing 206.000 MW of nominally rated generating capacity (which is the portion of its ownership interest attributable to Project J (hereinafter defined)), to MEAG Power SPVJ, LLC, a limited liability company organized and existing under the laws of the State of Georgia (the “*Project J Entity*”), of which MEAG Power is the sole member; and
- approximately 24.955 percent of its ownership interest (the “*Project P Entity’s Ownership Interest*” and, collectively with the Project M Entity’s Ownership Interest and the Project J Entity’s Ownership Interest, the “*Vogtle Units 3&4 Project Entities’ Ownership Interests*”), representing 124.850 MW of nominally rated generating capacity (which is the portion of its ownership interest attributable to Project P (hereinafter defined)), to MEAG Power SPVP, LLC, a limited liability company organized and existing under the laws of the State of Georgia (the “*Project P Entity*” and, together with the Project M Entity and the Project J Entity, the “*Vogtle Units 3&4 Project Entities*”), of which MEAG Power is the sole member.

In contemplation of the transfers described above, MEAG Power and each Vogtle Units 3&4 Project Entity entered into a take-or-pay, “hell or high water” Wholesale Power Sales Agreement, dated as of December 31, 2014 (respectively, the “*Project M Power Purchase Agreement*,” the “*Project J Power*

Purchase Agreement” and the “*Project P Power Purchase Agreement*” and, collectively, the “*Vogle Units 3&4 Power Purchase Agreements*”), pursuant to which (a) MEAG Power is entitled to all of the capacity and output of the respective Vogle Units 3&4 Project Entity’s Ownership Interest in Vogle Units 3&4 and (b) MEAG Power is obligated to pay to such Vogle Units 3&4 Project Entity all of its costs and expenses (including, without limitation, debt service on such Vogle Units 3&4 Project Entity’s DOE Guaranteed Loan (hereinafter defined), with limited exceptions). See “SUMMARY OF VOGTLE UNITS 3&4 POWER PURCHASE AGREEMENTS” in APPENDIX N hereto for a summary of certain provisions of the Vogle Units 3&4 Power Purchase Agreements. As a result, each of the Vogle Units 3&4 Projects includes all of MEAG Power’s right, title and interest in and to the capacity and output of the related Vogle Units 3&4 Project Entity’s Ownership Interest in Vogle Units 3&4 but does not include such ownership interest.

Key Recent Developments with Respect to Vogle Units 3&4

Key recent developments pertaining to Vogle Units 3&4 are outlined below. For additional information and definitions of certain terms, see “MEAG POWER – Bulk Power Supply Operations – *The Vogle Units 3&4 Projects*” herein.

- Unit 3 and Unit 4 commenced commercial operation on July 31, 2023, and April 29, 2024, respectively.
- Based on the construction cost estimate set forth in the Vogle Construction Monitoring (“VCM”) 30 Report, as well as recently updated construction cost estimate and contingency information herein, and based on Unit 3 and Unit 4 being in commercial operation, MEAG Power estimates that the Vogle Units 3&4 Project Entities’ in-service cost will be, in the aggregate, approximately \$7.5 billion, including remaining construction and financing costs and project level contingency. Additional financing needs relating to required reserve funds and other fund deposits result in total financing needs of approximately \$8.0 billion for the Vogle Units 3&4 Project Entities. These amounts are net of amounts received from a guarantor of the obligations of the original contractor for Vogle Units 3&4.
- On December 28, 2023, MEAG Power entered into three credit agreements with a commercial bank to fund, among other items, construction completion costs relating to Vogle Units 3&4 in respect of Project M, Project J and Project P in amounts not to exceed \$50 million, \$40 million and \$20 million, respectively. The credit agreements relating to Project J and Project P were amended and restated on March 27, 2024, and the commitments thereunder were increased to \$75 million and \$40 million, respectively. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Financing Program – Project M,” “– Project J” and “– Project P” below.

The Projects

MEAG Power’s ownership interests in the nine generating units that have been placed in service are included in eight separate “projects” established by MEAG Power as described below.

Project One

MEAG Power’s first project (“*Project One*”), acquired in 1977 and in subsequent transactions, consists of 17.7 percent ownership interests in Generation Station Hatch and Generation Station Vogle, each consisting of two nuclear generating units and common facilities, 10.0 percent ownership interests in the two coal-fired generating units and common facilities at Generation Station Wansley, including the Generation Station Wansley Combustion Turbine (collectively, “*Generation Station Wansley*”), 10.0

percent ownership interests in two of the four coal-fired generating units (“*Generation Station Scherer Unit Nos. 1 and 2*”) and 5.0 percent ownership interests in the common facilities at Generation Station Scherer, certain transmission system facilities and working capital. Generation Station Wansley was retired on August 31, 2022. Following that retirement, MEAG Power’s ownership interests included in Project One represent a total of 693 MW of nominally rated nuclear capacity and 162 MW of nominally rated coal-fired capacity. Georgia Power Company (“*GPC*”), Oglethorpe Power Corporation (an Electric Membership Corporation) (“*OPC*”) and the City of Dalton, Georgia (“*Dalton*”) are co-owners with MEAG Power of the generating units. GPC has contracted to operate and maintain these jointly-owned facilities as agent for the respective co-owners of these facilities, including MEAG Power.

GPC, Georgia Transmission Corporation (an Electric Membership Corporation) (“*GTC*”), and Dalton each own transmission system facilities that, together with MEAG Power’s transmission system facilities, form the ITS. MEAG Power and each other entity may use all transmission system facilities included in the ITS, regardless of ownership, in serving its customers. MEAG Power’s transmission system facilities are included in Project One.

MEAG Power is obligated to pay its share of the costs of acquisition and construction of certain capital additions required for the generating units in its projects and for the ITS. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Capital Improvements Program” herein. These additions, which are referred to in the Project One Resolution hereinafter referred to as “*Additional Facilities*” and in the General Resolution Projects Resolution (defined below) hereinafter referred to as “*Capital Improvements*,” generally consist of reload nuclear fuel and major additions, renewals, replacements, repairs and betterments, including transmission system facilities to be acquired as part of Project One. See “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions” in APPENDIX F hereto for a more complete definition of the term “*Additional Facilities*.” For purposes of this Annual Information Statement, other than the description of the Project One Resolution contained herein, all items included in such definition of “*Additional Facilities*” are referred to herein as “*Capital Improvements*.”

Project One has been financed pursuant to the Power Revenue Bond Resolution adopted by MEAG Power on August 30, 1976, as supplemented, amended and restated including as described below (collectively, the “*Project One Resolution*”), through the issuance of both senior lien bonds and subordinated lien bonds. To the extent not paid from revenues or other sources, the costs of Capital Improvements to Project One will be financed under the Project One Resolution. All senior lien bonds and subordinated lien bonds heretofore or hereafter issued under the Project One Resolution are referred to herein as “*Project One Senior Bonds*” and “*Project One Subordinated Bonds*,” respectively. Such Project One Subordinated Bonds have been issued pursuant to the Project One Subordinated Bond Resolution adopted by MEAG Power on October 20, 1982, as supplemented and amended (the “*Project One Subordinated Resolution*”), which is supplemental to the Project One Resolution.

On December 16, 2011, MEAG Power adopted the following resolutions for the purpose of making certain amendments to the Project One Resolution: (a) the Second Amended and Restated Power Revenue Bond Resolution (the “*Amended and Restated Project One Resolution*”); and (b) the Supplemental Resolution Adopted December 16, 2011 Amending the Power Revenue Bond Resolution, As The Same Is To Be Amended And Restated By The Second Amended and Restated Power Revenue Bond Resolution (the “*Project One Amendatory Supplemental Resolution*”). In 2017, MEAG Power caused to be published notice to the effect that the conditions precedent to the effectiveness of the various amendments to the Project One Resolution contained in the Amended and Restated Project One Resolution had been satisfied. Subject to the satisfaction of certain conditions set forth in the Project One Resolution, the various amendments contained in the Project One Amendatory Supplemental Resolution will become effective on the date on which all Project One Senior Bonds Outstanding under (and as defined in) the Project One Resolution at December 16, 2011 (the date of adoption of the Project One Amendatory Supplemental

Resolution) cease to be Outstanding thereunder. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power’s Senior Bonds – *Pending Amendments to the Project One Resolution and the General Resolution Projects Resolution*” herein. At such time as such amendments become effective, they will apply to all Project One Senior Bonds then Outstanding.

General Resolution Projects

MEAG Power’s second project (“*Project Two*”), first acquired in 1978 and added to in subsequent transactions, consists of additional 5.1 percent ownership interests in the two coal-fired generating units and the common facilities at Generation Station Wansley, additional 5.1 percent ownership interests in Generation Station Scherer Unit Nos. 1 and 2 and an additional 2.55 percent ownership interest in the common facilities at Generation Station Scherer and working capital. MEAG Power’s third project (“*Project Three*”), acquired in 1980, consists of additional 15.1 percent ownership interests in Generation Station Scherer Unit Nos. 1 and 2 and an additional 7.55 percent ownership interest in the common facilities at Generation Station Scherer and working capital. MEAG Power’s fourth project (“*Project Four*” and, together with Project Two and Project Three, the “*Existing General Resolution Projects*”), acquired in 1984, consists of additional 5.0 percent ownership interests in Generation Station Vogtle Unit Nos. 1 and 2 and their common facilities, and working capital. Following the retirement of Generation Station Wansley in 2022, MEAG Power’s generating interests in the Existing General Resolution Projects represent a total of 327 MW of nominally rated coal-fired capacity and 115 MW of nominally rated nuclear capacity.

The Existing General Resolution Projects have been financed pursuant to the General Power Revenue Bond Resolution adopted by MEAG Power on March 22, 1978 and readopted on April 19, 1978, as supplemented, amended and restated including as described below (collectively, the “*General Resolution Projects Resolution*”), through the issuance of both senior lien bonds and subordinated lien bonds. To the extent not paid from revenues or other sources, the costs of Capital Improvements to the Existing General Resolution Projects will be financed under the General Resolution Projects Resolution. All senior lien bonds and subordinated lien bonds heretofore or hereafter issued under the General Resolution Projects Resolution are referred to herein as “*General Resolution Projects Senior Bonds*” and “*General Resolution Projects Subordinated Bonds*,” respectively. Such General Resolution Projects Subordinated Bonds have been issued pursuant to the General Resolution Projects Subordinated Bond Resolution adopted by MEAG Power on November 1, 1985, as supplemented and amended (the “*General Resolution Projects Subordinated Resolution*”), which is supplemental to the General Resolution Projects Resolution.

On December 16, 2011, MEAG Power adopted the following resolutions for the purpose of making certain amendments to the General Resolution Projects Resolution: (a) the Second Amended and Restated General Power Revenue Bond Resolution (the “*Amended and Restated General Resolution Projects Resolution*”); and (b) the Supplemental Resolution Adopted December 16, 2011 Amending the General Power Revenue Bond Resolution, As The Same Is To Be Amended And Restated By The Second Amended and Restated General Power Revenue Bond Resolution (the “*General Resolution Projects Amendatory Supplemental Resolution*” and, together with the Project One Amendatory Supplemental Resolution, the “*Amendatory Supplemental Resolutions*”). On March 8, 2017, MEAG Power caused to be published notice to the effect that the conditions precedent to the effectiveness of the various amendments to the General Resolution Projects Resolution contained in the Amended and Restated General Resolution Projects Resolution had been satisfied. Subject to the satisfaction of certain conditions set forth in the General Resolution Projects Resolution, the various amendments contained in the General Resolution Projects Amendatory Supplemental Resolution will become effective on the date on which all General Resolution Projects Senior Bonds Outstanding under (and as defined in) the General Resolution Projects Resolution at December 16, 2011 (the date of adoption of the General Resolution Projects Amendatory Supplemental Resolution) cease to be Outstanding thereunder. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power’s Senior Bonds – *Pending Amendments to the Project One*

Resolution and the General Resolution Projects Resolution” herein. At such time as such amendments become effective, they will apply to all General Resolution Projects Senior Bonds then Outstanding.

CC Project

On June 1, 2004, MEAG Power’s Combined Cycle Project (the “*CC Project*”) began commercial operation. The CC Project is a separate project from Project One and the Existing General Resolution Projects, as described above. See “MEAG POWER – Bulk Power Supply Operations – *The Combined Cycle Project*” herein. The CC Project, which is owned solely by MEAG Power, is a gas-fired and steam driven combined cycle power plant with a nominal summer capacity of 503 MW. The CC Project is located at the site of Generation Station Wansley.

The CC Project has been financed pursuant to the Combustion Turbine Project Bond Resolution adopted by MEAG Power on April 9, 2002 (the “*CT Bond Resolution*”), as supplemented, amended and restated (collectively, the “*CC Bond Resolution*”), including as supplemented, amended and restated by the Amended and Restated Combined Cycle Project Bond Resolution adopted by MEAG Power on July 18, 2003 (the “*Amended and Restated CC Bond Resolution*”), through the issuance of CC Project revenue bonds. All bonds heretofore or hereafter issued under the CC Bond Resolution (including bonds issued under the CT Bond Resolution prior to its amendment and restatement by the Amended and Restated CC Bond Resolution) are referred to herein as “*CC Bonds*.”

Vogtle Units 3&4

MEAG Power, through the Vogtle Units 3&4 Project Entities, also is a participant, along with GPC, OPC and Dalton, in Vogtle Units 3&4. Vogtle Units 3&4 consist of two Westinghouse AP1000 reactors, each with a nominally rated generating capacity of 1,102 MW. MEAG Power’s initial direct ownership interest in Vogtle Units 3&4 was 22.7 percent, representing 500.308 MW of nominally rated generating capacity. To facilitate offtake and financing arrangements, MEAG Power structured its ownership interest in Vogtle Units 3&4 into three separate projects. The first project (“*Project M*”) is comprised of approximately 33.871 percent of MEAG Power’s ownership interest, representing 169.458 MW of generating capacity based upon the nominal rating of the units. The second project (“*Project J*”) is comprised of approximately 41.175 percent of MEAG Power’s ownership interest, representing 206.000 MW of nominal generating capacity. Lastly, the third project (“*Project P*”) is comprised of approximately 24.955 percent of MEAG Power’s ownership interest, representing 124.850 MW of nominal generating capacity. Project M, Project J and Project P are collectively referred to herein as the “*Vogtle Units 3&4 Projects*.” See “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects*” herein. As more fully described under “MEAG Power – *Vogtle Units 3&4*” above, on June 24, 2015, MEAG Power transferred its ownership interest in Vogtle Units 3&4 to the respective Vogtle Units 3&4 Project Entities. As a result of its entry into the Vogtle Units 3&4 Power Purchase Agreements, MEAG Power is entitled to all of the capacity and output of each Vogtle Units 3&4 Project Entity’s Ownership Interest in Vogtle Units 3&4, and the Vogtle Units 3&4 Projects now include all of MEAG Power’s right, title and interest in and to the capacity and output of such ownership interests.

On February 10, 2012, Southern Nuclear and the Original Vogtle Co-Owners (hereinafter defined) received the COLs for Vogtle Units 3&4 from the NRC. The COLs allowed for full construction to begin on Vogtle Units 3&4. See “MEAG Power – *Key Recent Developments with Respect to Vogtle Units 3&4*” above for a discussion of certain key recent developments pertaining to Vogtle Units 3&4. See also “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects – Development and Construction*” herein.

Project M is being financed, in part, pursuant to the Plant Vogtle Additional Units Non-PPA Project Bond Resolution adopted by MEAG Power on October 16, 2008 (the “*Original Project M Bond*”

Resolution”), as supplemented, amended and restated, including as supplemented, amended and restated (a) by the Amended and Restated Plant Vogtle Additional Units Non-PPA Project Bond Resolution adopted by MEAG Power on December 23, 2009 (the “*Amended and Restated Project M Bond Resolution*”) and (b) by the Second Amended and Restated Plant Vogtle Additional Units Non-PPA Project Bond Resolution adopted by MEAG Power on December 23, 2014 (the “*Second Amended and Restated Project M Bond Resolution*”; the Original Project M Bond Resolution, as so supplemented, amended and restated, is collectively referred to herein as the “*Project M Bond Resolution*”), through the issuance of bonds, including bond anticipation notes and revenue bonds constituting “Build America Bonds” (“*Build America Bonds*”) for purposes of the American Recovery and Reinvestment Act of 2009 (the “*Recovery Act*”). To the extent not paid from revenues or other sources (including, without limitation, the Project M Entity’s DOE Guaranteed Loan), the costs of acquisition and construction and financing costs of Project M will be financed under the Project M Bond Resolution. All bonds (including bond anticipation notes) heretofore or hereafter issued under the Project M Bond Resolution are referred to herein as “*Project M Bonds*.”

Project J is being financed, in part, pursuant to the Plant Vogtle Additional Units PPA Project Bond Resolution adopted by MEAG Power on October 16, 2008 (the “*Original Project J Bond Resolution*”), as supplemented, amended and restated, including as supplemented, amended and restated (a) by the Amended and Restated Plant Vogtle Additional Units PPA Project Bond Resolution adopted by MEAG Power on December 23, 2009 (the “*Amended and Restated Project J Bond Resolution*”) and (b) by the Second Amended and Restated Plant Vogtle Additional Units PPA Project Bond Resolution adopted by MEAG Power on December 23, 2014 (the “*Second Amended and Restated Project J Bond Resolution*”; the Original Project J Bond Resolution, as so supplemented, amended and restated, is collectively referred to herein as the “*Project J Bond Resolution*”), through the issuance of bonds, including bond anticipation notes and Build America Bonds. To the extent not paid from revenues or other sources (including, without limitation, the Project J Entity’s DOE Guaranteed Loan), the costs of acquisition and construction and financing costs of Project J will be financed under the Project J Bond Resolution. All bonds (including bond anticipation notes) heretofore or hereafter issued under the Project J Bond Resolution are referred to herein as “*Project J Bonds*.”

Project P is being financed, in part, pursuant to the Plant Vogtle Additional Units PPA-2 Project Bond Resolution adopted by MEAG Power on October 16, 2008 (the “*Original Project P Bond Resolution*”), as supplemented, amended and restated, including as supplemented, amended and restated by (a) the Amended and Restated Plant Vogtle Additional Units PPA-2 Project Bond Resolution adopted by MEAG Power on December 30, 2009 (the “*Amended and Restated Project P Bond Resolution*”) and (b) the Second Amended and Restated Plant Vogtle Additional Units PPA-2 Project Bond Resolution adopted by MEAG Power on December 23, 2014 (the “*Second Amended and Restated Project P Bond Resolution*”; the Original Project P Bond Resolution, as so supplemented, amended and restated, is collectively referred to herein as the “*Project P Bond Resolution*”), through the issuance of bonds, including bond anticipation notes and Build America Bonds. To the extent not paid from revenues or other sources (including, without limitation, the Project P Entity’s DOE Guaranteed Loan), the costs of acquisition and construction and financing costs of Project P will be financed under the Project P Bond Resolution. All bonds (including bond anticipation notes) heretofore or hereafter issued under the Project P Bond Resolution are referred to herein as “*Project P Bonds*.”

The Project M Bonds, the Project J Bonds and the Project P Bonds are collectively referred to herein as the “*Vogtle Units 3&4 Bonds*,” and the Project M Bond Resolution, the Project J Bond Resolution and the Project P Bond Resolution are collectively referred to herein as the “*Vogtle Units 3&4 Bond Resolutions*.”

Financial Independence of Projects

The Project One Senior Bonds and Project One Subordinated Bonds are financially independent of the General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds, the CC Bonds and the Vogtle Units 3&4 Bonds. The revenues from one project and the funds established under its bond resolution are not pledged as security for and are not to be applied to the payment of obligations relating to any other project. For example, in the case of Project One, the revenues from Project One and the funds established under the Project One Resolution are not pledged as security for and are not to be applied to the payment of General Resolution Projects Senior Bonds or General Resolution Projects Subordinated Bonds, CC Bonds, or Vogtle Units 3&4 Bonds. However, the payment obligations of each Participant under each power sales contract to which it is a party are on a parity with its payment obligations under its contracts with respect to each other project in which it is a participant. Therefore, as an economic matter, the operational and financial performance of one project of MEAG Power may affect the other projects due to the involvement at various levels of participation of most of the Participants in all of the projects.

The Participants' Power Sales Contracts

Project One and General Resolution Projects

In 1975, MEAG Power entered into separate take-or-pay, "hell or high water" power sales contracts relating to Project One (collectively, the "*Project One Power Sales Contracts*") with 47 of the Participants (the "*Initial Participants*"), which did not include the City of Oxford ("*Oxford*") and the City of Acworth ("*Acworth*"). In 1978, 1980 and 1983, respectively, MEAG Power entered into separate take-or-pay, "hell or high water" power sales contracts relating to Project Two, Project Three and Project Four (the "*Project Two Power Sales Contracts*," the "*Project Three Power Sales Contracts*" and the "*Project Four Power Sales Contracts*," respectively, and, together, the "*Existing General Resolution Projects Power Sales Contracts*") with each of the Initial Participants. Under each such power sales contract, MEAG Power has agreed to provide to an Initial Participant, and the Initial Participant has agreed to take from MEAG Power, in the case of Project One, a specified percentage of the output and services thereof and related reserve, emergency and interchange service, and, in the case of the Existing General Resolution Projects, such output and services thereof and related reserve, emergency and interchange service as may be available for the useful life thereof. Each Initial Participant's payment obligations under its power sales contracts are general obligations to the payment of which its full faith and credit are pledged. MEAG Power's remedies under each Power Sales Contract include specific performance to compel the Initial Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder.

In 1986, MEAG Power entered into separate take-or-pay, "hell or high water" power sales contracts relating to Project One and the Existing General Resolution Projects with Oxford. Under each such power sales contract, MEAG Power has agreed to provide to Oxford, and Oxford has agreed to take from MEAG Power, in the case of Project One, a specified percentage of the output and services thereof and related reserve, emergency and interchange service, and, in the case of the Existing General Resolution Projects, such output and services thereof and related reserve, emergency and interchange service as may be available for the useful life thereof; *provided, however*, that in the case of Project One, such output and services to be taken by Oxford are provided *pro rata* from the shares of the Initial Participants, and in the case of Project Four, the Obligation Share (as defined below) assigned to Oxford is provided *pro rata* from the Obligation Shares of the Initial Participants. In each such case, the Initial Participants remain obligated for such *pro rata* shares. See "THE PARTICIPANTS – Generation and Transmission Entitlement Shares – Project One" and "– Obligation Shares of the Participants – Existing General Resolution Projects" herein. Oxford's payment obligations under its power sales contracts are general obligations to the payment of which its full faith and credit are pledged. MEAG Power's remedies under each power sales contract with Oxford include specific performance to compel Oxford to assess and collect an annual ad valorem tax

sufficient to meet its obligations thereunder. For purposes of this Annual Information Statement, although each of Oxford's power sales contracts is substantially identical to the Power Sales Contracts between MEAG Power and the Initial Participants relating to the applicable project, (a) the term "Project One Power Sales Contracts" shall not include Oxford's power sales contract with respect to Project One, (b) the term "Project Two Power Sales Contracts" shall include Oxford's power sales contract with respect to Project Two, (c) the term "Project Three Power Sales Contracts" shall include Oxford's power sales contract with respect to Project Three and (d) the term "Project Four Power Sales Contracts" shall not include Oxford's power sales contract with respect to Project Four.

In 2002, a take-or-pay, "hell or high water" power sales contract relating to Project One between MEAG Power and Acworth became effective. Under such power sales contract, MEAG Power has agreed to provide to Acworth, and Acworth has agreed to take from MEAG Power, a specified amount of the output and services of Project One and related reserve, emergency and interchange service; *provided, however*, that such output and services to be taken by Acworth are provided from the share of the output and services of Project One of the City of Sylvania ("Sylvania"), one of the Initial Participants, and Sylvania remains obligated for such amount. See "THE PARTICIPANTS – Generation and Transmission Entitlement Shares – Project One" herein. Acworth's payment obligation under its power sales contract is a general obligation to the payment of which its full faith and credit are pledged. MEAG Power's remedies under such power sales contract with Acworth include specific performance to compel Acworth to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder. For purposes of this Annual Information Statement, although Acworth's Project One power sales contract is substantially identical to the Project One Power Sales Contracts between MEAG Power and the Initial Participants, the term "Project One Power Sales Contracts" shall not include Acworth's power sales contract with respect to Project One.

In 2004, the Georgia Supreme Court ruled that MEAG Power and the Participants could extend the term of its existing power sales contracts with the applicable Participants by either (a) amending the power sales contracts for the purpose of extending the term or (b) entering into new power sales contracts for the purpose of extending the term. The Georgia Supreme Court ruled that either approach was lawful under Georgia law so long as the term did not extend beyond 50 years from the effective date of either the amendment or new contract.

MEAG Power and each Participant have executed amendments to their power sales contracts for Project One and the Existing General Resolution Projects which, in part, extended the terms of such contracts until June 1, 2054 (the "*Term Extension Amendments*"). On December 14, 2004, the Fulton County Superior Court, in a bond validation proceeding relating to certain Project One Senior Bonds, General Resolution Projects Senior Bonds, Project One Subordinated Bonds and General Resolution Projects Subordinated Bonds, entered a judgment validating and confirming, among other things, (a) all of the terms and provisions of each of the Term Extension Amendments and (b) each of the Project One power sales contracts and the Existing General Resolution Projects power sales contracts, in each such case as the same have been amended by the Term Extension Amendments.

The Term Extension Amendments amended the Project Two Power Sales Contracts, the Project Three Power Sales Contracts and the Project Four Power Sales Contracts by providing that during the term extension period the output and services and costs of each Project will be allocated to each Participant based upon a percentage derived by dividing the total payments made by such Participant for debt service and capital costs pertaining to such Project during the entirety of the original term of such Participant's power sales contract related to such Project, adjusted to present value, divided by the total payments made by all Participants for debt service and capital costs pertaining to such Project during the entirety of the original term of their power sales contracts related to such Project, also adjusted to present value (hereinafter referred to as "*Billing Shares*"). The formula for determining the Participant's respective Project Two and Project Three Obligation Shares is not affected by the foregoing. See "THE PARTICIPANTS – Obligation

Shares of the Participants – Existing General Resolution Projects” herein. Additionally, the Term Extension Amendments amended the schedule of Project Four Obligation Shares, effective as of November 16, 2033, so that such Obligation Shares shall be equal to the Participants’ respective Project Four Billing Shares.

In addition, the Term Extension Amendments provided that MEAG Power will not extend the term of any existing generation debt outstanding as of November 3, 2004, exclusive of existing debt pertaining to working capital and nuclear fuel working capital debt components, beyond the following dates: existing Project One generation debt shall not be extended beyond March 1, 2026; existing Project Two generation debt shall not be extended beyond February 1, 2028; existing Project Three generation debt shall not be extended beyond May 1, 2030; and existing Project Four generation debt shall not be extended beyond November 16, 2033. Additionally, MEAG Power committed to the Participants and confirmed in the bond validation proceeding referred to in the second preceding paragraph that it generally would not extend the longest term of any existing generation debt for either Project One or the Existing General Resolution Projects, exclusive of existing debt pertaining to working capital and nuclear fuel working capital debt components, beyond the current term of such indebtedness.

CC Project

As of the date of this Annual Information Statement, 37 of the Participants are participants in the CC Project. The obligations of such participants with respect to the CC Project are set forth in the CC Contracts (hereinafter defined). See “THE PARTICIPANTS – Obligation Shares of the Participants – CC Project” herein.

Vogtle Units 3&4

In 2008, MEAG Power entered into separate take-or-pay, “hell or high water” power sales contracts (the “*Original Project M Power Sales Contracts*”) with 29 of the 49 Participants (in such capacity, the “*Project M Participants*”) relating to Project M. Each Original Project M Power Sales Contract had a term not to exceed 50 years from June 15, 2008. Under the separate Original Project M Power Sales Contract with each Project M Participant, MEAG Power agreed to provide to such Project M Participant, and such Project M Participant agreed to take from MEAG Power, output and services from Project M and related reserve, emergency and interchange service as may be available. The Original Project M Power Sales Contract with each Project M Participant provided that its Obligation Share (as described in “THE PARTICIPANTS – Obligation Shares of the Participants – Vogtle Units 3&4 Projects” herein) of the net power and energy produced by Project M was to be delivered to such Project M Participant and that such Project M Participant was to pay a corresponding percentage of MEAG Power’s costs (including scheduled debt service, unless paid or provided for from the proceeds of Project M Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, Project M.

The output and services representing approximately 66.13 percent of MEAG Power’s ownership interest in Vogtle Units 3&4 (that is, the portion not included in Project M) was to be surplus initially to the requirements of the Participants. Consequently, with respect to Project J, MEAG Power entered into a take-or-pay, “hell or high water” power purchase agreement, dated as of May 12, 2008 (the “*Original Project J PPA*”), with Jacksonville Electric Authority, a publicly owned electric, water and wastewater (sewer) utility located in Jacksonville, Florida (“*JEA*”), for the surplus output and services attributable to Project J. With respect to Project P, MEAG Power entered into a take-or-pay, “hell or high water” power purchase agreement, dated as of May 12, 2008 (the “*Original Project P PPA*”), with PowerSouth Energy Cooperative, a rural electric generation and transmission cooperative located in Andalusia, Alabama (“*PowerSouth*”), for the surplus output and services attributable to Project P.

In 2008, MEAG Power entered into separate take-or-pay, “hell or high water” power sales contracts (the “*Original Project J Power Sales Contracts*”) with 39 of the 49 Participants (in such capacity, the

“Project J Participants”) relating to Project J. Each Original Project J Power Sales Contract had a term not to exceed 50 years from June 15, 2008. Under the separate Original Project J Power Sales Contract with each Project J Participant, beginning with the expiration of the respective twenty-year periods during which JEA was obligated to take the entire output and services from Project J and related reserve, emergency and interchange service of Vogtle Units 3&4 related to Project J, MEAG Power agreed to provide to such Project J Participant, and such Project J Participant agreed to take from MEAG Power, its Obligation Share of all of the output and services from Project J and related reserve, emergency and interchange service. The Original Project J Power Sales Contract with each Project J Participant provided that its Obligation Share (as described in *“THE PARTICIPANTS – Obligation Shares of the Participants – Vogtle Units 3&4 Projects”* herein) of the net power and energy produced by Project J was to be delivered to such Project J Participant and that such Project J Participant was to pay a corresponding percentage of MEAG Power’s costs (including scheduled debt service, unless paid or provided for from the proceeds of Project J Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, Project J.

In 2008, MEAG Power also entered into separate take-or-pay, “hell or high water” power sales contracts (the *“Original Project P Power Sales Contracts”* and, together with the Original Project M Power Sales Contracts and the Original Project J Power Sales Contracts, the *“Original Vogtle Units 3&4 Power Sales Contracts”*) with the same 39 Participants (in such capacity, the *“Project P Participants”* and, together with the Project M Participants and the Project J Participants, the *“Vogtle Units 3&4 Participants”*) relating to Project P. Each Original Project P Power Sales Contract had a term not to exceed 50 years from June 15, 2008. Under the separate Original Project P Power Sales Contract with each Project P Participant, beginning with the expiration of the respective twenty-year periods during which PowerSouth was obligated to take the entire output and services from Project P and related reserve, emergency and interchange service of Vogtle Units 3&4 related to Project P, MEAG Power agreed to provide to such Project P Participant, and such Project P Participant agreed to take from MEAG Power, its Obligation Share of all of the output and services from Project P and related reserve, emergency and interchange service. The Original Project P Power Sales Contract with each Project P Participant provided that its Obligation Share (as described in *“THE PARTICIPANTS – Obligation Shares of the Participants – Vogtle Units 3&4 Projects”* herein) of the net power and energy produced by Project P was to be delivered to such Project P Participant and that such Project P Participant was to pay a corresponding percentage of MEAG Power’s costs (including scheduled debt service, unless paid or provided for from the proceeds of Project P Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, Project P.

In contemplation of MEAG Power’s transfers of its ownership interest in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities in June 2015, (a) MEAG Power and the Vogtle Units 3&4 Participants entered into amended and restated power sales contracts (collectively, the *“Amended and Restated Vogtle Units 3&4 Power Sales Contracts”*) for the purpose of amending and restating the Original Vogtle Units 3&4 Power Sales Contracts (the Original Vogtle Units 3&4 Project Sales Contracts, as so amended and restated, are referred to herein as the *“Project M Power Sales Contracts,”* the *“Project J Power Sales Contracts”* and the *“Project P Power Sales Contracts,”* respectively, and, collectively, as the *“Vogtle Units 3&4 Power Sales Contracts”*), (b) MEAG Power and JEA entered into an amended and restated power purchase agreement (the *“Amended and Restated Project J PPA”*) for the purpose of amending and restating the Original Project J PPA (such Original Project J PPA, as so amended and restated, is referred to herein as the *“Project J PPA”*) and (c) MEAG Power and PowerSouth entered into an amended and restated power purchase agreement (the *“Amended and Restated Project P PPA”* and, together with the Amended and Restated Project J PPA, the *“Amended and Restated Vogtle Units 3&4 PPAs”*) for the purpose of amending and restating the Original Project P PPA (such Original Project P PPA, as so amended and restated, is referred to herein as the *“Project P PPA”*; the Project J PPA and the Project P PPA are referred to herein collectively as the *“Vogtle Units 3&4 PPAs”*), in each such case, effective as of the date of such transfer, in order, among other things, (i) to extend the term of each such contract and agreement, so that each such contract and agreement shall remain in effect for not to exceed 50 years from December 31, 2014, the date of execution of the applicable amendment and restatement thereof, (ii) to reflect such transfers of MEAG

Power's ownership interest in Vogtle Units 3&4 to the applicable Vogtle Units 3&4 Project Entity and (iii) to provide that the payment obligations of the Project M Participants, JEA, the Project J Participants, PowerSouth and the Project P Participants, respectively, shall include all costs and expenses of the applicable Vogtle Units 3&4 Project Entity (including scheduled debt service on such Vogtle Units 3&4 Project Entity's DOE Guaranteed Loan) resulting from the ownership, operation and maintenance of, and renewals and replacements to, the applicable Vogtle Units 3&4 Project Entity's Ownership Interest. On March 27, 2024, the Project J PPA and the Project P PPA were amended to allow for additional financing options for both construction completion financing and the funding of post-commercial operation capital projects, and to simplify the billing for those projects. For a description of JEA's and PowerSouth's payment obligations under their respective Vogtle Units 3&4 PPAs, see "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA's Payment Obligations" and "– PROJECT P PPA – PowerSouth's Payment Obligations," respectively, in APPENDIX J hereto.

Each Vogtle Units 3&4 Participant's payment obligations under its Vogtle Units 3&4 Power Sales Contract(s) are general obligations to the payment of which its full faith and credit are pledged. MEAG Power's remedies under each Vogtle Units 3&4 Power Sales Contract include specific performance to compel the Vogtle Units 3&4 Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder. For a description of the Vogtle Units 3&4 Participants' payment obligations under their respective Vogtle Units 3&4 Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay" in APPENDIX K hereto. For a description of JEA's and PowerSouth's payment obligations under their respective Vogtle Units 3&4 PPAs, see "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA's Payment Obligations" and "– PROJECT P PPA – PowerSouth's Payment Obligations," respectively, in APPENDIX J hereto.

For information concerning certain of the Participants, see APPENDIX C hereto.

Cautionary Statements Regarding Forward-Looking Information

This Annual Information Statement contains forward-looking statements. Forward-looking statements include, among other things, statements concerning sales, customer growth, economic recovery, current and proposed environmental regulations and related estimated expenditures, access to sources of capital, financing activities, start and completion of construction projects, plans and estimated costs for new generation resources, estimated sales and purchases of power and energy, and estimated construction and other expenditures. In some cases, forward-looking statements can be identified by terminology such as "may," "will," "could," "should," "expects," "seeks," "likely," "potential," "plans," "anticipates," "believes," "estimates," "projects," "predicts," "estimated," "scheduled," "potential," or "continue" or the negative of these terms or other similar terminology. These forward-looking statements are based largely on MEAG Power's current expectations and are subject to a number of risks and uncertainties, some of which are beyond MEAG Power's control. There are various factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Accordingly, there can be no assurance that such indicated results will be realized. These factors include:

- the ability to control costs and avoid cost and schedule overruns during the development, construction, and operation of facilities, including changes in labor costs, availability, and productivity; challenges with management of contractors, subcontractors, or vendors; adverse weather conditions; shortages, increased costs, or inconsistent quality of equipment, materials, and labor; contractor or supplier delay; non-performance under construction, operating, or other agreements; operational readiness, including specialized operator training and required site safety programs; engineering or design problems; design and other licensing-based compliance matters; challenges with start-up activities, including major equipment failure and system integration; and/or operational performance;

- the ability to construct facilities in accordance with the requirements of permits and licenses, to satisfy any environmental requirements and the requirements of tax credits and other incentives, and to integrate facilities into the MEAG Power system upon completion of construction;
- current and future legal proceedings, regulatory approvals and investigations or inquiries, including, but not limited to, the Georgia Public Service Commission (“GPSC”) and NRC actions, disagreements among co-owners and related legal proceedings;
- failure, as a result of sequestration under federal law, of the U.S. Department of Treasury to pay all or a portion of the amounts otherwise due to MEAG Power relating to the rebate of a portion of the interest on Build America Bonds MEAG Power issued to fund development and construction costs relating to Vogtle Units 3&4, or the failure by the Department of Treasury to timely process and disburse the subsidy payments;
- as discussed in the final paragraph under “The Projects” above, although each of MEAG Power’s “projects” is financially independent of each other MEAG Power project (including, without limitation, through the entry into separate power sales contracts with respect to each such project and the adoption of a separate bond resolution with respect to each such project), as an economic matter, the operational and financial performance of one project of MEAG Power may affect the other projects due to the involvement at various levels of participation of most of the Participants in all of the projects;
- the impact and the costs of achieving and maintaining compliance with recent federal and state statutory or regulatory changes or judicial decisions, including legislative and regulatory initiatives regarding deregulation and restructuring of the electric utility industry, and environmental laws, effluent limitation guidelines (“ELG”), coal combustion residuals (“CCRs”), and emissions of sulfur dioxide (“SO₂”), nitrogen oxides (“NO_x”), carbon dioxide (“CO₂”) and other greenhouse gases (“GHG”), particulate matter, and hazardous air pollutants including mercury and other substances, as well as changes in application of existing laws and regulations;
- future changes in federal, state or local laws and regulations to which MEAG Power or its Participants are subject, including with respect to the availability and amount of production tax credits (“PTCs”) or other tax credits resulting from operation of Vogtle Units 3 or 4;
- the effects, extent, and timing of the entry of additional competition in the markets in which MEAG Power’s Participants operate;
- changes in protections granted by the Georgia Territorial Electric Service Act (the “*Territorial Act*”) that could subject MEAG Power’s Participants to increased competition;
- variations in demand for electricity, including those relating to weather, general economic conditions, recovery from the last recession, population and business growth (and declines), and the effects of energy conservation and efficiency measures including the development and deployment of alternative energy sources such as self-generation and distributed generation and energy storage technologies;
- potential impacts of competition in various forms including self-generation, distributed generation, renewable generation, alternative competing energy sources and/or new or improved generating technologies that could reduce demand for MEAG Power’s generation and/or cause MEAG Power’s generation to be of higher cost in comparison to such other potential sources;

- the impact of load growth in the areas served by MEAG Power's Participants, including from the development, construction, and operation of new data centers that have large load requirements;
- geopolitical events that increase that volatility of commodities prices, impact supply chains or affect commodity or financial markets;
- changes in MEAG Power's preferences for the mix of fuel types for generation facilities;
- changes in customer preferences for energy produced from other clean generation sources;
- transition risks associated with market moves to a lower carbon economy to mitigate the potential effects of climate change;
- the pricing and availability of an adequate and economical supply of fuel, water and other materials;
- differences in estimates of revenues and expenses;
- unanticipated changes in rates of inflation;
- investment performance of MEAG Power's invested funds;
- advances in technology available to and used in generation and distribution facilities, including technology used by competitors and residential or commercial customers of the Participants;
- continued efficient operation of MEAG Power's generating facilities by MEAG Power and third-parties;
- reliance on third parties to efficiently manage, distribute and deliver generated electricity;
- the early retirement of an electric generation facility or termination of an operating agreement for an electric generation facility, such as in the case of Generation Station Wansley in both respects, and mitigating exposure for remedial activities associated with retired and formerly owned electric generation assets;
- operating limitations on MEAG Power's generating facilities imposed by environmental or other regulatory requirements, especially with respect to coal-fired generation;
- risks and regulatory requirements including failure to maintain required license conditions and other governmental approvals related to the ownership, construction and operation of nuclear-, coal- and gas-fueled generating, transmission and other facilities resulting in costly delays in construction schedules or cancellations or shutdown of units and other risks related to the ownership of nuclear facilities;
- legislative and regulatory compliance standards and MEAG Power's ability to comply with any applicable standards, including mandatory reliability standards, and potential penalties for noncompliance;
- adequate funding of MEAG Power's nuclear decommissioning trust fund (the "*Decommissioning Trust*") including investment performance and projected decommissioning costs and potential increases in the amounts required for such purposes;

- counterparty credit and performance risk, including the ability and willingness of counterparties of MEAG Power (including, without limitation, counterparties under the various power sales contracts and power purchase agreements to which MEAG Power is a party) to make payments as and when due and to perform as required;
- the direct or indirect effect on MEAG Power's business resulting from acts of sabotage, wars or terrorist incidents, including cyber-attacks (including cyber-attacks or other disruptions impacting MEAG Power's information technology systems, network infrastructure and integrated transmission system or those of the Participants or other third parties, or data security breaches of sensitive data, intellectual property or proprietary or personally identifiable information);
- interest rate fluctuations and financial market conditions and the results of financing efforts, including actions by ratings agencies with respect to MEAG Power's and its Participants' credit ratings, and including the inability to access capital (including borrowings under bank lending facilities) to finance capital additions to other facilities because of downgrades of credit ratings, market disruptions or litigation;
- lenders and investors taking into account environmental, social and corporate governance criteria when making lending and investment decisions;
- the ability of MEAG Power to obtain additional generating capacity at competitive prices;
- catastrophic events such as fires, earthquakes, explosions, floods, tornadoes, hurricanes and other storms, droughts, or other similar occurrences;
- physical risks associated with climate change such as changes in weather conditions, changes in precipitation, extreme weather events, temperature and humidity, which could vary customers' energy needs, cause damage to assets of MEAG Power or a Participant or increase operating costs, resulting in positive or negative effects on MEAG Power's results of operations and financial condition;
- the direct or indirect effects on MEAG Power's business resulting from incidents affecting the U.S. electric grid or operation of generating resources, including transmission constraints or disruptions impacting the operation of MEAG Power's generating or transmission facilities, including disruption of supply of fuel, purchased power or other critical items;
- the ability of MEAG Power to maintain compliance with covenants under bank lending facilities;
- the effect of accounting pronouncements issued periodically by standard-setting bodies;
- hazards customary to the electric industry and the possibility that MEAG Power may not have adequate insurance to cover losses resulting from such hazards;
- the availability and cost of insurance since some insurance companies have discontinued insuring companies with exposure to coal;
- inability to attract or retain a skilled workforce;
- the effectiveness of MEAG Power's disclosure controls and procedures or its internal control over financial reporting, including to detect instances of errors or fraud;
- adverse outcomes in litigation matters or regulatory proceedings;

- any future impact of pandemic health events on MEAG Power's business operations, construction projects, results of operations, cash flows or financial condition, demand for electricity or the availability of fuel and critical parts, supplies and services, the financial markets; and
- other factors discussed elsewhere herein.

MEAG Power expressly disclaims any obligation to update any forward-looking statements.

Other

This Annual Information Statement has been filed with the Municipal Securities Rulemaking Board (the "*MSRB*") through the MSRB's Electronic Municipal Market Access ("*EMMA*") website currently located at <https://emma.msrb.org>, pursuant to certain continuing disclosure undertakings made by MEAG Power in accordance with the provisions of Rule 15c2-12, as amended ("*Rule 15c2-12*"), promulgated by the U.S. Securities and Exchange Commission (the "*SEC*") pursuant to the Securities Exchange Act of 1934, as amended (the "*Exchange Act*"). The bonds to which such continuing disclosure undertakings relate (including the CUSIP numbers thereof) are listed on SCHEDULE I hereto. As permitted by the provisions of Rule 15c2-12, this Annual Information Statement also is intended to be included by reference in official statements and other offering documents prepared by MEAG Power in connection with the sale and issuance, after the date hereof, of certain securities of MEAG Power.

There follows in this Annual Information Statement information concerning MEAG Power, selected financial and operating data of MEAG Power, its capital improvements and financing programs, the competitive environment in which MEAG Power operates, the Participants and the co-owners of the generating units. In addition, attached hereto are (a) the audited consolidated financial statements of MEAG Power as of December 31, 2023 and 2022 and for the fiscal years then ended, and the Report of Independent Auditors thereon (hereinafter referred to as "*MEAG Power's 2023 Financial Statements*") as APPENDIX A, (b) summaries of (i) the debt service requirements of MEAG Power, as of December 31, 2023, for its Project One Senior Bonds, Project One Subordinated Bonds, General Resolution Projects Senior Bonds, General Resolution Projects Subordinated Bonds, CC Bonds, Project M Bonds, Project J Bonds and Project P Bonds, (ii) the debt service requirements of the Vogtle Units 3&4 Project Entities, as of December 31, 2023, for their respective DOE Guaranteed Loans and (iii) the expected aggregate debt service payments for each of the Vogtle Units 3&4 Projects (including, in each case, both MEAG Power's expected debt service payments, as of December 31, 2023, for the applicable Vogtle Units 3&4 Bonds and the applicable Vogtle Units 3&4 Project Entity's expected debt service payments, as of December 31, 2023, for its DOE Guaranteed Loan) as APPENDIX B, (c) selected historical information on certain Participants of MEAG Power as APPENDIX C, (d) summaries of MEAG Power's Power Sales Contracts, Project Agreements, senior bond resolutions (as in effect as of the date of this Annual Information Statement and as the same will be amended) and subordinated bond resolutions for Project One and the General Resolution Projects as APPENDICES D through G, (e) summaries of the CC Contracts and the CC Bond Resolution as APPENDICES H and I, (f) summaries of MEAG Power's Vogtle Units 3&4 PPAs, Vogtle Units 3&4 Power Sales Contracts, Vogtle Units 3&4 Project Agreements (as hereinafter defined), Vogtle Units 3&4 Bond Resolutions, Vogtle Units 3&4 Power Purchase Agreements and certain Federal Loan Documents as APPENDICES J through O, and (g) tables setting forth the debt service responsibilities of the CC Participants (hereinafter defined) as APPENDIX P.

All descriptions of documents herein are only summaries and are qualified in their entirety by reference to each such document. For information concerning the sources of certain information contained in this Annual Information Statement, see "SOURCES OF CERTAIN INFORMATION" herein.

MEAG POWER

History

In the late 1950s, most of the Participants began to cooperate on matters of common concern to their retail electric distribution systems, including jointly appearing before the Federal Power Commission (now known as the Federal Energy Regulatory Commission (“FERC”)) in proceedings regarding wholesale electric rate increases. In 1972, several Participants intervened in the licensing proceedings before the U.S. Atomic Energy Commission (now known as the NRC) relating to the planned construction of nuclear power generating units in Georgia by GPC. A settlement was reached with GPC providing for the sale of a portion of certain nuclear units to the Initial Participants, among others. GPC subsequently elected to negotiate for the sale of interests in other facilities not the subject of the settlement.

As the result of studies of sources of bulk power supply as alternatives to the purchase of their requirements (in excess of allotments from federal hydroelectric projects) from GPC, the Initial Participants sought State legislation to establish a public entity to enable them to meet the needs of publicly owned electric distribution systems. The Act was adopted in 1975 and MEAG Power was organized in July of that year. MEAG Power assumed the negotiating efforts with GPC that resulted in the agreements between GPC and MEAG Power for the acquisition by MEAG Power of Project One. MEAG Power subsequently negotiated agreements with respect to the Existing General Resolution Projects.

General

MEAG Power is a public corporation and an instrumentality of the State of Georgia, having perpetual existence, created by the Act for the purpose of providing an adequate, dependable and economical wholesale supply of electricity to those political subdivisions of Georgia which owned and operated electric distribution systems on March 18, 1975, the effective date of the Act, and which elected to contract with MEAG Power for the purchase of wholesale power. MEAG Power is empowered to acquire, construct, operate and maintain electric generating and transmission facilities, solely or in common with others, in fulfilling its purpose. MEAG Power is further authorized to employ agents in the construction, operation and maintenance of any of its generating and transmission facilities. In the acquisition of its property, MEAG Power may exercise the power of eminent domain. Incidental to its principal purpose of supplying electricity to the political subdivisions, MEAG Power may also supply wholesale electricity to other persons and entities in order to take advantage of economies of scale in the construction and acquisition of generating and transmission facilities; *however*, MEAG Power is not empowered to provide electricity at retail to the public.

The Georgia Supreme Court, in the initial validation of Project One Senior Bonds, affirmed that the property of MEAG Power is public property and is exempt from ad valorem taxes. However, under an amendment to the Act, MEAG Power has been required, since 1981, to make payments in lieu of taxes with respect to any tangible property acquired after the date of the amendment and not included in Project One or Project Two. MEAG Power is required to make payments in lieu of taxes with respect to tangible property included in Project Three, Project Four, the CC Project and the Vogtle Units 3&4 Projects. In addition, MEAG Power has been required to make payments in lieu of taxes with respect to tangible property included in Project One and Project Two commencing with the year 2020. The power sales contracts for Project One, the Existing General Resolution Projects, the CC Project and the Vogtle Units 3&4 Projects provide for recovery by MEAG Power from the Participants in each such Project of any ad valorem taxes or payments in lieu of taxes for which MEAG Power becomes obligated.

MEAG Power is authorized to contract with the above-described political subdivisions to provide all or any part of their requirements for wholesale electricity, and to issue evidences of indebtedness to finance its ownership of electric generating and transmission facilities, pledging the revenues under such

contracts as security for the payment of such debt. The Act provides that MEAG Power will establish rates and charges so as to produce revenues sufficient to cover all of MEAG Power's costs, including debt service, but it may not operate any of its projects for profit, except insofar as any such profit will inure to the benefit of the public.

The governing body of MEAG Power (the "*MEAG Power Board*") consists of nine members whose staggered terms of office are three years. Members of the MEAG Power Board are elected by an election committee consisting of one representative of each Participant. Each representative is entitled to cast a weighted vote computed on the basis of, among other things, the relative power purchases of the Participants from MEAG Power.

The President and Chief Executive Officer of MEAG Power is James E. Fuller. Mr. Fuller has more than 44 years of utility experience and has been with MEAG Power since 1997. Before being elected President and Chief Executive Officer in 2016, Mr. Fuller served as Senior Vice President and Chief Financial Officer. Prior to joining MEAG Power, Mr. Fuller worked for the Massachusetts Municipal Wholesale Electric Company in various finance and audit positions. Mr. Fuller holds a Bachelor of Science degree in accounting from Western New England College and a Master of Science degree in Taxation from Bentley College. Mr. Fuller is a registered Certified Public Accountant. Mr. Fuller currently serves on the Board of Directors of the American Public Power Association; serves on the Board of the Large Public Power Council, an organization comprising the 28 largest public power utilities in the United States; and serves on the Board of Governors of the Georgia Chamber of Commerce.

The following are other members of MEAG Power's management staff and their backgrounds:

Peter M. Degnan, *Senior Vice President, General Counsel*. Mr. Degnan has 49 years of legal experience and joined MEAG Power in July 2013, immediately following his retirement from the law firm of Alston & Bird LLP. He has extensive experience in public power and previously served as the outside general counsel for MEAG Power for 11 years. Mr. Degnan holds a degree in Mechanical Engineering from the United States Naval Academy, served in the United States Marine Corps on active duty for five years, and is an honors graduate of Syracuse University Law School.

Steven M. Jackson, *Senior Vice President, Chief Operating Officer*. Mr. Jackson has over 40 years of utility experience specializing in power generation facility construction and operations. Mr. Jackson worked for Big Rivers Electric Corporation and the Tennessee Valley Authority in various engineering positions prior to joining MEAG Power in 1995. Mr. Jackson holds a Bachelor of Science degree in Mechanical Engineering from the University of Kentucky and a Master of Science degree in engineering management from the University of Evansville. Mr. Jackson has been registered as a Professional Engineer in Kentucky and Tennessee. He is a representative on the SEEM Membership Board and also serves as Chairman of the Board of Directors of the Georgia Energy and Industrial Construction Consortium.

Reiko A. Kerr, *Senior Vice President, Finance & Administration, and Chief Financial Officer*. Ms. Kerr has over 33 years of utility and finance experience. Before joining MEAG Power in 2022, she served as Senior Assistant General Manager of the Power System for Los Angeles Department of Water and Power. Before that she served as Assistant General Manager of Power Supply, and as Assistant General Manager and Chief Financial Officer for Riverside Public Utilities. Ms. Kerr is a founding member and past board member of the Association of Women in Water, Energy and Environment. She received the 2019 national "Spark Award" from the Society of Women Engineers for dedicated mentoring and building an inclusive workplace culture. She served on the National Academies' committee on the "Future of Electric Power in the U.S." and is currently a member of the Tax and Finance Task Force for the Large Public Power Council. Ms. Kerr has a Bachelor of Business Administration from California State University, San Bernardino, and is a Certified Public Accountant.

Douglas K. Lego, *Senior Vice President, Transmission*. Mr. Lego has over 40 years of utility experience in electric transmission and distribution and telecommunications. In addition to his 31 years at MEAG Power, Mr. Lego worked at Georgia Public Web, Inc. in various senior management positions and at Florida Power & Light Company as a distribution service planner. Mr. Lego holds a Bachelor of Science degree in Mathematics from Florida Southern College, and both a Bachelor of Science degree in Mechanical Engineering and a Master of Science degree in Management of Technology from the Georgia Institute of Technology. He serves on the SERC Reliability Corporation's ("*SERC*") Board of Directors.

Paul J. Warfel, *Vice President of Participant and External Affairs*. Mr. Warfel has nearly 25 years' experience in public power with MEAG Power and its sister organization, Electric Cities of Georgia, working in economic development, Participant relationship management and government affairs. Mr. Warfel sits on the boards of PowerPAC and the Georgia Chamber of Commerce and is vice chair of the Large Public Power Council's Policy Task Force. He holds a Bachelor of Business Administration in Management from the University of Georgia, and dual Master of Business Administration degrees from Kennesaw State University.

As of December 31, 2023, MEAG Power had 134 employees.

Bulk Power Supply Operations

General

The Project One Power Sales Contracts entered into by MEAG Power with each of the Initial Participants, and the Project One power sales contracts entered into by MEAG Power with Oxford and Acworth, obligate MEAG Power to provide the Participants with all of their Bulk Power Supply and obligate the Participants to take all of their Bulk Power Supply from MEAG Power. "Bulk Power Supply" of a Participant means all electric power and energy required by such Participant in excess of that amount (a) supplied by any generation and transmission facilities owned by the Participant on the effective date of its Project One power sales contract (Crisp County is the only Participant that owned generating resources on that date, and currently has 15 MW of generating capacity), (b) received by such Participant as an allotment from federally-owned projects through the Southeastern Power Administration ("*SEPA*"), as discussed below, or (c) procured by such Participant from alternative sources as permitted under the Project One power sales contracts.

Bulk Power Supply currently being furnished by MEAG Power to the Participants consists of (a) power and energy from the generating units and transmission system facilities of Project One, (b) power and energy from the generating units of the Existing General Resolution Projects, and for each of the foregoing sources such interchange services as are necessary for the reliable and economic supply of the output and services of Project One and the Existing General Resolution Projects, (c) power and energy from the generating units of the CC Project and such interchange services as are necessary for the reliable and economic supply of the output and services of the CC Project, and (d) power and energy obtained through purchases from and exchanges with other bulk electric suppliers. Power and energy furnished by MEAG Power from sources such as those referred to in the foregoing clause (d) constitutes "*Supplemental Bulk Power Supply*" which, as used herein and in the Project One power sales contracts, means Bulk Power Supply required by a Participant in excess of that supplied from Project One and the Existing General Resolution Projects and, unless otherwise provided, any additional project owned or controlled by MEAG Power.

Pursuant to the Project One power sales contracts, each Participant has the right, subject to certain conditions and limitations, to procure electric power and energy from alternative sources (any power and energy so procured being referred to herein as "*Supplemental Power from Alternative Sources*" and any source thereof as an "*Alternative Source*"). See "SUMMARY OF POWER SALES CONTRACTS –

Procurement of Alternative Bulk Power Supply Resources” in APPENDIX D hereto for a discussion of such conditions and limitations and “*Provisions for Participants to Obtain Supplemental Power from Alternative Sources and Participant Interconnection Agreements*” below for information concerning the election made by a Participant to procure Supplemental Power from Alternative Sources, subject to such conditions and limitations. See also the final paragraph under “*Provisions for Participants to Obtain Supplemental Power from Alternative Sources and Participant Interconnection Agreements*” below for information concerning the adoption by MEAG Power of a policy with respect to the supplemental power requirements of the Participants.

Pursuant to Section 312 of the Project One power sales contracts, each Participant may declare a portion of its output and services from Project One to be in excess of its needs and MEAG Power may sell and transfer for any period of time all or a portion of such excess output and services to such other Participants as shall agree to take such excess. In the event that the other Participants do not agree to take the entire amount of the excess output and services, MEAG Power may sell such excess to other utilities. Pursuant to Section 702 of the CC Project power sales contracts, each Participant in the CC Project may assign a portion of its CC Project output to other Participants in the CC Project. These transactions are facilitated by MEAG Power through letter agreements referred to as Inter-Participant Transfers or “*IPTs*.” During 2023, 21 Participants transferred 90 MW (relating to Project One capacity) through 23 IPT contracts. Of the 23 contracts, 20 expired in 2023 with the remaining 3 expiring on or before 2029.

MEAG Power expects that Participants will continue to utilize the foregoing provisions as a mechanism to allow the Participants to improve their respective power supply resource mixes. However, the take-or-pay obligations of the selling Participants under their Project One power sales contracts are not affected, each such selling Participant remaining contingently liable for all transferred obligations under its Project One power sales contract if a buying Participant defaults in connection with any of its purchased obligations.

With respect to the CC Project, each Participant in the CC Project may assign a portion of its CC Project output to other Participants. These transactions are facilitated by MEAG Power through the execution of additional power sales contracts, if applicable, and assignment agreements. In the event that the assignee defaults in connection with its obligations under its respective CC Project power sales contract pertaining to the assigned amounts, the assigning Participant must pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, the assigning Participant will be entitled to the output associated with the assigned rights of the defaulting party.

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Capacity in Project One and Existing General Resolution Projects														
Ownership by MEAG Power ⁽¹⁾														
	Type of Fuel	Nominal Rating	Project One		Project Two		Project Three		Project Four		Capacity of CC Project		Total Excluding Unit 3 and Unit 4	
			(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾
Generation Station Hatch ⁽³⁾														
Unit No. 1.....	Nuclear	807	17.7	142.8	–	–	–	–	–	–	–	–	17.7	142.8
Unit No. 2.....	Nuclear	807	17.7	142.8	–	–	–	–	–	–	–	–	17.7	142.8
Total Hatch Units 1 and 2		1,614	17.7	285.7	–	–	–	–	–	–	–	–	17.7	285.7
Generation Station Wansley Combined Cycle (Unit No. 9) ⁽⁴⁾	Gas	503	–	–	–	–	–	–	–	–	100.0	503.0	100.0	503.0
Generation Station Scherer ⁽⁵⁾														
Unit No. 1.....	Coal	810	10.0	81.0	5.1	41.3	15.1	122.3	–	–	–	–	30.2	244.6
Unit No. 2.....	Coal	810	10.0	81.0	5.1	41.3	15.1	122.3	–	–	–	–	30.2	244.6
Total Scherer Units 1 and 2		1,620	10.0	162.0	5.1	82.6	15.1	244.6	–	–	–	–	30.2	489.2
Generation Station Vogtle ⁽⁶⁾														
Unit No. 1.....	Nuclear	1,150	17.7	203.6	–	–	–	–	5.0	57.5	–	–	22.7	261.1
Unit No. 2.....	Nuclear	1,150	17.7	203.6	–	–	–	–	5.0	57.5	–	–	22.7	261.1
Total Vogtle Units 1 and 2		2,300	17.7	407.1	–	–	–	–	5.0	115.0	–	–	22.7	522.2
Total Ownership				854.8		82.6		244.6		115.0		503.0		1,800.0
Annual Average Output Sold to GPC ⁽⁷⁾														
2016-2047				20						6				26
2048-2049				10						3				13

Capacity in Vogtle Units 3&4 Ownership by Vogtle Units Project Entities ⁽¹⁾											
	Type of Fuel	Nominal Rating	Project M		Project J		Project P		Total		
			(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(%)	(MW) ⁽²⁾	(MW) ⁽²⁾
Generation Station Vogtle ⁽⁸⁾											
Unit No. 3	Nuclear	1,102	7.7	84.9	9.3	102.5	5.7	62.8	22.7	250.2	
Unit No. 4	Nuclear	1,102	7.7	84.9	9.3	102.5	5.7	62.8	22.7	250.2	
Total Vogtle Units 3 and 4		2,204	7.7	169.7	9.3	205.0	5.7	125.6	22.7	500.4	

Total Capacity Ownership (*i.e.*, Project One, General Resolution Projects, CC Project, Project M, Project J and Project P).....2,300.3

Total Capacity Ownership Net of Sales of Capacity to GPC, JEA and PowerSouth1,943.7

Note: Column and row totals may not add due to rounding, resulting in slight differences to other references in this document.

- (1) The capacity ownership shown for each unit does not give effect to any sales of capacity from such unit, including sales of capacity to GPC as described under “SUMMARY OF PROJECT AGREEMENTS – Summary of Operating Agreements” in APPENDIX E hereto or sales of capacity to JEA or PowerSouth as described under see “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA’s Payment Obligations” and “– PROJECT P PPA – PowerSouth’s Payment Obligations,” respectively, in APPENDIX J hereto. MEAG Power also owns an interest in Generation Station Wansley, which was retired in August 2022, as described herein.
- (2) Amounts shown represent nominal ratings. The actual maximum net continuous ratings for such facilities can vary each year. Currently, such actual maximum net continuous ratings, in the aggregate, are approximately 1.2 percent higher than the amounts shown.
- (3) Generation Station Hatch Unit Nos. 1 and 2 were placed in service in December 1975 and September 1979, respectively.
- (4) The CC Project was placed in service in June 2004.
- (5) Generation Station Scherer Unit Nos. 1 and 2 were placed in service in March 1982 and February 1984, respectively.
- (6) Generation Station Vogtle Unit Nos. 1 and 2 were placed in service in June 1987 and May 1989, respectively.
- (7) Amounts shown reflect output from Generation Station Vogtle Unit Nos. 1 and 2 sold or estimated to be sold to GPC.
- (8) Unit 3 was placed in service on July 31, 2023 and Unit 4 was placed in service on April 29, 2024. MEAG Power’s ownership interest in Unit 3 and Unit 4 is indirect, with the wholly owned subsidiaries, Vogtle Units 3&4 Project Entities, owning the undivided ownership interests in the units. Amounts shown reflect output from Unit 3 and Unit 4 sold to JEA and PowerSouth, as referenced above in Note (1).

The contractual arrangements between MEAG Power and GPC with respect to MEAG Power's participation in the generating units of Project One and the Existing General Resolution Projects, as set forth in the Project Agreements, require that for a specific period of time GPC will purchase from MEAG Power a portion of the output and services from MEAG Power's undivided ownership interest in each such generating unit. Arrangements with respect to all units have expired except sales to GPC that will continue until retirement of Generation Station Vogtle Unit Nos. 1 and 2. MEAG Power currently is retaining approximately 86% of its total interests in Generation Station Vogtle Unit Nos. 1 and 2. For further information regarding the provisions of the agreements relating to Generation Station Vogtle Unit Nos. 1 and 2, see "SUMMARY OF PROJECT AGREEMENTS" in APPENDIX E hereto.

At December 31, 2023, MEAG Power's recorded investments in Property, Plant and Equipment ("PP&E") at original cost in the generating units and common facilities, exclusive of fuel, at each generation station including Project One and the Existing General Resolution Projects, transmission and distribution system facilities, general plant and other, the CC Project and the Vogtle Units 3&4 Projects were as follows (in thousands):

	PP&E in Service⁽¹⁾⁽²⁾	Construction Work in Progress⁽¹⁾⁽²⁾
Generation Station Hatch	\$ 505,752	\$ 41,888
Generation Station Wansley	458	660
Generation Station Scherer Unit Nos. 1 and 2.....	961,361	12,184
Generation Station Vogtle Unit Nos. 1 and 2.....	2,115,433	36,570
Transmission and Distribution.....	1,094,322	91,674
General Plant and other	58,185	19,850
CC Project	333,459	9,660
Vogtle Units 3&4 Project Entities	2,757,437	3,122,764
Total.....	<u>\$ 7,826,407</u>	<u>\$ 3,335,248</u>

(1) The investment for step-up substations is included in plant investment for each of the generating facilities.

(2) General Plant and other represents assets not currently assigned to a generation station or Vogtle Units 3&4.

Project One Power

The output and services of the generating units included in Project One are furnished to the Participants by MEAG Power under the Project One power sales contracts. MEAG Power also provides such interchange services associated with Project One as are necessary for the reliable and economical supply of the output and services of Project One to the Participants.

Each Initial Participant is entitled to receive a specified percentage of the output and services of the generating units included in Project One. This percentage is called an "Entitlement Share." Each Initial Participant is obligated to pay a percentage, equal to its Entitlement Share, of MEAG Power's cost of owning, operating and maintaining the generating units, including all payments to be made by MEAG Power under the Project One Resolution, whether or not Project One, or any part thereof, is operating or operable, and such payment is not subject to offset for any reason. See "THE PARTICIPANTS – Generation and Transmission Entitlement Shares – Project One" herein. With respect to each Participant's ability to transfer that portion of its entitlement to the output of Project One which is in excess of its requirements, see "SUMMARY OF POWER SALES CONTRACTS – Sale or Exchange of Power and Energy" in APPENDIX D hereto. As more fully discussed under "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein, (a) each of the Initial Participants has agreed to provide a portion of its Project One Entitlement Share to Oxford

and (b) Sylvania has agreed to provide a portion of its Project One Entitlement Share to Acworth, but each Initial Participant remains obligated for the payment of all costs associated with the portion(s) of its Entitlement Share so provided.

Transmission

Bulk Power Supply is furnished by MEAG Power to the Participants through the ITS. Pursuant to a separate Revised and Restated Integrated Transmission System Agreement entered into as bilateral agreements between GPC and each individual ITS member as follows: (a) MEAG Power, (b) OPC, as predecessor to GTC, and (c) Dalton in 1990 (collectively, the “ITS Agreements”). GPC, MEAG Power, GTC and Dalton have agreed to acquire, upgrade or construct new or existing transmission system facilities based on joint transmission planning that are directly owned by the ITS members and collectively form the ITS to functionally serve the loads attached to this system based on a ten-year planning horizon. Pursuant to the ITS Agreements, each party to the ITS may make use of the majority of the transmission system facilities included in the system, regardless of ownership, in serving its customers. MEAG Power’s transmission system facilities are included in Project One. In 2006, each owner of the ITS agreed to waive and not to exercise its right under its respective ITS Agreement to terminate that agreement on any date prior to December 31, 2027. In accordance with the five-year notice requirement of the ITS Agreements, an owner may provide written notice terminating its respective ITS Agreement no earlier than five years from such notice date.

Each Participant is entitled to a percentage, or Transmission Entitlement Share, of the services of the transmission system facilities included in Project One. Each Participant is obligated to pay a percentage, equal to its Transmission Entitlement Share, of MEAG Power’s costs with respect to such transmission facilities. Each Participant’s Transmission Entitlement Share is determined by dividing the average of the maximum one-hour integrated coincident system demands for Bulk Power Supply provided to such Participant during each month of the Power Supply Year by the average of the maximum one-hour integrated coincident system demands for Bulk Power Supply of all Participants during each month of the Power Supply Year.

The effects of the ITS Agreements are that MEAG Power will maintain annually an investment in ITS transmission system facilities serving the major portion of the State of Georgia that will be in parity with the ITS investments of other parties to the integrated transmission system arrangement (*i.e.*, GPC, GTC, and Dalton). The parity formula for each party to the arrangement generally is determined each year by the ratio of such party’s historical five-year rolling average of annual peak demands to the sum of the historical five-year rolling average annual peak demands of each of the parties to the arrangement, multiplied by the total ITS parity investment in transmission system facilities of all parties during such year (as adjusted for any off-system transactions). If any party has actual excess investment (over parity) in any month, such party will receive a payment or credit that addresses the excess investment. Likewise, if a party is deficient in its actual investment (under parity), it will make a payment that addresses that deficiency. Each such party may use all transmission facilities included in the system, regardless of ownership and investment status, in serving its customers.

The transmission facilities that may have investment recognition under the ITS Agreement between MEAG Power and GPC are those facilities typically within the State of Georgia, other than in Chatham, Effingham, Fannin, Towns and Union Counties, that are used or usable to:

- (a) transmit power, the operating voltage of which is 40 kV or more (all 46 kV, 69 kV, 115 kV, 230 kV and 500 kV transmission lines), and
- (b) transform power, the high voltage of which is 40 kV or more and the capacity of which is 500 kVA or more (all 500 kV, 230 kV and 115 kV transmission substations and switching

stations, and all 40 kV or greater step-down and delivery point substations having a rating of 500 kVA or more).

This excludes step-up substations at generating units, certain switching substations associated with generation stations, and certain non-joint use distribution service facilities. Only those specific transmission facilities that are used or useable and that have been approved by the parties to the ITS Agreements receive parity investment recognition in the parity formula. In 2006, the ITS owners agreed that most post-2006 capital expenditures for distribution substation facilities should be the sole responsibility of the party (or parties) served by such facilities.

The ITS Agreements do not limit the right of MEAG Power, or other parties, to design, construct, acquire, or own any facilities deemed desirable. As of December 31, 2023, MEAG Power's ITS facilities and other transmission facilities consisted of approximately 1,323 miles of transmission lines, 19 transmission substations, and 196 distribution substations and certain distribution substation investments at certain substations owned by GPC and GTC. MEAG Power's aggregate investment in such facilities at December 31, 2023 totaled approximately \$1.09 billion.

MEAG Power and GPC have entered into a Second Revised and Restated Integrated Transmission System Operation Agreement (the "*Operation Agreement*"), effective as of March 23, 2017. Through the Operation Agreement, MEAG Power has appointed GPC as its agent for the management and operation of MEAG Power's transmission system facilities. The revisions to the Operation Agreement included: automatic two-year renewal terms after a base term, with the current renewal term extending through December 31, 2025; an increase in the advance notice of cancellation requirement, which notice must be given by either party at least 24 months prior to the date of cancellation; the addition of a specification of the parties' respective roles with respect to certain mandatory federal reliability standards that pertain to transmission systems; an additional indemnification for GPC in the event of claims arising out of GPC's compliance with such reliability standards; provisions to update certain sections of the Operation Agreement (and associated Coordinated Functional Registration ("*CFR*") agreements, as applicable) as North American Electric Reliability Corporation ("*NERC*") standards change; and a provision that permits exhibits to the agreement to be amended without amending the basic Operation Agreement and certain other legal provisions. Neither MEAG Power nor GPC has given the required 24 months' prior notice of cancellation for the Operation Agreement. MEAG Power currently anticipates that the agreement will continue to be extended for the foreseeable future.

In the event the Operation Agreement is cancelled, MEAG Power would make other arrangements for the day-to-day operation of its transmission system facilities. However, cancellation of the Operation Agreement would not affect the ITS Agreement between MEAG Power and GPC. Neither party has given the required notice of cancellation to the other. Certain of the Operation Agreement revisions enabled MEAG Power, with GPC's agreement and consent, to request that SERC relieve MEAG Power of a number of obligations in certain mandatory federal reliability standards pertaining to transmission systems through the NERC CFR process. With these revisions, GPC, as agent for MEAG Power, is responsible for compliance with the majority of mandatory NERC reliability standards that are applicable to MEAG Power. Under these revisions, GPC also assumes the monetary penalty risks associated with non-compliance for these reliability standards. NERC has granted MEAG Power's request for such relief.

The term of the Integrated Transmission System Maintenance Agreement, effective as of January 1, 2000 (the "*Maintenance Agreement*"), pursuant to which GPC maintains certain of MEAG Power's transmission system facilities, has renewed annually since 2002 and requires a minimum of twelve months' prior notice of cancellation. Neither party has given the required twelve months' prior notice of cancellation to the other. For a more detailed discussion of the Maintenance Agreement, see "SUMMARY OF PROJECT AGREEMENTS – Summary of Agreements Relating to Integrated Transmission System – *The Maintenance Agreement*" in APPENDIX E hereto.

General Resolution Projects Power

Each Participant is obligated under its Project One power sales contract to take all of its Bulk Power Supply from MEAG Power. Each of the Existing General Resolution Projects Power Sales Contracts entered into by MEAG Power with each Initial Participant, and each of the Existing General Resolution Projects power sales contracts entered into by MEAG Power with Oxford, obligates MEAG Power to provide to such Participant, and obligates such Participant to take from MEAG Power, output and services of the applicable Project as may be available for the term of such contracts. In addition, MEAG Power is required to provide such interchange services associated with such Projects as are necessary for the reliable and economical supply of the output and services thereof to the Participants. Under each of the Existing General Resolution Projects power sales contracts, in the event the applicable Project is totally and permanently retired from service, or is out of service totally, but not permanently, and MEAG Power is unable to provide power from alternate sources, each Participant is liable to pay a fixed percentage, called an “*Obligation Share*,” of MEAG Power’s costs attributable to such Project. See “THE PARTICIPANTS – Obligation Shares of the Participants – Existing General Resolution Projects” herein. As more fully discussed under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein, each of the Initial Participants has agreed to provide a portion of its Project Four Obligation Share to Oxford, but each Initial Participant remains obligated for the payment of all costs associated with the portion of its Obligation Share so provided.

MEAG Power is required to establish and maintain rates and charges for the output and services of each of its Existing General Resolution Projects that will provide revenues sufficient, but only sufficient, to pay MEAG Power’s cost of owning, operating and maintaining such Projects, including all payments to be made by MEAG Power under the General Resolution Projects Resolution. See “Rates and Charges to Participants” below. The revenues allocated to the payment of costs attributable to each Project are required to be sufficient to pay 100 percent of such costs.

Facilities in Project One and the General Resolution Projects

Alvin W. Vogtle Nuclear Generation Station – Units 1 and 2. MEAG Power has a 22.7% total ownership interest in Generation Station Vogtle Unit Nos. 1 and 2. The Generation Station Vogtle site is in Burke County, Georgia, about 15 miles east-northeast of Waynesboro, Georgia, on the west bank of the Savannah River. Generation Station Vogtle Unit Nos. 1 and 2 employ Westinghouse pressurized water nuclear steam supply systems and General Electric Corporation (“GE”) turbine generators, each of which has a nominal capacity of 1,150 MW. The net capacity ratings (“*Unit Ratings*”) for 2023 were 1,150 MW for Generation Station Vogtle Unit No. 1 and 1,152 MW for Generation Station Vogtle Unit No. 2 and are the same for 2024.

The NRC issued operating licenses for both Generation Station Vogtle Unit Nos. 1 and 2 that were placed in commercial operation on June 1, 1987, and May 20, 1989, respectively. The NRC subsequently approved 20-year license extensions for both Generation Station Vogtle Unit Nos. 1 and 2. The current operating licenses will expire January 16, 2047, for Generation Station Vogtle Unit No. 1 and February 9, 2049, for Generation Station Vogtle Unit No. 2. The units are operated on behalf of the co-owners by Southern Nuclear.

Both Generation Station Vogtle Unit Nos. 1 and 2 currently are operating in routine service. Based on the 2023 Unit Ratings, the actual 2023 capacity factors for Generation Station Vogtle Unit Nos. 1 and 2 were 91.8% and 93.5%, respectively. The most recent five-year average capacity factors for Generation Station Vogtle Unit Nos. 1 and 2 were 96.5% and 94.8%, respectively.

With completion of the Independent Spent Fuel Storage Installation at Generation Station Vogtle Unit Nos. 1 and 2 in 2019, on-site dry spent fuel storage facilities are now operational at Generation Station

Vogtle Unit Nos. 1 and 2 and at Generation Station Hatch. These facilities can be expanded to accommodate spent fuel through the expected life of each plant.

Edwin I. Hatch Nuclear Generation Station. MEAG Power has a 17.7% ownership interest in Generation Station Hatch. Generation Station Hatch is located near the south bank of the Altamaha River in Appling County, Georgia, about 75 miles west of Savannah. Generation Station Hatch contains two units with nominal ratings of approximately 807 MW each. The 2023 Unit Ratings for Generation Station Hatch Unit Nos. 1 and 2 were 876 MW and 883 MW, respectively, and are the same for 2024. Each of the units has a direct cycle boiling water reactor and turbine generator designed and supplied by GE. The Generation Station Hatch units incorporate a containment design developed by GE known as the “Mark I” type.

The NRC issued operating licenses for both Generation Station Hatch Unit Nos. 1 and 2, which were placed in commercial operation on December 31, 1975 and September 5, 1979, respectively. The NRC subsequently approved 20-year license extensions for both Generation Station Hatch Units. The current operating license expiration dates are August 6, 2034, for Generation Station Hatch Unit No. 1 and June 13, 2038, for Generation Station Hatch Unit No. 2. On January 31, 2021, GPC filed its Integrated Resource Plan with the GPSC, requesting the GPSC’s concurrence for GPC to file an application with NRC for the extension of the operating license on both Hatch units for an additional 20 years.

Both Generation Station Hatch Unit Nos. 1 and 2 currently are operating in routine service. Based on the 2023 Unit Ratings, the actual 2023 capacity factors for Generation Station Hatch Units Nos. 1 and 2 were 97.9% and 88.2%, respectively. The most recent five-year average capacity factors for Generation Station Hatch Unit Nos. 1 and 2 were 92.9% and 92.1%, respectively.

Robert W. Scherer Coal Generation Station – Unit Nos. 1 and 2. MEAG Power has a total ownership interest of 30.2% in Generation Station Scherer Unit Nos. 1 and 2 and a 15.1% interest in the Generation Station Scherer common facilities. Generation Station Scherer is located near the Ocmulgee River approximately fourteen miles east of Forsyth, Georgia, on a 12,000-acre site. The Generation Station Scherer site has four coal-fired steam units with nominal ratings of 810 MW each. The 2023 Unit Ratings for Generation Station Scherer Unit Nos. 1 and 2 were 860 MW each and are the same for 2024.

Generation Station Scherer Unit No. 1 and a portion of the common facilities at Generation Station Scherer were placed in commercial operation on March 19, 1982, and Generation Station Scherer Unit No. 2 was placed in commercial operation on February 1, 1984. Generation Station Scherer Unit Nos. 3 and 4, in which MEAG Power does not have ownership interests, were placed in commercial operation on January 1, 1987 and February 28, 1989, respectively. The units are capable of burning either eastern bituminous or western sub-bituminous coal but both units have been burning western Powder River Basin (“PRB”) coal since January 2004.

The term of the Operating Agreement for Generation Station Scherer Units No. 1 and No. 2, as amended (“*Scherer Operating Agreement*”), extends to January 31, 2026 (the “*Base Term*”). The Base Term will automatically renew for successive additional two-year terms (the “*Extension Term*”) unless any Participant provides written notice of termination of the Scherer Operating Agreement eighteen months prior to the expiration of the Base Term or twelve months prior to the expiration of any Extension Term. Upon termination of the Scherer Operating Agreement, GPC’s appointment as agent for the co-owners will terminate, except that GPC will retain such powers as are necessary in connection with the disposition of the property of the applicable facilities, and the rights and obligations of the parties shall continue with respect to actions and expenses taken or incurred in connection with such disposition. GPC operates Generation Station Scherer pursuant to environmental permits including a Clean Air Act Title V Air Operating Permit, an NPDES Permit, and a Solid Waste Management Permit.

Significant environmental enhancements have been installed at Generation Station Scherer since 2000. The conversion of Generation Station Scherer Unit Nos. 1 and 2 to lower-sulfur PRB coal in 2004 resulted in reduced emissions of NO_x and SO₂. In 2009, Generation Station Scherer Unit Nos. 1 and 2 were retrofitted with sorbent injection systems and baghouses to reduce emissions of mercury. In 2013 to 2014, Generation Station Scherer Unit Nos. 1 and 2 completed the installation of selective catalytic reduction systems (“SCRs”) and flue gas desulfurization (“FGD”) systems to reduce emissions of NO_x and SO₂.

In 2015, GPC preparation activities began to permanently close the CCR impoundment at Generation Station Scherer. As part of this activity, in 2020, GPC completed installing new systems to transport fly ash and bottom ash from Generation Station Scherer Unit Nos. 1 and 2 on a dry basis, to an on-site licensed landfill.

Generation Station Scherer Unit Nos. 1 and 2 are operating in routine service. Based on 2023 Unit Ratings, the actual 2023 capacity factors for Generation Station Scherer Unit Nos. 1 and 2 were 45.4% and 15.4%, respectively. The most recent five-year average capacity factors for Generation Station Scherer Unit Nos. 1 and 2 were 34.2% and 19.0%, respectively.

Both Florida Power & Light Company (“FP&L”) and JEA, the owners of Generation Station Scherer Unit No. 4, have asserted that they are not responsible for the payment of certain Generation Station Scherer Common Facilities operations and maintenance expenses and certain capital budget items. Accordingly, they have each submitted payment to GPC, as agent, for these disputed items under protest. On May 5, 2022, FP&L and JEA filed a civil complaint in the U.S. District Court for the Northern District of Georgia, seeking declaratory judgment that they have no cost responsibility for the design, construction, operation, maintenance, or closure of (a) future landfills and cells to store by-products of the coal combustion process and corresponding air quality control systems for Generation Station Scherer Unit Nos. 1 and 2, and (b) any wastewater treatment systems to comply with the federal rules concerning effluent limitation guidelines, including the 2020 Steam Electric Reconsideration Rule. GPC, MEAG Power, OPC and Dalton were named as defendants in the proceeding. On February 9, 2023, the court issued an Order granting all co-defendants’ Motion to Dismiss and giving the plaintiffs 30 days to file an amended complaint. The plaintiffs filed a First Amended Complaint on March 24, 2023, and the co-defendants filed their response on April 17, 2023. On March 26, 2024, the court granted the co-defendants Motion to Dismiss plaintiffs First Amended Complaint but further provided that plaintiffs could file another amended complaint for the limited purpose of providing more specificity with respect to their claim against GPC based upon GPC’s alleged failure to adhere to the contract provision pertaining to the doctrine of “no adverse distinction”. As a result of plaintiff’s failure to file a timely complaint, on April 15, 2024, an Order was entered dismissing the pending action and directing the clerk to close the case.

Hal B. Wansley Coal Generation Station. MEAG Power has a 15.1% total ownership interest in Generation Station Wansley that was retired in 2022. Generation Station Wansley is located on a 5,200-acre site adjacent to the Chattahoochee River, twelve miles south of Carrollton, Georgia, and fourteen miles northwest of Newnan, Georgia. Generation Station Wansley was a steam electric generating station comprised of two 865 MW nominally rated supercritical coal-fired generating units and a 50 MW nominally rated combustion turbine. The Operating Agreement between MEAG Power and GPC for Generation Station Wansley (“*Wansley Operating Agreement*”) with respect to Generation Station Wansley Units No. 1 and No. 2 and Generation Station Wansley Combustion Turbine terminated on August 31, 2022. Upon termination of the agreement, GPC’s appointment as agent for MEAG Power terminated, except that GPC retains such powers as are necessary in connection with the disposition of the property of the applicable facilities, and the rights and obligations of the parties shall continue with respect to actions and expenses taken or incurred in connection with such disposition. Also, for a period of fifteen years after the expiration of the term of the Wansley Operating Agreement, each party retains its right of first refusal as set forth in the Wansley Ownership Agreement with respect to any sale or conveyance of the Wansley facility. GPC

has proceeded to prepare the units for dismantlement and expects the demolition and dismantlement effort to take five years starting in 2025.

Nuclear Fuel Matters

Southern Nuclear, as operating agent, acquires and manages nuclear fuel and fuel cycle services for all units at Generation Station Vogtle and Generation Station Hatch. Nuclear fuel contracts vary in length from short-term contracts (typically less than three years) to long-term contracts (typically longer than five years). Additional nuclear fuel contracts will be required for the long-term supply of nuclear fuel to Generation Station Vogtle and Generation Station Hatch.

Pursuant to the Nuclear Waste Policy Act of 1982, nuclear utilities have been required to make payments into the federal Nuclear Waste Fund established by Section 302(c) of the Nuclear Waste Policy Act of 1982. Under the Nuclear Waste Policy Act of 1982, DOE was to provide for a disposal facility or repository and accept high-level nuclear waste from nuclear utilities no later than January 31, 1998. Under the contracts GPC has with DOE, permanent disposal of spent nuclear fuel was to begin in 1998. This has not occurred, and GPC has pursued, and continues to pursue, legal remedies against the U.S. Government for its partial breach of contract. For a discussion of such lawsuits, see Note 2(G) to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A.

Southern Nuclear reports that Generation Station Vogtle Unit Nos. 1 and 2 and Generation Station Hatch Unit Nos. 1 and 2 have completed on-site capability for dry storage of spent fuel. Construction of an on-site dry storage facility at Generation Station Vogtle and Generation Station Hatch was completed in 2013 and 2000, respectively. According to Southern Nuclear, the Generation Station Hatch and Generation Station Vogtle on-site dry storage facilities can be expanded to accommodate spent fuel through the expected life of the generation stations. With the commercial operation of Vogtle Units 3 and 4, long-term storage of spent fuel will need to be addressed for these units. Construction of additional on-site storage facilities is anticipated to address this need.

Coal Purchases

MEAG Power purchases coal for its interests in Generation Station Scherer Unit Nos. 1 and 2 through a combination of short-term contracts (typically less than three years) and spot market purchases. As provided for in the Project Agreements, MEAG Power manages its own coal stockpile inventory including selection of fuel sources, contract arrangements, and coal inventory levels. GPC, as the agent for MEAG Power as well as the other co-owners, has contracted Southern Company Fuel Services ("SCFS") to act as coal procurement agent and SCFS is responsible for issuance of requests for proposals for coal supply, contract negotiations, and scheduling coal delivery. Coal demand has varied greatly over the past few years due to volatility in natural gas and power prices, amid a railroad crisis mainly caused by crew shortages. Coal conservation in 2022 turned into a minimum burn requirement in 2023; however, in 2024 there are no expected limitations on the dispatch of coal-fired facilities. Coal inventory management may put pressure on the cost of energy supply.

Generation Station Scherer Unit Nos. 1 and 2 currently burn coal from sub-bituminous mines in the PRB region. As of March 31, 2024, MEAG Power's share of the coal stockpile at Generation Station Scherer contained a 76-day supply for Generation Station Scherer Unit Nos. 1 and 2 based on nominal full-load capacity.

All coal for Generation Station Scherer is delivered in private rail cars, and each of the co-owners has provided cars that comprise a pool of cars used for these private rail car deliveries. To date, MEAG Power has contributed a total of 643 cars to the combined pool of cars for Generation Station Scherer Unit Nos. 1 and 2. GPC has leased additional train sets under short-term (*i.e.*, three to five years) leases. MEAG

Power participates in these short-term leases as needed to balance rail transportation capacity and forecasted delivered coal tons.

Nuclear Fuel Purchases

MEAG Power has an established nuclear fuel funding program that provides for the financing of nuclear fuel purchases. For further information relating to the procurement of nuclear fuel, see Note 8 to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A. MEAG Power understands that Southern Nuclear has sufficient inventory on hand and access to fuel procurement to operate the nuclear units for the foreseeable future.

Pseudo Scheduling and Services Agreement

The Pseudo Scheduling and Services Agreement (the "PSSA") between MEAG Power and GPC became effective August 1, 1997. The PSSA is a power supply arrangement between MEAG Power and GPC under which the following occurs:

- (a) MEAG Power "pseudo" schedules how and when generation from its ownership interests in Generation Station Scherer Unit Nos. 1 and 2 is committed and dispatched. That is, GPC will deliver energy based upon such schedules as if it were generated at such units, although the commitment of these units may actually be different from the "pseudo" schedule.
- (b) MEAG Power "pseudo" schedules generation from the Participants' entitlements to output from the SEPA facilities.
- (c) MEAG Power utilizes the actual output from its ownership interests in Generation Stations Hatch and Vogtle and the Wansley CC Unit (hereinafter defined).
- (d) MEAG Power schedules its own off-system transactions.
- (e) MEAG Power controls the other non-nuclear resources in the Balancing Authority Area of The Southern Company ("*Southern Company*"), the parent company of GPC, to which MEAG Power has ownership rights, all to meet MEAG Power's requirements.

With respect to item (a), to the extent MEAG Power pseudo schedules output in excess of MEAG Power's share of the actual output of a unit, MEAG Power purchases such excess energy from GPC at the energy cost of such unit. To the extent MEAG Power pseudo schedules output that is less than MEAG Power's share of the actual output of the unit, MEAG Power sells such energy to GPC at the energy cost of such unit.

Under the PSSA, GPC provides the required ancillary services for the scheduling and dispatch of MEAG Power's resources, provides back-up power supply to MEAG Power through an energy imbalance service, and to the extent not provided by MEAG Power, provides all ancillary services required for MEAG Power to operate its resources and to effectuate off-system sales and purchases. GPC has no further responsibility to provide partial requirements service to MEAG Power. MEAG Power is responsible for, among other matters, procuring its future requirements for all bulk power supply, obtaining replacement power when its generating resources are unavailable, planning, operating and maintaining its system in accordance with prudent utility practice, and paying the costs of all ancillary services needed to ensure the delivery of MEAG Power's generation.

The PSSA requires MEAG Power to purchase or provide certain ancillary services that are referred to as “Control Area Services.” The term “*MEAG Territorial Control Area Services*” means those Control Area Services that are needed (a) to effectuate the delivery of power to MEAG’s Territorial Load, as defined in the PSSA; and (b) to maintain the integrity of the ITS and the Southern Company Balancing Authority Area during such transactions. The MEAG Territorial Control Area Services to be provided or offered under the PSSA include: (a) scheduling, system control and dispatch service; (b) reactive supply and voltage control from generation sources service; (c) regulation and frequency response service; (d) operating reserve - spinning reserve service; and (e) operating reserve - supplemental reserve service.

Supplemental Reserves may be purchased directly from GPC or self-supplied through a combination of generating resources and qualifying interruptible loads.

MEAG Power’s territorial load served by SEPA resources is excluded from the cost calculation for these services (while SEPA is part of the Southern Company dispatch) because SEPA purchases these Control Area Services from Southern Company under a separate contractual arrangement.

The term of the PSSA is from year to year, with either party having the right to terminate the PSSA upon six months’ notice to the other party. GPC has agreed to cooperate with MEAG Power to develop agreements to permit MEAG Power, upon the termination of the PSSA, to form or become part of another balancing authority area for dispatching and scheduling its generating units to match its loads should MEAG Power elect to do so.

The PSSA provides MEAG Power with flexibility to manage its generation resources in the current market. It allows for utilization of MEAG Power’s generating resources to match closely its system requirements. The PSSA also facilitates MEAG Power’s ability to make firm off-system sales and purchases. During 2023, energy sales to GPC under the provisions of the PSSA totaled 283.7 gigawatt-hours (“GWh”) with revenues of \$2.8 million, while energy purchases from GPC amounted to 918.7 GWh with a cost of \$8.6 million.

Under the PSSA, MEAG Power contracts directly for the sale and purchase of capacity and energy with utilities both inside and outside of the Georgia territory. Since August 1997, all short-term trading activities in the wholesale market have been coordinated through TEA. In 2023, total energy sales related to Project One, the Existing General Resolution Projects and the CC Project to parties other than native load and GPC totaled 636.4 GWh with gross revenues of \$20.1 million. During 2023, energy purchases from TEA totaled 637.4 GWh with a cost of \$21.9 million.

For the 2023 Power Supply Year, MEAG Power’s interchanges with others, excluding sellback to GPC, included (a) purchases from TEA, GPC under the PSSA, and others totaling 1,589.3 GWh and \$32.1 million and (b) sales to TEA, GPC under the PSSA, and others totaling 1,092.0 GWh and \$32.4 million. For information relating to TEA, including MEAG Power’s withdrawal as a member therein, see “*The Energy Authority*” below.

Supplemental Bulk Power Supply

Supplemental Bulk Power Supply is that portion of a Participant’s Bulk Power Supply in excess of its entitlement to power and energy from Project One and the output and related services of the Existing General Resolution Projects and, unless otherwise provided, any additional project of MEAG Power. Each Participant is obligated to take and pay for Supplemental Bulk Power Supply procured and delivered by MEAG Power. The CC Project was developed to supply a portion of the power and energy requirements of the Initial CC Participants that otherwise would be met with Supplemental Bulk Power Supply. Additionally, as described below under “*The Vogtle Units 3&4 Projects*,” the Vogtle Units 3&4 Projects supply or will supply a portion of the power and energy requirements of the Vogtle Units 3&4 Participants

that otherwise would be met with Supplemental Bulk Power Supply. Supplemental Bulk Power Supply (including transmission and ancillary services), supplied by MEAG Power to the Participants under the Project One power sales contracts, is obtained through purchases from and exchanges with wholesale electric suppliers and marketers, as well as through purchases of surplus power from certain Participants.

In January 2008, MEAG Power entered into a twenty-year power purchase agreement with Southern Power Company (formerly known as West Georgia Generating Company, LLC) for the output and services of a GE 7FA combustion turbine nominally rated at 150 MW (the “*Edward L. Addison Generating Facility*”). The effective date of the power purchase agreement was May 1, 2009. This resource has been subscribed by twenty of the Participants whose shares are listed in the following table:

Participant	Share (Percentage of 150 MW)	Participant	Share (Percentage of 150 MW)
Buford	2.0161%	Griffin	2.5202%
Cairo	1.0081	Hogansville	0.2016
Commerce	0.8690	Lawrenceville	15.6252
Covington	10.0807	Marietta	35.2826
Elberton	5.0404	Monroe	4.6422
Ellaville	1.0419	Newnan	4.0323
Fairburn	2.5202	Norcross	4.5867
Forsyth	0.6552	Sylvester	0.5782
Fort Valley	0.5040	Thomaston	2.5202
Grantville	0.2268	Thomasville	6.0484
		Total	100.0000%

During 2023, energy purchases from the Edward L. Addison Generating Facility totaled 33.2 GWh with a cost of \$1.6 million.

In 2019, MEAG Power issued a Request for Proposals and began evaluating the addition of solar power to its resource portfolio. MEAG Power’s Integrated Resource Plan, approved by the MEAG Power Board in 2020, validated its solar procurement strategy. On September 1, 2021 MEAG Power entered into a 20-year power purchase agreement (“PPA”) with Pineview Solar LLC (“*Pineview*”) for the offtake of energy, capacity and environmental attributes from an 80 MW solar facility with a scheduled commercial operation date by 2024. The contract price was fixed for a term of 20 years. Twenty-three Participants entered into Power Purchase Contracts with MEAG Power for an entitlement share of the solar energy from this PPA.

The Pineview project has been impacted by increased photovoltaic module prices resulting from trade restrictions and related supply chain issues. In an effort to continue development of the project, MEAG Power entered into an amendment in each of 2022 and 2023 to the PPA that adjusted the contract price, changed the guaranteed commercial operation date to November 1, 2024 and shortened the term of the PPA. Each amendment was subject to the approval of each of the twenty-three Participants of parallel amendments to their contracts with MEAG Power relating to the PPA. Approval by 22 Participants was achieved in June 2023 for the second amendment and the entitlement share of the one dissenting Participant was allocated to eight of the 22 Participants. The 22 Participants are listed in the following table. Pursuant to the PPA, project delays beyond the guaranteed commercial operation date may result in delay damages. In addition to the current solar initiative, MEAG Power envisions future solar PPAs as a means to add clean, competitively-priced energy to its portfolio on an as-needed basis.

Participant	Share (Percentage of 80 MW)	Participant	Share (Percentage of 80 MW)
Albany	1.71969%	East Point	1.09825%
Blakely	1.64738	Forsyth	1.11395
Buford	1.11535	Griffin	1.74952
Cairo	0.90489	LaGrange	5.68827
Calhoun	2.19651	Marietta	4.28468
Camilla	0.63981	Monroe	3.26353
Cartersville	16.31763	Moultrie	1.3179
College Park	5.49127	Newnan	10.98253
Covington	16.31763	Palmetto	2.14234
Crisp County	1.09825	Thomasville	10.98253
Douglas	5.57674	Oxford	4.35137

MEAG Power entered into a 12-month power purchase agreement with Morgan Stanley Capital Group Inc. through TEA for 27 MW of firm capacity effective January 1, 2023. This resource was subscribed by four of the Participants whose shares are listed in the following table:

Participant	Share (Percentage of 27 MW)
Adel	24.9037%
Barnesville	25.2852
Forsyth	12.9259
Sylvania	36.8852

MEAG Power entered into a 12-month power purchase agreement with Macquarie Energy LLC through TEA for 10 MW of firm capacity and energy effective April 1, 2023. This resource was subscribed by one Participant whose share is listed in the following table:

Participant	Share (Percentage of 10 MW)
Newnan	100.0000%

MEAG Power entered into 4-month power purchase agreements with Constellation Energy Generation, LLC for 50 MW, JEA for 50 MW, and Morgan Stanley Capital Group Inc. for 59 MW through TEA for a total of 159 MW of firm capacity effective June 1, 2024. These resources were purchased to provide Supplemental Reserves for nineteen of the Participants whose shares are listed in the following table:

Participant	Share (Percentage of 159 MW)	Participant	Share (Percentage of 159 MW)
Adel	1.335%	LaFayette	2.208%
Barnesville	1.453	Lawrenceville	1.276
Blakely	0.038	Mansfield	0.099
College Park	2.825	Palmetto	2.486
Douglas	4.282	Sandersville	50.350
East Point	0.557	Sylvania	2.494
Fairburn	1.137	Washington	23.929
Forsyth	0.609	West Point	3.792
Grantville	0.122	Oxford	0.370
Jackson	0.638		

Payments received by MEAG Power for Supplemental Bulk Power Supply are not pledged under the Project One Resolution, the General Resolution Projects Resolution, the CC Bond Resolution or the

Vogle Units 3&4 Bond Resolutions, nor do MEAG Power's expenses attributable to Supplemental Bulk Power Supply constitute operating expenses under any such resolution.

Provisions for Participants to Obtain Supplemental Power from Alternative Sources and Participant Interconnection Agreements

Under the power sales contracts relating to MEAG Power's Project One, each Participant may procure Supplemental Power from Alternative Sources up to certain maximum amounts determined by formulae contained in the power sales contracts. Procurement of Supplemental Power from Alternative Sources is subject to satisfaction of certain notice requirements ranging from two years to nine years depending upon the amount of such power procured. Any such action by a Participant does not relieve it of its obligation to pay its Entitlement Share of costs relating to Project One, its allocated share of the costs of the Existing General Resolution Projects or, if applicable, its Obligation Shares of the costs of the CC Project or the Vogle Units 3&4 Projects. See "SUMMARY OF POWER SALES CONTRACTS – Procurement of Alternative Bulk Power Supply Resources" in APPENDIX D hereto. Except with respect to one Participant's acquisition of a 20 MW combustion turbine unit in the mid-1990s, the Participants receive all of their respective supplemental power requirements from MEAG Power.

Relatedly, the Project One power sales contracts provide for an interconnection agreement between MEAG Power and those Participants that elect to procure Supplemental Power from Alternative Sources. One such agreement has been entered into with the Participant owning the above-referenced 20 MW combustion turbine unit.

Southeastern Power Administration (SEPA)

Effective October 1, 1996, the Participants entered into 20-year contracts with SEPA under which they are entitled to receive capacity and energy allocations of hydroelectric generation. Each contract remains in effect after September 30, 2016 until termination notice is given by either the Participant (with 25 months' notice) or SEPA (with 24 months' notice). In recent years, the average annual amount of energy received from SEPA has been approximately 712,000 megawatt hours ("MWh") per year. During low-water years, such amounts could be as low as 424,000 MWh annually (the minimum contract amount). The amount of energy delivered by SEPA to the Participants during 2023 was 631,623 MWh. The estimated amount of energy to be delivered by SEPA to the Participants during 2024 through 2028 is 691,000 MWh annually, based on an average of recent years' actual annual delivered energy and changes to contracted capacities. The amount of capacity currently received under these contracts is 398 MW. Each Participant receives its allotment of electric power and energy and pays SEPA directly for such power and energy. However, any Participant may assign its allotment of SEPA power to MEAG Power for delivery by MEAG Power to such Participant. Effective June 1, 1989, MEAG Power assumed responsibility for delivering the allotments of SEPA power through the ITS. MEAG Power charges the Participants for such transmission service under the Project One power sales contracts based upon a rate provision set forth therein.

MEAG Power also scheduled an additional 6 MW of SEPA capacity under purchase power agreements with the Alabama cities of Hartford and Robertsedale to serve the cities' loads. See "THE PARTICIPANTS – Generation and Transmission Entitlement Shares – Project One" below. The amount of energy delivered by SEPA to these Alabama cities during 2023 was 10,183 MWh.

MEAG Power includes the cost of SEPA power on its monthly bills submitted to the Participants for informational purposes only. However, the Participants, not MEAG Power, are responsible for making payments to SEPA.

Under the Project One power sales contracts and MEAG Power's Supplemental Power Supply Policy adopted in 1999, MEAG Power would be required to supply the amount of power previously

supplied by SEPA if the Participant's allotment of SEPA power is reduced in the future unless the Participant acquires alternate supplemental bulk power supply. This would include any Participant electing to discontinue purchasing power from SEPA because of the cost thereof or for any other reason.

SEEM

MEAG Power participates with many of the electric service providers in the Southeast in SEEM, which began operations on November 9, 2022. SEEM is an extension of the existing bilateral market where participants use an automated, intra-hour energy exchange to buy and sell power close to the time the energy is consumed, utilizing available unreserved transmission capacity. MEAG Power is participating in the market as a member, along with 17 other members. SEEM's members include 23 entities in parts of 12 states with more than 180,000 MW of capacity.

On July 14, 2023, the U.S. Court of Appeals for the District of Columbia Circuit (the "*D.C. Circuit*") vacated certain orders of FERC related to SEEM and remanded the proceeding to FERC. In view of the low level of trading activity by MEAG Power involving SEEM, MEAG Power does not believe that the outcome of these matters will have a material impact on its business operations.

The Combined Cycle Project

General. In July 2003, 32 Participants (hereinafter referred to as the "*Initial CC Participants*") agreed to execute a take-or-pay, "hell or high water" Amended and Restated Combined Cycle Power Sales Contract (each, an "*Initial CC Contract*") for the purpose of amending and restating their respective power sales contracts relating to a simple cycle combustion turbine project (the "*CT Project*") in connection with the development and construction of a combined cycle generating facility with a nominal summer rating capacity of 503 MW (the "*Wansley CC Unit*"). Three additional Participants (*i.e.*, Lawrenceville, Grantville and Palmetto) became CC Participants in 2007 and early 2008, one additional Participant (*i.e.*, Albany) became a CC Participant effective as of January 1, 2011 and one additional Participant (*i.e.*, Brinson) became a CC Participant effective as of January 1, 2012 (such additional Participants are collectively referred to herein as the "*Additional CC Participants*"), increasing the total number of participants in the CC Project to 37. The Additional CC Participants became participants in the CC Project through the execution of additional take-or-pay, "hell or high water" CC Contracts (the "*Additional CC Contracts*") and assignment agreements with certain of the Initial CC Participants with respect to portions of such Initial CC Participants' interests in the output of the CC Project (see "Bulk Power Supply Operations – *General*" above). The Initial CC Participants, together with the Additional CC Participants, are collectively referred to herein as the "*CC Participants*," and the Initial CC Contracts, together with the Additional CC Contracts, are collectively referred to herein as the "*CC Contracts*." The payment obligations of each CC Participant under its respective CC Contract are general obligations to the payment of which its full faith and credit are pledged. MEAG Power's remedies under each such CC Contract include specific performance to compel the CC Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder. The Additional CC Contracts were entered into after the entry of the August 20, 2003 validation order referred to above and have not been so validated. See "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power's CC Bonds – *The CC Contracts*" herein. For descriptions of the CC Contracts and the CC Bond Resolution, see "SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS" in APPENDIX H hereto and "SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION" in APPENDIX I hereto.

See "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Financing Programs – *Outstanding Indebtedness of MEAG Power – CC Project*" for a description of outstanding indebtedness relating to the CC Project, and "CC PROJECT PARTICIPANTS ANNUAL GROSS DEBT SERVICE RESPONSIBILITIES" in APPENDIX P hereto for the current debt service responsibilities of the CC Participants with respect to the 2020A CC Bonds.

Description of the CC Project. The CC Project consists of the ownership of a GE gas-fired and steam driven combined cycle power plant (S207 FA) that has a nominal summer capacity of 503 MW. All major construction milestones were met, and the CC Project began commercial operation in 2004. All contract guarantees were met or exceeded. The CC Project currently has all of the permits and licenses necessary for its operation, and the facility currently is in substantial compliance with all regulations, permits and licenses now in effect.

The CC Project is located at the existing Generation Station Wansley site, which is located in a rural area in Heard County, Georgia, approximately 40 miles southwest of Atlanta. While the Generation Station Wansley site is co-owned by MEAG Power, GPC, OPC and Dalton, the real property on which the CC Project is located is owned solely by MEAG Power.

The CC Project is supported by common facilities that have been developed by MEAG Power, GPC and OPC. The common facilities necessary to support the operation of the CC Project include a natural gas pipeline, raw water lines, wastewater lines, fire water lines, potable water lines, backup power lines, telecommunication lines and site drainage facilities, and such facilities have been installed. MEAG Power and OPC shared the costs of construction of a new 230 kV substation and associated facilities to interconnect the generating facilities being constructed by OPC and MEAG Power to the ITS. OPC subsequently transferred its interest in this 230 kV substation to GTC. In September 2007, MEAG Power and GTC completed a joint ownership and operating agreement under which MEAG Power and GTC each have an initial 50 percent interest in the substation, with such interests subject to adjustment if the station is expanded in the future and both parties choose not to participate equally in such expansion.

The CC Project utilizes two GE Frame 7 FA combustion turbines in a combined cycle application where exhaust from each combustion turbine flows into a heat recovery steam generator (“HRSG”) to produce steam, which in turn is used to drive a GE double flow steam turbine. The combustion turbines have the capability to operate on natural gas fuel controlling NO_x emissions to nine parts per million (“ppm”) at fifteen percent oxygen with dry low NO_x combustors. The HRSGs contain duct burners, which have the capability to augment the production of steam, and SCR systems to further reduce stack NO_x emission levels.

Through participation in the Momentum Expansion Phase II, previously known as the “Cornerstone Expansion,” of the Transco natural gas pipeline system (“Transco”), MEAG Power has secured firm natural gas transportation capacity sufficient to deliver 65% of the natural gas required to operate the CC Project at projected peak period capacity factors. The initial base term of the Transco agreement began in 2004 and ended on January 31, 2019. The contract continues on an evergreen basis and MEAG Power has certain retention rights, which ensure continued service. For the remainder of the facility’s natural gas transportation requirements, MEAG Power uses a combination of daily and short-term capacity purchases.

In 2022, MEAG Power entered into two 30-year-term gas purchase agreements with the Municipal Gas Authority of Georgia (“MGAG”) for gas sourced through two prepaid gas supply agreements. The purchases are structured to match the usage in the peak operating months and are expected to equal an approximate percentage of MEAG Power’s natural gas requirements for its native load, which are 5% and 8% for the contracts that began on July 1, 2022 and August 1, 2022, respectively. The price paid by MEAG Power is based on a discount from a natural gas index. The volatility of the natural gas market precludes MEAG Power from precisely estimating a cost for each contract term; however, based on February 1, 2024 market prices, the commitments are calculated net of a prepaid discount. MEAG Power has the right to opt-out of the contracts if the minimum discounts are not met at the end of the remainder of the initial pricing period. Additionally, there are provisions for permanent load losses or the cessation of natural gas-fired generation.

<u>Entered Date</u>	<u>Begin Date</u>	<u>End Date</u>	<u>Take-and-Pay /mmBtus per day*</u>	<u>Remainder of the Initial Pricing Period</u>	<u>Gas Commitments</u>
February 1, 2022	July 1, 2022	June 30, 2052	2,497	January 1, 2024– October 31, 2027	\$9.7 million
March 17, 2022	August 1, 2022	July 31, 2052	3,908	January 1, 2024– November 30, 2029	\$26.5 million

*One million British Thermal Units (“mmBtus”) on an average annual basis

On January 23, 2024 and March 26, 2024, MEAG Power entered into natural gas purchase agreements with MGAG for 29 and 28-year terms, respectively, for gas sourced through two prepaid gas supply agreements. The percentage of the native load natural gas requirements are 20% and 10%, respectively. For further information regarding these transactions, see Note 8 and Note 9 to MEAG Power’s 2023 Financial Statements attached hereto as APPENDIX A.

MEAG Power has contracted with North American Energy Services (“NAES”) to perform the operation and maintenance of the CC Project. NAES has extensive experience in the operation of combined cycle facilities, including a number of facilities using Frame 7F technology similar to the CC Project. The contract was effective on October 31, 2013 and its current term ends on October 31, 2024. The contract has provisions for an automatic three-year renewal at the end of the previous term, but may be terminated at any time by MEAG Power giving ninety days’ notice to NAES.

MEAG Power has contracted with Mechanical Dynamics & Analysis, formerly PW Power Systems, for long-term parts and outage services for the CC Project. The term of the contract is based on the operations of the unit and estimated to be in place through 2030.

The Vogtle Units 3&4 Projects

General. Each of MEAG Power, GPC, OPC and Dalton (collectively referred to herein as the “Original Vogtle Co-Owners”) agreed to expand the facilities at Generation Station Vogtle by constructing Vogtle Units 3&4, each with a nominally rated generating capacity of 1,102 MW. The Original Vogtle Co-Owners agreed to participate in Vogtle Units 3&4 at the same ownership shares as their participation in Generation Station Vogtle Unit Nos. 1 and 2, with (a) MEAG Power taking a 22.7 percent ownership interest, (b) GPC taking a 45.7 percent ownership interest, (c) OPC taking a 30.0 percent ownership interest and (d) Dalton taking a 1.6 percent ownership interest. MEAG Power’s ownership interest in Vogtle Units 3&4 represented 500.308 MW of nominally rated generating capacity. A portion of the output and services of MEAG Power’s ownership interest in Vogtle Units 3&4 was projected to be surplus initially to the requirements of the Participants in Vogtle Units 3&4. As a result, MEAG Power structured its interest in Vogtle Units 3&4 as three separate projects such that all of the output of Vogtle Units 3&4 was expected to be used as a baseload generation resource for load-serving entities during the entire projected useful life of Vogtle Units 3&4. In 2014, the NRC approved proposed conditional transfers of the respective portions of MEAG Power’s ownership interest in Vogtle Units 3&4 to each Vogtle Units 3&4 Project Entity after determining that the transfers would not significantly impact the financial qualifications of the licensees.

Project M initially comprised approximately 33.871 percent of MEAG Power’s ownership interest, representing 169.458 MW of generating capacity based upon the nominal rating of the proposed Vogtle Units 3&4, which percentage interest has been transferred to the Project M Entity (see “INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*” herein). The output and services of Vogtle Units 3&4 related to Project M will be provided to the Project M Participants that executed Project M Power Sales Contracts commencing as of the commercial operation date of each of Unit 3 and Unit 4, respectively. MEAG Power has issued Project M Bonds pursuant to its Project M Bond Resolution to finance and refinance costs of acquisition and construction and financing costs of Project M, and has pledged payments

to be made pursuant to the Project M Power Sales Contracts with the Project M Participants to the payment of the Project M Bonds. The payment obligations of each Project M Participant under its Project M Power Sales Contract are on parity with its obligations under its contractual arrangements with MEAG Power with respect to MEAG Power's other projects. See the final paragraph under "INTRODUCTORY STATEMENT – The Projects – *Financial Independence of Projects*" herein for a discussion of the economic inter-relationship among MEAG Power's projects. For a description of the Project M Participants' payment obligations under their respective Project M Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay" in APPENDIX K hereto.

Project J initially comprised approximately 41.175 percent of MEAG Power's ownership interest, representing 206.000 MW of generating capacity based upon the nominal rating of the proposed Vogtle Units 3&4, which percentage interest has been transferred to the Project J Entity (see "INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*" herein). MEAG Power entered into the Project J PPA with JEA to sell the output and services of Vogtle Units 3&4 related to Project J for the first twenty years of commercial operation of each of Unit 3 and Unit 4, respectively. Following the twentieth anniversary of the commercial operation date of each of Unit 3 and Unit 4, respectively, the output and services of such unit related to Project J shall be provided to the Project J Participants. MEAG Power has issued Project J Bonds pursuant to its Project J Bond Resolution to finance and refinance costs of acquisition and construction and financing costs of Project J, and has pledged payments to be made pursuant to the Project J PPA and the Project J Power Sales Contracts to the payment of the Project J Bonds. The payment obligations of each Project J Participant under its Project J Power Sales Contract are on parity with its obligations under its contractual arrangements with MEAG Power with respect to MEAG Power's other projects. See the final paragraph under "INTRODUCTORY STATEMENT – The Projects – *Financial Independence of Projects*" herein for a discussion of the economic inter-relationship among MEAG Power's projects. For a description of JEA's payment obligations under the Project J PPA, see "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA's Payment Obligations" in APPENDIX J hereto and for a description of the Project J Participants' payment obligations under their respective Project J Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay" in APPENDIX K hereto.

Project P initially comprised approximately 24.955 percent of MEAG Power's ownership interest, representing 124.850 MW of generating capacity based upon the nominal rating of the proposed Vogtle Units 3&4, which percentage interest has been transferred to the Project P Entity (see "INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*" herein). MEAG Power entered into the Project P PPA with PowerSouth to sell the output and services of Vogtle Units 3&4 related to Project P for the first twenty years of commercial operation of each of Unit 3 and Unit 4, respectively. Following the twentieth anniversary of the commercial operation date of each of Unit 3 and Unit 4, respectively, the output and services of such unit related to Project P shall be provided to the Project P Participants. MEAG Power has issued Project P Bonds pursuant to its Project P Bond Resolution to finance and refinance costs of acquisition and construction and financing costs of Project P, and has pledged payments to be made pursuant to the Project P PPA and the Project P Power Sales Contracts to the payment of the Project P Bonds. The payment obligations of each Project P Participant under its Project P Power Sales Contract are on parity with its obligations under its contractual arrangements with MEAG Power with respect to MEAG Power's other projects. See the final paragraph under "INTRODUCTORY STATEMENT – The Projects – *Financial Independence of Projects*" herein for a discussion of the economic inter-relationship among MEAG Power's projects. For a description of PowerSouth's payment obligations under the Project P PPA, see "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT P PPA – PowerSouth's Payment Obligations" in APPENDIX J hereto and for a description of the Project P Participants' payment obligations under their respective Project P Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay" in APPENDIX K hereto.

On March 27, 2024, amendments to the Project J PPA were entered into by MEAG Power and JEA, and to the Project P PPA by MEAG Power and PowerSouth. The amendments allow for additional financing options for both completion financing and the funding of post-COD capital projects, and also simplify the billing for such projects. The additional financing options allow for the issuance of promissory notes related to revolving credit facilities, letter of credit facilities, commercial paper and other short-term notes. The amendments also allow for the grouping of post-COD capital projects into annual tranches, one for spent fuel storage facility items and another for all other post-COD capital items. The groupings will streamline the financing and billing of these costs by using an assumed useful life for all such items. Debt service related to each annual tranche of the spent fuel storage facility will be billed over the remaining term of the Unit 3 and Unit 4 operating licenses. The other post-COD capital items will be billed over 20 years. See “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT P PPA – PowerSouth’s Payment Obligations” in APPENDIX J hereto.

Each of the Vogtle Units 3&4 Power Sales Contracts as well as the Project J PPA and the Project P PPA require the Vogtle Units 3&4 Participants, JEA and PowerSouth, as applicable, to make their payments as required by the applicable contract whether or not the respective project is completed, operating or operable, and such payment obligations are unconditional.

See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Financing Programs – Outstanding Indebtedness of MEAG Power – Project M, – Project J, and – Project P” for a description of outstanding indebtedness relating to Vogtle Units 3&4.

Ownership Arrangements. The Original Vogtle Co-Owners entered into the Plant Vogtle Owners’ Agreement Authorizing Development, Construction, Licensing and Operation of Additional Generating Units, dated as of May 13, 2005, as amended (the “*Vogtle Units 3&4 Development Agreement*”), pursuant to which each Original Vogtle Co-Owner authorized the development, construction, licensing and operation of Vogtle Units 3&4. The Vogtle Units 3&4 Development Agreement provided each Original Vogtle Co-Owner with the right, but not the obligation, to participate in the ownership of Vogtle Units 3&4 in an amount up to such Original Vogtle Co-Owner’s existing *pro rata* interest in Plant Vogtle Unit Nos. 1 and 2. The Original Vogtle Co-Owners finalized their ownership shares on July 2, 2008. See “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Development Agreement” in APPENDIX L hereto. In contemplation of MEAG Power’s transfer of its ownership interest in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities as described under “INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*” herein, in February 2014, the Original Vogtle Co-Owners amended the Vogtle Units 3&4 Development Agreement in certain respects, in order, among other things, to permit MEAG Power to assign to the Vogtle Units 3&4 Project Entities, and to permit the Vogtle Units 3&4 Project Entities to assume, MEAG Power’s rights and obligations thereunder. Effective as of the date of such transfers, such amendments became effective and the Vogtle Units 3&4 Project Entities have assumed, in proportion to their respective undivided ownership interests in Vogtle Units 3&4, MEAG Power’s rights and obligations under the Vogtle Units 3&4 Development Agreement, as well as its rights and obligations under the Vogtle Units 3&4 Ownership Agreement referred to below and its rights and obligations with respect to Vogtle Units 3&4 under the Vogtle Operating Agreement and the Nuclear Managing Board Agreement referred to below. See “*DOE Guaranteed Loans*” above. As a result of such assignment and assumption, for purposes of this Annual Information Statement, the term “*Vogtle Co-Owners*” includes GPC, OPC, Dalton and the Vogtle Units 3&4 Project Entities, and does not include MEAG Power. MEAG Power has, however, retained certain rights and obligations under the Vogtle Units 3&4 Project Agreements. See “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Ownership Agreement – *Alienation and Assignment*” and “– *Remedies for Non-Payment*” in APPENDIX L hereto.

Additionally, the Original Vogtle Co-Owners entered into the Plant Alvin W. Vogtle Additional Units Ownership Participation Agreement, dated as of April 21, 2006, as amended (the “*Vogtle Units 3&4*”).

Ownership Agreement”), and the Plant Alvin W. Vogtle Nuclear Units Amended and Restated Operating Agreement, dated as of April 21, 2006, as amended (the “*Vogtle Operating Agreement*”). The Vogtle Operating Agreement amended and restated the operating agreement, dated as of August 27, 1976, as amended, which originally governed Generation Station Vogtle Unit Nos. 1 and 2, to include Vogtle Units 3&4. In contemplation of MEAG Power’s transfer of its ownership interest in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities as described under “INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*” herein, in February 2014, the Original Vogtle Co-Owners amended the Vogtle Units 3&4 Ownership Agreement and the Vogtle Operating Agreement in certain respects, in order, among other things, to permit MEAG Power to assign to the Vogtle Units 3&4 Project Entities, and to permit the Vogtle Units 3&4 Project Entities to assume, MEAG Power’s rights and obligations thereunder with respect to Vogtle Units 3&4. Effective as of the date of such transfers, such amendments became effective and the Vogtle Units 3&4 Project Entities have assumed, in proportion to their respective undivided ownership interests in Vogtle Units 3&4, MEAG Power’s rights and obligations under the Vogtle Units 3&4 Ownership Agreement and the Vogtle Operating Agreement with respect to Vogtle Units 3&4. These agreements address, among other things, the Vogtle Co-Owners’ rights and obligations related to Vogtle Units 3&4, including the designation of GPC as agent, allocation of output and costs attributable to the Vogtle Co-Owners and oversight of Vogtle Units 3&4, including audit rights. As agent, GPC has the sole authority and responsibility to arrange for and acquire nuclear fuel for Vogtle Units 3&4. Each Vogtle Co-Owner may make its own financial arrangements for the discharge of its fuel payment obligations so long as such arrangements do not adversely affect the rights of the other Vogtle Co-Owners. See “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Ownership Agreement” and “– Vogtle Operating Agreement” in APPENDIX L hereto.

In the Second Amended and Restated Nuclear Managing Board Agreement, entered into among the Original Vogtle Co-Owners on April 21, 2006, as amended (the “*Nuclear Managing Board Agreement*” and, together with the Vogtle Units 3&4 Development Agreement, the Vogtle Units 3&4 Ownership Agreement and the Vogtle Operating Agreement, the “*Vogtle Units 3&4 Project Agreements*”), MEAG Power and the other Original Vogtle Co-Owners amended and restated the nuclear managing board agreement, dated as of November 12, 1990, as amended, which established a nuclear managing board (the “*Nuclear Managing Board*”) to coordinate the implementation and administration of the Generation Station Hatch and Generation Station Vogtle ownership and operating agreements as well as provide executive level oversight of each of the facilities. See “SUMMARY OF PROJECT AGREEMENTS – General – *Nuclear Managing Board*” in APPENDIX E hereto and “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Nuclear Managing Board Agreement” in APPENDIX L hereto.

Additional GPC Payment Commitment. During construction of Vogtle Units 3&4, GPC made a commitment to MEAG Power to reimburse the Vogtle Units 3&4 Project Entities for some construction costs based on the total costs of the units. Based on the final completion cost for Vogtle Units 3&4, total payments to the Vogtle Units 3&4 Project Entities by GPC will total approximately \$92 million.

DOE Guaranteed Loans. In order to obtain an assured source of financing at a locked-in spread over United States Treasury securities for its undivided ownership interest in Vogtle Units 3&4 and augment its financing alternatives, in 2008 MEAG Power submitted an application to DOE for loans guaranteed by DOE pursuant to the Federal loan guarantee solicitation for nuclear projects employing new or significantly improved technology (the “*Solicitation*”) issued under Title XVII of the Energy Policy Act of 2005, as amended (“*Title XVII*”). DOE subsequently agreed in 2015 to guarantee loans to be made by the Federal Financing Bank (“FFB”) to the Vogtle Units 3&4 Project Entities in the aggregate principal amount including capitalized interest of up to \$1.8 billion as the Original DOE Guaranteed Loans.

On June 24, 2015, (a) MEAG Power transferred its ownership interest in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities, (b) MEAG Power and each of the Vogtle Units 3&4 Project Entities entered into the various Federal Loan Documents to which it is a party and (c) each Vogtle Units 3&4

Project Entity borrowed the initial Advances under its Original DOE Guaranteed Loan. On March 22, 2019, the Vogtle Units 3&4 Project Entities obtained \$414.7 million in additional loan guarantees (collectively, the “*Additional DOE Guaranteed Loans*”; each Vogtle Units 3&4 Project Entity’s Original DOE Guaranteed Loan and its Additional DOE Guaranteed Loan are referred to collectively herein as such Vogtle Units 3&4 Project Entity’s “*DOE Guaranteed Loan*”) from DOE toward construction of the Vogtle Units 3&4 Project Entities’ respective shares of Vogtle Units 3&4. In connection with that closing, each Vogtle Units 3&4 Project Entity entered into an amendment and restatement of its Original DOE Loan Guarantee Agreement (hereinafter defined; each such Original DOE Loan Guarantee Agreement, as so amended and restated, being hereinafter referred to as a “*DOE Loan Guarantee Agreement*”), in order, among other things, to facilitate additional draws. On October 2, 2020, FFB advanced to each Vogtle Units 3&4 Project Entity the remaining available portion of the FFB’s commitments. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Capital Improvements Program – *Outstanding Indebtedness of Vogtle Units 3&4 Project Entities*” and “– *Vogtle Units 3&4 Projects Financing*” herein for a description of the Advances obtained by the Vogtle Units 3&4 Project Entities, security provided by the Vogtle Units 3&4 Project Entities for the Advances and other related secured obligations.

PTCs. Under Section 45J(b)(5) of the United States Internal Revenue Code, each of the Vogtle Units 3&4 Project Entities made an application on April 17, 2023 for an allocation of Unutilized National Megawatt Capacity Limitation (“UNMCL”) for PTCs for their respective ownership interests in Unit 3. On November 21, 2023, the Internal Revenue Service (“IRS”) approved the Vogtle Units 3&4 Project Entities application awarding the PTCs to the Vogtle Units 3&4 Project Entities. Subsequently, on January 9, 2024, the Vogtle Units 3&4 Project Entities elected to tender the PTCs earned during the period from July 31, 2023 through December 31, 2023 to GPC pursuant to a commitment by GPC to purchase them. On February 1, 2024, GPC paid the Vogtle Units 3&4 Project Entities the sum of \$16.4 million for the tendered PTCs. On January 26, 2024, the Vogtle Units 3&4 Project Entities made a similar application for an allocation of UNMCL for PTCs for their respective ownership interests in Unit 4. As required by IRS Notice 23–24, on May 2, 2024, MEAG Power filed a supplement to its January 26, 2024 application to notify the IRS of the placed in-service date of April 29, 2024 and anticipates receiving a UNMCL award of PTCs for Unit 4 equal to the amount received for Unit 3. At the current time, the Vogtle Units 3&4 Project Entities intend to continue to exercise their right to sell the allocated PTCs for both Unit 3 and Unit 4 to GPC. On May 8, 2024, MEAG Power submitted PTC billing to GPC for April production, including amounts produced by Unit 4.

The Energy Authority

In 1997, the MEAG Power Board approved MEAG Power’s participation with JEA and Santee Cooper in a joint power marketing alliance through TEA, a Georgia nonprofit corporation. Since that time, the Nebraska Public Power District, the City of Gainesville, Florida, doing business as Gainesville Regional Utilities, the City Utilities of Springfield, Missouri and American Municipal Power, Inc. were added as members. The operating office of TEA is located in Jacksonville, Florida. Its board of directors currently consists of one representative from each of its seven members. TEA commenced operations in 1997, assuming the wholesale power marketing responsibilities of its members. In December 2000, TEA began providing natural gas services, including physical procurement and risk management services to participating members. See “Fuel Risk Management Policy” below.

As of December 31, 2023, MEAG Power had committed \$97 million for the purpose of providing credit support in the form of guarantees for TEA’s trading of electric power and natural gas. The guarantees generally do not have expiration dates; however, MEAG Power provided written notice terminating its guarantee obligation effective as of April 1, 2024 (the “Effective Date”). MEAG Power further acknowledged that it remained liable for its share of the guaranteed obligations until the Effective Date.

Effective March 31, 2024, MEAG Power withdrew as a TEA member and began taking interim services under a resource management agreement with TEA. This interim agreement terminated on May 30, 2024. On May 31, 2024, MEAG Power transitioned its market trading activities to Alliance for Cooperative Energy Services Power Marketing LLC (“ACES”). The ACES business model enables MEAG Power to provide financial support for market trading activities related solely to its Participants’ energy needs, which supports MEAG Power’s approach to managing risk in this rapidly changing market environment.

For additional information with respect to TEA, see Note 6 to MEAG Power’s 2023 Financial Statements attached hereto as APPENDIX A.

Mutual Aid Agreement

MEAG Power has entered into a mutual aid agreement with six Florida utilities for provision of replacement power during an extended outage of certain specified baseload generating units. In the event of an outage of Generation Station Scherer Unit No. 1 or Generation Station Scherer Unit No. 2 that extends beyond 60 days, MEAG Power will receive 100 MW at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit’s actual dispatch cost. In the event of an outage of the CC Project that extends beyond 60 days, MEAG Power will receive 150 MW at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit’s actual dispatch cost. If a counterparty has an extended outage, MEAG Power expects that it would be required to provide between 14 MW and 35 MW for a maximum of 305 days, also at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit’s actual dispatch cost. The mutual aid agreement expires in October 2027 and will automatically renew for an additional five years unless a 90-day notice is provided.

Future Projects of MEAG Power

MEAG Power is authorized to conduct studies and to negotiate with respect to the power supply of the Participants and with respect to future ownership of generation and transmission facilities not included in Project One, the Existing General Resolution Projects, the CC Project, Project M, Project J or Project P. The acquisition and construction of any such additional generation facilities and transmission facilities may be accomplished as an additional project.

MEAG Power may finance additional projects through issuance of bonds under the General Resolution Projects Resolution if certain conditions are met. Among such conditions are the requirements that MEAG Power and each of the Initial Participants enter into a power sales contract meeting the requirements of the General Resolution Projects Resolution, that MEAG Power adopt a supplemental resolution authorizing the acquisition and construction of an additional project and related issuance of bonds, that there be rendered certain opinions of counsel, and that there be rendered a certificate of an authorized officer of MEAG Power setting forth the estimated costs of acquisition and construction and beneficial use of such proposed additional project. If all such conditions cannot be met, or if MEAG Power so elects, MEAG Power may finance additional projects under a separate financial arrangement.

Power and Energy Requirements/Resources

Set forth below are the historical (during the period from 2014 through 2023) power and energy requirements of the Participants.

Historical Demand and Energy Requirements of the Participants ⁽¹⁾

Year	Peak Demand		Annual Energy	
	(MW)	(% Change)	(GWh) ⁽¹⁾	(% Change)
2014	1,926	-	10,576	-
2015	1,941	0.8%	10,565	- 0.1%
2016	1,923	- 0.9%	10,774	2.0%
2017	1,884	- 2.1%	10,456	- 3.0%
2018	1,904	1.1%	10,809	3.4%
2019	2,020	6.1%	10,814	0.0%
2020	1,927	- 4.6%	10,380	- 4.0%
2021	1,985	3.0%	11,012	6.1%
2022	2,188	10.2%	12,021	9.2%
2023	2,204	0.7%	11,845	-1.5%
2014-23 Percentage Change:		14.5%		12.0%
Compound Average				
Annual Percentage Change:		1.5%		1.3%

(1) Total annual energy supplied by MEAG Power at the delivery point of all Participants, which excludes requirements of Crisp County and Calhoun supplied by sources other than MEAG Power.

Over the period 2014 through 2023, the peak demand has increased 1.5 percent, which is due to a large number of data center loads, many related to cryptocurrency mining, which the Participants serve. Yearly variations are primarily driven by weather, with the exception of 2020, which was COVID-19 related. The annual energy requirements of the Participants increased by 1.3 percent over the same period.

The 2024 projections for peak demand and annual energy requirements are 8.1 percent higher and 17.5 percent higher than actual 2023 peak demand and annual energy requirements, respectively, which reflect MEAG Power's forecast assumption of normal weather and an increase in the number of data center loads. Such projections result in compound average annual growth rates in peak demand and annual energy requirements for the Participants of approximately 2.4 percent per year and 3.0 percent per year, respectively, for the period from 2024 through 2028. The reduction in peak demand and annual energy requirements is due to several data centers' contracts with the Participants expiring during this period. Such projections are included in the load forecast prepared by MEAG Power in November 2023, which was based on a number of assumptions. Actual growth in peak demand and energy requirements may be adversely affected by various factors, including those discussed under "COMPETITION" herein.

Under the PSSA, MEAG Power is responsible for procuring all of its future bulk power supply requirements and planning, operating and maintaining its system in accordance with prudent utility practice. MEAG Power has established a set of generating capacity planning reserve criteria that will result in its maintaining capacity at least fifteen percent greater than its forecast annual peak demand less firm capacity resources supplied by SEPA.

Rates and Charges to Participants

Rate Covenants

Pursuant to the rate covenants in the Project One Resolution, the General Resolution Projects Resolution, the CC Bond Resolution and the Vogtle Units 3&4 Bond Resolutions, MEAG Power is required to charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of the project or projects financed thereunder so as to produce revenues sufficient in each calendar year, together with other available funds, to pay all costs relating to such project or projects for such year payable from revenues, including debt service on bonds issued under each such resolution and, in the case of the Vogtle Units 3&4 Projects, to the extent not otherwise provided for, all amounts payable by MEAG Power to the

applicable Vogtle Units 3&4 Project Entity pursuant to the applicable Vogtle Units 3&4 Power Purchase Agreement (which include, without limitation, amounts necessary to enable the applicable Vogtle Units 3&4 Project Entity to pay all amounts owed by it, and fund all accounts or reserves required to be funded by it, pursuant to its DOE Loan Guarantee Agreement and all of its other Federal Loan Documents) during such year. See “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Rate Covenant” in APPENDIX F hereto, “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Rate Covenant” in APPENDIX I hereto and “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Rate Covenant” in APPENDIX M hereto.

Allocation of Costs Among Participants

The allocation of the costs of a project among the Participants in such project is determined according to the applicable power sales contracts. Each such contract relating to a project obligates the contracting Participant to make its payments thereunder whether or not the applicable project is operating or operable. See “SUMMARY OF POWER SALES CONTRACTS – Participants’ Obligations to Pay” in APPENDIX D hereto, “SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS – CC Participants’ Obligations to Pay” in APPENDIX H hereto, and “SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants’ Obligations to Pay” in APPENDIX K hereto.

In the case of Project One, the costs of Project One are allocated to the Participants according to the Entitlement Shares referred to herein under “THE PARTICIPANTS – Generation and Transmission Entitlement Shares – *Project One*.” Such Entitlement Shares are used for billing purposes when Project One is operating and would likewise be used in the circumstance where Project One has become inoperable.

In the case of the General Resolution Projects, the power sales contracts relating to each Existing General Resolution Project require MEAG Power to establish and maintain fair and nondiscriminatory rates and charges which will provide revenues that are sufficient to pay the annual costs of such project. MEAG Power may combine the annual costs for the Existing General Resolution Projects and Supplemental Bulk Power Supply for the purpose of establishing rates and charges or, alternatively, MEAG Power at its discretion may establish for any of the Existing General Resolution Projects separate rates and charges sufficient to recover the respective costs of the individual project and the costs of Supplemental Bulk Power Supply. Pursuant to a resolution of the MEAG Power Board, MEAG Power is recovering the costs of Projects Two and Three separately based on an equal weighting of the average historical use for (a) the period of 24 months ended September 30, 1996 and (b) the period beginning with the inception of each Project and ended September 30, 1996, which is based on the Obligation Shares formula contained in the applicable power sales contracts. Project Four is allocated based on the Project Four Billing Shares established for 1996 which are based on an average of each Participant’s bulk power demand ratio in 1994 and its Project One generation Entitlement Share. See “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein. Supplemental Bulk Power Supply for each Participant is provided at market rates, including related operating and administrative costs.

Pursuant to the CC Contracts, MEAG Power is obligated to collect from each CC Participant and each CC Participant is obligated to pay on a monthly basis its Combined Cycle Obligation Share of all annual fixed and variable costs relating to the CC Project and its Embedded Simple Cycle Obligation Share of Embedded Simple Cycle Debt Related Costs (as more fully described under “THE PARTICIPANTS – Obligation Shares of the Participants – *CC Project*” herein and in “SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS” in APPENDIX H hereto); *provided, however*, that with respect to fixed costs relating to debt service on the CC Bonds, each CC Participant’s obligation is determined based upon the elections made by the CC Participants as provided for in the CC Contracts. See “THE PARTICIPANTS – Obligation Shares of the Participants – *CC Project*” herein. MEAG Power will operate the CC Project to

achieve the best operating economics in accordance with prudent utility practice and may sell such of the output to others as it determines economically appropriate. Further, MEAG Power may use the CC Project to enter into, among other agreements, (a) capacity sales and swaps, (b) energy sales and swaps and (c) financial swaps and hedges, when such transactions are reasonably expected to economically benefit the CC Participants. The proceeds derived from any of such transactions will be credited to each CC Participant's obligation to pay its share of annual CC Project costs on a ratable basis according to each CC Participant's Combined Cycle Obligation Share. The proceeds from the sale or other transactions involving the assets acquired as a result of the Embedded Simple Cycle Costs will be credited to the CC Participants' obligation to pay Embedded Simple Cycle Debt Related Costs or, in the event that a CC Participant has satisfied such obligation, as a direct payment to such CC Participant, in the proportion of the CC Participant's respective Embedded Simple Cycle Obligation Share for other than Embedded Simple Cycle Debt Related Costs. See "SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS – CC Participants' Obligations to Pay" in APPENDIX H hereto.

In general, pursuant to the Vogtle Units 3&4 Power Sales Contracts, during the term of each Vogtle Units 3&4 Power Sales Contract, MEAG Power is obligated to collect from each Vogtle Units 3&4 Participant, and each Vogtle Units 3&4 Participant is obligated to pay, on a monthly basis, its Obligation Share of all annual fixed and variable costs (excluding debt service for the periods during which JEA and PowerSouth are obligated to pay debt service under the Project J PPA and the Project P PPA, respectively) relating to the applicable Vogtle Units 3&4 Project (as more fully described under "THE PARTICIPANTS – Obligation Shares of the Participants – Vogtle Units 3&4 Projects" herein and in "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS" in APPENDIX K hereto). MEAG Power will operate each Vogtle Units 3&4 Project to achieve the best operating economics in accordance with prudent utility practice and may sell, during the period of time when the applicable Vogtle Units 3&4 Participants are entitled to receive output and services from a Vogtle Units 3&4 Project, the output to others as it determines economically appropriate. Further, during the same time period, MEAG Power may use a Vogtle Units 3&4 Project to enter into, among other agreements, (a) capacity sales and swaps, (b) energy sales and swaps and (c) financial swaps, hedges and risk management contracts and reliability exchanges with other utilities when such transactions are reasonably expected to economically benefit the applicable Vogtle Units 3&4 Participants. The proceeds derived from any of such transactions will be credited to each applicable Vogtle Units 3&4 Participant's obligation to pay its share of the annual Vogtle Units 3&4 Project's costs on a ratable basis according to each such Vogtle Units 3&4 Participant's Obligation Share.

With respect to each of Project J and Project P, there may be certain circumstances whereby the Project J Participants' payment obligations and the Project P Participants' payment obligations will be adjusted with respect to JEA's and PowerSouth's respective payment commitments. See "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA's Payment Obligations" and "– PROJECT P PPA – PowerSouth's Payment Obligations" in APPENDIX J hereto.

Other Pricing Schedule

In the past, MEAG Power has offered special rate schedules designed to assist the Participants in attracting large loads. While no such schedules currently are in effect, MEAG Power continues to review rates and other options that would aid the Participants in pursuing new large-load customers.

Regulation

Georgia Public Service Commission

The Act provides that the rates, services and practices relating to the generation, transmission and sale by MEAG Power of power to be generated from Project One, the Existing General Resolution Projects or other projects authorized by the Act (including the CC Project and the Vogtle Units 3&4 Projects) are

not subject to regulation by the GPSC. Pursuant to the State Constitution, rates for service provided by the electric systems of the Participants are exempt from regulation by the GPSC. GPC is subject to GPSC jurisdiction. For further information, see “CO-OWNERS OF THE GENERATING UNITS – Georgia Power Company” herein.

Although MEAG Power specifically does not require any approvals from the GPSC, GPC is required to obtain certification of the construction of Vogtle Units 3&4 from the GPSC. GPC filed an application for a certificate of public convenience and necessity with the GPSC on August 1, 2008. In 2009, the GPSC approved GPC’s application to certify Vogtle Units 3&4.

Environmental Regulations

Generation Stations Hatch, Vogtle and Scherer and the Wansley CC Unit are subject to federal, state and local air, water and other environmental quality laws, which govern, among other things, control of emissions of pollutants into the air; transportation, storage and disposal of hazardous and toxic wastes; and discharges of pollutants, including thermal discharges, into the waters of the United States. These laws, rules and regulations require MEAG Power and/or the co-owners of the facilities to undertake considerable efforts and substantial costs to obtain licenses, permits and approvals from various federal, state and local agencies. Compliance with these legal requirements requires MEAG Power and the co-owners of jointly-owned facilities to commit significant expenditures for installation of pollution control equipment and environmental monitoring at all of the respective facilities. Failure to comply with these laws, regulations, licenses, permits or approvals, could lead to fines, sanctions, civil and criminal penalties and/or reduced operating levels or the complete shutdown of facilities that are not in compliance. These environmental laws and regulations are complex, change frequently due to continuing legislative, regulatory and judicial actions and have tended to become more stringent over time. The existing nuclear units, coal units, and combined cycle facility currently have all of the environmental permits and licenses necessary for operation. MEAG Power cannot predict at this time whether any additional legislation, regulations, permit requirements or other rules will be enacted which will affect its operations, or the cost of continuing compliance.

Air Regulation

Major source permits are required under the New Source Review provisions of the federal Clean Air Act (“CAA”) before commencement of construction of new major stationary sources or major modifications of such sources. All air pollutants, including GHGs, that are regulated by controlling emissions under any CAA program must be taken into account when considering permits issued under other programs, such as the Prevention of Significant Deterioration (“PSD”) Permit Program for new or modified facilities or the Title V Permit Program for operating facilities. PSD permits are required for construction of or major modifications to sources that are major sources of air emissions that are located in attainment or unclassified areas and contain requirements including but not limited to the application of Best Available Control Technologies. Title V permits must be applied for within one year after a source becomes subject to the program. Title V permits are operating permits for major sources that consolidate all CAA requirements arising, for example, under the Acid Rain program, New Source Performance Standards (“NSPS”) or National Emission Standards for Hazardous Air Pollutants (“NESHAP”), into a single document, provide for review of the documents by the U.S. Environmental Protection Agency (“EPA”), state agencies and the public, and contain monitoring, reporting and certification requirements.

In 2012, EPA published a final regulation in the Federal Register, “National Emission Standards for Hazardous Air Pollutants From Coal and Oil-Fired Electric Utility Steam Generating Units and Standards of Performance for Fossil-Fuel-Fired Electric Utility, Industrial-Commercial-Institutional, and Small Industrial-Commercial-Institutional Steam Generating Units,” also called the Mercury and Air Toxics Standards (the “MATS rule”). The regulation set NESHAP for both new and existing coal- and oil-

fired electric utility steam generating units. Generation Station Scherer Unit Nos. 1 and 2 are subject to the regulation, which set limits on emissions of mercury, non-mercury metals and acid gases. To comply with the MATS rule, hydrated lime injection systems have been added to Scherer Unit Nos. 1 and 2.

In 2020, EPA finalized a rule that revises the Supplemental Cost Finding for the MATS rule, as well as the CAA-required risk and technology review (“RTR”). EPA issued the Supplemental Cost Finding response to the U.S. Supreme Court decision in *Michigan v. EPA*, which held that EPA erred by not considering cost in its determination that regulation under Section 112 of the CAA of hazardous air pollutant (“HAP”) emissions from coal- and oil-fired electric utility steam generating units (“EGUs”) is appropriate and necessary. After EPA considered the cost to coal- and oil- fired power plants of complying with the MATS rule and the benefits attributable to regulating HAPs emissions from these power plants, EPA determined that it is not “appropriate and necessary” to regulate HAP emissions from power plants under Section 112 of the CAA but did not repeal the MATS rule. In addition, EPA did not remove coal- and oil-fired power plants from the list of sources that are regulated under Section 112 of the CAA. On January 20, 2021, President Biden issued an executive order directing EPA to reconsider its supplemental cost consideration finding and residual risk and technology review. On February 15, 2023, EPA issued a final action reaffirming that it is appropriate and necessary to regulate HAP emissions from EGUs.

In the 2020 final rule, EPA also finalized the RTR for coal- and oil-fired EGUs required by Section 112 of the CAA. EPA concluded that no additional regulations are required for HAP emissions from coal- and oil-fired EGUs. On March 6, 2023, EPA issued final action on the MATS rule that reaffirms the finding that it is appropriate and necessary to regulate HAPs from coal- and oil-fired power plants after considering costs. The rule ensures that the existing emissions standards for MATS rule remain in effect. The EPA also announced in 2022 that it will review the RTR for MATS rule. On April 5, 2023, EPA proposed new MATS regulations for coal- and oil-fired EGUs based on the RTR for MATS rule. The rule would require all coal-fired electric generating units, to achieve an emission standard for filterable particulate matter (“fPM”) of 0.010 lb/MMBtu (from the current 0.030 lb/MMBtu), and demonstrate compliance with the fPM standard by using continuous emissions monitoring systems (“CEMS”). Currently, Generation Station Scherer Units Nos. 1 and 2 demonstrate compliance through quarterly testing and not a CEMS. On April 25, 2024, the final rule was issued as proposed; GPC is in the process of procuring the continuous CEMS monitoring equipment for fPM and will undertake a pilot study to investigate the best operating procedures for compliance. Generation Station Scherer will have three years to comply with the rule after its effective date.

Greenhouse Gas Regulation

On May 11, 2023, EPA issued proposed rules to limit carbon dioxide emissions from the new, existing, modified, and reconstructed power plants. The proposed rules would regulate new gas-fired combustion turbines, existing coal plants and certain large, base-loaded existing gas plants. EPA proposed to update and establish more stringent new source performance standards for GHG emissions based on highly efficient generation, hydrogen co-firing, or carbon capture and sequestration (“CCS”).

EPA finalized the rules on April 25, 2024 including: the repeal of the Affordable Clean Energy rule (“ACE”); GHG emission guidelines for existing fossil fuel-fired steam generating units; NSPS for GHG emissions from new and reconstructed fossil fuel-fired combustion turbines; and revisions to the standards of performance for new, modified, and reconstructed fossil fuel-fired steam generating units.

Some of the key changes made from the proposed rule include: the reduction in the number of subcategories for existing coal-fired steam generating units; the extension of the compliance date for existing coal-fired steam generating units to meet a standard of performance based on implementation of CCS; the removal of low-GHG hydrogen co-firing as a best system of emissions reduction (“BSE”) (“BSE”).

pathway; and the addition of two reliability-related instruments. In addition, EPA is not finalizing proposed requirements for existing fossil fuel-fired stationary combustion turbines at this time.

Existing coal-fired generating units with plans to retire by 2032 and have a federally enforceable commitment to retire are exempt from any compliance obligation, other than to follow through on their retirement commitment. For coal units with plans to operate past 2032 that will retire before January 1, 2039, the BSER is based on 40 percent co-firing with natural gas, with a compliance deadline of January 1, 2030. For coal units with plans to continue to operate past January 1, 2039, the BSER is CCS operating at a 90 percent removal rate with a compliance deadline of January 1, 2032. New and reconstructed gas-fired combustion turbines operating below a capacity factor of 20 percent annually will be subject to a performance standard based on the use of “lower emitting fuels” (e.g., natural gas and/or distillate oil); those operating between 20 and 40 percent capacity factor will be subject to a performance standard of no more than 1,170 lbs. CO₂/MWh (an increase from the proposed rule); and units operating over 40 percent capacity factor will be subject to a limit of 800 lbs. CO₂/MWh (for large units) and up to 900 lbs. CO₂/MWh (for small units) along with a CCS standard of 90 percent by January 1, 2032, with an associated emission limitation of 100 lbs. CO₂/MWh.

Given the significant costs and challenges of compliance with this rule, including the inadequate demonstration of carbon sequestration technology and the lack of demonstrated, available carbon storage capability, the rule is forecasted to drive a shift away from coal-fired generation. Several legal challenges have been filed, and are currently pending, in federal court challenging EPA’s final GHG regulations.

National Ambient Air Quality Standards and Regional Haze Regulations

On December 31, 2020, EPA published its review of air quality criteria and national ambient air quality standards (“NAAQS”), including ozone. EPA noted that it was retaining the current standard of 0.070 ppm for ozone, while retaining the prior compliance criteria (fourth-highest daily maximum, averaged across three consecutive years; averaging times of eight hours). On January 20, 2021, President Biden issued an executive order directing EPA to reconsider the rule maintaining the ozone NAAQS at 70 parts per billion. In October 2021, EPA announced that the agency will reconsider the 2020 decision to retain the ozone standard based on the existing scientific record. On August 21, 2023, EPA announced a new review of ozone NAAQS and expects to start the new review process in the second quarter of 2024.

On November 16, 2017 and June 4, 2018, EPA published in the Federal Register final regulations establishing air quality designations for the 2015 ozone NAAQS. Eight counties in the metropolitan Atlanta area of Georgia were designated as nonattainment. All other counties in Georgia were designated as unclassifiable/attainment. On July 2, 2020, the Georgia Environmental Protection Division (“EPD”) submitted a State Implementation Plan (“SIP”) for the eight counties in the metropolitan Atlanta area designated as nonattainment to attain the 2015 standard. On November 26, 2021, EPA proposed to approve the SIP. On February 25, 2022, EPD submitted a request to redesignate the metro Atlanta ozone nonattainment area to attainment with respect to the 2015 8-hour ozone NAAQS and a maintenance plan of the 2015 8-hour ozone standard in the Atlanta area. On October 17, 2022, the EPA announced the approval of the re-designation to attainment status for the 2015 ozone NAAQS. The Atlanta Nonattainment Area included the counties of Bartow, Clayton, Cobb, DeKalb, Fulton, Gwinnett, and Henry.

On March 15, 2023, the EPA issued final regulations known as the “Good Neighbor Plan” to reduce interstate transport of NO_x emissions from power plants and certain industrial facilities. With the Good Neighbor Plan, the EPA issued its Federal Implementation Plan that covers 23 states, to reduce the interstate transport of NO_x. Under the rule, beginning with the 2023 ozone season, power plants in 22 states, are required to participate in a NO_x trading program. Over time, the emission budgets will decline based on the level of reductions achievable through phased installation of emissions controls at power plants starting in 2024. The rule also establishes daily emission rates for coal steam electric generating units greater than

or equal to 100 megawatts in the covered states beginning with the 2024 ozone season. These proposed NOx reductions are intended to address nonattainment problems in downwind states in violation with the 2015 NAAQS for ozone. Georgia is not an upwind state, so MEAG Power is not affected by this proposal.

In the CAA, Congress declared as a national goal the prevention of any future, and the remedying of any existing, impairment of visibility in mandatory Class I federal areas (*e.g.*, national parks and wilderness areas) for which visibility impairment results from manmade air pollution. The CAA directs EPA to issue regulations to assure reasonable progress towards meeting the national goal. Current EPA regulations set 2064 as the target year to achieve natural visibility conditions via a uniform rate of progress over specific periods, and SIPs are required from states that contribute to visibility impairment.

On January 10, 2017, EPA published in the Federal Register a final revised regulation, “Protection of Visibility: Amendments to Requirements for State Plans.” The revised regulation deferred the due date for the next round of SIP submittals to EPA, from July 31, 2018 to July 31, 2021, and addresses issues such as wildfires, anthropogenic sources outside of the United States, and prescribed fires. However, on January 17, 2018, EPA announced that it would revisit certain aspects of its 2017 regulation through a proposed rulemaking. On August 20, 2019, EPA published Guidance on Regional Haze State Implementation Plans for the Second Implementation Period. On August 11, 2022, EPD submitted a proposed SIP for the second implementation period to the EPA.

Thirty-five states, including Georgia, have submitted complete regional haze plans, many are proposing to meet its regulatory obligations by relying on existing emission reductions already being achieved by the shutdown and curtailment of existing coal fired power plants instead of imposing additional emission control requirements on those plants still in operation. EPA is still in the early stages in reviewing those plans. MEAG Power does not expect that the proposed SIP will have any significant financial or operational impacts to its generating units.

Startup, Shutdown and Malfunction Regulations

On June 12, 2015, EPA published a final rule/action in the Federal Register pertaining to Startup, Shutdown and Malfunction (“SSM”) regulations: “State Implementation Plans: Response to Petition for Rulemaking; Restatement and Update of EPA’s SSM Policy Applicable to SIPs; Findings of Substantial Inadequacy; and SIP Calls To Amend Provisions Applying to Excess Emissions During Periods of Startup, Shutdown and Malfunction.” In this rule/action, EPA issued a finding that certain SIP provisions in 36 states were substantially inadequate to meet CAA requirements due to regulatory waivers during periods of emission unit SSM and thus issued a SIP call for each of those 36 states. EPA also established a due date for states subject to the SIP call action to submit corrective SIP revisions. Georgia was named as one of the 36 states. Many states, including Georgia, and industry groups filed Petitions for Review with the D.C. Circuit. On March 1, 2024, the D.C. Circuit determined that EPA exceeded its authority in calling for a blanket removal of SSM exemptions from SIPs without showing the exemptions impede compliance with the CAA.

EPD had developed revised state SSM regulations that were adopted by the Georgia Board of Natural Resources on October 26, 2016. EPD submitted a timely corrective SIP including the revised regulations to EPA for approval in November 2016. On October 9, 2020, the EPA released guidance entitled “Inclusion of Provisions Governing Periods of Startup, Shutdown, and Malfunctions in State Implementation Plans” describing when it may be permissible for a state to include provisions governing periods of startup, shutdown, and malfunction in state implementation plans. On September 30, 2021, EPA withdrew the October 9, 2020, guidance stating that it would return to its 2015 policy that SIP provisions that provide exemptions from air emission limits during periods of SSM or that provide affirmative defense provisions are not consistent with the CAA and would not generally be approved. On March 5, 2021, the EPA issued a final rule to amend CAA Section 112 to remove language that exempted facilities, unless

otherwise regulated, from compliance with emission standards during periods of SSM. In January 2022, EPA informed EPD that they intended to disapprove the revised state SSM regulations as written in the SIP and provided a mark-up of the regulations with language that they are willing to approve. The new language made every operational state (including startup, shutdown and malfunction) with excess emissions a violation of permit conditions and provided EPD with the discretion to pursue enforcement. On November 28, 2022, EPA published a proposed rulemaking to formally disapprove of Georgia's SSM SIP. The March 1, 2024 D.C. Circuit ruling largely vacated EPA's "SIP call" that required states to remove from their respective air quality plans regulatory waivers for excess air emissions during periods of emission unit startup, shutdown, and malfunction. MEAG Power expects that EPD will withdraw the revised state SSM regulations as written in the SIP, and that MEAG Power's permit will not be affected.

Effluent Limitation Guidelines Regulations

On October 13, 2020, EPA published its final rule revising the ELG regulation ("*ELG rule*"). The ELG rule establishes effluent limitations based on Best Available Technology Economically Achievable ("*BAT*") for steam electric generating units. For the discharge of FGD wastewater, there are numeric effluent limitations for mercury, arsenic, selenium, and nitrate/nitrite as nitrogen. For the discharge of bottom ash ("*BA*") transport water, the ELG rule requires high recycle rate systems and allows for site-specific discharge that cannot exceed 10 percent of the BA transport water system volume.

The ELG rule includes subcategories for high flow units, low utilization boilers, and boilers that will cease coal combustion by 2028. The ELG rule provides effluent limitation requirements for units in these subcategories. For high flow facilities and low utilization boilers, the ELG rule establishes numeric effluent limitations on mercury and arsenic for FGD wastewater discharges. For low utilization boilers, the ELG rule establishes numeric limitations for total suspended solids ("*TSS*") and requires implementation of a best management practices plan for BA transport water. For boilers ceasing combustion of coal by 2028, the ELG rule establishes numeric limitations for TSS in FGD wastewater and BA transport water.

Under the ELG Rule, a particular power plant's compliance deadline for effluent limitation based on BAT is established during the National Pollutant Discharge Elimination System permitting process by its permitting authority. The earliest date that a plant must comply with the new effluent limitations is one year from the date that the ELG Rule is published in the Federal Register, or October 13, 2021. The latest date that a plant must comply with the new effluent limitations is December 31, 2025, for FGD wastewater and BA transport water. The ELG rule also includes a Voluntary Incentives Program ("*VIP*") that provides a compliance date of December 31, 2028, for plants adopting additional process changes and controls that achieve more stringent limitations on mercury, arsenic, selenium, nitrate/nitrite, bromide, and total dissolved solids in FGD wastewater.

The ELG rule requires submission of a notice of planned participation ("*NOPP*") by October 13, 2021, if a steam electric generating unit falls within one of the aforementioned subcategories or chooses the VIP option. GPC submitted a NOPP to EPD on October 13, 2021 electing the VIP option for Scherer Unit Nos. 1 and 2, and reserving its ability to submit a later determination of a new compliance pathway as allowed by the ELG rule if circumstances change. GPC also submitted a NOPP to EPD on October 13, 2021 electing compliance by cessation of combustion by 2028 for Wansley Units 1 and 2. On January 31, 2021, GPC filed its Integrated Resource Plan with the Georgia Public Service Commission, requesting the retirement and decertification of Wansley Units Nos. 1 and 2 and the Wansley Combustion Turbine Unit by August 31, 2022, stating that such retirement is in the public interest. As discussed above, this decertification took place on August 31, 2022 and Wansley Units Nos. 1 and 2 and the Wansley Combustion Turbine Unit have been retired.

The ELG rule was immediately challenged in the D.C. Circuit and then transferred to the United States Court of Appeals for the Fourth Circuit for consolidation with other cases. On July 26, 2021, the

EPA announced initiation of a rulemaking process to determine whether the ELG rule should be revised to include more stringent limitations and standards, and, in coordination with the U.S. Department of Justice, filed a request to the Court to hold the litigation in abeyance.

On March 29, 2023, the EPA issued the proposed ELG rule that proposes zero-discharge effluent limitations for all pollutants in FGD wastewater and bottom ash transport water. It also proposes numeric discharge limitations for mercury and arsenic in combustion residual leachate (“CRL”) and establishes new definitions for various legacy wastewaters, which affects when more stringent requirements will apply to such wastewaters. Further, the EPA’s proposed rule includes flexible paths for certain types of power plants to come into compliance with the proposed ELGs. On April 25, 2024, the final rule was issued. It maintains the 2020 rule’s permanent cessation of coal subcategory (the 2028 cessation subcategory) and the 2020 rule’s voluntary incentive program (“VIP”) and adds a new cessation subcategory (the 2034 cessation subcategory). The final rule sets Best Available Technology (“BAT”) as zero liquid discharge (“ZLD”) for FGDW, BATW, and CRL. The co-owners are finalizing plans for the development of environmental control systems required to comply with the VIP option in the ELG rule for Scherer Unit Nos. 1 and 2. To the extent revisions are made to the ELG rule that impact Scherer Unit Nos. 1 and 2, these plans may have to be changed or revisited. The only change to the compliance pathway with the issuance of the new rule is the addition of ZLD technology to the CRL waste stream, which is not a high flowrate stream at Generation Plant Scherer. Options for compliance are being investigated. The final rules will take effect 60 days after publication in the Federal Register.

Coal Combustion Residuals

In 2015, EPA promulgated a comprehensive set of requirements for the management of CCRs landfills and impoundments. CCR include a variety of waste streams, specifically, fly ash, bottom ash, boiler slag, and FGD materials generated from coal-fired electric utilities; these waste streams are commonly known as coal ash. The rule established corrective action, closure and post closure, technical standards, and inspection, monitoring, recordkeeping and reporting requirement. In 2016, President Obama signed into law the “Water Infrastructure Improvements for the Nation Act”, which included a provision on the regulation of CCR as a non-hazardous waste under the Resource Conservation and Recovery Act. This legislation authorized states to implement and enforce the requirements of the CCR regulation through state permitting programs.

In 2016, EPD developed regulations to implement a state permitting program for CCR landfills and impoundments in Georgia. The revisions incorporated most requirements of EPA’s CCR regulation by reference. The EPD revisions were adopted by the Georgia Board of Natural Resources in 2016. In 2020, EPA approved EPD’s permitting program. Georgia’s program will operate in lieu of the federal CCR program, with the exception of certain provisions for which the state did not seek approval. As a result, CCR facilities in Georgia will still be subject to federal requirements governing the criteria and timing for initiating closure of unlined impoundments and federal requirements to protect threatened and endangered species.

In 2020, EPA issued a final rule establishing deadlines by which unlined surface impoundments can no longer receive CCR waste and non-CCR waste-streams. This rule also clarified circumstances under which alternative liners may be used, when coal ash may be used in the closure of landfills and impoundments, and that post-closure groundwater monitoring is required if coal ash is removed from a landfill or impoundment. GPC stopped sending CCR to the ash ponds at Generation Station Scherer and Generation Station Wansley in 2019, and instead sends dry ash to lined landfills. New wastewater treatment systems that receive and manage the non-CCR waste-streams at Generation Station Scherer and Generation Station Wansley were completed in 2020 and 2019, respectively. Consequently, these new deadlines did not impact MEAG’s operations.

On May 18, 2023, the EPA issued a proposed rule expanding the federal CCR rule to include legacy CCR units. The proposed rule would establish two new classes of units not currently regulated under the federal CCR rule: (a) legacy CCR surface impoundments, which are surface impoundments that (i) contained both CCR and liquids on or after October 19, 2015, and (ii) are located at a power plant that ceased generating power prior to October 19, 2015, and (b) CCR management units, which are any area of land (i) on which any non-containerized accumulations of CCR are received, placed, or otherwise managed, and (ii) which is not a CCR unit. The EPA proposed to subject both classes of legacy units to the requirements applicable to currently regulated units with a few exceptions and also proposes to mandate the requirement to initiate closure within 12 months of the effective date of the rule. The final rule was issued on April 25, 2024 with no changes from the proposed rule. The rule will become effective six months after publication in the Federal Register. This expansion of the CCR rule has no effect on Generation Stations Scherer and Wansley.

GPC submitted a Notice of Intent to Initiate Closure of CCR Unit AP-1 at Scherer on October 30, 2020. The amended closure plan dated October 30, 2020 contemplates consolidating CCR from the prior 550-acre unit to a smaller, approximately 300-acre area. At present, all closure activities are estimated to be complete in 2033 with a 30-year post closure care period to follow.

GPC submitted a Notice of Intent to Initiate Closure of CCR Unit AP-1 at Generation Station Wansley on April 17, 2019, and submitted a permit application for closure by removal on April 17, 2023.

The latest semi-annual Groundwater reports were submitted to EPD on January 31, 2024, and were posted on the internet site. GPC continues to monitor all parameters and take corrective action as required.

Waters of the United States Regulation

On May 25, 2023, the Supreme Court issued a decision in *Sackett v. EPA* that narrowed the interpretation of the scope of “waters of the United States” (“WOTUS”) under the Clean Water Act (“CWA”). Specifically, the Court ruled that CWA jurisdiction extends only to: (a) traditional interstate navigable waters; (b) relatively permanent waters connected to traditional interstate navigable waters; and (c) adjacent wetlands with a continuous surface connection to such waters. On September 8, 2023, EPA and the United States Army Corps of Engineers published a final rule to confirm the definition of “waters of the United States” to the decision in *Sackett*. The new definition encompasses fewer water bodies than the previous definitions of “waters of the United States.” WOTUS litigation is ongoing and complex. Twenty-four states led by West Virginia filed an amended complaint on November 13, 2023, in the U.S. District Court for the District of North Dakota arguing against EPA’s control of certain waters. Idaho and Texas separately filed a suit at the same time. On December 18, 2023, Kentucky asked the U.S. Court of Appeals for the Sixth Circuit to reverse a loss on the first WOTUS rule and relook at the challenge in light of the revised regulation. The current Phase I rule could have significant impact to MEAG Power with respect to plans for construction or operation of new generation units or related facilities, such as transmission lines and substations.

Nuclear Facilities

MEAG Power is a co-owner of two nuclear generation stations, Generation Station Hatch, which is included in Project One, and Generation Station Vogtle, which is included in Projects One and Four. MEAG Power (through the Vogtle Units 3&4 Project Entities) also has an ownership interest in two additional nuclear generating units (Vogtle Units 3&4) at Generation Station Vogtle. The Atomic Energy Act of 1954, as amended, vests jurisdiction in the NRC over the construction and operation of nuclear reactors, particularly with regard to certain public health and safety and antitrust matters.

The NRC has broad authority under federal law to impose licensing and safety-related requirements for the operation of nuclear generation facilities. In the event of non-compliance with NRC licensing and safety-related requirements, the NRC has the authority to impose fines and/or shut down any unit, depending upon its assessment of the severity of the situation, until compliance is achieved. NRC orders or regulations related to increased security measures and any future safety requirements promulgated by the NRC could require MEAG Power to make substantial operating and capital expenditures at Generation Station Hatch Unit Nos. 1 and 2 and Generation Station Vogtle Unit Nos. 1, 2, 3 and 4. In addition, although GPC has no reason to anticipate a serious nuclear incident at such existing nuclear units, if an incident did occur, it could result in substantial costs to MEAG Power. A major incident at a nuclear facility anywhere in the world could cause the NRC to limit or prohibit the operation or licensing of any domestic nuclear unit that could result in substantial costs. Moreover, a major incident at any nuclear facility in the United States could require MEAG Power to make material contributory payments. In addition, potential terrorist threats and increased public scrutiny of utilities could result in increased nuclear licensing or compliance costs that are difficult to predict. See the discussion of MEAG Power's liability and insurance coverage for nuclear incidents below.

Under the Price-Anderson Amendment Act, MEAG Power maintains agreements of indemnity with the NRC which, together with private insurance, cover third party liability arising from any nuclear incident occurring at MEAG Power's nuclear power units. This Act limits to \$16.2 billion public liability claims that could arise from a single nuclear incident. In addition, Congress could impose revenue raising measures on the nuclear industry to pay claims. Each nuclear generating unit is insured against this liability to a maximum of \$450 million by American Nuclear Insurers ("ANI") with the remaining coverage provided by a mandatory program of deferred premiums that could be assessed, after a nuclear incident, against all owners of nuclear reactors. A company could be assessed up to \$166 million per incident for each licensed reactor it operates, but not more than \$24.7 million per reactor per incident would be paid in a calendar year. MEAG Power would be liable for its 22.7 percent share, adjusting for the long-term sale of output to GPC, of any such assessments with respect to all four Generation Station Vogtle Units and its 17.7 percent share of any such assessments with respect to Generation Station Hatch Units Nos. 1 and 2, which amounts to a total of \$30.6 million per year up to a total limit of \$205.6 million. Both the maximum assessment per reactor and the maximum yearly assessment are adjusted for inflation at least every five years. The next scheduled adjustment is due by November 2028.

GPC, on behalf of all the co-owners of Generation Stations Hatch and Vogtle, is a member of Nuclear Electric Insurance Limited ("NEIL"), a mutual insurer established to provide insurance for members' nuclear generating facilities. NEIL provides three types of property coverage for the co-owners through GPC, primary property insurance, excess property insurance and excess non-nuclear property insurance. The primary property insurance provides coverage limits of \$1.5 billion per generating unit. The excess property insurance provides coverage limits for nuclear losses up to \$1.25 billion per generating unit above the primary property coverage levels. These policies cover decontamination and debris removal, as well as excess property damage and premature decommissioning. These policies have a combined sublimit of \$1.5 billion for non-nuclear losses. The excess non-nuclear property insurance provides additional coverage limits for non-nuclear losses of \$750.0 million per generating unit above the primary policy.

MEAG Power is also a member of NEIL in its capacity to provide insurance to cover members' costs of replacement power and other costs that might be incurred during a prolonged accidental outage of the nuclear units. The coverage begins after the outage has exceeded 12 weeks, with a maximum per occurrence, per unit limit of \$490 million. As of December 31, 2023, MEAG Power's share of the policy limits related to nuclear losses was \$88.7 million per unit for Generation Station Hatch Unit Nos. 1 and 2, as well as \$107.4 million per unit for Generation Station Vogtle Unit Nos. 1 and 2 and Unit 3. For non-nuclear losses, the policy limit of liability was \$327.6 million per generating unit. MEAG Power's share of the non-nuclear policy limit was \$59.3 million per unit for Generation Station Hatch Unit Nos. 1 and 2, as

well as \$71.8 million per unit for Generation Station Vogtle Unit Nos. 1 and 2 and Unit 3. Effective with Unit 4 COD of April 29, 2024, the policy now covers Generation Station Unit Nos. 1, 2, 3 and 4 for nuclear losses up to the policy limit of \$107.4 million per unit and non-nuclear losses are covered up to the policy limit of \$63.8 million. These policies, similar to the other NEIL policies, contain provisions for a retrospective premium adjustment for a member of up to ten times its annual premium, as discussed below. Under each of the NEIL policies, members are subject to assessments if losses each year exceed the accumulated funds available to the insurer under that policy.

MEAG Power's share of retrospective premium assessments, based on policies effective April 1, 2023, could be as much as \$20.5 million for primary, excess property insurance and excess non-nuclear property and \$5.7 million per incident for replacement power and other costs. All retrospective assessments, whether generated for liability, property or replacement power, may be subject to applicable state premium taxes.

Claims resulting from terrorist acts against commercial nuclear power stations are covered under both the ANI and NEIL insurance policies, subject to normal policy limits. The Terrorism Risk Insurance Program Reauthorization Act of 2019 extended coverage of domestic acts of terrorism until December 31, 2027. The aggregate, however, that NEIL will pay for all claims resulting from terrorist acts and cyber events in any 12-month period is \$3.2 billion plus such additional amounts NEIL can recover through reinsurance, indemnity, or other sources.

For all on-site property damage insurance policies for commercial nuclear power generating units, the NRC has issued a final rule providing that for all policies issued on or after April 2, 1991, the proceeds of such policies shall be dedicated first for the sole purpose of placing the reactor in a safe and stable condition after an accident. Any remaining proceeds are next to be applied towards the costs of decontamination or debris removal operations ordered by the NRC, and then, any further remaining proceeds are to be paid to either the owners of the facility or their bond trustees as may be appropriate under applicable trust indentures. In the event of a loss, the amount of insurance available might not be adequate to cover property damage and other expenses incurred. Uninsured losses and other expenses would be borne by MEAG Power and could have a material adverse effect on MEAG Power's financial condition and results of operations.

In May 1990, pursuant to amendments to the NRC's regulations relating to the decommissioning of nuclear facilities, MEAG Power transferred all amounts then held in the Decommissioning Accounts under the Project One Resolution and the General Resolution Projects Resolution to two trusts outside the administrative control of MEAG Power for application to the payment of future decommissioning costs. All amounts subsequently derived by MEAG Power from the Participants have been similarly transferred to such trusts. Such trusts are not pledged to secure any indebtedness of MEAG Power. In 2000, MEAG Power determined that it is more efficient to combine the two trusts into one, and the funds in Decommissioning Trust No. 2 have been transferred to the Decommissioning Trust. Effective June 22, 2015, MEAG Power and the Vogtle Units 3&4 Project Entities entered into an Amended and Restated Nuclear Decommissioning Master Trust Agreement for the purpose of creating twelve separate Trust Funds with respect to MEAG Power's ownership interest in Generation Station Hatch Unit Nos. 1 and 2 and Generation Station Vogtle Unit Nos. 1, 2, 3 and 4, as well as each Vogtle Units 3&4 Project Entity's Ownership Interest in Vogtle Units 3&4 (the Trust Funds relating to the Vogtle Units 3&4 Project Entities' Ownership Interests in Vogtle Units 3&4 are hereinafter referred to collectively as the "*Vogtle Units 3&4 Decommissioning Trusts*"). Each Trust Fund will contain the entire undistributed amount of all contributions and/or transferred assets placed with the trustee of the Decommissioning Trust, as adjusted for all income, expense, gain or loss on such amounts as may exist from time to time. Such trustee is required to maintain separate records for each Trust. For information regarding decommissioning costs, see Note 2(H) to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A.

Enterprise Risk Management

During 2004, MEAG Power implemented a formal Enterprise Risk Management (“ERM”) program and has continued to work diligently to enhance the program over the years. In 2020, the Executive ERM Committee succeeded the Executive Risk Oversight Committee in developing, overseeing, and recommending enterprise risk management practices to effectively support the MEAG Power Board-level Risk Management and Audit Committee. The ERM function remains responsible for identifying, assessing, monitoring, and reporting risks throughout the organization for a more comprehensive approach to managing risks.

Asset/Liability Management Policy

The MEAG Power Board maintains an Asset/Liability Management Policy in order to establish a framework to govern the management of MEAG Power’s financial assets and liabilities. The policy, as approved by the MEAG Power Board upon the recommendation of the Asset/Liability Committee of the MEAG Power Board and as amended from time to time, governs investment of funds, issuance and management of debt securities, use of derivative instruments, overall management of interest rate risk and all reporting requirements.

The Project One Resolution, the General Resolution Projects Resolution, the CC Bond Resolution and the Vogtle Units 3&4 Bond Resolutions each specifies the investments that MEAG Power may make with moneys held in the funds and accounts established thereunder. See the definitions of “Investment Securities” in APPENDIX F hereto, “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions – *The Project One Resolution*,” in APPENDIX I hereto, “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Definitions” and in APPENDIX M hereto, “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions – *The Project M Bond Resolution*,” “– *The Project J Bond Resolution*” and “– *The Project P Bond Resolution*.”

The Asset/Liability Management Policy permits the use of financial derivatives, such as interest rate swaps, as hedges against risks so long as the expected benefit of use is considered to outweigh any additional risks presented by such use. The policy provides that financial derivatives should not be used for trading speculation without specific approval of the MEAG Power Board and the Asset/Liability Committee and that highly leveraged derivatives are prohibited. Furthermore, the policy addresses counterparty risk by requiring that each counterparty have minimum credit ratings from recognized rating agencies of “A3/A-” or the equivalent thereof and by limiting MEAG Power’s credit exposure to its counterparties to tiered dollar amounts based upon the counterparty’s credit ratings. See Notes 2(K), 2(L) and 5 to MEAG Power’s 2023 Financial Statements attached hereto as APPENDIX A for additional information.

Regulations implementing the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 (the “*Dodd-Frank Act*”) have imposed additional requirements on the use of over-the-counter derivatives, including clearing, margining, and reporting requirements on parties to financial instrument transactions. MEAG Power is not subject to the clearing and margining requirements because it elected an end-user exemption from such requirements. In addition, because all counterparties to MEAG Power swap transactions are swap dealers and are responsible for the reporting requirements, MEAG Power is not subject to additional reporting requirements. As a result, MEAG Power does not consider the impact of Dodd-Frank Act regulations to be material.

Fuel Risk Management Policy

MEAG Power Board maintains a Natural Gas Risk Management Policy (the “*Natural Gas Policy*”) to govern hedging transactions related to its procurement of natural gas in order to provide MEAG Power the flexibility to manage the specific risks associated with the procurement of natural gas. Another objective of the Natural Gas Policy is to place strategic and operational responsibility for gas hedging activities in the hands of MEAG Power’s power supply personnel. The Natural Gas Policy is intended to guide MEAG Power’s management and staff regarding all strategies used to manage exposure to market fluctuations in the price of natural gas. Strategies include hedging activities such as purchasing and selling NYMEX-based futures and forward contracts, put and call options, floors, caps, collars, other over-the-counter products and other means of managing natural gas acquisition or inventories.

The Natural Gas Policy and other policies and procedures related to management of coal and emissions were superseded by the Fuel Risk Management Policy (the “*Fuel Risk Policy*”) approved by the MEAG Power Board. The Fuel Risk Policy consolidates the responsibilities of the MEAG Power Board and staff for all fuel purchase and risk management efforts. The Fuel Risk Policy provides that MEAG Power’s power supply personnel and a Fuel Risk Oversight Committee have, subject to the oversight of MEAG Power’s Executive ERM Committee and the MEAG Power Board, the authority to execute and monitor hedging activities as well as implement the hedging strategy for natural gas and coal. The Policy provides that the tactical procedures for management of gas, coal and emissions allowances will be developed by the Fuel Risk Oversight Committee and approved by the Executive ERM Committee. The Asset/Liability Committee of the MEAG Power Board is charged with oversight of the marking-to-market of all hedging instruments. See Notes 2(I), 2(J), 2(K) and 2(L) to MEAG Power’s 2023 Financial Statements attached hereto as APPENDIX A for additional information.

See the last paragraph under “Asset/Liability Management Policy” above for a discussion of the Dodd-Frank Act.

COMPETITION

Current Competition in MEAG Power Service Area

The Territorial Act, enacted in 1973, regulates the service rights of all retail electric suppliers in the state. Pursuant to the Territorial Act, the GPSC has assigned substantially all areas in the state to specified retail suppliers, and these areas cannot be changed without the consent of the GPSC. The territorial assignments under the Territorial Act are subject to certain exceptions, including an exception that permits the owner of any new facility (with limited exception for those locating within 1973 city limits) having a connected demand upon initial full operation of 900 kilowatts (“kW”) or greater to receive electric service from the retail supplier of its choice.

The Participants are actively engaged in competition with other retail electric suppliers for new industrial and commercial loads. An important factor in this competition is the price of power furnished by MEAG Power to the Participants. MEAG Power continually monitors its competitive position relative to other wholesale suppliers in the Georgia territory so that it can budget, plan and structure rates to assist the Participants in maintaining competitive pricing for these new industrial and commercial loads.

In 2015, Georgia enacted the Solar Power Free-Market Financing Act of 2015, O.C.G.A. § 46-3-60, *et. seq.*, allowing solar installers to offer third-party financing to Georgia property owners who want to install solar panels on their property. However, this legislation restricts the size of any such residential solar project to 10 kW and restricts the size of any such commercial solar project to 125 percent of the commercial customer’s actual or expected maximum annual peak demand. Utilities in Georgia are required to buy excess power from distributed generation until the cumulative generating capacity of all renewable

energy sources equals 0.2 percent of the utility's annual peak demand in the prior year. Also, a utility is not required to pay an amount above avoided energy costs. To date, this legislation has not had any material impact on MEAG Power.

Certain Responses of MEAG Power to Competition

General

MEAG Power has been engaged in a program to reduce its costs and otherwise improve its competitive position. This program has included: (a) the establishment of the Municipal Competitive Trust (the "*Competitive Trust*") in order to accumulate and grow through common investment a substantial fund to assist MEAG Power and the Participants in maintaining competitive electric rates and in preparing for competition in the electric utility industry (see "*Competitive Trust*" below); (b) the decision to participate in the construction and development of Vogtle Units 3&4; (c) the establishment of a power supply arrangement with GPC that affords MEAG Power greater control with respect to the commitment and dispatch of its generating facilities and more flexibility to make purchases and sales in external markets (see "MEAG POWER – Bulk Power Supply Operations – *Pseudo Scheduling and Services Agreement*" herein); and (d) participation in TEA, a joint power marketing alliance with certain other public power entities (see "MEAG POWER – Bulk Power Supply Operations – *The Energy Authority*" herein).

Notwithstanding the steps taken by MEAG Power to help maintain its competitive position, MEAG Power cautions that various factors, such as the ongoing evolution of the electric utility industry and the extent and timing of additional competition in the markets of MEAG Power and the Participants, could cause actual results to differ significantly from the projections contained herein of the Participants' power and energy requirements.

Competitive Trust

MEAG Power formed the Competitive Trust pursuant to a Declaration of Trust, The Competitive Trust, dated as of January 1, 1999, as amended (the "*Trust Agreement*"), for the benefit of its Participants and has funded the Competitive Trust ("Competitive Trust") with certain monies that had been accumulated in MEAG Power reserves, including certain rate stabilization monies and sums from the debt service reserves that were released following a successful effort to obtain bondholder consent to amend the Project One and General Resolution Projects Resolutions. A Financial Guaranty in the form of a surety bond was substituted for monies and investments on deposit in the debt service reserve accounts under the Project One and General Resolution Projects Resolutions to preserve the security of the bondholders, thus allowing the accumulated debt service reserves to be transferred to the Competitive Trust. See "SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Debt Service Reserve Accounts – *Deposit of Financial Guaranty*" in APPENDIX F hereto. Funds in the Competitive Trust have been retained and invested, and will be available for application to the purposes permitted under the Trust Agreement, including the reduction of future power supply costs of the Participants. See Note 1(E) to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A.

Participants currently contribute funds into the Flexible Operating, as well as the New Generation and Capacity Funding, accounts on an elective basis. As of December 31, 2023, the net value of the investments in the Competitive Trust was \$610.5 million, with nearly all Participants participating in the Competitive Trust. As of March 31, 2024, the net value of the investments in the Competitive Trust was \$595.3 million. All Participants have the ability to participate in the Competitive Trust.

During 2008 and 2009, several amendments to the terms of the Competitive Trust authorized MEAG Power, on behalf of the Participants executing such amendments, to, among other things, establish the New Generation and Capacity Funding account to permit the Participants to fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by such Participants (including the Vogtle Units 3&4 Projects and the Vogtle Units 3&4 Project Entities), as well as funding of capacity purchases proposed by MEAG Power, purchase of additional entitlement shares or obligation shares of existing MEAG Power projects, and for mitigation of certain bulk power supply cost increases.

If not otherwise expended, monies in the Reserve Funded Debt account may be withdrawn on or after December 31, 2025, and monies in the New Generation and Capacity Funding account may be withdrawn after January 1, 2037. An external trustee holds the funds in the Competitive Trust and maintains balances on an individual Participant basis. The Participants have the right to withdraw funds from the Competitive Trust, subject to certain limitations therein.

The Competitive Trust will terminate when the purposes thereof have been substantially accomplished and MEAG Power and the Participants elect to terminate the Competitive Trust and direct how the funds in the Competitive Trust are to be applied. The Competitive Trust also may be terminated as to any individual Participant when it and MEAG Power elect to terminate after the purposes of the Competitive Trust have been substantially accomplished.

Telecommunications Project

In 1997, MEAG Power formed a separate project (referred to herein as the “*Telecommunications Project*”) to consist of those properties, telecommunications facilities, fibers and other equipment acquired, constructed and installed by MEAG Power. MEAG Power subsequently entered into a Master Agreement, dated January 23, 2001 (the “*Master Agreement*”), with Georgia Public Web, Inc., a Georgia nonprofit corporation (“*GPW*”) formed by the 32 Participants. The purpose of this arrangement was to facilitate the sale of excess capacity of the telecommunications system to third parties by utilizing GPW’s corporate status.

In 2022, GPW sold its assets to Accelecom Georgia, LLC (“*Accelecom*”). MEAG Power sold certain telecommunications assets to and entered into a Master Agreement with Accelecom providing indefeasible rights to use optical fibers in MEAG Power cables. MEAG Power continues to provide maintenance and repair for certain portions of the MEAG Power system used by Accelecom. MEAG Power closed the Telecommunications Project’s accounts during the first quarter of 2024, and will return any remaining funds to the applicable Participants during the second quarter of 2024. MEAG Power’s contracts with its Participants relating to the Telecommunications Project remain in effect in order that any future costs incurred in connection therewith will be passed on to such Participants.

Certain Factors Affecting the Electric Utility Industry

The following is a brief discussion of certain regulatory developments affecting competition. However, this discussion does not purport to be comprehensive or definitive, and these matters are subject to change subsequent to the date hereof.

Energy Policy Act of 2005

On July 29, 2005, Congress passed the Energy Policy Act of 2005, as amended (the “*2005 Energy Policy Act*”) and it was signed by President Bush on August 8, 2005. The 2005 Energy Policy Act made significant changes in the federal regulation of the electric utility industry. This legislation addressed, among other things, energy efficiency, renewable energy, nuclear energy and electricity related reforms;

provided incentives for oil and gas production; and encouraged the deployment of clean coal technology through legislative reforms and directives to FERC relating to certain actions.

MEAG Power has implemented the requirements addressed in Title VI of the 2005 Energy Policy Act (nuclear energy and related issues) with regard to its existing nuclear power generating units and will continue to assess the potential impacts of the 2005 Energy Policy Act on any potential plans for the development of new nuclear power generating units and other generating resources.

The 2005 Energy Policy Act included a requirement under PURPA for utilities (both regulated, through the appropriate regulatory authority, and non-regulated) to consider the adoption of standards pertaining to: (a) the implementation of net metering service; (b) ensuring fuel diversity in generating resources; (c) increased efficiency of fossil fueled generating resources; (d) the installation of time-based metering and communications; and (e) interconnection of distributed generation. MEAG Power is exempt from these PURPA requirements since it sells power only at the wholesale level and does not sell power at the retail level. However, five of the Participants are subject to these PURPA requirements. These Participants have indicated to MEAG Power that they intend to meet the fuel diversity and increased fossil fuel efficiency requirements through their participation in MEAG Power's existing and potential future generating resources that represent a diverse mix of fuel types and generation technologies.

FERC Initiatives

While neither MEAG Power nor any of the Participants is a FERC-jurisdictional "public utility," MEAG Power and all of the Participants nonetheless are affected significantly, directly or indirectly, by certain FERC rulemakings. In addition, many provisions of the Federal Power Act ("FPA") apply to electric utilities, including MEAG Power, that are not FERC-jurisdictional "public utilities."

Open Access Transmission. A non-FERC-jurisdictional utility, such as MEAG Power, that receives open access transmission service from a FERC-jurisdictional utility is required to provide open access service under terms and conditions comparable to the service it receives from the FERC-jurisdictional utility – known as the "reciprocity" requirement. MEAG Power has an Open Access Transmission Tariff ("OATT") in substantially the form of the pro forma OATT adopted by FERC in Order Nos. 888 and 888-A, which required all "public utilities" under the FPA that own, control or operate transmission facilities used in interstate commerce to file OATTs containing minimum terms and conditions of non-discriminatory transmission service with FERC. While MEAG Power is not a "public utility" under the FPA and therefore is not subject to the mandatory filing requirement, MEAG Power believes that its OATT satisfies the reciprocity requirement of Order Nos. 888 and 888-A. MEAG Power's eligibility to obtain OATT transmission service from FERC-jurisdictional public utilities never has been challenged.

MEAG Power's OATT offers firm and non-firm point-to-point transmission service and network integrated transmission service. MEAG Power's OATT rates are stated rates, based on MEAG Power's budgeted transmission costs in effect at the time the rates were established, with certain adjustments to cover properly the cost of providing third-party transmission service. Adjustments include the use of taxable debt for transmission facilities, adjustments to cover equity in the transmission system and adjustments for specific facilities to be considered transmission facilities. MEAG Power also has a native load service obligation that is afforded the protections included in its existing OATT.

The establishment of TEA, discussed above under "MEAG POWER – Bulk Power Supply Operations – *The Energy Authority*," satisfied a standard of conduct requirement under FERC's Order No. 889, as amended, which has the effect of requiring MEAG Power to establish a wholesale marketing organization separate and apart from its operating group that controls operations of its generation and transmission facilities. In October 2008, FERC issued Order No. 717, which, among other things, amended FERC's Standards of Conduct for Transmission Providers to make them clearer and to refocus the rules on

the areas where there is the greatest potential for abuse. MEAG Power believes that its participation in ACES and related procedures, which does not have a material impact on MEAG Power's costs, satisfies the reforms to the standards of conduct included in Order No. 717.

In 2007, FERC issued Order No. 890 amending the regulations and the pro forma OATT adopted in Order Nos. 888 and 889. Order No. 890's requirements include: (a) greater consistency and transparency in available transfer capability calculations; (b) open, coordinated and transparent planning; (c) reforms of energy imbalance penalties; (d) reform of rollover rights policy; (e) clarification of tariff ambiguities; and (f) increased transparency and customer access to information. FERC reaffirmed many of the core elements of the Order No. 888 pro forma OATT in Order No. 890, including: (a) the comparability requirement wherein third-party users of the transmission system must receive service in a manner comparable to the transmission owner's use of the system; and (b) the continuance of the protection of native load customers' transmission service rights, with FERC determining that the protections included in the Order No. 888 pro forma OATT were consistent with FPA Section 217. In addition, FERC's approach to reciprocity for non-FERC-jurisdictional transmission owners, which includes MEAG Power, was retained and broadened such that, if a Regional Transmission Organization ("*RTO*") or Independent System Operator ("*ISO*") is the transmission provider, reciprocity is applied and available to all members of the RTO or ISO.

Section 211A of the FPA, which was added by the 2005 Energy Policy Act, authorized FERC to order an "unregulated transmitting utility," defined as entity that owns or operates facilities used for the transmission of electric energy in interstate commerce but which is not a "public utility," which includes MEAG Power, to provide transmission services at rates, and on terms and conditions, that are comparable to those under which such non-public utilities provide transmission service to themselves. In Order No. 890, FERC stated it would apply Section 211A provisions on a case-by-case basis. No Section 211A request for transmission service has been addressed to MEAG Power. MEAG Power has participated in a joint transmission planning process for decades and is cosponsoring and participating in regional and interregional transmission planning processes, the proposed details of which were filed with FERC by Southern Company, as called for in Order No. 890 and subsequently expanded in Order No. 1000. The inter-regional transmission planning process is sponsored by many of the major transmission owners registered by SERC. MEAG Power believes that its current OATT coupled with its participation in regional planning satisfies the broadened "reciprocity" requirements of Order No. 890, and MEAG Power's eligibility to obtain OATT transmission service from public utilities never has been challenged.

Transmission Planning. In 2011, FERC issued Order No. 1000, entitled "Transmission Planning and Cost Allocation by Transmission Owning and Operating Public Utilities." Order No. 1000 requires that, among other things, public utility transmission providers participate in a regional process that produces a regional transmission plan satisfying certain principles. Order No. 1000 also provides that public utility transmission providers amend their open access transmission tariffs to include a methodology for allocating the costs of new regional and inter-regional transmission facilities. Order No. 1000 does not, however, disturb the charges for transmission facilities that existed on such order's effective date.

As a non-public utility, MEAG Power is not directly subject to the requirements of Order No. 1000. However, in Order No. 1000, FERC stated that non-public utilities that decline to bear their assigned share of the costs for new regional facilities may be denied tariff-based transmission service from public utilities and that FERC will consider using the authority it has under Section 211A of the FPA against such non-public utilities. MEAG Power intervened in the Order No. 1000 compliance filings of Southern Company and certain other FERC-jurisdictional public utilities. Those compliance filings have since been accepted by FERC. MEAG Power is continuing to participate, voluntarily, in a regional transmission planning process with Southern Company and certain other southeast utilities. Order No. 1000 and related orders have not had a material adverse effect on MEAG Power, the Participants or the ITS. On April 21, 2022, FERC issued a Notice of Proposed Rulemaking entitled "Building for the Future Through Regional Transmission Planning and Cost Allocation and Generator Interconnection" (the "*Transmission NOPR*").

In the Transmission NOPR, FERC proposed reforms and revisions to existing regulations to improve regional transmission planning, cost allocation, and generator interconnection processes. The Transmission NOPR proposed reforms in three areas: (a) long-term regional transmission planning and cost allocation processes, (b) cost responsibility for regional transmission facilities and interconnection-related network upgrades, and (c) enhanced oversight over how new transmission facilities are identified and funded. In addition, the Transmission NOPR proposed to amend Order No. 1000 to permit the exercise of a federal right of first refusal for transmission facilities selected in a regional transmission plan for purposes of cost allocation. On July 28, 2023, FERC issued a final rule Order No. 2023 which addresses Large and Small Generator Interconnection Procedures and Agreements. FERC is expected to issue a final rule in 2024 to address Transmission Planning and Cost Allocation.

Generator Interconnection. In 2018, FERC issued Order No. 842, in which it revised its regulations to require newly interconnecting large and small generating facilities, both synchronous and non-synchronous, to install, maintain, and operate equipment capable of providing primary frequency response as a condition of interconnection. In this order, FERC modified the pro forma Large Generator Interconnection Agreement (“*LGIA*”) and the pro forma Small Generator Interconnection Agreement (“*SGIA*”) to include these requirements. These revisions are designed to address the potential reliability impact of the evolving generation resource mix and to ensure that the relevant provisions of the *LGIA* and *SGIA* are just, reasonable, and not unduly discriminatory or preferential. MEAG Power does not anticipate that Order No. 842 will have a material impact to MEAG Power, the Participants or the ITS.

In 2018, FERC issued Order No. 845, which amended the Large Generator Interconnection Procedures (“*LGIP*”) and the pro forma *LGIA*. The amendments enacted by Order No. 845 are intended to improve certainty by: (a) giving interconnection customers the option to build a transmission provider’s interconnection facilities and standalone network upgrades, and (b) establishing requirements for the transmission provider to establish interconnection dispute resolution procedures which allow for a disputing party to unilaterally seek a non-binding dispute resolution. Other goals of Order No. 845 are to promote more informed interconnection decisions by: (a) requiring transmission providers to outline and make public a method for determining contingent facilities; (b) requiring transmission providers to list the specific study processes and assumptions for forming the network models used for interconnection studies; (c) revising the definition of “Generator Facility” to explicitly include electric storage resources; and (d) establishing reporting requirements for aggregate interconnection study performance. In addition, Order No. 845 is intended to enhance interconnection process by: (a) allowing the interconnection customer to request a level of interconnection service which is lower than its generating facility capacity; (b) requiring transmission providers to allow for provisional interconnection agreements which provide for limited operation of a generating facility prior to completion of the full interconnection process; (c) requiring transmission providers to create a process for interconnection customers to use “surplus interconnection service” at existing points of interconnection to provide interconnection service to additional generation up to the level of service established in the *LGIA* without having to file a new request for interconnection; and (d) requiring transmission providers to set forth a procedure to allow transmission providers to assess and, if necessary, study an interconnection customer’s technology changes without affecting the interconnection customer’s queued position. MEAG Power is in the process of reviewing these new requirements; *however*, there are no expectations of a material impact to MEAG Power, the Participants or the ITS at this time.

On June 16, 2022, FERC issued a Notice of Proposed Rulemaking entitled “Improvements to Generator Interconnection Procedures and Agreements” (the “*Interconnection NOPR*”). In the *Interconnection NOPR*, FERC proposed reforms to the pro forma *LGIP*, *SGIP*, *LGIA*, and *SGIA* to address interconnection queue backlogs and improve interconnection queue processing time. FERC proposed reforms to three key areas: (a) implementation of a first-ready, first-served cluster study process; (b) more stringent financial commitments and readiness requirements for interconnection customers; (c) streamlining requests by permitting sharing of interconnection requests, modification of existing interconnection requests, and consideration of alternative transmission solutions. While there is no material impact to

MEAG Power at this time, the final rule adopted in this proceeding could significantly transform the processing of interconnection requests.

NERC Reliability Standards. The 2005 Energy Policy Act also added Section 215 of the FPA, which expanded FERC’s jurisdiction to ensure the reliability of the “bulk-power system,” defined as (a) “facilities and control systems necessary for operating an interconnection electric energy transmission network (or any portion thereof) and (b) electric energy from generation facilities needed to maintain transmission system reliability.” In 2007, FERC issued Order No. 693, entitled “Mandatory Reliability Standards for the Bulk-Power System.” In this order, FERC approved the majority of the proposed reliability standards developed by NERC, which FERC had certified as the Electric Reliability Organization responsible for developing and enforcing mandatory reliability standards. The order also added a new part to FERC’s regulations, which applies to all users, owners and operators of the bulk power system within the United States (other than Alaska or Hawaii), including MEAG Power. In addition to maintaining the reliability of the bulk electric system, NERC standards cover areas such as maintenance, training, operations, planning, modeling, critical infrastructure, physical and cyber security, vegetation management, and facility ratings. NERC was also permitted to delegate certain enforcement authority to approved regional entities. SERC is the approved regional entity for most of the Southeast United States including MEAG Power’s service territory. NERC is authorized to enforce its reliability standards, subject to FERC oversight, through the imposition of substantial monetary penalties and non-monetary remediation actions on NERC-registered entities that are found to be in violation of the standards.

MEAG Power has CFRs with GPC covering operating and planning functions relating to projects other than the CC Project. Under these CFRs, GPC agreed to undertake NERC reliability obligations associated with those projects. MEAG Power also has entered into a CFR with GPC with respect to the CC Project, which transferred certain asset compliance responsibilities to GPC. MEAG Power signed an agreement with NAES that was approved by SERC and NERC in 2019, pursuant to which MEAG Power transferred all generator owner and generator operator responsibilities for the CC Project to NAES. By transferring the responsibilities for compliance with these obligations to GPC and NAES, MEAG Power believes that it has significantly reduced its regulatory risks relating to reliability and the associated risks of monetary penalties.

In third quarter 2021, SERC completed a joint NERC Critical Infrastructure Protection standards audit with MEAG Power and Southern Company. For MEAG Power’s portion of the audit, SERC reported no findings and no recommendations, which ended the audit. SERC conducted another audit of MEAG Power’s compliance with certain NERC reliability standards in 2022. MEAG Power believes it is in compliance with its current NERC and SERC reliability obligations.

Other Federal Legislative Initiatives

In recent sessions of Congress, various members have introduced legislation relevant to the electric industry, including that to address global climate change. MEAG Power actively provides input to the legislative process through its participation in the Alliance for Fuel Options, Reliability and Diversity; the American Public Power Association; and the Large Public Power Council, as well as through interaction with members of Congress, Congressional Committees, and their staffs.

Georgia Legislative Initiatives

At present, there are no pending bills that would mandate restructuring of the electric industry in Georgia or amend the Territorial Act. In addition, projections of MEAG Power’s operations used for planning purposes assume that there will not be any significant changes in the electric utility industry in Georgia and that the Territorial Act will remain unchanged and in effect.

Legislation in recent years addressing distributed generation, CCRs, air quality, and eminent domain, among other issues, has not been significant. MEAG Power continues to work diligently with allied organizations and trade associations to monitor and have input on harmful legislative proposals.

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SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA

The information in the table below provides a summary of selected financial and operating data for MEAG Power. See APPENDIX A hereto for MEAG Power's 2023 Financial Statements, including the Notes thereto and the "Management's Discussion and Analysis of Financial Condition and Results of Operations" with respect thereto contained therein.

	For the year ended or as of December 31,		
	2021	2022	2023
	(Dollars in Thousands)		
Revenues	\$ 714,194	\$ 974,385	\$ 877,605
Expenses			
Operating Expenses ⁽¹⁾	\$ 604,628	\$ 722,685	\$ 687,928
Non-operating Expense, net	32,526	172,616	47,269
Change in net costs to be recovered from Participants or Competitive Trust obligations	77,040	79,084	142,408
Total Expenses	\$ 714,194	\$ 974,385	\$ 877,605
Total Assets and Deferred Outflows of Resources	\$ 12,213,921	\$ 12,127,476	\$ 12,719,777
Property, plant and equipment, net	\$ 8,044,173	\$ 8,326,730	\$ 8,624,312
Debt Outstanding (excluding defeased bonds)	\$ 9,090,092	\$ 9,090,064	\$ 9,459,180
Energy delivered to Participants – MWh			
By MEAG Power	10,255,949	11,377,023	11,200,520
By SEPA ⁽²⁾	753,825	641,579	642,314
Total Delivered Energy ⁽²⁾	11,009,774	12,018,602	11,842,834
Percentage Change	6.10%	9.16%	-1.46%
Sales to Other Utilities – MWh	1,783,224	1,407,851	1,304,007
Cost to Participants – cents/kilowatt hour (kWh)			
Total Cost ⁽²⁾	6.58	7.23	7.03
Bulk Power Cost	6.59	7.23	7.00
SEPA Cost ⁽²⁾	6.49	7.37	7.59
Peak Demand – MW	1,985	2,188	2,204
Percentage Change	3.0%	10.2%	0.7%
Generating Capacity In Service – MW ⁽³⁾⁽⁴⁾			
Utilized by MEAG Power ⁽⁵⁾⁽⁶⁾⁽⁷⁾	1,540	1,271	1,521
Generation Station Vogtle Sellbacks	26	26	26
Wansley CC Unit	503	503	503
Total Generating Capacity in Service	2,069	1,800	2,050

- (1) With respect to Generation Stations Hatch, Scherer, and Vogtle (see Notes (6) and (7) regarding Vogtle Units 3&4), GPC has contracted to operate and maintain the jointly owned facilities as agent for the respective co-owners, including MEAG Power. MEAG Power's proportionate share of plant operating expenses with respect to years 2023 and 2022 is included in the corresponding operating expense items in the applicable Consolidated Statement of Net Revenues set forth in APPENDIX A hereto. See Note (5) below regarding Generation Station Wansley.
- (2) MEAG Power's Participants purchase hydro energy directly from SEPA. Such energy is included in these calculations.
- (3) MW generating capacity is at nominal ratings.
- (4) Excludes SEPA capacity, which is purchased by the Participants and capacity purchased by MEAG Power from others.
- (5) Decertification and retirement of Generation Station Wansley occurred on August 31, 2022. See "MEAG POWER – Bulk Power Supply Operations – Facilities in Project One and the General Resolution Projects – Hal B. Wansley Coal Generation Station" herein.
- (6) Vogtle Unit 3 entered commercial operation on July 31, 2023.
- (7) On April 29, 2024, Unit 4 entered commercial operation, adding 250 MW of clean energy and increasing MEAG Power's total capacity to 2,300 MW.

Management's Discussion and Analysis of Financial Condition and Results of Operations

The audited consolidated financial statements of MEAG Power as of December 31, 2023 and 2022 and for the fiscal years then ended are contained in APPENDIX A hereto. Also included in such APPENDIX A is MEAG Power's "Management's Discussion and Analysis of Financial Condition and Results of Operations" with respect to such financial statements. Such financial statements should be read in their entirety, including the Notes thereto and such "Management's Discussion and Analysis of Financial Condition and Results of Operations" contained therein.

Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial Condition

MEAG Power has entered into certain agreements that contain provisions giving the other parties thereto certain rights and remedies based upon downgrades in MEAG Power's credit ratings below specified levels and/or the occurrence of certain other events or circumstances. In addition, MEAG Power has entered into certain other agreements and arrangements that contain provisions giving other parties certain rights and remedies based upon downgrades in the credit ratings of certain financial institutions that provide credit enhancement in connection with such agreements and arrangements below specified levels and/or the occurrence of certain other events or circumstances.

The table below sets forth the current ratings for MEAG Power's Project One Senior Bonds, Project One Subordinated Bonds, General Resolution Projects Senior Bonds, General Resolution Projects Subordinated Bonds, CC Bonds, Project M Bonds, Project J Bonds and Project P Bonds as assigned by Fitch Ratings ("*Fitch*"), Moody's Investors Service, Inc. ("*Moody's*") and Standard & Poor's Global Ratings, a Standard & Poor's Financial Services LLC business ("*S&P*" and together with Fitch and Moody's, the "*Rating Agencies*") and current outlooks. Given its current ratings levels, MEAG Power's management does not believe that the rating and other credit-related triggers relating to MEAG Power contained in any of its existing agreements will have a material adverse effect on its liquidity, results of operations or financial condition. However, MEAG Power's ratings reflect the views of the Rating Agencies and not of MEAG Power and, therefore, MEAG Power cannot give any assurance that its ratings will be maintained at current levels for any period of time. In addition, MEAG Power cannot give any assurance that the ratings of the financial institutions that provide credit enhancement in connection with such agreements and arrangements will be maintained at current levels for any period of time, or that the rating and other credit-related triggers relating to such financial institutions contained in any of such agreements and arrangements will not have a material adverse effect on MEAG Power's liquidity, results of operations or financial condition.

	<u>Fitch</u>	<u>Moody's</u>	<u>S&P</u>
Project One Senior Bonds	A (Stable)	A1 (Stable)	A (Stable)
Project One Subordinated Bonds.....	A- (Stable)	A2 (Stable)	A- (Stable)
General Resolution Projects Senior Bonds.....	A (Stable)	A1 (Stable)	A (Stable)
General Resolution Projects Subordinated Bonds.	A- (Stable)	A2 (Stable)	A- (Stable)
CC Bonds	A- (Stable)	A1 (Stable)	A- (Stable)
Project M Bonds.....	BBB+ (Positive)	A2 (Stable)	A (Stable)
Project J Bonds.....	BBB+ (Positive)	A3 (Stable)	A (Stable)
Project P Bonds	BBB+ (Stable)	Baa2 (Stable)	BBB+ (Stable)

The following paragraphs describe the provisions of those agreements and arrangements that could affect MEAG Power's liquidity, results of operations or financial condition:

Interest Rate Swap Agreements

As of December 31, 2023 and March 31, 2024, MEAG Power had entered into interest rate swap transactions outstanding under interest rate swap master agreements with three different counterparties. Currently, MEAG Power has interest rate swap transactions outstanding with respect only to Project One. For additional information concerning those interest rate swap transactions, see Notes 2(K), 2(L) and 5 to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A.

Under the master agreements, the exposure limit is (a) \$0 if MEAG Power's ratings are lower than "A3" or "A-" by Moody's or S&P, (b) \$25,000,000 if the lower of MEAG Power's ratings by Moody's and S&P is between "A3" and "A1" by Moody's or between "A-" and "A+" by S&P, (c) \$50,000,000 if the lower of MEAG Power's ratings by Moody's and S&P is between "Aa3" and "Aa1" by Moody's or between "AA-" and "AA+" by S&P and (d) \$75,000,000 if MEAG Power's ratings are "Aaa" by Moody's and "AAA" by S&P. Under one transaction confirmation, such exposure limit termination event is not applicable, and in lieu thereof, a termination event occurs if MEAG Power's unenhanced subordinated, ratings are equal to or lower than "Baa2", "BBB" or "BBB" by Moody's, S&P or Fitch.

All of the master agreements provide that, upon receipt by MEAG Power from the counterparty of notice to the effect that MEAG Power's credit exposure value exceeds the applicable exposure limit, the counterparty is permitted to terminate all of the transactions outstanding thereunder unless, within five business days, MEAG Power (a) causes its credit ratings to be upgraded, (b) causes its obligations under any or all of the transactions thereunder to be guaranteed, insured or similarly supported by a credit enhancer acceptable to the counterparty whose credit exposure value is less than the exposure limit applicable to such credit enhancer or (c) reduces MEAG Power's aggregate credit exposure value thereunder by causing one or more of the transactions thereunder to be terminated (and, in that event, MEAG Power pays to the counterparty any termination payment(s) resulting therefrom).

As of December 31, 2023, the aggregate fair market value of the various interest rate swap transactions relating to Project One outstanding under the master agreement(s) with each particular counterparty ranged from approximately \$(6,371,000) to approximately \$(11,716,000), and the aggregate fair market value of the interest rate swap transactions outstanding under the master agreements with all counterparties was approximately \$(28,600,000). As of March 31, 2024, the aggregate fair market value of the various interest rate swap transactions relating to Project One outstanding under the master agreement(s) with each particular counterparty ranged from approximately \$(4,963,000) to approximately \$(9,248,000), and the aggregate fair market value of the interest rate swap transactions outstanding under the master agreements with all counterparties was approximately \$(22,641,000). When stating the fair market value of an interest rate swap transaction or group of swap transactions, the number represents the amount that MEAG Power would pay (if negative) or receive (if positive) if the transaction(s) were terminated as of the specified date.

MEAG Power has executed credit support annexes with the counterparties under the master agreements requiring the counterparties to post collateral under certain circumstances. Subject to certain adjustments, the amount of a counterparty's posted collateral at any time must be equal to the amount, if any, it would be required to pay if its transactions with MEAG Power were terminated at such time, reduced by the following thresholds: (a) \$0 if the counterparty's ratings are lower than "A3" or "A-" by Moody's or S&P, (b) \$25,000,000 if the lower of the counterparty's ratings by Moody's and S&P is between "A3" and "A1" by Moody's or between "A-" and "A+" by S&P, (c) \$50,000,000 if the lower of the counterparty's ratings by Moody's and S&P is between "Aa3" and "Aa1" by Moody's or between "AA-" and "AA+" by S&P and (d) \$75,000,000 if the counterparty's ratings are "Aaa" by Moody's and "AAA" by S&P, and the minimum transfer amount is \$100,000; *provided, however*, that the threshold for Wells Fargo Bank, National Association ("Wells Fargo") is \$2,000,000 if its ratings are lower than "A3" or "A-" by Moody's or S&P.

Credit and Liquidity Support for MEAG Power's Commercial Paper Notes

Credit and liquidity support for MEAG Power's Project One commercial paper notes and its General Resolution Projects commercial paper notes currently are being provided pursuant to two separate letters of credit issued by the indicated banks as follows: (a) a letter of credit (the "*TD Project One Letter of Credit*") issued by TD Bank, N.A. ("*TD Bank*") with respect to the Project One Series B commercial paper notes for \$100,000,000; and (b) a letter of credit (the "*PNC General Resolution Projects Letter of Credit*") and, together with the TD Project One Letter of Credit, the "*CP Letters of Credit*") issued by PNC Bank, National Association ("*PNC Bank*") with respect to the General Resolution Projects Series B commercial paper notes for \$50,000,000. An interest portion of \$5.9 million related to the CP Letters of Credit is also available. Any amounts drawn under the letters of credit would be payable by MEAG Power on a semiannual basis over a three-year period using the respective bank's (each, a "*CP LOC Bank*") interest rates. The CP Letters of Credit are scheduled to terminate on November 17, 2026, subject to extension at the sole discretion of the applicable CP LOC Bank. The maximum amount of commercial paper notes authorized to be issued is \$410.0 million, but in no event can the aggregate principal amount of all commercial paper notes outstanding, and the interest thereon due at maturity, exceed the aggregate stated amounts of all such letters of credit at any time outstanding and in effect. A principal amount of validated but unissued Power Revenue Bonds and General Power Revenue Bonds of not less than the amount of subordinated bonds issued as bond anticipation notes ("*BANs*") is required and was maintained as of both December 31, 2023 and March 31, 2024.

As of both December 31, 2023 and March 31, 2024, there were no unreimbursed drawings outstanding under either CP Letter of Credit.

Any drawing made under a CP Letter of Credit bears interest at the rate per annum set forth in the reimbursement agreement pursuant to which such CP Letter of Credit was issued, which rate may be significantly higher than the market rates of interest borne by MEAG Power's commercial paper notes.

See "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Financing Program – *Outstanding Indebtedness of MEAG Power – Project One and Existing General Resolution Projects*" herein for a discussion of the principal amounts of the Project One and General Resolution Projects commercial paper notes outstanding as of December 31, 2023 and as of March 31, 2024.

Credit and Liquidity Support for MEAG Power's Variable Rate Subordinated Bonds

MEAG Power's Project One Subordinated Bonds, Series 2008B (the "*Project One Series 2008B Subordinated Bonds*"), are supported by a standby letter of credit issued by PNC Bank that expires on February 11, 2025 (the "*PNC Letter of Credit*"). As of both December 31, 2023 and March 31, 2024, there were \$148,065,000 of Project One Series 2008B Subordinated Bonds outstanding.

If a Project One Series 2008B Subordinated Bond that is subject to tender for purchase by the owner thereof is not remarketed, subject to the satisfaction of certain conditions, PNC Bank is obligated to honor a drawing under the PNC Letter of Credit in an amount sufficient to pay the purchase price of such Project One Series 2008B Subordinated Bond. Any such Project One Series 2008B Subordinated Bond purchased with the proceeds of such a drawing is required to be redeemed by MEAG Power in equal semiannual installments over a period of approximately five years. As of both December 31, 2023 and March 31, 2024, no Project One Series 2008B Subordinated Bonds had been tendered for purchase by the owners thereof and not remarketed.

Revolving Credit Agreements

On April 5, 2022 MEAG Power entered into three revolving credit agreements with a commercial bank, one for Project One, one for the Existing General Resolution Projects and one for the CC Project (respectively, the “*Replacement Project One Revolving Credit Agreement*,” the “*Replacement Projects Two, Three and Four Revolving Credit Agreement*” and the “*Replacement CC Project Revolving Credit Agreement*” and, collectively, the “*Replacement Revolving Credit Agreements*”), in substitution for prior agreements. The aggregate commitment under all three Replacement Revolving Credit Agreements is \$72.5 million. Under each Replacement Revolving Credit Agreement, prior to the “termination date” thereof (which currently is April 4, 2025, but is subject to extension from time to time at the sole discretion of the bank), MEAG Power is required to issue and sell Project One Senior Bonds, General Resolution Projects Senior Bonds or CC Bonds, as applicable, in an amount sufficient to repay the notes in full at their maturity, unless other funds have been provided therefor. Each Replacement Revolving Credit Agreement provides that, upon the occurrence and continuation of any event of default on the part of MEAG Power thereunder, the bank may, among other things, require MEAG Power to issue a series of Project One Senior Bonds, General Resolution Projects Senior Bonds or CC Bonds, as applicable, in exchange for the notes, which bonds shall mature in one, two, or three years, at the option of the bank.

As of December 31, 2023 and March 31, 2024, the amounts outstanding under the Project One Revolving Credit Agreement, the General Resolution Projects Revolving Credit Agreement and the CC Project Revolving Credit Agreement were \$18,000,000, \$7,000,000 and \$0, respectively. As of March 31, 2024, the amounts outstanding under the Project One Revolving Credit Agreement, the General Resolution Projects Revolving Credit Agreement and the CC Project Revolving Credit Agreement were \$20,000,000, \$7,000,000 and \$0, respectively.

On November 9, 2022, MEAG Power and two commercial banks renewed its revolving credit agreements for Project One and the Existing General Resolution Projects (respectively, the “*Additional Project One Revolving Credit Agreement*” and the “*Additional Projects Two, Three and Four Revolving Credit Agreement*” and, collectively, the “*Additional Revolving Credit Agreements*”) that permit MEAG Power to borrow from such banks, until the end of the “revolving credit period” thereunder (currently, until November 9, 2025 unless earlier terminated, and subject to extension at the sole discretion of the applicable bank), in the aggregate, not to exceed \$225.0 million. Any amounts borrowed under the Additional Revolving Credit Agreements would be payable by MEAG Power following the end of the revolving credit period on a quarterly basis over a three-year period using the bank’s interest rates. Since the notes evidencing such banks’ right to be repaid for such borrowings constitute subordinated bonds issued as BANs, a principal amount of validated but unissued Power Revenue Bonds and General Power Revenue Bonds of not less than the amount of such subordinated bonds is required and was maintained as of both December 31, 2023 and March 31, 2024.

On December 28, 2023, MEAG Power entered into three revolving credit agreements with a commercial bank to fund construction completion costs and post-commercial operation capital projects relating to Vogtle Units 3&4. Advances under each credit agreement may be made on a tax-exempt or taxable basis in amounts not to exceed in the aggregate for each project \$50 million, \$40 million and \$20 million in respect of Project M, Project J and Project P, respectively. The credit agreements relating to Project J and Project P were subsequently amended and restated on March 27, 2024, and the commitments thereunder were increased to \$75 million and \$40 million, respectively. MEAG Power’s obligations relating to the Project M credit agreement are evidenced by Plant Vogtle Units 3&4 Project M Bonds, Series 2023B and Taxable Series 2023C. Its obligations relating to the Project J credit agreement are evidenced by Plant Vogtle Units 3&4 Project J Bonds, Series 2023B and Taxable Series 2023C. Its obligations relating to the Project P credit agreement are evidenced by Plant Vogtle Units 3&4 Project P Bonds, Series 2023C and Taxable Series 2023D. MEAG Power may borrow under the credit agreements until the

maturity date thereunder (currently, December 28, 2025), unless earlier terminated, and subject to extension of such date at the sole discretion of the commercial bank.

Gas Transportation Agreement

MEAG Power has an agreement in effect for the transportation of natural gas for the CC Project that contains provisions entitling the other party thereto to exercise certain rights based upon MEAG Power's creditworthiness. Pursuant to the agreement, the other party has the right to terminate the agreement and seek any other legal remedies available to it if (a) MEAG Power, in the other party's reasonable judgment, fails to demonstrate creditworthiness and (b) MEAG Power fails to provide adequate security as determined by the other party. In the event that the agreement is terminated, MEAG Power would have to acquire gas transportation capacity at market rates, which rates could be in excess of the rates provided for in the agreement.

Natural Gas Hedging Contracts

MEAG Power uses fuel-related derivative financial instruments/natural gas hedges to manage specific risks associated with procurement of natural gas for the CC Project. Such strategies are governed by MEAG Power's Fuel Risk Policy (see "MEAG POWER – Fuel Risk Management Policy" herein) and primarily include hedging transactions used to manage MEAG Power's natural gas cost. As of both December 31, 2023 and March 31, 2024, MEAG Power had entered into natural gas hedging transactions outstanding under International Swaps and Derivatives Association, Inc. master agreements with two different counterparties. For additional information concerning those natural gas hedging transactions, see Notes 2(I), 2(J), 2(K) and 2(L) to MEAG Power's 2023 Financial Statements attached hereto as APPENDIX A.

Under the master agreements, the exposure limit is (a) \$0 if MEAG Power's ratings are lower than "A3" or "A-" by Moody's or S&P, (b) \$25,000,000 if the lower of MEAG Power's ratings by Moody's and S&P is between "A3" and "A1" by Moody's or between "A-" and "A+" by S&P, (c) \$50,000,000 if the lower of MEAG Power's ratings by Moody's and S&P is between "Aa3" and "Aa1" by Moody's or between "AA-" and "AA+" by S&P and (d) \$75,000,000 if MEAG Power's ratings are "Aaa" by Moody's and "AAA" by S&P.

Each master agreement provides that, upon receipt by MEAG Power from the counterparty of notice to the effect that MEAG Power's credit exposure value exceeds the applicable exposure limit, the counterparty is permitted to terminate all of the transactions outstanding thereunder unless, within five business days, MEAG Power (a) causes its credit ratings to be upgraded, (b) causes its obligations under any or all of the transactions thereunder to be guaranteed, insured or similarly supported by a credit enhancer acceptable to the counterparty whose credit exposure value is less than the exposure limit applicable to such credit enhancer or (c) reduces MEAG Power's aggregate credit exposure value thereunder by causing one or more of the transactions thereunder to be terminated (and, in that event, MEAG Power pays to the counterparty any termination payment(s) resulting therefrom).

As of December 31, 2023, the aggregate fair market value of the various natural gas hedging transactions outstanding under the master agreement with each particular counterparty was approximately \$(1,891,837), and approximately \$(800,895), respectively, and the aggregate fair market value of the natural gas hedging transactions outstanding under the master agreements with both counterparties was \$(2,692,731). As of March 31, 2024, the aggregate fair market value of the various natural gas hedging transactions outstanding under the master agreement with each particular counterparty was approximately \$(1,757,627) and approximately \$(1,584,095), respectively, and the aggregate fair market value of the natural gas hedging transactions outstanding under the master agreements with both counterparties was approximately \$(3,341,723). (Note: When noting the fair market value of a natural gas hedging transaction

or group of natural gas hedging transactions, the number represents the amount that MEAG Power would pay (if negative) or receive (if positive) if the transaction(s) were terminated as of the specified date.)

MEAG Power has executed credit support annexes with the counterparties under the master agreements requiring the counterparties to post collateral under certain circumstances. Subject to certain adjustments, the amount of a counterparty's posted collateral at any time must be equal to the amount, if any, it would be required to pay if its transactions with MEAG Power were terminated at such time, reduced by the following thresholds: (a) \$0 if the counterparty's ratings are lower than "A3" or "A-" by Moody's or S&P, (b) \$25,000,000 if the lower of the counterparty's ratings by Moody's and S&P is between "A3" and "A1" by Moody's or between "A-" and "A+" by S&P, (c) \$50,000,000 if the lower of the counterparty's ratings by Moody's and S&P is between "Aa3" and "Aa1" by Moody's or between "AA-" and "AA+" by S&P and (d) \$75,000,000 if the counterparty's ratings are "Aaa" by Moody's and "AAA" by S&P, and the minimum transfer amount is \$100,000.

CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS

Capital Improvements Program

MEAG Power is obligated to pay its share of the costs of acquisition and construction of Capital Improvements for its projects. At December 31, 2023, the estimated direct costs for Capital Improvements for Project One and the Existing General Resolution Projects that were reflected in MEAG Power's capital budget total \$782.8 million over the period 2024 through 2028, including a portion of the estimated costs of certain improvements relating to environmental compliance with respect to the coal units described below. Of such total amount, \$445.8 million is related to MEAG Power's ownership interests in the generating facilities included in such Projects (assuming that no additional nuclear fuel will need to be acquired) and \$337.5 million is for transmission facilities. The direct cost estimates have been prepared by MEAG Power based on current budgets of GPC. For a number of reasons, including unforeseen inflationary pressures and compliance with governmental regulations, actual costs may vary substantially from such direct cost estimates.

As described herein under the caption "MEAG POWER – Bulk Power Supply Operations – Facilities in Project One and the General Resolution Projects," to achieve compliance with certain federal and state emissions limitations and requirements, in recent years, MEAG Power and the other owners of Generation Station Scherer Unit Nos. 1 and 2 and Generation Station Wansley, prior to decertification and retirement of the Wansley units in 2022, have made significant investments in environmental enhancements at such units. See "MEAG POWER – Bulk Power Supply Operations – Facilities in Project One and the General Resolution Projects – Hal B. Wansley Coal Generation Station" herein. For these units, MEAG Power has invested \$682.6 million from 2000 through 2023 in environmental enhancements, including a switch to lower sulfur coal at Generation Station Scherer Unit Nos. 1 and 2, installing control technologies to reduce emissions of mercury, SO₂, NO_x, non-mercury metals, and acid gases at Generation Station Scherer Unit Nos. 1 and 2 and at Generation Station Wansley and installing systems to dispose of ash and treat coal pile run-off water in compliance with the CCR rule at Generation Station Scherer Unit Nos. 1 and 2 and at Generation Station Wansley.

MEAG Power anticipates that the total capital investment for environmental equipment additions at its coal units for the years 2024 through 2028 will be \$191.9 million, of which \$84.6 million is attributable to MEAG Power's interests in the coal units included in Project One and \$107.3 million is attributable to MEAG Power's interests in the coal units included in the Existing General Resolution Projects.

MEAG Power's current capital budget provides for \$9.5 million of capital improvements to the CC Project over the period 2024 through 2028. MEAG Power anticipates that the costs of those capital improvements during such period will be paid from revenues of the CC Project.

MEAG Power's projected costs of Capital Improvements, which are assumed to be funded from a combination of Senior Bonds, Subordinated Bonds and Revenues, are summarized in the following table for Project One and the Existing General Resolution Projects for the period 2024 through 2028.

Projected Capital Improvements \$(000) ⁽¹⁾						
Year	Project One			General Resolution Projects		
	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total
2024	\$114,154	\$60,274	\$174,428	\$2,519	\$23,144	\$25,663
2025	99,455	57,613	157,068	4,244	22,936	27,180
2026	51,153	60,121	111,274	10,002	18,821	28,823
2027	49,333	66,674	116,007	3,748	33,188	36,936
2028	37,264	52,292	89,556	103	20,899	21,002
Total	<u>\$351,359</u>	<u>\$296,974</u>	<u>\$648,333</u>	<u>\$20,616</u>	<u>\$118,988</u>	<u>\$139,604</u>

Year	CC Project			Project M		
	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total
2024	\$0	\$6,198	\$6,198	\$7,893	\$0	\$7,893
2025	0	3,080	3,080	9,709	0	9,709
2026	0	79	79	8,819	0	8,819
2027	0	81	81	9,211	0	9,211
2028	0	83	83	7,432	0	7,432
Total	<u>\$0</u>	<u>\$9,522</u>	<u>\$9,522</u>	<u>\$43,064</u>	<u>\$0</u>	<u>\$43,064</u>

Year	Project J			Project P		
	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total	Bond Funded ⁽²⁾	Revenue Funded ⁽³⁾	Total
2024	\$9,595	\$0	\$9,595	\$5,815	\$0	\$5,815
2025	11,803	0	11,803	7,153	0	7,153
2026	10,721	0	10,721	6,498	0	6,498
2027	11,197	0	11,197	6,786	0	6,786
2028	9,035	0	9,035	5,476	0	5,476
Total	<u>\$52,351</u>	<u>\$0</u>	<u>\$52,351</u>	<u>\$31,728</u>	<u>\$0</u>	<u>\$31,728</u>

Total Projected Capital Improvements for 2024-28 (\$000): \$915,080.

- (1) There are no assumed issuances for nuclear fuel.
- (2) Amounts shown reflect capital expenditures to be paid from the respective Construction Fund and funded from future bond issues.
- (3) Amounts shown reflect capital expenditures to be paid from the respective Renewal and Replacement Account in the respective Reserve and Contingency Fund and funded from Revenues.

Nuclear fuel costs for Project One and Project Four are paid from proceeds of Subordinated Bonds and revenues. During the period that nuclear fuel, financed by Subordinated Bonds, is being burned in the reactors, MEAG Power bills the Participants in amounts sufficient to amortize the costs thereof (billed as nuclear fuel costs). The revenues from nuclear fuel amortization, together with proceeds from additional Subordinated Bonds (to the extent that such revenues are not sufficient), are deposited in the Construction Fund and used to pay the additional cost of acquisition of nuclear fuel. In the future, as the last batch of fuel in a nuclear unit is amortized, the associated revenues will be used to retire the Subordinated Bonds allocable to such nuclear unit. The interest on the Subordinated Bonds used to finance nuclear fuel in process is capitalized and paid from moneys in the Construction Fund. The interest on the Subordinated Bonds allocable to nuclear fuel in stock and in the reactor is paid from revenues and is not included in annual debt service shown in Table I of APPENDIX B hereto. The amount of interest on nuclear fuel in stock and in the reactor paid from revenues during the period 2024 through 2028 is estimated to be \$19.5 million associated with Project One, \$3.6 million associated with Project Four and \$5.8 million for Project M.

MEAG Power continually reviews its construction budget and, when necessary, makes revisions thereto to reflect changes in assumptions with respect to construction cost estimates, construction expenditure schedules, interest rates, and other factors. MEAG Power has projected that additional financing in the total amount of approximately \$351.4 million will be required to fund the estimated costs of Project One Capital Improvements, including additional transmission facilities and environmental

compliance costs from 2024 through 2028, which may be funded from either Senior Bonds or Subordinated Bonds. For the General Resolution Projects, MEAG Power has projected that additional financing in the total amount of approximately \$20.6 million will be required to provide for Capital Improvements, including environmental compliance costs from 2024 through 2028, which may be funded from either Senior Bonds or Subordinated Bonds. MEAG Power's current capital plan provides for a total of \$127.1 million of capital improvements to the Vogtle Units 3&4 over the period 2024 through 2028. MEAG Power anticipates that the costs of those capital improvements during such period will be paid from a combination of draws on bank agreements and bond proceeds.

Financing Program

Validations

Under the Act, prior to the issuance of any of its revenue bonds, MEAG Power is required to cause such bonds, and the security therefor, to be confirmed and validated in a judicial proceeding in the Fulton County Superior Court. Prior to the date hereof, MEAG Power has caused various principal amounts of its bonds to finance and refinance Project One and the Existing General Resolution Projects to be so confirmed and validated. On June 19, 2018, MEAG Power filed with the District Attorney of the Atlanta Judicial Circuit notice of its intention to issue the following bonds, in each case, to finance the cost of acquisition and construction of Capital Improvements to the applicable project and to refund Project One Senior Bonds and Project One Subordinated Bonds or General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds, as applicable: (a) \$4,706,900,000 in aggregate principal amount of Project One Senior Bonds and/or Project One Subordinated Bonds; (b) \$318,800,000 in aggregate principal amount of General Resolution Projects Senior Bonds and/or General Resolution Projects Subordinated Bonds for Project Two; (c) \$686,000,000 in aggregate principal amount of General Resolution Projects Senior Bonds and/or General Resolution Projects Subordinated Bonds for Project Three; and (d) \$392,100,000 in aggregate principal amount of General Resolution Projects Senior Bonds and/or General Resolution Projects Subordinated Bonds for Project Four.

On July 17, 2018, the Fulton County Superior Court, in a civil action styled *State of Georgia v. Municipal Electric Authority of Georgia, et al.*, Civil Action File No. 2018CV307032 (the "2018 Bond Validation Proceeding"), entered a judgment which confirmed and validated (a) bonds of MEAG Power in the various aggregate principal amounts set forth above, (b) the validity and enforceability of the Project One Resolution, as the same has been amended and restated by the Amended and Restated Project One Resolution and as the same will be amended further by the Project One Amendatory Supplemental Resolution, (c) the validity and enforceability of the General Resolution Projects Resolution, as the same has been amended and restated by the Amended and Restated General Resolution Projects Resolution and as the same will be amended further by the General Resolution Projects Amendatory Supplemental Resolution and (d) a method or formula for structuring debt service on Project One Senior Bonds, Project One Subordinated Bonds, General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds that provides MEAG Power with additional flexibility in the structuring of such debt service. MEAG Power expects that such aggregate principal amounts of such Bonds will enable it to satisfy its financing needs for Project One and the Existing General Resolution Projects through at least 2034.

The Fulton County Superior Court, in a civil action styled *State of Georgia v. Municipal Electric Authority of Georgia, et al.*, Civil Action File No. 2003CV73437, entered a judgment on August 20, 2003, which confirmed and validated MEAG Power's authorization to issue and deliver (a) Combined Cycle Project Revenue Bonds in the amounts of (i) \$175,315,000 to finance or refinance Costs of Acquisition and Construction of the CC Project, including generating capacity reserves for the CC Project, Embedded Simple Cycle Costs and Financing Costs (as defined in the CC Contracts), and (ii) \$200,000,000 to finance or refinance fuel for the CC Project, and (b) Combined Cycle Project Refunding Revenue Bonds in the amount of \$600,000,000 to provide for the refunding of Combined Cycle Project Revenue Bonds and/or

bonds issued for the CT Project. Each of the terms and provisions of the CC Contracts with the Initial CC Participants were declared to be valid and binding on each party thereto and were in each and every respect confirmed and validated.

The Fulton County Superior Court, in the case of *State of Georgia v. Municipal Electric Authority of Georgia, et al.*, Civil Action No. 2008CV159297, by judgment entered on November 18, 2008 (the “2008 Vogtle Validation Judgment”), validated and confirmed a total of (a) \$4,951,210,000 of Project M Bonds (i) to finance or refinance the costs of acquisition and construction and financing costs of Project M and (ii) to refund all or any portion of any Outstanding Bonds (as that term was defined in the Original Project M Bond Resolution) or all or any portion of any outstanding subordinated bonds issued pursuant to the Project M Bond Resolution, (b) \$6,010,140,000 of Project J Bonds (i) to finance or refinance the costs of acquisition and construction and financing costs of Project J and (ii) to refund all or any portion of any Outstanding Bonds (as that term was defined in the Original Project J Bond Resolution) or all or any portion of any outstanding subordinated bonds issued pursuant to the Project J Bond Resolution, and (c) \$3,390,780,000 of Project P Bonds (i) to finance or refinance the costs of acquisition and construction and financing costs of Project P and (ii) to refund all or any portion of any Outstanding Bonds (as that term was defined in the Original Project P Bond Resolution) or all or any portion of any outstanding subordinated bonds issued pursuant to the Project P Bond Resolution. The 2008 Vogtle Validation Judgment provided that such validated bonds, when issued, will be the valid and binding obligations of MEAG Power in accordance with their terms and the terms of the Original Project M Bond Resolution, the Original Project J Bond Resolution or the Original Project P Bond Resolution, as applicable, and validated and confirmed (a) the security for the payment of such bonds and (b) all of the terms and provisions of each of the Original Vogtle Units 3&4 Power Sales Contracts, the Original Project J PPA and the Original Project P PPA.

Additionally, the Fulton County Superior Court, in the case of *State of Georgia v. Municipal Electric Authority of Georgia, et al.*, Civil Action No. 2009CV179503, by judgment entered on January 19, 2010 (the “2010 Vogtle Validation Judgment”), (a) validated and confirmed (i) the amendments to the Original Project M Bond Resolution provided for in the Amended and Restated Project M Bond Resolution, (ii) the amendments to the Original Project J Bond Resolution provided for in the Amended and Restated Project J Bond Resolution and (iii) the amendments to the Original Project P Bond Resolution provided for in the Amended and Restated Project P Bond Resolution and (b) confirmed that (i) the 2008 Vogtle Validation Judgment remained in full force and effect and (ii) the Vogtle Units 3&4 Bonds to be issued in accordance with the 2008 Vogtle Validation Judgment, as supplemented in the validation proceeding relating to the 2010 Vogtle Validation Judgment, and the respective security therefor, were, and remained, confirmed and validated.

The Fulton County Superior Court, in the case of *State of Georgia v. Municipal Electric Authority of Georgia, et al.*, Civil Action No. 2015CV259189, by judgment entered on April 20, 2015 (the “2015 Vogtle Validation Judgment”), (a) validated and confirmed, among other things, (i) the amendments to the Project M Bond Resolution, as theretofore amended and restated, provided for in the Second Amended and Restated Project M Bond Resolution, (ii) the amendments to the Project J Bond Resolution, as theretofore amended and restated, provided for in the Second Amended and Restated Project J Bond Resolution, (iii) the amendments to the Project P Bond Resolution, as theretofore amended and restated, provided for in the Second Amended and Restated Project P Bond Resolution, (iv) the Federal Loan Documents (which term had the meaning assigned to the term “Loan Documents” in each of the Vogtle Units 3&4 Project Entity’s respective Original DOE Loan Guarantee Agreement), (v) the Vogtle Units 3&4 Power Purchase Agreements and (vi) the Amended and Restated Vogtle Units 3&4 Power Sales Contracts and the Amended and Restated Vogtle Units 3&4 PPAs and (b) confirmed that (i) the 2008 Vogtle Validation Judgment and the 2010 Vogtle Validation Judgment remain in full force and effect and (ii) the Vogtle Units 3&4 Bonds to be issued in accordance with the 2008 Vogtle Validation Judgment and the 2010 Vogtle Validation Judgment, as supplemented in the validation proceeding relating to the 2015 Vogtle Validation Judgment, and the respective security therefor, are, and remain, confirmed and validated. In addition, the 2015 Vogtle

Validation Judgment included approval of a formula that ensured that the utilization of the Original DOE Guaranteed Loans would not serve to increase the amount of debt that may be incurred to finance the Vogtle Units 3&4 Projects, either individually or in the aggregate. The 2015 Vogtle Validation Judgment is final and conclusive.

Outstanding Indebtedness of MEAG Power

Project One and Existing General Resolution Projects. As of December 31, 2023, MEAG Power had issued Project One Senior Bonds in the aggregate principal amount (net of refunded amounts) of \$2,025,965,998 and Project One Subordinated Bonds other than commercial paper notes in the aggregate principal amount (net of refunded amounts) of \$2,430,015,474; including commercial paper notes issued (net of refunded amounts), the amount of such Project One Subordinated Bonds issued was \$2,524,998,808. Of such principal amounts, \$289,315,000 and \$1,246,720,474 of Project One Senior Bonds and Project One Subordinated Bonds (excluding accretion of capital appreciation bonds (“CABs”) in the amount of \$3.3 million), other than commercial paper notes, were outstanding as of December 31, 2023, and \$0 in aggregate principal amount of Project One commercial paper notes were outstanding as of such date. The Project One Subordinated Bonds included \$148,065,000 principal amount of variable rate bonds that are subject to optional or mandatory tender for purchase from time to time and are supported by a letter of credit provided by one bank.

On January 2, 2024, MEAG Power paid at maturity and redeemed through scheduled sinking fund installments Project One Senior Bonds and Project One Subordinated Bonds in aggregate principal amounts of \$29,210,000 and \$37,540,000, respectively. In addition, MEAG Power paid down \$70,000,000 of Project One Revolving Credit Notes. As a result, as of March 31, 2024, \$260,105,000 in aggregate principal amount of Project One Senior Bonds and \$1,139,180,474 in aggregate principal amount of Project One Subordinated Bonds (excluding accretion of CABs in the amount of \$3.4 million), other than commercial paper notes, were outstanding.

As of December 31, 2023, MEAG Power had issued General Resolution Projects Senior Bonds in the aggregate principal amount (net of refunded amounts) of \$836,960,588 and General Resolution Projects Subordinated Bonds other than commercial paper notes in the aggregate principal amount (net of refunded amounts) of \$796,559,910; including commercial paper notes issued (net of refunded amounts), the amount of such General Resolution Projects Subordinated Bonds issued was \$877,006,910. Of such principal amounts, \$93,520,000 and \$210,765,000 of General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds including Revolving Credit Notes, other than commercial paper notes, were outstanding as of December 31, 2023, and \$0 in aggregate principal amount of General Resolution Projects commercial paper notes were outstanding as of such date.

On January 2, 2024, MEAG Power paid at maturity and redeemed through scheduled sinking fund installments General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds in aggregate principal amounts of \$6,905,000 and \$11,795,000, respectively. In addition, MEAG Power paid down \$9,510,000 of General Resolution Revolving Credit Notes. As a result, as of March 31, 2024, \$86,615,000 in aggregate principal amount of General Resolution Projects Senior Bonds and \$189,460,000 in aggregate principal amount of General Resolution Projects Subordinated Bonds, other than commercial paper notes, are outstanding.

In December 1997, MEAG Power established a commercial paper program for Project One and the Existing General Resolution Projects in an aggregate authorized amount of \$300,000,000. In December 2002, the program was increased to \$360,000,000; in September 2004 it was further increased to \$410,000,000. The purpose of the program is to finance the purchase or redemption of outstanding Senior Bonds and to finance certain capital improvements and ongoing required investments in transmission system facilities.

Commercial paper notes currently outstanding are supported by irrevocable letters of credit issued by commercial banks. The commercial paper notes and the notes issued by MEAG Power to evidence its reimbursement obligations to the letter of credit banks constitute “Project One Subordinated Bonds” or “General Resolution Projects Subordinated Bonds” for purposes of the applicable bond resolution. As such, they are subordinated to MEAG Power’s Project One Senior Bonds and General Resolution Projects Senior Bonds, respectively, and are secured on a parity with its variable rate and fixed rate Project One Subordinated Bonds and General Resolution Projects Subordinated Bonds.

As of December 31, 2023 and as of March 31, 2024, MEAG Power had an aggregate principal amount of \$0 and \$100,000,000, respectively, of Project One commercial paper notes outstanding and an aggregate principal amount of \$0 and \$10,500,000, respectively, of General Resolution Projects commercial paper notes outstanding.

For a discussion of the credit and liquidity support arrangements currently in effect for the Project One and General Resolution Projects commercial paper notes, see “SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power’s Liquidity, Results of Operations or Financial Condition – *Credit and Liquidity Support for MEAG Power’s Commercial Paper Notes*” herein.

CC Project. On December 15, 2020, MEAG Power issued \$77,390,000 in aggregate principal amount of Combined Cycle Project Revenue Bonds, Series 2020A (the “2020A CC Bonds”) to, among other things, provide a portion of the moneys required to refund the remaining outstanding Combined Cycle Project Revenue Bonds, Series 2010A issued under the CC Bond Resolution, and to repay a portion of the amount outstanding under a revolving credit facility relating to the CC Project Revolving Credit Agreement related to the CC Project 2012A BAN described below. The only series of CC Bonds outstanding, the 2020A CC Bonds, had an outstanding aggregate principal amount of \$45,005,000 as of both December 31, 2023, and March 31, 2024.

Project M. In April 2009, MEAG Power issued the Series 2009 Project M Notes in the aggregate principal amount of \$163,610,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M. In March 2010, MEAG Power issued the Series 2010A&B Project M Bonds in the aggregate principal amount of \$1,028,945,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M, to provide moneys to fund a debt service reserve account established under the Project M Bond Resolution, to fund certain capitalized interest on the Project M Bonds, and to refund the outstanding Series 2009 Project M Notes. In September 2019, MEAG Power issued the Series 2019A Project M Bonds in the aggregate principal amount of \$445,635,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M, to provide moneys to fund a debt service reserve account established under the Project M Bond Resolution, and to fund certain capitalized interest on the Project M Bonds. In July 2021, MEAG Power issued the Series 2021A Project M Bonds in the aggregate principal amount of \$83,000,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M, refund the outstanding balance of Series 2010B, and fund certain capitalized interest on the Project M Bonds. In July 2022, MEAG Power issued the Series 2022A Project M Bonds in the aggregate principal amount of \$51,185,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M, to provide moneys to fund a debt service reserve account established under the Project M Bond Resolution, and to fund certain capitalized interest on the Project M Bonds. In January 2023, MEAG Power issued the Series 2023A Project M Bonds in the aggregate principal amount of \$128,035,000 to finance a portion of the costs of acquisition and construction and financing costs of Project M, to provide moneys to fund a debt service reserve account established under the Project M Bond Resolution, and to fund certain capitalized interest on the Project M Bonds.

On December 28, 2023, MEAG Power issued the Project M Series 2023B Bonds and Taxable Series 2023C Bonds in the aggregate principal amount not to exceed \$50,000,000 to evidence obligations

under a credit agreement with a commercial bank. Advances under the credit agreement may be used to finance authorized capital expenditures and for general corporate purposes in support of Project P's interest in Plant Vogtle Units 3&4. See "SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*" above.

The Project M Bonds were outstanding as of December 31, 2023 in an aggregate principal amount of \$1,666,875,000. On January 2, 2024, principal payment on Series 2021A Project M Bonds was made in the aggregate amount of \$760,000. On April 1, 2024, principal payments on the Series 2010A Project M Bonds were made in the aggregate amount of \$12,200,000. As a result, the Project M Bonds were outstanding as of such date in an aggregate principal amount of \$1,653,915,000.

Project J. In April 2009, MEAG Power issued the Series 2009 Project J Notes in the aggregate principal amount of \$200,960,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J. In March 2010, MEAG Power issued the Series 2010A&B Project J Bonds in the aggregate principal amount of \$1,248,435,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, to provide moneys to fund a debt service reserve account established under the Project J Bond Resolution, to fund certain capitalized interest on the Project J Bonds, and to refund the outstanding Series 2009 Project J Notes. In September 2015, MEAG Power issued the Series 2015A Project J Bonds in the aggregate principal amount of \$185,180,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, to provide moneys to fund a debt service reserve account established under the Project J Bond Resolution, and to fund certain capitalized interest on the Project J Bonds. In July 2019, MEAG Power issued the Series 2019A Project J Bonds in the aggregate principal amount of \$570,925,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, to provide moneys to fund a debt service reserve account established under the Project J Bond Resolution, and to fund certain capitalized interest on the Project J Bonds. In July 2021, MEAG Power issued the Series 2021A Project J Bonds in the aggregate principal amount of \$150,350,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, refund the outstanding balance of Series 2010B, and to fund certain capitalized interest on the Project J Bonds. In July 2022, MEAG Power issued the Series 2022A Project J Bonds in the aggregate principal amount of \$212,005,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, to provide moneys to fund a debt service reserve account established under the Project J Bond Resolution, and to fund certain capitalized interest on the Project J Bonds. In January 2023, MEAG Power issued the Series 2023A Project J Bonds in the aggregate principal amount of \$192,370,000 to finance a portion of the costs of acquisition and construction and financing costs of Project J, to provide moneys to fund a debt service reserve account established under the Project J Bond Resolution, and to fund certain capitalized interest on the Project J Bonds.

On December 28, 2023, MEAG Power issued the Project J Series 2023B Bonds and Taxable Series 2023C Bonds in the aggregate principal amount not to exceed \$40,000,000 to evidence obligations under a credit agreement with a commercial bank. The credit agreement was subsequently amended and restated on March 27, 2024, and the commitment thereunder was increased to \$75,000,000. New bonds of such series were issued to evidence MEAG Power's obligations in connection with the amended and restated credit agreement. Advances under the amended and restated credit agreement may be used to finance authorized capital expenditures and for general corporate purposes in support of Project J's interest in Plant Vogtle Units 3&4. See "SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*" above.

The Project J Bonds were outstanding as of December 31, 2023 in an aggregate principal amount of \$2,471,465,000. On January 2, 2023, principal payments on Series 2019A Project J Bonds and Series 2021A Project J Bonds in the aggregate amount of \$4,155,000 and \$1,180,000, respectively. On April 1,

2024, principal payments on the Series 2010A Project J Bonds were made in the aggregate amount of \$14,845,000. As a result, the Project J Bonds were outstanding as of such date in an aggregate principal amount of \$2,451,285,000.

Project P. In May 2009, MEAG Power issued the Series 2009 Project P Notes in the aggregate principal amount of \$128,985,000 to finance a portion of the costs of acquisition and construction and financing costs of Project P. In March 2010, MEAG Power issued the Series 2010A&B Project P Bonds in the aggregate principal amount of \$390,495,000 to finance a portion of the costs of acquisition and construction and financing costs of Project P, to provide moneys to fund a debt service reserve account established under the Project P Bond Resolution, to fund certain capitalized interest on the Project P Bonds, and to refund the outstanding Series 2009A Project P Notes.

In September 2019, MEAG Power issued the Series 2019B Project P Bonds in the aggregate principal amount of \$266,975,000 to finance a portion of the costs of acquisition and construction and financing costs of Project P, to provide moneys to fund a debt service reserve account established under the Project P Bond Resolution, and to fund certain capitalized interest on the Project P Bonds. In July 2021, MEAG Power issued the Series 2021A Project P Bonds in the aggregate principal amount of \$64,010,000 to finance a portion of the costs of acquisition and construction and financing costs of Project P, refund the outstanding balance of Series 2010B, and to fund certain capitalized interest on the Project P Bonds. In July 2022, MEAG Power issued the Series 2022A Project P Bonds and the Series 2022B Project P Bonds in the aggregate principal amounts of \$50,405,000 and \$61,565,000, respectively, to finance a portion of the costs of acquisition and construction and financing costs of Project P, to provide moneys to fund a debt service reserve account established under the Project P Bond Resolution, and to fund certain capitalized interest on the Project P Bonds. In January 2023, MEAG Power issued the Series 2023A Project P Bonds and the Series 2023B Project P Bonds in the aggregate principal amounts of \$61,665,000 and \$69,985,000, respectively, to finance a portion of the costs of acquisition and construction and financing costs of Project P, to provide moneys to fund a debt service reserve account established under the Project P Bond Resolution, and to fund certain capitalized interest on the Project P Bonds.

On December 28, 2023, MEAG Power issued the Project P Series 2023C Bonds and Taxable Series 2023D Bonds in the aggregate principal amount not to exceed \$20,000,000 to evidence obligations under a credit agreement with a commercial bank. The credit agreement was subsequently amended and restated on March 27, 2024, and the commitment thereunder was increased to \$40,000,000. New bonds of such series were issued to evidence MEAG Power's obligations in connection with the amended and restated credit agreement. Advances under the amended and restated credit agreement may be used to finance authorized capital expenditures and for general corporate purposes in support of Project P's interest in Plant Vogtle Units 3&4. See "SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*" above.

As of December 31, 2023, \$1,007,275,000 in aggregate principal amount of Project P Bonds were outstanding. On January 2, 2024, principal payments were made on Series 2019B Project P Bonds and Series 2021A Project P Bonds in the aggregate amount of \$2,125,000 and \$775,000, respectively. On April 1, 2024, principal payments on the Series 2010A&B Project P Bonds were made in the aggregate amount of \$4,420,000. As a result, the Project P Bonds were outstanding as of such date in an aggregate principal amount of \$999,955,000.

Build America Bonds Subsidy Payments and Sequestration. Under the Recovery Act, MEAG Power, provided it complies with the requirements of the Recovery Act, may receive cash subsidy payments rebating a portion of the interest on the Build America Bonds issued pursuant to the Project M Resolution, the Project J Resolution and the Project P Resolution from the U.S. Treasury up to 35% of the interest payable on such bonds. No assurance can be given by MEAG Power of the receipt of such cash subsidy

payments. MEAG Power is obligated to make payments of the principal and interest on the Build America Bonds whether or not it receives such cash subsidy payments. As a result of several legislative acts in recent years, a sequester reduction on all subsidy payments owed to issuers of direct-pay Build America Bonds has been extended through 2031 (the “*Sequester Reduction*”). The Sequester Reduction percentage for the federal fiscal year ended September 30, 2023 was 5.7% and is also 5.7% for the federal fiscal year ending September 30, 2024.

For further information concerning MEAG Power’s outstanding indebtedness, see (a) the three-page diagram that follows, which depicts MEAG Power’s bond resolutions, validated bonds, indebtedness and certain bank credit facilities as of December 31, 2023 and (b) Table I of “Summary of Annual Debt Service Billings on Outstanding Bonds and DOE Guaranteed Loans” in APPENDIX B hereto, which provides a summary of the expected annual debt service billings of MEAG Power, as of December 31, 2023, for its Project One Senior Bonds, Project One Subordinated Bonds, General Resolution Projects Senior Bonds, General Resolution Projects Subordinated Bonds, CC Bonds, Project M Bonds, Project J Bonds and Project P Bonds.

In addition, for information concerning borrowings by each Vogtle Units 3&4 Project Entity under its respective DOE Guaranteed Loan, see “*Outstanding Indebtedness of Vogtle Units 3&4 Project Entities*” below.

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MEAG POWER
PROJECT ONE AND GENERAL RESOLUTION PROJECTS
Resolutions and Indebtedness
As of December 31, 2023

MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
 Created by an Act of the State of Georgia
 March 18, 1975

POWER REVENUE BOND RESOLUTION
 Adopted August 30, 1976

Project One Initial Facilities Bonds Validated	\$ 3,100,000,000
Project One Additional Facilities Bonds Validated	1,285,000,000
Project One Refunding Bonds Validated	3,630,100,000
Total Power Resolution Bonds Validated	\$ 8,015,100,000

**PROJECT ONE BONDS
 ISSUED BY SUPPLEMENTAL RESOLUTIONS**

Initial Facilities	\$ 2,575,062,742
Additional Facilities	343,746,566
Refunding Bonds	2,814,327,885
Subtotal	\$ 5,733,137,193
Refunded Bonds	-3,885,771,195
Redeemed Bonds	-1,710,635,998
Outstanding	\$136,730,000

**PROJECT ONE
 SUBORDINATED BOND RESOLUTION**
 Adopted October 20, 1982

Project One Subordinated Bonds Validated	\$ 5,377,855,000
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**PROJECT ONE SUBORDINATED BONDS
 ISSUED BY SUPPLEMENTAL RESOLUTIONS**

Subordinated Bonds	\$ 4,364,883,746
Certificates	340,000,000
Subtotal	\$ 4,704,883,746
Refunded Bonds	-2,953,153,272
Redeemed Bonds	-1,223,120,000
Outstanding	\$ 528,610,474

GENERAL POWER REVENUE BOND RESOLUTION
 Adopted April 19, 1978

Project Two Initial Facilities Bonds Validated	\$ 260,000,000
Project Two Capital Improvements Bonds Validated	129,000,000
Project Two Refunding Bonds Validated	114,549,341
Project Three Initial Facilities Bonds Validated	300,000,000
Project Three Capital Improvements Bonds Validated	167,000,000
Project Three Refunding Bonds Validated	274,300,000
Project Four Initial Facilities Bonds Validated	625,000,000
Project Four Capital Improvements Bonds Validated	104,000,000
Project Four Refunding Bonds Validated	1,363,600,000
Total General Power Resolution Bonds Validated	\$ 3,337,449,341

GENERAL RESOLUTION BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS

	PROJECT TWO	PROJECT THREE	PROJECT FOUR
Initial Facilities	\$100,000,000	\$154,500,000	\$ 558,125,000
Capital Improvements	21,985,000	51,895,000	7,505,000
Refunding Bonds	79,705,000	174,300,375	1,256,947,735
Subtotal	\$201,690,000	\$380,695,375	\$1,822,577,735
Refunded Bonds	-142,245,000	-256,725,176	-1,233,367,346
Redeemed Bonds	-50,770,000	-103,065,199	-584,965,389
Outstanding	\$ 8,675,000	\$ 20,905,000	\$ 4,245,000

**GENERAL RESOLUTIONS PROJECTS
 SUBORDINATED BOND RESOLUTION**
 Adopted November 1, 1985

Project Two Subordinated Bonds Validated	\$ 262,398,659
Project Three Subordinated Bonds Validated	783,348,000
Project Four Subordinated Bonds Validated	730,291,000
Total Subordinated Bonds Validated	\$ 1,776,037,659

**GENERAL RESOLUTION SUBORDINATED BONDS ISSUED
 BY SUPPLEMENTAL RESOLUTIONS**

	PROJECT TWO	PROJECT THREE	PROJECT FOUR
Subordinated Bonds	\$181,275,846	\$489,511,929	\$434,021,393
Certificates	-	-	25,000,000
Subtotal	\$181,275,846	\$489,511,929	\$459,021,393
Refunded Bonds	-59,757,659	-160,627,363	-243,689,236
Redeemed Bonds	-101,163,187	-283,709,566	-200,712,157
Outstanding	\$20,355,000	\$45,175,000	\$14,620,000

**LETTER OF CREDIT
 FACILITY**
 Dated as amended 01/24/22
 Max - \$151,776,767
 Outstanding: \$0

**PROJECT ONE REVOLVING
 CREDIT AGREEMENT
 PROJECTS TWO, THREE, AND
 FOUR REVOLVING CREDIT
 AGREEMENTS**
 Dated as amended 04/05/22
 Max - \$72,500,000
 Outstanding - \$25,000,000

**ADDITIONAL PROJECT ONE
 REVOLVING CREDIT AGREEMENT
 ADDITIONAL PROJECTS TWO,
 THREE, AND FOUR
 REVOLVING CREDIT AGREEMENT**
 Dated as amended 11/09/22
 Max - \$225,000,000
 Outstanding - \$130,010,000

**BOND ANTICIPATION NOTES,
 SERIES 2020A**
 Max - \$100,000,000
PROJECT ONE
 Outstanding - \$0
GENERAL RESOLUTION PROJECTS
 Outstanding - \$0

Project One 2018 Bond Validation \$4,706,900,000

PROJECT ONE BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS

Power Revenue Bonds (Senior)	\$178,600,000
Subtotal	\$178,600,000
Redeemed Bonds	-26,015,000
Outstanding	\$152,585,000

PROJECT ONE BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS

Project One Subordinated Bonds	\$678,285,000
Subtotal	\$678,285,000
Redeemed Bonds	-80,675,000
Outstanding	\$597,610,000

**PROJECT ONE
 BOND ANTICIPATION NOTE (BAN) RESOLUTION**
 Amended and Restated December 19, 2013

**OUTSTANDING COMMERCIAL PAPER ISSUED
 BY PROJECT ONE BAN RESOLUTION**
 Tax-Exempt \$0
 Taxable \$0

Total Maximum \$150,000,000

LETTER OF CREDIT FACILITIES
 Dated 11/17/22
 Max - \$155,917,809
 Outstanding: \$0

Project Two 2018 Bond Validation	\$318,800,000
Project Three 2018 Bond Validation	686,000,000
Project Four 2018 Bond Validation	392,100,000
Total General Power Resolution Bonds Validated	\$1,396,900,000

GENERAL RESOLUTION BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS

	Project Two	Project Three	Project Four
General Power Revenue (Senior)	\$14,210,000	\$25,065,000	\$25,060,000
Subtotal	\$14,210,000	\$25,065,000	\$25,060,000
Redeemed	-1,550,000	-2,675,000	-415,000
Outstanding	\$12,660,000	\$22,390,000	\$24,645,000

GENERAL RESOLUTION BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS

	Project Two	Project Three	Project Four
General Resolution Projects (Sub)	\$38,630,000	\$76,255,000	\$15,940,000
Subtotal	\$38,630,000	\$76,255,000	\$15,940,000
Redeemed	-3,060,000	-4,510,000	-2,150,000
Outstanding	\$35,570,000	\$71,745,000	\$13,790,000

**GENERAL RESOLUTION PROJECTS
 BOND ANTICIPATION NOTE (BAN) RESOLUTION**
 Amended and Restated December 19, 2013

	PROJECT TWO	PROJECT THREE	PROJECT FOUR
Tax-Exempt	\$0	\$0	\$0
Taxable	\$0	\$0	\$0

**MEAG POWER
CC PROJECT
Resolution and Indebtedness
As of December 31, 2023**

MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Created by an Act of the State of Georgia
March 18, 1975

COMBINED CYCLE PROJECT BOND RESOLUTION
Adopted July 18, 2003

Cost of Acquisition and Construction Bonds Validated	\$ 175,315,000
Prepayment of Fuel Costs Bonds Validated	200,000,000
Refunding Bonds Validated	<u>600,000,000</u>
Total Combined Cycle Bonds Validated	\$ 975,315,000 ⁽¹⁾

**COMBINED CYCLE PROJECT BONDS
ISSUED BY SUPPLEMENTAL RESOLUTIONS**

Cost of Acquisition and Construction Bonds	\$ 84,840,000
Refunding Bonds	<u>308,165,000</u>
Subtotal	\$393,005,000
Refunded Bonds	-137,760,000
Redeemed Bonds	<u>-210,240,000</u>
Outstanding	\$ 45,005,000

**COMBINED CYCLE PROJECT
REVOLVING CREDIT AGREEMENT**
Dated as amended 04/05/22
Max - \$72,500,000
Outstanding - \$0

**COMBINED CYCLE PROJECT
BOND ANTICIPATION NOTES,
SERIES 2020A**
Max - \$100,000,000
Outstanding - \$0

⁽¹⁾ An additional \$344,685,000 of bonds were validated under the CT Bond Resolution, which was supplemented, amended and restated in the form of the Amended and Restated CC Bond Resolution. All bonds issued under the CT Bond Resolution have been repaid and no further bonds may be issued under that resolution.

MEAG POWER
VOGTLE UNITS 3&4 PROJECTS
Resolutions/DOE Loan Guarantee Agreements and Indebtedness
As of December 31, 2023

MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA

Created by an Act of the State of Georgia
March 18, 1975

PROJECT M BOND RESOLUTION Adopted November 18, 2008	
Cost of Acquisition and Construction Bonds Validated	\$ 4,951,210,000*
Total Project M Bonds Validated	\$ 4,951,210,000*

PROJECT M BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS	
Cost of Acquisition and Construction Bonds	\$ 1,772,375,000
Bonds Issued	128,035,000
Refunded Bonds	-164,590,000
Redeemed Bonds	-68,945,000
Outstanding	\$ 1,666,875,000

PROJECT M REVOLVING CREDIT AGREEMENT Dated as of 12/28/2023	
Max - \$50,000,000	
Outstanding - \$0	

PROJECT J BOND RESOLUTION Adopted November 18, 2008	
Cost of Acquisition and Construction Bonds Validated	\$ 6,010,140,000*
Total Project J Bonds Validated	\$ 6,010,140,000*

PROJECT J BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS	
Cost of Acquisition and Construction Bonds	\$2,567,855,000
Bonds Issued	192,370,000
Refunded Bonds	-202,370,000
Redeemed Bonds	-86,390,000
Outstanding	\$2,471,465,000

PROJECT J REVOLVING CREDIT AGREEMENT Dated as of 12/28/2023	
Max - \$40,000,000	
Outstanding - \$0	

PROJECT P BOND RESOLUTION Adopted November 18, 2008	
Cost of Acquisition and Construction Bonds Validated	\$ 3,390,780,000*
Total Project P Bonds Validated	\$ 3,390,780,000*

PROJECT P BONDS ISSUED BY SUPPLEMENTAL RESOLUTIONS	
Cost of Acquisition and Construction Bonds	\$1,562,762,000
Bonds Issued	131,650,000
Refunded Bonds	-560,507,000
Redeemed Bonds	-126,630,000
Outstanding	\$ 1,007,275,000

PROJECT P REVOLVING CREDIT AGREEMENT Dated as of 12/28/2023	
Max - \$20,000,000	
Outstanding - \$0	

PROJECT M ENTITY DOE LOAN GUARANTEE AGREEMENT Dated as of June 24, 2015	
Authorized Advances for Payment of Eligible Project Costs	\$ 661,857,503
Authorized Advances for Payment of Capitalized Interest	38,483,629
Total Authorized Advances	\$ 700,341,132

PROJECT M ENTITY ADVANCES MADE	
Advances for Payment of Eligible Project Costs	\$661,857,503
Advances for Payment of Capitalized Interest	38,483,629
Subtotal	\$700,341,132
Repaid Advances	-38,326,837
Prepaid Advances	0
Outstanding	\$662,014,295

PROJECT J ENTITY DOE LOAN GUARANTEE AGREEMENT Dated as of June 24, 2015	
Authorized Advances for Payment of Eligible Project Costs	\$ 664,802,098
Authorized Advances for Payment of Capitalized Interest	24,482,348
Total Authorized Advances	\$ 689,284,446

PROJECT J ENTITY ADVANCES MADE	
Advances for Payment of Eligible Project Costs	\$664,802,098
Advances for Payment of Capitalized Interest	22,477,167
Subtotal	\$687,279,265
Repaid Advances	-44,736,326
Prepaid Advances	0
Outstanding	\$642,542,939

PROJECT P ENTITY DOE LOAN GUARANTEE AGREEMENT Dated as of June 24, 2015	
Authorized Advances for Payment of Eligible Project Costs	\$ 779,293,034
Authorized Advances for Payment of Capitalized Interest	51,999,426
Total Authorized Advances	\$ 831,292,460

PROJECT P ENTITY ADVANCES MADE	
Advances for Payment of Eligible Project Costs	\$779,293,034
Advances for Payment of Capitalized Interest	51,999,425
Subtotal	\$831,292,459
Repaid Advances	-45,148,608
Prepaid Advances	0
Outstanding	\$786,143,852

* Advances made under the related Original DOE Loan Guarantee Agreement reduce, dollar-for-dollar, the amount of validated Vogtle Units 3&4 Bonds that may be issued under the applicable Vogtle Units 3&4 Bond Resolution.

Outstanding Indebtedness of Vogtle Units 3&4 Project Entities

As described under “INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*” herein, in order to permit the Vogtle Units 3&4 Project Entities to obtain their respective Original DOE Guaranteed Loans, on June 24, 2015, MEAG Power transferred its ownership interest in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities. Concurrently with such transfers, each Vogtle Units 3&4 Project Entity entered into, among other agreements, (a) a Loan Guarantee Agreement with DOE, dated as of June 24, 2015 (respectively, the “*Original Project M DOE Loan Guarantee Agreement*,” the “*Original Project J DOE Loan Guarantee Agreement*” and the “*Original Project P DOE Loan Guarantee Agreement*” and, collectively, the “*Original DOE Loan Guarantee Agreements*”) and (b) its other Federal Loan Documents (as such term is defined in each Vogtle Units 3&4 Project Entity’s Original DOE Loan Guarantee Agreement). On March 22, 2019, DOE and each Vogtle Units 3&4 Project Entity amended and restated its Original DOE Loan Guarantee Agreement and certain other Federal Loan Documents.

Under its respective DOE Loan Guarantee Agreement:

(a) the Project M Entity was permitted to borrow from FFB an aggregate amount of \$700,341,132, of which \$38,483,629 was set aside for the payment of capitalized interest on certain Advances made thereunder,

(b) the Project J Entity was permitted to borrow from FFB an aggregate amount of \$689,284,446, of which \$24,482,348 was set aside for the payment of capitalized interest on certain Advances made thereunder and

(c) the Project P Entity was permitted to borrow from FFB an aggregate amount of \$831,292,460, of which \$51,999,426 was set aside for the payment of capitalized interest on certain Advances made thereunder.

On June 24, 2015, (a) DOE issued its respective loan guarantees and (b) FFB funded the initial Advances for each Vogtle Units 3&4 Project Entity under its respective DOE Loan Guarantee Agreement as follows:

(i) the Project M Entity received proceeds of Advances in an aggregate principal amount of \$473,363,221,

(ii) the Project J Entity received proceeds of Advances in an aggregate principal amount of \$327,442,591 and

(iii) the Project P Entity received proceeds of Advances in an aggregate principal amount of \$336,035,004.

On January 24, 2019, FFB funded additional Advances for the Project P Entity pursuant to which the Project P Entity received proceeds of \$135,896,669.

On February 19, 2019, FFB funded additional Advances for the Project J Entity pursuant to which the Project J Entity received proceeds of \$152,749,327.

On May 8, 2019, FFB funded additional Advances for each Vogtle Units 3&4 Project Entity under its respective DOE Loan Guarantee Agreement as follows:

(a) the Project M Entity received proceeds of Advances in an aggregate principal amount of \$58,810,282,

(b) the Project J Entity received proceeds of Advances in an aggregate principal amount of \$73,069,180, and

(c) the Project P Entity received proceeds of Advances in an aggregate principal amount of \$124,252,365.

On October 2, 2020, the FFB funded additional Advances to each of the Vogtle Units 3&4 Project Entities pursuant to their respective DOE Loan Guarantee Agreements as follows:

(a) the Project M Entity received proceeds of Advances in an aggregate principal amount of \$129,684,000,

(b) the Project J Entity received proceeds of Advances in an aggregate principal amount of \$111,541,000, and

(c) the Project P Entity received proceeds of Advances in an aggregate principal amount of \$183,108,996, including \$9,618,096 which was advanced pursuant to the Original DOE Guaranteed Loans commitment.

With these advances, FFB has advanced to each Vogtle Units 3&4 Project Entities the full amount of the FFB's commitments relating to each such entities' DOE Guaranteed Loans.

As of December 31, 2023, the aggregate principal amount outstanding of the FFB Advances to the Project J Entity, the Project M Entity and the Project P Entity were approximately \$642 million, \$662 million, and \$786 million, respectively. As of March 31, 2024, the aggregate principal amount outstanding of the FFB Advances to the Project J Entity, the Project M Entity and the Project P Entity were approximately \$639 million, \$659 million, and \$783 million, respectively.

See Table II of "Summary of Annual Debt Service Billings on Outstanding Bonds and DOE Guaranteed Loans" in APPENDIX B hereto, which provides a summary of the expected annual debt service billings on each Vogtle Units 3&4 Project Entity's DOE Guaranteed Loan outstanding as of December 31, 2023. Amounts payable by each Vogtle Units 3&4 Project Entity in respect of debt service on such Vogtle Units 3&4 Project Entity's DOE Guaranteed Loan are passed through to MEAG Power under the applicable Vogtle Units 3&4 Power Purchase Agreement and, as a result, are passed through to the applicable Vogtle Units 3&4 Participants under their respective Vogtle Units 3&4 Power Sales Contracts (and, in the case of Project J, are passed through to JEA under the Project J PPA and, in the case of Project P, are passed through to PowerSouth under the Project P PPA). See, also, (a) Table III of "Summary of Annual Debt Service Payments on Outstanding Bonds and DOE Guaranteed Loans Relating to Vogtle Units 3&4" in APPENDIX B hereto, which provides a summary of the expected aggregate annual debt service payments for each Vogtle Units 3&4 Project, including, in each case, both MEAG Power's expected annual debt service payments, as of December 31, 2023, for the applicable Vogtle Units 3&4 Bonds and the applicable Vogtle Units 3&4 Project Entity's expected annual debt service payments, as of December 31, 2023, for its DOE Guaranteed Loan and (b) Table IV of "Summary of Annual Debt Service Payments on Outstanding DOE Guaranteed Loans Relating to Vogtle Units 3&4" in APPENDIX B hereto, which provides a summary of the expected aggregate annual debt service payments for each Vogtle Units 3&4 Project Entity, as of December 31, 2023, for its DOE Guaranteed Loan.

Revolving Credit Agreements

See "SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial

Condition – *Revolving Credit Agreements*” above for a description of MEAG Power’s revolving credit agreements.

Vogtle Units 3&4 Projects Financing

DOE Guaranteed Loans

Background. As more fully described under “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects – DOE Guaranteed Loans*” herein, in order to obtain an assured source of financing at a locked-in spread over United States Treasury securities for its undivided ownership interest in Vogtle Units 3&4 and augment its financing alternatives, MEAG Power submitted an application to DOE for the Original DOE Guaranteed Loans in 2008 pursuant to the Solicitation issued under Title XVII. DOE selected Vogtle Units 3&4 as a nuclear-powered generation facility for final due diligence and negotiations of the terms and conditions of a conditional loan guarantee commitment under the Solicitation. In addition to its positive effect on the cost of financing, the availability of the Original DOE Guaranteed Loans has substantially mitigated MEAG Power’s need to access the capital markets.

On June 24, 2015, each of the Vogtle Units 3&4 Project Entities entered into its Original DOE Loan Guarantee Agreement and MEAG Power and each Vogtle Units 3&4 Project Entity entered into certain other Federal Loan Documents. As described under “INTRODUCTORY STATEMENT – MEAG Power – *Vogtle Units 3&4*” and “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects*” herein, in connection with the entry into such Agreements and Documents, (a) MEAG Power divided its undivided ownership interest in Vogtle Units 3&4 into three separate undivided interests and transferred such interests to the respective Vogtle Units 3&4 Project Entities and (b) MEAG Power and the Vogtle Units 3&4 Project Entities entered into the Vogtle Units 3&4 Power Purchase Agreements. In addition, in order to permit the Vogtle Units 3&4 Project Entities to obtain the Original DOE Guaranteed Loans, certain other actions were required, each of which became effective on June 24, 2015. Certain of such actions are described below:

- the Project M Bond Resolution, as theretofore amended and restated, the Project J Bond Resolution, as theretofore amended and restated, and the Project P Bond Resolution, as theretofore amended and restated, were further amended and restated by the Second Amended and Restated Project M Bond Resolution, the Second Amended and Restated Project J Bond Resolution and the Second Amended and Restated Project P Bond Resolution, respectively, in order to, among other things:
 - (a) reflect the fact that each Vogtle Units 3&4 Project Entity, and not MEAG Power, is the owner of the applicable undivided interest in Vogtle Units 3&4 included in the applicable Vogtle Units 3&4 Project, and that MEAG Power is entitled to all of the output and services thereof under the applicable Vogtle Units 3&4 Power Purchase Agreement;
 - (b) provide that accruals of debt service and related reserve requirements on the respective DOE Guaranteed Loans and accruals of debt service and related reserve requirements on the related Vogtle Units 3&4 Bonds, as well as deposits to various other funds established to secure DOE and the holders of the Vogtle Units 3&4 Bonds, be made on a parity basis;
 - (c) divide the “Trust Estate” established thereunder into a “Bondholders’ Trust Estate,” which is pledged solely to the holders of the applicable Vogtle Units 3&4 Bonds, and a “Shared Trust Estate,” which is pledged on a parity basis to both (i) DOE and Citibank, N.A., as successor to PNC Bank, as Collateral Agent for DOE (the “*DOE Collateral Agent*”); DOE and the DOE Collateral are referred to herein collectively as the

“DOE Secured Parties”) and (ii) the holders of the applicable Vogtle Units 3&4 Bonds; and

(d) establish DOE’s rights and remedies under each Vogtle Units 3&4 Bond Resolution upon a default by MEAG Power thereunder.

- The Vogtle Units 3&4 Power Sales Contracts and the JEA PPA and the PowerSouth PPA, as theretofore amended, were amended and restated in order to, among other things:

(a) reflect the fact that each Vogtle Units 3&4 Project Entity, and not MEAG Power, is the owner of the applicable undivided interest in Vogtle Units 3&4 included in the applicable Vogtle Units 3&4 Project, and that MEAG Power is entitled to all of the output and services thereof under the applicable Vogtle Units 3&4 Power Purchase Agreement; and

(b) provide for inclusion in the amounts payable by the Participants, JEA and PowerSouth, respectively, thereunder of all of the applicable Vogtle Units 3&4 Project Entity’s costs in connection with the applicable Vogtle Units 3&4 Project, including (without limitation) debt service and related reserve requirements on the related DOE Guaranteed Loan.

MEAG Power assigned to the Vogtle Units 3&4 Project Entities, and the Vogtle Units 3&4 Project Entities assumed, MEAG Power’s rights and obligations under the Vogtle Units 3&4 Project Agreements with respect to Vogtle Units 3&4.

- In order to secure the Original DOE Guaranteed Loans:

(a) pursuant to its respective Federal Loan Documents, each Vogtle Units 3&4 Project Entity granted to the DOE Collateral Agent a security interest in and lien on all of such Vogtle Units 3&4 Project Entity’s assets, including its undivided ownership interest in Vogtle Units 3&4; and

(b) pursuant to (i) an Equity Pledge Agreement (the “*Project M Equity Pledge Agreement*”), executed among MEAG Power, the Project M Entity and the DOE Collateral Agent, (ii) an Equity Pledge Agreement (the “*Project J Equity Pledge Agreement*”), executed among MEAG Power, the Project J Entity and the DOE Collateral Agent and (iii) an Equity Pledge Agreement (the “*Project P Equity Pledge Agreement*” and, together with the Project M Equity Pledge Agreement and the Project J Equity Pledge Agreement, the “*DOE Equity Pledge Agreements*” and each individually, a “*DOE Equity Pledge Agreement*”), executed among MEAG Power, the Project P Entity and the DOE Collateral Agent, MEAG Power granted to the DOE Collateral Agent, for the benefit of DOE and the DOE Collateral Agent, all of MEAG Power’s right, title and interest in the applicable Vogtle Units 3&4 Project Entity, including its 100 percent membership interest therein and all rights to receive income, dividends or other distributions allocated or distributed to MEAG Power, and all of MEAG Power’s voting rights in or rights to control or direct the affairs of the applicable Vogtle Units 3&4 Project Entity, subject to the limitations set forth therein (see “SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS – DOE EQUITY PLEDGE AGREEMENTS” in APPENDIX O hereto).

In consideration of the other Original Vogtle Co-Owners’ agreement to amend the Vogtle Units 3&4 Project Agreements as described above, on June 24, 2015, MEAG Power entered into a Guaranty Agreement with respect to each of the Vogtle Units 3&4 Project Entities in favor of GPC, OPC and Dalton

(each, a “*Vogtle Units 3&4 Guaranty*” and, collectively, the “*Vogtle Units 3&4 Guaranties*”), pursuant to which MEAG Power guaranteed the respective obligations of each Vogtle Units 3&4 Project Entity under each of the Vogtle Units 3&4 Project Agreements. See “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Guaranties” in APPENDIX L hereto.

As described under INTRODUCTORY “STATEMENT – MEAG Power – *Vogtle Units 3&4*” herein, in May 2015, Fitch, Moody’s and S&P each notified MEAG Power in writing to the effect that such transfers and other actions would not result in a reduction, withdrawal or suspension of each such rating agency’s ratings on the outstanding Vogtle Units 3&4 Bonds then in effect (without regard to any third-party credit enhancement).

DOE Loan Guarantee Agreements. For a discussion of the DOE Events of Default, see “SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS – DOE LOAN GUARANTEE AGREEMENTS – Events of Default” in APPENDIX O hereto. In addition, for a discussion of the aggregate amount of Advances heretofore made by each Vogtle Units 3&4 Project Entity under its DOE Loan Guarantee Agreement, see “*Outstanding Indebtedness of Vogtle Units 3&4 Project Entities*” above.

Terms of DOE Guaranteed Loans. Each DOE Guaranteed Loan has a final maturity date of April 2, 2045. Each Advance to a Vogtle Units 3&4 Project Entity under its DOE Guaranteed Loan is evidenced by a promissory note issued by such Vogtle Units 3&4 Project Entity to, and purchased by, FFB on the Original Guarantee Issuance Date (each, an “*Original FFB Promissory Note*”), or by a promissory note issued by such Vogtle Units 3&4 Project Entity to, and purchased by, FFB on March 22, 2019 (the “*Additional Guarantee Issuance Date*”; each, an “*Additional FFB Promissory Note*”, and together with the Original FFB Promissory Notes, the “*FFB Promissory Notes*”), each of which FFB Promissory Notes has been guaranteed by DOE. The maximum amount that a Vogtle Units 3&4 Project Entity may borrow under its DOE Guaranteed Loan and capitalized interest thereon has been allocated among the various FFB Promissory Notes of such Vogtle Units 3&4 Project Entity and the Advances evidenced by each such FFB Promissory Note will bear interest as specified therein at a rate that either (a) is fixed to maturity or (b) may be reset not more frequently than quarterly, in each such case, at a rate determined by FFB equal to the sum of (i) a rate based on a United States Treasury yield for a comparable maturity, plus (ii) a spread equal to three-eighths of 1 percent per annum (0.375%).

Principal of the Advances and capitalized interest thereon, if applicable, evidenced by a particular FFB Promissory Note is, as specified in such FFB Promissory Note, payable (a) in quarterly installments on a fully amortizing level debt service basis during the period commencing (i) in the case of principal and capitalized interest (if applicable) allocable to Unit 3, on October 2, 2019 and (ii) in the case of principal and capitalized interest (if applicable) allocable to Unit 4, on October 2, 2020 and, in each such case, ending on the maturity date thereof, (b) as a “bullet” maturity due on the maturity date thereof or (c) in quarterly installments on an amortizing, pre-determined principal payment basis that was intended to provide level debt service over an assumed 40-year period (and was calculated prior to the Original Guarantee Issuance Date or the Additional Guarantee Issuance Date, as applicable, before the interest rates on the applicable Advances were determined), during the period commencing (i) in the case of principal and capitalized interest (if applicable) allocable to Unit 3, on October 2, 2019 and (ii) in the case of principal and capitalized interest (if applicable) allocable to Unit 4, on October 2, 2020 and, in each such case, ending on the maturity date thereof, with the remaining principal due in a “bullet” at the maturity date of the DOE Guarantee Loan. All overdue amounts on a DOE Guaranteed Loan will accrue interest at a late charge rate equal to one and one-half times the rate to be determined by the Secretary of the Treasury taking into consideration the prevailing market yield on the remaining maturity of the most recently auctioned 13-week United States Treasury bills.

The DOE Guaranteed Loans are subject to mandatory and voluntary prepayment provisions. Each Vogtle Units 3&4 Project Entity is obligated to make mandatory prepayments of its DOE Guaranteed Loan

upon the occurrence of certain events, including (a) at DOE's request, in the event of (and pro-rata to) any prepayment of any of the applicable Vogtle Units 3&4 Bonds, other than (i) a refunding or refinancing of the applicable Vogtle Units 3&4 Bonds or (ii) after commercial operation of the second unit of Unit 3 and Unit 4 to achieve commercial operation, a redemption of the applicable Vogtle Units 3&4 Bonds with the proceeds of such Vogtle Units 3&4 Bonds that are not needed to satisfy any remaining Project Costs, with the proceeds of insurance to the extent such proceeds are not used to rebuild or restore Vogtle Units 3&4 or upon a total loss to either unit, (b) after November 30, 2023, if the amount of Advances Made (as defined in the applicable DOE Loan Guarantee Agreement) exceeds the principal amount of any previously made prepayments plus the applicable DOE Leverage Percentage of Eligible Project Costs Paid (each as defined in the applicable DOE Loan Guarantee Agreement) and (c) cash reimbursements of disputed amounts of Eligible Project Costs Paid under the construction contracts following the resolution of disputes with the original contractor or cash proceeds from its guarantor (the "Guaranty Settlement Agreement"). See "SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS –DOE LOAN GUARANTEE AGREEMENTS – Mandatory Prepayment of DOE Guaranteed Loans" in APPENDIX O hereto.

Under certain circumstances, insurance proceeds and any proceeds from an event of taking must be applied to prepay outstanding Advances. Each Vogtle Units 3&4 Project Entity also may voluntarily prepay outstanding Advances. Under the FFB Promissory Notes, any prepayment (whether mandatory or optional) will be made with a make-whole premium or discount, as applicable.

Collateral. Each DOE Loan Guarantee Agreement provides that the DOE Guaranteed Loan thereunder is secured by various assets (collectively, the "*Collateral*"), including, among other things, the applicable Vogtle Units 3&4 Project Entity's rights or interests in: (a) Vogtle Units 3&4, (b) all governmental approvals and permits for Vogtle Units 3&4, (c) the project documents and other contracts and agreements relating to Vogtle Units 3&4, (d) nuclear fuel purchased for Vogtle Units 3&4, (e) all revenues, accounts receivable, investment property of or equity contributions to such Vogtle Units 3&4 Project Entity, including the Project Accounts established pursuant to the Amended and Restated Collateral Agency and Accounts Agreement, dated as of March 22, 2019, among such Vogtle Units 3&4 Project Entity, DOE and the DOE Collateral Agent (such Agreements are referred to herein respectively as the "*Project M DOE Accounts Agreement*," the "*Project J DOE Accounts Agreement*" and the "*Project P DOE Accounts Agreement*" and, collectively, as the "*DOE Accounts Agreements*"), (f) subject to certain requirements of the NRC and other limitations, the accounts in the Vogtle Units 3&4 Decommissioning Trusts, and (g) the Shared Trust Estate established under the applicable Vogtle Units 3&4 Bond Resolution. Each DOE Guaranteed Loan also is secured by MEAG Power's pledge of its equity interest in the applicable Vogtle Units 3&4 Project Entity.

For a discussion of the Project Accounts established pursuant to each DOE Accounts Agreement and the application of amounts on deposit therein, see "SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS – DOE COLLATERAL AGENCY AND ACCOUNTS AGREEMENTS" in APPENDIX O hereto.

Security interests in each Vogtle Units 3&4 Project Entity's Collateral have been granted in favor of the DOE Collateral Agent. On December 8, 2023, DOE consented to the DOE Collateral Agent's release of PTC's so that they could be transferred, and the proceeds applied to offset current or future project costs otherwise required to be paid by the Participants, JEA or PowerSouth, as applicable. The DOE Guaranteed Loans are not subordinate to any loan or other debt obligation and DOE has a first-priority perfected security interest in the Collateral, subject only to customary permitted liens, the arrangements relating to the flow of funds and, in the case of the Shared Trust Estate, the shared pledge thereof and lien thereon in favor of the holders of the related Vogtle Units 3&4 Bonds.

Covenants and Agreements of the Vogtle Units 3&4 Project Entities. Each Vogtle Units 3&4 Project Entity has made certain covenants and agreements with DOE in its DOE Loan Guarantee Agreement. For a discussion of certain of such covenants and agreements, see "SUMMARY OF CERTAIN

FEDERAL LOAN DOCUMENTS – DOE LOAN GUARANTEE AGREEMENTS – Affirmative Covenants Under DOE Loan Guarantee Agreements” and “– Negative Covenants Under DOE Loan Guarantee Agreements” in APPENDIX O hereto.

DOE Events of Default and Remedies. Upon the occurrence and continuance of DOE Event of Default under a DOE Loan Guarantee Agreement (a “*DOE Event of Default*”), DOE is permitted to exercise any or all rights and remedies at law or in equity (in any combination or order that DOE may elect), including, without prejudice to DOE’s other rights and remedies, the remedies described under “SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS – DOE LOAN GUARANTEE AGREEMENTS – Rights and Remedies of DOE” in APPENDIX O hereto. A default under one DOE Loan Guarantee Agreement does not constitute a default under either other DOE Loan Guarantee Agreement.

In the case of the Project J DOE Loan Guarantee Agreement and the Project P DOE Loan Guarantee Agreement, the rights of DOE following the occurrence and during the continuance of a DOE Event of Default thereunder are subject to several limitations and restrictions during a specified standstill period (the “*Standstill Period*”). In general, for purposes of the applicable Federal Loan Documents, “Standstill Period” means any period after the occurrence and during the continuance of a DOE Event of Default that results from (a) the failure of JEA (in the case of the Project J DOE Loan Guarantee Agreement) or PowerSouth (in the case of the Project P DOE Loan Guarantee Agreement) to satisfy its payment obligations under its Vogtle Units 3&4 PPA, (b) the premature termination of the applicable Vogtle Units 3&4 PPA as a result of an insolvency proceeding of JEA or PowerSouth, as applicable, (c) an insolvency proceeding having been commenced by or against JEA or PowerSouth, as applicable, or (d) a failure of the applicable Vogtle Units 3&4 Project Entity to comply with covenants under its DOE Loan Guarantee Agreement requiring the payment or deposit of funds (including deposits to or transfers from the Project Accounts, the Local Account (as defined in each DOE Loan Guarantee Agreement), the Vogtle Units 3&4 Decommissioning Trusts and the Shared Collateral Accounts (as defined in each DOE Loan Guarantee Agreement)) as a result of an insufficiency of funds resulting from a payment default of JEA or PowerSouth, as the case may be.

During the Standstill Period, DOE agrees not to exercise certain of the remedies specified in the applicable DOE Loan Guarantee Agreement, including (a) its right to accelerate the maturity of the applicable Vogtle Units 3&4 Project Entity’s DOE Guaranteed Loan and (b) its right to enter into possession of the Collateral (or any portion thereof). For a further discussion of (i) the circumstances under which a Standstill Period may arise, (ii) the limitations on the exercise of DOE’s rights and remedies during a Standstill Period and (iii) the circumstances under which a Standstill Period shall terminate, see “SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS – DOE LOAN GUARANTEE AGREEMENTS – Rights and Remedies of DOE – *Rights and Remedies of DOE Under Project J DOE Loan Guarantee Agreement During a Standstill Period*” and “– *Rights and Remedies of DOE Under Project P DOE Loan Guarantee Agreement During a Standstill Period*” in APPENDIX O hereto.

Security for MEAG Power’s Senior Bonds

Project One Senior Bonds

Pledge. The Project One Senior Bonds are payable from and secured by a pledge of the revenues of MEAG Power attributable to Project One after payment of operating expenses relating thereto, as well as by a pledge of the Construction Fund, the Debt Service Fund and all other funds established by the Project One Resolution. The Project One Resolution permits the issuance of additional Project One Senior Bonds for certain purposes relating to Project One.

Power Sales Contracts. Under the separate Project One Power Sales Contract with each Initial Participant, MEAG Power has agreed to provide to such Participant, and such Participant has agreed to take

from MEAG Power, output and services from Project One and related reserve, emergency and interchange service as may be available for the useful life thereof. Each Project One Power Sales Contract provides that a specified percentage of the net power and energy produced by Project One is to be delivered to the Initial Participant and that such Participant is to pay a corresponding percentage of MEAG Power's costs (including scheduled debt service, unless paid or provided for from the proceeds of Project One Senior Bonds or Project One Subordinated Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, Project One. Such payments are required to be made by the Initial Participant whether or not Project One or any part thereof is operating or operable or its output is suspended, interrupted, interfered with, reduced, curtailed or terminated in whole or in part. Such payments are not subject to reduction whether by offset or otherwise and are not conditional upon the performance or nonperformance by any party of any agreement for any cause whatever. Payments made for power and energy from Project One sold to others, including GPC, are credited to the accounts of the Initial Participants. As a result of the Term Extension Amendments, each power sales contract for Project One will continue in full force and effect until June 1, 2054. As more fully discussed under "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein, (a) each of the Initial Participants has agreed to provide a portion of its Project One Entitlement Share to Oxford and (b) Sylvania has agreed to provide a portion of its Project One Entitlement Share to Acworth, but each Initial Participant remains obligated for the payment of all costs associated with the portion(s) of its Entitlement Share so provided. The Project One power sales contracts between MEAG Power and Oxford and Acworth are substantially identical to the Project One Power Sales Contracts between MEAG Power and the Initial Participants.

In the court proceedings relating to the initial validation of the Project One Senior Bonds, the Georgia Supreme Court affirmed the lower court's decision that each of the Initial Participant's payment obligations under its Project One Power Sales Contract are general obligations to the payment of which its full faith and credit are pledged, that all terms and provisions of the Project One Power Sales Contracts are valid and binding upon the Initial Participants and that the Project One Power Sales Contracts are enforceable. So long as electric power and energy are actually received by a Participant from any facility of Project One, payments are required to be made as a cost of power and energy of the Participant's electric system and as an expense of operation and maintenance thereof. Each Participant has covenanted to maintain and collect rates to provide revenues sufficient, together with available electric system reserves, to make such payments. If payment is not made from the revenues of the electric system of the Participant or from other funds thereof, the Participant is required to include in its general revenue or appropriation measure or annual tax levy amounts sufficient to make the payments required under its Project One power sales contract. If any such provision or appropriation is not made for a fiscal year, then the chief fiscal officer of the Participant is required, in accordance with the provisions of the Act, to set up as an appropriation on the accounts of the Participant the amounts required to pay its obligations under its Project One power sales contract, and such appropriation will have the same legal status as if the Participant had included the amount of the appropriation in its general revenue or appropriation measure. MEAG Power's remedies under each Project One power sales contract include specific performance to compel the Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder.

Debt Service Reserve Account. The Project One Resolution establishes a separate sub-account in the Debt Service Reserve Account in the Debt Service Fund designated as the "Initial Sub-Account", for the benefit of (a) all Project One Senior Bonds outstanding on the Effective Date (as defined in "SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions – *The Project One Resolution*" in APPENDIX F hereto) and (b) all Project One Senior Bonds of any series issued after the Effective Date, but only to the extent that the supplemental resolution authorizing the Project One Senior Bonds of such series specifies that such Project One Senior Bonds will be an Additionally Secured Series (as defined in "SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions – *The Project One Resolution*" in APPENDIX F hereto) secured thereby. The Project One Resolution requires that the

Initial Sub-Account be funded in an amount equal to the Debt Service Reserve Requirement therefor, which is defined to mean, as of any date of calculation, an amount equal to the greatest amount of the Aggregate Debt Service (as defined in “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions – *The Project One Resolution*” in APPENDIX F hereto) on the Project One Senior Bonds secured thereby for the current or any future calendar year.

The Project One Resolution provides that, in lieu of depositing monies in the Initial Sub-Account, or in substitution for monies previously deposited in the Initial Sub-Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Initial Sub-Account. See “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Debt Service Reserve Accounts – *Deposit of Financial Guaranty*” in APPENDIX F hereto. As described in “COMPETITION – Certain Responses of MEAG Power to Competition – *Competitive Trust*” herein, MEAG Power previously had caused a Financial Guaranty to be deposited to the Debt Service Reserve Account in the Debt Service Fund established under the Project One Resolution. However, as a result of a downgrade in the ratings of the issuer of such Financial Guaranty, such Debt Service Reserve Account subsequently was funded with moneys.

As of the date of this Annual Information Statement, (a) the Project One Senior Bonds of all series outstanding, other than MEAG Power’s Power Revenue Bonds, Series HH (the “*Project One Series HH Senior Bonds*”), are additionally secured by the Initial Sub-Account in the Debt Service Account in the Debt Service Fund and (b) the amount on deposit in such Initial Sub-Account is at least equal to the Debt Service Reserve Requirement therefor.

The Project One Resolution also provides that MEAG Power may, by supplemental resolution, create within the Debt Service Reserve Account in the Debt Service Fund established under the Project One Resolution one or more additional sub-accounts, for the benefit of such series of Project One Senior Bonds as may be specified in, or determined pursuant to, such supplemental resolution. In lieu of maintaining moneys or investments in any such sub-account, MEAG Power at any time may cause to be deposited into such sub-account for the benefit of the holders of the Project One Senior Bonds of the Additionally Secured Series secured thereby a Financial Guaranty satisfying the requirements set forth in such supplemental resolution in an amount equal to the difference between the Debt Service Reserve Requirement for such sub-account and the sum of moneys or value of Investment Securities then on deposit therein, if any.

In the supplemental resolution (the “*Thirty-Seventh Supplemental Project One Resolution*”) authorizing the issuance of the Project One Series HH Senior Bonds, MEAG Power established a separate sub-account in the Debt Service Reserve Account in the Debt Service Fund designated as the “Second Sub-Account”, for the benefit of (a) the Project One Series HH Senior Bonds and (b) the Project One Senior Bonds of any series hereafter issued, if and to the extent that the supplemental resolution authorizing such Project One Senior Bonds provides that such Project One Senior Bonds shall be additionally secured by amounts on deposit in the Second Sub-Account; *provided, however*, that if the Project One Senior Bonds of any series hereafter issued are to be additionally secured by amounts on deposit in the Second Sub-Account, then it will be a condition precedent to the authentication and delivery of such Project One Senior Bonds that the amount on deposit in the Second Sub-Account, after giving effect to any Financial Guaranty that may be credited thereto in accordance with the provisions of the Thirty-Seventh Supplemental Project One Resolution, and after giving effect to the issuance of such Project One Senior Bonds, shall not be less than the Debt Service Reserve Requirement therefor.

The Thirty-Seventh Supplemental Project One Resolution provides that the Debt Service Reserve Requirement for the Second Sub-Account, as of any date of calculation, shall be equal to the average annual Debt Service (as such term is defined in the Project One Resolution) on the Additionally Secured Bonds of all series then outstanding that are additionally secured by the Second Sub-Account for the current and each future calendar year (calculated based upon the aggregate Debt Service for such Bonds for the period

beginning on the date of calculation and ending on the final maturity date of such Bonds then outstanding, divided by the number of years (including portions of years) during such period, and determined on the basis of a year consisting of twelve (12) thirty (30)-day months); *provided, however*, that in the event that, as a result of the scheduled amortization of the Additionally Secured Bonds of any series that are additionally secured by the Second Sub-Account, the amount of the Debt Service Reserve Requirement for the Second Sub-Account would, but for the operation of this proviso, increase, such increase shall be deemed to occur in equal monthly amounts over the five (5) years following the month in which such increase would have occurred, and MEAG Power shall have the option to fund such increase in equal monthly installments over such period, from any source of available funds.

As of the date of this Annual Information Statement, the amount on deposit in the Second Sub-Account in the Debt Service Account in the Debt Service Fund is at least equal to the Debt Service Reserve Requirement therefor.

Rate Covenant. MEAG Power has covenanted in the Project One Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project One as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the payment during such calendar year of operating expenses, scheduled debt service on Project One Senior Bonds and Project One Subordinated Bonds, amounts required for reserves under the Project One Resolution, and all other charges or liens payable from such revenues.

Nature of Obligation. The Project One Senior Bonds do not constitute a debt or a loan or pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, other than MEAG Power. The issuance of Project One Senior Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation for the payment thereof. No person has the right to enforce payment of any Project One Senior Bond against any property of the State of Georgia or of any political subdivision thereof, other than MEAG Power, nor does any Project One Senior Bond constitute a charge, lien or encumbrance upon any such property. However, in the Project One Resolution, MEAG Power has covenanted to enforce the obligation of any Participant to pay the amounts required by its Project One Power Sales Contract, which is an obligation of the Participant to the payment of which its full faith and credit are pledged.

Additional Project One Senior Bonds. The issuance of any series of Project One Senior Bonds is conditioned upon the deposit of an amount in the sub-account in the Debt Service Reserve Account in the Debt Service Fund established pursuant to the Project One Resolution (if any) applicable thereto such that, giving effect to the issuance of such series of Project One Senior Bonds, the balance in such sub-account equals the Debt Service Reserve Requirement therefor.

Pending Amendments to the Project One Resolution. On December 16, 2011, MEAG Power adopted the Project One Amendatory Supplemental Resolution for the purpose of making certain amendments to the Project One Resolution. For a description of such amendments and the conditions to the effectiveness thereof, see “*Pending Amendments to the Project One Resolution and the General Resolution Projects Resolution*” below. At such time as such amendments become effective, they will apply to all Project One Senior Bonds then Outstanding.

General Resolution Projects Senior Bonds

Pledge. The General Resolution Projects Senior Bonds are payable from and secured by a pledge of the revenues of MEAG Power attributable to the General Resolution Projects after payment of operating expenses relating thereto, as well as by a pledge of the Construction Fund, the Debt Service Fund and all other funds established by the General Resolution Projects Resolution. The General Resolution Projects Resolution permits the issuance of additional General Resolution Projects Senior Bonds for certain purposes

relating to the Existing General Resolution Projects and, upon satisfaction of the conditions described under “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Additional Senior Bonds – *The General Resolution Projects Resolution*” in APPENDIX F hereto, to finance additional projects (“*Additional General Resolution Projects*”).

Power Sales Contracts. Under the separate Power Sales Contracts for each of the Existing General Resolution Projects with each Initial Participant, and under the separate Power Sales Contracts for Project Two and Project Three with Oxford, MEAG Power has agreed to provide to such Participant, and such Participant has agreed to take from MEAG Power, such output and services from the applicable Project and related reserve, emergency and interchange service as may be available for the useful life thereof. Such Participants are required to make payments therefor according to rates and charges established by MEAG Power to produce revenues sufficient to pay MEAG Power’s costs attributable to the applicable Project, including scheduled debt service on General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds issued to finance such Project. In general, the Power Sales Contracts for each Existing General Resolution Project provide that if, at any time, (a) such Project is declared by MEAG Power to be totally and permanently retired from service or (b) such Project is totally, but not permanently, out of service and MEAG Power is unable to provide service from alternate sources, then each such Participant will remain liable to pay a fixed percentage, referred to as an “Obligation Share,” of MEAG Power’s costs attributable to such Project. In case of a default by such a Participant under its Power Sales Contract relating to any Existing General Resolution Project, such Participant would remain liable to pay the greater of its Obligation Share of MEAG Power’s costs attributable to such Project or the amount determined to be due under the rates and charges established by MEAG Power. A Participant’s Obligation Share with respect to either Project Two or Project Three would be fixed by MEAG Power under a formula based generally upon such Participant’s historical demand in excess of capacity delivered by MEAG Power from Project One relative to such historical demands for all Participants. An Initial Participant’s Obligation Share with respect to Project Four is a percentage specified in its Project Four Power Sales Contract. If at any time an Existing General Resolution Project is totally and permanently retired from service, or is totally out of service but not permanently retired and MEAG Power is unable to provide service from alternate sources, the sum of all Participants’ Obligation Shares for such Project is required to equal 100 percent. As more fully discussed under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein, each of the Initial Participants has agreed to provide a portion of its Project Four Obligation Share to Oxford, but each Initial Participant remains obligated for the payment of all costs associated with the portion of its Obligation Share so provided. The Project Four Power Sales Contract between MEAG Power and Oxford is substantially identical to the Project Four Power Sales Contracts between MEAG Power and the Initial Participants.

Payments under the Existing General Resolution Projects Power Sales Contracts are not subject to reduction whether by offset or otherwise and are not conditional upon the performance or nonperformance by any party of any agreement for any cause whatever. Payments made for power and energy from the Existing General Resolution Projects sold to others, including GPC, are credited to the accounts of the Participants. As a result of the Term Extension Amendments, each Existing General Resolution Projects Power Sales Contract will continue in full force and effect until June 1, 2054. See “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein for a discussion of the allocation among the Participants of the output and services and the costs of the Existing General Resolution Projects during the term extension period under the Term Extension Amendments.

In the separate court proceedings relating to validation of the General Resolution Project Senior Bonds authorized to finance each of the Existing General Resolution Projects, the Fulton County Superior Court ruled that each of the Initial Participant’s payment obligations under its Existing General Resolution Projects Power Sales Contracts are general obligations to the payment of which its full faith and credit is pledged, that all terms and provisions thereof are valid and binding upon the Initial Participants and that the

Existing General Resolution Projects Power Sales Contracts are enforceable. The Power Sales Contracts relating to each Existing General Resolution Project provide that, so long as electric power and energy are actually received by a Participant from any facility of such Project, payments are required to be made as a cost of purchased power and energy of the Participant's electric system and as an expense of operation and maintenance thereof. Each Participant has covenanted to maintain and collect rates to provide revenues sufficient, together with available electric system reserves, to make such payments. If payments required for any such Project are not made from revenues of the electric system of the Participant or from other funds thereof, the Participant is required under its applicable power sales contract to include in its general revenue or appropriation measure or annual tax levy amounts sufficient to make the required payments. If any such provision or appropriation is not made for a fiscal year, then the chief fiscal officer of the Participant is required, in accordance with the provisions of the Act, to set up as an appropriation on the accounts of the Participant the amounts required to pay its obligation under its applicable power sales contract, and such appropriation will have the same legal status as if the Participant had included the amount of the appropriation in its general revenue or appropriation measure. MEAG Power's remedies under each Existing General Resolution Projects Power Sales Contract include specific performance to compel the Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder.

Debt Service Reserve Account. The General Resolution Projects Resolution establishes a separate sub-account in the Debt Service Reserve Account in the Debt Service Fund designated as the "Initial Sub-Account", for the benefit of (a) all General Resolution Projects Senior Bonds outstanding on the Effective Date and (b) all General Resolution Projects Senior Bonds of any series issued after the Effective Date, but only to the extent that the supplemental resolution authorizing the General Resolution Projects Senior Bonds of such series specifies that such General Resolution Projects Senior Bonds will be an Additionally Secured Series secured thereby. The General Resolution Projects Resolution requires that the Initial Sub-Account be funded in an amount equal to the Debt Service Reserve Requirement therefor, which is defined to mean, as of any date of calculation, an amount equal to the greatest amount of the Aggregate Debt Service on the General Resolution Projects Senior Bonds secured thereby for the current or any future calendar year.

The General Resolution Projects Resolution provides that, in lieu of depositing monies in the Initial Sub-Account, or in substitution for monies previously deposited in the Initial Sub-Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Initial Sub-Account. See "SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Debt Service Reserve Accounts – *Deposit of Financial Guaranty*" in APPENDIX F hereto. As described in "COMPETITION – Certain Responses of MEAG Power to Competition – *Competitive Trust*" herein, MEAG Power previously had caused a Financial Guaranty to be deposited to the Debt Service Reserve Account in the Debt Service Fund established under the General Resolution Projects Resolution. However, as a result of a downgrade in the ratings of the issuer of such Financial Guaranty, such Debt Service Reserve Account subsequently was funded with moneys.

As of the date of this Annual Information Statement, (a) the General Resolution Projects Senior Bonds of all series outstanding, other than MEAG Power's General Power Revenue Bonds, 2018A Series (the "*General Resolution Projects 2018A Series Senior Bonds*"), are additionally secured by the Initial Sub-Account in the Debt Service Account in the Debt Service Fund and (b) the amount on deposit in such Initial Sub-Account is at least equal to the Debt Service Reserve Requirement therefor.

The General Resolution Projects Resolution also provides that MEAG Power may, by supplemental resolution, create within the Debt Service Reserve Account in the Debt Service Fund established under the General Resolution Projects Resolution one or more additional sub-accounts, for the benefit of such series of General Resolution Projects Senior Bonds as may be specified in, or determined pursuant to, such supplemental resolution. In lieu of maintaining moneys or investments in any such sub-account, MEAG Power at any time may cause to be deposited into such sub-account for the benefit of the holders of the

General Resolution Projects Senior Bonds of the Additionally Secured Series secured thereby a Financial Guaranty satisfying the requirements set forth in such supplemental resolution in an amount equal to the difference between the Debt Service Reserve Requirement for such sub-account and the sum of moneys or value of Investment Securities then on deposit therein, if any.

In the supplemental resolution (the “*Twenty-First Supplemental General Resolution Projects Resolution*”) authorizing the issuance of the General Resolution Projects 2018A Series Senior Bonds, MEAG Power established a separate sub-account in the Debt Service Reserve Account in the Debt Service Fund designated as the “Second Sub-Account”, for the benefit of (a) the General Resolution Projects 2018A Series Senior Bonds and (b) the General Resolution Projects Senior Bonds of any series hereafter issued, if and to the extent that the supplemental resolution authorizing such General Resolution Projects Senior Bonds provides that such General Resolution Projects Senior Bonds shall be additionally secured by amounts on deposit in the Second Sub-Account; *provided, however*, that if the General Resolution Projects Senior Bonds of any series hereafter issued are to be additionally secured by amounts on deposit in the Second Sub-Account, then it will be a condition precedent to the authentication and delivery of such General Resolution Projects Senior Bonds that the amount on deposit in the Second Sub-Account, after giving effect to any Financial Guaranty that may be credited thereto in accordance with the provisions of the Twenty-First Supplemental General Resolution Projects Resolution, and after giving effect to the issuance of such General Resolution Projects Senior Bonds, shall not be less than the Debt Service Reserve Requirement therefor.

The Twenty-First Supplemental General Resolution Projects Resolution provides that the Debt Service Reserve Requirement for the Second Sub-Account, as of any date of calculation, shall be equal to the average annual Debt Service (as such term is defined in the General Resolution Projects Resolution) on the Additionally Secured Bonds of all series then outstanding that are additionally secured by the Second Sub-Account for the current and each future calendar year (calculated based upon the aggregate Debt Service for such Bonds for the period beginning on the date of calculation and ending on the final maturity date of such Bonds then outstanding, divided by the number of years (including portions of years) during such period, and determined on the basis of a year consisting of twelve (12) thirty (30)-day months); *provided, however*, that in the event that, as a result of the scheduled amortization of the Additionally Secured Bonds of any series that are additionally secured by the Second Sub-Account, the amount of the Debt Service Reserve Requirement for the Second Sub-Account would, but for the operation of this proviso, increase, such increase shall be deemed to occur in equal monthly amounts over the five (5) years following the month in which such increase would have occurred, and MEAG Power shall have the option to fund such increase in equal monthly installments over such period, from any source of available funds.

As of the date of this Annual Information Statement, the amount on deposit in the Second Sub-Account in the Debt Service Account in the Debt Service Fund is at least equal to the Debt Service Reserve Requirement therefor.

Rate Covenant. MEAG Power has covenanted in the General Resolution Projects Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of all General Resolution Projects as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the payment during such calendar year of operating expenses, scheduled debt service on all General Resolution Projects Senior Bonds and General Resolution Projects Subordinated Bonds, amounts required for reserves under the General Resolution Projects Resolution, and all other charges or liens payable from such revenues.

Nature of Obligation. The General Resolution Projects Senior Bonds do not constitute a debt or a loan or pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, other than MEAG Power. The issuance of General Resolution Projects Senior Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation for the payment

thereof. No person has the right to enforce payment of any General Resolution Projects Senior Bond against any property of the State of Georgia or of any political subdivision thereof, other than MEAG Power, nor does any General Resolution Projects Senior Bond constitute a charge, lien or encumbrance upon any such property. However, in the General Resolution Projects Resolution, MEAG Power has covenanted to enforce the obligation of any Participant to pay the amounts required under any Power Sales Contract the revenues of which are pledged under the General Resolution Projects Resolution, which is an obligation of the Participant to the payment of which its full faith and credit are pledged.

Additional General Resolution Projects Senior Bonds. The issuance of any series of General Resolution Projects Senior Bonds is conditioned upon the deposit of an amount in the sub-account in the Debt Service Reserve Account in the Debt Service Fund established pursuant to the General Resolution Projects Resolution (if any) applicable thereto such that, giving effect to the issuance of such series of General Resolution Projects Senior Bonds, the balance in such sub-account equals the Debt Service Reserve Requirement therefor.

Pending Amendments to the General Resolution Projects Resolution. On December 16, 2011, MEAG Power adopted the General Resolution Projects Amendatory Supplemental Resolution for the purpose of making certain amendments to the General Resolution Projects Resolution. For a description of such amendments and the conditions to the effectiveness thereof, see “*Pending Amendments to the Project One Resolution and the General Resolution Projects Resolution*” below. At such time as such amendments become effective, they will apply to all General Resolution Projects Senior Bonds then Outstanding.

Pending Amendments to the Project One Resolution and the General Resolution Projects Resolution

General. On December 16, 2011, MEAG Power adopted the Amendatory Supplemental Resolutions for the purpose of making certain amendments to the Project One Resolution and the General Resolution Projects Resolution, respectively. The Project One Resolution and the General Resolution Projects Resolution are referred to herein collectively as the “Resolutions,” and the Project One Senior Bonds and the General Resolution Project Senior Bonds are referred to herein collectively as the “Senior Bonds.” See “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Amendatory Supplemental Resolutions” in APPENDIX F hereto.

Description of Pending Amendments. The Amendatory Supplemental Resolutions contain amendments to certain provisions of the applicable Resolution that will become effective on the date on which all Senior Bonds Outstanding under the applicable Resolution at December 16, 2011 (the date of adoption of the Amendatory Supplemental Resolutions) cease to be Outstanding thereunder. The latest maturity date of any such Project One Senior Bonds is January 1, 2026, and the latest maturity date of any such General Resolution Projects Senior Bonds is January 1, 2025. Set forth below is a description of the pending amendments to the Resolutions contained in the Amendatory Supplemental Resolutions. Upon their effectiveness, such amendments will apply to all Senior Bonds then Outstanding under the applicable Resolution and will be binding upon the Holders thereof. Although the description below refers to the pending amendments to only one Resolution, it is equally applicable to the pending amendments to both Resolutions, which are substantially the same.

Amendments Relating to Redemptions

- Allow MEAG Power to reserve the right to revoke any notice of redemption given at its election or direction and provide that the obligation of MEAG Power to redeem Senior Bonds called for redemption will be conditioned on sufficient moneys being available to pay the redemption price

**Amendments Relating
to Certain Future
Amendments**

- Allow the Trustee to consent to any amendment it determines will not have a material adverse effect on the interests of bondholders
- In the case of any amendment that currently would require the consent of the Holders of two-thirds in principal amount of all Senior Bonds Outstanding, reduce such requirement to a majority in principal amount of the Senior Bonds affected by such amendment
- Permit MEAG Power to provide, in connection with the initial issuance of a Series of Senior Bonds, that the Holders of such Senior Bonds are deemed to have consented to a particular amendment, so that such Holders will not have the right to revoke such consent

Effectiveness of Amendments Contained in the Amendatory Supplemental Resolutions. The various amendments to the Project One Resolution and the General Resolution Projects Resolution contained in the Amendatory Supplemental Resolutions, respectively, will become effective upon the satisfaction of the conditions to the effectiveness thereof contained in the Project One Resolution and the General Resolution Projects Resolution, respectively. Such conditions include: (a) all Project One Senior Bonds or General Resolution Projects Senior Bonds, as applicable, Outstanding under the applicable Resolution at December 16, 2011 (the date of adoption of the Amendatory Supplemental Resolutions) shall cease to be Outstanding thereunder and (b) there shall have been filed with the Trustee an opinion of counsel to the effect that the applicable Amendatory Supplemental Resolution has been duly and lawfully adopted by MEAG Power in accordance with the provisions of the Project One Resolution or the General Resolution Projects Resolution, as applicable, is authorized or permitted by such resolution, and is valid and binding upon MEAG Power and enforceable in accordance with its terms (which opinion was filed with the Trustee on December 21, 2011). At such time as such amendments become effective, they will apply to all Outstanding Project One Senior Bonds and all Outstanding General Resolution Projects Senior Bonds, as applicable. The latest maturity date of any Project One Senior Bonds Outstanding at the date of adoption of the Project One Amendatory Supplemental Resolution was January 1, 2026, and the latest maturity date of any General Resolution Projects Senior Bonds Outstanding at the date of adoption of the General Resolution Projects Amendatory Supplemental Resolution was January 1, 2025.

Security for MEAG Power's Subordinated Bonds

Project One Subordinated Bonds

The Project One Subordinated Bonds are direct and general obligations of MEAG Power subject, however, to the prior pledge of any revenues or funds of MEAG Power to holders of the Project One Senior Bonds or other evidences of indebtedness. The Project One Subordinated Bonds are payable from available funds of MEAG Power, including the proceeds of Project One Subordinated Bonds and other indebtedness and revenues from Project One after payment of operating expenses and debt service on Project One Senior Bonds, but prior to the payment of amounts required to be deposited in the Reserve and Contingency Fund established pursuant to the Project One Resolution. Pursuant to the Project One Resolution, the Subordinated Bond Fund established thereunder, including the investments, if any, thereof, is pledged and assigned for the payment of the principal of and premium, if any, and interest on the Project One Subordinated Bonds provided that any debt service reserve established therein in respect of any series of Project One Subordinated Bonds will secure only such Project One Subordinated Bonds. Such pledge and assignment is subordinate in all respects to the pledge under the Project One Resolution of all funds thereunder as security for the Project One Senior Bonds. Except as described in the next paragraph, MEAG Power has agreed that it will not create or permit to exist any lien on any proceeds of Project One Senior Bonds to secure any bonds, notes or other evidences of indebtedness, other than Project One Senior Bonds, unless the Project One Subordinated Bonds are secured by such proceeds on a parity with or superior to such lien.

Under the Project One Subordinated Resolution, MEAG Power may create or permit to exist a lien on proceeds of Project One Senior Bonds to secure indebtedness owing to one or more banks which is not evidenced by Project One Subordinated Bonds and the aggregate principal amount of which does not at any time exceed \$150,000,000 (which not to exceed amount is applicable to the Project One Revolving Credit Agreement, but is not applicable to the Additional Project One Revolving Credit Agreement, since the Additional Project One Revolving Credit Agreement is evidenced by a Project One Subordinated Bond, and is not secured by a lien on proceeds of Project One Senior Bonds). Any indebtedness outstanding from time to time under the Project One Revolving Credit Agreement is secured by a pledge of proceeds of any Project One Senior Bonds issued from and after the earlier of any default under the Project One Revolving Credit Agreement or the date 90 days prior to the termination date until such notes are repaid in full. The aggregate commitment under the Project One Revolving Credit Agreement, the Projects Two, Three and Four Revolving Credit Agreement and the CC Project Revolving Credit Agreement is \$72.5 million. See “*General Resolution Projects Subordinated Bonds*” and “*Security for MEAG Power’s CC Bonds – CC Project Revolving Credit Agreement*” below. Following an event of default under the Project One Revolving Credit Agreement, the bank has the right, subject to certain conditions, to exchange notes held thereunder for Project One Senior Bonds. See “SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power’s Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*” herein.

The Project One Subordinated Bonds do not constitute a debt or a loan or pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, other than MEAG Power. The issuance of Project One Subordinated Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation for the payment thereof. No person has the right to enforce payment of any Project One Subordinated Bond against any property of the State of Georgia or of any political subdivision thereof, other than MEAG Power, nor does any Project One Subordinated Bond constitute a charge, lien or encumbrance upon any such property. However, in the Project One Resolution, MEAG Power has covenanted to enforce the obligation of any Participant to pay the amounts required by its Project One power sales contract, which is an obligation of the Participant to the payment of which its full faith and credit are pledged.

General Resolution Projects Subordinated Bonds

The General Resolution Projects Subordinated Bonds are direct and general obligations of MEAG Power subject, however, to the prior pledge of any revenues or funds of MEAG Power to holders of the General Resolution Projects Senior Bonds or other evidences of indebtedness. The General Resolution Projects Subordinated Bonds are payable from available funds of MEAG Power, including the proceeds of General Resolution Projects Subordinated Bonds and other indebtedness and revenues from Existing General Resolution Projects after payment of operating expenses and debt service on General Resolution Projects Senior Bonds, but prior to the payment of amounts required to be deposited in the Reserve and Contingency Fund established pursuant to the General Resolution Projects Resolution. Pursuant to the General Resolution Projects Resolution, the Subordinated Bond Fund established thereunder, including the investments, if any, thereof, is pledged and assigned for the payment of the principal of and premium, if any, and interest on the General Resolution Projects Subordinated Bonds provided that any debt service reserve established therein in respect of any series of General Resolution Projects Subordinated Bonds will secure only such General Resolution Projects Subordinated Bonds. Such pledge and assignment is subordinate in all respects to the pledge under the General Resolution Projects Resolution of all funds thereunder as security for the General Resolution Projects Senior Bonds.

Under the General Resolution Projects Subordinated Resolution, MEAG Power may create or permit to exist a lien on proceeds of General Resolution Projects Senior Bonds to secure indebtedness owing to one or more banks, which is not evidenced by General Resolution Projects Subordinated Bonds (which provision is applicable to the Projects Two, Three and Four Revolving Credit Agreement, but is not

applicable to the Additional Projects Two, Three and Four Revolving Credit Agreement, since the Additional Projects Two, Three and Four Revolving Credit Agreement is evidenced by a General Resolution Projects Subordinated Bond, and is not secured by a lien on proceeds of General Resolution Projects Senior Bonds). On April 30, 2020, the amount outstanding under a previous revolving credit agreement for the Existing General Resolution Projects was repaid from the proceeds of a drawing under the Additional Projects Two, Three and Four Revolving Credit Agreement. Any indebtedness outstanding from time to time under the Projects Two, Three and Four Revolving Credit Agreement is secured by a pledge of proceeds of any General Resolution Projects Senior Bonds issued from and after the earlier of any default under the Projects Two, Three and Four Revolving Credit Agreement or the date 90 days prior to the termination date until such notes are repaid in full. The aggregate commitment under the Project One Revolving Credit Agreement, the Projects Two, Three and Four Revolving Credit Agreement and the CC Project Revolving Credit Agreement is \$72.5 million. See “*Project One Subordinated Bonds*” above and “*Security for MEAG Power’s CC Bonds – CC Project Revolving Credit Agreement*” below. Following an event of default under the Projects Two, Three and Four Revolving Credit Agreement, the bank has the right, subject to certain conditions, to exchange notes held thereunder for General Resolution Projects Senior Bonds. See “SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power’s Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*” herein.

The General Resolution Projects Subordinated Bonds do not constitute a debt or a loan or pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, other than MEAG Power. The issuance of General Resolution Projects Subordinated Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation for the payment thereof. No person has the right to enforce payment of any General Resolution Projects Subordinated Bond against any property of the State of Georgia or of any political subdivision thereof, other than MEAG Power, nor does any General Resolution Projects Subordinated Bond constitute a charge, lien or encumbrance upon any such property. However, in the General Resolution Projects Resolution, MEAG Power has covenanted to enforce the obligation of any Participant to pay the amounts required by its Existing General Resolution Projects Power Sales Contract, which is an obligation of the Participant to the payment of which its full faith and credit are pledged.

Security for MEAG Power’s CC Bonds

The CC Contracts

Under the separate CC Contracts with each CC Participant, MEAG Power has agreed to provide to such CC Participant, and such CC Participant has agreed to take from MEAG Power, output and services from the CC Project. Each CC Contract provides that a specified percentage of the power and energy produced by the CC Project is to be delivered to the CC Participant and that such CC Participant is to pay a corresponding percentage of MEAG Power’s costs (including scheduled debt service, except as provided in the third following paragraph and unless paid or provided for from the proceeds of CC Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, the CC Project. Each CC Participant also is obligated to pay its Embedded Simple Cycle Obligation Share of Embedded Simple Cycle Debt Related Costs. All such payments are required to be made by the CC Participant whether or not the CC Project has been completed or is operating or operable or its output is suspended, interrupted, interfered with, reduced, curtailed or terminated in whole or in part. Such payments are not subject to reduction whether by offset or otherwise and are not conditioned upon the performance or nonperformance by any party of any agreement for any cause whatever. Payments made for power and energy from the CC Project sold to others are to be credited to the accounts of the CC Participants. Each of the CC Contracts with the Initial Participants became effective on July 15, 2003 and will continue in full force and effect until such time as all CC Bonds have been paid or provision has been made for their payment or until such time as the CC Project is retired from service or disposed of by MEAG Power, whichever is later, but in no

event longer than 50 years from July 15, 2003 (unless extended either through amendment or replacement with another contract; see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein). Each of the Additional CC Contracts will continue in full force and effect until the termination of the CC Contracts with the Initial Participants.

Each CC Participant is obligated to pay only its own share of Debt Service on the CC Bonds of each series (determined as provided in the CC Contracts), with no “step-up” provisions obligating it to pay additional amounts in the event of a default by another CC Participant. As a result, any failure by a CC Participant to pay in full any billing statement rendered to it by MEAG Power may result in insufficient funds being available to pay the full amount of Debt Service due on the CC Bonds, and would require MEAG Power to pursue its remedies under such CC Participant’s CC Contract to obtain sufficient funds. Pursuant to Section 702 of the CC Project power sales contracts, each Participant in the CC Project may assign a portion of its CC Project output to other Participants in the CC Project. As discussed herein, these transactions are facilitated by MEAG Power through the execution of additional power sales contracts, if applicable, and assignment agreements. In the event that the assignee defaults in connection with its obligations under its respective CC Project power sales contract pertaining to the assigned amounts, the assigning Participant shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. During the period of such default, the assigning Participant shall be entitled to the output associated with the assigned rights of the defaulting party.

As is discussed more fully below, each CC Participant’s payment obligations under its CC Contract are general obligations to the payment of which its full faith and credit are pledged, and MEAG Power’s remedies under each CC Contract include specific performance to compel the CC Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder. In addition, MEAG Power currently maintains certain reserves under the CC Bond Resolution (including, without limitation, amounts on deposit in the sub-subaccount in the Initial Subaccount in the Debt Service Reserve Account in the Debt Service Fund established with respect to each CC Participant (see “*Pledge*” below) and at least 45 days of working capital) which are available to be used to pay Debt Service on the CC Bonds during any period during which MEAG Power is pursuing remedies against any non-paying CC Participant. Under the CC Bond Resolution, MEAG Power has covenanted to enforce the payment of any and all amounts owing to it under the CC Contracts with the CC Participants by discontinuing the supply of the output, capacity, use or service of the CC Project to any non-paying CC Participant, or by filing suit therefor within 60 days after any such accounts are due, or by both such discontinuance and by filing suit.

In the event of any such discontinuance, each non-defaulting CC Participant will have a right of first refusal to purchase a *pro rata* amount of the defaulting CC Participant’s Obligation Share of the output, capacity, use and service of the CC Project for the period of the discontinuance. Upon a non-defaulting CC Participant’s exercise of the right of first refusal, it will be obligated to pay for the transferred output as if it had been part of its obligation share. To the extent the defaulting CC Participant’s Obligation Share of the output, capacity, use and service of the CC Project is not acquired by non-defaulting CC Participants pursuant to such rights of first refusal, MEAG Power is authorized to sell such output, capacity, use or service of the CC Project so discontinued to any other person. Although MEAG Power believes it would be able to market such excess output, capacity, use or service under those circumstances, MEAG Power cannot give any assurance it will be able to make any such sales on terms that will produce revenues sufficient to enable MEAG Power to meet all of its obligations with respect to the CC Project, including debt service on the CC Bonds.

Pursuant to the CC Contracts, each CC Participant, prior to the issuance of any series of CC Bonds, may prepay all or any portion of the amounts owed by it in respect of its interest in the output of the CC Project or Embedded Simple Cycle Costs by paying a capital contribution (a “*CC Capital Contribution*”) to MEAG Power in an amount equal to all or any portion of the non-financing costs associated with the

acquisition and construction of the CC Project, which include, but are not limited to, all construction, acquisition and installation costs, reserves for the CC Project, costs related to the transportation and storage of fuel, and other related costs or in connection with its Embedded Simple Cycle Costs. CC Capital Contribution payments made by any CC Participant will reduce the principal amount of CC Bonds that MEAG Power is required to issue in connection with the CC Project or Embedded Simple Cycle Costs and therefore will decrease the percentage share of debt service on the CC Bonds that would otherwise have to be paid by each CC Participant providing a CC Capital Contribution. In addition, pursuant to the CC Contracts, while the CC Bonds are outstanding the CC Participants may pay to MEAG Power an amount (a “*CC Defeasance Payment*”), which may be in the form of monies or certain securities (or rights to payment of such securities) of, or which are guaranteed by, the United States of America, sufficient to provide for the defeasance of CC Bonds allocable to such CC Participant. The CC Participant is prohibited from making a CC Capital Contribution from the proceeds of tax-exempt bonds or other tax-exempt borrowings of such CC Participant. For a discussion of the manner in which CC Capital Contributions and CC Defeasance Payments are treated under the CC Bond Resolution, see the final paragraph under “*Pledge*” below.

In the court proceedings relating to the validation of the CC Bonds, the Fulton County Superior Court held that each of the Initial CC Participant’s payment obligations under its CC Contract are general obligations to the payment of which its full faith and credit are pledged, that all terms and provisions of the CC Contracts with the Initial CC Participants are valid and binding upon the Initial CC Participants and that such CC Contracts are enforceable. In the CC Contracts, each CC Participant has agreed that amounts payable by it thereunder will be paid as a cost of purchased power and energy of such CC Participant’s electric system and otherwise as an expense of operation and maintenance thereof. In the validation proceedings relating to the CC Bonds, the Fulton County Superior Court held that so long as electric power and energy is actually received by any Initial CC Participant from any facility or facilities of the CC Project, the Obligation Share of such Initial CC Participant of MEAG Power’s costs relating to the CC Project will be paid by such Initial CC Participant as a cost of purchased electric power and energy for such Initial CC Participant’s electric system and as an expense of operation and maintenance thereof. The Additional CC Contracts were entered into after the entry of the validation order and have not been so validated. In connection with the issuance of the Combined Cycle Revenue Bonds, Series 2012A, general counsel to MEAG Power rendered an opinion to the effect that the Additional CC Contracts that were in effect as of the date of such opinion are valid and binding obligations of MEAG Power and each of the applicable Additional CC Participants, enforceable in accordance with their terms, except as enforcement may be limited by any applicable bankruptcy, moratorium or other laws relating to enforcement of creditors’ rights and subject to customary qualifications and exceptions. Each CC Participant has covenanted to maintain and collect rates to provide revenues sufficient, together with available electric system reserves, to make such payments. If payment is not made from the revenues of the electric system of the CC Participant or from other funds thereof, the CC Participant is required to include in its general revenue or appropriation measure or annual tax levy amounts sufficient to make the payments required under its CC Contract, whether or not electric power and energy is actually received by such CC Participant. If any such provision or appropriation is not made for a fiscal year, then the chief fiscal officer of the CC Participant is required, in accordance with the provisions of the Act, to set up as an appropriation on the accounts of the CC Participant the amounts required to pay its obligations under its CC Contract, and such appropriation will have the same legal status as if the CC Participant had included the amount of the appropriation in its general revenue or appropriation measure. MEAG Power’s remedies under each CC Contract include specific performance to compel the CC Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder.

Pledge

The CC Bonds are direct and special obligations of MEAG Power. The CC Bonds are payable from and secured by a pledge of the Trust Estate, which is defined in the CC Bond Resolution to include

(a) the proceeds of the sale of the CC Bonds, (b) the Revenues, (c) all rights, title and interest of MEAG Power under any CC Participant Credit Enhancement (as such term is defined in the CC Bond Resolution) and (d) all Funds established by the CC Bond Resolution, including the investments, if any, thereof; *provided, however*, that the Trust Estate does not include the Debt Service Reserve Account in the Debt Service Fund; and *provided, further*, that the Trust Estate does not include the “Segregated Funds” referred to below or any investments thereof nor does it include any Revenues deposited or required to be deposited in the Segregated Funds pursuant to the CC Bond Resolution.

“Revenues” is defined in the CC Bond Resolution to mean (a) all revenues, income, rents and receipts derived by MEAG Power from or attributable to the ownership and operation of the CC Project or from or attributable to the Embedded Simple Cycle Costs, including all revenues attributable to the CC Project or to the payment of the costs thereof and all revenues attributable to the Embedded Simple Cycle Costs received by MEAG Power under the CC Contracts or under any other contract for the sale of power, energy or other service from the CC Project or any part thereof or any contractual arrangement with respect to the use of the CC Project or any portion thereof or the services, output or capacity thereof but does not include any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation (as such term is defined in the CC Bond Resolution), (b) the proceeds of any insurance covering business interruption loss relating to the CC Project and (c) interest accrued on any moneys or securities held pursuant to the CC Bond Resolution and paid or required to be paid into the Revenue and Operating Fund established pursuant to the CC Bond Resolution.

The CC Bond Resolution provides for the establishment of a Segregated Construction Fund, a Segregated Revenue and Operating Fund and a Segregated Reserve and Contingency Fund thereunder (collectively, the “*Segregated Funds*”). Amounts on deposit in any Segregated Fund are not available to make payments on the CC Bonds or included in the Trust Estate or otherwise pledged to secure the CC Bonds. In the event any CC Participant makes a CC Capital Contribution or CC Defeasance Payment as described in the penultimate paragraph under “*The CC Contracts*” above, MEAG Power is required to divide each payment made by such CC Participant under its CC Contract into two portions, with one portion (the “*Non-Pledged Portion*”) to be deposited in the Segregated Revenue and Operating Fund established pursuant to the CC Bond Resolution and the balance to be deposited in the Revenue and Operating Fund established pursuant to the CC Bond Resolution. With respect to each CC Participant, the Non-Pledged Portion of each payment made by such CC Participant under its CC Contract is calculated in the manner described in the second paragraph under “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Segregated Funds” in APPENDIX I hereto.

Additional CC Bonds

The CC Bond Resolution permits the issuance of additional CC Bonds for certain purposes relating to the CC Project. In addition, under the CC Bond Resolution, upon satisfaction of the conditions contained therein, MEAG Power is permitted to issue or incur certain Parity Obligations (as such term is defined in the CC Bond Resolution), which may be secured by a pledge of, and a lien on, the Trust Estate on a parity with the pledge and lien created by the CC Bond Resolution to secure the CC Bonds. See “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Definitions” in APPENDIX I hereto for a definition of the term “Parity Obligation.” See also “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts” and “– Commercial Paper Notes” in APPENDIX I hereto.

Debt Service Reserve Account

In the Second Supplemental Combustion Turbine Project Bond Resolution adopted by MEAG Power on August 22, 2002 (the “*Second Supplemental CT Bond Resolution*”), MEAG Power has established a separate subaccount in the Debt Service Reserve Account in the Debt Service Fund established

pursuant to the CC Bond Resolution entitled the “Initial Subaccount.” Within the Initial Subaccount, MEAG Power has established a separate sub-subaccount with respect to each CC Participant. The 2012A CC Bonds and the 2020A CC Bonds are, and any additional CC Bonds as may be determined by MEAG Power will be, additionally secured by amounts on deposit in (and any reserve fund credit instrument(s) (hereinafter defined) credited to) the Initial Subaccount.

As provided in the CC Bond Resolution, the Debt Service Reserve Requirement for each sub-subaccount in the Initial Subaccount at any time will be equal to the sum of the maximum amounts of the Debt Service on the CC Bonds of each series that are additionally secured by the Initial Subaccount that are allocable to the CC Participant for whom such sub-subaccount has been established (determined as provided in the CC Contracts) in the then current or any future twelve-month period ending on October 31, determined as of the respective dates of issuance of the CC Bonds of such series and, with respect to any variable rate CC Bonds, calculating the Debt Service on such variable rate CC Bonds at such rate of interest as MEAG Power shall determine; *provided, however*, that in the event that any CC Participant shall make a CC Defeasance Payment as described above, the Debt Service Reserve Requirement for the sub-subaccount in the Initial Subaccount established with respect to such CC Participant shall be redetermined as of the date of the making of such CC Defeasance Payment, and will be equal to the sum of the maximum amounts of Debt Service that are allocable to such CC Participant in the then current or any future twelve-month period ending on October 31 with respect to the CC Bonds of each series secured by the Initial Subaccount that remain outstanding following the making of such CC Defeasance Payment; and *provided, further*, that in the event that MEAG Power shall refund any of the CC Bonds of any such series, the Debt Service Reserve Requirement for each sub-subaccount in the Initial Subaccount will be redetermined as of the date of such refunding, and will be equal to the sum of the maximum amounts of Debt Service that are allocable to the CC Participant for whom such sub-subaccount has been established in the then current or any future twelve-month period ending on October 31 with respect to the CC Bonds of each series secured by the Initial Subaccount that remain outstanding following such refunding.

The Second Supplemental CT Bond Resolution authorizes MEAG Power to substitute one or more irrevocable surety bonds, insurance policies or letters of credit (as more particularly defined in the Second Supplemental CT Bond Resolution, “*reserve fund credit instruments*”) for all or any portion of the moneys on deposit in any sub-subaccount in the Initial Subaccount. See “SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION – Initial Subaccount in the Debt Service Reserve Account” in APPENDIX I hereto.

If there is a deficiency in the Debt Service Account in the Debt Service Fund on any day on which principal or interest on the 2012A CC Bonds or the 2020A CC Bonds are due, amounts from each CC Participant’s sub-subaccount in the Initial Subaccount will be transferred to the Debt Service Account on a *pro rata* basis to cure such deficiency; *provided, however*, that if the deficiency is caused by a default of a CC Participant to make a payment required under such CC Participant’s CC Contract, the amount to be transferred to the Debt Service Account will be derived only from the sub-subaccount applicable to such defaulting CC Participant.

Rate Covenant

MEAG Power has covenanted in the CC Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of the CC Project as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the payment during such calendar year of operating expenses, scheduled debt service on CC Bonds, amounts required for reserves under the CC Bond Resolution, and all other charges or liens payable from such revenues.

Nature of Obligation

The CC Bonds do not constitute a debt of, a loan by or a pledge of the faith and credit of the State of Georgia or of any political subdivision thereof. The issuance of CC Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation for the payment thereof. No person has the right to enforce payment of any CC Bond against any property of the State of Georgia or of any political subdivision thereof nor does any CC Bond constitute a charge, lien or encumbrance upon any such property. However, in the CC Bond Resolution, MEAG Power has covenanted to enforce the obligation of any CC Participant to pay the amounts required by its CC Contract, which is an obligation of the CC Participant to the payment of which its full faith and credit are pledged.

Allocation of Costs Among CC Participants

Pursuant to the CC Contracts, MEAG Power is obligated to collect from each CC Participant and each CC Participant is obligated to pay on a monthly basis its Combined Cycle Obligation Share of all annual fixed and variable costs relating to the CC Project and its Embedded Simple Cycle Obligation Share of Embedded Simple Cycle Debt Related Costs; *provided, however*, that with respect to fixed costs relating to debt service on the CC Bonds, each CC Participant's obligation is determined based upon the elections made by the CC Participants as provided for in the CC Contracts. MEAG Power will operate the CC Project to achieve the best operating economics in accordance with prudent utility practice and may sell such of the output to others as it determines economically appropriate. Further, MEAG Power may use the CC Project to enter into, among other agreements, (a) capacity sales and swaps, (b) energy sales and swaps and (c) financial swaps and hedges, when such transactions are reasonably expected to economically benefit the CC Participants. The proceeds derived from any of such transactions will be credited to each CC Participant's obligation to pay its share of annual CC Project costs on an allocable basis according to each CC Participant's Combined Cycle Obligation Share. The proceeds from the sale or other transactions involving the assets acquired as a result of the Embedded Simple Cycle Costs will be credited to the CC Participants' obligation to pay Embedded Simple Cycle Debt Related Costs or, in the event that a CC Participant has satisfied such obligation, as a direct payment to such CC Participant, in the proportion of the CC Participant's respective Embedded Simple Cycle Obligation Share for other than Embedded Simple Cycle Debt Related Costs. See "SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS – CC Participants' Obligations to Pay" in APPENDIX H hereto.

CC Project Revolving Credit Agreement

See "SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA – Rating Triggers and Other Factors That Could Affect MEAG Power's Liquidity, Results of Operations or Financial Condition – *Revolving Credit Agreements*" herein for a description of the Replacement CC Credit Agreement. As of December 31, 2023, and as of March 31, 2024, \$0 and \$0, respectively, was outstanding under the revolving agreement for the CC Project.

Security for MEAG Power's Project M Bonds

The Project M Power Sales Contracts

General. Under the separate Project M Power Sales Contracts with each Project M Participant, MEAG Power has agreed to provide to each Project M Participant, and each Project M Participant has agreed to take from MEAG Power, output and services from the Project M Entity's Ownership Interest and related reserve, emergency and interchange service as may be available for the term of the Project M Power Sales Contracts. Each Project M Power Sales Contract provides that a specified percentage of the net power and energy produced by Project M is to be delivered to each Project M Participant and that each Project M Participant is to pay a corresponding percentage of MEAG Power's costs (including scheduled debt service,

unless paid or provided for from the proceeds of Project M Bonds) resulting from the ownership, operation and maintenance of, and renewals and replacements to, Project M. Each Project M Power Sales Contract will continue to be in full force and effect at least until such time as all Project M Bonds have been paid or provision has been made for their payment and all obligations of the Project M Entity under the Project M Federal Loan Documents have been satisfied and all lending commitments thereunder have been terminated or until such time as Project M is retired from service or disposed of by MEAG Power or the Project M Entity, as applicable, whichever is later, but in no event longer than fifty (50) years from December 31, 2014, the execution date of the Amended and Restated Project M Power Sales Contracts (unless extended either through amendment or replacement with another contract; see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein).

Project M Participants’ Payment Obligations Under the Project M Power Sales Contracts. Each Project M Participant is obligated to pay its Obligation Share of Project M’s annual costs and any other costs that become due and owing during the term of the Project M Power Sales Contracts. Such payments are required to be made by the Project M Participant whether or not the Project M Entity’s Ownership Interest is completed, is operating or operable or its output is suspended, interrupted, interfered with, reduced, curtailed or terminated in whole or in part. Such payments are not subject to reduction, whether by offset or otherwise, and are not conditional upon the performance or nonperformance by any party of any agreement for any cause whatsoever.

Event of Default by a Project M Participant Under a Project M Power Sales Contract. Failure by a Project M Participant to make any payment due under its Project M Power Sales Contract will constitute a default thereunder. In such event, MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days’ written notice to the defaulting Project M Participant, cease and discontinue providing services to such Project M Participant under such Project M Power Sales Contract. If the default continues for more than 180 days or if a non-defaulting Project M Participant exercises a right of first refusal to purchase a *pro rata* share of such defaulting Project M Participant’s Obligation Share of the output and services of the Project M Entity’s Ownership Interest, whichever occurs first, MEAG Power may permanently discontinue providing service from the Project M Entity’s Ownership Interest to the defaulting Project M Participant. Each Project M Participant expressly waives any claim to interest payments recovered by MEAG Power as a result of a default under its Project M Power Sales Contract. The Project M Power Sales Contracts also provide that in the event of default in any payment by a Project M Participant, such Project M Participant must provide for the assessment and collection of an annual tax sufficient to make all payments due under the Project M Power Sales Contract in each year over the remainder of the term of the Project M Power Sales Contract. In addition to any suit in law or equity, MEAG Power has the right to request specific performance as a remedy to enforce such provision.

In the event of a default by a Project M Participant under a Project M Power Sales Contract and discontinuation of such Project M Participant’s service from Project M, MEAG Power shall first offer to transfer a *pro rata* portion of the defaulting Project M Participant’s Obligation Share to all other non-defaulting Project M Participants. Any such portion of the defaulting Project M Participant’s Obligation Share which is declined by any non-defaulting Project M Participant will be reoffered *pro rata* to the non-defaulting Project M Participants which have accepted in full the first offer. Such reoffering will be repeated until such defaulting Project M Participant’s Obligation Share has been reallocated in full or until all non-defaulting Project M Participants have declined to take any additional portion of such defaulting Project M Participant’s Obligation Share. If less than all of the defaulting Project M Participant’s Obligation Share is accepted by the non-defaulting Project M Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project M Participant’s Obligation Share for the remaining term of the associated Project M Power Sales Contract to any person, firm, association or corporation, public or private; *provided*, that such sales may not adversely affect the tax-exempt status of the Project M Bonds intended to be tax-exempt or the security for such Project M Bonds

and all amounts owing by the Project M Entity or MEAG Power to FFB or the DOE Secured Parties under the Project M Federal Loan Documents (the “*Project M DOE Secured Obligations*”). If less than all of the defaulting Project M Participant’s Obligation Share is transferred to non-defaulting Project M Participants or otherwise sold, MEAG Power shall transfer the remaining portion of such defaulting Project M Participant’s Obligation Share, on a *pro rata* basis (based on the respective original Obligation Shares of the Project M Participants), to all other non-defaulting Project M Participants. Notwithstanding the foregoing, no Project M Participant may, as a result of such transfer, have an Obligation Share in excess of 130 percent of its Obligation Share in effect on the execution date of its Amended and Restated Project M Power Sales Contract. After such transfer, each non-defaulting Project M Participant shall be obligated to pay for its increased Obligation Share. In the event that less than all of the defaulting Project M Participant’s Obligation Share has been sold or transferred to non-defaulting Project M Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project M Participant’s Obligation Share or the energy associated therewith to any person, firm, association or corporation, public or private, on terms and conditions acceptable to MEAG Power; *provided*, that such sales may not adversely affect the tax-exempt status of the Project M Bonds intended to be tax-exempt or the security for such Project M Bonds and the Project M DOE Secured Obligations. The defaulting Project M Participant shall remain liable under its Project M Power Sales Contract, except that its obligations will be reduced to the extent that payment has been received by MEAG Power for the portion of the defaulting Project M Participant’s Obligation Share that has been sold or transferred.

Pledge

The Project M Bonds are direct and special obligations of MEAG Power. The Project M Bonds are payable from and secured by pledges of the Shared Trust Estate and the Bondholders’ Trust Estate, the former of which is defined in the Project M Bond Resolution to include (a) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds, (b) the Revenue Fund established by the Project M Bond Resolution, including the investments, if any, thereof and (c) all of MEAG Power’s rights under the Project M Power Sales Contracts, including, without limitation, (i) the right to receive and collect all of the payments from the Project M Participants under the Project M Power Sales Contracts, (ii) the right to receive and collect any proceeds of any insurance maintained thereunder, (iii) the right to take all actions and give all consents under the Project M Power Sales Contracts and (iv) the right to exercise such rights and remedies conferred on MEAG Power under the Project M Power Sales Contracts; *provided, however*, that, as to each Project M Power Sales Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (iii) and (iv) only following the occurrence and continuance of a Bondholders’ Event of Default or a Federal Loan Event of Default under the Project M Bond Resolution; and the latter of which is defined in the Project M Bond Resolution to include (A) the proceeds of the sale of the Project M Bonds, (B) all Funds established by the Project M Bond Resolution, including the investments, if any, thereof, other than the Revenue Fund and (C) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds. (For a discussion of the Debt Service Reserve Account in the Debt Service Fund, see “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund—Debt Service Reserve Account” in APPENDIX M hereto.)

“Revenues” is defined in the Project M Bond Resolution to mean (a) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project M, including, without limitation, all revenues attributable to Project M or to the payment of the costs thereof and received by MEAG Power under the Project M Power Sales Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project M Entity’s Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project M Entity’s Ownership Interest or any portion thereof or the services, output or capacity thereof, but will not include any such revenues, income, rents or receipts derived by MEAG Power from or

attributable to the sale of any Pre-Commercial Generation (as such term is defined in the Project M Bond Resolution), (b) the proceeds of any insurance covering business interruption loss relating to the Project M Entity's Ownership Interest or Project M and received by MEAG Power, (c) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project M Entity's Ownership Interest and received by MEAG Power and (d) interest accrued on any moneys or securities held pursuant to the Project M Bond Resolution and paid or required to be paid into the Revenue Fund established pursuant to the Project M Bond Resolution. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds will constitute Revenues for all purposes of the Project M Bond Resolution.

Additional Project M Bonds

The Project M Bond Resolution permits the issuance of additional Project M Bonds, including Bond Anticipation Notes (as defined in the Project M Bond Resolution and referred to herein as "*Project M Bond Anticipation Notes*"), for certain purposes relating to Project M. In addition, under the Project M Bond Resolution, upon satisfaction of the conditions contained therein, MEAG Power is permitted to issue or incur certain Parity Obligations which may be secured by pledges of, and liens on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Project M Bond Resolution to secure the Project M Bonds. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "*Parity Obligation*." The Project M Bond Resolution also permits, upon satisfaction of the conditions contained therein, MEAG Power to issue or incur certain Subordinated Obligations which may be secured by a pledge of the Subordinated Bond Fund created pursuant to the Project M Bond Resolution, which pledge will be subordinate in all respects to the pledges of (a) the Shared Trust Estate discussed above created by the Project M Bond Resolution in favor of the Project M Bonds and Parity Obligations and the Project M Federal Loan Debt Service Payments and (b) the Bondholders' Trust Estate discussed above and created by the Project M Bond Resolution in favor of the Project M Bonds and Parity Obligations. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "*Subordinated Obligation*." See also "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Subordinated Bonds," "– Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts" and "– Commercial Paper Notes" in APPENDIX M hereto.

Debt Service Reserve Account

The Project M Bond Resolution establishes a Debt Service Reserve Account in the Debt Service Fund and requires that such Account be funded in an amount equal to the Debt Service Reserve Requirement, which is defined to mean, as of any date of calculation, an amount equal to the greatest amount of the Adjusted Aggregate Debt Service (as defined in "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto) on the Project M Bonds for the current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of the proceeds of the Project M Bonds of any series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project M Bonds exceed the maximum amount of the proceeds of such Project M Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of calculating the Debt Service Reserve Requirement: (a) the Debt Service Reserve Requirement will take into account any series of Project M Bonds only for so long as any Project M Bonds of such series remain outstanding, but Project M Bond Anticipation Notes will not be deemed to be Project M Bonds for purposes of this provision; (b) in the event that the Project M Bonds of any series (or any portion thereof) constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project M Bonds, for

purposes of calculating the Debt Service Reserve Requirement, the interest on the Project M Bonds of such series will be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project M Bonds represented by such subsidy will be permanently reduced, then the amount of the Debt Service Reserve Requirement will be increased to reflect the amount of interest payable on such Project M Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason, ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project M Bonds, then the amount of the Debt Service Reserve Requirement will be increased to reflect the full amount of interest payable on such Project M Bonds, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive; (c) except as provided in the following clause (d), the Debt Service for the Project M Bonds of any series will be calculated as of the date of original issuance of the Project M Bonds of such series; and (d) in the event that the Project M Bonds of any series will be refunded in whole or in part, the Debt Service Reserve Requirement will be recalculated, assuming that the refunding Project M Bonds and the Project M Bonds (if any) of the refunded series to remain outstanding upon the issuance of the refunding Project M Bonds are part of the same series.

The Project M Bond Resolution provides that, in lieu of depositing monies in the Debt Service Reserve Account, or in substitution for monies previously deposited in the Debt Service Reserve Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Debt Service Reserve Account. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund–Debt Service Reserve Account” in APPENDIX M hereto.

If at any time the amount in the Debt Service Account in the Debt Service Fund will be less than the requirement of such Account under the Project M Bond Resolution, or the amount in the Debt Service Reserve Account in the Debt Service Fund will be less than the Debt Service Reserve Requirement, then MEAG Power, upon requisition by the Trustee, will transfer from the Reserve and Contingency Fund to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, the amount necessary (or all the moneys in said Fund if less than the amount necessary) to make up such deficiency (or, if the amount in the Reserve and Contingency Fund will be less than the amount necessary to make up the deficiencies with respect to the Debt Service Account and the Debt Service Reserve Account, then the amount in the Reserve and Contingency Fund will be applied first to make up the deficiency in the Debt Service Account, and any balance remaining will be applied to make up the deficiency with respect to the Debt Service Reserve Account). No transfers will be made pursuant to the above in any calendar month until all amounts required to be transferred pursuant to the Project M Bond Resolution in such calendar month have been so transferred, except to the extent that any such transfer is necessary in order to avoid a default in the payment of the principal or the redemption price of, or interest on, the Project M Bonds or the principal of, or interest or prepayment premiums, if any, on, or other amounts due with respect to, the Project M DOE Guaranteed Loan when due.

If on the last day of any calendar year the balance of moneys and securities in the Reserve and Contingency Fund exceeds MEAG Power’s Reserve and Contingency Requirement (as defined in the Project M Bond Resolution), all or a portion of the amount of such excess will be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Debt Service Fund if and to the extent such amount is required to make up any deficiency in either such Account; and the balance, if any, of such excess will be transferred to the Revenue Fund.

Rate Covenant

MEAG Power has covenanted in the Project M Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project M as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the payment during such calendar year of operating expenses, scheduled debt service on the Project M Bonds, amounts required for reserves under the Project M Bond Resolution, and all other charges or liens payable from such revenues during such calendar year, including, without limitation, to the extent not otherwise provided for, all amounts payable by MEAG Power to the Project M Entity pursuant to the Project M Power Purchase Agreement (which include, without limitation, amounts necessary to enable the Project M Entity to pay all amounts owed by it, and fund all accounts or reserves required to be funded by it, pursuant to the Project M DOE Loan Guarantee Agreement and all other Project M Federal Loan Documents) during such calendar year and all amounts payable on Project M Subordinated Bonds and Project M Subordinated Obligations during such calendar year.

Nature of Obligation

The Project M Bonds do not constitute a debt of, a loan by, or a pledge of the faith and credit of the State of Georgia or of any political subdivision thereof. Rather, the Project M Bonds are payable from the Shared Trust Estate and the Bondholders' Trust Estate as provided in the Project M Bond Resolution. The issuance of any Project M Bonds does not obligate the State of Georgia or any political subdivision thereof to levy or pledge any form of taxation whatever for the payment thereof. No bondholder, and no receiver or trustee in connection therewith, has the right to enforce the payment of any Project M Bond against any property of the State of Georgia or any political subdivision thereof, nor does any Project M Bond constitute a charge, lien or encumbrance, whether legal or equitable, upon any such property. However, in the Project M Bond Resolution, MEAG Power has covenanted to enforce the obligation of any Project M Participant to pay the amounts required by its Project M Power Sales Contract, which is an obligation of the Project M Participant to the payment of which its full faith and credit are pledged. In the Project M Power Sales Contracts, each Project M Participant has agreed that amounts payable by it thereunder will be paid as a cost of purchased power and energy of such Project M Participant's electric system and otherwise as an expense of operation and maintenance thereof.

Security for MEAG Power's Project J Bonds

The Project J PPA

General. For a period of twenty years, commencing on the commercial operation date of the first unit of Vogtle Units 3&4 to achieve commercial operation, MEAG Power is obligated to provide, and JEA is obligated to take from MEAG Power, all of the output and services from the Project J Entity's Ownership Interest and related reserve, emergency and interchange service from such unit which are purchased by MEAG Power from the Project J Entity. Separately, for a period of twenty years, commencing on the commercial operation date of the second unit of Vogtle Units 3&4 to achieve commercial operation, MEAG Power is obligated to provide, and JEA is obligated to take from MEAG Power, all of the output and services from the Project J Entity's Ownership Interest and related reserve, emergency and interchange service from such unit which are purchased by MEAG Power from the Project J Entity. JEA shall have no right to dispatch or schedule the operation of Project J or any facility thereof.

JEA's Payments in Respect of Debt Service. Except in the case of (a) Project J Bonds issued after the commercial operation date of Unit 3 and/or Unit 4 to finance Costs of Acquisition and Construction of capital improvements to Unit 3 and/or Unit 4, as applicable, (b) refunding Project J Bonds and (c) Project J BANs and Project J Take-Out Bonds, JEA's obligation to pay (i) the interest component of Debt Service of each Series of Project J Bonds and of each Project J Advance attributable to each of Unit 3 and/or Unit

4 shall continue for a period of 240 months from and including the month in which such obligation commences and (ii) the principal component of Debt Service of each Series of Project J Bonds and of each Project J Advance attributable to each of Unit 3 and Unit 4 shall continue for a period of 240 months from and including the month in which such obligation commences. As used under this heading “*The Project J PPA*,” the term “Debt Service” has the meaning set forth in the Project J PPA. See “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – Project J Annual Budgets” in APPENDIX J hereto. Debt Service does not include any acceleration of the maturity of Project J Bonds or the Project J DOE Guaranteed Loan.

In the event that MEAG Power issues Project J Bonds for Unit 3 or Unit 4 after its commercial operation date, issues refunding Project J Bonds or issues Project J BANs or Project J Take-Out Bonds, the time periods during which JEA is obligated under the Project J PPA in respect of Debt Service on such Project J Bonds may differ from the time periods described in the preceding paragraph. See “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA’s Payment Obligations” in APPENDIX J hereto. In any such case, as more fully described under “*The Project J Power Sales Contracts – Project J Participants’ Payments in Respect of Debt Service*” below, the obligations of the Project J Participants in respect of such Debt Service will begin immediately upon expiration of the respective time periods during which JEA is obligated therefor.

JEA’s Payments in Respect of Annual Costs Other than Debt Service. With regard to Project J Annual Costs (as defined under “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – Project J Annual Budget” in APPENDIX J hereto) other than Debt Service, JEA is obligated to pay all such Project J Annual Costs (a) with respect to Unit 3, for a period of twenty years beginning with its commercial operation date and (b) with respect to Unit 4, for a period of twenty years beginning with its commercial operation date.

JEA’s Payment Obligations in the Event of Project J Termination. The delay in the scheduled commercial operation date of either or both of Unit 3 or Unit 4 did not affect the payment obligations of JEA in respect of Debt Service related to Project J and other Project J Annual Costs, as described above. In the event of cancellation or termination of either or both such units after the commercial operation date or dates, JEA will be obligated under the Project J PPA to pay Project J Annual Costs allocated to the cancelled unit or units for a period of twenty years following the commercial operation date of such cancelled unit, including a portion of the decommissioning or disposal costs but no more than 50 percent of such costs. See “SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT J PPA – JEA’s Payment Obligations – *JEA’s Payment Obligations in the Event of Project J Termination*” in APPENDIX J hereto.

JEA’s Rate Covenant. JEA has covenanted in the Project J PPA to maintain and collect rates and charges for the electric service of its electric system so as to provide revenues sufficient, together with available electric system reserves, to enable JEA to pay MEAG Power all amounts payable under the Project J PPA and to pay all other amounts payable from and all lawful charges against or liens on the revenues of its electric system.

Payments Made by JEA will Constitute a Contract Debt. The Project J PPA also provides that amounts owed by JEA under the Project J PPA will constitute a Contract Debt (as defined below), which is payable from revenues of JEA’s Electric System (as defined below) as a Cost of Operation and Maintenance (as defined in the resolution adopted by JEA on March 30, 1982 (as supplemented and amended, the “*Electric System Resolution*”)). Such payments are payable from the revenues of JEA’s Electric System prior to any payments from such revenues for indebtedness of the Electric System not constituting Contract Debts. For purposes of this provision only, the following terms will have the definitions set forth below.

The term “*Contract Debt*” is defined in Electric System Resolution to mean any obligations of JEA under a contract, lease, installment sale agreement, bulk electric power purchase agreement or otherwise to make payments out of Revenues for property, services or commodities whether or not the same are made available, furnished or received but does not include (a) payments required to be made in respect of (i) debt service on any obligations incurred by JEA in connection with the financing of any separate bulk power supply utility or system undertaken by JEA and any additional amounts relating to “debt service coverage” with respect thereto and (ii) deposits into any renewal and replacement or other similar fund or account established with respect to any such separate bulk power supply utility or system (in each such case, other than (x) the Power Park (as defined in the Electric System Resolution) and (y) the Bulk Power Supply System Projects (as defined in the Electric System Resolution)) and (b) payments required to be made in respect of any other arrangement(s) for the supply of power and/or energy to the Electric System for resale as may be determined by JEA to be payable on a parity with subordinated bonds that may be issued in accordance with the provisions of the Electric System Resolution.

The term “*Electric System*” is defined in the Electric System Resolution to mean the existing electric generating, transmission and distribution system consisting of the existing generating plants and transmission and distribution lines and facilities together with any and all improvements, extensions and additions thereto hereafter constructed or acquired, and all lands or interests therein, including buildings, machinery, equipment and all property, real or personal, tangible or intangible, now or hereafter owned and constructed or acquired by JEA as part of said existing electric system; such Electric System will not be deemed to include (a) any facilities or property now or hereafter constructed, owned or operated by JEA as a part of the St. Johns River Power Park System (as defined in the Electric System Resolution) or the Bulk Power Supply System Projects or any other separate non-competing electric utility or system which JEA elects to acquire, construct and operate as a separate bulk power supply utility or system, (b) the existing water and sewer system owned by JEA or any additional utility functions hereafter added to such water and sewer system or (c) any properties or interests in properties of JEA (i) which JEA determines do not constitute a part of the Electric System for the purpose of the Electric System Resolution at the time of the acquisition thereof by JEA or (ii) as to which JEA shall determine by resolution that the exclusion of such properties or interests in properties from the Electric System will not materially impair the ability of JEA to comply during the current or any future fiscal year with the provisions of the Electric System Resolution.

The term “*Revenues*” or “*Gross Revenues*” is defined in the Electric System Resolution to mean all income or earnings, including any income from the investment of funds which is deposited in a revenue fund (referred to herein as the “Electric System’s Revenue Fund”) as provided in the Electric System Resolution, derived by JEA from the ownership or operation of the Electric System. “*Gross Revenues*” or “*Revenues*” does not include customers’ deposits and any other deposits subject to refund unless such deposits have become property of JEA. For any purpose of the Electric System Resolution that requires the computation of Gross Revenues or Revenues with respect to any period of time, “*Gross Revenues*” or “*Revenues*” includes such amounts derived by JEA from the ownership or operation of the Electric System during such period plus (a) the amounts, if any, paid from the “Rate Stabilization Fund” established pursuant to the Electric System Resolution into the Electric System’s Revenue Fund during such period (excluding from (a) amounts, if any, included in the Revenues for such period representing interest earnings transferred from the Rate Stabilization Fund to the Electric System’s Revenue Fund pursuant to the Electric System Resolution) and minus (b) the amounts, if any, paid from the Electric System’s Revenue Fund into the Rate Stabilization Fund during such period.

Project J BANs and Project J Take-Out Bonds

In the event that MEAG Power does not have sufficient funds to pay in full the principal of or interest on any Project J BANs or Project J Take-Out Bonds when due (including as a result of the inability of MEAG Power or the Project J Entity, for any reason, to borrow funds in an amount sufficient to refund any Project J BANs or Project J Take-Out Bonds at or prior to their respective maturity dates (whether through the issuance of other Project J Bonds (including other Project J BANs or Project J Take-Out Bonds) or otherwise)), JEA will be obligated, pursuant to the terms of the Project J PPA, to pay to MEAG Power 50 percent of the amount of such shortfall, which amount will be payable on or before the due date of such principal and/or interest, whether before or after the applicable commercial operation date. Project J BANs are defined in the Project J PPA as Project J Bonds that are issued to finance or refinance the costs of acquisition and construction of the Project J Entity's Ownership Interest and financing costs of Project J on an interim basis prior to the issuance of other Project J Bonds or the making of Project J Advances under the Project J DOE Guaranteed Loan, in either such case, satisfying the structuring requirements of the Project J PPA. Project J Take-Out Bonds are defined as Bonds issued to refund Project J BANs that (a) are designated by MEAG Power as such in the applicable supplemental resolution authorizing such Project J Take-Out Bonds, (b) are intended to be amortized over a period not to exceed ten (10) years following the date of issuance thereof and (c) are not intended to be payable from, or secured by, amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund.

In the event that JEA pays to MEAG Power any amount in respect of the principal of maturing Project J BANs or Project J Take-Out Bonds as provided in the preceding paragraph, MEAG Power has agreed in the Project J PPA that, on the first date thereafter on which it or the Project J Entity is able to borrow funds to pay costs of acquisition and construction and financing costs of Project P, it will include in such borrowing an amount sufficient to reimburse JEA and the Project J Participants for all amounts paid by them in respect of the principal of such maturing Project J BANs or Project J Take-Out Bonds that have not theretofore been reimbursed by MEAG Power, but without interest thereon.

The Project J Power Sales Contracts

General. As more fully described below, under the Project J Power Sales Contracts, beginning with the expiration of the respective twenty-year periods during which JEA is obligated to take all of the output and services of the Project J Entity's Ownership Interest, MEAG Power has agreed to provide to each Project J Participant, and each Project J Participant has agreed to take from MEAG Power, its respective Obligation Share of all of the output and services of Vogtle Units 3&4 related to the Project J Entity's Ownership Interest and related reserve, emergency and interchange service, and each Project J Participant is obligated to pay its respective Obligation Share of all of MEAG Power's costs related to Project J. Each Project J Power Sales Contract will continue to be in full force and effect at least until such time as all Project J Bonds have been paid or provision has been made for their payment and all obligations of the Project J Entity under the Project J Federal Loan Documents have been satisfied and all lending commitments thereunder have been terminated or until such time as Project J is retired from service or disposed of by MEAG Power or the Project M Entity, as applicable, whichever is later, but in no event longer than fifty (50) years from December 31, 2014, the execution date of the Amended and Restated Project J Power Sales Contracts (unless extended either through amendment or replacement with another contract; see the fourth paragraph under "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein).

Project J Participants' Payments in Respect of Debt Service. With respect to the Project J Bonds of any series or any Project J Advance attributable to Unit 3 or Unit 4, (a) the Project J Participants are obligated to pay their respective Obligation Shares of the interest and principal components of Debt Service beginning, in each case, at the time JEA ceases to be obligated for such interest component or principal component, that is, upon the expiration of the applicable 240-month period during which JEA is obligated

for such interest component or principal component. As used under this heading “*The Project J Power Sales Contracts*,” the term “Debt Service” has the meaning set forth in the Project J Power Sales Contracts. See “SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Annual Budgets” in APPENDIX K hereto.

As described under “*Project J PPA – JEA’s Payments in Respect of Debt Service*” above, in the event that MEAG Power issues Project J Bonds for one of the units after its commercial operation date, issues refunding Project J Bonds, or issues Project J BANs or Project J Take-Out Bonds, the time periods during which JEA is obligated under the Project J PPA in respect of Debt Service on such Project J Bonds may differ from the time periods described therein. In any such case, the obligations of the Project J Participants in respect of the principal and interest components of such Debt Service will begin immediately upon expiration of the applicable time period during which JEA is obligated therefor.

Project J Participants’ Payments in Respect of Annual Costs Other than Debt Service. With regard to Project J Annual Costs other than Debt Service, the Project J Participants are obligated to pay their respective Obligation Shares of all such Project J Annual Costs (a) for the entire period during which JEA is obligated therefor, provided that their respective obligations shall be discharged to the extent MEAG Power receives payment therefor from JEA and (b) from and after the expiration of such period.

Project J Participants’ Payment Obligations in the Event of Project J Termination. The event of a delay in the scheduled commercial operation date of either or both of Unit 3 or Unit 4 did not affect the payment obligations of the Project J Participants in respect of Debt Service related to Project J and other Project J Annual Costs, as described above. However, with respect to costs of acquisition and construction in the event of cancellation or termination of either or both of such units, whether before or after the commercial operation date or dates, the Project J Participants will be obligated under their respective Project J Power Sales Contracts to pay their respective Obligation Shares of 50 percent of any remaining costs of acquisition and construction, including decommissioning or disposal costs, that have not been financed with Project J Bonds or with Project J Advances.

Event of Default by a Project J Participant Under a Project J Power Sales Contract. Failure by a Project J Participant to make any payment due under its Project J Power Sales Contract will constitute a default thereunder. In such event, MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days’ written notice to the defaulting Project J Participant, cease and discontinue providing services to such Project J Participant under such Project J Power Sales Contract. If the default continues for more than 180 days or if a non-defaulting Project J Participant exercises a right of first refusal to purchase a *pro rata* share of such defaulting Project J Participant’s Obligation Share of the output and services of the Project J Entity’s Ownership Interest, whichever occurs first, MEAG Power may permanently discontinue providing service from the Project J Entity’s Ownership Interest to the defaulting Project J Participant. Each Project J Participant expressly waives any claim to interest payments recovered by MEAG Power as a result of a default under its Project J Power Sales Contract. The Project J Power Sales Contracts also provide that in the event of default in any payment by a Project J Participant, such Project J Participant must provide for the assessment and collection of an annual tax sufficient to make all payments due under the Project J Power Sales Contract in each year over the remainder of the term of the Project J Power Sales Contract. In addition to any suit in law or equity, MEAG Power has the right to request specific performance as a remedy to enforce such provision.

In the event of a default by a Project J Participant under a Project J Power Sales Contract and discontinuation of such Project J Participant’s service from Project J, MEAG Power shall first offer to transfer a *pro rata* portion of the defaulting Project J Participant’s Obligation Share to all other non-defaulting Project J Participants. Any such portion of the defaulting Project J Participant’s Obligation Share which is declined by any non-defaulting Project J Participant will be reoffered *pro rata* to the non-defaulting Project J Participants which have accepted in full the first offer. Such reoffering will be repeated until such

defaulting Project J Participant's Obligation Share has been reallocated in full or until all non-defaulting Project J Participants have declined to take any additional portion of such defaulting Project J Participant's Obligation Share. If less than all of the defaulting Project J Participant's Obligation Share is accepted by the non-defaulting Project J Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project J Participant's Obligation Share for the remaining term of the associated Project J Power Sales Contract to any person, firm, association or corporation, public or private; *provided*, that such sales may not adversely affect the tax-exempt status of the Project J Bonds intended to be tax-exempt or the security for such Project J Bonds and all amounts owing by the Project J Entity or MEAG Power to FFB or the DOE Secured Parties under the Project J Federal Loan Documents (the "*Project J DOE Secured Obligations*"). If less than all of the defaulting Project J Participant's Obligation Share is transferred to non-defaulting Project J Participants or otherwise sold, MEAG Power shall transfer the remaining portion of such defaulting Project J Participant's Obligation Share, on a *pro rata* basis (based on the respective original Obligation Shares of the Project J Participants), to all other non-defaulting Project J Participants. Notwithstanding the foregoing, no Project J Participant may, as a result of such transfer, have an Obligation Share in excess of 130 percent of its Obligation Share in effect on the execution date of its Amended and Restated Project J Power Sales Contract. After such transfer, each non-defaulting Project J Participant shall be obligated to pay for its increased Obligation Share. In the event that less than all of the defaulting Project J Participant's Obligation Share has been sold or transferred to non-defaulting Project J Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project J Participant's Obligation Share or the energy associated therewith to any person, firm, association or corporation, public or private, on terms and conditions acceptable to MEAG Power; *provided*, that such sales may not adversely affect the tax-exempt status of the Project J Bonds intended to be tax-exempt or the security for such Project J Bonds and the Project J DOE Secured Obligations. The defaulting Project J Participant shall remain liable under its Project J Power Sales Contract, except that its obligations will be reduced to the extent that payment has been received by MEAG Power for the portion of the defaulting Project J Participant's Obligation Share that has been sold or transferred.

Pledge

The Project J Bonds are direct and special obligations of MEAG Power. The Project J Bonds are payable from and secured by pledges of the Shared Trust Estate and the Bondholders' Trust Estate, the former of which is defined in the Project J Bond Resolution to include (a) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project J Build America Bonds, (b) the Initial Power Purchaser Arrearages Payments and the Initial Power Purchaser Resale Revenues, (c) the Project J Participant Arrearages Payments and the Project J Participant Resale Revenues, (d) the Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project J Participant Arrearages Fund established by the Project J Bond Resolution, including the investments, if any, thereof and (e) except for the right to receive payment of the Additional Compensation Obligation, all of MEAG Power's rights under the Project J Power Contracts, including, without limitation, (i) the right to receive and collect all of the payments from the Project J Power Purchasers under the Project J Power Contracts (other than the Additional Compensation Obligation), (ii) the right to receive and collect any proceeds of any insurance maintained thereunder, (iii) the right to take all actions and give all consents under the Project J Power Contracts and (iv) the right to exercise such rights and remedies conferred on MEAG Power under the Project J Power Contracts; *provided, however*, that, as to each Project J Power Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (iii) and (iv) only following the occurrence and continuance of a Bondholders' Event of Default or a Federal Loan Event of Default under the Project J Bond Resolution; and the latter of which is defined in the Project J Bond Resolution to include (A) the proceeds of the sale of the Project J Bonds, (B) all Funds established by the Project J Bond Resolution, including the investments, if any, thereof, other than the Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project J Participant Arrearages Fund and (C) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project J Build America Bonds. See "SUMMARY OF VOGTLE UNITS 3&4 BOND

RESOLUTIONS – Definitions – *The Project J Bond Resolution*” in APPENDIX M hereto for definitions of the terms “Initial Power Purchaser Arrearages Payment,” “Initial Power Purchaser Resale Revenues,” “Parity Obligation,” “Project J Participant Arrearages Payment” and “Project J Participant Resale Revenues.” (For a discussion of the Debt Service Reserve Account in the Debt Service Fund, see “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund—Debt Service Reserve Account” in APPENDIX M hereto.)

“Revenues” is defined in the Project J Bond Resolution to mean (a) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project J, including, without limitation, all revenues attributable to Project J or to the payment of the costs thereof and received by MEAG Power under the Project J Power Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project J Entity’s Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project J Entity’s Ownership Interest or any portion thereof or the services, output or capacity thereof, but will not include (i) any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation (as such term is defined in the Project J Bond Resolution) and (ii) any amount payable by JEA under the Project J PPA in respect of the Additional Compensation Obligation; (b) the proceeds of any insurance covering business interruption loss relating to the Project J Entity’s Ownership Interest or Project J and received by MEAG Power; (c) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project J Entity’s Ownership Interest and received by MEAG Power; and (d) interest accrued on any moneys or securities held pursuant to the Project J Bond Resolution and paid or required to be paid into the Revenue Fund established pursuant to the Project J Bond Resolution; *provided, however*, that (A) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, all Initial Power Purchaser Arrearages Payments and all Initial Power Purchaser Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project J Bond Resolution and (B) during the period from and including the Project J Participants’ Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project J Bond Resolution. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project J Build America Bonds will constitute Revenues for all purposes of the Project J Bond Resolution. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions – *The Project J Bond Resolution*” in APPENDIX M hereto for definitions of the terms “Initial Power Purchaser Arrearages Fund Establishment Date,” “Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date,” “Project J Participants’ Debt Service Commencement Date” and “Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date.”

The Project J Bond Resolution provides that the Project J Participants are not responsible for debt service that remains unpaid by JEA and JEA is not responsible for any new or additional debt service that goes unpaid by the Project J Participants after the Project J Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date. JEA will remain responsible for any debt service that remains unpaid by JEA, and each Project J Participant will remain responsible for any amount that goes unpaid under its Project J Power Sales Contract. Amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund under the Project J Bond Resolution will be used to make up a deficiency in the Debt Service Account in the Debt Service Fund as a result of any such non-payment. However, neither JEA nor the Project J Participants are responsible for replenishment of the Debt Service Reserve Account or the Project J DOE Debt Service Reserve Account as a result of the default of the other party. As a result, should either JEA, on the one hand, or the Project J Participants, on the other hand, default on their respective debt

service-related responsibilities, bondholders will not be able to look to the non-defaulting party to make up such deficiency.

Additional Project J Bonds

The Project J Bond Resolution permits the issuance of additional Project J Bonds, including Project J BANs and Project J Take-Out Bonds, for certain purposes relating to Project J. In addition, under the Project J Bond Resolution, upon satisfaction of the conditions contained therein, MEAG Power is permitted to issue or incur certain Parity Obligations which may be secured by pledges of, and liens on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Project J Bond Resolution to secure the Project J Bonds. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "Parity Obligation." The Project J Bond Resolution also permits, upon satisfaction of the conditions contained therein, MEAG Power to issue or incur certain Subordinated Obligations which may be secured by a pledge of the Subordinated Bond Fund created pursuant to the Project J Bond Resolution, which pledge will be subordinate in all respects to the pledges of (a) the Shared Trust Estate discussed above created by the Project J Bond Resolution in favor of the Project J Bonds and Parity Obligations and the Project J Federal Loan Debt Service Payments and (b) the Bondholders' Trust Estate discussed above and created by the Project J Bond Resolution in favor of the Project J Bonds and Parity Obligations. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "Subordinated Obligation." See also "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Subordinated Bonds," "– Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts" and "– Commercial Paper Notes" in APPENDIX M hereto.

Debt Service Reserve Account

The Project J Bond Resolution establishes a Debt Service Reserve Account in the Debt Service Fund and requires that such Account be funded in an amount equal to the Debt Service Reserve Requirement, which is defined to mean, as of any date of calculation, an amount equal to the greatest amount of the Adjusted Aggregate Debt Service (as defined in "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto) on the Project J Bonds for the current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of the proceeds of the Project J Bonds of any series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project J Bonds exceed the maximum amount of the proceeds of such Project J Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of calculating the Debt Service Reserve Requirement: (a) the Debt Service Reserve Requirement will take into account any series of Project J Bonds only for so long as any Project J Bonds of such series remain outstanding, but Project J BANs and Project J Take-Out Bonds will not be deemed to be Project J Bonds for purposes of this provision; (b) in the event that the Project J Bonds of any series (or any portion thereof) constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project J Bonds, for purposes of calculating the Debt Service Reserve Requirement, the interest on the Project J Bonds of such series will be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project J Bonds represented by such subsidy will be permanently reduced, then the amount of the Debt Service Reserve Requirement will be increased to reflect the amount of interest payable on such Project J Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason,

ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project J Bonds, then the amount of the Debt Service Reserve Requirement will be increased to reflect the full amount of interest payable on such Project J Bonds, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive; (c) except as provided in the following clause (d), the Debt Service for the Project J Bonds of any series will be calculated as of the date of original issuance of the Project J Bonds of such series; and (d) in the event that the Project J Bonds of any series will be refunded in whole or in part, the Debt Service Reserve Requirement will be recalculated, assuming that the refunding Project J Bonds and the Project J Bonds (if any) of the refunded series to remain outstanding upon the issuance of the refunding Project J Bonds are part of the same series.

The Project J Bond Resolution provides that, in lieu of depositing monies in the Debt Service Reserve Account, or in substitution for monies previously deposited in the Debt Service Reserve Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Debt Service Reserve Account. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund–Debt Service Reserve Account” in APPENDIX M hereto.

If at any time the amount in the Debt Service Account in the Debt Service Fund will be less than the requirement of such Account under the Project J Bond Resolution, or the amount in the Debt Service Reserve Account in the Debt Service Fund will be less than the Debt Service Reserve Requirement, then MEAG Power, upon requisition by the Trustee, will transfer from the Reserve and Contingency Fund to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, the amount necessary (or all the moneys in said Fund if less than the amount necessary) to make up such deficiency (or, if the amount in the Reserve and Contingency Fund will be less than the amount necessary to make up the deficiencies with respect to the Debt Service Account and the Debt Service Reserve Account, then the amount in the Reserve and Contingency Fund will be applied first to make up the deficiency in the Debt Service Account, and any balance remaining will be applied to make up the deficiency with respect to the Debt Service Reserve Account); *provided, however*, that (a) during the period from and including the Project J Participants’ Debt Service Commencement Date to and including the Project J Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Project J Participants pursuant to certain provisions of the Project J Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by JEA in the making of any payment due under the Project J PPA and (b) during the period from and including the Project J Initial Power Purchaser Arrearages Fund Establishment Date to and including the Project J Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by JEA pursuant to certain provisions of the Project J Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract. No transfers will be made pursuant to the above in any calendar month until all amounts required to be transferred pursuant to the Project J Bond Resolution in such calendar month have been so transferred, except to the extent that any such transfer is necessary in order to avoid a default in the payment of the principal or the redemption price of, or interest on, the Project J Bonds or the principal of, or interest or prepayment premiums, if any, on, or other amounts due with respect to, the Project J DOE Guaranteed Loan when due.

If on the last day of any calendar year the balance of moneys and securities in the Reserve and Contingency Fund exceeds MEAG Power’s Reserve and Contingency Requirement (as defined in the Project J Bond Resolution), all or a portion of the amount of such excess will be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Debt Service Fund if and to the extent such amount is required to make up any deficiency in either such

Account; *provided, however*, that (a) during the period from and including the Project J Initial Power Purchaser Arrearages Fund Establishment Date to and including the Project J Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Project J Participants pursuant to certain provisions of the Project J Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by JEA in the making of any payment due under the Project J PPA and (b) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Project J Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by JEA pursuant to certain provisions of the Project J PPA must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and the balance, if any, of such excess will be transferred to the Revenue Fund (or, as applicable, transferred to MEAG Power for deposit to the Revenue Fund).

Arrearage Funds

By not later than the Project J Initial Power Purchaser Arrearages Fund Establishment Date, there shall be established a Project J Initial Power Purchaser Arrearages Fund, to be held by the Trustee, which shall consist of (a) an Initial Power Purchaser Resale Revenue Account, into which all Initial Power Purchaser Resale Revenues shall be deposited and (b) a Project J Initial Power Purchaser Arrearages Payment Account, into which all Initial Power Purchaser Arrearages Payments shall be deposited. Amounts on deposit in the Project J Initial Power Purchaser Resale Revenue Account in the Project J Initial Power Purchaser Arrearages Fund shall be applied as provided in the Project J Bond Resolution. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Project J Initial Power Purchaser Arrearages Fund" in APPENDIX M hereto.

On the first date (if any) on or after the Project J Participants' Debt Service Commencement Date on which any of (a) amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund, the Subordinated Bond Fund or the Reserve and Contingency Fund are applied to cure a deficiency in the Debt Service Account in said Debt Service Fund pursuant the Project J Bond Resolution, (b) the principal or redemption price of, or interest on, any Project J Bond is due and unpaid, (c) amounts on deposit in the DOE Debt Service Reserve Account or the DOE Reserve & Contingency Account are applied to cure a deficiency in the DOE Debt Service Payment Account, (d) the principal of, or interest or prepayment premiums, if any, on, or any other amounts due with respect to the Project J DOE Guaranteed Loan are due and unpaid or (e) there shall not be on deposit in the Revenue Fund amounts sufficient to make the transfers provided for in the Project J Bond Resolution at the time required thereby as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract (or on such earlier date as an Authorized Officer of MEAG Power shall determine), there will be established a Project J Participant Arrearages Fund, to be held by the Trustee, into which all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues will be deposited and from which, among other things, (1) amounts owed by MEAG Power to the Project J Entity under the Project J Power Purchase Agreement in respect of Debt Service (as defined in the Project J Power Purchase Agreement) and (2) unpaid principal or redemption price of, or interest on, the Project J Bonds will be paid, as more fully provided in the Project J Bond Resolution. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Participant Arrearages Funds" in APPENDIX M hereto.

Rate Covenant

MEAG Power has covenanted in the Project J Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project J as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the

payment during such calendar year of operating expenses, scheduled debt service on the Project J Bonds, amounts required for reserves under the Project J Bond Resolution, and all other charges or liens payable from such revenues during such calendar year, including, without limitation, to the extent not otherwise provided for, all amounts payable by MEAG Power to the Project J Entity pursuant to the Project J Power Purchase Agreement (which include, without limitation, amounts necessary to enable the Project J Entity to pay all amounts owed by it, and fund all accounts or reserves required to be funded by it, pursuant to the Project J DOE Loan Guarantee Agreement and all other Project J Federal Loan Documents) during such calendar year and all amounts payable on Project J Subordinated Bonds and Project J Subordinated Obligations during such calendar year.

Nature of Obligation

The Project J Bonds, including Project J BANs and Project J Take-Out Bonds, do not constitute a debt of, a loan by, or a pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, or of JEA or any Project J Participant. Rather, the Project J Bonds are payable from the Shared Trust Estate and the Bondholders' Trust Estate as provided in the Project J Bond Resolution. The issuance of any Project J Bonds does not obligate the State of Georgia or any political subdivision thereof, or JEA or any Project J Participant, to levy or pledge any form of taxation whatever for the payment thereof. No bondholder, and no receiver or trustee in connection therewith, has the right to enforce the payment of any Project J Bond against any property of the State of Georgia or any political subdivision thereof, or of JEA or any Project J Participant, nor does any Project J Bond constitute a charge, lien or encumbrance, whether legal or equitable, upon any such property. However, in the Project J Bond Resolution, MEAG Power has covenanted to enforce the obligation of any Project J Participant to pay the amounts required by its Project J Power Sales Contract, which is an obligation of the Project J Participant to the payment of which its full faith and credit are pledged. In the Project J Power Sales Contracts, each Project J Participant has agreed that amounts payable by it thereunder will be paid as a cost of purchased power and energy of such Project J Participant's electric system and otherwise as an expense of operation and maintenance thereof.

In connection with the settlement in 2020 of their litigation regarding the Project J PPA, MEAG Power and JEA also executed an amendment to the Project J PPA pursuant to which MEAG Power and JEA agreed to an increase in the "Additional Compensation Obligation" payable by JEA to MEAG Power thereunder of \$0.75 per MWh of energy delivered to JEA thereunder. This Additional Compensation Obligation is not pledged to the payment of either the Project J Bonds or the Project J DOE Guaranteed Loan.

Security for MEAG Power's Project P Bonds

The Project P PPA

General. For a period of twenty years, commencing on the commercial operation date of the first unit of Vogtle Units 3&4 to achieve commercial operation, MEAG Power is obligated to provide, and PowerSouth is obligated to take from MEAG Power, all of the output and services from the Project P Entity's Ownership Interest and related reserve, emergency and interchange service from such unit which are purchased by MEAG Power from the Project P Entity. Separately, for a period of twenty years, commencing on the commercial operation date of the second unit of Vogtle Units 3&4 to achieve commercial operation, MEAG Power is obligated to provide, and PowerSouth is obligated to take from MEAG Power, all of the output and services from the Project P Entity's Ownership Interest and related reserve, emergency and interchange service from such unit which are purchased by MEAG Power from the Project P Entity. PowerSouth shall have no right to dispatch or schedule the operation of Project P or any facility thereof.

PowerSouth's Payment Obligations Under the Project P PPA. The payment obligations of PowerSouth under the Project P PPA are comparable to those of JEA under the Project J PPA. See "Security for MEAG Power's Project J Bonds – *The Project J PPA – JEA's Payments in Respect of Debt Service,*" "*– JEA's Payments in Respect of Annual Costs Other than Debt Service*" and "*– JEA's Payment Obligations in the Event of Project J Termination*" herein. For a description of PowerSouth's payment obligations under the Project P PPA, including its obligation to pay Project P annual costs and debt service in the case of a Project P termination, see "SUMMARY OF VOGTLE UNITS 3&4 PPAs – PROJECT P PPA – PowerSouth's Payment Obligation," in APPENDIX J hereto.

PowerSouth's Rate Covenant. PowerSouth has covenanted in the Project P PPA to maintain and collect rates and charges for the electric service of its wholesale load so as to provide revenues sufficient, together with available reserves, to enable PowerSouth to pay MEAG Power all amounts payable under the Project P PPA and to pay all other amounts payable from and all lawful charges against or liens on the revenues of its electric system.

Project P Bond Anticipation Notes

In the event that MEAG Power does not have sufficient funds to pay in full the principal of or interest on any Project P Bond Anticipation Notes when due (including as a result of the inability of MEAG Power or the Project P Entity, for any reason, to borrow funds in an amount sufficient to refund any Project P Bond Anticipation Notes at or prior to their respective maturity dates (whether through the issuance of other Project P Bonds (including other Project P Bond Anticipation Notes) or otherwise)), PowerSouth will be obligated, pursuant to the terms of the Project P PPA, to pay to MEAG Power 50 percent of the amount of such shortfall, which amount will be payable on or before the due date of such principal and/or interest, whether before or after the applicable commercial operation date. Project P Bond Anticipation Notes are defined in the Project P PPA as Project P Bonds that are issued to finance or refinance the costs of acquisition and construction of the Project P Entity's Ownership Interest and financing costs of Project P on an interim basis prior to the issuance of other Project P Bonds or the making of Project P Advances under the Project P DOE Guaranteed Loan, in either such case, satisfying the structuring requirements of the Project P PPA.

In the event that PowerSouth pays to MEAG Power any amount in respect of the principal of maturing Project P Bond Anticipation Notes as provided in the preceding paragraph, MEAG Power has agreed in the Project P PPA that, on the first date thereafter on which it or the Project P Entity is able to borrow funds to pay costs of acquisition and construction and financing costs of Project P, it will include in such borrowing an amount sufficient to reimburse PowerSouth and the Project P Participants for all amounts paid by them in respect of the principal of such maturing Project P Bond Anticipation Notes that have not theretofore been reimbursed by MEAG Power, but without interest thereon.

The Project P Power Sales Contracts

General. As more fully described below, under the Project P Power Sales Contracts, beginning with the expiration of the respective twenty-year periods during which PowerSouth is obligated to take all of the output and services of the Project P Entity's Ownership Interest, MEAG Power has agreed to provide to each Project P Participant, and each Project P Participant has agreed to take from MEAG Power, its respective Obligation Share of all of the output and services of Vogtle Units 3&4 related to the Project P Entity's Ownership Interest and related reserve, emergency and interchange service, and each Project P Participant is obligated to pay its respective Obligation Share of all of MEAG Power's costs related to Project P. Each Project P Power Sales Contract will continue to be in full force and effect at least until such time as all Project P Bonds have been paid or provision has been made for their payment and all obligations of the Project P Entity under the Project P Federal Loan Documents have been satisfied and all lending commitments thereunder have been terminated or until such time as Project P is retired from service

or disposed of by MEAG Power or the Project P Entity, as applicable, whichever is later, but in no event longer than fifty (50) years from December 31, 2014, the execution date of the Amended and Restated Project P Power Sales Contracts (unless extended either through amendment or replacement with another contract; see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – Project One and General Resolution Projects” herein).

Project P Participants’ Payment Obligations Under the Project P Power Sales Contracts. The payment obligations of the Project P Participants under the Project P Power Sales Contracts are comparable to those of the Project J Participants under the Project J Power Sales Contracts. See “Security for MEAG Power’s Project J Bonds – *The Project J Power Sales Contracts – Project J Participants’ Payments in Respect of Debt Service*,” “– *Project J Participants’ Payments in Respect of Annual Costs Other than Debt Service*” and “– *Project J Participants’ Payment Obligations in the Event of Project J Termination*” herein. For a discussion of the Project P Participants’ payment obligations, see “SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants’ Obligations to Pay” in APPENDIX K hereto.

Event of Default by a Project P Participant Under a Project P Power Sales Contract. Failure by a Project P Participant to make any payment due under its Project P Power Sales Contract will constitute a default thereunder. In such event, MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days’ written notice to the defaulting Project P Participant, cease and discontinue providing services to such Project P Participant under such Project P Power Sales Contract. If the default continues for more than 180 days or if a non-defaulting Project P Participant exercises a right of first refusal to purchase a *pro rata* share of such defaulting Project P Participant’s Obligation Share of the output and services of the Project P Entity’s Ownership Interest, whichever occurs first, MEAG Power may permanently discontinue providing service from the Project P Entity’s Ownership Interest to the defaulting Project P Participant. Each Project P Participant expressly waives any claim to interest payments recovered by MEAG Power as a result of a default under its Project P Power Sales Contract. The Project P Power Sales Contracts also provide that in the event of default in any payment by a Project P Participant, such Project P Participant must provide for the assessment and collection of an annual tax sufficient to make all payments due under the Project P Power Sales Contract in each year over the remainder of the term of the Project P Power Sales Contract. In addition to any suit in law or equity, MEAG Power has the right to request specific performance as a remedy to enforce such provision.

In the event of a default by a Project P Participant under a Project P Power Sales Contract and discontinuation of such Project P Participant’s service from Project P, MEAG Power shall first offer to transfer a *pro rata* portion of the defaulting Project P Participant’s Obligation Share to all other non-defaulting Project P Participants. Any such portion of the defaulting Project P Participant’s Obligation Share which is declined by any non-defaulting Project P Participant will be reoffered *pro rata* to the non-defaulting Project P Participants which have accepted in full the first offer. Such reoffering will be repeated until such defaulting Project P Participant’s Obligation Share has been reallocated in full or until all non-defaulting Project P Participants have declined to take any additional portion of such defaulting Project P Participant’s Obligation Share. If less than all of the defaulting Project P Participant’s Obligation Share is accepted by the non-defaulting Project P Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project P Participant’s Obligation Share for the remaining term of the associated Project P Power Sales Contract to any person, firm, association or corporation, public or private; *provided*, that such sales may not adversely affect the tax-exempt status of the Project P Bonds intended to be tax-exempt or the security for such Project P Bonds and all amounts owing by the Project P Entity or MEAG Power to FFB or the DOE Secured Parties under the Project P Federal Loan Documents (the “*Project P DOE Secured Obligations*”). If less than all of the defaulting Project P Participant’s Obligation Share is transferred to non-defaulting Project P Participants or otherwise sold, MEAG Power shall transfer the remaining portion of such defaulting Project P Participant’s Obligation Share, on a *pro rata* basis (based on the respective original Obligation Shares of the Project P Participants), to all other non-

defaulting Project P Participants. Notwithstanding the foregoing, no Project P Participant may, as a result of such transfer, have an Obligation Share in excess of 130 percent of its Obligation Share in effect on the execution date of its Amended and Restated Project P Power Sales Contract. After such transfer, each non-defaulting Project P Participant shall be obligated to pay for its increased Obligation Share. In the event that less than all of the defaulting Project P Participant's Obligation Share has been sold or transferred to non-defaulting Project P Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Project P Participant's Obligation Share or the energy associated therewith to any person, firm, association or corporation, public or private, on terms and conditions acceptable to MEAG Power; *provided*, that such sales may not adversely affect the tax-exempt status of the Project P Bonds intended to be tax-exempt or the security for such Project P Bonds and the Project P DOE Secured Obligations. The defaulting Project P Participant shall remain liable under its Project P Power Sales Contract, except that its obligations will be reduced to the extent that payment has been received by MEAG Power for the portion of the defaulting Project P Participant's Obligation Share that has been sold or transferred.

Pledge

The Project P Bonds are direct and special obligations of MEAG Power. The Project P Bonds are payable from and secured by pledges of the Shared Trust Estate and the Bondholders' Trust Estate, the former of which is defined in the Project P Bond Resolution to include (a) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds, (b) the Initial Power Purchaser Arrearages Payments and the Initial Power Purchaser Resale Revenues, (c) the Project P Participant Arrearages Payments and the Project P Participant Resale Revenues, (d) the Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project P Participant Arrearages Fund established by the Project P Bond Resolution, including the investments, if any, thereof and (e) except for the right to receive payment of the Additional Compensation Obligation, all of MEAG Power's rights under the Project P Power Contracts, including, without limitation, (i) the right to receive and collect all of the payments from the Project P Power Purchasers under the Project P Power Contracts (other than the Additional Compensation Obligation), (ii) the right to receive and collect any proceeds of any insurance maintained thereunder, (iii) the right to take all actions and give all consents under the Project P Power Contracts and (iv) the right to exercise such rights and remedies conferred on MEAG Power under the Project P Power Contracts; *provided, however*, that, as to each Project P Power Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (iii) and (iv) only following the occurrence and continuance of a Bondholders' Event of Default or a Federal Loan Event of Default under the Project P Bond Resolution; and the latter of which is defined in the Project P Bond Resolution to include (A) the proceeds of the sale of the Project P Bonds, (B) all Funds established by the Project P Bond Resolution, including the investments, if any, thereof, other than the Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project P Participant Arrearages Fund and (C) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions – *The Project P Bond Resolution*" in APPENDIX M hereto for definitions of the terms "Initial Power Purchaser Arrearages Payment," "Initial Power Purchaser Resale Revenues," "Parity Obligation," "Project P Participant Arrearages Payment," and "Project P Participant Resale Revenues." (For a discussion of the Debt Service Reserve Account in the Debt Service Fund, see "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund—Debt Service Reserve Account" in APPENDIX M hereto.)

"Revenues" is defined in the Project P Bond Resolution to mean (a) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project P, including, without limitation, all revenues attributable to Project P or to the payment of the costs thereof and received by MEAG Power under the Project P Power Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project P

Entity's Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project P Entity's Ownership Interest or any portion thereof or the services, output or capacity thereof, but will not include (i) any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation (as such term is defined in the Project P Bond Resolution) and (ii) any amount payable by PowerSouth under the Project P PPA in respect of the Additional Compensation Obligation; (b) the proceeds of any insurance covering business interruption loss relating to the Project P Entity's Ownership Interest or Project P and received by MEAG Power; (c) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project P Entity's Ownership Interest and received by MEAG Power; and (d) interest accrued on any moneys or securities held pursuant to the Project P Bond Resolution and paid or required to be paid into the Revenue Fund established pursuant to the Project P Bond Resolution; *provided, however*, that (A) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, all Initial Power Purchaser Arrearages Payments and all Initial Power Purchaser Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project P Bond Resolution and (B) during the period from and including the Project P Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project P Participant Arrearages Payments and all Project P Participant Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project P Bond Resolution. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds will constitute Revenues for all purposes of the Project P Bond Resolution. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions – *The Project P Bond Resolution*" in APPENDIX M hereto for definitions of the terms "Initial Power Purchaser Arrearages Fund Establishment Date," "Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date," "Project P Participants' Debt Service Commencement Date" and "Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date."

The Project P Bond Resolution provides that the Project P Participants are not responsible for debt service that remains unpaid by PowerSouth and PowerSouth is not responsible for any new or additional debt service that goes unpaid by the Project P Participants after the Project P Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date. PowerSouth will remain responsible for any debt service that remains unpaid by PowerSouth, and each Project P Participant will remain responsible for any amount that goes unpaid under its Project P Power Sales Contract. Amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund under the Project P Bond Resolution will be used to make up a deficiency in the Debt Service Account in the Debt Service Fund as a result of any such non-payment. However, neither PowerSouth nor the Project P Participants are responsible for replenishment of the Debt Service Reserve Account or the Project P DOE Debt Service Reserve Account as a result of the default of the other party. As a result, should either PowerSouth, on the one hand, or the Project P Participants, on the other hand, default on their respective debt service-related responsibilities, bondholders will not be able to look to the non-defaulting party to make up such deficiency.

Additional Project P Bonds

The Project P Bond Resolution permits the issuance of additional Project P Bonds, including Project P Bond Anticipation Notes, for certain purposes relating to Project P. In addition, under the Project P Bond Resolution, upon satisfaction of the conditions contained therein, MEAG Power is permitted to issue or incur certain Parity Obligations which may be secured by pledges of, and liens on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Project P Bond Resolution to secure the Project P Bonds. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "Parity Obligation." The Project P Bond Resolution also permits, upon satisfaction of the conditions contained therein, MEAG

Power to issue or incur certain Subordinated Obligations which may be secured by a pledge of the Subordinated Bond Fund created pursuant to the Project P Bond Resolution, which pledge will be subordinate in all respects to the pledges of (a) the Shared Trust Estate discussed above created by the Project P Bond Resolution in favor of the Project P Bonds and Parity Obligations and the Project P Federal Loan Debt Service Payments and (b) the Bondholders' Trust Estate discussed above and created by the Project P Bond Resolution in favor of the Project P Bonds and Parity Obligations. See "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto for a definition of the term "Subordinated Obligation." See also "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Subordinated Bonds," "– Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts" and "– Commercial Paper Notes" in APPENDIX M hereto.

Debt Service Reserve Account

The Project P Bond Resolution establishes a Debt Service Reserve Account in the Debt Service Fund and requires that such Account be funded in an amount equal to the Debt Service Reserve Requirement, which is defined to mean, as of any date of calculation, an amount equal to the greatest amount of the Adjusted Aggregate Debt Service (as defined in "SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Definitions" in APPENDIX M hereto) on the Project P Bonds for the current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of the proceeds of the Project P Bonds of any series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project P Bonds exceed the maximum amount of the proceeds of such Project P Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of calculating the Debt Service Reserve Requirement: (a) the Debt Service Reserve Requirement will take into account any series of Project P Bonds only for so long as any Project P Bonds of such series remain outstanding, but Project P Bond Anticipation Notes will not be deemed to be Project P Bonds for purposes of this provision; (b) in the event that the Project P Bonds of any series (or any portion thereof) constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project P Bonds, for purposes of calculating the Debt Service Reserve Requirement, the interest on the Project P Bonds of such series will be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project P Bonds represented by such subsidy will be permanently reduced, then the amount of the Debt Service Reserve Requirement will be increased to reflect the amount of interest payable on such Project P Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason, ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project P Bonds, then the amount of the Debt Service Reserve Requirement will be increased to reflect the full amount of interest payable on such Project P Bonds, and such increase will be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive; (c) except as provided in the following clause (d), the Debt Service for the Project P Bonds of any series will be calculated as of the date of original issuance of the Project P Bonds of such series; and (d) in the event that the Project P Bonds of any series will be refunded in whole or in part, the Debt Service Reserve Requirement will be recalculated, assuming that the refunding Project P Bonds and the Project P Bonds (if any) of the refunded series to remain outstanding upon the issuance of the refunding Project P Bonds are part of the same series.

The Project P Bond Resolution provides that, in lieu of depositing monies in the Debt Service Reserve Account, or in substitution for monies previously deposited in the Debt Service Reserve Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Debt Service Reserve Account. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Debt Service Fund–Debt Service Reserve Account” in APPENDIX M hereto.

If at any time the amount in the Debt Service Account in the Debt Service Fund will be less than the requirement of such Account under the Project P Bond Resolution, or the amount in the Debt Service Reserve Account in the Debt Service Fund will be less than the Debt Service Reserve Requirement, then MEAG Power, upon requisition by the Trustee, will transfer from the Reserve and Contingency Fund to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, the amount necessary (or all the moneys in said Fund if less than the amount necessary) to make up such deficiency (or, if the amount in the Reserve and Contingency Fund will be less than the amount necessary to make up the deficiencies with respect to the Debt Service Account and the Debt Service Reserve Account, then the amount in the Reserve and Contingency Fund will be applied first to make up the deficiency in the Debt Service Account, and any balance remaining will be applied to make up the deficiency with respect to the Debt Service Reserve Account); *provided, however*, that (a) during the period from and including the Project P Participants’ Debt Service Commencement Date to and including the Project P Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Project P Participants pursuant to certain provisions of the Project P Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by PowerSouth in the making of any payment due under the Project P PPA and (b) during the period from and including the Project P Initial Power Purchaser Arrearages Fund Establishment Date to and including the Project P Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by PowerSouth pursuant to certain provisions of the Project P Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project P Participant in the making of any payment due under its Project P Power Sales Contract. No transfers will be made pursuant to the above in any calendar month until all amounts required to be transferred pursuant to the Project P Bond Resolution in such calendar month have been so transferred, except to the extent that any such transfer is necessary in order to avoid a default in the payment of the principal or the redemption price of, or interest on, the Project P Bonds or the principal of, or interest or prepayment premiums, if any, on, or other amounts due with respect to, the Project P DOE Guaranteed Loan when due.

If on the last day of any calendar year the balance of moneys and securities in the Reserve and Contingency Fund exceeds MEAG Power’s Reserve and Contingency Requirement (as defined in the Project P Bond Resolution), all or a portion of the amount of such excess will be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Debt Service Fund if and to the extent such amount is required to make up any deficiency in either such Account; *provided, however*, that (a) during the period from and including the Project P Initial Power Purchaser Arrearages Fund Establishment Date to and including the Project P Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Project P Participants pursuant to certain provisions of the Project P Bond Resolution must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by PowerSouth in the making of any payment due under the Project P PPA and (b) during the period from and including the Project P Participants’ Debt Service Commencement Date to and including the Project P Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by PowerSouth pursuant to certain provisions of the Project P PPA must not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default

by any Project P Participant in the making of any payment due under its Project P Power Sales Contract; and the balance, if any, of such excess will be transferred to the Revenue Fund.

Arrearage Funds

By not later than the Project P Initial Power Purchaser Arrearages Fund Establishment Date, there shall be established a Project P Initial Power Purchaser Arrearages Fund, to be held by the Trustee, which shall consist of (a) an Initial Power Purchaser Resale Revenue Account, into which all Initial Power Purchaser Resale Revenues shall be deposited and (b) a Project P Initial Power Purchaser Arrearages Payment Account, into which all Initial Power Purchaser Arrearages Payments shall be deposited. Amounts on deposit in the Project P Initial Power Purchaser Resale Revenue Account in the Project P Initial Power Purchaser Arrearages Fund shall be applied as provided in the Project P Bond Resolution. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Project P Initial Power Purchaser Arrearages Fund” in APPENDIX M hereto.

On the first date (if any) on or after the Project P Participants’ Debt Service Commencement Date on which any of (a) amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund, the Subordinated Bond Fund or the Reserve and Contingency Fund are applied to cure a deficiency in the Debt Service Account in said Debt Service Fund pursuant the Project P Bond Resolution, (b) the principal or redemption price of, or interest on, any Project P Bond is due and unpaid, (c) amounts on deposit in the DOE Debt Service Reserve Account or the DOE Reserve & Contingency Account are applied to cure a deficiency in the DOE Debt Service Payment Account, (d) the principal of, or interest or prepayment premiums, if any, on, or any other amounts due with respect to the Project P DOE Guaranteed Loan are due and unpaid or (e) there shall not be on deposit in the Revenue Fund amounts sufficient to make the transfers provided for in the Project P Bond Resolution at the time required thereby as a result of a default by any Project P Participant in the making of any payment due under its Project P Power Sales Contract (or on such earlier date as an Authorized Officer of MEAG Power shall determine), there will be established a Project P Participant Arrearages Fund, to be held by the Trustee, into which all Project P Participant Arrearages Payments and all Project P Participant Resale Revenues will be deposited and from which, among other things, (1) amounts owed by MEAG Power to the Project P Entity under the Project P Power Purchase Agreement in respect of Debt Service (as defined in the Project P Power Purchase Agreement) and (2) unpaid principal or redemption price of, or interest on, the Project P Bonds will be paid, as more fully provided in the Project P Bond Resolution. See “SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS – Participant Arrearages Funds” in APPENDIX M hereto.

Rate Covenant

MEAG Power has covenanted in the Project P Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project P as required to provide revenues at least sufficient in each calendar year, together with other available funds, for the payment during such calendar year of operating expenses, scheduled debt service on the Project P Bonds, amounts required for reserves under the Project P Bond Resolution, and all other charges or liens payable from such revenues during such calendar year, including, without limitation, to the extent not otherwise provided for, all amounts payable by MEAG Power to the Project P Entity pursuant to the Project P Power Purchase Agreement (which include, without limitation, amounts necessary to enable the Project P Entity to pay all amounts owed by it, and fund all accounts or reserves required to be funded by it, pursuant to the Project P DOE Loan Guarantee Agreement and all other Project P Federal Loan Documents) during such calendar year and all amounts payable on Project P Subordinated Bonds and Project P Subordinated Obligations during such calendar year.

Nature of Obligation

The Project P Bonds, including Project P Bond Anticipation Notes, do not constitute a debt of, a loan by, or a pledge of the faith and credit of the State of Georgia or of any political subdivision thereof, or of PowerSouth or any Project P Participant. Rather, the Project P Bonds are payable from the Shared Trust Estate and the Bondholders' Trust Estate as provided in the Project P Bond Resolution. The issuance of any Project P Bonds does not obligate the State of Georgia or any political subdivision thereof, or PowerSouth or any Project P Participant, to levy or pledge any form of taxation whatever for the payment thereof. No bondholder, and no receiver or trustee in connection therewith, has the right to enforce the payment of any Project P Bond against any property of the State of Georgia or any political subdivision thereof, or of PowerSouth or any Project P Participant, nor does any Project P Bond constitute a charge, lien or encumbrance, whether legal or equitable, upon any such property. However, in the Project P Bond Resolution, MEAG Power has covenanted to enforce the obligation of any Project P Participant to pay the amounts required by its Project P Power Sales Contract, which is an obligation of the Project P Participant to the payment of which its full faith and credit are pledged. In the Project P Power Sales Contracts, each Project P Participant has agreed that amounts payable by it thereunder will be paid as a cost of purchased power and energy of such Project P Participant's electric system and otherwise as an expense of operation and maintenance thereof.

THE PARTICIPANTS

General

The Participants consist of 48 cities and one county, all political subdivisions of the State of Georgia. See "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein. Geographically, the Participants are located throughout the State in 39 of its 159 counties. Collectively, the Participants serve approximately 324,000 customer accounts, representing a total population of approximately 653,000 based on the U.S. Census Bureau's 2020 Decennial Census. The electric distribution systems of most of the Participants have been in operation for 100 years or more. Many of the Participants owned generating facilities in the past, but as technology improved in the electric utility industry and as economies of scale became more important, the local generating facilities were phased out of service, and Calhoun and Crisp County are the only Participants that now own generating facilities that are connected to the ITS. Until February 1977, the Initial Participants were dependent upon GPC for their wholesale electric requirements in excess of allotments of power from federally owned facilities through SEPA and, in the case of Crisp County, self-owned generation. Since that time, MEAG Power has furnished, from the output of Project One, the Existing General Resolution Projects and the CC Project and through purchases from other suppliers, all of the Participants' requirements formerly supplied by GPC, except for certain transactions between Crisp County and GPC. MEAG Power has served all of the requirements of Oxford and Acworth since they became Participants in 1986 and 2002, respectively, and has provided firm bulk power supply to Acworth through wholesale power contracts since 1995. See "MEAG POWER – Bulk Power Supply Operations – *Supplemental Bulk Power Supply*" herein.

Generation and Transmission Entitlement Shares – Project One

The following table sets forth the Entitlement Shares of each of the Participants for the output and services of the generating units and transmission system facilities included in Project One. During the term of the Project One Power Sales Contracts, each Participant's Entitlement Share of the retained output and services of the generating units included in Project One will be as shown.

The Transmission Entitlement Shares are estimated each year for purposes of MEAG Power's Annual System Budget and are adjusted retroactively to reflect the relative demands which each Participant actually placed upon the system at the time of MEAG Power's peak demand.

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Participant	Project One Generation Entitlement Shares	Project One 2024 Budgeted Transmission Entitlement Shares	Participant	Project One Generation Entitlement Shares	Project One 2024 Budgeted Transmission Entitlement Shares
Acworth	0.000% ⁽¹⁾	1.084%	Griffin	2.950%	3.363%
Adel	1.164	1.488	Hogansville	0.296	0.302
Albany	10.105	5.931	Jackson	0.499	0.420
Barnesville	0.415	0.786	LaFayette	1.615	1.196
Blakely	0.814	0.813	LaGrange	3.213	4.319
Brinson	0.033	0.012	Lawrenceville	2.161	3.174
Buford	0.570	2.077	Mansfield	0.027	0.061
Cairo	1.783	1.040	Marietta	12.761	7.782
Calhoun	2.810	2.957	Monroe	1.462	1.225
Camilla	1.093	0.995	Monticello	0.405	0.168
Cartersville	5.205	4.584	Moultrie	3.070	1.206
College Park	7.707	4.083	Newnan	1.605	3.563
Commerce	0.641	0.363	Norcross	0.846	1.064
Covington	2.694	4.093	Oxford	0.000 ⁽²⁾	0.170
Crisp County	3.431	2.869	Palmetto	0.331	0.771
Doerun	0.119	0.039	Quitman	0.634	0.376
Douglas	2.625	3.214	Sandersville	0.780	12.474
East Point	7.019	2.673	Sylvania	3.118	1.739
Elberton	1.358	0.728	Sylvester	0.979	0.674
Ellaville	0.307	0.253	Thomaston	1.227	0.766
Fairburn	0.568	0.998	Thomasville	4.359	3.596
Fitzgerald	2.950	1.973	Washington	1.059	5.787
Forsyth	0.994	0.671	West Point	0.426	1.159
Fort Valley	1.564	0.746	Whigham	0.125	0.052
Grantville	0.083	0.123			
<i>Total</i>				100.000%	100.000%

- (1) Acworth has entered into a Project One power sales contract with MEAG Power that provides for a portion of Sylvania's Project One Entitlement Share to be transferred to Acworth and for MEAG Power to supply Acworth's Supplemental Bulk Power Supply. The agreement between Sylvania and Acworth provides for a transfer of 9 MW of Project One capacity. The take-or-pay obligation of Sylvania is not affected. See "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein.
- (2) Oxford has entered into power sales contracts relating to MEAG Power's Projects, and the Initial Participants agreed that Oxford would take a 0.191 percent Entitlement Share pro rata from the Entitlement Shares of the Initial Participants. The take-or-pay obligations of the Initial Participants are not affected. See "INTRODUCTORY STATEMENT – The Participants' Power Sales Contracts – Project One and General Resolution Projects" herein.

Several Participants have entered into IPTs coterminous with the selling or assigning Participant's Project One power sales contract and assignment agreements coterminous with the assigning Participant's CC Project power sales contract, respectively, as follows:

Project One			
Selling Participant	Buying Participant	Percentage of Selling Participant's Entitlement Share Transferred⁽¹⁾	Percentage of Project One Output and Services Transferred
LaFayette	Camilla	19.268%	0.311%
College Park	Lawrenceville	8.076	0.621
College Park	Sandersville	20.191	1.553
Brinson	Camilla	63.030	0.021
Whigham	Camilla	40.072	0.050

- (1) Net of selling Participant's proportionate share of the transfer to Oxford but including its proportionate share of the Generation Station Vogtle sellback amount.

CC Project

<u>Assigning Participant</u>	<u>Assuming Participant⁽¹⁾</u>	<u>Percentage of CC Project Output and Services Assigned</u>	<u>Percentage of CC Project Annual Costs Assumed</u>	<u>Percentage of Embedded Simple Cycle Costs Assumed</u>
Douglas	Lawrenceville	0.79523%	0.79523%	0.92380%
Douglas	Grantville	0.19881	0.19881	0.23095
Newnan	Palmetto	0.39761	0.39761	0.46191
Newnan	Fairburn	0.39761	0.39761	0.46191
Griffin	Albany	1.98807	1.98807	2.30954
Griffin	Brinson	0.01988	0.01988	0.02310

(1) The Cities of Lawrenceville (“*Lawrenceville*”), Grantville (“*Grantville*”), Palmetto (“*Palmetto*”) and Albany (“*Albany*”) and the Town of Brinson (“*Brinson*”) have each entered into CC Project power sales contracts substantially similar to the CC Contracts.

In addition, MEAG Power entered into an eight-year purchase power agreement with the City of Robertsdale, Alabama (“*Robertsdale*”) during 2016 to provide full requirements service to Robertsdale, effective January 1, 2018 through December 31, 2025. The agreement provides 25 MW of Project One capacity and associated energy to meet Robertsdale’s needs net of (a) its purchases from SEPA and (b) any electric energy that Robertsdale is required to purchase from a generating facility in accordance with PURPA (on account of such generating facility’s status as a “qualifying cogeneration facility” or a “qualifying small power production facility” (within the meaning of PURPA)), and applicable regulations of FERC or any successor agency, and includes provisions for MEAG Power to sell additional capacity. This sale is being served from the Project One entitlements of nine subscribed Participants, as shown in the following table. However, the take-or-pay obligations of the selling Participants under their Project One Power Sales Contracts are not affected, each such selling Participant remaining contingently liable for all obligations under its Project One Power Sales Contract with respect to the amount sold if Robertsdale defaults in connection with any of its obligations under the purchase power agreement.

<u>Selling Participant</u>	<u>Pro-Rata Share (MW)</u>	<u>Percentage of Sale</u>
Cairo	1.370	5.480%
Commerce	0.685	2.740
Doerun	0.342	1.368
East Point	4.110	16.440
Elberton	1.370	5.480
Griffin	5.479	21.916
Moultrie	2.055	8.220
Sandersville	2.055	8.220
Thomasville	7.534	30.136
Total.....	25.000	100.000%

MEAG Power entered into a five-year purchase power agreement with the City of Hartford, Alabama (“*Hartford*”) during 2017 to provide full requirements service to Hartford, effective January 1, 2018 through December 31, 2022. The agreement was extended for a one-year period effective January 1, 2023 through December 31, 2023. The agreement provides 10 MW of Project One capacity and associated energy to meet Hartford’s needs net of (a) its purchases from SEPA and (b) any electric energy that Hartford is required to purchase from a generating facility in accordance with PURPA (on account of such generating facility’s status as a “qualifying cogeneration facility” or a “qualifying small power production facility” (within the meaning of PURPA)), and applicable regulations of FERC or any successor agency, and includes provisions for MEAG Power to sell additional capacity. This sale is being served from the Project One entitlements of three subscribed Participants, as shown in the following table. However, the take-or-

pay obligations of the selling Participants under their Project One Power Sales Contracts are not affected, each such selling Participant remaining contingently liable for all obligations under its Project One Power Sales Contract with respect to the amount sold if Hartford defaults in connection with any of its obligations under the purchase power agreement.

Selling Participant	Pro-Rata Share (MW)	Percentage of Sale
Albany	4.000	40.000%
Elberton	2.000	20.000
Thomasville	4.000	40.000
Total.....	10.000	100.000%

MEAG Power entered into a five-year purchase power agreement with the City of Evergreen, Alabama (“*Evergreen*”) during 2017 to provide full requirements service to Evergreen, effective January 1, 2018 through December 31, 2022. The agreement was extended for a one-year period effective January 1, 2023 through December 31, 2023. The agreement provides 15 MW of Project One capacity and associated energy to meet Evergreen’s needs net of (a) its purchases from SEPA and (b) any electric energy that Evergreen is required to purchase from a generating facility in accordance with PURPA (on account of such generating facility’s status as a “qualifying cogeneration facility” or a “qualifying small power production facility” (within the meaning of PURPA)) and applicable regulations of FERC or any successor agency, and includes provisions for MEAG Power to sell additional capacity. This sale will be served from the Project One entitlements of three subscribed Participants, as shown in the following table. However, the take-or-pay obligations of the selling Participants under their Project One Power Sales Contracts are not affected, each such selling Participant remaining contingently liable for all obligations under its Project One Power Sales Contract with respect to the amount sold if Evergreen defaults in connection with any of its obligations under the purchase power agreement.

Selling Participant	Pro-Rata Share (MW)	Percentage of Sale
Albany	6.000	40.000%
Elberton	3.000	20.000
Thomasville	6.000	40.000
Total.....	15.000	100.000%

Obligation Shares of the Participants – Existing General Resolution Projects

Each Participant will remain liable, in the event that any of the Existing General Resolution Projects is totally and permanently retired from service, or is out of service totally, but not permanently, and MEAG Power is unable to provide power from alternate sources, to pay a fixed percentage, called an “*Obligation Share*,” of MEAG Power’s costs attributable to such Project (to the extent not paid from proceeds of bonds).

MEAG Power will fix the Project Two or Project Three Obligation Share for each Participant (other than Acworth, which has not entered into a power sales contract for Project Two or Project Three) at such time, if any, as the applicable Project becomes inoperable under a formula contained in the applicable power sales contracts based generally upon such Participant’s historical demand for Bulk Power Supply in excess of capacity delivered by MEAG Power from Project One relative to such historical demand of all Participants. The sum of all Obligation Shares of the applicable Project must equal 100 percent. As of any date of calculation, each Participant’s Obligation Share for Project Two may differ from its Obligation Share for Project Three because the historical period used for calculation of the former is longer than the historical period used for calculation of the latter.

Each Participant (other than Acworth, which has not entered into a Project Four Power Sales Contract) has a fixed Obligation Share for Project Four that will not change through the end of the original term of the Project Four Power Sales Contracts (November 16, 2033), as shown in the table below. After November 16, 2033, as a result of the Term Extension Amendments, each such Participant’s Project Four Obligation Share will equal its Project Four Billing Share through the remainder of the term of the Project Four Power Sales Contracts. See “INTRODUCTORY STATEMENT – The Participants” herein. The sum of all Participants’ Obligation Shares for Project Four equals 100 percent.

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The Participants' Obligation Shares for Project Four until November 16, 2033, and their Obligation Shares for Project Two and Project Three as of December 31, 2023 are as follows:

Participant	Project Two Obligation Share	Project Three Obligation Share	Project Four Obligation Share	Participant	Project Two Obligation Share	Project Three Obligation Share	Project Four Obligation Share
Adel	0.767%	0.712%	1.164%	Hogansville	0.268%	0.266%	0.296%
Albany	14.452	13.931	10.105	Jackson	0.600	0.624	0.499
Barnesville	1.043	1.140	0.415	LaFayette	1.172	1.077	1.615
Blakely	0.837	0.801	0.814	LaGrange	7.798	8.496	3.213
Brinson	0.015	0.015	0.033	Lawrenceville	5.083	5.702	2.161
Buford	1.213	1.349	0.570	Mansfield	0.093	0.106	0.027
Cairo	1.637	1.591	1.783	Marietta	13.324	13.813	12.761
Calhoun	3.783	4.179	2.810	Monroe	1.477	1.468	1.462
Camilla	0.693	0.652	1.093	Monticello	0.251	0.242	0.405
Cartersville	2.409	2.159	5.205	Moultrie	1.685	1.422	3.070
College Park	2.144	1.709	7.707	Newnan	1.545	1.519	1.605
Commerce	0.524	0.480	0.641	Norcross	1.410	1.590	0.846
Covington	3.355	3.482	2.694	Oxford	0.200	0.243	0.000 ⁽¹⁾
Crisp County	0.200	0.084	3.431	Palmetto	0.341	0.375	0.331
Doerun	0.119	0.112	0.119	Quitman	0.731	0.730	0.634
Douglas	2.880	3.084	2.625	Sandersville	1.244	1.277	0.780
East Point	2.147	1.174	7.019	Sylvania	0.624	0.430	3.118
Elberton	1.576	1.563	1.358	Sylvester	1.217	1.221	0.979
Ellaville	0.292	0.300	0.307	Thomaston	1.480	1.443	1.227
Fairburn	0.651	0.636	0.568	Thomasville	6.347	6.338	4.359
Fitzgerald	1.964	1.885	2.950	Washington	1.417	1.463	1.059
Forsyth	0.847	0.855	0.994	West Point	0.452	0.413	0.426
Fort Valley	1.449	1.343	1.564	Whigham	0.104	0.101	0.125
Grantville	0.048	0.043	0.083				
Griffin	6.092	6.362	2.950	<i>Total</i>	100.000%	100.000%	100.000%

- (1) Oxford and the Initial Participants agreed that Oxford will take a 0.191 percent Project Four Obligation Share *pro rata* from the Project Four Obligation Shares of the Initial Participants. The take-or-pay obligations of the Initial Participants are not affected.

The Existing General Resolution Projects Power Sales Contracts also provide that, in the event of a default by a Participant, MEAG Power is to determine the Participant's Obligation Share for each Project and, while the default continues, the Participant is to continue to remain liable for the greater of its Obligation Share of MEAG Power's costs attributable to the applicable Project or amounts due under the rates and charges established by MEAG Power.

Obligation Shares of the Participants – CC Project

The following table shows the Participants in the CC Project and their respective Combined Cycle Obligation Shares. The Combined Cycle Obligation Share is a percentage set forth in each CC Participant's CC Contract that reflects both (a) such CC Participant's percentage share of output and services of the CC Project and (b) the percentage of the CC Project Annual Costs (as such term is defined in the CC Contracts) that such CC Participant is obligated to pay under its CC Contract, except that, with respect to the portion of the CC Project Annual Costs comprised of MEAG Power's Debt Related Costs (as such term is defined in the CC Contracts) pertaining to each series of CC Bonds, "Combined Cycle Obligation Share" means the dollar amount, calculated in accordance with the applicable elections in the CC Contracts, for which the CC Participant is obligated based upon the elections made with respect to the applicable series of CC Bonds. See "CC PROJECT PARTICIPANTS ANNUAL GROSS DEBT SERVICE RESPONSIBILITIES" in APPENDIX P hereto for the current debt service responsibilities of the CC Participants. With respect to that portion of the CC Project Annual Costs comprised of MEAG Power's Debt Related Costs pertaining to new CC Bonds, "Combined Cycle Obligation Share" means the dollar amount of each series of CC Bonds for which the CC Participant is obligated pursuant to the CC Contracts related to such series of CC Bonds.

CC Participant	Combined Cycle Obligation Share	CC Participant	Combined Cycle Obligation Share
Acworth	2.348580%	Fort Valley	0.792870%
Adel	1.890670	Grantville	0.198810
Albany	1.988070	Griffin	8.027830 ⁽²⁾
Barnesville	0.689040	Hogansville	0.393420
Blakely	0.937870	LaGrange	10.164600
Brinson	0.019880	Lawrenceville	0.795230
Buford	5.082350	Marietta	14.049380
Cairo	1.156490	Monroe	1.224060
Calhoun	3.212090	Newnan	4.896882 ⁽³⁾
Camilla	1.626420	Norcross	2.439580
Cartersville	8.429160	Palmetto	0.397614
Commerce	0.301030	Quitman	0.203360
Covington	5.082320	Sandersville	1.237670
Crisp County	4.299210	Sylvester	0.834920
Douglas	3.071700 ⁽¹⁾	Thomaston	0.785510
Elberton	1.503910	Thomasville	7.115210
Ellaville	0.282990	Washington	0.935500
Fairburn	0.841634	West Point	0.711270
Fitzgerald	2.032870		
		<i>Total</i>	100.00000%

- (1) Pursuant to Section 702 of its CC Contract, the City of Douglas (“*Douglas*”) assigned to Grantville 0.19881 percentage points of the CC Project output and further assigned to Lawrenceville 0.79523 percentage points of the CC Project output. The Combined Cycle Obligation Share for Douglas set forth in this table is net of these two transactions. However, in the event that either Grantville or Lawrenceville defaults in connection with its obligations under its respective CC Contract pertaining to the assigned amounts, Douglas shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Douglas shall be entitled to the output associated with the assigned rights of the defaulting party.
- (2) Pursuant to Section 702 of its CC Contract, the City of Griffin (“*Griffin*”) assigned to Albany 1.98807 percentage points of the CC Project output and further assigned to Brinson 0.01988 percentage points of the CC Project output. The Combined Cycle Obligation Share for Griffin set forth in this table is net of these two transactions. However, in the event that either Albany or Brinson defaults in connection with its obligations under its respective CC Contract pertaining to the assigned amounts, Griffin shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Griffin shall be entitled to the output associated with the assigned rights of the defaulting party.
- (3) Pursuant to Section 702 of its CC Contract, the City of Newnan (“*Newnan*”) assigned to the City of Fairburn (“*Fairburn*”) 0.39761 percentage points of the CC Project output and further assigned to Palmetto 0.39761 percentage points of the CC Project output. The Combined Cycle Obligation Share for Newnan set forth in this table is net of these two transactions. However, in the event that either Fairburn or Palmetto defaults in connection with its obligations under its respective CC Contract pertaining to the assigned amounts, Newnan shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Newnan shall be entitled to the output associated with the assigned rights of the defaulting party.

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The CC Contracts also require the CC Participants to pay their respective Embedded Simple Cycle Obligation Share of all costs incurred by MEAG Power relating or pertaining to the CT Project (hereinafter the “*Embedded Simple Cycle Costs*”). The following table shows the Participants in the CC Project and their respective Embedded Simple Cycle Obligation Shares.

CC Participant	Embedded Simple Cycle Obligation Share	CC Participant	Embedded Simple Cycle Obligation Share
Acworth	2.72830%	Fort Valley	0.92110%
Adel	2.19640	Grantville	0.23095
Albany	2.30954	Griffin	9.32586 ⁽²⁾
Barnesville	0.80050	Hogansville	0.45700
Blakely	1.08950	LaGrange	11.80820
Brinson	0.02310	Lawrenceville	0.92380
Buford	5.90420	Marietta	2.46390
Cairo	1.34350	Monroe	1.18720
Calhoun	3.73150	Newnan	5.68868 ⁽³⁾
Camilla	1.88940	Norcross	2.83410
Cartersville	9.44650	Palmetto	0.46191
Commerce	0.34970	Quitman	0.23620
Covington	5.90410	Sandersville	1.43780
Crisp County	3.26220	Sylvester	0.96990
Douglas	3.56845 ⁽¹⁾	Thomaston	0.91250
Elberton	1.74710	Thomasville	8.26570
Ellaville	0.32880	Washington	1.08680
Fairburn	0.97771	West Point	0.82630
Fitzgerald	2.36160		
		<i>Total</i>	100.00000%

- (1) Pursuant to Section 702 of its CC Contract, Douglas assigned to Grantville its obligation to pay 0.23095 percentage points of the CC Project’s Embedded Simple Cycle Costs and further assigned to Lawrenceville its obligation to pay 0.92380 percentage points of the CC Project’s Embedded Simple Cycle Costs. The Embedded Simple Cycle Obligation Share for Douglas set forth in this table is net of these two transactions. However, in the event that either Grantville or Lawrenceville defaults in connection with its obligation to pay the assigned Embedded Simple Cycle Obligation Share, Douglas shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Douglas shall be entitled to the output associated with the assigned rights of the defaulting party.
- (2) Pursuant to Section 702 of its CC Contract, Griffin assigned to Albany its obligation to pay 2.30954 percentage points of the CC Project Embedded Simple Cycle Costs and further assigned to Brinson its obligation to pay 0.02310 percentage points of the CC Project Embedded Simple Cycle Costs. The Embedded Simple Cycle Obligation Share for Griffin set forth in this table is net of these two transactions. However, in the event that either Albany or Brinson defaults in connection with its obligation to pay the assigned Embedded Simple Cycle Obligation Share, Griffin shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Griffin shall be entitled to the output associated with the assigned rights of the defaulting party.
- (3) Pursuant to Section 702 of its CC Contract, Newnan assigned to Fairburn its obligation to pay 0.46191 percentage points of the CC Project’s Embedded Simple Cycle Costs and further assigned to Palmetto 0.46191 percentage points of its obligation to pay the CC Project’s Embedded Simple Cycle Costs. The Embedded Simple Cycle Obligation Share for Newnan set forth in this table is net of these two transactions. However, in the event that either Fairburn or Palmetto defaults in connection with its obligation to pay the assigned Embedded Simple Cycle Obligation Share, Newnan shall be required to pay to MEAG Power whatever sums are necessary in order to cure such default. Moreover, during the period of such default, Newnan shall be entitled to the output associated with the assigned rights of the defaulting party.

In accordance with the provisions of the CC Contracts, each of the CC Participants may, with respect to each Series of CC Bonds, elect to make a CC Capital Contribution to finance all or any portion of its Combined Cycle Obligation Share of the Costs of Acquisition and Construction of the CC Project or all or any portion of its Embedded Simple Cycle Obligation Share of the Embedded Simple Cycle Costs. The Embedded Simple Cycle Costs were financed through the issuance of bonds for the CT Project. In connection with the issuance of those bonds, two of the participants in the CT Project, the City of Cartersville and Ellaville, elected to make CC Capital Contributions. In addition, Marietta elected to pay interest during the construction period. The CC Contracts also provide that each of the CC Participants may select the number of years over which CC Bonds of each Series allocable to its Obligation Share of the CC Project may be amortized and whether such CC Bonds will be amortized on a level debt service or level principal basis. See “SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS” in APPENDIX H hereto. See also “CC PROJECT PARTICIPANTS ANNUAL GROSS DEBT SERVICE RESPONSIBILITIES” in APPENDIX P hereto for the current debt service responsibilities of the CC Participants. The CC Contracts also contain provisions that permit each CC Participant to pay to MEAG

Power money or Defeasance Securities (as defined in the CC Bond Resolution) in amounts sufficient to enable MEAG Power to defease all or a portion of such CC Participant's allocable share of the CC Bonds, thereby reducing the debt service responsibility of such CC Participant. As a result of the exercise of these elections, each CC Participant's responsibility for the payment of debt service coming due on the CC Bonds, including the 2020A CC Bonds, may change in any year from that shown in APPENDIX P hereto.

See "MEAG POWER – Bulk Power Supply Operations – *General*" herein for a discussion of certain IPTs of CC Project capacity among the Participants in the CC Project.

Obligation Shares of the Participants – Vogtle Units 3&4 Projects

The following table shows the Vogtle Units 3&4 Participants and their respective Obligation Shares in Project M, Project J and Project P, respectively. Each Vogtle Units 3&4 Participant's Obligation Share is a percentage set forth in its Vogtle Units 3&4 Power Sales Contract that determines both (a) the percentage share of output and services of each project to which such Vogtle Units 3&4 Participant is entitled and (b) the percentage of each project's annual costs that such Vogtle Units 3&4 Participant is obligated to pay.

Participant	Project M Obligation Share	Project J Obligation Share	Project P Obligation Share
Acworth	3.89477%	0.11214%	0.11214%
Adel	2.36047	1.93985	1.93985
Albany	–	7.55629	7.55629
Barnesville	0.88518	0.75563	0.75563
Blakely	0.40954	1.17576	1.17576
Buford	3.55014	–	–
Cairo	1.67888	1.81351	1.81351
Calhoun	5.90117	4.53378	4.53378
Camilla	3.08867	1.69896	1.69896
Cartersville	8.85175	7.55629	7.55629
College Park	–	3.14342	3.14342
Commerce	2.95058	0.26145	0.26145
Covington	11.80234	1.89331	1.89331
Crisp County	16.22822	0.54677	0.54677
Douglas	1.38382	3.32477	3.32477
Elberton	1.88837	1.60193	1.60193
Ellaville	–	0.30225	0.30225
Fairburn	1.88837	0.61297	0.61297
Fitzgerald	–	2.41801	2.41801
Forsyth	–	1.81351	1.81351
Fort Valley	–	1.57443	1.57443
Grantville	0.17704	0.06045	0.06045
Griffin	10.62210	3.64757	3.64757
Hogansville	0.29506	0.30225	0.30225
Jackson	–	0.60450	0.60450
LaFayette	0.59012	1.20901	1.20901
LaGrange	4.72093	6.64954	6.64954
Lawrenceville	–	4.53378	4.53378
Mansfield	0.18235	–	–
Marietta	–	19.75971	19.75971
Monroe	1.41628	2.05531	2.05531
Moultrie	2.95058	1.51126	1.51126
Newnan	4.72093	2.06498	2.06498
Norcross	2.24244	1.26946	1.26946
Palmetto	0.06786	0.39293	0.39293
Sylvania	–	1.20901	1.20901
Sylvester	–	1.51126	1.51126
Thomaston	0.59012	2.29711	2.29711
Thomasville	3.54070	4.53378	4.53378
Washington	–	1.17878	1.17878
West Point	1.12122	0.57428	0.57428
<i>Total</i>	100.00000%	100.00000%	100.00000%

Power and Energy Requirements

For information concerning historical demand and energy requirements of the Participants, see “MEAG POWER – Power and Energy Requirements/Resources” herein.

Costs of Power to Participants

Historical costs to the Participants for Bulk Power Supply and SEPA power for the years 2021 through 2023 are shown under “SUMMARY OF SELECTED FINANCIAL AND OPERATING DATA” herein.

Selected Historical Information

Information relating to certain of the Participants, determined as described in the next paragraph, is set forth in APPENDIX C hereto. Tables I, II and III of APPENDIX C hereto provide certain data about such Participants, including information regarding population, assessed valuations, tax millages, levies and collections and bonded debt. Tables IV and V of APPENDIX C hereto provide certain data about the electric systems of such Participants, including information on customers, power sales and financial results.

The Participants for which information is set forth include any Participant with two or more of a Project One Generation Entitlement Share, a Project One Budgeted 2024 Transmission Entitlement Share, a Project Two Obligation Share (as of December 2023), a Project Three Obligation Share (as of December 2023) or a Project Four Obligation Share of 3.0 percent or greater. Such Participants have Project One Generation Entitlement Shares totaling approximately 73 percent and Project One Budgeted 2024 Transmission Entitlement Shares totaling approximately 56 percent, Project Two Obligation Shares (as of December 2023) totaling approximately 72 percent, Project Three Obligation Shares (as of December 2023) totaling approximately 72 percent, and Project Four Obligation Shares totaling approximately 73 percent.

Information also is set forth for any Participant with a Project M Obligation Share, a Project J Obligation Share or a Project P Obligation Share of 3.5 percent or greater. Such Participants together have Project M Obligation Shares totaling approximately 74 percent, Project J Obligation Shares totaling approximately 63 percent and Project P Obligation Shares totaling approximately 63 percent.

In addition, information also is set forth for any CC Participant whose debt service responsibility with respect to the CC Bonds is five percent or greater for any twelve-month period ending on October 31, commencing with the twelve-month period ending October 31, 2024.

VOGTLE UNITS 3&4 INITIAL POWER PURCHASERS

JEA

General

As set forth under “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects*” herein, in connection with the establishment of Project J, MEAG Power entered into the Project J PPA with JEA pursuant to which, for the initial twenty years of commercial operation of each of Unit 3 and Unit 4, respectively, MEAG Power will provide, and JEA will take, the output and services of Project J, corresponding to 41.175 percent of MEAG Power’s interest in Vogtle Units 3&4.

JEA is a body politic and corporate organized and existing under the laws of the State of Florida and is an independent agency of the City of Jacksonville, Florida (the “City”). JEA was established in 1968 to own and manage an electric system (the “*Electric System*”) which had been owned by the City since

1895. In 2022, the latest year for which such information is available, JEA was the eighth largest municipally-owned electric utility in the United States in terms of number of customers. During its Fiscal Year ended September 30, 2023, the Electric System served an average of approximately 516,000 customer accounts in a service area which covers virtually the entire City and parts of neighboring counties. Total revenues, including investment income, for its Electric System for its Fiscal Year ended September 30, 2023, were approximately \$1,376,777,000.

Available Information

In accordance with the provisions of Rule 15c2-12, JEA has agreed, pursuant to continuing disclosure agreements entered into in connection with the issuance by MEAG Power of the Series 2010A&B Project J Bonds and the Series 2015A Project J Bonds, to file annually certain financial information and operating data relating to JEA (“*JEAs Annual Information*”) by no later than June 1st following the end of each of JEA’s fiscal years, and to file notices of certain specified events. JEA’s Annual Information and the notices of specified events will be filed by or on behalf of JEA with the MSRB through the MSRB’s EMMA website.

PowerSouth

General

As set forth under “MEAG POWER – Bulk Power Supply Operations – *The Vogtle Units 3&4 Projects*” herein, in connection with the establishment of Project P, MEAG Power entered into the Project P PPA with PowerSouth pursuant to which, for the initial twenty years of commercial operation of each of Unit 3 and Unit 4, respectively, MEAG Power will provide, and PowerSouth will take, the output and services of Project P, corresponding to 24.955 percent of MEAG Power’s interest in Vogtle Units 3&4.

Incorporated in 1941, PowerSouth is a tax-exempt, wholesale electric power generation and transmission cooperative corporation, operating on a cooperative basis providing electricity to its 20-member distribution systems (the “*PowerSouth Members*”) serving in 39 counties located in the central and southern portions of the State of Alabama and in ten counties in the northwest panhandle of Florida. The PowerSouth Members consist of 16 electric distribution system cooperatives and 4 municipal electric distribution systems, providing retail electric service to residences, businesses and industries. PowerSouth supplies energy to the PowerSouth Members from a combination of owned generating facilities and power purchased under power purchase contracts. PowerSouth currently owns generating facilities with an aggregate capacity (based on accredited winter capacity) of 2,180 MW. In 2023, the PowerSouth Members’ average consumers served measured at approximately 490,214 retail electric meters over a 33,156 square-mile service area.

Available Information

In accordance with the provisions of Rule 15c2-12, PowerSouth has agreed, pursuant to continuing disclosure agreements entered into in connection with the issuance by MEAG Power of the Series 2010A&B Project P Bonds and the Series 2015A Project P Bonds, to file annually certain financial information and operating data relating to PowerSouth (“*PowerSouth’s Annual Information*”) by no later than September 30th following the end of each of PowerSouth’s fiscal years, and to file notices of certain specified events. PowerSouth’s Annual Information and the notices of specified events will be filed by or on behalf of PowerSouth with the MSRB through the MSRB’s EMMA website.

CO-OWNERS OF THE GENERATING UNITS

General

The following table shows the aggregate ownership interests of MEAG Power (or, in the case of Vogtle Units 3&4, the Vogtle Units 3&4 Project Entities) and each of the co-owners in Generation Station Hatch, Generation Station Wansley, Generation Station Vogtle and Generation Station Scherer Unit Nos. 1 and 2. See “SUMMARY OF PROJECT AGREEMENTS – Summary of Ownership Agreements” in APPENDIX E hereto and “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Ownership Agreement” in APPENDIX L hereto, particularly with respect to the rights of GPC to transfer interests in the generation stations and units.

	Nuclear				Coal-Fired		Total MW
	Generation Station Hatch		Generation Station Vogtle		Generation Station Scherer Unit Nos. 1 and 2		
	%	MW ⁽¹⁾	%	MW ⁽¹⁾⁽⁶⁾	%	MW ⁽¹⁾	
MEAG Power	17.7 ⁽²⁾	286	22.7 ⁽³⁾	1,022.4	30.2 ⁽⁴⁾	489	1,797.4
GPC	50.1	809	45.7	2,058.3	8.4	136	3,003.3
OPC	30.0	484	30.0	1,351.2	60.0 ⁽⁵⁾	972	2,807.2
Dalton	2.2	35	1.6	72.1	1.4	23	130.1
Total	100.0	1,614	100.0	4,504.0	100.0	1,620	7,738.0

(1) Amounts shown represent the nominal ratings.

(2) All of MEAG Power’s 17.7 percent ownership interest in Generation Station Hatch is included in Project One.

(3) Amounts shown include MEAG Power’s 17.7 percent ownership interest included in Project One and MEAG Power’s 5.0 percent ownership interest included in Project Four.

(4) Amounts shown include MEAG Power’s 10.0 percent ownership interest included in Project One, MEAG Power’s 5.1 percent ownership interest included in Project Two and MEAG Power’s 15.1 percent ownership interest included in Project Three.

(5) For information regarding OPC’s sale and leaseback of its interest in Generation Station Scherer Unit No. 2, see “SUMMARY OF PROJECT AGREEMENTS – General” in APPENDIX E hereto.

(6) Amounts shown include 2,204 MW of nominally rated generating capacity from Vogtle Units 3&4. Unit 3 and Unit 4 commenced commercial operation on July 31, 2023, and April 29, 2024, respectively. See “MEAG POWER – Bulk Power Supply Operations – The Vogtle Units 3&4 Projects” for additional information pertaining to Vogtle Units 3&4.

In the case of Generation Stations Hatch and Vogtle, each co-owner owns percentage interests in the common facilities of such Generation Stations equal to its percentage ownership interests in the units. In the case of the common facilities at Generation Station Scherer (those that are common to all four units), MEAG Power owns a 15.1 percent interest, GPC owns a 23.0 percent interest, OPC owns a 30.0 percent interest, Dalton owns a 0.7 percent interest, Gulf Power Company owns a 6.25 percent interest and Florida Power & Light Company and JEA own interests representing the balance of such properties.

See “MEAG POWER – Bulk Power Supply Operations” herein for a discussion of the status of the terms of the Operating Agreements for Generation Station Wansley and for Generation Station Scherer Unit Nos. 1 and 2.

Georgia Power Company

As set forth under “MEAG POWER – Bulk Power Supply Operations” herein, GPC has an ownership interest in each generating unit included in MEAG Power’s Project One and its Existing General Resolution Projects, as well as in Vogtle Units 3&4, and is obligated to purchase from MEAG Power specified amounts of power and energy from certain of such Projects. In addition, GPC is serving as the agent of the co-owners in the management and operation of such generating units.

Available Information

GPC is subject to the informational requirements of the Exchange Act and, in accordance therewith, files reports and other information with the SEC. Such reports and other information can be inspected at the SEC's Public Reference Room at 100 F Street, N.E., Washington, D.C. 20549. The public may obtain information on the operation of the Public Reference Room by calling the SEC at 1-800-SEC-0330. The SEC maintains an Internet site (<http://www.sec.gov>) that contains reports, proxy and information statements and other information regarding registrants that file electronically with the SEC. Certain securities of GPC are listed on the New York Stock Exchange, and reports and other information concerning GPC can be inspected at the office of such Exchange.

GPC has made no representation as to the adequacy or accuracy of any information concerning GPC or its affiliated companies set forth in this Annual Information Statement for the purposes for which such information is used in this Annual Information Statement.

Oglethorpe Power Corporation

As set forth under "MEAG POWER – Bulk Power Supply Operations" herein, OPC has an ownership interest in each generating unit included in MEAG Power's Project One and its Existing General Resolution Projects, as well as in Vogtle Units 3&4.

Available Information

OPC is subject to the informational requirements of the Exchange Act and, in accordance therewith, files reports and other information with the SEC. Such reports and other information can be inspected at the SEC's Public Reference Room at 100 F Street, N.E., Washington, D.C. 20549. The public may obtain information on the operation of the Public Reference Room by calling the SEC at 1-800-SEC-0330. The SEC maintains an Internet site (<http://www.sec.gov>) that contains reports, proxy and information statements and other information regarding registrants that file electronically with the SEC.

OPC has made no representation as to the adequacy or accuracy of any information concerning OPC or its affiliated companies set forth in this Annual Information Statement for the purposes for which such information is used in this Annual Information Statement.

LITIGATION

In July 2020, a group of individual plaintiffs filed a complaint, which was amended in December 2022, in the Fulton County Superior Court against GPC alleging that the construction and operation of Generation Station Scherer, of which MEAG Power is a co-owner, have impacted groundwater, and air, resulting in alleged personal injuries and property damage. The plaintiffs seek an unspecified amount of monetary damages, including punitive damages, a medical monitoring fund, and injunctive relief. MEAG Power is not named as a defendant in the complaint, but GPC does act as MEAG Power's agent in connection with the operation of the facility. In December 2022, the Fulton County Superior Court granted GPC's motion to transfer the case to the Superior Court of Monroe County, Georgia ("Superior Court of Monroe County"). On May 9, 2023, the Superior Court of Monroe County entered an Order denying GPC's Motion to Dismiss for lack of subject matter jurisdiction. On July 27, 2023, the Superior Court of Monroe County denied the remaining motions to dismiss certain claims and plaintiffs that GPC filed at the outset of the case.

In October 2021, February 2022 and January 2023, a total of eight additional complaints were filed in the Superior Court of Monroe County against GPC, alleging that releases from Generation Station Scherer have impacted groundwater and air, resulting in alleged personal injuries and property damages.

The plaintiffs seek an unspecified amount of monetary damages including punitive damages. After GPC removed these cases to the U.S. District Court for the Middle District of Georgia, the plaintiffs voluntarily dismissed their complaints without prejudice in November 2022 and January 2023. On May 12, 2023, the plaintiffs re-filed eight cases that they had voluntarily dismissed plus one additional case. On May 18, 2023, the defendants removed each of these nine lawsuits to the U. S. District Court for the Middle District of Georgia. The plaintiffs have requested that the court remand the cases back to the Superior Court of Monroe County. The judge in the actions pending in the Superior Court of Monroe County has ended the discovery period and has scheduled the commencement of the trial of one of the pending actions in August 2024. The ultimate outcome of such proceedings and the amount of any possible losses from these matters cannot be estimated at this time.

No other litigation or proceeding is pending against MEAG Power that could reasonably be expected to have any material adverse effect on the results of operations, financial condition or cash flows of MEAG Power.

SOURCES OF CERTAIN INFORMATION

Information in this Annual Information Statement concerning the Participants and their electric systems has been prepared by MEAG Power based upon information furnished by the Participants. Information herein concerning Project One, the Existing General Resolution Projects, the CC Project, the Vogtle Units 3&4 Projects and the Telecommunications Project has been prepared by MEAG Power. None of GPC, JEA, PowerSouth or any Participant has made any representation that information it has furnished to MEAG Power is accurate or is adequate for the purposes for which it is used in this Annual Information Statement or the manner of its presentation. The inclusion in this Annual Information Statement of information with respect to GPC and its affiliated companies, JEA and PowerSouth does not imply that the obligations of MEAG Power to make payments in respect of its outstanding indebtedness or of the Participants to perform their obligations under their power sales contracts are contingent upon the accuracy of such information or upon the performance by GPC, JEA or PowerSouth, as applicable, of its contractual obligations to MEAG Power described herein. While MEAG Power makes no representation as to the accuracy of information in this Annual Information Statement concerning the Participants, GPC and its affiliated companies, JEA and PowerSouth, it believes such information to be reliable.

MISCELLANEOUS

Any statements made in this Annual Information Statement or in the Appendices attached hereto involving matters of opinion or of estimates or projections, whether or not expressly so stated, are set forth as such and not as representations of fact and no representation is made that any of the estimates or projections will be realized.

The delivery of this Annual Information Statement has been duly authorized by MEAG Power.

**MUNICIPAL ELECTRIC AUTHORITY OF
GEORGIA**

By: /s/ JAMES E. FULLER
PRESIDENT AND CHIEF EXECUTIVE OFFICER

SCHEDULE I ^{(1), (2)}

MEAG POWER BONDS SUBJECT TO CONTINUING DISCLOSURE UNDERTAKINGS

As of the 03/31/2024

Power Revenue Bonds Federally Taxable

Power Revenue Bonds, Taxable Series Four

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 3,155,000	4.630%	373541X97		2027	\$ 3,460,000	4.880%	373541Y39	
2026	3,300,000	4.780%	373541Y21		2028	3,625,000	4.980%	373541Y47	

Power Revenue Bonds Tax-Exempt

Power Revenue Bonds, Series GG

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 2,550,000	5.000%	3735414D0		2032	\$ 3,545,000	3.375%	3735414M0	
2026	10,790,000	5.000%	3735414E8		2033	3,665,000	3.375%	3735414J7	
2027	2,810,000	5.000%	3735414F5		2039	20,195,000	5.000%	3735414K4	
2030	9,315,000	5.000%	3735414G3		2043	7,015,000	5.000%	3735414L2	
2031	3,410,000	3.375%	3735414H1						

Power Revenue Bonds, Series HH

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 5,830,000	5.000%	37329DBA4		2034	\$ 3,255,000	5.000%	37329DBK2	
2026	10,640,000	5.000%	37329DBB2		2035	3,415,000	5.000%	37329DBL0	
2027	2,040,000	5.000%	37329DBC0		2036	3,585,000	5.000%	37329DBM8	
2028	2,145,000	5.000%	37329DBD8		2037	3,770,000	5.000%	37329DBN6	
2029	41,295,000	5.000%	37329DBE6		2038	4,890,000	5.000%	37329DBP1	
2030	2,675,000	5.000%	37329DBF3		2039	4,700,000	5.000%	37329DBQ9	
2031	2,810,000	5.000%	37329DBG1		2044	25,270,000	5.000%	37329DBR7	
2032	2,950,000	5.000%	37329DBH9		2049	30,220,000	4.125%	37329DBS5	
2033	3,095,000	5.000%	37329DBJ5						

Project One Subordinated Bonds Federally Taxable

Project One Subordinated Bonds, Taxable Series 2005A-1

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2030	\$ 38,885,000	5.430%	626207MW1						

Project One Subordinated Bonds, Taxable Series 2007B

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2035	\$ 9,180,000	6.000%	373541Q20						

Project One Subordinated Bonds, Series 2021B

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 3,105,000	1.421%	62620HCJ9		2031	\$ 16,205,000	2.497%	62620HCQ3	
2026	12,465,000	1.581%	62620HCK6		2032	3,330,000	2.597%	62620HCR1	
2027	13,150,000	1.887%	62620HCL4		2033	3,425,000	2.697%	62620HCS9	
2028	3,225,000	2.117%	62620HCM2		2034	4,760,000	2.797%	62620HCT7	
2029	15,675,000	2.257%	62620HCN0		2035	3,080,000	2.897%	62620HCU4	
2030	11,905,000	2.397%	62620HCP5		2036	8,115,000	2.947%	62620HCV2	

(1) The CUSIP numbers listed in this SCHEDULE I are provided for the convenience of bondholders. MEAG Power is not responsible for the accuracy or completeness of such numbers.

(2) The bonds of certain specific maturities of certain Series listed in the tables have been refunded in part and constitute only a portion of each such maturity of each such Series, and new bond certificates bearing a different CUSIP number have been issued. For those specific maturities, the CUSIP numbers prior to the refunding are shown under the column headed Original CUSIP Number, and the CUSIP numbers after the refunding are shown under the column headed Additional CUSIP Number.

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

Project One Subordinated Bonds
Tax-Exempt

Project One Subordinated Bonds, Series 2008B

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2048	\$ 148,065,000	Variable	626207VS0						

Project One Subordinated Bonds, Series 2015A

Maturity Date (January 1)	Principal Amount	Interest Rate / Yield	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate / Yield	Original CUSIP Number	Additional CUSIP Number
2025	\$ 11,730,000	5.000%	626207J62		2031	\$ 6,345,000	5.000%	626207K45	
2026	8,970,000	5.000%	626207J70		2031 (3)	4,723,720	3.550%	626207L36	
2027	6,355,000	5.000%	626207J88		2032	6,855,000	5.000%	626207K52	
2028	5,725,000	5.000%	626207J96		2032 (3)	4,524,628	3.600%	626207L44	
2029	5,950,000	3.000%	626207K29		2033	4,815,000	5.000%	626207K60	
2030	6,100,000	5.000%	626207K37		2034	5,000,000	5.000%	626207K78	
2030 (3)	842,125	3.500%	626207L28		2035	42,390,000	5.000%	626207K86	

Project One Subordinated Bonds, Series 2016A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 4,040,000	5.000%	626207P65		2028	\$ 2,500,000	4.000%	626207Q56	
2026	24,775,000	5.000%	626207P73		2028	156,170,000	5.000%	626207Q49	
2027	5,040,000	5.000%	626207P81		2029	3,390,000	5.000%	626207Q23	
2028	1,000,000	2.250%	626207P99		2030	2,880,000	5.000%	626207Q31	

Project One Subordinated Bonds, Series 2019A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 7,485,000	5.000%	6262073S1		2034	\$ 13,775,000	5.000%	6262074B7	
2026	7,340,000	5.000%	6262073T9		2035	7,410,000	5.000%	6262074C5	
2027	6,195,000	5.000%	6262073U6		2036	6,865,000	5.000%	6262074D3	
2028	6,355,000	5.000%	6262073V4		2037	6,705,000	5.000%	6262074E1	
2029	7,355,000	5.000%	6262073W2		2038	6,995,000	5.000%	6262074F8	
2030	7,665,000	5.000%	6262073X0		2039	7,310,000	5.000%	6262074G6	
2031	8,315,000	5.000%	6262073Y8		2044	41,025,000	5.000%	6262074H4	
2032	8,695,000	5.000%	6262073Z5		2049	60,030,000	4.000%	6262074J0	
2033	9,185,000	5.000%	6262074A9						

Project One Subordinated Bonds, Series 2020A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 3,700,000	5.000%	6262074N1		2034	\$ 5,330,000	5.000%	6262074X9	
2026	13,960,000	5.000%	6262074P6		2035	4,990,000	5.000%	6262074Y7	
2027	4,100,000	5.000%	6262074Q4		2036	5,255,000	5.000%	6262074Z4	
2028	4,285,000	5.000%	6262074R2		2037	5,510,000	5.000%	6262075A8	
2029	4,510,000	5.000%	6262074S0		2038	2,840,000	4.000%	6262075B6	
2030	4,745,000	5.000%	6262074T8		2039	2,960,000	4.000%	6262075C4	
2031	4,990,000	5.000%	6262074U5		2040	3,075,000	4.000%	6262075D2	
2032	4,850,000	5.000%	6262074V3		2045	17,685,000	5.000%	6262075E0	
2033	5,085,000	5.000%	6262074W1		2050	21,600,000	5.000%	6262075F7	

Project One Subordinated Bonds, Series 2021A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2029	\$ 1,825,000	5.000%	62620HBB7		2037	\$ 3,500,000	5.000%	62620HBK7	
2030	3,240,000	5.000%	62620HBC5		2038	9,420,000	5.000%	62620HBL5	
2031	3,780,000	5.000%	62620HBD3		2039	3,465,000	4.000%	62620HBM3	
2032	5,115,000	5.000%	62620HBE1		2040	3,610,000	4.000%	62620HBN1	
2033	5,595,000	5.000%	62620HBF8		2041	3,745,000	4.000%	62620HBP6	
2034	33,475,000	5.000%	62620HBG6		2046	15,210,000	5.000%	62620HBQ4	
2035	7,300,000	5.000%	62620HBH4		2051	31,875,000	4.000%	62620HBR2	
2036	4,860,000	5.000%	62620HBJ0						

(3) These bonds are Capital Appreciation Subordinated Bonds.

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

General Power Revenue Bonds
Federally Taxable

General Power Revenue Bonds, Taxable 2012A Series

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 5,635,000	4.630%	373541Z95		2027	\$ 6,170,000	4.880%	3735412B6	
2026	5,895,000	4.780%	3735412A8		2028	6,475,000	4.980%	3735412C4	

General Power Revenue Bonds
Tax-Exempt

General Power Revenue Bonds, 2012B Series

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 230,000	3.000%	3735414Z1		2030	\$ 260,000	3.250%	3735415E7	
2026	230,000	3.000%	3735415A5		2031	265,000	3.375%	3735415F4	
2027	230,000	3.000%	3735415B3		2032	275,000	3.375%	3735415G2	
2028	235,000	3.125%	3735415C1		2033	290,000	3.500%	3735415H0	
2029	250,000	3.250%	3735415D9		2039	1,700,000	3.750%	3735415J6	

General Power Revenue Bonds, 2018A Series

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2026	\$ 1,365,000	5.000%	37329DAF4		2034	\$ 2,280,000	4.000%	37329DAP2	
2027	1,610,000	5.000%	37329DAG2		2035	2,365,000	4.000%	37329DAQ0	
2028	1,705,000	5.000%	37329DAH0		2036	2,465,000	4.000%	37329DAR8	
2029	27,740,000	5.000%	37329DAJ6		2037	2,560,000	4.000%	37329DAS6	
2030	1,870,000	5.000%	37329DAK3		2038	2,660,000	4.000%	37329DAT4	
2031	1,965,000	5.000%	37329DAL1		2039	2,765,000	4.000%	37329DAU1	
2032	2,060,000	5.000%	37329DAM9		2040	2,890,000	4.000%	37329DAV9	
2033	2,165,000	5.000%	37329DAN7						

General Resolution Projects Subordinated Bonds
Federally Taxable

General Resolution Projects Subordinated Bonds, Taxable Series 2007A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2035	\$ 18,470,000	5.95%	373541Q38						

General Resolution Projects Subordinated Bonds, Taxable Series 2021B

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 1,000,000	1.451%	62620HCY6		2030	\$ 1,900,000	2.397%	62620HDA7	
2027	5,340,000	1.897%	62620HCZ3		2031	9,220,000	2.497%	62620HDB5	

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

General Resolution Projects Subordinated Bonds
Tax-Exempt

General Resolution Projects Subordinated Bonds, Series 2015A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 485,000	3.000%	626207M35		2031	\$ 500,000	3.250%	626207M92	
2026	360,000	5.000%	626207M43		2032	505,000	3.250%	626207N26	
2027	500,000	2.750%	626207M50		2033	520,000	3.375%	626207N34	
2028	470,000	2.875%	626207M68		2034	535,000	3.375%	626207N42	
2029	475,000	3.000%	626207M76		2035	2,890,000	3.500%	626207N59	
2030	485,000	3.125%	626207M84						

General Resolution Projects Subordinated Bonds, Series 2016A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 5,670,000	5.000%	626207R63		2028	\$ 18,485,000	5.000%	626207R97	
2026	6,395,000	5.000%	626207R71		2029	5,170,000	5.000%	626207S21	
2027	7,155,000	5.000%	626207R89		2030	4,390,000	5.000%	626207S39	

General Resolution Projects Subordinated Bonds, Series 2019A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 900,000	5.000%	6262073A0		2031	\$ 270,000	3.000%	6262073G7	
2026	970,000	5.000%	6262073B8		2032	280,000	3.000%	6262073H5	
2027	1,010,000	5.000%	6262073C6		2033	295,000	3.000%	6262073J1	
2028	1,035,000	5.000%	6262073D4		2034	300,000	3.000%	6262073K8	
2029	250,000	5.000%	6262073E2		2035	310,000	3.000%	6262073L6	
2030	265,000	3.000%	6262073F9		2036	315,000	3.125%	6262073M4	

General Resolution Projects Subordinated Bonds, Series 2020A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 2,965,000	5.000%	6262075K6		2034	\$ 3,670,000	4.000%	6262075U4	
2026	3,120,000	5.000%	6262075L4		2035	3,805,000	4.000%	6262075V2	
2027	3,260,000	5.000%	6262075M2		2036	3,955,000	4.000%	6262075W0	
2028	3,450,000	5.000%	6262075N0		2037	4,115,000	4.000%	6262075X8	
2029	3,610,000	5.000%	6262075P5		2038	710,000	3.000%	6262075Y6	
2030	3,805,000	5.000%	6262075Q3		2039	730,000	3.000%	6262075Z3	
2031	3,990,000	5.000%	6262075R1		2040	740,000	3.000%	6262076A7	
2032	3,355,000	5.000%	6262075S9		2045	1,415,000	4.000%	6262076B5	
2033	3,530,000	4.000%	6262075T7						

General Resolution Projects Subordinated Bonds, Series 2021A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 570,000	4.000%	62620HB05		2031	\$ 6,595,000	5.000%	62620HCA8	
2026	600,000	4.000%	62620HBV3		2032	6,465,000	5.000%	62620HCB6	
2027	615,000	4.000%	62620HBW1		2033	6,795,000	5.000%	62620HCC4	
2028	630,000	4.000%	62620HBX9		2034	7,135,000	5.000%	62620HCD2	
2029	660,000	5.000%	62620HBY7		2035	7,495,000	5.000%	62620HCE0	
2030	680,000	5.000%	62620HBZ4		2036	3,875,000	5.000%	62620HCF7	

Combined Cycle Project Revenue Bonds
Tax-Exempt

Combined Cycle Project Revenue Bonds, Series 2020A

Maturity Date (November 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (November 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2024	\$ 21,115,000	4.000%	6262076F6		2027	\$ 4,760,000	5.000%	6262076J8	
2025	4,335,000	4.000%	6262076G4		2028	5,005,000	5.000%	6262076K5	
2026	4,520,000	5.000%	6262076H2		2029	5,270,000	5.000%	6262076L3	

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

Plant Vogtle Units 3&4 Project M Bonds
Federally Taxable

Plant Vogtle Units 3&4 Project M Bonds, Series 2010A
Build America Bonds

Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2057	\$ 959,745,000	6.655% Total CUSIPs	626207YM0 1						

Plant Vogtle Units 3&4 Project M Bonds
Tax-Exempt

Plant Vogtle Units 3&4 Project M Bonds, Series 2019A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 4,035,000	5.000%	626207X41		2035	\$ 6,570,000	5.000%	626207Y65	
2026	4,235,000	5.000%	626207X58		2036	6,895,000	5.000%	626207Y73	
2027	4,450,000	5.000%	626207X66		2037	7,245,000	5.000%	626207Y81	
2028	4,665,000	5.000%	626207X74		2038	7,605,000	5.000%	626207Y99	
2029	4,905,000	5.000%	626207X82		2039	7,985,000	5.000%	626207Z23	
2030	5,145,000	5.000%	626207X90		2044	45,400,000	4.000%	626207Z31	
2031	5,405,000	5.000%	626207Y24		2049	55,240,000	4.000%	626207Z49	
2032	5,675,000	5.000%	626207Y32		2056	101,040,000	5.000%	626207Z56	
2033	5,955,000	5.000%	626207Y40		2059	54,510,000	4.000%	626207Z84	
2034	6,255,000	5.000%	626207Y57		2063	102,420,000	5.000%	626207Z72	

Plant Vogtle Units 3&4 Project M Bonds, Series 2021A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 800,000	5.000%	62620HAC6		2036	\$ 1,355,000	4.000%	62620HAP7	
2026	840,000	5.000%	62620HAD4		2037	1,410,000	4.000%	62620HAQ5	
2027	880,000	5.000%	62620HAE2		2038	1,465,000	4.000%	62620HAR3	
2028	925,000	5.000%	62620HAF9		2039	1,525,000	4.000%	62620HAS1	
2029	970,000	5.000%	62620HAG7		2040	1,585,000	4.000%	62620HAT9	
2030	1,020,000	5.000%	62620HAH5		2041	2,530,000	4.000%	62620HAU6	
2031	1,070,000	5.000%	62620HAJ1		2046	9,280,000	4.000%	62620HAV4	
2032	1,125,000	5.000%	62620HAK8		2051	11,295,000	4.000%	62620HAW2	
2033	1,180,000	5.000%	62620HAL6		2056	14,015,000	5.000%	62620HAX0	
2034	1,240,000	5.000%	62620HAM4		2062	25,705,000	5.000%	62620HAY8	
2035	1,300,000	4.000%	62620HAN2						

Plant Vogtle Units 3&4 Project M Bonds, Series 2022A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2024	\$ 335,000	5.000%	62620HER9		2031	\$ 470,000	5.000%	62620HEY4	
2025	350,000	5.000%	62620HES7		2032	490,000	5.000%	62620HEZ1	
2026	365,000	5.000%	62620HET5		2037	2,845,000	5.000%	62620HFA5	
2027	385,000	5.000%	62620HEU2		2042	3,635,000	5.000%	62620HFB3	
2028	405,000	5.000%	62620HEV0		2052	21,620,000	5.000%	62620HEP3	
2029	425,000	5.000%	62620HEW8		2052	19,415,000	5.000%	62620HEQ1	
2030	445,000	5.000%	62620HEX6						

Plant Vogtle Units 3&4 Project M Bonds, Series 2023A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 995,000	5.000%	62620HGS5		2036	\$ 1,700,000	5.000%	62620HHD7	
2026	1,045,000	5.000%	62620HGT3		2037	1,785,000	5.000%	62620HHE5	
2027	1,095,000	5.000%	62620HGU0		2038	1,870,000	5.000%	62620HHF2	
2028	1,150,000	5.000%	62620HGV8		2039	1,965,000	5.000%	62620HHG0	
2029	1,205,000	5.000%	62620HGW6		2040	2,065,000	5.000%	62620HHH8	
2030	1,270,000	5.000%	62620HGX4		2041	2,170,000	5.000%	62620HHJ4	
2031	1,330,000	5.000%	62620HGY2		2042	2,275,000	5.000%	62620HHK1	
2032	1,395,000	5.000%	62620HGZ9		2043	2,390,000	5.000%	62620HHL9	
2033	1,465,000	5.000%	62620HHA3		2048	13,865,000	5.000%	62620HHM7	
2034	1,540,000	5.000%	62620HHB1		2053	17,700,000	5.000%	62620HHN5	
2035	1,615,000	5.000%	62620HHC9		2064	66,145,000	5.250%	62620HHP0	

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

Plant Vogtle Units 3&4 Project J Bonds
Federally Taxable

Plant Vogtle Units 3&4 Project J Bonds, Series 2010A
Build America Bonds

Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2057	\$ 1,163,975,000	6.637%	626207YF5						

Plant Vogtle Units 3&4 Project J Bonds
Tax-Exempt

Plant Vogtle Units 3&4 Project J Bonds, Series 2015A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2060	\$ 117,180,000	5.000%	626207H23		2060	\$ 68,000,000	5.500%	626207H31	

Plant Vogtle Units 3&4 Project J Bonds, Series 2021A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 1,225,000	5.000%	6262077N8		2036	\$ 1,905,000	4.000%	6262077Z1	
2026	1,275,000	5.000%	6262077P3		2037	1,965,000	4.000%	6262078A5	
2027	1,325,000	5.000%	6262077Q1		2038	2,030,000	4.000%	6262078B3	
2028	1,385,000	5.000%	6262077R9		2039	2,095,000	4.000%	6262078C1	
2029	1,445,000	5.000%	6262077S7		2040	2,165,000	4.000%	6262078D9	
2030	1,505,000	5.000%	6262077T5		2041	3,495,000	4.000%	6262078E7	
2031	1,565,000	5.000%	6262077U2		2046	13,445,000	4.000%	6262078F4	
2032	1,630,000	5.000%	6262077V0		2051	21,995,000	4.000%	6262078G2	
2033	1,695,000	5.000%	6262077V8		2056	27,295,000	5.000%	6262078H0	
2034	1,770,000	5.000%	6262077X6		2062	54,985,000	5.000%	6262078J6	
2035	1,845,000	4.000%	6262077Y4						

Plant Vogtle Units 3&4 Project J Bonds, Series 2022A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2024	\$ 1,555,000	5.000%	62620HDR0		2035	\$ 2,665,000	5.000%	62620HEC2	
2025	1,635,000	5.000%	62620HDS8		2036	2,795,000	5.000%	62620HED0	
2026	1,715,000	5.000%	62620HDT6		2037	2,935,000	5.000%	62620HEE8	
2027	1,800,000	5.000%	62620HDU3		2038	3,085,000	5.000%	62620HEF5	
2028	1,890,000	5.000%	62620HDV1		2039	3,235,000	5.000%	62620HEG3	
2029	1,985,000	5.000%	62620HDW9		2040	3,400,000	5.000%	62620HEH1	
2030	2,085,000	5.000%	62620HDX7		2041	3,570,000	5.000%	62620HEJ7	
2031	2,190,000	5.000%	62620HDY5		2042	3,745,000	5.000%	62620HEK4	
2032	2,300,000	5.000%	62620HDZ2		2052	49,475,000	5.000%	62620HEL2	
2033	2,415,000	5.000%	62620HEA6		2063	114,995,000	4.500%	62620HEM0	
2034	2,535,000	5.000%	62620HEB4						

Plant Vogtle Units 3&4 Project J Bonds, Series 2023A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 1,500,000	5.000%	62620HFU1		2036	\$ 2,565,000	5.000%	62620HGF3	
2026	1,575,000	5.000%	62620HFV9		2037	2,695,000	5.000%	62620HGG1	
2027	1,655,000	5.000%	62620HFW7		2038	2,830,000	5.000%	62620HGH9	
2028	1,735,000	5.000%	62620HFY5		2039	2,970,000	5.000%	62620HGI5	
2029	1,825,000	5.000%	62620HFX3		2040	3,120,000	5.000%	62620HGK2	
2030	1,915,000	5.000%	62620HFZ0		2041	3,275,000	5.000%	62620HGL0	
2031	2,010,000	5.000%	62620HGA4		2042	3,440,000	5.000%	62620HGM8	
2032	2,110,000	5.000%	62620HGB2		2043	3,610,000	5.000%	62620HGN6	
2033	2,215,000	5.000%	62620HGC0		2048	20,950,000	5.000%	62620HGP1	
2034	2,330,000	5.000%	62620HGD8		2055	39,400,000	5.000%	62620HGO9	
2035	2,445,000	5.000%	62620HGE6		2064	86,200,000	5.000%	62620HGR7	

**MEAG POWER BONDS SUBJECT TO
CONTINUING DISCLOSURE UNDERTAKINGS**

As of the 03/31/2024

**Plant Vogtle Units 3&4 Project P Bonds
Federally Taxable**

**Plant Vogtle Units 3&4 Project P Bonds, Series 2010A
Build America Bonds**

Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (April 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2057	\$ 365,535,000	7.055%	626207YS7						

Plant Vogtle Units 3&4 Project P Bonds, Series 2022B

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2036	\$ 11,270,000	5.972%	62620HFC1		2045	\$ 50,295,000	6.474%	62620HFD9	

Plant Vogtle Units 3&4 Project P Bonds, Series 2023B

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2033	\$ 8,525,000	5.890%	62620HHR6		2056	\$ 44,720,000	6.698%	62620HHT2	
2043	\$ 16,740,000	6.388%	62620HHS4						

**Plant Vogtle Units 3&4 Project P Bonds
Tax-Exempt**

Plant Vogtle Units 3&4 Project P Bonds, Series 2015A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2060	\$ 59,245,000	5.000%	626207H49		2060	\$ 10,000,000	5.500%	626207H56	

Plant Vogtle Units 3&4 Project P Bonds, Series 2019B

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 2,230,000	5.000%	6262072A1		2034	\$ 3,455,000	5.000%	6262072K9	
2026	2,340,000	5.000%	6262072B9		2035	3,635,000	5.000%	6262072L7	
2027	2,460,000	5.000%	6262072C7		2036	3,810,000	5.000%	6262072M5	
2028	2,580,000	5.000%	6262072D5		2037	4,005,000	5.000%	6262072N3	
2029	2,710,000	5.000%	6262072E3		2038	4,205,000	5.000%	6262072P8	
2030	2,845,000	5.000%	6262072F0		2039	4,415,000	5.000%	6262072Q6	
2031	2,990,000	5.000%	6262072G8		2048	51,095,000	5.000%	6262072R4	
2032	3,135,000	5.000%	6262072H6		2049	114,155,000	4.000%	6262072S2	
2033	3,295,000	5.000%	6262072J2		2059	50,000,000	5.000%	6262072T0	

Plant Vogtle Units 3&4 Project P Bonds, Series 2021A

Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (January 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2025	\$ 780,000	5.000%	6262076P4		2036	\$ 865,000	4.000%	6262077A6	
2026	795,000	5.000%	6262076Q2		2037	860,000	4.000%	6262077B4	
2027	795,000	5.000%	6262076R0		2038	850,000	4.000%	6262077C2	
2028	815,000	5.000%	6262076S8		2039	850,000	4.000%	6262077D0	
2029	825,000	5.000%	6262076T6		2040	845,000	4.000%	6262077E8	
2030	835,000	5.000%	6262076U3		2041	1,230,000	4.000%	6262077F5	
2031	840,000	5.000%	6262076V1		2046	4,305,000	4.000%	6262077G3	
2032	850,000	5.000%	6262076W9		2051	6,815,000	4.000%	6262077H1	
2033	845,000	5.000%	6262076X7		2056	8,455,000	5.000%	6262077J7	
2034	860,000	5.000%	6262076Y5		2063	28,425,000	5.000%	6262077K4	
2035	875,000	4.000%	6262076Z2						

Plant Vogtle Units 3&4 Project P Bonds, Series 2022A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2063	\$ 50,405,000	5.500%	62620HEN8						

Plant Vogtle Units 3&4 Project P Bonds, Series 2023A

Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number	Maturity Date (July 1)	Principal Amount	Interest Rate	Original CUSIP Number	Additional CUSIP Number
2064	\$ 61,665,000	5.500%	62620HHQ8						

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**FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT AUDITORS**

REPORT OF INDEPENDENT AUDITORS

To the Board of Municipal Electric Authority of Georgia

Opinions

We have audited the accompanying financial statements of the total business-type activities, the Project One major fund, the General Resolution Projects major fund, the Combined Cycle Project major fund, the Vogtle Units 3&4 Projects and Project Entities major fund, the Municipal Competitive Trust major fund, and the Telecommunications Project aggregate nonmajor fund of Municipal Electric Authority of Georgia ("MEAG Power") as of and for the years ended December 31, 2023 and 2022, including the related notes, which collectively comprise MEAG Power's basic consolidated financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial positions of the total business-type activities, the Project One major fund, the General Resolution Projects major fund, the Combined Cycle Project major fund, the Vogtle Units 3&4 Projects and Project Entities major fund, the Municipal Competitive Trust major fund, and the Telecommunications Project aggregate nonmajor fund of MEAG Power as of December 31, 2023 and 2022, and the respective changes in their financial position and their cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of MEAG Power and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about MEAG Power's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS, will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of MEAG Power's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about MEAG Power's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

REPORT OF INDEPENDENT AUDITORS

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages A-4 through A-11, schedule of changes in net pension liability and related ratios on page A-69, schedule of employer contributions to the pension plan on page A-70, and schedule of changes in total OPEB liability and related ratios on page A-70 be presented to supplement the basic consolidated financial statements. Such information is the responsibility of management, although not a part of the basic consolidated financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic consolidated financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic consolidated financial statements, and other knowledge we obtained during our audit of the basic consolidated financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Pricewaterhouse Coopers LLP

Atlanta, Georgia
May 20, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

Introduction

The Municipal Electric Authority of Georgia (MEAG Power) is a public corporation and an instrumentality of the State of Georgia (the State), created by the State for the purpose of owning and operating electric generation and transmission facilities to supply bulk electric power to political subdivisions of the State which owned and operated electric distribution systems as of March 18, 1975, and which contracted with MEAG Power for the purchase of wholesale power. The statute under which it was created provides that MEAG Power will establish rates and charges so as to produce revenues sufficient to cover its costs, including debt service, but it may not operate any of its projects for profit, unless any such profit inures to the benefit of the public. Forty-eight cities and one county in the State (the Participants) have contracted with MEAG Power for bulk electric power supply needs.

Overview of the Consolidated Financial Statements

MEAG Power is comprised of the following projects/funds, as discussed in the Notes to Consolidated Financial Statements (Notes) Note 1, "The Organization" (Note 1), section (A), "Reporting Entity":

- Project One;
- General Resolution Projects;
- Combined Cycle Project (CC Project);
- Vogtle Units 3&4 Projects and Project Entities; and
- The Municipal Competitive Trust (Competitive Trust).

This discussion serves as an introduction to the basic consolidated financial statements of MEAG Power to provide the reader with an overview of MEAG Power's financial position and operations.

The Consolidated Balance Sheet (Balance Sheet) summarizes information on all of MEAG Power's assets and deferred outflows of resources, as well as liabilities and deferred inflows of resources.

Revenue and expense information is presented in the Consolidated Statement of Net Revenues (Statement of Net Revenues). Revenues represent billings for wholesale electricity sales to the Participants and sales of electricity to unrelated parties, as discussed in Note 2, "Summary of Significant Accounting Policies and Practices" (Note 2), section (C), "Revenues." Expenses primarily include operating costs and debt service-related charges.

The Consolidated Statement of Cash Flows is presented using the direct method. This method provides broad categories of cash receipts and cash disbursements pertaining to cash provided by or used in operating, investing and financing activities.

The Notes are an integral part of MEAG Power's basic consolidated financial statements and provide additional information on certain components of these statements.

Vogtle Units 3&4 Projects and Project Entities

Vogtle Unit No. 4 (Unit 4) entered commercial service on April 29, 2024, adding 250 megawatts (MW) of emissions-free generation capacity to MEAG Power's portfolio. Together with Vogtle Unit No. 3 (Unit 3), which entered commercial service on July 31, 2023, MEAG Power has added 500 MW of clean energy to its portfolio, an equivalent amount to power an estimated 227,000 homes and businesses. Approximately 330 MW will be provided to JEA and PowerSouth for the first 20 years of commercial operation, pursuant to their respective amended power purchase agreements.

Collectively, Unit 3 and Unit 4 are referred to herein as Vogtle Units 3&4. For additional information, see Note 1, section (D), "Vogtle Units 3&4 Projects and Project Entities" (Note 1 (D)).

Financial Condition Overview

MEAG Power's Balance Sheet as of December 31, 2023, 2022 and 2021 is summarized below (in thousands):

	2023	2022	2021
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:			
Property, plant and equipment, net	\$ 8,624,312	\$ 8,326,730	\$ 8,044,173
Other non-current assets	2,599,403	2,412,791	2,499,093
Current assets	1,193,759	1,120,074	1,369,606
Total assets	12,417,474	11,859,595	11,912,872
Deferred outflows of resources	302,303	267,881	301,049
Total Assets and Deferred Outflows of Resources	\$12,719,777	\$ 12,127,476	\$ 12,213,921
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:			
Long-term debt	\$ 9,211,985	\$ 8,834,554	\$ 8,846,018
Non-current liabilities	1,130,799	1,062,080	1,077,446
Current liabilities	971,872	938,198	968,061
Total liabilities	11,314,656	10,834,832	10,891,525
Deferred inflows of resources	1,405,121	1,292,644	1,322,396
Total Liabilities and Deferred Inflows of Resources	\$12,719,777	\$ 12,127,476	\$ 12,213,921

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

The primary changes in MEAG Power's consolidated financial condition as of December 31, 2023 and 2022 were as follows:

2023 COMPARED WITH 2022

Assets and Deferred Outflows of Resources

During 2023, total assets and deferred outflows increased \$592.3 million, or 4.9%. Within asset components:

- Property, Plant & Equipment (PP&E) increased \$297.6 million, primarily due to net PP&E additions for Vogtle Units 3&4, transmission and other generating units.
- A \$186.6 million increase in other non-current assets was primarily related to a \$123.8 million increase in special funds, which was primarily due to a net increase in the fair value of financial instruments (see "Non-Operating Expense (Income), net"), and higher Vogtle Units 3&4 investment balances due to funding of reserve accounts and bond proceeds, which were partially offset by construction work-in-progress (CWIP) payments for Vogtle Units 3&4. Net costs to be recovered from Participants increased \$69.1 million, due mainly to Vogtle Units 3&4 capitalized interest, which was partially offset by timing differences between amounts billed and expenses determined in accordance with accounting principles generally accepted in the United States (Timing Differences).
- Current assets increased \$73.7 million, primarily due to a \$91.5 million increase in special funds, which was primarily due to Unit 3 operating funds. Other receivables decreased \$19.6 million, which was primarily related to decreases of \$13.0 million in accruals on Build America Bonds related to the timing of subsidy payments received from the U.S. Treasury, and \$6.0 million in supplemental power due to weather conditions. Materials, supplies and other assets decreased \$10.7 million, mainly due to a decrease in the fair value of gas hedges (see "Deferred Outflows of Resources" below), which was partially offset by an increase in prepayments.

Deferred outflows of resources increased \$34.4 million, primarily due to decreases in the fair value of gas hedges and interest rate swap agreements of \$15.5 million and \$7.6 million, respectively. Asset retirement obligations (ARO) increased \$17.1 million due to the initial ARO for Unit 3 (see non-current liabilities discussion in "Liabilities and Deferred Inflows of Resources"), which was partially offset by normal amortization of ARO.

Liabilities and Deferred Inflows of Resources

Total liabilities increased \$479.8 million, or 4.4%, during 2023, as follows:

- Long-term debt increased \$377.4 million due primarily to \$452.1 million in bond issuances to finance additional construction costs for Vogtle Units 3&4 (see "Financing Activities") and \$125.6 million in advances from credit facilities. These factors were partially offset by scheduled principal payments.
- A \$68.7 million increase in non-current liabilities was mainly due to an increase of \$49.4 million in ARO due primarily to the initial recording of an ARO for Unit 3. Competitive Trust obligations increased \$9.5 million due mainly to Participant deposits to defray the future costs of new generation projects, including Vogtle Units 3&4. Other non-current liabilities increased \$9.8 million due primarily to the decrease in the fair value of interest rate swap obligations and a \$5.9 million increase in accruals pertaining to Vogtle Units 3&4. These factors were partially offset by a \$4.8 million reduction in net pension obligations.
- Current liabilities increased \$33.7 million due mainly to increases of:
 - \$20.8 million in accounts payable, primarily due to operating expenses of Unit 3, which were partially offset by a reduction in payments in lieu of ad valorem taxes pertaining to tangible property and a decrease in gas hedge collateral,
 - \$10.5 million in borrowings under lines of credit for temporary financing purposes,
 - \$6.8 million due to an increase in fair value in the Competitive Trust Flexible Operating account, and
 - \$13.6 million in accrued interest mainly pertaining to the 2023 Vogtle Units 3&4 bond issuances and higher variable interest rates.

These factors were partially offset by a decrease of \$18.8 million in the current portion of long-term debt due to scheduled bond amortization.

A \$112.5 million increase in deferred inflows of resources was primarily related to Timing Differences and an increase in the fair value of financial instruments.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

2022 COMPARED WITH 2021

Assets and Deferred Outflows of Resources

During 2022, total assets and deferred outflows decreased \$86.4 million, or (0.7%). Within asset components:

- A \$282.6 million increase in PP&E was primarily due to CWIP additions at Vogtle Units 3&4, and in service transmission additions. These factors were partially offset by a \$176.4 million decrease in PP&E in service, which was primarily related to the retirement and decertification of Generation Station Wansley Units 1&2 and Combustion Turbine Unit No. 5A (Generation Station Wansley), and the sale of the Telecommunications Project's plant in service.
- Other non-current assets decreased \$86.3 million, primarily related to a \$384.9 million decrease in special funds, which was mainly due to payments for Unit 4 CWIP additions and a net decrease in the fair value of financial instruments. Net costs to be recovered from Participants increased \$301.0 million, due mainly to Vogtle Units 3&4 capitalized interest and a regulatory asset related to the retirement of Generation Station Wansley, as discussed above.
- A \$249.5 million decrease in current assets was primarily due to a \$301.5 million decrease in special funds, which was mainly related to scheduled debt service payments and Unit 3 CWIP additions. These factors were partially offset by proceeds from bond issuances. Other receivables increased \$24.7 million, primarily due to cash subsidy accruals on Build America Bonds. Materials, supplies and other assets increased \$14.2 million, due mainly to an increase in maintenance materials for Vogtle Units 3&4 and transmission, which were partially offset by a decrease in Generation Station Wansley maintenance materials.

Deferred outflows of resources decreased \$33.2 million, primarily due to a \$49.6 million increase in the fair value of interest rate swap agreements, which was partially offset by a \$14.2 million increase related to retirement benefits.

Results of Operations

MEAG Power's Statement of Net Revenues for each of the years ended December 31, 2023, 2022 and 2021 is summarized below (in thousands):

	2023	2022	2021
Revenues:			
Participant	\$692,697	\$874,545	\$592,225
Other	184,908	99,840	121,969
Total revenues	877,605	974,385	714,194
Operating expenses	687,928	722,685	604,628
Net operating revenues	189,677	251,700	109,566
Non-operating expense, net	47,269	172,616	32,526
Change in net costs to be recovered from Participants or Competitive Trust obligations	142,408	79,084	77,040
Net Revenues	\$ —	\$ —	\$ —

Liabilities and Deferred Inflows of Resources

During 2022, total liabilities decreased \$56.7 million, or (0.5%), as follows:

- A decrease of \$11.5 million in long-term debt was primarily due to scheduled payments, which was partially offset by \$375.2 million in Vogtle Units 3&4 bond issuances.
- Non-current liabilities decreased \$15.4 million primarily due to the increase in the fair market value of interest rate swap agreements. Competitive Trust obligations decreased \$16.4 million due to a decline in mark-to-market values, related to rising interest rates, and withdrawals for use by the Participants. These factors were partially offset by a \$30.0 million increase in ARO, related to decommissioning costs and coal combustion residual and effluent limitations guidelines. Net pension obligations also increased \$19.8 million.
- A decrease of \$29.9 million in current liabilities was due mainly to decreases of:
 - \$28.7 million in the Competitive Trust Flexible Operating account, which was also due to the decline in mark-to-market values and Participant withdrawals, as mentioned above,
 - \$12.5 million in accounts payable, mainly due to lower accruals for 2022 year-end settlement refunds due to the Participants, and
 - \$9.3 million in construction liabilities related primarily to accruals for Vogtle Units 3&4.

These factors were partially offset by a \$12.2 million increase in accrued interest pertaining to 2022 Vogtle Units 3&4 bond issuances and U.S. Department of Energy (DOE) guaranteed loans. A \$9.8 million increase in borrowings under lines of credit and other short-term debt was used mainly for temporary financing purposes.

A decrease of \$29.8 million in deferred inflows of resources was primarily due to a decrease in the fair value of financial instruments, which was partially offset by Timing Differences and ARO-related items.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

The primary changes in MEAG Power's results of operations for the years ended December 31, 2023 and 2022 were as follows:

2023 COMPARED WITH 2022

Total revenues were \$877.6 million during 2023, compared with \$974.4 million for 2022, a decrease of 9.9%:

Revenues

- Participant revenues decreased \$181.8 million, or 20.8%, primarily due to the accounting treatment of the net change in the fair value of financial instruments of \$173.7 million (see "Non-Operating Expense (Income), net"), and reductions in Participant billings for purchased power related to supplemental bulk supply and fuel totaling \$93.1 million (see "Operating expenses"). These factors were partially offset by billing increases of \$51.7 million in debt service and other fixed costs, as well as \$4.5 million in Unit 3 fuel costs pertaining to the Project M Participants in Vogtle Units 3&4.
- An \$85.1 million increase in other revenues was mainly due to billings for debt service and other fixed costs of \$73.3 million under the Vogtle Units 3&4 power purchase agreements pertaining to JEA and PowerSouth Energy Cooperative (PowerSouth), in the case of Project J and Project P, respectively (see the "Structure, DOE Guaranteed Loans and Recent Bond Financings — Vogtle Units 3&4 Projects" section of Note 1 (D)), and \$8.9 million in Unit 3 fuel costs.

Operating Expenses

During 2023, operating expenses decreased 4.8% to \$687.9 million, compared with \$722.7 million for 2022:

- A \$75.4 million decrease in purchased power was primarily due to lower prices and the availability of coal generation due to inventories changing from minimum to maximum capacity levels.
- Total fuel expense decreased \$17.7 million, primarily due to a \$27.7 million decrease in natural gas expense, which was partially offset by a \$8.3 million increase in nuclear fuel expense. The decrease in natural gas expense was primarily due to lower gas prices, which was partially offset by a 26.5% increase in generation at the Wansley Combined Cycle Facility (CC Facility) mainly due to fewer scheduled outages and market conditions. The increase in nuclear fuel expense was mainly due to generation from Vogtle Unit 3 after the unit achieved commercial operation, which was partially offset by a reduction in fuel used in other nuclear units due to scheduled maintenance.
- Depreciation and amortization increased \$28.2 million primarily due to the following increases:
 - \$16.6 million in depreciation expense mainly due to Unit 3 entering commercial operation.
 - \$6.1 million in ARO due to normal accretion.
 - \$6.3 million in amortization of regulatory assets.

- Other generating and operating expense increased \$21.2 million, primarily due to Unit 3 operating expenses, which were partially offset by a decrease in scheduled major maintenance performed on the CC Facility.

Non-Operating Expense (Income), net

Non-Operating Expense (Income), net, which includes interest expense and other related components such as amortization of debt discount and expense, investment income, net change in the fair value of financial instruments, interest capitalized and subsidy on Build America Bonds, totaled \$47.3 million during 2023. This \$125.3 million decrease from the total of \$172.6 million for 2022 was due primarily to changes in these components of Non-Operating Expense (Income), net:

- A \$173.7 million increase in the fair value of financial instruments was mainly due to an increase in the market value of securities held in the decommissioning trust account. An increase in Vogtle Units 3&4 reserve accounts was also a factor.
- Investment income increased \$24.6 million, primarily driven by higher investment balances and interest rates over YTD 2023 compared with YTD 2022.
- Interest expense increased \$55.0 million, primarily due to 2023 and 2022 bond issuances and higher variable interest rates.
- A \$15.4 million decrease in capitalized interest was primarily due to Unit 3 entering commercial operation.

Net Costs to Be Recovered or Competitive Trust Obligations

The change in net costs to be recovered from Participants or Competitive Trust obligations was \$142.4 million and \$79.1 million for years ended December 31, 2023 and 2022, respectively. The net costs to be recovered portion that pertained to the Vogtle Units 3&4 Projects and Project Entities was related to Timing Differences and Non-Operating Expense (Income), net. The change in Competitive Trust obligations was immaterial in both years.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

2022 COMPARED WITH 2021

Revenues

Total revenues were \$974.4 million during 2022, compared with \$714.2 million for 2021, an increase of 36.4%:

- A \$282.3 million increase in Participant revenues, or 47.7%, was primarily due to higher Participant billings for certain operating expenses, mainly purchased power for supplemental bulk supply and fuel, and the accounting treatment of the net change in the fair value of financial instruments.
- Other revenues decreased \$22.1 million, or 18.1%, primarily due to an allocation from The Energy Authority (TEA) related to power marketing activities that was received in 2021, but not in 2022, and Pseudo Scheduling and Services Agreement (PSSA) energy sales. These factors were partially offset by an increase in debt service billings under the Vogtle Units 3&4 power purchase agreements.

Operating Expenses

During 2022, operating expenses increased 19.5% to \$722.7 million, compared with \$604.6 million for 2021:

- Purchased power expense increased \$85.1 million, primarily due to coal conservation measures impacting economic dispatch and higher replacement power purchase prices.
- Total fuel expense increased \$40.7 million, due mainly to the following factors:
 - Natural gas expense increased \$23.2 million, due mainly to higher prices and coal transportation issues, which prevented greater fuel switching away from natural gas.
 - Coal expense increased \$19.5 million, primarily due to higher generation, resulting from the increase in natural gas as well as power market prices, and higher transportation costs.
- Other generating and operating expense decreased \$7.4 million, primarily due to a decrease in PSSA purchases, related to coal conservation matters, reduced margins from a sale of natural gas pipeline capacity, and a decrease in nuclear maintenance expense due to fewer scheduled outages. These factors were partially offset by an increase in scheduled major maintenance performed on the CC Facility.

Non-Operating Expense (Income), Net

Net non-operating expense totaled \$172.6 million during 2022. This \$140.1 million increase from the total of \$32.5 million for 2021 was due primarily to changes in these components of Net non-operating expense:

- A \$16.1 million increase in interest expense was primarily related to 2021 bond issuances, which were outstanding for only a portion of 2021, Vogtle Units 3&4 bond issuances during 2022, and higher interest rates on certain DOE loans and the public market debt issued. These factors were partially offset by scheduled debt payments.
- Investment income decreased \$16.5 million, primarily driven by a decrease in investment balances over the year.
- The fair value of financial instruments decreased \$98.2 million, related to a selloff in U.S. equities during 2022.

Net Costs to Be Recovered or Competitive Trust Obligations

The change in net costs to be recovered from Participants or Competitive Trust obligations was \$79.1 million for year ended December 31, 2022, which was comparable to \$77.0 million for the year ended December 31, 2021.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

Energy Resources

Solar Initiative

In 2021, MEAG Power entered into a Power Purchase Agreement (PPA) for the off-take of energy, capacity and environmental attributes from an 80 megawatts (MW) solar facility with a commercial operation date by 2024. The contract price was fixed for a term of 20 years. Twenty-three Participants entered into Power Purchase Contracts with MEAG Power for an entitlement share of the solar energy from this PPA.

MEAG Power's project with Pineview Solar LLC (Pineview) was among those projects impacted by a 2022 U.S. Department of Commerce anti-dumping investigation. In an effort to continue development of the project, MEAG Power negotiated an amendment to the PPA that adjusted the contract price, changed the guaranteed commercial operation date to November 1, 2024, and shortened the term of the PPA. In November 2022, the MEAG Power Board (the Board) approved this amendment to the PPA, conditioned on acceptance by the 23 Participants, which acceptance was achieved in early 2023.

Based on market conditions in mid-2023, Pineview requested a second amendment to the PPA, adjusting the contract price for power for a second time. The Board conditionally approved a second amendment to the PPA pending acceptance by the 23 Participants, which was achieved with 22 Participants in June 2023. The entitlement share of one dissenting Participant was allocated to eight of the 22 Participants. MEAG Power entered into PPA Amendment No. 2 on August 7, 2023. Pursuant to the PPA, project delays beyond the guaranteed commercial operation date may result in delay damages.

SEEM

MEAG Power participates with many of the electric service providers in the Southeast in the Southeast Energy Exchange Market (SEEM), which began operations on November 9, 2022. SEEM is an extension of the existing bilateral market where participants use an automated, intra-hour energy exchange to buy and sell power close to the time the energy is consumed, utilizing available unreserved transmission capacity.

In January 2022, MEAG Power joined SEEM and is participating in the market as a member, along with 17 other members. SEEM's members include 23 entities in parts of 12 states with more than 180,000 MW of capacity.

On July 14, 2023, the U.S. Court of Appeals for the District of Columbia Circuit vacated certain orders of the Federal Energy Regulatory Commission (FERC) related to SEEM and remanded the proceeding to FERC. In view of the low level of trading activity by MEAG Power involving SEEM, MEAG Power does not believe that the outcome of these matters will have a material impact on its business operations.

The Energy Authority

Effective March 31, 2024, MEAG Power withdrew as a member of TEA and began taking interim services under a resource management agreement with TEA. This interim agreement will terminate on May 30, 2024. On May 31, 2024, MEAG Power will transition its market trading activities to Alliance for Cooperative Energy Services Power Marketing, LLC (ACES). The ACES business model will enable MEAG Power to provide financial support for market trading activities related solely to its Participants' energy needs, which supports MEAG Power's approach to managing risk in this rapidly changing market environment.

Capital Program

MEAG Power's PP&E includes nuclear, coal and natural gas generating units, as well as transmission, distribution and other plant facilities. PP&E investment net of accumulated depreciation, as well as CWIP balances as of December 31, 2023, were as follows (in thousands):

	Net Plant in service	Total CWIP
Nuclear	\$3,626,565	\$3,208,915
Coal	559,982	12,848
Natural gas	150,628	9,660
Transmission	439,145	61,665
Distribution	208,243	30,119
General/other plant	22,843	12,041
Total	\$5,007,406	\$3,335,248

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

Financing Activities

Funds generated from operations are estimated to provide approximately 44% of construction expenditures in 2024, 45% in 2025 and 57% in 2026, for Project One, the General Resolution Projects and the CC Project, collectively. The remaining expenditures will be met by issuing long-term bonds and utilizing MEAG Power's existing commercial paper program and bank lines of credit. Billings for fixed and variable costs of Vogtle Units 3&4 are being made in accordance with the applicable Wholesale Power Sales and power purchase agreements, as discussed in Note 1 (D). Revenues from pre-commercial operations at Vogtle Units 3&4, including test power sales, were used to offset construction expenditures. To meet short-term cash needs and contingencies, \$402.5 million of unused credit was available

through lines of credit and other arrangements with banks (collectively, the Credit Arrangements) as of December 31, 2023, as described in "Liquidity and Capital Resources."

To finance additional construction for Vogtle Units 3&4, in January 2023, MEAG Power issued the following Series 2023A and 2023B (taxable) bonds (in thousands):

Vogtle Units 3&4	Series	Amount
Project M	2023A	\$128,035
Project J	2023A	192,370
Project P	2023A	61,665
Project P	2023B	69,985
Total		\$452,055

The unenhanced ratings and outlook assigned to MEAG Power's senior lien and subordinated debt obligations as of May 17, 2024 are as follows:

Project	Lien	Fitch Ratings		Moody's Investors Service		Standard & Poor's	
		Rating	Outlook	Rating	Outlook	Rating	Outlook
Project One	Senior	A	Stable	A1	Stable	A	Stable
	Subordinated	A-	Stable	A2	Stable	A-	Stable
General Resolution Projects	Senior	A	Stable	A1	Stable	A	Stable
	Subordinated	A-	Stable	A2	Stable	A-	Stable
Combined Cycle Project	Senior	A-	Stable	A1	Stable	A-	Stable
Vogtle Units 3&4 Projects:							
Project M	Senior	BBB+	Positive	A2	Stable	A	Stable
Project J	Senior	BBB+	Positive	A3	Stable	A	Stable
Project P	Senior	BBB+	Stable	Baa2	Stable	BBB+	Stable

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS (UNAUDITED)

Additional information pertaining to MEAG Power's debt balances is provided in Note 5, "Long- and Short-Term Debt, Credit Agreements and Interest Rate Swaps" (Note 5).

Liquidity and Capital Resources

MEAG Power generally funds its liquidity need for substantial cash flow from operating activities, access to the capital markets, credit facilities and special funds deposit balances. At December 31, 2023, MEAG Power had \$2.6 billion of special funds deposits, of which \$1.3 billion was available to fund various operating, construction, debt service and contingency requirements. Within the Competitive Trust, \$610.5 million was invested and may be used by Participants to, among other things, fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by such Participants, as well as funding of capacity purchases proposed by MEAG Power, purchase of additional entitlement shares or obligation shares of existing MEAG Power projects, and for mitigation of certain bulk power supply cost increases. A portion of the \$610.5 million is contained within the Flexible Operating Account, which is also available to the Participants through the Competitive Trust but not subject to the foregoing restrictions (see Note 1, section (E), "Municipal Competitive Trust"). Investments in the Decommissioning Trust funds (see Note 2, section H, "Asset Retirement Obligations and Decommissioning") totaled \$631.7 million.

Credit Arrangements with banks at December 31, 2023 totaled \$557.5 million, of which \$155.0 million was drawn with the remaining \$402.5 million available. An additional credit agreement provided liquidity support to \$148.1 million of outstanding variable-rate demand obligations. In March 2024, certain credit agreements pertaining to the Vogtle Units 3&4 Projects were amended to, among other things, extend the maturity date to December 2025 and increase the total amount available by \$55 million. As a result, all of the Credit Arrangements mature at various dates in 2025 through 2026, and management expects to renew or replace the facilities as needed prior to expiration. For additional information regarding available credit, see the "Financing of Vogtle Units 3&4 Projects and Project Entities" and "Credit Agreements and Short-Term Debt" sections of Note 5.

During 2024 through 2026, maturities of long-term debt and sinking fund redemptions are expected to total \$393.3 million. These requirements will be included in the appropriate year's budgeted revenue requirements, as applicable, and collected from the Participants, as well as from JEA and PowerSouth, in the case of Project J and Project P, respectively.

When considering the risks associated with liquidity and capital, MEAG Power is susceptible to changes in the interest rate environment. In rising interest rate markets, MEAG Power may be impacted by increases in costs associated with variable-rate debt and new debt issuances. These increases would be somewhat offset by increases in income earned on MEAG Power's investment portfolio. Conversely, when rates decline, MEAG Power may experience decreases in both the cost of some debt and the earnings on some investments. To partially mitigate this risk, MEAG Power occasionally implements hedges that help to stabilize the impact of these interest rate fluctuations. In addition, MEAG Power maintains an investment-grade credit rating and strong liquidity position, which provide access to competitive funding options.

Estimated construction and financing expenditures for Project One, the General Resolution Projects and the CC Project in total are estimated to be \$205.7 million, \$186.3 million and \$137.7 million for the years 2024, 2025 and 2026, respectively. These expenditures are related to capital improvements at existing generating units and investment in transmission facilities. Also included in the estimates are the costs necessary to comply with certain environmental regulations, as described in the "Environmental Regulations" section of Note 8, "Commitments and Contingencies." MEAG Power's estimated construction expenditures for Vogtle Units 3&4, including various contingencies and financing amounts for the years 2024 through 2026 are \$244.4 million. Actual construction costs may vary from the estimates due to factors such as changes in economic conditions; revised environmental regulations; changes to existing generating units to meet regulatory requirements; updated load forecasts; and the cost of construction labor, equipment and materials. As discussed in "Capital Program," CWIP as of December 31, 2023 totaled \$3.3 billion.

2023 CONSOLIDATED BALANCE SHEET

	Project One	General Resolution Projects	Combined Cycle Project	Vogtle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
December 31, 2023								
ASSETS (in thousands)								
Property, plant and equipment, at cost:								
In service	\$ 3,546,269	\$ 1,189,242	\$ 333,459	\$ 2,757,437	\$ —	\$ —	\$ —	\$ 7,826,407
Less accumulated depreciation	(1,967,886)	(652,266)	(182,831)	(16,018)	—	—	—	(2,819,001)
Property in service, net	1,578,383	536,976	150,628	2,741,419	—	—	—	5,007,406
Construction work in progress	177,761	17,395	9,660	3,130,432	—	—	—	3,335,248
Nuclear fuel, net of accumulated amortization	136,997	18,222	—	126,439	—	—	—	281,658
Total property, plant and equipment, net	1,893,141	572,593	160,288	5,998,290	—	—	—	8,624,312
Other non-current assets:								
Investment in Alliance	27,165	—	104	—	—	—	—	27,269
Special funds, including cash and cash equivalents	741,414	101,642	33,442	536,030	250,759	—	—	1,663,287
Other receivables	—	—	—	42	—	—	—	42
Net costs to be recovered from Participants	115,620	51,588	—	676,859	—	—	—	844,067
Unamortized bond issuance costs	5,948	1,265	275	57,250	—	—	—	64,738
Total other non-current assets	890,147	154,495	33,821	1,270,181	250,759	—	—	2,599,403
Current assets:								
Special funds, including cash and cash equivalents	164,498	59,320	29,026	311,289	359,763	428	—	924,324
Supplemental power account, including cash and cash equivalents	7,088	—	—	—	—	—	—	7,088
Securities lending collateral	117	14	—	—	—	—	—	131
Receivables from Participants	41,123	10,234	6,738	5,334	—	—	—	63,429
Other receivables	8,689	1,744	—	30,782	—	—	(16,593)	24,622
Fuel stocks, at average cost	12,018	23,728	—	275	—	—	—	36,021
Materials, supplies and other assets	92,415	15,349	9,482	20,898	—	—	—	138,144
Total current assets	325,948	110,389	45,246	368,578	359,763	428	(16,593)	1,193,759
Total assets	3,109,236	837,477	239,355	7,637,049	610,522	428	(16,593)	12,417,474
Deferred outflows of resources:								
Accumulated decrease in fair value of hedging derivative instruments	28,599	—	2,693	—	—	—	—	31,292
Unamortized loss on refunded debt	3,720	—	65	—	—	—	—	3,785
Pensions and other postemployment benefits	9,786	2,186	653	1,713	—	—	—	14,338
Asset retirement obligations	123,265	85,177	—	44,446	—	—	—	252,888
Total deferred outflows of resources	165,370	87,363	3,411	46,159	—	—	—	302,303
Total Assets and Deferred Outflows of Resources	\$ 3,274,606	\$ 924,840	\$ 242,766	\$ 7,683,208	\$ 610,522	\$ 428	\$ (16,593)	\$ 12,719,777

The accompanying Notes are an integral part of these consolidated financial statements.

2023 CONSOLIDATED BALANCE SHEET

December 31, 2023	Project One	General Resolution Projects	Combined Cycle Project	Vogtle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
LIABILITIES (in thousands)								
Long-term debt:								
Power Revenue bonds	\$ 260,105	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 260,105
General Power Revenue bonds	—	86,615	—	—	—	—	—	86,615
Combined Cycle Project Revenue bonds	—	—	23,890	—	—	—	—	23,890
Vogtle Units 3&4 Projects' Revenue bonds	—	—	—	5,072,665	—	—	—	5,072,665
DOE Guaranteed Loans	—	—	—	2,056,010	—	—	—	2,056,010
Unamortized (discount) premium, net	9,790	2,449	4,139	178,993	—	—	—	195,371
Total Revenue bonds and DOE Guaranteed Loans	269,895	89,064	28,029	7,307,668	—	—	—	7,694,656
Subordinated debt	1,207,418	196,055	—	—	—	—	—	1,403,473
Unamortized (discount) premium, net	93,752	20,104	—	—	—	—	—	113,856
Total subordinated debt	1,301,170	216,159	—	—	—	—	—	1,517,329
Total long-term debt	1,571,065	305,223	28,029	7,307,668	—	—	—	9,211,985
Non-current liabilities:								
Asset retirement obligations	632,307	156,393	—	46,304	—	—	—	835,004
Competitive Trust obligations	—	—	—	—	249,487	—	—	249,487
Other	41,089	1,384	326	3,412	97	—	—	46,308
Total non-current liabilities	673,396	157,777	326	49,716	249,584	—	—	1,130,799
Current liabilities:								
Accounts payable	72,318	4,136	17,417	83,072	1,133	8	(16,593)	161,491
Construction liabilities	34,603	2,372	—	—	—	—	—	36,975
Securities lending collateral	134	16	—	—	—	—	—	150
Current portion of long-term debt	71,824	21,615	21,115	107,641	—	—	—	222,195
Lines of credit and short-term debt	18,000	7,000	—	—	—	—	—	25,000
Competitive Trust obligations	—	—	—	—	359,805	—	—	359,805
Accrued interest	30,648	6,869	333	128,406	—	—	—	166,256
Total current liabilities	227,527	42,008	38,865	319,119	360,938	8	(16,593)	971,872
Commitments and contingencies (Note 8)	—	—	—	—	—	—	—	—
Total liabilities	2,471,988	505,008	67,220	7,676,503	610,522	8	(16,593)	11,314,656
Deferred inflows of resources	802,618	419,832	175,546	6,705	—	420	—	1,405,121
Total Liabilities and Deferred Inflows of Resources	\$3,274,606	\$924,840	\$242,766	\$7,683,208	\$610,522	\$428	\$(16,593)	\$12,719,777

The accompanying Notes are an integral part of these consolidated financial statements.

2023 CONSOLIDATED STATEMENT OF NET REVENUES

For the Year Ended December 31, 2023 (in thousands)	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
Revenues:								
Participant	\$342,970	\$118,821	\$ 97,158	\$133,767	\$ —	\$(19)	\$—	\$692,697
Other	37,180	14,574	4,293	128,861	—	—	—	184,908
Total revenues	380,150	133,395	101,451	262,628	—	(19)	—	877,605
Operating expenses:								
Fuel	64,383	48,213	72,464	13,403	—	—	—	198,463
Purchased power	37,020	—	—	—	—	—	—	37,020
Other generating and operating expense	144,459	46,625	22,357	24,751	1	1	—	238,194
Transmission	38,587	—	—	—	—	—	—	38,587
Depreciation and amortization	110,148	38,516	9,124	17,876	—	—	—	175,664
Total operating expenses	394,597	133,354	103,945	56,030	1	1	—	687,928
Net operating revenues (loss)	(14,447)	41	(2,494)	206,598	(1)	(20)	—	189,677
Non-operating expense (income), net:								
Interest expense	72,266	14,243	2,719	378,504	—	—	—	467,732
Amortization of debt discount and expense	(14,650)	(3,908)	(2,096)	(7,862)	—	—	—	(28,516)
Investment income	(9,071)	(3,091)	(2,233)	(35,124)	(97)	(20)	—	(49,636)
Net change in the fair value of financial instruments	(58,837)	(6,554)	(884)	(6,074)	—	—	—	(72,349)
Interest capitalized	(4,155)	(649)	—	(209,354)	—	—	—	(214,158)
U.S. Treasury cash subsidy on Build America Bonds	—	—	—	(55,804)	—	—	—	(55,804)
Total non-operating expense (income), net	(14,447)	41	(2,494)	64,286	(97)	(20)	—	47,269
Change in:								
Net costs to be recovered from Participants	—	—	—	142,312	—	—	—	142,312
Competitive Trust obligations	—	—	—	—	96	—	—	96
Total change in net costs to be recovered from Participants or Competitive Trust obligations	—	—	—	142,312	96	—	—	142,408
Net Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$—	\$ —

The accompanying Notes are an integral part of these consolidated financial statements.

2023 CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2023 (in thousands)	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
Cash flows from operating activities:								
Cash received from Participants	\$ 438,135	\$112,836	\$110,508	\$152,762	\$ 44	\$ —	\$ —	\$ 814,285
Cash received from others	32,482	13,255	7,744	139,434	—	110	—	193,025
Cash paid for operating expenses	(247,286)	(90,160)	(106,492)	(3,783)	(210)	(31)	—	(447,962)
Net cash provided by (used in) operating activities	223,331	35,931	11,760	288,413	(166)	79	—	559,348
Cash flows from investing activities:								
Sales and maturities of investment securities	527,876	65,666	28,761	275,722	353,453	—	—	1,251,478
Purchase of investment securities	(490,430)	(62,767)	(26,388)	(287,321)	(355,071)	—	—	(1,221,977)
Investment income receipts	16,975	4,021	1,679	25,335	9,422	20	—	57,452
Distribution from Alliance	7,678	—	—	—	—	—	—	7,678
Contributions from Participants	—	—	—	—	8,070	—	—	8,070
Net cash provided by investing activities	62,099	6,920	4,052	13,736	15,874	20	—	102,701
Cash flows from capital and related financing activities:								
Property additions	(210,777)	(21,871)	1,821	(273,087)	—	—	—	(503,914)
Net proceeds from lines of credit and short-term debt	5,500	5,000	—	—	—	—	—	10,500
Proceeds from issuance of long-term debt	120,500	5,060	—	465,807	—	—	—	591,367
Retirement of long-term debt	(95,539)	(19,000)	(20,620)	(70,281)	—	—	—	(205,440)
Interest payments	(73,081)	(14,613)	(2,821)	(362,643)	—	—	—	(453,158)
U.S. Treasury cash subsidy on Build America Bonds	—	—	—	68,789	—	—	—	68,789
Net cash used in capital and related financing activities	(253,397)	(45,424)	(21,620)	(171,415)	—	—	—	(491,856)
Increase (decrease) in cash and cash equivalents	32,033	(2,573)	(5,808)	130,734	15,708	99	—	170,193
Cash and cash equivalents at beginning of year	234,159	89,860	45,833	388,694	23,083	329	—	781,958
Cash and cash equivalents at end of year	266,192	87,287	40,025	519,428	38,791	428	—	952,151
Other investment securities and accrued interest receivable at end of year	646,925	73,689	22,443	327,891	571,731	—	—	1,642,679
Special funds, supplemental power account and securities lending collateral at end of year	\$ 913,117	\$160,976	\$ 62,468	\$847,319	\$610,522	\$428	\$ —	\$2,594,830
Reconciliation of net operating revenues (loss) to net cash provided by (used in) operating activities:								
Net operating revenues (loss)	\$ (14,447)	\$ 41	\$ (2,494)	\$206,598	\$ (1)	\$ (20)	\$ —	\$ 189,677
Adjustments to reconcile net operating revenues (loss) to net cash from operating activities:								
Depreciation and amortization	152,386	45,084	9,124	31,279	—	—	—	237,873
Pensions and other postemployment benefits	531	167	50	136	—	—	—	884
Deferred inflows of resources	87,958	836	16,989	—	—	—	—	105,783
Share of net revenues from Alliance	(8,614)	—	—	—	—	—	—	(8,614)
Change in current assets and liabilities:								
Accounts receivable	4,855	(721)	5,464	16,506	44	110	—	26,258
Fuel stocks	(3,202)	(6,433)	—	(275)	—	—	—	(9,910)
Materials, supplies and other assets	(1,222)	1,139	(2,761)	(236)	—	—	—	(3,080)
Accounts payable and other liabilities	5,086	(4,182)	(14,612)	34,405	(209)	(11)	—	20,477
Net cash provided by (used in) operating activities	\$ 223,331	\$ 35,931	\$ 11,760	\$288,413	\$ (166)	\$ 79	\$ —	\$ 559,348

The accompanying Notes are an integral part of these consolidated financial statements.

2022 CONSOLIDATED BALANCE SHEET

December 31, 2022	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
ASSETS (in thousands)								
Property, plant and equipment, at cost:								
In service	\$ 3,461,255	\$1,164,135	\$ 332,861	\$ —	\$ —	\$ —	\$ —	\$ 4,958,251
Less accumulated depreciation	(1,919,837)	(628,410)	(173,717)	—	—	—	—	(2,721,964)
Property in service, net	1,541,418	535,725	159,144	—	—	—	—	2,236,287
Construction work in progress	121,623	36,482	12,089	5,631,554	—	—	—	5,801,748
Nuclear fuel, net of accumulated amortization	137,544	17,803	—	133,348	—	—	—	288,695
Total property, plant and equipment, net	1,800,585	590,010	171,233	5,764,902	—	—	—	8,326,730
Other non-current assets:								
Investment in Alliance	26,229	—	104	—	—	—	—	26,333
Special funds, including cash and cash equivalents	671,810	98,512	31,219	497,322	240,588	—	—	1,539,451
Other receivables	—	—	—	9,366	—	—	—	9,366
Net costs to be recovered from Participants	113,408	51,728	—	609,879	—	—	—	775,015
Unamortized bond issuance costs	6,844	1,513	428	53,841	—	—	—	62,626
Total other non-current assets	818,291	151,753	31,751	1,170,408	240,588	—	—	2,412,791
Current assets:								
Special funds, including cash and cash equivalents	187,709	62,297	37,992	191,801	352,733	329	—	832,861
Supplemental power account, including cash and cash equivalents	7,960	—	—	—	—	—	—	7,960
Securities lending collateral	120	14	—	—	—	—	—	134
Receivables from Participants	42,062	10,833	7,335	2	(233)	—	—	59,999
Other receivables	12,604	425	6,215	23,603	(129)	110	1,370	44,198
Fuel stocks, at average cost	8,816	17,296	—	—	—	—	—	26,112
Materials, supplies and other assets	88,147	15,927	22,224	22,512	—	—	—	148,810
Total current assets	347,418	106,792	73,766	237,918	352,371	439	1,370	1,120,074
Total assets	2,966,294	848,555	276,750	7,173,228	592,959	439	1,370	11,859,595
Deferred outflows of resources:								
Accumulated decrease (increase) in fair value of hedging derivative instruments	21,002	—	(12,810)	—	—	—	—	8,192
Unamortized loss on refunded debt	4,736	—	100	—	—	—	—	4,836
Pensions and other postemployment benefits	12,619	3,077	920	2,435	—	—	—	19,051
Asset retirement obligations	137,723	98,079	—	—	—	—	—	235,802
Total deferred outflows of resources	176,080	101,156	(11,790)	2,435	—	—	—	267,881
Total Assets and Deferred Outflows of Resources	\$ 3,142,374	\$ 949,711	\$ 264,960	\$7,175,663	\$592,959	\$439	\$1,370	\$12,127,476

The accompanying Notes are an integral part of these consolidated financial statements.

2022 CONSOLIDATED BALANCE SHEET

December 31, 2022	Project One	General Resolution Projects	Combined Cycle Project	Vogtle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
LIABILITIES (in thousands)								
Long-term debt:								
Power Revenue bonds	\$ 289,315	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 289,315
General Power Revenue bonds	—	93,520	—	—	—	—	—	93,520
Combined Cycle Project Revenue bonds	—	—	45,005	—	—	—	—	45,005
Vogtle Units 3&4 Projects Revenue bonds	—	—	—	4,663,560	—	—	—	4,663,560
DOE Guaranteed Loans	—	—	—	2,090,701	—	—	—	2,090,701
Unamortized (discount) premium, net	11,825	2,983	6,388	169,694	—	—	—	190,890
Total Revenue bonds and DOE Guaranteed Loans	301,140	96,503	51,393	6,923,955	—	—	—	7,372,991
Subordinated debt	1,126,877	202,790	—	—	—	—	—	1,329,667
Unamortized (discount) premium, net	107,959	23,937	—	—	—	—	—	131,896
Total subordinated debt	1,234,836	226,727	—	—	—	—	—	1,461,563
Total long-term debt	1,535,976	323,230	51,393	6,923,955	—	—	—	8,834,554
Non-current liabilities:								
Asset retirement obligations	619,229	166,342	—	—	—	—	—	785,571
Competitive Trust obligations	—	—	—	—	240,014	—	—	240,014
Other	35,146	2,250	631	(1,629)	97	—	—	36,495
Total non-current liabilities	654,375	168,592	631	(1,629)	240,111	—	—	1,062,080
Current liabilities:								
Accounts payable	66,925	7,692	33,311	31,525	(173)	19	1,370	140,669
Construction liabilities	28,062	318	—	7,768	—	—	—	36,148
Securities lending collateral	137	16	—	—	—	—	—	153
Current portion of long-term debt	98,194	21,915	20,620	100,281	—	—	—	241,010
Lines of credit and short-term debt	12,500	2,000	—	—	—	—	—	14,500
Competitive Trust obligations	—	—	—	—	353,021	—	—	353,021
Accrued interest	32,443	7,239	470	112,545	—	—	—	152,697
Total current liabilities	238,261	39,180	54,401	252,119	352,848	19	1,370	938,198
Commitments and contingencies (Note 8)	—	—	—	—	—	—	—	—
Total liabilities	2,428,612	531,002	106,425	7,174,445	592,959	19	1,370	10,834,832
Deferred inflows of resources	713,762	418,709	158,535	1,218	—	420	—	1,292,644
Total Liabilities and Deferred Inflows of Resources	\$3,142,374	\$949,711	\$264,960	\$7,175,663	\$592,959	\$439	\$1,370	\$12,127,476

The accompanying Notes are an integral part of these consolidated financial statements.

2022 CONSOLIDATED STATEMENT OF NET REVENUES

For the Year Ended December 31, 2022 (in thousands)	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
Revenues:								
Participant	\$532,622	\$137,036	\$124,993	\$ 77,515	\$ —	\$2,379	\$ —	\$874,545
Other	38,931	6,002	9,831	46,675	—	(1,599)	—	99,840
Total revenues	571,553	143,038	134,824	124,190	—	780	—	974,385
Operating expenses:								
Fuel	69,594	46,404	100,141	—	—	—	—	216,139
Purchased power	112,402	—	—	—	—	—	—	112,402
Other generating and operating expense	145,431	46,747	24,240	352	1	247	—	217,018
Transmission	29,660	—	—	—	—	—	—	29,660
Depreciation and amortization	103,512	34,298	9,116	—	—	540	—	147,466
Total operating expenses	460,599	127,449	133,497	352	1	787	—	722,685
Net operating revenues (loss)	110,954	15,589	1,327	123,838	(1)	(7)	—	251,700
Non-operating expense (income), net:								
Interest expense	72,489	14,485	3,657	322,108	—	—	—	412,739
Amortization of debt discount and expense	(17,467)	(4,215)	(2,528)	(6,857)	—	—	—	(31,067)
Investment income	(11,218)	(2,103)	(977)	(10,677)	(25)	(7)	—	(25,007)
Net change in the fair value of financial instruments	73,481	8,177	1,175	18,563	—	—	—	101,396
Interest capitalized	(6,331)	(755)	—	(222,443)	—	—	—	(229,529)
U.S. Treasury cash subsidy on Build America Bonds	—	—	—	(55,916)	—	—	—	(55,916)
Total non-operating expense (income), net	110,954	15,589	1,327	44,778	(25)	(7)	—	172,616
Change in:								
Net costs to be recovered from Participants	—	—	—	79,060	—	—	—	79,060
Competitive Trust obligations	—	—	—	—	24	—	—	24
Total change in net costs to be recovered from Participants or Competitive Trust obligations	—	—	—	79,060	24	—	—	79,084
Net Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

The accompanying Notes are an integral part of these consolidated financial statements.

2022 CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2022 (in thousands)	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Eliminations	Total
Cash flows from operating activities:								
Cash received from Participants	\$ 487,757	\$ 116,554	\$ 138,139	\$ 77,205	\$ 1,696	\$ 116	\$ —	\$ 821,467
Cash received from others	1,187	5,976	5,098	46,852	—	(1,606)	—	57,507
Cash paid for operating expenses	(301,971)	(92,831)	(131,780)	3,895	(233)	(233)	—	(523,153)
Net cash provided by (used in) operating activities	186,973	29,699	11,457	127,952	1,463	(1,723)	—	355,821
Cash flows from investing activities:								
Sales and maturities of investment securities	353,271	64,747	66,114	654,709	309,589	—	—	1,448,430
Purchase of investment securities	(302,351)	(48,667)	(32,034)	(287,840)	(268,240)	—	—	(939,132)
Investment income receipts	9,439	1,757	596	8,487	6,981	7	—	27,267
Distribution from Alliance	27,051	—	—	—	—	—	—	27,051
Net withdrawals from the Competitive Trust	—	—	—	—	(32,594)	—	—	(32,594)
Net cash provided by investing activities	87,410	17,837	34,676	375,356	15,736	7	—	531,022
Cash flows from capital and related financing activities:								
Property additions	(129,127)	(20,817)	(4,306)	(468,480)	—	1,710	—	(621,020)
Net proceeds (payments) on lines of credit and short-term debt	10,500	2,000	(2,700)	—	—	—	—	9,800
Proceeds from issuance of long-term debt	16	4,454	—	370,729	—	—	—	375,199
Retirement of long-term debt	(183,035)	(89,400)	(18,290)	(62,011)	—	—	—	(352,736)
Interest payments	(72,667)	(15,815)	(3,597)	(306,896)	—	—	—	(398,975)
U.S. Treasury cash subsidy on Build America Bonds	—	—	—	43,257	—	—	—	43,257
Net cash (used in) provided by capital and related financing activities	(374,313)	(119,578)	(28,893)	(423,401)	—	1,710	—	(944,475)
(Decrease) increase in cash and cash equivalents	(99,930)	(72,042)	17,240	79,907	17,199	(6)	—	(57,632)
Cash and cash equivalents at beginning of year	334,089	161,902	28,593	308,787	5,884	335	—	839,590
Cash and cash equivalents at end of year	234,159	89,860	45,833	388,694	23,083	329	—	781,958
Other investment securities and accrued interest receivable at end of year	633,440	70,963	23,378	300,429	570,238	—	—	1,598,448
Special funds, supplemental power account and securities lending collateral at end of year	\$ 867,599	\$ 160,823	\$ 69,211	\$ 689,123	\$ 593,321	\$ 329	\$ —	\$ 2,380,406
Reconciliation of net operating revenues (loss) to net cash provided by (used in) operating activities:								
Net operating revenues (loss)	\$ 110,954	\$ 15,589	\$ 1,327	\$ 123,838	\$ (1)	\$ (7)	\$ —	\$ 251,700
Adjustments to reconcile net operating revenues (loss) to net cash from operating activities:								
Depreciation and amortization	149,254	41,484	9,116	—	—	540	—	200,394
Pensions and other postemployment benefits	1,508	429	128	352	—	—	—	2,417
Deferred inflows of resources	(25,099)	(11,332)	8,885	—	—	(2,250)	—	(29,796)
Share of net revenues from Alliance	(31,428)	—	—	—	—	—	—	(31,428)
Change in current assets and liabilities:								
Accounts receivable	(4,655)	(3,071)	(5,319)	(1)	1,696	6	—	(11,344)
Fuel stocks	(2,695)	(8,140)	—	—	—	—	—	(10,835)
Materials, supplies and other assets	(4,476)	1,119	(114)	—	—	—	—	(3,471)
Accounts payable and other liabilities	(6,390)	(6,379)	(2,566)	3,763	(232)	(12)	—	(11,816)
Net cash provided by (used in) operating activities	\$ 186,973	\$ 29,699	\$ 11,457	\$ 127,952	\$ 1,463	\$ (1,723)	\$ —	\$ 355,821

The accompanying Notes are an integral part of these consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

1. THE ORGANIZATION

(A) REPORTING ENTITY

The Municipal Electric Authority of Georgia (MEAG Power) is a public corporation and an instrumentality of the State of Georgia (the State or Georgia), created by the State for the purpose of owning and operating electric generation and transmission facilities to supply bulk electric power to political subdivisions of the State which owned and operated electric distribution systems as of March 18, 1975, and which contracted with MEAG Power for the purchase of wholesale power. The statute under which it was created (the Act) provides that MEAG Power will establish rates and charges so as to produce revenues sufficient to cover its costs, including debt service, but it may not operate any of its projects for profit, unless any such profit inures to the benefit of the public. Forty-eight cities and one county in the State (the Participants) have contracted with MEAG Power for bulk electric power supply needs.

As of December 31, 2023, MEAG Power's assets include ownership interests in eight electric generating units in service, representing 2,050 megawatts (MW) of nominally rated generating capacity, consisting of 1,058 MW of nuclear-fueled capacity, 489 MW of coal-fired capacity and 503 MW of combined cycle capacity.

As discussed herein, Vogtle Unit No. 4 (Unit 4) entered commercial operation on April 29, 2024, increasing MEAG Power's nominally rated generating capacity to 2,300 MW in nine units, which all have been placed in service. These units include 1,308 MW of nuclear-fueled capacity.

The ownership interest of two of the nine generating units is held in special purpose vehicles, of which MEAG Power is the sole member of each, as discussed in Note 1, "The Organization" (Note 1), "Vogtle Units 3&4 Projects and Project Entities," section (D), (Note 1 (D)), of these Notes to Consolidated Financial Statements (Notes).

MEAG Power also owns transmission facilities that, together with those of other utilities, form a statewide, integrated transmission system (ITS).

Taken together, MEAG Power is comprised of the following projects/funds, all defined herein:

- Project One;
- General Resolution Projects;
- Combined Cycle Project;
- Vogtle Units 3&4 Projects and Project Entities; and
- Municipal Competitive Trust.

(B) PROJECT ONE AND THE GENERAL RESOLUTION PROJECTS

Project One, established and financed under the Power Revenue Bond Resolution, consists of undivided ownership interests in six generating units, separately owned transmission facilities and working capital. Projects Two, Three and Four (the General Resolution Projects), established and financed under the General Power Revenue Bond Resolution, consist of additional undivided ownership interests in four of the six generating units.

The resolutions require that payments by the Participants for electric power be deposited in special funds and be used only for operating costs, debt service and other stipulated purposes. The resolutions also establish specific funds to hold assets for payment of acquisition costs. Other funds are used to hold assets not subject to the restrictions of the resolutions but designated for specific purposes. Power Sales Contracts between MEAG Power and each of the Participants (Power Sales Contracts) require MEAG Power to provide, and the Participants to purchase from MEAG Power, bulk power supply as defined in the contracts. Each Participant is obligated to pay its share of the operating and debt service costs.

During 2004, MEAG Power and each Participant executed an amendment to their Power Sales Contracts (the Amendments) for Project One and the General Resolution Projects which, in part, extended the terms of such contracts until June 2054. The Amendments also revised the method used to allocate the output, services and costs of the General Resolution Projects after the initial term of the related Power Sales Contracts. In addition, the Amendments provided that MEAG Power not extend the term of any existing generation debt outstanding as of November 3, 2004, exclusive of certain working capital debt components, beyond March 1, 2026 for Project One and dates ranging from February 1, 2028 through November 16, 2033 for the General Resolution Projects.

Supplemental bulk power supply is that portion of the Participants' bulk power supply in excess of their entitlement to the output and related services of Project One and the General Resolution Projects. Payments received from the Participants for supplemental bulk power supply are not pledged under either resolution. Supplemental bulk power supply revenue and costs are included in the financial statements of Project One.

Inter-Participant agreements (IP agreements) are utilized by the Participants to improve their respective power supply resource mix. Four Participants have entered into long-term, life-of-the-facility IP agreements to sell the rights to a portion of their Project One output (Selling Participants) to three other Participants. The obligation of the Selling Participants to pay their share of the operating and debt service costs under their respective Project One Power Sales Contracts is not affected.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

(C) COMBINED CYCLE PROJECT

The Combined Cycle Project (CC Project) is wholly owned by MEAG Power and consists of a natural gas-fired combined-cycle facility that has a nominal summer capacity of 503 MW. The facility, which is also known as the Wansley Combined Cycle Facility (CC Facility), includes two combustion turbines, two supplementary fired heat recovery steam generators and one steam turbine. The 37 Participants in the CC Project (CC Participants) include the initial 32 Participants (the Initial CC Participants) that entered into a CC Project Power Sales Contract (CC Project Power Sales Contract) in 2003, as well as five additional Participants that became CC Participants between 2007 and 2012 through the execution of additional CC Project Power Sales Contracts and assignment agreements with certain of the Initial CC Participants with respect to portions of such Initial CC Participants' interests in the output of the CC Project. MEAG Power and each of the CC Participants have amended their applicable CC Project Power Sales Contract, which allows MEAG Power to utilize a credit facility for the purpose of funding, on an interim basis, certain CC Project costs, including fuel costs, capital costs and working capital requirements.

(D) VOGTLE UNITS 3&4 PROJECTS AND PROJECT ENTITIES

Vogtle Units 3&4 Enter Commercial Operation

Vogtle Unit No. 3 (Unit 3) and Unit 4 entered commercial operation on July 31, 2023 and April 29, 2024, respectively. Collectively, Unit 3 and Unit 4 are referred to herein as Vogtle Units 3&4.

History and Construction

MEAG Power, Georgia Power Company (GPC), Oglethorpe Power Corporation (an Electric Membership Corporation) (OPC) and the City of Dalton, Georgia (Dalton) (collectively, the Original Vogtle Co-Owners) agreed to expand the facilities at Generation Station Vogtle located in Burke County, Georgia, by developing two Westinghouse Electric Company LLC AP1000 nuclear generating units, Vogtle Units 3&4, each with a nominally rated generating capacity of 1,102 MW.

MEAG Power acquired a 22.7% undivided ownership interest in Vogtle Units 3&4, representing 500.308 MW of nominally rated generating capacity, for the purpose of serving the future loads of the Participants. MEAG Power determined that Vogtle Units 3&4 will enable it to serve a significant portion of the projected baseload needs of the Participants and potentially offset the retirement of some of MEAG Power's other generating resources.

GPC was designated as the agent of the Original Vogtle Co-Owners and authorized to develop, license, engineer, contract, operate and maintain Vogtle Units 3&4 on behalf of the Original Vogtle Co-Owners. The U.S. Nuclear Regulatory Commission (NRC) issued Combined Construction and Operating Licenses for Vogtle Units 3&4 in 2012, which allowed full construction to begin.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Structure, DOE Guaranteed Loans and Recent Bond Financings

Vogtle Units 3&4 Projects

Since a portion of the output and services of MEAG Power's interest in Vogtle Units 3&4 initially was expected to be surplus to the Participants' needs, for the initial 20 years of commercial operation of each of Vogtle Units 3&4, MEAG Power sold 66.1% of the output and services associated with its Vogtle Units 3&4 interest through take-or-pay power purchase agreements (PPA) to two buyers, as discussed below (see below regarding amendments to the PPAs). MEAG Power structured its ownership interest in Vogtle Units 3&4 as three separate projects, Project M, Project J and Project P, collectively referred to herein as the Vogtle Units 3&4 Projects and summarized as follows:

Vogtle Units 3&4 Projects	PPA Buyer	Percentage of MEAG Power's Total Ownership	MW	Output and Services
Project M	Not Applicable	33.9%	169.5	(1)
Project J	JEA	41.2%	206.0	(2)
Project P	PowerSouth	24.9%	124.8	(2)

- (1) Commencing on July 31, 2023, with Unit 3's commercial operation date (COD), Unit 3's Project M output and services are provided to 29 Participants, in accordance with take-or-pay Project M Power Sales Contracts (Project M Participants). The Project M Participants are responsible for payment of their respective shares of all of MEAG Power's costs relating to Project M. The payment obligations of each of the Project M Participants are general obligations to which its full faith and credit are pledged. Each Project M Power Sales Contract, as amended and discussed in the "Vogtle Units 3&4 Project Entities" section of this Note, will continue in full force and effect for a term not to exceed 50 years from December 31, 2014. The same stipulations described in this footnote for Unit 3 pertain to Unit 4, commencing with its COD on April 29, 2024.
- (2) Project J output and services are provided to JEA, a publicly owned electric, water and wastewater (sewer) utility and an independent agency of the City of Jacksonville, Florida (Jacksonville), and the Project J Participants, and the Project P output and services are provided to PowerSouth Energy Cooperative (PowerSouth), a rural electric generation and transmission cooperative located in Andalusia, Alabama, and the Project P Participants. The Project J and Project P Participants are defined below. For a period of 20 years, commencing with Unit 3's COD and a separate 20 year period commencing with Unit 4's COD, the Amended and Restated Power Purchase Agreement (the Project J PPA) and the Project P PPA require: (a) MEAG Power to sell to JEA and PowerSouth all of the capacity, energy and related services of Project J and Project P, respectively, of each of Unit 3 and Unit 4 and (b) JEA and PowerSouth to pay to MEAG Power 100% of Project J and Project P total Annual Costs (as defined in the applicable PPA) in a given year. In the event that MEAG Power issues Project J or Project P bonds for either or both of Unit 3 and Unit 4 after their respective CODs, or issues refunding bonds for Project J or Project P, the time periods during which JEA or PowerSouth, respectively, is obligated under the applicable PPA regarding Project J and Project P Debt Service on such bonds may differ from the 20-year time periods described above.

The Project J Participants and the Project P Participants are required to pay the principal of and interest on each series of Project J or Project P Bonds, as applicable, and on each advance under the respective Project Entity's DOE Guaranteed Loan, commencing with the month following the last month for which JEA or PowerSouth, as applicable, is obligated to pay such principal or interest. Due to construction delays, principal billings to JEA and PowerSouth for certain series of Project J and Project P Bonds, and DOE advances, began prior to the COD; thus, the 20-year time periods of responsibility for principal payments commenced prior to the COD of each unit. Following the twentieth anniversary of the COD of each of Vogtle Units 3&4, the output and services of Project J and Project P derived from such units shall be provided to 39 Participants, in accordance with take-or-pay Power Sales Contracts for Project J and Project P (the Project J and Project P Participants, respectively, and, together with the Project M Participants, hereinafter referred to as the Vogtle Units 3&4 Participants). At such time, the Project J and Project P Participants become responsible for payment of their respective shares of all of MEAG Power's costs relating to Project J and Project P, other than payments of certain amounts of principal that will begin earlier, as described above. The payment obligations of each of the Project J and Project P Participants are general obligations to which its full faith and credit are pledged. Each Project J Power Sales Contract and Project P Power Sales Contract, as amended and discussed in the "Vogtle Units 3&4 Project Entities" section of this Note, will continue in full force and effect for a term not to exceed 50 years from December 31, 2014.

On March 27, 2024, amendments to the Project J PPA were entered into by MEAG Power and JEA, and to the Project P PPA by MEAG Power and PowerSouth. The amendments allow for additional financing options for both construction completion financing, the funding of post-COD capital projects, and also simplify the billing for such projects.

The additional financing options allow for the issuance of promissory notes related to revolving credit facilities, letter of credit facilities, commercial paper (CP) and other short-term notes. The amendments also allow for the grouping of post-COD capital projects into annual tranches, one for spent fuel storage facility items, and another for all other post-COD capital items. The groupings will streamline the financing and billing of these costs by using an assumed useful life for all such items. Debt service related to each annual tranche of the spent fuel storage facility will be billed over the remaining term of the Unit 3 and Unit 4 operating licenses. The other post-COD capital items will be amortized over 20 years, with JEA and PowerSouth responsible for the associated debt service during the initial 20 years of commercial operation of each of Vogtle Units 3&4 in accordance with the amended PPAs, and the Project J and Project P Participants responsible for any remaining payments.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

DOE Loan Guarantee Program

In order to obtain an assured source of financing at a locked-in spread over United States Treasury securities for its undivided ownership interest in Vogtle Units 3&4 and augment its financing alternatives, in 2008 MEAG Power submitted an application to the U.S. Department of Energy (DOE) for loans guaranteed by DOE pursuant to the Federal loan guarantee solicitation for nuclear projects employing new or significantly improved technology issued under Title XVII of the Energy Policy Act of 2005. DOE subsequently agreed in 2015 to guarantee loans to be made by the Federal Financing Bank (FFB) to three wholly-owned, special-purpose, limited-liability subsidiaries to be formed by MEAG Power in the aggregate principal amount, including capitalized interest of up to \$1.8 billion (Original DOE Guaranteed Loans). In March 2019, DOE increased the aggregate principal amount of guaranteed loans to \$2.2 billion (collectively with the Original DOE Guaranteed Loans, the DOE Guaranteed Loans). FFB has advanced to each Vogtle Units 3&4 Project Entity the full FFB commitment to each such entity. At both December 31, 2023 and 2022, the aggregate principal amount outstanding under the DOE Guaranteed Loans was \$2.1 billion. The DOE Guaranteed Loans have a final maturity date of April 2, 2045.

Concurrently with the transfer of MEAG Power's undivided ownership in Vogtle Units 3&4 to the Vogtle Units 3&4 Project Entities (as discussed in the "Vogtle Units 3&4 Project Entities" section of this Note), each Vogtle Units 3&4 Project Entity entered into, among other agreements, a Loan Guarantee Agreement (Original LGA and, as later amended and restated, each an LGA) with DOE. Each Original LGA provides that the Original DOE Guaranteed Loan thereunder is secured by a first priority lien on various assets (the Collateral) including, among other things, the applicable Project Entity's rights or interests in: (i) Vogtle Units 3&4 (primarily the related real property and any nuclear fuel loaded in the reactor core) and (ii) the Project Entities' rights and obligations under the principal contracts relating to Vogtle Units 3&4.

On December 8, 2023, MEAG Power and the Project Entities (see the "Vogtle Units 3&4 Project Entities" section of this Note) amended documentation relating to the DOE Guaranteed Loans to facilitate the ability of the Project Entities to sell production tax credits (PTCs) pertaining to Vogtle Units 3&4, and the proceeds applied to offset current or future project costs otherwise required to be paid by the Participants, JEA or PowerSouth, as applicable. The DOE previously had a lien on the PTCs and therefore a new agreement was structured with the DOE to obtain a release of its lien rights in exchange for the proceeds derived from the sale of the PTCs benefiting the DOE, on a first priority basis (see "Production Tax Credits" section of this Note).

Each advance to a Project Entity under its DOE Guaranteed Loan (Advances) is evidenced by a promissory note issued to the FFB (FFB Promissory Note). Proceeds of Advances are used to reimburse each Project Entity (see the "Vogtle Units 3&4 Project Entities" section of this Note) for certain costs of construction relating to Vogtle Units 3&4 that were eligible for DOE-guaranteed loans. The Advances evidenced by each such FFB Promissory Note bear interest at the applicable U.S. Treasury rate plus a spread equal to 0.375%. Interest is payable quarterly and principal payments began in October 2019.

Under each LGA, the applicable Project Entity is subject to customary borrower affirmative and negative covenants and events of default. In addition, each Project Entity is subject to project-related reporting requirements and other project-specific covenants and events of default.

In the event certain events of default occur under an LGA, subject to certain conditions, DOE is permitted to take possession of the Collateral, but the scheduled repayment of the Advances cannot be accelerated. Under certain circumstances, insurance proceeds and any proceeds from an event of taking must be applied to prepay outstanding Advances. Each Project Entity also may voluntarily prepay outstanding Advances. Under the FFB Promissory Notes, any prepayment (whether mandatory or optional) will be made with a make-whole premium or discount, as applicable.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Recent Bond Financings

In January 2023 and July 2022, MEAG Power issued \$452.1 million and \$375.2 million, respectively, of its Vogtle Units 3&4 Bonds to finance additional construction costs of Vogtle Units 3&4.

Additional information regarding these bond issuances, the financing of Vogtle Units 3&4 and the DOE Guaranteed Loans is included in the "Financing of Vogtle Units 3&4 Projects and Project Entities" section of Note 5, "Long- and Short-Term Debt, Credit Agreements and Interest Rate Swaps" (Note 5), and certain other sections of that Note.

Vogtle Units 3&4 Project Entities

On June 24, 2015, in order to permit each Vogtle Units 3&4 Project Entity to secure its Original DOE Guaranteed Loan by a first-priority perfected security interest in, among other things, such Project Entity's undivided ownership interest in Vogtle Units 3&4, MEAG Power divided its undivided ownership interest in Vogtle Units 3&4, as specified above in the "Vogtle Units 3&4 Projects" section of this Note, into three separate undivided interests and transferred such interests and nominally rated generating capacity to the following special-purpose, limited liability companies (LLCs), organized and existing under the laws of the State, of which MEAG Power is the sole member:

- transferred approximately 33.9% of its ownership interest, representing 169.5 MW attributable to Project M, to MEAG Power SPVM, LLC (the Project M Entity or SPVM);
- transferred approximately 41.2% of its ownership interest, representing 206.0 MW attributable to Project J, to MEAG Power SPVJ, LLC (the Project J Entity or SPVJ); and
- transferred approximately 24.9% of its ownership interest, representing 124.8 MW attributable to Project P, to MEAG Power SPVP, LLC (the Project P Entity or SPVP) and, together with the Project M Entity and the Project J Entity, referred to as the Vogtle Units 3&4 Project Entities (Project Entities).

In contemplation of the transfers described above, MEAG Power and each of the Project Entities entered into a Wholesale Power Sales Agreement, pursuant to which (a) MEAG Power is entitled to all of the capacity and output of such Project Entity's ownership interest in Vogtle Units 3&4 and (b) MEAG Power is obligated to pay such Project Entity all of its costs and expenses (including debt service on such Project Entity's DOE Guaranteed Loan, except for certain situations pertaining to Project J and Project P) in connection with the ownership and operation of such Project Entity's ownership interest in Vogtle Units 3&4. As a result, each of the Vogtle Units 3&4 Projects now includes all of MEAG Power's right, title and interest in and to the capacity and output of the related Project Entity's ownership interest in Vogtle Units 3&4, but does not include such ownership interest. Also, in contemplation of the transfers to the Project Entities,

(a) MEAG Power and the Vogtle Units 3&4 Participants entered into amended and restated power sales contracts, (b) MEAG Power and JEA entered into an amended and restated PPA and (c) MEAG Power and PowerSouth entered into an amended and restated PPA, in each such case, effective as of the date of such transfer, in order to, among other things, (i) extend the term of each such contract and agreement, so that each such contract and agreement shall remain in effect for not to exceed 50 years from December 31, 2014, (ii) reflect such transfers of MEAG Power's ownership interest in Vogtle Units 3&4 and (iii) provide that the payment obligations of the Vogtle Units 3&4 Participants, JEA and PowerSouth, respectively, shall include all costs and expenses of the applicable Project Entity (including scheduled debt service on such Project Entity's DOE Guaranteed Loan) resulting from the ownership, operation and maintenance of, and renewals and replacements to, the applicable Project Entity's ownership interest.

In contemplation of MEAG Power's transfer of its ownership interest in Vogtle Units 3&4 to the Project Entities, in February 2014, the Original Vogtle Co-Owners amended certain previous agreements in order to, among other things, permit MEAG Power to assign to the Project Entities, and permit the Project Entities to assume, MEAG Power's rights and obligations thereunder with respect to Vogtle Units 3&4. As a result of such assignment and assumption, the term "Vogtle Co-Owners" includes GPC, OPC, Dalton and the Project Entities, but does not include MEAG Power.

Cost

Based on the construction cost estimate set forth in the Vogtle Construction Monitoring 30 Report, as well as recently updated construction cost estimate and contingency information, and based on Unit 3 and Unit 4 being in commercial operation, MEAG Power estimates that the Vogtle Units 3&4 Project Entities' in-service cost will be, in the aggregate, approximately \$7.5 billion, including remaining construction and financing costs, and project level contingency. Additional financing needs relating to reserve funds and other fund deposits required under MEAG Power's and the Vogtle Units 3&4 Project Entities' financing documents result in total financing needs of approximately \$8.0 billion. These amounts reflect the Vogtle Units 3&4 Project Entities' aggregate \$835.4 million share of the payments received from Toshiba Corporation related to the March 2017 bankruptcy filing of the original contractor.

During construction of Vogtle Units 3&4, GPC made a commitment to MEAG Power to reimburse the Vogtle Units 3&4 Project Entities for some construction costs based on the total costs of the units. Based on the final completion cost for Vogtle Units 3&4, total payments to the Vogtle Units 3&4 Project Entities by GPC will total approximately \$92 million.

The Project Entities' investment in net property, plant and equipment (PP&E) for Vogtle Units 3&4 as of December 31, 2023 totaled \$6.0 billion.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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Production Tax Credits

Under Section 45J(b)(5) of the United States Internal Revenue Code, each of the Project Entities made an application on April 17, 2023 for an allocation of Unutilized National Megawatt Capacity Limitation (UNMCL) for PTCs for their respective ownership interests in Unit 3. On November 21, 2023, the Internal Revenue Service (IRS) approved the Project Entities application awarding the PTCs to the Project Entities. Subsequently, on January 9, 2024, the Project Entities elected to tender the PTCs earned during the period from July 31, 2023 through December 31, 2023 to GPC. On February 1, 2024, GPC paid the Project Entities the sum of \$16.4 million for the tendered PTCs. On January 26, 2024, the Project Entities made a similar application for an allocation of UNMCL for PTCs for their respective ownership interest in Unit 4. At the current time, the Project Entities intend to continue to exercise their right under the Vogtle Joint Ownership Agreements to sell the allocated PTCs for both Unit 3 and Unit 4 to GPC.

As required by IRS Notice 23-24, on May 2, 2024, MEAG Power filed a supplement to its January 26, 2024 application to notify the IRS of the placed in-service date of April 29, 2024 for Unit 4 and anticipates receiving a UNMCL award of PTCs for Unit 4 equal to the amount received for Unit 3.

See Summary of Significant Accounting Policies and Practices" (Note 2), section (G) "— Nuclear Generating Facilities" for a discussion of other nuclear generating and NRC matters.

(E) MUNICIPAL COMPETITIVE TRUST

The Municipal Competitive Trust (Competitive Trust) was established in 1999 to accumulate and grow, through common investment, a substantial fund to be utilized by the Participants to mitigate the high fixed cost related to Generation Station Vogtle, Unit Nos. 1 and 2 (Vogtle Units 1&2) and the impacts that may result from the deregulation of the electric industry in Georgia. It was initially funded with certain rate stabilization and debt service reserve funds totaling approximately \$441 million and was comprised of the Reserve Funded Debt, Credit Support Operating (no longer being used) and Flexible Operating accounts. The Reserve Funded Debt account is held for the benefit of Project One and the General Resolution Projects.

Participants currently contribute funds into the Flexible Operating, as well as the New Generation and Capacity Funding (see below), accounts on an elective basis. As of December 31, 2023, with nearly all of the Participants participating, the net value of the investments in the Competitive Trust was \$610.5 million. Changes impacting the balance in the Competitive Trust result from investment earnings and additional Participants' contributions, which are offset by scheduled distributions to the Participants.

During 2008 and 2009, several amendments to the terms of the Competitive Trust authorized MEAG Power, on behalf of the Participants executing such amendments, to, among other things, establish the New Generation and Capacity Funding account to permit the Participants to fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by such Participants (including the Vogtle Units 3&4 Projects and Project Entities), as well as funding of capacity purchases proposed by MEAG Power, purchase of additional entitlement shares or obligation shares of existing MEAG Power projects, and for mitigation of certain bulk power supply cost increases.

If not otherwise expended, monies in the Reserve Funded Debt account may be withdrawn on or after December 31, 2025, and monies in the New Generation and Capacity Funding account may be withdrawn after January 1, 2037. An external trustee holds the funds in the Competitive Trust and maintains balances on an individual Participant basis. All Participants have the ability to participate in the Competitive Trust.

The Competitive Trust is not fiduciary in nature and is not considered a fiduciary activity in the context of Governmental Accounting Standards Board (GASB) Statement No. 84, "Fiduciary Activities."

(F) TELECOMMUNICATIONS PROJECT

On September 30, 2022, Georgia Public Web, Inc. (GPW), a Georgia nonprofit corporation, sold its assets to Accelecom Georgia, LLC (Accelecom). GPW was established in 2001 by the 32 Participants that comprised MEAG Power's Telecommunications Project (Telecom Project) to, among other things, achieve economies of scale and serve the telecommunications needs of its members.

MEAG Power sold certain telecommunications assets to and entered into a Master Agreement with Accelecom providing indefeasible rights to use optical fibers in MEAG Power cables. MEAG Power continues to provide maintenance and repair for certain portions of the MEAG Power system used by Accelecom. MEAG Power closed the Telecom Project's accounts during first quarter 2024 and will return any remaining funds to the applicable Participants during second quarter 2024. MEAG Power's contracts with its Participants relating to the Telecom Project remain in effect in order that any future costs incurred in connection therewith will be passed on to such Participants.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

(A) BASIS OF ACCOUNTING

The electric utility accounts of MEAG Power are maintained substantially in accordance with the Uniform System of Accounts of the Federal Energy Regulatory Commission (FERC), as provided by the Power Sales Contracts with the Participants. Telecom Project accounts were maintained substantially in accordance with the Uniform System of Accounts of the Federal Communications Commission until these accounts were closed (see Note 1, section (F), "Telecommunications Project"). All such accounts are in conformity with accounting principles generally accepted in the United States (GAAP). MEAG Power's financial statements are maintained on an accrual basis in accordance with GAAP issued by GASB applicable to governmental entities that use proprietary fund accounting.

MEAG Power's Board (the Board) has authority for establishing rates billed to the Participants each year as part of the Annual System Budget approval process. Accounting guidance under GASB Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements" (Statement 62), permits an entity with cost-based rates to defer certain costs or income that would otherwise be recognized when incurred to the extent that the rate-regulated entity is recovering or expects to recover such amounts in its billings. As discussed in "Net Costs to Be Recovered and Deferred Inflows of Resources," section (D) of this Note (Note 2 (D)), differences between amounts billed and expenses determined in accordance with GAAP (Timing Differences) are charged or credited to net costs to be recovered from Participants or deferred inflows of resources.

Interproject receivables and payables have been eliminated from MEAG Power's consolidated financial statements. Certain transfers related to the Project Entities and DOE Guaranteed Loans, as discussed in Note 1(D) have been eliminated from the balances of the Vogtle Units 3&4 Projects and Project Entities.

The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the consolidated financial statements and the related disclosures in these Notes. Actual results could differ from those estimates.

(B) STATEMENT OF CASH FLOWS

In accordance with GASB Statement No. 34, "Basic Financial Statements — and Management's Discussion and Analysis — for State and Local Governments" (Statement 34), the Consolidated Statement of Cash Flows (Statement of Cash Flows) is presented using the direct method. For reporting cash flows, highly liquid investments purchased with a maturity of three months or less are considered to be cash equivalents except for securities lending investments, as discussed in the "Securities Lending" section of Note 4, "Special Funds and Supplemental Power Account" (Note 4). For the years ended December 31, 2023 and 2022, cash and cash equivalents totaled \$952.2 million and \$782.0 million, respectively. Amounts presented in the Statement of Cash Flows for property additions are net of changes in the related liability accounts payable. For the years ended December 31, 2023 and 2022, such changes were \$0.8 million and \$(9.3) million, respectively.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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(C) REVENUES

Participant

Wholesale electric sales to the Participants are recorded as Participant revenues on an accrual basis. Billings to the Participants for delivered energy are designed to recover certain costs, as defined by the bond resolutions and Power Sales Contracts, and principally include current operating costs, scheduled debt principal and interest payments, and deposits in certain funds. Billings to Participants of Project One, the General Resolution Projects, the CC Project, as well as Project M and the Project M Entity, accounted for 78.9% and 89.5% of total revenues for the years ended December 31, 2023 and 2022, respectively. Three Participants collectively accounted for approximately 21% and 18% of Participant revenues in 2023 and 2022, respectively, with one Participant accounting for 8.6% of these revenues in 2023 and 6.5% in 2022.

Year-End Settlement

In accordance with the Power Sales Contracts and Telecom Project contracts, MEAG Power performs a year-end settlement process to determine if the aggregate amount of revenues received from the Participants and Telecom Project participants to provide recovery of costs incurred were in the proper amount. Any excess or deficit amounts resulting in adjustment of billings are refunded to or collected from the Participants and Telecom Project participants in the following year. For the years ended December 31, 2023 and 2022, the excess revenues received and included in accounts payable on MEAG Power's Balance Sheet were as follows (in thousands):

Year-end Settlement	2023	2022
Project One	\$21,044	\$11,874
General Resolution Projects	(3,481)	3,625
CC Project	3,881	6,632
Vogle Units 3&4 Projects and Project Entities	12,886	(149)
Telecom Project	19	(19)
Total	\$34,349	\$21,963

Refunds for 2023 excess revenues will be processed beginning in the First Quarter of 2024.

Other Revenues

Sales to other utilities and power marketers, which are also recorded on an accrual basis, comprise other revenues. Such sales are primarily to The Energy Authority (TEA), as discussed in Note 6, "Investment in Alliance," and GPC, as discussed in section (G) of this Note, "Generation and Transmission Facilities — Jointly Owned Generation Facilities," as well as "— Pseudo Scheduling and Services Agreement." Billings for Project J's and Project P's debt service collections, and Unit 3's operating expenses for Project J, Project P, the Project J Entity and the Project P Entity are also included in other revenues.

(D) NET COSTS TO BE RECOVERED AND DEFERRED INFLOWS OF RESOURCES

Timing Differences are charged or credited to net costs to be recovered from Participants in other non-current assets or deferred inflows of resources on the Balance Sheet. Depreciation and certain debt service billings are examples of such Timing Differences. All costs are billed to the Participants over the period of the applicable contracts. Certain investment income represents earnings on funds not subject to year-end adjustment of billings.

As discussed in Note 2, section (G) "— Coal Generating Facilities" (Note 2 (G)), retirement and decertification of Generation Station Wansley occurred on August 31, 2022. MEAG Power recorded a regulatory asset for these assets and will amortize the remaining net book values of the units and any remaining unusable materials, supplies and inventories upon retirement over the remaining period of the principal of the debt outstanding associated with such facilities through 2043. As of December 31, 2023, the remaining net book value of this regulatory asset, included in "Other, net" in the table below, is \$148.4 million.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

At December 31, 2023 and 2022, net costs to be recovered from Participants and deferred inflows of resources consisted of the following (in thousands):

NET COSTS TO BE RECOVERED FROM PARTICIPANTS

December 31, 2023	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Timing Differences	\$ —	\$ —	\$ —	\$(379,476)	\$ —	\$ —	\$(379,476)
Regulatory assets:							
Capitalized interest	12,020	2,093	—	662,344	—	—	676,457
Other, net	103,600	49,495	—	—	—	—	153,095
Asset retirement obligation	—	—	—	438	—	—	438
Vogle Units 3&4 Projects and Project Entities net non-operating expense	—	—	—	392,733	—	—	392,733
Other, net	—	—	—	820	—	—	820
Total net costs to be recovered from Participants	\$115,620	\$51,588	\$ —	\$ 676,859	\$ —	\$ —	\$ 844,067

December 31, 2022	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Timing Differences	\$ —	\$ —	\$ —	\$(300,032)	\$ —	\$ —	\$(300,032)
Regulatory assets:							
Capitalized interest	12,896	1,471	—	452,988	—	—	467,355
Generation Station Wansley	100,512	50,257	—	—	—	—	150,769
Vogle Units 3&4 Projects and Project Entities net non-operating expense	—	—	—	456,116	—	—	456,116
Other, net	—	—	—	807	—	—	807
Total net costs to be recovered from Participants	\$113,408	\$51,728	\$ —	\$ 609,879	\$ —	\$ —	\$ 775,015

DEFERRED INFLOWS OF RESOURCES

December 31, 2023	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Timing Differences	\$449,950	\$376,434	\$148,677	\$ —	\$ —	\$ 830	\$ 975,891
Certain investment income	360,978	65,259	17,086	—	—	179	443,502
Asset retirement obligations	(1,106)	(26,517)	—	—	—	—	(27,623)
Other, net	(7,204)	4,656	9,783	6,705	—	(589)	13,351
Total deferred inflows of resources	\$802,618	\$419,832	\$175,546	\$6,705	\$ —	\$ 420	\$1,405,121

December 31, 2022	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Timing Differences	\$391,718	\$376,841	\$137,579	\$ —	\$ —	\$ 830	\$ 906,968
Certain investment income	354,189	64,396	15,924	—	—	179	434,688
Asset retirement obligations	(28,024)	(27,100)	—	—	—	—	(55,124)
Other, net	(4,121)	4,572	5,032	1,218	—	(589)	6,112
Total deferred inflows of resources	\$713,762	\$418,709	\$158,535	\$1,218	\$ —	\$ 420	\$1,292,644

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

(E) PROPERTY, PLANT AND EQUIPMENT

The cost of PP&E includes both direct and overhead costs, capitalized interest and the cost of major property replacements. Costs are recorded in construction work in progress (CWIP) and capitalized as a generating unit or other PP&E asset is placed in service; hence, most of the PP&E additions are transfers from CWIP. Repairs and replacement of minor items of property are charged to maintenance expense. When property subject to depreciation is retired or otherwise disposed of in the normal course of business, its cost, together with the cost of removal less salvage, is

charged to accumulated depreciation, with no gain or loss recorded. Note 3, "Property, Plant and Equipment" (Note 3) includes additional PP&E information.

Interest on amounts borrowed to finance construction of MEAG Power's projects is capitalized and included in net costs to be recovered from Participants and also recorded as a reduction to net non-operating expense. Included in MEAG Power's Consolidated Statement of Net Revenues (Statement of Net Revenues) for the years ended December 31, 2023 and 2022, respectively, was total interest expense of \$467.7 million and \$412.7 million, of which \$214.2 million and \$229.5 million was capitalized.

(F) DEPRECIATION

Depreciation of generating units or other PP&E, as applicable, is computed using the straight-line composite method over their expected life. Annual depreciation provisions, expressed as a percentage of average depreciable property, are shown below as of both December 31, 2023 and 2022 as applicable for Project One, the General Resolution Projects, the CC Project and Vogtle Unit 3. The composite electric utility depreciation rates for generating units, transmission and distribution plant are based on engineering studies updated periodically, the most recent study being available for use by MEAG Power beginning in 2020. Depreciation expense for the PP&E components shown below, totaled \$129.9 million and \$112.8 million for the years ended December 31, 2023 and 2022, respectively, and is included in depreciation and amortization in the Statement of Net Revenues. Accumulated depreciation information is included in Note 3.

Generating Unit	Fuel	Rate	Other Property, Plant and Equipment	Rate
Hatch	Nuclear	3.05%	Transmission Plant	2.20%
Scherer	Coal	2.48%	Distribution Plant	2.70%
Vogtle Units 1&2	Nuclear	1.65%	General/Other Plant	2.5%-33.0%
Vogtle Unit 3	Nuclear	1.67%		
CC Facility	Natural gas	2.92%		

(G) GENERATION AND TRANSMISSION FACILITIES

Jointly Owned Generation Facilities

At December 31, 2023, MEAG Power's ownership percentages, or the Project Entities' aggregate ownership percentage pertaining to Vogtle Unit 3, in jointly owned generation facilities in service were as follows:

Facility	Ownership Percent			
	Project One	General Resolution Projects	Vogtle Units 3&4 Projects and Project Entities	Total Ownership
Hatch Units 1&2	17.7%	—	—	17.7%
Scherer Units 1&2	10.0%	20.2%	—	30.2%
Vogtle Units 1&2	17.7%	5.0%	—	22.7%
Vogtle Unit 3	—	—	22.7%	22.7%

MEAG Power (or the Project Entities, in the case of Unit 3), GPC, OPC and Dalton (collectively, the Joint- Owners) jointly own the facilities. GPC has contracted to operate and maintain the jointly owned facilities as agent for the respective Joint-Owners. MEAG Power's proportionate share of generating unit operating expenses is included in the corresponding operating expense items in the accompanying Statement of Net Revenues.

MEAG Power and GPC are parties to agreements governing the ownership and operation of electric generating and transmission facilities. GPC is agent for the operation of the generating and transmission facilities. In addition, there is a long-term agreement that provides for the sale by MEAG Power to GPC of a portion of the output of Vogtle Units 1&2. Sales to GPC pursuant to this agreement, included in other revenues, were \$5.9 million in 2023 and \$6.8 million in 2022 for Project One, and \$1.7 million in 2023 and \$1.9 million in 2022 for the General Resolution Projects.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Nuclear Generating Facilities

MEAG Power's nuclear generating facilities consist of its 17.7% ownership in Generation Station Hatch, Unit Nos. 1 and 2 (Hatch Units 1&2), its 22.7% ownership in Vogtle Units 1&2 and through the Project Entities, its 22.7% ownership in Unit 3. As discussed in Note 1 (D), Unit 4 entered commercial operation on April 29, 2024. Southern Nuclear Operating Company, Inc. (Southern Nuclear), as agent for GPC, is the operator of the nuclear units.

Under contracts GPC has with the DOE for Hatch Units 1&2 and Vogtle Units 1&2, permanent disposal of spent nuclear fuel was to begin in 1998. This has not occurred, and GPC has pursued, and continues to pursue, legal remedies against the U.S. government for its partial breach of contract.

In prior years, GPC filed lawsuits against the U.S. government in the U.S. Court of Federal Claims (the Federal Claims Court) for the costs of continuing to store spent nuclear fuel at Hatch Units 1&2 and Vogtle Units 1&2 for the period January 1, 2011 through December 31, 2019. In 2019, the Federal Claims Court granted GPC's motion for summary judgment on damages not disputed by the U.S. government, awarding those undisputed damages to GPC. However, those undisputed damages are not collectible, and MEAG Power's share of such awards will not be recognized in its financial statements until the Federal Claims Court enters final judgment on the remaining damages.

Damages will continue to accumulate until the issue is resolved, the U.S. government disposes of GPC's spent nuclear fuel pursuant to its contractual obligations, or alternative storage is otherwise provided. No amounts have been recognized in MEAG Power's financial statements as of December 31, 2023, for any potential recoveries from any of these additional lawsuits, and the final outcome of these matters cannot be determined at this time. MEAG Power previously received its share of awards by the Federal Claims Court for spent nuclear fuel damages for the years 1998 through 2010.

Interim storage of spent fuel in an on-site dry storage facility began in 2000 at Hatch Units 1&2 and in 2013 at Vogtle Units 1&2. With the commercial operation of Unit 3 and Unit 4, long term storage of spent fuel will need to be addressed for these units. Construction of additional on-site storage facilities is anticipated in order to address this need. These facilities can be expanded to accommodate spent fuel throughout the life of the generating units.

The NRC has broad authority under federal law to impose licensing and safety-related requirements for the operation of nuclear generation facilities. In the event of non-compliance with NRC licensing and safety-related requirements, the NRC has the authority to impose fines and/or shut down any unit, depending upon its assessment of the severity of the situation, until compliance is achieved. NRC orders or regulations related to increased security measures and any future safety requirements promulgated by the NRC could require MEAG Power to make substantial operating and capital expenditures at the nuclear units. In addition, although GPC advises MEAG Power that it has no reason to anticipate a serious nuclear incident at the nuclear units, if an incident were to occur, it could result in substantial costs to MEAG Power. A major incident at a nuclear facility anywhere in the world could cause the NRC to limit or prohibit the operation or licensing

of any domestic nuclear unit that could result in substantial costs. Moreover, a major incident at any nuclear facility in the United States could require MEAG Power to make material contributory payments.

In addition, potential terrorist threats and increased public scrutiny of utilities could result in increased nuclear licensing or compliance costs that are difficult to predict.

For information regarding nuclear insurance and the long-term nuclear fuel commitments of MEAG Power and the Project Entities, see the "Nuclear Insurance" and "Fuel" sections of Note 8, "Commitments and Contingencies" (Note 8).

Coal Generating Facilities

MEAG Power's coal generating facilities consist of its 30.2% ownership in Generation Station Scherer Units 1&2 (Scherer Units 1&2) and related common facilities. For information regarding MEAG Power's long-term coal commitments, see the "Fuel" section of Note 8.

Decertification and retirement of the coal-fired units of Wansley Units 1&2 and the Wansley Combustion Turbine Unit 5A (Generation Station Wansley) occurred on August 31, 2022 (Unit No. 5A was oil-fired). The operation of MEAG Power's natural gas-fired combined cycle unit located at Generation Station Wansley was unaffected by the retirement of these units. MEAG Power's 15.1% ownership interest in these coal- and oil-fired units aggregated 268.8 MW of capacity. As discussed in "Net Costs to be Recovered and Deferred Inflows of Resources," section (D) of this Note, MEAG Power recorded a regulatory asset for these assets and will amortize the remaining net book values of the units and any remaining unusable materials, supplies and inventories upon retirement over the remaining period of the principal of the debt outstanding associated with such facilities through 2043. The debt outstanding with respect to MEAG Power's interest in the units is \$76.2 million, and the net book value of the regulatory asset is \$148.4 million as of December 31, 2023.

Natural Gas Generating Facilities

As discussed in Note 1, section (C), "Combined Cycle Project," MEAG Power wholly owns the CC Facility within the CC Project. MEAG Power has contracted with North American Energy Services Corporation (NAES) to perform the operation and maintenance of the CC Facility. The agreement provides for a three-year automatic renewal, unless a 90-day notice is provided by either party, with the next scheduled renewal being October 2024. MEAG Power has contracted with Mechanical Dynamics & Analysis, formerly PW Power Systems, for long-term parts and outage services for the CC Facility. The term of the contract is based on the operations of the unit and estimated to be in place through 2030.

Transmission Facilities

MEAG Power; GPC; Georgia Transmission Corporation, a not-for-profit cooperative transmission provider to 38 electric distribution cooperatives in Georgia; and Dalton each own transmission system facilities, which together comprise a statewide ITS. MEAG Power and the other owners of those facilities may make use of the majority of such facilities

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

included in the ITS, regardless of ownership, in serving its customers. Bulk power supply is furnished by MEAG Power to the Participants through the ITS. MEAG Power's ITS facilities are included in Project One.

MEAG Power and GPC entered into a Second Revised and Restated Integrated Transmission System Operation Agreement (the ITS Operation Agreement), effective March 23, 2017, which appointed GPC as agent for the management and operation of MEAG Power's transmission system facilities. The revisions to the ITS Operation Agreement specified: (a) an initial term through December 31, 2017, with automatic two-year renewals thereafter, with the current renewal term extending through December 31, 2025; (b) GPC's supporting compliance role for MEAG Power regarding (i) certain mandatory federal reliability standards and (ii) filing requirements of SERC Reliability Corporation (SERC) and the North American Electric Reliability Corporation (NERC) regarding Coordinated Functional Registration (CFR) agreements; (c) provisions to update certain sections of the Operation Agreement (and associated CFR agreements, as applicable) as NERC standards change; and (d) certain other legal provisions. With these revisions, GPC, as agent for MEAG Power, is responsible for compliance with the majority of mandatory federal reliability standards under FERC Order No. 693 "Mandatory Reliability Standards for the Bulk-Power System" (NERC Operations and Planning Standards or NERC O&P) and FERC Order No. 706, "Mandatory Reliability Standards for Critical Infrastructure Protection" (NERC Critical Infrastructure Protection (CIP) Standards or NERC CIP). Under these revisions, GPC also assumes the associated monetary penalty risk associated with non-compliance for these mandatory federal reliability standards that control how the transmission systems are operated and maintained, with reliability being the primary focus. Neither MEAG Power nor GPC has given the required 24 months' prior notice of cancellation for the ITS Operation Agreement.

The mandatory federal reliability standards are determined by FERC and generally enforced by NERC. There are smaller regional compliance organizations such as SERC that help facilitate compliance with these standards, or some related standards, that reflect the regional differences that are common practice in maintaining reliability among the companies in the geographic footprint of the regional compliance organization. MEAG Power's compliance with NERC O&P and NERC CIP is discussed in the "Legislative and Regulatory Issues" section of Note 8.

The Integrated Transmission System Maintenance Agreement, pursuant to which GPC maintains MEAG Power's transmission system facilities, has been effective since January 1, 2000 and has renewed annually since 2002, with the current renewal term extending through December 31, 2024. Neither party has given the required 12 months' prior notice of cancellation.

In 2006, the owners of the ITS exchanged written commitments whereby each owner agreed to waive and not to exercise its right under its respective ITS Agreement (Agreement) to terminate the Agreement on any date prior to December 31, 2027. In accordance with the five-year notice requirement in the Agreement, an owner may provide written notice terminating its respective Agreement no earlier than

five years from such notice date. These written commitments do not have the effect of modifying, superseding or terminating any Agreement.

Southeastern Power Administration

Forty-three of the Participants have contracts with the Southeastern Power Administration (SEPA) under which they are entitled to receive capacity and energy allocations of hydro-electric generation. Each contract remains in effect until a termination notice is given by either the Participant (with 25 months' notice) or SEPA (with 24 months' notice). The aggregate amount of capacity and associated energy received by the Participants under the SEPA contracts as of December 31, 2023 was 398 MWs.

Pseudo Scheduling and Services Agreement

MEAG Power and GPC are parties to a Pseudo Scheduling and Services Agreement (PSSA) that addresses unit scheduling and dispatch and system services required for MEAG Power to manage its resources and effectuate off-system sales and purchases within The Southern Company's (Southern Company) (parent company of GPC) system. Under this agreement, MEAG Power's schedule for the output from Scherer Units 1&2 may differ from the actual output of its ownership share and will result in sales to or purchases from GPC to reconcile the difference. During the years ended December 31, 2023 and 2022, sales and purchases with GPC under this agreement were (in thousands):

PSSA	2023	2022
Sales	\$2,838	\$ 6,857
Purchases	\$8,635	\$15,686

(H) ASSET RETIREMENT OBLIGATIONS AND DECOMMISSIONING

Asset retirement obligations (ARO) are calculated at the present value of a long-lived asset's applicable disposal costs and are recorded in the period in which the liability is incurred. This liability is accreted during the remaining life of the associated assets and adjusted periodically based upon updated estimates to reflect current assumptions regarding the retirement of the applicable PP&E.

The recognition of ARO is driven primarily by decommissioning costs associated with the nuclear units, as well as costs associated with plans to close ash ponds related to Scherer Units 1&2 in response to the final coal combustion residuals (CCR) and the effluent limitations guidelines (ELG) regulations (see the "Environmental Regulations" section of Note 8). The most recent estimates pertaining to decommissioning costs were completed in 2021 for Hatch 1&2 and Vogtle 1&2, and 2020 for Vogtle 3&4. Additional updates pertaining to coal ash ponds were received in 2020.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

In accordance with GASB Statement No. 83, "Certain Asset Retirement Obligations," as a minority owner (less than 50%) of applicable jointly owned generation facilities (see footnote (1) below), MEAG Power uses the measurement produced by the nongovernmental minority owner that has operational responsibility for the generating units (ARO Measurement), to account for its ARO, which is included in non-current liabilities on the Balance Sheet.

MEAG Power's share of the ARO Measurement as of December 31, 2023 and 2022 was as follows (dollars in thousands):

	Total ARO	ARO at MEAG Power's Ownership Percentage ⁽¹⁾
December 31, 2023		
Nuclear	\$3,066,093	\$608,319
Coal ash	1,339,333	202,239
Other	143,404	24,446
Total	\$4,548,830	\$835,004

	Total ARO	ARO at MEAG Power's Ownership Percentage ⁽¹⁾
December 31, 2022		
Nuclear	\$2,713,265	\$532,547
Coal ash	1,520,989	229,669
Other	136,713	23,355
Total	\$4,370,967	\$785,571

(1) MEAG Power's percentage of ARO approximates its ownership percentage of jointly owned common generation facilities, which ranged from 17.7% to 30.2% as of December 31, 2023 and 2022, as shown in "Generation and Transmission Facilities," section (G) of this Note.

Future costs of decommissioning are recognized through the accretion of ARO as part of depreciation expense. Pursuant to NRC guidelines, funds are maintained to hold assets that will be used to pay the future costs to decommission the nuclear units. The Decommissioning Trust funds (Decommissioning

Trust), which are held by a trustee, were established to comply with NRC regulations, which require licensees of nuclear power generating units to provide certain financial assurances that funds will be available when needed for required decommissioning activities.

Under current plans, the nuclear units will be decommissioned over extended periods at estimated costs (Project One, General Resolution Projects' and the Project Entities' portion) as of the year of site-specific studies as follows (dollars in thousands):

	Hatch Units 1&2	Vogtle Units 1&2	Vogtle Units 3&4
Decommissioning period	2034-2075	2047-2079	2063-2086
Estimated future costs (2021 or 2020 dollars) ⁽¹⁾	\$359,725	\$438,542	\$378,691
Amount expensed in 2023	\$ 15,405	\$ 14,398	\$ 1,857
Accumulated provision in external funds	\$318,206	\$311,442	\$ 2,057

(1) Estimated costs based on the year of the most recent cost study, which is 2021 for Hatch 1&2 and Vogtle 1&2, and 2020 for Vogtle Units 3&4.

The NRC extended the operating licenses for Vogtle Units 1&2 for an additional 20 years until 2047 and 2049, respectively. The NRC also extended the operating licenses for Hatch Units 1&2 until 2034 and 2038, respectively. These extensions are factored into the above estimates.

Actual decommissioning costs may vary due to changes in the assumed dates of decommissioning, NRC funding requirements, regulatory requirements, costs of labor and equipment, or other assumptions used in determining the estimates. An estimated Decommissioning Trust earnings rate of 5.2% was used, and an inflation assumption of 3.2% was used for Hatch Units 1&2 and Vogtle Units 1&2 to determine decommissioning-related billings to the Participants for 2024 budget purposes, based on the most recent estimates pertaining to decommissioning costs. For Vogtle Units 3&4, the earnings rate and inflation assumption used for 2024 budget purposes were 5.2% and 2.8%, respectively.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

(I) FUEL COSTS

Fuel stocks, which are stated at average cost, are recorded as inventory when purchased and expensed as burned. Amortization of nuclear fuel is calculated on a units-of-production basis.

Natural gas expense for the CC Project totaled \$72.5 million and \$100.1 million for years ended December 31, 2023 and 2022, respectively. MEAG Power uses fuel-related derivative financial instruments/natural gas hedges to manage specific risks associated with procurement of natural gas for the CC Project. Such strategies are governed by MEAG Power's Fuel Risk Management Policy (the Fuel Risk Management Policy) and primarily include hedging transactions used to manage MEAG Power's natural gas cost.

MEAG Power follows GASB Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments" (Statement 53), which requires changes in the fair value of effective hedging derivative instruments to be recorded as a deferred inflow or outflow. All of MEAG Power's natural gas hedges are considered effective and, as such, the fair value of \$(2.7) million and \$12.8 million as of December 31, 2023 and 2022, respectively, is recorded on the Balance Sheet in materials, supplies and other assets. The (decrease) increase in fair value of (\$15.5) million and \$0.8 million for 2023 and 2022, respectively, is recorded in deferred outflows of resources on the Balance Sheet.

Summary information pertaining to natural gas hedges as of December 31, 2023 and 2022 is as follows (dollars in thousands):

Contract Year	Notional Amount* December 31, 2023	Fair Value December 31, 2023	Latest Maturity Date
2024	7,290,000	\$ (2,763)	Dec 2024
2025	4,210,000	751	Dec 2025
2026	2,060,000	(471)	Dec 2026
2027	620,000	(187)	Oct 2027
2028	260,000	(23)	July 2028
Total	14,440,000	\$ (2,693)	

Contract Year	Notional Amount* December 31, 2022	Fair Value December 31, 2022	Latest Maturity Date
2023	7,910,000	\$ 4,733	Dec 2023
2024	3,280,000	4,623	Dec 2024
2025	2,840,000	3,223	Nov 2025
2026	1,050,000	231	Oct 2026
Total	15,080,000	\$12,810	

* In mmBtus (1 million British Thermal Units).

The above natural gas hedges were entered into between June 2019 and December 2023 with immaterial total cash paid at inception for natural gas hedges outstanding at both December 31, 2023 and 2022. The price index for all of

MEAG Power's natural gas hedges is the New York Mercantile Exchange Natural Gas Futures Contract at Henry Hub (Henry Hub Contract).

MEAG Power's natural gas hedges are with two counterparties that had credit ratings with Fitch Ratings (Fitch), Moody's Investors Service (Moody's) and Standard & Poor's (S&P) at December 31, 2023 and 2022 as follows:

	Counterparty Credit Rating		
	Fitch	Moody's	S&P
December 31, 2023	AA/A	Aa1/A2	A+/BBB+
December 31, 2022	AA/A	Aa1/A2	A+/BBB+

For a discussion of risks pertaining to derivative financial instruments, see "Derivative Financial Instruments," section (K) of this Note.

(J) MATERIALS, SUPPLIES AND OTHER ASSETS

Materials and supplies include the cost of transmission materials and the average cost of generating unit materials, which are charged to inventory when purchased and then expensed or capitalized to plant, as appropriate. Other assets consist primarily of prepaid assets and the fair value of effective natural gas hedging instruments.

(K) DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments used in the management of interest rate exposure through swap transactions are governed by MEAG Power's Asset/Liability Management Policy (ALCO Policy), as authorized by the Asset/Liability Committee of the Board. As discussed in the "Fuel Costs" section (I) of this Note, MEAG Power also uses natural gas hedges to manage specific risks associated with procurement of natural gas for the CC Project, in accordance with the Fuel Risk Management Policy. Such swap transactions and natural gas hedges are accounted for, as applicable, in accordance with Statement 53 or GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools" (Statement 31). These derivative instruments are not held or issued for trading purposes, and MEAG Power management has designated the swaps and hedges as hedge instruments. Under Statement 53, the swap agreements and natural gas hedges are marked-to-market monthly with the offset included in deferred outflows of resources. If the instrument is terminated before the end of the agreement's term, any gain or loss is amortized over a period consistent with the underlying liability.

Information about natural gas hedges and interest rate swap agreements outstanding as of December 31, 2023 and 2022 is included in the "Fuel Costs" section (I) of this Note and the "Other Financing Transactions" section of Note 5, respectively.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

As a result of using derivative financial instruments, MEAG Power is subject to the following risks:

Credit Risk

MEAG Power is exposed to credit risk on all interest rate swaps and all natural gas hedges, with the largest potential for risk on swaps and hedges that are in a significant asset position and to a lesser extent through the possibility of non-performance under the swap by the counterparty. In order to minimize this risk, the ALCO Policy, which governs interest rate swaps, and the Fuel Risk Management Policy, which governs natural gas hedges, restrict potential counterparties to major financial institutions with either high investment-grade credit ratings or agreements to collateralize their net positions. In addition, the ALCO Policy and the individual agreements with the natural gas hedging counterparties limit the amount of exposure to the counterparty to certain amounts that decrease as the counterparty's credit rating decreases.

Finally, MEAG Power requires each counterparty to post collateral based on the exposure of the swap or hedge. The three outstanding interest rate swaps were in the counterparty's favor in a liability position as of December 31, 2023, thereby minimizing the credit risk to MEAG Power. The value of natural gas hedges in MEAG Power's favor totaled \$2.2 million. MEAG Power did not require collateral as of December 31, 2023 against the value of the natural gas hedges.

Interest Rate Risk

MEAG Power is exposed to various interest rate risks on the variable-rate portion of its debt portfolio and utilizes interest rate swaps to help mitigate them. In accordance with the ALCO Policy, MEAG Power may either hedge specific bonds by synthetically converting them to a fixed rate of interest or hedge a portion of the overall debt portfolio for a specific period of time. Under the terms of each interest rate swap, MEAG Power pays a fixed rate of interest and receives a floating-rate payment that is based on an index. If interest rates rise, the amount of interest MEAG Power would pay on its variable-rate debt would rise. However, the higher payments made on its variable-rate debt should be offset by higher payments received on its interest rate swaps, thereby reducing MEAG Power's interest rate risk.

Basis Risk

Basis risk occurs when the floating rates on the interest rate swaps and the variable-rate bonds do not match exactly. When investors demand an interest rate on MEAG Power's variable-rate debt that is higher or lower than the variable-rate index used to calculate the payments on the swap, the payments may not offset completely. This mismatch in payments may be a benefit or detriment to MEAG Power.

MEAG Power is also exposed to basis risk between the natural gas hedges, which settle against the Henry Hub Contract, and the hedged gas deliveries, which are typically daily spot purchases in Transcontinental Gas Pipeline Company, LLC's zone 3 or zone 4. However, the prices at each of these pricing points are highly correlated and generally very close; therefore, MEAG Power's basis risk for its natural gas hedges is not substantial.

Termination Risk

Either party to an interest rate swap or a natural gas hedge may terminate the transaction for a variety of reasons, based upon the terms of the contract. MEAG Power would be exposed to additional interest rate risk or natural gas price volatility if the counterparty to a swap or hedge transaction defaults or if the swap or hedge is terminated. If the swap or natural gas hedge is a liability to MEAG Power at the time of termination, the counterparty would be due a payment from MEAG Power equal to the liability as specified in the International Swaps and Derivatives Association Agreement. An asset position in the swap or hedge at the time of termination would generate a payment to MEAG Power from the counterparty.

Rollover Risk

The interest rate swaps that are used to hedge a portion of the overall variable-rate debt portfolio may terminate prior to the maturity of the bonds they hedge. Therefore, MEAG Power may be exposed to rollover risk as these swaps terminate.

Market-Access Risk

MEAG Power is exposed to market-access risk on future bond or swap transactions and natural gas hedges if market conditions deteriorate in the future.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

(L) FAIR VALUE MEASUREMENTS

Fair value is defined in GASB Statement No. 72, "Fair Value Measurement and Application" (Statement 72) as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is a market-based measurement for a particular asset or liability based on assumptions that market participants would use in pricing the asset or liability.

Such assumptions maximize the use of relevant observable inputs and minimize the use of unobservable inputs. MEAG Power holds investments and derivative financial instruments that are measured at fair value on a recurring basis. Because investing is not a core part of MEAG Power's mission, MEAG Power determines that the disclosures related to these investments only need to be disaggregated by major type. MEAG Power chooses a tabular format for the fair value disclosures. MEAG Power categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset or liability, as follows:

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that MEAG Power can access at the measurement date.
- Level 2 inputs are inputs — other than quoted prices included within Level 1 — that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

Investments

Level 1 investments are valued using prices quoted in active markets for identical assets. Investments classified in Level 2 of the fair value hierarchy are valued using comparative observable input market data, including, but not limited to: benchmark yields or yield curves; historic sector, security or issuer relative pricing; observed or reported trades of like assets; broker dealer quotes; or quantitative pricing models using any or all of these market data. Money market mutual funds are recorded at amortized cost in accordance with Statement 31. For additional information pertaining to MEAG Power's investments, see Note 4.

Interest Rate Swaps

MEAG Power's interest rate swap agreements are valued using observable market interest rates, implied volatilities and credit spreads, which places them at Level 2 in the fair value hierarchy. For additional information pertaining to MEAG Power's interest rate swap agreements, see the "Other Financing Transactions" section of Note 5.

Natural Gas Hedges

MEAG Power's natural gas hedges consist of over-the-counter swaps, call options and put options. These hedges are valued using price quotes for identical assets or liabilities in active markets, which places them at Level 1 in the fair value hierarchy. For additional information pertaining to MEAG Power's natural gas hedges, see the "Fuel Costs" section (I) of this Note.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

MEAG Power's fair value measurements and their levels within the fair value hierarchy as of December 31, 2023 and 2022 were as follows (in thousands):

December 31, 2023	Total	Level 1	Level 2	Level 3
<i>Investments by fair value level:</i>				
U.S. Treasury securities	\$ 326,407	\$326,407	\$ —	\$ —
U.S. government agency and agency-backed securities	909,785	—	909,785	—
Asset-backed securities	19,762	—	19,762	—
Corporate notes	163,234	—	163,234	—
Commercial mortgage-backed securities	4,469	—	4,469	—
Municipal bonds	22,190	—	22,190	—
Total investments by fair value level	1,445,847	\$326,407	\$1,119,440	\$ —
<i>Investments measured at the net asset value (NAV):</i>				
Common equity investment trusts	195,634			
<i>Investments measured at cost:</i>				
Money market mutual funds	902,687			
Cash/Other	50,662			
Total investments measured at cost	953,349			
Total special funds, supplemental power account and securities lending collateral	\$2,594,830			
<i>Derivative financial instruments:</i>				
Interest rate swaps	\$ (27,777)	\$ —	\$ (27,777)	\$ —
Natural gas hedges	(2,693)	(2,693)	—	—
Total derivative financial instruments	\$ (30,470)	\$ (2,693)	\$ (27,777)	\$ —
December 31, 2022	Total	Level 1	Level 2	Level 3
<i>Investments by fair value level:</i>				
U.S. Treasury securities	\$ 595,506	\$595,506	\$ —	\$ —
U.S. government agency and agency-backed securities	780,071	—	780,071	—
Corporate notes	143,213	—	143,213	—
Municipal bonds	18,832	—	18,832	—
Total investments by fair value level	1,537,622	\$595,506	\$942,116	\$ —
<i>Investments measured at the NAV:</i>				
Common equity investment trusts	165,977			
<i>Investments measured at cost:</i>				
Money market mutual funds	673,169			
Cash/Other	3,638			
Total investments measured at cost	676,807			
Total special funds, supplemental power account and securities lending collateral	\$2,380,406			
<i>Derivative financial instruments:</i>				
Interest rate swaps	\$ (19,823)	\$ —	\$ (19,823)	\$ —
Natural gas hedges	12,810	12,810	—	—
Total derivative financial instruments	\$ (7,013)	\$ 12,810	\$ (19,823)	\$ —

The valuation method for investments measured at NAV per share (or its equivalent) is presented in the following table (dollars in thousands):

Common Equity Investment Trusts Measured at NAV	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
December 31, 2023	\$ 195,634	\$ —	Daily, monthly	1–30 days
December 31, 2022	\$ 165,977	\$ —	Daily, monthly	1–30 days

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

(M) ENTERPRISE RISK MANAGEMENT

The Board has established an Enterprise Risk Management (ERM) program through the approval of an ERM Policy. The ERM Policy governs the ERM program, which consists of a Board-level Risk Management and Audit Committee (RMAC), an Executive Enterprise Risk Management Committee (EERMC) and personnel dedicated to the day-to-day execution of ERM activities. The ERM function is responsible for assessing risk throughout the organization and working with the RMAC and EERMC to monitor and mitigate material risks identified through the risk-assessment process.

(N) RECENT ACCOUNTING PRONOUNCEMENTS

In March 2020, GASB issued Statement No. 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements" (Statement 94). The objective of Statement 94 is to better meet the information needs of financial statements users by improving the comparability of financial statements among governments that enter into public-private and public-public partnerships and availability payment arrangements. Statement 94 was effective for MEAG Power beginning in 2023, and it did not impact MEAG Power's financial statements.

In May 2020, GASB issued Statement No. 96, "Subscription-Based Information Technology Arrangements" (Statement 96). The objective of Statement 96 is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements for government end users. Statement 96 was effective for MEAG Power beginning in 2023, and it did not impact MEAG Power's financial statements.

In April 2022, GASB issued Statement No. 99 "Omnibus 2022" (Statement 99). The objectives of Statement 99 are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature

by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of Statement 99 effective through 2023 did not have a material impact on MEAG Power's financial statements. MEAG Power does not anticipate the remaining requirements of Statement 99, effective beginning in 2024, to have a material impact on its financial statements.

In June 2022, GASB issued Statement No. 100, "Accounting Changes and Error Corrections — an Amendment of GASB Statement No. 62" (Statement 100). The primary objective of Statement 100 is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability. Statement 100 is effective for MEAG Power beginning in 2024. The impact on MEAG Power's financial statements has not been determined.

In June 2022, GASB issued Statement No. 101, "Compensated Absences" (Statement 101). The objective of Statement 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Statement 101 is effective for MEAG Power beginning in 2024, and no impact to MEAG Power's financial statements is expected.

In December 2023, GASB issued Statement No. 102, "Certain Risk Disclosures" (Statement 102). The objective of Statement 102 is to provide users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. Statement 102 is effective for MEAG Power beginning in 2025. The impact to MEAG Power's financial statements has not been determined.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

3. PROPERTY, PLANT AND EQUIPMENT

PP&E activity for the years ended December 31, 2023 and 2022 is shown (in thousands) in the following table. Land is included in the electric component at a non-depreciable cost basis of \$45.2 million and \$44.7 million as of December 31, 2023 and 2022, respectively. In 2023, capital additions totaled \$503.9 million, primarily pertaining to completion of site construction on Unit 3 followed by testing and declaration of commercial operation and continued site construction within the nuclear island, turbine building, and balance of plant areas on Unit 4. In-service additions pertaining to transmission and other generating units were also a factor.

Property, Plant and Equipment	As of December 31, 2021	Increases	Decreases	As of December 31, 2022	Increases	Decreases	As of December 31, 2023
Project One							
Electric utility plant in service	\$3,524,816	\$ 65,229	\$(128,790)	\$3,461,255	\$ 107,388	\$ (22,374)	\$3,546,269
Less accumulated depreciation	(1,957,174)	21,606	15,731	(1,919,837)	(70,423)	22,374	(1,967,886)
Electric utility depreciable plant, net	1,567,642	86,835	(113,059)	1,541,418	36,965	—	1,578,383
CWIP	181,863	(5,584)	(54,656)	121,623	169,475	(113,337)	177,761
Nuclear fuel, net	142,735	—	(5,191)	137,544	—	(547)	136,997
Total Project One	1,892,240	81,251	(172,906)	1,800,585	206,440	(113,884)	1,893,141
General Resolution Projects							
Electric utility plant in service	1,248,150	(21,528)	(62,487)	1,164,135	30,684	(5,577)	1,189,242
Less accumulated depreciation	(660,262)	27,427	4,425	(628,410)	(29,433)	5,577	(652,266)
Electric utility depreciable plant, net	587,888	5,899	(58,062)	535,725	1,251	—	536,976
CWIP	51,887	(38,106)	22,701	36,482	12,407	(31,494)	17,395
Nuclear fuel, net	20,428	—	(2,625)	17,803	419	—	18,222
Total General Resolution Projects	660,203	(32,207)	(37,986)	590,010	14,077	(31,494)	572,593
Combined Cycle Project							
Electric utility plant in service	332,860	1	—	332,861	598	—	333,459
Less accumulated depreciation	(164,602)	(9,115)	—	(173,717)	(9,114)	—	(182,831)
Electric utility depreciable plant, net	168,258	(9,114)	—	159,144	(8,516)	—	150,628
CWIP	7,785	4,304	—	12,089	(2,429)	—	9,660
Total Combined Cycle Project	176,043	(4,810)	—	171,233	(10,945)	—	160,288
Vogtle Units 3&4 Projects and Project Entities							
Electric utility plant in service	—	—	—	—	2,757,437	—	2,757,437
Less accumulated depreciation	—	—	—	—	(16,018)	—	(16,018)
Electric utility depreciable plant, net	—	—	—	—	2,741,419	—	2,741,419
CWIP	5,187,183	444,371	—	5,631,554	248,182	(2,749,304)	3,130,432
Nuclear fuel, net	126,254	7,094	—	133,348	—	(6,909)	126,439
Total Vogtle Units 3&4 Projects and Project Entities	5,313,437	451,465	—	5,764,902	2,989,601	(2,756,213)	5,998,290
Telecom Project							
Telecommunications plant in service	28,871	—	(28,871)	—	—	—	—
Less accumulated depreciation	(26,621)	—	26,621	—	—	—	—
Total Telecom Project	2,250	—	(2,250)	—	—	—	—
Total property, plant and equipment, net	\$8,044,173	\$495,699	\$(213,142)	\$8,326,730	\$3,199,173	\$(2,901,591)	\$8,624,312

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

4. SPECIAL FUNDS AND SUPPLEMENTAL POWER ACCOUNT

Investments

The ALCO Policy governs permitted investments, which include direct obligations of the U.S. government, certain government agency and mortgage-backed securities, general and special obligations of states, certain Georgia political subdivision and public authority obligations, certain federal agency discount notes and money market mutual funds that are permissible securities, as well as repurchase and reverse repurchase agreements collateralized by permissible securities. In the Project Entities, the ALCO Policy also permits direct obligations of the U.S. government, as well as certain government agency bonds, discount notes and money market mutual funds. In the Decommissioning Trust, in addition to these same categories of investments, the ALCO Policy permits common- equity investment trusts, asset-backed securities, CP, and corporate and municipal bonds, as well as other debt obligations and certificates of deposit. Based on these guidelines, special funds, the supplemental power account and securities lending investments (discussed below) are considered restricted assets as defined by Statement 34.

All of MEAG Power's investments are recorded and carried at fair value except for money market mutual funds, which are recorded at amortized cost. Quoted market prices or other inputs as permitted by Statement 72 (see Note 2, section (L), "Fair Value Measurements") are used in the determination of fair value. Unrealized gains/losses on investment securities are reported in net change in the fair value of financial instruments in the Statement of Net Revenues.

Credit Risk

Credit risk is the risk that MEAG Power will be unable to recover its investments either by an inability to withdraw the funds through insolvency or nonperformance of a counterparty or an inability to recover collateral. In accordance with the ALCO Policy, MEAG Power manages exposure to credit risk by restricting investments to issuers that meet certain qualifications and therefore limits any potential credit exposure. In addition, all repurchase agreements must be collateralized using cash or securities permissible under the ALCO Policy at 102% of the market value of principal and accrued interest. As of December 31, 2023, substantially all of MEAG Power's investments were in U.S. Treasury and agency securities that are rated Aaa by Moody's and AA+ by S&P, and/or guaranteed by the issuer, which carries the Aaa/AA+ ratings. Common equity investment trusts are not rated. Credit risk considerations for the securities lending program are discussed in "Securities Lending" below.

The ALCO Policy establishes a framework to govern the management of MEAG Power's financial assets and liabilities. The primary objectives of the ALCO Policy are to preserve MEAG Power's capital, satisfy its liquidity and cash flow requirements, and create investment returns to reduce the overall revenue requirements of Participants without exposing MEAG Power's assets to undue or inappropriate risks. The ALCO Policy is consistent with the requirements for state and local governments contained within State statutes, as well as applicable MEAG Power bond resolutions. As such, the following investment credit risk components are derived directly from the ALCO Policy: (1) U.S. Treasury securities held in the portfolio are direct obligations of the U.S. Treasury that carry the full faith and credit backing of the U.S. government; (2) U.S. government agency and agency-backed securities held are issued or otherwise guaranteed by agencies created pursuant to an Act of the U.S. Congress (Congress) as an agency, corporation, or instrumentality of the U.S. government; (3) Municipal bonds held are general or special obligations of states carrying at least an AA rating by two nationally recognized rating agencies or other State obligations, including political subdivisions or public authorities created by the State legislature; (4) Corporate notes and common equity investment trusts are held only in the Decommissioning Trust managed by external money managers and are subject to the "Prudent Investor" standard established by FERC, as well as the NRC, related to the Decommissioning Trust; and (5) Money market mutual funds are U.S. Treasury or government agency class-only funds rated AAAm by S&P and Aaa-mf by Moody's.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Custodial Credit Risk

In the event of failure of the counterparty, custodial credit risk is the risk that MEAG Power would not be able to recover the value of its investments or collateral securities that are in possession of an outside party. MEAG Power limits the potential of such risk by ensuring that all investments are held by MEAG Power or by an agent in its name.

Concentration of Credit Risk

Concentration of credit risk is the chance of a loss due to the magnitude of MEAG Power's investment in a single issuer. Under the ALCO Policy, MEAG Power restricts possible concentration of credit risk by placing maximum exposure restrictions by security type. The ALCO Policy also requires diversification to control the risk of loss resulting from over-concentration of assets in a specific maturity, issuer, instrument, dealer or bank. Investments with one issuer that comprised 5% or more of MEAG Power's portfolio (excluding those issued or explicitly guaranteed by the U.S. government, as well as mutual funds) as of December 31, 2023 were (dollars in thousands):

Issuer	Fair Value	Percentage of Portfolio
Federal Home Loan Bank	\$375,255	14.46%
Federal Farm Credit Bank	\$178,646	6.88%
Federal National Mortgage Association	\$164,245	6.33%

Securities Lending

The Board has approved a securities lending program (the Program), which allows MEAG Power to lend securities held in the Decommissioning Trust in return for collateral in the form of cash or authorized security types, with a simultaneous agreement to return collateral for the same securities in the future. All investments in the Program are considered other investment securities for reporting cash flows.

MEAG Power's Trustee for the Decommissioning Trust is the lending agent for the Program, and collateral is pledged at 102% of the fair value of the investments loaned and is valued daily. There are no restrictions on the amount of securities that can be loaned.

At December 31, 2023, MEAG Power and the lending agent had no credit risk exposure to borrowers for direct lending activity because the fair value of the collateral held was greater than the fair value of the securities loaned. Contracts with the lending agent require it to indemnify MEAG Power if the borrowers fail to return the securities and the collateral is inadequate to replace the securities loaned or they fail to pay MEAG Power for income distributions while the securities are on loan. There were no violations of legal or contractual provisions, no realized borrower or lending agent default losses, and no recoveries of prior-period counterparty losses during the year. There were no income distributions owing on the securities loaned.

All securities loans can be terminated on demand by either MEAG Power or the borrower. MEAG Power is not exposed to custodial credit risk, as the collateral securities and cash collateral are held in MEAG Power's name. MEAG Power cannot pledge or sell collateral securities without an act of insolvency on the part of the borrower. Cash collateral is invested in short-term securities that generally match the obligations of the investments on loan. A portion of the investments may be specifically matched to the loans.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Interest Rate Risk

All fixed-income investments are exposed to interest rate risk. MEAG Power's investments would be subject to changes in fair value due to potential changes in interest rates. The ALCO Policy describes the maximum maturity limitations and performance benchmarks for each account in the funds established under the various bond resolutions and agreements pertaining to the Competitive Trust, as well as certain agreements with the DOE. These limits are based upon the underlying use of the monies

deposited into each account. The maturity restrictions are designed to ensure that the assets are not invested longer than the intended use of the funds. The ALCO Policy prohibits the use of leverage or mortgage investments that are highly sensitive to interest rate changes, such as interest-only and principal-only securities. For reporting purposes, MEAG Power assumes that callable securities in its investment portfolio will be held until maturity. As of December 31, 2023 and 2022, maturities of special funds, the supplemental power account and securities lending were as follows (in thousands):

December 31, 2023	Maturities (in years)						Total
	Under One	One - Three	Three - Seven	Seven - Ten	Over Ten	No Specific Maturity	
Investment Type							
U.S. Treasury securities	\$ 123,352	\$ 78,731	\$101,652	\$22,672	\$ —	\$ —	\$ 326,407
U.S. government agency and agency-backed securities	299,329	330,007	161,928	34,507	84,014	—	909,785
Corporate notes	8,623	46,886	86,146	18,121	3,458	—	163,234
Asset-backed securities	—	8,656	4,066	7,040	—	—	19,762
Commercial mortgage-backed securities	—	—	—	—	4,469	—	4,469
Common equity investment trusts	—	—	—	—	—	195,634	195,634
Municipal bonds	5,810	3,272	13,108	—	—	—	22,190
Money market mutual funds	902,673	—	—	—	14	—	902,687
Cash/Other	—	—	—	—	—	50,662	50,662
Total special funds, supplemental power account and securities lending collateral	\$1,339,787	\$467,552	\$366,900	\$82,340	\$91,955	\$246,296	\$2,594,830

December 31, 2022	Maturities (in years)						Total
	Under One	One - Three	Three - Seven	Seven - Ten	Over Ten	No Specific Maturity	
Investment Type							
U.S. Treasury securities	\$ 188,841	\$223,751	\$140,318	\$42,596	\$ —	\$ —	\$ 595,506
U.S. government agency and agency-backed securities	359,135	187,031	199,996	24,081	9,828	—	780,071
Corporate notes	12,765	41,976	60,866	27,606	—	—	143,213
Common equity investment trusts	—	—	—	—	—	165,977	165,977
Municipal bonds	—	8,179	10,653	—	—	—	18,832
Money market mutual funds	673,154	—	—	—	15	—	673,169
Cash/Other	—	—	—	—	—	3,638	3,638
Total special funds, supplemental power account and securities lending collateral	\$1,233,895	\$460,937	\$411,833	\$94,283	\$9,843	\$169,615	\$2,380,406

Classification

Investments are classified as current or non-current assets based on whether the securities represent funds available for current disbursement under the terms of the related trust agreement or other contractual provisions. Brief descriptions of funds not discussed elsewhere in these Notes are as follows:

- Construction funds are established to maintain funds for the payment of all costs and expenses related to the cost of acquisition and construction of a project, which MEAG Power is permitted to finance through the issuance of debt.
- Revenue and Operating funds are used for the purpose of depositing all revenues and disbursement of operating expenses and required fund deposits of the projects.
- Reserve and Contingency funds are used to accumulate and maintain a reserve for payment of the costs of major renewals, replacements, repairs, additions, betterments and improvements for the projects (Reserve and Contingency).
- Debt Service accounts are established for the purpose of accumulating funds for the payment of interest and principal on each payment date of the bonds and notes issued for the projects.
- Debt Service Reserve accounts (DSRA) are established for certain funding requirements in accordance with applicable bond resolutions and DOE financing documents.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

At December 31, 2023 and 2022, investments in special funds, the supplemental power account and securities lending were classified on the Balance Sheet as follows (in thousands):

December 31, 2023	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Special funds, non-current:							
Decommissioning Trust	\$563,919	\$ 65,729	\$ —	\$ —	\$ —	\$ —	\$ 629,648
Construction fund	95,184	13,838	192	72,471	—	—	181,685
Debt Service fund —							
Reserve and Retirement accounts	50,191	12,933	20,052	389,928	—	—	473,104
Revenue and Operating fund	—	—	9,915	—	—	—	9,915
Reserve and Contingency fund	32,120	9,142	3,283	73,631	—	—	118,176
Competitive Trust:							
New Generation and Capacity Funding account	—	—	—	—	248,967	—	248,967
Reserve Funded Debt account	—	—	—	—	1,792	—	1,792
Total special funds, non-current	741,414	101,642	33,442	536,030	250,759	—	1,663,287
Special funds, current:							
Decommissioning Trust	—	—	—	2,057	—	—	2,057
Revenue and Operating fund	69,034	38,097	25,174	124,508	—	428	257,241
Debt Service fund —							
Debt Service account	35,630	8,491	3,852	169,131	—	—	217,104
Subordinated Debt Service fund —							
Debt Service accounts	57,980	12,732	—	—	—	—	70,712
Construction fund	1,854	—	—	15,593	—	—	17,447
Competitive Trust —							
Flexible Operating account	—	—	—	—	359,763	—	359,763
Total special funds, current	164,498	59,320	29,026	311,289	359,763	428	924,324
Supplemental power account	7,088	—	—	—	—	—	7,088
Securities lending collateral	117	14	—	—	—	—	131
Total special funds, supplemental power account and securities lending collateral	\$913,117	\$160,976	\$ 62,468	\$847,319	\$ 610,522	\$ 428	\$2,594,830

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

December 31, 2022	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Municipal Competitive Trust	Telecom Project	Total
Special funds, non-current:							
Decommissioning Trust	\$507,999	\$ 59,333	\$ —	\$ —	\$ —	\$ —	\$ 567,332
Construction fund	95,358	12,787	183	99,611	—	—	207,939
Debt Service fund —							
Reserve and Retirement accounts	48,477	12,663	22,337	397,711	—	—	481,188
Revenue and Operating fund	—	—	5,248	—	—	—	5,248
Reserve and Contingency fund	19,976	13,729	3,451	—	—	—	37,156
Competitive Trust:							
New Generation and Capacity Funding account	—	—	—	—	238,899	—	238,899
Reserve Funded Debt account	—	—	—	—	1,689	—	1,689
Total special funds, non-current	671,810	98,512	31,219	497,322	240,588	—	1,539,451
Special funds, current:							
Revenue and Operating fund	58,727	33,994	34,086	603	—	329	127,739
Debt Service fund —							
Debt Service account	29,041	9,310	3,907	133,210	—	—	175,468
Subordinated Debt Service fund —							
Debt Service accounts	97,017	18,997	—	—	—	—	116,014
Construction fund	2,924	(4)	(1)	57,988	—	—	60,907
Competitive Trust —							
Flexible Operating account	—	—	—	—	352,733	—	352,733
Total special funds, current	187,709	62,297	37,992	191,801	352,733	329	832,861
Supplemental power account	7,960	—	—	—	—	—	7,960
Securities lending collateral	120	14	—	—	—	—	134
Total special funds, supplemental power account and securities lending collateral	\$867,599	\$160,823	\$ 69,211	\$689,123	\$593,321	\$329	\$2,380,406

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

5. LONG- AND SHORT-TERM DEBT, CREDIT AGREEMENTS AND INTEREST RATE SWAPS

All outstanding bonds issued under a resolution are secured by a pledge of electric power revenues, attributable to the respective projects after payment of operating costs, as well as by pledges of the assets in the funds established by the bond resolutions. In addition, each Participant's payment obligations under the Power Sales Contracts are general obligations to which each Participant's full faith and credit are pledged. Also, each Power Sales Contract includes a provision for the assessment and collection of an ad valorem tax by the Participant, if necessary to meet its obligations under the applicable Power Sales Contract.

Project One has been financed through the issuance of senior lien bonds (Power Revenue Bonds) and subordinated lien bonds under the Power Revenue Bond Resolution. The General Resolution Projects have also been financed through the issuance of senior lien bonds (General Power Revenue Bonds) and subordinated lien bonds under the General Power Revenue Bond Resolution. The CC Project has been financed through the issuance of senior lien bonds (CC Project Bonds) under the Combined Cycle Project Bond Resolution (CC Project Bond Resolution). Bonds issued for the Vogtle Units 3&4 Projects under the applicable resolutions are senior debt.

As discussed in the first paragraph of this Note, MEAG Power has pledges of revenues and certain assets as collateral for Power Revenue Bonds, General Power Revenue Bonds, CC Project Bonds and subordinated bonds. Similar provisions also apply to Vogtle Units 3&4 Bonds (see the "Financing of Vogtle Units 3&4 Projects and Project Entities" section of this Note), as well as other collateral aspects for DOE Guaranteed Loans, as discussed in Note 1 (D) "— Structure, DOE Guaranteed Loans and Recent Bond Financings — DOE Loan Guarantee Program."

Power Revenue Bonds, General Power Revenue Bonds and Subordinated Debt

Under the Act, prior to the issuance of any of its revenue bonds, MEAG Power is required to cause such bonds, and the security therefor, to be confirmed and validated in a judicial proceeding in the Superior Court of Fulton County, Georgia (Superior Court of Fulton County). Prior to 2018, MEAG Power had caused the following principal amounts of its Power Revenue Bonds, General Power Revenue Bonds and subordinated lien bonds to finance and refinance Project One and the General Resolution Projects to be confirmed and validated (in thousands):

	Validated Amount
Project One:	
Power Revenue Bonds	\$ 8,015,100
Subordinated lien bonds	5,377,855
General Resolution Projects:	
General Power Revenue Bonds	3,337,449
Subordinated lien bonds	1,776,038
Total	\$18,506,442

The bond resolutions permit the issuance of bonds in the future for certain purposes. No scheduled debt maturity for Project One or the General Resolution Projects may extend beyond June 2054, the expiration of the Power Sales Contracts for the respective project — see Note 1, section (B), "Project One and the General Resolution Projects."

On July 17, 2018, the Superior Court of Fulton County entered a judgment which confirmed and validated bonds of MEAG Power to finance the cost of acquisition and construction of capital improvements to the applicable project and to refund Power Revenue Bonds, General Power Revenue Bonds and subordinated lien bonds, as applicable, in the following aggregate principal amounts (in thousands):

	Validated Amount
Project One	\$4,706,900
General Resolution Projects	\$1,396,900
Total	\$6,103,800

The Superior Court of Fulton County also confirmed and validated (i) a method or formula for structuring debt service on Power Revenue Bonds, General Power Revenue Bonds and subordinated lien bonds that provides MEAG Power with additional flexibility in the structuring of such debt service and (ii) the validity and enforceability of bond resolutions, as amended and restated, for Project One and the General Resolution Projects.

Debt issued under the subordinated bond resolutions is subordinate in all respects to the Power Revenue Bonds and the General Power Revenue Bonds.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Combined Cycle Project Revenue Bonds

As of December 31, 2023, MEAG Power had validated by court judgments \$975.3 million of CC Project bonds, which includes \$200.0 million for prepayment of fuel costs. Reference to "court judgments" for these bonds, as well as for the Vogtle Units 3&4 Bonds described below, indicates that MEAG Power is authorized to issue such bonds up to the validated amount.

Financing of Vogtle Units 3&4 Projects and Project Entities

Project M, Project J and Project P are being financed, in part, through the issuance of bonds, including bond anticipation notes (BANs) and revenue bonds constituting Build America Bonds (Build America Bonds) for purposes of the American Recovery and Reinvestment Act of 2009 (Recovery Act) under the applicable Project M Bond Resolution, Project J Bond Resolution and Project P Bond Resolution, respectively. All bonds (including BANs) heretofore or hereafter issued under these resolutions, as applicable, are referred to herein as Project M Bonds, Project J Bonds and Project P Bonds, respectively, and are collectively referred to herein as the Vogtle Units 3&4 Bonds.

As of December 31, 2023, MEAG Power had validated by court judgments \$5.0 billion of Project M Bonds for the purpose of financing Project M and refunding Project M Bonds and the Project M Original DOE Guaranteed Loan, \$6.0 billion of Project J Bonds for the purpose of financing Project J and refunding Project J Bonds and the Project J Original DOE Guaranteed Loan, and \$3.4 billion of Project P Bonds for the purpose of financing Project P and refunding Project P Bonds and the Project P Original DOE Guaranteed Loan.

Under the Recovery Act, MEAG Power, provided it complies with the requirements of the Recovery Act, may receive cash subsidy payments rebating a portion of the interest on the Build America Bonds from the U.S. Treasury up to 35% of the interest payable on such bonds. No assurance can be given by MEAG Power of the receipt of such cash subsidy payments. MEAG Power is obligated to make payments of the principal and interest on the Build America Bonds whether or not it receives such cash subsidy payments. As a result of several legislative acts in recent years, a sequester reduction on all subsidy payments owed to issuers of direct-pay Build America Bonds has been extended through 2031 (the Sequester Reduction). The Sequester Reduction percentage for the federal fiscal year ended September 30, 2023 was 5.7% and is also 5.7% for the federal fiscal year ending September 30, 2024.

To finance additional construction costs for Vogtle Units 3&4, MEAG Power issued the following Series 2023A and 2023B (taxable) bonds in January 2023, and Series 2022A and 2022B (taxable) bonds in July 2022 (in thousands):

Vogtle Units 3&4	Series	Amount
Project M	2023A	\$ 128,035
Project J	2023A	192,370
Project P	2023A	61,665
Project P	2023B	69,985
Total		\$452,055

Vogtle Units 3&4	Series	Amount
Project M	2022A	\$ 51,185
Project J	2022A	212,005
Project P	2022A	50,405
Project P	2022B	61,565
Total		\$375,160

For information pertaining to DOE Guaranteed Loans, see Note 1 (D) "— Structure, DOE Guaranteed Loans and Recent Bond Financings — DOE Loan Guarantee Program."

Credit Agreements and Short-Term Debt

On November 17, 2022, MEAG Power extended its letters of credit with a commercial bank for Project One and with another commercial bank for the General Resolution Projects until November 17, 2026. As of both December 31, 2023 and 2022, \$150.0 million in letters of credit were in effect to support CP notes, none of which were issued and outstanding as of such dates. An interest portion of \$5.9 million related to the letters of credit was also available. Any amounts drawn under the letters of credit would be payable by MEAG Power on a semiannual basis over a three-year period using the bank's interest rates. The maximum amount of CP authorized to be issued is \$410.0 million, but in no event can the aggregate principal amount of all CP notes outstanding, and the interest thereon due at maturity, exceed the aggregate stated amounts of all such letters of credit at any time outstanding and in effect. A principal amount of validated but unissued Power Revenue Bonds and General Power Revenue Bonds of not less than the amount of subordinated bonds issued as BANs is required and was maintained as of both December 31, 2023 and 2022. As discussed in Note 9, "Subsequent Events" (Note 9), on January 4, 2024, MEAG Power issued a total of \$110.5 million of BANs, Series B to fund construction expenditures and refund existing debt.

On November 9, 2022, MEAG Power and two commercial banks renewed its revolving credit agreements (RCAs) for Project One and the General Resolution Projects that permit MEAG Power to borrow from such banks, until the end of the revolving credit period thereunder (until November 9, 2025 unless earlier terminated, and subject to extension at the sole discretion of the applicable bank), in the aggregate, not to exceed \$225.0 million. Any amounts borrowed under the RCAs would be payable by MEAG Power following the end of

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

the revolving credit period on a quarterly basis over a three-year period using the bank's interest rates. Since the notes evidencing such banks' right to be repaid for such borrowings constitute subordinated bonds issued as BANs, a principal amount of validated but unissued Power Revenue Bonds and General Power Revenue Bonds of not less than the amount of such subordinated bonds is required and was maintained as of both December 31, 2023 and 2022.

An agreement has also been entered into with a commercial bank, which generally provides for the purchase by the bank of variable-rate demand bonds, if any are not remarketed. In January 2022, this agreement was extended for three years to February 11, 2025. None of the aforementioned bonds, which totaled \$148.1 million as of both December 31, 2023 and 2022, were held by the bank at either date. Under the terms of this agreement, any bonds purchased by the bank would be payable by MEAG Power on a semiannual basis over five years.

On April 5, 2022, MEAG Power entered into three revolving credit agreements with a commercial bank, one for Project One, one for the General Resolution Projects and one for the CC Project (respectively, the Project One Revolving Credit Agreement, the General Resolution Projects Revolving Credit Agreement and the CC Project Revolving Credit Agreement and, collectively, the Lines of Credit), in substitution for previous lines of credit entered into for Project One, the General Resolution Projects and the CC Project, respectively. The aggregate commitment under all three Lines of Credit is \$72.5 million. Amounts outstanding under one of these Lines of Credit reduces the amount that may be borrowed under the other Lines of Credit. All loans under the Lines of Credit are evidenced by notes that constitute bond anticipation notes in accordance with the Act. Under the Lines of Credit, prior to the "termination date" thereof (which currently is April 4, 2025, but is subject to extension from time to time at the sole discretion of the bank), MEAG Power is required to issue and sell Power Revenue Bonds, General

Power Revenue Bonds or CC Project Bonds, as applicable, in an amount sufficient to repay the notes in full at their maturity, unless other funds have been provided therefor. The Lines of Credit provide that, upon the occurrence and continuation of any event of default on the part of MEAG Power thereunder, the bank may, among other things, require MEAG Power to issue a series of Power Revenue Bonds, General Power Revenue Bonds or CC Project Bonds, as applicable in exchange for the notes, which bonds shall mature in one, two or three years, at the option of the bank.

On December 28, 2023, MEAG Power entered into three revolving credit agreements with a commercial bank to fund construction completion costs and post-commercial operation capital projects relating to Vogtle Units 3&4. Advances under each credit agreement may be made on a tax-exempt or taxable basis in amounts not to exceed in the aggregate for each project \$50 million, \$40 million and \$20 million in respect of Project M, Project J and Project P, respectively. The credit agreements relating to Project J and Project P were subsequently amended and restated on March 27, 2024, and the commitments thereunder were increased to \$75 million and \$40 million, respectively. MEAG Power's obligations relating to the Project M credit agreement are evidenced by Plant Vogtle Units 3&4 Project M Bonds, Series 2023B and Taxable Series 2023C. Its obligations relating to the Project J credit agreement are evidenced by Plant Vogtle Units 3&4 Project J Bonds, Series 2023B and Taxable Series 2023C. Its obligations relating to the Project P credit agreement are evidenced by Plant Vogtle Units 3&4 Project P Bonds, Series 2023C and Taxable Series 2023D. MEAG Power may borrow under the credit agreements until the maturity date thereunder (currently, December 28, 2025), unless earlier terminated, and subject to extension of such date at the sole discretion of the commercial bank.

No borrowings were made under the Project M, Project J or Project P credit agreements in 2023.

Changes in Lines of Credit and short-term debt during the years ended December 31, 2023 and 2022 were (in thousands):

Lines of Credit and Short-term Debt	Balance December 31, 2021	Proceeds	Payments	Balance December 31, 2022	Proceeds	Payments	Balance December 31, 2023
Project One	\$2,000	\$124,600	\$114,100	\$12,500	\$92,000	\$86,500	\$18,000
General Resolution Projects	—	3,000	1,000	2,000	7,000	2,000	7,000
CC Project	2,700	1,172	3,872	—	—	—	—
Total	\$4,700	\$128,772	\$118,972	\$14,500	\$99,000	\$88,500	\$25,000

MEAG Power had unused Lines of Credit of \$47.5 million and \$58.0 million as of December 31, 2023 and 2022, respectively.

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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Other Financing Transactions

MEAG Power uses various methods of hedging, including floating- to-fixed interest rate swap agreements, as part of its debt management under the ALCO Policy. Floating-to-fixed interest rate swaps, as discussed in these Notes, are hedging instruments whereby MEAG Power pays a fixed rate and receives a floating rate.

Under certain circumstances, a swap transaction is subject to early termination prior to its scheduled termination and prior to the maturity of the related bonds, in which event MEAG Power may be obligated to make or receive a substantial payment to or from the counterparty. As of both December 31, 2023 and 2022, MEAG Power had interest rate swap transactions outstanding under interest rate swap master agreements with three counterparties.

The mark-to-market value of interest rate swap agreements is recorded in other non-current liabilities on the Balance Sheet and totaled \$28.6 million and \$21.0 million as of December 31, 2023 and 2022, respectively. Statement 53 requires hedging instruments to be evaluated for effectiveness, with the change in the fair value of effective hedging instruments recorded as a deferred inflow or outflow. For the years ended December 31, 2023 and 2022, a fair value (decrease) increase of \$(7.6) million and \$49.6 million, respectively, was recorded in deferred outflows of resources on the Balance Sheet.

The terms of the interest rate swap agreements outstanding as of December 31, 2023 and 2022 were as follows (dollars in thousands):

Project	Notional Amount Outstanding December 31, 2023	Interest Rate *		Term Dates		Counterparty Credit Rating		
		Paid	Received	Start	End	Fitch	Moody's	S&P
One	\$ 49,225	4.43%	SIFMA	Jan. 2005	Jan. 2048	AA	Aa2	A+
One	59,275	4.31%	SIFMA	Jan. 2005	Jan. 2048	AA-	Aa2	A+
One	39,150	4.20%	SIFMA	Jan. 2005	Jan. 2044	A+	A1	A-
Total	\$147,650							

Project	Notional Amount Outstanding December 31, 2022	Interest Rate *		Term Dates		Counterparty Credit Rating		
		Paid	Received	Start	End	Fitch	Moody's	S&P
One	\$ 49,225	4.43%	SIFMA	Jan. 2005	Jan. 2048	AA	Aa3	A+
One	59,275	4.31%	SIFMA	Jan. 2005	Jan. 2048	AA-	Aa2	A+
One	39,150	4.20%	SIFMA	Jan. 2005	Jan. 2044	AA-	A2	A-
Total	\$147,650							

* SIFMA is the Securities Industry and Financial Markets Association Municipal Swap Index, produced by Municipal Market Data, and is a seven-day, high-grade market index comprising tax-exempt, variable-rate debt obligations.

For a discussion of risks pertaining to interest rate swap agreements, see Note 2, section (K), "Derivative Financial Instruments."

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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Long-Term Debt Activity

Changes in long-term debt during the years ended December 31, 2023 and 2022 were (in thousands):

Senior and Subordinated Debt	As of December 31, 2021	Increases	Decreases	As of December 31, 2022	Increases	Decreases	As of December 31, 2023
Project One							
Power Revenue bonds	\$ 351,830	\$ —	\$ (40,440)	\$ 311,390	\$ —	\$ (22,075)	\$ 289,315
Unamortized (discount) premium, net	14,237	—	(2,412)	11,825	1	(2,036)	9,790
Subordinated debt	1,345,592	450	(143,046)	1,202,996	120,965	(73,929)	1,250,032
Unamortized (discount) premium, net	124,749	—	(16,790)	107,959	—	(14,207)	93,752
Total Project One	1,836,408	450	(202,688)	1,634,170	120,966	(112,247)	1,642,889
General Resolution Projects							
General Power Revenue bonds	108,370	—	(7,295)	101,075	—	(7,555)	93,520
Unamortized (discount) premium, net	3,544	—	(561)	2,983	—	(534)	2,449
Subordinated debt	294,805	4,450	(82,105)	217,150	5,060	(11,445)	210,765
Unamortized (discount) premium, net	28,083	—	(4,146)	23,937	—	(3,833)	20,104
Total General Resolution Projects	434,802	4,450	(94,107)	345,145	5,060	(23,367)	326,838
Combined Cycle Project							
Combined Cycle Project Revenue bonds	83,915	—	(18,290)	65,625	—	(20,620)	45,005
Unamortized (discount) premium, net	9,073	—	(2,685)	6,388	—	(2,249)	4,139
Total Combined Cycle Project	92,988	—	(20,975)	72,013	—	(22,869)	49,144
Vogtle Units 3&4 Projects and Project Entities							
Vogtle Units 3&4 Projects Revenue bonds	4,383,620	375,160	(28,890)	4,729,890	452,055	(36,330)	5,145,615
Unamortized (discount) premium, net	179,802	(644)	(9,464)	169,694	18,834	(9,535)	178,993
DOE Guaranteed Loans	2,157,772	—	(33,120)	2,124,652	—	(33,951)	2,090,701
Total Vogtle Units 3&4 Projects and Project Entities	6,721,194	374,516	(71,474)	7,024,236	470,889	(79,816)	7,415,309
Total senior and subordinated debt	\$9,085,392	\$379,416	\$ (389,244)	\$9,075,564	\$596,915	\$ (238,299)	\$9,434,180

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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Long-Term Debt by Series and DOE Guaranteed Loans

All Power Revenue Bonds, General Power Revenue Bonds, CC Project Bonds, as well as Vogtle Units 3&4 Bonds, and certain subordinated bonds bear interest at fixed rates. The remaining subordinated bonds bear interest at variable interest rates. Advances under the DOE Guaranteed Loans are at both fixed and variable rates. At December 31, 2023 and 2022, MEAG Power's long-term debt consisted of the following (in thousands):

Project One	2023	2022	General Resolution Projects	2023	2022
<i>Power Revenue Bonds (senior):</i>			<i>General Power Revenue Bonds (senior):</i>		
Series BB	\$ 5,825	\$ 8,550	1993B Series	\$ 15	\$ 20
Series EE	38,125	38,125	1993C Series	—	850
Series GG	76,220	85,625	2012B Series	4,245	4,605
Series HH	152,585	159,635	2018A Series	59,695	60,870
Taxable Series Four	16,560	19,455	Taxable 2012A Series	29,565	34,730
Total	289,315	311,390	Total	93,520	101,075
Unamortized (discount) premium, net	9,790	11,825	Unamortized (discount) premium, net	2,449	2,983
Total Power Revenue Bonds outstanding	299,105	323,215	Total General Power Revenue Bonds outstanding	95,969	104,058
<i>Subordinated debt:</i>			<i>Subordinated debt:</i>		
Series 2005A-1 — Taxable fixed rate	41,620	45,705	Series 2007A — Taxable fixed rate	19,635	20,735
Series 2007B — Taxable fixed rate	9,760	10,310	Series 2015A — Fixed rate	8,190	8,645
Series 2008B — Variable rate	148,065	148,065	Series 2016A — Fixed rate	52,325	56,775
Series 2015A — Fixed rate	115,655	123,890	Series 2019A — Fixed rate	7,040	7,845
Series 2015A — Fixed rate CABs	10,090	10,090	Series 2020A — Fixed rate	53,060	55,755
Series 2016A — Fixed rate	203,420	218,560	Series 2021A — Fixed rate	42,220	42,355
Series 2019A — Fixed rate	225,430	230,935	Series 2021B — Taxable fixed rate	18,785	20,590
Series 2020A — Fixed rate	134,660	171,625	Revolving credit note — Tax-exempt variable rate	9,510	4,450
Series 2021A — Fixed rate	136,015	136,365	Total	210,765	217,150
Series 2021B — Taxable fixed rate	101,505	104,605	Unamortized (discount) premium, net	20,104	23,937
Revolving credit note:			Total subordinated debt	230,869	241,087
Taxable variable rate	7,000	—	Total senior and subordinated debt	326,838	345,145
Tax-exempt variable rate	113,500	—	Current portion of long-term debt	(21,615)	(21,915)
Total	1,246,720	1,200,150	Total General Resolution Projects long-term debt	\$305,223	\$323,230
Accretion of CABs	3,312	2,846			
Unamortized (discount) premium, net	93,752	107,959			
Total subordinated debt	1,343,784	1,310,955			
Total senior and subordinated debt	1,642,889	1,634,170			
Current portion of long-term debt	(71,824)	(98,194)			
Total Project One long-term debt	\$1,571,065	\$1,535,976			
<i>Combined Cycle Project</i>	<i>2023</i>	<i>2022</i>	<i>Vogtle Units 3&4 Projects and Project Entities</i>	<i>2023</i>	<i>2022</i>
<i>Revenue bonds (senior):</i>			<i>Revenue bonds (senior):</i>		
Series 2020A	\$ 45,005	\$ 65,625	Series 2010A, Project J — Taxable		
Total	45,005	65,625	(Build America Bonds)	\$1,163,975	\$1,178,205
Unamortized (discount) premium, net	4,139	6,388	Series 2015A, Project J	185,180	185,180
Total senior bonds outstanding	49,144	72,013	Series 2019A, Project J	568,715	570,925
Current portion of long-term debt	(21,115)	(20,620)	Series 2021A, Project J	149,220	150,350
Total Combined Cycle Project			Series 2022A, Project J	212,005	212,005
long-term debt	\$ 28,029	\$ 51,393	Series 2023A, Project J	192,370	—
			Series 2010A, Project M — Taxable		
			(Build America Bonds)	959,745	971,445
			Series 2019A, Project M	445,635	445,635
			Series 2021A, Project M	82,275	83,000
			Series 2022A, Project M	51,185	51,185
			Series 2023A, Project M	128,035	—
			Series 2010A, Project P — Taxable		
			(Build America Bonds)	365,535	369,760
			Series 2015A, Project P	69,245	69,245
			Series 2019B, Project P	265,485	266,975
			Series 2021A, Project P	63,390	64,010
			Series 2022A, Project P	50,405	50,405
			Series 2022B, Project P — Taxable	61,565	61,565
			Series 2023A, Project P	61,665	—
			Series 2023B, Project P — Taxable	69,985	—
			Total	5,145,615	4,729,890
			Unamortized (discount) premium, net	178,993	169,694
			Current portion of long-term debt	(72,950)	(66,330)
			Total Vogtle Units 3&4 Bonds	5,251,658	4,833,254
			<i>DOE Guaranteed Loans:</i>		
			Federal Financing Bank, SPVJ — Fixed rate	339,311	347,114
			Federal Financing Bank, SPVJ — Variable rate	303,232	307,263
			Federal Financing Bank, SPVM — Fixed rate	384,841	390,709
			Federal Financing Bank, SPVM — Variable rate	277,173	281,363
			Federal Financing Bank, SPVP — Fixed rate	582,177	592,052
			Federal Financing Bank, SPVP — Variable rate	203,967	206,151
			Total	2,090,701	2,124,652
			Current portion of long-term debt	(34,691)	(33,951)
			Total DOE Guaranteed Loans	\$2,056,010	\$2,090,701
			Total Vogtle Units 3&4 Projects and		
			Project Entities long-term debt	\$7,307,668	\$6,923,955

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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Debt Service

At December 31, 2023, expected debt service payments for the Power Revenue Bonds, General Power Revenue Bonds, CC Project Bonds, Vogtle Units 3&4 Bonds and DOE Guaranteed Loans (net of applicable subsidy payments on the Build America Bonds and capitalized interest payments totaling \$1.3 billion collectively for the Vogtle Units 3&4 Bonds and DOE Guaranteed Loans, excluding debt service on all BANs, including other borrowings for capitalized interest of \$62.5 million, and excluding amounts paid under PPA of \$1.2 billion for principal and \$3.6 billion for interest net of subsidy payments on the Build America Bonds), were as follows (in thousands):

Year	Project One		General Resolution Projects		Combined Cycle Project		Vogtle Units 3&4 Projects and Project Entities		Total
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2024	\$ 29,210	\$ 14,792	\$ 6,905	\$ 4,359	\$ 18,318	\$ 1,855	\$ 28,800	\$ 107,299	\$ 211,538
2025	42,220	13,106	5,875	4,047	4,366	1,122	30,329	98,554	199,619
2026	24,730	10,445	7,490	3,779	4,560	940	31,455	94,910	178,309
2027	8,310	9,216	8,010	3,422	4,800	712	32,658	93,488	160,616
2028	8,730	8,805	8,415	3,033	5,049	472	33,906	92,078	160,488
2029 - 2033	30,760	38,837	13,402	11,784	4,392	220	190,040	433,600	723,035
2034 - 2038	55,411	29,917	13,901	8,987	—	—	314,522	388,986	811,724
2039 - 2043	33,700	17,990	5,785	6,479	—	—	690,614	379,997	1,134,565
2044 - 2048	40,207	9,860	12,990	5,465	—	—	967,600	934,623	1,970,745
2049 - 2053	16,037	764	10,747	559	—	—	1,227,016	708,566	1,963,689
2054 - 2058	—	—	—	—	—	—	1,233,038	388,965	1,622,003
2059 - 2063	—	—	—	—	—	—	510,482	89,665	600,147
2064	—	—	—	—	—	—	11,056	1,166	12,222
Total	\$289,315	\$153,732	\$93,520	\$51,914	\$41,485	\$5,321	\$5,301,516	\$3,811,897	\$9,748,700

The reduction of subsidy payments on the Build America Bonds as a result of the Sequester Reduction has been excluded from the above table.

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At December 31, 2023, scheduled debt service payments, including Capital Appreciation Bonds (CABs), which are accreted through December 31, 2023, for the subordinated debt were as follows (in thousands):

Year	Project One			General Resolution Projects		
	Principal	Interest	Net Swap Cash Flows	Principal	Interest	Total
2024	\$ 36,650	\$ 51,498	\$ (318)	\$ 6,735	\$ 9,722	\$ 104,287
2025	32,405	49,577	(318)	7,155	9,186	98,005
2026	69,715	48,041	(318)	6,360	8,840	132,638
2027	42,075	44,951	(318)	19,270	8,485	114,463
2028	32,840	43,217	(318)	14,835	7,691	98,265
2029 - 2033	212,830	196,442	(1,590)	77,050	27,935	512,667
2034 - 2038	277,230	135,662	(1,366)	52,165	10,677	474,368
2039 - 2043	141,365	86,092	(822)	15,215	3,540	245,390
2044 - 2048	192,920	50,411	(212)	2,280	1,643	247,042
2049 - 2053	88,590	6,338	—	4,640	247	99,815
2054 - 2058	2,335	121	—	—	—	2,456
Total	\$1,128,955	\$712,350	\$ (5,580)	\$205,705	\$87,966	\$2,129,396

Variable-rate debt may be in various modes including, but not limited to, money-market mode, daily mode, weekly mode and CP mode and is reset in time increments ranging from one day to 180 days. The interest rates on variable-rate subordinated debt at December 31, 2023 were used to calculate future interest expense on this debt. Principal amounts include both refundable principal installment bonds that have been extended to the expected maturity dates of the bonds that will refund them and also bonds that will be paid with funds on hand.

The Power Revenue Bond Resolution and General Power Revenue Bond Resolution require that MEAG Power charge and collect, in each year, rates, fees and other charges that, together with other available funds, are sufficient for the payment of operating expenses, 1.10 times senior debt service and all other charges and liens payable out of revenues (Senior Requirement), including 1.0 times subordinated debt service (Subordinated Requirement). The CC Project Bond Resolution requires that MEAG Power charge and collect, in each year, rates, fees and other charges that, together with other available funds, are sufficient for the payment of operating expenses, 1.0 times debt service, the collections for the Reserve and Contingency funds and all other charges and liens payable out of revenues (CC Requirement). The Project M Bond Resolution, Project J Bond Resolution and Project P Bond Resolution and the Project Entities' LGAs (collectively, the Vogtle Units 3&4 Projects Bond Resolutions and Lending Agreements) require that MEAG Power charge and collect, in each year, for each Vogtle Units 3&4 Project, rates, fees and other charges that, together with other available funds, are sufficient for the payment of such Project's operating expenses, 1.0 times such Project's debt service on both the applicable Project's Bonds and DOE Guaranteed Loan and, during commercial operation, funding of such Project's Reserve and Contingency Fund (with respect to each Vogtle Units 3&4 Project, the Vogtle Units 3&4 Requirement).

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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

For 2023 and 2022, the Senior Requirement and the Subordinated Requirement were met for the Power Revenue Bond Resolution and the General Power Revenue Bond Resolution; the CC Requirement was met for the CC Project Bond Resolution; and the Vogtle Units 3&4 Requirements were met for the Vogtle Units 3&4 Projects Bond Resolutions and Lending Agreements, as shown in the following table (dollars in thousands):

2023	Project One	General Resolution Projects	Combined Cycle Project	Vogtle Units 3&4 Projects and Project Entities	Total
Total revenues	\$ 380,150	\$133,395	\$101,451	\$262,628	\$877,624
Deferred inflows of resources ⁽¹⁾	87,958	836	16,989	—	105,783
Adjusted revenues	\$ 468,108	\$134,231	\$118,440	\$262,628	\$983,407
Operating expenses (excluding depreciation and amortization)	\$ 284,449	\$ 94,838	\$ 94,821	\$ 38,154	\$512,262
Total investment income	\$ 9,071	\$ 3,092	\$ 2,233	\$ 35,124	\$ 49,520
Excluding Decommissioning Trust income ⁽²⁾	1,431	233	—	—	1,664
Including subsidy received on Build America Bonds	—	—	—	55,423	55,423
Total other income	\$ 10,502	\$ 3,325	\$ 2,233	\$ 90,547	\$106,607
Available amounts to pay debt service	\$ 194,161	\$ 42,718	\$ 25,852	\$315,021	\$577,752
Amounts released from DSRA ⁽³⁾	319	131	—	—	450
Amounts drawn for capitalized interest ⁽⁴⁾	4,154	649	—	209,354	214,157
Total amounts available to pay debt service	\$ 198,634	\$ 43,498	\$ 25,852	\$524,375	\$792,359
Total Senior Debt Service ⁽⁵⁾	\$ 54,673	\$ 11,575	\$ 23,339	\$386,736	\$476,323
Senior Debt Service Coverage	3.63	3.76	1.11	1.36	1.66
Total Subordinated Debt Service ⁽⁵⁾	\$ 114,573	\$ 21,367	\$ —	\$ —	\$135,940
Total Debt Service ⁽⁵⁾	\$ 169,246	\$ 32,942	\$ 23,339	\$386,736	\$612,263
Debt Service Coverage on Total Debt Service	1.17	1.32	1.11	1.36	1.29

(1) Deferred inflows of resources represent, among other things, Timing Differences (see Note 2 (D)).

(2) Income on funds reserved for the decommissioning of nuclear generating units at retirement.

(3) Planned fund releases from reserves for debt service.

(4) Amounts on hand to fund interest expense during construction of facilities.

(5) Total Senior and Subordinated debt service reflects principal and interest accrued during the reporting year.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

2022	Project One	General Resolution Projects	Combined Cycle Project	Vogle Units 3&4 Projects and Project Entities	Total
Total revenues	\$571,553	\$143,038	\$134,824	\$124,190	\$973,605
Deferred inflows of resources ⁽¹⁾	(25,099)	(11,332)	8,885	—	(27,546)
Adjusted revenues	\$546,454	\$131,706	\$143,709	\$124,190	\$946,059
Operating expenses (excluding depreciation and amortization)	\$357,087	\$ 93,151	\$117,911	\$ 352	\$568,501
Total investment income	\$ 11,218	\$ 2,103	\$ 977	\$ 10,677	\$ 24,975
Excluding Decommissioning Trust income ⁽²⁾	(8,552)	(1,076)	—	—	(9,628)
Including subsidy received on Build America Bonds	—	—	—	43,257	43,257
Total other income	\$ 2,666	\$ 1,027	\$ 977	\$ 53,934	\$ 58,604
Available amounts to pay debt service	\$192,033	\$ 39,582	\$ 26,775	\$177,772	\$436,162
Amounts released from DSRA ⁽³⁾	44	38	9	—	91
Amounts drawn for capitalized interest ⁽⁴⁾	6,331	755	—	222,443	229,529
Total amounts available to pay debt service	\$198,408	\$ 40,375	\$ 26,784	\$400,215	\$665,782
Total Senior Debt Service ⁽⁵⁾	\$ 46,696	\$ 14,757	\$ 21,947	\$338,851	\$422,251
Senior Debt Service Coverage	4.25	2.74	1.22	1.18	1.58
Total Subordinated Debt Service ⁽⁵⁾	\$110,297	\$ 16,189	\$ —	\$ —	\$126,486
Total Debt Service ⁽⁵⁾	\$156,993	\$ 30,946	\$ 21,947	\$338,851	\$548,737
Debt Service Coverage on Total Debt Service	1.26	1.30	1.22	1.18	1.21

(1) Deferred inflows of resources represent, among other things, Timing Differences (see Note 2 (D)).

(2) Income on funds reserved for the decommissioning of nuclear generating units at retirement.

(3) Planned fund releases from reserves for debt service.

(4) Amounts on hand to fund interest expense during construction of facilities.

(5) Total Senior and Subordinated debt service reflects principal and interest accrued during the reporting year.

6. INVESTMENT IN ALLIANCE

Investment in Alliance reflects MEAG Power's 17.6% ownership interest in TEA, a governmental nonprofit power marketing corporation. As of December 31, 2023, seven members (Members) including MEAG Power comprised TEA: American Municipal Power, Inc.; City Utilities of Springfield, Missouri; the City of Gainesville, Florida, doing business as Gainesville Regional Utilities; JEA; Nebraska Public Power District; and South Carolina Public Service Authority (Members). TEA provides energy products and resource management services to Members and non-members and allocates transaction savings and operating expenses to Members pursuant to Settlement Procedures under the TEA Operating Agreement. TEA has access to more than 24,000 MW of its Members' and non-members' generation resources.

In the Statement of Net Revenues, certain portions of MEAG Power's sales to TEA are recorded in either other revenues or netted against related fuel expense. Purchases from TEA are recorded in purchased power expense. For the years ended December 31, 2023 and 2022, sales to TEA totaled \$20.1 million and \$34.1 million, with net purchases from TEA totaling \$21.9 million and \$85.1 million, respectively. During 2023 and 2022, an aggregate of \$6.4 million and \$8.6 million, respectively, of net revenues received from TEA were netted against related fuel, transmission and operating expenses, based on methodology approved by the Board for the application of off-system sales revenues. Remaining net

revenues of TEA for the years ended December 31, 2023 and 2022 totaled \$(3.2) million and \$9.2 million, respectively, and were allocated as sales margins.

As of December 31, 2023 and 2022, MEAG Power had committed up to \$97.0 million and \$82.1 million, respectively, through a combination of guarantees. TEA evaluates its credit needs periodically and requests Members to adjust their guarantees accordingly. The guarantee agreements are authorized by the Board and intended to provide credit support for TEA when entering into transactions on behalf of its Members and partners. Such guarantees would require Members to make payments to TEA's counterparties if TEA failed to deliver energy, capacity or natural gas as required by contract with a counterparty, or if TEA failed to make payment for purchases of such commodities. If guaranty payments are required, MEAG Power has rights with other Members that such payments would be apportioned based on certain criteria.

The guarantees generally have indefinite terms; however, MEAG Power can terminate its guaranty obligations by providing notice to counterparties and others, as required by the agreements. Such termination would not pertain to any transactions TEA entered into prior to notice being given. As of December 31, 2023 and 2022, MEAG Power had no liability related to these guarantees outstanding.

As of December 31, 2023 and 2022, MEAG Power's current other receivables due from TEA totaled \$1.8 million and \$13.5 million, respectively.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

As discussed in Note 9, effective March 31, 2024, MEAG Power withdrew as a TEA Member and began taking interim services under a resource management agreement with TEA. This interim agreement will terminate on May 30, 2024. On May 31, 2024, MEAG Power will transition its market trading activities to Alliance for Cooperative Energy Services Power Marketing, LLC (ACES).

7. RETIREMENT PLAN AND OTHER POSTEMPLOYMENT BENEFITS

Retirement Plan Description

MEAG Power is the sponsor and administrator of a single-employer, non-contributory retirement plan that provides a defined benefit to employees hired before 2014 based on years of service and average earnings. The Municipal Electric Authority of Georgia Retirement Plan (the Retirement Plan) was established by the Board, and Board action is required to terminate the Retirement Plan or for material changes made to Retirement Plan benefits. The Retirement Plan is funded through a tax-exempt trust fund qualified under sections of the Internal Revenue Code. An independent actuarial firm is used to calculate MEAG Power's contribution to the Retirement Plan, which is based on actuarial valuations as of January 1 of each year, approved by the Board and included as part of the annual system budget. The Retirement Plan is not required to issue a separate financial report.

Benefits Provided

Prior to January 1, 2014, employees who attained age 25 with at least one year of service were eligible to participate in the Retirement Plan (Plan participant), as were former employees rehired prior to that date, under certain vesting guidelines of the Retirement Plan. The Retirement Plan is closed to new entrants. As discussed in the "Other Retirement Benefits" section of this Note, employees hired after December 31, 2013 are eligible to receive a non-matching contribution to MEAG Power's 403(b) defined contribution plan (403(b) Plan).

A Plan participant who retires on such participant's normal retirement date (considered to be age 62) will receive a monthly benefit (Accrued Benefit), based on the applicable vesting percentage, equal to 2.4% of final average earnings (FAE) multiplied by years of benefit service (Benefit Service) (up to a maximum of 25 years), if employed as of February 1, 1991, or 2.0% of FAE multiplied by Benefit Service (up to a maximum of 30 years), if employed after that date. The Accrued Benefit of a Plan participant who retires prior to such participant's normal retirement date is reduced by 6.0% for each year the early retirement date precedes age 62. FAE is calculated using different methods to determine the highest average earnings, generally based on the average of the 60 consecutive or non-consecutive (depending on employment date) calendar months during the Plan participant's final 120 consecutive calendar months of employment (or fewer number of actual months). Vesting percentage increases up to 100% at five years of service. A Plan participant who retires or terminates service after age 55 is 100% vested regardless of years of service.

Employees Covered by Benefit Terms

The number of Plan participants covered by Retirement Plan benefits at December 31, 2023 and 2022 were:

Plan participants	2023	2022
Active	57	62
Inactive, vested	72	73
Retirees and beneficiaries	154	150
Total	283	285

Contributions

The actuarially determined contribution to the Retirement Plan by MEAG Power is pursuant to the Official Code of Georgia Annotated, section 47-20-10 (OCGA 47-20-10). Historically, MEAG Power's contribution has been well in excess of the minimum required contribution under OCGA 47-20-10. For the years ended December 31, 2023 and 2022, MEAG Power contributed 8.5% and 8.1%, respectively, of covered payroll. No contributions by Plan participants are required.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Net Pension Liability

MEAG Power's net pension liability was measured as of December 31, 2023 and 2022, and the total pension liability used to calculate the net pension liability was determined by the entry age normal valuation method as of that date. The following schedule presents the change in net pension liability for the years ended December 31, 2023 and 2022 (in thousands):

	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a)–(b)
Balance at December 31, 2022	\$70,427	\$67,957	\$ 2,470
<i>Changes for the year:</i>			
Service cost	576	—	576
Interest on the total pension liability	5,141	—	5,141
Difference between expected and actual experience	300	—	300
Assumption changes	—	—	—
MEAG Power contributions	—	775	(775)
Net investment income	—	9,992	(9,992)
Benefit payments	(3,830)	(3,830)	—
Administrative expenses	—	—	—
Net change	2,187	6,937	(4,750)
Balance at December 31, 2023	\$72,614	\$74,894	\$ (2,280)

	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a)–(b)
Balance at December 31, 2021	\$67,961	\$ 85,285	\$(17,324)
<i>Changes for the year:</i>			
Service cost	654	—	654
Interest on the total pension liability	4,965	—	4,965
Difference between expected and actual experience	435	—	435
Assumption changes	—	—	—
MEAG Power contributions	—	775	(775)
Net investment income	—	(14,515)	14,515
Benefit payments	(3,588)	(3,588)	—
Administrative expenses	—	—	—
Net change	2,466	(17,328)	19,794
Balance at December 31, 2022	\$70,427	\$ 67,957	\$ 2,470

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Actuarial Assumptions and Methods

The assumptions used to measure the total pension liability as of December 31, 2023 include a 7.5% investment rate of return, a long-term expected inflation rate of 2.5% per year and salary increases of 4.0% per year. The mortality table utilized is the PUB-2010 General Employees Mortality, male and female, projected generationally using the MP-2021 improvement scale.

The long-term expected rates of return on Retirement Plan investments, valued as of December 31, 2023 were determined using geometric mean methodology, including measures of standard deviation and correlation, in which best-estimate ranges of expected future rates of returns were derived for each investment asset class. Analysis included information on past, current and future capital market performance, key economic indicators and inflation expectations. A 10-year period was chosen for analysis to capture a full market cycle. These best estimate ranges, net of assumed long-term inflation and investment expenses, are combined to produce the long-term expected rate of return. Factors likely to produce additional higher returns for Retirement Plan assets such as active portfolio management (35% of assets), a longer-term investment cycle (30 years), flexibility in the annual budgeting of voluntary contributions and possible changes in asset allocation are considered in the overall management of the Retirement Plan, but were not included in the expected rates of return methodology. The target allocation for each major asset class is summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return*
Domestic Large-Cap Equity	30%	7.25%
Domestic Mid-Cap/ Small-Cap Equity	15%	7.45%
International Equity	15%	7.25%
Domestic Fixed Income	40%	4.25%
Total	100%	

* 10-year horizon, passively managed

Retirement Plan's Assets

The fair value of the Retirement Plan's assets, based on quoted market prices, with substantially all of these assets being measured at Level 1 within the fair value hierarchy, as per Statement 72 guidelines (see Note 2, section (L), "Fair Value Measurements"), as of the measurement dates of December 31, 2023 and 2022, were as follows (in thousands):

	2023	2022
Mutual Funds:		
U.S. Equity Index Fund	\$21,034	\$19,419
Mid-Cap Index Fund	8,692	7,415
Small-Cap Index Fund	3,756	3,207
Diversified International Fund	11,790	10,016
Aggregate Bond Fund	21,468	20,172
Total Bond Fund	8,145	7,708
Institutional Government Portfolio	3	3
Cash	6	17
Total	\$74,894	\$67,957

Discount Rate

The discount rate used to measure the total pension liability as of December 31, 2023 and 2022 was 7.5%. The projection of cash flows used to determine the discount rate assumed that future employer contributions will be made at rates equal to the actuarially determined contribution rates. Based on these assumptions, the Retirement Plan's fiduciary net position was projected to be available to make all projected future benefit payments of Plan participants. Therefore, the long-term expected rate of return on Retirement Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the net pension liability, calculated using the discount rate of 7.5%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate (dollars in thousands):

	1% Lower	Current Discount Rate	1% Higher
Net Pension Liability	6.5%	7.5%	8.5%
December 31, 2023	\$5,325	\$(2,280)	\$(8,757)
December 31, 2022	\$ 9,980	\$ 2,470	\$(3,913)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Retirement Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Retirement Plan and additions to/ deductions from the Retirement Plan's fiduciary net position have been determined on the same basis as they are reported by the Retirement Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

The accounting for pension activity under GASB Statement No. 68, "Accounting and Financial Reporting for Pensions — an amendment of GASB Statement No. 27" (Statement 68) results in deferred outflows (delayed recognition of unfavorable investment income changes or unfavorable actuarial changes) and deferred inflows (delayed recognition of favorable investment income changes or favorable actuarial changes). All deferred investment income changes (whether favorable or unfavorable) are combined for a net balance sheet presentation. These changes will be amortized into net pension expense over five years for investment-related deferrals, and approximately two years for actuarially determined deferrals beginning in the year that the inflow or outflow is initially recognized.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Retirement Plan

For the years ended December 31, 2023 and 2022, MEAG Power recognized pension expense of \$0.8 million and \$2.2 million, respectively. At December 31, 2023 and 2022, the Retirement Plan reported deferred outflows of resources and deferred inflows of resources from the following sources (in thousands):

Deferred Outflows (Inflows) of Resources	2023	2022
Differences between expected and actual experience	\$ 55	\$ 114
Assumption changes	—	—
Net difference between projected and actual earnings on Retirement Plan investments	5,698	10,376
Total	\$5,753	\$10,490

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Retirement Plan will be recognized in pension expense in future years as follows (in thousands):

Year	Deferred Outflows (Inflows) of Resources
2024	\$ 1,337
2025	2,271
2026	3,151
2027	(1,006)
2028	—
Total	\$5,753

Other Retirement Benefits

MEAG Power also offers a 403(b) Plan to all employees and matches regular employee contributions at the rate of 100% of the first 5% of compensation contributed by the employee, as well as 50% of certain additional contributions. Total matching contributions made by MEAG Power to the 403(b) Plan were \$1.3 million and \$1.1 million for the years ended December 31, 2023 and 2022, respectively. Employees hired after December 31, 2013 are eligible to receive a non-matching contribution equal to a specified percentage of the employees' compensation based on years of service.

MEAG Power also offers a 457(b) Plan to all employees to provide an opportunity to increase their savings for retirement on a before-tax or Roth after-tax basis. The 457(b) Plan does not provide for employer matching contributions and is not subject to the Internal Revenue Code section 415 annual limitations that apply to the 403(b) Plan.

Other Postemployment Benefits

Information regarding MEAG Power's other postemployment benefit (OPEB) plan is as follows:

Plan Description

The MEAG Power Retiree Medical Premium Reimbursement Plan (the Plan) is administered by MEAG Power's Retirement Investment Committee and is a single employer defined benefit retirement health benefits plan. The Board has sole authority to amend the Plan. The Plan operates on a pay-as-you-go basis and has no trust for accumulating assets.

Plan Benefits

The Plan reimburses each eligible retiree and/spouse or surviving spouse for eligible medical premium expenses subject to certain criteria and maximum amounts. An eligible retiree is a former employee who retired after attaining age 55 and completing at least 10 years of service, and who retired on or after January 1, 1997.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Employees Covered by the Plan

At December 31, 2023 and 2022, the following participants were covered by the Plan benefits:

	2023	2022
Active employees	133	130
Retired employees or beneficiaries	76	73
Total	209	203

Actuarial Assumptions

Actuarial assumptions used to determine MEAG Power's OPEB liability, measured as of December 31, 2023 and 2022, were as follows:

Inflation	2.50%
Salary Increases	4.00%
Discount Rate	3.77% for December 31, 2023 actuarial valuation
Healthcare cost trend rates	Not applicable for eligible retirees, as the benefit payable is a fixed amount that does not vary with healthcare cost trends.
Mortality	PUBH-2010 General Employees and Healthy Retiree Mortality table, male and female, projected generationally using the MP-2021 improvement scale.

Changes in the OPEB Liability

MEAG Power's total OPEB liability as of December 31, 2023 and 2022 was as follows (in thousands):

	2023	2022
Beginning total OPEB Liability	\$9,556	\$13,008
Changes for the year:		
Service cost	259	352
Interest	348	264
Change of benefit terms	—	—
Differences between expected and actual experience	(805)	(1,593)
Benefits payments	(409)	(363)
Changes of assumptions or other inputs	(52)	(2,112)
Net changes	(659)	(3,452)
Ending total OPEB liability	\$8,897	\$9,556

Changes of assumptions or other inputs reflect an increase in the discount rate from 3.72% to 3.77%.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

MEAG Power's OPEB expense was \$0.1 million and \$0.2 million for the years ended December 31, 2023 and 2022, respectively. As of December 31, 2023 and 2022, deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources (in thousands):

Deferred Outflows (Inflows) of Resources	2023	2022
Differences between expected and actual experience	\$ (1,577)	\$ (1,260)
Changes of assumptions or other inputs	(1,157)	(1,102)
Total	\$ (2,734)	\$ (2,362)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future years as follows (in thousands):

Year	Deferred Outflows (Inflows) of Resources
2024	\$ (881)
2025	(956)
2026	(764)
2027	(133)
2028	—
Total	\$ (2,734)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate or Healthcare Cost Trend Rate

The following presents the effect of a 1% increase or decrease of the discount rate and the healthcare cost trend rate, respectively, on MEAG Power's OPEB liability as of December 31, 2023 and 2022 (dollars in thousands):

Discount Rate Sensitivity

	December 31, 2023		
	Current		
	1% Decrease 2.77%	Discount Rate 3.77%	1% Increase 4.77%
Total OPEB Liability	\$10,034	\$8,897	\$7,952

	December 31, 2022		
	Current		
	1% Decrease 2.72%	Discount Rate 3.72%	1% Increase 4.72%
Total OPEB Liability	\$10,747	\$9,556	\$8,565

Healthcare Cost Trend Rate Sensitivity

	December 31, 2023		
	1% Decrease	Current Rate	1% Increase
Total OPEB Liability	\$8,897	\$8,897	\$8,897

	December 31, 2022		
	1% Decrease	Current Rate	1% Increase
Total OPEB Liability	\$9,517	\$9,556	\$9,598

8. COMMITMENTS AND CONTINGENCIES

Nuclear Insurance

Under the Price-Anderson Amendments Act (the Amendments Act), MEAG Power is afforded certain indemnities, and has certain obligations, as an owner of nuclear generating units. The Amendments Act provisions, together with private insurance, cover third-party liability arising from any nuclear incident occurring at the nuclear generating units in which MEAG Power has an ownership interest. The Amendments Act provides for the payment of funds up to a maximum of \$16.2 billion for public liability claims that could arise from a single nuclear incident. Each nuclear generating unit is insured against this liability to a maximum of \$450 million by American Nuclear Insurers (ANI). The remaining coverage is provided by a mandatory program of deferred premiums that could be assessed, after a nuclear incident, against all owners of nuclear reactors. The owners of a nuclear generating unit could be assessed up to \$166 million per incident for each licensed reactor they operate, but not more than an aggregate of \$24.7 million per reactor, per incident, to be paid in a calendar year. MEAG Power's share of the potential ANI deferred premiums could be up to \$205.6 million, with an annual limit of \$30.6 million. Both the maximum assessment per reactor and the maximum yearly assessment are adjusted for inflation at least every five years. The next scheduled adjustment is due by November 2028.

GPC, on behalf of the Joint-Owners of the nuclear units, is a member of Nuclear Electric Insurance Limited (NEIL), a mutual insurer established to provide property damage insurance for members' nuclear generating facilities. NEIL provides three types of property coverage for the Joint-Owners through GPC, primary property insurance, excess property insurance and excess non-nuclear property insurance. The primary property insurance provides coverage limits of \$1.5 billion per generating unit. The excess property insurance provides coverage limits up to \$1.25 billion per generating unit above the primary property coverage levels. These policies have a combined sublimit of \$1.5 billion for non-nuclear losses. The excess non-nuclear property insurance provides additional coverage limits of \$750 million per generating unit above the primary policy.

MEAG Power is also a member of NEIL in its capacity to provide insurance to cover members' costs of replacement power and other costs that might be incurred during a prolonged accidental outage of the nuclear units. The coverage begins after the outage has exceeded 12 weeks, with a maximum per occurrence, per unit limit of \$490 million. MEAG Power's share of the policy limit is \$88.7 million per unit for Hatch Units 1&2, as well as \$107.4 million per unit for Vogtle Units 1&2 and Unit 3. For non-nuclear losses, the policy limit of liability is \$327.6 million per generating unit. MEAG Power's share of the non-nuclear policy limit is \$59.3 million per unit for Hatch Units 1&2, as well as \$71.8 million per unit for Vogtle Units 1&2 and Unit 3. Unit 4 is also covered under these policies, effective with its COD of April 29, 2024. These policies, similar to the other NEIL policies, contain provisions for a retrospective premium adjustment for a member of up to ten times its annual premium, as discussed below. Under each of the NEIL policies, members are subject to assessments if losses each year exceed the accumulated funds available to the insurer under that policy.

MEAG Power's share of retrospective premium assessments, based on policies effective April 1, 2023, could be as much as \$20.5 million for primary, excess property insurance and excess non-nuclear property, and \$5.7 million per incident for replacement power and other costs. All retrospective assessments, whether generated for liability, property or replacement power may be subject to applicable state premium taxes.

Claims resulting from terrorist acts and cyber events against commercial nuclear generating units are covered under both the ANI and NEIL policies, subject to normal policy limits. The Terrorism Risk Insurance Program Reauthorization Act of 2019 extended coverage of domestic acts of terrorism until December 31, 2027. The aggregate, however, that NEIL will pay for all claims resulting from terrorist acts and cyber events in any 12-month period is \$3.2 billion plus such additional amounts NEIL can recover through reinsurance, indemnity or other sources.

In accordance with NRC regulations related to on-site property damage insurance policies for commercial nuclear generating units, the proceeds of such policies pertaining to MEAG Power shall be dedicated first for the sole purpose of placing the reactor in a safe and stable condition after an accident. Any remaining proceeds are next to be applied toward the costs of decontamination or debris removal.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

operations ordered by the NRC; then, any further remaining proceeds are to be paid to either the owners of the facility or their bond trustees as may be appropriate under applicable trust indentures. In the event of a loss, the amount of insurance available might not be adequate to cover property damage and other expenses incurred. Uninsured losses and other expenses would be borne by MEAG Power and could have a material adverse effect on MEAG Power's financial condition and results of operations.

Fuel

Project One and the General Resolution Projects, through GPC, are obligated by various long-term commitments for the procurement of fossil and nuclear fuel to supply a portion of the fuel requirements of their generating units. Coal and/or related transportation commitments for the period 2024-2026 total \$24.5 million. For the years beginning 2024 through 2028, nuclear fuel commitments total \$157.5 million. Commitments for nuclear fuel are calculated based on MEAG Power's ownership percentage of jointly owned generation facilities per operating agreements with GPC, as discussed in Note 2 (G) "— Jointly Owned Generation Facilities." MEAG Power understands that Southern Nuclear has sufficient inventory on hand and access to fuel procurement to operate the nuclear units for the foreseeable future.

With respect to its long-term coal commitments, MEAG Power manages its own coal stockpile inventory, including selection of fuel sources, contract arrangements and coal inventory levels.

GPC, as the coal agent for MEAG Power, has contracted with Southern Company Fuel Services to act as its coal procurement agent, and it is responsible for issuance of requests for proposals for coal supply, contract negotiations and scheduling coal delivery. Also discussed within that Note is information regarding sales by MEAG Power to GPC of a portion of the output of Vogtle Units 1&2, which have the effect of reducing MEAG Power's gross commitments for nuclear fuel. Railcar lease commitments through 2024 are immaterial. In general, most, if not all, of the contracted material and services reflected in these estimates could be sold on the market, thereby reducing MEAG Power's liability.

In 2022, MEAG Power entered into two 30-year-term gas purchase agreements with the Municipal Gas Authority of Georgia (MGAG) (see table below for details) for gas sourced through two prepaid gas supply agreements. Such purchases are structured to match the usage in the peak operating months and are expected to equal an approximate percentage of MEAG Power's natural gas requirements for its native load, which are 5% and 8% for the contracts that began on July 1, 2022 and August 1, 2022, respectively. The price paid by MEAG Power is based on a discount from a natural gas index. The volatility of the natural gas market precludes MEAG Power from precisely estimating a cost for each contract term; however, based on February 1, 2024 market prices, the commitments are calculated net of a prepaid discount. MEAG Power has the right to opt-out of the contracts if the minimum discounts are not met at the end of the remainder of the initial pricing period. Additionally, there are provisions for permanent load losses or the cessation of natural gas-fired generation.

Long-Term Gas Purchase Agreements					
Entered Date	Begin Date	End Date	Take and Pay /mmBtus per day*	Remainder of the Initial Pricing Period	Gas Commitments
February 1, 2022	July 1, 2022	June 30, 2052	2,497	January 1, 2024– October 31, 2027	\$9.7 million
March 17, 2022	August 1, 2022	July 31, 2052	3,908	January 1, 2024– November 30, 2029	\$26.5 million

*On an average annual basis

On January 23, 2024 and March 26, 2024, MEAG Power entered into additional natural gas purchase agreements with MGAG (see Note 9 for additional information regarding these agreements).

As discussed in Note 9, on May 31, 2024, MEAG Power will transition to ACES to provide natural gas fuel management services for MEAG Power, including procurement, scheduling and risk management of the transportation and supply portfolio.

Through participation in the Momentum Expansion Phase II, previously known as the "Cornerstone Expansion," of the Transco natural gas pipeline system (Transco), MEAG Power has secured firm natural gas transportation capacity sufficient to deliver 65% of the natural gas required to operate the CC Project at projected peak period capacity factors. The primary

term of the Transco agreement began in 2004 and ended January 31, 2019. The contract continues on an evergreen basis, and MEAG Power has certain retention rights that ensure continued service. For the remainder of the facility's natural gas transportation requirements, MEAG Power uses a combination of daily and short-term capacity purchases. The natural gas pipeline commitment totals \$2.9 million through December 31, 2024.

MEAG Power also entered into agreements with Petal Gas Storage, L.L.C., providing for storage and associated transportation of 200,000 mmBtus of natural gas for a term of 15 years that began in 2008 and ends in August 2024. Natural gas storage commitments through August 2024 total \$0.5 million.

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Long-Term Purchases and Sales of Power

During 2017, MEAG Power entered into five-year purchase power agreements with the Alabama cities of Hartford and Evergreen to provide full requirements service, effective January 1, 2018 through December 31, 2022. These agreements provided 11.0 MW and 11.5 MW, respectively, of system capacity and associated energy to meet their needs net of their resources from SEPA and included provisions for MEAG Power to sell additional capacity. The Hartford and Evergreen sales were served from the resources of 16 and 15 subscribed Participants, respectively. These agreements were extended through and ended on December 31, 2023, and were updated to provide 10.0 MW to Hartford and 15.0 MW to Evergreen. During 2023, the Hartford and Evergreen sales were served from the resources of three Participants.

MEAG Power entered into an eight-year purchase power agreement with the City of Robertsedale, Alabama (Robertsedale), during 2016 to provide full requirements service to Robertsedale, effective January 1, 2018 through December 31, 2025. The agreement provides 25 MW of system capacity and energy to meet Robertsedale's needs net of its resources from SEPA and includes provisions for MEAG Power to sell additional capacity. This sale is served from the resources of nine subscribed Participants.

MEAG Power has a 20-year power purchase agreement with Southern Power Company, an affiliate of GPC, for the output and services of a combustion turbine nominally rated from 149 MW to 165 MW, depending on the season. The effective date of the power purchase agreement was May 1, 2009. Twenty Participants have subscribed to this resource.

MEAG Power entered into a power sale agreement with PowerSouth through TEA for 50 MW of system-firm capacity and an associated energy call option effective December 1, 2020. The sale included all hours during the months of December, January, and February during the contract term of December 1, 2020 through February 28, 2023.

For 2022, MEAG Power entered into one-year power purchase agreements with:

- Morgan Stanley Capital Group Inc. (Morgan Stanley) through TEA for 48 MW of firm capacity. This resource was subscribed to by five of the Participants.
- Mercuria through TEA for 70 MW of firm capacity. This resource was subscribed to by one Participant.

For 2023, MEAG Power entered into one-year power purchase agreements with:

- Morgan Stanley through TEA for 27 MW of firm capacity. This resource was subscribed to by four of the Participants.
- Macquarie Energy LLC through TEA for 10 MW of firm energy effective April 1, 2023. This resource was subscribed to by one Participant.

Environmental Regulations

The nuclear units, Scherer Units 1&2 and the CC Project are subject to various federal and state environmental regulatory requirements. The Environmental Protection Agency (EPA) and the Georgia Environmental Protection Division (EPD) of the Department of Natural Resources (DNR) have primary responsibility for developing and enforcing the requirements where directed or authorized by statutes such as the Federal Clean Air Act (CAA), Federal Clean Water Act (CWA), Federal Resource Conservation and Recovery Act, Georgia Air Quality Act, Georgia Water Quality Control Act and Georgia Comprehensive Solid Waste Management Act.

Compliance with environmental regulatory requirements require owners/operators of affected facilities, including MEAG Power, to commit significant expenditures for installation, operation and maintenance of pollution control and environmental monitoring equipment. Failure to comply with these requirements could lead to fines, sanctions or civil and criminal penalties. Environmental regulatory requirements are complex; they are subject to change due to continuing legislative, regulatory and judicial actions; and they have become substantially more stringent over time. MEAG Power cannot predict at this time whether any additional legislation, regulations, permit requirements or other rules will be enacted which will affect its operations or the cost of continuing compliance.

For Scherer Units 1&2 and Generation Station Wansley, prior to decertification and retirement of the Wansley units in 2022 (see Note 2 (G) "— Coal Generating Facilities"), MEAG Power has invested \$682.6 million from 2000 through 2023 in generating unit environmental enhancements, including a switch to lower-sulfur coal at Scherer Units 1&2, and installing control technologies to reduce emissions of mercury, sulfur dioxide (SO₂), nitrogen oxides (NO_x), non-mercury metals and acid gases at Scherer 1&2 and at Generation Station Wansley and installing systems to dispose of ash and treat coal pile run-off water in compliance with the CCR rule at Scherer Units 1&2 and at Generation Station Wansley. MEAG Power anticipates total capital investment for environmental improvements at Scherer Units 1&2 for the years 2024 through 2028, including additions to comply with CCR and ELG regulations (see the "Coal Combustion Residuals" and "Effluent Limitations Guidelines Regulations" sections within this Note), will be approximately \$56.8 million.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Greenhouse Gas Regulation

On May 11, 2023, EPA issued proposed rules to limit carbon dioxide emissions from the new, existing, modified, and reconstructed power plants. The proposed rules would regulate new gas-fired combustion turbines, existing coal plants and certain large, base-loaded existing gas plants. EPA proposed to update and establish more stringent new source performance standards (NSPS) for greenhouse gas (GHG) emissions from new and reconstructed fossil fuel-fired stationary combustion turbine electric generating units (EGUs) that are based on highly efficient generation, hydrogen co-firing, or carbon capture and sequestration (CCS). EPA finalized the rules on April 25, 2024, including: the repeal of the Affordable Clean Energy rule (ACE); GHG emission guidelines for existing fossil fuel-fired steam generating units; NSPS for GHG emissions from new and reconstructed fossil fuel-fired combustion turbines; and revisions to the standards of performance for new, modified, and reconstructed fossil fuel-fired steam generating units.

Some of the key changes made from the proposed rule include: the reduction in the number of subcategories for existing coal-fired steam generating units; the extension of the compliance date for existing coal-fired steam generating units to meet a standard of performance based on implementation of CCS; the removal of low-GHG hydrogen co-firing as a best system of emissions reduction (BSER) pathway; and the addition of two reliability-related instruments. In addition, EPA is not finalizing proposed requirements for existing fossil fuel-fired stationary combustion turbines at this time.

Existing coal-fired generating units with plans to retire by 2032 and have a federally enforceable commitment to retire are exempt from any compliance obligation, other than to follow through on their retirement commitment. For coal units with plans to operate past 2032 that will retire before January 1, 2039, the BSER system is based on 40 percent co-firing with natural gas, with a compliance deadline of January 1, 2030. For coal units with plans to continue to operate past January 1, 2039, the BSER is CCS operating at a 90 percent removal rate with a compliance deadline of January 1, 2032. New and reconstructed gas-fired combustion turbines operating below a capacity factor of 20 percent annually will be subject to a performance standard based on the use of "lower emitting fuels" (e.g., natural gas and/or distillate oil); those operating between 20 and 40 percent capacity factor will be subject to a performance standard of no more than 1,170 lbs. CO₂/MWh (an increase from the proposed rule); and units operating over 40 percent capacity factor will be subject to a limit of 800 lbs. CO₂/MWh (for large units) and up to 900 lbs. CO₂/MWh (for small units) along with a CCS standard of 90 percent by January 1, 2032, with an associated emission limitation of 100 lbs. CO₂/MWh.

Given the significant costs and challenges of compliance with this rule, including the inadequate demonstration of carbon sequestration technology and the lack of demonstrated, available carbon storage capability, the rule is forecasted to drive a shift away from coal-fired generation. Based on the potential for court challenge, the impact of these rules on MEAG Power cannot be determined at this time.

National Ambient Air Quality Standards and Regional Haze Regulations

On October 17, 2022, the EPA announced the approval of Georgia's request to have the Atlanta Nonattainment Area re-designated to attainment status for the 2015 ozone National Ambient Air Quality Standard (NAAQS). The Atlanta Nonattainment Area included the counties of Bartow, Clayton, Cobb, DeKalb, Fulton, Gwinnett and Henry (Atlanta Nonattainment Area).

In October 2015, EPA lowered the level of the ozone NAAQS from 0.075 parts per million (ppm) to a more protective level of 0.070 ppm. On September 15, 2022, EPA announced the final determination that the Atlanta Nonattainment Area had met the 2015 ozone NAAQS, based on certified air quality monitoring data for the years 2018–2020, and approved the re-designation to attainment one month later.

In the CAA, Congress declared as a national goal the prevention of any future, and the remedying of any existing, impairment of visibility in mandatory Class I federal areas (e.g., national parks and wilderness areas) for which visibility impairment results from man-made air pollution. The CAA directs EPA to issue regulations to assure reasonable progress toward meeting the national goal. Current EPA regulations set 2064 as the target year to achieve natural visibility conditions via a uniform rate of progress over specific periods, and a State Implementation Plan (SIP) is required from states that contribute to visibility impairment.

In January 2017, EPA published in the Federal Register a final revised regulation, "Protection of Visibility: Amendments to Requirements for State Plans." The revised regulation deferred the due date for the next round of SIP submittals to EPA, from July 31, 2018 to July 31, 2021 (EPD submitted a SIP on July 31, 2022) and addresses issues such as wildfires, anthropogenic sources outside of the United States and prescribed fires. However, in January 2018, EPA announced that it would revisit certain aspects of its 2017 regulation through a proposed rulemaking.

As of August 2022, 15 states have failed to submit regional haze SIPs for EPA review. Of the 35 remaining states, including Georgia, that have submitted complete regional haze plans, many are proposing to meet their regulatory obligations by relying on existing emission reductions already being achieved by the shutdown and curtailment of existing coal-fired power plants instead of imposing additional emission control requirements on those plants still in operation. EPA is still in the early stages in reviewing those plans.

MEAG Power does not expect that the proposed SIP will have any significant financial or operational impacts to its generating units.

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Startup, Shutdown and Malfunction Regulations

In June 2015, EPA published a final rule/action in the Federal Register pertaining to Startup, Shutdown and Malfunction (SSM) regulations, "State Implementation Plans: Response to Petition for Rulemaking; Restatement and Update of EPA's SSM Policy Applicable to SIPs; Findings of Substantial Inadequacy; and SIP Calls To Amend Provisions Applying to Excess Emissions During Periods of Startup, Shutdown and Malfunction." In this rule/action, EPA issued a finding that certain SIP provisions in 36 states were substantially inadequate to meet CAA requirements and thus issued a SIP call for each of those 36 states. EPA also established a due date for states subject to the SIP call action to submit "corrective SIP" revisions. Georgia was named as one of the 36 states. Many states, including Georgia, and industry groups filed Petitions for Review with the U.S. Court of Appeals for the District of Columbia Circuit (D.C. Circuit). On March 1, 2024, the D.C. Circuit determined that EPA exceeded its authority in calling for a blanket removal of SSM exemptions from SIPs without showing the exemptions impede compliance with the CAA.

EPD had developed revised state SSM regulations that were adopted by the Georgia Board of Natural Resources in October 2016. EPD submitted a timely corrective SIP, including the revised regulations to EPA for approval in November 2016. On November 28, 2022, EPA published a proposed rulemaking to formally disapprove of Georgia's SSM SIP.

On March 1, 2024, the D.C. Circuit largely vacated EPA's SIP call that required states to remove from their respective air quality plans regulatory waivers for excess air emissions during periods of emission unit startup, shutdown, and malfunction.

MEAG Power expects that EDP will withdraw the revised state SSM regulations as written in the SIP, and that MEAG Power's permit will not be affected.

National Emissions Standards for Hazardous Air Pollutants

In February 2012, EPA published a final regulation in the Federal Register, "National Emission Standards for Hazardous Air Pollutants From Coal and Oil-Fired Electric Utility Steam Generating Units and Standards of Performance for Fossil-Fuel-Fired Electric Utility, Industrial-Commercial-Institutional, and Small Industrial- Commercial-Institutional Steam Generating Units." The regulation set National Emissions Standards for Hazardous Air Pollutants (NESHAP) for both new and existing coal- and oil-fired electric utility steam generating units. Scherer Units 1&2 are subject to the regulation, which set limits on emissions of mercury, non-mercury metals and acid gases, commonly referred to as the Mercury and Air Toxic Standards (MATS). To comply with MATS, hydrated lime injection systems have been added to Scherer Units 1&2. Scherer Units 1&2 are in compliance with the regulation.

On May 22, 2020, EPA finalized a finding that it is not appropriate and necessary to regulate hazardous air pollutant emissions from coal- and oil-fired power plants under CAA section 112, reversing a determination first made in 2000, and later affirmed in 2012 and 2016. On January 31, 2022, EPA issued a Notice of Proposed Rulemaking on the Mercury and Air Toxics Standards that reaffirms the finding that it is appropriate and necessary to regulate hazardous air pollutants from coal- and oil-fired power plants, and ensures the existing emissions standards for MATS remain in effect while EPA considers new rules. The proposed rule also solicited information on the cost and performance of new or improved technologies and methods of operation for controlling hazardous air pollutant emissions. On April 24, 2023, and as a result of its residual risk and technology review, EPA proposed a rule that revises the MATS for coal- and oil-fired steam EGUs. The rule would require all coal-fired electric generating units, to achieve an emission standard for filterable particulate matter (fPM) of 0.010 lb/MMBtu (from the current 0.030 lb/MMBtu), and demonstrate compliance with the fPM standard by using continuous emissions monitoring systems (CEMS). Currently, Scherer Units 1&2 demonstrate compliance through quarterly testing and not a CEMS. On April 25, 2024, the final rule was issued as proposed. GPC is in the process of procuring the continuous CEMS monitoring equipment for fPM and will undertake a pilot study to investigate the best operating procedures for compliance. Scherer Units 1&2 will have three years to comply with the rule after its effective date.

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Coal Combustion Residuals

In 2015, EPA promulgated a comprehensive set of requirements for the management of CCR in landfills and impoundments. CCR include a variety of waste streams, specifically fly ash, bottom ash (BA), boiler slag and flue gas desulfurization (FGD) materials generated from coal-fired electric utilities; these waste streams are commonly known as coal ash. The rule established corrective action, closure and post closure technical standards, and inspection, monitoring, recordkeeping and reporting requirements. In 2016, President Obama signed into law the "Water Infrastructure Improvements for the Nation Act", which included a provision on the regulation of CCR as a non-hazardous waste under the Resource Conservation and Recovery Act. This legislation authorized states to implement and enforce the requirements of the CCR regulation through state permitting programs.

In 2016, EPD developed regulations to implement a state permitting program for CCR landfills and impoundments in Georgia. The revisions incorporated most requirements of EPA's CCR regulation by reference. The EPD revisions were adopted by the Georgia Board of Natural Resources in 2016. In 2020, EPA approved EPD's permitting program. Georgia's program will operate in lieu of the federal CCR program, with the exception of certain provisions for which the State did not seek approval. As a result, CCR facilities in Georgia will still be subject to federal requirements governing the criteria and timing for initiating closure of unlined impoundments and federal requirements to protect threatened and endangered species.

In 2020, EPA issued a final rule establishing deadlines by which unlined surface impoundments can no longer receive CCR waste and non-CCR waste-streams. This rule also clarified circumstances under which alternative liners may be used, when coal ash may be used in the closure of landfills and impoundments, and that post-closure groundwater monitoring is required if coal ash is removed from a landfill or impoundment. GPC stopped sending CCR to the ash ponds at Generation Station Scherer and Generation Station Wansley in 2019, and instead sends dry ash to lined landfills. New wastewater treatment systems that receive and manage the non-CCR waste-streams at Generation Station Scherer and Generation Station Wansley were completed in 2020 and 2019, respectively. Consequently, these new deadlines did not impact MEAG's operations.

On May 18, 2023, the EPA issued a proposed rule expanding the federal CCR rule to include legacy CCR units. The proposed rule would establish two new classes of units not currently regulated under the federal CCR rule: (a) legacy CCR surface impoundments, which are surface impoundments that (i) contained both CCR and liquids on or after October 19, 2015, and (ii) are located at a power plant that ceased generating power prior to October 19, 2015, and (b) CCR management units, which are any area of land (i) on which any non-containerized accumulations of CCR are received, placed, or otherwise managed, and (ii) which is not a CCR unit. The EPA proposed to subject both classes of legacy units to the

requirements applicable to currently regulated units with a few exceptions and also proposes to mandate the requirement to initiate closure within 12 months of the effective date of the rule. The final rule was issued on April 25, 2024, with no changes from the proposed rule. The rule will become effective six months after publication in the Federal Register. This expansion of the CCR rule has no effect on Scherer 1&2 or Generation Station Wansley.

GPC submitted a Notice of Intent to Initiate Closure of CCR Ash Pond-1 at Generation Station Scherer on October 30, 2020. The closure plan contemplated consolidating CCR from the prior 550-acre unit to a smaller, approximately 300-acre area. At present, all closure activities are estimated to be complete in 2033 with a 30-year post closure care period to follow.

GPC submitted a Notice of Intent to Initiate Closure of CCR Unit AP-1 at Generation Station Wansley on April 17, 2019, and submitted a permit application for closure by removal on April 17, 2023.

The latest semi-annual Groundwater reports were submitted to EPD on January 31, 2024, and were posted on the internet site. GPC continues to monitor all parameters and take corrective action as required.

Effluent Limitations Guidelines Regulations

On October 13, 2020, EPA published its final rule revising the ELG regulation (or ELG rule). The ELG rule establishes effluent limitations based on Best Available Technology Economically Achievable (BAT) for steam electric generating units. For the discharge of Flue Gas Desulfurization (FGD) wastewater, EPA established numeric effluent limitations for mercury, arsenic, selenium and nitrate/nitrite as nitrogen. For the discharge of BA transport water, the ELG rule requires high recycle rate systems and allows for site-specific discharge that cannot exceed 10 percent of the BA transport water system volume.

The ELG rule includes subcategories for high flow units, low utilization boilers and boilers that will cease coal combustion by 2028. The ELG rule provides effluent limitation requirements for units in these subcategories. For high flow facilities and low utilization boilers, the ELG rule establishes numeric effluent limitations on mercury and arsenic for FGD wastewater discharges. For low utilization boilers, the ELG rule establishes numeric limitations for total suspended solids (TSS) and requires implementation of a best management practices plan for BA transport water. For boilers ceasing combustion of coal by 2028, the ELG rule establishes numeric limitations for TSS in FGD wastewater and BA transport water.

Under the ELG Rule, a particular power plant's compliance deadline for effluent limitation based on BAT is established during the National Pollutant Discharge Elimination System permitting process by its permitting authority. The earliest date that a plant must comply with the new effluent limitations is one year from the date that the ELG Rule was published in the Federal Register. The latest date that a plant must comply with the new effluent limitations is December 31, 2025 for FGD wastewater and BA transport water.

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The ELG rule also includes a Voluntary Incentives Program (VIP) that provides a compliance date of December 31, 2028 for plants adopting additional process changes and controls that achieve more stringent limitations on mercury, arsenic, selenium, nitrate/ nitrite, bromide and total dissolved solids in FGD wastewater. The ELG rule required submission of a notice of planned participation (NOPP) by October 13, 2021, if a steam electric generating unit falls within one of the aforementioned subcategories or chooses the VIP option. GPC submitted a NOPP to EPD on October 13, 2021, electing the VIP option for Scherer Units 1&2 and reserving its ability to submit a later determination of a new compliance pathway as allowed by the ELG rule if circumstances change. GPC also submitted a NOPP to EPD on October 13, 2021, electing compliance by cessation of combustion by 2028 for Wansley Units 1&2. On January 31, 2021, GPC filed its Integrated Resource Plan with the Georgia Public Service Commission (GPSC), requesting the retirement and decertification of Generation Station Wansley by August 31, 2022, stating that such retirement is in the public interest. As discussed in Note 2 (G) “— Coal Generating Facilities,” retirement and decertification of Generation Station Wansley occurred on August 31, 2022.

The ELG rule was immediately challenged in the D.C. Circuit and then transferred to the U.S. Court of Appeals for the Fourth Circuit (Fourth Circuit Appeals Court) for consolidation with other cases. On July 26, 2021, the EPA announced initiation of a rulemaking process to determine whether the ELG rule should be revised to include more stringent limitations and standards, and, in coordination with the U.S. Department of Justice, filed a request to the Fourth Circuit Appeals Court to hold the litigation in abeyance.

On March 29, 2023, the EPA issued the proposed ELG rule that proposes zero-discharge effluent limitations for all pollutants in FGD wastewater and BA transport water. It also proposes numeric discharge limitations for mercury and arsenic in combustion residual leachate (CRL) and establishes new definitions for various legacy wastewaters, which affects when more stringent requirements will apply to such wastewaters. Further, the EPA’s proposed rule includes flexible paths for certain types of power plants to come into compliance with the proposed ELGs. The final rule was issued on April 25, 2024. It maintains the 2020 rule’s permanent cessation of coal subcategory (2028 cessation subcategory) and the 2020 rule’s VIP and adds a new cessation subcategory (2034 cessation subcategory). The final rule sets BAT as zero liquid discharge (ZLD) for FGD wastewater, BA transport water, and CRL.

The Joint-Owners are finalizing plans for the development of environmental control systems required to comply with the VIP option in the ELG rule for Scherer Units 1&2. To the extent revisions are made to the ELG rule that impact Scherer Units 1&2, these plans may have to be changed or revisited. The only change to the compliance pathway with the issuance of the new rule is the addition of ZLD technology to the CRL waste stream, which is not a high flowrate stream at Scherer 1&2. Options for compliance are being investigated. The final rules will take effect 60 days after publication in the Federal Register.

Waters of the United States Regulation

On May 25, 2023, the U.S. Supreme Court (Supreme Court) issued a decision in *Sackett v. EPA* that narrowed the interpretation of the scope of “waters of the United States” (WOTUS) under the CWA. Specifically, the Supreme Court ruled that CWA jurisdiction extends only to: (a) traditional interstate navigable waters; (b) relatively permanent waters connected to traditional interstate navigable waters; and (c) adjacent wetlands with a continuous surface connection to such waters. On September 8, 2023, EPA and the United States Army Corps of Engineers published a final rule to confirm the definition of WOTUS to the decision in *Sackett*. The new definition encompasses fewer water bodies than the previous definitions of WOTUS.

WOTUS litigation is ongoing and complex. Twenty-four states led by West Virginia filed an amended complaint on November 13, 2023, in the U.S. District Court for the District of North Dakota arguing against EPA’s control of certain waters. Idaho and Texas separately filed a suit at the same time. On December 18, 2023, Kentucky asked the U.S. Court of Appeals for the Sixth Circuit to reverse a loss on the first WOTUS rule and relook at the challenge in light of the revised regulation. The current Phase I rule could have significant impact to MEAG Power with respect to plans for construction or operation of new generation units or related facilities, such as transmission lines and substations.

Legislative and Regulatory Issues

A variety of proposals to restructure the electric industry have been introduced at the federal level and in certain state jurisdictions. Restructuring initiatives have the potential for materially affecting revenues, operations and financial results and condition. The nature of these effects will depend on the content of any legislative or regulatory actions that may be applicable to Project One, the General Resolution Projects, the CC Project, the Vogtle Units 3&4 Projects and Project Entities or the Participants and cannot be identified with any degree of certainty at the current time. Neither MEAG Power nor the Participants are subject to regulation by the GPSC, the State regulatory body for certain utility matters.

Federal Legislative Initiatives

In recent sessions of Congress, various members have introduced legislation relevant to the electric industry, including that to address global climate change. MEAG Power actively provides input to the legislative process through its participation in the Alliance for Fuel Options Reliability and Diversity, the American Public Power Association and the Large Public Power Council, as well as through interaction with members of Congress, Congressional Committees and their staffs.

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Georgia Legislative Initiatives

At present, there are no pending bills that would mandate restructuring of the electric industry in Georgia or amend the Georgia Territorial Electric Service Act (Territorial Act). In addition, projections of MEAG Power's operations used for planning purposes assume that there will not be any significant changes in the electric utility industry in Georgia and that the Territorial Act will remain unchanged and in effect.

Legislation in recent years addressing distributed generation, CCRs, air quality and eminent domain, among other issues, has not been significant. MEAG Power continues to work diligently with allied organizations and trade associations to monitor and have input on harmful legislative proposals.

FERC Matters

MEAG Power is not a FERC-jurisdictional utility; however, it is affected by certain FERC rulemakings, including Open Access Transmission Tariffs (OATT) and Standards of Conduct for Transmission Providers. MEAG Power has an OATT in substantially the form of the pro forma open access transmission tariffs set forth by FERC in Order Nos. 888 and 888-A, which required all "public utilities" under the Federal Power Act (FPA) that own, control or operate transmission facilities used in interstate commerce to file open access non-discriminatory tariffs containing minimum terms and conditions of service with FERC. While MEAG Power is not a public utility under the FPA, MEAG Power believes that its OATT satisfies the "reciprocity" requirements of Order Nos. 888 and 888-A.

Owners and operators of bulk power systems, including MEAG Power, have been subject to mandatory reliability standards since 2007. These reliability standards, enacted by NERC and enforced by FERC, have been revised and expanded from time to time, and MEAG Power expects them to continue to change. In addition to maintaining the reliability of the bulk electric system, NERC standards cover areas such as maintenance, training, operations, planning, modeling, critical infrastructure, physical and cyber security, vegetation management and facility ratings. MEAG Power has a formal compliance program designed to monitor and maintain compliance with the reliability standards applicable to MEAG Power. NERC is authorized to enforce its reliability standards, subject to FERC oversight, through the imposition of substantial monetary penalties and non-monetary remediation actions on NERC-registered entities that are found to be in violation of the standards.

In recent years, NERC has issued new and revised CIP standards. In partnership with GPC, MEAG Power transfers the majority of its transmission NERC CIP compliance responsibility and associated financial risk to GPC via certain sections of the ITS Operation Agreement. Both parties executed updates to applicable sections of the ITS Operation Agreement on December 1, 2020, May 9, 2022, September 21, 2022 and December 13, 2023 to reflect each party's respective compliance responsibilities associated with all NERC CIP Standards effective by January 1, 2024.

In addition, GPC has filed the CFR documents with NERC that are consistent with the NERC CIP compliance support details within the ITS Operation Agreement. Through this agreement and associated NERC CFR documents, GPC has assumed the majority of the compliance and financial responsibility, and MEAG Power has assumed mostly administrative responsibilities for portions of NERC CIP, which has reduced its exposure to compliance and monetary penalty risk.

MEAG Power has CFRs with GPC covering operating and planning functions relating to projects other than the CC Project. Under these CFRs, GPC agreed to undertake NERC reliability obligations associated with those projects. MEAG Power also has entered into a CFR with GPC with respect to the CC Project, which transferred certain asset compliance responsibilities to GPC. MEAG Power signed an agreement with NAES that was approved by SERC and NERC in 2019, pursuant to which MEAG Power transferred all generator owner and generator operator responsibilities for the CC Project to NAES. By transferring the responsibilities for compliance with these obligations to GPC and NAES, MEAG Power believes that it has significantly reduced its regulatory risks relating to reliability and the associated risks of monetary penalties.

In 2022, SERC conducted an audit of MEAG Power's compliance with certain NERC reliability standards. MEAG Power believes it is in compliance with its current NERC and SERC reliability obligations. In the Third Quarter 2023, SERC completed a joint NERC CIP standards spot check audit with MEAG Power and Southern Company. For MEAG Power's portion of the audit, SERC reported no findings and no recommendations, which ended the audit.

On July 21, 2011, FERC issued Order No. 1000 entitled "Transmission Planning and Cost Allocation by Transmission Owning and Operating Public Utilities." Order No. 1000 required public utility transmission providers to amend their open access transmission tariffs to include a methodology for planning and allocating the costs of new regional and inter-regional transmission facilities. Order No. 1000 did not, however, disturb the charges for transmission facilities that existed on such order's effective date.

As a non-public utility, MEAG Power is not directly subject to the requirements of Order No. 1000. However, in the order, FERC stated that non-public utilities that decline to bear their assigned share of the costs for new regional facilities may be denied tariff-based transmission service from public utilities and that FERC will consider using the authority it has under Section 211A of the FPA against such non-public utilities. MEAG Power continues to monitor regulatory actions related to Order No. 1000 and has intervened in the Order No. 1000 compliance filings of Southern Company and certain other FERC-jurisdictional utilities. At this time, MEAG Power is continuing to participate, voluntarily, in a regional and inter-regional transmission planning process with Southern Company and certain other Southeast utilities. The effect of Order No. 1000 on MEAG Power, the Participants or the ITS cannot be determined at this time.

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Mutual Aid Agreement

MEAG Power has entered into a mutual aid agreement with six utilities in the State of Florida (Florida) for provision of replacement power during an extended outage of certain specified baseload generating units. In the event of an outage of Scherer Unit No. 1 or Scherer Unit No. 2 that extends beyond 60 days, MEAG Power will receive 100 MW at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit's actual dispatch cost. In the event of an outage of the CC Project that extends beyond 60 days, MEAG Power will receive 150 MW at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit's actual dispatch cost. If a counterparty has an extended outage, MEAG Power expects that it would be required to provide between 14 MW and 35 MW for a maximum of 305 days, also at a price based upon a fixed heat rate and a published gas price index or, if replacement power is provided by a coal unit, such coal unit's actual dispatch cost. The mutual aid agreement expires in October 2027 and will automatically renew for an additional five years unless a 90-day notice is provided.

Litigation

Prior to July 2012, several federal lawsuits were pending that may have had an impact on water storage and related issues at Lake Lanier, Georgia. These lawsuits related to over 20 years of litigation and periodic settlement discussions pertaining to water allocations, including for drinking water and hydropower, of the Apalachicola-Chattahoochee-Flint River Basin (ACF) and the Alabama-Coosa-Tallapoosa River Basin (ACT). Parties involved in these proceedings included Southeastern Federal Power Customers, Inc., a coalition of municipal and cooperative utilities, the Army Corps, as well as Georgia, Florida and the State of Alabama (Alabama). The Army Corps issued a revised water allocation plan for the ACT in May 2015 and, on March 30, 2017, released the final revised water allocation plan for the ACF.

The ACT revised water allocation plan has been challenged in three separate federal lawsuits filed by Georgia, the Atlanta Regional Commission (ARC), the Cobb County-Marietta Water Authority, Alabama and Alabama Power Company (an affiliate of GPC), with several Alabama municipalities also intervening. On November 9, 2023, the U.S. District Court for the District of Columbia ruled in favor of the Army Corps in litigation pertaining to Alabama and the ACT allocation plan. It is currently unclear what effect, if any, additional legal challenges or a finalized ACT water allocation plan may have on the financial condition of MEAG Power.

The ACF revised water allocation plan was challenged in two federal lawsuits filed by Alabama and three environmental groups, and Georgia, ARC and several metropolitan Atlanta area water providers intervened in the lawsuits to defend the Army Corps' decision.

In October 2013, Florida filed a Motion for Leave to File a Complaint, invoking the Supreme Court's original jurisdiction, asking the Supreme Court to equitably apportion the waters of the ACF.

After years of continuing ACF litigation, ultimately resulting in a report filed by a special master appointed by the Supreme Court, in April 2021, in a unanimous opinion, the Supreme Court ruled in favor of Georgia in ACF litigation pertaining to Florida.

On December 12, 2023, the governors of Georgia and Alabama announced an agreement with the Army Corps in the ACF litigation. The proposed compromise must go through a federal approval process that will include an environmental review and a public comment period.

In July 2020, a group of individual plaintiffs filed a complaint, which was amended in December 2022, in the Superior Court of Fulton County against GPC alleging that the construction and operation of Generation Station Scherer, of which MEAG Power is a co-owner, has impacted groundwater and air, resulting in alleged personal injuries and property damage. The plaintiffs seek an unspecified amount of monetary damages, including punitive damages, a medical monitoring fund and injunctive relief. MEAG Power is not named as a defendant in the complaint, but GPC does act as MEAG Power's agent in connection with the operation of the facility. In December 2022, the Superior Court of Fulton County granted GPC's motion to transfer the case to the Superior Court of Monroe County, Georgia (Superior Court of Monroe County). On May 9, 2023, the Superior Court of Monroe County entered an Order denying GPC's Motion to Dismiss for lack of subject matter jurisdiction. On July 27, 2023, the Superior Court of Monroe County denied the remaining motions to dismiss certain claims and plaintiffs that GPC filed at the outset of the case.

In October 2021, February 2022 and January 2023, a total of eight additional complaints were filed in the Superior Court of Monroe County against GPC, alleging that releases from Generation Station Scherer have impacted groundwater and air, resulting in alleged personal injuries and property damages. The plaintiffs seek an unspecified amount of monetary damages including punitive damages. After GPC removed these cases to the U.S. District Court for the Middle District of Georgia, the plaintiffs voluntarily dismissed their complaints without prejudice in November 2022 and January 2023. On May 12, 2023, the plaintiffs re-filed eight cases that they had voluntarily dismissed plus one additional case. On May 18, 2023, the defendants removed each of these nine lawsuits to the U. S. District Court for the Middle District of Georgia. The plaintiffs have requested that the court remand the cases back to the Superior Court of Monroe County. The judge in the actions pending in the Superior Court of Monroe County has ended the discovery period and has scheduled the commencement of the trial of one of the pending actions in August 2024. The ultimate outcome of such proceedings and the amount of any possible losses from these matters cannot be estimated at this time.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Both Florida Power & Light Company (FP&L) and JEA, the owners of Scherer Generation Station Unit No. 4, have asserted that they are not responsible for the payment of certain Generation Station Scherer Common Facilities operations and maintenance expenses and certain capital budget items. Accordingly, they have each submitted payment to GPC, as agent, for these disputed items under protest. On May 5, 2022, FP&L and JEA filed a civil complaint in the U.S. District Court for the Northern District of Georgia, seeking declaratory judgment that they have no cost responsibility for the design, construction, operation, maintenance or closure of (a) future landfills and cells to store by-products of the coal combustion process and corresponding air quality control systems for Scherer Units 1&2 and (b) any wastewater treatment systems to comply with the federal rules concerning effluent limitation guidelines, including the 2020 Steam Electric Reconsideration Rule. GPC, MEAG Power, OPC and Dalton were named as defendants in the proceeding. On February 9, 2023, the court issued an Order granting all co-defendants' Motion to Dismiss and giving the plaintiffs 30 days to file an amended complaint. The plaintiffs filed a First Amended Complaint on March 24, 2023, and the co-defendants filed their response on April 17, 2023. On March 26, 2024, the court granted the co-defendants Motion to Dismiss plaintiffs First Amended Complaint but further provided that plaintiffs could file another amended complaint for the limited purpose of providing more specificity with respect to their claim against GPC based upon GPC's alleged failure to adhere to the contract provision pertaining to the doctrine of "no adverse distinction." As a result of plaintiff's failure to file a timely complaint, on April 15, 2024, an Order was entered dismissing the pending action and directing the clerk to close the case.

No other litigation or proceeding is pending against MEAG Power that could reasonably be expected to have any material adverse effect on the financial condition, results of operations or cash flows of MEAG Power.

9. SUBSEQUENT EVENTS

In accordance with GASB Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards," MEAG Power's management evaluated operating activities through May 20, 2024 and reports that:

- On January 4, 2024, MEAG Power issued the following Project One and General Resolution Projects BANs, Series B to fund construction expenditures and refund existing debt (in thousands):

	BANs, Series B
Project One	\$100,000
General Resolution Projects	10,500
Total	\$110,500

- On January 23, 2024, and March 26, 2024, MEAG Power entered into natural gas purchase agreements with MGAG for 29 and 28-year terms, respectively, for gas sourced through two prepaid gas supply agreements. The gas commitments for the initial pricing periods are \$79.5 million for 10,014/mmBtus and \$41.2 million for 5,000/mmBtus, respectively, per day on an average annual basis.
- Effective March 31, 2024, MEAG Power withdrew as a TEA Member and began taking interim services under a resource management agreement with TEA. This interim agreement will terminate on May 30, 2024. On May 31, 2024, MEAG Power will transition its market trading activities to ACES. The ACES business model will enable MEAG Power to provide financial support for market trading activities related solely to its Participants' energy needs, which supports MEAG Power's approach to managing risk in this rapidly changing market environment.
- On April 29, 2024, Unit 4 entered commercial operation.

Certain other 2024 developments are discussed in Note 1 (D), the "Credit Agreements and Short-Term Debt" section of Note 5, and the "Environmental Regulations" and "Litigation" sections of Note 8.

REQUIRED SUPPLEMENTARY INFORMATION

(UNAUDITED)

Retirement Plan

Schedule of Changes in Net Pension Liability and Related Ratios

Pursuant to Statement 68, a 10-year history of the following information is required. However, until a full 10-year trend is compiled, information for those years available may be presented (dollars in thousands):

	2023	2022	2021	2020	2019	2018	2017	2016	2015
<i>Total pension liability</i>									
Service cost	\$ 576	\$ 654	\$ 659	\$ 692	\$ 703	\$ 769	\$ 795	\$ 904	\$ 1,012
Interest on the total pension liability	5,141	4,965	4,735	4,607	4,334	4,189	4,152	4,040	3,738
Difference between expected and actual experience	300	435	1,064	(112)	295	(183)	(212)	(661)	362
Assumption changes	—	—	101	(233)	1,277	(136)	(915)	(273)	(134)
Benefit payments	(3,830)	(3,588)	(3,426)	(3,054)	(2,883)	(2,557)	(2,540)	(2,269)	(1,938)
Net change in total pension liability	2,187	2,466	3,133	1,900	3,726	2,082	1,280	1,741	3,040
Total pension liability — beginning of year	70,427	67,961	64,828	62,928	59,202	57,120	55,840	54,099	51,059
Total pension liability — end of year (a)	72,614	70,427	67,961	64,828	62,928	59,202	57,120	55,840	54,099
<i>Plan fiduciary net position</i>									
MEAG Power contributions	775	775	775	100	775	775	3,141	934	8,500
Net investment income	9,992	(14,515)	10,114	10,130	12,594	(2,643)	8,098	3,969	325
Benefit payments	(3,830)	(3,588)	(3,426)	(3,054)	(2,883)	(2,557)	(2,540)	(2,269)	(1,938)
Administrative expenses	—	—	—	—	—	—	—	—	—
Net change in plan fiduciary net position	6,937	(17,328)	7,463	7,176	10,486	(4,425)	8,699	2,634	6,887
Plan fiduciary net position — beginning of year	67,957	85,285	77,822	70,646	60,160	64,585	55,886	53,252	46,365
Plan fiduciary net position — end of year (b)	74,894	67,957	85,285	77,822	70,646	60,160	64,585	55,886	53,252
Net pension liability — ending (a) — (b)	\$ (2,280)	\$ 2,470	\$(17,324)	\$(12,994)	\$(7,718)	\$ (958)	\$ (7,465)	\$ (46)	\$ 847
Plan fiduciary net position as a percentage of total pension liability	103.14%	96.49%	125.49%	120.04%	112.26%	101.62%	113.07%	100.08%	98.43%
Covered payroll	\$ 9,158	\$ 9,524	\$ 9,364	\$ 9,482	\$ 9,836	\$10,664	\$10,922	\$11,230	\$11,013
Net pension liability as a percentage of covered payroll	-24.90%	25.93%	-185.01%	-137.04%	-78.46%	-8.98%	-68.35%	-0.41%	7.69%

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

Schedule of Employer Contributions to the Pension Plan

Pursuant to Statement 68, a 10-year history of the following information is required (dollars in thousands):

Year	Actuarially Determined Contributions	Actual Contributions	Contribution Deficiency (Excess)	Covered Payroll	Actual Contributions as a Percent of Covered Payroll
2023	\$ —	\$ 775	\$ (775)	\$ 9,158	8.46%
2022	\$ —	\$ 775	\$ (775)	\$ 9,524	8.14%
2021	\$ —	\$ 775	\$ (775)	\$ 9,364	8.28%
2020	\$ 91	\$ 100	\$ (9)	\$ 9,482	1.05%
2019	\$ —	\$ 775	\$ (775)	\$ 9,836	7.88%
2018	\$ —	\$ 775	\$ (775)	\$10,664	7.27%
2017	\$ 637	\$3,141	\$ (2,504)	\$10,922	28.76%
2016	\$ 900	\$ 934	\$ (34)	\$11,230	8.32%
2015	\$1,875	\$8,500	\$ (6,625)	\$11,013	77.18%
2014	\$1,871	\$2,400	\$ (529)	\$11,956	20.07%

The actuarially determined employer contribution is determined pursuant to OCGA 47-20-10. MEAG Power's contribution policy is to contribute at least the minimum required contribution calculated under OCGA 47-20-10. Historically, MEAG Power has contributed in excess of that amount.

OPEB

Schedule of Changes in Total OPEB Liability and Related Ratios

Pursuant to GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," a 10-year history of the following information is required. However, until a full 10-year trend is compiled, information for those years available may be presented (dollars in thousands):

	2023	2022	2021	2020	2019	2018	2017
<i>Total OPEB liability</i>							
Service cost	\$ 259	\$ 352	\$ 359	\$ 331	\$ 235	\$ 262	\$ 226
Interest	348	264	266	325	384	363	394
Changes of benefit terms	—	—	—	—	—	—	—
Differences between expected and actual experiences	(805)	(1,593)	(81)	39	177	(715)	244
Benefit payments	(409)	(363)	(453)	(453)	(356)	(335)	(298)
Changes of assumptions or other inputs	(52)	(2,112)	137	428	2,132	(757)	156
Net change in total OPEB liability	(659)	(3,452)	228	670	2,572	(1,182)	722
Total OPEB liability — beginning of year	9,556	13,008	12,780	12,110	9,538	10,720	9,998
Total OPEB liability — end of year	\$ 8,897	\$ 9,556	\$13,008	\$12,780	\$12,110	\$ 9,538	\$10,720
Covered employee payroll	\$18,264	\$17,003	\$16,153	\$15,760	\$15,512	\$15,030	\$14,632
Total OPEB liability as a percentage of covered employee payroll	48.71%	56.20%	80.53%	81.09%	78.07%	63.46%	73.26%

Notes to Schedule:

- The Plan has no trust for accumulating assets.
- The discount rate increased from 3.72% to 3.77%.

Summary of Annual Debt Service Billings on Outstanding Bonds and DOE Guaranteed Loans

(Accrual Basis)
(Dollars in Thousands)

Table I (As of December 31, 2023)

Year Ending December 31,	Project One Bonds			General Resolution Projects Bonds			CC Bonds Senior ⁽³⁾	Vogle Units 3&4 Bonds			Total Table I
	Senior ⁽¹⁾	Subordinate ⁽¹⁾⁽²⁾	Total	Senior ⁽¹⁾	Subordinate ⁽¹⁾⁽²⁾	Total		Project M Bonds Senior ⁽¹⁾	Project J Bonds Senior ⁽¹⁾	Project P Bonds Senior ⁽¹⁾	
2024	\$53,012	\$90,828	\$143,840	\$8,426	\$20,859	\$29,285	\$20,173	\$97,299	—	—	\$290,598
2025	32,861	88,546	121,407	9,769	20,548	30,317	5,488	92,665	—	—	249,878
2026	15,213	90,013	105,226	9,940	27,720	37,660	5,500	92,647	—	—	241,034
2027	15,218	88,515	103,733	9,725	27,531	37,256	5,513	92,625	—	—	239,127
2028	11,559	95,606	107,165	5,684	14,706	20,389	5,521	92,609	—	—	225,684
2029	11,856	92,008	103,864	3,353	15,380	18,733	4,612	92,589	—	—	219,798
2030	11,855	84,003	95,858	3,351	19,011	22,362	—	91,646	—	—	209,866
2031	11,874	85,889	97,764	3,349	16,244	19,593	—	91,454	—	—	208,811
2032	11,872	76,180	88,052	3,357	16,342	19,699	—	91,444	—	—	199,195
2033	11,439	83,381	94,820	3,353	16,211	19,564	—	91,453	—	—	205,837
2034	11,249	80,988	92,236	3,351	16,010	19,361	—	91,450	—	—	203,048
2035	11,241	75,758	86,999	3,355	14,068	17,423	—	91,449	—	—	195,871
2036	11,258	51,620	62,877	3,350	12,158	15,508	—	91,457	\$ 12,129	\$ 3,746	185,717
2037	10,755	51,493	62,248	3,345	5,203	8,548	—	91,453	24,763	7,645	194,657
2038	9,485	47,748	57,232	3,126	5,332	8,458	—	91,453	27,772	8,592	193,507
2039	9,319	46,180	55,499	3,006	5,325	8,331	—	91,453	28,969	8,988	193,240
2040	9,321	45,160	54,481	8,426	4,677	4,677	—	91,457	30,224	9,401	190,240
2041	8,426	42,154	50,580	9,769	371	371	—	91,416	32,214	10,220	184,801
2042	6,809	41,046	47,855	—	1,000	1,000	—	91,414	41,615	15,131	197,015
2043	6,812	41,041	47,852	—	1,003	1,003	—	91,414	73,664	28,721	242,654
2044	6,812	41,052	47,863	—	1,005	1,005	—	91,417	134,648	56,100	331,033
2045	6,812	34,655	41,467	—	440	440	—	91,416	141,990	58,542	333,855
2046	6,813	38,938	45,751	—	440	440	—	91,412	145,099	59,259	341,961
2047	6,814	32,679	39,493	—	440	440	—	91,415	145,109	59,254	335,711
2048	6,810	36,544	43,354	—	440	440	—	91,418	144,319	59,347	338,878
2049	—	7,481	7,481	—	440	440	—	91,420	149,727	60,292	309,360
2050	—	2,477	2,477	—	440	440	—	91,420	148,647	60,286	303,270
2051	—	365	365	—	440	440	—	91,413	148,651	60,290	301,159
2052	—	349	349	—	440	440	—	91,284	148,646	60,294	301,013
2053	—	348	348	—	440	440	—	91,184	148,641	60,302	300,915
2054	—	—	—	—	—	—	—	91,187	148,652	60,290	300,129
2055	—	—	—	—	—	—	—	91,187	148,647	60,772	300,606
2056	—	—	—	—	—	—	—	68,244	120,421	53,898	242,563
2057	—	—	—	—	—	—	—	42,778	89,931	45,373	178,082
2058	—	—	—	—	—	—	—	38,605	84,410	43,568	166,583
2059	—	—	—	—	—	—	—	38,596	69,537	38,655	146,788
2060	—	—	—	—	—	—	—	38,599	61,837	37,638	138,074
2061	—	—	—	—	—	—	—	36,659	58,306	36,412	131,377
2062	—	—	—	—	—	—	—	14,873	33,584	21,254	69,711
2063	—	—	—	—	—	—	—	8,516	15,691	11,301	35,508
2064	—	—	—	—	—	—	—	—	4,633	3,540	8,173

(footnotes on second following page)

Summary of Annual Debt Service Billings on DOE Guaranteed Loans Related to Vogtle Units 3&4
(Accrual Basis)
(Dollars in Thousands)

Table II (As of December 31, 2023)

Year Ending December 31,	DOE Guaranteed Loans ⁽⁴⁾			Total Table II	Total Table I & Table II
	Project M Entity	Project J Entity	Project P Entity		
2024	\$38,280	—	—	\$38,280	\$328,878
2025	35,669	—	—	35,669	285,547
2026	33,170	—	—	33,170	274,204
2027	32,974	—	—	32,974	272,101
2028	32,827	—	—	32,827	258,511
2029	32,713	—	—	32,713	252,511
2030	32,581	—	—	32,581	242,447
2031	32,461	—	—	32,461	241,272
2032	32,400	—	—	32,400	231,595
2033	32,163	—	—	32,163	238,000
2034	31,997	—	—	31,997	235,045
2035	31,916	—	—	31,916	227,787
2036	31,791	—	—	31,791	217,508
2037	31,680	—	—	31,680	226,337
2038	31,481	—	—	31,481	224,988
2039	31,327	\$7,173	\$7,436	45,936	239,176
2040	31,196	15,893	16,903	63,992	254,232
2041	31,053	18,736	20,204	69,993	254,794
2042	30,908	19,231	20,795	70,934	267,949
2043	30,849	23,293	26,571	80,713	323,367
2044	31,351	32,149	37,467	100,967	432,000
2045	26,149	19,475	31,256	76,880	410,735
2046	30,035	19,702	34,579	84,316	426,277
2047	30,041	19,711	34,589	84,341	420,052
2048	30,057	19,722	34,588	84,367	423,245
2049	30,073	19,727	34,598	84,398	393,758
2050	30,085	19,735	34,605	84,425	387,695
2051	30,090	19,750	34,611	84,451	385,610
2052	30,111	19,760	34,619	84,490	385,503
2053	30,130	19,770	34,624	84,524	385,439
2054	30,144	19,789	34,635	84,568	384,697
2055	30,163	19,803	34,645	84,611	385,217
2056	30,182	19,817	34,650	84,649	327,212
2057	30,187	19,828	34,666	84,681	262,763
2058	30,214	19,844	34,683	84,741	251,324
2059	18,132	14,050	22,134	54,316	201,104
2060	3,977	4,106	5,497	13,580	151,654
2061	—	—	—	—	131,377
2062	—	—	—	—	69,711
2063	—	—	—	—	35,508
2064	—	—	—	—	8,173

(footnotes on following page)

(footnotes from preceding two pages)

(1) Amounts shown in this table:

(a) reflect estimates of interest costs on variable rate subordinated bonds (including commercial paper) based on MEAG Power's internal projections of interest rates. Assumed interest rates range from 3.26 percent per annum to 4.15 percent per annum for unhedged tax-exempt variable rate debt and from 4.35 percent per annum to 6.25 percent per annum for unhedged taxable variable rate debt. Hedged variable rate bonds, Project One Subordinated Bonds, Series 2008B, are shown at the rates of the associated swaps;

(b) reflect MEAG Power's current expectations as to the timing of the amortization of certain debt for which no specific amortization requirements have been established;

(c) include interest on, but not principal of, the bonds listed in the following tables:

Project One Senior Bonds				General Resolution Projects Senior Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
HH	1/1/2049	4.125%	\$6,540,000	2018A	1/1/2040	4.000%	\$2,890,000
Total Principal:			\$6,540,000	Total Principal:			\$2,890,000
Project One Subordinated Bonds				General Resolution Projects Subordinated Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2016A	1/1/2026	5.000%	\$ 9,770,000	2021B	1/1/2024	0.946%	\$1,210,000
2021B	1/1/2026	1.581	9,320,000	2021B	1/1/2025	1.451	795,000
2021B	1/1/2027	1.877	9,950,000	2021B	1/1/2027	1.897	5,320,000
Total Principal:			\$29,040,000	Total Principal:			\$7,325,000
Project M Bonds				Project J Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2010A	4/1/2057	6.655%	\$52,865,000	2010A	4/1/2057	6.637%	\$63,840,000
2019A	1/1/2062	5.000	18,800,000	2015A	7/1/2060	5.000	2,145,000
2019A	1/1/2063	5.000	5,850,000	2019A	1/1/2059	5.000	40,835,000
2021A	1/1/2041	4.000	880,000	2021A	1/1/2041	4.000	1,260,000
2021A	1/1/2062	5.000	3,690,000	2021A	1/1/2062	5.000	9,050,000
2022A	7/1/2052	5.000	3,840,000	2022A	7/1/2063	4.500	12,795,000
Total Principal:			\$85,925,000	Total Principal:			\$129,925,000
Project P Bonds							
Series	Maturity	Interest Rate	Principal				
2010A	4/1/2057	7.055%	\$20,820,000				
2015A	7/1/2060	5.000	695,000				
2019B	1/1/2059	5.000	18,005,000				
2021A	1/1/2041	4.000	400,000				
2021A	1/1/2062	5.000	3,015,000				
2021A	1/1/2063	5.000	360,000				
2022A	7/1/2063	5.500	4,705,000				
2022B	7/1/2045	6.474	1,900,000				
Total Principal:			\$49,900,000				

Such principal amounts are intended to be paid with moneys which are not Revenues and are expected to be paid from amounts expected to be released from the Debt Service Reserve Accounts in the Debt Service Funds established pursuant to the Project One Resolution, the General Resolution Projects Resolution and the Vogtle Units 3&4 Bond Resolutions;

- (d) exclude debt service on the bonds listed in the following tables that were issued to finance nuclear fuel:

Project One Senior Bonds				General Resolution Projects Senior Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
HH	1/1/2029	5.000%	\$37,370,000	2018A	1/1/2029	5.000%	\$23,735,000
Total Principal:			\$37,370,000	Total Principal:			\$23,735,000
Project One Subordinated Bonds				General Resolution Projects Subordinated Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2016A	1/1/2028	2.250%	\$ 1,000,000	2016A	1/1/2028	5.000%	\$6,430,000
2016A	1/1/2028	4.000	2,500,000				
2016A	1/1/2028	5.000	120,290,000				
2021A	1/1/2034	5.000	11,940,000				
2021A	1/1/2038	5.000	2,555,000				
2021A	1/1/2047	4.000	3,820,000				
2021A	1/1/2049	4.000	5,510,000				
Total Principal:			\$147,615,000	Total Principal:			\$6,430,000
Project M Bonds				Project J Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2010A	4/1/2056	6.655%	\$26,115,000	2010A	4/1/2056	6.637%	\$31,750,000
2019A	1/1/2062	5.000	7,115,000	2019A	1/1/2059	5.000	18,995,000
2019A	1/1/2063	5.000	3,805,000	2022A	7/1/2063	4.500	13,505,000
2022A	7/1/2052	5.000	7,230,000				
Total Principal:			\$44,265,000	Total Principal:			\$64,250,000
Project P Bonds							
Series	Maturity	Interest Rate	Principal				
2010A	4/1/2056	7.055%	\$ 9,620,000				
2019B	1/1/2059	5.000	9,470,000				
2022A	7/1/2063	5.500	8,095,000				
Total Principal:			\$27,185,000				

The principal of the bonds listed in the tables above constitutes “Refundable Principal Installments” within the meaning of the Project One Resolution, the General Resolution Projects Resolution, the Project One Subordinated Resolution, the General Resolution Projects Subordinated Resolution and the applicable Vogtle Units 3&4 Bond Resolutions, respectively, and such bonds are assumed to be refunded on the respective due dates thereof from the proceeds of additional bonds issued under the applicable resolutions. The interest on the bonds listed in the tables above, together with the interest on the bonds assumed to be issued to refund the bonds listed in such tables, is assumed to be paid from amounts received by MEAG Power in respect of the consumption of such fuel and carrying charges with respect thereto, and the principal of such refunding bonds is assumed to be paid from revenues received by MEAG Power in respect of the final batches of nuclear fuel consumed prior to the retirement of the respective nuclear units;

- (e) include interest on, but not principal of, the bonds listed in the following tables:

Project One Senior Bonds				General Resolution Projects Senior Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
HH	1/1/2029	5.000%	\$1,670,000	2018A	1/1/2029	5.000%	\$2,220,000
Total Principal:			\$1,670,000	Total Principal:			\$2,220,000
Project One Subordinated Bonds				General Resolution Projects Subordinated Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2015A	1/1/2035	5.000%	\$38,155,000	2015A	1/1/2035	3.500%	\$ 2,345,000
2016A	1/1/2024	5.000	3,625,000	2016A	1/1/2024	5.000	5,060,000
2016A	1/1/2025	5.000	4,040,000	2016A	1/1/2025	5.000	5,670,000
2016A	1/1/2026	5.000	4,530,000	2016A	1/1/2026	5.000	6,395,000
2016A	1/1/2028	5.000	30,265,000	2016A	1/1/2028	5.000	4,275,000
Total Principal:			\$80,615,000	Total Principal:			\$23,745,000

Such principal amounts constitute “Refundable Principal Installments” within the meaning of the Project One Resolution, the General Resolution Projects Resolution, the Project One Subordinated Resolution and the General Resolution Projects Subordinated Resolution, respectively, are intended to be paid with moneys which are not Revenues and are assumed to be refunded on the respective due dates thereof from the proceeds of additional bonds with principal, reflected in the columns, amortizing from January 1, 2024 to January 1, 2045. The bonds assumed to be issued to refund the bonds in the above tables are assumed to bear interest at 4.80 percent per annum;

Project M Bonds			
Series	Maturity	Interest Rate	Principal
2022A	7/1/2052	5.000%	\$19,415,000
Total Principal:			\$19,415,000

Project J Bonds			
Series	Maturity	Interest Rate	Principal
2019A	1/1/2049	5.000%	\$225,810,000
Total Principal:			\$225,810,000

Project P Bonds			
Series	Maturity	Interest Rate	Principal
2019B	1/1/2049	4.000%	\$106,965,000
2022B	7/1/2045	6.474	33,500,000
Total Principal:			\$140,465,000

Such principal amounts constitute “Refundable Principal Installments” within the meaning of the Project M Bond Resolution, the Project J Bond Resolution and the Project P Bond Resolution, respectively, are intended to be paid with moneys which are not Revenues and are assumed to be refunded on the respective due dates thereof from the proceeds of additional bonds with principal, reflected in the columns, amortizing from January 1, 2050 to July 1, 2063. The bonds assumed to be issued to refund the bonds in the above tables are assumed to bear interest between 3.00 and 5.50 percent per annum;

(f) are net of (i) capitalized interest funded from the proceeds of the Project M Bonds and Advances under the Project M DOE Loan Guarantee Agreement and (ii) cash subsidy payments from the United States Treasury in respect of interest on the Series 2010A Project M Bonds (including the estimated impacts of sequestration through 2027 at sequestration rates ranging from 5.6% to 5.9%);

(g) are net of (i) capitalized interest funded from the proceeds of the Project J Bonds and Advances under the Project J DOE Loan Guarantee Agreement and (ii) cash subsidy payments from the United States Treasury in respect of interest on the Series 2010A Project J Bonds (including the estimated impacts of sequestration through 2027 at sequestration rates ranging from 5.6% to 5.9%);

(h) are net of (i) capitalized interest funded from the proceeds of the Project P Bonds and Advances under the Project P DOE Loan Guarantee Agreement and (ii) cash subsidy payments from the United States Treasury in respect of interest on the Series 2010A Project P Bonds (including the estimated impacts of sequestration through 2027 at sequestration rates ranging from 5.6% to 5.9%);

(i) reflect only the debt service to be paid from revenues received by MEAG Power from the Vogtle Units 3&4 Participants and do not reflect debt service to be paid from revenues received by MEAG Power from JEA with respect to the outstanding Project J Bonds or from PowerSouth with respect to the outstanding Project P Bonds; and

(j) include interest on, but not principal of, the bonds listed below:

Project One Subordinated Bonds				General Resolution Projects Subordinated Bonds			
Series	Maturity	Interest Rate	Principal	Series	Maturity	Interest Rate	Principal
2021B	1/1/2031	2.497%	\$12,945,000	2021B	1/1/2031	2.497%	\$7,270,000
2021B	1/1/2034	2.797	1,250,000				
2021B	1/1/2036	2.947	4,935,000				
Total Principal:			\$19,130,000	Total Principal:			\$7,270,000

Such principal amounts constitute “Refundable Principal Installments” within the meaning of the Project One Resolution, the General Resolution Projects Resolution, the Project One Subordinated Resolution and the General Resolution Projects Subordinated Resolution, respectively, are intended to be paid from such working capital upon the termination of the respective Projects;

(2) The aggregate outstanding principal amount of variable rate subordinated bonds reflected in the table, after giving effect to the commercial paper notes issued to fund working capital discussed in (1)(j) above, is \$158,690,000 for Project One and \$9,510,000 for the Existing General Resolution Projects, of which \$20,135,000 for both Project One and for the Existing General Resolution Projects are commercial paper notes that are supported by letters of credit issued by one or more banks.

(3) Amounts shown in this table:

(a) reflect principal amounts intended to be paid with moneys which are not Revenues and are assumed to be refunded on the respective due dates thereof from the proceeds of taxable or tax-exempt bonds with principal, reflected in the columns, amortizing from July 1, 2045 to July 1, 2060. The bonds assumed to be issued to refund the Advances are assumed to bear interest at rates of 3.00 percent per annum for tax-exempt fixed rate debt and 5.00 percent per annum for taxable fixed rate debt. These assumed interest rates are based on MEAG Power’s internal projections of market interest rates prevailing at the time of the refunding;

(b) are net of capitalized interest funded from the proceeds of Project M Bonds and Advances under the Project M DOE Loan Guarantee Agreement (which, in the case of the Advances under the Project M DOE Loan Guarantee Agreement, includes the full amount of interest capitalized and to be capitalized thereon pursuant to the terms thereof);

(c) are net of capitalized interest funded from the proceeds of Project J Bonds and Advances under the Project J DOE Loan Guarantee Agreement (which, in the case of the Advances under the Project J DOE Loan Guarantee Agreement, includes the full amount of interest capitalized and to be capitalized thereon pursuant to the terms thereof);

(d) are net of capitalized interest funded from the proceeds of Project P Bonds and Advances under the Project P DOE Loan Guarantee Agreement (which, in the case of the Advances under the Project P DOE Loan Guarantee Agreement, includes the full amount of interest capitalized and to be capitalized thereon pursuant to the terms thereof); and

(e) reflect only the debt service to be paid from revenues received by MEAG Power from the Vogtle Units 3&4 Participants and do not reflect debt service to be paid from revenues received from JEA with respect to the Advances under the Project J DOE Loan Guarantee Agreement or from PowerSouth with respect to the Advances under the Project P DOE Loan Guarantee Agreement.

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Summary of Annual Debt Service Payments on Outstanding Bonds and DOE Guaranteed Loans Relating to Vogtle Units 3&4⁽¹⁾

(Accrual Basis)
Table III (Dollars in Thousands)
(As of December 31, 2023)

Year Ending December 31,	Project M and Project M Entity			Project J and Project J Entity			Project P and Project P Entity			Grand Total
	MEAG Power Bonds	DOE Guaranteed Loan	Total	MEAG Power Bonds	DOE Guaranteed Loan	Total	MEAG Power Bonds	DOE Guaranteed Loan	Total	
2024	\$110,406	\$ 38,362	\$148,769	\$162,969	\$ 37,404	\$200,373	\$ 66,747	\$ 41,853	\$108,600	\$ 457,742
2025	115,009	37,197	152,206	164,046	36,421	200,467	67,321	41,039	108,360	461,034
2026	114,681	34,620	149,301	163,633	34,222	197,855	67,150	39,183	106,332	453,489
2027	114,350	33,882	148,232	163,219	33,592	196,810	67,002	38,708	105,710	450,753
2028	113,993	33,596	147,589	162,780	33,364	196,144	66,837	38,512	105,349	449,082
2029	113,633	33,519	147,152	162,327	33,305	195,632	66,656	38,518	105,174	447,958
2030	113,252	33,387	146,638	161,856	33,201	195,057	66,460	38,473	104,933	446,629
2031	112,857	33,253	146,109	161,352	33,095	194,446	66,273	38,427	104,701	445,256
2032	112,435	33,256	145,692	160,833	33,097	193,930	66,063	38,522	104,586	444,208
2033	111,994	32,938	144,932	160,283	32,848	193,131	65,863	38,291	104,154	442,216
2034	111,551	32,802	144,353	159,730	32,742	192,472	65,643	38,247	103,890	440,715
2035	111,080	32,711	143,790	159,166	32,670	191,836	65,413	38,250	103,662	439,289
2036	110,585	32,614	143,199	158,537	32,594	191,131	65,173	38,249	103,422	437,752
2037	110,079	32,433	142,511	157,896	32,453	190,349	64,917	38,161	103,078	435,938
2038	109,542	32,378	141,920	157,233	32,410	189,643	64,668	38,206	102,873	434,436
2039	108,246	32,107	140,353	155,470	32,207	187,677	64,066	38,028	102,094	430,124
2040	110,070	32,005	142,075	158,150	32,219	190,369	64,843	38,028	102,871	435,314
2041	107,808	31,863	139,671	155,038	32,159	187,197	63,805	37,986	101,791	428,659
2042	107,164	31,718	138,882	154,264	32,582	186,845	63,488	37,942	101,430	427,157
2043	106,513	31,572	138,085	153,439	32,896	186,336	63,169	37,900	101,069	425,489
2044	105,818	31,504	137,322	152,560	32,813	185,374	62,828	37,943	100,771	423,467
2045	105,112	393,256	498,369	154,840	318,380	473,220	97,899	444,479	542,378	1,513,967
2046	104,359	–	104,359	160,981	–	160,981	61,478	–	61,478	326,818
2047	103,582	–	103,582	160,092	–	160,092	61,157	–	61,157	324,831
2048	102,766	–	102,766	159,103	–	159,103	60,807	–	60,807	322,676
2049	101,924	–	101,924	407,480	–	407,480	165,327	–	165,327	674,731
2050	100,978	–	100,978	132,684	–	132,684	50,260	–	50,260	283,922
2051	100,047	–	100,047	131,567	–	131,567	49,873	–	49,873	281,486
2052	128,798	–	128,798	130,411	–	130,411	49,479	–	49,479	308,688
2053	95,209	–	95,209	129,210	–	129,210	49,070	–	49,070	273,489
2054	94,145	–	94,145	127,941	–	127,941	48,631	–	48,631	270,717
2055	93,055	–	93,055	126,628	–	126,628	48,162	–	48,162	267,844
2056	117,146	–	117,146	155,948	–	155,948	69,177	–	69,177	342,271
2057	113,551	–	113,551	150,682	–	150,682	51,655	–	51,655	315,888
2058	36,351	–	36,351	57,899	–	57,899	29,822	–	29,822	124,072
2059	36,332	–	36,332	118,510	–	118,510	58,700	–	58,700	213,541
2060	36,206	–	36,206	36,277	–	36,277	24,320	–	24,320	96,802
2061	39,863	–	39,863	41,559	–	41,559	26,193	–	26,193	107,615
2062	56,888	–	56,888	22,262	–	22,262	17,345	–	17,345	96,494
2063	22,338	–	22,338	47,944	–	47,944	27,750	–	27,750	98,031
2064	14,516	–	14,516	21,704	–	21,704	13,856	–	13,856	50,076

⁽¹⁾ Amounts shown in this Table:

- (a) Reflect estimates of interest costs on variable rate Advances of 4.35% - 5.93%; and
- (b) Grand Total represents the total debt service for Project M and the Project M Entity, Project J and the Project J Entity and Project P and the Project P Entity.

Summary of Annual Debt Service Payments on Outstanding DOE Guaranteed Loans Relating to Vogtle Units 3&4⁽¹⁾

(Accrual Basis)
(Dollars in Thousands)

Table IV (As of December 31, 2023)

Year Ending December 31,	Project M Entity			Project J Entity			Project P Entity		
	Principal	Interest	Debt Service	Principal	Interest	Debt Service	Principal	Interest	Debt Service
2024	\$ 10,257	\$28,106	\$38,362	\$ 12,083	\$25,321	\$37,404	\$ 12,352	\$29,501	\$41,853
2025	10,513	26,684	37,197	12,405	24,016	36,421	12,724	28,315	41,039
2026	10,756	23,864	34,620	12,711	21,511	34,222	13,082	26,100	39,183
2027	10,984	22,897	33,882	12,996	20,595	33,592	13,413	25,295	38,708
2028	11,272	22,324	33,596	13,363	20,001	33,364	13,848	24,664	38,512
2029	11,532	21,988	33,519	13,688	19,617	33,305	14,225	24,293	38,518
2030	11,805	21,582	33,387	14,033	19,168	33,201	14,631	23,842	38,473
2031	12,085	21,167	33,253	14,387	18,708	33,095	15,048	23,379	38,427
2032	12,343	20,913	33,256	14,712	18,386	33,097	15,431	23,091	38,522
2033	12,682	20,256	32,938	15,141	17,707	32,848	15,936	22,355	38,291
2034	12,988	19,814	32,802	15,529	17,213	32,742	16,394	21,854	38,247
2035	13,296	19,415	32,711	15,918	16,753	32,670	16,854	21,396	38,250
2036	13,610	19,004	32,614	16,315	16,278	32,594	17,327	20,922	38,249
2037	13,954	18,479	32,433	16,752	15,701	32,453	17,842	20,319	38,161
2038	14,285	18,092	32,378	17,171	15,238	32,410	18,340	19,865	38,206
2039	14,656	17,451	32,107	17,642	14,565	32,207	18,900	19,129	38,028
2040	15,013	16,992	32,005	18,095	14,123	32,219	19,441	18,586	38,028
2041	15,390	16,473	31,863	18,574	13,585	32,159	20,010	17,976	37,986
2042	15,776	15,942	31,718	19,064	13,518	32,582	20,595	17,347	37,942
2043	16,173	15,399	31,572	19,569	13,328	32,896	21,199	16,701	37,900
2044	16,578	14,926	31,504	20,084	12,729	32,813	21,816	16,127	37,943
2045	386,067	7,189	393,256	312,312	6,068	318,380	436,737	7,742	444,479
2046	—	—	—	—	—	—	—	—	—
2047	—	—	—	—	—	—	—	—	—
2048	—	—	—	—	—	—	—	—	—
2049	—	—	—	—	—	—	—	—	—
2050	—	—	—	—	—	—	—	—	—
2051	—	—	—	—	—	—	—	—	—
2052	—	—	—	—	—	—	—	—	—
2053	—	—	—	—	—	—	—	—	—
2054	—	—	—	—	—	—	—	—	—
2055	—	—	—	—	—	—	—	—	—
2056	—	—	—	—	—	—	—	—	—
2057	—	—	—	—	—	—	—	—	—
2058	—	—	—	—	—	—	—	—	—
2059	—	—	—	—	—	—	—	—	—
2060	—	—	—	—	—	—	—	—	—
2061	—	—	—	—	—	—	—	—	—
2062	—	—	—	—	—	—	—	—	—
2063	—	—	—	—	—	—	—	—	—
2064	—	—	—	—	—	—	—	—	—
	<u>\$662,014</u>	<u>\$428,957</u>	<u>\$1,090,972</u>	<u>\$642,543</u>	<u>\$374,129</u>	<u>\$1,016,672</u>	<u>\$786,144</u>	<u>\$468,801</u>	<u>\$1,254,945</u>

⁽¹⁾ Amounts shown in this table:

- (a) Reflect estimates of interest costs on variable rate Advances of 4.35% - 5.93%; and
- (b) Reflect the amortization of Advances under the Project M DOE Loan Guarantee Agreement, the Project J DOE Loan Guarantee Agreement, and the Project P DOE Loan Guarantee Agreement including all scheduled advances related to capitalized interest accretion.

APPENDIX C

SELECTED HISTORICAL INFORMATION ON CERTAIN PARTICIPANTS OF MEAG POWER

Information relating to certain of the Participants, determined as described in the next paragraph, is set forth in this APPENDIX C. Tables I, II and III of this APPENDIX C provide certain data about such Participants, including information regarding population, assessed valuations, tax millages, levies and collections and bonded debt. Tables IV and V of this APPENDIX C provide certain data about the electric systems of such Participants, including information on customers, power sales and financial results.

The Participants for which information is set forth include any Participant with two or more of a Project One Generation Entitlement Share, a Project One Budgeted 2024 Transmission Entitlement Share, a Project Two Obligation Share (as of December 2023), a Project Three Obligation Share (as of December 2023) or a Project Four Obligation Share of 3.0 percent or greater. Such Participants have Project One Generation Entitlement Shares totaling approximately 73 percent, Project One Budgeted 2024 Transmission Entitlement Shares totaling approximately 56 percent, Project Two Obligation Shares (as of December 2023) totaling approximately 72 percent, Project Three Obligation Shares (as of December 2023) totaling approximately 72 percent, and Project Four Obligation Shares totaling approximately 73 percent.

Information also is set forth for any Participant with a Project M Obligation Share, a Project J Obligation Share or a Project P Obligation Share of 3.5 percent or greater. Such Participants together have Project M Obligation Shares totaling approximately 74 percent, Project J Obligation Shares totaling approximately 63 percent and Project P Obligation Shares totaling approximately 63 percent.

In addition, information also is set forth for any CC Participant whose debt service responsibility with respect to the CC Bonds is five percent or greater for any twelve-month period ending on October 31, commencing with the twelve-month period ending October 31, 2024.

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Table I
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Area, Population and Assessed Valuation (I)

	Acworth	Albany	Buford	Calhoun	Cartersville	College Park	Covington	Crisp County	Douglas
Incorporated Area Square Miles	7.5	57.0	15.0	13.0	27.3	9.4	14.0	281.0	14.0
Population (2):									
2020 U. S. Census	22,440	69,647	17,144	16,949	23,187	13,930	14,192	20,128	11,722
2010 U. S. Census	20,425	77,434	12,225	15,650	19,731	13,942	13,118	23,439	11,589
2000 U. S. Census	13,422	76,939	10,668	10,667	15,925	20,382	11,547	21,996	10,639
1990 U. S. Census	4,519	78,122	8,771	7,135	12,035	20,457	10,026	20,011	10,464
1980 U. S. Census	3,648	73,934	6,697	5,335	9,508	24,632	10,586	19,489	10,980
1970 U. S. Census	3,929	72,623	4,640	4,748	9,929	18,203	10,267	18,087	10,195
1960 U. S. Census	2,359	55,890	3,908	3,587	8,668	23,469	8,167	17,768	8,736
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	June 30	June 30	June 30	June 30
Assessed Valuation - 2023 (3):									
Real Estate	\$ 882,607,766	\$ 1,153,313,146	\$ 1,814,404,770	\$ 666,388,693	\$ -	\$ 719,747,756	\$ 794,057,466	\$ -	\$ 226,370,669
Public Utilities	31,262,390	22,902,298	44,720,544	7,211,569	-	226,455,127	9,604,536	-	2,469,202
Personal Property	59,236,947	260,120,038	421,488,260	212,777,348	-	238,052,206	323,277,069	-	126,910,848
Motor Vehicles & Mobile Homes	4,952,972	19,174,792	6,828,868	8,209,448	-	105,360,689	3,161,341	-	4,810,667
Total	\$ 978,060,075	\$ 1,455,510,274	\$ 2,287,442,442	\$ 894,587,058	\$ -	\$ 1,289,615,778	\$ 1,130,100,412	\$ -	\$ 360,561,386
Basis of Assessment - 2023	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2023	\$ 2,445,150,188	\$ 3,638,775,685	\$ 5,718,606,105	\$ 2,236,467,645	\$ -	\$ 3,224,039,445	\$ 2,825,251,030	\$ -	\$ 901,403,465
Ten Largest Taxpayers - 2023 Assessed Value as % of Total Assessment	10.03%	5.86%	16.14%	36.38%	11.33%	30.66%	-	13.22%	28.19%
Assessed Valuation - 2022 (3):									
Real Estate	\$ 822,648,077	\$ 1,152,382,673	\$ 1,360,302,709	\$ 591,256,871	\$ 944,842,023	\$ 700,702,803	\$ 649,051,309	\$ 499,721,232	\$ 220,855,744
Public Utilities	22,089,520	23,126,759	45,006,656	7,960,196	20,526,295	170,166,262	4,094,782	20,286,496	2,456,420
Personal Property	54,081,512	249,718,073	402,631,697	224,841,814	343,936,780	216,101,851	320,603,702	116,837,378	102,177,050
Motor Vehicles & Mobile Homes	5,501,988	23,972,803	7,265,825	9,080,288	7,633,372	59,060,895	2,687,372	15,648,532	5,025,171
Total	\$ 904,321,097	\$ 1,449,200,308	\$ 1,815,206,887	\$ 833,139,169	\$ 1,316,938,470	\$ 1,146,031,811	\$ 976,437,165	\$ 652,493,638	\$ 330,514,385
Basis of Assessment - 2022	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2022	\$ 2,260,802,743	\$ 3,623,000,770	\$ 4,538,017,218	\$ 2,082,847,923	\$ 3,292,346,175	\$ 2,865,079,528	\$ 2,441,092,913	\$ 1,631,234,095	\$ 826,285,963
Assessed Valuation - 2021 (3):									
Real Estate	\$ 780,615,114	\$ 1,143,004,409	\$ 1,300,958,598	\$ 574,547,900	\$ 887,342,185	\$ 631,547,693	\$ 559,509,942	\$ 493,325,040	\$ 218,279,636
Public Utilities	14,371,643	21,762,496	48,915,406	6,220,793	12,178,295	227,137,067	4,094,050	39,985,547	2,538,738
Personal Property	53,628,721	263,688,768	425,426,421	272,665,281	313,498,694	217,720,371	282,091,688	116,191,432	86,742,145
Motor Vehicles & Mobile Homes	6,827,670	28,525,155	8,322,426	9,618,448	9,696,252	81,841,825	2,965,334	18,181,735	5,701,362
Total	\$ 855,443,148	\$ 1,456,980,828	\$ 1,783,622,851	\$ 863,052,422	\$ 1,222,715,426	\$ 1,158,246,956	\$ 848,661,014	\$ 667,683,754	\$ 313,261,881
Basis of Assessment - 2021	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2021	\$ 2,138,607,870	\$ 3,642,452,070	\$ 4,459,057,128	\$ 2,157,631,055	\$ 3,056,788,565	\$ 2,895,617,390	\$ 2,121,652,535	\$ 1,669,209,385	\$ 783,154,703

(1) The State of Georgia (the "State") requires all cities to use county assessed valuations for real estate and personal property and all counties to assess real estate and personal property at a rate of at least 40% of fair market value (except for certain agricultural property, which is assessed at less than 40% of fair market value). The State assesses the value of motor vehicles and mobile homes at 40% of fair market value. The State provides to each county the assessed value of public utilities which the county may use or the county may make its own determination of the assessed value of public utilities real and personal property located within its boundaries. Municipally-owned public utilities are tax-exempt.

State law allows, among other things, voters in a county to authorize levy of a 1% local option sales tax. Local option sales tax may only be imposed countywide and the distribution formula for revenues received from local option sales tax must be agreed to by the county and municipalities within the county.

State law requires the county and its municipalities to reduce budgeted property taxes each year following the first year of sales tax revenue by the annualized amount of sales tax revenues from the preceding year. Basically, the municipality or county is to prepare its budget without consideration of sales tax revenues, determine the property tax levy required to meet the budget, and then reduce the property tax levy by the annualized amount of sales tax revenues from the preceding year. As of January 1, 2024, all Major Participants have a local option sales tax or a special purpose local option sales tax.

In 1985, the State of Georgia General Assembly enacted a law authorizing voters in a county to approve levy of a special purpose 1% sales tax for roads and other capital projects. The tax may only be collected for as long as required to provide the amount specified in the election notice or for four years for roads and five years for other capital projects, whichever is the lesser period of time. Several counties in which Participants are located have voted to impose this sales tax.

(2) Per U. S. Census Bureau.

(3) Assessed valuations are based on the Participant's fiscal year. Motor vehicles and mobile homes assessed valuations are for the calendar year.

Table I
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Area, Population and Assessed Valuation (I)

(continued)

	East Point	Griffin	LaGrange	Lawrenceville	Marietta	Moultrie	Newnan	Sylvania	Thomasville
Incorporated Area Square Miles	18.1	15.3	42.3	13.7	23.8	16.5	20.2	5.1	17.0
Population (2):									
2020 U. S. Census	38,358	23,478	30,858	30,629	60,972	14,638	42,549	2,634	18,881
2010 U. S. Census	33,712	23,643	29,588	28,546	56,579	14,268	33,039	2,956	18,413
2000 U. S. Census	39,595	23,451	25,998	22,397	58,748	14,387	16,242	2,675	18,162
1990 U. S. Census	34,402	21,347	25,597	17,588	44,129	14,865	12,497	2,871	17,457
1980 U. S. Census	37,486	20,728	24,204	8,928	30,805	15,708	11,449	3,352	18,463
1970 U. S. Census	39,315	22,734	23,301	5,115	27,216	14,302	11,205	3,199	18,155
1960 U. S. Census	35,633	21,735	23,632	3,804	25,565	15,764	12,169	3,469	18,246
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	September 30	December 31	December 31	December 31
Assessed Valuation - 2023 (3):									
Real Estate	\$ -	\$ 730,751,309	\$ 1,204,790,641	\$ 1,741,349,080	\$ 3,833,527,124	\$ 321,053,844	\$ -	\$ -	\$ -
Public Utilities	-	6,330,541	8,862,719	24,987,640	36,321,469	7,685,123	-	-	-
Personal Property	-	101,351,288	340,528,888	270,279,250	437,453,540	98,196,709	-	-	-
Motor Vehicles & Mobile Homes	-	4,100,560	7,485,476	13,254,920	15,760,886	3,679,575	-	-	-
Total	\$ -	\$ 842,533,698	\$ 1,561,667,724	\$ 2,049,870,890	\$ 4,323,063,019	\$ 430,615,251	\$ -	\$ -	\$ -
Basis of Assessment - 2023	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2023	\$ -	\$ 2,106,334,245	\$ 3,904,169,310	\$ 5,124,677,225	\$ 10,807,657,548	\$ 1,076,538,128	\$ -	\$ -	\$ -
Ten Largest Taxpayers - 2023 Assessed Value as % of Total Assessment	-	21.99%	20.76%	8.25%	5.15%	22.70%	11.95%	-	-
Assessed Valuation - 2022 (3):									
Real Estate	\$ 1,198,832,787	\$ 548,558,873	\$ 1,106,841,108	\$ 1,579,690,600	\$ 3,519,303,951	\$ 313,149,950	\$ 2,021,174,639	\$ 43,113,778	\$ 671,215,150
Public Utilities	18,542,747	6,876,003	8,955,487	23,677,240	34,023,136	6,656,401	26,531,548	-	6,142,552
Personal Property	203,071,760	91,785,144	323,079,804	244,917,660	389,666,466	93,308,782	130,144,178	6,117,412	98,805,628
Motor Vehicles & Mobile Homes	6,014,570	4,566,930	7,177,500	11,287,520	22,086,852	3,759,184	7,109,780	685,044	5,337,506
Total	\$ 1,426,461,864	\$ 651,786,950	\$ 1,446,053,899	\$ 1,859,573,020	\$ 3,965,080,405	\$ 416,874,317	\$ 2,184,960,145	\$ 49,916,234	\$ 781,500,836
Basis of Assessment - 2022	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2022	\$ 3,566,154,660	\$ 1,629,467,375	\$ 3,615,134,748	\$ 4,648,932,550	\$ 9,912,701,013	\$ 1,042,185,793	\$ 5,462,400,363	\$ 124,790,585	\$ 1,953,752,090
Assessed Valuation - 2021 (3):									
Real Estate	\$ 1,023,565,297	\$ 508,892,759	\$ 875,254,617	\$ 1,199,881,400	\$ 3,295,719,064	\$ 297,753,536	\$ 1,656,028,195	\$ 38,667,008	\$ 599,199,847
Public Utilities	17,532,177	6,481,177	8,589,665	23,502,760	34,353,426	4,809,893	26,521,148	-	5,027,613
Personal Property	205,229,060	97,450,519	319,621,670	229,636,590	400,093,240	86,066,674	118,944,665	5,970,050	105,302,498
Motor Vehicles & Mobile Homes	7,850,750	5,629,110	8,021,504	11,430,240	22,086,852	4,080,627	7,842,770	864,283	6,379,090
Total	\$ 1,254,177,284	\$ 618,453,565	\$ 1,211,487,456	\$ 1,464,450,990	\$ 3,752,252,582	\$ 392,710,730	\$ 1,809,336,778	\$ 45,501,341	\$ 715,909,048
Basis of Assessment - 2021	40%	40%	40%	40%	40%	40%	40%	40%	40%
Estimated Actual Value - 2021	\$ 3,135,443,210	\$ 1,546,133,913	\$ 3,028,718,640	\$ 3,661,127,475	\$ 9,380,631,455	\$ 981,776,825	\$ 4,523,341,945	\$ 113,753,353	\$ 1,789,772,620

Table II
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Tax Millages, Levies and Collections

	Acworth	Albany	Buford (2)	Calhoun (2)	Cartersville (2)	College Park	Covington	Crisp County	Douglas
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	June 30	June 30	June 30	June 30
Tax Millage - 2023 (1):									
City	8.95	9.53	12.50	19.07	16.81	12.62	5.76	-	7.04
County	8.46	19.07	6.95	9.04	7.49	9.05	8.44	10.43	7.03
County School District (2)	18.70	17.99	-	-	-	17.14	16.00	14.35	14.62
Other	-	-	1.00	-	-	-	-	-	0.50
Total	36.11	46.59	20.45	28.11	24.30	38.81	30.20	24.78	29.19
Tax Millage - 2022 (1):									
City	8.95	9.60	12.55	19.79	17.44	13.62	6.26	-	8.36
County	8.46	19.07	6.95	9.52	8.99	9.07	9.45	11.12	7.75
County School District (2)	18.90	18.10	-	-	-	17.24	16.79	15.32	16.02
Other	-	-	1.00	-	-	-	-	-	0.50
Total	36.31	46.77	20.50	29.31	26.43	39.93	32.50	26.44	32.63
Tax Millage - 2021 (1):									
City	8.95	9.63	12.60	20.26	17.53	12.62	6.88	-	8.36
County	8.59	15.57	6.95	9.52	8.56	9.54	11.15	11.49	7.75
County School District (2)	18.90	18.15	-	-	-	17.59	18.29	16.51	16.02
Other	-	-	1.00	-	-	-	-	-	0.50
Total	36.44	43.35	20.55	29.78	26.09	39.75	36.32	28.00	32.63
Tax Levies (3):									
2023	\$ 8,608,452	\$ 13,783,759	\$ 28,707,403	\$ 16,649,455	\$ -	\$ 15,179,958	\$ 6,084,731	\$ -	\$ 2,654,813
2022	8,125,830	13,669,086	22,871,607	15,885,857	21,124,256	12,807,420	5,807,293	7,924,260	2,433,577
2021	7,663,790	13,762,564	22,562,829	16,627,918	21,169,974	13,201,815	5,815,971	7,489,794	2,306,038
Total	\$ 24,398,072	\$ 41,215,409	\$ 74,141,839	\$ 49,163,230	\$ 42,294,230	\$ 41,189,193	\$ 17,707,995	\$ 15,414,054	\$ 7,394,428
Tax Collections (3):									
2023	\$ 8,555,821	\$ 14,127,619	\$ 25,771,383	\$ 16,856,337	\$ -	\$ 15,053,326	\$ 6,216,276	\$ -	\$ 2,681,931
2022	8,075,005	13,707,833	21,441,855	15,965,993	21,086,132	12,833,743	5,729,254	7,897,913	2,424,561
2021	7,580,015	13,675,553	21,091,295	16,214,214	22,164,323	12,666,291	5,882,104	7,717,458	2,306,631
Total	\$ 24,210,841	\$ 41,511,005	\$ 68,304,533	\$ 49,036,544	\$ 43,250,455	\$ 40,553,360	\$ 17,827,634	\$ 15,615,371	\$ 7,413,123
Ratio of Aggregate Tax Collections to Aggregate Tax Levies 2021 - 2023									
	99.2%	100.7%	92.1%	99.7%	102.3%	98.5%	100.7%	101.3%	100.3%

(1) Tax millages are for the calendar year as per the Georgia Department of Revenue's tax digest records.

(2) No county school system taxes are levied on property within the Participant's boundary for Buford, Calhoun, Cartersville, Marietta or Thomasville (except for taxes levied to pay bonds issued prior to any annexation of property by the Participant) due to the fact that the Participant has its own independent school system, which is supported, in part, by city taxes included in the city millage.

(3) Tax Levies and Tax Collections are compiled from questionnaires completed by either the Participant's auditor or finance official.

Table II
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Tax Millages, Levies and Collections
(continued)

	East Point	Griffin	LaGrange	Lawrenceville	Marietta (2)	Moultrie	Newnan	Sylvania	Thomasville (2)
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	September 30	December 31	December 31	December 31
Tax Millage - 2023 (1):									
City	13.00	6.25	-	2.23	22.66	8.08	2.75	6.29	16.41
County	9.05	15.59	9.92	6.95	8.46	13.83	4.69	11.82	6.96
County School District (2)	17.14	16.74	17.35	20.65	-	8.24	15.41	14.00	-
Other	-	-	-	1.00	-	1.92	-	1.00	1.37
Total	39.19	38.58	27.27	30.83	31.12	32.07	22.85	33.11	24.74
Tax Millage - 2022 (1):									
City	13.00	7.08	-	2.23	22.79	8.10	3.05	6.66	16.41
County	9.07	16.14	9.92	6.95	8.46	14.67	5.28	12.31	7.85
County School District (2)	17.24	16.74	17.35	20.65	-	8.69	16.00	14.31	-
Other	-	-	0.64	1.00	-	2.03	-	1.00	1.52
Total	39.31	39.96	27.91	30.83	31.25	33.49	24.33	34.28	25.78
Tax Millage - 2021 (1):									
City	13.25	7.08	-	2.23	22.96	8.12	3.57	7.24	17.99
County	9.54	16.14	10.44	6.95	8.59	14.67	6.16	13.22	8.63
County School District (2)	17.59	16.74	18.85	21.35	-	9.09	17.14	15.00	-
Other	-	-	0.87	1.00	-	2.04	-	0.74	1.67
Total	40.38	39.96	30.16	31.53	31.55	33.92	26.87	36.20	28.29
Tax Levies (3):									
2023	\$ -	\$ 5,140,822	\$ -	\$ 4,177,396	\$ 85,467,598	\$ 3,368,191	\$ -	\$ -	\$ -
2022	19,100,534	4,616,607	-	3,757,565	77,568,733	3,346,233	6,664,128	332,193	13,056,317
2021	16,884,401	4,380,506	-	2,902,622	73,338,145	3,155,677	6,295,524	329,566	12,460,086
Total	\$ 35,984,935	\$ 14,137,935	\$ -	\$ 10,837,583	\$ 236,374,476	\$ 9,870,101	\$ 12,959,652	\$ 661,759	\$ 25,516,403
Tax Collections (3):									
2023	\$ -	\$ 4,952,020	\$ -	\$ 3,624,257	\$ 84,895,175	\$ 3,324,766	\$ -	\$ -	\$ -
2022	21,274,297	4,334,105	-	3,422,204	77,300,872	3,136,990	6,371,913	311,755	13,670,634
2021	18,912,173	4,158,656	-	2,728,161	72,802,699	3,067,059	6,134,851	337,909	12,464,698
Total	\$ 40,186,470	\$ 13,444,781	\$ -	\$ 9,774,622	\$ 234,998,746	\$ 9,528,815	\$ 12,506,764	\$ 649,664	\$ 26,135,332
Ratio of Aggregate Tax Collections to Aggregate Tax Levies 2021 - 2023	111.7%	95.1%	-	90.2%	99.4%	96.5%	96.5%	98.2%	102.4%

Table III
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Outstanding and Overlapping Debt and Selected Debt Ratios (1)

As of June 1, 2024

	Acworth	Albany	Buford	Calhoun	Cartersville	College Park	Covington	Crisp County	Douglas
General Obligation Bonded Debt:									
Direct	\$ -	\$ -	\$ 48,445,000	\$ 20,905,000	\$ 51,650,000	\$ 8,870,000	\$ -	\$ 12,220,000	\$ -
Overlapping (2)	-	27,029,191	-	2,643,402	-	1,664,000	18,065,118	-	1,347,536
Contractual Revenue (3)	8,225,000	-	12,403,478	-	6,085,000	136,080,000	-	47,965,000	-
Total	\$ 8,225,000	\$ 27,029,191	\$ 60,848,478	\$ 23,548,402	\$ 57,735,000	\$ 146,614,000	\$ 18,065,118	\$ 60,185,000	\$ 1,347,536
Utility Revenue Bonded Debt (4):									
Electric	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Water & Sewer	-	1,075,000	-	1,910,000	52,695,000	-	160,000	1,062,081	-
Combined Public Utilities	-	-	15,660,000	-	-	-	-	-	-
Selected General Obligation Bonded Debt Ratios (5):									
Per Capita	\$ 367	\$ 388	\$ 3,549	\$ 1,389	\$ 2,490	\$ 10,525	\$ 1,273	\$ 2,990	\$ 115
% of Assessed Valuations	0.59%	1.71%	2.31%	1.84%	2.85%	5.10%	1.35%	7.28%	0.25%
% of Estimated Actual Value	0.24%	0.68%	0.92%	0.74%	1.14%	2.04%	0.54%	2.91%	0.10%

(1) Data compiled by MEAG Power from official statements of identified Participant-related bond issuances and/or audited financial statements of the Participants.

(2) Overlapping debt is bond debt not issued by the Participant for the payment of which a tax is levied on property within the Participant's boundary.

(3) Contractual Revenue debt is that overlapping bond debt of issuers other than the Participant (such as water and sewer, hospital and office building authorities) payable from revenue producing projects which have, as additional security, a pledge of payments pursuant to a contractual obligation between such issuer and the Participant or another political subdivision with boundaries overlapping that of the Participant. Such contractual obligation could require the levy of a tax on property located within the Participant's boundary. No investigation has been made by MEAG Power as to the amount of tax currently being levied, if any, or that which may be required to be levied to meet any such contractual obligations. Not included in these totals is debt attributable to the Participant's payment obligations to MEAG Power.

(4) Utility revenue debt outstanding is secured by a pledge of the net revenues of the water and sewer system and/or electric and/or natural gas system.

(5) Based on the U.S. Census Bureau's 2020 Decennial Census data from Table I and 2023 calendar year assessed valuations.

Table III
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Outstanding and Overlapping Debt and Selected Debt Ratios (1)

(continued)

As of June 1, 2024

	East Point	Griffin	LaGrange	Lawrenceville	Marietta	Moultrie	Newnan	Sylvania	Thomasville
General Obligation Bonded Debt:									
Direct	\$ -	\$ 697,584	\$ 255,000	\$ -	\$ 50,990,000	\$ -	\$ -	\$ -	\$ -
Overlapping (2)	4,269,747	1,795,000	17,801,623	48,158,063	46,216,964	-	-	-	-
Contractual Revenue (3)	25,135,405	-	17,410,000	99,974,363	5,630,000	790,000	8,912,659	-	-
Total	\$ 29,405,152	\$ 2,492,584	\$ 35,466,623	\$ 148,132,426	\$ 102,836,964	\$ 790,000	\$ 8,912,659	\$ -	\$ -
Utility Revenue Bonded Debt (4):									
Electric	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Water & Sewer	-	-	-	-	-	\$ 8,965,000	-	-	-
Combined Public Utilities	-	\$ 31,411,000	\$ 24,225,000	-	-	-	\$ 12,555,136	-	-
Selected General Obligation Bonded Debt Ratios (5):									
Per Capita	\$ 767	\$ 106	\$ 1,149	\$ 4,836	\$ 1,687	\$ 54	\$ 209	\$ -	\$ -
% of Assessed Valuations	1.40%	0.26%	1.97%	5.13%	1.94%	0.17%	0.36%	0.00%	0.00%
% of Estimated Actual Value	0.56%	0.10%	0.79%	2.05%	0.77%	0.07%	0.14%	0.00%	0.00%

Table IV
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Descriptions, Customers and Power Sales

	Acworth	Albany	Buford	Calhoun	Cartersville	College Park	Covington	Crisp County (3)	Douglas
Year System Established	1907	1900	1913	1900	1905	1912	1900	1926	1903
Miles of Lines	104	747	118	279	239	155	572	883	135
Employees	17	26	12	20	28	14	24	72	12
Service Area (square miles) (1)	10	59	15	13	16	10	58	310	17
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	June 30	June 30	December 31	June 30
Peak (kW) (2):									
2023	28,712	179,186	46,568	67,256	108,360	87,771	95,033	82,265	63,206
2022	28,792	184,798	48,017	68,050	108,377	88,784	94,619	85,436	59,040
2021	27,665	176,923	44,082	71,521	105,535	62,577	90,122	78,974	51,151
Customers--2023:									
Residential	6,383	28,612	2,927	4,413	7,015	7,611	-	-	4,103
Industrial	-	-	17	16	14	-	-	-	-
Commercial	624	4,497	997	1,227	1,738	887	-	-	1,785
Other	71	-	-	3	87	121	-	-	-
Total	7,078	33,109	3,941	5,659	8,854	8,619	-	-	5,888
Customers--2022:									
Residential	6,250	27,811	2,928	4,391	6,911	7,398	11,206	9,213	4,091
Industrial	-	-	17	15	16	-	9	55	-
Commercial	487	4,518	979	1,212	1,843	868	1,469	2,653	1,721
Other	71	-	-	3	86	113	-	178	-
Total	6,808	32,329	3,924	5,621	8,856	8,379	12,684	12,099	5,812
Customers--2021:									
Residential	6,255	29,072	2,894	4,359	6,870	7,313	10,923	9,183	4,093
Industrial	-	-	15	18	13	-	10	56	-
Commercial	423	4,109	973	1,198	1,810	851	1,444	2,643	1,678
Other	71	-	-	-	85	107	-	175	-
Total	6,749	33,181	3,882	5,575	8,778	8,271	12,377	12,057	5,771

(1) Territorial electric service areas for retail electric suppliers within the State of Georgia are determined in accordance with the Georgia Territorial Electric Service Act. The service areas of practically all of the 49 municipal Participants include some unincorporated areas as well as the areas within their municipal corporate limits. The figures included herein for service areas of the Participants have been provided by the Participants via questionnaires received as of the filing of this Annual Information Statement. The combined service of all of the Initial Participants as of the time of assignment in 1976 included approximately 627 square miles of area within their respective political boundaries and 550 square miles of other area.

(2) Peak for the calendar year in kilowatts (kW).

(3) The Crisp County Power Commission has a December 31 fiscal year-end. Crisp County has a June 30 fiscal year-end.

Table IV
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Descriptions, Customers and Power Sales

(continued)

	East Point	Griffin	LaGrange	Lawrenceville	Marietta	Moultrie	Newnan	Sylvania	Thomasville
Year System Established	1905	1895	1905	1915	1906	1898	1904	1910	1906
Miles of Lines	260	390	235	185	601	230	230	213	485
Employees	42	50	23	18	89	18	15	5	26
Service Area (square miles) (1)	16	63	30	12	37	25	12	38	164
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	September 30	December 31	December 31	December 31
Peak (kW) (2):									
2023	92,346	93,641	104,056	77,382	223,857	41,974	92,537	103,226	105,744
2022	93,416	97,591	102,715	76,874	232,610	43,723	92,220	105,524	108,855
2021	84,233	90,981	102,664	74,430	220,508	40,663	91,207	100,443	100,871
Customers--2023:									
Residential	-	13,613	11,856	10,306	36,049	5,768	9,144	-	-
Industrial	-	24	63	-	-	12	1	-	-
Commercial	-	2,366	1,686	2,017	6,297	1,122	1,738	-	-
Other	-	-	160	-	5,048	31	755	-	-
Total	-	16,003	13,765	12,323	47,394	6,933	11,638	-	-
Customers--2022:									
Residential	16,114	13,634	11,799	9,955	35,502	5,741	8,932	2,043	13,658
Industrial	-	23	56	-	-	14	1	5	-
Commercial	1,530	2,367	1,693	1,806	6,309	1,135	1,712	495	2,505
Other	-	-	157	-	5,052	31	757	-	221
Total	17,644	16,024	13,705	11,761	46,863	6,921	11,402	2,543	16,384
Customers--2021:									
Residential	14,982	13,727	11,700	10,010	35,394	5,882	8,683	2,053	13,529
Industrial	-	16	61	-	-	11	1	4	-
Commercial	1,452	2,358	1,700	1,783	6,259	1,089	1,687	507	2,389
Other	-	4	156	-	5,046	30	762	-	216
Total	16,434	16,105	13,617	11,793	46,699	7,012	11,133	2,564	16,134

Table IV
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Descriptions, Customers and Power Sales

(continued)

	Acworth	Albany	Buford	Calhoun	Cartersville	College Park	Covington	Crisp County (3)	Douglas
Power Sales--2023 (MWh) (4):									
Residential	58,104	329,739	36,623	46,518	80,338	70,498	-	-	54,104
Industrial	-	-	108,665	58,589	358,865	-	-	-	-
Commercial	33,508	519,293	71,442	70,753	152,270	470,732	-	-	262,772
Other	4,620	-	667	182,766	14,493	23,193	-	-	-
Total	96,232	849,032	217,397	358,626	605,966	564,423	-	-	316,876
Power Sales--2022 (MWh) (4):									
Residential	61,544	341,326	37,070	48,323	82,200	71,148	146,826	139,155	56,408
Industrial	-	-	114,695	59,543	355,867	-	126,693	159,417	-
Commercial	37,087	542,691	73,028	71,701	143,052	392,166	134,389	93,656	226,084
Other	1,100	-	671	211,082	14,778	19,123	-	29,457	-
Total	99,731	884,017	225,464	390,649	595,897	482,437	407,908	421,685	282,492
Power Sales--2021 (MWh) (4):									
Residential	61,780	300,980	35,479	46,963	83,563	71,591	145,419	139,880	58,590
Industrial	-	-	109,937	260,916	331,641	-	156,747	158,455	-
Commercial	32,610	449,936	68,847	72,118	141,481	254,165	132,800	87,012	204,536
Other	4,514	-	656	-	14,790	16,197	-	30,271	-
Total	98,904	750,916	214,919	379,997	571,475	341,953	434,966	415,618	263,126
Power Sales--2023 (\$) (5):									
Residential	\$ 10,358,550	\$ 41,651,340	\$ 5,211,970	\$ 6,588,090	\$ 10,536,769	\$ 9,920,901	\$ -	\$ -	\$ 5,628,253
Industrial	-	-	12,246,624	6,740,606	22,233,153	-	-	-	-
Commercial	4,752,522	43,018,750	9,821,708	10,241,892	15,819,313	33,072,473	-	-	25,261,332
Other	786,146	-	92,844	15,596,815	3,213,820	3,103,948	-	-	-
Total	\$ 15,897,218	\$ 84,670,090	\$ 27,373,146	\$ 39,167,403	\$ 51,803,055	\$ 46,097,322	\$ -	\$ -	\$ 30,889,585
Power Sales--2022 (\$) (5):									
Residential	\$ 9,682,573	\$ 37,015,108	\$ 4,503,086	\$ 6,106,995	\$ 9,729,140	\$ 10,043,408	\$ 16,944,513	\$ 17,132,523	\$ 5,865,296
Industrial	-	-	10,412,077	6,035,744	23,914,837	-	9,256,504	13,965,989	-
Commercial	5,067,382	41,976,718	8,988,019	9,532,244	16,182,631	27,909,780	16,287,017	12,900,232	24,217,465
Other	694,645	-	85,620	14,741,281	2,180,770	2,628,192	-	4,267,265	-
Total	\$ 15,444,600	\$ 78,991,826	\$ 23,988,802	\$ 36,416,264	\$ 52,007,378	\$ 40,581,380	\$ 42,488,034	\$ 48,266,009	\$ 30,082,761
Power Sales--2021 (\$) (5):									
Residential	\$ 9,074,078	\$ 41,173,533	\$ 4,149,312	\$ 5,707,878	\$ 9,390,904	\$ 9,756,476	\$ 16,042,511	\$ 16,394,703	\$ 6,091,401
Industrial	-	-	9,832,033	18,418,461	20,166,118	-	10,700,106	12,161,279	-
Commercial	4,205,650	46,018,420	8,173,420	8,958,084	16,330,298	22,995,669	15,871,961	11,473,550	22,336,979
Other	655,866	-	65,276	-	1,994,572	2,191,352	-	4,091,673	-
Total	\$ 13,935,594	\$ 87,191,953	\$ 22,220,041	\$ 33,084,423	\$ 47,881,892	\$ 34,943,497	\$ 42,614,578	\$ 44,121,205	\$ 28,428,380

(4) Power Sales for Participants' fiscal year not including power used for public purposes and not billed by the Participant.

(5) Figures for Power Sales are provided by the Participants. In some cases, Participants used figures from audit reports resulting in Power Sales in Table V being identical to those in Table IV. In other cases, Participants provided figures from other unaudited records. These figures may include such things as sales tax and adjustments for unbilled service for public use and may differ from the corresponding Power Sales figures in Table V.

Table IV
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Descriptions, Customers and Power Sales

(continued)

	East Point	Griffin	LaGrange	Lawrenceville	Marietta	Moultrie	Newnan	Sylvania	Thomasville
Power Sales--2023 (MWh) (4):									
Residential	-	157,835	133,188	104,060	343,438	71,567	89,704	-	-
Industrial	-	91,281	217,866	-	-	64,297	71,594	-	-
Commercial	-	158,798	129,023	237,476	605,079	44,868	181,358	-	-
Other	-	-	38,492	-	10,559	6,369	3,214	-	-
Total	-	407,914	518,569	341,536	959,076	187,101	345,870	-	-
Power Sales--2022 (MWh) (4):									
Residential	160,296	157,066	137,229	105,455	347,753	72,828	90,364	21,255	187,490
Industrial	-	88,988	226,346	-	-	43,703	93,609	682,478	-
Commercial	290,823	160,408	130,729	226,599	622,602	63,972	184,063	24,160	280,454
Other	-	-	39,004	-	10,685	6,182	3,921	-	25,285
Total	451,119	406,462	533,308	332,054	981,040	186,685	371,957	727,893	493,229
Power Sales--2021 (MWh) (4):									
Residential	129,122	158,218	136,516	99,867	348,562	72,032	88,044	21,842	183,927
Industrial	-	78,419	220,786	-	-	36,678	84,128	688,615	-
Commercial	222,362	161,024	129,206	224,260	621,795	72,283	183,166	23,646	247,211
Other	-	-	38,056	-	10,779	6,479	3,805	-	23,720
Total	351,484	397,661	524,564	324,127	981,136	187,472	359,143	734,103	454,858
Power Sales--2023 (\$) (5):									
Residential	\$ -	\$ 21,465,687	\$ 16,843,353	\$ 13,185,757	\$ 40,318,744	\$ 8,296,807	\$ 11,991,989	\$ -	\$ -
Industrial	-	8,997,018	18,199,865	-	-	4,307,285	8,343,675	-	-
Commercial	-	22,245,249	13,773,100	24,114,806	68,759,512	7,644,778	19,992,948	-	-
Other	-	-	3,988,454	-	2,746,419	547,799	616,392	-	-
Total	\$ -	\$ 52,707,954	\$ 52,804,772	\$ 37,300,563	\$ 111,824,675	\$ 20,796,669	\$ 40,945,004	\$ -	\$ -
Power Sales--2022 (\$) (5):									
Residential	\$ 19,228,689	\$ 20,242,755	\$ 15,850,718	\$ 13,531,178	\$ 40,549,837	\$ 7,931,002	\$ 11,211,849	\$ 2,868,462	\$ 22,330,681
Industrial	-	8,151,999	16,117,120	-	-	4,190,779	8,857,746	52,765,688	-
Commercial	22,435,635	21,272,321	12,658,824	21,027,290	68,727,985	7,340,985	17,730,526	3,194,435	29,639,031
Other	-	-	13,773,100	-	2,725,664	1,009,639	623,185	-	3,584,699
Total	\$ 41,664,324	\$ 49,667,075	\$ 58,399,762	\$ 34,558,468	\$ 112,003,486	\$ 20,472,405	\$ 38,423,306	\$ 58,828,585	\$ 55,554,411
Power Sales--2021 (\$) (5):									
Residential	\$ 19,814,053	\$ 19,965,650	\$ 15,039,461	\$ 12,733,517	\$ 40,503,111	\$ 8,019,953	\$ 10,894,134	\$ 2,941,618	\$ 21,960,040
Industrial	-	8,165,232	14,755,262	-	-	3,424,119	7,152,263	28,442,771	-
Commercial	24,238,308	20,601,414	12,128,172	20,771,253	68,113,678	8,384,258	17,598,829	3,246,325	28,589,146
Other	-	1,269,175	3,329,515	-	2,701,910	588,810	548,740	-	2,706,199
Total	\$ 44,052,361	\$ 50,001,471	\$ 45,252,410	\$ 33,504,770	\$ 111,318,699	\$ 20,417,140	\$ 36,193,966	\$ 34,630,714	\$ 53,255,385

Table V
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Financial Operations (1)

		Acworth		Albany		Buford		Calhoun (7)		Cartersville		College Park		Covington		Crisp County (7) (8)		Douglas
Fiscal Year-end		June 30		June 30		June 30		June 30		June 30		June 30		June 30		December 31		June 30
2023																		
Power Sales (2)	\$	14,857,291	\$	90,180,921	\$	28,058,941	\$	38,848,985	\$	54,985,530	\$	41,073,174	\$	-	\$	-	\$	28,469,239
Other Operating Revenues		531,190		3,793,531		592,554		1,428,810		-		3,879,180		-		-		2,970,526
Total Operating Revenues		15,388,481		93,974,452		28,651,495		40,277,795		54,985,530		44,952,354		-		-		31,439,765
Cost of Purchased Power		11,376,647	\$	57,124,217		20,139,929		28,397,485		46,181,890		33,286,420		-		-		20,448,428
Other Operating and Maintenance expenses (excluding depreciation) (3)		3,733,733		15,583,258		3,205,617		3,520,851		2,792,548		5,835,982		-		-		3,287,606
Total Operating Expenses		15,110,380		72,707,475		23,345,546		31,918,336		48,974,438		39,122,402		-		-		23,736,034
Net Operating Revenues		278,101		21,266,977		5,305,949		8,359,459		6,011,092		5,829,952		-		-		7,703,731
Other revenues (4)		239,280		-		351,070		889,430		886,233		551,723		-		-		2,281,013
Total		517,381		21,266,977		5,657,019		9,248,889		6,897,325		6,381,675		-		-		9,984,744
Debt Service (5)		7,106		3,370,784		-		-		-		-		-		-		-
Amount Supplied to Other Purposes (6)	\$	510,275	\$	17,896,193	\$	5,657,019	\$	9,248,889	\$	6,897,325	\$	6,381,675	\$	-	\$	-	\$	9,984,744
2022																		
Power Sales (2)	\$	14,676,677	\$	84,747,515	\$	23,985,170	\$	38,207,329	\$	52,242,301	\$	37,951,852	\$	49,827,477	\$	48,266,009	\$	26,984,261
Other Operating Revenues		358,541		5,520,965		771,023		204,191		40,581		2,723,209		2,252,116		621,850		3,201,864
Total Operating Revenues		15,035,218		90,268,480		24,756,193		38,411,520		52,282,882		40,675,061		52,079,593		48,887,859		30,186,125
Cost of Purchased Power		9,405,005		60,467,370		18,066,886		30,037,805		43,787,079		32,152,581		39,700,330		41,575,013		18,859,485
Other Operating and Maintenance expenses (excluding depreciation) (3)		3,634,497		10,778,933		2,728,987		3,274,080		268,802		5,049,690		10,998,582		17,031,003		3,646,198
Total Operating Expenses		13,039,502		71,246,303		20,795,873		33,311,885		44,055,881		37,202,271		50,698,912		58,606,015		22,505,683
Net Operating Revenues (Loss)		1,995,716		19,022,177		3,960,320		5,099,635		8,227,001		3,472,790		1,380,681		(9,718,156)		7,680,442
Other revenues (expense) (4)		(538,038)		-		425,807		(2,334,894)		(4,378,338)		1,496,760		(997,516)		1,676,100		(821,168)
Total		1,457,678		19,022,177		4,386,127		2,764,741		3,848,663		4,969,550		383,165		(8,042,056)		6,859,274
Debt Service (5)		42,648		3,371,263		-		-		-		-		-		-		-
Amount Supplied to Other Purposes (6)	\$	1,415,030	\$	15,650,914	\$	4,386,127	\$	2,764,741	\$	3,848,663	\$	4,969,550	\$	383,165	\$	(8,042,056)	\$	6,859,274
2021																		
Power Sales (2)	\$	13,741,377	\$	93,083,261	\$	22,085,377	\$	33,791,923	\$	46,875,293	\$	33,533,213	\$	44,944,420	\$	44,121,205	\$	25,761,452
Other Operating Revenues		413,890		10,211,778		879,495		222,818		63,721		2,365,321		3,616,945		940,036		3,191,390
Total Operating Revenues		14,155,267		103,295,039		22,964,872		34,014,741		46,939,014		35,898,534		48,561,365		45,061,241		28,952,842
Cost of Purchased Power		8,179,547		65,216,667		14,356,648		25,347,864		39,391,515		28,334,557		32,209,304		31,087,444		18,624,427
Other Operating and Maintenance expenses (excluding depreciation) (3)		3,404,734		11,207,901		2,369,999		4,425,725		2,364,858		4,407,290		12,338,066		11,996,915		3,616,243
Total Operating Expenses		11,584,281		76,424,568		16,726,647		29,773,589		41,756,373		32,741,847		44,547,370		43,084,359		22,240,670
Net Operating Revenues		2,570,986		26,870,471		6,238,225		4,241,152		5,182,641		3,156,687		4,013,995		1,976,882		6,712,172
Other revenues (expense) (4)		18,291		-		396,527		41,598		110,870		511,149		(911,348)		4,468		27,959
Total		2,589,277		26,870,471		6,634,752		4,282,750		5,293,511		3,667,836		3,102,647		1,981,350		6,740,131
Debt Service (5)		86,151		3,371,134		-		-		-		-		-		-		-
Amount Supplied to Other Purposes (6)	\$	2,503,126	\$	23,499,337	\$	6,634,752	\$	4,282,750	\$	5,293,511	\$	3,667,836	\$	3,102,647	\$	1,981,350	\$	6,740,131

(1) Extracted from audited financial statements or other supplementary information from the Participants.

(2) Power Sales are net after billing adjustments and adjustments for unbilled services for public use.

(3) Other Operating and Maintenance expenses do not include interest on electric revenue bonds, which is reflected in Debt Service, and depreciation and capital expenditures which are reflected in Amount Supplied to Other Purposes.

(4) Other Revenues includes investment income, inventory adjustments, change in fair value of investments and, in applicable years, MEAG Power's calendar year-end refunds resulting from revenue collections from Participants in excess of MEAG Power's revenue requirements. Every Participant, in applicable years, received MEAG Power's calendar year-end settlement but not all show these refunds as revenues attributable to the electric system. Deducted from Other Revenues are such things as reimbursements to customers for prior year overcharges, amortization of debt expense, other interest expense, loss on investments, and paying agent fees.

(5) Debt Service consists of principal and interest payments on the Participants' electric system revenue bonds and that portion of public utility revenue bonds allocated to the electric system.

(6) Such purposes include any transfer of funds to the Participant's general fund, school fund, other utility funds and community contributions. In addition, other purposes include renewals, replacements, capital additions to plant, depreciation expenses, working capital and contingencies.

(7) Both Calhoun and Crisp County have a generating facility connected to the integrated transmission system. The cost of power generated by these Participants' own electric system facility is in Other Operating and Maintenance expenses.

(8) The Crisp County Power Commission has a December 31 fiscal year-end. Crisp County has a June 30 fiscal year-end.

Table V
PARTICIPANTS OF MUNICIPAL ELECTRIC AUTHORITY OF GEORGIA
Electric System Financial Operations (I)

(continued)

	East Point (9)	Griffin	LaGrange	Lawrenceville	Marietta	Moultrie	Newnan	Sylvania	Thomasville
Fiscal Year-end	June 30	June 30	June 30	June 30	June 30	September 30	December 31	December 31	December 31
2023									
Power Sales (2)	\$ -	\$ 53,554,532	\$ 52,800,825	\$ 38,364,847	\$ 111,824,675	\$ 20,511,734	\$ 42,820,379	\$ -	\$ -
Other Operating Revenues	-	5,906,326	6,478,342	206,598	2,470,227	1,055,180	-	-	-
Total Operating Revenues	-	59,460,858	59,279,167	38,571,445	114,294,902	21,566,914	42,820,379	-	-
Cost of Purchased Power	-	42,252,762	42,404,469	24,174,775	89,171,014	17,505,335	27,395,820	-	-
Other Operating and Maintenance expenses (excluding depreciation) (3)	-	8,301,909	4,625,250	5,474,643	14,499,448	2,241,314	9,384,613	-	-
Total Operating Expenses	-	50,554,671	47,029,719	29,649,418	103,670,462	19,746,649	36,780,433	-	-
Net Operating Revenues	-	8,906,187	12,249,448	8,922,027	10,624,440	1,820,265	6,039,946	-	-
Other revenues (expense) (4)	-	583,005	(471,738)	-	1,442,130	726,074	1,091,372	-	-
Total	-	9,489,192	11,777,710	8,922,027	12,066,570	2,546,339	7,131,318	-	-
Debt Service (5)	-	-	-	-	-	-	-	-	-
Amount Supplied to Other Purposes (6)	\$ -	\$ 9,489,192	\$ 11,777,710	\$ 8,922,027	\$ 12,066,570	\$ 2,546,339	\$ 7,131,318	\$ -	\$ -
2022									
Power Sales (2)	\$ 43,774,632	\$ 51,489,748	\$ 48,239,329	\$ 35,512,308	\$ 113,851,825	\$ 20,472,405	\$ 40,305,645	\$ 60,120,732	\$ 54,691,153
Other Operating Revenues	357,539	3,352,165	3,326,699	154,941	42,024	682,934	-	9,603	2,797,800
Total Operating Revenues	44,132,171	54,841,913	51,566,028	35,667,249	113,893,849	21,155,339	40,305,645	60,130,335	57,488,953
Cost of Purchased Power	30,275,979	36,731,366	37,094,906	23,635,797	92,466,230	14,763,810	31,865,754	51,222,764	36,969,753
Other Operating and Maintenance expenses (excluding depreciation) (3)	10,564,449	8,090,583	3,297,480	4,546,420	13,570,145	2,105,908	9,723,415	1,037,138	8,683,810
Total Operating Expenses	40,840,428	44,821,949	40,392,386	28,182,217	106,036,375	16,869,718	41,589,169	52,259,902	45,653,563
Net Operating Revenues (Loss)	3,291,743	10,019,964	11,173,642	7,485,032	7,857,474	4,285,621	(1,283,524)	7,870,433	11,835,390
Other revenues (expense) (4)	(91,227)	2,074,821	(1,216,849)	-	1,408,018	(411,086)	3,074,235	(34,025)	(640,247)
Total	3,200,516	12,094,785	9,956,793	7,485,032	9,265,493	3,874,535	1,790,711	7,836,408	11,195,143
Debt Service (5)	4,615	-	-	-	-	-	-	-	-
Amount Supplied to Other Purposes (6)	\$ 3,195,901	\$ 12,094,785	\$ 9,956,793	\$ 7,485,032	\$ 9,265,493	\$ 3,874,535	\$ 1,790,711	\$ 7,836,408	\$ 11,195,143
2021									
Power Sales (2)	\$ 42,500,226	\$ 50,001,471	\$ 44,518,277	\$ 35,257,357	\$ 110,818,007	\$ 20,417,140	\$ 37,993,121	\$ 36,249,570	\$ 52,826,289
Other Operating Revenues	324,461	3,812,156	2,841,820	149,671	1,108,821	1,580,207	-	4,886	5,087,460
Total Operating Revenues	42,824,687	53,813,627	47,360,097	35,407,028	111,926,828	21,997,347	37,993,121	36,254,456	57,913,749
Cost of Purchased Power	30,010,978	34,035,455	36,505,316	22,994,450	88,407,014	16,320,275	23,221,424	32,950,648	36,374,430
Other Operating and Maintenance expenses (excluding depreciation) (3)	10,284,153	8,061,140	3,053,527	3,966,867	12,201,808	2,340,303	9,514,259	839,741	6,707,725
Total Operating Expenses	40,295,131	42,096,595	39,558,843	26,961,317	100,608,822	18,660,578	32,735,683	33,790,389	43,082,155
Net Operating Revenues	2,529,556	11,717,032	7,801,254	8,445,711	11,318,006	3,336,769	5,257,438	2,464,067	14,831,594
Other revenues (expense) (4)	6,090	418,735	(995,226)	-	1,353,345	40,979	410,379	(11,958)	(93,140)
Total	2,535,646	12,135,767	6,806,028	8,445,711	12,671,351	3,377,748	5,667,817	2,452,109	14,738,454
Debt Service (5)	73,834	-	-	-	-	-	-	-	-
Amount Supplied to Other Purposes (6)	\$ 2,461,812	\$ 12,135,767	\$ 6,806,028	\$ 8,445,711	\$ 12,671,351	\$ 3,377,748	\$ 5,667,817	\$ 2,452,109	\$ 14,738,454

(9) Certain fiscal year 2022 and 2021 information has been revised since the filing of MEAG Power's February 1, 2024 Quarterly Participant Report.

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SUMMARY OF POWER SALES CONTRACTS

The following is a description of certain of the provisions of the Project One Power Sales Contracts and the Existing General Resolution Projects Power Sales Contracts executed between MEAG Power and the Initial Participants. All of the Power Sales Contracts for each Project are identical in all material respects. In addition, the Project One and Project Four power sales contracts between MEAG Power and Oxford and the Project One power sales contract between MEAG Power and Acworth are substantially identical to the Power Sales Contracts for each such Project. The Project One Power Sales Contracts became effective on March 1, 1976, the Project Two Power Sales Contracts (other than the Project Two Power Sales Contract between MEAG Power and Oxford) became effective on February 1, 1978, the Project Three Power Sales Contracts (other than the Project Three Power Sales Contract between MEAG Power and Oxford) became effective on May 1, 1980 and the Project Four Power Sales Contracts became effective on November 6, 1983. The Project Two and Project Three Power Sales Contracts between MEAG Power and Oxford became effective on January 1, 1986, the Project One and Project Four power sales contract between MEAG Power and Oxford became effective on January 1, 1986 and the Project One power sales contract between MEAG Power and Acworth became effective on May 16, 2002.

As a result of the Term Extension Amendments (see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – *Project One and General Resolution Projects*” in the Annual Information Statement), the power sales contracts relating to each Project will continue in full force and effect until June 1, 2054.

MEAG Power is obligated to provide, and the Participants are obligated to take from MEAG Power, all of the Participants’ Bulk Power Supply requirements. See “MEAG POWER – Bulk Power Supply Operations” in the Annual Information Statement for information regarding the establishment by MEAG Power of rates and charges, and the Participants’ rights and obligations, with respect to power and energy from Project One, Project Two, Project Three and Project Four.

Capitalized terms not otherwise defined herein or defined in the Annual Information Statement shall be as defined in the Power Sales Contracts.

Annual Budgets

MEAG Power is required to adopt an Annual System Budget for Project One, an Annual Project Two Budget, an Annual Project Three Budget and an Annual Project Four Budget sufficient to recover all of its costs in providing output and services from the related Project to the Participants including overhead, working capital, debt service and all other amounts required to be paid or deposited in funds by the Project One Resolution or the General Resolution Projects Resolution. The Project One Power Sales Contracts provide that an appropriate share of MEAG Power’s administrative and general expenses will be allocated between Project One and any other projects including the Existing General Resolution Projects. MEAG Power is required to establish rates and charges for the output and services of Project Two, Project Three and Project Four which will provide revenues sufficient, but only sufficient, to pay its costs attributable to each such Project. For purposes of establishing such rates and charges, MEAG Power may combine the costs of any such projects with the costs of any other such project and with the costs relating to Supplemental Bulk Power Supply (which will continue to be recovered under the authority of the Project One Power Sales Contracts) and with its costs attributable to any future projects for the output and services of which a Participant executes a contract, in which case a portion of the revenues derived from such Participant under such rates and charges would be allocated to payment of costs attributable to the applicable Existing General Resolution Project. MEAG Power may also establish separate rates and charges for the output and services of Project Two, Project Three and Project Four.

MEAG Power is authorized to amend the Annual System Budget for Project One, the Annual Project Two Budget, the Annual Project Three Budget and the Annual Project Four Budget upon 30 days' notice to the Participants and to adjust its rates and charges as required to meet all of its costs. MEAG Power submits and each Participant is obligated to pay a monthly Billing Statement for each Project based upon the applicable Budget. At the end of each Power Supply Year MEAG Power determines if the aggregate amounts collected from the monthly Billing Statements, together with any other income, was in the proper amount. Any excess collected is appropriately credited to the Participants on their monthly Billing Statements for the remaining month or months of the then current Power Supply Year, or may be paid to the Participants entitled thereto if available in the General Reserve Fund (which, in the case of both the Project One Resolution and the General Resolution Projects Resolution, has been consolidated into the Revenue and Operating Fund established thereunder). Any deficiencies found to exist are recovered by adding ten percent of each Participant's aggregate deficiency to each of its ten succeeding monthly Billing Statements.

Participants' Obligations to Pay

Each Participant is obligated to make its payments for Project One power under its Project One Power Sales Contract whether or not Project One, or any portion thereof, is completed, operating or operable, and such payments are unconditional. The Project One Power Sales Contracts acknowledge that all such payments are to be pledged as security for MEAG Power's Project One Senior Bonds.

Each Participant is unconditionally obligated to pay for output and services from the Existing General Resolution Projects pursuant to the rates and charges established by MEAG Power under the Existing General Resolution Projects Power Sales Contracts, whether or not any portion of such Projects is completed, operating or operable. The Existing General Resolution Projects Power Sales Contracts acknowledge that all such payments are to be pledged as security for MEAG Power's General Resolution Projects Senior Bonds.

For further information with respect to the obligations of the Participants under the Project One Power Sales Contracts and the Existing General Resolution Projects Power Sales Contracts and remedies of MEAG Power thereunder, see "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power's Senior Bonds" and "THE PARTICIPANTS" in the Annual Information Statement.

Procurement of Alternative Bulk Power Supply Resources

Each Project One Power Sales Contract provides that each Participant may procure sources of supplemental bulk power supply other than that provided by MEAG Power. This right is subject to certain notice requirements varying from two years to nine years depending upon the ratio that the amount of such alternate source bears to the Participant's total peak demand less SEPA power and less its Entitlement Share of the output and services of Project One. Both parties may mutually agree to some other notice provision if no burden or cost would be imposed upon MEAG Power. The Project Two, Project Three and Project Four Power Sales Contracts further limit the right of Participants to procure alternate supplemental bulk power supply sources, providing that, in the event that such a source were procured by a Participant, such Participant's Bulk Power Supply would be deemed to be not less than such Participant's Entitlement Share of the capacity related output and services of Project One, multiplied by a fraction, the numerator of which is combined capacity related output and services of Project One, Project Two, Project Three and Project Four delivered to all Participants and the denominator of which is the capacity related output and services of Project One delivered to all Participants provided that the Participants must continue to take their allocated shares of the output of Project Two, Project Three and Project Four. Further, procurement of such alternate sources does not relieve a Participant of its obligation to pay its Entitlement Share of costs relating to Project One or its allocated share of the costs of the Existing General Resolution Projects. See the final

paragraph under “MEAG POWER – Bulk Power Supply Operations – *Provisions for Participants to Obtain Supplemental Power from Alternative Sources*” in the Annual Information Statement for information concerning the adoption by MEAG Power of a policy with respect to the supplemental power requirements of the Participants.

Remedies

Failure by a Participant to make any payment due under its Project One Power Sales Contract and each Existing General Resolution Projects Power Sales Contract will constitute a default thereunder. In such event MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days’ written notice to the Participant, discontinue output and services from the applicable Project to such Participant. Also, each Power Sales Contract provides that in the event of default in any payment by the Participant, such Participant must provide for the assessment and collection of an annual tax sufficient to meet its obligations under the applicable Power Sales Contract, and specific performance is provided as one remedy to enforce such provision.

Sale or Exchange of Power and Energy

Under Section 311(b) of the Project One Power Sales Contracts, MEAG Power may utilize, sell, and exchange electric capacity and energy from the Participant’s Entitlement Share of Project One whenever, in its discretion, any such transaction can reasonably be expected to result in a more reliable or economical overall Bulk Power Supply to the Participants. This provision was added to give MEAG Power more flexibility in discharging its responsibility to provide an economical overall Bulk Power Supply to all of the Participants. Any action taken by MEAG Power under this section does not require approval by the Participants; however, MEAG Power must be able to demonstrate that any such action can be expected to result in a more reliable or economical overall Bulk Power Supply to the Participants.

Section 312 of the Project One Power Sales Contracts provides that, in the event all or any part of any Participant’s Entitlement Share results in an excess to the Participant of electric power and energy from Project One, MEAG Power, when so requested by the Participant, may sell and transfer such excess to the other Participants who desire such power and energy, and if any amount is not so disposed, MEAG Power may sell such amount to other utilities.

With respect to Project One, any such sale will not relieve a Participant of its obligation on its Entitlement Share, but it will receive credit for the amounts that are actually paid for such excess by the transferees.

Termination or Amendment

The Project One Power Sales Contracts may not be terminated or amended in any manner which would adversely affect the rights of the owners of the Project One Senior and Subordinated Bonds or reduce the payments pledged as security for any of the Project One Senior and Subordinated Bonds. Similarly, the Existing General Resolution Projects Power Sales Contracts may not be terminated or amended in any manner which would adversely affect the rights of the owners of the General Resolution Projects Senior and Subordinated Bonds or reduce the payments pledged as security for the General Resolution Projects Senior and Subordinated Bonds.

Effective May 31, 1989, MEAG Power executed an amendment to the Project One Power Sales Contracts to permit MEAG Power to acquire, construct, and finance transmission system facilities under the Integrated Transmission System Agreement (the predecessor agreement to the Integrated Transmission System Operation and Maintenance Agreement referred to under the caption “Summary of Agreements Relating to Integrated Transmission System – *Integrated Transmission System Operation and Maintenance*”).

Agreements” in APPENDIX E, “SUMMARY OF PROJECT AGREEMENTS”) subsequent to the achievement of commercial operation of the last of the generating facilities on Project One. Under the amendment, MEAG Power is authorized by the Power Sales Contracts to finance additional transmission system facilities as Additional Facilities of Project One. Such amendment to the Project One Power Sales Contracts also provides, among other things, for the delivery of SEPA power by MEAG Power to the Participants, which began in June 1989.

SUMMARY OF PROJECT AGREEMENTS

General

MEAG Power's rights and obligations with respect to Generation Station Hatch, Generation Station Wansley, Generation Station Vogtle Unit Nos. 1 and 2 and those facilities at Generation Station Vogtle intended to be used in common by Generation Station Vogtle Unit Nos. 1 and 2 (such facilities together with Generation Station Vogtle Unit Nos. 1 and 2 are collectively referred to as, "*Vogtle Units 1&2*"), Generation Station Scherer Unit Nos. 1 and 2 and those facilities at Generation Station Scherer intended to be used in common by Generation Station Scherer Unit No. 1 or Generation Station Scherer Unit No. 2, or both, and one or both of Generation Station Scherer Unit No. 3 or Generation Station Scherer Unit No. 4 (such facilities are collectively referred to herein as the "*Generation Station Scherer Common Facilities*") are contained in a number of agreements between MEAG Power and GPC, in the case of Generation Station Hatch, Generation Station Wansley and a portion of MEAG Power's ownership interest in Vogtle Units 1&2, and among MEAG Power, GPC, OPC and Dalton, in the case of Vogtle Units 1&2 and Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities.

Generation Station Hatch. MEAG Power is party to a Purchase and Ownership Participation Agreement, dated as of August 27, 1976, as amended (the "*Hatch Ownership Agreement*"), under which it acquired from GPC, and is obligated in respect of, a 17.7 percent ownership interest in Generation Station Hatch. MEAG Power is also a party to an Operating Agreement, dated as of August 27, 1976, as amended (the "*Hatch Operating Agreement*"), relating to the operation and maintenance of Generation Station Hatch. In addition, MEAG Power and GPC have entered into an Agreement of Construction, dated as of August 27, 1976, to construe certain terms and conditions of the Hatch Ownership Agreement and Hatch Operating Agreement.

Generation Station Scherer Unit Nos. 1 and 2. MEAG Power, GPC, OPC and Dalton are parties to a Purchase and Ownership Participation Agreement, dated as of May 15, 1980 (the "*Scherer Ownership Agreement*"), under which MEAG Power is obligated in respect of its aggregate 30.2 percent ownership interest in Generation Station Scherer Unit Nos. 1 and 2 (consisting of the 10.0 percent ownership interest included in Project One, the 5.1 percent ownership interest included in Project Two and the 15.1 percent ownership interest included in Project Three), and in respect of its 15.1 percent ownership interest in the Generation Station Scherer Common Facilities (consisting of the 5.0 percent interest in Project One, the 2.55 percent interest in Project Two and the 7.55 percent interest in Project Three). MEAG Power, GPC, OPC and Dalton are also parties to an Operating Agreement, dated as of May 15, 1980 (the "*Scherer Operating Agreement*"), relating to the operation and maintenance of Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities. Both the Scherer Ownership Agreement and the Scherer Operating Agreement were amended in December 1985 to accommodate a sale and leaseback financing arrangement by OPC of its interest in Generation Station Scherer Unit No. 2.

In connection with OPC's sale and leaseback financing arrangement of its interest in Generation Station Scherer Unit No. 2, MEAG Power, GPC, OPC, Dalton and Gulf Power Company entered into Consent, Amendment and Assumption Agreements, each dated as of December 30, 1985, with each of four Owner Trustees (those involved in the OPC financing arrangement) pursuant to which the Consenting Co-Owners (GPC, OPC, MEAG Power and Dalton) consented to the transfers and to the related assignments and assumptions required in the OPC sale and leaseback financing arrangement.

The co-owners of Generation Station Scherer Unit Nos. 1 and 2 entered into an amendment to the Scherer Ownership Agreement and an amendment to the Scherer Operating Agreement, both amendments dated as of December 31, 1990. The amendments, among other things, permit each such party and each

co-owner of Generation Station Scherer Unit No. 3 or Generation Station Scherer Unit No. 4, under certain conditions, to elect to maintain a separate coal stockpile for accounting and other purposes and for purposes of payment of costs relating thereto; to procure coal for use in connection with their undivided ownership interests; and to cause GPC to use its reasonable best efforts to dispatch the undivided ownership interest of such party, if it has a separate coal stockpile, to match such party's schedule.

The parties to the Scherer Ownership Agreement, along with the other co-owners of Generation Station Scherer Unit Nos. 3 and 4, entered into a Generation Station Scherer Managing Board Agreement (the "*Scherer Managing Board Agreement*") which, among other things, established a managing board to coordinate the implementation and administration of the various agreements referred to above relating to Generation Station Scherer and similar agreements relating to Generation Station Scherer Unit Nos. 3 and 4, including the establishment of standards, rules and policies for fuel and fuel procurement and the method of voting on issues affecting the various components of Generation Station Scherer in which all co-owners of the Generation Station have an interest.

As a result of the amendments to the Scherer Ownership Agreement and the Scherer Operating Agreement described above and the Scherer Managing Board Agreement, and the sale by GPC of undivided ownership interests in Generation Station Scherer Unit No. 4 to Florida Power & Light Company ("*FP&L*") and JEA, the co-owners of Generation Station Scherer amended the Consent, Amendment and Assumption Agreements with each of the four Owner Trustees, dated as of August 16, 1993, to (1) address the rights and obligations of OPC and the Owner Trustees with respect to the Scherer Managing Board Agreement, (2) amend the Co-Owners' Consent relating to the purchase of the coal stockpile and Generation Station Scherer Unit No. 2 coal inventories, and (3) allow the Owner Trustees, subject to certain conditions, the right to elect to succeed to certain then existing rights of OPC under the Scherer Ownership Agreement and the Scherer Operating Agreement.

Vogtle Units 1&2. MEAG Power, GPC, OPC and Dalton are parties to (1) a Purchase and Ownership Participation Agreement, dated as of August 27, 1976, as amended (the "*Vogtle Units 1&2 Ownership Agreement*") which is referred to herein collectively with the Hatch Ownership Agreement, the Wansley Ownership Agreement and the Scherer Ownership Agreement, as the "*Ownership Agreements*"), under which MEAG Power has acquired from GPC, and as described below is obligated in respect of, its 17.7 percent ownership interest in Vogtle Units 1&2 included in MEAG Power's Project One and under which MEAG Power is obligated in respect of the additional 5.0 percent ownership interest in Vogtle Units 1&2 included in Project Four and (2) an Amended and Restated Operating Agreement, dated as of April 21, 2006, as amended (the "*Vogtle Operating Agreement*") which is referred to herein collectively with the Hatch Operating Agreement, the Wansley Operating Agreement (defined below) and the Scherer Operating Agreement, as the "*Operating Agreements*"), relating to the operation and maintenance of Generation Station Vogtle. The Vogtle Operating Agreement amended and restated the operating agreement, dated as of August 27, 1976, as amended, which originally governed Vogtle Units 1&2, to include two additional nuclear units at Generation Station Vogtle ("*Vogtle Units 3&4*"). For a discussion of the provisions of the Vogtle Operating Agreement, see APPENDIX L, "SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Operating Agreement." MEAG Power and GPC are parties to a purchase agreement (the "*Vogtle Units 1&2 Purchase Agreement*"), which provided for, among other things, the purchase by MEAG Power from GPC of an additional 5.0 percent ownership interest in Vogtle Units 1&2 which is included in Project Four, and the amendment thereto dated as of April 9, 1985 revising the terms of the sellback by MEAG Power to GPC of output from MEAG Power's interests in Vogtle Units 1&2 (the "*Amended Vogtle Units 1&2 Purchase Agreement*"). See "Summary of Operating Agreements – *Sell-Back Arrangements with GPC*" herein.

Nuclear Managing Board. MEAG Power, GPC, OPC and Dalton entered into a Nuclear Managing Board Agreement, dated as of November 12, 1990, which established a nuclear managing board to coordinate the implementation and administration of the various agreements referred to above relating to

Generation Station Hatch and Vogtle Units 1&2. Subsequently, the parties entered into an Amended and Restated Nuclear Managing Board Agreement, dated as of July 1, 1993 (the “*Amended and Restated Nuclear Managing Board Agreement*”), which authorized GPC to enter into a Nuclear Operating Agreement for Generation Station Hatch and Vogtle Units 1&2 with Southern Nuclear. This amended agreement established Southern Nuclear as the Operating Agent responsible for the operation and maintenance and decommissioning of Generation Station Hatch and Vogtle Units 1&2 as the agent of GPC, subject to receiving the approval of the NRC. That approval was received on March 17, 1997 and Southern Nuclear now is functioning as the Operating Agent. As a result of the foregoing, the nuclear services agreement previously entered into among MEAG Power, GPC, OPC and Dalton has been terminated and GPC has acknowledged (a) that the Nuclear Operating Agreement is a subcontract only and does not relieve GPC of any of its responsibilities to the co-owners of Generation Station Hatch and Vogtle Units 1&2 and (b) that it shall continue to be responsible to the other co-owners for its agency functions, including, but without limitation, the operation and maintenance and decommissioning of Generation Station Hatch and Vogtle Units 1&2 pursuant to the applicable Agreements and shall be responsible for the performance of the Operating Agent. The Operating Agent, in turn, is obligated to comply with the applicable terms of the Amended and Restated Nuclear Managing Board Agreement.

On April 21, 2006, GPC, MEAG Power, OPC and Dalton entered into a Second Amended and Restated Nuclear Managing Board Agreement (the “*Nuclear Managing Board Agreement*”) for Generation Station Hatch and Generation Station Vogtle for the purpose of providing that Southern Nuclear also will serve as the Operating Agent with respect to the proposed expansion at Generation Station Vogtle involving the construction of Vogtle Units 3&4 in addition to Vogtle Units 1&2. The Second Amended and Restated Nuclear Managing Board Agreement was further amended by Amendment No. 1 thereto, dated as of April 8, 2008, to clarify the identity of Dalton as a party to the Second Amended and Restated Nuclear Managing Board Agreement. The Second Amended and Restated Nuclear Managing Board Agreement was further amended by Amendment No. 2 thereto, dated as of February 20, 2014 to, among other things, (1) permit MEAG Power to assign to the Vogtle Units 3&4 Project Entities, and permit the Vogtle Units 3&4 Project Entities to assume, MEAG Power’s rights and obligations under the Second Amended and Restated Nuclear Managing Board Agreement and (2) provide for a guaranty given by MEAG Power in favor of GPC, OPC and Dalton of the respective obligations of each Vogtle Units 3&4 Project Entity under the Second Amended and Restated Nuclear Managing Board Agreement. See APPENDIX L, “SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Guaranties.”

Generation Station Wansley. MEAG Power and GPC are parties to a Purchase and Ownership Participation Agreement, dated as of August 27, 1976, as amended (the “*Wansley Ownership Agreement*”), under which MEAG Power has acquired from GPC, and is obligated in respect of, a 15.1 percent ownership interest in Generation Station Wansley (consisting of the 10.0 percent undivided interest included in Project One and the 5.1 percent undivided interest included in Project Two). MEAG Power also was a party to an Operating Agreement, dated as of August 27, 1976, as amended (the “*Wansley Operating Agreement*”), relating to the operation and maintenance of Generation Station Wansley, which terminated on August 31, 2022. Generation Station Wansley was retired on August 31, 2022.

Other Matters. MEAG Power’s ownership interests in Generation Station Wansley and Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities included in Project Two, its ownership interests in Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities included in Project Three, its ownership interests in Vogtle Units 1&2 included in Project Four, and its ownership interests in Vogtle Units 3&4 included in the Vogtle Units 3&4 Projects may not be financed under the Project One Resolution. MEAG Power’s ownership interests in such facilities included as part of Project One may not be financed under the General Resolution Projects Resolution or the Vogtle Units 3&4 Bond Resolutions. Revenues from the sale of capacity and energy attributable to MEAG Power’s ownership interests in such facilities included as part of Project One have been pledged by MEAG Power as security for Project One Senior Bonds; revenues from the sale of capacity

and energy attributable to MEAG Power's ownership interests therein included as part of Project Two, Project Three and Project Four are pledged by MEAG Power as security for General Resolution Projects Senior Bonds issued under the General Resolution Projects Resolution; and revenues from the sale of capacity and energy attributable to MEAG Power's ownership interests therein included as part of Project M, Project J and Project P are pledged by MEAG Power as security for Project M Bonds, Project J Bonds and Project P Bonds, respectively, issued under the applicable Vogtle Units 3&4 Bond Resolution. However, MEAG Power's obligations under the Project Agreements extend to MEAG Power's interests, as a whole, in such facilities, except that the ownership interest of each Vogtle Units 3&4 Project Entity in Vogtle Units 3&4 is treated separately for purposes of the Vogtle Units 3&4 Project Agreements. Failure of MEAG Power to meet any obligation in respect of its ownership interest in any Generation Station included as part of a Project would entitle the other co-owners to invoke their remedies in respect of MEAG Power's entire interest therein and consequently may adversely affect the rights of MEAG Power with respect to its ownership interest in such Generation Station, if any, included in another Project. See APPENDIX L, "SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS" for a description of the project agreements that govern the Vogtle Units 3&4 Projects.

MEAG Power and GPC have entered into three letter agreements dated May 8, 1979, August 8, 1983 and October 31, 1988 relating to the interpretation of certain provisions of the Project Agreements.

Summary of Ownership Agreements

GPC's Responsibilities as Agent. The Ownership Agreements appoint GPC as agent with sole authority for, among other things, the planning, licensing, design, construction and disposal of Generation Station Hatch, Generation Station Wansley, Vogtle Units 1&2, Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities. As agent, GPC has the sole authority and responsibility to arrange for and acquire nuclear fuel for Generation Station Hatch and Vogtle Units 1&2 and fossil fuel for Generation Station Scherer Unit Nos. 1 and 2 and Generation Station Wansley, except that under certain circumstances the other co-owners of Generation Station Wansley and Generation Station Scherer Unit Nos. 1 and 2 may acquire fossil fuel for those units. However, each co-owner of the respective Generation Stations or units may make its own financial arrangements for the discharge of its fuel payment obligations so long as such arrangements do not adversely affect the rights of the other co-owners.

In performing its responsibilities under the Ownership Agreements, GPC is required to comply with prudent utility practices. GPC's liabilities with respect to its duties under the Ownership Agreements are limited by the terms thereof.

Costs of Repairs and Reconstruction. Under certain circumstances, MEAG Power may be required to make payment for repair or reconstruction resulting from damage to or destruction of any portion of Generation Station Hatch, Generation Station Wansley, Vogtle Units 1&2, Generation Station Scherer Unit No. 1, Generation Station Scherer Unit No. 2 or the Generation Station Scherer Common Facilities.

Remedies for Non-Payment. The Hatch Ownership Agreement and Wansley Ownership Agreement provide that, should MEAG Power fail to make payment when due, interest will be added to the overdue amount and MEAG Power will indemnify GPC for any damages arising out of MEAG Power's failure to make timely payment. In addition, GPC has the right, but not the obligation, to make any payment of principal or interest due from MEAG Power in respect of bonds for financing MEAG Power's obligations under the respective Ownership Agreements and to be reimbursed therefor by MEAG Power.

The Scherer Ownership Agreement and the Vogtle Units 1&2 Ownership Agreement provide that, should a co-owner fail to make any payment when due, among other things, such non-paying co-owner's rights to output capacity and energy would be suspended, and, in certain circumstances, the other co-owners

would have the right to acquire all or a part of the non-paying co-owner's ownership interest in the Generation Station or the units and common facilities involved.

Alienation and Assignment of Ownership Interests. The parties to the Hatch Ownership Agreement, the Vogtle Units 1&2 Ownership Agreement and the Wansley Ownership Agreement have rights to transfer ownership interests subject to first refusal rights of the other parties, subject to certain conditions. This right of first refusal is activated by an offer to the co-owners in proportion to their respective ownership interests. The offer, in the form of a contract with a firm price, must be accepted within 90 days. If the offer is not accepted, the seller may (within one year) sell to other entities upon the same conditions contained in the offer. In addition, with respect to Vogtle Units 1&2, GPC has reserved the right to sell undivided ownership interests to electric membership corporations or public bodies. Any such sale would not affect the obligation of GPC to continue as agent for the co-owners. GPC has retained the right to sell additional interests in Generation Station Wansley to co-owners of Generation Station Hatch, provided that, except for sales to OPC or MEAG Power as a result of certain options available under specified conditions, it must maintain a majority interest.

Except with the consent of co-owners owning at least an aggregate 95 percent interest in Generation Station Scherer Unit Nos. 1 and 2, no co-owner of such units may sell or otherwise transfer any portion of its interest in such units or the Generation Station Scherer Common Facilities without first offering such portion to the other co-owners (on a *pro rata* basis). However, such consent is not required in certain circumstances, including sales or transfers in connection with pollution control or fuel financing arrangements. No such sale or transfer by GPC shall relieve it of its obligation to act as agent under the Scherer Ownership Agreement and Scherer Operating Agreement; furthermore, no such sale or transfer by MEAG Power, GPC or OPC shall relieve GPC of its obligations under the sellback arrangements with respect to Generation Station Scherer Unit Nos. 1 and 2.

The Generation Station Scherer Common Facilities. Under the Scherer Ownership Agreement, each of the co-owners of the Generation Station Scherer units is required to own a percentage interest in the Generation Station Scherer Common Facilities equivalent to its percentage entitlement to the total output from all units constructed (based on its ownership interest in each unit and the units' nominal ratings).

No Warranties by GPC. Each Ownership Agreement contains a provision to the effect that GPC makes no representation or warranty as to, among other things, the value, quality, condition, saleability, merchantability, fitness or suitability for use of the applicable facilities, and that GPC makes no representation or warranty that the use or operation of such facilities will not violate patent, trademark or service mark rights of any third parties. However, MEAG Power has the benefit under the Ownership Agreements, in proportion to its interest in such facilities, of all manufacturers' and vendors' warranties and all patent, trademark and service mark rights running to GPC in connection therewith.

For a summary of the provisions of the Vogtle Units 3&4 Ownership Agreement, see APPENDIX L, "SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Ownership Agreement."

Summary of Operating Agreements

The Operating Agreements give GPC, as agent, sole authority for the management, control, maintenance and operation of Generation Station Hatch, Generation Station Wansley, Generation Station Scherer Unit Nos. 1 and 2 and the Generation Station Scherer Common Facilities and provide for the use of capacity and energy from such facilities and the sharing of the costs thereof by the parties thereto in accordance with their respective interests. For a summary of the provisions of the Vogtle Operating Agreement, see APPENDIX L, "SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS – Vogtle Units 3&4 Operating Agreement."

The Scherer Operating Agreement will remain in effect with respect to Scherer Units No. 1 and No. 2 until 2022 and 2024, respectively. Upon termination of the Scherer Operating Agreement (as the same may be extended from time to time), GPC's appointment as agent for the co-owners will terminate, except that GPC will retain such powers as are necessary in connection with the disposition of the property of the applicable facilities, and the rights and obligations of the parties shall continue with respect to actions and expenses taken or incurred in connection with such disposition. The Wansley Operating Agreement terminated on August 31, 2022. Also, for a period of fifteen years after the expiration of the term of the Wansley Operating Agreement, the parties retain their right of first refusal as set forth in the Wansley Ownership Agreement with respect to any sale or conveyance of the Wansley facility.

MEAG Power's Entitlement to Output. With respect to availability of output, MEAG Power is entitled to a percentage of the net capacity and net energy output of each Generation Station or unit equal to its percentage undivided interest in such Generation Station or unit, subject to its obligation to sell capacity and energy to GPC as described below. GPC has sole authority for the scheduling and dispatching of generation from each Generation Station or unit. In the case of Generation Station Hatch, GPC follows its standard scheduling and dispatching procedures. Except as described in the next sentence, in the case of Generation Station Scherer Unit Nos. 1 and 2, GPC will schedule and dispatch the output of each unit for a specified period on a continuous economic dispatch basis in accordance with GPC's standard scheduling and dispatching procedures and will notify each of the co-owners in advance of such specified period of the estimated operating level for each unit based upon the economic dispatch of such unit; and any such co-owner may, under certain conditions, increase its entitlement to energy from any such unit up to a maximum of such co-owner's proportionate share of the energy which could be generated by such unit operating at its maximum practicable capability at any given time. As previously noted, under the amendments to the dispatching provisions of the Scherer Operating Agreement, a co-owner of Generation Station Scherer Unit Nos. 1 and 2 may independently dispatch the output of its share of such units under certain conditions. If GPC voluntarily ceases to operate, or reduces output, from Generation Station Hatch because GPC has access to less expensive energy sources, GPC is required to make available to MEAG Power the amount of capacity and energy reasonably anticipated to have been available to MEAG Power from such Generation Station at a cost equal to the estimated cost to MEAG Power if such Generation Station were continued in operation at its maximum practicable operating level.

Responsibility for Operating Costs. Except as otherwise provided, each party is responsible for a percentage of Operating Costs (as defined) and fuel costs of each Generation Station or unit equal to the percentage of its undivided interest in such Generation Station or unit. GPC is required to furnish budgets for Operating Costs, fuel plans and scheduled maintenance plans. In the case of Generation Station Scherer Unit Nos. 1 and 2, Operating Costs and fuel costs are paid by the co-owners in proportion to their respective shares of the energy output of the units.

Sell-Back Arrangements with GPC. As previously noted, as of April 9, 1985, MEAG Power and GPC entered into the Amended Vogtle Units 1&2 Purchase Agreement to change certain provisions therein for the sale to GPC of output of MEAG Power's Project One interest and Project Four interest in Vogtle Units 1&2. The sale of this capacity and associated energy was originally structured into three components based on varying time periods following commencement of commercial operation of the units. Two of the three components (those relating to the first seven years and the first 305 months following commercial operation of the units) have expired. The third component continues in effect and extends through the retirement of Vogtle Units 1&2, as described in further detail below.

MEAG Power's current sales to GPC under the Amended Vogtle Units 1&2 Purchase Agreement, as a percentage of the total ownership interests of the units, consist of a 0.885 percent ownership interest in the units from MEAG Power's Project One interest, and a 0.250 percent ownership interest in the units from MEAG Power's Project Four interest. The sale of the output of these ownership interests commenced with the year of commercial operation of Generation Station Vogtle Unit No. 1 or Generation Station Vogtle

Unit No. 2, as the case may be, and continues until the later to occur of (a) the retirement of the applicable unit, or (b) the last principal installment of MEAG Power's Project One Senior Bonds and Project One Subordinated Bonds or Project Four Senior Bonds and Project Four Subordinated Bonds allocable to the Project One or the Project Four relating to the two longest components of output sold under the Amended Vogtle Units 1&2 Purchase Agreement.

Under the Amended Vogtle Units 1&2 Purchase Agreement, in the aggregate MEAG Power will sell to GPC approximately 20.37 percent and 20.35 percent, respectively, of the output and services of its Project One interest and Project Four interest in Vogtle Units 1&2 through 2024 under all three components. If the sell-back provisions of the Vogtle Units 1&2 Purchase Agreement would result in the purchase by GPC of more than 25 percent of the "subparagraph 5 output" (as that term was defined in United States Treasury Regulations when the Vogtle Units 1&2 Purchase Agreement was executed) of the facilities financed with a particular issue of Project One Senior Bonds under the Project One Resolution or General Resolution Projects Senior Bonds for Project Four Bonds under the General Resolution Projects Resolution, then the sales by MEAG Power from its Project One interest or Project Four interest, as the case may be, will be reduced to the extent necessary to result in no more than 25 percent of such subparagraph 5 output being purchased by GPC. Any such reduction would be made in the capacity and energy to be purchased in the years that MEAG Power and GPC would agree upon at the time of such reduction.

The price to be paid by GPC to MEAG Power for the sale of the output of Vogtle Units 1&2 is to be equal to the costs of such portions including the cost of funds (as defined in the Vogtle Units 1&2 Purchase Agreement) and principal installments on MEAG Power's Project One Senior Bonds and Project One Subordinated Bonds or Project Four Senior Bonds and Project Four Subordinated Bonds allocable to such portions, depreciation expense on renewals and replacements paid from revenues, decommissioning costs, taxes or payments in lieu thereof, operation and maintenance costs and nuclear fuel costs.

Commencing with the commercial operation date, GPC is required to take or pay for the respective required amounts of capacity and energy to be purchased from Project One and Project Four regardless of whether or not the output of Generation Station Vogtle Unit No. 1 or Generation Station Vogtle Unit No. 2, as the case may be, is thereafter suspended, interrupted, interfered with, reduced, curtailed or terminated in whole or in part. The term of the Vogtle Units 1&2 Purchase Agreement is the same as that contained in the Ownership Agreements and Operating Agreements except that such term may be extended until such later time as all of MEAG Power's and GPC's obligations under the Vogtle Units 1&2 Purchase Agreement have been paid, performed or duly provided for.

In addition, upon the first to occur of the retirement from service of Generation Station Vogtle Unit No. 1 or Generation Station Vogtle Unit No. 2, as the case may be, or the payment of the last principal installment of MEAG Power's Project Four Senior Bonds and Project Four Subordinated Bonds allocable to such unit, MEAG Power is required to pay GPC 22.70 percent of the amounts in (or required to be in) the Decommissioning Account established under the General Resolution Projects Resolution that are applicable to such unit, and thereafter GPC shall be responsible for paying 22.70 percent, excluding fuel costs, of the Cost of Construction (which is defined in the Vogtle Units 1&2 Ownership Agreement and Vogtle Operating Agreement to include disposal costs) of MEAG Power's Project Four interest in such unit.

Remedies. GPC's liability as agent under the Operating Agreements is limited by the terms thereof. Remedies against MEAG Power for failure to make any payments when due under the Operating Agreements includes the option to withhold MEAG Power's proportionate share of the capacity.

Summary of Agreements Relating to Integrated Transmission System

Integrated Transmission System Operation and Maintenance Agreements. MEAG Power and GPC entered into an Integrated Transmission System Operation and Maintenance Agreement, dated as of

August 27, 1976, which gave GPC sole authority and responsibility to manage, operate and maintain the transmission system facilities owned by MEAG Power. Pursuant to notice given by MEAG Power, the Integrated Transmission System Operation and Maintenance Agreement was terminated on December 31, 1999, and was replaced by three agreements: (i) the Integrated Transmission System Operation Agreement, (ii) the Integrated Transmission System Maintenance Agreement (the “*Maintenance Agreement*”), and (iii) the Integrated Transmission System Inventory of Substation Spare Parts, Spare Substation Capital Equipment and Spare Transmission Line Equipment Agreement (the “*Inventory Agreement*”). All of these three agreements became effective on January 1, 2000. MEAG Power and GPC entered into a Second Revised and Restated Integrated Transmission System Operation Agreement (the “*Operation Agreement*”), effective as of March 23, 2017.

The Operation Agreement. Under the Operation Agreement, MEAG Power has appointed GPC as its agent for the management and operation of MEAG Power’s transmission system facilities. With specified notice to the agent, MEAG Power may manage and operate certain transmission system facilities described in the Operation Agreement. The revisions to the Operation Agreement included: an extension of the initial term through December 31, 2017, with automatic two-year renewals thereafter, with the current renewal term extending through December 31, 2023; an increase in the advance notice of cancellation requirement, which notice must be given by either party at least 24 months prior to the date of cancellation; the addition of a specification of the parties’ respective roles with respect to certain mandatory federal reliability standards that pertain to transmission systems; an additional indemnification for GPC in the event of claims arising out of GPC’s compliance with such reliability standards; provisions to update certain sections of the Operation Agreement (and associated Coordinated Functional Registration (“*CFR*”) agreements, as applicable) as North American Electric Reliability Corporation (“*NERC*”) standards change; and a provision that permits exhibits to the agreement to be amended without amending the basic Operation Agreement and certain other legal provisions. In the event the Operation Agreement is cancelled, MEAG Power would make other arrangements for the day-to-day operation of its transmission system facilities. However, cancellation of the Operation Agreement would not affect the ITS Agreement between MEAG Power and GPC. As of December 31, 2023, neither party had given the required notice of cancellation to the other. Certain of the Operation Agreement revisions enabled MEAG Power, with GPC’s agreement and consent, to request that SERC Reliability Corporation relieve MEAG Power of a number of obligations in certain mandatory federal reliability standards pertaining to transmission systems. NERC granted MEAG Power’s request for such relief, effective November 10, 2009, in accordance with the NERC Compliance Registry (at www.nerc.com). See “COMPETITION – Certain Factors Affecting the Electric Utility Industry – *FERC Initiatives*” in the Annual Information Statement.

The Maintenance Agreement. Under the Maintenance Agreement, GPC maintains certain of MEAG Power’s transmission system facilities. The specific facilities to be maintained for preventive and corrective purposes are identified in an Annual Facility Maintenance Schedule provided by MEAG Power to GPC 90 days prior to each Contract Year, and GPC provides MEAG Power with a monthly maintenance plan which may be modified during the Contract Year in the manner provided in the Maintenance Agreement. The Maintenance Agreement also authorizes GPC as agent for MEAG Power to perform emergency response to restore service, and switching services. The term of the Maintenance Agreement has renewed annually since 2002 and requires a minimum of twelve months’ prior notice of cancellation. As of December 31, 2023, neither party had given the required twelve months’ prior notice of cancellation to the other.

The Inventory Agreement. Under the Inventory Agreement, GPC maintains and manages an inventory of Spare Parts for the transmission system facilities of GPC and MEAG Power. The term of the Inventory Agreement is the same as the Maintenance Agreement.

Joint Committee Agreement

MEAG Power, GPC, OPC and Dalton are parties to a Joint Committee Agreement, dated as of August 27, 1976 (the “*Joint Committee Agreement*”), for the purpose of coordinating the implementation and administration of the various ITS agreements and ITS operation and maintenance agreements among the parties. The Joint Committee consists of two members from each party and the chairmanship of the Joint Committee rotates among the members of the parties. Any action taken by the Joint Committee must be pursuant to unanimous vote of all members present, provided each party has at least one member present, except that, in the implementation and administration of contracts, actions by the Joint Committee are by vote of members of parties who are signatories to such contracts.

The Nuclear Managing Board Agreement superseded the Joint Committee Agreement with respect to all matters affecting Generation Station Hatch and Vogtle Units 1&2. The Scherer Managing Board Agreement superseded the Joint Committee Agreement with respect to all matters affecting Generation Station Scherer.

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**SUMMARY OF PROJECT ONE RESOLUTION
AND GENERAL RESOLUTION PROJECTS RESOLUTION**

The following is a general summary of certain provisions of the Project One Resolution, as supplemented, amended and restated, including as supplemented, amended and restated by the Amended and Restated Project One Resolution, and the General Resolution Projects Resolution, as supplemented, amended and restated, including as supplemented, amended and restated by the Amended and Restated General Resolution Projects Resolution. A summary of the amendments to the Project One Resolution and the General Resolution Projects Resolution, respectively, that are set forth in the Amendatory Supplemental Resolutions is also included herein under the caption “Amendatory Supplemental Resolutions” below. Summaries of certain definitions are set forth in this APPENDIX F under the caption “Definitions.” Other terms defined in these resolutions for which summary definitions are not set forth are indicated by capitalization.

The amendments to the respective Resolutions provided for in the Amendatory Supplemental Resolutions will not become effective until the date on which all Senior Bonds outstanding under the applicable Resolution at December 16, 2011 (the date of adoption of the Amendatory Supplemental Resolutions) cease to be outstanding thereunder.

The amendments contained in the Amendatory Supplemental Resolutions, respectively, will apply to all Senior Bonds then outstanding under the applicable Resolution and will be binding upon the holders thereof.

Pledge Effected by the Resolutions

The Trust Estate under the Project One Resolution is pledged by the Project One Resolution to payment of principal of and interest and redemption premium on Project One Senior Bonds of all series, subject to the provisions of the Project One Resolution permitting application for other purposes. Amounts on deposit in any separate sub-account established in the Debt Service Reserve Account in the Debt Service Fund established pursuant to the Project One Resolution, including the investments, if any, thereof, are pledged as additional security for the payment of principal or sinking fund Redemption Price, if any, of, and interest on, the Project One Senior Bonds of each Additionally Secured Series secured thereby, subject to the provisions of the Project One Resolution permitting application for other purposes.

The Trust Estate under the General Resolution Projects Resolution is pledged by the General Resolution Projects Resolution to payment of principal of and interest and redemption premium on General Resolution Projects Senior Bonds of all series, subject to the provisions of the General Resolution Projects Resolution permitting application for other purposes. Amounts on deposit in any separate sub-account established in the Debt Service Reserve Account in the Debt Service Fund established pursuant to the General Resolution Projects Resolution, including the investments, if any, thereof, are pledged as additional security for the payment of principal or sinking fund Redemption Price, if any, of, and interest on, the General Resolution Projects Senior Bonds of each Additionally Secured Series secured thereby, subject to the provisions of the General Resolution Projects Resolution permitting application for other purposes.

Application of Revenues

For the application of Revenues, each of the Resolutions establishes a Revenue and Operating Fund and a Reserve and Contingency Fund, held by MEAG Power, and a Debt Service Fund and a Subordinated Bond Fund, held by the Trustee.

With respect to the Project One Resolution, the Trustee and MEAG Power may deposit moneys in such Funds in banks or trust companies (“*Depositories*”). All moneys held under the Project One Resolution by the Trustee or any Depository must be either (1) (a) continuously and fully insured by the Federal Deposit Insurance Corporation, or (b) continuously and fully secured by the lodging with the Trustee or any Federal Reserve Bank, as collateral security, Collateral Securities having a market value (exclusive of accrued interest) not less than the amount of such moneys, or (2) held in such other manner as may then be required by applicable laws and regulations; *provided, however*, that it is not necessary for the Trustee or any Paying Agent to give security for the deposit of any moneys held in trust with them and set aside by them for the payment of the principal or Redemption Price of or interest on any Project One Senior Bonds, or for the Trustee or any Depository to give security for any moneys which are represented by Investment Securities purchased as an investment of such moneys. The foregoing is the same for moneys held under the General Resolution Projects Resolution.

All Revenues received under the Project One Resolution are deposited promptly in the Project One Revenue and Operating Fund. Amounts in the Project One Revenue and Operating Fund are paid out from time to time for application therefrom as follows:

1. Amounts in the Revenue and Operating Fund shall be paid out from time to time for reasonable and necessary Operating Expenses.

2. No later than the last business day of each month, amounts shall be withdrawn from the Revenue and Operating Fund and deposited in the following Funds and Accounts in the following order in the amounts set forth below:

- (1) In the Debt Service Fund (i) for credit to the Debt Service Account, the amount, if any, required so that the balance in said Account shall equal the Accrued Aggregate Debt Service; and (ii) for credit to each separate sub-account in the Debt Service Reserve Account, the amount, if any, required so that the balance in each such sub-account shall equal the Debt Service Reserve Requirement related thereto, including, without limitation, any amount required to reimburse the issuer of a Financial Guaranty in order to reinstate the maximum limits of such Financial Guaranty (or, if the amount on deposit in the Revenue and Operating Fund shall not be sufficient to make the deposits required to be made pursuant to this clause (ii) with respect to all of the separate sub-accounts in the Debt Service Reserve Account, then such amount on deposit in the Revenue and Operating Fund shall be applied ratably, in proportion to the amount necessary for deposit into each such sub-account); *provided, however*, that so long as there shall be held in the Debt Service Fund an amount sufficient to pay in full all outstanding Project One Senior Bonds in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Fund (see “Debt Service Reserve Accounts – *Deposit of Financial Guaranty*” below for a discussion of the ability to deposit a Financial Guaranty in any separate sub-account in the Debt Service Reserve Account);

- (2) In the Subordinated Bond Fund, such amounts as shall be required to pay principal or sinking fund installments of and interest on each issue of Project One Subordinated Bonds and reserves therefor, as required by the supplemental resolution authorizing such issue of Project One Subordinated Bonds; and

- (3) In the Reserve and Contingency Fund for credit to (i) the Renewal and Replacement Account in said Fund the amount equal to (A) one-twelfth (or such greater fraction as may be appropriate if the period is less than twelve months) of the total amount provided in the then current Annual Budget to be deposited in said Account during the then

current calendar year of (B) the amount equal to ten percent of the Debt Service with respect to all series of Project One Senior Bonds accruing during such month, whichever is greater; (ii) the Decommissioning Account in said Fund the amount equal to one-twelfth (or such greater fraction as may be appropriate if the period is less than twelve months) of the total amount provided in the then current Annual Budget to be deposited in said Account during the then current calendar year; and (iii) the Reserve Account in said Fund the amount, if any, necessary to make up, within a period not exceeding 24 months, any deficiency in the requirement of said Account as shall be set forth in the then current Annual Budget; *provided, however*, that such requirement shall at least equal one-half of one percent of the principal amount of all Project One Senior Bonds theretofore issued to finance the Cost of Acquisition and Construction of facilities of Project One that shall have been placed in commercial operation and shall not have been retired from service prior to the first day of such month;

provided, however, no amount in the Revenue and Operating Fund shall be applied to any purpose other than payment of Operating Expenses unless after such application the amount remaining in the Revenue and Operating Fund is at least equal to the "Working Capital Requirement for Operating Expenses." The term "Working Capital Requirement for Operating Expenses" is defined in the Project One Resolution to mean such dollar amount as MEAG Power shall establish from time to time, which at any time shall not be less than the amount of Operating Expenses that are budgeted to accrue over the next succeeding 45 days. (Funds for decommissioning are being held apart from the Decommissioning Account in a separate trust pursuant to federal requirements. See the final paragraph under "MEAG POWER – Regulation – *Nuclear Facilities*" in the Annual Information Statement.)

Amounts in the Renewal and Replacement Account are applied to the costs of major renewals, replacements, repairs, additions, betterments and improvements with respect to Project One necessary, in the opinion of MEAG Power, to keep the same in good operating condition or to prevent a loss of revenues therefrom, or required by any governmental agency having jurisdiction over Project One or any part thereof or for which MEAG Power is responsible by virtue of any obligation of MEAG Power arising out of any contract to which MEAG Power is a party relating to ownership of Project One or any part thereof.

There is accumulated in the Decommissioning Account as provided by the Annual Budget a reserve for the retirement from service, decommissioning or disposal of the generation facilities of Project One. Amounts in such Account are applied as needed for such purposes.

Amounts in the Reserve Account are applied to the costs of major renewals, replacements, repairs, additions, betterments, and improvements with respect to Project One, to the extent amounts in the Renewal and Replacement Account are not sufficient therefor, and to the payment of extraordinary operation and maintenance costs, and contingencies.

If at any time the amount in the Debt Service Account is less than the amount required by the Project One Resolution or the amount in any separate sub-account in the Debt Service Reserve Account is less than the Debt Service Reserve Requirement related thereto, then MEAG Power, upon requisition by the Trustee, shall transfer from the Reserve and Contingency Fund (from Accounts therein in such order as MEAG Power shall determine) to the Trustee for deposit in the Debt Service Account or such separate sub-account(s) in the Debt Service Reserve Account, as the case may be, the amount necessary to make up such deficiency (or, if the amount in the Reserve and Contingency Fund shall be less than the amount necessary to make up the deficiencies with respect to the Debt Service Account and all of the separate sub-accounts in the Debt Service Reserve Account, then the amount in said Fund shall be applied first to make up the deficiency in

the Debt Service Account, and any balance remaining shall be applied ratably to make up the deficiencies with respect to the separate sub-accounts in the Debt Service Reserve Account, in proportion to the deficiency in each such sub-account).

Amounts in the Reserve and Contingency Fund not required for any of the above purposes will be transferred to the Revenue and Operating Fund.

Subject to the provisions of subsections 1 and 2 above, amounts in the Revenue and Operating Fund may be applied as set forth in the following paragraph, *provided, however*, no such amount shall be so applied unless after such application the amount remaining in the Revenue and Operating Fund is at least equal to the "Working Capital Requirement for Fund Deposits." The term "Working Capital Requirement for Fund Deposits" is defined in the Project One Resolution to mean such dollar amount as MEAG Power shall establish from time to time, which at any time shall not be less than the sum of (i) the Working Capital Requirement for Operating Expenses and (ii) the amount, as estimated by MEAG Power, required to be deposited during the next 30 days into the Debt Service Fund, the Subordinated Bond Fund and the Reserve and Contingency Fund. Application of amounts in the Revenue and Operating Fund shall include, without limitation, payment to an issuer of a Financial Guaranty of interest on amounts advanced under such Financial Guaranty.

Amounts in the Revenue and Operating Fund not required for the purposes set forth above shall upon determination of MEAG Power be applied to or set aside for any one or more of the following: (a) the purchase or redemption of any Project One Senior Bonds, and expenses in connection with the purchase or redemption of any Project One Senior Bonds or any reserves which MEAG Power determines shall be required for such purposes; (b) payments of principal or redemption price of and interest on any Project One Subordinated Bonds or any reserves which MEAG Power determines shall be required for such purposes; (c) payments into any separate account or accounts established in the Construction Fund for application to the purposes of such account; (d) improvements, extensions, betterments, renewals and replacements of any properties of Project One; (e) to reduce the cost of Project One power and energy to political subdivisions of the State of Georgia under the Project One Power Sales Contracts; and (f) any other lawful purposes of MEAG Power related to Project One; *provided, however*, any proceeds from the sale or exchange of any part of Project One deposited in the Revenue and Operating Fund pursuant to the second paragraph set forth under "Encumbrances; Disposition of Properties" herein, and any proceeds of any insurance paid on account of the damage or destruction of any useful portion of the Project deposited in the Revenue and Operating Fund pursuant to the provisions of the Project One Resolution shall be used only for the purposes specified in clauses (a) to (d) above; and *provided, further*, that, subject to the provisions of the Project One Resolution, amounts deposited in the Revenue and Operating Fund and required by the Project One Resolution to be applied to the purchase or redemption of Project One Senior Bonds shall be applied to such purpose.

The Project One Resolution provides that upon (a) any purchase or redemption with amounts in the Revenue and Operating Fund or (b) any defeasance of Project One Senior Bonds of any series, maturity and interest rate for which Sinking Fund Installments shall have been established, *provided, however*, that in the case of any such defeasance, MEAG Power shall have given the Trustee irrevocable instructions to redeem such Project One Senior Bonds on or prior to the due date of the Sinking Fund Installment to be credited under this provision, there shall be credited toward such Sinking Fund Installment or Sinking Fund Installments thereafter to become due as MEAG Power shall select in its sole discretion the total principal amount of such Project One Senior Bonds so purchased, redeemed or defeased. The portion of any such Sinking Fund Installment remaining after the deduction of any such amounts credited toward the same (or the original amount of any such Sinking Fund Installment if no such amounts shall have been credited

toward the same) shall constitute the unsatisfied balance of such Sinking Fund Installment for the purpose of calculation of Sinking Fund Installments due on a future date.

MEAG Power may issue Project One Subordinated Bonds for the purposes set forth in the second preceding paragraph. Project One Subordinated Bonds will be payable out of, and may be secured by a pledge of, such amounts in the Subordinated Bond Fund or the Revenue and Operating Fund as may from time to time be available therefor. Such pledge, however, will be subordinate in all respects to the pledge of the Trust Estate created by the Project One Resolution as security for the Project One Senior Bonds.

All Revenues received under the General Resolution Projects Resolution are deposited promptly in the General Resolution Projects Revenue and Operating Fund. Amounts in the General Resolution Projects Revenue and Operating Fund are paid monthly to the Funds held under the General Resolution Projects Resolution and applied generally for the same purposes and requirements of the Existing General Resolution Projects as that described above for Project One under the Project One Resolution, except as follows:

Revenues are applied to the General Resolution Projects Reserve and Contingency Fund, for credit to the sub-account established for each General Resolution Project in the Renewal and Replacement Account and the Reserve Account and for Project Four in the Decommissioning Account, the Reserve and Contingency Fund Requirement applicable to such sub-account for the applicable Project. For the sub-accounts established for Projects Two, Three and Four in the Renewal and Replacement Account, such Reserve and Contingency Fund Requirement is equal to (A) one-twelfth (or such greater fraction as may be appropriate if the period is less than twelve months) of the total amount provided in the then current Annual General Budget for the applicable Project to be deposited in said sub-account in said Account during the then current Power Supply Year or (B) the amount equal to ten percent of the Debt Service with respect to all series of General Resolution Projects Senior Bonds issued to finance the Cost of Acquisition and Construction of the applicable Project and accruing during such month, whichever is the greater. For the sub-accounts established for Projects Two, Three and Four in the Reserve Account, the Reserve and Contingency Fund Requirement is the amount, if any, necessary to make up, within a period of not exceeding 24 months, any deficiency in the requirements of said sub-account in said Account as shall be set forth in the then current Annual General Budget for the applicable Project; *provided, however*, that, for each Project, such requirement shall be at least equal one-half of one percent of the principal amount of all applicable General Resolution Projects Senior Bonds theretofore issued to finance the Cost of Acquisition and Construction of facilities of such Project that shall have been placed in commercial operation and shall not have been retired from service prior to the first day of such month. For the Decommissioning Account for Project Four, such Reserve and Contingency Fund Requirement is equal to one-twelfth (or such greater fraction as may be appropriate if the period is less than 12 months) of the total amount provided in the then current Annual General Budget to be deposited in said Account during the then current calendar year. (Funds for decommissioning are being held apart from the Decommissioning Account in a separate trust pursuant to federal requirements. See the final paragraph under “MEAG POWER – Regulation – *Nuclear Facilities*” in the Annual Information Statement.)

Amounts in the sub-accounts established for Projects Two, Three and Four in the Renewal and Replacement Account are applied to the costs of major renewals, replacements, repairs, additions, betterments and improvements with respect to the applicable Project necessary, in the opinion of MEAG Power, to keep the same in good operating condition or to prevent a loss of Revenues therefrom, or required by any governmental agency having jurisdiction over such Project or any part thereof or for which MEAG Power is responsible by virtue of any obligation of MEAG

Power arising out of any contract to which MEAG Power is a party relating to ownership of such Project or any part thereof.

Amounts in the sub-accounts established for Projects Two, Three and Four in the Reserve Account are applied to the costs of major renewals, replacements, repairs, additions, betterments and improvements with respect to the applicable Project, to the extent amounts in the applicable sub-account in the Renewal and Replacement Account are not sufficient therefor, and to the payment of extraordinary operation and maintenance costs, and contingencies.

Amounts accumulated in the sub-account established for Project Four in the Decommissioning Account as a reserve for the retirement from service, decommissioning or disposal of the generation facilities of Project Four are applied as needed for such purposes.

The General Resolution Projects Resolution provides that amounts in the sub-accounts established for any Additional General Resolution Project in the Renewal and Replacement Account, the Decommissioning Account and the Reserve Account are to be applied in accordance with the supplemental resolution authorizing the acquisition and construction of such Additional General Resolution Project.

Amounts in the Revenue and Operating Fund not required for any of the above purposes shall upon determination of MEAG Power be applied to or set aside for any one or more of the following: (a) the purchase or redemption of any General Resolution Projects Senior Bonds, and expenses in connection therewith; (b) payment of principal or redemption price of and interest on any General Resolution Projects Subordinated Bonds or any reserves which MEAG Power determines shall be required for such purposes, (c) payments into any separate account or accounts established in any Project Account in the Construction Fund; (d) improvements, extensions, betterments, renewals and replacements of any properties of any General Resolution Project; (e) to reduce the cost to the Participants of power and energy from any General Resolution Project; and (f) any other lawful purposes of MEAG Power related to any General Resolution Project; *provided, however*, any proceeds from the sale or exchange of any part of any General Resolution Project deposited in the Revenue and Operating Fund pursuant to the second paragraph set forth under "Encumbrances; Disposition of Properties" herein, and any proceeds of any insurance paid on account of the damage or destruction of any useful portion of the Project deposited in the Revenue and Operating Fund pursuant to the provisions of the General Resolution Projects Resolution shall be used only for the purposes specified in clauses (a) to (d) above; and *provided, further*, that, subject to the provisions of General Resolution Projects Resolution, amounts deposited in the Revenue and Operating Fund and required by the General Resolution Projects Resolution to be applied to the purchase or redemption of General Resolution Projects Senior Bonds shall be applied to such purpose.

MEAG Power may issue General Resolution Projects Subordinated Bonds for the purposes set forth in the preceding paragraph. General Resolution Projects Subordinated Bonds will be payable out of, and may be secured by a pledge of, such amounts in the Subordinated Bond Fund or the Revenue and Operating Fund as may from time to time be available therefor. Such pledge, however, will be subordinate in all respects to the pledge of the Trust Estate created by the General Resolution Projects Resolution as security for the General Resolution Projects Senior Bonds.

Debt Service Reserve Accounts

General

Both Resolutions create a separate sub-account in the Debt Service Reserve Account designated as the “Initial Sub-Account”, for the benefit of (1) all Senior Bonds outstanding on the Effective Date and (2) all Senior Bonds of any series issued after the Effective Date, but only to the extent that the supplemental resolution authorizing the Senior Bonds of such series specifies that such Senior Bonds will be an Additionally Secured Series secured thereby.

MEAG Power may, by supplemental resolution, create within the applicable Debt Service Reserve Account one or more additional sub-accounts, for the benefit of such series of Senior Bonds as may be specified in, or determined pursuant to, such supplemental resolution. In lieu of maintaining moneys or investments in any such sub-account, MEAG Power at any time may cause to be deposited into such sub-account for the benefit of the holders of the Senior Bonds of the Additionally Secured Series secured thereby a Financial Guaranty satisfying the requirements set forth in such supplemental resolution in an amount equal to the difference between the Debt Service Reserve Requirement for such sub-account and the sum of moneys or value of Investment Securities then on deposit therein, if any.

If on the final day of any month the amount in the Debt Service Account is less than the amount required to be in such Account, the Trustee will apply amounts from each separate sub-account in the Debt Service Reserve Account to the extent necessary to make good the deficiency that exists with respect to the Additionally Secured Series of the Senior Bonds secured thereby. If a Financial Guaranty has been deposited in any such separate sub-account in the Debt Service Reserve Account, amounts deposited therein not required to make good such deficiency will be applied, first, to reimburse the issuer of the Financial Guaranty for any unreimbursed drawings thereunder and then to fund such separate sub-account in the Debt Service Reserve Account to satisfy the Debt Service Reserve Requirement related thereto.

Whenever the moneys on deposit in any separate sub-account in the Debt Service Reserve Account exceeds the Debt Service Reserve Requirement related thereto, such excess shall be allocated and applied in the same manner as Revenues under the applicable Resolution.

Whenever the amount in the Debt Service Reserve Account, together with the amount in the Debt Service Account, is sufficient to pay in full all outstanding Senior Bonds in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), the funds on deposit in the Debt Service Reserve Account will be transferred to the Debt Service Account. Unless otherwise required under the applicable Resolution, so long as there is held in the Debt Service Fund an amount sufficient to pay in full all of the applicable outstanding Senior Bonds in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits will be required to be made into the Debt Service Reserve Account.

Deposit of Financial Guaranty

Both Resolutions provide that in lieu of depositing moneys in any separate sub-account in the Debt Service Reserve Account, or in substitution for moneys previously deposited in any separate sub-account in the Debt Service Reserve Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into such separate sub-account in the Debt Service Reserve Account. Any such Financial Guaranty shall, together with the moneys and Investment Securities, if any, held in such separate sub-account in the Debt Service Reserve Account, be in an amount equal to the Debt Service Reserve Requirement related thereto and shall be payable or available to be drawn upon, as the case may be (upon the giving of notice of at least one business day pursuant to a demand for payment by the Trustee as required thereunder), on any date on which moneys will be required to be withdrawn from such separate sub-account in the Debt

Service Reserve Account pursuant to the provisions of the applicable Resolution. Any such Financial Guaranty shall have a term not less than the final maturity date of any Additionally Secured Series of Senior Bonds then outstanding under the terms of the applicable Resolution secured thereby or shall provide that it may be drawn upon if, prior to the termination thereof, a substitute Financial Guaranty is not delivered to the Trustee pursuant to the applicable Resolution. Following a drawing under a Financial Guaranty, MEAG Power shall be obligated to reimburse the issuer of such Financial Guaranty in order to reinstate the maximum limits of such Financial Guaranty, such reimbursement to be made from amounts to be deposited in such separate sub-account in the Debt Service Reserve Account from the Revenue and Operating Fund.

The Project One Resolution provides that the financial strength of the issuer of the initial Financial Guaranty (the “*Initial Surety*”) shall be rated on the date of deposit in a particular separate sub-account in the Debt Service Reserve Account in the highest rating category by Moody’s Investors Service, Standard & Poor’s, Fitch Ratings, and if rated by A.M. Best & Company, A.M. Best & Company. The financial strength of the issuer of any other Financial Guaranty shall be rated on the date of deposit in such separate sub-account in the Debt Service Reserve Account not less than that of the Initial Surety on such date. The foregoing provisions of the Project One Resolution regarding the Financial Guaranty are substantially similar to those contained in the General Resolution Projects Resolution except that Fitch Ratings is not mentioned as a rating agency. In the event the Initial Surety has ceased to provide a Financial Guaranty, the rating of the financial strength of the issuer of the Financial Guaranty which provides for the largest percentage of the Debt Service Reserve Requirement related to such separate sub-account shall be the minimum rating required for any Financial Guaranty on the date of deposit in such separate sub-account. In the event the rating of the financial strength of the issuer of a Financial Guaranty shall fall below (i) “Aa2” as rated by Moody’s Investors Service, Inc., (ii) “AA” as rated by Standard & Poor’s, (iii) “AA” as rated by Fitch Ratings, or (iv) if rated by A.M. Best & Company, “A+” as rated by A.M. Best & Company, MEAG Power will replace the Financial Guaranty with (a) a substitute Financial Guaranty issued by an issuer (1) which, if another Financial Guaranty is on deposit in such separate sub-account, satisfies the ratings requirements set forth in this paragraph, or (2) whose financial strength is rated in the highest rating category which can be obtained by MEAG Power, using MEAG Power’s best efforts, at commercially reasonable rates (but in no event less than the ratings described in clauses (i), (ii), (iii) and (iv) of this sentence), or (b) cash.

Each of the Resolutions provides that prior to providing the Trustee with a Financial Guaranty for deposit into any separate sub-account in the Debt Service Reserve Account, there shall be filed with MEAG Power an opinion of tax counsel to MEAG Power to the effect that such deposit will not adversely affect the exclusion from gross income for federal income tax purposes of interest on any outstanding Senior Bonds of the Additionally Secured Series secured thereby.

In connection with furnishing a Financial Guaranty to the Trustee, MEAG Power shall also furnish to the Trustee (i) an opinion of counsel to the issuer of such Financial Guaranty, satisfactory to the Trustee, to the effect that such Financial Guaranty is a valid and binding obligation of the issuer thereof, enforceable in accordance with its terms, subject to usual bankruptcy exceptions, and (ii) a certificate of an Authorized Officer of MEAG Power to the effect that there has not occurred any Event of Default or any event which, with the giving of notice or the passage of time or both, would constitute an Event of Default. Upon receipt of such Financial Guaranty and the other items required by the applicable Resolution, the Trustee shall, to the extent that amounts held in such separate sub-account in the Debt Service Reserve Account, taking into account any Financial Guaranty on deposit in such separate sub-account in the Debt Service Reserve Account, are in excess of the Debt Service Reserve Requirement related thereto, transfer such moneys (or any investments held therein) to or upon the order of MEAG Power, as MEAG Power shall direct in writing.

Each Resolution provides that the Trustee shall maintain adequate records, verified with the issuer of any Financial Guaranty, as to: the amounts available to be drawn under such Financial Guaranty at any given time, the amounts drawn by the Trustee thereunder and the amounts paid by the Trustee to such issuer

with respect to any such drawings; *provided, however*, the Trustee shall not be responsible for maintaining records of any other amounts paid and owing by MEAG Power to the issuer of any such Financial Guaranty with respect to any reimbursement agreement between such parties except for drawings under such Financial Guaranty. In the event that (i) cash and (ii) a Financial Guaranty are on deposit in a particular separate sub-account in the Debt Service Reserve Account, the Trustee shall first use such cash to make any required deposit to the Debt Service Account prior to drawing on such Financial Guaranty.

In the event more than one Financial Guaranty is on deposit in any particular separate sub-account in the Debt Service Reserve Account, any drawings thereunder and payments made in the reinstatement thereof shall be on a pro-rata basis.

Notwithstanding anything in the applicable Resolution to the contrary, each Resolution provides that there shall be no optional redemption of the Senior Bonds of an Additionally Secured Series by MEAG Power unless all amounts owed to the issuer of any Financial Guaranty securing the Senior Bonds of such Additionally Secured Series have been paid in full.

For purposes of determining the amount on deposit in any particular separate sub-account in the Debt Service Reserve Account, the amount available to be drawn under any Financial Guaranty deposited thereto shall be deemed to be on deposit therein.

Second Sub-Accounts

In (a) the Thirty-Seventh Supplemental Project One Resolution and (b) the Twenty-First Supplemental General Resolution Projects Resolution (together with the Thirty-Seventh Supplemental Project One Resolution, the “*December 2018 Supplemental Resolutions*”), MEAG Power established a separate Sub-Account in the Debt Service Reserve Account in the Debt Service Fund under the applicable Resolution designated as the “Second Sub-Account”, for the benefit of (a) in the case of the Second Sub-Account established under the Project One Resolution, (i) the Project One Series HH Senior Bonds and (ii) the Project One Senior Bonds of any series hereafter issued, if and to the extent that the supplemental resolution authorizing such Project One Senior Bonds provides that such Project One Senior Bonds shall be additionally secured by amounts on deposit in such Second Sub-Account and (b) in the case of the Second Sub-Account established under the General Resolution Projects Resolution, (i) the General Resolution Projects 2018A Series Senior Bonds and (ii) the General Resolution Projects Senior Bonds of any series hereafter issued, if and to the extent that the supplemental resolution authorizing such General Resolution Projects Senior Bonds provides that such General Resolution Projects Senior Bonds shall be additionally secured by amounts on deposit in such Second Sub-Account; provided, however, that if the Project One Senior Bonds or the General Resolution Projects Senior Bonds, as applicable, of any series hereafter issued are to be additionally secured by amounts on deposit in such Second Sub-Account, then it will be a condition precedent to the authentication and delivery of such Project One Senior Bonds or General Resolution Projects Senior Bonds, as applicable, that the amount on deposit in such Second Sub-Account, after giving effect to any Financial Guaranty that may be credited thereto in accordance with the provisions of the applicable December 2018 Supplemental Resolution, and after giving effect to the issuance of such Project One Senior Bonds or General Resolution Projects Senior Bonds, as applicable, shall not be less than the Debt Service Reserve Requirement therefor.

The December 2018 Supplemental Resolutions provide that the Debt Service Reserve Requirement for the applicable Second Sub-Account, as of any date of calculation, shall be equal to the average annual Debt Service (as such term is defined in the Project One Resolution or the General Resolution Projects Resolution, as applicable) on the Additionally Secured Bonds of all series then outstanding that are additionally secured by such Second Sub-Account for the current and each future calendar year (calculated based upon the aggregate Debt Service for such Bonds for the period beginning on the date of calculation and ending on the final maturity date of such Bonds then outstanding, divided by the number of years

(including portions of years) during such period, and determined on the basis of a year consisting of twelve (12) thirty (30)-day months); provided, however, that in the event that, as a result of the scheduled amortization of the Additionally Secured Bonds of any series that are additionally secured by such Second Sub-Account, the amount of the Debt Service Reserve Requirement for such Second Sub-Account would, but for the operation of this proviso, increase, such increase shall be deemed to occur in equal monthly amounts over the five (5) years following the month in which such increase would have occurred, and MEAG Power shall have the option to fund such increase in equal monthly installments over such period, from any source of available funds.

The December 2018 Supplemental Resolutions provide that, in lieu of depositing monies in the applicable Second Sub-Account, or in substitution for monies previously deposited in such Second Sub-Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into such Second Sub-Account. See “Deposit of Financial Guaranty” above, except that the financial strength of the issuer of the initial Financial Guaranty (the “*Initial Surety*”) deposited to such Second Sub-Account shall be rated on the date of deposit not lower than the second highest rating category by any one of Moody’s Investors Service, Standard & Poor’s and Fitch Ratings (or, in any such case, if lower, the then-current rating by such rating agency on the Project One Senior Bonds or General Resolution Projects Senior Bonds, as applicable, that are additionally secured by such Second Sub-Account). The financial strength of the issuer of any other Financial Guaranty deposited to such Second Sub-Account shall be rated on the date of deposit in such Second Sub-Account not less than that of the Initial Surety on such date. In the event the Initial Surety has ceased to provide a Financial Guaranty, the rating of the financial strength of the issuer of the Financial Guaranty which provides for the largest percentage of the Debt Service Reserve Requirement related to such Second Sub-Account shall be the minimum rating required for any Financial Guaranty on the date of deposit in such Second Sub-Account. In the event the rating of the financial strength of the issuer of a Financial Guaranty shall fall below (i) “A2” as rated by Moody’s Investors Service, (ii) “A” as rated by Standard & Poor’s and (iii) “A” as rated by Fitch Ratings, MEAG Power shall have the right, but shall not be obligated, to replace the Financial Guaranty with (a) a substitute Financial Guaranty issued by an issuer (1) which, if another Financial Guaranty is on deposit in such Second Sub-Account, satisfies the ratings requirements set forth in this paragraph, or (2) whose financial strength is rated in the highest rating category which can be obtained by MEAG Power, using MEAG Power’s best efforts, at commercially reasonable rates (but in no event less than the ratings described in clauses (i), (ii) and (iii) of this sentence), or (b) cash.

Construction Funds

The Project One Resolution establishes a Construction Fund, held by the Trustee, into which are paid amounts required by the provisions of the Project One Resolution and any supplemental resolution and, at the option of MEAG Power, any moneys received for or in connection with Project One by MEAG Power, unless required to be otherwise applied as provided in the Project One Resolution. In addition, proceeds of insurance for physical loss or damage to Project One, or of contractors’ performance bonds, pertaining to the period of construction will be paid into the Construction Fund.

The Trustee pays to MEAG Power, upon its requisitions therefor, from the Construction Fund amounts in payment of the Cost of Acquisition and Construction of Project One. Upon completion of the Initial Facilities or any Additional Facilities, any amount remaining not required to complete payment of the Cost of Acquisition and Construction will be deposited in each separate sub-account in the Debt Service Reserve Account in the Debt Service Fund to the extent necessary to make the amount in each such sub-account equal to the Debt Service Reserve Requirement related thereto (or, if the amount of such excess shall be less than the amount necessary to make up the deficiencies with respect to all of the separate sub-accounts in the Debt Service Reserve Account, then the amount of such excess shall be applied ratably to make up the deficiencies with respect to each separate sub-account in the Debt Service Reserve Account, in proportion to the deficiency in each such sub-account), and any balance will be either (i) paid to MEAG Power to be deposited in the Revenue and Operating Fund for application to the retirement of Bonds for

purchase or redemption or (ii) paid to MEAG Power to be deposited in the Decommissioning Account or the Reserve Account in the Reserve and Contingency Fund, as MEAG Power determines. To the extent that other moneys are not available therefor, amounts in the Construction Fund will be applied to the payment of principal of and interest on Project One Senior Bonds when due.

The General Resolution Projects Resolution establishes a Construction Fund, held by the Trustee. The General Resolution Projects Resolution establishes a separate Project Account for each Project into which will be paid amounts required by the provisions of the General Resolution Projects Resolution and any supplemental resolution and, at the option of MEAG Power, any moneys received for in connection with such Project by MEAG Power, unless required to be otherwise applied as provided in the General Resolution Projects Resolution. In addition, proceeds of insurance for physical loss or damage to any General Resolution Project, or of contractors' performance bonds, pertaining to the period of construction will be paid into the appropriate Project Account in the Construction Fund.

The Trustee will pay to MEAG Power, upon its requisitions therefor, from the Project Account established for each General Resolution Project in the Construction Fund amounts in payment of the Cost of Acquisition and Construction of such Project. Upon completion of any General Resolution Project, any amount remaining in the Project Account established therefor not required to complete payment of the Cost of Acquisition and Construction thereof will be deposited in each separate sub-account in the Debt Service Reserve Account in the Debt Service Fund to the extent necessary to make the amount in each such sub-account equal to the Debt Service Reserve Requirement related thereto (or, if the amount of such excess shall be less than the amount necessary to make up the deficiencies with respect to all of the separate sub-accounts in the Debt Service Reserve Account, then the amount of such excess shall be applied ratably to make up the deficiencies with respect to each separate sub-account in the Debt Service Reserve Account, in proportion to the deficiency in each such sub-account), and any balance will be deposited either (i) in the Revenue and Operating Fund and applied to the retirement of, first, General Resolution Projects Senior Bonds issued with respect to such Project and, thereafter, any other General Resolution Projects Senior Bonds, or (ii) in the appropriate sub-accounts in the Decommissioning Account or the Reserve Account in the Reserve and Contingency Fund, or (iii) in Project Accounts for other General Resolution Projects, as MEAG Power shall determine. To the extent that other moneys are not available therefor, amounts in the Construction Fund will be applied to the payment of principal of and interest on General Resolution Projects Senior Bonds when due.

Certain Conditions to Issuance of Senior Bonds

The Project One Resolution

Debt Service Reserve. The issuance of any series of Project One Senior Bonds that will be an Additionally Secured Series is conditioned upon the deposit in the separate sub-account in the Debt Service Reserve Account designated therefor of the amount, if any, necessary to make the amount on deposit in such sub-account equal the Debt Service Reserve Requirement related thereto calculated immediately after delivery of such series of Project One Senior Bonds; *provided, however*, that a supplemental resolution establishing a separate sub-account in the Debt Service Reserve Account may provide that, in lieu of maintaining all or a portion of the moneys or investments required to be maintained in such separate sub-account, there may be credited to said sub-account at any time a Financial Guaranty satisfying the requirements set forth in such supplemental resolution.

No Default. Additional Project One Senior Bonds may be issued only if MEAG Power certifies that it is not in default under any of the provisions of the Project One Resolution.

Limitations on the Types of Project One Senior Bonds Issued. In the event that any Project One Senior Bonds authenticated and delivered upon original issuance prior to December 16, 2011 remain

outstanding, then no series of Project One Senior Bonds shall contain Option Bonds or Variable Rate Bonds, and no Principal Installment for a series of Project One Senior Bonds initially shall be a Refundable Principal Installment, unless the Project One Senior Bonds of such series shall not be additionally secured by the Initial Sub-Account in the Debt Service Reserve Account.

The General Resolution Projects Resolution

The following conditions, among other things, apply to the issuance of all General Resolution Projects Senior Bonds. Other conditions applicable to issuance of Additional General Resolution Projects Senior Bonds only are set forth under “Additional Senior Bonds” below.

Debt Service Reserve. The issuance of any series of General Resolution Projects Senior Bonds that will be an Additionally Secured Series is conditioned upon the deposit in the separate sub-account in the Debt Service Reserve Account designated therefor of the amount, if any, necessary to make the amount on deposit in such sub-account equal the Debt Service Reserve Requirement related thereto calculated immediately after delivery of such series of General Resolution Projects Senior Bonds; *provided, however*, that a supplemental resolution establishing a separate sub-account in the Debt Service Reserve Account may provide that, in lieu of maintaining all or a portion of the moneys or investments required to be maintained in such separate sub-account, there may be credited to said sub-account at any time a Financial Guaranty satisfying the requirements set forth in such supplemental resolution.

No Default. Each series of General Resolution Projects Senior Bonds may be issued only if MEAG Power certifies that it is not in default under any of the provisions of the General Resolution Projects Resolution.

Limitations on the Types of General Resolution Projects Senior Bonds Issued. In the event that any General Resolution Projects Senior Bonds authenticated and delivered upon original issuance prior to December 16, 2011 remain outstanding, then no series of General Resolution Projects Senior Bonds shall contain Option Bonds or Variable Rate Bonds, and no Principal Installment for a series of General Resolution Projects Senior Bonds initially shall be a Refundable Principal Installment, unless the General Resolution Projects Senior Bonds of such series shall not be additionally secured by the Initial Sub-Account in the Debt Service Reserve Account.

Investment of Certain Funds and Accounts

The Project One Resolution provides that moneys held in the Funds and Accounts established thereunder shall be invested and reinvested to the fullest extent practicable in Investment Securities which mature not later than such times as shall be necessary to provide moneys when needed for payments to be made from such Funds and Accounts. The Trustee shall make all such investments of moneys held by it in accordance with written instructions received from any Authorized Officer.

Net interest earned on any moneys or investments in such Funds or Accounts, other than the Construction Fund, are paid into the Revenue and Operating Fund. Interest on moneys or investments in the Construction Fund are held in such Fund.

The foregoing provisions of the Project One Resolution are substantially similar to those contained in the General Resolution Projects Resolution. Also, in the case of the General Resolution Projects Resolution, net interest earned or any moneys or investments in such Funds or Accounts, other than the Debt Service Account and the Debt Service Reserve Account and the Construction Fund, will be paid into the Revenue and Operating Fund. Interest on moneys or investments in any Project Account in the Construction Fund are held in such Project Account. Interest on moneys or investments in the Debt Service

Account or the Debt Service Reserve Account which MEAG Power determines is allocable to any facilities of a Project are paid into the Revenue and Operating Fund.

Encumbrances; Disposition of Properties

MEAG Power covenants in the Project One Resolution that it will not issue bonds or other evidences of indebtedness, other than Project One Senior Bonds, payable out of or secured by a pledge of the Trust Estate established thereunder or any separate sub-account in the Debt Service Reserve Account in the Debt Service Fund established thereunder nor will it create any lien or charge thereon; *provided, however*, that nothing contained in the Project One Resolution shall prevent MEAG Power from issuing, if and to the extent permitted by the Act, (1) bond anticipation notes, (2) evidences of indebtedness (a) payable out of moneys in the Construction Fund as part of the Cost of Acquisition and Construction of Project One or (b) payable out of, or secured by a pledge of, Revenues to be received after the discharge of the pledge of the Trust Estate provided in the Project One Resolution, or (3) Project One Subordinated Bonds.

MEAG Power covenants in the Project One Resolution that it will not sell, lease, mortgage or otherwise dispose of any part of Project One, except for sales or exchanges for not less than fair market value of property or facilities if MEAG Power determines that such sale or exchange of such property or facilities (1) is desirable in the conduct of the business of MEAG Power relating to Project One and (2) will not materially impair the ability of MEAG Power to comply with the rate covenant described under “Rate Covenant” below. The proceeds of any such transaction not used to acquire other property are deposited in the Revenue and Operating Fund.

MEAG Power covenants in the Project One Resolution that it will not lease or make contracts or grant licenses for the operation or use of, or grant easements or any other rights with respect to, any part of Project One, which would (1) impede or restrict the operation of Project One by MEAG Power or its agents or (2) impair or adversely affect the rights or security of Bondholders under the Project One Resolution. If the depreciated cost of the subject property exceeds \$500,000, an Authorized Officer of MEAG Power must certify that the proposed action of MEAG Power does not result in a breach of the above-mentioned conditions. Any payments to MEAG Power in connection with any such transaction constitute Revenues.

The foregoing covenants of MEAG Power with respect to Project One are substantially similar to the corresponding covenants of MEAG Power under the General Resolution Projects Resolution.

Rate Covenant

MEAG Power covenants in the Project One Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project One so that Revenues, together with other available funds, are at least sufficient to provide funds in each year for the payment of the sum of (1) Operating Expenses during such year, (2) Debt Service on all series of Project One Senior Bonds for such year; *provided, however*, that any Principal Installment which is a Refundable Principal Installment may be excluded from the calculation of such Debt Service, but only to the extent that MEAG Power intends to pay such Principal Installment from sources other than Revenues, (3) any amount to be paid into each separate sub-account in the Debt Service Reserve Account for such year, (4) the amount to be paid into the Reserve and Contingency Fund for such year, and (5) all other charges or liens payable out of Revenues during such year and all amounts payable on Project One Subordinated Bonds.

The foregoing covenant of MEAG Power with respect to Project One is substantially similar to the corresponding covenant of MEAG Power under the General Resolution Projects Resolution with respect to any General Resolution Project.

Covenants with Respect to Power Sales Contracts and Project Agreements

MEAG Power covenants in the Project One Resolution that it will collect and deposit in the Revenue and Operating Fund amounts received under the Project One Power Sales Contracts or payable to it pursuant to any other contract for the sale of power, energy, or other services from any part of Project One. In addition, MEAG Power will enforce the Project One Power Sales Contracts and the Project Agreements, will duly perform its covenants and agreements thereunder, and will not consent to any amendment to or otherwise take any action in connection with any Project One Power Sales Contract or Project Agreement which would impair or adversely affect the rights of MEAG Power thereunder or the rights or security of Project One Bondholders or, in the case of any Project One Power Sales Contract, would reduce payments required thereunder.

The foregoing covenants of MEAG Power with respect to Project One are substantially similar to the corresponding covenants of MEAG Power under the General Resolution Projects Resolution with respect to any General Resolution Project.

Annual Budget

MEAG Power covenants in the Project One Resolution that it will file with the Trustee an Annual Budget for Project One each calendar year. The Annual Budget includes appropriations for the estimated Operating Expenses for such year and the estimated amount to be deposited during such year in the Reserve and Contingency Fund. MEAG Power may at any time adopt an amended Annual Budget for the remainder of the then current calendar year which will be filed promptly with the Trustee.

The foregoing practices by MEAG Power with respect to Project One are substantially similar to the practices by MEAG Power under the General Resolution Projects Resolution with respect to each General Resolution Project.

Insurance

MEAG Power covenants in the Project One Resolution that it will keep the properties of Project One which are of an insurable nature and of the character usually insured by those operating properties similar to Project One insured against loss or damage by fire and from other causes customarily insured against and in such amounts as are usually obtained. MEAG Power also covenants in the Project One Resolution that it will maintain adequate insurance or reserves against loss or damage from such hazards and risks to the person and property of others as are usually insured or reserved against by those operating properties similar to Project One. Insurance against business interruption loss is maintained whenever, in the judgment of MEAG Power, such insurance is obtainable at commercially reasonable rates.

The foregoing practices by MEAG Power with respect to Project One are substantially similar to the practices by MEAG Power under the General Resolution Projects Resolution with respect to each General Resolution Project.

Accounts and Reports

MEAG Power covenants in the Project One Resolution that it will keep proper and separate books of record and account relating to Project One and the funds and accounts established by the Project One Resolution and relating to costs and charges under the Project One Power Sales Contracts and the Project Agreements. Such books, together with all other books and papers of MEAG Power relating to Project One, are at all times subject to the inspection of the Trustee and the holders of not less than five percent in principal amount of Project One Senior Bonds then outstanding.

MEAG Power covenants in the Project One Resolution that it will file annually with the Trustee an annual report, accompanied by an accountant's certificate (Report of Independent Auditors), of the financial position of Project One at the end of the year, statements of Revenues and Operating Expenses and a statement of receipts and disbursements with respect to each fund and account established by the Project One Resolution.

The reports, statements and other documents required to be furnished to the Trustee pursuant to provisions of the Project One Resolution are available for inspection of Bondholders at the office of the Trustee and will be mailed to each Bondholder who files a written request therefor with MEAG Power.

The foregoing practices by MEAG Power with respect to Project One are substantially similar to the practices by MEAG Power under the General Resolution Projects Resolution with respect to each General Resolution Project.

Amendments and Supplemental Resolutions

For a description of the amendments to the following provisions to be made by the Amendatory Supplemental Resolutions, see "Amendatory Supplemental Resolutions" below.

Any of the provisions of the Project One Resolution may be amended by MEAG Power by a supplemental resolution, upon the consent of the holders of at least two-thirds in principal amount in each case of (1) all Project One Senior Bonds then outstanding, and (2) if less than all of the series of outstanding Project One Senior Bonds are affected, the Project One Senior Bonds of each affected series, and (3) if the amendment changes the terms of any sinking fund installment, the Project One Senior Bonds of the series and maturity for which such sinking fund installment was established; excluding, in each case, from such consent, and from the outstanding Project One Senior Bonds, the Project One Senior Bonds of any specified series and maturity if such amendment by its terms will not take effect so long as any such Project One Senior Bonds remain outstanding. Any such amendment may not permit a change in the terms of redemption or maturity or any installment of interest or make any reduction in principal, redemption price or interest without the consent of each affected holder, or reduce the percentages of consents required for a further amendment.

MEAG Power may adopt (without the consent of any holders of the Project One Senior Bonds) supplemental resolutions to close the Project One Resolution against, or impose limitations upon, issuance of Project One Senior Bonds or other evidences of indebtedness; to authorize Project One Senior Bonds; to authorize Project One Subordinated Bonds; to provide for the issuance, execution, delivery, authentication, payment, registration, transfer and exchange of Project One Senior Bonds in bearer or coupon form or in uncertificated form; to add to the restrictions contained in the Project One Resolution; to add to the covenants of MEAG Power contained in the Project One Resolution; to confirm any pledge under the Project One Resolution of Revenues or other moneys; or to cure any ambiguity, supply any omission, or to cure or correct any defect in the Project One Resolution or to insert provisions clarifying matters or questions arising under the Project One Resolution; and, if and to the extent authorized in a supplemental resolution authorizing an Additionally Secured Series of Bonds, to specify the qualifications of any provider of a Financial Guaranty for credit to the particular sub-account in the Debt Service Reserve Account securing the Project One Senior Bonds of such Additionally Secured Series.

The foregoing amendments and supplemental resolutions permitted by MEAG Power under the Project One Resolution are substantially similar to the amendments and supplemental resolutions permitted by MEAG Power under the General Resolution Projects Resolution, except that under the General Resolution Projects Resolution MEAG Power may authorize Additional General Resolution Projects.

Additional Senior Bonds

The Project One Resolution

After delivery of the Project One Senior Bonds of the Initial Facilities Issue, one or more series of Additional Project One Senior Bonds may be issued if and to the extent necessary as shown in a certificate of an Authorized Officer of MEAG Power for the purpose of paying the cost of Acquisition and Construction of the Initial Facilities. Additional Project One Senior Bonds may also be issued for the purpose of paying all or any portion of the Cost of Acquisition and Construction of any Additional Facilities provided, among other things, that, for major renewals and repairs, a certificate of an Authorized Officer of MEAG Power is received stating that MEAG Power has determined that such Additional Facilities are necessary to keep Project One in good operating condition or to prevent loss of Revenues therefrom. Additional Project One Senior Bonds do not include Refunding Project One Senior Bonds.

The General Resolution Projects Resolution

Additional General Resolution Projects Senior Bonds for the Existing General Resolution Projects. After delivery of the General Resolution Projects Senior Bonds of the Initial Facilities Issue for Project Two, the Initial Facilities Issue for Project Three and the Initial Facilities Issue for Project Four, one or more series of additional General Resolution Projects Senior Bonds may be issued if and to the extent necessary as shown in a certificate of an Authorized Officer of MEAG Power for the purpose of paying the Cost of Acquisition and Construction of the Initial Facilities for Project Two, the Initial Facilities for Project Three or the Initial Facilities for Project Four. One or more series of Additional General Resolution Projects Senior Bonds may also be issued for the purpose of paying all or any portion of the Cost of Acquisition and Construction of any Capital Improvements for the Existing General Resolution Projects provided, among other things, that, for major renewals and repairs, a certificate of an Authorized Officer of MEAG Power is received stating that MEAG Power has determined that such Capital Improvements are necessary to keep such Project in good operating condition or to prevent loss of Revenues therefrom. Such Additional General Resolution Projects Senior Bonds do not include Refunding General Resolution Projects Senior Bonds.

Additional General Resolution Projects Senior Bonds for Additional General Resolution Projects. One or more series of Additional General Resolution Projects Senior Bonds may be issued to finance the Cost of Acquisition and Construction of Additional General Resolution Projects. Prior to the authentication and delivery of the first series of General Resolution Projects Senior Bonds for any Additional General Resolution Project, there must be delivered to the Trustee, among other documents:

(a) in the case of the first series of General Resolution Projects Senior Bonds for each Additional General Resolution Project, certified copies of Power Sales Contracts with each of the Participants relating to such Additional Project and certified copies of each Project Agreement relating thereto;

(b) an opinion of counsel to the effect that, among other things, the Participants are obligated under the Power Sales Contracts relating to such Additional Project in each Power Supply Year (as defined in such Power Sales Contracts) to make payments which, in the aggregate, are required, under any and all circumstances, to be sufficient, together with all other amounts available therefor, to pay 100 percent of the Annual Project Costs paid by MEAG Power during such Power Supply Year with respect to such Additional Project, and that the other provisions of each Power Sales Contract comply with the requirements of the General Resolution Projects Resolution; and

(c) a certificate of an Authorized Officer of MEAG Power stating, among other things, that MEAG Power can beneficially utilize the output and services of any generating facility included in such Additional Project to meet the long-term power and energy requirements of the

Participants and that the cost of power and energy therefrom is reasonable in comparison to other sources which would reasonably be available to MEAG Power at the time of the estimated date of commercial operation of such generating facility or interest therein and that any transmission facilities included therein will be necessary within a reasonable time after the estimated date of commercial operation thereof to supply transmission capability to Participants required to be supplied pursuant to the Power Sales Contracts relating to such Additional Project.

One or more series of Additional General Resolution Projects Senior Bonds may be issued for an Additional General Resolution Project (1) to complete payment of the Cost of Acquisition and Construction thereof after delivery of the General Resolution Projects Senior Bonds of an issue authorized by a supplemental resolution referred to in (a) above for such Additional Project, or (2) to pay the Cost of Acquisition and Construction of Capital Improvements for such Additional General Resolution Project. Each series of Additional General Resolution Projects Senior Bonds for either such purpose may be authenticated and delivered by the Trustee only upon receipt by the Trustee of an opinion of counsel to the effect set forth in paragraph (b) above and, if no General Resolution Projects Senior Bonds have previously been issued for such Capital Improvements, a certificate of an Authorized Officer of MEAG Power to the effect set forth in paragraph (c) above. Such Additional General Resolution Projects Senior Bonds do not include Refunding General Resolution Projects Senior Bonds.

Refunding Senior Bonds

The Project One Resolution

One or more series of Refunding Project One Senior Bonds may be authenticated and delivered upon original issuance to refund all or a portion of the outstanding Project One Senior Bonds of one or more series. Refunding Project One Senior Bonds shall be issued in a principal amount sufficient, together with other moneys available therefor, to accomplish such refunding and to make the deposits in the Funds and Accounts under the Project One Resolution required by the provisions of the supplemental resolution authorizing such Project One Senior Bonds.

Refunding Project One Senior Bonds of each series shall be authenticated and delivered by the Trustee only upon receipt by the Trustee, in addition to the documents required by the Project One Resolution, of:

(a) Irrevocable instructions to the Trustee, satisfactory to it, to give due notice of redemption of all the Project One Senior Bonds to be refunded on a redemption date specified in such instructions;

(b) If the Project One Senior Bonds to be refunded are not by their terms subject to redemption within the next succeeding 60 days, irrevocable instructions to the Trustee, satisfactory to it, to give notice of defeasance provided for in the Project One Resolution to the holders of the Project One Senior Bonds being refunded; and

(c) Either (i) moneys in an amount sufficient to effect payment at the applicable Redemption Price of the Project One Senior Bonds to be refunded, together with accrued interest on such Project One Senior Bonds to the redemption date, which moneys shall be held by the Trustee or any one or more of the Paying Agents in a separate account irrevocably in trust for and assigned to the respective holders of the Project One Senior Bonds to be refunded, or (ii) Defeasance Securities in such principal amounts, of such maturities, bearing such interest, and otherwise having such terms and qualifications and any moneys, as shall be necessary to comply with the provisions of the Project One Resolution, which Defeasance Securities and moneys shall be held in trust and used only as provided in the Project One Resolution.

The proceeds, including accrued interest, of the Refunding Project One Senior Bonds of each series shall be applied simultaneously with the delivery of such Project One Senior Bonds for the purposes of making deposits in such Funds and Accounts under the Project One Resolution as shall be provided by the supplemental resolution authorizing such series of Refunding Project One Senior Bonds and shall be applied to the refunding purposes thereof in the manner provided in said supplemental resolution.

The General Resolution Projects Resolution

One or more series of Refunding General Resolution Projects Senior Bonds may be issued to refund all or a portion of the outstanding General Resolution Projects Senior Bonds of one or more series. The issuance of Refunding General Resolution Projects Senior Bonds to refund outstanding General Resolution Projects Senior Bonds is subject to the same conditions and requirements as set forth with respect to Refunding Senior Bonds for Project One.

Special Provisions Relating to Capital Appreciation Senior Bonds

For the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation Senior Bond is redeemed prior to maturity, or (ii) receiving payment of a Capital Appreciation Senior Bond if the principal of all Project One Senior Bonds is declared immediately due and payable following an Event of Default, as provided in the Project One Resolution, or (iii) computing the principal amount of Project One Senior Bonds held by the holder of a Capital Appreciation Senior Bond in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the Project One Resolution for any purpose whatsoever, the principal amount of a Capital Appreciation Senior Bond shall be deemed to be its Accreted Value.

The principal and interest portions of the Accreted Value of Capital Appreciation Senior Bonds becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments made under the definitions of Debt Service, Aggregate Debt Service, Accrued Aggregate Debt Service and Adjusted Aggregate Debt Service only from and after the date (the “*Calculation Date*”) which is one year prior to the date on which such Accreted Value becomes so due, and the principal and interest portions of such Accreted Value shall be deemed to accrue in equal daily installments from the Calculation Date to such due date.

The foregoing provisions with respect to Capital Appreciation Senior Bonds in the Project One Resolution are substantially similar to the provisions with respect to Capital Appreciation Senior Bonds in the General Resolution Projects Resolution.

Trustee, Paying Agents

The Project One Resolution requires the appointment by MEAG Power of one or more Paying Agents (who may be the Trustee) for the Project One Senior Bonds of each series. The Trustee may at any time resign on 60 days’ written notice to MEAG Power and the holders of the Project One Senior Bonds and may at any time be removed by the holders of a majority in principal amount of the Project One Senior Bonds then outstanding. In addition, so long as no Event of Default, or event which with the passage of time or the giving of notice, or both, will become an Event of Default, shall have occurred and be continuing under the Project One Resolution, MEAG Power may remove the Trustee at any time, with or without cause, by a certificate of an Authorized Officer of MEAG Power filed with the Trustee. If the Trustee has been removed by MEAG Power, then MEAG Power shall have the exclusive right to appoint a successor Trustee. In any other case, a successor Trustee may be appointed by the holders of a majority in principal amount of Project One Senior Bonds then outstanding. If, however, within 30 days of the date on which the Trustee mailed notice of its resignation or became incapable of acting as trustee under the Project One Resolution, the Bondholders have not appointed a successor Trustee, MEAG Power, subject to the

provisions of the Project One Resolution, shall have the exclusive right to appoint such successor. Any successor Trustee must be a bank or trust company or national banking association with its principal office in New York or Georgia having capital stock and surplus aggregating at least \$50,000,000 if there be such an entity willing to accept appointment.

The foregoing requirements by MEAG Power under the Project One Resolution are substantially similar to the requirements of MEAG Power under the General Resolution Projects Resolution.

Defeasance

The pledge of the Trust Estate and each separate sub-account in the Debt Service Reserve Account in the Debt Service Fund established under the Project One Resolution and all covenants and other obligations of MEAG Power under the Project One Resolution will cease, terminate and be discharged and satisfied whenever all Project One Senior Bonds have been paid in full.

All or a portion of the outstanding Project One Senior Bonds of a series are deemed to have been paid and are not entitled to the lien, benefit or security of the Project One Resolution whenever the following conditions are met: (1) there have been deposited with the Trustee in trust either moneys in an amount which will be sufficient, or Defeasance Securities, the principal of and the interest on which, when due, will provide moneys which, together with other moneys, if any, also deposited, will be sufficient to pay when due the principal or redemption price, if applicable, and interest due or to become due on such Project One Senior Bonds, (2) in the case of any Project One Senior Bonds to be redeemed prior to maturity, MEAG Power has given to the Trustee irrevocable instructions to give the notice of redemption therefor, (3) in the event such Project One Senior Bonds are not subject to redemption within the next succeeding 60 days, MEAG Power has given the Trustee irrevocable instructions to mail within five days of such deposit, a notice to the holders of such Project One Senior Bonds that the above deposit has been made with the Trustee and that such Bonds are deemed to be paid and stating the maturity or redemption date upon which moneys are to be available to pay the principal or redemption price, if applicable, of such Project One Senior Bonds, and (4) MEAG Power shall cause such Project One Senior Bonds to be re-rated by all, or if rated by less than all, a minimum of two, of Moody's Investors Service, Standard & Poor's, and Fitch Ratings.

Option Bonds are deemed to have been paid and are not entitled to the lien, benefit or security of the Project One Resolution only if, in addition to satisfying the conditions of clauses (2) and (3) of the preceding paragraph there has been deposited with the Trustee moneys in an amount which shall be sufficient to pay when due the maximum amount of principal of and premium, if any, and interest on such Bonds which could become payable to the holders of such Bonds upon the exercise of any options provided to the holders of such Bonds.

For purposes of determining whether Variable Rate Bonds are deemed to have been paid prior to the maturity or redemption date thereof, as the case may be, by the deposit of moneys, or Defeasance Securities and moneys, if any, in accordance with the Project One Resolution, the interest to come due on such Variable Rate Bonds on or prior to the maturity date or redemption date thereof, as the case may be, shall be calculated at the maximum interest rate with respect thereto.

The foregoing defeasance provisions under the Project One Resolution are substantially similar to the defeasance provisions under the General Resolution Projects Resolution.

Events of Default and Remedies

Events of Default specified in the Project One Resolution include failure to pay principal or redemption price of any Project One Senior Bond when due; failure to pay any interest installment on any

Project One Senior Bond or the unsatisfied balance of any sinking fund installment thereon when due; failure to remedy a default for 60 days after written notice of a default in the observance or performance of any other covenants, agreements or conditions; and certain events of bankruptcy or insolvency. Upon the happening of any such Event of Default the Trustee or the holders of not less than 25 percent in principal amount of the Project One Senior Bonds then outstanding may declare the principal of and accrued interest on such Project One Senior Bonds due and payable (subject to a rescission of such declaration upon the curing of such default before the Project One Senior Bonds have matured). The Project One Power Sales Contracts provide for payment in each year of amounts sufficient to pay scheduled debt service. However, any debt service due on Project One Senior Bonds by reason of acceleration is not payable under the Project One Power Sales Contracts in the year of acceleration, although any accelerated amounts will continue to become due in the respective years in which scheduled.

Upon the occurrence of any Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, (1) account as a trustee of an express trust for all Revenues, moneys, securities and funds pledged under the Project One Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project One Resolution and, as received, all Revenues. The Trustee will apply all moneys, securities, funds and Revenues received during the continuance of an Event of Default (other than amounts on deposit in any separate sub-account in the Debt Service Reserve Account in the Debt Service Fund) as follows and in the following order: (1) to payment of the reasonable and proper charges, expenses and liabilities of the Trustee and Paying Agents, (2) to the payment of Operating Expenses, and (3) to the payment of interest and principal or the redemption price of Project One Senior Bonds without preference or priority of interest over principal or principal over interest, unless the principal of all Project One Senior Bonds has not been declared due and payable, in which case first to the payment of interest and second to the payment of principal on those Project One Senior Bonds which have become due and payable in order of their due dates. Following such application of moneys, securities, funds and Revenues, the Trustee will apply all amounts on deposit in each separate sub-account in the Debt Service Reserve Account in the Debt Service Fund to the payment of interest and principal or the sinking fund redemption price of Project One Senior Bonds of each Additionally Secured Series secured by such separate sub-account without preference or priority of interest over principal or principal over interest, unless the principal of all Project One Senior Bonds of each Additionally Secured Series secured by such separate sub-account has not been declared due and payable, in which case first to the payment of interest and second to the payment of principal on those Project One Senior Bonds of each such Additionally Secured Series which have become due and payable in order of their due dates. In addition, any holders of Project One Senior Bonds or the Trustee will have the right as provided in the Act to apply in an appropriate proceeding for appointment of a receiver of Project One.

If an Event of Default has occurred and has not been remedied the Trustee may, or on request of the holders of not less than 25 percent in principal amount of Project One Senior Bonds outstanding must, take such steps by a suit or suits in equity or at law, whether for the specific performance of any covenant in the Project One Resolution or in aid of the execution of any power granted in the Project One Resolution, or for an accounting against MEAG Power, or in the enforcement of any other legal or equitable right, as the Trustee deems most effectual to enforce any of its rights or to perform any of its duties under the Project One Resolution. The Trustee may, and upon the request of the holders of a majority in principal amount of the Project One Senior Bonds then outstanding and upon being furnished with reasonable security and indemnity must, institute and prosecute proper actions to prevent any impairment of the security under the Project One Resolution or to preserve or protect the interests of the Trustee and of the Bondholders.

No Bondholder has any right to institute any suit, action or proceeding for the enforcement of any provision of the Project One Resolution or the execution of any trust under the Project One Resolution or for any remedy under the Project One Resolution, unless (1) such Bondholder previously has given the Trustee written notice of the Event of Default, (2) the holders of at least 25 percent in principal amount of the Project One Senior Bonds then outstanding have filed a written request with the Trustee and have

afforded the Trustee a reasonable opportunity to exercise its powers or institute such suit, action or proceeding, (3) there have been offered to the Trustee adequate security and indemnity against its costs, expenses and liability to be incurred and (4) the Trustee has refused to comply with such request within 60 days. There is nothing contained in the Project One Resolution or in the Project One Senior Bonds which affects or impairs MEAG Power's obligation to pay the Project One Senior Bonds and the interest thereon when due, or the right of any Bondholder to enforce such payment.

The holders of not less than a majority in principal amount of Project One Senior Bonds then outstanding may direct the time, method and place of conducting any proceeding for any remedy available to the Trustee or of exercising any trust or power conferred upon the Trustee (subject to the Trustee's right to decline to follow such direction upon advice of counsel as to the unlawfulness thereof or upon its good faith determination that such action would involve the Trustee in personal liability or would be unjustly prejudicial to Bondholders not parties to such direction).

The foregoing events of default and remedies under the Project One Resolution are substantially similar to the events of default and remedies under the General Resolution Projects Resolution.

Definitions

The Project One Resolution

Accreted Value. As of any date of computation with respect to any Capital Appreciation Senior Bond, an amount equal to the principal amount of such Bond plus the interest accrued on such Bond from the date of original issuance of such Bond to the periodic date specified in the supplemental resolution authorizing such Capital Appreciation Senior Bond on which interest on such Bond is to be compounded (hereinafter, a "*Periodic Compounding Date*") next preceding the date of computation or the date of computation if a Periodic Compounding Date, such interest to accrue at the interest rate per annum of the Capital Appreciation Senior Bonds set forth in the supplemental resolution authorizing such Bonds, compounded periodically on each Periodic Compounding Date, plus, if such date of computation shall not be a Periodic Compounding Date, a portion of the difference between the Accreted Value as of the immediately preceding Periodic Compounding Date (or the date of original issuance if the date of computation is prior to the first Periodic Compounding Date succeeding the date of original issuance) and the Accreted Value as of the immediately succeeding Periodic Compounding Date, calculated based upon an assumption that, unless otherwise provided in the supplemental resolution authorizing such Capital Appreciation Senior Bonds, Accreted Value accrues in equal daily amounts on the basis of a year consisting of twelve 30-day months.

Accrued Aggregate Debt Service. As of any date of calculation, an amount equal to the sum of the amounts of accrued Debt Service with respect to all series of Project One Senior Bonds, calculating accrued Debt Service with respect to each series at an amount equal to the sum of (1) interest on the Project One Senior Bonds of such series accrued and unpaid and to accrue to the end of the then current calendar month and (2) Principal Installments due and unpaid and that portion of the Principal Installment for such series next due which would have accrued (if deemed to accrue in the manner set forth in the definition of Debt Service) to the end of such calendar month; *provided, however*, that (x) there shall be excluded from the calculation of Accrued Aggregate Debt Service any Principal Installments which are Refundable Principal Installments and (y) with respect to Variable Rate Bonds, interest on such Variable Rate Bonds shall be calculated at the actual rate or rates borne thereby during the period for which such calculation is made.

Additional Facilities. Any of the following: (1) any major renewals, replacements, repairs, additions, betterments and improvements, necessary, in the opinion of MEAG Power, to keep Project One in good operating condition or to prevent a loss of Revenues therefrom, (2) any major additions, improvements, repairs and modifications to Project One and any decommissioning or disposals of Project

One required by any governmental agency having jurisdiction over Project One or for which MEAG Power is responsible by virtue of any obligation of MEAG Power arising out of any of the Project Agreements, or (3) reload fuel or additional fuel inventory for any generating unit of Project One to the extent that sufficient funds are not available to pay the cost thereof. However, Additional Facilities do not include additional generating units or increases, if any, in MEAG Power's undivided interest in generating units forming a part of the Initial Facilities.

Additionally Secured Series. All series of Project One Senior Bonds outstanding on the Effective Date and any series of Project One Senior Bonds issued after the Effective Date for which the payment of the principal or sinking fund Redemption Price, if any, of, and interest on, the Project One Senior Bonds of such series shall be secured, in addition to the pledge of the Trust Estate created by the Project One Resolution in favor of all of the Project One Senior Bonds, by amounts on deposit in a separate sub-account to be designated therefor in the Debt Service Reserve Account in the Debt Service Fund.

Adjusted Aggregate Debt Service. For any period shall mean, as of any date of calculation, the Aggregate Debt Service for such period except that if any Refundable Principal Installment for any series of Project One Senior Bonds is included in Aggregate Debt Service for such period, Adjusted Aggregate Debt Service shall mean Aggregate Debt Service determined as if each such Refundable Principal Installment had been payable, over a period extending from the due date of such Principal Installment through the later of (x) the 25th anniversary of the issuance of such series of Project One Senior Bonds or (y) the 10th anniversary of the due date of such Refundable Principal Installment, in installments which would have required equal annual payments of principal and interest over such period. Interest deemed payable in any calendar year after the actual due date of any Refundable Principal Installment of any series of Project One Senior Bonds shall be calculated at such rate of interest as MEAG Power, or a banking or financial institution selected by MEAG Power, determines would be a reasonable estimate of the rate of interest that would be borne on Project One Senior Bonds maturing at the times determined in accordance with the provisions of the preceding sentence.

Aggregate Debt Service. For any period, as of any date of calculation, the sum of the amounts of Debt Service for such period with respect to all series of Project One Senior Bonds.

Capital Appreciation Senior Bonds. Any Project One Senior Bonds issued under the Project One Resolution as to which interest is compounded periodically on dates that are specified in the supplemental resolution authorizing such Capital Appreciation Senior Bonds and payable only at the maturity or prior redemption of such Project One Senior Bonds.

Collateral Securities. Any of the following securities, if and to the extent the same are at the time legal for investment of MEAG Power's funds:

1. any bonds or other obligations which as to principal and interest constitute direct obligations of, or are unconditionally guaranteed by, the United States of America, including obligations of any of the Federal agencies set forth in clause (2) below to the extent unconditionally guaranteed by the United States of America;
2. obligations of the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Financing Bank, the Federal Intermediate Credit Banks, Federal Banks for Cooperatives, Federal Land Banks, Federal Home Loan Banks, Farmers Home Administration and Federal Home Loan Mortgage Corporation;
3. New Housing Authority Bonds issued by public agencies or municipalities and fully secured as to the payment of both principal and interest by a pledge of annual contributions under an Annual Contributions Contract or Contracts with the United States of America; or Project

Notes issued by public agencies or municipalities and fully secured as to the payment of both principal and interest by a requisition or payment agreement with the United States of America; and

4. direct and general obligations of any State within the United States, to the payment of the principal of and interest on which the full faith and credit of such State is pledged, provided that at the time of their purchase under the Project One Resolution such obligations are rated in either of the two highest rating categories by a nationally recognized bond rating agency.

Debt Service. For any period, as of any date of calculation and with respect to any series of Project One Senior Bonds, an amount equal to the sum of (1) interest accruing during such period with respect to such series (except interest to be paid from Project One Senior Bond proceeds as provided in the Project One Resolution) and (2) that portion of each Principal Installment for such series which would accrue during such period if such Installment were deemed to accrue daily in equal amounts from the next preceding Principal Installment due date (or, if there be no such preceding Principal Installment due date, from a date one year preceding the due date of such Principal Installment or from the date of issuance of the Project One Senior Bonds of such series, whichever is later). Such interest and Principal Installments for such series shall be calculated on the assumptions that:

1. no Project One Senior Bonds of such series (except for Option Bonds actually tendered for payment prior to the stated maturity thereof and paid, or to be paid, from Revenues) outstanding at the date of calculation will cease to be outstanding except by reason of the payment of each Principal Installment on the due date thereof;

2. the principal amount of Option Bonds tendered for payment before the stated maturity thereof and paid, or to be paid, from Revenues, shall be deemed to accrue on the date required to be paid pursuant to such tender; and

3. Variable Rate Bonds will bear interest at the rate or rates which were assumed by MEAG Power in the Annual Budget for the applicable year to be borne by Variable Rate Bonds during such year.

Debt Service Reserve Requirement. With respect to the Initial Sub-Account in the Debt Service Reserve Account in the Debt Service Fund, as of any date of calculation, an amount equal to the greatest amount of the Aggregate Debt Service on the Project One Senior Bonds of each Additionally Secured Series secured thereby for the then current or any future calendar year. With respect to each additional sub-account, if any, in the Debt Service Reserve Account in the Debt Service Fund established after the Effective Date, the amount specified in the supplemental resolution pursuant to which such sub-account is established.

Defeasance Securities. Any of the following securities, if and to the extent the same are at the time legal for investment of MEAG Power's funds:

1. any bonds or other obligations which as to principal and interest constitute direct obligations of, or are unconditionally guaranteed by, the United States of America, including obligations of any of the Federal agencies set forth in clause (2) below to the extent unconditionally guaranteed by the United States of America;

2. obligations of the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Financing Bank, the Federal Intermediate Credit Banks, Federal Banks for Cooperatives, Federal Land Banks, Federal Home Loan Banks, Farmers Home Administration and Federal Home Loan Mortgage Corporation; and

3. any other security designated in a supplemental resolution as a Defeasance Security for purposes of defeasing the Project One Senior Bonds authorized by such supplemental resolution; *provided, however*, that the provisions of this clause (3) shall not apply to any Project One Senior Bonds issued prior to the Effective Date.

Effective Date. The date on which the amendments to the Project One Resolution contained in the Amended and Restated Project One Resolution became effective, which date was March 8, 2017.

Financial Guaranty. (1) In the case of the Initial Sub-Account in the Debt Service Reserve Account, one or more of an irrevocable and unconditional policy of insurance or surety bond in full force and effect issued by an insurance company or association duly authorized to do business in the State of New York and the State of Georgia the financial strength of which, except as otherwise provided in the Project One Resolution, is rated in the highest rating category by Moody's Investors Service, Standard & Poor's, Fitch Ratings and, if rated by A.M. Best & Company, A.M. Best & Company, and providing for the payment thereunder of moneys when required pursuant to the Project One Resolution; and (2) in the case of any sub-account in the Debt Service Reserve Account other than the Initial Sub-Account, a surety bond, an insurance policy, a letter of credit or any other similar obligation, or any combination thereof, of the type specified in the supplemental resolution establishing such sub-account.

Initial Facilities. The undivided ownership interests acquired by MEAG Power in the generating units of the Generation Stations, the transmission system facilities acquired and to be acquired and constructed by MEAG Power as part of Project One and working capital required by MEAG Power, all as described in the Annual Information Statement under "MEAG POWER – Bulk Power Supply Operations."

Investment Securities. Any securities, obligations or investments permitted for investment of MEAG Power's funds from time to time by O.C.G.A. Sections 36-80-3, 36-82-7, 36-83-4 and 50-17-2, as from time to time amended, or any successor provisions thereto, or additional provisions of Georgia law from time to time enacted regarding the investment of funds of MEAG Power, in each case, upon written notice to the Trustee by MEAG Power of the amendment of existing provisions or the adoption of successor or additional provisions.

Option Bonds. Any Project One Senior Bonds which by their terms may be tendered by and at the option of the holder thereof for payment by MEAG Power prior to the stated maturity thereof, or the maturities of which may be extended by and at the option of the holder thereof.

Principal Installment. As of any date of calculation and with respect to any series, so long as any Project One Senior Bonds thereof are outstanding, (i) the principal amount of Project One Senior Bonds (including, in the case of any Option Bond, the principal amount thereof tendered for payment prior to the stated maturity thereof and paid, or to be paid, from Revenues) of such series due (or so tendered for payment and paid, or to be so paid) on a certain future date for which no Sinking Fund Installments have been established, or (ii) the unsatisfied balance of any Sinking Fund Installments due on a certain future date for Project One Senior Bonds of such series, plus the amount of the sinking fund redemption premiums, if any, which would be applicable upon redemption of such Project One Senior Bonds on such future date in a principal amount equal to said unsatisfied balance of such Sinking Fund Installments, or (iii) if such future dates coincide as to different Project One Senior Bonds of such series, the sum of such principal amount of Project One Senior Bonds and of such unsatisfied balance of Sinking Fund Installments due on such future date plus such applicable redemption premiums, if any.

Project One. The Initial Facilities and all Additional Facilities.

Refundable Principal Installment. Any Principal Installment for any series of Project One Senior Bonds which MEAG Power intends to pay with moneys which are not Revenues; *provided, however*, that

such intent shall have been expressed in the supplemental resolution authorizing such series of Project One Senior Bonds; and *provided, further*, that any such Principal Installment shall be a Refundable Principal Installment only through the penultimate day of the month preceding the month in which such Principal Installment comes due or such earlier time as MEAG Power no longer intends to pay such Principal Installment with moneys which are not Revenues.

Revenues. (1) All revenues, income, rents and receipts derived from the ownership and operation of Project One, (2) the proceeds of any business interruption loss insurance, and (3) interest accrued on any moneys or securities (other than in the Construction Fund) held pursuant to the Project One Resolution.

Trust Estate. (1) The proceeds of sale of the Project One Senior Bonds, (2) the Revenues, and (3) all Funds established by the Project One Resolution (other than the Debt Service Reserve Account in the Debt Service Fund), including the investments, if any, thereof.

Variable Rate Bonds. As of any date of determination, any Project One Senior Bond on which the interest rate borne thereby may vary during any part of its remaining term.

The General Resolution Projects Resolution

The definitions set forth above under the Project One Resolution for Accreted Value, Accrued Aggregate Debt Service, Additionally Secured Series, Adjusted Aggregate Debt Service, Aggregate Debt Service, Capital Appreciation Senior Bonds, Collateral Securities, Debt Service, Debt Service Reserve Requirement, Defeasance Securities, Effective Date, Financial Guaranty, Investment Securities, Option Bonds, Principal Installment, Refundable Principal Installment, Revenues, Trust Estate and Variable Rate Bonds are substantially similar to the same defined terms under the General Resolution Projects Resolution. The General Resolution Projects Resolution has the following additional defined terms:

Additional General Resolution Project. Any of the following if designated as an Additional General Resolution Project in a supplemental resolution: (i) MEAG Power's interest in any electric generating units and related transmission facilities or electric transmission system facilities, or any mine, well, pipeline, plant structure or other facility for the development, production, manufacture, transportation, storage, fabrication or processing of fossil or nuclear fuel of any kind or any facility or rights with respect to the supply of water, in each case for use, in whole or in part, in any of MEAG Power's generating units, including, in any case, land, rights in land, structures, equipment, inventories of supplies, materials of equipment related thereto, or any one or more of the foregoing, together with any Capital Improvements authorized therefor; (ii) where MEAG Power will acquire electric power supply or transmission capability under arrangements whereby MEAG Power purchases rights to receive, or leases or otherwise acquires rights to facilities to enable it to receive, an electric power supply or transmission capability, MEAG Power's rights and interest under such arrangements; (iii) preliminary and developmental work, including engineering, legal and financial studies, in connection with the planning and development of power resources and the determination of the feasibility thereof; and (iv) working capital required by MEAG Power for providing bulk electric power and energy to the Participants in accordance with the provisions of the appropriate Power Sales Contracts; or any one or more of the foregoing, in each of the foregoing cases, together with all rights, interests and facilities of every kind related or incidental thereto or necessary or desirable to carry out such Project.

Annual Project Costs. With respect to any Additional General Resolution Project and any Power Supply Year, to the extent not paid as part of the Cost of Acquisition and Construction of such Project, all costs and expenses paid by MEAG Power during such Power Supply Year allocable to such Project.

Capital Improvements. With respect to any Additional General Resolution Project, any major renewals, replacements, repairs, additions, betterments, improvements, modifications and disposals of such

Project the costs of which, pursuant to the Power Sales Contracts relating to such Project, MEAG Power is permitted to finance through the issuance of Additional General Resolution Projects Senior Bonds. In the case of Project Two, Project Three and Project Four, Capital Improvements may include any of the following: (1) any major renewals, replacements, repairs, additions, betterments and improvements, necessary, in the opinion of MEAG Power, to keep the applicable Project in good operating condition or to prevent a loss of Revenues therefrom, (2) any major additions, improvements, repairs and modifications to the applicable Project and any retirements or disposals of the applicable Project required by any governmental agency having jurisdiction over such Project or for which MEAG Power is responsible by virtue of any obligation of MEAG Power arising out of any of the Project Agreements, or (3) additional fuel inventory for any generating unit of the applicable Project to the extent that sufficient funds are not available to pay the cost thereof. However, Capital Improvements for Project Two, Project Three and Project Four may not include additional generating units or increases, if any, in MEAG Power's undivided interest in generating units forming a part of the Initial Facilities for the applicable Project.

General Resolution Project. Project Two, Project Three, Project Four or any Additional General Resolution Project.

Initial Facilities for Project Four. The undivided interests acquired by MEAG Power in generating units and common facilities at Generation Station Vogtle and included in Project Four, together with working capital required by MEAG Power in connection therewith, all as described in the Annual Information Statement under "MEAG POWER – Bulk Power Supply Operations."

Initial Facilities for Project Three. The undivided interests acquired by MEAG Power in generating units and common facilities at Generation Station Scherer and included in Project Three, together with working capital required by MEAG Power in connection therewith, all as described in the Annual Information Statement under "MEAG POWER – Bulk Power Supply Operations."

Initial Facilities for Project Two. The undivided interests acquired by MEAG Power in generating units and common facilities of Generation Station Scherer and Generation Station Wansley and included in Project Two, together with working capital required by MEAG Power in connection therewith, all as described in the Annual Information Statement under "MEAG POWER – Bulk Power Supply Operations."

Power Sales Contract. With respect to Project Two, each Project Two Power Sales Contract, with respect to Project Three, each Project Three Power Sales Contract, with respect to Project Four, each Project Four Power Sales Contract, and, with respect to any Additional General Resolution Project, each contract entered into with a Participant relating to such Project, all as supplemented or amended from time to time in accordance with the General Resolution Projects Resolution, designated in the supplemental resolution authorizing the acquisition and construction of such Project as a "Power Sales Contract" under the General Resolution Projects Resolution, the term of which does not end earlier than the final maturity date of any General Resolution Projects Senior Bonds authorized to be issued for the purpose of financing the Cost of Acquisition and Construction of such project; *provided, however*, that the contracts for such Projects (a) must require payments by the Participants (either on a fixed percentage basis or pursuant to rates) which are sufficient, together with all other amounts available therefor, to pay, under any and all circumstances, 100 percent of the Annual Project Costs paid by MEAG Power during each Power Supply Year with respect to such Project; (b) must contain a rate covenant by the Participants to the same effect as the rate covenant in the Existing General Resolution Projects Power Sales Contracts; (c) must provide that, unless the payments required to be made by a Participant under its contract or provisions for such payments in any fiscal year shall have been made from the revenues of its electric system, the Participant will annually include in its general revenue or appropriation measure sums sufficient to satisfy the payments required to be made under such contract and, if such provision or appropriation is not made in such year, the chief fiscal officer of the Participant shall, in accordance with the Act, set up as an appropriation on the accounts of such Participant in such year the amounts required to satisfy the payments required to be made under such

contract; and (d) must provide that the obligation of each Participant to make payments under its contract shall constitute a general obligation for the payment of which its full faith and credit are pledged and require such payments to be made whether or not such Project or any part thereof has been completed, is operating or operable or its output is suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part.

Project Four. The Initial Facilities for Project Four and Capital Improvements for Project Four.

Project Three. The Initial Facilities for Project Three and Capital Improvements for Project Three.

Project Two. The Initial Facilities for Project Two and Capital Improvements for Project Two.

Amendatory Supplemental Resolutions

General

The Amendatory Supplemental Resolutions provide for the making of certain additional amendments to the Project One Resolution and General Resolution Projects Resolution. Such amendments will not become effective until the date on which all Senior Bonds outstanding under the Project One Resolution or the General Resolution Projects Resolution, as applicable, at December 16, 2011 (the date of adoption of the Amendatory Supplemental Resolutions) cease to be outstanding thereunder. At such time as such amendments become effective, they will apply to all applicable Senior Bonds then outstanding.

Redemption of Senior Bonds

Each Amendatory Supplemental Resolution amends the provisions of the applicable Resolution relating to the redemption of Senior Bonds to allow MEAG Power to reserve the right to revoke any notice of redemption given at the election or direction of MEAG Power, and to provide that the obligation of MEAG Power to redeem any Senior Bonds called for redemption at the election or direction of MEAG Power will be conditioned upon sufficient moneys being available therefor.

Future Amendments to the Resolutions

Each Amendatory Supplemental Resolution also provides that the provisions of the applicable Resolution relating to the future amendment thereof will be amended (1) to allow the Trustee to consent to any modification to or amendment of the Resolution which it determines will not have a material adverse effect on the interests of the holders of the applicable Senior Bonds, (2) in the case of any amendment that currently would require the consent of the holders of at least two-thirds in principal amount of all applicable Senior Bonds outstanding, to reduce such requirement to the holders of at least a majority in principal amount of the Senior Bonds then outstanding that are affected by the amendment and (3) to permit, in connection with the initial issuance of the Senior Bonds of any series, such Senior Bonds to be deemed to have consented to any particular amendment to such Resolution, such that the holders of such Senior Bonds will not have the right to revoke such consent.

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**SUMMARY OF PROJECT ONE SUBORDINATED RESOLUTION
AND GENERAL RESOLUTION PROJECTS SUBORDINATED RESOLUTION**

The following is a general summary of certain provisions of the Project One Subordinated Resolution and the General Resolution Projects Subordinated Resolution. Summaries of certain definitions contained in such resolutions and in the Project One Resolution and the General Resolution Projects Resolution are also set forth at the end of this APPENDIX G and under APPENDIX F, “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions.” Other terms defined in these resolutions for which summary definitions are not set forth are indicated by capitalization. The Project One Subordinated Resolution is supplemental to the Project One Resolution and the General Resolution Projects Subordinated Resolution is supplemental to the General Resolution Projects Resolution.

Except as noted below, the descriptions herein of the provisions of the Project One Subordinated Resolution also apply to provisions of the General Resolution Projects Subordinated Resolution.

Construction Account; Subordinated Bond Fund

The Project One Subordinated Resolution establishes a Construction Account within the Construction Fund under the Project One Resolution. This Account and the Subordinated Bond Fund established under the Project One Resolution are held by the Trustee.

Amounts in the Construction Account representing proceeds of Project One Subordinated Bonds issued in anticipation of Project One Senior Bonds are to be applied by the Trustee, upon requisition by MEAG Power, to the payment of Cost of Acquisition and Construction of Project One. Amounts therein representing proceeds of other Project One Subordinated Bonds are to be applied to the purpose for which such Project One Subordinated Bonds are issued. See “Additional Subordinated Bonds; Conditions to Issuance” below.

MEAG Power has agreed to make payments into the Subordinated Bond Fund at such times and in such amounts as necessary to provide for payment of the principal of and premium, if any, and interest on Project One Subordinated Bonds in full when due. Subject to the pledge of any funds of MEAG Power to other indebtedness, payments are to be made from any available funds, including proceeds of refunding Project One Subordinated Bonds or other indebtedness, proceeds of Project One Senior Bonds and amounts in the Revenue and Operating Fund established under the Project One Resolution, including Revenues derived under the Project One Power Sales Contracts. Under the terms of the Project One Resolution, amounts in such Revenue and Operating Fund at any time may be deposited in the Subordinated Bond Fund and used to pay debt service on Project One Subordinated Bonds only to the extent such amounts are not then needed to make payments of Operating Expenses or required payments into the Debt Service Fund established under the Project One Resolution. See APPENDIX F, “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Application of Revenues.”

The foregoing description of the Construction Account, the Subordinated Bond Fund and the application of funds thereunder under the Project One Subordinated Resolution are substantially applicable to the separate Project Accounts, the Subordinated Bond Fund and the application of funds thereunder under the General Resolution Projects Subordinated Resolution except that the General Resolution Projects Subordinated Resolution establishes separate Project Accounts for each General Resolution Project instead of one Construction Account and the amounts in each Project Account are applied to the purposes as set forth in the Supplemental Resolution relating to such Project.

Additional Subordinated Bonds; Conditions to Issuance

Under the Project One Resolution, MEAG Power may issue Project One Subordinated Bonds for any lawful purpose of MEAG Power including, without limitation, payment of principal or redemption price of and interest on any Project One Subordinated Bonds or any reserves which MEAG Power determines shall be required for such purposes; payments into any separate account or accounts established in the Construction Fund; and improvements, extensions, betterments, renewals and replacements of any properties of Project One. Each series of Project One Subordinated Bonds will be secured on a parity with all other series of Project One Subordinated Bonds by the pledge under the Project One Subordinated Resolution of the Subordinated Bond Fund and investments, if any, thereof.

The principal amount of Project One Subordinated Bonds which may be issued under the Project One Subordinated Resolution is limited under the Act to the extent that at any time the principal amount of outstanding Project One Subordinated Bonds which are bond anticipation notes plus the principal amount of any other Project One bond anticipation notes may not exceed the principal amount of validated but unissued Project One Senior Bonds. Prior to issuing any Project One Subordinated Bonds which are not bond anticipation notes, MEAG Power must obtain a validation judgment for such Project One Subordinated Bonds in accordance with the Act.

MEAG Power may not issue any additional series of Project One Subordinated Bonds if thereafter the principal amount of Project One Subordinated Bonds outstanding (excluding Project One Subordinated Bonds to be retired with the proceeds of the additional series) would be greater than 30 percent of the total Project One indebtedness of MEAG Power to be outstanding unless MEAG Power delivers to the Trustee an opinion of the Consulting Engineer to the effect that, for each calendar year in the period beginning with the year in which the additional series of Project One Subordinated Bonds is to be issued and ending on the later of the fifth full calendar year thereafter or the first full calendar year in which no interest on Project One Senior Bonds or Project One Subordinated Bonds then to be outstanding is to be paid from proceeds of Project One Senior Bonds or Project One Subordinated Bonds, estimated Revenues after payment of operating expenses will be at least equal to estimated Adjusted Aggregate Debt Service. In the case of Project One Subordinated Bonds consisting of Commercial Paper Notes, however, such an opinion need not be delivered if an opinion has been delivered within the preceding twelve months and, after giving effect to the issuance of the Commercial Paper Notes, the Adjusted Aggregate Debt Service in any calendar year will not be greater than the amounts estimated for such year in such opinion. For purposes of estimating Revenues, the Consulting Engineer may make its estimates based upon (a) Revenues to result from sales of power and energy, pursuant to the Power Sales Contracts, the Project Agreements, other contracts then existing between MEAG Power and its Participants relating to Project One or the provision by MEAG Power of Bulk Power Supply, and then existing tariffs filed by or contracts with other utilities in accordance with the terms thereof, based upon charges then in effect and such revisions thereto as the Consulting Engineer may estimate will be required in order that MEAG Power will be able to comply with the requirements of the Project One Resolution; *provided, however*, that, in the case of any such assumed increases in charges, there shall be delivered to the Trustee by MEAG Power a certificate setting forth a determination of MEAG Power which recognizes that such increased charges will be necessary to produce the Revenues estimated by the Consulting Engineer; and (b) Revenues to result from assumed sales of power and energy for which no contract is in effect on the date such opinion is delivered; *provided, however*, that the amount of such Revenues estimated pursuant to this clause (b) for any calendar year shall not exceed 20 percent of the total Revenues estimated by the Consulting Engineer for such calendar year.

Except in the case of Project One Subordinated Bonds being issued to refund outstanding Project One Subordinated Bonds, each series of Project One Subordinated Bonds may be issued only if MEAG Power certifies that no event of default then exists under the Project One Resolution or the Project One Subordinated Resolution.

The foregoing description of conditions to the issuance of additional Project One Subordinated Bonds is also applicable for the issuance of additional General Resolution Projects Subordinated Bonds, except that MEAG Power may issue Additional General Resolution Projects Subordinated Bonds for Additional General Resolution Projects.

Special Provisions Relating to Capital Appreciation Subordinated Bonds

For the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation Subordinated Bond is redeemed prior to maturity, or (ii) receiving payment of a Capital Appreciation Subordinated Bond if the principal of all Project One Subordinated Bonds is declared immediately due and payable following an Event of Default, as provided in the Project One Subordinated Resolution, or (iii) computing the principal amount of Project One Subordinated Bonds held by the registered owner of a Capital Appreciation Subordinated Bond in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the Project One Subordinated Resolution for any purpose whatsoever, the principal amount of a Capital Appreciation Subordinated Bond shall be deemed to be its Accreted Value.

The principal and interest portions of the Accreted Value of Capital Appreciation Subordinated Bonds becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments made under (a) the definition of Aggregate Debt Service and (b) any definition contained in any supplemental resolution that, by its terms, provides that this paragraph shall apply thereto, but only from and after the date (the “*Calculation Date*”) which is one year prior to the date on which such Accreted Value becomes so due, and the principal and interest portions of such Accreted Value shall be deemed to accrue in equal daily installments from the Calculation Date to such due date.

The foregoing provisions with respect to Capital Appreciation Subordinated Bonds in the Project One Subordinated Resolution are substantially similar to the provisions with respect to Capital Appreciation Subordinated Bonds in the General Resolution Projects Subordinated Resolution.

Investment of Construction Account and Subordinated Bond Fund

For information concerning investments of the Construction Account and the Subordinated Bond Fund, see APPENDIX F, “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Investment of Certain Funds and Accounts.”

Creation of Liens

Under the Project One Subordinated Resolution, MEAG Power has agreed that it will not issue bonds, notes or other evidences of indebtedness, other than Project One Subordinated Bonds and Project One Senior Bonds, which are secured by a pledge of the Subordinated Bond Fund unless such pledge is subordinate to the pledge of the Subordinated Bond Fund under the Project One Subordinated Resolution. MEAG Power will not create or permit to exist any lien or charge on the Subordinated Bond Fund, other than the pledge thereof under the Project One Resolution and under the Project One Subordinated Resolution, unless such lien or charge is subordinate to the pledge thereof under the Project One Subordinated Resolution. In addition, except as described in the next sentence, MEAG Power has agreed that it will not create or permit to exist any lien or charge on any proceeds of Project One Senior Bonds to secure any bonds, notes or other evidences of indebtedness other than Project One Senior Bonds unless the Project One Subordinated Bonds are secured by such proceeds on a parity with or superior to such lien or charge. MEAG Power may create a lien or charge on proceeds of Project One Senior Bonds to secure indebtedness owing to one or more banks which is not evidenced by Project One Subordinated Bonds and the aggregate principal amount of which does not at any time exceed \$150,000,000. See “CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Financing Program” in the Annual Information

Statement. For a description of related covenants in the Project One Resolution, see APPENDIX F, “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Encumbrances; Disposition of Properties.”

The covenant described in the two sentences preceding the foregoing cross references is not contained in the General Resolution Projects Subordinated Resolution.

Other Covenants

For information with respect to certain covenants in the Project One Resolution and the General Resolution Projects Resolution which inure to the benefit of Project One Subordinated Bondholders and General Resolution Projects Subordinated Bondholders, respectively, see the subsections “Rate Covenant”, “Covenants with Respect to Power Sales Contracts and Project Agreements”, “Annual Budget”, “Insurance” and “Accounts and Reports” under “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION” in APPENDIX F.

Amendments and Supplemental Resolutions

The Project One Subordinated Resolution and the rights and obligations of MEAG Power and of the holders of the Project One Subordinated Bonds may be amended by a Supplemental Resolution with the written consent of a majority in principal amount in each case of (i) all Project One Subordinated Bonds then outstanding, and (ii) in case less than all of the series of outstanding Project One Subordinated Bonds are affected, the Project One Subordinated Bonds of each series so affected, and (iii) in case the modification or amendment changes the terms of any sinking fund installment, the Project One Subordinated Bonds of the particular series and maturity entitled to the benefit of a sinking fund. No such modification or amendment may (A) permit a change in the terms of redemption or maturity or any installment of interest or a reduction in the principal, redemption price or rate of interest thereon without consent of each affected holder, or (B) reduce the percentages or otherwise affect the classes of Project One Subordinated Bonds the consent of the holders of which is required to effect any such modification or amendment.

The Project One Subordinated Resolution provides that the consent of the holder of any Project One Subordinated Bond that is subject to purchase at the option of such holder with respect to any modification or amendment referred to in this paragraph shall be deemed to be given on the date of adoption of the applicable Supplemental Resolution provided that, among other things, such amendment does not become applicable to such Project One Subordinated Bond until a future date by which the holder thereof has had notice of the changes and the opportunity to tender such Project One Subordinated Bond for purchase.

The Project One Subordinated Resolution may be amended, with the consent of the Trustee but without the consent of Project One Subordinated Bondholders, (i) to cure any ambiguity, omission, defect or inconsistent provision in the Project One Subordinated Resolution; (ii) to insert provisions clarifying the Project One Subordinated Resolution; or (iii) to make any other modification or amendment of the Project One Subordinated Resolution which the Trustee, in its sole discretion, determines will not have a material adverse effect on the interest of Project One Subordinated Bondholders.

Without the consent of the Project One Subordinated Bondholders or the Trustee, MEAG Power may adopt a Supplemental Resolution which (i) closes the Project One Subordinated Resolution against, or provides additional conditions to, the issuance of Project One Subordinated Bonds; (ii) adds covenants and agreements of MEAG Power; (iii) adds limitations and restrictions to be observed by MEAG Power; (iv) authorizes Project One Subordinated Bonds of an additional series; (v) confirms any security interest, pledge or assignment of the Revenues or of any other monies, securities or funds; and (vi) modifies any

provisions effective after all Project One Subordinated Bonds of each series outstanding as of the date of the adoption of such Supplemental Resolution cease to be outstanding.

The foregoing description of amendments and Supplemental Resolutions with respect to the Project One Subordinated Resolution is also applicable for amendments and Supplemental Resolutions with respect to the General Resolution Projects Subordinated Resolution, except that MEAG Power may, effective upon filing with the Trustee, adopt Supplemental Resolutions to authorize the acquisition and construction of Additional General Resolution Projects.

Defeasance

The pledge of monies and securities under the Project One Subordinated Resolution and all covenants and other obligations of MEAG Power under the Project One Subordinated Resolution will cease, terminate and be discharged and satisfied whenever all Project One Subordinated Bonds have been paid in full. Project One Subordinated Bonds are deemed to have been paid and are not entitled to the lien, benefit or security of the Project One Subordinated Resolution whenever the following conditions are met: (1) there have been deposited with any Paying Agent and set aside in trust either monies in an amount which will be sufficient or securities described in clause (1) of the definition of “Investment Securities” under “SUMMARY OF PROJECT ONE RESOLUTION AND GENERAL RESOLUTION PROJECTS RESOLUTION – Definitions” in APPENDIX F which are not subject to redemption prior to maturity other than at the option of the holder thereof, the principal of and the interest on which when due, will provide monies which, together with other monies, if any, also deposited, will be sufficient to pay when due the principal or redemption prices, if applicable, and interest due or to become due on such Project One Subordinated Bonds, (2) in the case of Project One Subordinated Bonds to be redeemed prior to maturity, MEAG Power has given to the Trustee irrevocable instructions to publish the notice of redemption therefor, and (3) in the event such Project One Subordinated Bonds are not subject to redemption within the next succeeding 60 days, MEAG Power has given the Trustee irrevocable instructions to publish, as soon as practicable, a notice to the holders of such Project One Subordinated Bonds that the above deposit has been made and that such Project One Subordinated Bonds are deemed to be paid and stating the maturity or redemption date upon which monies are to be available to pay the principal or redemption price, if applicable, of such Project One Subordinated Bonds.

Events of Default

Events of Default specified in the Project One Subordinated Resolution include any Event of Default specified in the Project One Resolution, failure to pay principal or interest on any Project One Subordinated Bond when due, and failure to remedy a default for 60 days after written notice of default in the performance of any covenant in the Project One Subordinated Resolution. Events of Default under the Project One Resolution include failure to pay when due principal of and interest on Project One Senior Bonds, failure to remedy a default for 60 days after notice of default in the performance of any covenant in such Project One Resolution and certain events of bankruptcy or insolvency. Upon the happening of any Event of Default under the Project One Subordinated Resolution, if the Project One Senior Bonds shall have become immediately due and payable, the Project One Subordinated Bonds shall become immediately due and payable. The Project One Power Sales Contracts provide for payment in each year of amounts sufficient to pay scheduled debt service. However, any debt service due on the Project One Subordinated Bonds by reason of acceleration is not payable under the Project One Power Sales Contracts in the year of acceleration, although any accelerated amount will continue to become due in the respective years in which scheduled. The acceleration of the Project One Subordinated Bonds shall be subject to rescission upon the curing of all defaults.

Following an Event of Default under the Project One Subordinated Resolution which has not been remedied, MEAG Power, upon demand of the Trustee, will account, as if it were the trustee of an express

trust, for all monies, securities and funds pledged or held under the Project One Subordinated Resolution as security for the Project One Subordinated Bonds. The Trustee may proceed, and upon written request of the holders of not less than 25 percent in principal amount of the Project One Subordinated Bonds outstanding under the Project One Subordinated Resolution shall proceed, to protect and enforce its rights and the rights of the holders of the Project One Subordinated Bonds forthwith by a suit or suits in equity or at law, whether for the specific performance of any covenant in the Project One Subordinated Resolution or in aid of any power therein granted, or for an accounting against MEAG Power, or in the enforcement of any other legal or equitable right. The holders of not less than a majority in principal amount of the Project One Subordinated Bonds outstanding under the Project One Subordinated Resolution may direct the time, method and place of any proceeding for any remedy available to the Trustee or of exercising any trust or power conferred upon the Trustee (subject to the Trustee's right to decline to follow such direction upon advice of counsel as to the unlawfulness thereof or upon its own good faith determination that such action would involve the Trustee in personal liability or be unjustly prejudicial to holders of Project One Subordinated Bonds not parties to such direction). However, the Trustee shall not be required to follow any such direction which conflicts with any direction of holders of Project One Senior Bonds.

All monies, securities and funds held or received by the Trustee with respect to Project One Subordinated Bonds are to be applied, first, to the payment of reasonable and proper charges of the Trustee and other fiduciaries, second, to the payment of operating expenses, third, to the payment of debt service then due on Project One Senior Bonds and, fourth, to the payment of principal and interest then due on Project One Subordinated Bonds, without preference as to principal over interest or interest over principal or any Project One Subordinated Bond over any other Project One Subordinated Bond.

The holder of any Project One Subordinated Bond issued under the Project One Subordinated Resolution shall not have any right to institute any suit, action or proceeding for the enforcement of any provision of the Project One Subordinated Resolution unless such Project One Subordinated Bondholder shall have previously given the Trustee written notice of the Event of Default, the holders of at least 25 percent in principal amount of Project One Subordinated Bonds then outstanding shall have filed a written request with the Trustee and have afforded the Trustee a reasonable opportunity to exercise its powers or institute such suit, action or proceeding, adequate security and indemnity against the Trustee's costs and liability shall have been offered and the Trustee shall have refused to comply with such request within 60 days. Nothing in the Project One Subordinated Resolution affects or impairs MEAG Power's obligation to pay the Project One Subordinated Bonds and interest thereon when due or the right of any Project One Subordinated Bondholder to enforce such payment.

Definitions

Accreted Value, as of any date of computation with respect to any Capital Appreciation Subordinated Bond, means an amount equal to the principal amount of such Subordinated Bond plus the interest accrued on such Subordinated Bond from the date of original issuance of such Subordinated Bond to the January 1 or July 1 next preceding the date of computation or the date of computation if a January 1 or July 1, such interest to accrue at the interest rate per annum of the Capital Appreciation Subordinated Bond set forth in the supplemental resolution authorizing such Subordinated Bonds, compounded on January 1 and July 1 of each year, plus, if such date of computation shall not be a January 1 or July 1, a portion of the difference between the Accreted Value as of the immediately preceding January 1 or July 1 (or the date of original issuance if the date of computation is prior to the first January 1 or July 1 succeeding the date of original issuance) and the Accreted Value as of the immediately succeeding January 1 or July 1, calculated based upon an assumption that Accreted Value accrues during any semi-annual period in equal daily amounts on the basis of a year of twelve 30-day months.

Adjusted Aggregate Debt Service, as of any date of calculation and for any period, means the sum of Aggregate Debt Service on Project One Senior Bonds and Aggregate Debt Service on Project One

Subordinated Bonds for such period except that (1) if any Refundable Principal Installment for any Project One Subordinated Bonds (other than a Commercial Paper Note) is included in Aggregate Debt Service on Project One Subordinated Bonds for such period, Adjusted Aggregate Debt Service will be calculated on the assumption that such Refundable Principal Installment will be paid with proceeds of a series of Project One Senior Bonds having level debt service based on interest rates estimated by MEAG Power and Principal Installments extending from the actual due date of the Refundable Principal Installment through the later of ten years thereafter or the 25th anniversary of the issuance of such Project One Subordinated Bond, and (2) if debt service for any Commercial Paper Note is included in Aggregate Debt Service on Project One Subordinated Bonds, Adjusted Aggregate Debt Service will be calculated on the assumption that such debt service will be paid from the sources specified in the commercial paper payment plan required to be filed by MEAG Power with respect to Commercial Paper Notes at or prior to the issuance thereof.

Aggregate Debt Service, when used with respect to Project One Senior Bonds, has the meaning given to such term in the Project One Resolution and, when used with respect to Project One Subordinated Bonds, means, for any period and as of any date of calculation, the sum of the amounts of principal of and interest on Project One Subordinated Bonds of all series due and payable during such period, excluding interest to be paid with proceeds of Project One Subordinated Bonds, Project One Senior Bonds or other evidences of indebtedness.

Capital Appreciation Subordinated Bonds means any Project One Subordinated Bonds issued under the Project One Subordinated Resolution as to which interest is compounded semi-annually and payable only at the maturity or prior redemption of such Bonds.

Commercial Paper Note means any Project One Subordinated Bond which has a maturity date which is not more than 365 days after the date of issuance thereof and is designated by MEAG Power as a Commercial Paper Note.

Refundable Principal Installment means any Principal Installment for any series of Project One Subordinated Bonds (other than Commercial Paper Notes) which MEAG Power intends to pay with monies which are not Revenues.

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SUMMARY OF COMBINED CYCLE POWER SALES CONTRACTS

The following is a description of certain of the provisions of the CC Contracts. All of the CC Contracts between MEAG Power and each CC Participant are identical in all material respects. Each of the CC Contracts with the Initial Participants became effective on July 15, 2003 and will continue in full force and effect until such time as all CC Bonds have been paid or provision has been made for their payment or until such time as the CC Project is retired from service or disposed of by MEAG Power, whichever is later, but in no event longer than 50 years from July 15, 2003 (unless extended either through amendment or replacement with another contract; see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – *Project One and General Resolution Projects*” in the Annual Information Statement). Each of the Additional CC Contracts will continue in full force and effect until the termination of the CC Contracts with the Initial Participants. Capitalized terms not otherwise defined herein or defined in the Annual Information Statement shall be as defined in the CC Contracts.

Combined Cycle Obligation Shares

MEAG Power is obligated to provide, and each CC Participant is obligated to take from MEAG Power, a fixed percentage, equal to such CC Participant’s respective Combined Cycle Obligation Share of the output and services of the CC Project. The Combined Cycle Obligation Share is a percentage set forth for each CC Participant that reflects both (a) each CC Participant’s percentage share of output and services of the CC Project to which it is entitled and (b) the percentage of the Combined Cycle Project Annual Costs (hereinafter defined) that such CC Participant is obligated to pay under its CC Contract, except that, with respect to the portion of the Combined Cycle Project Annual Costs comprised of MEAG Power’s Debt Related Costs, Combined Cycle Obligation Share means the dollar amounts for each Series of CC Bonds for which the CC Participant is obligated pursuant to its CC Contract, determined at the time of issuance of such Series of CC Bonds.

“Debt Related Costs” are defined in the CC Contracts to mean those portions of Combined Cycle Project Annual Costs (i) which MEAG Power is required under the CC Bond Resolution to pay or deposit into any fund or account established by the CC Bond Resolution for the payment of Debt Service and any reserve requirements for the CC Bonds, but excluding any amounts related to CC Bonds issued for payment of Embedded Simple Cycle Costs; and (ii) all Financing Costs related to the CC Project, or as applicable, the Embedded Simple Cycle Costs that MEAG Power may finance through the issuance of CC Bonds, including, without limitation, (1) costs of issuance; (2) capitalized interest on CC Bonds; and (3) amounts required to meet Debt Service reserve requirements for CC Bonds, or replenishment of such funds if drawn down.

See “THE PARTICIPANTS – Obligation Shares of the Participants – CC Project” in the Annual Information Statement for tables that set forth the CC Participants’ respective Combined Cycle Obligation Shares and Embedded Simple Cycle Obligation Shares.

Embedded Simple Cycle Debt Related Costs

Each CC Participant is obligated to pay each month its Embedded Simple Cycle Obligation Share of Embedded Simple Cycle Debt Related Costs. “Embedded Simple Cycle Costs” is defined in the CC Contracts as all costs incurred by MEAG Power relating or pertaining to that certain General Electric 150 MW nominally related gas fired combustion turbine packaged power plant PG 7241 FA, as more particularly enumerated in the CC Contracts. “Embedded Simple Cycle Debt Related Costs” shall mean the amounts (i) which MEAG Power is required under the CC Resolution to pay or deposit into any fund or account established by the CC Resolution for the payment of Debt Service and any reserve requirements

for the CC Bonds, but excluding any amounts related to Bonds issued for payment of Costs of Acquisition and Construction of the CC Project and (ii) amounts constituting Financing Costs related to the Embedded Simple Cycle Costs.

Acquisition and Construction of the CC Project

From time to time, MEAG Power may issue CC Bonds to finance, acquire and own the CC Project and to finance Embedded Simple Cycle Costs. Prior to the issuance of a Series of CC Bonds relating to the CC Project, each CC Participant may make a capital contribution (a “*Capital Contribution*”) to MEAG Power representing a prepayment of amounts that otherwise would have been paid by such CC Participant as Debt Service, thereby reducing the principal amount of CC Bonds that MEAG Power is required to issue to finance such Costs of Acquisition and Construction or Embedded Simple Cycle Costs. The Capital Contribution so made prior to issuance of any Series of Bonds may be in any amount up to the portion of MEAG Power’s Cost of Acquisition and Construction or the Embedded Simple Cycle Costs to be financed with such Bonds that is allocable to the CC Participant, which shall be equal to the product of (a) such Cost of Acquisition and Construction to be financed with such Bonds and (b) the Combined Cycle Obligation Share of the CC Participant or the product of (x) the Embedded Simple Cycle Costs to be financed with such Bonds and (y) the Embedded Simple Cycle Obligation Share of the CC Participant.

Annual Budgets

MEAG Power is required to adopt a Combined Cycle Project Annual Budget for each Power Supply Year sufficient to recover all costs and expenses of MEAG Power paid during such year allocable to the CC Project (the “*Combined Cycle Project Annual Costs*”) and the Embedded Simple Cycle Debt Related Costs (as described above). Combined Cycle Project Annual Costs include both fixed and variable costs. Fixed costs include: (i) taxes or payments in lieu thereof attributable to the CC Project; (ii) amounts required for renewals and replacements or reserves therefor; (iii) amounts to be set aside for the retirement or disposal of facilities; (iv) amounts, if any, for the purchase of generating capacity reserves; (v) (not otherwise included under any other item of Combined Cycle Project Annual Costs) for the CC Project which MEAG Power is required under the CC Bond Resolution to pay or deposit during a particular Power Supply Year into any other fund or account established by the CC Bond Resolution; and (vi) amounts required to be paid or deposited pursuant to the CC Bond Resolution relating to Debt Service and reserves therefor, fund or account requirements thereunder, but excluding any amounts related to Bonds issued for payment of Embedded Simple Cycle Costs, and Financing Costs related to the CC Project. Variable costs include: (a) costs relating to the production and delivery of power and energy from the CC Project to the CC Participants and (b) amounts paid or required to provide for reserves for (i) extraordinary operation and maintenance costs, (ii) major renewals, replacements, repairs, additions, betterments and improvements necessary to keep the facilities of the CC Project in good operating condition or to prevent a loss of revenues therefrom and (iii) major additions, improvements, repairs or modifications to, or retirements or disposals of, the CC Project required by any governmental agency having jurisdiction or for which MEAG Power otherwise is responsible.

MEAG Power is authorized to amend the Combined Cycle Project Annual Budget upon 30 days’ notice to the CC Participants. MEAG Power submits and each CC Participant is obligated to pay a monthly Billing Statement for the CC Project based upon the applicable Budget. At the end of each Power Supply Year, MEAG Power determines if the aggregate amounts collected from the monthly Billing Statements, together with any other income, was in the proper amount. The CC Participant must be fully compensated for any over recovery by the end of such next succeeding Power Supply Year either as the result of credits, payments or a combination thereof. Any excess collected is, at the election of MEAG Power, either paid to the CC Participants or credited to the CC Participants on their monthly Billing Statements for the remaining month or months of the then current Power Supply Year. Any deficiencies found to exist are

recovered by adding such deficiencies in equal installments over the remaining months of the then current Power Supply Year to each of the CC Participants' succeeding monthly Billing Statements.

CC Participants' Obligations to Pay

Each CC Participant is obligated to pay its Obligation Share of Combined Cycle Project Annual Costs and its Embedded Simple Cycle Obligation Share of Embedded Simple Cycle Debt Related Costs, regardless of whether the Combined Cycle Project is completed, operating or operable, and whether or not its output is suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part, and such payments are unconditional. The CC Contracts acknowledge that all such payments, other than the Non-Pledged Portion thereof, may be pledged as security for the CC Bonds. "Non-Pledged Portion" is defined in the CC Contracts to mean, with respect to each CC Participant, the portion, if any, of each payment made by such CC Participant thereunder in respect of Combined Cycle Project Annual Costs or the Embedded Simple Cycle Costs that shall not be pledged to secure CC Bonds pursuant to the CC Bond Resolution, which portion shall be a fraction (i) the numerator of which is the sum of all Capital Contributions made by such CC Participant plus the principal amount of all CC Bonds defeased with prepayments made by the CC Participant pursuant to its CC Contract and (ii) the denominator of which is the sum of all Capital Contributions made by such Participant plus the principal amount of CC Bonds issued to finance Costs of Acquisition and Construction or the Embedded Simple Cycle Costs allocable to such CC Participant.

Each CC Participant is obligated to establish, maintain and collect rates and charges for the electric service of its electric distribution system so as to provide revenues sufficient, together with available electric distribution system reserves, to enable the CC Participant to pay MEAG Power all amounts due under its CC Contract, all other amounts payable from and all lawful charges against or liens on the revenues of its electric distribution system and to operate and maintain its electric distribution system.

For further information with respect to the obligations of the CC Participants under the CC Contracts, see "THE PARTICIPANTS – Obligation Shares of the Participants – CC Project" in the Annual Information Statement.

Remedies

Failure by a CC Participant to make any payment due under its CC Contract will constitute a default thereunder. In such event, MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days' written notice to the CC Participant, discontinue providing service to such CC Participant under its CC Contract. Also, each CC Contract provides that in the event of default in any payment by the CC Participant, such CC Participant must provide for the assessment and collection of an annual tax sufficient to meet its obligations under its CC Contract, and specific performance is provided as one remedy to enforce such provision. The CC Contract provides that a non-defaulting CC Participant will not be obligated for any additional costs as a result of a default by one or more other CC Participants.

Sale or Exchange of Power and Energy

MEAG Power is obligated to deliver to each CC Participant such of its Combined Cycle Obligation Share of the output and services of the CC Project as the CC Participant requires in order to serve the supplemental requirements of such CC Participant, unless MEAG Power determines that it is more economical to supply such amounts from other sources. MEAG Power will operate each generating facility to achieve the best operating economics for such facility in accordance with Prudent Utility Practice and may sell such of the output to others as it determines to be economically appropriate. Further, MEAG Power may use the generating facilities to enter into, among other transactions, (a) capacity sales and swaps, (b) energy sales and swaps, and (c) financial swaps and hedges, when such transactions are reasonably

expected to economically benefit the CC Participants. The proceeds derived from any of such transactions will be credited *pro rata* to each CC Participant's obligation to pay its share of Combined Cycle Project Annual Costs. The proceeds from the sale or other transactions involving the assets acquired as a result of the Embedded Simple Cycle Costs will be credited to the CC Participants' obligation to pay Embedded Simple Cycle Debt Related Costs or, in the event that a CC Participant has satisfied such obligation, as a direct payment to such CC Participant, in the proportion of the CC Participant's respective Embedded Simple Cycle Obligation Share for other than Embedded Simple Cycle Debt Related Costs.

Termination or Amendment

The CC Contracts may not be terminated or amended in any manner which would impair or adversely affect the rights of the owners of the CC Bonds or reduce the payments pledged as security for any of the CC Bonds.

SUMMARY OF COMBINED CYCLE PROJECT BOND RESOLUTION

The following is a general summary of certain provisions of the CC Bond Resolution pursuant to which the CC Bonds are issued. Summaries of certain definitions are set forth at the end of this APPENDIX I. Other terms defined in the CC Bond Resolution for which summary definitions are not set forth are indicated by capitalization.

Application of Revenues

Revenues under the CC Bond Resolution are pledged to the payment of principal and Redemption Price of and interest on CC Bonds of all Series, subject to the provisions of the CC Bond Resolution permitting application for other purposes. For the application of Revenues, the CC Bond Resolution establishes a Revenue and Operating Fund (which has separate subaccounts on MEAG Power's books for Revenues received from each CC Participant) and the Reserve and Contingency Fund, held by MEAG Power and a Debt Service Fund, held by the Trustee.

The Trustee and MEAG Power may deposit monies in such Funds with certain Banks, which include, trust companies, national banking associations and federal or domestic branches or agencies of foreign banks ("*Depositories*"). All monies held under the CC Bond Resolution by the Trustee or any Depository must be either (1) (a) continuously and fully insured by the Federal Deposit Insurance Corporation, or (b) continuously and fully secured by lodging with the Trustee, as collateral security, Investment Securities having a market value (exclusive of accrued interest) not less than the amount of such monies, or (2) held in such other manner as may then be required by applicable laws and regulations; *provided, however*, that it is not necessary for the Trustee or any Paying Agent to give security for the deposit of any monies held in trust with them and set aside by them for the payment of the principal or Redemption Price of or interest on any CC Bonds, or for the Trustee or any Depository to give security for any monies which are represented by Investment Securities purchased as an investment of such monies.

All Revenues received under the CC Bond Resolution are deposited, as soon as practicable after the receipt thereof, in the Revenue and Operating Fund. Amounts in the Revenue and Operating Fund are paid out from time to time for application therefrom as follows:

1. Amounts in the Revenue and Operating Fund attributable to each CC Participant shall be paid out from time to time for such CC Participant's share of reasonable and necessary Operating Expenses.

2. No later than the last business day of each month, MEAG Power shall withdraw from amounts in the Revenue and Operating Fund attributable to each CC Participant and deposit in the following Funds and Accounts in the following order of priority the amounts set forth below:

- (1) ***In the Debt Service Fund***, for credit to a separate subaccount in the Debt Service Account, the amount, if any, required so that the balance in said subaccount attributable to such CC Participant shall equal such CC Participant's share (determined as provided in the CC Contracts) of the Accrued Aggregate Debt Service; *provided, however*, that, for the purposes of computing the amount on deposit in said subaccount, there shall be excluded the amount, if any, set aside in said subaccount and attributable to such CC Participant from the proceeds of Bonds or other evidences of indebtedness less that amount of such proceeds to be applied in accordance with the CC Bond Resolution to interest accrued and unpaid and to accrue on CC Bonds to the last day of the then current calendar month;

(2) ***In the Debt Service Fund***, for credit to a separate subaccount in the Debt Service Account, such CC Participant's share (determined as aforesaid) of the amount coming due in such month on Parity Obligations (other than Reimbursement Obligations);

(3) ***In the Debt Service Fund***, for credit to each separate sub-subaccount established for such CC Participant in each separate subaccount in the Debt Service Reserve Account, the amount, if any, required so that the balance in each such sub-subaccount shall equal the Debt Service Reserve Requirement related thereto as of the last day of the then current month; *provided, however*, that so long as there shall be held in the Debt Service Fund an amount sufficient to pay in full all Outstanding CC Bonds and Parity Obligations in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Fund; and *provided, further*, that any deficiency in any such separate sub-subaccount of such CC Participant attributable to a withdrawal of amounts therefrom pursuant to the CC Bond Resolution shall be cured by depositing into such sub-subaccount each month during the next succeeding six months an amount equal to one-sixth (1/6th) of the amount of the withdrawal; and *provided, further*, that any other deficiency in any such sub-subaccount shall be cured by depositing into such sub-subaccount each month during the next succeeding twelve months an amount equal to one-twelfth (1/12th) of the amount of the deficiency, except that, if a new valuation of Investment Securities held in such sub-subaccount is made pursuant to the CC Bond Resolution during the period that such deposits are required, then the obligation of MEAG Power to make deposits during the balance of such period on the basis of the preceding valuation shall be discharged and the deposits, if any, required to be made for the balance of such period shall be determined under this proviso on the basis of the new valuation.

The Trustee shall pay out of the appropriate subaccounts in the Debt Service Account in the Debt Service Fund to the respective Paying Agents on a timely basis (i) the amount required for the interest payable on each interest payment date; (ii) the amount required for the Principal Installments payable on the due dates therefor; and (iii) the amount required for the payment of interest on the CC Bonds then to be redeemed. The Trustee shall also pay out of the appropriate subaccounts in the Debt Service Account the accrued interest included in the purchase price of CC Bonds purchased for retirement and, from the appropriate subaccounts in the Debt Service Account, amounts due in respect of any Parity Obligation.

Amounts accumulated in the Debt Service Account with respect to any Sinking Fund Installment may be applied on or prior to the 40th day preceding the due date of such Sinking Fund Installment, to (i) the purchase of CC Bonds of the Series and maturity and interest rate within each maturity for which such Sinking Fund Installment was established, or (ii) the redemption at the applicable sinking fund Redemption Price of such CC Bonds, if then redeemable by their terms. All purchases of any CC Bonds shall be made at prices not exceeding the applicable sinking fund Redemption Price of such CC Bonds plus accrued interest.

As soon as practicable after the 40th day preceding the due date of any such Sinking Fund Installment, the Trustee shall proceed to call for redemption on such due date CC Bonds of the Series and maturity and interest rate within each maturity for which such Sinking Fund Installment was established in such amount as shall be necessary to complete the retirement of the unsatisfied balance of such Sinking Fund Installment. On or before such redemption date, the amount required for the CC Bonds called for redemption shall be paid out of the Debt Service Account and applied to such redemption.

In the event of the refunding or defeasance of any CC Bonds, all or any portion of the amounts accumulated in the Debt Service Account may be withdrawn and deposited with the Trustee for the payment of the principal or Redemption Price, if applicable, and interest on the CC Bonds being refunded; *provided, however*, that such withdrawal shall not be made unless pursuant to the CC Bond Resolution (a) immediately thereafter the CC Bonds being refunded shall be deemed to have been paid, and (b) the amount remaining in the Debt Service Account, after giving effect to the issuance of any obligations being issued to refund such CC Bonds and the disposition of the proceeds thereof, shall not be less than the requirement of such Account.

The CC Bond Resolution provides that there may be established in the Debt Service Reserve Account in the Debt Service Fund one or more separate subaccounts, each of which subaccounts shall be for the benefit and security of one or more Series of CC Bonds, as provided in the Supplemental Resolution establishing each such subaccount. There shall be established within each such separate subaccount a separate sub-subaccount with respect to each CC Participant other than a Prepaid CC Participant with respect to such Series of CC Bonds.

If on any day on which the principal or sinking fund Redemption Price of or interest on CC Bonds shall be due the amount on deposit in the Debt Service Account shall be less than the amount required therein pursuant to the CC Bond Resolution, the Trustee shall apply amounts from each applicable separate sub-subaccount in each separate subaccount in the Debt Service Reserve Account, in proportion to the respective Debt Service Reserve Requirements applicable thereto, to make good the deficiency that exists with respect to the CC Bonds secured thereby; *provided, however*, that in the case of any such deficiency in the Debt Service Account that is due to a failure by one or more CC Participants to make required payments under their respective CC Contracts, the amount applied from such separate subaccount shall be derived solely from the sub-subaccount(s) therein relating to such CC Participant(s).

If on the last day of any calendar year the balance of moneys and securities on deposit in any sub-subaccount in any subaccount in the Debt Service Reserve Account established with respect to a particular CC Participant shall exceed the Debt Service Reserve Requirement applicable thereto, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation that may be credited to such sub-subaccount in accordance with the provisions of the Supplemental Resolution establishing such subaccount, all or a portion of the amount of such excess shall be transferred to the Revenue and Operating Fund, if and to the extent such amount is required to satisfy the Working Capital Requirement, and the balance, if any, of such excess shall be transferred to the subaccount in the Bond Retirement Account in the Debt Service Fund established with respect to such CC Participant.

Whenever the amount in the Debt Service Reserve Account, together with the amount in the Debt Service Account, is sufficient to pay in full all Outstanding CC Bonds and Parity Obligations in accordance with their terms, the funds on deposit in the Debt Service Reserve Account shall be transferred to the Debt Service Account. Any provision of the CC Bond Resolution to the contrary notwithstanding, so long as there shall be held in the Debt Service Fund an amount sufficient to pay in full all Outstanding CC Bonds and Parity Obligations in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Reserve Account.

Upon any Defeasance Payment by a CC Participant that results in the amount in its sub-subaccount being in excess of the Debt Service Reserve Requirement applicable thereto, such excess shall be transferred to the subaccount in the Bond Retirement Account in the Debt Service Fund established with respect to such CC Participant; *provided, however*, that if such Defeasance Payment shall result in such CC Participant being a Prepaid CC Participant, then such excess shall be transferred to such CC Participant.

In the event of the refunding or defeasance of any CC Bonds with respect to which a subaccount has been established in the Debt Service Reserve Account, the Trustee shall, upon the direction of an Authorized Officer of MEAG Power, withdraw from the separate sub-subaccounts in the separate subaccount in the Debt Service Reserve Account established for the benefit of such CC Bonds (in proportion to the amounts required to be on deposit in such sub-subaccounts) all or any portion of the amounts accumulated therein and deposit such amounts with itself as Trustee to be held for the payment of the principal or Redemption Price, if applicable, and interest on the CC Bonds being refunded or defeased; *provided, however*, that such withdrawal shall not be made unless (a) immediately thereafter the CC Bonds being refunded or defeased shall be deemed to have been paid, and (b) the amount remaining in such separate sub-subaccounts in the separate subaccount in the Debt Service Reserve Account, after giving effect to any surety bond, insurance policy, letter of credit or other similar obligation that may be credited to such sub-subaccount in accordance with the provisions of the Supplemental Resolution establishing such subaccount, and after giving effect to the issuance of any obligations being issued to refund such CC Bonds and the disposition of the proceeds thereof, shall not be less than the Debt Service Reserve Requirement related thereto. In the event of such refunding or defeasance, MEAG Power may also direct the Trustee to withdraw from such separate sub-subaccounts in the separate subaccount in the Debt Service Reserve Account (in proportion to the amounts required to be on deposit in such sub-subaccounts) all or any portion of the amounts accumulated therein and deposit such amounts in any Fund or Account under the CC Bond Resolution; *provided, however*, that such withdrawal shall not be made unless items (a) and (b) referred to hereinabove have been satisfied.

To the extent and in the manner so authorized in the Supplemental Resolution establishing any subaccount in the Debt Service Reserve Account, in lieu of depositing moneys in each sub-subaccount in such subaccount, or in substitution for moneys previously deposited in any such sub-subaccount, MEAG Power may provide the Trustee with a policy of insurance, surety bond, letter of credit or similar instrument for deposit in such sub-subaccount or such amount may be provided from Revenues or otherwise.

(4) ***In the Reserve and Contingency Fund***, an amount equal to such CC Participant's Share of one-twelfth (or such greater fraction as may be appropriate if the period is less than twelve months) of the difference between (i) the greater of (a) the total amount provided in the then current Combined Cycle Project Annual Budget to be deposited in such Fund during the then current calendar year or (b) an amount equal to ten percent of the assumed depreciation of the CC Project during the then current calendar year, which assumed depreciation shall be determined on a straight-line basis by dividing the total Cost of Acquisition and Construction of the CC Project (exclusive of any capitalized interest or other allowance for funds used during construction of the CC Project) by 35 and the amount, if any, to be deposited in the Segregated Reserve and Contingency Fund during such month; *provided, however*, that no such deposit shall be required to be made until the month following the month in which the commercial operation date (as determined by MEAG Power) of the first generating facility of the CC Project.

Amounts in the Reserve and Contingency Fund are applied to the costs of major renewals, replacements, repairs, additions, betterments and improvements with respect to the CC Project necessary, in the opinion of an Authorized Officer of MEAG Power, to keep the same in good operating condition or to prevent a loss of revenues therefrom, or required by any governmental agency having jurisdiction over the CC Project or any part thereof or for which MEAG Power is responsible by virtue of any obligation of MEAG Power arising out of any contract to which MEAG Power is a party relating to ownership of the CC Project or any part thereof.

If on the last day of any calendar year the amount in the Reserve and Contingency Fund exceeds the Reserve and Contingency Fund Requirement, all or a portion of the amount of such excess will be transferred to the Revenue and Operating Fund, if and to the extent such amount is required to satisfy the Working Capital Requirement (as described below) and the balance, if any, of such excess will be transferred to such subaccount(s) in the Bond Retirement Account in the Debt Service Fund as an Authorized Officer of MEAG Power determines.

Subject to (A) the provisions of items 1 and 2 above, and (B) the maintenance of Working Capital by MEAG Power in the Revenue and Operating Fund and the Segregated Revenue and Operating Fund, proportionately, in an aggregate amount equal to or greater than the Working Capital Requirement, amounts in the Revenue and Operating Fund may be applied as set forth in the immediately following paragraph. The term "Working Capital" means as of any date an amount equal to (1) the excess of current assets over the current liabilities of the CC Project as of such date minus (2) the amount then on deposit in the Debt Service Account in the Debt Service Fund; and the term "Working Capital Requirement" means such dollar amount as MEAG Power shall establish from time to time, which at any time shall be not less than MEAG Power's budgeted Operating Expenses for the next succeeding 45 days.

Amounts in the Revenue and Operating Fund not required for the purposes set forth above may upon determination of MEAG Power be applied to or set aside for any one or more of the following: (a) the purchase or redemption of any CC Bonds or any reserves required for such purposes; (b) payments into the Construction Fund for application to the purposes of such fund; (c) improvements, extensions, betterments, renewals and replacements of any properties of the CC Project; (d) to reduce the cost of CC Project power and energy to the CC Participants under the CC Contracts; and (e) any other lawful purposes of MEAG Power related to the CC Project; *provided, however*, any proceeds of any insurance paid on account of the damage or destruction of any useful portion of the CC Project deposited in the Revenue and Operating Fund shall be used only for the purposes specified in clauses (a) to (c), inclusive, described immediately above, and *provided, further*, that, subject to the provisions of CC Bond Resolution, amounts deposited in the Revenue and Operating Fund and required by the CC Bond Resolution to be applied to the purchase or redemption of CC Bonds shall be applied to such purpose.

Upon any purchase or redemption of CC Bonds of any Series, maturity and interest rate for which Sinking Fund Installments shall have been established, other than any such purchase or redemption funded from amounts accumulated in the Debt Service Account as provided for in the CC Bond Resolution, there shall be credited toward such Sinking Fund Installment or Sinking Fund Installments thereafter to become due as MEAG Power shall select in its sole discretion the total principal amount of such CC Bonds so purchased or redeemed. The portion of any such Sinking Fund Installment remaining after the deduction of any such amounts credited toward the same (or the original amount of any such Sinking Fund Installment if no such amounts shall have been credited toward the same) shall constitute the unsatisfied balance of such Sinking Fund Installment for the purpose of calculation of Sinking Fund Installments due on a future date.

Initial Subaccount in the Debt Service Reserve Account

Pursuant to the Second Supplemental CT Bond Resolution, MEAG Power has established a separate subaccount in the Debt Service Reserve Account in the Debt Service Fund entitled the “Initial Subaccount.” The 2012A CC Bonds and the 2020A CC Bonds are secured by amounts on deposit in the Initial Subaccount, including the investments, if any, thereof, which amounts are pledged to, and a security interest in the same is granted to, the Trustee, as additional security for the payment of the principal or sinking fund Redemption Price, if any, of and interest on such CC Bonds, subject to the provisions of the CC Bond Resolution permitting application for other purposes. The Initial Subaccount in the Debt Service Reserve Account may, at the option of MEAG Power, secure additional CC Bonds of any Series hereafter issued.

The CC Bond Resolution requires MEAG Power to deposit and maintain in each separate sub-subaccount in the Initial Subaccount in the Debt Service Reserve Account moneys, Investment Securities and/or reserve fund credit instruments (hereinafter defined) in an amount equal to the Debt Service Reserve Requirement for each such sub-subaccount. The Debt Service Reserve Requirement for each sub-subaccount in the Initial Subaccount is defined in the Second Supplemental CT Bond Resolution to mean, at any time, an amount equal to the sum of the maximum amounts of Debt Service on the CC Bonds of each Series that are additionally secured by the Initial Subaccount that are allocable to the CC Participant for whom such sub-subaccount has been established (determined as provided in the CC Contracts) in the then current or any future twelve-month period ending on October 31, determined as of the respective dates of issuance of the CC Bonds of such Series and, with respect to any Variable Rate CC Bonds, calculating the Debt Service on such Variable Rate CC Bonds at such rate of interest as MEAG Power shall determine; *provided, however*, that in the event that any CC Participant shall make a Defeasance Payment, the Debt Service Reserve Requirement for the sub-subaccount in the Initial Subaccount established with respect to such CC Participant shall be redetermined as of the date of the making of such Defeasance Payment, and shall be equal to the sum of the maximum amounts of Debt Service that are allocable to such CC Participant in the then current or any future twelve-month period ending on October 31 with respect to the CC Bonds of each Series secured by the Initial Subaccount that remain Outstanding following the making of such Defeasance Payment; and *provided, further*, that in the event that MEAG Power shall refund any of the CC Bonds of any such Series, the Debt Service Reserve Requirement for each sub-subaccount in the Initial Subaccount shall be redetermined as of the date of such refunding, and shall be equal to the sum of the maximum amounts of Debt Service that are allocable to the CC Participant for whom such sub-subaccount has been established in the then current or any future twelve-month period ending on October 31 with respect to the CC Bonds of each Series secured by the Initial Subaccount that remain Outstanding following such refunding.

The Second Supplemental CT Bond Resolution provides that in lieu of maintaining moneys or investments in any sub-subaccount the Initial Subaccount in the Debt Service Reserve Account, MEAG Power at any time may cause to be deposited therein for the benefit of the Holders of the CC Bonds secured thereby an irrevocable surety bond, insurance policy or letter of credit satisfying the conditions set forth therein (a “*reserve fund credit instrument*”), in an amount equal to the difference between the Debt Service Reserve Requirement for any such sub-subaccount and the sums of money or value of Investment Securities then on deposit in such sub-subaccount, if any; *provided, however*, that nothing contained in the Second Supplemental CT Bond Resolution or in the CC Bond Resolution shall prevent MEAG Power from obtaining a single reserve fund credit instrument (otherwise complying with the requirements of this paragraph) for deposit to the credit of more than one separate sub-subaccount in the Initial Subaccount. The following is a summary of the provisions of the Second Supplemental CT Bond Resolution relating to the deposit of reserve fund credit instruments to the sub-subaccounts in the Initial Subaccount:

- (a) A surety bond or insurance policy issued by an insurance company licensed or otherwise qualified to do business in the State of Georgia may be deposited in any sub-subaccount

in the Initial Subaccount if the claims-paying ability of the issuer thereof is rated “AAA” by Standard & Poor’s, a subsidiary of The McGraw-Hill Companies, Inc. (hereinafter referred to as “S&P”) and “Aaa” by Moody’s Investors Service (hereinafter referred to as “Moody’s”).

(b) An unconditional irrevocable letter of credit issued by a Bank may be deposited in any sub-subaccount in the Initial Subaccount if the senior, unsecured long-term debt of the issuer thereof is rated at least “AA” by S&P and “Aa2” by Moody’s, and if such letter of credit shall be payable in one or more draws upon presentation by the Trustee of a sight draft accompanied by its certificate that it then holds insufficient funds to make a required payment of principal or interest on the CC Bonds that are additionally secured by the Initial Subaccount (the “*Initial Subaccount Additionally Secured CC Bonds*”). The draws shall be payable within two days of presentation of the sight draft. The letter of credit shall be for a term of not less than three years. The issuer of the letter of credit shall be required to notify MEAG Power and the Trustee, not later than 30 months prior to the stated expiration date of the letter of credit, as to whether such expiration date shall be extended, and if so, shall indicate the new expiration date.

(c) If such notice indicates that the expiration date shall not be extended, MEAG Power shall deposit in each such sub-subaccount in the Initial Subaccount an amount sufficient to cause the cash or Investment Securities on deposit therein, together with any other qualifying reserve fund credit instruments, to equal the Debt Service Reserve Requirement therefor, such deposit to be paid in equal installments on at least a semi-annual basis over the remaining term of the letter of credit, unless the reserve fund credit instrument is replaced by a reserve fund credit instrument meeting the requirements in either of clauses (a) or (b) above. The letter of credit shall permit a draw in full not less than two weeks prior to the expiration or termination of such letter of credit if the letter of credit has not been replaced or renewed. The Trustee shall draw upon the letter of credit prior to its expiration or termination unless an acceptable replacement is in place or each such sub-subaccount in the Initial Subaccount is fully funded in its required amount.

(d) The use of any reserve fund credit instrument pursuant to this paragraph shall be subject to receipt of an opinion of counsel acceptable to an authorized officer of MEAG Power and the Trustee and in form and substance satisfactory to such authorized officer and the Trustee as to the due authorization, execution, delivery and enforceability of such instrument in accordance with its terms, subject to applicable laws affecting creditors’ rights generally, and, in the event the issuer of such credit instrument is not a domestic entity, an opinion of foreign counsel in form and substance satisfactory to an authorized officer of MEAG Power and the Trustee. In addition, the use of an irrevocable letter of credit shall be subject to receipt of an opinion of counsel acceptable to an authorized officer of MEAG Power and the Trustee and in form and substance satisfactory to such authorized officer and the Trustee to the effect that payments under such letter of credit would not constitute avoidable preferences under Section 547 of the U.S. Bankruptcy Code or similar state laws with avoidable preference provisions in the event of the filing of a petition for relief under the U.S. Bankruptcy Code or similar state laws by or against MEAG Power.

(e) The obligation to reimburse the issuer of a reserve fund credit instrument for any fees, expenses, claim or draws upon such reserve fund credit instrument shall be subordinate to the payment of debt service on the CC Bonds. In addition, the right of the issuer of a reserve fund credit instrument to payment or reimbursement for claims or draws under such reserve fund credit instrument and to payment or reimbursement of its fees and expenses shall be prior to the cash replenishment of each such sub-subaccount in the Initial Subaccount.

(f) The reserve fund credit instrument shall provide for a revolving feature under which the amount available thereunder will be reinstated to the extent of any reimbursement of draws or claims paid. If (i) such revolving reinstatement feature is suspended or terminated or (ii) the rating

of the claims paying ability of the issuer of the surety bond or insurance policy falls below a S&P “AAA” or a Moody’s “Aaa” or (iii) the rating of the issuer of the letter of credit falls below a S&P “AA”, MEAG Power shall either (X) deposit into each such sub-subaccount in the Initial Subaccount an amount sufficient to cause the cash or Investment Securities on deposit in each such sub-subaccount to equal the Debt Service Reserve Requirement therefor, such amount to be paid over the ensuing five years in equal installments deposited at least semi-annually or (Y) replace such instrument with a surety bond, insurance policy or letter of credit meeting the requirements in either of clauses (a) or (b) above within six months of such occurrence. In the event (1) the rating of the claims-paying ability of the issuer of the surety bond or insurance policy falls below “A” or (2) the rating of the issuer of the letter of credit falls below “A” or (3) the issuer of the reserve fund credit instrument defaults in its payment obligations or (4) the issuer of the reserve fund credit instrument becomes insolvent, MEAG Power shall either (X) deposit into each such sub-subaccount in the Initial Subaccount an amount sufficient to cause the cash or Investment Securities on deposit therein to equal to Debt Service Reserve Requirement therefor, such amount to be paid over the ensuing year in equal installments on at least a monthly basis or (Y) replace such instrument with a surety bond, insurance policy or letter of credit meeting the requirements in either of clauses (a) or (b) above within six months of such occurrence.

(g) Where applicable, the amount available for draws or claims under the reserve fund credit instrument may be reduced by the amount of cash or value of Investment Securities deposited in each such sub-subaccount in the Initial Subaccount pursuant to clause (X) of the final sentence of the preceding clause (f).

(h) In the event that a reserve fund credit instrument shall be deposited into any sub-subaccount in the Initial Subaccount as aforesaid, any amounts owed by MEAG Power to the issuer of such reserve fund credit instrument as a result of a draw thereon or a claim thereunder, as appropriate, shall be included in any calculation of debt service requirements required to be made pursuant to the CC Bond Resolution for purposes of the covenant described under the caption “Rate Covenant” below.

(i) The Trustee shall ascertain the necessity for a claim or draw upon such reserve fund credit instrument and provide notice to the issuer of the reserve fund credit instrument in accordance with its terms not later than three days (or such longer period as may be necessary depending on the permitted time period for honoring a draw under the reserve fund credit instrument) prior to each interest payment date for the Initial Subaccount Additionally Secured CC Bonds.

(j) Cash on deposit in any sub-subaccount in the Initial Subaccount shall be used (or investments purchased with such cash shall be liquidated and the proceeds applied as required) prior to any drawing on any reserve fund credit instrument. If and to the extent that more than one reserve fund credit instrument is deposited in any sub-subaccount in the Initial Subaccount, drawings thereunder and repayments of costs associated therewith shall be made on a *pro rata* basis, calculated by reference to the maximum amounts available thereunder.

Construction Fund

The CC Bond Resolution establishes a Construction Fund, held by the Trustee, into which are paid (a) amounts required by the provisions of the CC Bond Resolution and any Supplemental Resolution and (b) all revenues, income, rents and receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation, and at the option of MEAG Power, any monies received for or in connection with the CC Project by MEAG Power, unless required to be otherwise applied as provided in the CC Bond Resolution. Amounts in the Construction Fund will be applied to (a) the Cost of Acquisition and Construction of the CC Project and the Embedded Simple Cycle Costs and (b) to the payment of the costs

of the production of Pre-Commercial Generation, in each such case, in the manner provided in the CC Bond Resolution. In addition, proceeds of insurance for physical loss or damage to the CC Project, or of contractors' performance bonds pertaining to the period of construction will be paid into the Construction Fund.

The Trustee will pay to MEAG Power, upon its requisitions therefor, from the Construction Fund amounts in payment of the Cost of Acquisition and Construction of the CC Project, the Embedded Simple Cycle Costs and the costs of the production of Pre-Commercial Generation. Amounts credited to the Construction Fund in excess of the amounts required for purposes thereof will be transferred to the appropriate subaccount(s) in the Bond Retirement Account in the Debt Service Fund (as MEAG Power may determine) or to the extent requested by MEAG Power deposited in the Revenue and Operating Fund. To the extent that other monies are not available therefor, amounts in the Construction Fund will be applied to the payment of principal of and interest on the CC Bonds and Parity Obligations when due.

Debt Service Fund – Bond Retirement Account

Pursuant to the CC Bond Resolution, there is established within the Bond Retirement Account in the Debt Service Fund a separate sub-subaccount with respect to each CC Participant other than a Prepaid CC Participant.

Amounts accumulated in each subaccount in the Bond Retirement Account shall be applied by the Trustee to the redemption, at the applicable redemption price, of such CC Bonds as are specified by an authorized officer of MEAG Power or to the purchase in the open market of such CC Bonds as shall be specified by an authorized officer of MEAG Power.

Segregated Funds

Each CC Participant has the right under its CC Contract to prepay all or any portion of the amounts owed by it in respect of its interest in the output of the CC Project and its share of the Embedded Simple Cycle Costs by either (a) prior to the issuance of a particular Series of CC Bonds to finance the Cost of Acquisition and Construction and/or the Embedded Simple Cycle Costs, paying to MEAG Power an amount (referred to as such CC Participant's "*Capital Contribution*") equal to all or any portion of the Non-Financing Portion of the Cost of Acquisition and Construction and Embedded Simple Cycle Costs otherwise to be financed that is allocable to it for this purpose in accordance with its CC Contract, thereby reducing the principal amount of CC Bonds that MEAG Power is required to issue, or (b) from time to time while CC Bonds are Outstanding, paying to MEAG Power an amount, which may be in the form of moneys or Defeasance Securities that comply with the provisions of the CC Bond Resolution, or both (a "*Defeasance Payment*"), sufficient to provide for the defeasance of CC Bonds.

So long as no CC Participant makes a Capital Contribution or Defeasance Payment as described in the immediately preceding paragraph with respect to any Series of CC Bonds, all amounts paid by each CC Participant pursuant to its CC Contract shall be deposited in the Revenue and Operating Fund and applied as described under "Application of Revenues" above. In the event any CC Participant makes a Capital Contribution or Defeasance Payment as described in the immediately preceding paragraph, however, thereafter MEAG Power shall divide each payment by such CC Participant under its CC Contract in respect of Combined Cycle Project Annual Costs and/or Embedded Simple Cycle Debt Related Costs into two portions, with one portion (the "*Non-Pledged Portion*") to be deposited in the Segregated Revenue and Operating Fund referred to below and the balance to be deposited in the Revenue and Operating Fund. MEAG Power shall determine the Non-Pledged Portion as follows:

- (1) MEAG Power shall first subtract from each such payment the sum of (a) the amount, if any, billed by MEAG Power to the CC Participant for the month to which such payment relates

in respect of the CC Participant's Combined Cycle Obligation Share of Debt Related Costs (as such terms are defined in the CC Contracts) and (b) the amount, if any, billed by MEAG Power to the CC Participant for such month in respect of the CC Participant's Embedded Simple Cycle Obligation Share (as such term is defined in the CC Contracts) of Embedded Simple Cycle Debt Related Costs;

(2) the balance of such payment remaining after such subtraction shall be multiplied by the fraction set forth in the definition of "Non-Pledged Portion" contained in the CC Contracts (*i.e.*, a fraction (i) the numerator of which is the sum of all Capital Contributions made by the CC Participant plus the principal amount of all CC Bonds defeased with prepayments made by the CC Participant pursuant to each Attachment A to its CC Contract and (ii) the denominator of which is the sum of all Capital Contributions made by the CC Participant plus the principal amount of CC Bonds issued to finance Costs of Acquisition and Construction or the Embedded Simple Cycle Costs allocable to the CC Participant as set forth on each Attachment A to its CC Contract); and

(3) the amount determined pursuant to the foregoing clause (2) shall constitute the Non-Pledged Portion of such payment.

MEAG Power shall hold and establish (i) a Segregated Construction Fund, (ii) a Segregated Revenue and Operating Fund and (iii) a Segregated Reserve and Contingency Fund to account for Capital Contributions and the Non-Pledged Portion of payments by CC Participants.

Capital Contributions by CC Participants shall be deposited in the Segregated Construction Fund and shall be applied by MEAG Power, on a *pro rata* basis (in proportion to the amounts on deposit in the Construction Fund and the Segregated Construction Fund) with amounts in the Construction Fund, to pay the Non-Financing Portion of the Cost of Acquisition and Construction of the CC Project and Embedded Simple Cycle Costs in accordance with the requisition procedures set forth in the CC Bond Resolution applicable to payments from the Construction Fund.

The Non-Pledged Portion of each payment made by a CC Participant that has made a Capital Contribution or a Defeasance Payment shall be deposited in a subaccount established for such CC Participant in the Segregated Revenue and Operating Fund and the balance of such payment made by such CC Participant, if any, shall be deposited in the Revenue and Operating Fund. The amounts deposited in the Segregated Revenue and Operating Fund shall not be applied to the payment of any amounts included in the Combined Cycle Debt Service Component of Combined Cycle Project Annual Costs or the Embedded Simple Cycle Debt Service Component of Embedded Simple Cycle Debt Related Costs but, on a *pro rata* basis (in proportion to the amounts on deposit in the Revenue and Operating Fund and the Segregated Revenue and Operating Fund), shall be applied to the payment of other amounts payable from the Revenue and Operating Fund which are not included in the Combined Cycle Debt Service Component of Combined Cycle Project Annual Costs or the Embedded Simple Cycle Debt Service Component of Embedded Simple Cycle Debt Related Costs. From the amounts deposited in the Segregated Revenue and Operating Fund there shall be deposited in the Segregated Reserve and Contingency Fund amounts that correspond to required deposits in the Reserve and Contingency Fund for application, on a *pro rata* basis (in proportion to the amounts on deposit in the Reserve and Contingency Fund and the Segregated Reserve and Contingency Fund) with amounts in the Reserve and Contingency Fund, to the cost items to be paid with amounts in the Reserve and Contingency Fund which are not included in the Combined Cycle Debt Service Component of Combined Cycle Project Annual Costs or the Embedded Simple Cycle Debt Service Component of Embedded Simple Cycle Debt Related Costs, and the amounts so deposited to the Segregated Reserve and Contingency Fund shall be credited to subaccounts established therein for each such CC Participant. Any balance of moneys and securities in a CC Participant's subaccount in the Segregated Reserve and Contingency Fund which is in excess of such CC Participant's allocable portion of the Segregated Reserve and Contingency Requirement, shall, at the end of each calendar year, be transferred

to the subaccount established for such CC Participant in the Segregated Revenue and Operating Fund and applied as a credit against amounts that would otherwise be payable by such CC Participant pursuant to its CC Contract over the balance of the next succeeding calendar year.

The CC Bond Resolution provides that the amounts in the Segregated Revenue and Operating Fund and the Segregated Reserve and Contingency Fund are essential for the funding of the applicable capital and operating costs of the CC Project and accordingly are to be deposited in the Segregated Funds and applied as described herein; *provided, however*, that neither such Funds nor the moneys or Investment Securities therein are available to make payments on the CC Bonds or included in the Trust Estate or otherwise pledged to secure the CC Bonds.

Issuance of CC Bonds

General

MEAG Power may issue CC Bonds of each Series under the CC Bond Resolution provided that it satisfies the following conditions, among others:

(a) MEAG Power provides to the Trustee the amount, if any, specified in the Supplemental Resolution authorizing the additional CC Bonds of such Series for deposit in the Debt Service Account in the Debt Service Fund for the payment of interest on CC Bonds and the amounts, if any, specified in such Supplemental Resolution for deposit in each sub-subaccount in the separate subaccount in the Debt Service Reserve Account in the Debt Service Fund designated therefor so that the amount on deposit in each such sub-subaccount shall equal the Debt Service Reserve Requirement designated therefor calculated immediately after the authentication and delivery of such Series of CC Bonds; *provided, however*, that a Supplemental Resolution establishing a separate subaccount in the Debt Service Reserve Account in the Debt Service Fund may provide that, in lieu of the deposit of all or a part of such amounts to each sub-subaccount in such separate subaccount in the Debt Service Reserve Account in the Debt Service Fund, there may be credited to each said sub-subaccount an irrevocable surety bond, an insurance policy, a letter of credit or any other similar obligation, or any combination thereof, of the type specified therein, or such amount may be deposited thereafter from Revenues or otherwise, in such manner as may be specified therein;

(b) Except in the case of Refunding CC Bonds, MEAG Power must certify that either (i) no Event of Default has occurred and is continuing under the CC Bond Resolution or (ii) the application of the proceeds of the sale of such Series of CC Bonds as required by the Supplemental Resolution authorizing such Series of CC Bonds will cure any such Event of Default; and

(c) In the case of each Series of CC Bonds any portion of the proceeds of which is to be deposited in the Debt Service Account in the Debt Service Fund (other than any accrued interest that is to be applied to the payment of interest on CC Bonds on the interest payment date next following the date of issuance of such CC Bonds), MEAG Power must provide a certification setting forth the then estimated application of such proceeds so deposited for the payment of interest on any particular Series of CC Bonds, whether or not such Series of CC Bonds is then Outstanding, or then being issued, or to be issued thereafter.

CC Bonds Other than Refunding CC Bonds

One or more Series of CC Bonds may be issued at any time for the purpose of paying all or a portion of the Cost of Acquisition and Construction of the CC Project and/or the Embedded Simple Cycle Costs.

Refunding CC Bonds

Refunding CC Bonds may be authenticated and delivered upon original issuance to refund all or any portion of any Outstanding CC Bonds. Refunding CC Bonds shall be issued in a principal amount sufficient, together with other moneys available therefor, to accomplish such refunding and to make the deposits in the Funds and Accounts under the CC Bond Resolution required by the provisions of the Supplemental Resolution authorizing such Refunding CC Bonds.

Refunding CC Bonds of each Series shall be authenticated and delivered by the Trustee only upon receipt by the Trustee, in addition to the documents required by CC Bond Resolution, of:

- (a) Instructions to the Trustee, satisfactory to it, to give due notice of redemption of any of the refunded CC Bonds (or portions thereof) to be redeemed on a redemption date or dates specified in such instructions;
- (b) If the CC Bonds (or portions thereof) to be refunded do not mature and are not by their terms subject to redemption within the next succeeding 60 days, instructions to the Trustee, satisfactory to it, to give the notice provided for in the CC Bond Resolution to the Holders of the CC Bonds (or portions thereof) being refunded; and
- (c) Either (i) moneys in an amount sufficient to effect payment at the applicable Redemption Price of the CC Bonds (or portions thereof) to be redeemed and at the principal amount of the CC Bonds (or portions thereof) not to be redeemed, together with accrued interest on such CC Bonds (or portions thereof) to the redemption date or maturity date, as applicable, which moneys shall be held by the Trustee or any one or more of the Paying Agents in a separate account irrevocably in trust for and assigned to the respective Holders of the CC Bonds (or portions thereof) to be refunded, or (ii) Defeasance Securities in such principal amounts, of such maturities, bearing such interest, and otherwise having such terms and qualifications and any moneys, as shall be necessary to comply with the provisions of the CC Bond Resolution, which Defeasance Securities and moneys shall be held in trust and used only as provided in the CC Bond Resolution.

The proceeds, including accrued interest, of the Refunding CC Bonds of each Series shall be applied simultaneously with the delivery of such CC Bonds for the purposes of making deposits in such Funds and Accounts under the CC Bond Resolution as shall be provided by the Supplemental Resolution authorizing such Series of Refunding CC Bonds and shall be applied to the refunding purposes thereof in the manner provided in said Supplemental Resolution.

Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts

Subject to the terms of the CC Bond Resolution, MEAG Power may include such provisions in a Supplemental Resolution authorizing the issuance of a Series of CC Bonds secured by a Credit Facility or supported by a Liquidity Facility as MEAG Power deems appropriate, and no such provisions shall be deemed to constitute an amendment to the CC Bond Resolution requiring consent of the Trustee or any Bondholders.

The provisions of such Supplemental Resolution may provide (i) that so long as a Credit Facility is in full force and effect, and payment on the Credit Facility is not in default, then, in all such events, the issuer of the Credit Facility shall be deemed to be the sole Holder of the Outstanding CC Bonds the payment of which such Credit Facility secures when the approval, consent or action of the Holders of such CC Bonds is required or may be exercised under the CC Bond Resolution, or, in the alternative, that the approval, consent or action of the issuer of the Credit Facility shall be required in addition to the approval, consent or action of the applicable percentage of the Holders of the Outstanding CC Bonds under the CC Bond

Resolution, and following the occurrence of an Event of Default; and (ii) that in the event that the principal or Redemption Price, if applicable, and interest due on any Outstanding CC Bonds shall be paid under the provisions of a Credit Facility, all covenants, agreements and other obligations of MEAG Power to the Holders of such CC Bonds shall continue to exist and such issuer of the Credit Facility shall be subrogated to the rights of such Holders in accordance with the terms of such Credit Facility.

MEAG Power may secure such Credit Facility or such Liquidity Facility by an agreement providing for the purchase of the CC Bonds supported thereby with such adjustments to the rate of interest, method of determining interest, maturity or redemption provisions as specified by MEAG Power in the applicable Supplemental Resolution. MEAG Power may also agree to reimburse directly such issuer for amounts paid under the terms of such Credit Facility or Liquidity Facility (together with interest thereon, the “*Reimbursement Obligation*”); *provided, however*, that no Reimbursement Obligation shall be created, for purposes of the CC Bond Resolution, until amounts are paid under such Credit Facility or Liquidity Facility. Any such Reimbursement Obligation, which may include interest calculated at a rate higher than the interest rate on the related CC Bond, shall be secured by a pledge of, and a lien on, the Trust Estate on a parity with the pledge and lien created by the CC Bond Resolution to secure the CC Bonds.

Except as otherwise provided in a Supplemental Resolution authorizing Reimbursement Obligations, for the purposes of (i) receiving payment of a Reimbursement Obligation, whether at maturity, upon redemption or if the principal of all CC Bonds is declared immediately due and payable following the occurrence of an Event of Default, or (ii) computing the principal amount of CC Bonds held by the Holder of a Reimbursement Obligation in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the CC Bond Resolution for any purpose whatsoever, the principal amount of a Reimbursement Obligation shall be deemed to be the actual principal amount that MEAG Power shall owe thereon, which shall equal the aggregate of the amounts advanced to, or on behalf of, MEAG Power in connection with the CC Bonds to which such Reimbursement Obligation relates, less any prior repayments thereof.

MEAG Power may enter into Qualified Hedging Contracts and any obligation to pay any amount thereunder shall be payable from and may be secured by a pledge of, and a lien on, such amounts accumulated in the Debt Service Account in the Debt Service Fund with respect thereto.

Commercial Paper Notes

Commercial Paper Notes may be issued from time to time secured by a pledge of, and a lien on, the Trust Estate on a parity with the pledge and lien created by the CC Bond Resolution to secure the CC Bonds. The Trustee shall authenticate and deliver Commercial Paper Notes to MEAG Power or upon its order, but only upon satisfaction of the following conditions, in addition to the conditions specified in the CC Bond Resolution with respect to the issuance of additional CC Bonds:

(a) If so required by the Supplemental Resolution the Trustee shall have received a Credit Facility with respect to such Commercial Paper Notes or a Liquidity Facility with respect to such Commercial Paper Notes containing such terms and conditions, including with respect to reimbursement, as shall be approved by the MEAG Power Board; and

(b) The Trustee shall have received a certificate of an authorized officer of MEAG Power setting forth the Commercial Paper Payment Plan with respect to such Commercial Paper Notes. Such certificate shall be amended from time to time by a new certificate of an authorized officer of MEAG Power to reflect changes, if any, in the expectations of MEAG Power with respect to the sources of funds to be utilized to pay principal of and interest on such Commercial Paper Notes.

Special Provisions Relating to Capital Appreciation CC Bonds

The principal and interest portions of the Accreted Value of Capital Appreciation CC Bonds becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments made under the definitions of Debt Service, Accrued Aggregate Debt Service and Aggregate Debt Service only from and after the date (the “*Calculation Date*”) which is one year prior to the date on which such Accreted Value becomes due, and the principal and interest portions of such Accreted Value shall be deemed to accrue in equal daily installments from the Calculation Date to such due date (calculated, unless otherwise specified in the Supplemental Resolution authorizing such Capital Appreciation CC Bonds, on the basis of a 360-day year consisting of twelve 30-day months).

For the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation CC Bond is redeemed prior to maturity, or (ii) receiving payment of a Capital Appreciation CC Bond if the principal of all Bonds is declared immediately due and payable following the occurrence of an Event of Default, as provided in the CC Bond Resolution or (iii) computing the principal amount of Bonds held by the Holder of Capital Appreciation CC Bond in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the CC Bond Resolution for any purpose whatsoever, the principal amount of a Capital Appreciation CC Bond shall be deemed to be its then current Accreted Value.

Certain Provisions Relating to the CC Participants

In the event that MEAG Power shall issue any Series of CC Bonds and either (a) the Bonds of such Series are not rated in one of the top three Rating Categories by a Rating Agency or (b) the Bonds of such Series are not supported in whole by a Credit Facility, at or prior to the date of issuance of the CC Bonds of such Series, MEAG Power shall provide to the Trustee evidence acceptable to it that each CC Participant meets the Minimum CC Participant Credit Requirement. The term “Minimum CC Participant Credit Requirement” means that one of the following is true: (a) such CC Participant has an outstanding uninsured and unguaranteed general obligation or revenue bond issue payable from the revenues of its electric distribution system that is rated in one of the top three Rating Categories by a Rating Agency, (b) such CC Participant’s unenhanced obligations under its CC Contract have been rated by a Rating Agency in one of the top three Rating Categories by a Rating Agency or (c) such CC Participant’s obligations under its CC Contract have been guaranteed, insured or otherwise supported by a CC Participant Credit Enhancement in favor of MEAG Power issued by a Bank, insurance company or other financial institution that has outstanding an unsecured, uninsured and unguaranteed debt issue rated in one of the top three Rating Categories by a Rating Agency.

From and after the date, if any, on which each CC Participant (other than any Prepaid CC Participant) is required to meet the Minimum CC Participant Credit Requirement, as described above, MEAG Power shall promptly advise the Trustee and each provider of a Credit Facility at any time when it has actual knowledge that a CC Participant is not in compliance with the Minimum CC Participant Credit Requirement and, to the extent it is reasonably able to do so, shall cause such CC Participant to take such steps as are necessary to bring about compliance.

Investment of Certain Funds and Accounts

Moneys held in the Funds and Accounts established pursuant to the CC Bond Resolution shall be invested and reinvested to the fullest extent practicable in Investment Securities which mature not later than such times as shall be necessary to provide moneys when needed for payments to be made from such Funds and Accounts. The Trustee shall make all such investments of moneys held by it in accordance with instructions received from any authorized officer of MEAG Power.

Interest earned on any moneys or investments in any Fund or Account (net of (a) that which represents a return of accrued interest paid in connection with the purchase of any investment and (b) profit or loss realized from the liquidation of any investment) shall be paid into the Revenue and Operating Fund except that such net interest earned on any moneys or investments in (a) the Construction Fund shall be held in such Fund for the purposes thereof; (b) a separate subaccount in the Bond Retirement Account in the Debt Service Fund shall be held in such subaccount for the purposes thereof; (c) any sub-subaccount in any subaccount of the Debt Service Reserve Account in the Debt Service Fund shall be held in such sub-subaccount until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy the applicable Debt Service Reserve Requirement and the balance shall be applied in the same manner as other excess moneys in the Debt Service Reserve Account; (d) the Reserve and Contingency Fund shall be held in such Fund until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy the Reserve and Contingency Fund Requirement and the balance shall be applied in the same manner as other excess moneys in the Reserve and Contingency Fund; (e) each subaccount in the Segregated Revenue and Operating Fund shall be held in such subaccount for the purposes thereof; (f) the Segregated Construction Fund shall be held in such Fund for the purposes thereof; and (g) each subaccount in the Segregated Reserve and Contingency Fund shall be held in such subaccount until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy the portion of the Segregated Reserve and Contingency Fund Requirement allocable to the CC Participant for whom such subaccount was established and the balance shall be transferred to the subaccount established for such CC Participant in the Revenue and Operating Fund and applied as set forth in the CC Resolution.

Encumbrances; Disposition of Properties

MEAG Power covenants in the CC Bond Resolution that it will not issue bonds or other evidences of indebtedness of similar nature, other than the CC Bonds, payable out of or secured by a pledge of the Trust Estate or any subaccount in the Debt Service Reserve Account in the Debt Service Fund and will not create any lien or charge thereon; *provided, however*, that nothing contained in the CC Bond Resolution shall prevent MEAG Power from issuing, if and to the extent permitted by the Act, (1) bond anticipation notes, (2) evidences of indebtedness (a) payable out of monies in the Construction Fund as part of the Cost of Acquisition and Construction of the CC Project and/or the Embedded Simple Cycle Costs or (b) payable out of, or secured by a pledge of, Revenues to be received after the discharge of the pledge of Revenues provided in the CC Bond Resolution shall be discharged and satisfied or (3) Parity Obligations.

MEAG Power has covenanted that no part of the CC Project shall be sold, leased, mortgaged or otherwise disposed of, except as follows:

(A) MEAG Power may sell or exchange at any time and from time to time any property or facilities constituting part of the CC Project if it shall determine that such sale or exchange of such property or facilities (i) will not impair the ability of MEAG Power to comply during the current or any future year with the rate covenant described under “Rate Covenant” below and (ii) is in the best interests of MEAG Power and the CC Participants; and

(B) MEAG Power may lease or make contracts or grant licenses for the operation of, or make arrangements for the use of, or grant easements or other rights with respect to, any part of the CC Project; *provided, however*, that any such lease, contract, license, arrangement, easement or right (a) does not impede the operation by MEAG Power or its agent of the CC Project and (b) does not in any manner impair or adversely affect the rights or security of the Bondholders under the CC Bond Resolution.

Any payments received by MEAG Power under or in connection with any such sale, exchange, lease, contract, license, arrangement, easement or right in respect of the CC Project or any part thereof may

be applied for any lawful purpose of MEAG Power relating to the CC Project including, but not limited to, the acquisition or construction of other property necessary or desirable for the operation of the CC Project or the retirement of CC Bonds.

Rate Covenant

MEAG Power covenants in the CC Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of the CC Project so that Revenues, together with other available funds, are at least sufficient to provide funds in each calendar year for the payment of the sum of (1) Operating Expenses during such calendar year, (2) Aggregate Debt Service for such calendar year, (3) any amount to be paid into the Debt Service Reserve Account for such calendar year, (4) the amount to be paid into the Reserve and Contingency Fund for such calendar year, and (5) all other charges or liens payable out of Revenues during such calendar year.

Covenants with Respect to CC Contracts

MEAG Power covenants in the CC Bond Resolution, subject to the provisions in the CC Bond Resolution relating to Segregated Funds, that it will collect and deposit in the Revenue and Operating Fund amounts received under the CC Contracts and attributable to the Combined Cycle Project, to Combined Cycle Project Annual Costs (as defined in the CC Contracts) or to Embedded Simple Cycle Costs or payable to it pursuant to any other contract for the sale of power, energy, or other services from any part of the CC Project. In addition, MEAG Power will enforce the CC Contracts, will duly perform its covenants and agreements thereunder, and will not consent to any amendment to or otherwise take any action in connection with any CC Contract which would impair or adversely affect the rights of MEAG Power thereunder or the rights or security of Bondholders (determined without regard to any Credit Facility provided with respect to any CC Bonds) or would reduce payments required thereunder.

Combined Cycle Project Annual Budget

MEAG Power covenants in the CC Bond Resolution that it will file with the Trustee a Combined Cycle Project Annual Budget for the Combined Cycle Project each calendar year. The Combined Cycle Project Annual Budget includes estimated Revenues and Operating Expenses and appropriations for the estimated Operating Expenses for such year and the estimated amount to be deposited during such year in the Reserve and Contingency Fund. MEAG Power may at any time adopt an amended Annual Budget for the remainder of the then current calendar year which will be filed promptly with the Trustee. In the event that Segregated Funds have been established, the Combined Cycle Project Budget shall set forth information for such Funds similar to that described in this paragraph.

Insurance

MEAG Power covenants in the CC Bond Resolution that it will keep the properties of the CC Project which are of an insurable nature and of the character usually insured by those operating properties similar to the CC Project insured against loss or damage by fire and from other causes customarily insured against and in such amounts as are usually obtained. MEAG Power also covenants in the CC Bond Resolution that it will maintain adequate insurance or reserves against loss or damage from such hazards and risks to the person and property of others as are usually insured or reserved against by those operating properties similar to the CC Project. Insurance against business interruption loss is maintained whenever, in the judgment of MEAG Power, such insurance is obtainable at commercially reasonable rates.

Accounts and Reports

MEAG Power covenants in the CC Bond Resolution that it will keep proper and separate books of record and account relating to the CC Project and the funds and accounts established by the CC Bond Resolution and relating to costs and charges under the CC Contracts. Such books, together with all other books and papers of MEAG Power relating to the CC Project, are at all times subject to the inspection of the Trustee and the Holders of not less than five percent in principal amount of CC Bonds then outstanding.

MEAG Power covenants in the CC Bond Resolution that it will file annually with the Trustee an annual report, accompanied by an accountant's certificate (Report of Independent Auditors), of the financial position of the CC Project at the end of the year, statements of Revenues and Operating Expenses, a statement of receipts and disbursements with respect to funds and accounts established by the CC Bond Resolution, and a statement as to the existence of any default under the provisions of the CC Bond Resolution.

The reports, statements and other documents required to be furnished to the Trustee pursuant to provisions of the CC Bond Resolution are available for inspection of Bondholders at the office of the Trustee and will be mailed to each Bondholder who files a written request therefor with MEAG Power.

Amendments and Supplemental Resolutions

Any of the provisions of the CC Bond Resolution may be amended or modified by MEAG Power by a Supplemental Resolution, upon the consent of the holders of at least a majority in principal amount in each case of (1) all CC Bonds then outstanding that are affected by such modification or amendment, and (2) if the amendment changes the terms of any Sinking Fund Installment, the CC Bonds of the Series and maturity for which such Sinking Fund Installment was established; excluding, in each case, from such consent, and from the outstanding CC Bonds, the CC Bonds of any specified Series and maturity if such amendment by its terms will not take effect so long as any such CC Bonds remain outstanding. Any such amendment may not permit a change in the terms of redemption or maturity or any installment of interest or make any reduction in principal, redemption price or interest without the consent of each affected holder, or reduce the percentages of consents required for a further amendment.

MEAG Power may adopt (without the consent of any holders of the CC Bonds) Supplemental Resolutions to cure any ambiguity or to correct any defect in the CC Bond Resolution; to close the CC Bond Resolution against, or impose limitations upon, issuance of CC Bonds or other evidences of indebtedness; to authorize Bonds; to authorize Subordinated CC Bonds, Parity Obligations or Subordinated Obligations; to add to the restrictions contained in the CC Bond Resolution; to add to the covenants of MEAG Power contained in the CC Bond Resolution; or to confirm any pledge under the CC Bond Resolution of Revenues or other monies.

In addition, the CC Bond Resolution provides that, upon the consent of the Trustee, the CC Bond Resolution may be amended (i) to insert such provisions clarifying matters or questions arising under the CC Bond Resolution as are necessary or desirable and will not have a material adverse effect on the interests of the Bondholders; or (ii) to make any other modification or amendment of the CC Bond Resolution which the Trustee shall in its sole discretion determine will not have a material adverse effect on the interests of the Bondholders. The Supplemental CC Bond Resolution No. 2 provides that no such amendment will become effective unless the Bond Insurer also consents thereto.

Trustee and Paying Agents

The CC Bond Resolution requires the appointment by MEAG Power of one or more Paying Agents (who may be the Trustee) for the CC Bonds of each Series. The Trustee may at any time resign on 60 days'

notice and may at any time be removed by the holders of a majority in principal amount of the CC Bonds then Outstanding. A successor Trustee may be appointed by the holders of a majority in principal amount of CC Bonds then outstanding, and failing such an appointment, MEAG Power may appoint a successor to hold office until the Bondholders act. Any successor Trustee must be a Bank with its principal office in New York or Georgia having capital stock and surplus aggregating at least \$100,000,000 if there be such an entity willing to accept appointment.

Defeasance

The pledge of any Revenues and other monies and securities under the CC Bond Resolution and all covenants and other obligations of MEAG Power under the CC Bond Resolution will cease, terminate and be discharged and satisfied whenever all CC Bonds and coupons have been paid in full.

Bonds (or portions thereof) are deemed to have been paid and are not entitled to the lien, benefit or security of the CC Bond Resolution whenever the following conditions are met: (1) there have been deposited with the Trustee in trust either monies in an amount which will be sufficient, or Defeasance Securities, the principal of and the interest on which, when due, will provide monies which, together with other monies, if any, also deposited, will be sufficient to pay when due the principal or redemption prices, if applicable, and interest due or to become due on such CC Bonds, (2) in the case of any CC Bonds to be redeemed prior to maturity, MEAG Power has given to the Trustee instructions to give the notice of redemption therefor, and (3) in the event such CC Bonds are not to be redeemed or paid at maturity within the next succeeding 60 days, MEAG Power has given the Trustee instructions to give as soon as practicable, a notice to the holders of such CC Bonds that the above deposit has been made with the Trustee and that such CC Bonds are deemed to be paid and stating the maturity or redemption date upon which monies are to be available to pay the principal or redemption price, if applicable, of such CC Bonds.

Events of Default and Remedies

Events of Default specified in the CC Bond Resolution include failure to pay principal or redemption price of any CC Bond when due; failure to pay any interest installment on any CC Bond or the unsatisfied balance of any Sinking Fund Installment thereon when due; failure to remedy a default for 60 days after written notice of a default in the observance or performance of any other covenants, agreements or conditions; and certain events of bankruptcy or insolvency. Upon the happening of any such Event of Default the Trustee or the holders of not less than 25 percent in principal amount of the CC Bonds then Outstanding may declare the principal of and accrued interest on such CC Bonds due and payable (subject to a rescission of such declaration upon the curing of such default before the CC Bonds have matured).

Upon the occurrence of any Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, (1) account as a trustee of an express trust for all Revenues, monies, securities and funds pledged under the CC Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the CC Bond Resolution and, as received, all Revenues. The Trustee will apply all monies, securities, funds and Revenues received during the continuance of an Event of Default in the following order: (1) to payment of the reasonable and proper charges, expenses and liabilities of the Fiduciaries, (2) to the payment of Operating Expenses, and (3) to the payment of interest and principal or the redemption price of CC Bonds without preference or priority of interest over principal or principal over interest, unless the principal of all CC Bonds has not been declared due and payable, in which case first to the payment of interest and second to the payment of principal on those CC Bonds which have become due and payable in order of their due dates. In addition, any holders of CC Bonds or the Trustee will have the right as provided in the Act to apply in an appropriate proceeding for appointment of a receiver of the CC Project.

If an Event of Default has occurred and has not been remedied the Trustee may, or on request of the holders of not less than 25 percent in principal amount of CC Bonds outstanding must, take such steps by a suit or suits in equity or at law, whether for the specific performance of any covenant in the CC Bond Resolution or in aid of the execution of any power granted in the CC Bond Resolution, or for an accounting against MEAG Power, or in the enforcement of any other legal or equitable right, as the Trustee deems most effectual to enforce any of its rights or to perform any of its duties under the CC Bond Resolution. The Trustee may, and upon the request of the holders of a majority in principal amount of the CC Bonds then outstanding and upon being furnished with reasonable security and indemnity must, institute and prosecute proper actions to prevent any impairment of the security under the CC Bond Resolution or to preserve or protect the interests of the Trustee and of the Bondholders.

No Bondholder has any right to institute any suit, action or proceeding for the enforcement of any provision of the CC Bond Resolution or the execution of any trust under the CC Bond Resolution or for any remedy under the CC Bond Resolution, unless (1) such Bondholder previously has given the Trustee written notice of the Event of Default, (2) the holders of at least 25 percent in principal amount of the CC Bonds then outstanding have filed a written request with the Trustee and have afforded the Trustee a reasonable opportunity to exercise its powers or institute such suit, action or proceeding, (3) there have been offered to the Trustee adequate security and indemnity against its costs, expenses and liability to be incurred and (4) the Trustee has refused to comply with such request within 60 days. There is nothing contained in the CC Bond Resolution or in the CC Bonds which affects or impairs MEAG Power's obligation to pay the CC Bonds and the interest thereon when due, or the right of any Bondholder to enforce such payment.

The holders of not less than a majority in principal amount of CC Bonds then outstanding may direct the time, method and place of conducting any proceeding for any remedy available to the Trustee or of exercising any trust or power conferred upon the Trustee (subject to the Trustee's right to decline to follow such direction upon advice of counsel as to the unlawfulness thereof or upon its good faith determination that such action would involve the Trustee in personal liability or would be unjustly prejudicial to Bondholders not parties to such direction).

Definitions

Accreted Value shall mean, as of any date of computation with respect to any Capital Appreciation CC Bond, an amount equal to the principal amount of such Bond plus the interest accrued on such Bond from the date of original issuance of such Bond to the periodic date specified in the supplemental resolution authorizing such Capital Appreciation CC Bond on which interest on such Bond is to be compounded (hereinafter, a Periodic Compounding Date) next preceding the date of computation or the date of computation if a Periodic Compounding Date, such interest to accrue at the interest rate per annum of the Capital Appreciation CC Bonds set forth in the supplemental resolution authorizing such Bonds, compounded periodically on each Periodic Compounding Date, plus, if such date of computation shall not be a Periodic Compounding Date, a portion of the difference between the Accreted Value as of the immediately preceding Periodic Compounding Date (or the date of original issuance if the date of computation is prior to the first Periodic Compounding Date succeeding the date of original issuance) and the Accreted Value as of the immediately succeeding Periodic Compounding Date, calculated based upon an assumption that, unless otherwise provided in the supplemental resolution authorizing such Capital Appreciation CC Bonds, Accreted Value accrues in equal daily amounts on the basis of a year consisting of twelve 30-day months.

Accrued Aggregate Debt Service means, as of any date of calculation, an amount equal to the sum of the amounts of accrued Debt Service with respect to all Series of CC Bonds and all Parity Reimbursement Obligations, calculating the accrued Debt Service with respect to each Series and each Parity Reimbursement Obligation at an amount equal to the sum of (i) interest on the CC Bonds of such Series or

such Parity Reimbursement Obligation accrued and unpaid and to accrue to the end of the then current calendar month and (ii) Principal Installments of the CC Bonds of such Series or such Parity Reimbursement Obligation due and unpaid and that portion of the Principal Installment thereof next due which would have accrued (if deemed to accrue in the manner set forth in the definition of Debt Service) to the end of such calendar month.

Aggregate Debt Service for any period shall mean, as of any date of calculation, the sum of the amounts of Debt Service for such period with respect to all series of Bonds and all Parity Obligations.

Capital Appreciation CC Bonds shall mean any CC Bonds issued under the CC Resolution as to which interest is (i) compounded periodically on dates that are specified in the supplemental resolution authorizing such Capital Appreciation CC Bonds and (ii) payable only at the maturity, earlier redemption or other payment thereof pursuant to the CC Resolution or the supplemental resolution authorizing such Capital Appreciation CC Bonds.

CC Participant Credit Enhancement shall mean, with respect to any CC Participant, any letter of credit, financial guaranty, surety bond, insurance policy or similar instrument delivered to MEAG Power by such Participant pursuant to the CC Bond Resolution in support of such CC Participant's payment obligations under its CC Contract.

Combined Cycle Debt Service Component shall mean that portion of Combined Cycle Project Annual Costs (as defined in the CC Contracts) consisting of amounts required to be paid into any Fund established under the CC Bond Resolution for the purpose of providing funds for the payment of CC Bonds or Parity Obligations.

Commercial Paper Note shall mean any note that has a maturity date not more than 270 days after the date of issuance thereof and that is issued by MEAG Power pursuant to a Supplemental Resolution that designates such note as a Commercial Paper Note.

Commercial Paper Payment Plan shall mean, with respect to any Commercial Paper Notes issued under a Supplemental Resolution and as of any time, the then current Commercial Paper Payment Plan for such notes contained in a certificate of an authorized officer of MEAG Power setting forth the sources of funds expected to be utilized by MEAG Power to pay the principal of and interest on such Commercial Paper Notes.

Credit Facility shall mean, with respect to any CC Bonds, any letter of credit, policy of bond insurance, surety bond, guarantee or similar instrument issued by a Credit Provider pursuant to which such Credit Provider becomes unconditionally obligated to pay when due, to the extent not paid by MEAG Power or otherwise, the principal of and interest on such CC Bonds.

Credit Provider shall mean any Bank, insurance company or other institution that has issued or provided a Credit Facility.

Debt Service means for any period, as of any date of calculation, the sum of (i) with respect to the CC Bonds of any Series, an amount equal to the sum of (a) interest accruing during such period on CC Bonds of such Series, except to the extent that such interest is to be paid from deposits in the Debt Service Account in the Debt Service Fund made from proceeds of CC Bonds or other evidences of indebtedness of MEAG Power (including amounts transferred thereto from the Construction Fund) and (b) that portion of each Principal Installment for such Series which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the next preceding Principal Installment due date for such Series (or, if (x) there shall be no such preceding Principal Installment due date or (y) such preceding Principal Installment due date is more than one year prior to the due date of such Principal

Installment, then from a date one year preceding the due date of such Principal Installment or from the date of issuance of the CC Bonds of such Series, whichever date is later), (ii) with respect to each Reimbursement Obligation, an amount equal to the sum of (a) interest accruing during such period on such Reimbursement Obligation and (b) that portion of each Principal Installment for such Reimbursement Obligation which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the next preceding Principal Installment due date for such Reimbursement Obligation (or, if (x) there shall be no such preceding Principal Installment due date or (y) such preceding Principal Installment due date is more than one year prior to the due date of such Principal Installment, then from a date one year preceding the due date of such Principal Installment or from the date of incurrence of such Reimbursement Obligation, whichever date is later) and (iii) with respect to each Parity Obligation (other than any Reimbursement Obligation), an amount equal to the sum of all amounts owed thereunder by MEAG Power during such period.

Debt Service Reserve Requirement shall mean, with respect to the sub-subaccount established for each CC Participant, other than a Prepaid CC Participant, in the separate subaccount, if any, established for a Series of CC Bonds in the Debt Service Reserve Account in the Debt Service Fund, the amount specified in the Supplemental Resolution establishing such sub-subaccount as being required to be maintained on deposit therein.

Defeasance Security shall mean:

(a) any bond or other obligation which as to principal and interest constitutes a direct obligation of, or is unconditionally guaranteed by, the United States of America,

(b) any obligation of any state or political subdivision of a state or of any agency or instrumentality of any state or political subdivision (a “*Municipal Bond*”) which Municipal Bond is fully secured as to principal and interest by an irrevocable pledge of moneys or direct and general obligations of, or obligations guaranteed by, the United States of America, which moneys or obligations are segregated in trust and pledged for the benefit of the holder of the Municipal Bond, and which Municipal Bond is rated in the highest Rating Category by at least two Rating Agencies, *provided, however*, that such Municipal Bond shall have been the subject of a report of a nationally recognized independent certified accountant or other nationally recognized verification agent verifying that the moneys and obligations so segregated are sufficient to pay the principal of and premium, if any, and interest on the Municipal Bond,

(c) any certificate of deposit, whether negotiable or nonnegotiable, fully secured as to principal and interest by bonds or other obligations of the character described in (a) above,

(d) any certificate that evidences ownership of the right to payments of principal and/or interest on obligations described in either of clause (a) or (b) above of this definition, *provided, however*, that such obligations shall be held in trust by a Bank authorized to exercise corporate trust powers and subject to supervision or examination by federal, state, territorial or District of Columbia authority and having a combined capital, surplus and undivided profits of not less than \$50,000,000 and

(e) any other security designated in a Supplemental Resolution as a Defeasance Security for purposes of defeasing the CC Bonds authorized by such Supplemental Resolution.

Embedded Simple Cycle Costs shall have the meaning assigned to such term in the CC Contracts.

Embedded Simple Cycle Debt Service Component shall mean that portion of Embedded Simple Cycle Debt Related Costs (as defined in the CC Contracts) consisting of amounts required to be paid into

any Fund established under the CC Bond Resolution for the purpose of providing funds for the payment of CC Bonds or Parity Obligations.

Hedging Contract Obligation shall mean MEAG Power's obligation to pay any amount under any Qualified Hedging Contract that may be secured by a pledge of, and a lien on, amounts accumulated in the Debt Service Account in the Debt Service Fund with respect thereto.

Investment Securities shall mean and include any securities, obligations or investments that, at the time, are legal for investment of MEAG Power's funds.

Liquidity Facility means, with respect to any CC Bonds, any letter of credit, standby bond purchase agreement, line of credit or similar instrument issued by a Liquidity Provider pursuant to which such Liquidity Provider becomes obligated to fund when due, to the extent not paid by MEAG Power or otherwise, the purchase price of such CC Bonds due upon tender thereof or, in the case of Commercial Paper Notes, the principal of and interest thereon when due.

Liquidity Provider shall mean any Bank, insurance company or other institution that has issued or provided a Liquidity Facility.

Non-Financing Portion of the Cost of Acquisition and Construction shall mean the Cost of Acquisition and Construction of the CC Project excluding interest on CC Bonds issued or to be issued to finance such Cost of Acquisition and Construction, amounts required to be deposited in any subaccount in the Debt Service Reserve Account in the Debt Service Fund and all other financing costs to be financed by the issuance of CC Bonds, Parity Obligations, Subordinated CC Bonds or Subordinated Obligations.

Parity Obligation means any Commercial Paper Notes, Reimbursement Obligation or Hedging Contract Obligation. Any Parity Obligation shall specify, to the extent applicable, the interest and principal components of, or the scheduled payments corresponding to interest under, such Parity Obligation.

Prepaid CC Participant shall mean a CC Participant to which, as a result of its making one or more Capital Contributions or Defeasance Payments, or both, none of the principal of or interest on CC Bonds or Parity Obligations is allocable.

Qualified Hedging Contract shall mean, to the extent from time to time permitted by law, any financial arrangement (i) which is entered into by MEAG Power with an entity that is a Qualified Hedging Contract Provider at the time the arrangement is entered into, (ii) which is a cap, floor or collar; an interest rate swap, including a forward rate or future rate swap; asset, index, price or market linked transaction or agreement; other exchange or rate protection transaction agreement; agreement for the future delivery or price management of Fuel or other commodities; other similar transaction (however designated); or any combination thereof; or any option with respect thereto, executed by MEAG Power for the purpose of moderating interest rate or commodity price fluctuations or otherwise, and (iii) which has been designated in writing to the Trustee by an authorized officer of MEAG Power as a Qualified Hedging Contract (which writing shall specify, in the case of a Qualified Hedging Contract that is entered into in connection with any CC Bonds, the CC Bonds with respect to which such Qualified Hedging Contract is entered into).

Qualified Hedging Contract Provider shall mean an entity whose senior unsecured long-term debt obligations, financial program rating, counterparty rating or claims paying ability is rated, or whose payment obligations under a financial arrangement of the type referred in clause (ii) of the definition of Qualified Hedging Contract are guaranteed or insured by an entity whose senior unsecured long-term obligations, financial program rating, counterparty rating or claims paying ability is rated, on the date a Qualified Hedging Contract is entered into, either (i) at least as high as the third highest Rating Category of each Rating Agency then maintaining a rating for the Qualified Hedging Contract Provider, but in no

event lower than any Rating Category designated by each such Rating Agency for the CC Bonds, or (ii) at any such lower Rating Categories which each such Rating Agency indicates in writing to MEAG Power and the Trustee will not, by itself, result in a reduction or withdrawal of its rating on the Outstanding CC Bonds that is in effect prior to entering into such Qualified Hedging Contract and which is an authorized counterparty pursuant to MEAG Power's investment policy as from time to time approved by the MEAG Power Board.

Reimbursement Obligation shall mean an agreement by MEAG Power with the issuer of a Credit Facility or Liquidity Facility to reimburse directly such issuer for amounts paid under the terms of such Credit Facility or Liquidity Facility (together with interest thereon).

Reserve and Contingency Fund Requirement shall mean, as of any date, (a) until such time, if any, as any CC Participant makes a Capital Contribution or Defeasance Payment, an amount equal to \$6,000,000 or such larger amount as may be established by the MEAG Power Board and certified to the Trustee by an authorized officer of MEAG Power (such amount being referred to herein as the Applicable Amount) and (b) from and after such time, if any, as any CC Participant makes a Capital Contribution or Defeasance Payment, the product of (i) the Applicable Amount and (ii) a fraction (X) the numerator of which is the sum of all Capital Contributions made by all CC Participants plus the principal amount of all Bonds defeased with Defeasance Payments made by all CC Participants and (Y) the denominator of which is the sum of all Capital Contributions made by all CC Participants plus the principal amount of Bonds issued to finance Costs of Acquisition and Construction or the Embedded Simple Cycle Costs allocable to all CC Participants.

Revenues means (i) all revenues, income, rents and receipts derived by MEAG Power from or attributable to the ownership and operation of the CC Project or from or attributable to the Embedded Simple Cycle Costs, including all revenues attributable to the CC Project or to the payment of the costs thereof and all revenues attributable to the Embedded Simple Cycle Costs received by MEAG Power under the CC Contracts or under any other contract for the sale of power, energy or other service from the CC Project or any part thereof or any contractual arrangement with respect to the use of the CC Project or any portion thereof or the services, output or capacity thereof, but shall not include any such revenues income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation, (ii) the proceeds of any insurance covering business interruption loss relating to the CC Project and (iii) interest accrued on any moneys or securities held pursuant to the CC Bond Resolution and paid or required to be paid into the Revenue and Operating Fund.

Segregated Reserve and Contingency Fund Requirement shall mean, as of any date on or after which any CC Participant makes a Capital Contribution or Defeasance Payment, the difference between (i) the Applicable Amount (as defined in the definition of Reserve and Contingency Fund Requirement) and (ii) the amount determined pursuant clause (b) of said definition of Reserve and Contingency Fund Requirement.

Variable Rate CC Bonds shall mean, as of any date of determination, any CC Bond on which the interest rate borne thereby may vary during any part of its remaining term.

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APPENDIX J

SUMMARY OF VOGTLE UNITS 3&4 PPAs

The following is a description of certain of the provisions of (i) the Project J PPA, executed between MEAG Power and JEA relating to Project J and (ii) the Project P PPA, executed between MEAG Power and PowerSouth relating to Project P.

Capitalized terms not otherwise defined in this APPENDIX J or defined in the Annual Information Statement shall be as defined in the Project J PPA or the Project P PPA, as applicable.

PROJECT J PPA

The Project J PPA will continue to be in full force and effect until (1) the twentieth anniversary of the commercial operation date of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the “*Second Commercial Operation Date*”) or (2) MEAG Power’s and JEA’s obligations under the Project J PPA have been fully performed and satisfied, whichever event occurs later, but in no event shall the term of the Project J PPA exceed 50 years from December 31, 2014, the execution date of the Amended and Restated Project J PPA. The Amended and Restated Project J PPA was amended in 2020 as described below.

Obligation Share

For a period of twenty years, commencing on the commercial operation date of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the “*First Commercial Operation Date*”), MEAG Power is obligated to provide, and JEA is obligated to take from MEAG Power, all of the output and services from the Project J Entity’s Ownership Interest and related reserve, emergency and interchange service from the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation which are purchased by MEAG Power from the Project J Entity. Separately, for a period of twenty years, commencing on the Second Commercial Operation Date, MEAG Power is obligated to provide, and JEA is obligated to take from MEAG Power, all of the output and services from the Project J Entity’s Ownership Interest and related reserve, emergency and interchange service from the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation which are purchased by MEAG Power from the Project J Entity. During each such twenty-year period, JEA is obligated to pay to MEAG Power its Obligation Share (which is defined in the Project J PPA to be 100%) of the Project J Annual Costs (as defined below) attributable to the applicable unit. JEA shall have no right to dispatch or schedule the operation of the Project J Entity’s Ownership Interest or any facility thereof.

Project J Annual Budgets

MEAG Power is required to adopt an annual budget for Project J (a “*Project J Annual Budget*”) for each Power Supply Year (as defined in the Project J PPA), containing estimates of annual costs of the Project J Entity’s Ownership Interest (the “*Project J Annual Costs*”) and all revenues, income or other funds to be applied to such Project J Annual Costs, including the costs of Debt Service (as defined below). To the extent not paid as part of the Costs of Acquisition and Construction, the Project J Annual Costs are all costs and expenses of MEAG Power or the Project J Entity allocable to Project J paid by MEAG Power or the Project J Entity, as applicable, during a given Power Supply Year, including fixed and other costs.

1. *Fixed costs* include: (a) taxes or payments in lieu thereof attributable to the Project J Entity’s Ownership Interest and/or Project J; (b) amounts required for renewals and replacements, attributable to the Project J Entity’s Ownership Interest, or payment or deposit of such amounts

into any reserve fund or account; (c) amounts to be set aside for the retirement from service or disposal of facilities of the Project J Entity's Ownership Interest; *provided, however*, that JEA's responsibility for such amounts that are incurred during and estimated to be incurred after the term of the Project J PPA shall not exceed 50 percent of the total amount of such costs; (d) amounts that MEAG Power or the Project J Entity is required under the Project J Bond Resolution or the Project J Federal Loan Documents to pay or deposit into any fund or account established by the Project J Bond Resolution or the Project J Federal Loan Documents for the payment of Debt Service on the Project J Bonds or the Project J DOE Guaranteed Loan, as applicable; (e) any other amounts that MEAG Power or the Project J Entity is required, under the Project J Bond Resolution or the Project J Federal Loan Documents, as applicable, to pay or deposit during any Power Supply Year into any other fund or account established by or outside of the Project J Bond Resolution or the Project J Federal Loan Documents, as applicable; *provided, however*, in the event MEAG Power or the Project J Entity utilizes letter of credit agreements or other financing instruments to finance such payments or deposits, the related financing costs shall also be included within the definition of "fixed costs"; (f) amounts for payment or deposit into any fund or account outside of the pledge of the Project J Bond Resolution or the Project J Federal Loan Documents attributable to costs or reserves of Project J, including such amounts established by MEAG Power in the Project J Annual Budget to provide reasonable reserves for the payment of the Project J Entity's share of costs required pursuant to either the Vogtle Units 3&4 Ownership Agreement or the Vogtle Operating Agreement; *provided, however*, in the event MEAG Power or the Project J Entity utilizes letter of credit agreements or other financing instruments to finance such payments or deposits, the related financing costs shall also be included within the definition of "fixed costs"; (g) amounts for payment of Additional Costs (as such term is defined in the Vogtle Units 3&4 Development Agreement) attributable to the Project J Entity's Ownership Interest incurred during any Power Supply Year; and (h) without duplication, all fixed costs required to be paid by the Project J Entity (whether to DOE, as operating expenses or otherwise) in the Project J Federal Loan Documents other than such costs and expenses set forth in the following paragraph.

2. *Other costs* include: (a) costs of producing and delivering Capacity and Energy (as defined in the Project J PPA) from the Project J Entity's Ownership Interest to JEA and (b) except to the extent funded by the Project J Bonds (as defined herein) or reserves held by MEAG Power or the Project J Entity, amounts required to pay the costs of or to provide reserves for (i) extraordinary operating and maintenance costs attributable to Project J, (ii) any major renewals, replacements, repairs, additions, betterments and improvements to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, in the opinion of MEAG Power or the Project J Entity, necessary to keep the facilities of the Project J Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom; *provided, however*, in the event MEAG Power or the Project J Entity utilizes letter of credit agreements or other financing instruments to finance such major renewals, replacements, repairs, additions, betterments and improvements, the related financing costs shall also be included within the definition of "other costs"; (iii) any major additions, improvements, repairs or modifications to, or retirements or disposals of, Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 required by any governmental agency having jurisdiction over Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 or for which the Project J Entity otherwise is responsible to the extent that MEAG Power or the Project J Entity is not reimbursed therefor from the proceeds of insurance or funds for such payments are not available to MEAG Power or to the Project J Entity therefor from any funds or accounts established by MEAG Power or by or on behalf of the Project J Entity, or funds for such payment are not provided or to be provided by the issuance of the Project J Bonds, which expenditures, to the extent they are capital expenditures, shall be treated as capital costs under the Project J PPA; *provided, however*, in the event MEAG Power or the Project J Entity utilizes letter of credit agreements or other financing instruments to finance such major additions, improvements, repairs or modifications to, or retirements or disposals of, Project J, the related financing costs shall also be

included within the definition of “other costs”; and (iv) without duplication, all amounts required to be paid by the Project J Entity (whether to DOE, as operating expenses or otherwise) in the Project J Federal Loan Documents other than fixed costs set forth in the preceding paragraph.

3. *Debt Service* means with respect to any period, the aggregate of the amounts required by the Project J Bond Resolution or the Project J Federal Loan Documents to be paid by MEAG Power or the Project J Entity, respectively, during said period into any fund or funds created by the Project J Bond Resolution or any account or accounts required by the Project J Federal Loan Documents, as applicable, for the sole purpose of paying (a) the principal (including the sinking fund or equivalent payment installments and certain other amounts in respect of principal described in the Project J PPA) of, and premium, if any, and interest on, Project J Bonds or the Project J DOE Guaranteed Loan, as applicable, and all other amounts due with respect to the Project J DOE Guaranteed Loan and (b) any payments on Qualified Hedging Contracts (as defined in the Project J PPA), including any swap premium or swap termination payment, or Reimbursement Obligations (as defined in the Project J PPA), relating to the Project J Bonds or the Project J DOE Guaranteed Loan from time to time outstanding as the same shall become due; *provided, however*, that Debt Service will not include any acceleration of the maturity of the Project J Bonds or the Project J DOE Guaranteed Loan, including any redemption of any Project J Bonds or any prepayment of Project J Advances prior to maturity at the election of MEAG Power or the Project J Entity, respectively, or any acceleration resulting from the exercise of remedies by the holders of any Project J Bonds or any trustee acting on behalf of such holders or by the Project J DOE Secured Parties, respectively; and, *provided, further*, that in the case of any swap premium or swap termination payment, the amount of such swap premium or swap termination payment included in Debt Service shall be only the portion of such swap premium or swap termination payment that, in the opinion of a mutually agreed-upon nationally-recognized independent financial advisor experienced in interest rate swaps or similar measures, is allocable to the term of the Project J PPA.

MEAG Power is expressly authorized to bill, in accordance with the terms of the Project J PPA, some or all of the Debt Service costs which are payable during construction and prior to the commercial operation date of any facility.

MEAG Power is authorized to amend the Project J Annual Budget upon 30 days' notice to JEA to adjust its rates and charges as required to meet Project J's costs. In addition, MEAG Power is required to prepare and submit to JEA a reasonable best estimate of its Project J Annual Budget from October 1 of the year before that Power Supply Year to September 30 of the Power Supply Year based on MEAG Power's current revenue requirement projections.

MEAG Power will submit and JEA will be obligated to pay, a monthly billing statement based upon the Project J Annual Budget. At the end of each Power Supply Year, MEAG Power will determine if the aggregate amounts collected from JEA's billing statements, together with any other income, was in the proper amount. Any excess amounts collected will, at JEA's election, either be credited to JEA's billing statements for the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was made or paid directly to JEA. Any deficiencies in collections will be added to JEA's billing statements in equal installments over the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was made. MEAG Power may, at its election, establish a policy for making monthly, quarterly or semi-annual retroactive adjustments to JEA's billings to account for variances between the billed amounts and the actual costs incurred during the respective period to avoid large cumulative adjustments at the end of each Power Supply Year.

In any Power Supply Year during the term of the Project J PPA in which MEAG Power directly or indirectly receives a payment or credit in exchange for the allocation to any person of a Production Tax Credit (as defined in the Project J PPA) relating to the Project J Entity's Ownership Interest, MEAG Power

shall, at the end of such Power Supply Year, pay to JEA or credit JEA's billing statement for the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was determined to have been necessary, 50 percent of any such payment or credit. MEAG Power shall also sell all pre-commercial generation at fair market value and shall pay all resulting funds into Project J's construction fund.

JEA's Payment Obligations

General

As more fully described below, the Project J PPA provides, in general, that, subject to certain limitations, for the initial twenty years of commercial operation of each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, respectively, JEA will be responsible for all of MEAG Power's or the Project J Entity's costs relating to Project J, including Debt Service on obligations issued to finance Project J and Debt Service of the Project J DOE Guaranteed Loan. The Project J PPA also provides that amounts owed by JEA under the Project J PPA will constitute a Contract Debt, which is payable from revenues of JEA's Electric System as a Cost of Operation and Maintenance.

JEA's payment obligations under the Project J PPA (other than its obligation to pay its Additional Compensation Obligation) are payable whether or not the Project J Entity's Ownership Interest is completed or is operating or operable, and whether or not the output of the Project J Entity's Ownership Interest is suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part, and such payments shall not be subject to reduction, whether by offset or otherwise, and shall not be conditioned upon the performance or non-performance by any party of any agreement for any cause whatsoever.

In February of each calendar year during the term of the Project J PPA following each of Generation Station Vogtle Unit No. 3's and Generation Station Vogtle Unit No. 4's commercial operation date, JEA's billing statements will include additional charges referred to herein as JEA's "Additional Compensation Obligation" which will be calculated as set forth in the Project J PPA. JEA shall only be required to pay its Additional Compensation Obligation if the Project J Entity's Ownership Interest is operating and JEA is not responsible for paying such amounts when output is suspended, interrupted or terminated.

All payments made by JEA attributable to Project J or the Project J Annual Costs (other than JEA's Additional Compensation Obligation), and any or all rights to collection or enforcement of such payments, are to be pledged as security for Project J Bonds and the Project J DOE Secured Obligations.

See "2020 Amendment of Project J PPA" below for a description of the amendment of the Project J PPA and certain related agreement entered into in 2020.

For a description of the Project J Participants' general payment obligations under the Project J Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay – *Payment Obligations of Project J Participants Under the Project J Power Sales Contracts*" in APPENDIX K.

Project J Annual Costs

Obligation to Pay Project J Annual Costs Other Than Debt Service. JEA's obligation to pay its Obligation Share of the Project J Annual Costs (other than Debt Service) with respect to the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 to achieve commercial operation shall commence on the First Commercial Operation Date and JEA's obligation to pay its Obligation Share of the Project J Annual Costs (other than Debt Service) with respect to the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 to achieve commercial

operation shall commence on the Second Commercial Operation Date. Notwithstanding the foregoing, but subject to other provisions of the Project J PPA relating to the payment of Debt Service, JEA's obligation to pay the Project J Annual Costs will commence simultaneously with the commencement of the obligation of the Project M Participants to pay their respective shares of Project M's annual costs under the Project M Power Sales Contracts, which obligation may commence prior to the First Commercial Operation Date. Notwithstanding the foregoing, if it becomes practically or economically infeasible for MEAG Power to issue Project J Bonds due to a JEA Market Disruption (as defined in the Project J PPA), but it is practically and economically feasible for MEAG Power to issue Project M Bonds, MEAG Power may commence billing JEA for the Project J Annual Costs without simultaneously billing the Project M Participants for their respective shares of Project M's annual costs.

Notwithstanding the foregoing and any other provision of the Project J PPA relating to the billing and payment of Project J Annual Costs, in the event that MEAG Power shall not have sufficient funds to pay in full the principal of or interest on any Project J BANs or Project J Take-Out Bonds when due (including as a result of the inability of MEAG Power and the Project J Entity, for any reason, to borrow funds in an amount sufficient to refund any Project J BANs or Project J Take-Out Bonds at or prior to their respective due dates (whether through the issuance of other Project J Bonds (including, in the case of Project J BANs, Project J Take-Out Bonds) or otherwise)), JEA shall be obligated to pay to MEAG Power 50 percent of the amount of such shortfall, which amount shall be payable on or before the due date of such principal and/or interest, whether before or after the applicable commercial operation date. In furtherance of the foregoing, MEAG Power agrees that (i) it will provide periodic notice to JEA as to MEAG Power's expected ability to refund the principal of any Project J BANs or Project J Take-Out Bonds on or prior to the respective due dates thereof, not less than 90 and 30 days prior to such respective due dates and (ii) if, at any time prior to the respective due dates of the principal of such Project J BANs or Project J Take-Out Bonds, it shall determine that neither it nor the Project J Entity will be able to borrow funds in an amount sufficient to refund such principal, it promptly will provide notice to JEA as to such determination; *provided, however*, that MEAG Power's failure to provide any such notice to JEA shall not affect JEA's obligation as stated in the preceding sentence, which obligation shall be absolute and unconditional.

In the event that JEA shall pay to MEAG Power any amount in respect of the principal of Project J BANs and/or Project J Take-Out Bonds as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project J Entity is able to borrow funds to pay Costs of Acquisition and Construction and Financing Costs of Project J, it shall include in such borrowing an amount sufficient to reimburse JEA and the Project J Participants for all amounts paid by them in respect of such principal that theretofore have not been reimbursed by MEAG Power less the otherwise applicable portion of any Debt Service otherwise billable by MEAG Power with respect thereto based on the principal amortization parameters applicable to such debt, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its sole judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the case of any such Project J BANs and/or Project J Take-Out Bonds that were issued to finance or refinance Costs of Acquisition and Construction and Financing Costs of "capital improvements," as such term is defined in the Project J PPA, for Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 following the commercial operation date thereof, in the event that any amounts paid by JEA in respect of the principal thereof theretofore have not been reimbursed by MEAG Power, at the end of the term of the Project J PPA, JEA shall be entitled to a payment from MEAG Power of such excess, but without interest.

Obligation to Pay Debt Service. Except in the case of (x) Project J Bonds issued after the commercial operation date of Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 to finance Costs of Acquisition and Construction of capital improvements to Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4, as applicable (hereinafter referred to as

“Project J Post-COD Capital Improvements Bonds”), (y) refunding Project J Bonds and (z) with respect to Project J BANs and Project J Take-Out Bonds (JEA’s obligation in respect of the payment of Debt Service on which is governed by the provisions below), JEA’s obligation to pay (i) the interest component of Debt Service of each Series of Project J Bonds and each Project J Advance attributable to each of Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 shall continue for a period of 240 months from and including the month in which such obligation shall commence and (ii) the principal component of Debt Service of each Series of Project J Bonds and each Project J Advance attributable to Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 shall continue for a period of 240 months from and including the month in which such obligation shall commence.

Notwithstanding the foregoing and any other provision of the Project J PPA, in the event that MEAG Power shall issue Project J Bonds of any Series in the form of a promissory note evidencing obligations under a revolving credit facility or letter of credit facility, commercial paper or other short-term notes, medium-term notes, or notes subject to tender for purchase at the option of the holders thereof and such Project J Bonds cannot be rolled over at maturity, cannot be remarketed or are tendered to MEAG Power for payment or must be paid at maturity or termed-out in advance of their scheduled amortization dates (determined as set forth in the Project J PPA), then JEA shall be responsible for paying the principal of such Project J Bonds when due.

In the event that JEA shall pay to MEAG Power any amount in respect of the principal of Project J Bonds as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project J Entity is able to borrow funds to pay Costs of Acquisition and Construction and Financing Costs of Project J, it shall include in such borrowing an amount sufficient to reimburse JEA for all amounts paid by it in respect of such principal that theretofore have not been reimbursed by MEAG Power less the otherwise applicable principal portion of any Debt Service otherwise billable by MEAG with respect thereto (based on the principal amortization parameters applicable to such debt under the Project J PPA), but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the event that MEAG Power and the Project J Entity do not, for any reason, borrow funds sufficient to reimburse JEA as provided in the preceding paragraph, at the end of the term of the Project J PPA, JEA shall be refunded the portion of such principal so paid and not theretofore reimbursed in excess of the amount thereof that would have been payable by JEA had such Project J Bonds been paid in accordance with their scheduled amortization (determined as aforesaid); *provided, however*, that if all or any portion of the proceeds of such Project J Bonds was used to fund a Non-amortized Project J Reserve Fund (including the Project J Nuclear Fuel Construction Fund-Revolving Account), then, at the end of the term of the Project J PPA, JEA shall be refunded the entirety of such principal so paid and not theretofore reimbursed with respect to such Project J Bonds that funded such Non-amortized Project J Reserve Fund(s).

In the case of Project J Post-COD Capital Improvements Bonds, JEA’s obligation to pay the interest component and principal component of Debt Service of each such Series of Project J Post-COD Capital Improvements Bonds attributable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, shall commence on the January 1 of the calendar year following the end of the Annual Period in which such Costs of Acquisition and Construction and Financing Costs were incurred and shall continue to the last day on which JEA is entitled to its Obligation Share of the output of such unit pursuant to the terms of the Project J PPA. “Annual Period” means, with respect to an Additional Unit, each 12-month period from July 1 to June 30 of the immediately subsequent calendar year.

In the case of Project J Bonds issued to finance the Costs of Acquisition and Construction or Financing Costs with respect to spent fuel storage facilities, JEA’s obligation to pay the interest and principal components of Debt Service attributable to the spent fuel storage facilities shall commence on the

January 1 of the calendar year following the end of the Annual Period in which such Costs of Acquisition and Construction or Financing Costs were incurred and continues until the last day on which JEA is entitled to its Obligation Share of the output of each such unit pursuant to the terms of the Project J PPA.

In the case of refunding Project J Bonds, JEA's obligation to pay (i) the interest component of Debt Service of each Series of such refunding Project J Bonds shall continue only for the same number of months for which JEA would have been obligated to pay the interest component of Debt Service on the Project J Bonds and/or the portion of the principal of the Project J DOE Guaranteed Loan refunded or repaid (the "*Refunded Project J Debt*") thereby had such Refunded Project J Debt not been so refunded or repaid and (ii) the principal component of Debt Service of each such Series of refunding Project J Bonds shall continue only for the same number of months for which JEA would have been obligated to pay the principal component of Debt Service on the Refunded Project J Debt had such Refunded Project J Debt not been so refunded or repaid.

"Series" is defined in the Project J PPA to mean any or all Project J Bonds issued upon original issuance on a particular date, as determined by an Authorized Officer of MEAG Power on or prior to the date of issuance thereof, whether or not such Project J Bonds constitute a separate "Series" of Bonds for purposes of (and as defined in) the Project J Bond Resolution. In the event that the Project J Bonds of any such Series shall constitute two or more separate "Series" of Project J Bonds for purposes of (and as defined in) the Project J Bond Resolution, the Project J Bonds of such Series may be aggregated for the purpose of establishing level monthly Debt Service or aggregated or disaggregated for purposes of paying Post-COD Capital Improvements Bonds pursuant to the Project J PPA.

JEA's Payment Obligations in the Event of Project J Termination

In the event of a delay in the scheduled commercial operation date of either or both of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, MEAG Power may commence billing and JEA will be responsible for the payment of the principal component of Debt Service on the Project J Bonds of any Series or of Debt Service of the Project J DOE Guaranteed Loan related to the delayed unit or units prior to the commercial operation date of such unit or units. JEA will be obligated to pay its Obligation Share of such principal component of Debt Service on the Project J Bonds of such Series and on the Project J DOE Guaranteed Loan relating to such unit or units commencing on the date that is (x) one year prior to the first due date of the principal component of such Debt Service of the Project J Bonds of such Series and (y) three months prior to the first due date of the principal component of Debt Service of the Project J DOE Guaranteed Loan, as applicable; *provided, however*, in the event that MEAG Power determines it is practicably or economically infeasible for MEAG Power to limit billing under the circumstances described above to the principal component relating to the Project J Bonds or to the Project J DOE Guaranteed Loan, as applicable, or both, MEAG Power may bill the entirety of such Debt Service on such Project J Bonds or the portion of the principal of the Project J DOE Guaranteed Loan related to such unit or units. Except in the case of Project J Post-COD Capital Improvement Bonds, refunding Project J Bonds or the Project J BANs and Project J Take-Out Bonds (JEA's obligation in respect of the payment of Debt Service on which is governed by the provisions of the Project J PPA), JEA's obligation to pay (x) the interest component of Debt Service of each such Series of Project J Bonds and of the Project J DOE Guaranteed Loan attributable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, shall be included as part of the Project J Annual Costs only for a period of 240 months from and including the month in which such obligation shall commence and (y) the principal component of Debt Service of each such Series of Project J Bonds and of the Project J DOE Guaranteed Loan attributable to such unit, which MEAG Power is required to structure in accordance with the Project J PPA, shall be included as part of the Project J Annual Costs only for a period of 240 months from and including the month in which such obligation shall commence.

In the event that either or both of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 is cancelled or terminated pursuant to the Vogtle Units 3&4 Development Agreement after the commercial operation date of such unit or units, JEA will be obligated to pay its Obligation Share of the Project J Annual Costs relating to the cancelled unit or units for a period of twenty years following the commercial operation date of the applicable unit; *provided, however*, that in the event that MEAG Power commences billing JEA a Debt Service component relating to such unit prior to the commercial operation date, except in the case of Project J Post-COD Capital Improvements Bonds (which only are to be issued following the commercial operation date of the applicable unit) and refunding Project J Bonds, JEA's obligation to pay (x) the interest component of Debt Service of each such Series of Project J Bonds and/or the Project J DOE Guaranteed Loan attributable to such unit shall continue only for a period of 240 months from and including the month in which such obligation shall commence and (y) the principal component of Debt Service of each such Series of Project J Bonds and/or the Project J DOE Guaranteed Loan attributable to such unit shall continue only for a period of 240 months from and including the month in which such obligation shall commence.

In the case of Project J Post-COD Capital Improvements Bonds, JEA's obligation to pay the interest and principal components of Debt Service of each such Series of Project J Bonds attributable to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 shall continue only until the last day on which JEA is entitled to its Obligation Share of the output of each such unit pursuant to the terms of the Project J PPA.

In the case of refunding Project J Bonds, JEA's obligation to pay (x) the interest component of Debt Service of each Series of such refunding Project J Bonds shall be included as part of Project J Annual Costs for only the same number of months for which JEA would have been obligated to pay the interest component of Debt Service on the Refunded Project J Debt refunded or repaid thereby had such Refunded Project J Debt not been so refunded or repaid and (y) the principal component of Debt Service of each such Series of refunding Project J Bonds shall be included as part of the Project J Annual Costs for only the same number of months for which JEA would have been obligated to pay the principal component of Debt Service on the Refunded Project J Debt had such Refunded Project J Debt not been so refunded or repaid.

In the case of the Project J BANs and Project J Take-Out Bonds, JEA's obligation in respect to the payment of Debt Service shall be governed by the applicable provisions of the Project J PPA.

If either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 is cancelled or terminated pursuant to the Vogtle Units 3&4 Development Agreement during the term of the Project J PPA, and MEAG Power directly or indirectly sells all or a portion of its interest in such cancelled or terminated unit, its nuclear fuel, equipment and related facilities through a sale of such assets or a sale of its ownership interest in the Project J Entity, then MEAG Power has agreed to distribute to JEA, or credit JEA's billing statement, 50 percent of the net proceeds allocated to the Project J Entity's Ownership Interest, if any, actually paid to and received by MEAG Power or the Project J Entity, as applicable, *provided*, that MEAG Power similarly distributes or credits any such net proceeds to any or all of the Vogtle Units 3&4 Participants (as such term is defined in the Annual Information Statement) and provided further that the proceeds of such sale or disposition of interest (a) to the extent received by MEAG Power, shall be subject to the lien of the Project J Bond Resolution and (b) to the extent received by the Project J Entity, shall be subject to the security interest and lien of the Project J DOE Secured Parties on MEAG Power's ownership interest in the Project J Entity and on the Project J Entity's undivided ownership interest in Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, described in the Project J PPA and may be applied first as a prepayment of the Project J DOE Guaranteed Loan or otherwise applied pursuant to the Project J Federal Loan Documents prior to any distribution thereof by the Project J Entity to MEAG Power.

Nature of JEA's Obligations

For a discussion of the nature of JEA's obligations under the Project J PPA, see "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power's Project J Bonds – *The Project J PPA*" in the Annual Information Statement.

Rate Covenant of JEA

JEA has covenanted to maintain and collect rates and charges for the electric service of its Electric System so as to provide revenues sufficient, together with available Electric System reserves, to enable JEA to pay MEAG Power all amounts payable under the Project J PPA and to pay all other amounts payable from and all lawful charges against or liens on the revenues of its Electric System.

Capital Costs

Except as described herein, MEAG Power will finance or cause the Project J Entity to finance capital costs attributable to the Project J Entity's Ownership Interest and incurred by the Project J Entity during the term of the Project J PPA with proceeds of Project J Bonds or Project J Advances, as applicable. During any period when (1) MEAG Power determines that it is infeasible for (x) MEAG Power to issue Project J Bonds and Project M Bonds, (y) the Project J Entity to satisfy the conditions of making a Project J Advance and (z) the Project M Entity (if applicable) to satisfy the conditions to making of a Project M Advance to finance capital costs attributable to the Project M Entity's Ownership Interest and Project M or (2) MEAG Power determines it is infeasible for (x) MEAG Power to issue Project J Bonds and (y) the Project J Entity to satisfy the conditions to the making of a Project J Advance to finance capital costs related to the Project J Entity's Ownership Interest, in both such cases, due to a JEA Market Disruption but it is feasible to issue Project M Bonds attributable to Project M or for the Project M Entity (if applicable) to satisfy the conditions to making of a Project M Advance to finance capital costs attributable to Project M, and MEAG Power or the Project J Entity incurs capital costs during the term of the Project J PPA, then in either such event, MEAG Power or the Project J Entity shall finance such capital costs from a reserve fund maintained for the payment of renewals and replacements. Any portion of such capital costs attributable to the Project J Entity's Ownership Interest that cannot be financed by such reserve fund will be billed to JEA (including such costs incurred by the Project J Entity and billed to MEAG Power).

In the event that JEA shall pay to MEAG Power any amount in respect of its Obligation Share of such capital costs as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project J Entity is able to borrow funds to pay such capital costs, it shall include in such borrowing an amount sufficient to reimburse JEA for all amounts paid by it in respect of such capital costs that theretofore have not been reimbursed by MEAG Power, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the event that any such costs theretofore have not been reimbursed by MEAG Power, JEA is entitled to a payment from MEAG Power in accordance with the terms of the Project J PPA upon the expiration of the term of the Project J PPA. In the event JEA shall pay any amounts in respect of Debt Service on Project J Post-COD Capital Improvement Bonds prior to the actual in-service date of the capital improvements financed through the issuance of such Project J Post-COD Capital Improvement Bonds, then, upon expiration of the term of the Project J PPA, JEA is entitled to a payment from MEAG Power in an amount equal to such amounts in respect of Debt Service paid prior to the actual in-service date.

Certain Interest Expenses

During any period when (1) MEAG Power determines that it is infeasible for (x) MEAG Power to issue Project J Bonds and Project M Bonds, (y) the Project J Entity to satisfy the conditions to the making of a Project J Advance and (z) the Project M Entity (if applicable) to satisfy the conditions to the making of a Project M Advance to finance capital costs attributable to the Project M Entity's Ownership Interest and Project M, or (2) MEAG Power determines that it is infeasible for (x) MEAG Power to issue Project J Bonds and (y) the Project J Entity to satisfy the conditions to the making of a Project J Advance to finance capital costs attributable to the Project J Entity's Ownership Interest, in both such cases, due to a JEA Market Disruption but it is feasible to issue Project M Bonds or for the Project M Entity (if applicable) to satisfy the conditions to the making of a Project M Advance to finance interest costs attributable to either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 incurred by MEAG Power prior to the applicable commercial operation date, then JEA shall pay such interest costs that could not be financed for Project J (the "*Capitalized Interest*") through the commercial operation date of the applicable unit.

In the event that JEA shall pay to MEAG Power any amount in respect of its Obligation Share of such annual Power Supply Year Capitalized Interest costs as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project J Entity is able to borrow funds to pay such Capitalized Interest, it shall include in such borrowing an amount sufficient to reimburse JEA for all amounts paid by it in respect of such annual Power Supply Year Capitalized Interest costs that theretofore have not been reimbursed by MEAG Power, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the event that any such costs theretofore have not been reimbursed by MEAG Power upon the expiration of the term of the Project J PPA, JEA is entitled to a payment from MEAG Power in accordance with the terms of the Project J PPA.

Reserve Funds

The Project J PPA provides for two types of reserve funds: Non-amortized Reserve Funds and Amortized Reserve Funds. In the event that (i) MEAG Power determines that it is infeasible for (x) MEAG Power to issue Project J Bonds and Project M Bonds, (y) the Project J Entity to satisfy the conditions to making a Project J Advance and (z) the Project M Entity (if applicable) to satisfy the conditions to the making of a Project M Advance to finance such reserves or (ii) MEAG Power determines it is infeasible for (x) MEAG Power to issue Project J Bonds and (y) the Project J Entity to satisfy the conditions to the making of a Project J Advance to finance such reserves, in both such cases, due to a JEA Market Disruption, but it is feasible for MEAG Power to issue Project M Bonds or for the Project M Entity (if applicable) to satisfy the conditions to making of a Project M Advance to finance such reserve funds for Project M, MEAG Power may utilize revenues derived from either year end distributions or billings to JEA under the Project J PPA to finance such reserve funds (other than reserve funds held by or on behalf of the Project J Entity that are financed using the proceeds of the Project J Advances), but only so long as MEAG Power is also utilizing revenues derived from either year end distributions or billings to the Project M Participants under the Project M Power Sales Contracts to also finance such reserve funds of Project M, unless the billing was necessitated by a JEA Market Disruption.

In the event that JEA shall pay to MEAG Power any amount in respect of its Obligation Share of such reserve funds as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project J Entity is able to borrow funds to finance such reserve funds, it shall include in such borrowing an amount sufficient to reimburse JEA for all amounts paid by it in respect of such reserve funds that theretofore have not been reimbursed by MEAG Power, but without interest thereon;

provided, however, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

Funds added to either type of reserve fund by JEA to either initially fund or increase the funding of such reserve funds (but not to replenish such reserve funds) and which were not used during the term of the Project J PPA, will be reimbursed to JEA at the end of the term of the Project J PPA.

For any “Non-amortized Reserve Fund” created under the Project J Bond Resolution, the Project J Power Sales Contracts or the Project J DOE Accounts Agreement, JEA will pay its Obligation Share of any interest on the Project J Bonds and/or the Project J DOE Guaranteed Loan, as applicable, that financed such Non-amortized Reserve Funds during each Power Supply Year during the term of the Project J PPA, offset by any interest earned on such funds during the Power Supply Year that are not required under the Project J Bond Resolution and/or the Project J Federal Loan Documents, as applicable, to be retained in such funds. Except as provided in the Project J PPA, JEA is not entitled to any reimbursement upon the end of the term of the Project J PPA with respect to such funds.

For any “Amortized Reserve Fund” created under the Project J Bond Resolution, the Project J Power Sales Contracts or the Project J DOE Accounts Agreement, JEA will pay for both principal and interest on the Project J Bonds and/or the Project J DOE Guaranteed Loan, as applicable, that financed such Amortized Reserve Fund during each Power Supply Year during the term of the Project J PPA, offset by any interest earned on such funds during the Power Supply Year that are not required under the Project J Bond Resolution and/or the Project J DOE Accounts Agreement, as applicable, to be retained in such funds. Upon the end of the term of the Project J PPA, MEAG Power shall reimburse JEA the total amount of principal payments made by JEA on the Project J Bonds or the Project J DOE Guaranteed Loan relating to such funds.

MEAG Power has agreed that all moneys held in funds and accounts established pursuant to the Project J Bond Resolution or in Project J Accounts (as defined in the Project J DOE Accounts Agreement) established by the Project J DOE Accounts Agreement shall be invested and reinvested to the fullest extent practicable in Investment Securities (as defined in the Project J Bond Resolution) or Permitted Investments (as defined in the Project J DOE Accounts Agreement), as applicable, which shall mature not later than such times as shall be necessary to provide moneys when needed for payments to be made from such funds and accounts or Project J Accounts, as applicable. Interest earned on any moneys and investments in the funds and accounts will be paid into a revenue fund, subject to specific exceptions set forth in the Project J Bond Resolution. Interest earned on any monies or investments in any Project J Account established pursuant to the Project J DOE Accounts Agreement (net of that which represents a return of accrued interest paid in connection with the purchase of any investment) shall be applied pursuant to the Project J DOE Accounts Agreement, and any amounts thereof distributed to MEAG Power by the Project J Entity shall be paid into the Revenue Fund.

Allocation of Costs Among the Vogtle Units 3&4 Projects

With the exception of MEAG Power’s administrative and general expenses and as provided in the following sentence, MEAG Power has agreed to allocate all costs and other expenses incurred or payable by it directly, or indirectly through the Project J Entity, the Project P Entity and/or the Project M Entity, as applicable, in connection with its interest in Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, other than Debt Service and other debt-related and financing costs and expenses, among Project J, Project P and Project M in proportion to the respective number of MWs constituting each such project. In the case of any costs related to the Project J DOE Guaranteed Loan and any DOE-guaranteed loans obtained by the Project M Entity and/or the Project P Entity, other than debt service, MEAG Power shall allocate such costs based upon a fraction the numerator of which is the FFB Credit Facility Commitment (as defined in the Project J DOE Loan Guarantee Agreement) and the denominator of which

is the sum of such FFB Credit Facility Commitment and the FFB credit facility commitments of the Project M Entity and/or the Project P Entity.

Issuance of Project J Bonds and Making of Project J Advances

The Project J PPA provides that MEAG Power may issue and sell Project J Bonds and may cause the Project J Entity to draw upon the Project J DOE Guaranteed Loan in accordance with the provisions of the Project J Bond Resolution and the Project J Federal Loan Documents, respectively, to finance, or refinance by refunding outstanding Project J Bonds or provide funds for contribution to the Project J Entity to repay Project J Advances, any Costs of Acquisition and Construction and Financing Costs associated with Project J. Such Project J Bonds and the Project J DOE Guaranteed Loan may be secured by assignment of all payments attributable to Project J or the Project J Annual Costs, as such payments may be increased and extended due to the issuance of such Project J Bonds or the making of additional Project J Advances. Project J Bonds may be issued and such Project J Advances may be made in amounts sufficient to cover such costs in full and to provide such reserves as may be reasonably determined by MEAG Power or by the Project J Entity to be desirable.

MEAG Power has agreed to structure the Project J Bonds and each Project J Advance within certain parameters. To the extent a Series of Project J Bonds is issued by MEAG Power or a Project J Advance is made by the Project P Entity to finance costs attributable to both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, the principal of such Series or such Project J Advance will be allocated between Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4. Except for Project J Post-COD Capital Improvements Bonds and the refunding Project J Bonds, the principal of a Series of Project J Bonds or the principal of the Project J Advance will be assumed to amortize to result in level monthly Debt Service with respect to such principal over a period of 40 years. The assumed period of 40 years during which such amortization shall occur with respect to a particular Series or Project J Advance (or portion thereof allocated to a particular unit) shall commence (x) in the case of the Project J Bonds of such Series, not earlier than twelve months, nor later than 36 months, following the estimated commercial operation date of the applicable unit to which such principal of such Project J Bonds of such Series relates and (y) in the case of such Project J Advance, on the day of the third month preceding the date on which the first quarterly principal installment on such Project J Advance is due that corresponds numerically to the day on which such principal installment is due (or, if there is no such corresponding day in the third preceding month, on the last day of the third preceding month), with such Debt Service being calculated, for the entire 40-year amortization period. In the event that all of the Project J Bonds of such Series or all of the principal of such Project J Advance allocated to a particular applicable unit shall bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable (December 31, 2018, in the case of the first unit of Vogtle Units 3&4 to achieve commercial operation, and December 31, 2019, in the case of the second unit of Vogtle Units 3&4 to achieve commercial operation), and ending on (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2039, at such actual fixed rates of interest, and in the event that any portion of the Project J Bonds of such Series or any portion of such Project J Advance allocated to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 shall not bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 and ending (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2039, (X) in the case of the portion of such Project J Bonds of such Series or the portion of such Project J Advance that bear interest at fixed rates during the entirety of such period, at such actual fixed rates of interest and (Y) in the case of the portion of such Project

J Bonds of such Series or any portion of such Project J Advance that do not bear interest at fixed rates during the entirety of such period, at an assumed rate of interest of one percent (1%) per annum.

Notwithstanding anything in the Project J PPA to the contrary, the aggregate principal amount of Project J Advances that do not bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 and ending on (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2039 made as permitted by the Project J PPA shall be limited in total to no more than \$250,000,000, or such greater amount as shall be agreed to in writing by MEAG Power and JEA from time to time.

The amounts and due dates of all installments of principal coming due during the first 20 years of the amortization of the principal of the Project J Bonds of such Series or of the principal of such Project J Advance (or, in the event that the Project J Bonds of such Series are to be issued or such Project J Advance is to be made to finance Costs of Acquisition and Construction and Financing Costs of both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, of all installments of principal coming due during the first 20 years of the amortization of the principal of the Project J Bonds of such Series or of the principal of such Project J Advance allocated to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4) determined pursuant to the paragraph above shall be the actual amounts and due dates of the first 20 years of the amortization of the principal of the Project J Bonds of such Series or of the principal of such Project J Advance (or of the principal of the Project J Bonds of such Series or of the principal of such Project J Advance allocated to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 as aforesaid).

MEAG Power and the Project J Entity shall have the sole discretion to determine the actual amount(s) and due date(s) of the amount of the principal of the Project J Bonds of such Series or the principal of such Project J Advance (or, in the event that the Project J Bonds of such Series are to be issued or such Project J Advance is to be made to finance or refinance Costs of Acquisition and Construction and Financing Costs of both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, of the amount of the principal of the Project J Bonds of such Series or the principal of such Project J Advance allocated to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4) remaining after the establishment of the principal installments provided for in the preceding paragraph. Without limiting the generality of the foregoing, MEAG Power and the Project J Entity shall have the sole discretion to cause such remaining amount(s) of principal to be due (X) on the same dates and in the same amounts as shall be determined pursuant to the second paragraph of this section, or (Y) on such other date(s) and in such other amount(s) as MEAG Power (or the Project J Entity, at the direction of MEAG Power) shall determine.

The Project J PPA provides that MEAG Power may also issue Project J Post-COD Capital Improvements Bonds, which, if issued, would not be subject to the bond structure of Project J Bonds, to finance any Costs of Acquisition and Construction and Financing Costs of (i) any major renewals, replacements, repairs, additions, or improvements to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 necessary, in the opinion of MEAG Power to keep the Project J Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom or (ii) any major additions, improvements, repairs, or modifications required by any governmental authority having jurisdiction over Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 for which MEAG Power (or the Project J Entity) shall be responsible arising out of any contract to which MEAG Power (or the Project J Entity) may be a party relating to ownership of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 or any facility thereof, including such applicable Generation Station Vogtle Unit No. 3 Project Agreement or Generation Station Vogtle Unit No. 4 Project Agreement. Such amounts incurred during each Annual Period shall be deemed to be financed in a separate Series of

Project J Post-COD Capital Improvement Bonds, the interest and principal components of which will be billed as provided below.

In the case of Project J Post-COD Capital Improvements Bonds, the principal of any Series of Project J Post-COD Capital Improvements Bonds initially financed during an Annual Period will be allocated to each group of capital improvement items and such principal for billing purposes shall be assumed to be amortized in such a manner as will result in level monthly principal components of Debt Service over 20 years. The assumed period during which such amortization shall occur shall commence on January 1 of the calendar year immediately following the Annual Period in which such capital improvements were financed. Such January 1 date shall constitute the in-service date of all capital improvement items incurred in such Annual Period. The interest component of Debt Service of the Project J Bonds of such Series shall be included in the annual budget beginning with the year following the Annual Period in which such interest was financed.

The Project J PPA also provides that MEAG Power may issue refunding Project J Bonds to refund Project J Bonds or to provide funds for contribution to the Project J Entity to repay Project J Advances, which, if issued, would not be subject to the debt service structure of Project J Bonds, but the Debt Service on each such Series of refunding Project J Bonds shall be structured in a manner consistent with the principles governing the issuance of Project J Bonds and the making of Project J Advances under the Project J PPA, so as to equitably apportion the savings or dissavings, as applicable, resulting from the issuance of such refunding Project J Bonds both during the term of the Project J PPA and during the period that the Project J Participants are obligated to pay Debt Service on such refunding Project J Bonds under the Project J Power Sales Contracts.

In particular, in the case of refunding Project J Bonds allocable to a particular unit that bear interest at fixed rates for the entire term thereof that are to be issued to refund Project J Bonds or prepay a portion of the principal of the Project J DOE Guaranteed Loan that do not bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to such unit and ending on (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2039, the Debt Service on the refunding Project J Bonds is structured so as to result in level monthly Debt Service over the period from and including the month following the month in which the refunding Project J Bonds are issued to and including the month in which JEA's obligation to pay the principal component of Debt Service on the refunded Project J Bonds or the prepaid portion of the principal of the Project J DOE Guaranteed Loan, as applicable, would have ended, had the refunded Project J Bonds or the prepaid portion of the principal of the Project J DOE Guaranteed Loan, as applicable, not been so refunded or prepaid, determined in the manner provided in the Project J PPA.

In the case of refunding Project J Bonds to be issued to achieve Debt Service savings on Project J Bonds or the Project J DOE Guaranteed Loan, the issuance of such refunding Project J Bonds shall result in (x) no cash flow dissavings in any year during the period from and including the year in which the refunding Project J Bonds are issued to and including the year preceding the final maturity date of the refunded Project J Bonds or the prepaid portion of the principal of the Project J DOE Guaranteed Loan, as applicable, and (y) the weighted average life of the refunding Project J Bonds shall not exceed the remaining weighted average life of the refunded Project J Bonds or the prepaid portion of the principal of the Project J DOE Guaranteed Loan, as applicable, calculating such remaining weighted average life of the refunded Project J Bonds or the prepaid portion of the principal of the Project J DOE Guaranteed Loan, as applicable, immediately prior to the issuance of the refunding Project J Bonds.

In the case of refunding Project J Bonds to be issued to extend the maturity of (x) any Project J Bonds any principal installment for which constitutes a Refundable Principal Installment (as defined in the

Project J Bond Resolution) or (y) any “bullet” maturity of any Project J Advance that bears interest at a fixed rate for the entire term thereof and that was made to finance cost overruns (which, for purposes of this paragraph, shall be either (i) costs in excess of the construction budget for Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 as in effect as of the date of execution of the Project J DOE Loan Guarantee Agreement or (ii) costs resulting from a delay in the actual commercial operation date of either or both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4) from the Assumed Completion Date thereof, the final maturity date of the refunding Project J Bonds shall be not later than the latest date on which the principal of the refunded Project J Bonds or repaid Project J Advance, as the case may be, was permitted to mature in accordance with its 40-year amortization period determined under the Project J PPA, and the Debt Service on the refunding Project J Bonds shall be structured so as to result in level monthly Debt Service over the period from and including the month in which the maturity date of the refunded Project J Bonds or repaid Project J Advance, as the case may be, was to occur to and including the month preceding the final maturity date of the refunding Project J Bonds, determined in the manner provided in the Project J PPA.

In addition to funds required for Costs of Acquisition and Construction and Financing Costs, and certain reserve requirements related thereto, MEAG Power may issue Project J Bonds in amounts sufficient to provide for the Debt Service Reserve Requirement (as defined in the Project J PPA) under the Project J Bond Resolution, capitalized interest relating to Project J Bonds of any Series and amounts that MEAG Power determines are necessary to fund any Amortized Reserve Funds and/or Non-amortized Reserve Funds under the Project J Bond Resolution. MEAG Power shall structure any Project J Bonds issued or Project J Advances made to fund Non-amortized Reserve Funds in a manner whereby (i) any payments of the principal components of such Project J Bonds or such Project J Advances shall occur after the term of the Project J PPA, and (ii) JEA will not be required to pay its Obligation Share of the principal components of such Project J Bonds or of such Project J Advances.

Issuance of Project J BANs and Project J Take-Out Bonds

The Project J PPA also provides that MEAG Power may issue Project J BANs to finance or refinance the payment of a portion of the Costs of Acquisition and Construction and Financing Costs, MEAG Power shall be authorized to issue such Project J BANs on such terms and conditions as MEAG Power, in its sole judgment, shall determine.

In addition to any assignment of all payments attributable to Project J or the Project J Annual Costs to be made in accordance with or pursuant to the provisions of the Project J PPA and the Project J Power Sales Contracts, as such payments may be increased and extended by reason of the issuance of any Project J BANs, as permitted by the Project J PPA, such Project J BANs may be secured by an assignment of proceeds of other Project J Bonds (including Project J Take-Out Bonds) to be issued to refund such Project J BANs.

In the event that MEAG Power shall issue Project J BANs as provided under this caption but shall not borrow (whether through the issuance of Project J Bonds satisfying the structuring requirements set forth in the Project J PPA or otherwise), on or before the maturity date of such Project J BANs, funds in an amount sufficient to pay such Project J BANs on the maturity date thereof, MEAG Power shall be authorized to issue Project J Take-Out Bonds in an aggregate principal amount not to exceed the sum of (i) the principal amount of such Project J BANs and (ii) MEAG Power’s costs and expenses in connection with the issuance of the Project J Take-Out Bonds, on such terms and conditions as MEAG Power, in its sole judgment, shall determine; *provided, however*, that the Project J Take-Out Bonds shall be payable as to principal in ten equal semi-annual installments, commencing on the first business day of the sixth month following the date of issuance thereof and on the first business day of each sixth month thereafter.

Adjustment of Project J Costs

In the event the proceeds derived from the sale of any Project J Bonds (including by reimbursement from the Project J Entity to MEAG Power of proceeds of Project J Bonds previously issued and applied for Costs of Acquisition and Construction and Financing Costs) exceed the aggregate amount required for the purposes for which such Project J Bonds were issued, the amount of such excess shall be timely used during the term of the Project J PPA to make up any deficiency then existing in any fund or account under the Project J Bond Resolution in the manner therein provided, and any balance shall be timely used during the term of the Project J PPA (a) to retire by purchase, redemption or defeasance Project J Bonds in advance of maturity or (b) to retire by prepayment Project J Advances in advance of maturity, in each such case, in a manner consistent with the principles governing their issuance of Project J Bonds and the making of Project J Advances under the Project J PPA, so as to equitably apportion the Debt Service savings resulting from the retirement of such Project J Bonds or Project J Advances both during the term of the Project J PPA and during the period that the Project J Participants are obligated to pay Debt Service on the Project J Bonds and the Project J DOE Guaranteed Loan under the Project J Power Sales Contracts, and in such event MEAG Power will reduce such elements of the Project J Annual Costs as are necessary and appropriate to reflect such accelerated retirement or prepayment or redemption.

JEA agrees that certain amounts held under the Project J DOE Accounts Agreement may be applied only to the prepayment of the Project J DOE Guaranteed Loan (referred to in the remainder of this caption as a “*Project J DOE debt retirement*”), and that, as a result of such application, it may not be possible to maintain level Debt Service over the term of the Project J PPA and the term of the Project J Power Sales Contracts. In any such circumstance, MEAG Power agrees that it shall use its best efforts to maintain level Debt Service as aforesaid, but if, despite its best efforts, it is unable to do so, it will use its best efforts to equitably apportion the Debt Service savings resulting from the Project J DOE debt retirement both during the term of the Project J PPA and during the period that the Project J Participants are obligated to pay Debt Service on the Project J Bonds and the Project J DOE Guaranteed Loan under the Project J Power Sales Contracts and, in such event, MEAG Power will reduce such elements of the Project J Annual Costs as are necessary and appropriate to reflect such Project J DOE debt retirement.

MEAG Power agrees that if, at the end of the term of the Project J PPA, any amounts that are intended for the prepayment of the Project J DOE Guaranteed Loan but were not applied to prepayment and remain on deposit in any such account under the Project J DOE Accounts Agreement, MEAG Power shall pay (from a source other than the Project J DOE Accounts Agreement account) JEA an amount with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 equal to the principal amount of Project J Advances that matured during the term of the Project J PPA that would have been prepaid if such amounts had been applied to Project J DOE debt retirement on the respective dates that such amounts were received by the Project J Entity, on a level debt service basis, using an assumed interest rate per annum of four percent (4%), but without interest thereon.

If, as a result of any Project J DOE debt retirement as provided in the second preceding paragraph, MEAG Power shall be unable to maintain level Project J Debt Service both during the term of the Project J PPA and during the period that the Project J Participants are obligated to pay Debt Service on the Project J Bonds and the Project J DOE Guaranteed Loan under the Project J Power Sales Contracts, or to equitably apportion the Debt Service savings resulting from such Project J DOE debt retirement, in either case, despite MEAG Power’s best efforts, unless MEAG Power and JEA agree that no such adjustment shall be necessary, MEAG Power shall determine, in accordance with the following procedures, whether the amount of Debt Service paid by JEA with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 after giving effect to such Project J DOE debt retirement is greater or less than the amount of Debt Service that JEA would have paid with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, had such Project J DOE debt retirement been structured on a level debt service basis (each, a “*Project J Assumed Level Debt Service Debt Retirement*”), using an

interest rate per annum equal to (i) if the amounts applied to such Project J DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed as part of the original construction of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, four percent (4%) and (ii) if the amounts applied to such Project J DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed subsequent to the commercial operation date of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, the weighted average yield to maturity of the applicable Project J Advance(s) made or Project J Bonds issued to finance the acquisition and construction of such assets:

- 1) If the amounts applied to such Project J DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed as part of the original construction of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, at the end of the term of the Project J PPA, MEAG Power shall calculate the sum of the amounts, determined on an annual basis, commencing with the year in which the amounts were received, equal to the difference between (x) the amount of Debt Service that JEA actually paid during each year during the term of the Project J PPA with respect to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 after giving effect to such Project J DOE debt retirement and (Y) the amount of Debt Service that JEA would have paid during such year with respect to the applicable unit, taking into account such applicable Project J Assumed Level Debt Service Debt Retirement, in each such case, future valued to the date on which the term of the Project J PPA shall end, using an interest rate per annum of four percent (4%).
- 2) If the amounts applied to such Project J DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed subsequent to the commercial operation date of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, at the end of the term of the Project J PPA, MEAG Power shall calculate the sum of the amounts, determined on an annual basis, commencing with the year in which the amounts were received, equal to the difference between (x) the amount of Debt Service that JEA actually paid during each year during the term of the Project J PPA with respect to each of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 after giving effect to such Project J DOE debt retirement and (y) the amount of Debt Service that JEA would have paid during such year with respect to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, taking into account such applicable Project J Assumed Level Debt Service Debt Retirement, in each such case, future valued from the date(s) on which the applicable Project J Advance(s) were made or Project J Bonds issued to finance the acquisition and construction of such assets, using an assumed interest rate per annum equal to the actual weighted average yield to maturity of such applicable Project J Advance(s) and/or Project J Bonds.
- 3) In the case of any determination pursuant to either (1) or (2) above, MEAG Power shall calculate (x) the aggregate amount of Debt Service that JEA actually paid during each year during the term of the Project J PPA with respect to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 after giving effect to such Project J DOE debt retirement, future valued as aforesaid, and (y) the aggregate amount of Debt Service that JEA would have paid during each year during the term of the Project J PPA with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, taking into account such applicable Assumed Level Debt Service Debt Retirement, future valued as aforesaid, and, at the end of the term of the Project J PPA, (i) if the amount determined pursuant to (x) above shall be greater than the amount determined pursuant to (y) above, MEAG

Power shall pay JEA the amount of the difference between (x) and (y), without interest thereon and (ii) if the amount determined pursuant to (x) above shall be less than the amount determined pursuant to (y) above, JEA shall pay MEAG Power the amount of the difference between (x) and (y), without interest thereon.

Remedies

Failure by JEA to make any payment due under the Project J PPA will constitute a default thereunder. In such event, MEAG Power shall provide written notice of such default to JEA prior to invoking any of the remedies discussed below. MEAG Power may enforce payment by action at law or equity and may, upon 60 days' written notice to JEA, discontinue providing services to JEA under the Project J PPA. If the default continues for a period in excess of one hundred and eighty (180) days, MEAG Power may permanently discontinue providing service to JEA. In the event of such default, JEA shall not be relieved of its liability for payment of any amounts required to be made under the Project J PPA; *provided, however*, that if MEAG Power discontinues providing service to JEA, MEAG Power will apply the net proceeds from any sale to a third-party of all or a portion of the output of the Project J Entity's Ownership Interest to which JEA was previously entitled, to mitigate JEA's payment obligations in the manner permitted by the Project J Bond Resolution and the Project J Federal Loan Documents.

JEA's failure to comply with any other covenant, agreement, representation, warranty or obligation of the Project J PPA shall also constitute a default. In response to such default, MEAG Power may bring suit, action or proceeding in law or equity to enforce such covenant, agreement, representation, warranty or obligation, but MEAG Power may not discontinue providing service as a result of a default of JEA other than a non-payment default.

MEAG Power's failure to comply with any covenant, agreement, representation, warranty or obligation of the Project J PPA or the Project J Power Purchase Agreement shall also constitute a default and JEA may bring suit, action or proceeding in law or equity to enforce such covenant, agreement, representation, warranty or obligation but nothing in the Project J PPA or the Project J Power Purchase Agreement shall be construed to permit JEA to terminate, rescind, void or otherwise abandon its obligations to MEAG Power under the Project J PPA as a result of such default.

Termination or Amendment

The Project J PPA may not be terminated by either party under any circumstances and may not be amended, modified or otherwise altered in any manner except as permitted in the Project J PPA. So long as any Project J Bonds or the Project J DOE Guaranteed Loan, respectively, are outstanding or until adequate provisions for payment thereof have been made in accordance with the provisions of the Project J Bond Resolution and the Project J Federal Loan Documents, respectively, and no undisbursed commitments remain available under the Project J Federal Loan Documents, the Project J PPA shall not be amended, modified or otherwise altered in any manner that would (i) reduce the payments pledged as security for Debt Service on the Project J Bonds and as security for the Project J DOE Secured Obligations, or extend the time for such payments, (ii) adversely impact, in the opinion of a nationally recognized tax counsel retained by MEAG Power, (a) the exclusion from gross income for federal income tax purposes of the interest on the Project J Bonds of any Series the interest on which is intended to be so excluded or (b) the eligibility of MEAG Power to receive cash subsidy payments from the United States Treasury equal to a portion of the interest payable on any Build America Bonds or (iii) in any manner impair or adversely affect the rights of the owners from time to time of the Project J Bonds or the rights of the Project J DOE Secured Parties pursuant to the Project J Federal Loan Documents.

2020 Amendment of Project J PPA

In 2020, MEAG Power concluded litigation with JEA and Jacksonville regarding the Project J PPA. In connection with the settlement of such litigation, MEAG Power and JEA executed an amendment to the Project J PPA pursuant to which MEAG Power and JEA agreed to an increase in the “Additional Compensation Obligation” payable by JEA to MEAG Power thereunder of \$0.75 per MWh of energy delivered to JEA thereunder (which Additional Compensation Obligation is not pledged to the payment of either the Project J Bonds or the Project J DOE Guaranteed Loan).

In addition, MEAG Power and JEA also entered into an agreement that, subject to the rights granted to other Project J Participants in their Project J Power Sales Contracts, grants to JEA a right of first refusal to purchase all or any portion of the entitlement share of a Project J Participant to the output and services of Project J in the event that any Project J Participant requests MEAG Power to effectuate a sale of such entitlement share pursuant to Section 310 of such Participant’s Project J Power Sales Contract. This right of first refusal is applicable during the period commencing ten years following the Commercial Operation Date of the first of Vogtle Unit 3 or Vogtle Unit 4 to achieve commercial operation and continues until the expiration of 20 years following such Commercial Operation Date. In order to exercise its right of first refusal as described above, JEA will be required to pay the greater of the price offered by a third-party purchaser or the fully embedded costs as provided for in the Project J Power Sales Contracts.

2024 Amendment of Project J PPA

MEAG Power and JEA entered into Amendment No. 2 to Project J Power Purchase Agreement, dated as February 29, 2024. The amendment provided that post-commercial operation date capital improvement items will be bundled with all other similar capital items incurred within an Annual Period. Those items will be deemed to be placed in-service on the January 1 following the end of such Annual Period with an expected economic useful life of 20 years and amortized on a level principal basis, as described above. The amendment also created an exception to the 40-year level debt service payment requirements of the Project J PPA with respect to Post-COD Capital Improvement Bonds for the funding of the initial completion costs of spent fuel storage facilities to amortize the principal thereof on a straight-line basis with level monthly payments of the principal component of debt service over the remaining term of the operating license of the applicable Additional Unit. The amendment further eliminated a cap on aggregate principal amount limitation on the amount of Project J Bonds in the form of short-term obligations and Project J BANs outstanding at any one time.

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PROJECT P PPA

The Project P PPA will continue to be in full force and effect until (1) the twentieth anniversary of the commercial operation date of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the “*Second Commercial Operation Date*”) or (2) MEAG Power’s and PowerSouth’s obligations under the Project P PPA have been fully performed and satisfied, whichever event occurs later, but in no event shall the term of the Project P PPA exceed 50 years from December 31, 2014, the execution date of the Amended and Restated Project P PPA.

Obligation Share

For a period of twenty years, commencing on the commercial operation date of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the “*First Commercial Operation Date*”), MEAG Power is obligated to provide, and PowerSouth is obligated to take from MEAG Power, all of the output and services from the Project P Entity’s Ownership Interest and related reserve, emergency and interchange service from the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation which are purchased by MEAG Power from the Project P Entity. Separately, for a period of twenty years, commencing on the Second Commercial Operation Date, MEAG Power is obligated to provide, and PowerSouth is obligated to take from MEAG Power, all of the output and services from the Project P Entity’s Ownership Interest and related reserve, emergency and interchange service from the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation which are purchased by MEAG Power from the Project P Entity. During each such twenty-year period, PowerSouth is obligated to pay to MEAG Power its Obligation Share (which is defined in the Project P PPA to be 100%) of the Project P Annual Costs (as defined below) attributable to the applicable unit. PowerSouth shall have no right to dispatch or schedule the operation of the Project P Entity’s Ownership Interest or any facility thereof.

Project P Annual Budgets

MEAG Power is required to adopt an annual budget for Project P (a “*Project P Annual Budget*”) for each Power Supply Year (as defined in the Project P PPA), containing estimates of annual costs of the Project P Entity’s Ownership Interest (the “*Project P Annual Costs*”) and all revenues, income or other funds to be applied to such Project P Annual Costs, including the costs of Debt Service (as defined below). To the extent not paid as part of the Costs of Acquisition and Construction and Financing Costs, the Project P Annual Costs are all costs and expenses of MEAG Power or the Project P Entity allocable to Project P incurred by MEAG Power or the Project P Entity during a given Power Supply Year, including fixed and other costs.

1. *Fixed costs* include: (a) taxes or payments in lieu thereof attributable to the Project P Entity’s Ownership Interest and/or Project P; (b) amounts required for renewals and replacements, attributable to the Project P Entity’s Ownership Interest, or payment or deposit of such amounts into any reserve fund or account; (c) amounts to be set aside for the retirement from service or disposal of facilities of the Project P Entity’s Ownership Interest; *provided, however*, that PowerSouth has no responsibility for payments of any such set aside in amounts after the term of the Project P PPA nor shall PowerSouth be entitled to any reimbursements as a result of any recalculation of such set aside amounts that may occur after the term of the Project P PPA; (d) amounts that MEAG Power or the Project P Entity is required under the Project P Bond Resolution or the Project P Federal Loan Documents to pay or deposit into any fund or account established by the Project P Bond Resolution or the Project P Federal Loan Documents for the payment of Debt Service on the Project P Bonds or the Project P DOE Guaranteed Loan, as applicable; (e) any other amounts that MEAG Power or the Project P Entity is required, under the Project P Bond Resolution

or the Project P Federal Loan Documents, as applicable, to pay or deposit during any Power Supply Year into any other fund or account established by or outside of the Project P Bond Resolution or the Project P Federal Loan Documents, as applicable; *provided, however*, in the event MEAG Power or the Project P Entity utilizes letter of credit agreements or other financing instruments to finance such payments or deposits, the related financing costs shall also be included within the definition of “fixed costs”; (f) amounts for payment or deposit into any fund or account outside of the pledge of the Project P Bond Resolution or the Project P Federal Loan Documents attributable to costs or reserves of Project P, including such amounts established by MEAG Power in the Project P Annual Budget to provide reasonable reserves for the payment of the Project P Entity’s share of costs required pursuant to either the Vogtle Units 3&4 Ownership Agreement or the Vogtle Operating Agreement; *provided, however*, in the event MEAG Power or the Project P Entity utilizes letter of credit agreements or other financing instruments to finance such payments or deposits, the related financing costs shall also be included within the definition of “fixed costs”; (g) amounts for payment of Additional Costs (as such term is defined in the Vogtle Units 3&4 Development Agreement) attributable to the Project P Entity’s Ownership Interest incurred during any Power Supply Year; and (h) without duplication, all fixed costs required to be paid by the Project P Entity (whether to DOE, as operating expenses or otherwise) in the Project P Federal Loan Documents other than such costs and expenses set forth in the following paragraph.

2. *Other costs* include: (a) costs of producing and delivering Capacity and Energy (as defined in the Project P PPA) from the Project P Entity’s Ownership Interest to PowerSouth and (b) amounts required to pay the costs of or to provide reserves for (i) extraordinary operating and maintenance costs attributable to Project P, (ii) any major renewals, replacements, repairs, additions, betterments and improvements to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, in the opinion of MEAG Power or the Project P Entity, necessary to keep the facilities of the Project P Entity’s Ownership Interest in good operating condition or to prevent a loss of revenues therefrom; *provided, however*, in the event MEAG Power or the Project P Entity utilizes letter of credit agreements or other financing instruments to finance such major renewals, replacements, repairs, additions, betterments and improvements, the related financing costs shall also be included within the definition of “other costs”; (iii) any major additions, improvements, repairs or modifications to, or retirements or disposals of, Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 required by any governmental agency having jurisdiction over Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 or for which the Project P Entity otherwise is responsible to the extent that MEAG Power or the Project P Entity is not reimbursed therefor from the proceeds of insurance or funds for such payments are not available to MEAG Power or to the Project P Entity therefor from any funds or accounts established by MEAG Power or by or on behalf of the Project P Entity, or funds for such payment are not provided or to be provided by the issuance of the Project P Bonds, which expenditures, to the extent they are capital expenditures, shall be treated as capital costs under the Project P PPA; *provided, however*, in the event MEAG Power or the Project P Entity utilizes letter of credit agreements or other financing instruments to finance such major additions, improvements, repairs or modifications to, or retirements or disposals of, Project P, the related financing costs shall also be included within the definition of “other costs”; and (iv) without duplication, all amounts required to be paid by the Project P Entity (whether to DOE, as operating expenses or otherwise) in the Project P Federal Loan Documents other than fixed costs set forth in the previous paragraph.
3. *Debt Service* means with respect to any period, the aggregate of the amounts required by the Project P Bond Resolution or the Project P Federal Loan Documents to be paid by MEAG Power or the Project P Entity, respectively, during said period into any fund or funds created by the Project P Bond Resolution or any account or accounts required by the Project P Federal Loan Documents, as applicable, for the sole purpose of paying (a) the principal (including the sinking fund or equivalent payment installments and certain other amounts in respect of principal as described in the Project P

PPA) of, and premium, if any, and interest on, Project P Bonds or the Project P DOE Guaranteed Loan, as applicable, and all other amounts due with respect to the Project P DOE Guaranteed Loan and (b) any payments on Qualified Hedging Contracts (as defined in the Project P PPA), including any swap premium or swap termination payment, or Reimbursement Obligations (as defined in the Project P PPA), relating to the Project P Bonds or the Project P DOE Guaranteed Loan from time to time outstanding as the same shall become due; *provided, however*, that Debt Service will not include any acceleration of the maturity of the Project P Bonds or the Project P DOE Guaranteed Loan.

MEAG Power is authorized to amend the Project P Annual Budget upon 30 days' notice to PowerSouth to adjust its rates and charges as required to meet Project P's costs. In addition, MEAG Power is required to prepare and submit to PowerSouth a reasonable best estimate of its Project P Annual Budget from October 1 of the year before that Power Supply Year to September 30 of the Power Supply Year based on MEAG Power's current revenue requirement projections, such estimate to be delivered to PowerSouth within 30 days after preparation thereof.

MEAG Power will submit and PowerSouth will be obligated to pay, a monthly billing statement based upon the Project P Annual Budget. At the end of each Power Supply Year, MEAG Power will determine if the aggregate amounts collected from PowerSouth's billing statements, together with any other income, was in the proper amount. Any excess amounts collected will, at PowerSouth's election, either be credited to PowerSouth's billing statements for the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was made or paid directly to PowerSouth. Any deficiencies in collections will be added to PowerSouth's billing statements in equal installments over the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was made. MEAG Power may, at its election, establish a policy for making monthly, quarterly or semi-annual retroactive adjustments to PowerSouth's billings to account for variances between the billed amounts and the actual costs incurred during the respective period to avoid large cumulative adjustments at the end of each Power Supply Year.

In the event the proceeds derived from the sale of any Project P Bonds (including by reimbursement from the Project P Entity to MEAG Power of proceeds of the Project P Bonds previously issued and applied for Costs of Acquisition and Construction and Financing Costs) exceed the amount required for the purposes for which such Project P Bonds were issued, such excess shall be timely allocated during the term of the Project P PPA to make up for any deficiency then existing in any fund or account established under the Project P Bond Resolution. If excess funds still remain, such funds shall be used (a) to retire Project P Bonds in advance of maturity by purchase, redemption or defeasance or (b) to retire by prepayment Project P Advances in advance of maturity, in each such case, in a manner consistent with the principles governing the issuance under the Project P PPA of Project P Bonds and the making of Project P Advances, so as to equitably apportion the Debt Service savings resulting from the retirement of such Project P Bonds or Project P Advances both during the term of the Project P PPA and during the period that the Project P Participants are obligated to pay Debt Service on the Project P Bonds and the Project P DOE Guaranteed Loan under the Project P Power Sales Contracts and, in such event, MEAG Power will reduce such elements of the Project P Annual Costs as are necessary and appropriate to reflect such accelerated retirement or prepayment or redemption.

PowerSouth's Payment Obligations

General

As more fully described below, the Project P PPA provides, in general, that, subject to certain limitations, for the initial twenty years of commercial operation of each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, respectively, PowerSouth will be responsible for all of

MEAG Power's or the Project P Entity's costs relating to Project P, including Debt Service on obligations issued to finance Project P and Debt Service of the Project P DOE Guaranteed Loan. The Project P PPA also provides that amounts owed by PowerSouth under the Project P PPA will be paid by PowerSouth as a cost of purchased power and energy for PowerSouth's electric utility system and otherwise as an expense of operation and maintenance thereof.

PowerSouth's payment obligations under the Project P PPA are payable whether or not the Project P Entity's Ownership Interest is completed or is operating or operable, and whether or not the output of the Project P Entity's Ownership Interest is suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part, and such payments shall not be subject to reduction, whether by offset or otherwise, and shall not be conditioned upon the performance or non-performance by any party of any agreement for any cause whatsoever.

In February of each calendar year during the term of the Project P PPA following each of Generation Station Vogtle Unit No. 3's and Generation Station Vogtle Unit No. 4's commercial operation date, PowerSouth's billing statements will include additional charges referred to herein as PowerSouth's "Additional Compensation Obligation" which will be calculated as set forth in the Project P PPA. PowerSouth's Additional Compensation Obligation shall apply only to energy associated with the portion of Project P comprising up to, but not to exceed, 4.5372 percent of the output of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4.

All payments made by PowerSouth attributable to Project P or the Project P Annual Costs (other than PowerSouth's Additional Compensation Obligation), and any or all rights to collection or enforcement of such payments, are to be pledged as security for Project P Bonds and the Project P DOE Secured Obligations.

For a description of the Project P Participants' general payment obligations under the Project P Power Sales Contracts, see "SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS – Vogtle Units 3&4 Participants' Obligations to Pay – *Payment Obligations of Project P Participants Under the Project P Power Sales Contracts*" in APPENDIX K.

Project P Annual Costs

Obligation to Pay Project P Annual Costs Other Than Debt Service. PowerSouth's obligation to pay its Obligation Share of the Project P Annual Costs (other than Debt Service) with respect to the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 to achieve commercial operation shall commence on the First Commercial Operation Date and PowerSouth's obligation to pay its Obligation Share of the Project P Annual Costs (other than Debt Service) with respect to the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 to achieve commercial operation shall commence on the Second Commercial Operation Date. Notwithstanding the foregoing, but subject to other provisions of the Project P PPA relating to the payment of Debt Service, PowerSouth's obligation to pay the Project P Annual Costs will commence simultaneously with the commencement of the obligation of the Project M Participants to pay their respective shares of Project M's annual costs under the Project M Power Sales Contracts, which obligation may commence prior to the First Commercial Operation Date. Notwithstanding the foregoing, if it becomes practically or economically infeasible for MEAG Power to issue Project P Bonds due to a PowerSouth Market Disruption, MEAG Power may commence billing PowerSouth for the Project P Annual Costs without simultaneously billing the Project M Participants for their respective shares of Project M's annual costs.

Notwithstanding the foregoing and any other provision of the Project P PPA relating to the billing and payment of Project P Annual Costs, in the event that MEAG Power shall not have sufficient funds to pay in full the principal of or interest on any Project P BANs when due (including as a result of the inability

of MEAG Power and the Project P Entity, for any reason, to borrow funds in an amount sufficient to refund any Project P BANs at or prior to their respective maturity dates (whether through the issuance of other Project P Bonds (including other Project P BANs) or otherwise)), PowerSouth shall be obligated to pay to MEAG Power 50 percent of the amount of such shortfall, which amount shall be payable on or before the due date of such principal and/or interest, whether before or after the applicable commercial operation date. In furtherance of the foregoing, MEAG Power agrees that (i) it will provide periodic notice to PowerSouth as to MEAG Power's expected ability to refund any maturing Project P BANs, not less than 90 and 30 days prior to the stated maturity date of such maturing Project P BANs and (ii) if, at any time prior to the stated maturity date of any maturing Project P BANs, it shall determine that neither it nor the Project P Entity will be able to borrow funds in an amount sufficient to refund such Project P BANs, it promptly will provide notice to PowerSouth as to such determination; *provided, however*, that MEAG Power's failure to provide any such notice to PowerSouth shall not affect PowerSouth's obligation as stated in the preceding sentence, which obligation shall be absolute and unconditional.

In the event that PowerSouth shall pay to MEAG Power any amount in respect of the principal of maturing Project P BANs as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project P Entity is able to borrow funds to pay Costs of Acquisition and Construction and Financing Costs of Project P, it shall include in such borrowing an amount sufficient to reimburse PowerSouth and the Project P Participants for all amounts paid by them in respect of such principal that theretofore have not been reimbursed by MEAG Power less the otherwise applicable portion of any Debt Service otherwise billable by MEAG Power with respect thereto based on the principal amortization parameters applicable to such debt, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its sole judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the case of any such Project P BANs that were issued to finance or refinance Costs of Acquisition and Construction and Financing Costs of "capital improvements," as such term is defined in the Project P PPA, for either Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 following the commercial operation date thereof, in the event that any amounts paid by PowerSouth in respect of the principal thereof theretofore have not been reimbursed by MEAG Power, promptly following the day that is the twentieth anniversary of the Second Commercial Operation Date or the date on which PowerSouth's remaining obligations under the Project P PPA shall have been fully performed and satisfied, whichever occurs later (the "*True-Up Settlement Date*"), PowerSouth shall be entitled to a payment from MEAG Power of such excess, but without interest.

Obligation to Pay Debt Service. Except in the case of (x) Project P Bonds issued after the commercial operation date of Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 to finance Costs of Acquisition and Construction and Financing Costs of capital improvements to Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4, as applicable (hereinafter referred to as "*Project P Post-COD Capital Improvements Bonds*"), (y) refunding Project P Bonds and (z) Project P BANs (PowerSouth's obligation in respect of the payment of Debt Service on which is governed by the applicable provisions of the Project P PPA), PowerSouth's obligation to pay (i) the interest component of Debt Service of each Series of Project P Bonds and each Project P Advance attributable to Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 shall continue for a period of 240 months from and including the month in which such obligation shall commence and (ii) the principal component of Debt Service of each Series of Project P Bonds and each Project P Advance attributable to Generation Station Vogtle Unit No. 3 and/or Generation Station Vogtle Unit No. 4 shall continue for a period of 240 months from and including the month in which such obligation shall commence.

Notwithstanding the foregoing and any other provision of the Project P PPA, in the event that MEAG Power shall issue Project P Bonds of any Series in the form of a promissory note evidencing

obligations under a revolving credit facility or letter of credit facility, commercial paper or other short-term notes, medium-term notes, or notes subject to tender for purchase at the option of the holders thereof and such Project P Bonds cannot be rolled over at maturity, cannot be remarketed or are tendered to MEAG Power for payment or must be paid at maturity or termed-out in advance of their scheduled amortization dates (determined as set forth in the Project P PPA), then PowerSouth shall be responsible for paying the principal of such Project P Bonds when due.

In the event that PowerSouth shall pay to MEAG Power any amount in respect of the principal of Project P Bonds as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project P Entity is able to borrow funds to pay Costs of Acquisition and Construction and Financing Costs of Project P, it shall include in such borrowing an amount sufficient to reimburse PowerSouth for all amounts paid by it in respect of such principal that theretofore have not been reimbursed by MEAG Power less the otherwise applicable principal portion of any Debt Service otherwise billable by MEAG with respect thereto (based on the principal amortization parameters applicable to such debt under the Project P PPA), but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

In the event that MEAG Power and the Project P Entity do not, for any reason, borrow funds sufficient to reimburse PowerSouth as provided in the preceding paragraph, promptly following the True-Up Settlement Date, PowerSouth shall be refunded the portion of such principal so paid and not theretofore reimbursed in excess of the amount thereof that would have been payable by PowerSouth had such Project P Bonds been paid in accordance with their scheduled amortization (determined as aforesaid); *provided, however*, that if all or any portion of the proceeds of such Project P Bonds was used to fund a Non-amortized Reserve Fund, then, promptly following the True-Up Settlement Date, PowerSouth shall be refunded the entirety of such principal so paid and not theretofore reimbursed with respect to such Project P Bonds that funded such Non-amortized Reserve Fund(s).

In the case of Project P Post-COD Capital Improvements Bonds, PowerSouth's obligation to pay the interest component and principal component of Debt Service of each such Series of Project P Post-COD Capital Improvements Bonds attributable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, shall commence on the January 1 of the calendar year following the end of the Annual Period in which such Costs of Acquisition and Construction and Financing Costs were incurred and shall continue to the last day on which PowerSouth is entitled to its Obligation Share of the output of such unit pursuant to the terms of the Project P PPA. "Annual Period" means, with respect to an Additional Unit, each 12-month period from July 1 to June 30 of the immediately subsequent calendar year.

In the case of Project P Bonds issued to finance the Costs of Acquisition and Construction or Financing Costs with respect to spent fuel storage facilities, PowerSouth's obligation to pay the interest and principal components of Debt Service attributable to the spent fuel storage facilities shall commence on the January 1 of the calendar year following the end of the Annual Period in which such Costs of Acquisition and Construction or Financing Costs were incurred and continues until the last day on which PowerSouth is entitled to its Obligation Share of the output of each such unit pursuant to the terms of the Project P PPA.

In the case of refunding Project P Bonds, PowerSouth's obligation to pay (i) the interest component of Debt Service of each Series of such refunding Project P Bonds shall continue only for the same number of months for which PowerSouth would have been obligated to pay the interest component of Debt Service on the Project P Bonds and/or the portion of the principal of the Project P DOE Guaranteed Loan refunded or repaid (the "*Refunded Project P Debt*") thereby had such Refunded Project P Debt not been so refunded or repaid and (ii) the principal component of Debt Service of each such Series of refunding Project P Bonds shall continue only for the same number of months for which PowerSouth would have been obligated to

pay the principal component of Debt Service on the Refunded Project P Debt had such Refunded Project P Debt not been so refunded or repaid.

“Series” is defined in the Project P PPA to mean any or all Project P Bonds issued upon original issuance on a particular date, as determined by an Authorized Officer of MEAG Power on or prior to the date of issuance thereof, whether or not such Project P Bonds constitute a separate “Series” of Bonds for purposes of (and as defined in) the Project P Bond Resolution. In the event that the Project P Bonds of any such Series shall constitute two or more separate “Series” of Project P Bonds for purposes of (and as defined in) the Project P Bond Resolution, the Project P Bonds of such Series may be aggregated for the purpose of establishing level monthly Debt Service or aggregated or disaggregated for purposes of paying Post-COD Capital Improvements Bonds pursuant to the Project P PPA.

PowerSouth’s Payment Obligations in the Event of Project P Termination

In the event of a delay in the scheduled commercial operation date of either or both of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, MEAG Power may commence billing and PowerSouth will be responsible for the payment of the principal component of Debt Service on the Project P Bonds of any Series or of Debt Service of the Project P DOE Guaranteed Loan related to the delayed unit or units prior to the commercial operation date of such unit or units. PowerSouth will be obligated to pay its Obligation Share of such principal component of Debt Service on the Project P Bonds of such Series and on the Project P DOE Guaranteed Loan relating to such unit or units commencing on the date that is (x) one year prior to the first due date of the principal component of Debt Service of the Project P Bonds of such Series and (y) three (3) months prior to the first due date of the principal component of Debt Service of the Project P DOE Guaranteed Loan, as applicable, related to such unit or units; *provided, however*, in the event that MEAG Power determines it is practicably or economically infeasible for MEAG Power to limit billing under the circumstances described above to the principal component relating to the Project P Bonds or to the Project P DOE Guaranteed Loan, as applicable, or both, MEAG Power may bill the entirety of such Debt Service on such Project P Bonds or the portion of the principal of the Project P DOE Guaranteed Loan related to such unit or units. Except in the case of refunding Project P Bonds and with respect to Project P BANs (PowerSouth’s obligation in respect of the payment of Debt Service on which is governed by the applicable provisions of the Project P PPA), PowerSouth’s obligation to pay (x) the interest component of Debt Service of each such Series of Project P Bonds and of the Project P DOE Guaranteed Loan attributable to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, shall be included as part of the Project P Annual Costs only for a period of 240 months from and including the month in which such obligation shall commence and (y) the principal component of Debt Service of each such Series of Project P Bonds and of the Project P DOE Guaranteed Loan attributable to such unit shall be included as part of the Project P Annual Costs only for a period of 240 months from and including the month in which such obligation shall commence.

In the case of refunding Project P Bonds, PowerSouth’s obligation to pay (1) the interest component of Debt Service of each Series of such refunding Project P Bonds shall be included as part of the Project P Annual Costs only for the same number of months for which PowerSouth would have been obligated to pay the interest component of Debt Service on the Refunded Project P Bonds and/or the portion of the principal of the Project P DOE Guaranteed Loan refunded or repaid thereby (the “*Refunded Project P Debt*”) had such Refunded Project P Debt not been so refunded or repaid and (2) the principal component of Debt Service of each such Series of refunding Project P Bonds shall be included as part of the Project P Annual Costs only for the same number of months for which PowerSouth would have been obligated to pay the principal component of Debt Service on the Refunded Project P Debt had such Refunded Project P Debt not been so refunded or repaid.

In the case of refunding Project P Bonds, PowerSouth’s obligation to pay (x) the interest component of Debt Service of each Series of such refunding Project P Bonds shall continue only for the same number

of months for which PowerSouth would have been obligated to pay the interest component of Debt Service on the Refunded Project P Debt refunded or repaid thereby had such Refunded Project P Debt not been so refunded or repaid and (y) the principal component of Debt Service of each such Series of refunding Project P Bonds shall continue only for the same number of months for which PowerSouth would have been obligated to pay the principal component of Debt Service on the Refunded Project P Debt had such Refunded Project P Debt not been so refunded or repaid.

In the event that either or both of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 is cancelled or terminated pursuant to the Vogtle Units 3&4 Development Agreement after the commercial operation date of such unit or units, PowerSouth will be obligated to pay its Obligation Share of the Project P Annual Costs relating to the cancelled unit or units for a period of twenty years following the commercial operation date of the applicable unit; *provided, however*, that in the event that MEAG Power commences billing PowerSouth a Debt Service component relating to such unit prior to the commercial operation date, except in the case of Project P Post-COD Capital Improvements Bonds (which only are to be issued following the commercial operation date of the applicable unit) and refunding Project P Bonds, PowerSouth's obligation to pay (x) the interest component of Debt Service of each such Series of Project P Bonds and/or the Project P DOE Guaranteed Loan attributable to such unit shall continue only for a period of 240 months from and including the month in which such obligation shall commence and (y) the principal component of Debt Service of each such Series of Project P Bonds and/or the Project P DOE Guaranteed Loan attributable to such unit shall continue only for a period of 240 months from and including the month in which such obligation shall commence.

In the case of Project P Post-COD Capital Improvements Bonds, PowerSouth's obligation to pay the interest and principal components of Debt Service of each such Series of Project P Bonds attributable to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 shall continue only until the last day on which PowerSouth is entitled to its Obligation Share of the output of each such unit pursuant to the terms of the Project P PPA.

In the case of refunding Project P Bonds, PowerSouth's obligation to pay (x) the interest component of Debt Service of each Series of such refunding Project P Bonds shall be included as part of Project P Annual Costs for only the same number of months for which PowerSouth would have been obligated to pay the interest component of Debt Service on the Refunded Project P Debt refunded or repaid thereby had such Refunded Project P Debt not been so refunded or repaid and (y) the principal component of Debt Service of each such Series of refunding Project P Bonds shall be included as part of the Project P Annual Costs for only the same number of months for which PowerSouth would have been obligated to pay the principal component of Debt Service on the Refunded Project P Debt had such Refunded Project P Debt not been so refunded or repaid.

If either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 is cancelled or terminated pursuant to the Vogtle Units 3&4 Development Agreement during the term of the Project P PPA, and MEAG Power directly or indirectly sells all or a portion of its interest in such cancelled or terminated unit, its nuclear fuel, equipment and related facilities through a sale of such assets or a sale of ownership interest in the Project P Entity, then MEAG Power has agreed to distribute to PowerSouth, or credit PowerSouth's billing statement, 50 percent of its Obligation Share of the net proceeds allocated to the Project P Entity's Ownership Interest, if any, actually paid to and received by MEAG Power or the Project P Entity, as applicable, *provided*, that the proceeds of such sale or disposition (a) to the extent received by MEAG Power, shall be subject to the lien of the Project P Bond Resolution and (b) to the extent received by the Project P Entity, shall be subject to the security interest and lien of the Project P DOE Secured Parties described in the Project P PPA and may be applied first as a prepayment of the Project P DOE Guaranteed Loan or otherwise applied pursuant to the Project P Federal Loan Documents prior to any distribution thereof by the Project P Entity to MEAG Power.

Nature of PowerSouth's Obligations

For a discussion of the nature of PowerSouth's obligations under the Project P PPA, see "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power's Project P Bonds – *The Project P PPA*" in the Annual Information Statement.

Rate Covenant of PowerSouth

PowerSouth has covenanted to maintain and collect rates and charges for the electric service of its wholesale load so as to provide revenues sufficient, together with available reserves, to enable PowerSouth to pay MEAG Power all amounts payable under the Project P PPA and to pay all other amounts payable from and all lawful charges against or liens on the revenues of its electric system.

Capital Costs

Except as described herein, MEAG Power will finance or cause the Project P Entity to finance capital costs incurred by the Project P Entity during the term of the Project P PPA with proceeds of Project P Bonds or Project P Advances, as applicable, and to bill PowerSouth for its Obligation Share of such costs pursuant to the provisions of the Project P PPA. During any period when MEAG Power determines that it is infeasible for MEAG Power to issue Project P Bonds or the Project P Entity to satisfy the conditions to making a Project P Advance to pay such capital costs, MEAG Power or the Project P Entity shall finance such capital costs from a reserve fund maintained for the payment of renewals and replacements; *provided, however*, that for any portion of such capital costs attributable to the Project P Entity's Ownership Interest that cannot be financed by such a reserve fund, MEAG Power shall bill PowerSouth its Obligation Share of such costs (including such costs incurred by the Project P Entity and billed to MEAG Power) pursuant to the provisions of the Project P PPA.

In the event that PowerSouth shall pay to MEAG Power any amount in respect of its Obligation Share of such capital costs as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project P Entity is able to borrow funds to pay such capital costs, it shall include in such borrowing an amount sufficient to reimburse PowerSouth for all amounts paid by it in respect of such capital costs that theretofore have not been reimbursed by MEAG Power, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

Any portion of such capital costs attributable to Project P that cannot be financed by such reserve fund will be billed to PowerSouth; *provided, however*, MEAG Power will not bill PowerSouth for any capital costs incurred prior to the First Commercial Operation Date. In such event, PowerSouth is entitled to a payment from MEAG Power in accordance with the terms of the Project P PPA promptly following the True-Up Settlement Date. In the event PowerSouth shall pay any amounts in respect of Debt Service on Project P Post-COD Capital Improvement Bonds prior to the actual in-service date of the capital improvements financed through the issuance of such Project P Post-COD Capital Improvement Bonds, then, promptly following the True-Up Settlement Date, PowerSouth is entitled to a payment from MEAG Power in an amount equal to such amounts in respect of Debt Service paid prior to the actual in-service date.

Reserve Funds

The Project P PPA provides for two types of reserve funds: Non-amortized Reserve Funds and Amortized Reserve Funds. In the event that MEAG Power determines that it is infeasible to issue Project P Bonds and Project M Bonds or for the Project P Entity to satisfy the conditions to the making of a Project

P Advance and for the Project M Entity (if applicable) to satisfy the conditions to the making of a Project M Advance, to finance such reserve funds, MEAG Power may utilize revenues derived from either year end distributions or billings to PowerSouth under the Project P PPA to finance such reserve funds (other than reserve funds held by or on behalf of the Project P Entity that are financed using the proceeds of Project P Advances). Funds added to either type of reserve fund by PowerSouth to either initially fund or increase the funding of such reserve funds (other than reserve funds held by or on behalf of the Project P Entity that are financed using the proceeds of Project P Advances).

In the event that PowerSouth shall pay to MEAG Power any amount to finance such reserve funds as provided in the preceding paragraph, MEAG Power agrees that on the first date thereafter on which it or the Project P Entity is able to borrow funds to finance such reserve funds, it shall include in such borrowing an amount sufficient to reimburse PowerSouth for all amounts paid by it in respect of such reserve funds that theretofore have not been reimbursed by MEAG Power, but without interest thereon; *provided, however*, that MEAG Power shall not be so obligated if, in its commercially reasonable judgment, the cost of borrowing funds for the purpose of such reimbursement shall be prohibitive.

For any “Non-amortized Reserve Fund” created under the Project P Bond Resolution, the Project P Power Sales Contracts or the Project P DOE Accounts Agreement, PowerSouth will pay its Obligation Share of any interest on the Project P Bonds and/or the Project P DOE Guaranteed Loan, as applicable, that financed such Non-amortized Reserve Funds during each Power Supply Year during the term of the Project P PPA, offset by PowerSouth’s Obligation Share of any interest earned on such funds during the Power Supply Year that are not required under the Project P Bond Resolution and/or the Federal Loan Documents, as applicable, to be retained in such funds. Except as provided in the Project P PPA, PowerSouth is not entitled to any reimbursement following the True-Up Settlement Date with respect to such funds.

For any “Amortized Reserve Fund” created under the Project P Bond Resolution, the Project P Power Sales Contracts or the Project P DOE Accounts Agreement, PowerSouth will pay its Obligation Share of both principal and interest on the Project P Bonds and/or the Project P DOE Guaranteed Loan, as applicable, that financed such Amortized Reserve Fund during each Power Supply Year during the term of the Project P PPA, offset by its Obligation Share of any interest earned on such funds during the Power Supply Year that are not required under the Project P Bond Resolution and/or the Project P Federal Loan Documents, as applicable, to be retained in such funds. Promptly following the True-Up Settlement Date, MEAG Power shall reimburse PowerSouth the total amount of principal payments made by PowerSouth on the Project P Bonds or the Project P DOE Guaranteed Loan relating to such funds.

MEAG Power has agreed that all moneys held in funds and accounts established pursuant to the Project P Bond Resolution or in the Project P Accounts (as that term is defined in the Project P DOE Accounts Agreement) established pursuant to the Project P DOE Accounts Agreement shall be invested and reinvested to the fullest extent practicable in Investment Securities (as defined in the Project P Bond Resolution) or Permitted Investments (as that term is defined in the Project P DOE Accounts Agreement), as applicable, which shall mature not later than such times as shall be necessary to provide moneys when needed for payments to be made from such funds and accounts or Project P Accounts, as applicable. Interest earned on any monies or investments in any Project P Account established pursuant to the Project P DOE Accounts Agreement (net of that which represents a return of accrued interest paid in connection with the purchase of any investment) shall be applied pursuant to the Project P DOE Accounts Agreement, and any amounts thereof distributed to MEAG Power by the Project P Entity shall be paid into the Revenue Fund.

Allocation of Costs Among the Vogtle Units 3&4 Projects

With the exception of MEAG Power’s administrative and general expenses and as provided in the following sentence, MEAG Power has agreed to allocate all costs and other expenses incurred or payable by it directly, or indirectly through the Project P Entity, the Project J Entity and/or the Project M Entity, as

applicable, in connection with its interest in Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, other than Debt Service and other debt-related and financing costs and expenses, among Project P, Project J and Project M in proportion to the respective number of MWs constituting each such project. In the case of any costs related to the Project P DOE Guaranteed Loan and any DOE-guaranteed loans obtained by the Project M Entity and/or the Project J Entity, other than debt service, MEAG Power shall allocate such costs based upon a fraction the numerator of which is the FFB Credit Facility Commitment (as defined in the Project P DOE Loan Guarantee Agreement) and the denominator of which is the sum of such FFB Credit Facility Commitment and the FFB credit facility commitments of the Project M Entity and/or the Project J Entity.

Issuance of Project P Bonds and Making of Project P Advances

The Project P PPA provides that MEAG Power may issue and sell Project P Bonds and may cause the Project P Entity to draw upon the Project P DOE Guaranteed Loan in accordance with the provisions of the Project P Bond Resolution and the Project P Federal Loan Documents, respectively, to finance, or refinance by refunding outstanding Project P Bonds or provide funds for contribution to the Project P Entity to repay Project P Advances, any Costs of Acquisition and Construction and Financing Costs associated with Project P. Such Project P Bonds and the Project P DOE Guaranteed Loan may be secured by assignment of all payments attributable to Project P or the Project P Annual Costs, as such payments may be increased and extended due to the issuance of such Project P Bonds or the making of additional Project P Advances. Project P Bonds may be issued and such Project P Advances may be made in amounts sufficient to cover such costs in full and to provide such reserves as may be reasonably determined by MEAG Power or by the Project P Entity to be desirable.

MEAG Power has agreed to structure the Project P Bonds and each Project P Advance within certain parameters. To the extent a Series of Project P Bonds is issued by MEAG Power or a Project P Advance is made by the Project P Entity to finance costs attributable to both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, the principal of such Series and/or the principal of such Project P Advances will be allocated between Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4. Except for Project P Post-COD Capital Improvements Bonds, refunding Project P Bonds, Project P BANs, Project P Bonds issued and Project P Advances to fund Non-amortized reserve funds, where the Project P Federal Loan Documents otherwise provide, where Project P Advances the debt service on which, if levelized, could prevent the Project P Entity from utilizing fully the FFB lending commitment and where the procedure for resolving disputers otherwise provides under the Project P PPA, the principal of a Series of Project P Bonds or the principal of such Project P Advance will be assumed to amortize to result in level monthly Debt Service with respect to such principal over a period of 40 years. The assumed period of 40 years during which such amortization shall occur with respect to a particular Series of Project P Bonds or Project P Advance (or the portion thereof allocated to a particular unit) shall commence (x) in the case of the Project P Bonds of such Series, not earlier than twelve months, nor later than 36 months, following the estimated commercial operation date of the applicable unit to which such principal of such Project P Bonds of such Series relates and (y) in the case of such Project P Advance, on the day of the third month preceding the date on which the first quarterly principal installment on such Project P Advance is due that corresponds numerically to the day on which such principal installment is due (or, if there is no such corresponding day in the third preceding month, on the last day of the third preceding month), such Debt Service being calculated, for the entire 40-year amortization period, (i) in the event that all of the Project P Bonds of such Series or all of the principal of such Project P Advance allocated to a particular unit shall bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to such unit (December 31, 2018, in the case of the first unit of Vogtle Units 3&4 to achieve commercial operation, and December 31, 2019, in the case of the second unit of Vogtle Units 3&4 to achieve commercial operation) and ending on (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit

No. 4, as applicable, December 31, 2039, at such actual fixed rates of interest, and (ii) in the event that any portion of the Project P Bonds of such Series or any portion of such Project P Advance allocated to such unit shall not bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to such unit and ending on (a) in the case of the first unit of, as applicable, Generation Station Vogtle Unit No. 3 or the Generation Station Vogtle Unit No. 4, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, December 31, 2039, (X) in the case of the portion of such Project P Bonds of such Series or the portion of such Project P Advance that bear interest at fixed rates during the entirety of such period, at such actual fixed rates of interest and (Y) in the case of the portion of such Project P Bonds of such Series or any portion of such Project P Advance that do not bear interest at fixed rates during the entirety of such period, at an assumed rate of interest of one percent (1%) per annum.

The amounts and due dates of all installments of principal coming due during the first 20 years of the amortization of the principal of the Project P Bonds of such Series or of the principal of such Project P Advance (or, in the event that the Project P Bonds of such Series are to be issued or such Advance is to be made to finance Costs of Acquisition and Construction and Financing Costs of both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, of all installments of principal coming due during the first 20 years of the amortization of the principal of the Project P Bonds of such Series or of the principal of such Project P Advance allocated to each unit) determined pursuant to the paragraph above shall be the actual amounts and due dates of the first 20 years of the amortization of the principal of the Project P Bonds of such Series or of the principal of such Project P Advance (or of the principal of the Project P Bonds of such Series or of the principal of such Project P Advance allocated to each Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 as aforesaid).

MEAG Power and the Project P Entity shall have the sole discretion to determine the actual amount(s) and due date(s) of the amount of the principal of the Project P Bonds of such Series or the principal of such Project P Advance (or, in the event that the Project P Bonds of such Series are to be issued or such Project P Advance is to be made to finance or refinance Costs of Acquisition and Construction and Financing Costs of both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, of the amount of the principal of the Project P Bonds of such Series or the principal of such Project P Advance allocated to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4) remaining after the establishment of the principal installments provided for in the preceding paragraph. MEAG Power and the Project P Entity shall have the sole discretion to cause such remaining amount(s) of principal to be due (x) on the dates and in the amounts as shall be determined pursuant to the second paragraph of this section, or (y) on such other date(s) and in such other amount(s) as MEAG Power (or the Project P Entity, at the direction of MEAG Power) shall determine.

The Project P PPA provides that MEAG Power may also issue Project P Post-COD Capital Improvements Bonds, which, if issued, would not be subject to the bond structure of Project P Bonds, to finance any Costs of Acquisition and Construction and Financing Costs of (i) any major renewals, replacements, repairs, additions, or improvements to such unit necessary, in the opinion of MEAG Power to keep the Project P Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom and (ii) any major additions, improvements, repairs, or modifications required by any governmental authority having jurisdiction over Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 or for which MEAG Power (or the Project P Entity) shall be responsible arising out of any contract to which MEAG Power (or the Project P Entity) may be a party relating to ownership of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 or any facility thereof, including the Generation Station Vogtle Unit No. 3 Project Agreement and the Generation Station Vogtle Unit No. 4 Project Agreement shall not be subject to the debt service structure described in three paragraphs above. Such amounts incurred during each Annual Period shall be deemed to be financed in a separate Series of Project P Post-COD Capital Improvement Bonds, the interest and principal components of which

will be billed as provided below. MEAG Power has agreed to structure such Project P Post-COD Capital Improvements Bonds in accordance with the following parameters:

In the case of Project P Post-COD Capital Improvements Bonds, the principal of any Series of Project P Post-COD Capital Improvements Bonds initially financed during an Annual Period will be allocated to each group of capital improvement items and such principal for billing purposes shall be assumed to be amortized in such a manner as will result in level monthly principal components of Debt Service over 20 years. The assumed period during which such amortization shall occur shall commence on January 1 of the calendar year immediately following the Annual Period in which such capital improvements were financed. Such January 1 date shall constitute the in-service date of all capital improvement items incurred in such Annual Period. The interest component of Debt Service of the Project P Bonds of such Series shall be included in the annual budget beginning with the year following the Annual Period in which such interest was financed.

The Project P PPA also provides that MEAG Power may issue refunding Project P Bonds to refund Project P Bonds, or to provide funds for contribution to the Project P Entity to repay Project P Advances, which if issued in accordance with the provisions of the Project P PPA to refund Project P Bonds or to provide funds for contribution to the Project P Entity to repay Project P Advances shall not be subject to the debt service structure described in second third and fourth paragraphs under this caption, but the Debt Service on each such Series of refunding Project P Bonds shall be structured in a manner consistent with the principles governing the issuance of Project P Bonds and the making of Project P Advances under the Project P PPA, so as to equitably apportion the savings or dissavings, as applicable, resulting from the issuance of such refunding Project P Bonds both during the term of the Project P PPA and during the period that the Project P Participants are obligated to pay Debt Service on such refunding Project P Bonds under the Project P Power Sales Contracts.

In particular, in the case of refunding Project P Bonds allocable to a particular unit that bear interest at fixed rates for the entire term thereof that are to be issued to refund Project P Bonds or prepay a portion of the principal of the Project P DOE Guaranteed Loan that do not bear interest at fixed rates during the entirety of the period beginning on the Assumed Completion Date applicable to such unit and ending on (a) in the case of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, December 31, 2038 and (b) in the case of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, December 31, 2039, the Debt Service on the refunding Project P Bonds is structured so as to result in level monthly Debt Service over the period from and including the month following the month in which the refunding Project P Bonds are issued to and including the month in which PowerSouth's obligation to pay the principal component of Debt Service on the refunded Project P Bonds or the prepaid portion of the principal of the Project P DOE Guaranteed Loan, as applicable, would have ended, had the refunded Project P Bonds or the prepaid portion of the principal of the Project P DOE Guaranteed Loan, as applicable, not been so refunded or prepaid, determined in the manner provided in the Project P PPA.

In the case of refunding Project P Bonds to be issued to achieve Debt Service savings on Project P Bonds or the Project P DOE Guaranteed Loan, the issuance of such refunding Project P Bonds shall result in (x) no cash flow dissavings in any year during the period from and including the year in which the refunding Project P Bonds are issued to and including the year preceding the final maturity date of the refunded Project P Bonds or the prepaid portion of the principal of the Project P DOE Guaranteed Loan, as applicable, and (y) the weighted average life of the refunding Project P Bonds shall not exceed the remaining weighted average life of the refunded Project P Bonds or the prepaid portion of the principal of the Project P DOE Guaranteed Loan, as applicable, calculating such remaining weighted average life of the refunded Project P Bonds or the prepaid portion of the principal of the Project P DOE Guaranteed Loan, as applicable, immediately prior to the issuance of the refunding Project P Bonds.

In the case of refunding Project P Bonds to be issued to extend the maturity of (x) any Project P Bonds any principal installment for which constitutes a Refundable Principal Installment (as defined in the Project P Bond Resolution) or (y) any “bullet” maturity of any Project P Advance that bears interest at a fixed rate for the entire term thereof and that was made to finance cost overruns (which, for purposes of this paragraph), shall be either (i) costs in excess of the construction budget for Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 as in effect as of the date of execution of the Project P DOE Loan Guarantee Agreement or (ii) costs resulting from a delay in the actual commercial operation date of either or both Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 from the Assumed Completion Date thereof, the final maturity date of the refunding Project P Bonds shall be not later than the latest date on which the principal of the refunded Project P Bonds or repaid Project P Advance, as the case may be, was permitted to mature in accordance with its 40-year amortization period determined under the Project P PPA, and the Debt Service on the refunding Project P Bonds shall be structured so as to result in level monthly Debt Service over the period from and including the month in which the maturity date of the refunded Project P Bonds or repaid Project P Advance, as the case may be, was to occur to and including the month preceding the final maturity date of the refunding Project P Bonds, determined in the manner provided in the Project P PPA.

The Project P PPA permits MEAG Power to issue Project P BANs. Project P BANs are Project P Bonds that are issued to finance or refinance the Costs of Acquisition and Construction and Financing Costs of Project P on an interim basis prior to the issuance of other Project P Bonds. MEAG Power is authorized to issue such Project P BANs on such terms and on such conditions as, in its sole judgment, it shall determine. In addition to the amount of proceeds of the Project P BANs of a particular issue to be applied to the payment of Costs of Acquisition and Construction and Financing Costs, the Project P BANs of such issue shall be sized so as to provide such amount of capitalized interest on the Project P BANs of any issue as MEAG Power shall determine is reasonably necessary. In addition to any assignment of all payments attributable to Project P or Project P's Annual Costs to be made in accordance with or pursuant to the provisions of the Project P PPA or the Project P Power Sales Contracts, as such payments may be increased and extended by reason of the issuance of any Project P BANs, such Project P BANs may be secured by an assignment of proceeds of other Project P Bonds (including other Project P BANs) to be issued to refund such Project P BANs.

In addition to funds required for Costs of Acquisition and Construction and Financing Costs, and certain reserve requirements related thereto, MEAG Power may issue Project P Bonds in amounts sufficient to provide for the Debt Service Reserve Requirement under the Project P Bond Resolution, capitalized interest relating to Project P Bonds of any Series and amounts that MEAG Power determines are necessary to fund any Amortized Reserve Funds and/or Non-amortized Reserve Funds under the Project P Bond Resolution. However, Project P Bonds issued to fund Non-amortized Reserve Funds are not subject to the structuring requirements of the Project P PPA.

MEAG Power has agreed to consult with PowerSouth regarding the mix of fixed and variable interest rates to be borne by a Series of Project P Bonds prior to issuance but retains ultimate discretion as to such mix of interest rates.

Adjustment of Project P Costs

In the event the proceeds derived from the sale of any Project P Bonds (including by reimbursement from the Project P Entity to MEAG Power of proceeds of Project P Bonds previously issued and applied for Costs of Acquisition and Construction and Financing Costs) exceed the aggregate amount required for the purposes for which such Project P Bonds were issued, the amount of such excess shall be timely used during the term of the Project P PPA to make up any deficiency then existing in any fund or account under the Project P Bond Resolution in the manner therein provided, and any balance shall be timely used during the term of the Project P PPA (a) to retire by purchase, redemption or defeasance Project P Bonds in advance

of maturity or (b) to retire by prepayment Project P Advances in a manner, in each case, consistent with the principles governing their issuance under the Project P PPA and the making of Project P Advances, so as to equitably apportion the Debt Service savings resulting from the retirement of such Project P Bonds or Project P Advances both during the term of the Project P PPA and during the period that the Project P Participants are obligated to pay Debt Service on the Project P Bonds and the Project P DOE Guaranteed Loan under the Project P Power Sales Contracts and in such event MEAG Power will reduce such elements of the Project P Annual Costs as are necessary and appropriate to reflect such accelerated retirement or prepayment or redemption.

PowerSouth agrees that certain amounts held under the Project P DOE Accounts Agreement may be applied only to the prepayment of the Project P DOE Guaranteed Loan (referred to in the remainder of this caption as a “*Project P DOE debt retirement*”), and that, as a result of such application, it may not be possible to maintain level Debt Service over the term of the Project P PPA and the term of the Project P Power Sales Contracts. In any such circumstance, MEAG Power agrees that it shall use its best efforts to maintain level Debt Service as aforesaid, but if, despite its best efforts, it is unable to do so, it will use its best efforts to equitably apportion the Debt Service savings resulting from the Project P DOE debt retirement both during the term of the Project P PPA and during the period that the Project P Participants are obligated to pay Debt Service on the Project P Bonds and the Project P DOE Guaranteed Loan under the Project P Power Sales Contracts and, in such event, MEAG Power will reduce such elements of the Project P Annual Costs as are necessary and appropriate to reflect such Project P DOE debt retirement.

MEAG Power agrees that if, at the end of the term of the Project P PPA, any amounts that are intended for the prepayment of the Project P DOE Guaranteed Loan but were not applied to prepayment and remain on deposit in any such account under the Project P DOE Accounts Agreement, MEAG Power shall pay (from a source other than the applicable DOE Accounts Agreement account) PowerSouth an amount with respect to each unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 equal to the principal amount of Project P Advances that matured during the term of the Project P PPA that would have been prepaid if such amounts had been applied to Project P DOE debt retirement on the respective dates that such amounts were received by the Project P Entity, on a level debt service basis, using an assumed interest rate per annum of four percent (4%), but without interest thereon.

If, as a result of any Project P DOE debt retirement as provided in the second preceding paragraph, MEAG Power shall be unable to maintain level Project P Debt Service both during the term of the Project P PPA and during the period that the Project P Participants are obligated to pay Debt Service on the Project P Bonds and the Project P DOE Guaranteed Loan under the Project P Power Sales Contracts, or to equitably apportion the Debt Service savings resulting from such Project P DOE debt retirement, in either case, despite MEAG Power’s best efforts, unless MEAG Power and PowerSouth agree that no such adjustment shall be necessary, MEAG Power shall determine, in accordance with the following procedures, whether the amount of Debt Service paid by PowerSouth with respect to each unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 after giving effect to such Project P DOE debt retirement is greater or less than the amount of Debt Service that PowerSouth would have paid with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, had such Project P DOE debt retirement been structured on a level debt service basis (each, a “*Project P Assumed Level Debt Service Debt Retirement*”), using an interest rate per annum equal to (i) if the amounts applied to such Project P DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed as part of the original construction of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, four percent (4%) and (ii) if the amounts applied to such Project P DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed subsequent to the commercial operation date of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, the weighted average yield to maturity

of the applicable Project P Advance(s) made or Project P Bonds issued to finance the acquisition and construction of such assets:

- 1) If the amounts applied to such Project P DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed as part of the original construction of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, at the end of the term of this Project P PPA, MEAG Power shall calculate the sum of the amounts, determined on an annual basis, commencing with the year in which the amounts were received, equal to the difference between (x) the amount of Debt Service that PowerSouth actually paid during each year during the term of the Project P PPA with respect to each of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 after giving effect to such Project P DOE debt retirement and (Y) the amount of Debt Service that PowerSouth would have paid during such year with respect to the applicable unit, taking into account such applicable Assumed Level Debt Service Debt Retirement, in each such case, future valued to the date on which the term of the Project P PPA shall end, using an interest rate per annum of four percent (4%).
- 2) If the amounts applied to such Project P DOE debt retirement were derived, directly or indirectly, from assets of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 that were acquired or constructed subsequent to the commercial operation date of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, at the end of the term of the Project P PPA, MEAG Power shall calculate the sum of the amounts, determined on an annual basis, commencing with the year in which the amounts were received, equal to the difference between (x) the amount of Debt Service that PowerSouth actually paid during each year during the term of the Project P PPA with respect to each of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 after giving effect to such Project P DOE debt retirement and (y) the amount of Debt Service that PowerSouth would have paid during such year with respect to Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4, as applicable, taking into account such applicable Assumed Level Debt Service Debt Retirement, in each such case, future valued from the date(s) on which the applicable Project P Advance(s) were made or Project P Bonds issued to finance the acquisition and construction of such assets, using an assumed interest rate per annum equal to the actual weighted average yield to maturity of such applicable Project P Advance(s) and/or Project P Bonds.
- 3) In the case of any determination pursuant to either (1) or (2) above, MEAG Power shall calculate (x) the aggregate amount of Debt Service that PowerSouth actually paid during each year during the term of the Project P PPA with respect to each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 after giving effect to such Project P DOE debt retirement, future valued as aforesaid, and (y) the aggregate amount of Debt Service that PowerSouth would have paid during each year during the term of the Project P PPA with respect to Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4, as applicable, taking into account such applicable Assumed Level Debt Service Debt Retirement, future valued as aforesaid, and, at the end of the term of the Project P PPA, (i) if the amount determined pursuant to (x) above shall be greater than the amount determined pursuant to (y) above, MEAG Power shall pay PowerSouth the amount of the difference between (x) and (y), without interest thereon and (ii) if the amount determined pursuant to (x) above shall be less than the amount determined pursuant to (y) above, PowerSouth shall pay MEAG Power the amount of the difference between (x) and (y), without interest thereon.

Remedies

Failure by PowerSouth to make any payment due under the Project P PPA will constitute a default thereunder. MEAG Power may enforce payment by action at law or equity and may, upon 60 days' written notice to PowerSouth, discontinue providing services to PowerSouth under the Project P PPA. If the default continues for a period in excess of one hundred and eighty (180) days, MEAG Power may permanently discontinue providing service to PowerSouth. In the event of such default, PowerSouth shall not be relieved of its liability for payment of any amounts required to be made under the Project P PPA; *provided, however*, that if MEAG Power discontinues providing service to PowerSouth, MEAG Power will apply the net proceeds from any sale to a third-party of all or a portion of the output of the Project P Entity's Ownership Interest to which PowerSouth was previously entitled, to mitigate PowerSouth's payment obligations in the manner permitted by the Project P Bond Resolution and the Project P Federal Loan Documents.

PowerSouth's failure to comply with any other covenant, agreement, representation, warranty or obligation of the Project P PPA shall also constitute a default. In response to such default, MEAG Power may bring suit, action or proceeding in law or equity to enforce such covenant, agreement, representation, warranty or obligation, but MEAG Power may not discontinue providing service as a result of a default of PowerSouth other than a non-payment default.

MEAG Power's failure to comply with any covenant, agreement, representation, warranty or obligation of the Project P PPA or the Project P Power Purchase Agreement shall also constitute a default and PowerSouth may bring suit, action or proceeding in law or equity to enforce such covenant, agreement, representation, warranty or obligation but nothing in the Project P PPA or the Project P Power Purchase Agreement shall be construed to permit PowerSouth to terminate, rescind, void or otherwise abandon its obligations to MEAG Power under the Project P PPA or the Project P Power Purchase Agreement as a result of such default.

Termination or Amendment

The Project P PPA may not be terminated by either party under any circumstances and may not be amended, modified or otherwise altered in any manner except as provided in the Project P PPA. So long as any Project P Bonds or the Project P DOE Secured Obligations are outstanding or until adequate provisions for payment thereof have been made in accordance with the provisions of the Project P Bond Resolution and the Project P Federal Loan Documents, respectively, and no undisbursed commitments remain available under the Project P Federal Loan Documents, the Project P PPA shall not be amended, modified or otherwise altered in any manner that would reduce the payments pledged as security for Debt Service on the Project P Bonds and as security for the Project P DOE Secured Obligations, or extend the time for such payments, adversely impact or in any manner impair or adversely affect the rights of the owners from time to time of the Project P Bonds or the rights of the Project P DOE Secured Parties pursuant to the Project P Federal Loan Documents.

2024 Amendment of Project P PPA

MEAG Power and PowerSouth entered into Amendment No. 1 to Project P Power Purchase Agreement, dated as February 29, 2024. The amendment provided that post-commercial operation date capital improvement items will be bundled with all other similar capital items incurred within an Annual Period. Those items will be deemed to be placed in-service on the January 1 following the end of such Annual Period with an expected economic useful life of 20 years and amortized on a level principal basis, as described above. The amendment also created an exception to the 40-year level debt service payment requirements of the Project P PPA with respect to Post-COD Capital Improvement Bonds for the funding of the initial completion costs of spent fuel storage facilities to amortize the principal thereof on a straight-

line basis with level monthly payments of the principal component of debt service over the remaining term of the operating license of the applicable Additional Unit.

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SUMMARY OF VOGTLE UNITS 3&4 POWER SALES CONTRACTS

The following is a description of certain of the provisions of (1) the Project M Power Sales Contracts executed between MEAG Power and the Project M Participants relating to the Project M, (2) the Project J Power Sales Contracts executed between MEAG Power and the Project J Participants relating to Project and (3) the Project P Power Sales Contracts executed between MEAG Power and the Project P Participants relating to Project P (the Project M Power Sales Contracts, the Project J Power Sales Contracts and the Project P Power Sales Contracts are referred to collectively herein as the “*Vogtle Units 3&4 Power Sales Contracts*”).

Each of the Vogtle Units 3&4 Power Sales Contracts will continue to be in full force and effect until such time as all of the indebtedness issued under the applicable Vogtle Units 3&4 Bond Resolution or advanced under the applicable Federal Loan Documents has been paid or provision has been made for their payment and all obligations of the applicable Vogtle Units 3&4 Project Entity under the applicable Vogtle Units 3&4 Project Federal Loan Documents have been satisfied and all lending commitments thereunder have been terminated or until such time as the applicable Vogtle Units 3&4 Project is retired from service or disposed of by MEAG Power or by the applicable Vogtle Units 3&4 Project Entity, whichever is later, but in no event longer than 50 years from December 31, 2014, the execution date of the Amended and Restated Vogtle Units 3&4 Power Sales Contracts (unless extended either through amendment or replacement with another contract; see the fourth paragraph under “INTRODUCTORY STATEMENT – The Participants’ Power Sales Contracts – *Project One and General Resolution Projects*” in the Annual Information Statement).

The Vogtle Units 3&4 Power Sales Contracts are identical in all material respects except as indicated below. Capitalized terms not otherwise defined in this APPENDIX K or defined in the Annual Information Statement shall be as defined in the applicable Vogtle Units 3&4 Power Sales Contracts.

Obligation Shares

Each Vogtle Units 3&4 Participant’s Obligation Share with respect to a particular Vogtle Units 3&4 Project is a percentage set forth in its Vogtle Units 3&4 Power Sales Contract relating to such Project that determines both (a) the percentage share of output and services, which include capacity and energy, of such Vogtle Units 3&4 Project Entity’s Ownership Interest to which such Vogtle Units 3&4 Participant is entitled and (b) the percentage of such Project’s annual costs that such Vogtle Units 3&4 Participant is obligated to pay.

Pursuant to the terms of the Project M Power Sales Contracts, MEAG Power is obligated to provide, and each Project M Participant is obligated to take from MEAG Power, its Obligation Share of the output and services, which include capacity and energy, of the Project M Entity’s Ownership Interest for the entire term of its Project M Power Sales Contract.

Pursuant to the terms of the Project J Power Sales Contracts and the Project P Power Sales Contracts, respectively, each Project J Participant and Project P Participant shall be entitled to and is obligated to take, its Obligation Share of the output and services of the Project J Entity’s Ownership Interest and Project P Entity’s Ownership Interest, respectively, commencing at 12:01 AM, Eastern Prevailing Time, on the day after the twentieth anniversary of the commercial operation date of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the “*Second Commercial Operation Date*”), for a period not to exceed 50 years from December 31, 2014 (such period is referred to herein as the “*Final Term*”).

None of the Project J Participants or the Project P Participants is entitled to receive its Obligation Share of output and services from the Project J Entity's Ownership Interest or the Project P Entity's Ownership Interest, as applicable, during the period between the commercial operation date of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the "*First Commercial Operation Date*") and the twentieth anniversary of the Second Commercial Operation Date (such period is referred to herein as the "*Initial Term*"); *provided, however*, that each Project J Participant and Project P Participant is entitled to receive its Obligation Share of the output and services, which include capacity and energy, of the portion of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation that is included in Project J and Project P, respectively, during the period commencing on the twentieth anniversary of the First Commercial Operation Date and continuing through the remainder of the Initial Term.

See "THE PARTICIPANTS – Obligation Shares of the Participants – Vogtle Units 3&4 Projects" in the Annual Information Statement for a schedule that sets forth the Vogtle Units 3&4 Participants' respective Obligation Shares.

Annual Budgets

MEAG Power is required to adopt an annual budget with respect to each Vogtle Units 3&4 Project (each, an "*Annual Budget*") for each Power Supply Year during the term of the applicable Vogtle Units 3&4 Power Sales Contracts containing estimates of such annual costs of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest (the "*Annual Costs*") and all revenues, income or other funds to be applied to each Vogtle Units 3&4 Project's Annual Costs, including the costs of Debt Service (as hereinafter defined). To the extent not paid as part of the Costs of Acquisition and Construction, the Annual Costs for a particular Vogtle Units 3&4 Project are all costs and expenses of MEAG Power or the applicable Vogtle Units 3&4 Project Entity, allocable to such Vogtle Units 3&4 Project Entity's Ownership Interest incurred by MEAG Power or the applicable Vogtle Units 3&4 Project Entity's Ownership Interest during a given Power Supply Year, including fixed and other costs.

1. *Fixed costs*, with respect to each Vogtle Units 3&4 Project all fixed costs allocable to the applicable Vogtle Units 3&4 Project incurred by MEAG Power or the applicable Vogtle Units 3&4 Project Entity including: (a) taxes or payments in lieu thereof attributable to the applicable Vogtle Units 3&4 Project Entity's Ownership Interest and/or such Vogtle Units 3&4 Project; (b) amounts required for renewals and replacements, attributable to the applicable Vogtle Units 3&4 Project Entity's Ownership Interest or reserves therefor established for the applicable Vogtle Units 3&4 Project; (c) amounts to be set aside by MEAG Power or the applicable Vogtle Units 3&4 Project Entity for the retirement from service or disposal of facilities of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest; (d) amounts paid by MEAG Power or the applicable Vogtle Units 3&4 Project Entity, for the purchase of generating capacity reserves for the applicable Vogtle Units 3&4 Project Entity's Ownership Interest; (e) amounts that MEAG Power or the applicable Vogtle Units 3&4 Project Entity is required under the applicable bond resolution or the applicable Federal Loan Documents to pay or deposit into any fund or account established by such bond resolution or the applicable Federal Loan Documents for the payment of Debt Service on the applicable bonds or the applicable DOE Guaranteed Loan, as applicable, and any reserve requirements for the applicable bonds or the applicable DOE Guaranteed Loan, as applicable; (f) any other amounts that MEAG Power or applicable Vogtle Units 3&4 Project Entity is required, under the applicable bond resolution or the applicable Federal Loan Documents, as applicable, to pay or deposit during the Power Supply Year into any other fund or account established by or outside of such bond resolution or the applicable Federal Loan Documents, as applicable; (g) amounts for payment or deposit into any fund or account outside of the pledge of the applicable bond resolution or the applicable Federal Loan Documents attributable to costs or reserves of such Vogtle Units 3&4 Project, including such amounts established by MEAG Power in the applicable

Vogtle Units 3&4 Project's Annual Budget to provide reasonable reserves for the payment of the applicable Vogtle Units 3&4 Project Entity's share of costs required pursuant to either the Vogtle Units 3&4 Ownership Agreement or the Vogtle Operating Agreement; and (h) amounts for payment of Additional Costs (as such term is defined in the Vogtle Units 3&4 Development Agreement) attributable to the applicable Vogtle Units 3&4 Project Entity's Ownership Interest incurred during any Power Supply Year; and (i) without duplication, all fixed costs required to be paid by the applicable Vogtle Units 3&4 Project Entity (whether to DOE, as operating expenses or otherwise) in the applicable Federal Loan Documents other than such costs and expenses set forth in clause (2) below.

Each of the Project J Power Sales Contracts and the Project P Power Sales Contracts also provides that fixed costs will also include amounts for the payment of any obligation that MEAG Power incurs under the Project J PPA or the Project P PPA, as applicable, including monetary judgments obtained by JEA or PowerSouth, as applicable, against MEAG Power.

2. *Other costs*, with respect to each Vogtle Units 3&4 Project, include: (a) all costs of producing and delivering electric power and energy from the applicable Vogtle Units 3&4 Project Entity's Ownership Interest to the applicable Vogtle Units 3&4 Participants and (b) amounts required to pay the costs of or to provide reserves for (i) extraordinary operating and maintenance costs attributable to the such Vogtle Units 3&4 Project, (ii) any major renewals, replacements, repairs, additions, betterments and improvements necessary, in the opinion of MEAG Power or the applicable Vogtle Units 3&4 Project Entity to keep the facilities of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom; and (iii) any major additions, improvements, repairs or modifications to, or retirements or disposals of, any facility required by any governmental agency having jurisdiction over the applicable Vogtle Units 3&4 Project or for which the applicable Vogtle Units 3&4 Project Entity otherwise is responsible to the extent that the applicable Vogtle Units 3&4 Project Entity is not reimbursed therefor from the proceeds of insurance or funds for such payments are not available to MEAG Power or the applicable Vogtle Units 3&4 Project Entity therefor from any funds or accounts established by MEAG Power or by or on behalf of the applicable Vogtle Units 3&4 Project Entity or funds for such payment are not provided or to be provided by the issuance of bonds; and (iv) without duplication, all amounts required to be paid by the applicable Vogtle Units 3&4 Project Entity (whether to DOE, as operating expenses or otherwise) in the applicable Federal Loan Documents other than the fixed costs set forth in clause (1) above.
3. *Debt Service*, with respect to each Vogtle Units 3&4 Project, means, with respect to any period, the aggregate of the amounts required by the applicable bond resolution and the applicable Federal Loan Documents to be paid by MEAG Power or the applicable Vogtle Units 3&4 Project Entity, as applicable, during said period into any fund or funds created by such bond resolution or any account or accounts required by the applicable Federal Loan Documents, as applicable, for the sole purpose of paying (a) the principal (including the sinking fund or equivalent payment installments) of, and premium, if any, and interest on, applicable bonds or the applicable DOE Guaranteed Loan, as applicable, and all other amounts due with respect to the applicable DOE Guaranteed Loan, and (b) any payments on Qualified Hedging Contracts, including any swap premium or swap termination payment, or Reimbursement Obligations, relating to the applicable bonds or the applicable DOE Guaranteed Loan from time to time outstanding as the same become due; *provided, however*, that Debt Service will not include any acceleration of the maturity of the applicable bonds or the applicable DOE Guaranteed Loan. MEAG Power is expressly authorized to bill some or all of the Debt Service costs which are payable during construction and prior to the applicable commercial operation date of any facility.

MEAG Power is authorized to amend each applicable Vogtle Units 3&4 Project's Annual Budget upon 30 days' notice to the applicable Vogtle Units 3&4 Participants and to adjust its rates and charges to meet each applicable Vogtle Units 3&4 Project's costs. MEAG Power will submit, and each applicable Vogtle Units 3&4 Participant will be obligated to pay, a monthly billing statement based upon the applicable Vogtle Units 3&4 Project's Annual Budget for the applicable Vogtle Units 3&4 Project. At the end of each Power Supply Year, MEAG Power will determine if the aggregate amounts collected from the billing statements are in the proper amount. Any excess amounts collected will, at MEAG Power's discretion, either be paid to the applicable Vogtle Units 3&4 Participants or appropriately credited to the such Vogtle Units 3&4 Participants on their monthly billing statements for the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was determined to have been necessary. Each Vogtle Units 3&4 Power Sales Contract provides that MEAG Power shall have the discretion, subject to the concurrence of a sufficient number of Vogtle Units 3&4 Participants whose total Obligation Shares in the applicable Vogtle Units 3&4 Project exceed 66 2/3 percent, to apply any excess amounts (as set forth above) received, or portion thereof, towards the purchase, redemption or defeasance of bonds relating to such Vogtle Units 3&4 Project in advance of such bonds' maturity or retiring by prepayment applicable Advances, in each case; *provided, however*, that pursuant to the terms of the Project J Power Sales Contracts and the Project P Power Sales Contracts, MEAG Power shall only have such discretion after the end of the term of the Project J PPA and Project P PPA, respectively. MEAG Power will reduce such elements of the applicable Vogtle Units 3&4 Project's Annual Costs to reflect any such accelerated retirement or prepayment or redemption. Any deficiencies in collections are recovered by adding the amount of such deficiency to the applicable Vogtle Units 3&4 Participants' billing statements in equal installments over the remaining month or months of the Power Supply Year next succeeding the Power Supply Year for which such adjustment was determined to have been necessary. MEAG Power may, at its election, establish a policy for making monthly, quarterly or semi-annual retroactive adjustments to the Vogtle Units 3&4 Participants' billings to account for variances between the billed amounts and the actual costs incurred during the respective period to avoid large cumulative adjustments at the end of each Power Supply Year.

Each of the Project J Power Sales Contracts and the Project P Power Sales Contracts provides that, in the event that JEA or PowerSouth, as applicable, makes any additional compensation payment that either JEA or PowerSouth, as applicable, is committed to make pursuant to the applicable Project J PPA or Project P PPA, such payment will be placed by MEAG Power in a reserve fund for the purpose of either reducing the Project J Participants' or Project P Participants' Obligation Shares, as applicable, of "other costs" (as defined above) following the Initial Term or satisfying any payment obligations of such Vogtle Units 3&4 Participants incurred during the Initial Term, as the case may be. Such funds will be allocated among the applicable Vogtle Units 3&4 Participants on a *pro rata* basis reflecting each Vogtle Units 3&4 Participants' Obligation Shares in the applicable Vogtle Units 3&4 Project and shall not be included in the pledge in favor of the holders of the related bonds or the pledge in favor of the applicable DOE Secured Parties to secure the payment of the applicable DOE Secured Obligations.

Vogtle Units 3&4 Participants' Obligations to Pay

General

Each Vogtle Units 3&4 Participant is obligated to establish, maintain and collect rates and charges for the electric service of its electric distribution system so as to provide revenues sufficient, together with available electric distribution system reserves, to enable such Vogtle Units 3&4 Participant to (1) pay MEAG Power all amounts payable under its Vogtle Units 3&4 Power Sales Contract, (2) pay all other amounts payable from, and all lawful charges against or liens on, the revenues of its electric distribution system and (3) operate and maintain its electric distribution system in a sound, businesslike manner.

The Vogtle Units 3&4 Power Sales Contracts provide that each Vogtle Units 3&4 Participant is obligated to pay for its Obligation Share of the applicable Vogtle Units 3&4 Project's Annual Costs, as well as the Costs of Acquisition and Construction of such Vogtle Units 3&4 Project, whether or not such Vogtle Units 3&4 Ownership Interest is completed, operating or operable, and whether or not its output is suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part, and such payments are unconditional.

With respect to each Vogtle Units 3&4 Project, all payments made by the Vogtle Units 3&4 Participants pursuant to the Vogtle Units 3&4 Power Sales Contracts attributable to such Vogtle Units 3&4 Project or such Vogtle Units 3&4 Project's Annuals Costs are to be pledged as security for such Vogtle Units 3&4 Project's bonds and the applicable DOE Guaranteed Loan.

If payment is not made from the revenues of the electric system of a Vogtle Units 3&4 Participant or from other funds thereof, such Vogtle Units 3&4 Participant is required to include in its general revenue or appropriation measure or annual tax levy amounts sufficient to make the payments required under its Vogtle Units 3&4 Power Sales Contract, whether or not electric power and energy shall actually be received by such Vogtle Units 3&4 Participant. If any such provision or appropriation is not made for a fiscal year, then the chief fiscal officer of such Vogtle Units 3&4 Participant is required, in accordance with the provisions of the Act, to set up as an appropriation on the accounts of such Vogtle Units 3&4 Participant the amounts required to pay its obligations under its Vogtle Units 3&4 Power Sales Contract, and such appropriation will have the same legal status as if the Vogtle Units 3&4 Participant had included the amount of the appropriation in its general revenue or appropriation measure. In the event a Vogtle Units 3&4 Participant fails to pay all amounts due under its Vogtle Units 3&4 Power Sales Contract, MEAG Power's remedies under each Vogtle Units 3&4 Power Sales Contract include specific performance to compel such Vogtle Units 3&4 Participant to assess and collect an annual ad valorem tax sufficient to meet its obligations thereunder.

For further information with respect to the obligations of the Vogtle Units 3&4 Participants under the Vogtle Units 3&4 Power Sales Contracts, see "CAPITAL IMPROVEMENTS AND FINANCING PROGRAMS – Security for MEAG Power's Project M Bonds," "– Security for MEAG Power's Project J Bonds" and "– Security for MEAG Power's Project P Bonds" in the Annual Information Statement.

***Payment Obligations of Project J Participants
Under the Project J Power Sales Contracts***

To the extent not paid by JEA under the terms of the Project J PPA, during the entirety of the Initial Term, each Project J Participant is unconditionally obligated to pay its Obligation Share of (1) the Project J Annual Costs, other than Debt Service, subject to certain exceptions described below and (2) any Costs of Acquisition and Construction that become due and owing prior to or during the Initial Term to the extent that such costs are not required to be paid for by JEA in accordance with the terms of the Project J PPA.

JEA is obligated to pay Debt Service (as defined in the Project J PPA) during the Initial Term as specified in the Project J PPA. However, there are circumstances in which JEA's obligation to pay Debt Service terminates prior to the end of the Initial Term. In these circumstances, and in any other circumstances which may arise where JEA is no longer obligated to pay Debt Service during the Initial Term, the Project J Participants will be obligated to pay their respective Obligation Shares of Debt Service (as defined in the Project J Power Sales Contracts). Additionally, there are circumstances under which JEA's obligation to pay other Project J Annual Costs and Costs of Acquisition and Construction may terminate prior to the end of the Initial Term. Similarly, in these circumstances, the Project J Participants will be obligated to pay their respective Obligation Shares of Project J Annual Costs and Costs of Acquisition and Construction. For a discussion of JEA's payment obligations and the circumstances in which such obligations may terminate prior to the end of the Initial Term, see "SUMMARY OF VOGTLE

UNITS 3&4 PPAs – Project J PPA – JEA’s Payment Obligations – *JEA’s Payment Obligations in the event of Project J Termination*” in APPENDIX J.

For a description of JEA’s general payment obligations under the Project J PPA, see “SUMMARY OF VOGTLE UNITS 3&4 PPAs – Project J PPA – JEA’s Payment Obligations” in APPENDIX J.

***Payment Obligations of Project P Participants
Under the Project P Power Sales Contracts***

To the extent not paid by PowerSouth under the terms of the Project P PPA, during the entirety of the Initial Term, each Project P Participant is unconditionally obligated to pay its Obligation Share of (1) the Project P Annual Costs, other than Debt Service, subject to certain exceptions described below and (2) any Costs of Acquisition and Construction that become due and owing prior to or during the Initial Term to the extent that such costs are not required to be paid for by PowerSouth in accordance with the terms of the Project P PPA.

PowerSouth is obligated to pay Debt Service (as defined in the Project P PPA) during the Initial Term as specified in the Project P PPA. However, there are circumstances in which PowerSouth’s obligation to pay Debt Service terminates prior to the end of the Initial Term. In these circumstances, and in any other circumstances which may arise where PowerSouth is no longer obligated to pay Debt Service during the Initial Term, the Project P Participants will be obligated to pay their respective Obligation Shares of Debt Service (as defined in the Project P Power Sales Contracts). Additionally, there are circumstances under which PowerSouth’s obligation to pay other Project P Annual Costs and Costs of Acquisition and Construction may terminate prior to the end of the Initial Term. Similarly, in these circumstances, the Project P Participants will be obligated to pay their respective Obligation Shares of Project P Annual Costs and Costs of Acquisition and Construction. For a discussion of PowerSouth’s payment obligations and the circumstances in which such obligations may terminate prior to the end of the Initial Term, see “SUMMARY OF VOGTLE UNITS 3&4 PPAs – Project P PPA – PowerSouth’s Payment Obligations – *PowerSouth’s Payment Obligations in the event of Project P Termination*” in APPENDIX J.

For a description of PowerSouth’s general payment obligations under the Project P PPA, see “SUMMARY OF VOGTLE UNITS 3&4 PPAs – Project P PPA – PowerSouth’s Payment Obligations” in APPENDIX J.

Remedies

Failure by a Vogtle Units 3&4 Participant to make any payment due under a Vogtle Units 3&4 Power Sales Contract will constitute a default thereunder. In such event, MEAG Power may proceed to enforce payment by action at law or equity and may, upon 60 days’ written notice to the defaulting Vogtle Units 3&4 Participant, cease and discontinue providing services to such Vogtle Units 3&4 Participant under such Vogtle Units 3&4 Power Sales Contract. If the default continues for more than 180 days or if a non-defaulting Vogtle Units 3&4 Participant exercises a right of first refusal to purchase a *pro rata* share of such defaulting Vogtle Units 3&4 Participant’s Obligation Share of the output and services of the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest whichever occurs first, MEAG Power may permanently discontinue providing service from such Vogtle Units 3&4 Project to the defaulting Vogtle Units 3&4 Participant. Each Vogtle Units 3&4 Participant expressly waives any claim to interest payments recovered by MEAG Power as a result of a default under its Vogtle Units 3&4 Power Sales Contracts. The Vogtle Units 3&4 Power Sales Contracts also provide that in the event of default in any payment by a Vogtle Units 3&4 Participant, such Vogtle Units 3&4 Participant must provide for the assessment and collection of an annual tax sufficient to make payments due under the applicable Vogtle Units 3&4 Power Sales Contract in each year over the remainder of the term of the applicable Vogtle Units 3&4 Power Sales

Contract. In addition to any suit in law or equity, MEAG Power has the right to request specific performance as a remedy to enforce such provision.

In the event of a default by a Vogtle Units 3&4 Participant under a Vogtle Units 3&4 Power Sales Contract and discontinuation of such Vogtle Units 3&4 Participant's service from the related Vogtle Units 3&4 Project, MEAG Power shall first offer to transfer a *pro rata* portion of the defaulting Vogtle Units 3&4 Participant's Obligation Share to all other non-defaulting Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project. Any such portion of the defaulting Vogtle Units 3&4 Participant's Obligation Share which is declined by the non-defaulting Vogtle Units 3&4 Participants will be reoffered *pro rata* to the non-defaulting Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project which have accepted in full the first offer. Such reoffering will be repeated until such defaulting Vogtle Units 3&4 Participant's Obligation Share has been reallocated in full or until all non-defaulting Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project have declined to take any additional portion of such defaulting Vogtle Units 3&4 Participant's Obligation Share. If less than all of the defaulting Vogtle Units 3&4 Participant's Obligation Share is accepted by the non-defaulting Vogtle Units 3&4 Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Vogtle Units 3&4 Participant's Obligation Share for the remaining term of the associated Vogtle Units 3&4 Power Sales Contract to any person, firm, association or corporation, public or private; *provided* that such sales may not adversely affect the tax exempt status of the applicable Vogtle Units 3&4 Project's bonds or the security for such Vogtle Units 3&4 Project's bonds and the applicable DOE Secured Obligation.

If less than all of the defaulting Vogtle Units 3&4 Participant's Obligation Share for a particular Vogtle Units 3&4 Project is transferred to non-defaulting Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project or otherwise sold, MEAG Power shall transfer the remaining portion of such defaulting Vogtle Units 3&4 Participant's Obligation Share, on a *pro rata* basis (based on the respective original Obligation Shares of the Vogtle Units 3&4 Participants in such Project) to all other non-defaulting Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project; *provided, however*, that no Vogtle Units 3&4 Participant may, as a result of such transfer, have an Obligation Share in excess of 130 percent of its Obligation Share established on the effective date of the applicable Vogtle Units 3&4 Power Sales Contracts. After such transfer, each non-defaulting Vogtle Units 3&4 Participant shall be obligated to pay for its increased Obligation Share. In the event that less than all of the defaulting Vogtle Units 3&4 Participant's Obligation Share has been sold or transferred to non-defaulting Vogtle Units 3&4 Participants, MEAG Power shall use its reasonable best efforts to sell the remaining portion of the defaulting Vogtle Units 3&4 Participant's Obligation Share or the energy associated therewith to any person, firm, association or corporation, public or private, on terms and conditions acceptable to MEAG Power; *provided, however*, that such sale may not adversely affect the tax exempt status of the applicable Vogtle Units 3&4 Project's bonds that are intended to be exempt. The defaulting Vogtle Units 3&4 Participant shall remain liable under the applicable Vogtle Units 3&4 Power Sales Contract, except that its obligations will be reduced to the extent that payment has been received by MEAG Power for the portion of the defaulting Vogtle Units 3&4 Participant's Obligation Share that has been sold or transferred.

Sale or Exchange of Power and Energy

In the event that all or any portion of a Vogtle Units 3&4 Participant's Obligation Share of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest, is in excess of such Vogtle Units 3&4 Participant's needs, MEAG Power, when so requested by such Vogtle Units 3&4 Participant, may sell and transfer for any period of time such excess on the terms and conditions proposed by the selling Vogtle Units 3&4 Participant. Such excess must first be offered to the non-selling Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project on terms that may require, at the option of the selling party, such non-selling Vogtle Units 3&4 Participants to purchase the excess in its entirety. In the event that the non-selling Vogtle Units 3&4 Participants in such Vogtle Units 3&4 Project elect not to purchase the entire amount of such excess, MEAG Power may dispose of such excess by sale to other utilities on the terms and conditions

proposed by the selling Vogtle Units 3&4 Participant. See, however “SUMMARY OF VOGTLE UNITS 3&4 PPAs – Project J PPA – 2020 Amendment of Project J PPA” in APPENDIX J. If all or any portion of the excess is sold, the selling Vogtle Units 3&4 Participant’s Obligation Share will not be reduced and the selling Vogtle Units 3&4 Participant will remain liable to MEAG Power to pay the full amount of its billing statement as if such sale had not been made; *provided, however*, that such liability will be discharged to the extent that MEAG Power receives payment for such excess output and services from the purchaser or purchasers thereof.

Additional Transactions

MEAG Power may utilize its rights to output and services of each applicable Vogtle Units 3&4 Project Entity’s Ownership Interest when the Vogtle Units 3&4 Participants in such applicable Vogtle Units 3&4 Project are entitled to output and services from the facilities, and may enter into transactions with others, in accordance with Prudent Utility Practice, when such transactions are reasonably expected to result in economic benefits to the applicable Vogtle Units 3&4 Participants. Such transactions include, but are not limited to, capacity sales and swaps, energy sales and swaps, financial swaps, hedges and risk management contracts and reliability exchanges with other utilities. Each Vogtle Units 3&4 Participant shall receive a credit of its Obligation Share of the proceeds of all such transactions relating to the Vogtle Units 3&4 Projects for which it is a participant, as applicable.

Amendment of the Vogtle Units 3&4 Power Sales Contracts

The Vogtle Units 3&4 Power Sales Contracts may not be amended, modified or otherwise altered in any manner except as permitted by the applicable Vogtle Units 3&4 Power Sales Contract. Each Vogtle Units 3&4 Power Sales Contract provides that so long as any of the applicable Vogtle Units 3&4 Project’s bonds or the applicable DOE Secured Obligations are outstanding or until adequate provisions for their payment have been made in accordance with the applicable bond resolution and the applicable Federal Loan Documents, as applicable, and no undisbursed commitments remain available under the applicable Federal Loan Documents, the applicable Vogtle Units 3&4 Power Sales Contracts will not be amended, modified or otherwise altered in any manner that would reduce the amount of, or extend the time of, payments pledged as security for the Debt Service on all applicable Vogtle Units 3&4 Project’s bonds and as security for the applicable DOE Secured Obligations, extend the time of such payments or adversely impact the tax exempt status of such applicable bonds or adversely affect the rights of the owners of the such applicable bonds or the rights of the applicable DOE Secured Parties pursuant to the applicable Federal Loan Documents or, in the case of the Project J Power Sales Contracts and the Project P Power Sales Contracts, adversely affect the rights of JEA or PowerSouth, respectively.

SUMMARY OF VOGTLE UNITS 3&4 PROJECT AGREEMENTS

General

GPC, OPC, Dalton and the Vogtle Units 3&4 Project Entities (collectively, the “*Co-Owners*”) and MEAG Power are parties to: (1) a Vogtle Units 3&4 Development Agreement, (2) a Vogtle Units 3&4 Ownership Agreement, (3) a Vogtle Operating Agreement and (4) a Nuclear Managing Board Agreement (each defined herein and collectively referred to as the “*Vogtle Units 3&4 Project Agreements*”). Additionally, MEAG Power has also entered into a Guaranty Agreement with respect to each of the Vogtle Units 3&4 Project Entities in favor of GPC, OPC and Dalton (each, a “*Vogtle Units 3&4 Guaranty*” and collectively referred to as the “*Vogtle Units 3&4 Guaranties*”).

Capitalized terms not otherwise defined in this APPENDIX L or defined in the Annual Information Statement shall be as defined in the Vogtle Units 3&4 Project Agreements, as applicable.

Vogtle Units 3&4 Development Agreement

The Co-Owners and MEAG Power are parties to the Plant Vogtle Owners’ Agreement Authorizing Development, Construction, Licensing and Operation of Additional Generating Units, dated as of May 13, 2005, as amended (the “*Vogtle Units 3&4 Development Agreement*”). Pursuant to the Vogtle Units 3&4 Development Agreement, the Original Vogtle Units 3&4 Co-Owners authorized the development, construction, licensing and operation of up to two additional nuclear units at Generation Station Vogtle (“*Vogtle Units 3&4*”). The Original Vogtle Units 3&4 Co-Owners further agreed that those Original Vogtle Units 3&4 Co-Owners that elected to participate in the ownership of Vogtle Units 3&4 would have the right to use the existing Generation Station Vogtle land, common facilities and support services for that purpose, subject to the obligation of the participating Original Vogtle Units 3&4 Co-Owners to bear all of the costs associated with the construction and ownership of Vogtle Units 3&4. The Vogtle Units 3&4 Development Agreement provided each of the Original Vogtle Units 3&4 Co-Owners with the right, but not the obligation, to participate in the ownership of Vogtle Units 3&4 in an amount up to each Co-Owner’s existing *pro rata* interest in Generation Station Vogtle. Pursuant to the Vogtle Units 3&4 Development Agreement, GPC was designated as the agent of the Co-Owners and authorized to develop, license, engineer, contract, operate and maintain Vogtle Units 3&4 on behalf of the Co-Owners. As agent, GPC is authorized to apply for the issuance of licenses, permits, and other governmental approvals from the Nuclear Regulatory Commission (“*NRC*”) and the State of Georgia, as necessary for the development of Vogtle Units 3&4.

Vogtle Units 3&4 Ownership Agreement

General. The Co-Owners and MEAG Power are parties to a Plant Alvin W. Vogtle Additional Units Ownership Participation Agreement, dated as of April 21, 2006, as amended (the “*Vogtle Units 3&4 Ownership Agreement*”). The Vogtle Units 3&4 Ownership Agreement governs the ownership rights and responsibilities of the Co-Owners of Vogtle Units 3&4 and the authority and responsibilities of GPC, as agent for the Co-Owners.

GPC’s Responsibilities as Agent. Under the Vogtle Units 3&4 Ownership Agreement, the Co-Owners appointed GPC as agent, with sole authority and responsibility for, among other things, the planning, licensing, design, construction, acquisition, completion, startup, commissioning, renewal, addition, replacement, modification and decommissioning of Vogtle Units 3&4. As agent, GPC is required to discharge its responsibilities in a manner consistent with Prudent Utility Practice. Neither GPC, as agent, nor any Co-Owner may make an adverse distinction between Vogtle Units 3&4 or any other generating

unit in which GPC or such Co-Owner has an interest because of the co-ownership of Vogtle Units 3&4 with the other Co-Owners. As agent, GPC has the sole authority and responsibility to arrange for and acquire nuclear fuel for Generation Station Vogtle. However, each Co-Owner may make its own financial arrangements for the discharge of its fuel payment obligations so long as such arrangements do not adversely affect the rights of the other Co-Owners. GPC's liabilities with respect to its duties under the Vogtle Units 3&4 Ownership Agreements are limited by the terms thereof.

Alienation and Assignment. Each Co-Owner owns its respective ownership interest in each of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 (each such interest, an “*Ownership Interest*”) as a tenant in common with the other Co-Owners and has the related rights and obligations (including payment therefor), and is entitled to the output of each such unit in proportion to its Ownership Interest. The Ownership Interests of the Co-Owners were determined pursuant to the Vogtle Units 3&4 Development Agreement described above under “– Vogtle Units 3&4 Development Agreement” herein. Each Co-Owner's Ownership Interest includes a fee simple interest in Vogtle Units 3&4 and the site inside the existing boundaries of Generation Station Vogtle where Vogtle Units 3&4 will be located, as well as easement rights to access the existing Generation Station Vogtle property and rights to use common facilities currently existing at Generation Station Vogtle.

Each Co-Owner may convey liens and security interests in its respective Ownership Interest to secure its indebtedness. OPC's Ownership Interest is subject to the lien of its indenture (the “*OPC Indenture*”). In conjunction with the closing of a DOE-guaranteed loan made to GPC, GPC granted a security interest in its Ownership Interest to DOE's collateral agent, in order to secure such DOE-guaranteed loan. In addition, in conjunction with its entry into its respective DOE Loan Guarantee Agreement, each Vogtle Units 3&4 Project Entity granted a security interest in its respective Ownership Interest to the DOE Collateral Agent, in order to secure its respective DOE Guaranteed Loan. Additionally, each Co-Owner has waived its right to (a) a partition or any accounting thereof related to Vogtle Units 3&4 and (b) any equitable lien rights.

With limited exceptions, the Co-Owners may not otherwise sell or transfer all or any portion of their interest in either or both of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 without first offering such interest to the other Co-Owners and MEAG Power *pro rata* in accordance with their respective Ownership Interests; *provided* that, any exercise of such right by MEAG Power shall be in lieu of the exercise of such right by the applicable Vogtle Units 3&4 Project Entity. This right of first refusal may be waived by a vote of Co-Owners holding an aggregate of 90 percent of the Ownership Interests. Such consent is not required, however, in certain circumstances, including sales or transfers (a) used to finance the discharge of nuclear fuel payment obligations; (b) to a governmental authority in connection with financing a pollution control facility or obtaining ad valorem tax abatement; (c) made to convey a security interest to secure bonds; or (d) to allow a Co-Owner to sell its Ownership Interest when it does not want to repair a damaged Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 but the remaining Co-Owners want such repair. Except in cases of transfers to secure indebtedness, any transferee of all or any portion of a Co-Owner's Ownership Interest shall be required to become a party to the Vogtle Units 3&4 Ownership Agreement and assume all the obligations of the transferor in proportion to such portion of the transferor's Ownership Interest.

In addition, as originally executed, the Vogtle Units 3&4 Ownership Agreement allowed the trustee under the OPC Indenture to dispose of OPC's Ownership Interest pursuant to a foreclosure action or power of sale, without complying with the right of first refusal, if OPC defaulted under the OPC Indenture and an agency or instrumentality of the United States government held debt that was secured by the OPC Indenture. In such event, the trustee under the OPC Indenture was required to allow the other Co-Owners to offer to purchase OPC's Ownership Interest prior to offering such interest to the public, but could reject any such offers. The trustee was required, however, to permit the other Co-Owners to participate in any auction or bid process related to the Ownership Interest. Furthermore, the Trustee was required to transfer OPC's

Ownership Interest to a party (i) that was financially responsible, taking into account the remaining obligations at the time of such transfer or sale under the Vogtle Units 3&4 Ownership Agreement, the Vogtle Operating Agreement and the Nuclear Managing Board Agreement and (ii) that became party to and assumed OPC's obligations under the Vogtle Units 3&4 Ownership Agreement, the Vogtle Operating Agreement and the Nuclear Managing Board Agreement. In conjunction with the closing of certain DOE-guaranteed loans made to GPC and OPC and in anticipation of the Vogtle Units 3&4 Project Entities obtaining their respective DOE Guaranteed Loans, this provision of the Vogtle Units 3&4 Ownership Agreement was amended to expand its applicability to the Ownership Interest of any Co-Owner that has obtained a DOE-guaranteed loan to finance construction of Vogtle Units 3&4 (or, in the case of any Vogtle Units 3&4 Project Entity, to the equity ownership interest in such Vogtle Units 3&4 Project Entity), on terms and conditions substantially similar to those described above, upon the occurrence of a default by such Co-Owner with respect to such DOE-guaranteed loan.

Also, in conjunction with the closing of certain DOE-guaranteed loans made to GPC and OPC and in anticipation of the Vogtle Units 3&4 Project Entities obtaining their respective DOE Guaranteed Loans as described in the preceding paragraph, an amendment to the Vogtle Units 3&4 Ownership Agreement was executed that provides that, subject to the satisfaction of certain conditions, each of GPC, OPC and Dalton, among other things, (1) consented to MEAG Power's conveyance of a portion of its Ownership Interest to each of the Vogtle Units 3&4 Project Entities and (2) waived its right of first refusal under the Vogtle Units 3&4 Ownership Agreement in respect of any such conveyance.

Costs of Repairs and Reconstruction. If either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 is damaged or destroyed, and the cost of repairing or rebuilding the unit (less any deductible) is estimated to be covered by insurance, then the unit will be repaired or rebuilt unless the Co-Owners decide, by a vote of the Co-Owners holding an aggregate of 90 percent of the Ownership Interests in such unit, not to repair or rebuild such unit (in which event the Co-Owners desiring to repair or rebuild the unit may buy out the Co-Owners who do not want to participate in the repair or reconstruction). Conversely, if the cost of repairing or rebuilding the unit (less any deductible) is not estimated to be covered by insurance, then the unit will not be repaired or rebuilt unless (1) the Co-Owners decide, by a vote of Co-Owners holding an aggregate of 90 percent of the Ownership Interests in such unit, to repair or rebuild such unit, or (2) one or more Co-Owners desiring to repair or rebuild the unit buys out any Co-Owners who do not want the unit repaired or rebuilt.

Insurance. During the construction, reconstruction, completion, startup, commissioning, repair, renewal, modification, replacement, alteration or decommissioning of, or addition to the Vogtle Units 3&4 properties, GPC, as agent, must carry at all times, in the names of the Co-Owners and as their interests may appear, builder's risk (including transit risk, if applicable) or installation floater insurance of the "all risks" type, covering such hazards as GPC, as agent, deems appropriate and consistent with its customary practices and Prudent Utility Practice. The cost of such insurance is included as a Cost of Construction. In addition, each Co-Owner may maintain, at its sole cost and expense, such additional or other insurance policies as it deems necessary or advisable to protect its interests, *provided*, such additional insurance does not reduce or diminish the insurance coverage procured and maintained by GPC, as agent.

Additionally, GPC, as agent, must reasonably satisfy itself that all contractors, subcontractors, engineers, equipment suppliers and manufacturers associated with Vogtle Units 3&4 carry appropriate insurance, including insurance for worker's compensation, public liability, automobile liability and such other hazards as GPC deems appropriate. Such insurance must protect the Co-Owners to the same extent as it does GPC, as agent. Similarly, GPC, as agent, will require that all contracts with third parties relating to Vogtle Units 3&4 provide the same protection for the Co-Owners as they do for GPC, including indemnification obligations.

Remedies for Non-Payment. The Vogtle Units 3&4 Ownership Agreement provides that, should a Co-Owner fail to make any payment when due, then, among other things, such non-paying Co-Owner's rights under the Vogtle Units 3&4 Ownership Agreement, including rights to output, capacity and energy, would be suspended until all overdue amounts have been paid, together with annual interest at the Prime Rate plus five percentage points. Both before and after commercial operation, any non-defaulting Co-Owner or MEAG Power may, with notice to the other Co-Owners, pay amounts owed by the defaulting Co-Owner; *provided* that, any exercise of such right by MEAG Power shall be in lieu of the exercise of such right by the applicable Vogtle Units 3&4 Project Entity. Such paying Co-Owner, or MEAG Power, as the case may be, will have the right to be promptly reimbursed by the defaulting Co-Owner, together with interest as specified above, and, after commercial operation, will also be entitled to a corresponding portion of the defaulting Co-Owner's output of Vogtle Units 3&4 until it is reimbursed (such right to increased output of Vogtle Units 3&4 is conditioned upon the paying Co-Owner's or MEAG Power's, as the case may be, payment of the defaulting Co-Owner's *pro rata* share of operating costs and fuel costs associated with its increased entitlement to output). If the payment default is with respect to costs incurred prior to commercial operation and such default lasts for one year or longer (even if it is paid by another Co-Owner or MEAG Power on behalf of the defaulting Co-Owner), each Co-Owner and MEAG Power may elect, with notice to the other Co-Owners, either (1) to purchase all or a fraction of the defaulting Co-Owner's Ownership Interest in Vogtle Units 3&4 (in proportion to each Co-Owner's Ownership Interest), or (2) to invest additional funds in Vogtle Units 3&4 and adjust the Ownership Interests of the Co-Owners to reflect such amounts invested; *provided* that, any exercise of such right by MEAG Power shall be in lieu of the exercise of such right by the applicable Vogtle Units 3&4 Project Entity. A non-defaulting Co-Owner or MEAG Power, as the case may be, may also choose to lend funds to the defaulting Co-Owner at a reasonable rate of interest and may, at its option, receive an appropriate portion of the defaulting Co-Owner's output of Vogtle Units 3&4; *provided* that, any exercise of such right by MEAG Power shall be in lieu of the exercise of such right by the applicable Vogtle Units 3&4 Project Entity. Additionally, GPC, as agent, will be entitled to sell the defaulting Co-Owner's right to output from Vogtle Units 3&4 until all overdue amounts owed by the defaulting Co-Owner have been paid, together with interest at the Prime Rate plus five percentage points. The net proceeds from any such sale will be applied to reduce the liability of the defaulting Co-Owner and any excess net proceeds will be applied as credit against the defaulting Co-Owner's share of future costs under the Vogtle Units 3&4 Ownership Agreement. In the event a Co-Owner defaults on any payments owed in connection with financing its Ownership Interest in Vogtle Units 3&4, any other Co-Owner or MEAG Power, as the case may be, will have the option to pay such overdue amounts directly to the defaulting Co-Owner's lender and will be entitled to be reimbursed for any such payments by the defaulting Co-Owner, together with interest at the Prime Rate plus five percentage points. Under the Vogtle Units 3&4 Ownership Agreement, the Co-Owners have the rights (1) to sue any non-paying party to recover any amounts paid by such paying Co-Owner or to enforce the payment obligations of such party and recover any increased costs incurred as a result of the non-payment, (2) to set-off amounts owed, (3) to seek declaratory judgments and (4) to seek injunctive relief to enforce GPC's obligations, as agent, to provide information relating to Vogtle Units 3&4.

Remedies for Other Breaches. If GPC fails to perform its obligations as agent in a manner consistent with Prudent Utility Practice, the other Co-Owners may, as their sole remedy and subject to the approval of the NRC, remove GPC as agent. In addition, if GPC, as agent, makes an adverse distinction between Vogtle Units 3&4 and any other generating unit in which it has an interest because of its co-ownership of Vogtle Units 3&4 with the other Co-Owners, or takes any action by which it intends to put another Co-Owner at a disadvantage, the Co-Owners may pursue any remedy available to them in law or equity.

Moreover, except as limited by the Vogtle Units 3&4 Ownership Agreement, the Co-Owners may collectively or individually take any action, in law or equity, to enforce the Vogtle Units 3&4 Ownership Agreement and to recover for any loss or damage (including consequential damages), including attorneys'

fees and collection costs, incurred by reason of any breach of or default under the Vogtle Units 3&4 Ownership Agreement.

Vogtle Operating Agreement

General. The Co-Owners and MEAG Power are parties to a Plant Alvin W. Vogtle Nuclear Units Amended and Restated Operating Agreement, dated as of April 21, 2006, as amended (the “*Vogtle Operating Agreement*”). The Vogtle Operating Agreement amends and restates the Plant Alvin W. Vogtle Nuclear Units Numbers One and Two Operating Agreement, entered into by the Original Vogtle Units 3&4 Co-Owners on August 27, 1976 (as amended, the “*Original Operating Agreement*”) which governed the two existing 1,150 MW maximum rated nuclear generating units known as Generation Station Vogtle Units 1 and 2 (the “*Vogtle Units 1&2*”). The Vogtle Operating Agreement amended the Original Operating Agreement so that it now governs the rights and responsibilities of the Co-Owners and MEAG Power, and the authority and responsibilities of GPC, as agent, with respect to the management, operation and maintenance of Vogtle Units 1&2 as well as Vogtle Units 3&4 following commercial operation. Vogtle Units 1&2 and Vogtle Units 3&4 are collectively referred to as the “Vogtle Units.”

GPC’s Responsibilities as Agent. Under the Vogtle Operating Agreement, OPC, MEAG Power, Dalton, and each Vogtle Units 3&4 Project Entity have appointed GPC as their agent, with sole authority and responsibility for management, control, operation and maintenance of the Vogtle Units, including procurement of nuclear fuel for the Vogtle Units. GPC, as agent, is required to discharge its responsibilities in accordance with Prudent Utility Practice. None of GPC, as agent, any Co-Owner or MEAG Power may make an adverse distinction between the Vogtle Units or any other generating unit in which GPC, such Co-Owner or MEAG Power has an interest because of the co-ownership of the Vogtle Units with the other Co-Owners and MEAG Power, as applicable.

MEAG Power’s and the Vogtle Units 3&4 Project Entities’ Entitlement to Output. With respect to availability of output, (1) MEAG Power is entitled to a percentage of the net capacity and net energy output of Vogtle Units 1&2 and (2) each Vogtle Units 3&4 Project Entity is entitled to a percentage of the net capacity and net energy output of Vogtle Units 3&4, each in proportion to its respective Ownership Interest in such unit. GPC has sole authority for the scheduling and dispatching of generation from each Vogtle Unit and shall schedule and dispatch such generation on a continuous economic dispatch basis, to the extent each such Vogtle Unit is capable of such dispatch. In addition to receiving such proportionate share of the output at the operating level established based upon the economic dispatch of a Vogtle Unit during any Fuel Period, any party may request to receive energy from such Vogtle Unit up to its proportionate share of the output of such Vogtle Unit at its maximum practicable capability, *provided*, (i) such party agrees to be responsible for any additional costs, expenses, liabilities and damages resulting therefrom; (ii) such increased operation will not adversely affect the capability of such Vogtle Unit then or in the future; (iii) such party will not interfere with other parties’ output; and (iv) the parties unanimously agree (such agreement not to be unreasonably withheld) to increase generation.

Responsibility for Operating Costs and Fuel Costs. Except as otherwise provided, each party is responsible for a percentage of Operating Costs and Fuel Costs of each Vogtle Unit in proportion to its Ownership Interest. With respect to each Vogtle Unit, Operating Costs include all costs and expenses (other than Fuel Costs) incurred by GPC, as agent, which are properly and reasonably allocable to such Vogtle Unit, and for which the Agent has not otherwise been reimbursed by the other parties, and which costs and expenses are properly recordable in accordance with the Operating Expense Instructions (as defined in the Uniform System of Accounts (as defined in the Vogtle Operating Agreement)) and in appropriate accounts set forth in the Uniform System of Accounts. GPC is required to furnish monthly invoices based on Operating Costs anticipated to be incurred in succeeding months. In subsequent invoices, GPC will provide an accounting to the Co-Owners and MEAG Power of Operating Costs actually incurred, and credits and deficits for preceding months will be reflected in such invoices. The Co-Owners and MEAG Power have

explicitly agreed to share all items of cost, obligation and liability incurred in connection with each Vogtle Unit (other than the financing of each Co-Owner's or MEAG Power's respective Ownership Interest) and not otherwise expressly provided for, in proportion to their respective Ownership Interests in such Vogtle Unit or as otherwise provided pursuant to the Vogtle Operating Agreement.

Remedies. GPC's liability as agent under the Vogtle Operating Agreement is limited by the terms thereof. Remedies against any of the Co-Owners or MEAG Power for failure to make any payments when due under the Vogtle Operating Agreement include the option to withhold the defaulting party's proportionate share of the capacity, and interest at the Prime Rate plus five percentage points will be added to such defaulting party's overdue amount. GPC will be entitled to sell the defaulting party's right to output until all overdue amounts, including interest, have been paid. The net proceeds from any such sale will not relieve the defaulting party from liability (including consequential damages) but will be applied to reduce such defaulting party's liability, and any excess net proceeds will be applied as a credit against the defaulting party's share of future Operating Costs.

Sell-Back Arrangements with GPC. See "SUMMARY OF PROJECT AGREEMENTS – Summary of Operating Agreements" in APPENDIX E for a description of certain provisions of the Vogtle Operating Agreement that relate to MEAG Power's sell-back arrangement with GPC with respect to MEAG Power's Project One interest and Project Four interest in Vogtle Units 1&2.

Nuclear Managing Board Agreement

The Original Vogtle Units 3&4 Co-Owners entered into a Nuclear Managing Board Agreement, dated as of November 12, 1990 (the "*Nuclear Managing Board Agreement*"), which established a nuclear managing board to coordinate the implementation and administration of various agreements relating to Generation Station Hatch and Generation Station Vogtle. Subsequently, the Original Vogtle Units 3&4 Co-Owners entered into an Amended and Restated Nuclear Managing Board Agreement, dated as of July 1, 1993, which authorized GPC to enter into a Nuclear Operating Agreement for Generation Station Hatch and Generation Station Vogtle with Southern Nuclear Operating Company, Inc. ("*Southern Nuclear*"), an affiliate of GPC. This amended agreement established Southern Nuclear as the Operating Agent. On April 21, 2006, the Original Vogtle Units 3&4 Co-Owners entered into a Second Amended and Restated Nuclear Managing Board Agreement for Generation Station Hatch and Generation Station Vogtle for the purpose of providing that Southern Nuclear will also serve as the Operating Agent with respect to the proposed expansion at Generation Station Vogtle involving the construction of Vogtle Units 3&4. The Second Amended and Restated Nuclear Managing Board Agreement was further amended by Amendment No. 1 thereto, dated as of April 8, 2008 to clarify the identity of Dalton as a party to the Second Amended and Restated Nuclear Managing Board Agreement. The Second Amended and Restated Nuclear Managing Board Agreement was further amended by Amendment No. 2 thereto, dated as of February 20, 2014 to, among other things, (1) permit MEAG Power to assign to the Vogtle Units 3&4 Project Entities, and permit the Vogtle Units 3&4 Project Entities to assume, MEAG Power's rights and obligations under the Second Amended and Restated Nuclear Managing Board Agreement and (2) provide for a guaranty given by MEAG Power in favor of GPC, OPC and Dalton of the respective obligations of each Vogtle Units 3&4 Project Entity under the Second Amended and Restated Nuclear Managing Board Agreement.

Vogtle Units 3&4 Guaranties

In connection with the amendments to the Vogtle Units 3&4 Project Agreements necessary or desirable to accommodate the DOE Guaranteed Loans, MEAG Power entered into a Guaranty Agreement, dated as of June 24, 2015, with respect to each of the Vogtle Units 3&4 Project Entities in favor of GPC, OPC and Dalton, guaranteeing the respective obligations of each Vogtle Units 3&4 Project Entity under each of the Vogtle Units 3&4 Project Agreements.

SUMMARY OF VOGTLE UNITS 3&4 BOND RESOLUTIONS

The following is a general summary of certain provisions of (i) the Plant Vogtle Additional Units Non-PPA Bond Resolution adopted by the Municipal Electric Authority of Georgia (“MEAG Power”) on October 16, 2008, as supplemented, amended and restated (the “*Project M Bond Resolution*”) pursuant to which the Plant Vogtle Units 3&4 Project M Bonds (the “*Project M Bonds*”) are issued, (ii) the Plant Vogtle Additional Units PPA Bond Resolution adopted by MEAG Power on October 16, 2008, as supplemented, amended and restated (the “*Project J Bond Resolution*”) pursuant to which the Plant Vogtle Units 3&4 Project J Bonds (the “*Project J Bonds*”) are issued, and (iii) the Plant Vogtle Additional Units PPA-2 Bond Resolution adopted by MEAG Power on October 16, 2008, as supplemented, amended and restated (the “*Project P Bond Resolution*” and, together with the Project M Bond Resolution and the Project J Bond Resolution, the “*Vogtle Units 3&4 Bond Resolutions*” and each individually, a “*Vogtle Units 3&4 Bond Resolution*”) pursuant to which the Plant Vogtle Units 3&4 Project P Bonds (the “*Project P Bonds*,” and, together with the Project M Bonds and the Project J Bonds, the “*Bonds*”) are issued. Summaries of certain definitions are set forth at the end of this APPENDIX M.

Capitalized terms not otherwise defined in this APPENDIX M or defined in the Annual Information Statement shall be as defined in the Vogtle Units 3&4 Bond Resolutions.

Application of Revenues

Revenues under each Vogtle Units 3&4 Bond Resolution are pledged to the payment of principal and Redemption Price of and interest on the applicable Bonds of all Series and, on a parity basis, the applicable Federal Loan Debt Service Payments, subject to the provisions of each Vogtle Units 3&4 Bond Resolution permitting application for other purposes. For the application of Revenues, each Vogtle Units 3&4 Bond Resolution establishes a Revenue Fund, a Debt Service Fund, a Subordinated Bond Fund and a Reserve and Contingency Fund. Under each Vogtle Units 3&4 Bond Resolution, the Debt Service Fund and the Subordinated Bond Fund are held by the Trustee. Under the Project M Bond Resolution and the Project P Bond Resolution, the Revenue Fund and the Reserve and Contingency Fund are held by MEAG Power. Under the Project J Bond Resolution, the Reserve and Contingency Fund is held by MEAG Power and the Revenue Fund is held by the Trustee during the term of the Initial Power Purchase Agreement (the “*Initial Term*”) and by MEAG Power following the Initial Term. Notwithstanding the foregoing or any other provision of the applicable Vogtle Units 3&4 Bond Resolution, amounts on deposit in the Debt Service Reserve Account in the Debt Service Fund are not pledged to secure, and shall not be applied to the payment of, the principal or Redemption Price of and interest on any applicable Bond Anticipation Notes, the principal or redemption price of and interest on any applicable Parity Obligations or the applicable Federal Loan Debt Service Payments, and, additionally, with respect to the Project J Bond Resolution and the Project P Bond Resolution, the principal or Redemption Price of any interest on any Project J Take-Out Bonds or Project P BANs, as applicable.

The Trustee and MEAG Power may deposit moneys in such Funds in banks or trust companies (“*Depositories*”). All moneys held under each Vogtle Units 3&4 Bond Resolution by the Trustee or any Depository must be either (1) (a) continuously and fully insured by the Federal Deposit Insurance Corporation, or (b) continuously and fully secured by lodging with the Trustee as collateral security, Investment Securities having a market value (exclusive of accrued interest) not less than the amount of such moneys, or (2) held in such other manner as may then be required by applicable laws and regulations; *provided, however*, that it is not necessary for the Trustee or any Paying Agent to give security for the deposit of any moneys held in trust with them and set aside by them for the payment of the principal or Redemption Price of or interest on any applicable Bonds, or for the Trustee or any Depository to give

security for any moneys which are represented by Investment Securities purchased as an investment of such moneys.

All Revenues received under each Vogtle Units 3&4 Bond Resolution will be deposited promptly in the applicable Revenue Fund.

The Project M Bond Resolution provides that amounts in the Revenue Fund will be paid out from time to time for application therefrom as follows:

1. Amounts in the Revenue Fund shall be paid out from time to time for reasonable and necessary Operating Expenses. In the case of that portion of the Operating Expenses payable in each month that constitutes "Seller's O&M Costs" under (and as defined in) the Project M Power Purchase Agreement, MEAG Power shall, on or prior to the last business day of such month, transfer to the Project M DOE Revenue Account the amount budgeted for such Seller's O&M Costs for the next succeeding month and, in the case of that portion of the Operating Expenses payable in each month that constitutes "Purchaser's O&M Costs" under (and as defined in) the Project M Power Purchase Agreement, MEAG Power shall, on or prior to the last business day of such month, pay or cause to be paid such Operating Expenses.

2. No later than the last business day of each month, amounts shall be withdrawn from the Revenue Fund for application in the following order of priority the respective amounts set forth below; *provided, however*, that if the amounts in the Revenue Fund will not be sufficient to make all transfers required to be made pursuant to any of the following paragraphs, then such amounts in the Revenue Fund will be applied ratably, in proportion to the amount specified for each such transfer in such clause:

(1) On a parity basis, (i) for transfer to the Trustee for credit to the Debt Service Account, the amount, if any, required so that the balance in said Account shall equal the Accrued Aggregate Debt Service plus, to the extent not theretofore deposited therein as Debt Service, the amount coming due in such month on Project M Parity Obligations (other than Project M Parity Reimbursement Obligations); *provided, however*, that, for the purposes of computing the amount on deposit in said Account, there shall be excluded the amount, if any, set aside in said Account from the proceeds of Project M Bonds, Project M Subordinated Bonds or other evidences of indebtedness less that amount of such proceeds to be applied in accordance with the Project M Bond Resolution to interest accrued and unpaid and to accrue on Project M Bonds to the last day of the then current calendar month; and (ii) for transfer to the Project M DOE Revenue Account, for further transfer to the Project M DOE Debt Service Payment Account, the amount, if any, in respect of the principal of, and interest and prepayment premiums, if any, on, and any other amounts due with respect to, the Project M DOE Guaranteed Loan required to be so transferred during such month pursuant to the Project M DOE Loan Guarantee Agreement and the Project M DOE Accounts Agreement;

(2) On a parity basis, (i) subject to the second and third provisos below, for transfer to the Trustee for credit to the Debt Service Reserve Account, the amount, if any, required so that the balance in said Account shall equal the Debt Service Reserve Requirement including, without limitation, any amount required to reimburse the issuer of a Financial Guaranty in order to reinstate the maximum limits of such Financial Guaranty (see "Debt Service Fund—Debt Service Reserve Account" herein for a discussion of the ability to deposit a Financial Guaranty in the Debt Service Reserve Account); *provided, however*, that so long as there shall be held in the Debt Service Fund an amount sufficient to pay in full all Outstanding Project M Bonds and Project M Parity Obligations in

accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Fund; and *provided, further*, that any deficiency in such Account attributable to a withdrawal of amounts therefrom to pay the principal or sinking fund Redemption Price of or interest on the Project M Bonds shall be cured by depositing into such Account each month during the next succeeding six months an amount equal to one-sixth (1/6th) of the amount of the withdrawal; and *provided, further*, any other deficiency in such Account shall be cured by depositing into such Account each month during the next succeeding twelve months an amount equal to one-twelfth (1/12th) of the amount of the deficiency, except that, if a new valuation of Investment Securities held in such Account is made pursuant to the Project M Bond Resolution during the period that such deposits are required, then the obligation of MEAG Power to make deposits during the balance of such period on the basis of the preceding valuation shall be discharged and the deposits, if any, required to be made for the balance of such period shall be determined on the basis of the new valuation; and (ii) for transfer to the Project M DOE Revenue Account, for further transfer to the Project M DOE Debt Service Reserve Account, the amount, if any, required so that the amount on deposit in or credited to the Project M DOE Debt Service Reserve Account shall equal the Project M DOE Debt Service Reserve Requirement;

(3) For transfer to the Trustee for credit to the Subordinated Bond Fund, such amounts as shall be required to pay (i) principal or sinking fund installments of and interest on each issue of the Project M Subordinated Bonds coming due in such month and reserves therefor, as required by the Supplemental Resolution authorizing such issue of Project M Subordinated Bonds and (ii) amounts coming due in such month on Project M Subordinated Obligations; and

(4) On a parity basis, (i) for transfer to the Trustee for credit to the Reserve and Contingency Fund, an amount equal to MEAG Power's Portion of the Monthly Reserve and Contingency Deposit; and (ii) for transfer to the Project M DOE Revenue Account, for further transfer to the Project M DOE Reserve & Contingency Account, an amount equal to the Project M Entity's Portion of the Monthly Reserve and Contingency Deposit; *provided, however*, that no such deposits shall be required to be made until the month following the month in which the commercial operation date of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation occurs.

The Project M Bond Resolution further provides that during any period during which the Accrued Aggregate Debt Service shall be calculated in the manner provided in the final proviso of the definition thereof, no later than each interest payment date for any Build America Bonds then Outstanding (a) on or prior to the commercial operation date of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation (the "*Second Commercial Operation Date*"), the Trustee will withdraw from the Construction Fund and transfer to the Debt Service Account in the Debt Service Fund and (b) after the Second Commercial Operation Date, MEAG Power will withdraw from the Revenue Fund and transfer to the Trustee, for deposit to the Debt Service Account, in either such case, an amount equal to the amount of the cash subsidy payment payable to MEAG Power by the United States Treasury in respect of the interest payable on such Build America Bonds on such interest payment date.

The Project J Bond Resolution provides that amounts in the Revenue Fund will be paid out from time to time for application therefrom as follows:

1. Amounts in the Revenue Fund shall be paid out from time to time by the Trustee, at the direction of an Authorized Officer of MEAG Power, or by MEAG Power, as applicable, for reasonable and necessary Operating Expenses. In the case of that portion of the Operating Expenses payable in each month that constitutes "Seller's O&M Costs" under (and as defined in) the Project J Power Purchase Agreement, the Trustee, at the direction of an Authorized Officer of MEAG Power, or MEAG Power, as applicable, shall, on or prior to the last business day of such month, transfer to the Project J DOE Revenue Account the amount budgeted for such Seller's O&M Costs for the next succeeding month and, in the case of that portion of the Operating Expenses payable in each month that constitutes "Purchaser's O&M Costs" under (and as defined in) the Project J Power Purchase Agreement, the Trustee, at the direction of an Authorized Officer of MEAG Power, or MEAG Power, as applicable, shall, on or prior to the last business day of such month, pay or cause to be paid such Operating Expenses; *provided, however*, that from and after the Initial Power Purchaser Arrearages Fund Establishment Date, amounts in respect of Operating Expenses that, but for a default by the Initial Power Purchaser in the making of any payment under the Initial Power Purchase Agreement when due, would have been payable from amounts paid by the Initial Power Purchaser under the Initial Power Purchase Agreement, shall not be paid from the Revenue Fund unless and until (a) the entire balance of the Initial Power Purchaser Resale Revenues on deposit in the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund has been applied pursuant to the Project J Bond Resolution and (b) the entire balance of the Initial Power Purchaser Arrearages Payments on deposit in the Initial Power Purchaser Arrearages Payment Account in the Initial Power Purchaser Arrearages Fund has been applied pursuant to the Project J Bond Resolution.

2. No later than the last business day of each month, the Trustee or MEAG Power, as applicable, shall withdraw from the amounts in the Revenue Fund for application in the following order of priority the respective amounts set forth below; *provided, however*, that if the amounts in the Revenue Fund shall not be sufficient to make all of the transfers required to be made pursuant to any of the following clauses, then such amounts in the Revenue Fund shall be applied ratably, in proportion to the amount specified for each such transfer in such clause:

(1) On a parity basis, (i) for transfer to the Debt Service Account (or, as applicable, for transfer to the Trustee for credit to the Debt Service Account), the amount, if any, required so that the balance in said Account shall equal the Accrued Aggregate Debt Service plus, to the extent not theretofore deposited therein as Debt Service, the amount coming due in such month on Project J Parity Obligations (other than Project J Parity Reimbursement Obligations); *provided, however*, that, for the purposes of computing the amount on deposit in said Account, there shall be excluded the amount, if any, set aside in said Account from the proceeds of Project J Bonds, Subordinated Bonds or other evidences of indebtedness less that amount of such proceeds to be applied in accordance with the Project J Bond Resolution to interest accrued and unpaid and to accrue on Project J Bonds to the last day of the then current calendar month; and *provided, further*, that notwithstanding any other provision of the Project J Bond Resolution, (a) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, the amount to be so transferred to the Debt Service Account shall not include (I) the principal or Redemption Price of, or interest on, any Project J Bonds and (II) the amounts due on any Project J Parity Obligations, in either such case, that is (or are) due and unpaid as a result of a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (b) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, the amount to be so transferred to the Debt Service Account shall not include (I) the principal or Redemption

Price of, or interest on, any Project J Bonds and (II) the amounts due on any Project J Parity Obligations, in either such case, that is (or are) due and unpaid as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and (ii) for transfer to the Project J DOE Revenue Account, for further transfer to the Project J DOE Debt Service Payment Account, the amount, if any, in respect of the principal of, and interest and prepayment premiums, if any, on, and any other amounts due with respect to, the Project J DOE Guaranteed Loan required to be so transferred during such month pursuant to the Project J DOE Loan Guarantee Agreement and the Project J DOE Accounts Agreement; *provided, however*, that notwithstanding any other provision of the Project J Bond Resolution, (a) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, the amount to be so transferred to the Project J DOE Debt Service Payment Account shall not include the principal of, and interest and prepayment premiums, if any, on, and any other amounts due with respect to, the Project J DOE Guaranteed Loan that is (or are) due and unpaid as a result of a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (b) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, the amount to be so transferred to the Project J DOE Debt Service Payment Account shall not include the principal of, and interest and prepayment premiums, if any, on, and any other amounts due with respect to, the Project J DOE Guaranteed Loan that is (or are) due and unpaid as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract;

(2) On a parity basis, (i) subject to the second, third and fourth provisos below, for transfer to the Trustee for credit to the Debt Service Reserve Account, the amount, if any, required so that the balance in said Account shall equal the Debt Service Reserve Requirement including, without limitation, any amount required to reimburse the issuer of a Financial Guaranty in order to reinstate the maximum limits of such Financial Guaranty (see "Debt Service Fund—Debt Service Reserve Account" herein for a discussion of the ability to deposit a Financial Guaranty in the Debt Service Reserve Account); *provided, however*, that so long as there shall be held in the Debt Service Fund an amount sufficient to pay in full all Outstanding Project J Bonds and Project J Parity Obligations in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Fund; and *provided, further*, that any deficiency in such Account attributable to a withdrawal of amounts therefrom to pay the principal or sinking fund Redemption Price of or interest on the Project J Bonds shall be cured by depositing into such Account each month during the next succeeding six months an amount equal to one-sixth (1/6th) of the amount of the withdrawal; and *provided, further*, except as provided in the following proviso, any other deficiency in such Account shall be cured by depositing into such Account each month during the next succeeding twelve months an amount equal to one-twelfth (1/12th) of the amount of the deficiency, except that, if a new valuation of Investment Securities held in such Account is made pursuant to the Project J Bond Resolution during the period that such deposits are required, then the obligation of MEAG Power to make deposits during the balance of such period on the basis of the preceding valuation shall be discharged and the deposits, if any, required to be made for the balance of such period shall be determined on the basis of the new valuation; and *provided, further*, that (x) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, no such deposit shall be required in respect of any withdrawal from such Account made as a result

of a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (y) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, no such deposit shall be required from payments made to MEAG Power by the Initial Power Purchaser pursuant to the Initial Power Purchase Agreement in respect of any withdrawal from such Account made as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and (ii) for the transfer to the Project J DOE Revenue Account, for further transfer to the Project J DOE Debt Service Reserve Account, the amount, if any, required so that the amount on deposit in or credited to the Project J DOE Debt Service Reserve Account shall equal the Project J DOE Debt Service Reserve Requirement;

(3) For transfer to the Trustee for credit to the Subordinated Bond Fund, such amounts as shall be required to pay (i) principal or sinking fund installments of and interest on each issue of the Project J Subordinated Bonds coming due in such month and reserves therefor, as required by the Supplemental Resolution authorizing such issue of Subordinated Bonds and (ii) amounts coming due in such month on Project J Subordinated Obligations; *provided, however*, that notwithstanding any other provision of the Project J Bond Resolution, (a) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, the amount to be so transferred to the Subordinated Bond Fund shall not include (I) the principal or sinking fund installments of and interest on any Project J Subordinated Bonds, and reserves therefor, and (II) the amounts due on any Project J Subordinated Obligations, in either such case, that is (or are) due and unpaid as a result of a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (b) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, the amount to be so transferred to the Subordinated Bond Fund shall not include (I) the principal or sinking fund installments of and interest on any Project J Subordinated Bonds, and reserves therefor, and (II) the amounts due on any Project J Subordinated Obligations, in either such case, that is (or are) due and unpaid as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and

(4) On a parity basis, (i) for transfer to the Trustee for credit to the Reserve and Contingency Fund, an amount equal MEAG Power's Portion of the Monthly Reserve and Contingency Deposit; and (ii) for transfer to the Project J DOE Revenue Account, for further transfer to the Project J DOE Reserve & Contingency Account, an amount equal to the Project J Entity's Portion of the Monthly Reserve and Contingency Deposit; *provided, however*, that no such deposits shall be required to be made until the month following the month in which the commercial operation date of the first unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation occurs.

The Project J Bond Resolution further provides that during any period during which the Accrued Aggregate Debt Service shall be calculated in the manner provided in the final proviso of the definition thereof, no later than each interest payment date for any Build America Bonds then Outstanding (a) on or prior to the Second Commercial Operation Date, the Trustee shall withdraw from the Construction Fund and transfer to the Debt Service Account in the Debt Service Fund and (b) after the Second Commercial Operation Date, the Trustee shall withdraw from the Revenue Fund or MEAG Power will withdraw from

the Revenue Fund and transfer to the Trustee, as applicable, in any such case, for deposit to the Debt Service Account in the Debt Service Fund, an amount equal to the amount of the cash subsidy payment payable to MEAG Power by the United States Treasury in respect of the interest payable on such Build America Bonds on such interest payment date.

The provisions relating to the use of funds in the Revenue Fund under the Project P Bond Resolution are substantially similar to the foregoing provisions relating to the use of funds in the Revenue Fund under the Project J Bond Resolution except that (a) provisions relating to the Project J Take-Out Bonds in the Project J Bond Resolution apply to the Project P BANs in the Project P Bond Resolution and (b) insofar as the Revenue Fund under the Project P Bond Resolution is held by MEAG Power at all times, MEAG Power has the exclusive authority to withdraw funds from such Revenue Fund.

Transfers from Revenue Fund

With respect to Project M, so long as the amount of Working Capital (as defined below) in the Revenue Fund is equal to or greater than the Working Capital Requirement (as defined below), amounts in the Revenue Fund not required for the purposes set forth under “Application of Revenues” above shall, upon determination of MEAG Power, be applied to or set aside for any one or more of the following: (a) the purchase or redemption of any Project M Bonds, Subordinated Bonds and/or Parity Obligations, on the one hand, and the prepayment of the Project M DOE Guaranteed Loan, on the other hand, and expenses in connection therewith or any reserves which MEAG Power determines shall be required for such purposes, on a parity basis in proportion to the respective principal amounts then outstanding; (b) payments into the Construction Fund for application to the purposes of such Fund; (c) improvements, extensions, betterments, renewals and replacements of any properties of the Project M Entity’s Ownership Interest; (d) to reduce the cost of Project M’s power and energy to the Project M Participants; (e) to fund such reserves for Project M as MEAG Power shall determine are necessary or appropriate; *provided, however*, that the aggregate amount of such reserves shall be held in funds or accounts established under the Project M Bond Resolution, on the one hand, and in accounts established under the Project M DOE Accounts Agreement, on the other hand, in proportion to the respective principal amounts of the Project M Bonds, Subordinated Bonds and Parity Obligations and the Project M DOE Guaranteed Loan then outstanding, respectively and (f) any other lawful purpose of MEAG Power related to Project M, including, without limitation, to the extent permitted by applicable law, the withdrawal of amounts from the Revenue Fund for the purpose of pledging or assigning such amounts to or on behalf of any person or persons in order to secure MEAG Power’s obligations under any contract or agreement entered into by MEAG Power in connection with Project M, subject to the consent of DOE or the DOE Collateral Agent; *provided, however*, that (i) any proceeds of any insurance paid on account of the damage or destruction of any useful portion of the Project M Entity’s Ownership Interest deposited in the Revenue Fund pursuant to the provisions of the Project M Bond Resolution shall be used only for the purposes specified in clauses (a) and (b) above; (ii) any such amounts shall be used only for the purposes specified in clauses (b), (c), (d), (e) and (f) above unless the Board, in its sole discretion, determines that such amounts shall be transferred (A) to the Trustee for deposit to the Bond Retirement Account in the Debt Service Fund and (B) to the DOE Collateral Agent for application to the prepayment of the Project M DOE Guaranteed Loan and such determination is approved by the Project M Participants whose total Obligation Shares (as defined in the Project M Power Sales Contracts) exceed 66 2/3 percent, in which case, (X) MEAG Power’s Portion of such amounts shall be transferred to the Trustee for deposit to said Bond Retirement Account and (Y) the Project M Entity’s Portion of such amounts shall be transferred to the DOE Collateral Agent and applied to the prepayment of the Project M DOE Guaranteed Loan in accordance with the provisions of the Project M DOE Loan Guarantee Agreement; and (iii) subject to the provisions of the Project M Bond Resolution, amounts deposited in the Revenue Fund and required by the Project M Bond Resolution to be applied to the purchase or redemption of Project M Bonds and/or the prepayment of the Project M DOE Guaranteed Loan shall be applied to such purpose(s). Application of amounts in the Revenue and Operating Fund shall include, without limitation, payment to an issuer of a Financial Guaranty of interest on amounts advanced under such Financial Guaranty.

With respect to Project J, so long as the amount of Working Capital in the Revenue Fund is equal to or greater than the Working Capital Requirement, amounts in the Revenue Fund not required for the purposes set forth above shall, upon determination of MEAG Power, be applied to or set aside for any one or more of the following: (a) the purchase or redemption of any Project J Bonds, Subordinated Bonds and/or Parity Obligations, on the one hand, and the prepayment of the Project J DOE Guaranteed Loan, on the other hand, and expenses in connection therewith or any reserves which MEAG Power determines shall be required for such purposes, on a parity basis in proportion to the respective principal amounts then outstanding; (b) payments into the Construction Fund for application to the purposes of such Fund; (c) improvements, extensions, betterments, renewals and replacements of any properties of the Project J Entity's Ownership Interest; (d) to reduce the cost of Project J's power and energy to the Project J Power Purchasers under the Project J Power Contracts; (e) to fund such reserves for Project J as MEAG Power shall determine are necessary or appropriate; *provided, however*, that the aggregate amount of such reserves shall be held in funds or accounts established under the Project J Bond Resolution, on the one hand, and in accounts established under the Project J DOE Accounts Agreement, on the other hand, in proportion to the respective principal amounts of the Project J Bonds, Subordinated Bonds and Parity Obligations and the Project J DOE Guaranteed Loan then outstanding, respectively; and (f) any other lawful purpose of MEAG Power related to Project J, including, without limitation, to the extent permitted by applicable law, the withdrawal of amounts from the Revenue Fund for the purpose of pledging or assigning such amounts to or on behalf of any person or persons in order to secure MEAG Power's obligations under any contract or agreement entered into by MEAG Power in connection with Project J, subject to the consent of DOE or the DOE Collateral Agent; *provided, however*, that (i) any proceeds of any insurance paid on account of the damage or destruction of any useful portion of the Project J Entity's Ownership Interest deposited in the Revenue Fund pursuant to the provisions of the Project J Bond Resolution shall be used only for the purposes specified in clauses (a) and (b) above; (ii) prior to the end of the term of the Initial Power Purchase Agreement, any such amounts applied or set aside pursuant to the Project J Bond Resolution shall be used only for the purposes specified in clauses (b), (c), (d), (e) and (f) above; (iii) commencing with the first full calendar year following the end of the term of the Initial Power Purchase Agreement, any such amounts shall be used only for the purposes specified in clauses (b), (c), (d), (e) and (f) above unless the Board, in its sole discretion, determines that such amounts shall be transferred (A) to the Trustee for deposit to the Bond Retirement Account in the Debt Service Fund and (B) to the DOE Collateral Agent for application to the prepayment of the Project J DOE Guaranteed Loan and such determination is approved by Project J Participants whose total Obligation Shares (as defined in the Project J Power Sales Contracts) exceed 66 2/3 percent, in which case, (X) MEAG Power's Portion of such amounts shall be transferred to the Trustee for deposit to said Bond Retirement Account and (Y) the Project J Entity's Portion of such amounts shall be transferred to the DOE Collateral Agent and applied to the prepayment of the Project J DOE Guaranteed Loan in accordance with the provisions of the Project J DOE Loan Guarantee Agreement; and (iv) subject to the provisions of the Project J Bond Resolution, amounts deposited in the Revenue Fund and required by the Project J Bond Resolution to be applied to the purchase or redemption of Project J Bonds and/or prepayment of the Project J DOE Guaranteed Loan shall be applied to such purpose(s). Application of amounts in the Revenue Fund shall include, without limitation, payment to an issuer of a Financial Guaranty of interest on amounts advanced under such Financial Guaranty.

The Revenue Fund transfer provisions with respect to Project P under the Project P Bond Resolution are substantially similar to the foregoing Revenue Fund transfer provisions of MEAG Power with respect to Project J under the Project J Bond Resolution.

Each Vogtle Units 3&4 Bond Resolution provides that upon any purchase or redemption of Bonds of any Series, maturity and interest rate for which Sinking Fund Installments shall have been established (other than any such purchase or redemption funded from amounts accumulated in the Debt Service Account as provided for in each Vogtle Units 3&4 Bond Resolution), there shall be credited toward such Sinking Fund Installment or Sinking Fund Installments thereafter to become due as MEAG Power shall select in its sole discretion the total principal amount of such Bonds so purchased or redeemed. The portion

of any such Sinking Fund Installment remaining after the deduction of any such amounts credited toward the same (or the original amount of any such Sinking Fund Installment if no such amounts shall have been credited toward the same) shall constitute the unsatisfied balance of such Sinking Fund Installment for the purpose of calculation of Sinking Fund Installments due on a future date.

The Project M Bond Resolution requires MEAG Power to maintain working capital for Project M (“*Working Capital*”) in an aggregate amount equal to or greater than the Working Capital Requirement, which Working Capital shall be held by MEAG Power in the form of either (a) amounts on deposit in the Revenue Fund and all accounts and subaccounts established therein or (b) current assets of Project M (other than the amounts on deposit in (1) the Revenue Fund, (2) the Debt Service Fund, (3) the Subordinated Bond Fund, (4) the Reserve and Contingency Fund and (5) the Construction Fund, and all accounts and subaccounts established in the aforementioned funds) in excess of the current liabilities of Project M (other than current liabilities payable from amounts on deposit in the Funds specified in clauses (2) through (5) above and all accounts and subaccounts established therein), or any combination of (a) or (b). As used in the Project M Bond Resolution, the term “Working Capital Requirement” means the sum of such dollar amounts as MEAG Power shall establish with respect to the Project M Portion of each of the Additional Units, which amounts shall be established initially on or prior to the commercial operation date of each unit and may be changed from time to time in the sole discretion of MEAG Power.

The Project J Bond Resolution requires MEAG Power to maintain working capital for Project J (“*Working Capital*”) in an aggregate amount equal to or greater than the Working Capital Requirement, which Working Capital shall be held by MEAG Power in the form of either (a) amounts on deposit in the Revenue Fund and all accounts and subaccounts established therein or (b) current assets of Project J (other than the amounts on deposit in (1) the Revenue Fund, (2) the Debt Service Fund, (3) the Subordinated Bond Fund, (4) the Reserve and Contingency Fund, (5) the Construction Fund, (6) the Initial Power Purchaser Arrearages Fund and (7) the Project J Participant Arrearages Fund, and all accounts and subaccounts established in the aforementioned funds) in excess of the current liabilities of Project J (other than current liabilities payable from amounts on deposit in the Funds specified in clauses (2) through (7) above and all accounts and subaccounts established therein) or any combination of (a) or (b). As used in the Project J Bond Resolution, the term “Working Capital Requirement” means the sum of such dollar amounts as MEAG Power shall establish with respect to the Project J Portion of each of the Additional Units, which amounts shall be established initially on or prior to the commercial operation date of each unit and may be changed from time to time in the sole discretion of MEAG Power.

The Working Capital provisions with respect to Project P under the Project P Bond Resolution are substantially similar to the foregoing Working Capital provisions with respect to Project J under the Project J Bond Resolution.

Construction Fund

The Project M Bond Resolution establishes a Construction Fund, held by the Trustee, into which are paid (i) amounts required by the provisions of the Project M Bond Resolution and any Supplemental Resolution, (ii) all revenues, income, rents and receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation, and (iii) at the option of MEAG Power, any moneys received for or in connection with Project M by MEAG Power from any other source, unless required to be otherwise applied as provided in the Project M Bond Resolution. In addition, proceeds of insurance for physical loss or damage to the Project M Entity’s Ownership Interest, or of contractors’ performance bonds or liquidated damages payable by any contractor with respect thereto, pertaining to the period of construction thereof and received by MEAG Power, will be paid into the Construction Fund, unless required to be applied otherwise pursuant to the provisions of any Vogtle Units 3&4 Project Agreement or the Project M Power Purchase Agreement.

The Trustee pays to MEAG Power, upon its requisitions therefor, from the Construction Fund amounts in payment of the Costs of Acquisition and Construction of the Project M Entity's Ownership Interest or the Financing Costs of Project M, as applicable, or the costs of the production of Pre-Commercial Generation, as applicable, upon determination of an Authorized Officer of MEAG Power that an obligation in the amount to be paid from the Construction Fund has been incurred and that each item thereof is a proper and reasonable charge against the Construction Fund and has not been previously paid.

The Trustee will, during construction of the Additional Units, pay from the Construction Fund to MEAG Power, upon its requisitions therefor, at one time or from time to time, a sum or sums aggregating not more than \$10,000,000 or such larger amount as an Authorized Officer of MEAG Power certifies to the Trustee as necessary to allow for the expeditious payment of the Costs of Acquisition and Construction and the Financing Costs of Project M, such sums to be used by MEAG Power as a revolving fund for the purpose of paying the Costs of Acquisition and Construction of the Project M Entity's Ownership Interest and the Financing Costs of Project M. So long as the amount in such revolving fund is less than \$10,000,000 (or such larger amount as shall be certified as aforesaid), such revolving fund will be reimbursed by the Trustee from time to time for such costs so paid, by payments from the Construction Fund upon requisitions signed by an Authorized Officer of MEAG Power to the effect that an obligation in the amount to be paid from the Construction Fund has been incurred and that each item thereof is a proper and reasonable charge against the Construction Fund and has not been previously paid.

The Trustee will, prior to the Second Commercial Operation Date, pay from the Construction Fund to MEAG Power, upon its requisitions therefor, at one time or from time to time, a sum or sums aggregating not more than \$10,000,000 or such larger amount as an Authorized Officer of MEAG Power certifies to the Trustee as necessary to allow for the expeditious payment of the costs of the production of Pre-Commercial Generation, such sums to be used by MEAG Power as a revolving fund for the purpose of paying such costs. So long as the amount in such revolving fund is less than \$10,000,000 (or such larger amount as shall be certified as aforesaid), such revolving fund will be reimbursed by the Trustee from time to time for such costs so paid, by payments from the Construction Fund upon requisitions signed by an Authorized Officer of MEAG Power to the effect that each amount paid from such revolving fund was necessary for the payment of an item of the costs of the production of Pre-Commercial Generation.

To the extent that other moneys are not available therefor, amounts in the Construction Fund shall be applied to the payment of principal of and interest on the Project M Bonds and Project M Parity Obligations when due. Amounts credited to the Construction Fund which MEAG Power, at any time, determines to be in excess of the amounts required for the purposes thereof shall be transferred to the Debt Service Reserve Account in the Project M Debt Service Fund, if and to the extent necessary to make the amount therein equal to the Debt Service Reserve Requirement, and any balance of such excess shall, at the request of MEAG Power, be transferred to the Bond Retirement Account in said Debt Service Fund or, if so determined by an Authorized Officer of MEAG Power, be paid to MEAG Power for credit to the Project M Revenue Fund; *provided, however*, that the amount of any such credit to such Project M Revenue Fund shall not constitute Revenues for any purpose of the Project M Bond Resolution.

The Construction Fund provisions with respect to Project J under the Project J Bond Resolution and with respect to Project P under the Project P Bond Resolution, as applicable, are substantially similar to the foregoing Construction Fund provisions with respect to Project M under the Project M Bond Resolution.

Debt Service Fund—Debt Service Account

Each Vogtle Units 3&4 Bond Resolution provides that the Trustee shall pay out of the Debt Service Account in the Debt Service Fund to the respective Paying Agents (i) the amount required for the interest payable on each interest payment date; (ii) the amount required for each Principal Installment payable on

the due date therefor; and (iii) the amount required for the payment of interest on the applicable Bonds then to be redeemed. The Trustee shall also pay out of the Debt Service Account the accrued interest included in the purchase price of applicable Bonds purchased for retirement and, at the direction of an Authorized Officer of MEAG Power, on or before the due date thereof, amounts due in respect of any applicable Parity Obligation.

Amounts accumulated in the Debt Service Account with respect to any Sinking Fund Installment may and, if so directed by MEAG Power, shall be applied by the Trustee, on or prior to the 40th day preceding the due date of such Sinking Fund Installment, to (i) the purchase of applicable Bonds of the Series and maturity and interest rate within each maturity for which such Sinking Fund Installment was established, or (ii) the redemption at the applicable sinking fund Redemption Price of such Bonds, if then redeemable by their terms. All such purchases shall be made at prices not exceeding the applicable sinking fund Redemption Price of such Bonds plus accrued interest. As soon as practicable after the 40th day preceding the due date of any such Sinking Fund Installment, the Trustee shall proceed to call for redemption on such due date Bonds of the Series and maturity and interest rate within each maturity for which such Sinking Fund Installment was established in such amount as shall be necessary to complete the retirement of the unsatisfied balance of such Sinking Fund Installment. The Trustee shall pay out of the Debt Service Account to the appropriate Paying Agents, on or before such redemption date (or maturity date), the amount required for the redemption of the Bonds, and such amount shall be applied by such Paying Agents to such redemption (or payment). Under the Project M Bond Resolution and the Project P Bond Resolution, all expenses in connection with the purchase or redemption of Bonds shall be paid by MEAG Power from the Revenue Fund. Under the Project J Bond Resolution, all expenses in connection with the purchase or redemption of Bonds shall be paid by the Trustee, at the direction of an Authorized Officer of MEAG Power, or by MEAG Power, as applicable, from the Revenue Fund.

The amount, if any, deposited in the Debt Service Account from the proceeds of each Series of Bonds shall be set aside in such Account and applied to the payment of interest on Bonds in accordance with certificates (as such certificates have been modified or amended in accordance with the terms of the applicable Vogtle Units 3&4 Bond Resolution) of Authorized Officers of MEAG Power delivered to the Trustee pursuant to the Bond Resolution.

In the event of the refunding or defeasance of any Bonds, the Trustee shall, upon the direction of an Authorized Officer of MEAG Power, withdraw from the Debt Service Account in the Debt Service Fund all or any portion of the amounts accumulated therein and deposit such amounts with itself as Trustee to be held for the payment of the principal or Redemption Price, if applicable, and interest on the applicable Bonds being refunded or defeased; *provided, however*, that such withdrawal shall not be made unless (a) immediately thereafter the Bonds being refunded or defeased shall be deemed to have been paid pursuant to the defeasance provisions of the Bond Resolution, and (b) the amount remaining in the Debt Service Account in the Debt Service Fund, after giving effect to the issuance of any obligations being issued to refund any Bonds being refunded and the disposition of the proceeds thereof, shall not be less than the requirement of such Account pursuant to the applicable Vogtle Units 3&4 Bond Resolution. In the event of such refunding or defeasance, an Authorized Officer of MEAG Power may direct the Trustee to withdraw from the Debt Service Account in the Debt Service Fund all or any portion of the amounts accumulated therein and deposit such amounts in any Fund or Account under the applicable Vogtle Units 3&4 Bond Resolution; *provided, however*, that such withdrawal shall not be made unless items (a) and (b) referred to above have been satisfied.

Debt Service Fund—Debt Service Reserve Account

Each Vogtle Units 3&4 Bond Resolution provides that if, on any day on which the principal or sinking fund Redemption Price of or interest on applicable Bonds other than Bond Anticipation Notes (and, in the case of the Project J Bond Resolution and the Project P Bond Resolution, the Project J Take-Out

Bonds and the Project P BANs, respectively) shall be due, the amount on deposit in the Debt Service Account shall be less than the amount required therein pursuant to the applicable Vogtle Units 3&4 Bond Resolution, the Trustee shall apply amounts from the Debt Service Reserve Account to correct the deficiency; *provided, however*, that the amounts so applied shall not be applied to the payment of the principal or sinking fund Redemption Price of or interest on any Bond Anticipation Notes (and, in the case of the Project J Bond Resolution and the Project P Bond Resolution, the Project J Take-Out Bonds and the Project P BANs, respectively). If a Financial Guaranty has been deposited in the Debt Service Reserve Account, amounts deposited therein not required to correct the deficiency shall be applied, first, to reimburse the issuer of the Financial Guaranty for any unreimbursed drawings thereunder and then to fund the Debt Service Reserve Account to satisfy the Debt Service Reserve Requirement.

If, on the last day of any calendar year the balance of moneys and securities on deposit in the Debt Service Reserve Account exceed the Debt Service Reserve Requirement, after giving effect to any Financial Guaranty that may be credited to such Account, such excess shall be transferred to the Revenue Fund.

Whenever the amounts in the Debt Service Reserve Account and the Debt Service Account are together sufficient to pay in full all applicable Outstanding Bonds and applicable Parity Obligations in accordance with their terms, the funds on deposit in the Debt Service Reserve Account shall be transferred to the Debt Service Account. Additionally, so long as there is an amount sufficient to pay in full all applicable Outstanding Bonds and applicable Parity Obligations in accordance with their terms (including principal or applicable sinking fund Redemption Price and interest thereon), no deposits shall be required to be made into the Debt Service Reserve Account.

In the event of the refunding or defeasance of any Bonds other than Bond Anticipation Notes (and, in the case of the Project J Bond Resolution and the Project P Bond Resolution, the Project J Take-Out Bonds and the Project P BANs, respectively), the Trustee shall, upon the direction of an Authorized Officer of MEAG Power, withdraw from the Debt Service Reserve Account all or any portion of the amounts accumulated therein and deposit such amounts with itself as Trustee to be held for the payment of the principal or Redemption Price, if applicable, and interest on the Bonds being refunded or defeased; *provided, however*, that such withdrawal shall not be made unless (a) immediately thereafter the Bonds being refunded or defeased shall be deemed to have been paid, and (b) the amount remaining in the Debt Service Reserve Account, after giving effect to any Financial Guaranty that may be credited thereto, and after giving effect to the issuance of any obligations being issued to refund such Bonds and the disposition of the proceeds thereof, shall not be less than the Debt Service Reserve Requirement. In the event of such refunding or defeasance, MEAG Power may also direct the Trustee to withdraw from the Debt Service Reserve Account all or any portion of the amounts accumulated therein and deposit such amounts in any Fund or Account under the applicable Vogtle Units 3&4 Bond Resolution; *provided, however*, that such withdrawal shall not be made unless items (a) and (b) referred to above have been satisfied.

The Project M Bond Resolution provides that in lieu of depositing moneys in the Debt Service Reserve Account, or in substitution for moneys previously deposited in the Debt Service Reserve Account, MEAG Power may provide the Trustee with a Financial Guaranty for deposit into the Debt Service Reserve Account. Any such Financial Guaranty shall, together with the moneys and Investment Securities, if any, held in the Debt Service Reserve Account, be in an amount equal to the Debt Service Reserve Requirement and shall be payable or available to be drawn upon, as the case may be (upon the giving of notice of at least one business day pursuant to a demand for payment by the Trustee as required thereunder), on any date on which moneys will be required to be withdrawn from the Debt Service Reserve Account pursuant to the provisions of the Project M Bond Resolution. Any such Financial Guaranty shall have a term not less than the final maturity date of any Series of Project M Bonds then Outstanding under the terms of the Project M Bond Resolution or shall provide that it may be drawn upon if, prior to the termination thereof, a substitute Financial Guaranty is not delivered to the Trustee pursuant to the Project M Bond Resolution. Following a drawing under a Financial Guaranty, MEAG Power shall be obligated to reimburse the issuer of such

Financial Guaranty in order to reinstate the maximum limits of such Financial Guaranty, such reimbursement to be made from amounts to be deposited in the Debt Service Reserve Account from the Revenue Fund.

The financial strength of the issuer of any Financial Guaranty shall be rated on the date of deposit of such Financial Guaranty in the Debt Service Reserve Account not lower than two of the following three rating levels: (i) "Aa2" by Moody's Investors Service, Inc., (ii) "AA" by Standard & Poor's, and (iii) "AA" by Fitch Ratings. In the event that the rating of the financial strength of the issuer of any Financial Guaranty shall be reduced below the rating levels set forth in the preceding sentence by two of the three Rating Agencies, MEAG Power shall, within five years of the date of such reduction, replace the Financial Guaranty with either cash or a substitute Financial Guaranty from an issuer with a financial strength rating of: (i) "A2" by Moody's Investors Service, Inc., (ii) "A" by Standard & Poor's, and (iii) "A" by Fitch Ratings. In the event that the rating of the financial strength of the issuer of a Financial Guaranty shall be reduced below two of the three ratings levels set forth in the preceding sentence, MEAG Power shall, within one year of the date of such reduction, replace the Financial Guaranty with either cash or a substitute Financial Guaranty satisfying the criteria set forth in the preceding sentence. Any such substitute Financial Guaranty shall be issued by an issuer whose financial strength is rated in the highest rating category which can be obtained by MEAG Power, using MEAG Power's best efforts, at commercially reasonable rates (but in no event less than the ratings described in clauses (i), (ii) and (iii) of the first sentence of this paragraph.)

Prior to providing the Trustee with a Financial Guaranty for deposit into the Debt Service Reserve Account, there shall be filed with MEAG Power an opinion of tax counsel to MEAG Power to the effect that such deposit will not adversely affect the exclusion from gross income for federal income tax purposes of the interest on any Outstanding Project M Bonds the interest on which, at the time of the original issuance of such Project M Bonds, was so excluded.

In connection with furnishing a Financial Guaranty to the Trustee, MEAG Power shall also furnish to the Trustee (i) an opinion of counsel to the issuer of such Financial Guaranty, satisfactory to the Trustee, to the effect that such Financial Guaranty is a valid and binding obligation of the issuer thereof, enforceable in accordance with its terms, subject to usual bankruptcy exceptions, and (ii) a certificate of an Authorized Officer of MEAG Power to the effect that there has not occurred any Bondholders' Event of Default or any event which, with the giving of notice or the passage of time or both, would constitute a Bondholders' Event of Default. Upon receipt of such Financial Guaranty and the other items required by the Project M Bond Resolution, the Trustee shall, to the extent that amounts held in the Debt Service Reserve Account, taking into account any Financial Guaranty on deposit in the Debt Service Reserve Account, are in excess of the Debt Service Reserve Requirement, transfer such moneys (or any investments held therein) to or upon the order of MEAG Power, as MEAG Power shall direct in writing.

The Trustee shall maintain adequate records, verified with the issuer of any Financial Guaranty, as to: the amounts available to be drawn under such Financial Guaranty at any given time, the amounts drawn by the Trustee thereunder and the amounts paid by the Trustee to such issuer with respect to any such drawings; *provided, however*, the Trustee shall not be responsible for maintaining records of any other amounts paid and owing by MEAG Power to the issuer of any such Financial Guaranty with respect to any reimbursement agreement between such parties except for drawings under such Financial Guaranty. In the event that (i) cash and (ii) a Financial Guaranty are on deposit in the Debt Service Reserve Account, the Trustee shall first use such cash to make any required deposit to the Debt Service Account prior to drawing on such Financial Guaranty.

In the event more than one Financial Guaranty is on deposit in the Debt Service Reserve Account, any drawings thereunder and payments made in the reinstatement thereof shall be on a *pro rata* basis.

Notwithstanding anything in the Project M Bond Resolution to the contrary, there shall be no optional redemption of Project M Bonds other than Project M Bond Anticipation Notes by MEAG Power unless all amounts owed to the issuer of any Financial Guaranty have been paid in full.

For purposes of determining the amount on deposit in the Debt Service Reserve Account, the amount available to be drawn under any Financial Guaranty shall be deemed to be on deposit therein.

The provisions relating to the deposit of a Financial Guaranty under each of the Project J Bond Resolution and Project P Bond Resolution, respectively, are substantially similar to the foregoing provisions relating to the deposit of a Financial Guaranty under the Project M Bond Resolution.

Additionally, both the Project J Bond Resolution and the Project P Bond Resolution provide that notwithstanding anything in the applicable resolution to the contrary, there shall be no optional redemption of Bonds other than Bond Anticipation Notes and Project J Take-Out Bonds or Project P BANs, as applicable, by MEAG Power unless all amounts owed to the issuer of any Financial Guaranty have been paid in full.

Subordinated Bond Fund

The Project M Bond Resolution provides that the Trustee shall apply amounts in the Subordinated Bond Fund to the payment of (i) the principal or sinking fund installments of and interest on each issue of Project M Subordinated Bonds and reserves therefor in accordance with the provisions of, and subject to the priorities and limitations and restrictions provided in, the applicable Supplemental Resolution authorizing each issue of such Subordinated Bonds and (ii) Project M Subordinated Obligations.

Notwithstanding the foregoing, if at any time either (a) the amount in the Debt Service Account in the Debt Service Fund shall be less than the amount required to be in such Account pursuant to the Project M Bond Resolution, or the amount in the Debt Service Reserve Account in the Debt Service Fund shall be less than the Debt Service Reserve Requirement, and there shall not be on deposit in the Revenue Fund or the Reserve and Contingency Fund available moneys sufficient to cure either such deficiency or (b) the amount in the Project M DOE Debt Service Payment Account shall be less than the requirement of such Account pursuant to the Project M DOE Accounts Agreement, or the amount in the Project M DOE Debt Service Reserve Account shall be less than the Project M DOE Debt Service Reserve Requirement, and there shall not be on deposit in the Project M Revenue Fund or the Project M DOE Reserve & Contingency Account available moneys sufficient to cure either such deficiency, then the Trustee shall withdraw from the Project M Subordinated Bond Fund and (x) deposit in the Project M Debt Service Account and/or the Project M Debt Service Reserve Account, as the case may be, the amount necessary to make up such deficiency or deficiencies therein and (y) transfer to the Project M DOE Debt Service Payment Account and/or the Project M DOE Debt Service Reserve Account, as the case may be, the amount necessary to make up such deficiency or deficiencies therein; *provided, however*, that if the amount in the Project M Subordinated Bond Fund shall be less than the amount necessary to make up the deficiencies with respect to the Project M Debt Service Account, the Project M Debt Service Reserve Account, the Project M DOE Debt Service Payment Account and the Project M DOE Debt Service Reserve Account, then the amount in the Project M Subordinated Bond Fund shall be applied first to make up the deficiencies in the Project M Debt Service Account and the Project M DOE Debt Service Payment Account, ratably, in proportion to the amount of each such deficiency, and any balance remaining shall be applied to make up the deficiencies with respect to the Project M Debt Service Reserve Account and the Project M DOE Debt Service Reserve Account, ratably, in proportion to the amount of each such deficiency.

The provisions relating to the Subordinated Bond Fund under each of the Project J Bond Resolution and the Project P Bond Resolution, respectively, are substantially similar to the foregoing provisions relating to the Subordinated Bond Fund under the Project M Bond Resolution.

Reserve and Contingency Fund

Amounts in the Project M Reserve and Contingency Fund are to be applied to (a) the costs of (i) any major renewals, replacements, repairs, additions, betterments and improvements with respect to the Project M Entity's Ownership Interest necessary, in the opinion of an Authorized Officer of MEAG Power, to keep the same in good operating condition or to prevent a loss of revenues therefrom, and (ii) any major additions, improvements, repairs and modifications with respect to the Project M Entity's Ownership Interest and any disposals of the Project M Entity's Ownership Interest required by any governmental authority having jurisdiction over the Project M Entity's Ownership Interest or any part thereof, or for which the Project M Entity shall be responsible by virtue of any obligation of the Project M Entity arising out of any contract to which the Project M Entity may be a party relating to ownership of the Project M Entity's Ownership Interest or any part thereof and (b) the payment of operation and maintenance costs, and contingencies, including payments with respect to the prevention or correction of any unusual loss or damage in connection with Project M or to prevent a loss of revenues therefrom, all to the extent not provided for in the then current Project M Annual Budget or by reserves held under the Project M Bond Resolution and the Project M DOE Accounts Agreement (other than the Project M DOE Reserve & Contingency Account, except to the extent provided in the following proviso) or from the proceeds of the Project M Bonds, Subordinated Bonds or other evidences of indebtedness of MEAG Power or the proceeds of Advances under the Project M DOE Guaranteed Loan; *provided, however*, that all such costs and payments shall be funded from amounts on deposit in both the Project M Reserve and Contingency Fund and the Project M DOE Reserve & Contingency Account, ratably in proportion to the respective amounts on deposit therein.

If and to the extent provided in a Supplemental Resolution authorizing Project M Bonds of a Series, amounts from the proceeds of such Project M Bonds may be deposited in the Project M Reserve and Contingency Fund and set aside therein for any purpose of such Fund.

No payments shall be made from the Project M Reserve and Contingency Fund if and to the extent that the proceeds of insurance or other moneys recoverable as the result of damage, if any, are available at the time required to pay such cost.

The Reserve and Contingency Fund provisions under the Project J Bond Resolution and Project P Bond Resolution, respectively, are substantially similar to the foregoing provisions relating to the Reserve and Contingency Fund under the Project M Bond Resolution. The differences between the Reserve and Contingency Fund provisions in the Project M Bond Resolution as compared to the applicable provisions in the Project J Bond Resolution and the Project P Bond Resolution are noted below.

The Project M Bond Resolution provides that, if at any time the amounts in the Project M Debt Service Account or in the Project M Debt Service Reserve Account are less than the amounts required by the Project M Bond Resolution, then MEAG Power, upon requisition by the Trustee, will transfer from the Project M Reserve and Contingency Fund to the Trustee the amount necessary (or all the moneys in the Project M Reserve and Contingency Fund if less than the amount necessary) to make up such deficiency (or, if the amount in the Project M Reserve and Contingency Fund shall be less than the amount necessary to make up the deficiencies, then the amount in the Project M Reserve and Contingency Fund shall be applied first to make up the deficiency in the Project M Debt Service Account, and any balance remaining shall be applied to make up the deficiency with respect to the Project M Debt Service Reserve Account). No transfers will be made as described in this paragraph in any calendar month until all amounts required to be transferred as described in the first paragraph under this heading "Reserve and Contingency Fund" in such calendar month have been so transferred, except to the extent that any such transfer is necessary in order to avoid a default in the payment of the principal or Redemption Price of, or interest on, the Project M Bonds or the principal of, or interest or prepayment premiums, if any, on, or other amounts due with respect to, the Project M DOE Guaranteed Loan when due.

If on the last day of any calendar year the amount in the Project M Reserve and Contingency Fund exceeds MEAG Power's Project M Reserve and Contingency Requirement, all or a portion of the amount of such excess shall be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Project M Debt Service Fund, if and to the extent such amount is required to make up any deficiency in either such Account, and the balance, if any, of such excess shall be transferred to the Project M Revenue Fund.

The Project J Bond Resolution provides that, if at any time the amounts in the Project J Debt Service Account or in the Project J Debt Service Reserve Account are less than the amounts required by the Project J Bond Resolution, then MEAG Power, upon requisition by the Trustee, will transfer from the Project J Reserve and Contingency Fund to the Trustee the amount necessary (or all the moneys in the Project J Reserve and Contingency Fund if less than the amount necessary) to make up such deficiency (or, if the amount in the Project J Reserve and Contingency Fund shall be less than the amount necessary to make up the deficiencies, then the amount in the Project J Reserve and Contingency Fund shall be applied first to make up the deficiency in the Project J Debt Service Account, and any balance remaining shall be applied to make up the deficiency with respect to the Project J Debt Service Reserve Account); *provided, however*, that (x) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Project J Reserve and Contingency Fund from payments made to MEAG Power by the Project J Participants pursuant to the Project J Bond Resolution shall not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (y) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Project J Reserve and Contingency Fund from payments made to MEAG Power by the Initial Power Purchaser pursuant to the Project J Bond Resolution shall not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract. No transfers will be made as described in this paragraph in any calendar month until all amounts required to be transferred as described in the first paragraph under this heading "Reserve and Contingency Fund" in such calendar month have been so transferred, except to the extent that any such transfer is necessary in order to avoid a default in the payment of the principal or Redemption Price of, or interest on, the Project J Bonds or the principal of, or interest or prepayment premiums, if any, on, or other amounts due with respect to, the Project J DOE Guaranteed Loan when due.

If on the last day of any calendar year the amount in the Project J Reserve and Contingency Fund exceeds MEAG Power's Project J Reserve and Contingency Requirement, all or a portion of the amount of such excess shall be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Project J Debt Service Fund, if and to the extent such amount is required to make up any deficiency in either such Account; *provided, however*, that (x) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Project J Reserve and Contingency Fund from payments made to MEAG Power by the Project J Participants pursuant to the Project J Bond Resolution shall not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (y) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Project J Reserve and Contingency Fund from payments made to MEAG Power by the Initial Power Purchaser pursuant to the Project J Bond Resolution shall not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and the balance, if any, of such excess shall be transferred to the

Project J Revenue Fund (or, as applicable, transferred to MEAG Power for deposit to the Project J Revenue Fund).

The Reserve and Contingency Fund provisions under the Project P Bond Resolution are substantially similar to the foregoing Reserve and Contingency Fund provisions under the Project J Bond Resolution.

Initial Power Purchaser Arrearages Funds

The Project J Bond Resolution and the Project P Bond Resolution provide for the establishment, under certain conditions, of a Project J initial Power Purchaser Arrearages Fund and a Project P initial Power Purchaser Arrearages Fund, respectively. The following describes the Initial Power Purchaser Arrearages Fund provisions as set forth in the Project J Bond Resolution. The Project P Bond Resolution contains substantially similar provisions.

General

By not later than the Initial Power Purchaser Arrearages Fund Establishment Date, there shall be established an Initial Power Purchaser Arrearages Fund, to be held by the Trustee, which shall consist of (a) an Initial Power Purchaser Resale Revenue Account, into which all Initial Power Purchaser Resale Revenues shall be deposited and (b) an Initial Power Purchaser Arrearages Payment Account, into which all Initial Power Purchaser Arrearages Payments shall be deposited. Amounts on deposit in the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund shall be applied as provided in the Project J Bond Resolution, and amounts on deposit in the Initial Power Purchaser Arrearages Payment Account in the Initial Power Purchaser Arrearages Fund shall be applied as provided in the Project J Bond Resolution.

Notwithstanding any other provision of the Project J Bond Resolution, if, following the Initial Power Purchaser Arrearages Fund Establishment Date, (i) service to the Initial Power Purchaser under the Initial Power Purchase Agreement shall not have been permanently discontinued and (ii) the Initial Power Purchaser shall have cured all previous failures to pay in full when due any payment under the Initial Power Purchase Agreement in respect of Project J's annual costs (including amounts necessary (a) to replenish all amounts on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund, the Project J Subordinated Bond Fund or the Project J Reserve and Contingency Fund that, as a result of such failure, were applied to cure a deficiency in the Debt Service Account in said Project J Debt Service Fund or in the Project J DOE Debt Service Payment Account pursuant to the Project J Bond Resolution, (b) to pay the principal or Redemption Price of, or interest on, any Project J Bond that, as a result of such failure, was due and unpaid, (c) to replenish all amounts on deposit in the Project J DOE Debt Service Reserve Account or the Project J DOE Reserve & Contingency Account that, as a result of such failure, were applied to cure a deficiency in the Project J DOE Debt Service Payment Account, and (d) to pay the principal of, or interest or prepayment premiums, if any, on, or any other amounts due with respect to, the Project J DOE Guaranteed Loan that, as a result of such failure, were due and unpaid), then no further deposits to the Project J Initial Power Purchaser Arrearages Payment Account shall be required until such time thereafter (if any) as the Initial Power Purchaser shall again fail to pay in full when due any payment under the Initial Power Purchase Agreement in respect of Project J's annual costs.

Application of Funds in Initial Power Purchaser Arrearages Fund

During the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, (a) all Initial Power Purchaser Resale Revenues shall be deposited to the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund and (b) all Initial Power Purchaser

Arrearages Payments shall be deposited to the Initial Power Purchaser Arrearages Payment Account in the Initial Power Purchaser Arrearages Fund. On the Initial Power Purchaser Arrearages Fund Establishment Date, all amounts in the Revenue Fund will be transferred to the Initial Power Purchaser Arrearages Payment Account in the Initial Power Purchaser Arrearages Fund.

Unless otherwise required pursuant to the Project J Bond Resolution following the occurrence of a Bondholders' Event of Default or a Federal Loan Event of Default, amounts on deposit Initial Power Purchaser Resale Revenue Account shall be applied as specified in this paragraph and the Project J DOE Accounts Agreement. No later than the last business day of each month, the Trustee shall transfer amounts on deposit in the Initial Power Purchaser Resale Revenue Account as follows and in the following order of priority (in each case, to the extent of available funds on deposit therein): (a) in the case of that portion of the Operating Expenses payable in such month that constitutes "Seller's O&M Costs" under (and as defined in) the Project J Power Purchase Agreement, the Trustee shall transfer to the Project J DOE Revenue Account an amount equal to such Seller's O&M Costs and, on a parity basis, in the case of that portion of the Operating Expenses payable in such month that constitutes "Purchaser's O&M Costs" under (and as defined in) the Project J Power Purchase Agreement, the Trustee shall pay or cause to be paid such Operating Expenses; (b) the Trustee shall transfer to the Project J DOE Debt Service Payment Account the amount required to be deposited into such Account during such month (or during any previous month to the extent such deposits were not made) in accordance with the Project J DOE Accounts Agreement; (c) the Trustee shall transfer to the Debt Service Account in the Project J Debt Service Fund the amount required to be deposited into such Account during such month pursuant to the Project J Bond Resolution; and (d) the Trustee shall transfer any amount remaining in the Initial Power Purchaser Resale Revenue Account either (i) to the appropriate Project J DOE Project Account or (ii) to the appropriate Fund or Account under the Project J Bond Resolution (or to MEAG Power for deposit in such Fund or Account, if applicable), in each such case, in the respective amounts and in the order of priority set forth in the Project J DOE Accounts Agreement.

Unless otherwise required pursuant to the Project J Bond Resolution following the occurrence of a Bondholders' Event of Default or a Federal Loan Event of Default, amounts on deposit in the Initial Power Purchaser Arrearages Payment Account shall be applied as specified in this paragraph and the Project J DOE Accounts Agreement. No later than the last business day of each month, the Trustee shall transfer amounts on deposit in the Initial Power Purchaser Arrearages Payment Account as follows and in the following order of priority (in each case, to the extent of available funds on deposit therein): (a) in the case of that portion of the Operating Expenses payable in such month that constitutes "Seller's O&M Costs" under the Project J Power Purchase Agreement, the Trustee shall transfer to the Project J DOE Revenue Account an amount equal to such Seller's O&M Costs and, on a parity basis, in the case of that portion of the Operating Expenses payable in such month that constitutes "Purchaser's O&M Costs" under the Project J Power Purchase Agreement, the Trustee shall pay or cause to be paid such Operating Expenses, in each such case, after giving effect to the transfers made during such month pursuant to clause (a) of the second sentence of the preceding paragraph; (b) the Trustee shall transfer to the Project J DOE Debt Service Payment Account the amount required to be deposited into such Account during such month (or during any previous month to the extent such deposits were not made) in accordance with the Project J DOE Accounts Agreement and, on a parity basis, (i) pay the principal or Redemption Price of, and interest on, any Project J Bonds that is due and unpaid as a result of a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (ii) transfer to the Debt Service Account in the Project J Debt Service Fund the amount required to be deposited into such Account during such month pursuant to the Project J Bond Resolution, in each such case, after giving effect to the transfers made during such month pursuant to clauses (b) and (c) of the second sentence of the preceding paragraph; and (c) the Trustee shall transfer any amount remaining in the Initial Power Purchaser Arrearages Payment Account either (i) to the appropriate Project J DOE Project Account or (ii) to the appropriate Fund or Account under the Project J Bond Resolution (or to MEAG Power for deposit in such Fund or Account, if applicable), in each such case, in the respective amounts and in the order of priority set forth in the Project J DOE Accounts

Agreement, after giving effect to the transfer made during such month pursuant to clause (d) of the second sentence of the preceding paragraph.

On the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, the Initial Power Purchaser Arrearages Fund shall be terminated, and any amount remaining on deposit in either account therein shall be transferred by the Trustee to the Revenue Fund (or, as applicable, transferred by the Trustee to MEAG Power, for deposit to the Revenue Fund).

Participant Arrearages Funds

The Project J Bond Resolution and the Project P Bond Resolution provide for the establishment, under certain conditions, of a Project J Participant Arrearages Fund and a Project P Participant Arrearages Fund, respectively. The following describes the Project J Participant Arrearages Fund provisions as set forth in the Project J Bond Resolution. The Project P Bond Resolution contains substantially similar provisions.

General

On the first date (if any) on or after the Project J Participants' Debt Service Commencement Date on which any of (a) amounts on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund, the Project J Subordinated Bond Fund or the Project J Reserve and Contingency Fund shall be applied to cure a deficiency in the Debt Service Account in said Project J Debt Service Fund or in the Project J DOE Debt Service Payment Account pursuant to the Project J Bond Resolution, (b) the principal or Redemption Price of, or interest on, any Project J Bond shall be due and unpaid, (c) amounts on deposit in the Project J DOE Debt Service Reserve Account or the Project J DOE Reserve & Contingency Account shall be applied to cure a deficiency in the Project J DOE Debt Service Payment Account, (d) the principal of, or interest or prepayment premiums, if any, on, or any other amounts due with respect to, the Project J DOE Guaranteed Loan shall be due and unpaid or (e) there shall not be on deposit in the Project J Revenue Fund amounts sufficient to make the transfers provided for in the Project J Bond Resolution at the time required thereby shall have occurred as a result of a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract (or on such earlier date as an Authorized Officer of MEAG Power shall determine), there shall be established a Project J Participant Arrearages Fund, to be held by the Trustee, into which all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues shall be deposited and from which, among other things, (1) amounts owed by MEAG Power to the Project J Entity under the Project J Power Purchase Agreement in respect of Debt Service (as defined in the Project J Power Purchase Agreement) and (2) unpaid principal or Redemption Price of, or interest on, the Project J Bonds shall be paid, as more fully provided in the Project J Bond Resolution.

Application of Funds in Project J Participant Arrearages Fund

During the period from and including the date (if any) on which the Project J Participant Arrearages Fund shall be established as provided in the Project J Bond Resolution to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues shall be deposited to the Project J Participant Arrearages Fund.

Unless otherwise required pursuant to the Project J Bond Resolution following the occurrence of a Bondholders' Event of Default or a Federal Loan Event of Default, amounts on deposit in the Project J Participant Arrearages Fund shall be applied by the Trustee as follows and in the following order:

- (a) such amount as an Authorized Officer of MEAG Power shall advise the Trustee in writing is necessary for the payment of reasonable and necessary Operating Expenses that are due

and have not been paid with amounts on deposit in the Project J Revenue Fund shall be transferred to MEAG Power and applied to the payment of such Operating Expenses, *pro rata* with amounts on deposit in (i) the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund and transferred to MEAG Power pursuant to the Project J Bond Resolution and (ii) the Initial Power Purchaser Arrearages Payment Account in the Project J Initial Power Purchaser Arrearages Fund and transferred to MEAG Power pursuant to Project J Bond Resolution, in proportion to the amounts on deposit in the Project J Participant Arrearages Fund, on the one hand, and the Project J Initial Power Purchaser Resale Revenue Account and the Project J Initial Power Purchaser Arrearages Payment Account, on the other hand;

(b) to the payment of the principal or Redemption Price of, and interest on, any Project J Bonds, the principal and interest components of any Project J Parity Obligations and the principal of, and interest and prepayment premiums, if any, on, and other amounts due with respect to, the Project J DOE Guaranteed Loan, in each such case, that is due and unpaid, as follows: first, to the payment, on a parity basis, in proportion to the respective amounts then due (x) to the persons entitled thereto of all installments of interest then due on the Project J Bonds, together with accrued and unpaid interest on the Project J Bonds theretofore called for redemption, (y) to the persons entitled thereto of all installments of the interest component of Project J Parity Obligations then due and (z) to the DOE Collateral Agent of all installments of interest then due on the Project J DOE Guaranteed Loan, together with accrued and unpaid interest on any portion of the principal amount of the Project J DOE Guaranteed Loan that has become subject to prepayment (including any default or penalty interest); *provided, however*, that in the case of each of (x), (y) and (z), if the amount available shall not be sufficient to pay in full all such installments of interest, then such amount shall be applied in the order of the due dates of such installments and if any such installment or installments shall have become due on the same date, then to the payment thereof ratably, according to the amounts due thereon, without any discrimination or preference; and second, to the payment, on a parity basis, in proportion to the respective amounts then due, (x) to the persons entitled thereto of the unpaid principal or Redemption Price of any Project J Bonds, (y) to the persons entitled thereto of the principal component of Project J Parity Obligations which shall have become due and (z) to the DOE Collateral Agent of the unpaid principal of and prepayment premiums, if any, on and other amounts due with respect to, the Project J DOE Guaranteed Loan which shall have become due, in each such case, whether at maturity or by call for redemption or upon becoming subject to prepayment, as applicable; *provided, however*, that in the case of each of (x), (y) and (z), if the amount available therefor shall not be sufficient to pay in full all the Project J Bonds, the principal component of Project J Parity Obligations or the unpaid principal of and prepayment premiums, if any, on, and other amounts due with respect to, the Project J DOE Guaranteed Loan, respectively, then due, then such amount shall be applied in the order of the due dates of such Project J Bonds, such principal component of Project J Parity Obligations or such unpaid principal of and prepayment premiums, if any, on, or other amounts due with respect to, the Project J DOE Guaranteed Loan, as the case may be, and, if any such Project J Bonds, principal component of Project J Parity Obligations or unpaid principal of and prepayment premiums, if any, on, or other amounts due with respect to, the Project J DOE Guaranteed Loan, as the case may be, shall have become due on the same date, then to the payment thereof ratably, according to the respective amounts due thereon, without any discrimination or preference;

(c) if either (i) the amount on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund shall be less than the Project J Debt Service Reserve Requirement or (ii) the amount on deposit in the Project J DOE Debt Service Reserve Account shall be less than the Project J DOE Debt Service Reserve Requirement, the Trustee shall transfer from the Project J Participant Arrearages Fund, on a parity basis, (1) to the Project J Debt Service Reserve Account the amount necessary to make up such deficiency and (2) to the Project J DOE Debt Service Reserve Account the amount necessary to make up such deficiency; *provided, however*, that if the amount in the

Project J Participant Arrearages Fund shall not be sufficient to make up both such deficiencies, then the amount in the Project J Participant Arrearages Fund shall be applied ratably, in proportion to the amount of each such deficiency;

(d) if the amount on deposit in the Project J Subordinated Bond Fund shall be less than the sum of (i) the principal or redemption price of, and interest on, all Project J Subordinated Bonds then outstanding that is due and unpaid, (ii) all amounts due and unpaid with respect to all Project J Subordinated Obligations then outstanding and (iii) the amount required to be deposited to the Project J Subordinated Bond Fund during the then current month, the Trustee shall transfer from the Project J Participant Arrearages Fund to the Project J Subordinated Bond Fund the amount necessary (or all the moneys in said Fund if less than the amount necessary) to make up such deficiency; and

(e) if either (i) the amount on deposit in the Project J Reserve and Contingency Fund shall be less than the amount that would have been on deposit therein on such date had no Project J Participant defaulted in the making of any payment owed under its Project J Power Sales Contract or (ii) the amount on deposit in the Project J DOE Reserve & Contingency Account shall be less than the amount that would have been on deposit therein on such date had no Project J Participant defaulted in the making of any payment owed under its Project J Power Sales Contract, the Trustee shall transfer from the Project J Participant Arrearages Fund, on a parity basis, (1) to the Project J Reserve and Contingency Fund the amount necessary to make up such difference and (2) to the Project J DOE Reserve & Contingency Account the amount necessary to make up such difference; *provided, however*, that if the amount in the Project J Participant Arrearages Fund shall not be sufficient to make up both such differences, then the amount in the Project J Participant Arrearages Fund shall be applied ratably, in proportion to the amount of each such difference.

On the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, the Project J Participant Arrearages Fund shall be terminated, and any amount remaining on deposit therein shall be transferred by the Trustee to the Project J Revenue Fund (or, as applicable, transferred by the Trustee to MEAG Power, for deposit in the Project J Revenue Fund).

Conditions to Issuance of Bonds

MEAG Power may issue Project M Bonds provided that it satisfies the following conditions, among others:

- (a) MEAG Power provides to the Trustee the amount, if any, specified in the Supplemental Resolution authorizing the additional Project M Bonds of such Series for deposit in the Debt Service Account in the Debt Service Fund for the payment of interest on Project M Bonds and, except in the case of Project M Bond Anticipation Notes, the amount, if any, necessary for deposit in the Debt Service Reserve Account so that the amount on deposit in such Account shall equal the Debt Service Reserve Requirement calculated immediately after the authentication and delivery of such Series of Project M Bonds;
- (b) Except in the case of Refunding Bonds, MEAG Power must certify that either (a) no Bondholders' Event of Default or Federal Loan Event of Default has occurred and is continuing under the Project M Bond Resolution or (b) the application of the proceeds of the sale of such Series of Project M Bonds as required by the Supplemental Resolution authorizing such Series of Project M Bonds will cure any such Bondholders' Event of Default or Federal Loan Event of Default; and
- (c) In the case of each Series of Project M Bonds any portion of the proceeds of which is to be deposited in the Debt Service Account in the Debt Service Fund (other than any accrued interest that is to be

applied to the payment of interest on Project M Bonds on the interest payment date next following the date of issuance of such Project M Bonds), the Trustee shall receive a certificate of an Authorized Officer of MEAG Power setting forth the then estimated application of such proceeds so deposited for the payment of interest on any particular Series of Project M Bonds, whether or not such Series of Project M Bonds is then Outstanding, or then being issued, or to be issued thereafter.

The conditions for the issuance of Project J Bonds under the Project J Bond Resolution and Project P Bonds under the Project P Bond Resolution, as applicable, are substantially similar to the foregoing conditions for the issuance of Project M Bonds under the Project M Bond Resolution, except that both the Project J Bond Resolution and the Project P Bond Resolution provide that MEAG Power's obligation described in clause (a) above to provide the Trustee the amount, if any, necessary for deposit in the Debt Service Reserve Account so that the amount on deposit in such Account shall equal the Debt Service Reserve Requirement shall not apply to the Project J Take-Out Bonds or the Project P BANs, as applicable.

Bonds Other than Refunding Bonds

The Project M Bond Resolution provides that one or more Series of Project M Bonds may be issued at any time for the purpose of paying all or a portion of the Costs of Acquisition and Construction of the Project M Entity's Ownership Interest and Financing Costs of Project M.

The Project J Bond Resolution provides that one or more Series of Project J Bonds may be issued at any time for the purpose of paying all or a portion of the Costs of Acquisition and Construction of the Project J Entity's Ownership Interest and Financing Costs of Project J.

The Project P Bond Resolution provides that one or more Series of Project P Bonds may be issued at any time for the purpose of paying all or a portion of the Costs of Acquisition and Construction of the Project P Entity's Ownership Interest and Financing Costs of Project P.

Refunding Bonds

The Project M Bond Resolution provides that one or more Series of Refunding Bonds may be authenticated and delivered upon original issuance to refund all or any portion of any Outstanding Project M Bonds or all or any portion of any Outstanding Project M Subordinated Bonds. Refunding Bonds shall be issued in a principal amount sufficient, together with other moneys available therefor, to accomplish such refunding and to make the deposits in the Funds and Accounts under the Project M Bond Resolution required by the provisions of the Supplemental Resolution authorizing such Refunding Bonds, to pay costs of issuing the Refunding Bonds and related costs.

The conditions for the issuance of Refunding Bonds under the Project J Bond Resolution and Project P Bond Resolution, respectively, are substantially similar to the foregoing conditions for the issuance of Refunding Bonds under the Project M Bond Resolution.

Subordinated Bonds

The Project M Bond Resolution provides that MEAG Power may issue Project M Subordinated Bonds for any lawful purpose related to Project M, which will be payable out of, and may be secured by a pledge of, such amounts in the Subordinated Bond Fund as may from time to time be available therefor. Such pledge, however, will be subordinate in all respects to the pledges of (a) the Shared Trust Estate created by the Project M Bond Resolution as security for the Project M Bonds and the Project M Federal Loan Debt Service Payments and (b) the Bondholders' Trust Estate created by the Project M Bond Resolution as security for the Project M Bonds.

The conditions for the issuance of Subordinated Bonds under the Project J Bond Resolution and Project P Bond Resolution, respectively, are substantially similar to the foregoing conditions for the issuance of Subordinated Bonds under the Project M Bond Resolution.

Credit Facilities, Liquidity Facilities and Qualified Hedging Contracts

Subject to the terms of each of the Vogtle Units 3&4 Bond Resolutions, MEAG Power may include provisions in a Supplemental Resolution authorizing the issuance of a Series of Bonds secured by a Credit Facility or supported by a Liquidity Facility as MEAG Power determines appropriate, and no such provisions shall be deemed to constitute an amendment to the Vogtle Units 3&4 Bond Resolution requiring the consent of the Trustee or any Bondholders.

Such Supplemental Resolution may provide that (i) so long as a Credit Facility is in full force and effect, and payment on the Credit Facility is not in default, then, in all such events, the issuer of the Credit Facility shall be deemed to be the sole Holder of the Outstanding Bonds the payment of which such Credit Facility secures when the approval, consent or action of the Holders of such Bonds is required or may be exercised under the Vogtle Units 3&4 Bond Resolution, or, in the alternative, that the approval, consent or action of the issuer of the Credit Facility shall be required in addition to the approval, consent or action of the applicable percentage of the Holders of the Outstanding Bonds under the Vogtle Units 3&4 Bond Resolution; and (ii) in the event that the principal or Redemption Price, if applicable, and interest due on any Outstanding Bonds shall be paid under the provisions of a Credit Facility, all covenants, agreements and other obligations of MEAG Power to the Holders of such Bonds shall continue to exist and such issuer of the Credit Facility shall be subrogated to the rights of such Holders in accordance with the terms of such Credit Facility.

MEAG Power may secure such Credit Facility or such Liquidity Facility by an agreement providing for the purchase of Bonds supported thereby with such adjustments to the rate of interest, method of determining interest, maturity or redemption provisions as specified by MEAG Power in a Supplemental Resolution. MEAG Power may also agree to reimburse directly such issuer for amounts paid under the terms of such Credit Facility or Liquidity Facility (together with interest thereon, the “*Reimbursement Obligation*”); *provided, however*, that no Reimbursement Obligation shall be created until amounts are paid under such Credit Facility or Liquidity Facility. Any such Reimbursement Obligation, which may include interest calculated at a rate higher than the interest rate on the applicable Bonds, shall be secured by a pledge of, and a lien on, the Shared Trust Estate and the Bondholders’ Trust Estate on a parity with the pledges and liens created in the Vogtle Units 3&4 Bond Resolution to secure the applicable Bonds (a “*Parity Reimbursement Obligation*”), but only to the extent principal amortization requirements with respect to such reimbursement are equal to the amortization requirements for such related Bonds, without acceleration, or may be secured by a pledge of, and a lien on, the applicable Subordinated Bond Fund, which pledge and lien shall be subordinate in all respects to the pledges of the Revenues (and, in the case of the Project J Bond Resolution, the Initial Power Purchaser Arrearages Payments, the Initial Power Purchaser Resale Revenues, the Project J Participant Arrearages Payments and the Project J Participant Resale Revenues, and in the case of the Project P Bond Resolution, the Initial Power Purchaser Arrearages Payments, the Initial Power Purchaser Resale Revenues, the Project P Participant Arrearages Payments and the Project P Participant Resale Revenues), moneys, securities and funds created by the Vogtle Units 3&4 Bond Resolution in favor of the applicable Bonds, the applicable Parity Obligations and the applicable Federal Loan Debt Service Payments but on a parity with the pledge and lien securing applicable Subordinated Bonds and applicable Subordinated Obligations (a “*Subordinated Reimbursement Obligation*”), as determined by MEAG Power. Parity Reimbursement Obligations shall not include any payments of any fees, expenses, indemnification or other obligations to any such provider, or any payments pursuant to term-loan or other principal amortization requirements in reimbursement of any such advance that are more accelerated than the amortization requirements on such Bonds, which payments shall be Subordinated Reimbursement Obligations.

Except as otherwise provided in a Supplemental Resolution authorizing Parity Reimbursement Obligations, for the purposes of (i) receiving payment of a Parity Reimbursement Obligation, whether at maturity, upon redemption or if the principal of all Bonds is declared immediately due and payable following the occurrence of a Bondholders' Event of Default, or (ii) computing the principal amount of Bonds held by the Holder of a Parity Reimbursement Obligation in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the Vogtle Units 3&4 Bond Resolution for any purpose whatsoever, the principal amount of a Parity Reimbursement Obligation shall be deemed to be the actual principal amount that MEAG Power shall owe thereon, which shall equal the aggregate of the amounts advanced to, or on behalf of, MEAG Power in connection with the Bonds to which such Parity Reimbursement Obligation relates, less any prior repayments thereof.

Except as otherwise provided in a Supplemental Resolution and notwithstanding anything to the contrary provided in the Vogtle Units 3&4 Bond Resolution, Bonds paid or deemed paid with moneys drawn under or pursuant to a Credit Facility shall be deemed to be Outstanding until MEAG Power has reimbursed the Credit Facility Provider in full for all amounts so drawn and has paid or reimbursed the Credit Facility Provider for interest thereon and for any other amounts and Reimbursement Obligations then due and payable.

MEAG Power may enter into Qualified Hedging Contracts and any obligation to pay any amount thereunder may be secured by a pledge of, and lien on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Vogtle Units 3&4 Bond Resolution to secure the Bonds (a "*Parity Hedging Contract Obligation*"), or may be secured by a pledge of, and a lien on, the Subordinated Bond Fund which pledge and lien shall be subordinate in all respects to the pledges of the Revenues (and, in the case of the Project J Bond Resolution, the Initial Power Purchaser Arrearages Payments, the Initial Power Purchaser Resale Revenues, the Project J Participant Arrearages Payments and the Project J Participant Resale Revenues, and in the case of the Project P Bond Resolution, the Initial Power Purchaser Arrearages Payments, the Initial Power Purchaser Resale Revenues, the Project P Participant Arrearages Payments and the Project P Participant Resale Revenues), moneys, securities and funds created by the Vogtle Units 3&4 Bond Resolution in favor of the Bonds, the Parity Obligations and the applicable Federal Loan Debt Service Payments but on a parity with the pledge and lien securing applicable Subordinated Bonds and Subordinated Obligations (a "*Subordinated Hedging Contract Obligation*"), as determined by MEAG Power. Notwithstanding the foregoing, Parity Hedging Contract Obligations shall not include any payments of any termination payments owed to a counterparty to a Qualified Hedging Contract, which payments shall be Subordinated Hedging Contract Obligations.

Commercial Paper Notes

The Project M Bond Resolution provides for the issuance of Commercial Paper Notes from time to time to be secured by a pledge of, and a lien on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Project M Bond Resolution to secure the Project M Bonds ("*Parity Commercial Paper Notes*"). Commercial Paper Notes may also be issued from time to time to be secured by a pledge of, and a lien on, the Subordinated Bond Fund which pledge shall be subordinate in all respects to the pledges of the Revenues, moneys, securities and funds created by the Project M Bond Resolution in favor of the Project M Bonds, the Project M Parity Obligations and the Project M Federal Loan Debt Service Payments but on a parity with the pledge and lien securing Project M Subordinated Bonds and Project M Subordinated Obligations ("*Subordinated Commercial Paper Notes*"). The Trustee shall authenticate and deliver Commercial Paper Notes to MEAG Power or upon its order, but only upon satisfaction of the following conditions, among others: (i) if required by a Supplemental Resolution, the receipt by the Trustee of a Board-approved Credit Facility or Liquidity Facility with respect to such Commercial Paper Notes; and (ii) receipt by the Trustee of a certificate of an Authorized Officer of MEAG Power (as may be amended from time to time) setting forth the Commercial Paper Payment Plan with respect to such Commercial Paper Notes.

The Project J Bond Resolution also provides for the issuance of Commercial Paper Notes from time to time to be secured by a pledge of, and a lien on, the Shared Trust Estate and the Bondholders' Trust Estate on a parity with the pledges and liens created by the Project J Bond Resolution to secure the Project J Bonds ("*Parity Commercial Paper Notes*"). Commercial Paper Notes may also be issued from time to time to be secured by a pledge of, and a lien on, the Subordinated Bond Fund which pledge shall be subordinate in all respects to the pledges of the Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments, Project J Participant Resale Revenues, moneys, securities and funds created by the Project J Bond Resolution in favor of the Project J Bonds, the Project J Parity Obligations and the Project J Federal Loan Debt Service Payments but on a parity with the pledge and lien securing Project J Subordinated Bonds and Project J Subordinated Obligations ("*Subordinated Commercial Paper Notes*"). The Trustee shall authenticate and deliver Commercial Paper Notes to MEAG Power or upon its order, but only upon satisfaction of the following conditions, among others: (i) if required by a Supplemental Resolution, the receipt by the Trustee of a Board-approved Credit Facility or Liquidity Facility with respect to such Commercial Paper Notes; and (ii) receipt by the Trustee of a certificate of an Authorized Officer of MEAG Power (as may be amended from time to time) setting forth the Commercial Paper Payment Plan with respect to such Commercial Paper Notes.

The Commercial Paper Notes provisions under the Project P Bond Resolution are substantially similar to the foregoing Commercial Paper Notes provisions under the Project J Bond Resolution.

Special Provisions Relating to Capital Appreciation Bonds

The Project M Bond Resolution provides that, for the purposes of (i) receiving payment of the Redemption Price if a Capital Appreciation Bond is redeemed prior to maturity, or (ii) receiving payment of a Capital Appreciation Bond if the principal of all Project M Bonds is declared immediately due and payable following the occurrence of a Bondholders' Event of Default, as provided in the Project M Bond Resolution or (iii) computing the principal amount of Project M Bonds held by the Holder of a Capital Appreciation Bond in giving to MEAG Power or the Trustee any notice, consent, request or demand pursuant to the Project M Bond Resolution for any purpose whatsoever, the principal amount of a Capital Appreciation Bond shall be deemed to be its then current Accreted Value.

The principal and interest portions of the Accreted Value of Capital Appreciation Bonds becoming due at maturity or by virtue of a Sinking Fund Installment shall be included in the calculations of accrued and unpaid and accruing interest or Principal Installments made under the definitions of Debt Service, Accrued Aggregate Debt Service, Aggregate Debt Service and Adjusted Aggregate Debt Service only from and after the date (the "*Calculation Date*") which is one year prior to the date on which such Accreted Value becomes so due, and the principal and interest portions of such Accreted Value shall be deemed to accrue in equal daily installments from the Calculation Date to such due date (calculated, unless otherwise specified in the Supplemental Resolution authorizing such Capital Appreciation Bonds, on the basis of a 360-day year consisting of twelve 30-day months).

The provisions relating to Capital Appreciation Bonds under each of the Project J Bond Resolution and the Project P Bond Resolution, respectively, are substantially similar to the foregoing provisions relating to Capital Appreciation Bonds under the Project M Bond Resolution.

Investment of Certain Funds and Accounts

Each Vogtle Unit 3&4 Bond Resolution provides that moneys held in the Funds and Accounts established under such Vogtle Units 3&4 Bond Resolution shall be invested and reinvested to the fullest extent practicable in Investment Securities which mature not later than such times as shall be necessary to provide moneys when needed for payments to be made from such Funds and Accounts. The Trustee shall

make all such investments of moneys held by it in accordance with instructions received from any Authorized Officer of MEAG Power.

With respect to the Project M Bond Resolution, interest earned on any moneys or investments in any Fund or Account (net of that which represents a return of accrued interest paid in connection with the purchase of any investment) shall be paid into the Revenue Fund except that such net interest earned on any moneys or investments in (a) the Construction Fund (or any separate account or subaccount therein) shall be held in such Fund (or such separate account or subaccount, as applicable) for the purposes thereof or, upon determination of an Authorized Officer of MEAG Power, may be transferred to any other separate account or subaccount of the Construction Fund; (b) the Debt Service Reserve Account in the Debt Service Fund shall be held in such Account until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy the Debt Service Reserve Requirement and the balance shall be applied as set forth in the Project M Bond Resolution; *provided, however*, that prior to the Second Commercial Operation Date, on April 1 and October 1 of each year and on the Second Commercial Operation Date, such net interest shall be retained therein to the extent necessary to satisfy the Debt Service Reserve Requirement and the balance shall be transferred to the Construction Fund (or any separate account or subaccount therein as the Trustee shall be directed by an Authorized Officer of MEAG Power); and (c) the Reserve and Contingency Fund shall be held in such Fund until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy MEAG Power's Reserve and Contingency Requirement and all or a portion of the amount of such excess shall be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Debt Service Fund if and to the extent such amount is required to make up any deficiency in either such Account; and the balance, if any, of such excess shall be transferred to the Revenue Fund.

With respect to the Project J Bond Resolution, interest earned on any moneys or investments in any Fund or Account (net of that which represents a return of accrued interest paid in connection with the purchase of any investment) shall be paid into the Revenue Fund except that such net interest earned on any moneys or investments in (a) the Construction Fund (or any separate account or subaccount therein) shall be held in such Fund (or such separate account or subaccount, as applicable) for the purposes thereof or, upon determination of an Authorized Officer of MEAG Power, may be transferred to any other separate account or subaccount of the Construction Fund; (b) the Debt Service Reserve Account in the Debt Service Fund shall be held in such Account until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy the Debt Service Reserve Requirement and the balance shall be applied as set forth in the Project J Bond Resolution; *provided, however*, that prior to the Second Commercial Operation Date, on April 1 and October 1 of each year and on the Second Commercial Operation Date, such net interest shall be retained therein to the extent necessary to satisfy the Debt Service Reserve Requirement and the balance shall be transferred to the Construction Fund (or any separate account or subaccount therein as the Trustee shall be directed by an Authorized Officer of MEAG Power); (c) the Reserve and Contingency Fund shall be held in such Fund until the end of each calendar year at which time such net interest shall be retained therein to the extent necessary to satisfy MEAG Power's Reserve and Contingency Requirement and all or a portion of the amount of such excess shall be transferred to the Trustee for deposit in the Debt Service Account or the Debt Service Reserve Account, as the case may be, in the Debt Service Fund if and to the extent such amount is required to make up any deficiency in either such Account; *provided, however*, that (x) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Project J Participants shall not be so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by the Initial Power Purchaser in the making of any payment due under the Initial Power Purchase Agreement and (y) during the period from and including the Project J Participants' Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, amounts deposited to the Reserve and Contingency Fund from payments made to MEAG Power by the Initial Power Purchaser shall not be

so withdrawn if the purpose for such withdrawal is to make up any such deficiency that resulted from a default by any Project J Participant in the making of any payment due under its Project J Power Sales Contract; and the balance, if any, of such excess shall be transferred to the Revenue Fund (or, as applicable, transferred to MEAG Power for deposit to the Revenue Fund); (d) the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund shall be held in such Account until expended in accordance with the Project J Bond Resolution; (e) the Initial Power Purchaser Arrearages Payment Account in the Initial Power Arrearages Fund shall be held in such Account until expended in accordance with the Project J Bond Resolution; and (f) the Project J Participant Arrearages Fund shall be held in such Fund until expended in accordance with the Project J Bond Resolution.

The provisions relating to the investment of certain Funds and Accounts under the Project P Bond Resolution are substantially similar to the foregoing provisions relating to the investment of certain Funds and Accounts under the Project J Bond Resolution.

Encumbrances; Disposition of Properties

In each Vogtle Units 3&4 Bond Resolution, MEAG Power covenants that it will not issue bonds or other evidences of indebtedness of similar nature, other than the Bonds, payable out of or secured by a pledge of the Shared Trust Estate or the Bondholders' Trust Estate, and except to the extent provided in or permitted by the applicable Vogtle Units 3&4 Bond Resolution, shall not create or cause to be created any lien or charge thereon; *provided, however*, that nothing contained in each Vogtle Units 3&4 Bond Resolution shall (a) prevent MEAG Power from issuing, if and to the extent permitted by the Act, (1) bond anticipation notes (as such term is defined in the Act), (2) evidences of indebtedness (A) payable out of moneys in the Construction Fund as part of the Costs of Acquisition and Construction of the Project M Entity's Ownership Interest, the Project J Entity's Ownership Interest or the Project P Entity's Ownership Interest, as applicable (each, the "*Vogtle Units 3&4 Project Entity's Ownership Interest*"), or (B) payable out of, or secured by a pledge of, Revenues to be received after the discharge of the pledge of Revenues provided in the applicable Vogtle Units 3&4 Bond Resolution in favor of the applicable Vogtle Units 3&4 Bonds and the applicable Federal Loan Debt Service Payments, (3) Subordinated Bonds, or (4) Parity Obligations or Subordinated Obligations or (b) prevent the Project M Entity, the Project J Entity or the Project P Entity, as applicable (each, a "*Vogtle Units 3&4 Project Entity*"), from obtaining Advances under the applicable Federal Loan in the manner provided in, and subject to the terms and provisions of, the applicable DOE Loan Guarantee Agreement.

MEAG Power further covenants in each Vogtle Units 3&4 Bond Resolution that it will not cause or permit any part of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest to be sold, leased, mortgaged or otherwise disposed of, except as follows:

(A) The applicable Vogtle Units 3&4 Project Entity may grant a security title and a security interest in such Vogtle Units 3&4 Project Entity's Ownership Interest in the manner provided in, and subject to the terms and conditions of (including the exercise of all rights and remedies under), the applicable DOE Loan Guarantee Agreement and the other applicable Federal Loan Documents. In the event of any sale of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest following the exercise by or on behalf of DOE of any remedy of foreclosure thereof following a default with respect to the applicable Federal Loan, any proceeds received by the applicable Vogtle Units 3&4 Project Entity from such sale that are in excess of the amount needed to pay the applicable Federal Loan and that are not required to be used to satisfy the applicable Vogtle Units 3&4 Project Entity's obligations to any other person shall be applied to the retirement, by purchase, redemption or defeasance, of the applicable Bonds in such manner as an Authorized Officer of MEAG Power shall determine, subject to any limitations or other requirements with respect thereto set forth in the applicable Vogtle Units 3&4 Project Power Contracts;

(B) The applicable Vogtle Units 3&4 Project Entity may sell or exchange any property or facilities constituting part of such Vogtle Units 3&4 Project Entity's Ownership Interest if MEAG Power shall determine that the sale or exchange of such property or facilities (1) will not impair the ability of MEAG Power to comply during the current or any future year with the rate covenant contained in the applicable Vogtle Units 3&4 Bond Resolution and (2) it is in the best interests of MEAG Power and the applicable Vogtle Units 3&4 Participants. In each of the Project J Bond Resolution and the Project P Bond Resolution, MEAG Power also covenants that it will not sell or exchange any property or facilities constituting part of the applicable Vogtle Units 3&4 Project if it shall determine that the sale or exchange of such property or facilities is not in the best interests of the applicable Initial Power Purchaser. The proceeds of any such sale or exchange that are paid over to MEAG Power may be applied for any lawful purpose of MEAG Power relating to the applicable Vogtle Units 3&4 Project including, but not limited to, the acquisition or construction of other property necessary or desirable for the operation of such Vogtle Units 3&4 Project Entity's Ownership Interest or the retirement of (x) the applicable Bonds, Subordinated Bonds or Parity Obligations and (y) the applicable Federal Loan, *pro rata* in proportion to the amount of the applicable Bonds, Subordinated Bonds and Parity Obligations and the applicable Federal Loan, respectively, then outstanding and unpaid; and

(C) In addition to the Vogtle Units 3&4 Project Agreements, the applicable Vogtle Units 3&4 Project Entity may lease, make contracts, grant licenses for the operation of, make arrangements for the use of, or grant easements or other rights with respect to, any part of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest; *provided, however*, that any such lease, contract, license, arrangement, easement or right (1) does not impede the operation by such Vogtle Units 3&4 Project Entity or its agent of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest and (2) does not impair or adversely affect the rights or security of the Bondholders or the DOE Secured Parties under the applicable Vogtle Units 3&4 Bond Resolution. Any payments received by MEAG Power under or in connection with any such lease, contract, license, arrangement, easement or right may be applied for any lawful purpose of MEAG Power relating to the applicable Vogtle Units 3&4 Project including, but not limited to, the acquisition or construction of other property necessary or desirable for the operation of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest or the retirement of (x) applicable Bonds, Subordinated Bonds or Parity Obligations and (y) the applicable Federal Loan, *pro rata* in proportion to the amount of such applicable Bonds, Subordinated Bonds and Parity Obligations and such applicable Federal Loan, respectively, then outstanding and unpaid.

Rate Covenant

MEAG Power covenants in the Project M Bond Resolution that it will at all times charge and collect rates, fees and other charges for the sale of the output, capacity, use or service of Project M so that Revenues, together with other available funds, are at least sufficient to provide funds in each calendar year for the payment of the sum of (1) Operating Expenses during such calendar year, (2) Aggregate Debt Service for such calendar year; *provided, however*, that any Principal Installment which is a Refundable Principal Installment may be excluded from Aggregate Debt Services for purposes of this clause (2) but only to the extent that MEAG Power intends to pay such Principal Installment from sources other than Revenues, (3) any amount to be paid into the Debt Service Reserve Account for such calendar year, (4) the amount to be paid into the Reserve and Contingency Fund for such calendar year, and (5) all other charges or liens payable out of Revenues during such year, including to the extent not otherwise provided for, all amounts payable by MEAG Power to the Project M Entity pursuant to Project M Power Purchase Agreement to pay all amounts owed by it, and fund all accounts or reserves required to be funded by it, pursuant to the Project M DOE Loan Guarantee Agreement and all other Project M Federal Loan Documents, during such calendar and all amounts payable on Project M Subordinated Bonds and Project M Subordinated Obligations during such calendar year.

The covenants of MEAG Power that are made with respect to Project J and Project P under the Project J Bond Resolution and the Project P Bond Resolution, respectively, are substantially similar to the foregoing covenants of MEAG Power that are made with respect to Project M under the Project M Bond Resolution.

Covenants with Respect to Power Sales Contracts, Vogtle Units 3&4 Project Agreements and Vogtle Units 3&4 Project Power Purchase Agreement

MEAG Power covenants in the Project M Bond Resolution that it will collect and deposit in the Revenue Fund amounts received under the Project M Power Sales Contracts and attributable to Project M or Project M's annual costs or payable to it pursuant to any other contract for the sale of power, energy, or other service from any part of Project M. In addition, MEAG Power will enforce the Project M Power Sales Contracts, will duly perform its covenants and agreements thereunder, and will not consent to or permit any rescission of or amendment to or otherwise take any action in connection with any Project M Power Sales Contract which would reduce the payments required thereunder or would impair or adversely affect the rights of MEAG Power thereunder or the rights or security of Project M Bondholders or the DOE Secured Parties (determined without regard to any Credit Facility provided with respect to any Project M Bonds). Notwithstanding the foregoing, the extension of the term of any Project M Power Sales Contract will not constitute such an amendment.

MEAG Power covenants in the Project M Bond Resolution that it will enforce or cause to be enforced the provisions of the Vogtle Units 3&4 Project Agreements, will cause the Project M Entity to duly perform its covenants and agreements thereunder and will not consent to or permit any rescission of or amendment to or otherwise take any action under or in connection with any Vogtle Units 3&4 Project Agreement which would impair or adversely affect the rights of the Project M Entity thereunder or the rights or security of the Project M Bondholders or the DOE Secured Parties. Notwithstanding the foregoing, the extension of the term of any Vogtle Units 3&4 Project Agreement will not constitute such an amendment.

In addition, MEAG Power covenants in the Project M Bond Resolution that it will not consent to or permit any rescission of or amendment to or otherwise take any action under or in connection with the Project M Power Purchase Agreement that would impair or adversely affect the rights of MEAG Power thereunder.

MEAG Power covenants in the Project J Bond Resolution that it will collect or cause to be collected and deposit or cause to be deposited in the Project J Revenue Fund amounts received under the Project J Power Contracts (other than the Additional Compensation Obligation) and attributable to Project J or Project J's annual costs or payable to it pursuant to any other contract for the sale of power, energy, or other service from any part of Project J; *provided, however*, that (x) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, (i) all Initial Power Purchaser Resale Revenues shall be deposited to the Initial Power Purchaser Resale Revenue Account in the Initial Power Purchaser Arrearages Fund and (ii) all Initial Power Purchaser Arrearages Payments shall be deposited to the Initial Power Purchaser Arrearages Payment Account in the Initial Power Purchaser Arrearages Fund and (y) during the period from and including the date (if any) on which the Project J Participants' Arrearages Fund shall be established as provided in the Project J Bond Resolution to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues shall be deposited to the Project J Participant Arrearages Fund. In addition, MEAG Power will enforce the Project J Power Contracts, will duly perform its covenants and agreements thereunder, and will not consent to or permit any rescission of or amendment to or otherwise take any action in connection with any Project J Power Contract which would reduce the payments required thereunder or would impair or adversely affect the rights of MEAG Power thereunder.

or the rights or security of Project J Bondholders or the DOE Secured Parties (determined without regard to any Credit Facility provided with respect to any Project J Bonds). Notwithstanding the foregoing, the extension of the term of any Project J Power Contract will not constitute such an amendment.

MEAG Power covenants in the Project J Bond Resolution that it will enforce or cause to be enforced the provisions of the Vogtle Units 3&4 Project Agreements, will cause the Project J Entity to duly perform its covenants and agreements thereunder and will not consent to or permit any rescission of or amendment to or otherwise take any action under or in connection with any Vogtle Units 3&4 Project Agreement which would impair or adversely affect the rights of the Project J Entity thereunder or the rights or security of the Project J Bondholders or the DOE Secured Parties. Notwithstanding the foregoing, the extension of the term of any Vogtle Units 3&4 Project Agreement will not constitute such an amendment.

In addition, MEAG Power covenants in the Project J Bond Resolution that it will not consent to or permit any rescission of or amendment to or otherwise take any action under or in connection with the Project J Power Purchase Agreement that would impair or adversely affect the rights of MEAG Power thereunder.

The covenants of MEAG Power in the Project P Bond Resolution are substantially similar to the foregoing covenants of MEAG Power in the Project J Bond Resolution.

Annual Budget

MEAG Power covenants in the Project M Bond Resolution that it will file with the Trustee an annual budget for Project M each calendar year (a “*Project M Annual Budget*”). The Project M Annual Budget includes estimated Revenues and Operating Expenses and appropriations for the estimated Operating Expenses for such year, the estimated amount to be deposited during such year in the Reserve and Contingency Fund and the amounts estimated to be expended from each Fund and Account established under the Project M Bond Resolution. MEAG Power may at any time adopt an amended Project M Annual Budget for the remainder of the then current calendar year which will be filed promptly with the Trustee.

The practices by MEAG Power with respect to Project J under the Project J Bond Resolution and Project P under the Project P Bond Resolution, respectively, are substantially similar to the foregoing practices by MEAG Power with respect to Project M under the Project M Bond Resolution.

Insurance

MEAG Power covenants in the Project M Bond Resolution that it will keep or cause to be kept the properties of the Project M Entity’s Ownership Interest that are of an insurable nature and of the character usually insured by those operating properties similar to the Project M Entity’s Ownership Interest, insured against loss or damage by fire and from other causes customarily insured against and in such amounts as are usually obtained. MEAG Power also covenants that it will maintain or cause to be maintained adequate insurance or reserves against loss or damage from such hazards and risks to the person and property of others as are usually insured or reserved against by those operating properties similar to the Project M Entity’s Ownership Interest. Insurance against business interruption loss is maintained whenever, in the judgment of MEAG Power, such insurance is obtainable at commercially reasonable rates.

The insurance covenants by MEAG Power with respect to Project J and Project P under the Project J Bond Resolution and the Project P Bond Resolution, respectively, are substantially similar to the foregoing insurance covenants by MEAG Power with respect to Project M under the Project M Bond Resolution.

Additionally, each of the Vogtle Units 3&4 Bond Resolutions provides that MEAG Power may comply with the provisions of the applicable Vogtle Units 3&4 Bond Resolution by causing the applicable

Vogtle Units 3&4 Project Entity to maintain in effect all or any portion of the insurance referred to in the provisions above.

Accounts and Reports

MEAG Power covenants in the Project M Bond Resolution that it will keep or cause to be kept proper and separate books of record and account relating to Project M and the funds and accounts established by the Project M Bond Resolution and relating to costs and charges under the Project M Power Sales Contracts and the Project M Power Purchase Agreement. Such books, together with all other books and papers of MEAG Power relating to Project M, are at all times subject to the inspection of the Trustee, the Holders of not less than five percent in principal amount of Project M Bonds then Outstanding, DOE and the DOE Collateral Agent or their respective representatives duly authorized in writing.

MEAG Power covenants in the Project M Bond Resolution that it will file annually with the Trustee, DOE and the DOE Collateral Agent, an annual report, accompanied by an accountant's certificate (Report of Independent Auditors), of the financial position of Project M at the end of the year, including a statement of assets and liabilities for Project M as of the end of such year, a statement of Revenues and Operating Expenses for Project M for such year, and a statement of receipts and disbursements with respect to each Fund and Account established by the Project M Bond Resolution.

The reports, statements and other documents required to be furnished to the Trustee pursuant to provisions of the Project M Bond Resolution are available for inspection of Bondholders at the office of the Trustee and will be mailed to each Bondholder who files a written request therefor with MEAG Power.

The practices by MEAG Power with respect to Project J under the Project J Bond Resolution and Project P under the Project P Bond Resolution, respectively, are substantially similar to the foregoing practices by MEAG Power under the Project M Bond Resolution.

Amendments and Supplemental Resolutions

Any of the provisions of the Project M Bond Resolution may be amended or modified by MEAG Power by a Supplemental Resolution, with the written consent: (1) of the Holders of at least a majority in principal amount of the Project M Bonds then Outstanding that are affected by such modification or amendment, such consent to be given as provided in Project M Bond Resolution (or, in case the modification or amendment changes the terms of any Sinking Fund Installment, with the written consent of the Holders of at least a majority in principal amount of the Project M Bonds of the Series and maturity for which such Sinking Fund Installment was established); excluding, in each case, from such consent, and from the Outstanding Project M Bonds, the Project M Bonds of any specified Series and maturity if such amendment by its terms will not take effect so long as any such Project M Bonds remain Outstanding; and (2) of DOE, such consent to be made or given (or deemed to have been given) as provided in the Project M Bond Resolution. Any such amendment may not permit a change in the terms of redemption or maturity or any installment of interest or make any reduction in principal, Redemption Price or interest without the consent of each affected Holder, or reduce the percentages of consents required for a further amendment.

MEAG Power may adopt (without the consent of the Trustee or any Holders of the Project M Bonds, but with the consent (or deemed consent) of DOE, if required pursuant to the Project M Bond Resolution) Supplemental Resolutions to cure any ambiguity or to correct any defect in the Project M Bond Resolution; to close the Project M Bond Resolution against, or impose limitations upon, issuance of Project M Bonds or other evidences of indebtedness; to authorize Project M Bonds; to authorize Project M Subordinated Bonds, Parity Obligations or Subordinated Obligations; to add to the restrictions contained in the Project M Bond Resolution; to add to the covenants of MEAG Power contained in the Project M Bond Resolution; or to confirm any pledge under the Project M Bond Resolution of Revenues or other moneys.

In addition to the amendments described above, the Project M Bond Resolution provides that, upon the consent of the Trustee and, if required pursuant to the Project M Bond Resolution, the consent (or deemed consent) of DOE thereto made or given as provided in the Project M Bond Resolution, the Project M Bond Resolution may be amended to (i) insert such provisions clarifying matters or questions arising under the Project M Bond Resolution as are necessary or desirable and will not have a material adverse effect on the interests of the Project M Bondholders or of the DOE Secured Parties; or (ii) make any other modification or amendment of the Project M Bond Resolution which the Trustee shall in its sole discretion determine will not have a material adverse effect on the interests of the Project M Bondholders or of the DOE Secured Parties.

MEAG Power agrees in the Project M Bond Resolution that it will not directly or indirectly agree to (i) any amendment, modification, termination, replacement, supplement or waiver, (ii) waive any right to consent to any amendment, modification, termination, replacement, supplement or waiver of any right with respect to, or (iii) assign any of the respective duties or obligations, in each case, under any provision of the Project M Bond Resolution; except that:

(1) MEAG Power may agree to an amendment, modification, replacement, supplement or waiver that does not have an adverse effect on, or diminish the rights of, the DOE Secured Parties or the Trustee with respect to remedies or enforcement if, as required pursuant to the Project M DOE Equity Funding Agreement, (A) MEAG Power has given DOE prior notice of such amendment, modification, replacement, supplement or waiver that meets the requirements of the Project M DOE Equity Funding Agreement and (B) DOE has consented to, or has not given MEAG Power notice of its objection to, such proposed amendment, modification, replacement, supplement or waiver within 60 days of receipt of such notice (and, if DOE fails to give such notice of objection within such 60-day period, DOE shall be deemed to have consented to such proposed amendment, modification, replacement, supplement or waiver);

(2) MEAG Power may adopt a Supplemental Resolution that is adopted solely for the purpose of authorizing the issuance of Project M Bonds of one or more Series, Project M Subordinated Bonds, Project M Parity Obligations or Project M Subordinated Obligations; and

(3) MEAG Power may agree to an amendment, modification, replacement, supplement or waiver to the Project M Bond Resolution if the amendment, modification, replacement, supplement or waiver is adopted in connection with the issuance of Project M Bonds, Subordinated Bonds, Parity Obligations or Subordinated Obligations and such amendment, modification, replacement, supplement or waiver (x) relates only to mechanical or structural issues that are required to be addressed in order to allow such Project M Bonds, Subordinated Bonds, Parity Obligations or Subordinated Obligations to be issued on their proposed terms and the timing for such issuance does not allow for the 60-day notice and review period contemplated under paragraph (1) above and (y) does not adversely affect the application and flow of funds under the Project M Bond Resolution, the Shared Trust Estate, DOE's, the DOE Collateral Agent's or the Trustee's rights or any provisions included for their benefit, or any other voting rights or decision-making matters or provisions related to remedies or enforcement provided for in the Project M Bond Resolution.

Notwithstanding the foregoing, without DOE's consent MEAG Power has the right to amend, modify, replace, supplement or waive any provision of the Project M Bond Resolution solely to correct minor or technical errors that do not change any person's rights or obligations; *provided, however*, that MEAG Power delivers a copy of any such amendment, modification, replacement, supplement or waiver to DOE not later than 5 business days after the adoption or execution, as applicable, of such amendment, modification, replacement, supplement or waiver.

The amendment and Supplemental Resolution provisions under the Project J Bond Resolution and the Project P Bond Resolution, respectively, are substantially similar to the foregoing amendment and Supplemental Resolution provisions under the Project M Bond Resolution.

Amendments to Accommodate the Federal Loan Option

Each of the Vogtle Units 3&4 Bond Resolutions contains a provision providing that MEAG Power may adopt (without the consent of the Holders of the applicable Bonds, but with the consent (or deemed consent) of DOE, if required pursuant to the applicable Vogtle Units 3&4 Bond Resolution), at any time or from time to time, a Supplemental Resolution for the purpose of amending the Vogtle Units 3&4 Bond Resolution in any respect determined by MEAG Power to be necessary and desirable in order to accommodate the Federal Loan Option.

Such Supplemental Resolution shall be fully effective in accordance with its terms upon (a) the filing with the Trustee a copy of such Supplemental Resolution, certified by an Authorized Officer of MEAG Power, (b) if required pursuant to the applicable Vogtle Units 3&4 Bond Resolution, the consent (or deemed consent) of DOE thereto made or given as provided in such Vogtle Units 3&4 Bond Resolution and (c) the occurrence of each of the following:

(1) Receipt of “No-Adverse-Tax-Effect” Opinion: MEAG Power receives an opinion of tax counsel to MEAG Power to the effect that the actions referred to in the applicable Vogtle Units 3&4 Bond Resolution will not adversely affect the exclusion from gross income for federal income tax purposes of the interest on any applicable Bonds the interest on which, at the time of the original issuance of such Bonds, was so excluded; and

(2) Ratings Confirmation: each Rating Agency then maintaining a rating for the applicable Bonds notifies MEAG Power in writing of the rating(s) that will apply to such Bonds following the actions referred to in the applicable Vogtle Units 3&4 Bond Resolution, which rating(s), as a result of such actions, shall not be lower than such Rating Agency’s rating(s) on the applicable Bonds then in effect (without regard to any third-party credit enhancement).

Amendments to Reflect Repayment in Full of the Federal Loan

Notwithstanding any other provision of the Project M Bond Resolution, at any time or from time to time on or after the date on which DOE has confirmed in writing that the Project M DOE Guaranteed Loan has been repaid in full and the Project M Entity has satisfied all of its obligations under the Project M DOE Loan Guarantee Agreement and the other Project M Federal Loan Documents, a Supplemental Resolution of MEAG Power may be adopted for the purpose of amending the Project M Bond Resolution in any respect determined by MEAG Power to be necessary or desirable in order to delete therefrom all provisions relating to the payment of the Project M Federal Loan Debt Service Payments and other covenants and agreements that are for the exclusive benefit of the DOE Secured Parties. Such Supplemental Resolution shall be fully effective in accordance with its terms upon (a) the filing with the Trustee of a copy thereof certified by an Authorized Officer of MEAG Power and (b) the occurrence of each of the following:

1. Transfer to MEAG Power of the Project M Entity’s Ownership Interest: The Project M Entity transfers to MEAG Power the Project M Entity’s Ownership Interest;
2. Assignment to MEAG Power of Applicable Rights and Obligations Under the Vogtle Units 3&4 Project Agreements: The Project M Entity assigns to MEAG Power all of its rights and obligations under the Vogtle Units 3&4 Project Agreements attributable to the Project M Entity’s Ownership Interest;

3. Termination of the Project M Power Purchase Agreement: MEAG Power and the Project M Entity shall cause the Project M Power Purchase Agreement to be terminated;
4. Amendments to Various Documents: the Project M Bond Resolution, the Vogtle Units 3&4 Project Agreements and the Project M Power Sales Contracts are amended as determined by MEAG Power to be necessary or desirable in order to reflect the foregoing transactions, including without limitation an amendment to the definition of “Additional Units Non-PPA Project” set forth in the Project M Bond Resolution in order to reflect the transfer to MEAG Power of the Project M Entity’s Ownership Interest and the termination of the Project M Power Purchase Agreement; in the case of the Project M Power Sales Contracts, the amendments must obligate the Project M Participants to pay to MEAG Power, in the same manner and during the same periods of time as theretofore provided, amounts necessary to pay all MEAG Power’s costs and expenses relating to Project M;
5. Validation of Resolution and Contracts, as Amended: the Project M Bond Resolution, as amended by such Supplemental Resolution, and the Vogtle Units 3&4 Project Agreements and the Project M Power Sales Contracts, as amended, have been the subject of a judgment of validation rendered by the Superior Court of Fulton County, Georgia;
6. Receipt of “No-Adverse-Tax-Effect” Opinion: MEAG Power receives an opinion of tax counsel to MEAG Power to the effect that the transfer, assignment, amendments and other actions referred to in the Project M Bond Resolution will not adversely affect the exclusion from gross income for federal income tax purposes of the interest on any Project M Bonds the interest on which, at the time of the original issuance of such Project M Bonds, was so excluded; and
7. Ratings Confirmation: each Rating Agency then maintaining a rating for the Project M Bonds notifies MEAG Power in writing of the rating(s) that will apply to the Project M Bonds following the transfer, assignment, amendments and other actions referred to in the Project M Bond Resolution, which rating(s), as a result of such transfer, assignment, amendments and other actions, shall not be lower than such Rating Agency’s rating(s) on the Outstanding Project M Bonds then in effect (without regard to any third-party credit enhancement).

Notwithstanding any other provision of the Project J Bond Resolution, at any time or from time to time on or after the date on which DOE has confirmed in writing that the Project J DOE Guaranteed Loan has been repaid in full and the Project J Entity has satisfied all of its obligations under the Project J DOE Loan Guarantee Agreement and the other Project J Federal Loan Documents, a Supplemental Resolution of MEAG Power may be adopted for the purpose of amending the Project J Bond Resolution in any respect determined by MEAG Power to be necessary or desirable in order to delete therefrom all provisions relating to the payment of the Project J Federal Loan Debt Service Payments and other covenants and agreements that are for the exclusive benefit of the DOE Secured Parties. Such Supplemental Resolution shall be fully effective in accordance with its terms upon (a) the filing with the Trustee of a copy thereof certified by an Authorized Officer of MEAG Power and (b) the occurrence of each of the following:

1. Transfer to MEAG Power of the Project J Entity’s Ownership Interest: The Project J Entity transfers to MEAG Power the Project J Entity’s Ownership Interest;
2. Assignment to MEAG Power of Applicable Rights and Obligations Under the Vogtle Units 3&4 Project Agreements: The Project J Entity assigns to MEAG Power all of its rights and obligations under the Vogtle Units 3&4 Project Agreements attributable to the Project J Entity’s Ownership Interest;
3. Termination of the Project J Power Purchase Agreement: MEAG Power and the Project J Entity shall cause the Project J Power Purchase Agreement to be terminated;

4. Amendments to Various Documents: the Project J Bond Resolution, the Vogtle Units 3&4 Project Agreements and the Project J Power Contracts are amended as determined by MEAG Power to be necessary or desirable in order to reflect the foregoing transactions, including without limitation an amendment to the definition of “Additional Units PPA Project” set forth in the Project J Bond Resolution in order to reflect the transfer to MEAG Power of the Project J Entity’s Ownership Interest and the termination of the Project J Power Purchase Agreement; in the case of the Project J Power Contracts, the amendments must obligate the Initial Power Purchaser and the Project J Participants, respectively, to pay to MEAG Power, in the same manner and during the same periods of time as theretofore provided, amounts necessary to pay all MEAG Power’s costs and expenses relating to Project J;
5. Validation of Resolution and Contracts, as Amended: the Project J Bond Resolution, as amended by such Supplemental Resolution, and the Vogtle Units 3&4 Project Agreements and the Project J Power Contracts, as amended, have been the subject of a judgment of validation rendered by the Superior Court of Fulton County, Georgia;
6. Receipt of “No-Adverse-Tax-Effect” Opinion: MEAG Power receives an opinion of tax counsel to MEAG Power to the effect that the transfer, assignment, amendments and other actions referred to in the Project J Bond Resolution will not adversely affect the exclusion from gross income for federal income tax purposes of the interest on any Project J Bonds the interest on which, at the time of the original issuance of such Project J Bonds, was so excluded; and
7. Ratings Confirmation: each Rating Agency then maintaining a rating for the Project J Bonds notifies MEAG Power in writing of the rating(s) that will apply to the Project J Bonds following the transfer, assignment, amendments and other actions referred to in the Project J Bond Resolution, which rating(s), as a result of such transfer, assignment, amendments and other actions, shall not be lower than such Rating Agency’s rating(s) on the Outstanding Project J Bonds then in effect (without regard to any third-party credit enhancement).

Notwithstanding any other provision of the Project P Bond Resolution, at any time or from time to time on or after the date on which DOE has confirmed in writing that the Project P DOE Guaranteed Loan has been repaid in full and the Project P Entity has satisfied all of its obligations under the Project P DOE Loan Guarantee Agreement and the other Project P Federal Loan Documents, a Supplemental Resolution of MEAG Power may be adopted for the purpose of amending the Project P Bond Resolution in any respect determined by MEAG Power to be necessary or desirable in order to delete therefrom all provisions relating to the payment of the Project P Federal Loan Debt Service Payments and other covenants and agreements that are for the exclusive benefit of the DOE Secured Parties. Such Supplemental Resolution shall be fully effective in accordance with its terms upon (a) the filing with the Trustee of a copy thereof certified by an Authorized Officer of MEAG Power and (b) the occurrence of each of the following:

1. Transfer to MEAG Power of the Project P Entity’s Ownership Interest: The Project P Entity transfers to MEAG Power the Project P Entity’s Ownership Interest;
2. Assignment to MEAG Power of Applicable Rights and Obligations Under the Vogtle Units 3&4 Project Agreements: The Project P Entity assigns to MEAG Power all of its rights and obligations under the Vogtle Units 3&4 Project Agreements attributable to the Project P Entity’s Ownership Interest;
3. Termination of the Project P Power Purchase Agreement: MEAG Power and the Project P Entity shall cause the Project P Power Purchase Agreement to be terminated;

4. Amendments to Various Documents: the Project P Bond Resolution, the Vogtle Units 3&4 Project Agreements and the Project P Power Contracts are amended as determined by MEAG Power to be necessary or desirable in order to reflect the foregoing transactions, including without limitation an amendment to the definition of “Additional Units PPA-2 Project” set forth in the Project P Bond Resolution in order to reflect the transfer to MEAG Power of the Project M Entity’s Ownership Interest and the termination of the Project P Power Purchase Agreement; in the case of the Project P Power Contracts, the amendments must obligate the Initial Power Purchaser and the Project P Participants, respectively, to pay to MEAG Power, in the same manner and during the same periods of time as theretofore provided, amounts necessary to pay all MEAG Power’s costs and expenses relating to Project P;
5. Validation of Resolution and Contracts, as Amended: the Project P Bond Resolution, as amended by such Supplemental Resolution, and the Vogtle Units 3&4 Project Agreements and the Project P Power Contracts, as amended, have been the subject of a judgment of validation rendered by the Superior Court of Fulton County, Georgia;
6. Receipt of “No-Adverse-Tax-Effect” Opinion: MEAG Power receives an opinion of tax counsel to MEAG Power to the effect that the transfer, assignment, amendments and other actions referred to in the Project P Bond Resolution will not adversely affect the exclusion from gross income for federal income tax purposes of the interest on any Project P Bonds the interest on which, at the time of the original issuance of such Project P Bonds, was so excluded; and
7. Ratings Confirmation: each Rating Agency then maintaining a rating for the Project P Bonds notifies MEAG Power in writing of the rating(s) that will apply to the Project P Bonds following the transfer, assignment, amendments and other actions referred to in the Project P Bond Resolution, which rating(s), as a result of such transfer, assignment, amendments and other actions, shall not be lower than such Rating Agency’s rating(s) on the Outstanding Project P Bonds then in effect (without regard to any third-party credit enhancement).

Trustee, Paying Agents

The Project M Bond Resolution requires the appointment by MEAG Power of one or more Paying Agents (who may be the Trustee) for the Project M Bonds of each Series. The Trustee may at any time resign on 60 days’ written notice and may at any time be removed by the Holders of a majority in principal amount of the Project M Bonds then Outstanding, DOE and the DOE Collateral Agent or their respective attorneys-in-fact duly authorized or, so long as no Bondholders’ Event of Default or Federal Loan Event of Default, or event which with the passage of time or the giving of notice, or both, will become a Bondholders’ Event of Default or a Federal Loan Event of Default, has occurred and is continuing, by MEAG Power, but subject to the approval of DOE or the DOE Collateral Agent. If the Trustee has been removed by MEAG Power, then MEAG Power has the exclusive right to appoint a successor Trustee. In any other case, the Holders of a majority in principal amount of the Bonds then Outstanding, excluding any Bonds held by or for the account of MEAG Power, and DOE may appoint such successor; *provided, however*, that if no successor Trustee shall have been appointed by the Holders and DOE within 30 days of the date on which the Trustee (1) shall have mailed notice of its resignation or (2) shall have become incapable of acting, or shall have been adjudged bankrupt or insolvent, or a receiver, liquidator or conservator of the Trustee, or of its property, shall have been appointed, or any public officer shall have taken charge or control of the Trustee, or of its property or affairs, then MEAG Power, subject to the provisions of Project M Bond Resolution, shall have the exclusive right to appoint such successor. Any successor Trustee must be a Bank with its principal office in the City and State of New York or Georgia having capital stock and surplus aggregating at least \$100,000,000 if there be such an entity willing to accept appointment.

The Trustee and Paying Agents provisions under the Project J Bond Resolution and the Project P Bond Resolution are substantially similar to the foregoing Trustee and Paying Agents provisions under the Project M Bond Resolution.

Defeasance

The pledges of the Shared Trust Estate and the Bondholders' Trust Estate under the applicable Vogtle Units 3&4 Bond Resolution and all covenants and other obligations of MEAG Power under such Vogtle Units 3&4 Bond Resolution will cease, terminate and be discharged and satisfied whenever (a) all applicable Bonds and interest due thereon have been paid in full, (b) (i) MEAG Power has paid or caused to be paid, or there shall otherwise be paid, to the DOE Collateral Agent (for the benefit of the applicable DOE Secured Parties) the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the applicable Federal Loan and (ii) the applicable Vogtle Units 3&4 Project Entity has satisfied all of its obligations under the applicable DOE Loan Guarantee Agreement (and no undisbursed commitments remain available thereunder). If MEAG Power shall pay or cause to be paid, or there shall otherwise be paid, to the Holders of any Outstanding Bonds (or portions thereof) the principal or Redemption Price, if applicable, and interest due or to become due thereon, at the times and in the manner stipulated therein and in the applicable Vogtle Units 3&4 Bond Resolution, such Bonds (or portions thereof) shall cease to be entitled to any lien, benefit or security under the applicable Vogtle Units 3&4 Bond Resolution, and all covenants and other obligations of MEAG Power to the Holders of such Bonds (or portions thereof) will cease, terminate and be discharged and satisfied. If (a) MEAG Power shall pay or cause to be paid, or there shall otherwise be paid, to the DOE Collateral Agent (for the benefit of the applicable DOE Secured Parties) the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the applicable Federal Loan, at the times and in the manner stipulated in the applicable DOE Loan Guarantee Agreement and (b) the applicable Vogtle Units 3&4 Project Entity has satisfied all of its obligations under the applicable DOE Loan Guarantee Agreement (and no undisbursed commitments remain available thereunder), the applicable Federal Loan Debt Service Payments shall cease to be entitled to any lien, benefit or security under the applicable Vogtle Units 3&4 Bond Resolution, and all covenants and other obligations of MEAG Power to the DOE Secured Parties will cease, terminate and be discharged and satisfied.

Bonds (or portions thereof) are deemed to have been paid and are not entitled to the lien, benefit or security of the applicable Vogtle Units 3&4 Bond Resolution whenever the following conditions are met: (1) there have been deposited with the Trustee in trust either moneys in an amount which will be sufficient, or Defeasance Securities, the principal of and the interest on which, when due, will provide moneys which, together with other moneys, if any, also deposited, will be sufficient to pay when due the principal or Redemption Prices, if applicable, and interest due or to become due on such Bonds, (2) in the case of any Bonds to be redeemed prior to maturity, MEAG Power has given to the Trustee instructions to give the notice of redemption therefor, and (3) in the event such Bonds are not to be redeemed or paid at maturity within the next succeeding 60 days, MEAG Power has given the Trustee instructions to give as soon as practicable, a notice to the Holders of such Bonds that the above deposit has been made with the Trustee and that such Bonds are deemed to be paid and stating the maturity or redemption date upon which moneys are to be available to pay the principal or Redemption Price, if applicable, of such Bonds.

Bondholders' Events of Default and Remedies

Bondholders' Events of Default specified in each Vogtle Units 3&4 Bond Resolution include failure to pay the principal or Redemption Price of any Bond when due; failure to pay any interest installment on any Bond or the unsatisfied balance of any Sinking Fund Installment thereon when due; failure to remedy a default for 60 days after written notice of a default in the observance or performance of any other covenants, agreements or conditions; and certain events of bankruptcy or insolvency. Upon the happening of any such Bondholders' Event of Default, the Trustee or the Holders of not less than 25 percent in principal

amount of the applicable Bonds then Outstanding may declare the principal of and accrued interest on such Bonds due and payable (subject to a rescission of such declaration upon the curing of such default before the applicable Bonds have matured).

The Project M Bond Resolution provides that, upon the occurrence of any Bondholders' Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, moneys, securities and funds pledged under the Project M Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project M Bond Resolution and, as received, all Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project M Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues received during the continuance of a Bondholders' Event of Default in the following order: (1) to the payment of the reasonable and proper charges, expenses and liabilities of the Fiduciaries, (2) to the payment of (X) reasonable and necessary Operating Expenses and (Y) the costs of reasonable renewals, repairs, replacements, additions, betterments and improvements to the Project M Entity's Ownership Interest necessary in the judgment of the Trustee or DOE to prevent loss of Revenues or otherwise required to be paid for by the Project M Entity pursuant to the Vogtle Units 3&4 Project Agreements, and (3) to the payment, on a parity basis, in proportion to the respective amounts then due, of interest and principal of Project M Bonds then due, the principal and interest components of Project M Parity Obligations then due and the principal and interest and any other amounts, if any, then due and unpaid on the Project M DOE Guaranteed Loan, without preference or priority of interest over principal or principal over interest, unless the principal of all Project M Bonds and the Project M DOE Guaranteed Loan have not been declared due and payable, in which case to the payment, on a parity basis, in proportion to the respective amounts then due, first, of (A) interest then due on the Project M Bonds, (B) all installments of the interest component of Project M Parity Obligations then due and (C) all installments of interest then due on the Project M DOE Guaranteed Loan and, second, of (X) the principal or Redemption Price on those Project M Bonds which have become due and payable, (Y) the principal component of Project M Parity Obligations which have become due and (Z) the unpaid principal of and prepayment premiums, if any, on, and other amounts due with respect to, the Project M DOE Guaranteed Loan which have become due, in order of their due dates. In addition, any Holders of Project M Bonds or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project M, but subject to any rights that the Project M Entity or DOE may have under the Project M DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project M Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project M DOE Guaranteed Loan and the Project M Bonds.

Notwithstanding the foregoing provisions of the Project M Bond Resolution, upon any declaration of the principal of the Project M DOE Guaranteed Loan then outstanding, and the interest accrued thereon, to be due and payable immediately, the principal of all the Project M Bonds then Outstanding, and the interest accrued thereon, shall be and become due and payable immediately, without any further act by or on behalf of MEAG Power, the Trustee or the Holders of the Project M Bonds, and neither the Holders of the Project M Bonds nor the Trustee acting on their behalf shall have any right or power to rescind such acceleration until such time, if any, as (x) such declaration with respect to the Project M DOE Guaranteed Loan shall have been rescinded or (y) the principal of the Project M DOE Guaranteed Loan then outstanding, and the interest accrued thereon, shall have been repaid in full.

The Project J Bond Resolution provides that, upon the occurrence of any Bondholders' Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments, Project J Participant Resale Revenues, moneys, securities and funds pledged under the Project J Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any

fund or account under the Project J Bond Resolution and, as received, all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments and Project J Participant Resale Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project J Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments and Project J Participant Resale Revenues received during the continuance of a Bondholders' Event of Default in the following order: (1) to the payment of the reasonable and proper charges, expenses and liabilities of the Fiduciaries, (2) to the payment of (X) reasonable and necessary Operating Expenses and (Y) the costs of reasonable renewals, repairs, replacements, additions, betterments and improvements to the Project J Entity's Ownership Interest necessary in the judgment of the Trustee or DOE to prevent loss of Revenues or otherwise required to be paid for by the Project J Entity pursuant to the Vogtle Units 3&4 Project Agreements, and (3) to the payment, on a parity basis, in proportion to the respective amounts then due, of interest and principal of Project J Bonds then due, the principal and interest components of Project J Parity Obligations then due and the principal and interest and any other amounts, if any, then due and unpaid on the Project J DOE Guaranteed Loan, without preference or priority of interest over principal or principal over interest, unless the principal of all Project J Bonds and the Project J DOE Guaranteed Loan have not been declared due and payable, in which case to the payment, on a parity basis, in proportion to the respective amounts then due, first, of (A) interest then due on the Project J Bonds, (B) all installments of the interest component of Project J Parity Obligations then due and (C) all installments of interest then due on the Project J DOE Guaranteed Loan and, second, of (X) the principal or Redemption Price on those Project J Bonds which have become due and payable, (Y) the principal component of Project J Parity Obligations which have become due and (Z) the unpaid principal of and prepayment premiums, if any, on, and other amounts due with respect to, the Project J DOE Guaranteed Loan which have become due, in order of their due dates. In addition, any Holders of Project J Bonds or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project J, but subject to any rights that the Project J Entity or DOE may have under the Project J DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project J Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project J DOE Guaranteed Loan and the Project J Bonds.

Notwithstanding the foregoing provisions of the Project J Bond Resolution, (a) neither the Trustee nor the Holders of the Bonds shall have the right to declare the principal of all the Project J Bonds then Outstanding, and the interest accrued thereon, to be due and payable immediately during the continuance of any Standstill Period under the Project J DOE Loan Guarantee Agreement and (b) upon any declaration of the principal of the Project J DOE Guaranteed Loan then outstanding, and the interest accrued thereon, to be due and payable immediately, the principal of all the Project J Bonds then Outstanding, and the interest accrued thereon, shall be and become due and payable immediately, without any further act by or on behalf of MEAG Power, the Trustee or the Holders of the Project J Bonds, and neither the Holders of the Project J Bonds nor the Trustee acting on their behalf shall have any right or power to rescind such acceleration until such time, if any, as (x) such declaration with respect to the Project J DOE Guaranteed Loan shall have been rescinded or (y) the principal of the Project J DOE Guaranteed Loan then outstanding, and the interest accrued thereon, shall have been repaid in full.

The Project P Bond Resolution provides that, upon the occurrence of any Bondholders' Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments, Project P Participant Resale Revenues, moneys, securities and funds pledged under the Project P Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project P Bond Resolution and, as received, all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments

and Project P Participant Resale Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project P Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments and Project P Participant Resale Revenues received during the continuance of a Bondholders' Event of Default in the following order: (1) to the payment of the reasonable and proper charges, expenses and liabilities of the Fiduciaries, (2) to the payment of (X) reasonable and necessary Operating Expenses and (Y) the costs of reasonable renewals, repairs, replacements, additions, betterments and improvements to the Project P Entity's Ownership Interest necessary in the judgment of the Trustee or DOE to prevent loss of Revenues or otherwise required to be paid for by the Project P Entity pursuant to the Vogtle Units 3&4 Project Agreements, and (3) to the payment, on a parity basis, in proportion to the respective amounts then due, of interest and principal of Project P Bonds then due, the principal and interest components of Project P Parity Obligations then due and the principal and interest and any other amounts, if any, then due and unpaid on the Project P DOE Guaranteed Loan, without preference or priority of interest over principal or principal over interest, unless the principal of all Project P Bonds and the Project P DOE Guaranteed Loan have not been declared due and payable, in which case to the payment, on a parity basis, in proportion to the respective amounts then due, first, of (A) interest then due on the Project P Bonds, (B) all installments of the interest component of Project P Parity Obligations then due and (C) all installments of interest then due on the Project P DOE Guaranteed Loan and, second, of (X) the principal or Redemption Price on those Project P Bonds which have become due and payable, (Y) the principal component of Project P Parity Obligations which have become due and (Z) the unpaid principal of and prepayment premiums, if any, on, and other amounts due with respect to, the Project P DOE Guaranteed Loan which have become due, in order of their due dates. In addition, any Holders of Project P Bonds or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project P, but subject to any rights that the Project P Entity or DOE may have under the Project P DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project P Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project P DOE Guaranteed Loan and the Project P Bonds.

Notwithstanding the foregoing provisions of the Project P Bond Resolution, (a) neither the Trustee nor the Holders of the Project P Bonds shall have the right to declare the principal of all the Project P Bonds then Outstanding, and the interest accrued thereon, to be due and payable immediately during the continuance of any Standstill Period under the Project P DOE Loan Guarantee Agreement and (b) upon any declaration of the principal of the Project P DOE Guaranteed Loan then outstanding, and the interest accrued thereon, to be due and payable immediately, the principal of all the Project P Bonds then Outstanding, and the interest accrued thereon, shall be and become due and payable immediately, without any further act by or on behalf of MEAG Power, the Trustee or the Holders of the Bonds, and neither the Holders of the Project P Bonds nor the Trustee acting on their behalf shall have any right or power to rescind such acceleration until such time, if any, as (x) such declaration with respect to the Project P DOE Guaranteed Loan shall have been rescinded or (y) the principal of the Project P DOE Guaranteed Loan then outstanding, and the interest accrued thereon, shall have been repaid in full.

Each Vogtle Units 3&4 Bond Resolution provides that, if a Bondholders' Event of Default has occurred and has not been remedied the Trustee may, or on request of the Holders of not less than 25 percent in principal amount of Bonds Outstanding must, take such steps by a suit or suits in equity or at law, whether for the specific performance of any covenant in the Vogtle Units 3&4 Bond Resolution or in aid of the execution of any power granted in the Vogtle Units 3&4 Bond Resolution, or for an accounting against MEAG Power, or in the enforcement of any other legal or equitable right, as the Trustee deems most effectual to enforce any of its rights or to perform any of its duties under the Vogtle Units 3&4 Bond Resolution, including, without limitation, enforcement of any rights of MEAG Power or the Trustee under the applicable Vogtle Units 3&4 Power Sales Contracts or the applicable Vogtle Units 3&4 Power Contracts, as the case may be. In enforcing any such rights, the Trustee will act in such a manner as is intended to

maximize recovery of the applicable Federal Loan and the applicable Bonds. The Trustee may, and upon the request of the Holders of a majority in principal amount of the applicable Bonds then Outstanding and upon being furnished with reasonable security and indemnity must, institute and prosecute proper actions to prevent any impairment of the security under the Vogtle Units 3&4 Bond Resolution or to preserve or protect the interests of the Trustee, of the Bondholders and of the DOE Secured Parties.

Each Vogtle Units 3&4 Bond Resolution provides that no Bondholder has any right to institute any suit, action or proceeding for the enforcement of any provision of the Vogtle Units 3&4 Bond Resolution or the execution of any trust under the Vogtle Units 3&4 Bond Resolution or for any remedy under the Vogtle Units 3&4 Bond Resolution, unless (1) such Bondholder previously has given the Trustee written notice of a Bondholders' Event of Default, (2) the Holders of at least 25 percent in principal amount of the applicable Bonds then Outstanding have filed a written request with the Trustee and have afforded the Trustee a reasonable opportunity to exercise its powers or institute such suit, action or proceeding, (3) there have been offered to the Trustee adequate security and indemnity against its costs, expenses and liability to be incurred and (4) the Trustee has refused to comply with such request within 60 days. Nothing contained in the Vogtle Units 3&4 Bond Resolutions or in the Bonds shall affect or impair MEAG Power's obligation, which is absolute and unconditional, to pay the Bonds and the interest thereon when due, or the right of any Bondholder to enforce such payment.

Each Vogtle Units 3&4 Bond Resolution also provides that the Holders of not less than a majority in principal amount of applicable Bonds then Outstanding may direct the time, method and place of conducting any proceeding for any remedy available to the Trustee or of exercising any trust or power conferred upon the Trustee (subject to the Trustee's right to decline to follow such direction upon advice of counsel as to the unlawfulness thereof or upon its good faith determination that such action would involve the Trustee in personal liability or would be unjustly prejudicial to Bondholders not parties to such direction or to the DOE Secured Parties).

Federal Loan Events of Default and Remedies

Federal Loan Events of Default specified in each Vogtle Units 3&4 Bond Resolution include failure to pay any installment of the applicable Federal Loan Debt Service Payments when due; and failure to remedy a default for 60 days after written notice of a default in the observance or performance of certain specified covenants, agreements or conditions.

The Project M Bond Resolution provides that, upon the occurrence of any Federal Loan Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, moneys, securities and funds pledged under the Project M Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project M Bond Resolution and, as received, all Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project M Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues received during the continuance of a Federal Loan Event of Default in the same manner, and subject to the same priorities, as described above under "Bondholders' Events of Default and Remedies" with respect to the Project M Bond Resolution. In addition, the DOE Collateral Agent or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project M, but subject to any rights that the Project M Entity or DOE may have under the Project M DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project M Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project M DOE Guaranteed Loan and the Project M Bonds.

The Project J Bond Resolution provides that, upon the occurrence of any Federal Loan Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE

Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments, Project J Participant Resale Revenues, moneys, securities and funds pledged under the Project J Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project J Bond Resolution and, as received, all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments and Project J Participant Resale Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project J Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments and Project J Participant Resale Revenues received during the continuance of a Federal Loan Event of Default in the same manner, and subject to the same priorities, as described above under “Bondholders’ Events of Default and Remedies” with respect to the Project M Bond Resolution. In addition, the DOE Collateral Agent or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project J, but subject to any rights that the Project J Entity or DOE may have under the Project J DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project J Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project J DOE Guaranteed Loan and the Project J Bonds.

The Project P Bond Resolution provides that, upon the occurrence of any Federal Loan Event of Default which has not been remedied, MEAG Power will, if demanded by the Trustee, DOE or the DOE Collateral Agent, (1) account, as a trustee of an express trust, for all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments, Project P Participant Resale Revenues, moneys, securities and funds pledged under the Project P Bond Resolution and (2) pay over or cause to be paid over to the Trustee all assets held by MEAG Power in any fund or account under the Project P Bond Resolution and, as received, all Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments and Project P Participant Resale Revenues. In such event the Trustee will hold such funds in trust for the benefit of both the Holders of the Project P Bonds and the DOE Secured Parties. The Trustee will apply all moneys, securities, funds and Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments and Project P Participant Resale Revenues received during the continuance of a Federal Loan Event of Default in the same manner, and subject to the same priorities, as described above under “Bondholders’ Events of Default and Remedies” with respect to the Project M Bond Resolution. In addition, the DOE Collateral Agent or the Trustee will have the right to apply in an appropriate proceeding for appointment of a receiver of Project P, but subject to any rights that the Project P Entity or DOE may have under the Project P DOE Loan Guarantee Agreement. In the event of any such appointment of a receiver (whether by a Bondholder or by the Trustee), it is the intention of the Project P Bond Resolution that such receiver act in such a manner as is intended to maximize recovery of the Project P DOE Guaranteed Loan and the Project P Bonds.

Each Vogtle Units 3&4 Bond Resolution provides that, if a Federal Loan Event of Default has occurred and has not been remedied the Trustee may, or on request of the DOE Collateral Agent must, take such steps by a suit or suits in equity or at law, whether for the specific performance of any covenant in the Vogtle Units 3&4 Bond Resolution or in aid of the execution of any power granted in the Vogtle Units 3&4 Bond Resolution, or for an accounting against MEAG Power, or in the enforcement of any other legal or equitable right, as the Trustee deems most effectual to enforce any of its rights or to perform any of its duties under the Vogtle Units 3&4 Bond Resolution, including, without limitation, enforcement of any rights of MEAG Power or the Trustee under the applicable Vogtle Units 3&4 Power Sales Contracts or the applicable Vogtle Units 3&4 Power Contracts, as the case may be. In enforcing any such rights, the Trustee will act in such a manner as is intended to maximize recovery of the applicable Federal Loan and the applicable Bonds. The Trustee may, and upon the request of the DOE Collateral Agent and upon being furnished with reasonable security and indemnity must, institute and prosecute proper actions to prevent

any impairment of the security under the Vogtle Units 3&4 Bond Resolution or to preserve or protect the interests of the Trustee, of the Bondholders and of the DOE Secured Parties.

Each Vogtle Units 3&4 Bond Resolution provides that the DOE Collateral Agent has no right to institute any suit, action or proceeding for the enforcement of any provision of the Vogtle Units 3&4 Bond Resolution or the execution of any trust under the Vogtle Units 3&4 Bond Resolution or for any remedy under the Vogtle Units 3&4 Bond Resolution, unless (1) the DOE Collateral Agent previously has given the Trustee written notice of a Federal Loan Event of Default, (2) the DOE Collateral Agent has filed a written request with the Trustee and has afforded the Trustee a reasonable opportunity to exercise its powers or institute such suit, action or proceeding, (3) there have been offered to the Trustee adequate security and indemnity against its costs, expenses and liability to be incurred and (4) the Trustee has refused to comply with such request within 60 days. Nothing contained in the Vogtle Units 3&4 Bond Resolutions shall affect or impair MEAG Power's obligation, which is absolute and unconditional, to pay or cause to be paid the Federal Loan Debt Service Payments when due, or the right of the DOE Collateral Agent to enforce such payment.

Each Vogtle Units 3&4 Bond Resolution also provides that the DOE Collateral Agent may direct the time, method and place of conducting any proceeding for any remedy available to the Trustee or of exercising any trust or power conferred upon the Trustee (subject to the Trustee's right to decline to follow such direction upon advice of counsel as to the unlawfulness thereof or upon its good faith determination that such action would involve the Trustee in personal liability or would be unjustly prejudicial to Bondholders not parties to such direction).

Definitions

Each of the Vogtle Units 3&4 Bond Resolutions has the following defined terms:

Accreted Value. Accreted Value shall mean, as of any date of computation with respect to any Capital Appreciation Bond, an amount equal to the principal amount of such Bond plus the interest accrued on such Bond from the date of original issuance of such Bond to the periodic date specified in the Supplemental Resolution authorizing such Capital Appreciation Bond on which interest on such Bond is to be compounded (hereinafter, a Periodic Compounding Date) immediately preceding the date of computation or the date of computation if a Periodic Compounding Date, such interest to accrue at the interest rate per annum of the Capital Appreciation Bonds set forth in the Supplemental Resolution authorizing such Bonds, compounded periodically on each Periodic Compounding Date, plus, if such date of computation shall not be a Periodic Compounding Date, a portion of the difference between the Accreted Value as of the immediately preceding Periodic Compounding Date (or the date of original issuance if the date of computation is prior to the first Periodic Compounding Date succeeding the date of original issuance) and the Accreted Value as of the immediately succeeding Periodic Compounding Date, calculated based upon an assumption that, unless otherwise provided in the Supplemental Resolution authorizing such Capital Appreciation Bonds, Accreted Value accrues in equal daily amounts on the basis of a year consisting of twelve 30-day months.

Accrued Aggregate Debt Service. Accrued Aggregate Debt Service shall mean, as of any date of calculation, an amount equal to the sum of the amounts of accrued Debt Service with respect to all Series of applicable Bonds and all applicable Parity Reimbursement Obligations, calculating the accrued Debt Service with respect to the applicable Bonds of each Series and each applicable Parity Reimbursement Obligation at an amount equal to the sum of (i) interest on the applicable Bonds of such Series or such Parity Reimbursement Obligation accrued and unpaid and to accrue to the end of the then current calendar month and (ii) Principal Installments of the applicable Bonds of such Series or such Parity Reimbursement Obligation due and unpaid (without giving effect to any declaration of the principal of all applicable Bonds Outstanding, and the interest accrued thereon, to be due and payable immediately following the occurrence

of a Bondholders' Event of Default as provided in the applicable Vogtle Units 3&4 Bond Resolution) and that portion of the Principal Installment thereof next due which would have accrued (if deemed to accrue in the manner set forth in the definition of *Debt Service*) to the end of such calendar month; *provided, however*, that (x) there shall be excluded from the calculation of Accrued Aggregate Debt Service any Principal Installments which are Refundable Principal Installments, (y) the principal and interest portions of the Accreted Value of Capital Appreciation Bonds shall be included in the calculation of Accrued Aggregate Debt Service at the times and in the manner provided in the applicable Vogtle Units 3&4 Bond Resolution and (z) with respect to Variable Rate Bonds and Parity Commercial Paper Notes, interest on such Variable Rate Bonds and Parity Commercial Paper Notes shall be calculated at the actual rate or rates borne thereby during the period for which such calculation is made unless MEAG Power has in connection with any such Variable Rate Bonds or Parity Commercial Paper Notes entered into a Qualified Hedging Contract that provides that, in respect of a notional amount equal to the Outstanding principal amount of such Variable Rate Bonds or Parity Commercial Paper Notes, MEAG Power is to pay to a Qualified Hedging Contract Provider an amount determined based upon a fixed rate of interest and the Qualified Hedging Contract Provider is to pay to MEAG Power an amount determined based upon a variable rate of interest equal or comparable to the rate at which such Variable Rate Bonds or Parity Commercial Paper Notes bear interest, in which case, it will be assumed that such Variable Rate Bonds or Parity Commercial Paper Notes bear interest at the fixed rate of interest to be paid by MEAG Power; and *provided, further*, that in the event that the applicable Bonds of any Series (or any portion thereof) shall constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Bonds, for purposes of this definition, the interest on the Bonds of such Series shall be calculated net of the amount of such subsidy.

Additional Units. Additional Units shall mean the two additional nuclear units to be located at Generation Station Vogtle pursuant to the Development Agreement.

Adjusted Aggregate Debt Service. Adjusted Aggregate Debt Service for any period shall mean, as of any date of calculation, the Aggregate Debt Service for such period except that if any Refundable Principal Installment for any Series of Bonds is included in Aggregate Debt Service for such period, Adjusted Aggregate Debt Service shall mean Aggregate Debt Service determined as if each such Refundable Principal Installment had been payable, over a period extending from the due date of such Principal Installment through the later of (x) the 40th anniversary of the issuance of such Series of Bonds or (y) the tenth anniversary of the due date of such Refundable Principal Installment, in installments which would have required equal annual payments of principal and interest over such period. Interest deemed payable in any calendar year after the actual due date of any Refundable Principal Installment of any Series of Bonds shall be calculated at such rate of interest as MEAG Power, or a banking or financial institution selected by MEAG Power, determines would be a reasonable estimate of the rate of interest that would be borne on Bonds maturing at the times determined in accordance with the provisions of the preceding sentence.

Advance. Advance shall mean an advance or borrowing of the applicable Federal Loan made pursuant to the applicable Federal Loan Documents from FFB.

Aggregate Debt Service. Aggregate Debt Service for any period shall mean, as of any date of calculation, the sum of the amounts of Debt Service for such period with respect to all Series of Bonds and all Parity Obligations.

Bond Anticipation Notes. Bond Anticipation Notes shall mean any Bonds issued to finance or refinance the Costs of Acquisition and Construction of the applicable Vogtle Units 3&4 Project Entity's Ownership Interest and Financing Costs of the applicable Vogtle Units 3&4 Project on an interim basis prior to the issuance of other Bonds, which Bond Anticipation Notes shall be issued in the form of notes

the principal of which is intended to, and all or a portion of the interest on which may, be paid from the proceeds of other Bonds (including other Bond Anticipation Notes), including any notes issued to secure borrowing arrangements. As such, the Principal Installments for Bond Anticipation Notes initially shall be and constitute Refundable Principal Installments. Bond Anticipation Notes shall not be or be deemed to be “bond anticipation notes” within the meaning of the Act.

Build America Bonds. Build America Bonds shall mean any Bonds with respect to which MEAG Power has irrevocably elected, pursuant to Section 54AA(g) of the Internal Revenue Code of 1986, as amended, or any other similar federal program creating subsidies for municipal borrowers for which MEAG Power qualifies, to receive cash subsidy payments from the United States Treasury equal to a portion of the interest payable on such Bonds.

Capital Appreciation Bonds. Capital Appreciation Bonds shall mean any Bonds issued under the Vogtle Units 3&4 Bond Resolution as to which interest is (i) compounded periodically on dates that are specified in the Supplemental Resolution authorizing such Capital Appreciation Bonds and (ii) payable only at the maturity, earlier redemption or other payment thereof pursuant to the Vogtle Units 3&4 Bond Resolution or the Supplemental Resolution authorizing such Capital Appreciation Bonds.

Commercial Paper Note. Commercial Paper Note shall mean any note that has a maturity date not more than 270 days after the date of issuance thereof and that is issued by MEAG Power pursuant to a Supplemental Resolution that designates such note as a Commercial Paper Note.

Commercial Paper Payment Plan. Commercial Paper Payment Plan shall mean, with respect to any Commercial Paper Notes issued under a Supplemental Resolution and as of any time, the then current Commercial Paper Payment Plan for such notes contained in a certificate of an Authorized Officer of MEAG Power delivered pursuant to the Vogtle Units 3&4 Bond Resolution and setting forth the sources of funds expected to be utilized by MEAG Power to pay the principal of and interest on such Commercial Paper Notes.

Credit Facility. Credit Facility shall mean, with respect to any Bonds, any letter of credit, policy of bond insurance, surety bond, guarantee or similar instrument issued by a Credit Provider pursuant to which such Credit Provider becomes unconditionally obligated to pay when due, to the extent not paid by MEAG Power or otherwise, the principal of and interest on such Bonds.

Credit Provider. Credit Provider shall mean any Bank, insurance company or other institution that has issued or provided a Credit Facility.

Debt Service. Debt Service for any period shall mean, as of any date of calculation, the sum of (i) with respect to the applicable Bonds of any Series, an amount equal to the sum of (a) interest accruing during such period on Bonds of such Series, except to the extent that such interest is to be paid from deposits in the Debt Service Account in the Debt Service Fund made from proceeds of applicable Bonds or Subordinated Bonds or other evidences of indebtedness of MEAG Power (including amounts transferred thereto from the Construction Fund) and (b) that portion of each Principal Installment for such Series which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the immediately preceding Principal Installment due date for such Series (or, if (x) there shall be no such preceding Principal Installment due date or (y) such preceding Principal Installment due date is more than one year prior to the due date of such Principal Installment, then from a date one year preceding the due date of such Principal Installment or from the date of issuance of the Bonds of such Series, whichever date is later), (ii) with respect to each applicable Parity Reimbursement Obligation, an amount equal to the sum of (a) interest accruing during such period on such Parity Reimbursement Obligation and (b) that portion of each Principal Installment for such Parity Reimbursement Obligation which would accrue during such period if such Principal Installment were deemed to accrue daily in equal amounts from the

immediately preceding Principal Installment due date for such Parity Reimbursement Obligation (or, if (x) there shall be no such preceding Principal Installment due date or (y) such preceding Principal Installment due date is more than one year prior to the due date of such Principal Installment, then from a date one year preceding the due date of such Principal Installment or from the date of incurrence of such Parity Reimbursement Obligation, whichever date is later) and (iii) with respect to each applicable Parity Obligation (other than any Parity Reimbursement Obligation), an amount equal to the sum of all amounts payable thereunder by MEAG Power during such period, except to the extent that interest on any such Parity Obligation is to be paid from deposits in the Debt Service Account in the Debt Service Fund made from proceeds of applicable Bonds or Subordinated Bonds or other evidences of indebtedness of MEAG Power (including amounts transferred thereto from the Construction Fund). For purposes of this definition, (1) unless otherwise provided in the Supplemental Resolution authorizing any such Bonds or Parity Reimbursement Obligations, such interest and Principal Installments shall be calculated on the basis of a 360-day year consisting of twelve 30-day months and (2) such interest and Principal Installments on Bonds and Parity Reimbursement Obligations shall be calculated on the assumptions that:

- (a) no such Bonds (except for Option Bonds actually tendered for payment prior to the stated maturity thereof and paid, or to be paid, from Revenues) or Parity Reimbursement Obligations Outstanding at the date of calculation will cease to be Outstanding except, in the case of Bonds, by reason of the payment thereof upon stated maturity or upon mandatory redemption by application of Sinking Fund Installments and, in the case of Parity Reimbursement Obligations, by reason of the payment thereof upon the stated due dates thereof,
- (b) the principal amount of Option Bonds tendered for payment before the stated maturity thereof and paid, or to be paid, from Revenues, shall be deemed to accrue on the date required to be paid pursuant to such tender,
- (c) the principal and interest portions of the Accreted Value of Capital Appreciation Bonds shall be included in the calculation of Debt Service at the times and in the manner provided in the Vogtle Units 3&4 Bond Resolution,
- (d) Parity Commercial Paper Notes shall be deemed to be Bonds for purposes of this definition but the principal thereof shall be included in Debt Service only to the extent that the Commercial Paper Payment Plan therefor indicates that such principal is to be paid from Revenues,
- (e) Variable Rate Bonds and Parity Commercial Paper Notes will bear interest at the rate or rates which were assumed by MEAG Power in the annual budget for the applicable year to be borne by Variable Rate Bonds and Parity Commercial Paper Notes, respectively, during such year; *provided, however*, that if Debt Service is being calculated in connection with the issuance of Variable Rate Bonds, for the purpose of determining the Debt Service Reserve Requirement upon the issuance of such Variable Rate Bonds, and either (i) no Vogtle Units 3&4 Project Annual Budget shall be in effect for the year in which such Variable Rate Bonds are being issued or (ii) the Vogtle Units 3&4 Project Annual Budget in effect for such year does not take into account such Variable Rate Bonds being issued, then such Variable Rate Bonds shall be deemed to bear interest at such rate or rates as the Board shall determine in connection with the authorization of such Variable Rate Bonds, which rate or rates shall be equal to the interest rate or rates that would have been assumed by MEAG Power with respect to such Variable Rate Bonds being issued if it were considering a Vogtle Units 3&4 Project Annual Budget for the applicable year at such time; and *provided, further*, that if MEAG Power has in connection with any Variable Rate Bonds or Parity Commercial Paper Notes entered into a Qualified Hedging Contract that provides that, in respect of a notional amount

equal to the Outstanding principal amount of the Variable Rate Bonds or Parity Commercial Paper Notes, MEAG Power is to pay to a Qualified Hedging Contract Provider an amount determined based upon a fixed rate of interest and the Qualified Hedging Contract Provider is to pay to MEAG Power an amount determined based upon a variable rate of interest equal or comparable to the rate at which such Variable Rate Bonds or Parity Commercial Paper Notes bear interest, it will be assumed that such Variable Rate Bonds or Parity Commercial Paper Notes bear interest at the fixed rate of interest to be paid by MEAG Power, and

- (f) fixed rate Bonds will bear interest at the rate or rates specified in such Bonds; *provided, however,* that if MEAG Power has in connection with any such Bonds entered into a Qualified Hedging Contract that provides that, in respect of a notional amount equal to the Outstanding principal amount of such Bonds, MEAG Power is to pay to a Qualified Hedging Contract Provider an amount determined based upon a variable rate of interest and the Qualified Hedging Contract Provider is to pay to MEAG Power an amount determined based upon a fixed rate of interest equal to the rate or rates at which such Bonds bear interest, it will be assumed that such Bonds bear interest at the variable rate of interest to be paid by MEAG Power.

Defeasance Security. Defeasance Security shall mean:

- (a) any bond or other obligation which as to principal and interest constitutes a direct obligation of, or is unconditionally guaranteed by, the United States of America,
- (b) any obligation of any state or political subdivision of a state or of any agency or instrumentality of any state or political subdivision (a Municipal Bond) which Municipal Bond is fully secured as to principal and interest by an irrevocable pledge of moneys or direct and general obligations of, or obligations guaranteed by, the United States of America, which moneys or obligations are segregated in trust and pledged for the benefit of the holder of the Municipal Bond, and which Municipal Bond is rated in the highest Rating Category by at least two Rating Agencies, *provided, however,* that such Municipal Bond shall have been the subject of a report of a nationally recognized independent certified accountant or other nationally recognized verification agent verifying that the moneys and obligations so segregated are sufficient to pay the principal of and premium, if any, and interest on the Municipal Bond,
- (c) any certificate of deposit, whether negotiable or nonnegotiable, fully secured as to principal and interest by bonds or other obligations of the character described in (a) above,
- (d) any certificate that evidences ownership of the right to payments of principal and/or interest on obligations described in either of clause (a) or (b) above of this definition, *provided, however,* that such obligations shall be held in trust by a Bank authorized to exercise corporate trust powers and subject to supervision or examination by federal, state, territorial or District of Columbia authority and having a combined capital, surplus and undivided profits of not less than \$50,000,000 and
- (e) any other security designated in a Supplemental Resolution as a Defeasance Security for purposes of defeasing the Bonds authorized by such Supplemental Resolution.

DOE. DOE shall mean the United States Department of Energy, as guarantor of the applicable Federal Loan.

DOE Accounts Agreement. DOE Accounts Agreement shall mean the Collateral Agency and Accounts Agreement among DOE, the DOE Collateral Agent and the applicable Vogtle Units 3&4 Project Entity, as the same may be amended, supplemented or restated from time to time in accordance with the terms thereof.

DOE Debt Service Payment Account, DOE Debt Service Reserve Account, DOE Project Accounts, DOE Reserve & Contingency Account, DOE Revenue Account. DOE Debt Service Payment Account, DOE Debt Service Reserve Account, DOE Project Accounts, DOE Reserve & Contingency Account and DOE Revenue Account shall have the respective meanings assigned to the terms “Debt Service Payment Account,” “Debt Service Reserve Account,” “Project Accounts,” “Reserve & Contingency Account” and “Revenue Account” in the applicable DOE Accounts Agreement.

DOE Debt Service Reserve Requirement. DOE Debt Service Reserve Requirement shall have the respective meaning assigned to the term “Debt Service Reserve Requirement” in the applicable DOE Loan Guarantee Agreement.

DOE Loan Guarantee Agreement. DOE Loan Guarantee Agreement shall mean the Loan Guarantee Agreement between the applicable Vogtle Units 3&4 Project Entity and DOE, as Guarantor, as the same may be amended, supplemented or restated from time to time in accordance with the terms thereof.

DOE Secured Parties. DOE Secured Parties shall mean DOE and the DOE Collateral Agent, as their respective interests may appear.

Federal Loan. Federal Loan shall have the meaning assigned to the term “DOE Guaranteed Loan” in the Annual Information Statement, and shall mean the loan (and Advances thereunder) obtained by the applicable Vogtle Units 3&4 Project Entity that are guaranteed in whole or in part pursuant to the applicable DOE Loan Guarantee Agreement with respect to the financing of the Costs of Acquisition and Construction of the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest.

Federal Loan Debt Service Payments. Federal Loan Debt Service Payments shall mean the amounts MEAG Power is required to pay in respect of Debt Service (as defined in the applicable Vogtle Units 3&4 Power Purchase Agreement) on the applicable Federal Loan.

Federal Loan Documents. Federal Loan Documents shall have the meaning assigned to the term “Loan Documents” in the applicable DOE Loan Guarantee Agreement.

Federal Loan Option. Federal Loan Option shall mean the program authorized by Title XVII of the federal Energy Policy Act of 2005, pursuant to which certain loan guarantees provided by DOE are made available with respect to, among other things, “advanced nuclear energy facilities.”

Financial Guaranty. Financial Guaranty shall mean one or more of an irrevocable and unconditional policy of insurance or surety bond in full force and effect issued by an insurance company or association duly authorized to do business in the State of New York and the State of Georgia the financial strength of which, except as provided in the Vogtle Units 3&4 Bond Resolution, is rated in the highest rating category by Moody’s Investors Service, Standard & Poor’s, Fitch Ratings and, if rated by A.M. Best & Company, A.M. Best & Company, and providing for the payment thereunder of moneys when required pursuant to the Vogtle Units 3&4 Bond Resolution.

Investment Securities. Investment Securities shall mean and include any securities, obligations or investments permitted for investment of MEAG Power’s funds from time to time by O.C.G.A. Sections 36-80-3, 36-82-7, 36-83-4 and 50-17-2, as from time to time amended, or any successor provisions thereto, or additional provisions of Georgia law from time to time enacted regarding the investment of funds of

MEAG Power, in each case, upon written notice to the Trustee by MEAG Power of the amendment of existing provisions or the adoption of successor or additional provisions.

Liquidity Facility. Liquidity Facility shall mean, with respect to any Bonds, any letter of credit, standby bond purchase agreement, line of credit or similar instrument issued by a Liquidity Provider pursuant to which such Liquidity Provider becomes obligated to fund when due, to the extent not paid by MEAG Power or otherwise, the purchase price of such Bonds due upon tender thereof or, in the case of Commercial Paper Notes, the principal of and interest thereon when due. Such funding obligation may be subject to such conditions as are permitted by the Rating Agency or Rating Agencies in assigning a short-term or commercial paper rating to such Bonds.

Liquidity Provider. Liquidity Provider shall mean any Bank, insurance company or other institution that has issued or provided a Liquidity Facility.

MEAG Power's Interest. MEAG Power's Interest shall mean a 22.7 percent undivided ownership interest in the properties, facilities and rights, with respect to Vogtle Units 3&4, as described in Attachment A to each Vogtle Units 3&4 Bond Resolution.

MEAG Power's Portion. MEAG Power's Portion shall mean, as of any date of determination, a fraction the numerator of which is the aggregate principal amount of all applicable Bonds Outstanding as of such date and the denominator of which is the sum of (a) the aggregate principal amount of all applicable Bonds Outstanding as of such date and (b) the aggregate principal amount of the applicable Federal Loan outstanding as of such date.

Option Bonds. Option Bonds shall mean Bonds which by their terms may be tendered by and at the option of the Holder thereof for payment by MEAG Power prior to the stated maturity thereof, or the maturities of which may be extended by and at the option of the Holder thereof.

Parity Obligation. Parity Obligation shall mean any Parity Commercial Paper Notes, Parity Reimbursement Obligation or Parity Hedging Contract Obligation.

Project J. Project J shall mean (1) all of MEAG Power's right, title and interest (whether direct or indirect) in and to the capacity and output of the Project J Entity's Ownership Interest, such right, title and interest of MEAG Power being available to MEAG Power pursuant to the Project J Power Purchase Agreement and (2) working capital for Project J required by MEAG Power and the Project J Entity during construction of the Additional Units and for the placing of the Additional Units in operation, and working capital for Project J for operation of the Additional Units.

Project J Entity. Project J Entity shall mean MEAG Power SPVJ LLC, a limited liability company organized under the laws of the State of Georgia formed by MEAG Power for the sole purpose of owning and operating the Project J Portion of MEAG Power's Interest in the Additional Units and that is a wholly-owned, direct subsidiary of MEAG Power, the business and activities of which shall be limited to the acquisition, construction, ownership and operation of the Project J Portion of MEAG Power's Interest and such other lawful activities as are necessary, customary, convenient, or incident to the purposes specified above.

Project J Portion. Project J Portion shall mean a 41.174636 percent undivided interest in MEAG Power's Interest, which interest shall include 206.000 MWs of the capacity and output of Vogtle Units 3&4, based upon the nominal ratings of Vogtle Units 3&4.

Project M. Project M shall mean (1) all of MEAG Power's right, title and interest (whether direct or indirect) in and to the capacity and output of the Project M Entity's Ownership Interest, such right, title

and interest of MEAG Power being available to MEAG Power pursuant to the Project M Power Purchase Agreement and (2) working capital for Project M required by MEAG Power and the Project M Entity during construction of the Additional Units and for the placing of the Additional Units in operation, and working capital for Project M for operation of the Additional Units.

Project M Entity. Project M Entity shall mean MEAG Power SPVM LLC, a limited liability company organized under the laws of the State of Georgia formed by MEAG Power for the sole purpose of owning and operating the Project M Portion of MEAG Power's Interest in the Additional Units and that is a wholly-owned, direct subsidiary of MEAG Power, the business and activities of which shall be limited to the acquisition, construction, ownership and operation of the Project M Portion of MEAG Power's Interest and such other lawful activities as are necessary, customary, convenient, or incident to the purposes specified above.

Project M Portion. Project M Portion shall mean a 33.870736 percent undivided interest in MEAG Power's Interest, which interest shall include 169.458 MWs of the capacity and output of Vogtle Units 3&4, based upon the nominal ratings of Vogtle Units 3&4.

Project P. Project P shall mean (1) all of MEAG Power's right, title and interest (whether direct or indirect) in and to the capacity and output of the Project P Entity's Ownership Interest, such right, title and interest of MEAG Power being available to MEAG Power pursuant to the Project P Power Purchase Agreement and (2) working capital for Project P required by MEAG Power and the Project P Entity during construction of the Additional Units and for the placing of the Additional Units in operation, and working capital for Project P for operation of the Additional Units.

Project P Entity. Project P Entity shall mean MEAG Power SPVP LLC, a limited liability company organized under the laws of the State of Georgia formed by MEAG Power for the sole purpose of owning and operating the Project P Portion of MEAG Power's Interest in the Additional Units and that is a wholly-owned, direct subsidiary of MEAG Power, the business and activities of which shall be limited to the acquisition, construction, ownership and operation of the Project P Portion of MEAG Power's Interest and such other lawful activities as are necessary, customary, convenient, or incident to the purposes specified above.

Project P Portion. Project P Portion shall mean a 24.954628 percent undivided interest in MEAG Power's Interest, which interest shall include 124.850 MWs of the capacity and output of Vogtle Units 3&4, based upon the nominal ratings of Vogtle Units 3&4.

Qualified Hedging Contract. Qualified Hedging Contract shall mean, to the extent from time to time permitted by law, any financial arrangement (i) which is entered into by MEAG Power with an entity that is a Qualified Hedging Contract Provider at the time the arrangement is entered into, (ii) which is a cap, floor or collar; interest rate swap, including a forward rate or future rate swap; asset, index, price or market-linked-transaction or agreement; other exchange or rate protection transaction agreement; agreement for the future delivery or price management of fuel or other commodities; other similar transaction (however designated); or any combination thereof; or any option with respect thereto, executed by MEAG Power for the purpose of moderating interest rate or commodity price fluctuations or otherwise, and (iii) which has been designated in writing to the Trustee by an Authorized Officer of MEAG Power as a Qualified Hedging Contract (which writing shall specify, in the case of a Qualified Hedging Contract that is entered into in connection with any applicable Bonds or any Advance under the applicable Federal Loan, the Bonds or Advance, as applicable, with respect to which such Qualified Hedging Contract is entered into).

Qualified Hedging Contract Provider. Qualified Hedging Contract Provider shall mean an entity whose senior unsecured long-term debt obligations, financial program rating, counterparty rating or

claims-paying ability is rated, or whose payment obligations under a financial arrangement of the type referred in clause (ii) of the definition of Qualified Hedging Contract are guaranteed or insured by an entity whose senior unsecured long-term obligations, financial program rating, counterparty rating or claims paying ability is rated, on the date a Qualified Hedging Contract is entered into, either (i) at least as high as the third highest Rating Category of each Rating Agency then maintaining a rating for the Qualified Hedging Contract Provider, but in no event lower than any Rating Category designated by each such Rating Agency for the Bonds, or (ii) at any such lower Rating Categories which each such Rating Agency indicates in writing to MEAG Power and the Trustee will not, by itself, result in a reduction or withdrawal of its rating on the Outstanding Bonds that is in effect prior to entering into such Qualified Hedging Contract and which is an authorized counterparty pursuant to MEAG Power's investment policy as from time to time approved by the Board.

Rating Agency. Rating Agency shall mean each nationally recognized securities rating agency then maintaining a rating on the Bonds at the request of MEAG Power.

Rating Category. Rating Category shall mean one of the generic rating categories of any Rating Agency without regard to any refinement or gradation of such rating by a numerical modifier or otherwise.

Refundable Principal Installment. Refundable Principal Installment shall mean any Principal Installment for any Series of Bonds or any Parity Commercial Paper Notes, which MEAG Power intends to pay with moneys which are not Revenues; *provided, however,* that (i) in the case of Bonds, such intent shall have been expressed in the Supplemental Resolution authorizing such Series of Bonds and (ii) in the case of Parity Commercial Paper Notes, such intent shall be expressed in the then current Commercial Paper Payment Plan for such Parity Commercial Paper Notes; and *provided, further,* that any such Principal Installment, other than Principal Installments for Parity Commercial Paper Notes, shall be a Refundable Principal Installment only through the penultimate day of the month preceding the month in which such Principal Installment comes due or such earlier time as MEAG Power no longer intends to pay such Principal Installment with moneys which are not Revenues and with respect to Parity Commercial Paper Notes, any Parity Commercial Paper Note shall cease to be a Refundable Principal Installment at such time, if any, as shall be provided in the Commercial Paper Payment Plan applicable thereto.

Variable Rate Bonds. Variable Rate Bonds shall mean, as of any date of determination, any Bond on which the interest rate borne thereby may vary during any part of its remaining term.

The Project M Bond Resolution

In addition to the defined terms listed above under “– Definitions,” the Project M Bond Resolution has the following definitions:

Bond, Bonds, Project M Bond, Project M Bonds. Bond, Bonds, Project M Bond and Project M Bonds shall mean any bonds, notes or other evidences of indebtedness, as the case may be, authenticated and delivered under and Outstanding pursuant to the Project M Bond Resolution but shall not mean Project M Parity Obligations, Commercial Paper Notes, Subordinated Bonds or Subordinated Obligations.

Bondholders' Trust Estate. Bondholders' Trust Estate shall mean (i) the proceeds of the sale of the Project M Bonds, (ii) all Funds established by the Project M Bond Resolution, including the investments, if any, thereof, other than the Revenue Fund and (iii) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds.

Costs of Acquisition and Construction. Costs of Acquisition and Construction shall mean, to the extent not included in Project M's annual costs, all actual costs and expenses incurred by or for the account of MEAG Power or the Project M Entity for the planning, designing, acquiring, constructing, and installing

the Project M Entity's Ownership Interest, including any major renewals, replacements, repairs, additions, betterments or improvements necessary, in the opinion of MEAG Power or the Project M Entity, to keep the Project M Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom, placing the Project M Entity's Ownership Interest in operation, disposing of the Project M Entity's Ownership Interest, and obtaining governmental approvals, certificates, permits and licenses with respect thereto heretofore or hereafter paid or incurred by, or for the account of, MEAG Power or the Project M Entity, as applicable, including, without limitation, the following:

- (a) working capital reserves in such reasonable amounts as may be established by MEAG Power or the Project M Entity for the Project M Entity's Ownership Interest (including working capital reserves held in (i) funds or accounts established under the Project M Bond Resolution and (ii) accounts established under the Project M DOE Accounts Agreement);
- (b) acquisition of initial inventories or prepayment of fuel for the Project M Entity's Ownership Interest and working capital and reserves therefor and working capital and reserves for additional inventories or prepayment of fuel for the Project M Entity's Ownership Interest held by, or for the account of, either MEAG Power or the Project M Entity;
- (c) charges related to processing, design, fabrication, transportation, disposal and storage of fuel for the Project M Entity's Ownership Interest, including, without limitation, the following: (i) fuel storage facilities, including spent fuel storage facilities, and (ii) working capital and reserves related to acquisition, processing, design, fabrication, transportation, disposal and storage of fuel for the Project M Entity's Ownership Interest;
- (d) reserves for renewals and replacements, retirement from service, or disposal of any facility of the Project M Entity's Ownership Interest and contingencies held by, or for the account of, either MEAG Power or the Project M Entity;
- (e) training and testing costs incurred by MEAG Power or the Project M Entity attributable to the Project M Entity's Ownership Interest;
- (f) preliminary investigation and development costs, engineering fees, contractors' fees, costs of labor, materials, equipment, utility services and supplies and legal costs attributable to the Project M Entity's Ownership Interest and Project M;
- (g) all costs of insurance applicable to the period of construction of the Project M Entity's Ownership Interest; and
- (h) amounts necessary to provide funds for contribution to the Project M Entity to repay Advances when due (whether at the maturity of principal or upon prepayment) on the Project M DOE Guaranteed Loan and to reacquire from the Project M Entity the Project M Entity's Ownership Interest at such time as (i) the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the Project M DOE Guaranteed Loan shall have been paid, at the times and in the manner stipulated in the Project M DOE Loan Guarantee Agreement and the other Project M Federal Loan Documents, as applicable and (ii) the Project M Entity shall have satisfied all of its obligations under the Project M DOE Loan Guarantee Agreement and the other Project M Federal Loan Documents, as applicable (and no undisbursed commitments remain available thereunder).

Costs of Acquisition and Construction shall also include all other costs, except Financing Costs, incurred by MEAG Power or the Project M Entity and properly allocable to planning, designing, acquiring,

constructing and installing the Project M Entity's Ownership Interest and the establishment of Project M including, without limitation, (i) all costs associated with the transfer to the Project M Entity of the Project M Entity's Ownership Interest and the entry by the Project M Entity into the Project M DOE Loan Guarantee Agreement and the other Project M Federal Loan Documents, (ii) the Additional Costs as described and defined in Section 2.2 of the Vogtle Units 3&4 Development Agreement attributable to the Project M Entity's Ownership Interest and (iii) amounts required to reimburse the Project M Participants for amounts paid by them in respect of the payment of the principal of maturing Project M Bond Anticipation Notes.

Debt Service Reserve Requirement. Debt Service Reserve Requirement shall mean, as of any date of calculation, an amount equal to the greatest amount of Adjusted Aggregate Debt Service for the then current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of proceeds of the Project M Bonds of any Series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project M Bonds exceed the maximum amount of the proceeds of such Project M Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Project M Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of the calculation of the Debt Service Reserve Requirement:

- (a) the Debt Service Reserve Requirement shall take into account any Series of Project M Bonds only for so long as any Project M Bonds of such Series shall remain Outstanding, but Project M Bond Anticipation Notes shall not be deemed to be Project M Bonds for purposes of this definition;
- (b) in the event that the Project M Bonds of any Series (or any portion thereof) shall constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project M Bonds, for purposes of this definition, the interest on the Project M Bonds of such Series shall be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project M Bonds represented by such subsidy shall be permanently reduced, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the amount of interest payable on such Project M Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason, ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project M Bonds, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the full amount of interest payable on such Project M Bonds, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive;
- (c) except as provided in the following clause (d), the Debt Service for the Project M Bonds of any Series shall be calculated as of the date of original issuance of the Project M Bonds of such Series; and
- (d) in the event that the Project M Bonds of any Series shall be refunded in whole or in part, the Debt Service Reserve Requirement shall be recalculated, assuming that the refunding Project

M Bonds and the Project M Bonds (if any) of the refunded Series to remain Outstanding upon the issuance of the refunding Project M Bonds are part of the same Series.

Financing Costs. Financing Costs shall mean all Financing Costs related to Project M that may be financed from the proceeds of Project M Bonds or Subordinated Bonds or the Project M DOE Guaranteed Loan, including, but without limitation, the following:

(a) costs of issuance, including, without limitation, underwriting fees, bank commitment and letter of credit fees, legal and financial advisory fees, bond insurance and indemnity fees, and any payments on Qualified Hedging Contracts including, without limitation, (i) any periodic “net” payments accruing in whole or in part prior to and during construction and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project M Entity’s Ownership Interest in operation, and (ii) any swap premium or swap termination payment;

(b) interest accruing in whole or in part on Project M Bonds or Subordinated Bonds or the Project M DOE Guaranteed Loan prior to and during construction (or, in the case of Project M Bonds or Subordinated Bonds issued or Advances made to finance fuel, interest accruing in whole or in part on such Bonds or Subordinated Bonds or such Advances prior to the loading of such fuel in the reactor) and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project M Entity’s Ownership Interest in operation in accordance with the provisions of the Project M Bond Resolution, including, without limitation, any major renewals, replacements, repairs, additions, betterments or improvements or modifications with respect to the Project M Entity’s Ownership Interest of a particular Additional Unit undertaken following the Commercial Operation Date of such Additional Unit; and

(c) the deposit or deposits from the proceeds of Project M Bonds or Subordinated Bonds issued, or Advances made, to finance such costs in any Fund or Account established pursuant to the Project M Bond Resolution or the Project M Federal Loan Documents to meet debt service reserve requirements for Project M Bonds or Subordinated Bonds or the Project M DOE Guaranteed Loan, or replenishment of such funds if drawn down; and

(d) any other fees, costs and expenses of financing for the Project M Bonds or Subordinated Bonds or the Project M DOE Guaranteed Loan.

Monthly Reserve and Contingency Deposit. Monthly Reserve and Contingency Deposit shall mean, with respect to any particular calendar year, an amount equal to one-twelfth (or, with respect to the year in which the Commercial Operation Date of the first Additional Unit occurs, a fraction the numerator of which is 1 and the denominator of which is the number of full calendar months remaining in such year following the occurrence of such date) of the greater of (a) the total amount provided in the then current Project M Annual Budget to be deposited in the Project M Reserve and Contingency Fund and the Project M DOE Reserve & Contingency Account during such calendar year or (b) an amount equal to 10% of the sum of (i) the Aggregate Debt Service for such calendar year on all Project M Bonds other than Project M Bond Anticipation Notes then Outstanding and all Project M Parity Obligations other than Project M Parity Commercial Paper Notes then outstanding, (ii) the aggregate amount of the principal of and interest on all Project M Subordinated Bonds and all Project M Subordinated Obligations other than Project M Subordinated Commercial Paper Notes then outstanding that is deemed to accrue during such calendar year, assuming that such principal and interest accrue in the same manner as the principal of and interest on the Project M Bonds is deemed to accrue as provided in the definition of *Debt Service* contained in the Project M Bond Resolution and (iii) the principal and interest payable on the Project M DOE Guaranteed Loan during such calendar year.

Project M Entity's Ownership Interest. Project M Entity's Ownership Interest shall mean a percentage undivided interest in MEAG Power's Interest in the Additional Units in an amount equal to the Project M Portion.

Project M Entity's Portion. Project M Entity's Portion shall mean, as of any date of determination, a fraction the numerator of which is the aggregate principal amount of the Project M DOE Guaranteed Loan outstanding as of such date and the denominator of which is the sum of (a) the aggregate principal amount of all Project M Bonds Outstanding as of such date and (b) the aggregate principal amount of the Project M DOE Guaranteed Loan outstanding as of such date.

Project M Entity's Reserve and Contingency Requirement. Project M Entity's Reserve and Contingency Requirement shall mean an amount equal to the portion of the Reserve and Contingency Requirement specified as such in the definition of *Reserve and Contingency Requirement* contained in the Project M Bond Resolution.

Project M Power Purchase Agreement. Project M Power Purchase Agreement shall mean the Wholesale Power Sales Agreement between the Project M Entity and MEAG Power, as the same may be amended, supplemented or restated from time to time in accordance with the terms thereof and of the Project M Bond Resolution.

Project M Power Sales Contracts. Project M Power Sales Contracts shall mean the Plant Vogtle Additional Units Non-PPA Power Sales Contracts dated as of June 15, 2008 by and between MEAG Power and the Project M Participants, relating to Project M and entered into pursuant to the Act, as such Contracts hereafter may be amended in accordance with the terms thereof and of the Project M Bond Resolution.

Reserve and Contingency Requirement. Reserve and Contingency Requirement shall mean, as of any date, such amount as may be established by the Board and certified to the Trustee by an Authorized Officer of MEAG Power, but in no event less than \$4,082,000 (hereinafter referred to in this definition as the "*Minimum Reserve and Contingency Requirement*"); 64.1963 percent of such amount shall constitute MEAG Power's Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$2,620,493.44) and 35.8037 percent of such amount shall constitute the Project M Entity's Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$1,461,506.56).

Revenues. Revenues shall mean (i) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project M, including all revenues attributable to Project M or to the payment of the costs thereof and received by MEAG Power under the Project M Power Sales Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project M Entity's Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project M Entity's Ownership Interest or any portion thereof or the services, output or capacity thereof, but shall not include any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation; (ii) the proceeds of any insurance covering business interruption loss relating to the Project M Entity's Ownership Interest or Project M and received by MEAG Power; (iii) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project M Entity's Ownership Interest and received by MEAG Power; and (iv) interest accrued on any moneys or securities held pursuant to the Project M Bond Resolution and paid or required to be paid into the Project M Revenue Fund. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds shall constitute Revenues for all purposes of the Project M Bond Resolution.

Shared Trust Estate. Shared Trust Estate shall mean (i) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project M Build America Bonds, (ii) the Revenue Fund, including the investments, if any, thereof and (iii) all of MEAG Power's rights under the Project M Power Sales Contracts, including, without limitation, (a) the right to receive and collect all of the payments from the Project M Participants under the Project M Power Sales Contracts, (b) the right to receive and collect any proceeds of any insurance maintained thereunder, (c) the right to take all actions and give all consents under the Project M Power Sales Contracts and (d) the right to exercise such rights and remedies conferred on MEAG Power under the Project M Power Sales Contracts; *provided, however*, that, as to each Project M Power Sales Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (c) and (d) only following the occurrence and continuance of a Bondholders' Event of Default or a Federal Loan Event of Default under the Project M Bond Resolution.

Subordinated Obligation. Subordinated Obligation shall mean any payment obligation (which does not constitute Project M Bonds, a Project M Parity Obligation or Project M Subordinated Bonds) (a) that is a Project M Subordinated Reimbursement Obligation, (b) that is a Project M Subordinated Hedging Contract Obligation, (c) that is a Project M Subordinated Commercial Paper Note or (d) that arises under any other contract, agreement or other obligation authorized by resolution of MEAG Power and is designated as a "Subordinated Obligation" in a certificate of an Authorized Officer of MEAG Power delivered to the Trustee. Each Subordinated Obligation shall be payable from and secured by a pledge of the Project M Subordinated Bond Fund which pledge shall be subordinate in all respects to the pledges of the Revenues, moneys, securities and funds created by the Project M Bond Resolution in favor of the Project M Bonds, the Project M Parity Obligations and the Project M Federal Loan Debt Service Payments.

The Project J Bond Resolution

In addition to the defined terms listed above under "– Definitions," the Project J Bond Resolution has the following definitions:

Bond, Bonds, Project J Bond, Project J Bonds. Bond, Bonds, Project J Bond and Project J Bonds shall mean any bonds, notes or other evidences of indebtedness, as the case may be, authenticated and delivered under and Outstanding pursuant to the Project J Bond Resolution but shall not mean Project J Parity Obligations, Commercial Paper Notes, Subordinated Bonds or Subordinated Obligations.

Bondholders' Trust Estate. Bondholders' Trust Estate shall mean (i) the proceeds of the sale of the Project J Bonds, (ii) all Funds established by the Project J Bond Resolution, including the investments, if any, thereof, other than the Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project J Participant Arrearages Fund and (iii) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project J Build America Bonds.

Costs of Acquisition and Construction. Costs of Acquisition and Construction shall mean, to the extent not included in Project J's annual costs, all actual costs and expenses incurred by or for the account of MEAG Power or the Project J Entity for the planning, designing, acquiring, constructing, and installing the Project J Entity's Ownership Interest, including any major renewals, replacements, repairs, additions, betterments or improvements necessary, in the opinion of MEAG Power or the Project J Entity, to keep the Project J Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom, placing the Project J Entity's Ownership Interest in operation, disposing of the Project J Entity's Ownership Interest, and obtaining governmental approvals, certificates, permits and licenses with respect thereto heretofore or hereafter paid or incurred by, or for the account of, MEAG Power or the Project J Entity, as applicable, including, without limitation, the following:

- (a) working capital reserves in such reasonable amounts as may be established by MEAG Power or the Project J Entity for the Project J Entity's Ownership Interest (including working capital reserves held in (i) funds or accounts established under the Project J Bond Resolution and (ii) accounts established under the Project J DOE Accounts Agreement);
- (b) acquisition of initial inventories or prepayment of fuel for the Project J Entity's Ownership Interest and working capital and reserves therefor and working capital and reserves for additional inventories or prepayment of fuel for the Project J Entity's Ownership Interest held by, or for the account of, either MEAG Power or the Project J Entity;
- (c) charges related to processing, design, fabrication, transportation, disposal and storage of fuel for the Project J Entity's Ownership Interest, including, without limitation, the following: (i) fuel storage facilities, including spent fuel storage facilities, and (ii) working capital and reserves related to acquisition, processing, design, fabrication, transportation, disposal and storage of fuel for the Project J Entity's Ownership Interest;
- (d) reserves for renewals and replacements, retirement from service, or disposal of any facility of the Project J Entity's Ownership Interest and contingencies held by, or for the account of, either MEAG Power or the Project J Entity;
- (e) training and testing costs incurred by MEAG Power or the Project J Entity attributable to the Project J Entity's Ownership Interest;
- (f) preliminary investigation and development costs, engineering fees, contractors' fees, costs of labor, materials, equipment, utility services and supplies and legal costs attributable to the Project J Entity's Ownership Interest and Project J;
- (g) all costs of insurance applicable to the period of construction of the Project J Entity's Ownership Interest; and
- (h) amounts necessary to provide funds for contribution to the Project J Entity to repay Advances when due (whether at the maturity of principal or upon prepayment) on the Project J DOE Guaranteed Loan and to reacquire from the Project J Entity the Project J Entity's Ownership Interest at such time as (i) the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the Project J DOE Guaranteed Loan shall have been paid, at the times and in the manner stipulated in the Project J DOE Loan Guarantee Agreement and the other Project J Federal Loan Documents, as applicable and (ii) the Project J Entity shall have satisfied all of its obligations under the Project J DOE Loan Guarantee Agreement and the other Project J Federal Loan Documents, as applicable (and no undisbursed commitments remain available thereunder).

Costs of Acquisition and Construction shall also include all other costs, except Financing Costs, incurred by MEAG Power or the Project J Entity and properly allocable to planning, designing, acquiring, constructing and installing the Project J Entity's Ownership Interest and the establishment of Project J including, without limitation, (i) all costs associated with the transfer to the Project J Entity of the Project J Entity's Ownership Interest and the entry by the Project J Entity into the Project J DOE Loan Guarantee Agreement and the other Project J Federal Loan Documents, (ii) the Additional Costs as described and defined in Section 2.2 of the Vogtle Units 3&4 Development Agreement attributable to the Project J Entity's Ownership Interest, (iii) amounts required to reimburse the Project J Power Purchasers for amounts paid by them in respect of the payment of the principal of maturing Project J Bond Anticipation Notes and Project J Take-Out Bonds, and (iv) amounts required to be repaid, reimbursed or otherwise paid by MEAG Power

to the Initial Power Purchaser pursuant to any provision of the Initial Power Purchase Agreement at the end of the Term thereof (as such term is defined therein).

Debt Service Reserve Requirement. Debt Service Reserve Requirement shall mean, as of any date of calculation, an amount equal to the greatest amount of Adjusted Aggregate Debt Service for the then current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of proceeds of the Project J Bonds of any Series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project J Bonds exceed the maximum amount of the proceeds of such Project J Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Project J Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of the calculation of the Debt Service Reserve Requirement:

- (a) the Debt Service Reserve Requirement shall take into account any Series of Project J Bonds only for so long as any Project J Bonds of such Series shall remain Outstanding, but Project J Bond Anticipation Notes and Project J Take-Out Bonds shall not be deemed to be Project J Bonds for purposes of this definition;
- (b) in the event that the Project J Bonds of any Series (or any portion thereof) shall constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project J Bonds, for purposes of this definition, the interest on the Project J Bonds of such Series shall be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project J Bonds represented by such subsidy shall be permanently reduced, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the amount of interest payable on such Project J Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason, ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project J Bonds, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the full amount of interest payable on such Project J Bonds, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive;
- (c) except as provided in the following clause (d), the Debt Service for the Project J Bonds of any Series shall be calculated as of the date of original issuance of the Project J Bonds of such Series; and
- (d) in the event that the Project J Bonds of any Series shall be refunded in whole or in part, the Debt Service Reserve Requirement shall be recalculated, assuming that the refunding Project J Bonds and the Project J Bonds (if any) of the refunded Series to remain Outstanding upon the issuance of the refunding Project J Bonds are part of the same Series.

Financing Costs. Financing Costs shall mean all Financing Costs related to Project J that may be financed from the proceeds of Project J Bonds or Subordinated Bonds or the Project J DOE Guaranteed Loan, including, but without limitation, the following:

(a) costs of issuance, including, without limitation, underwriting fees, bank commitment and letter of credit fees, legal and financial advisory fees, bond insurance and indemnity fees, and any payments on Qualified Hedging Contracts including, without limitation, (i) any periodic “net” payments accruing in whole or in part prior to and during construction and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project J Entity’s Ownership Interest in operation, and (ii) any swap premium or swap termination payment;

(b) interest accruing in whole or in part on Project J Bonds or Subordinated Bonds or the Project J DOE Guaranteed Loan prior to and during construction (or, in the case of the Project J Bonds or Subordinated Bonds issued or Advances made to finance fuel, interest accruing in whole or in part on such Bonds or Subordinated Bonds or such Advances prior to the loading of such fuel in the reactor) and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project J Entity’s Ownership Interest in operation in accordance with the provisions of the Project J Bond Resolution, including, without limitation, any major renewals, replacements, repairs, additions, betterments or improvements or modifications with respect to the Project J Entity’s Ownership Interest of a particular Additional Unit undertaken following the Commercial Operation Date of such Additional Unit;

(c) the deposit or deposits from the proceeds of Project J Bonds or Subordinated Bonds issued, or Advances made, to finance such costs in any Fund or Account established pursuant to the Project J Bond Resolution or the Project J Federal Loan Documents to meet debt service reserve requirements for Project J Bonds or Subordinated Bonds or the Project J DOE Guaranteed Loan, or replenishment of such funds if drawn down; and

(d) any other fees, costs and expenses of financing for the Project J Bonds or Subordinated Bonds or the Project J DOE Guaranteed Loan.

Initial Power Purchase Agreement. Initial Power Purchase Agreement shall mean the Power Purchase Agreement, dated as of May 12, 2008, between MEAG Power and the Initial Power Purchaser, as heretofore amended and as such Agreement may hereafter be amended or supplemented from time to time as permitted therein and in the Project J Bond Resolution.

Initial Power Purchaser. Initial Power Purchaser shall mean JEA, a body politic and corporate organized and existing under the laws of the State of Florida and an independent agency of the City of Jacksonville, Florida, and any permitted successors and assigns.

Initial Power Purchaser Arrearages Fund. Initial Power Purchaser Arrearages Fund shall mean the Initial Power Purchaser Arrearages Fund provided for the Project J Bond Resolution.

Initial Power Purchaser Arrearages Fund Establishment Date. Initial Power Purchaser Arrearages Fund Establishment Date shall mean the day that is the fifth business day following the first date (if any) on which the Initial Power Purchaser shall fail to pay in full when due any payment under the Initial Power Purchase Agreement in respect of Project J’s annual costs, but only if such failure shall be continuing on such fifth following business day.

Initial Power Purchaser Arrearages Payment. Initial Power Purchaser Arrearages Payment shall mean any payment received by MEAG Power from the Initial Power Purchaser under the Initial Power Purchase Agreement in respect of any amount due thereunder that was not paid when due.

Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date. Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date shall mean the day following the day, if any,

on which the Initial Power Purchaser shall have satisfied its obligation to pay all amounts in respect of Debt Service under (and as defined in) the Initial Power Purchase Agreement payable or to become payable through the end of the Term thereof (as such term is defined therein), including, without limitation, any and all payments of such amounts thereunder that theretofore had not been paid when due and all interest thereon payable pursuant to the terms of the Initial Power Purchase Agreement.

Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date. Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date shall mean the day following the day on which the Initial Power Purchaser's obligation to pay future accruing Debt Service (as defined in the Initial Power Purchase Agreement) has terminated, and the Initial Power Purchaser shall have no new or additional obligation to pay amounts in respect of Debt Service under the Initial Power Purchase Agreement for either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 for any Series of Project J Bonds, Subordinated Bonds, Parity Obligations or Subordinated Obligations, or for the Project J DOE Guaranteed Loan; it being understood that, pursuant to the Initial Power Purchase Agreement, the Initial Power Purchaser has no responsibility for any new or additional Debt Service that goes unpaid after such date, whether by reason of a default by any of the Project J Participants in the making of any payment due under its Project J Power Sales Contract or otherwise; *provided, however*, that under the Initial Power Purchase Agreement, the Initial Power Purchaser shall continue to be responsible for paying any amount in respect of Debt Service that was not paid when due.

Initial Power Purchaser Resale Revenues. Initial Power Purchaser Resale Revenues shall mean any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from the Project J Entity's Ownership Interest that the Initial Power Purchaser previously was entitled to receive following the discontinuance of service (whether or not permanent) to the Initial Power Purchaser under the Initial Power Purchase Agreement as a result of a default by the Initial Power Purchaser thereunder; but shall not include any payments received by MEAG Power as a result of the resale of all or any portion of such power, energy or other service pursuant to a Replacement Sponsor PPA (as such term is defined in the Project J DOE Loan Guarantee Agreement).

Monthly Reserve and Contingency Deposit. Monthly Reserve and Contingency Deposit shall mean, with respect to any particular calendar year, an amount equal to one-twelfth (or, with respect to the year in which the Commercial Operation Date of the first Additional Unit occurs, a fraction the numerator of which is 1 and the denominator of which is the number of full calendar months remaining in such year following the occurrence of such date) of the greater of (a) the total amount provided in the then current Project J Annual Budget to be deposited in the Project J Reserve and Contingency Fund and the Project J DOE Reserve & Contingency Account during such calendar year or (b) an amount equal to 10% of the sum of (i) the Aggregate Debt Service for such calendar year on all Project J Bonds other than Project J Bond Anticipation Notes and Project J Take-Out Bonds then Outstanding and all Project J Parity Obligations other than Project J Parity Commercial Paper Notes then outstanding, (ii) the aggregate amount of the principal of and interest on all Project J Subordinated Bonds and all Project J Subordinated Obligations other than Project J Subordinated Commercial Paper Notes then outstanding that is deemed to accrue during such calendar year, assuming that such principal and interest accrue in the same manner as the principal of and interest on Project J Bonds is deemed to accrue as provided in the definition of *Debt Service* contained in the Project J Bond Resolution and (iii) the principal and interest payable on the Project J DOE Guaranteed Loan during such calendar year.

Project J Entity's Ownership Interest. Project J Entity's Ownership Interest shall mean a percentage undivided interest in MEAG Power's Interest in the Additional Units in an amount equal to the Project J Portion.

Project J Entity's Portion. Project J Entity's Portion shall mean, as of any date of determination, a fraction the numerator of which is the aggregate principal amount of the Project J DOE Guaranteed Loan

outstanding as of such date and the denominator of which is the sum of (a) the aggregate principal amount of all Project J Bonds Outstanding as of such date and (b) the aggregate principal amount of the Project J DOE Guaranteed Loan outstanding as of such date.

Project J Entity's Reserve and Contingency Requirement. Project J Entity's Reserve and Contingency Requirement shall mean an amount equal to the portion of the Reserve and Contingency Requirement specified as such in the definition of *Reserve and Contingency Requirement* contained in the Project J Bond Resolution.

Project J Participant Arrearages Fund. Project J Participant Arrearages Fund shall mean the Additional Units PPA Project Participant Arrearages Fund established under the Project J Bond Resolution.

Project J Participant Arrearages Payment. Project J Participant Arrearages Payment shall mean any payment received by MEAG Power from a Project J Participant under its Project J Power Sales Contract in respect of any amount due thereunder that was not paid when due, but only if the failure to pay such amount when due resulted in either (a) the application of amounts on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund, the Project J Subordinated Bond Fund or the Project J Reserve and Contingency Fund to cure a deficiency in the Debt Service Account in said Debt Service Fund or (b) the principal or Redemption Price of, or interest on, any Project J Bond or the principal or interest component of any Project J Parity Obligation not being paid when due.

Project J Participant Resale Revenues. Project J Participant Resale Revenues shall mean any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from Project J that a Project J Participant previously was entitled to receive following the discontinuance of service to such Project J Participant under its Project J Power Sales Contract as a result of a default by such Project J Participant thereunder (including, without limitation, any such resale to any one or more of the other Project J Participants, except that if any such resale to any other Project J Participant shall be made in accordance with the terms of the Project J Power Sales Contracts and the purchasing Project J Participant shall not be in default in the making of any payment under its Project J Power Sales Contract, then such payments made by such purchasing Project J Participant shall not constitute Project J Participant Resale Revenues); *provided, however*, that if (x) the principal or Redemption Price of, or interest on, any Project J Bond shall not then be due and unpaid and (y) the deposit of any such payment to the Project J Revenue Fund would avoid the need for the application of amounts on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund, the Project J Subordinated Bond Fund or the Project J Reserve and Contingency Fund to cure a deficiency in the Debt Service Account in said Debt Service Fund, then such payment shall not constitute Project J Participant Resale Revenues.

Project J Participants' Debt Service Commencement Date. Project J Participants' Debt Service Commencement Date shall mean the date on which the Project J Participants' obligation to pay amounts in respect of Debt Service under (and as defined in) the Project J Power Sales Contracts shall commence.

Project J Power Contracts. Project J Power Contracts shall mean, collectively, the Initial Power Purchase Agreement and the Project J Power Sales Contracts.

Project J Power Purchase Agreement. Project J Power Purchase Agreement shall mean the Wholesale Power Sales Agreement between the Project J Entity and MEAG Power, as the same may be amended, supplemented or restated from time to time in accordance with the terms thereof and of the Project J Bond Resolution.

Project J Power Purchasers. Project J Power Purchasers shall mean (a) the Initial Power Purchaser during the term of the Initial Power Purchase Agreement and (b) collectively, the Project J Participants during the terms of the Project J Power Sales Contracts; and a Project J Power Purchaser shall mean (x) the

Initial Power Purchaser during the term of the Initial Power Purchase Agreement or (y) a Project J Participant during the term of its Project J Power Sales Contract.

Project J Power Sales Contracts. Project J Power Sales Contracts shall mean the Plant Vogtle Additional Units PPA Power Sales Contracts dated as of June 15, 2008 by and between MEAG Power and the Project J Participants, relating to Project J and entered into pursuant to the Act, as such Contracts hereafter may be amended in accordance with the terms thereof and of the Project J Bond Resolution.

Project J Take-Out Bonds. Project J Take-Out Bonds shall mean Project J Bonds issued to refund Project J Bond Anticipation Notes that (a) are designated by MEAG Power as such in the Supplemental Resolution authorizing such Project J Bonds, (b) are intended to be amortized over a period not to exceed ten years following the date of issuance thereof and (c) are not intended to be payable from, or secured by, amounts on deposit in the Debt Service Reserve Account in the Project J Debt Service Fund.

Reserve and Contingency Requirement. Reserve and Contingency Requirement shall mean, as of any date, such amount as may be established by the Board and certified to the Trustee by an Authorized Officer of MEAG Power, but in no event less than \$4,962,000 (hereinafter referred to in this definition as the “*Minimum Reserve and Contingency Requirement*”); 70.6159 percent of such amount shall constitute MEAG Power’s Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$3,503,960.82) and 29.3841 percent of such amount shall constitute the Project J Entity’s Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$1,458,039.18).

Revenues. Revenues shall mean (i) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project J, including, without limitation, all revenues attributable to Project J or to the payment of the costs thereof and received by MEAG Power under the Project J Power Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project J Entity’s Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project J Entity’s Ownership Interest or any portion thereof or the services, output or capacity thereof, but shall not include (X) any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation and (Y) any amount payable by the Initial Power Purchaser under the Initial Power Purchase Agreement in respect of the Additional Compensation Obligation; (ii) the proceeds of any insurance covering business interruption loss relating to the Project J Entity’s Ownership Interest or Project J and received by MEAG Power; (iii) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project J Entity’s Ownership Interest and received by MEAG Power; and (iv) interest accrued on any moneys or securities held pursuant to the Project J Bond Resolution and paid or required to be paid into the Project J Revenue Fund; *provided, however*, that (a) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, all Initial Power Purchaser Arrearages Payments and all Initial Power Purchaser Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project J Bond Resolution and (b) during the period from and including the Project J Participants’ Debt Service Commencement Date to and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project J Participant Arrearages Payments and all Project J Participant Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project J Bond Resolution. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project J Build America Bonds shall constitute Revenues for all purposes of the Project J Bond Resolution.

Shared Trust Estate. Shared Trust Estate shall mean (i) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on

any Project J Build America Bonds, (ii) the Initial Power Purchaser Arrearages Payments and the Initial Power Purchaser Resale Revenues, (iii) the Project J Participant Arrearages Payments and the Project J Participant Resale Revenues, (iv) the Project J Revenue Fund, the Project J Initial Power Purchaser Arrearages Fund and the Project J Participant Arrearages Fund established by the Project J Bond Resolution, including the investments, if any, thereof and (v) except for the right to receive payment of the Additional Compensation Obligation, all of MEAG Power's rights under the Project J Power Contracts, including, without limitation, (a) the right to receive and collect all of the payments from the Project J Power Purchasers under the Project J Power Contracts (other than the Additional Compensation Obligation), (b) the right to receive and collect any proceeds of any insurance maintained thereunder, (c) the right to take all actions and give all consents under the Project J Power Contracts and (d) the right to exercise such rights and remedies conferred on MEAG Power under the Project J Power Contracts; *provided, however*, that, as to each Project J Power Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (c) and (d) only following the occurrence and continuance of a Bondholders' Event of Default or a Federal Loan Event of Default under the Project J Bond Resolution.

Subordinated Obligation. Subordinated Obligation shall mean any payment obligation (which does not constitute Project J Bonds, a Project J Parity Obligation or Project J Subordinated Bonds) (a) that is a Project J Subordinated Reimbursement Obligation, (b) that is a Project J Subordinated Hedging Contract Obligation, (c) that is a Project J Subordinated Commercial Paper Note or (d) that arises under any other contract, agreement or other obligation authorized by resolution of MEAG Power and is designated as a "Subordinated Obligation" in a certificate of an Authorized Officer of MEAG Power delivered to the Trustee. Each Subordinated Obligation shall be payable from and secured by a pledge of the Project J Subordinated Bond Fund which pledge shall be subordinate in all respects to the pledge of the Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project J Participant Arrearages Payments, Project J Participant Resale Revenues, moneys, securities and funds created by the Project J Bond Resolution in favor of the Project J Bonds, the Project J Parity Obligations and the Project J Federal Loan Debt Service Payments.

The Project P Bond Resolution

In addition to the defined terms listed above under "– Definitions," the Project P Bond Resolution has the following definitions:

Bond, Bonds, Project P Bond, Project P Bonds. Bond, Bonds, Project P Bond and Project P Bonds shall mean any bonds, notes or other evidences of indebtedness, as the case may be, authenticated and delivered under and Outstanding pursuant to the Project P Bond Resolution but shall not mean Project J Parity Obligations, Commercial Paper Notes, Subordinated Bonds or Subordinated Obligations.

Bondholders' Trust Estate. Bondholders' Trust Estate shall mean (i) the proceeds of the sale of the Project P Bonds, (ii) all Funds established by the Project P Bond Resolution, including the investments, if any, thereof, other than the Project P Revenue Fund, the Initial Power Purchaser Arrearages Fund and the Project P Participant Arrearages Fund and (iii) all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds.

Costs of Acquisition and Construction. Costs of Acquisition and Construction shall mean, to the extent not included in Project P's annual costs, all actual costs and expenses incurred by or for the account of MEAG Power or the Project P Entity for the planning, designing, acquiring, constructing, and installing the Project P Entity's Ownership Interest, including any major renewals, replacements, repairs, additions, betterments or improvements necessary, in the opinion of MEAG Power or the Project P Entity, to keep the Project P Entity's Ownership Interest in good operating condition or to prevent a loss of revenues therefrom, placing the Project P Entity's Ownership Interest in operation, disposing of the Project P Entity's Ownership Interest, and obtaining governmental approvals, certificates, permits and licenses with respect thereto

heretofore or hereafter paid or incurred by, or for the account of, MEAG Power or the Project P Entity, as applicable, including, without limitation, the following:

- (a) working capital reserves in such reasonable amounts as may be established by MEAG Power or the Project P Entity for the Project P Entity's Ownership Interest (including working capital reserves held in (i) funds or accounts established under the Project P Bond Resolution and (ii) accounts established under the Project P DOE Accounts Agreement);
- (b) acquisition of initial inventories or prepayment of fuel for the Project P Entity's Ownership Interest and working capital and reserves therefor and working capital and reserves for additional inventories or prepayment of fuel for the Project P Entity's Ownership Interest held by, or for the account of, either MEAG Power or the Project P Entity;
- (c) charges related to processing, design, fabrication, transportation, disposal and storage of fuel for the Project P Entity's Ownership Interest, including, without limitation, the following: (i) fuel storage facilities, including spent fuel storage facilities, and (ii) working capital and reserves related to acquisition, processing, design, fabrication, transportation, disposal and storage of fuel for the Project P Entity's Ownership Interest;
- (d) reserves for renewals and replacements, retirement from service, or disposal of any facility of the Project P Entity's Ownership Interest and contingencies held by, or for the account of, either MEAG Power or the Project P Entity;
- (e) training and testing costs incurred by MEAG Power or the Project P Entity attributable to the Project P Entity's Ownership Interest;
- (f) preliminary investigation and development costs, engineering fees, contractors' fees, costs of labor, materials, equipment, utility services and supplies and legal costs attributable to the Project P Entity's Ownership Interest and Project P;
- (g) all costs of insurance applicable to the period of construction of the Project P Entity's Ownership Interest; and
- (h) amounts necessary to provide funds for contribution to the Project P Entity to repay Advances when due (whether at the maturity of principal or upon prepayment) on the Project P DOE Guaranteed Loan and to reacquire from the Project P Entity the Project P Entity's Ownership Interest at such time as (i) the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the Project P DOE Guaranteed Loan shall have been paid, at the times and in the manner stipulated in the Project P DOE Loan Guarantee Agreement and the other Project P Federal Loan Documents, as applicable and (ii) the Project P Entity shall have satisfied all of its obligations under the Project P DOE Loan Guarantee Agreement and the other Project P Federal Loan Documents, as applicable (and no undisbursed commitments remain available thereunder).

Costs of Acquisition and Construction shall also include all other costs, except Financing Costs, incurred by MEAG Power or the Project P Entity and properly allocable to planning, designing, acquiring, constructing and installing the Project P Entity's Ownership Interest and the establishment of Project P including, without limitation, (i) all costs associated with the transfer to the Project P Entity of the Project P Entity's Ownership Interest and the entry by the Project P Entity into the Project P DOE Loan Guarantee Agreement and the other Project P Federal Loan Documents, (ii) the Additional Costs as described and defined in Section 2.2 of the Vogtle Units 3&4 Development Agreement attributable to the Project P Entity's Ownership Interest, (iii) amounts required to reimburse the Project P Power Purchasers for amounts paid

by them in respect of the payment of the principal of maturing Project P Bond Anticipation Notes and Project P BANs, and (iv) amounts required to be repaid, reimbursed or otherwise paid by MEAG Power to the Initial Power Purchaser pursuant to any provision of the Initial Power Purchase Agreement at the end of the Term thereof (as such term is defined therein).

Debt Service Reserve Requirement. Debt Service Reserve Requirement shall mean, as of any date of calculation, an amount equal to the greatest amount of Adjusted Aggregate Debt Service for the then current or any future calendar year; *provided, however*, that in the event that, in the opinion of tax counsel to MEAG Power, the amount of proceeds of the Project P Bonds of any Series that may be used to fund an increase in the Debt Service Reserve Requirement is limited under applicable federal income tax laws and regulations, then in no event may the increase in the Debt Service Reserve Requirement resulting from the issuance of such Project P Bonds exceed the maximum amount of the proceeds of such Project P Bonds that may, in the opinion of tax counsel to MEAG Power, be deposited to the Project P Debt Service Reserve Account under such applicable federal income tax laws and regulations. For purposes of the calculation of the Debt Service Reserve Requirement:

- (a) the Debt Service Reserve Requirement shall take into account any Series of Project P Bonds only for so long as any Project P Bonds of such Series shall remain Outstanding, but Project P Bond Anticipation Notes and Project P BANs shall not be deemed to be Project P Bonds for purposes of this definition;
- (b) in the event that the Project P Bonds of any Series (or any portion thereof) shall constitute Build America Bonds, then until such time, if any, as MEAG Power, for whatever reason, no longer receives cash subsidy payments from the United States Treasury in respect of the interest payable on such Project P Bonds, for purposes of this definition, the interest on the Project P Bonds of such Series shall be calculated net of the amount of such subsidy; *provided, however*, that if at any time the specified percentage of the interest payable on such Project P Bonds represented by such subsidy shall be permanently reduced, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the amount of interest payable on such Project P Bonds that no longer is payable to MEAG Power by the United States Treasury, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which such specified percentage is so reduced; and *provided, further*, that in the event that MEAG Power, for whatever reason, ceases to receive cash subsidy payments from the United States Treasury in respect of the interest payable on any such Project P Bonds, then the amount of the Debt Service Reserve Requirement shall be increased to reflect the full amount of interest payable on such Project P Bonds, and such increase shall be deemed to accrue in equal monthly amounts over the five-year period that commences on the first day of the first month following the date on which MEAG Power does not receive the first such cash subsidy payment that it theretofore was qualified to receive;
- (c) except as provided in the following clause (d), the Debt Service for the Project P Bonds of any Series shall be calculated as of the date of original issuance of the Project P Bonds of such Series; and
- (d) in the event that the Project P Bonds of any Series shall be refunded in whole or in part, the Debt Service Reserve Requirement shall be recalculated, assuming that the refunding Project P Bonds and the Project P Bonds (if any) of the refunded Series to remain Outstanding upon the issuance of the refunding Project P Bonds are part of the same Series.

Financing Costs. Financing Costs shall mean all Financing Costs related to Project P that may be financed from the proceeds of Project P Bonds or Subordinated Bonds or the Project P DOE Guaranteed Loan, including, but without limitation, the following:

(a) costs of issuance, including, without limitation, underwriting fees, bank commitment and letter of credit fees, legal and financial advisory fees, bond insurance and indemnity fees, and any payments on Qualified Hedging Contracts including, without limitation, (i) any periodic “net” payments accruing in whole or in part prior to and during construction and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project P Entity’s Ownership Interest in operation, and (ii) any swap premium or swap termination payment;

(b) interest accruing in whole or in part on Project P Bonds or Subordinated Bonds or the Project P DOE Guaranteed Loan prior to and during construction (or, in the case of the Project P Bonds or Subordinated Bonds issued or Advances made to finance fuel, interest accruing in whole or in part on such Bonds or Subordinated Bonds or such Advances prior to the loading of such fuel in the reactor) and for such additional period as MEAG Power may reasonably determine to be necessary in connection with the placing of the Project P Entity’s Ownership Interest in operation in accordance with the provisions of the Project P Bond Resolution, including, without limitation, any major renewals, replacements, repairs, additions, betterments or improvements or modifications with respect to the Project P Entity’s Ownership Interest of a particular Additional Unit undertaken following the Commercial Operation Date of such Additional Unit;

(c) the deposit or deposits from the proceeds of Project P Bonds or Subordinated Bonds issued, or Advances made, to finance such costs in any Fund or Account established pursuant to the Project P Bond Resolution or the Project P Federal Loan Documents to meet debt service reserve requirements for Project P Bonds or Subordinated Bonds or the Project P DOE Guaranteed Loan, or replenishment of such funds if drawn down; and

(d) any other fees, costs and expenses of financing for the Project P Bonds or Subordinated Bonds or the Project P DOE Guaranteed Loan.

Initial Power Purchase Agreement. Initial Power Purchase Agreement shall mean the Power Purchase Agreement, dated as of May 12, 2008, between MEAG Power and the Initial Power Purchaser, as heretofore amended and as such Agreement may hereafter be amended or supplemented from time to time as permitted therein and in the Project P Bond Resolution.

Initial Power Purchaser. Initial Power Purchaser shall mean PowerSouth Energy Cooperative, an electric cooperative formed under the laws of the State of Alabama, and any permitted successors and assigns.

Initial Power Purchaser Arrearages Fund. Initial Power Purchaser Arrearages Fund shall mean the Initial Power Purchaser Arrearages Fund provided for the Project P Bond Resolution.

Initial Power Purchaser Arrearages Fund Establishment Date. Initial Power Purchaser Arrearages Fund Establishment Date shall mean the day that is the fifth business day following the first date (if any) on which the Initial Power Purchaser shall fail to pay in full when due any payment under the Initial Power Purchase Agreement in respect of Project P’s annual costs, but only if such failure shall be continuing on such fifth following business day.

Initial Power Purchaser Arrearages Payment. Initial Power Purchaser Arrearages Payment shall mean any payment received by MEAG Power from the Initial Power Purchaser under the Initial Power Purchase Agreement in respect of any amount due thereunder that was not paid when due.

Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date. Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date shall mean the day following the day, if any, on which the Initial Power Purchaser shall have satisfied its obligation to pay all amounts in respect of Debt Service under (and as defined in) the Initial Power Purchase Agreement payable or to become payable through the end of the Term thereof (as such term is defined therein), including, without limitation, any and all payments of such amounts thereunder that theretofore had not been paid when due and all interest thereon payable pursuant to the terms of the Initial Power Purchase Agreement.

Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date. Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date shall mean the day following the day on which the Initial Power Purchaser's obligation to pay future accruing Debt Service (as defined in the Initial Power Purchase Agreement) has terminated, and the Initial Power Purchaser shall have no new or additional obligation to pay amounts in respect of Debt Service under the Initial Power Purchase Agreement for either of Generation Station Vogtle Unit No. 3 or Generation Station Vogtle Unit No. 4 for any Series of Project P Bonds, Subordinated Bonds, Parity Obligations or Subordinated Obligations or for the Project P DOE Guaranteed Loan; it being understood that, pursuant to the Initial Power Purchase Agreement, the Initial Power Purchaser has no responsibility for any new or additional Debt Service that goes unpaid after such date, whether by reason of a default by any of the Project P Participants in the making of any payment due under its Project P Power Sales Contract or otherwise; *provided, however*, that under the Initial Power Purchase Agreement, the Initial Power Purchaser shall continue to be responsible for paying any amount in respect of Debt Service that was not paid when due.

Initial Power Purchaser Resale Revenues. Initial Power Purchaser Resale Revenues shall mean any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from the Project P Entity's Ownership Interest that the Initial Power Purchaser previously was entitled to receive following the discontinuance of service (whether or not permanent) to the Initial Power Purchaser under the Initial Power Purchase Agreement as a result of a default by the Initial Power Purchaser thereunder, but shall not include any payments received by MEAG Power as a result of the resale of all or any portion of such power, energy or other service pursuant to a Replacement Sponsor PPA (as such term is defined in the Project P DOE Loan Guarantee Agreement).

Monthly Reserve and Contingency Deposit. Monthly Reserve and Contingency Deposit shall mean, with respect to any particular calendar year, an amount equal to one-twelfth (or, with respect to the year in which the Commercial Operation Date of the first Additional Unit occurs, a fraction the numerator of which is 1 and the denominator of which is the number of full calendar months remaining in such year following the occurrence of such date) of the greater of (a) the total amount provided in the then current Project P Annual Budget to be deposited in the Project P Reserve and Contingency Fund and the Project P DOE Reserve & Contingency Account during such calendar year or (b) an amount equal to 10% of the sum of (i) the Aggregate Debt Service for such calendar year on all Project P Bonds other than Project P Bond Anticipation Notes and Project P BANs then Outstanding and all Project P Parity Obligations other than Project P Parity Commercial Paper Notes then outstanding, (ii) the aggregate amount of the principal of and interest on all Project P Subordinated Bonds and all Project P Subordinated Obligations other than Project P Subordinated Commercial Paper Notes then outstanding that is deemed to accrue during such calendar year, assuming that such principal and interest accrue in the same manner as the principal of and interest on Project P Bonds is deemed to accrue as provided in the definition of *Debt Service* contained in the Project P Bond Resolution and (iii) the principal and interest payable on the Project P DOE Guaranteed Loan during such calendar year.

Project P BANs. Project P BANs shall mean Project P Bonds issued to refund Project P Bond Anticipation Notes that (a) are designated by MEAG Power as such in the Supplemental Resolution authorizing such Project P Bonds, (b) are intended to be payable in 36 equal monthly installments, commencing on the first business day of the first month following the first anniversary of the date of issuance thereof and (c) are not intended to be payable from, or secured by, amounts on deposit in the Debt Service Reserve Account in the Project P Debt Service Fund.

Project P Entity's Ownership Interest. Project P Entity's Ownership Interest shall mean a percentage undivided interest in MEAG Power's Interest in the Additional Units in an amount equal to the Project P Portion.

Project P Entity's Portion. Project P Entity's Portion shall mean, as of any date of determination, a fraction the numerator of which is the aggregate principal amount of the Project P DOE Guaranteed Loan outstanding as of such date and the denominator of which is the sum of (a) the aggregate principal amount of all Project P Bonds Outstanding as of such date and (b) the aggregate principal amount of the Project P DOE Guaranteed Loan outstanding as of such date.

Project P Entity's Reserve and Contingency Requirement. Project P Entity's Reserve and Contingency Requirement shall mean an amount equal to the portion of the Reserve and Contingency Requirement specified as such in the definition of *Reserve and Contingency Requirement* contained in the Project P Bond Resolution.

Project P Participant Arrearages Fund. Project P Participant Arrearages Fund shall mean the Additional Units PPA-2 Project Participant Arrearages Fund established under the Project P Bond Resolution.

Project P Participant Arrearages Payment. Project P Participant Arrearages Payment shall mean any payment received by MEAG Power from a Project P Participant under its Project P Power Sales Contract in respect of any amount due thereunder that was not paid when due, but only if the failure to pay such amount when due resulted in either (a) the application of amounts on deposit in the Debt Service Reserve Account in the Project P Debt Service Fund, the Project P Subordinated Bond Fund or the Project P Reserve and Contingency Fund to cure a deficiency in the Debt Service Account in said Debt Service Fund or (b) the principal or Redemption Price of, or interest on, any Project P Bond or the principal or interest component of any Project P Parity Obligation not being paid when due.

Project P Participant Resale Revenues. Project P Participant Resale Revenues shall mean any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from Project P that a Project P Participant previously was entitled to receive following the discontinuance of service to such Project P Participant under its Project P Power Sales Contract as a result of a default by such Project P Participant thereunder (including, without limitation, any such resale to any one or more of the other Project P Participants, except that if any such resale to any other Project P Participant shall be made in accordance with the terms of the Project P Power Sales Contracts and the purchasing Project P Participant shall not be in default in the making of any payment under its Project P Power Sales Contract, then such payments made by such purchasing Project P Participant shall not constitute Project P Participant Resale Revenues); *provided, however*, that if (x) the principal or Redemption Price of, or interest on, any Project P Bond shall not then be due and unpaid and (y) the deposit of any such payment to the Project P Revenue Fund would avoid the need for the application of amounts on deposit in the Debt Service Reserve Account in the Project P Debt Service Fund, the Project P Subordinated Bond Fund or the Project P Reserve and Contingency Fund to cure a deficiency in the Debt Service Account in said Debt Service Fund, then such payment shall not constitute Project P Participant Resale Revenues.

Project P Participants' Debt Service Commencement Date. Project P Participants' Debt Service Commencement Date shall mean the date on which the Project P Participants' obligation to pay amounts in respect of Debt Service under (and as defined in) the Project P Power Sales Contracts shall commence.

Project P Power Contracts. Project P Power Contracts shall mean, collectively, the Initial Power Purchase Agreement and the Project P Power Sales Contracts.

Project P Power Purchase Agreement. Project P Power Purchase Agreement shall mean the Wholesale Power Sales Agreement between the Project P Entity and MEAG Power, as the same may be amended, supplemented or restated from time to time in accordance with the terms thereof and of the Project P Bond Resolution.

Project P Power Purchasers. Project P Power Purchasers shall mean (a) the Initial Power Purchaser during the term of the Initial Power Purchase Agreement and (b) collectively, the Project P Participants during the terms of the Project P Power Sales Contracts; and a Project P Power Purchaser shall mean (x) the Initial Power Purchaser during the term of the Initial Power Purchase Agreement or (y) a Project P Participant during the term of its Project P Power Sales Contract.

Project P Power Sales Contracts. Project P Power Sales Contracts shall mean the Plant Vogtle Additional Units PPA-2 Power Sales Contracts dated as of June 15, 2008 by and between MEAG Power and the Project P Participants, relating to Project P and entered into pursuant to the Act, as such Contracts hereafter may be amended in accordance with the terms thereof and of the Project P Bond Resolution.

Reserve and Contingency Requirement. Reserve and Contingency Requirement shall mean, as of any date, such amount as may be established by the Board and certified to the Trustee by an Authorized Officer of MEAG Power, but in no event less than \$3,007,000 (hereinafter referred to in this definition as the "*Minimum Reserve and Contingency Requirement*"); 41.4614 percent of such amount shall constitute MEAG Power's Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$1,246,744.06) and 58.5386 percent of such amount shall constitute the Project P Entity's Reserve and Contingency Requirement (which, in the case of the Minimum Reserve and Contingency Requirement, shall be equal to \$1,760,255.94).

Revenues. Revenues shall mean (i) all revenues, income, rents and receipts received by MEAG Power from or attributable to Project J, including, without limitation, all revenues attributable to Project P or to the payment of the costs thereof and received by MEAG Power under the Project P Power Contracts (including any amounts received as a result of the enforcement of such contracts) or under any other contract for the sale of power, energy or other service from the Project P Entity's Ownership Interest or any part thereof or any contractual arrangement with respect to the use of the Project P Entity's Ownership Interest or any portion thereof or the services, output or capacity thereof, but shall not include (X) any such revenues, income, rents or receipts derived by MEAG Power from or attributable to the sale of any Pre-Commercial Generation and (Y) any amount payable by the Initial Power Purchaser under the Initial Power Purchase Agreement in respect of the Additional Compensation Obligation; (ii) the proceeds of any insurance covering business interruption loss relating to the Project P Entity's Ownership Interest or Project P and received by MEAG Power; (iii) the proceeds of any liquidated damages payable by a contractor for delay relating to the Project P Entity's Ownership Interest and received by MEAG Power; and (iv) interest accrued on any moneys or securities held pursuant to the Project P Bond Resolution and paid or required to be paid into the Project P Revenue Fund; *provided, however*, that (a) during the period from and including the Initial Power Purchaser Arrearages Fund Establishment Date to and including the Initial Power Purchaser Debt Service Payment Obligation Satisfaction Date, all Initial Power Purchaser Arrearages Payments and all Initial Power Purchaser Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project P Bond Resolution and (b) during the period from and including the Project P Participants' Debt Service Commencement Date to

and including the Initial Power Purchaser Debt Service Payment Obligation Scheduled End Date, all Project P Participant Arrearages Payments and all Project P Participant Resale Revenues shall not constitute Revenues, and all such Payments and Resale Revenues shall be used and applied as provided in the Project P Bond Resolution. Without limiting the generality of the foregoing, all cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds shall constitute Revenues for all purposes of the Project P Bond Resolution.

Shared Trust Estate. Shared Trust Estate shall mean (i) the Revenues, other than any cash subsidy payments received by MEAG Power from the United States Treasury in respect of the interest payable on any Project P Build America Bonds, (ii) the Initial Power Purchaser Arrearages Payments and the Initial Power Purchaser Resale Revenues, (iii) the Project P Participant Arrearages Payments and the Project P Participant Resale Revenues, (iv) the Project P Revenue Fund, the Project P Initial Power Purchaser Arrearages Fund and the Project P Participant Arrearages Fund established by the Project P Bond Resolution, including the investments, if any, thereof and (v) except for the right to receive payment of the Additional Compensation Obligation, all of MEAG Power's rights under the Project P Power Contracts, including, without limitation, (a) the right to receive and collect all of the payments from the Project P Power Purchasers under the Project P Power Contracts (other than the Additional Compensation Obligation), (b) the right to receive and collect any proceeds of any insurance maintained thereunder, (c) the right to take all actions and give all consents under the Project P Power Contracts and (d) the right to exercise such rights and remedies conferred on MEAG Power under the Project P Power Contracts; *provided, however*, that, as to each Project P Power Contract, the Trustee shall be entitled to exercise the rights described in the foregoing subclauses (c) and (d) only following the occurrence and continuance of a Bondholders' Event of Default or a Federal Loan Event of Default under the Project P Bond Resolution.

Subordinated Obligation. Subordinated Obligation shall mean any payment obligation (which does not constitute Project P Bonds, a Project P Parity Obligation or Project P Subordinated Bonds) (a) that is a Project P Subordinated Reimbursement Obligation, (b) that is a Project P Subordinated Hedging Contract Obligation, (c) that is a Project P Subordinated Commercial Paper Note or (d) that arises under any other contract, agreement or other obligation authorized by resolution of MEAG Power and is designated as a "Subordinated Obligation" in a certificate of an Authorized Officer of MEAG Power delivered to the Trustee. Each Subordinated Obligation shall be payable from and secured by a pledge of the Project P Subordinated Bond Fund which pledge shall be subordinate in all respects to the pledges of the Revenues, Initial Power Purchaser Arrearages Payments, Initial Power Purchaser Resale Revenues, Project P Participant Arrearages Payments, Project P Participant Resale Revenues, moneys, securities and funds created by the Project P Bond Resolution in favor of the Project P Bonds, the Project P Parity Obligations and the Project P Federal Loan Debt Service Payments.

SUMMARY OF VOGTLE UNITS 3&4 POWER PURCHASE AGREEMENTS

The following is a description of certain of the provisions of (i) the Project M Power Purchase Agreement between MEAG Power and the Project M Entity; (ii) the Project J Power Purchase Agreement between MEAG Power and the Project J Entity; and (iii) the Project P Power Purchase Agreement between MEAG Power and the Project P Entity (the Project J Power Purchase Agreement, the Project M Power Purchase Agreement and the Project P Power Purchase Agreement are referred to herein collectively as the “Vogtle Units 3&4 Power Purchase Agreements”).

Each of the Vogtle Units 3&4 Power Purchase Agreements became effective on June 24, 2015 and will continue in full force and effect until such time (a) as all of the payments of principal of and premium, if any, and interest on all debt issued by the applicable Vogtle Units 3&4 Project Entity, and any other amounts due with respect to, such Vogtle Units 3&4 Project Entity’s DOE Guaranteed Loan have been paid, or provision for payment shall have been made in accordance with such Vogtle Units 3&4 Project Entity’s DOE Loan Guarantee Agreement, (b) Vogtle Units 3&4 have been permanently shut down and are no longer capable of generating capacity, energy and ancillary services, and (c) all obligations with respect to the decommissioning of Vogtle Units 3&4 have been satisfied, or provision for satisfaction of such obligations shall have been made.

The Vogtle Units 3&4 Power Purchase Agreements are identical in all material respects except as indicated below. Capitalized terms not otherwise defined in this APPENDIX N or defined in the Annual Information Statement shall be as defined in the applicable Vogtle Units 3&4 Power Purchase Agreement.

Purchase and Sale Obligation

General

Pursuant to the terms of the Vogtle Units 3&4 Power Purchase Agreements, each Vogtle Units 3&4 Project Entity shall sell and deliver to MEAG Power, and MEAG Power is obligated to take and pay for or pay for, even if not available, delivered or taken, all Output. MEAG Power’s payment obligations under each Vogtle Units 3&4 Power Purchase Agreement commenced on the date thereof and shall continue until all Project Costs thereunder are paid in full notwithstanding the occurrence of any event, or the taking of any action permitted by such Vogtle Units 3&4 Power Purchase Agreement, with respect to the applicable Vogtle Units 3&4 Project.

Project M Power Purchase Agreement

The Project M Power Purchase Agreement, on the one hand, and the Project M Power Sales Contracts, on the other hand are intended to be “back-to-back” power purchase agreements during the term of the Project M Power Purchase Agreement such that all of the Output shall be purchased by MEAG Power from the Project M Entity and resold to the Project M Participants pursuant to the terms and conditions of the Project M Power Sales Contracts.

Project J Power Purchase Agreement

The Project J Power Purchase Agreement, on the one hand, and the Project J PPA and the Project J Power Sales Contracts, on the other hand (during the respective periods that JEA and the Project J Participants are entitled to the Output) are intended to be “back-to-back” power purchase agreements during the term of the Project J Power Purchase Agreement such that all of the Output shall be purchased by MEAG

Power from the Project J Entity and resold to JEA and the Project J Participants pursuant to the terms and conditions of the Project J PPA and the Project J Power Sales Contracts, respectively.

Project P Power Purchase Agreement

The Project P Power Purchase Agreement, on the one hand, and the Project P PPA and the Project P Power Sales Contracts, on the other hand (during the respective periods that PowerSouth and the Project P Participants are entitled to the Output) are intended to be “back-to-back” power purchase agreements during the term of the Project P Power Purchase Agreement such that all of the Output shall be purchased by MEAG Power from the Project P Entity and resold to PowerSouth and the Project P Participants pursuant to the terms and conditions of the Project P PPA and the Project P Power Sales Contracts, respectively.

MEAG Power’s Payment Obligation

MEAG Power shall make all payments for all of the Project Costs pursuant to the terms of each Vogtle Units 3&4 Power Purchase Agreement, whether or not the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest is completed or is operating or operable, and whether or not the capacity, energy and ancillary services of the respective Vogtle Units 3&4 Project Entity’s Ownership Interest are suspended, interrupted, interfered with, reduced or curtailed or terminated in whole or in part, and such payments shall not be subject to reduction, whether by offset or otherwise, and shall not be conditioned upon the performance or non-performance by any party of any agreement for any cause whatsoever.

MEAG Power shall perform its payment obligations under each Vogtle Units 3&4 Power Purchase Agreement by making monthly payments from the Revenue Fund established under the applicable Vogtle Units 3&4 Bond Resolution, and as otherwise provided in such Vogtle Units 3&4 Bond Resolution, to the applicable Vogtle Units 3&4 Project Entity or the DOE Collateral Agent for the Project Costs in accordance with each such month’s billing statement, the applicable Vogtle Units 3&4 Bond Resolution and the applicable DOE Accounts Agreement or to the Decommissioning Trust (as defined in the applicable DOE Loan Guarantee Agreement) for Project Costs with respect thereto.

Without otherwise limiting the applicable Vogtle Units 3&4 Project Entity’s remedies upon the occurrence of a Payment Default (defined below) or a Performance Default (defined below) by MEAG Power, MEAG Power’s liability arising from or in connection with its payment obligations under each Vogtle Units 3&4 Power Purchase Agreement shall be limited to making the payments required thereunder from the applicable Shared Trust Estate or the applicable Bondholders’ Trust Estate in accordance with the applicable Vogtle Units 3&4 Bond Resolution.

Annual Budgets and Billing

Pursuant to the terms of the Vogtle Units 3&4 Power Purchase Agreements, each Vogtle Units 3&4 Project Entity is obligated, among other things, to prepare and provide to MEAG Power a proposed annual budget for the succeeding calendar year which provides for all Project Costs for such calendar year. If at any time during a year it becomes apparent that the then current adopted annual budget no longer accurately reflects such Project Costs, the applicable Vogtle Units 3&4 Project Entity may adopt an amended annual budget for and applicable to such calendar year for the remainder of such calendar year. In each case, MEAG Power shall have an opportunity to review such proposed annual budget or amended annual budget and submit to the applicable Vogtle Units 3&4 Project Entity any matters or suggestions relating to such proposed annual budget that MEAG Power may care to present, including (a) with respect to the Project J Power Purchase Agreement, such matters or suggestions relating to Project Costs and such proposed annual budget or amended annual budget that MEAG Power received from JEA or any Project J Participant, as the case may be, under the Project J PPA or the Project J Power Sales Contracts, as applicable and (b) with respect to the Project P Power Purchase Agreement, such matters or suggestions relating to Project Costs

and such proposed annual budget or amended annual budget that MEAG Power received from PowerSouth or any Project P Participant, as the case may be, under the Project P PPA or the Project P Power Sales Contracts, as applicable.

Each Vogtle Units 3&4 Project Entity shall prepare a billing statement each calendar month with respect to the succeeding calendar month, which shall be based on the annual budget and shall be equal to the sum of (a) the Project Costs budgeted for such succeeding calendar month and (b) the difference, whether positive or negative, between (i) the actual Project Costs incurred by such Vogtle Units 3&4 Project Entity in the prior month and (ii) the budgeted Project Costs for the prior month to the extent paid by MEAG Power.

On an annual basis, each Vogtle Units 3&4 Project Entity shall submit to MEAG Power a detailed statement of the actual Project Costs for the prior calendar year. If on the basis of such statement the actual Project Costs for such year exceed the amount billed and paid by MEAG Power under the applicable Vogtle Units 3&4 Power Purchase Agreement, net of any Permitted Reimbursements (as defined in the applicable DOE Accounts Agreement), for such year, MEAG Power shall promptly pay to such Vogtle Units 3&4 Project Entity an amount equal to such excess. If on the basis of such statement the amount billed and paid by MEAG Power, net of any Permitted Reimbursements, for such year exceeds the actual Project Costs for such year, then such Vogtle Units 3&4 Project Entity shall promptly pay to MEAG Power an amount equal to such excess; *provided, however*, that such Vogtle Units 3&4 Project Entity shall cause the DOE Collateral Agent to fund such payment from the Project Accounts established under the applicable DOE Accounts Agreement in accordance with such DOE Accounts Agreement; *provided further, however*, that the sum of such disbursements shall not exceed the amount of such Vogtle Units 3&4 Project Entity's payment to MEAG Power.

Remedies

Payment Default

If MEAG Power fails to make full payment to the applicable Vogtle Units 3&4 Project Entity or the DOE Collateral Agent when required to be made, and such failure continues for a period of ten business days, the applicable Vogtle Units 3&4 Project Entity may give written notice of payment default to MEAG Power. If MEAG Power does not pay the full amount then due within ten business days to the applicable Vogtle Units 3&4 Project Entity or the DOE Collateral Agent, then such failure shall constitute a "Payment Default" on the part of MEAG Power.

Upon a Payment Default, the applicable Vogtle Units 3&4 Project Entity may suspend service to MEAG Power for all or any part of the period of continuing default and may, but is not obligated to, sell the Output to any person. No suspension of service under or termination of a Vogtle Units 3&4 Power Purchase Agreement or recovery of additional revenues from sales of Output and Environmental Attributes to any person shall relieve MEAG Power of its obligations under the applicable Vogtle Units 3&4 Power Purchase Agreement, which are absolute and unconditional. Such Vogtle Units 3&4 Project Entity shall credit the obligations of MEAG Power during any suspension of service with the monies actually received by such Vogtle Units 3&4 Project Entity from sales of Output and Environmental Attributes that would have been available to MEAG Power. Such Vogtle Units 3&4 Project Entity may terminate the applicable Vogtle Units 3&4 Power Purchase Agreement if a Payment Default shall have occurred and be continuing for a period of 60 days; *provided, however*, that if any applicable DOE Secured Obligations are outstanding, any such termination shall require the prior written consent of DOE.

Neither of the remedies discussed in the immediately preceding paragraph may be exercised during a Standstill Period (as defined in the applicable DOE Loan Guarantee Agreement.)

Performance Default

If either party fails to comply with any of the terms, conditions and covenants of a Vogtle Units 3&4 Power Purchase Agreement (and such failure does not constitute a Payment Default by MEAG Power), the non-defaulting party shall give the defaulting party written notice of the default (a “*Performance Default*”). The defaulting party shall have a period of 30 days after receipt of such notice to commence reasonable efforts to cure such Performance Default, and it shall have an additional 30 days to cure such Performance Default. Thereafter, if such Performance Default is continuing, the non-defaulting party shall have all of the rights and remedies provided at law and in equity, other than termination of such Vogtle Units 3&4 Power Purchase Agreement.

DOE Exercise of Remedies

Following the exercise by DOE of any remedy of foreclosure and a sale of the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest, such Vogtle Units 3&4 Project Entity shall pay over to MEAG Power any proceeds received by such Vogtle Units 3&4 Project Entity from the sale of the such Vogtle Units 3&4 Project Entity’s Ownership Interest that are in excess of the amount necessary to fully pay all applicable DOE Secured Obligations and that are not required to be used to satisfy such Vogtle Units 3&4 Project Entity’s obligations to any other person.

Definitions

Each of the Vogtle Units 3&4 Power Purchase Agreements has the following defined terms:

Environmental Attributes means any and all credits, benefits, emissions reductions, environmental air quality credits, emission reduction credits, renewable energy credits, offsets, and allowances attributable to the generation, purchase, sale, or use of the energy output of the applicable Vogtle Units 3&4 Project, including tags, certificates, credits, allowances, offsets, and similar products or rights attributable to the generation, purchase, sale, or use of such energy output that can be used to claim responsibility for, ownership of, or any avoidance or reduction of emissions or pollutants, including mercury, nitrogen oxide, sulfur oxide, carbon dioxide, carbon monoxide, particulate matter or similar pollutants or contaminants of air, water or soil, under any governmental, regulatory or voluntary program, including the United Nations Framework Convention on Climate Change and related Kyoto Protocol or other program.

O&M Costs means the costs and expenses for operation and maintenance of the applicable Vogtle Units 3&4 Project, including ordinary repairs, renewals and replacements of such Vogtle Units 3&4 Project and all costs of purchasing, producing and delivering Output to the delivery point and payments into reserves for items of O&M Costs the payment of which is not immediately required, and shall include any expenses or obligations required to be paid in connection with such Vogtle Units 3&4 Project, by law or under or in connection with any contract related to such Vogtle Units 3&4 Project, all to the extent properly allocable to such Vogtle Units 3&4 Project; the fees and expenses of the Fiduciaries (as defined in the applicable Vogtle Units 3&4 Bond Resolution); and the fees and expenses of the DOE Secured Parties incurred after commercial operation of the second unit of Generation Station Vogtle Unit No. 3 and Generation Station Vogtle Unit No. 4 to achieve commercial operation. O&M Costs shall not include any costs or expenses for new construction or any allowance for depreciation.

Output means, collectively, the energy, capacity and ancillary services and any Environmental Attributes corresponding or attributable to the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest.

Project Costs shall include all costs and expenses paid or incurred or to be paid or incurred by the applicable Vogtle Units 3&4 Project Entity (excluding costs and expenses funded (i) with the proceeds of

debt issued by such Vogtle Units 3&4 Project Entity; (ii) with capital contributions to such Vogtle Units 3&4 Project Entity made by MEAG Power; or (iii) with amounts held in any funds or accounts established by the applicable Vogtle Units 3&4 Project Entity or MEAG Power for the payment of such costs and expenses) with respect to the applicable Vogtle Units 3&4 Project Entity's Ownership Interest, including all costs and expenses resulting from obligations under the Vogtle Units 3&4 Project Agreements and the ownership, operation, maintenance, termination and retirement from service and decommissioning of, and repairs, renewals, replacements, additions, improvements, betterments and modifications to, such Vogtle Units 3&4 Project Entity's Ownership Interest, all costs and expenses relating to the acquisition and sale of Output under the applicable Vogtle Units 3&4 Power Purchase Agreement by such Vogtle Units 3&4 Project Entity, including the following items of cost:

- (a) principal of and premium, if any, and interest on all debt issued by such Vogtle Units 3&4 Project Entity, and any other amounts due with respect to, such Vogtle Units 3&4 Project Entity's DOE Guaranteed Loan;
- (b) amounts which such Vogtle Units 3&4 Project Entity may be required to pay for the prevention or correction of any loss or damage to Vogtle Units 3&4, or for renewals, replacements, repairs, additions, improvements, betterments, and modifications which are necessary, in accordance with Prudent Utility Practice, to keep such facilities in good operating condition or to prevent a loss of revenues therefrom;
- (c) all O&M Costs paid or incurred or to be paid or incurred by or on behalf of such Vogtle Units 3&4 Project Entity;
- (d) all costs incurred or associated with the salvage, discontinuance, and disposition or sale of properties;
- (e) all costs, settlements and expenses relating to claims asserted against such Vogtle Units 3&4 Project Entity or the applicable Vogtle Units 3&4 Project;
- (f) any additional cost or expense not specified in the other items of this definition imposed by any regulatory agency or which is paid or incurred by such Vogtle Units 3&4 Project Entity and which is not otherwise included in any of the costs specified herein;
- (g) amounts required to be paid by such Vogtle Units 3&4 Project Entity under any contract to which it is a party not covered under any other clause of this definition, including amounts payable with respect to interest rate swaps, option contracts and hedging contracts;
- (h) reserves such Vogtle Units 3&4 Project Entity shall determine to be necessary for the payment of those items of costs and expenses referred to in this definition to the extent not already included in any other clause of this definition;
- (i) any additional amounts that such Vogtle Units 3&4 Project Entity is required to pay or deposit into any fund or account maintained under the applicable DOE Accounts Agreement; and
- (j) any other cost or expense of such Vogtle Units 3&4 Project Entity relating or pertaining to the applicable Vogtle Units 3&4 Project which is not otherwise specified in such Vogtle Units 3&4 Power Purchase Agreement.

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SUMMARY OF CERTAIN FEDERAL LOAN DOCUMENTS

DOE LOAN GUARANTEE AGREEMENTS

The following is a description of certain the provisions of (i) the Loan Guarantee Agreement, executed between the Project M Entity and DOE (as amended and restated, the “*Project M DOE Loan Guarantee Agreement*”), (ii) the Loan Guarantee Agreement, executed between the Project J Entity and DOE (as amended and restated, the “*Project J DOE Loan Guarantee Agreement*”) and (iii) the Loan Guarantee Agreement, executed between the Project P Entity and DOE (as amended and restated, the “*Project P DOE Loan Guarantee Agreement*” and, together with the Project M DOE Loan Guarantee Agreement and the Project J DOE Loan Guarantee Agreement, the “*DOE Loan Guarantee Agreements*” and each individually, a “*DOE Loan Guarantee Agreement*”).

Each of the DOE Loan Guarantee Agreements became effective on June 24, 2015 and will continue in full force and effect until such time as all indebtedness evidenced by the applicable FFB Promissory Notes have been paid in full, all lending commitments of FFB to the applicable Vogtle Units 3&4 Project Entity under the applicable FFB Credit Facility Documents have been terminated, and the applicable Vogtle Units 3&4 Project Entity has paid all sums due under the Federal Loan Documents (other than certain indemnity obligations and other obligations expressly surviving termination of the applicable DOE Loan Guarantee Agreements).

The DOE Loan Guarantee Agreements are identical in all material respects except as identified below. Capitalized terms not otherwise defined in this APPENDIX O or defined in the Annual Information Statement shall be as defined in the DOE Loan Guarantee Agreements.

Affirmative Covenants Under DOE Loan Guarantee Agreements

Until the first day on which the indebtedness evidenced by all of a particular Vogtle Units 3&4 Project Entity’s FFB Promissory Notes has been paid in cash in full (other than unasserted contingent indemnity obligations and other obligations that expressly survive termination of the applicable documents), all commitments of FFB to such Vogtle Units 3&4 Project Entity under its FFB Note Purchase Agreement and such Vogtle Units 3&4 Project Entity’s other FFB Credit Facility Documents have been terminated, and such Vogtle Units 3&4 Project Entity has paid in cash all sums due from it under its DOE Loan Guarantee Agreement, its FFB Credit Facility Documents and its other Federal Loan Documents (other than unasserted contingent indemnity obligations and other obligations that expressly survive termination of the applicable documents) (the “*Debt Termination Date*”), such Vogtle Units 3&4 Project Entity covenants to, among other things:

- (a) provide certain information to DOE, including
 - (i) on a periodic basis, copies of plans and budgets with respect to each Vogtle Units 3&4 unit as approved by the Nuclear Managing Board and annual and monthly information relating to, among other things, financial statements of such Vogtle Units 3&4 Project Entity, budgeting and performance;
 - (ii) notices of certain events, including (A) any event that constitutes an Event of Default or Potential Default under the applicable DOE Loan Guarantee Agreement, together with a certificate indicating any steps such Vogtle Units 3&4 Project Entity, the Owners’ Agent or the Operator has taken or proposes to take to remedy the same;

(iii) the occurrence of any event, condition, legislation or governmental proceedings and any developments with respect to the foregoing, with respect to such Vogtle Units 3&4 Project Entity, the Owners' Agent, or the Operator or their participation in Vogtle Units 3&4, in each case that has had, or would reasonably be expected to have, (X) a material and adverse change in, or a material and adverse effect upon, the operations, business, assets, properties, liabilities (actual or contingent) or condition (financial or otherwise) of such Vogtle Units 3&4 Project Entity or MEAG Power (with respect to MEAG Power's ability to perform in connection with Vogtle Units 3&4), (Y) a material adverse effect upon (1) the rights or remedies of FFB or DOE under the applicable Federal Loan Documents or (2) the ability of such Vogtle Units 3&4 Project Entity or MEAG Power to observe and perform its obligations under the applicable Federal Loan Documents (including the ability of MEAG Power to perform its obligations under the applicable DOE Equity Funding Agreement and the applicable Vogtle Units 3&4 Power Purchase Agreement) to which it is a party or (3) the security or Liens of the DOE Secured Parties pursuant to the applicable DOE Security Documents on any material portion of the Collateral or the Shared Trust Estate, or (Z) a material and adverse effect upon the legality, validity, binding effect or enforceability (i) against such Vogtle Units 3&4 Project Entity, MEAG Power, any Material Offtaker or any Offtaker Group (as such terms are defined in the applicable DOE Loan Guarantee Agreement) of any applicable Federal Loan Document to which it is a party or (ii) of the applicable Vogtle Units 3&4 Bond Resolution against MEAG Power (each of (X), (Y) and (Z), a "*Material Adverse Effect*") or a material adverse effect on the ability of Vogtle Units 3&4 to be completed or operated or result in Public Inquiries;

(iv) the pendency or commencement of any action, litigation, claim, dispute, or proceeding questioning or challenging the enforceability of the 2015 Vogtle Validation Judgment or any part thereof, specifying the nature of such claim and indicating any steps such Vogtle Units 3&4 Project Entity or MEAG Power has taken or proposes to take to defend such action, litigation, claim, dispute, or proceeding;

(v) any Lien (other than a Permitted Lien) being granted or established or becoming enforceable over any of the Collateral or the Shared Trust Estate (except in the case of the Shared Trust Estate for any Lien that, by its terms, is subordinate and junior to the Lien of the Shared Trust Estate in favor of the Trustee under the applicable Vogtle Units 3&4 Bond Resolution (the "*Bond Resolution Trustee*"));

(vi) certain communications with respect to Vogtle Units 3&4 received by such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator from the NRC;

(vii) any complaint, order, directive, claim, citation, designation or notice by any Governmental Authority with respect to Vogtle Units 3&4 received by such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator relating to any actual or potential material non-compliance with its then-existing obligations under Environmental Laws, and within 30 days after such notice, a written description of any steps such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator is taking and proposes to take with respect to such actual or potential material non-compliance;

(viii) notice and a copy of any stop work order issued by such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator with respect to any work on Vogtle Units 3&4;

(ix) any amounts deposited in or credited to the DOE Extraordinary Proceeds Account;

(x) a copy of any change to such Vogtle Units 3&4 Project Entity's credit rating or credit rating outlook published by S&P, Moody's or Fitch;

(xi) copies of any written correspondence or other documents delivered or received pursuant to the MEAG Funding Agreement or any exercise of rights under the Alternative Contribution Percentages section of the Vogtle Units 3&4 Ownership Agreement;

(xii) any report with respect to certain events required to be made to NRC, or any accident related to the Vogtle Units 3&4 having a material and adverse impact on the environment or on human health, and within ten days thereafter, a copy of such report and, to the extent not included in the notification of the report to NRC, a report describing such event or accident, the impact and the remedial efforts required and (as and when taken) implemented with respect thereto;

(xiii) within 105 days after the close of each Fiscal Year, a report summarizing notices received by such Vogtle Units 3&4 Project Entity or, to such Vogtle Units 3&4 Project Entity's knowledge, the Owners' Agent or the Operator with respect to any material alleged or actual violations of Environmental Laws or Required Consents in connection with Vogtle Units 3&4 over the preceding year, including a summary of environmental monitoring or sampling activity and any violations of Environmental Laws or Required Consents identified by any Governmental Authority and any remedial action taken with respect thereto and a description of any steps such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator is taking and proposes to take with respect thereto; and

(xiv) on a monthly basis, (A) a list of Additional Project Documents entered into during such month; (B) updates with respect to the schedule and status of Required Consents; (C) a list of any termination, amendment or material waiver or breach of or material notices and material correspondence with respect to, or change order under, any Project Document or Required Consent during such month; (D) any material changes in any Required Insurance with respect to Vogtle Units 3&4; (E) any correspondence from NRC that identifies an event, condition or other matters that would reasonably be expected to have a Material Adverse Effect or a material adverse effect on the ability of Vogtle Units 3&4 to be completed or operated; and (F) any material casualty damages or losses with respect to Vogtle Units 3&4;

(b) keep such Vogtle Units 3&4 Project Entity's undivided ownership interest as a tenant in common in Vogtle Units 3&4 (such undivided ownership interest, the "*Vogtle Units 3&4 Project Entity's Undivided Interest*") insured in accordance with normal nuclear industry practices (provided that such insurance coverage is available on commercially reasonable terms, conditions and price) in accordance with the terms and provisions described in the applicable DOE Loan Guarantee Agreement. Such Vogtle Units 3&4 Project Entity shall obtain and maintain Required Insurance (if any) and shall use commercially reasonable efforts to pursue any contractual remedies to cause other Persons required to provide Required Insurance pursuant to their respective Project Documents, including any Construction Contractor and the Operator, to obtain and maintain such Required Insurance as required pursuant to their respective Project Documents, as the case may be;

(c) construct and operate Vogtle Units 3&4, or cause Vogtle Units 3&4 to be constructed and operated, in each case in accordance with the Required Consents (including the COLs) and all Governmental Rules and other directions or instructions issued or provided by the NRC with

respect to the Vogtle Units 3&4 unless, with respect to any noncompliance with any such Required Consents, Governmental Rules and other directions or instructions, such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator, as applicable, is diligently working to cure the noncompliance through appropriate regulatory procedures or to obtain a necessary amendment to such Required Consent;

(d) with the exception of capitalized interest on such Vogtle Units 3&4 Project Entity's FFB Promissory Notes, deposit the proceeds of all Advances into the DOE Advance Proceeds Account;

(e) maintain in full force and effect the applicable Vogtle Units 3&4 Power Purchase Agreement in accordance with its terms, comply with the provisions of and perform all of its obligations thereunder in all material respects and use best efforts to enforce all of its rights and remedies thereunder;

(f) (i) establish and maintain in accordance with the provisions of the applicable DOE Accounts Agreement a reserve for debt service in the DOE Debt Service Reserve Account, and, except as otherwise provided in clauses (ii) and (iv) below, from and after the Debt Service Reserve Funding Date, the amount on deposit in or credited to the DOE Debt Service Reserve Account shall at all times be no less than the DOE Debt Service Reserve Requirement; (ii) if after the application of amounts on deposit in such account to the payment of principal and interest on the applicable DOE Guaranteed Loan, the amount on deposit is less than the DOE Debt Service Reserve Requirement, as soon as reasonably practicable but in all cases within 180 days after any such application, such Vogtle Units 3&4 Project Entity shall deposit amounts into the DOE Debt Service Reserve Account sufficient to ensure that the amounts on deposit in or credited to the DOE Debt Service Reserve Account are no less than the DOE Debt Service Reserve Requirement; (iii) no later than ten Business Days prior to the Debt Service Reserve Funding Date, such Vogtle Units 3&4 Project Entity shall calculate the DOE Debt Service Reserve Requirement as of the Debt Service Reserve Funding Date and shall submit such calculation to DOE and the DOE Collateral Agent; and (iv) within five Business Days after each Advance Date following the Debt Service Reserve Funding Date, such Vogtle Units 3&4 Project Entity shall calculate the DOE Debt Service Reserve Requirement as of such Advance Date, submit such calculation to DOE and the DOE Collateral Agent, and within ten Business Days after such Advance Date, fund to the DOE Debt Service Reserve Account the increase in the DOE Debt Service Reserve Requirement arising from Advances made on the applicable Advance Date;

(g) establish, maintain, preserve, protect and continue the validity, perfection and first priority of the Liens of the applicable DOE Security Documents subject (i) to Permitted Liens, (ii) the provisions of the applicable Deed to Secure Debt and (iii) with respect to the perfection of the Liens on the Pledged Equity Interests of DOE and the DOE Collateral Agent (collectively, the "*DOE Secured Parties*"), to the extent the Uniform Commercial Code applies to such perfection;

(h) (i) execute and deliver, or cause to be executed and delivered on its behalf, other documents and instruments as shall be necessary or advisable or that DOE or the DOE Collateral Agent may reasonably request in connection with the rights and remedies of DOE and the DOE Collateral Agent as granted or provided for by the Federal Loan Documents, and to consummate the transactions contemplated therein;

(ii) take all actions that have been or shall be reasonably requested by DOE or the DOE Collateral Agent or that such Vogtle Units 3&4 Project Entity knows are necessary to establish, maintain, preserve, protect, perfect, as applicable, or continue the validity, priority or perfection of the first priority Liens of the DOE Secured Parties created

by the applicable DOE Security Documents (subject to Permitted Liens, the applicable Deed to Secure Debt, and, with respect to the perfection of the DOE Secured Parties' Liens on the Pledged Equity Interests, to the extent the Uniform Commercial Code applies to such perfection) and shall furnish to DOE timely notice of the necessity of any such action, together with such instruments, in execution form, and such other information as may be required or reasonably requested to enable any appropriate DOE Secured Party to effect any such action;

(iii) if such Vogtle Units 3&4 Project Entity shall at any time acquire any interest in any Collateral that is not covered by the applicable DOE Security Documents or the Lien created thereby, promptly notify DOE of such interest and, to the extent requested by DOE, shall promptly (A) execute, deliver and record a supplement to the applicable DOE Security Documents, satisfactory in form and substance to DOE, and (B) establish and perfect, as applicable, a first priority (subject to Permitted Liens) Lien of the DOE Collateral Agent (for the benefit of the DOE Secured Parties) in each such interest;

(iv) if such Vogtle Units 3&4 Project Entity shall at any time execute or cause to be executed any Additional Project Document, promptly notify DOE of such Additional Project Document and, to the extent requested by DOE, shall use its reasonable best efforts to promptly deliver to the DOE Secured Parties a direct agreement with respect to such Additional Project Document; *provided, however*, that if any such Additional Project Document creates, terminates, replaces or otherwise modifies any IP Interest (other than any Additional Project Document for the supply of fuel assemblies and/or related required software for Vogtle Units 3&4), such Vogtle Units 3&4 Project Entity shall promptly deliver to the DOE Secured Parties a direct agreement with respect to such Additional Project Document, except where such Vogtle Units 3&4 Project Entity's failure to own or hold all or any part of such IP Interest would not reasonably be expected to result in a material adverse effect on the ability of Vogtle Units 3&4 to be completed or operated, or to be conveyed or disposed of; *provided, further*, that if any such Additional Project Document is a replacement Vogtle Units 3&4 Power Sales Contract, such Vogtle Units 3&4 Project Entity shall promptly notify DOE of such Additional Project Document and, to the extent requested by DOE with respect to an Offtaker that is not a Participant party to a Vogtle Units 3&4 Power Sales Contract, shall use its reasonable best efforts to promptly deliver to the DOE Secured Parties a direct agreement in a form reasonably acceptable to DOE;

(v) cause MEAG Power to take any actions, if any, that are or become necessary to ensure compliance with clauses (i) and (ii) of this paragraph with respect to the Shared Trust Estate; and

(vi) after the date of Commercial Operation with respect to each of Vogtle Unit No. 3 and Vogtle Unit No. 4, (i) provide DOE with a copy of all descriptions provided to the Owners pursuant to the Vogtle Units 3&4 Ownership Agreement of the Additional Unit Property(ies) (as defined in the Vogtle Units 3&4 Ownership Agreement) setting forth in reasonable detail the facilities, equipment and other property and rights then constituting such applicable Additional Unit Property and (ii) if requested by DOE, enter into any amendment to the applicable DOE Security Documents, including the applicable Deed to Secure Debt, to revise the description of the Collateral in accordance with the updated description;

(i) take all commercially reasonable actions necessary to maintain and protect the IP Interest granted to it under the IP Agreements and, if such Vogtle Units 3&4 Project Entity obtains

knowledge of any breach or violation of any of the terms or conditions of the IP Agreements by a third Person, and such breach or violation is reasonably likely to prevent such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator from exercising the IP Interest granted to any of them under the IP Agreements, or that would otherwise materially conflict with or adversely affect the IP Interest granted to any of them under the IP Agreements, then such Vogtle Units 3&4 Project Entity shall promptly take, or request the Owners' Agent or the Operator to take, such commercially reasonable actions under the IP Agreements to protect the rights granted to such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator;

(j) provide 45 days' prior notice to DOE in advance of exercising the Owners' Agent or the Owners' right under the Construction Agreement to suspend all work under the Construction Agreement for the Vogtle Co-Owners' convenience, *provided, however*, that only concurrent notice of any such action to suspend all work under the Construction Agreement shall be required where such action is necessary due to an emergency or otherwise is necessary in order to comply with requirements of the NRC or any other Governmental Authority;

(k) comply with all of the separateness and other terms and conditions in its certificate of formation and such Vogtle Units 3&4 Project Entity's LLC Agreement;

(l) in the case of a material change to the Construction Budget or the Summary Project Milestone Schedule – Regulatory Based has occurred or is reasonably expected to occur as a result of (i) a PAE occurring and (ii) at least 90% of the Ownership Interests in the Project voting to continue the Project, promptly inform DOE of how such Project Entity expects to fund any additional Project Costs and provide DOE with an updated Construction Budget, Summary Project Milestone Schedule – Working Plan, Summary Project Milestone Schedule – Regulatory Based and Project Milestone Schedule, when finalized;

(m) fund the Decommissioning Trust in accordance with the Governmental Rules of the NRC and the Vogtle Units 3&4 Ownership Agreement; and

(n) no later than five Business Days after each Quarterly Payment Date, (i) calculate the Advance Proceeds Holdback as of such Quarterly Payment Date; (ii) submit such calculation to DOE and the DOE Collateral Agent; and (iii) deposit to the DOE Advance Proceeds Account any amounts necessary to cause the funds deposited in or credited to the DOE Advance Proceeds Account, after giving effect to any deposit made pursuant to this paragraph, to equal the Advance Proceeds Holdback calculated pursuant to clause (i).

Negative Covenants Under DOE Loan Guarantee Agreements

Until the Debt Termination Date, each Vogtle Units 3&4 Project Entity covenants, unless DOE waives compliance or consents to such action, in each case in writing, among other things:

(a) not to incur, create, guarantee, assume, permit to exist or otherwise become liable for any Indebtedness other than Indebtedness incurred under the Federal Loan Documents and Indebtedness arising in the ordinary course of business, to the extent such amounts and expenses are no more than 90 days past the due date therefor;

(b) not to prepay, redeem or repurchase any Indebtedness for Borrowed Money (other than the applicable DOE Guaranteed Loan), or permit the prepayment, redemption or repurchase of any applicable Vogtle Units 3&4 Bonds, except for mandatory prepayments required under the applicable DOE Loan Guarantee Agreement;

(c) not to agree to, create, assume or otherwise permit to exist any Liens on such Vogtle Units 3&4 Project Entity's Undivided Interest;

(d) not to enter into any leases, other than for certain items including office space and licenses for Intellectual Property Rights, in each case in an amount not to exceed the amount budgeted therefor and as required in connection with the construction or operation of Vogtle Units 3&4;

(e) not to make or permit to remain outstanding any loans, extensions of credit or advances by such Vogtle Units 3&4 Project Entity to any Person, except for Permitted Investments or as expressly provided in the Federal Loan Documents as in effect on the Original Guarantee Issuance Date;

(f) not to (i) form any subsidiaries; (ii) enter into any partnerships or joint ventures other than pursuant to the Owner Documents; (iii) acquire any equity interest in or make any capital contribution to any person except as provided for in the Owner Documents; (iv) enter into any partnership, profit-sharing or royalty agreement whereby such Vogtle Units 3&4 Project Entity's income or profits might be shared with any other person; or (v) enter into any management contract whereby its business or operations are managed by any person other than MEAG Power or as provided for in the Owner Documents;

(g) not to (i) engage in any other business or undertake any action that could reasonably be expected to materially alter the nature of its business or nature or scope of Vogtle Units 3&4; (ii) change its name or take any other action that might adversely affect the Liens created by the applicable DOE Security Documents; or (iii) fail to maintain its limited liability company existence and its right to carry on its business;

(h) not to (i) enter into any transaction of merger or consolidation, or convey, sell, lease or otherwise transfer any of such Vogtle Units 3&4 Project Entity's Undivided Interest or other material portion of its property or assets, except (A) as permitted under certain of the Federal Loan Documents; (B) sales or transfers of Vogtle Units 3&4 assets effectuated by the Owners' Agent without obtaining such Vogtle Units 3&4 Project Entity's consent pursuant to the Owner Documents; or (C) sales of equipment or other assets that are obsolete, no longer used or useful in the operation of Vogtle Units 3&4; (ii) wind up, liquidate or dissolve itself, commence an Insolvency Proceeding; (iii) acquire all or a substantial part of the business, property or assets of any other person (other than certain purchases in the ordinary course of business, in accordance with the applicable budget); or (iv) transfer or release, other than as permitted under the Federal Loan Documents, the Collateral;

(i) not to amend or modify the Governing Documents, other Organizational Documents, legal form, fiscal year or capital structure;

(j) not to reduce its capital or declare or make or authorize any dividend or other payment or distribution of cash or property to its equity owners on account of any Equity Interests, other than (i) payments required to be made under the applicable Vogtle Units 3&4 Power Purchase Agreement; (ii) any reimbursement of Sponsor Reimbursable Amounts from funds on deposit in the DOE Construction Account; (iii) any Permitted Reimbursement from amounts in the Project Accounts; and (iv) any other transfers expressly contemplated by the applicable DOE Accounts Agreement;

(k) not to redeem, retire, purchase or otherwise acquire, directly or indirectly, any of its Equity Interests now or hereafter outstanding (or any options or warrants issued by such Vogtle

Units 3&4 Project Entity with respect to its Equity Interests) or set aside any funds for any of the foregoing or issue any Equity Interests to any other person (except for the issuance of Equity Interests to MEAG Power and subject to the Equity Pledge Agreement);

(l) not to, directly or indirectly, enter into any transaction or series of related transactions with any Affiliate, other than (i) on an arm's-length basis, (ii) at-cost services provided or received from Affiliates in accordance with FERC requirements or (iii) the Federal Loan Documents;

(m) not to establish or maintain any bank accounts other than the Project Accounts and one Local Account, and shall not allow payments under the Vogtle Units 3&4 Power Sales Contracts (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA) to be deposited into any account other than in accordance with the applicable Vogtle Units 3&4 Bond Resolution;

(n) not to pay (i) any compensation to MEAG Power or any Affiliate of MEAG Power for furnishing guarantees, counter-guarantees or similar credit support for any obligations undertaken in connection with Vogtle Units 3&4; or (ii) any bonus, "up-side," mark-up, development fee, success fee, profit payment or other similar form of compensation to MEAG Power or any Affiliate of MEAG Power with respect to or in connection with Vogtle Units 3&4;

(o) not to directly or indirectly agree to (i) any amendment, modification, termination, replacement, supplement, consent or waiver, (ii) waive any right to consent to any amendment, modification, termination, replacement, supplement or waiver of any right with respect to, or (iii) assign any of the respective duties or obligations (or exercise its voting rights under the Owner Documents in a manner inconsistent with the foregoing), in each case, under

(A) the applicable Vogtle Units 3&4 Power Purchase Agreement, any applicable Vogtle Units 3&4 Power Sales Contracts, the Project J PPA, in the case of Project J and the Project P PPA, in the case of Project J (collectively, the "*Power Purchase Agreements*"); *provided that* such Vogtle Units 3&4 Project Entity may (x) agree to an amendment, modification, replacement, supplement, consent or waiver that does not have (1) a material adverse effect on Vogtle Units 3&4, such Vogtle Units 3&4 Project Entity's Undivided Interest, or the rights or obligations of such Vogtle Units 3&4 Project Entity or any Offtaker or (2) an adverse effect on any rights of the DOE Secured Parties with respect to remedies or enforcement, in each case, if such Vogtle Units 3&4 Project Entity has given DOE prior notice of such amendment, modification, replacement, supplement, consent or waiver, and DOE has approved or has not given such Vogtle Units 3&4 Project Entity notice of its objection to such proposed amendment, modification, replacement, supplement, consent or waiver within 60 days of receipt of such notice, (y) agree to an assignment from one Participant to another Participant in the ordinary course of business that does not release the assignor Participant from its obligations thereunder or (z) agree to extend the term of any Power Purchase Agreement with a Participant so long as such Participant is not in default thereunder;

(B) the Facility Licenses;

(C) certain specified provisions of the Vogtle Services Agreement;

(D) certain specified provisions of the Construction Agreement;

(E) certain specified provisions of the Owner Documents, the Nuclear Operating Agreement and the Letter Agreement for Construction Services; or

(F) the Governing Documents, except as permitted under the applicable DOE Loan Guarantee Agreement;

(p) not to enter into or become a party to any agreement, contract or loan commitment outside the ordinary course of business other than (i) the Federal Loan Documents, or (ii) agreements, contracts or loan commitments contemplated or permitted by the Federal Loan Documents;

(q) not to enter into any Hedging Agreement or any other agreement or instrument relating to the hedging of pricing for power sales, foreign currency trading or speculative transactions;

(r) not to agree or otherwise consent to settle or compromise, or consent to any settlement or compromise with respect to (i) any single litigation, arbitration or other dispute, including with regard to the Project Documents (other than the Vogtle Services Agreement or the Power Purchase Agreements) in excess of \$25 million, without the prior written consent of DOE or except as approved and permitted under the Owner Documents; provided that for any settlement or compromise in excess of \$25 million approved and permitted under the Owner Documents, MEAG Power, prior to such settlement or compromise, certifies to DOE that any and all costs and expenses associated with such settlement or compromise (A) are included in MEAG Power's payment obligations under the applicable Vogtle Units 3&4 Power Purchase Agreement and included in the payment obligations of the Offtaker(s) under the Vogtle Units 3&4 Power Sales Contracts (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA), (B) will be timely paid using the proceeds of applicable Vogtle Units 3&4 Bonds, or (C) will be timely paid using funds in the applicable Project Account or account or fund under the applicable Vogtle Units 3&4 Bond Resolution available for such purpose pursuant to the applicable DOE Accounts Agreement or such applicable Vogtle Units 3&4 Bond Resolution; or (ii) any material dispute under any Power Purchase Agreement, without the prior written consent of DOE;

(s) except in accordance with the Owners' Continuation Agreement and Amendment, not to, nor shall such Vogtle Units 3&4 Project Entity exercise its voting rights under the Owner Documents in support of any proposal to, abandon or permanently cease to pursue the construction or operation of Vogtle Units 3&4; provided that, unilateral cancellation of the Project by GPC under certain specified sections of the Vogtle Units 3&4 Ownership Agreement or the Vogtle Units 3&4 Development Agreement shall not be deemed a breach of this covenant;

(t) not to assign or otherwise transfer its rights under any of the Federal Loan Documents or its Governmental Approvals to any person, other than the assignment of the Project Documents and Governmental Approvals to the DOE Collateral Agent as security for the benefit of the DOE Secured Parties;

(u) not to take, nor permit MEAG Power to take, any action that could result in such Vogtle Units 3&4 Project Entity being subject to (i) regulation by FERC as a "public utility" under the Federal Power Act; (ii) regulation by FERC under the Public Utility Holding Company Act; or (iii) regulation by the GPSC as a "public utility," an "electric utility," a "holding company," or similar term, under the laws of the State of Georgia;

(v) not to vote or agree to replace or remove the Operator or the Owners' Agent under the Owner Documents, other than upon receipt of any necessary approvals from the NRC;

(w) not to construct, or permit to be constructed, any nuclear reactor for Vogtle Units 3&4 other than Westinghouse AP1000 standard nuclear reactor plant design as described in each

COL, including any amendments to the COLs or exemptions issued by NRC approving modifications to such certified standard design; and

(x) not to request funding under the MEAG Funding Agreement if such funding is to be provided in the form of PTC purchases or of funding under certain specified sections of the Vogtle Units 3&4 Ownership Agreement.

Events of Default

General

Under each DOE Loan Guarantee Agreement, occurrence of any of the following events constitute an Event of Default thereunder:

(a) failure of such Vogtle Units 3&4 Project Entity to pay, in accordance with the terms of the applicable FFB Credit Facility Documents, such DOE Loan Guarantee Agreement or any other applicable Federal Loan Document (whether at scheduled maturity, as a mandatory prepayment, by acceleration or otherwise), (i) any principal of or interest on the applicable DOE Guaranteed Loan on or before the date such amount is due; (ii) any DOE Maintenance Fee or other scheduled fee, charge or other amount under any applicable Federal Loan Document on or before the date such amount is due; or (iii) any unscheduled fee, charge or other amount due under any applicable Federal Loan Document on the date any DOE Secured Party gives such Vogtle Units 3&4 Project Entity notice of failure to pay such amount, *provided*, that in each case such failure to pay shall continue for a period of three Business Days (except that no grace period shall apply with respect to any failure to pay any amounts due on the Maturity Date). Payment of any principal or interest on the applicable DOE Guaranteed Loan by application of amounts on deposit in the applicable DOE Debt Service Reserve Account shall not constitute an Event of Default;

(b) if any representation or warranty or statement made or deemed to be made by such Vogtle Units 3&4 Project Entity or MEAG Power in any Federal Loan Document shall be found to have been incorrect, false or misleading, including any intentional misrepresentation by MEAG Power in connection with representations, warranties or statements made in any Federal Loan Document, in any material respect when made or deemed to have been made, unless such incorrect, false or misleading representation, warranty or statement is capable of being remedied, and such incorrect, false or misleading representation, warranty or statement is remedied within 90 days following the earlier of (i) the date that such Vogtle Units 3&4 Project Entity obtained knowledge of such incorrect, false or misleading representation or warranty or (ii) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity;

(c) if such Vogtle Units 3&4 Project Entity or MEAG Power shall fail to perform or observe any of its obligations under (i) any negative covenant set forth in such DOE Loan Guarantee Agreement, other than certain negative covenants subject to cure periods, to the extent such failure could reasonably be expected to have a Material Adverse Effect; (ii) any term, covenant or agreement with respect to the calculation and funding of the Debt Service Reserve in accordance with the terms of such DOE Loan Guarantee Agreement; (iii) certain terms, covenants or agreements under the applicable DOE Equity Funding Agreement, including (A) amending, modifying, replacing, supplementing or waiving the Vogtle Units 3&4 Power Sales Contracts (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA), (B) creating, incurring or suffering to exist any lien upon any of MEAG Power's right, title or interest in, to and under the Vogtle Units 3&4 Power Sales Contracts (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA), except Permitted Liens, or (C) in the event Commercial Operation of Vogtle Unit No. 3 or Vogtle Unit No. 4 is delayed, billing the

Offtaker the principal component of Debt Service of the applicable DOE Guaranteed Loan related to such unit three months prior to the date on which the first quarterly principal installment on such DOE Guaranteed Loan is due;

(d) if such Vogtle Units 3&4 Project Entity or MEAG Power shall fail to perform or observe any term, covenant or agreement contained in any Federal Loan Document (other than the applicable Vogtle Units 3&4 Bond Resolution) to which it is a party (other than the covenants relating to Events of Default for non-payment, misstatements or omissions, non-compliance with Environmental Laws or Governmental Approvals and obligations under the applicable DOE Equity Funding Agreement and the applicable Vogtle Units 3&4 Bond Resolution, but including any covenants otherwise addressed in the immediately preceding paragraph but where no Event of Default would arise because the facts or circumstances leading to the breach of such covenant could not reasonably be expected to have a Material Adverse Effect), where, if such default is remediable, such default has not been remedied within 90 days following the earlier of (i) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity or (ii) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such breach; *provided*, that such cure period may be extended for an additional 90 days if such default is remediable within such additional period, such Vogtle Units 3&4 Project Entity or MEAG Power, as applicable, is diligently pursuing such cure and such default could not reasonably be expected to result in a Material Adverse Effect during such additional period;

(e) failure by such Vogtle Units 3&4 Project Entity, the Owners' Agent, the Operator or such Vogtle Units 3&4 Project Entity's Undivided Interest to comply in all material respects with any Environmental Law, Governmental Approvals or safety regulations applicable to Vogtle Units 3&4, including compliance in all material respects with all conditions and requirements required in connection with the Environmental Impact Statement, if such failure continues for 90 days, in each case following the earlier of (i) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity or (ii) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such failure (unless such default cannot reasonably be cured within such time period and such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator is diligently working to cure such default according to an applicable Remediation Plan or, in the case of any non-compliance with NRC-issued Governmental Approvals and other NRC directions and instructions, such Vogtle Units 3&4 Project Entity (A) is diligently working to cure such noncompliance through appropriate NRC regulatory procedures, which cure may include obtaining a necessary amendment to such NRC-issued Governmental Approval and (B) reasonably believes such non-compliance will be cured through such diligent efforts); provided that no such failure shall be considered to have occurred for purposes of this paragraph for so long as such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator, as applicable, is contesting in good faith by appropriate legal proceedings each assertion by a Governmental Authority that such Vogtle Units 3&4 Project Entity, the Owners' Agent, the Operator or such Vogtle Units 3&4 Project Entity's Undivided Interest is not in compliance with such Environmental Law, Governmental Approvals or safety regulations;

(f) (i) failure of an Offtaker to pay amounts within 90 days of such amounts becoming due under any Vogtle Units 3&4 Power Sales Contract (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA) and such Vogtle Units 3&4 Project Entity shall fail to provide DOE with a Sponsor PPA Cure Plan within 120 days after the date such amounts become due under any Vogtle Units 3&4 Power Sales Contract (and, in the case of Project J, the Project J PPA or in the case of Project P, the Project P PPA). For purposes of this paragraph, a "Sponsor PPA Cure Plan" means a written plan prepared by or on behalf of such Vogtle Units 3&4 Project Entity and MEAG Power that describes the actions that MEAG Power intends to take to ensure that payments equivalent to the Required Payments will be paid at the times and in the amounts required under the applicable documents, which shall be accompanied by a certification

from such Vogtle Units 3&4 Project Entity and MEAG Power certifying to DOE that such written plan: (A) was prepared in good faith; (B) was prepared based on assumptions believed by such Vogtle Units 3&4 Project Entity and MEAG Power to be reasonable at the time prepared; (C) has, in the good faith reasonable opinion of such Vogtle Units 3&4 Project Entity and MEAG Power, a substantial likelihood of ensuring that adequate amounts will be available to timely cover when due all Required Payments, including Operating Costs and debt service; and (D) shall not adversely impact the ability of such Vogtle Units 3&4 Project Entity to perform its obligations under the Owner Documents during the term thereof;

(ii) failure of MEAG Power to pay any amount due under the applicable Vogtle Units 3&4 Power Purchase Agreement and such failure continues for five Business Days; *provided, however*, that if such failure to pay is the result of an Offtaker payment default under any Sponsor PPA, such failure to pay may be cured within 90 days;

(iii) any of the Power Purchase Agreements or any material provision thereof at any time for any reason (A) is or becomes invalid, illegal, void or unenforceable as against such Vogtle Units 3&4 Project Entity, MEAG Power or any Material Offtaker or Offtaker Group, (B) ceases to be in full force and effect, or shall otherwise be prematurely terminated, or (C) shall be assigned, other than Liens for the benefit of the DOE Secured Parties or Liens of the applicable Bond Resolution Trustee under the applicable Vogtle Units 3&4 Bond Resolution with respect to the Shared Trust Estate, or otherwise transferred by such Vogtle Units 3&4 Project Entity or MEAG Power;

(iv) such Vogtle Units 3&4 Project Entity or MEAG Power shall have repudiated or disavowed or taken any action to challenge the validity or enforceability of any Power Purchase Agreement or any material provision thereof; and

(v) any Material Offtaker or Offtaker Group shall have repudiated or disavowed or taken any action to challenge the validity or enforceability of any Power Purchase Agreement or any material provision thereof and MEAG Power shall fail to contest such action in good faith by appropriate legal proceedings within 45 days;

(g) (i) such Vogtle Units 3&4 Project Entity shall, or shall agree to, convey, release, sell, lease or otherwise transfer any material portion of the Collateral except in accordance with the applicable Deed to Secure Debt, or (ii) such Vogtle Units 3&4 Project Entity's Undivided Interest shall be reduced below its percentage interest as of the Original Guarantee Issuance Date;

(h) (i) MEAG Power fails to make an Equity Contribution when due under the applicable DOE Equity Funding Agreement and such failure continues for five Business Days; (ii) such Vogtle Units 3&4 Project Entity, MEAG Power or the applicable Vogtle Units 3&4 Bond Resolution Trustee shall fail to comply with the terms of any provision of such Vogtle Units 3&4 Bond Resolution related to the Shared Trust Estate, cash flows or the application of funds or any other material provision of such Vogtle Units 3&4 Bond Resolution that is otherwise for the benefit of DOE or the DOE Collateral Agent, where such failure has not been remedied within 30 days after MEAG Power or such Vogtle Units 3&4 Project Entity becomes aware or should have become aware of such failure; (iii) any default under the applicable Vogtle Units 3&4 Bonds or such Vogtle Units 3&4 Bond Resolution occurs and the effect of such default is to accelerate or to permit the acceleration of the maturity of such Vogtle Units 3&4 Bonds; *provided* all applicable notices have been provided and all applicable cure periods have expired, in each case, pursuant to such Vogtle Units 3&4 Bond Resolution; or (iv) such Vogtle Units 3&4 Bond Resolution or any material provision thereof at any time for any reason (A) is or becomes invalid, illegal, void or unenforceable, (B) has been repudiated or disavowed by such Vogtle Units 3&4 Project Entity,

MEAG Power or the applicable Bond Resolution Trustee or any such person has taken any action to challenge the validity or enforceability of such Vogtle Units 3&4 Bond Resolution or such provision or (C) ceases to be in full force and effect, or terminates prior to the date on which (x) MEAG Power shall have paid or caused to be paid, or there shall otherwise have been paid, to the holders of all applicable Vogtle Units 3&4 Bonds the principal or redemption price, if applicable, and interest due or to become due thereon, at the times and in the manner stipulated therein and in such Vogtle Units 3&4 Bond Resolution, except as may otherwise be permitted thereby and (y)(I) MEAG Power shall have paid or caused to have been paid, or there shall otherwise have been paid, to the DOE Collateral Agent the principal of, and interest and prepayment premiums, if any, due or to become due on, and all other amounts due with respect to, the applicable DOE Guaranteed Loan, and (II) such Vogtle Units 3&4 Project Entity shall have satisfied all of its obligations under such DOE Loan Guarantee Agreement (and no undisbursed commitments shall remain available thereunder);

(i) (i) any of the Federal Loan Documents, other than (A) the DOE Guarantee or (B) any applicable Direct Agreement other than any Direct Agreement related to a Power Purchase Agreement and the Owners Direct Agreement, or any material provision thereof at any time for any reason: (x) is or becomes invalid, illegal, void or unenforceable as against such Vogtle Units 3&4 Project Entity or MEAG Power, (y) ceases to be in full force and effect, or terminates prior to the expiration of the stated term thereof except as may otherwise be permitted thereby, or (z) shall be assigned or otherwise transferred by such Vogtle Units 3&4 Project Entity or MEAG Power; or (ii) such Vogtle Units 3&4 Project Entity or MEAG Power shall have repudiated or disavowed or taken any action to challenge the validity or enforceability of any of the Federal Loan Documents;

(j) (i) any of the applicable DOE Security Documents shall fail in any material respect to provide the Liens, rights, titles, interests, remedies, powers or privileges intended to be created thereby (including the priority intended to be created thereby); (ii) any such DOE Security Document or Lien created pursuant to such DOE Security Documents shall cease to be in full force and effect or shall cease to give the DOE Collateral Agent or DOE (or, in the case of the applicable Vogtle Units 3&4 Bond Resolution, the applicable Bond Resolution Trustee, for the benefit of the DOE Secured Parties) in any material respect the Liens, rights, powers and privileges purported to be created thereby; or (iii) the validity or the applicability of such DOE Security Documents or the Liens created pursuant to such DOE Security Documents to the Advances, the applicable DOE Secured Obligations or any other obligations purported to be secured or guaranteed thereby or any part thereof, shall be disaffirmed by or on behalf of such Vogtle Units 3&4 Project Entity or MEAG Power, as applicable;

(k) (i) a Change of Control occurs with respect to such Vogtle Units 3&4 Project Entity; or (ii) any Participant that is an Offtaker is no longer a political subdivision of the State of Georgia other than in cases in which such Participant consolidates or amalgamates with another political subdivision of the State of Georgia as long as the consolidated entity assumes the obligations of such Participant under the Power Purchase Agreement to which it is a party;

(l) except in the case of such Vogtle Units 3&4 Project Entity defaulting in the payment of any principal, interest or other amount due in connection with PTC purchases pursuant to the MEAG Funding Agreement for a period beyond any applicable grace period, such Vogtle Units 3&4 Project Entity shall default in the payment of any principal, interest or other amount due under any agreement or instrument evidencing, or under which such Vogtle Units 3&4 Project Entity has outstanding at any time, any Indebtedness (other than the applicable DOE Guaranteed Loan) in an amount in excess of \$25 million for a period beyond any applicable grace period;

(m) one or more Governmental Judgments shall be entered against (i) such Vogtle Units 3&4 Project Entity and such Governmental Judgments shall not be satisfied, vacated, discharged or stayed or bonded pending appeal for any period of 90 days, and the aggregate amount of all such Governmental Judgments outstanding at any time (except to the extent any applicable insurer(s) shall have acknowledged liability therefor) exceeds \$25 million, or (ii) MEAG Power and such Governmental Judgments shall not be satisfied, vacated, discharged or stayed or bonded pending appeal for any period of 90 days and, in the case of either subclause (i) or (ii), could be reasonably expected to have a Material Adverse Effect;

(n) (i) an Insolvency Proceeding shall have been commenced against such Vogtle Units 3&4 Project Entity, MEAG Power, any Material Offtaker or one or more Insolvency Proceedings shall have been commenced against Offtakers together comprising any Offtaker Group, and such proceeding continues undismissed for 60 days and could (in the case of any Material Offtaker or any Offtaker Group) reasonably be expected to have a Material Adverse Effect; (ii) the institution by such Vogtle Units 3&4 Project Entity, MEAG Power, any Material Offtaker or each of a number of Offtakers together comprising an Offtaker Group of any Insolvency Proceeding, or the admission by it in writing of its inability to pay its Indebtedness generally as it becomes due or its general failure to pay its Indebtedness as it becomes due, or any other event shall have occurred that under any Governmental Rule would have an effect analogous to any of those events listed above in this clause (ii) with respect to any such person; or (iii) the dissolution of such Vogtle Units 3&4 Project Entity, MEAG Power, any Material Offtaker or each of a number of Offtakers together comprising an Offtaker Group; *provided, however*, that a dissolution of a Material Offtaker (other than JEA or PowerSouth, as applicable) or each of a number of Offtakers together comprising an Offtaker Group in connection with its consolidation with another political subdivision in the State of Georgia shall not constitute an Event of Default so long as the consolidated entity assumes such Material Offtaker or Offtaker Group's obligations of such Material Offtaker or Offtaker Group, as the case may be, under each Power Purchase Agreement to which it is a party;

(o) either COL shall be revoked, terminated, or determined to be invalid or shall cease to be in full force and effect (following the exhaustion of all regulatory and judicial rights of appeal by the Operator, the Owners' Agent and such Vogtle Units 3&4 Project Entity), or any Required Consent (other than the COLs) necessary for the construction, completion or operation of Vogtle Units 3&4 shall be revoked, terminated, or determined to be invalid or shall cease to be in full force and effect, for a period of 90 days following the exhaustion of all regulatory and judicial rights of appeal by the Operator, the Owners' Agent and such Vogtle Units 3&4 Project Entity;

(p) all or substantially all of the Improvements are destroyed or become permanently inoperative as a result of a material Event of Loss and, subject to the Owner Documents, such Vogtle Units 3&4 Project Entity or its representative fails to work diligently to repair or restore the Improvements following such Event of Loss;

(q) (i) such Vogtle Units 3&4 Project Entity shall fail to apply the proceeds of the Advances exclusively to Eligible Project Costs, if such failure is not cured within 90 days following the earlier of (A) the date of notice of such failure from DOE to such Vogtle Units 3&4 Project Entity or (B) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such failure; or (ii) such Vogtle Units 3&4 Project Entity fails to fund its share of operation and maintenance expenses as and when required in accordance with the Owner Documents, subject, however, to such Vogtle Units 3&4 Project Entity's rights to dispute such expenses in accordance with the Owner Documents, and such failure continues for 30 days;

(r) with respect to a Pension Plan or Multiemployer Plan, there occurs one or more ERISA Events or any similar event that individually or in the aggregate results in or is reasonably likely to result in a Material Adverse Effect;

(s) failure of such Vogtle Units 3&4 Project Entity to comply with the Debarment Regulations unless such breach is capable of being cured and such breach is cured, in each case, within 90 days following the earlier of (i) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity or (ii) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such breach;

(t) (i) such Vogtle Units 3&4 Project Entity, the Owners' Agent (with respect to Vogtle Units 3&4), the Operator (with respect to Vogtle Units 3&4), or such Vogtle Units 3&4 Project Entity's Undivided Interest shall fail to comply with the provisions of Title XVII and such failure continues unremedied for any period of at least 30 days or, in the case of a failure to comply with Section 1702(k) of Title XVII, such failure continues unremedied for 90 days, in each case following the earlier of (A) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity or (B) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such failure; (ii) such Vogtle Units 3&4 Project Entity, the Owners' Agent (with respect to Vogtle Units 3&4), the Operator (with respect to Vogtle Units 3&4) or such Vogtle Units 3&4 Project Entity's Undivided Interest shall fail to comply with the provisions of the Applicable Regulations and such failure continues unremedied for 90 days, in each case following the earlier of (A) the date of notice thereof from DOE to such Vogtle Units 3&4 Project Entity or (B) the date on which such Vogtle Units 3&4 Project Entity obtains knowledge of such failure; or (iii) such Vogtle Units 3&4 Project Entity, the Owners' Agent (with respect to Vogtle Units 3&4), the Operator (with respect to Vogtle Units 3&4) or such Vogtle Units 3&4 Project Entity's Undivided Interest shall fail to comply in all material respects with all other Governmental Rules and Program Requirements (other than the provisions of Title XVII and the Applicable Regulations), and such failure continues unremedied for at least 90 days (unless such failure cannot reasonably be cured within such period and such Vogtle Units 3&4 Project Entity, the Owners' Agent or the Operator, as applicable, is diligently working to cure such failure according to an applicable Remediation Plan);

(u) such Vogtle Units 3&4 Project Entity shall perform or observe certain of its notice obligations within five Business Days after such Vogtle Units 3&4 Project Entity obtains knowledge thereof, including with respect to an Event of Default and certain non-routine NRC communications, and such breach has not been cured within three Business Days following the date of such breach;

(v) the applicable Vogtle Units 3&4 Bond Resolution is directly or indirectly amended, modified, terminated, replaced, or supplemented, or a consent or waiver with respect to any provision of such Vogtle Units 3&4 Bond Resolution is granted; except that such Vogtle Units 3&4 Bond Resolution may be (i) amended, modified, replaced, or supplemented, or a consent or waiver with respect to any provision of such Vogtle Units 3&4 Bond Resolution granted, in accordance with the applicable DOE Equity Funding Agreement, if the amendment, modification, replacement, supplement, consent or waiver does not have an adverse effect on, or diminish the rights of, the DOE Secured Parties or the applicable Bond Resolution Trustee with respect to remedies or enforcement; (ii) supplemented if the supplement to such Vogtle Units 3&4 Bond Resolution is adopted solely for the purpose of authorizing the issuance of applicable Vogtle Units 3&4 Bonds of one or more series; (iii) amended, modified, replaced, or supplemented, or a consent or waiver with respect to any provision of such Vogtle Units 3&4 Bond Resolution granted, if the amendment, modification, replacement, supplement, consent or waiver is adopted in connection with the issuance of such Vogtle Units 3&4 Bonds and such amendment, modification, replacement, supplement, consent or waiver (x) relates only to mechanical or structural issues that are required

to be addressed in order to allow such Vogtle Units 3&4 Bonds to be issued on their proposed terms and the timing for such issuance does not allow for the notice and review period contemplated under the applicable DOE Equity Funding Agreement and (y) will not adversely affect the application and flow of funds under such Vogtle Units 3&4 Bond Resolution, the Shared Trust Estate, DOE's, the DOE Collateral Agent's or the applicable Bond Resolution Trustee's rights or any provisions included for their benefit, or any other voting rights or decision-making matters or provisions related to remedies or enforcement provided for in such Vogtle Units 3&4 Bond Resolution; and (iv) amended, modified, replaced or supplemented, consented to or waived solely to correct minor or technical errors that do not change any person's rights or obligations;

(w) (i) the Contractor terminates the Vogtle Services Agreement and such termination right arises, in whole or in part, from such Vogtle Units 3&4 Project Entity's failure to perform any of its material obligations thereunder or breach of any material term, condition, covenant, agreement, representation or warranty contained in the Vogtle Services Agreement; or (ii) Bechtel terminates the Construction Agreement and such termination right arises, in whole or in part, from such Vogtle Units 3&4 Project Entity's failure to perform any of its material obligations thereunder or breach of any material term, condition, covenant, agreement, representation or warranty contained in the Construction Agreement; or

(x) (i) after Mechanical Completion of both Units (as each such term is defined in the Construction Agreement), the Owners' Agent terminates the Westinghouse Fuel Assembly Agreement prior to the time it is fully performed (A) as a result of a termination of the Vogtle Services Agreement or the Construction Agreement under the circumstances described in the immediately preceding paragraph or (B) where such Vogtle Units 3&4 Project Entity voted in favor of the Owners' Agent terminating the Westinghouse Fuel Assembly Agreement, unless, in any such case, the Owners' Agent at the time of such termination has a contract or contracts in place for an alternate supply of fuel assemblies for not less than the next two reloads for each Unit, and has the right to use the BEACON Software or another core monitoring system that complies with the COLs with such alternate supply of fuel assemblies; or (ii) the Owners' Agent shall fail at any time (A) to ensure that a contractual obligation for the supply of not less than two additional reloads of fuel assemblies and related fuel fabrication services for each Unit is in place or (B) to have the right to use the BEACON Software or another core monitoring system that complies with the COLs with such reloads; *provided*, that no Event of Default shall be deemed to have occurred under clauses (i) and (ii) of this paragraph unless the Owners' Agent shall have failed to remedy any such non-compliance by the date that is nine months in advance of the next scheduled delivery date for the last fuel assembly for the next reload for the Unit in question available under the then-effective Fuel Supply Agreement, *provided further, that* (1) the Owners' Agent is diligently working to remedy such non-compliance pursuant to a plan of remediation with a timetable for curing such non-compliance that has been provided to DOE at the time of such non-compliance, (2) such Vogtle Units 3&4 Project Entity reasonably believes such non-compliance will be remedied through such diligent efforts, and (3) such non-compliance would not reasonably be expected to have a Material Adverse Effect or a material adverse effect on the ability of Vogtle Units 3&4 to be operated.

Upon the occurrence of an Event of Default referred to in paragraph (n) with respect to such Vogtle Units 3&4 Project Entity or paragraph (h)(iv) if the applicable Vogtle Units 3&4 Bonds are accelerated, (a) the FFB Credit Facility Commitment shall automatically be terminated, and (b) the applicable DOE Guaranteed Loan and the applicable DOE Secured Obligations, together with interest accrued thereon and all other amounts due in respect of such DOE Guaranteed Loan and such DOE Secured Obligations, shall immediately mature and become due and payable, without any other presentment, demand, diligence, protest, notice of acceleration, or other notice of any kind, all of which such Vogtle Units 3&4 Project Entity expressly waives to the extent not prohibited by Governmental Rule; provided that DOE may rescind

such acceleration if the acceleration of the maturity of such applicable Vogtle Units 3&4 Bonds referred to in paragraph (h) is rescinded.

***Additional Provisions Relating to Events of Default
Under Project J DOE Loan Guarantee Agreement***

Under the Project J DOE Loan Guarantee Agreement, the failure of MEAG Power to establish, or cause to be established, the “Initial Power Purchaser Arrearages Fund” (as defined in the Project J Bond Resolution) (or either of the “Initial Power Purchaser Arrearages Payment Account” and the “Initial Power Purchaser Resale Revenue Account” thereunder) or the “Additional Units PPA Project Participant Arrearages Fund” (as defined in the Project J Bond Resolution) within five days of the “Initial Power Purchaser Arrearages Fund Establishment Date” (as defined in the Project J Bond Resolution) also constitutes an Event of Default.

Any Event of Default that occurs as a result of a JEA failure to make a payment due under the Project J PPA shall be deemed to have been cured if MEAG Power causes to be paid all amounts that were to be paid from amounts due and unpaid by JEA under the Project J PPA, and, if delivery of power to JEA under the Project J PPA has been permanently discontinued, MEAG Power enters into a replacement Project J PPA complying with the terms of the Project J DOE Loan Guarantee Agreement.

***Additional Provisions Relating to Events of Default
Under Project P DOE Loan Guarantee Agreement***

Under the Project P DOE Loan Guarantee Agreement, occurrence of either of the following events also constitute an Event of Default:

(a) any PowerSouth certification in respect of its MFI Ratio shall be found to have been incorrect, false or misleading in any material respect when made; *provided that* the Project P Entity may cure such Event of Default by prepaying the amount of all Advances made in reliance on such certification within 90 days; and

(b) MEAG Power fails to establish, or cause to be established, the “Initial Power Purchaser Arrearages Fund” (as defined in the Project P Bond Resolution) (or either of the “Initial Power Purchaser Arrearages Payment Account” and the “Initial Power Purchaser Resale Revenue Account” thereunder) or the “Additional Units PPA Project Participant Arrearages Fund” (as defined in the Project P Bond Resolution) within five days of the “Initial Power Purchaser Arrearages Fund Establishment Date” (as defined in the Project P Bond Resolution).

Any Event of Default that occurs as a result of a PowerSouth failure to make a payment due under the Project P PPA shall be deemed to have been cured if MEAG Power causes to be paid all amounts that were to be paid from amounts due and unpaid by PowerSouth under the Project P PPA, and, if delivery of power to PowerSouth under the Project P PPA has been permanently discontinued, MEAG Power enters into a replacement Project P PPA complying with the terms of the Project P DOE Loan Guarantee Agreement.

Rights and Remedies of DOE

Upon the occurrence and during the continuance of an Event of Default, DOE may, in its discretion, without further notice of default, presentment or demand for payment, protest or notice of non-payment or dishonor, or other notices or demands of any kind, all such notices and demands being waived by the applicable Vogtle Units 3&4 Project Entity (to the extent not prohibited by Governmental Rules), exercise

any or all rights and remedies at law or in equity (in any combination or order that DOE may elect), including, without prejudice to DOE's other rights and remedies, the following:

(a) (i) refuse, and DOE and FFB shall not be obligated, to make or guarantee any further Advances, and the DOE Collateral Agent shall not be obligated to make any payments from any Project Account, the Local Account or any Account Proceeds or other funds held by the DOE Collateral Agent by or on behalf of such Vogtle Units 3&4 Project Entity, and (ii) suspend or terminate the FFB Credit Facility Commitment;

(b) take those actions necessary to perfect and maintain the Liens of the applicable DOE Security Documents;

(c) declare and make all sums of outstanding principal and accrued but unpaid interest under the FFB Credit Facility Documents and the other Federal Loan Documents together with all unpaid fees, Periodic Expenses and other amounts due any Federal Loan Document, payable on demand or immediately due and payable, whereupon such amounts shall immediately mature and become due and payable;

(d) enter into possession of the Collateral (or any portion thereof) and (i) perform any and all work and labor necessary to complete such Vogtle Units 3&4 Project Entity's Undivided Interest (or any portion thereof), (ii) or to operate and maintain such Vogtle Units 3&4 Project Entity's Undivided Interest (or any portion thereof), or otherwise (iii) foreclose upon or take possession of any Collateral, in each case in accordance with the applicable DOE Security Documents and the applicable Direct Agreements, and all sums expended by any such person in taking any such action (other than any action described in clause (i)), together with interest on such amount at the FFB Late Charge Rate, shall be repaid by such Vogtle Units 3&4 Project Entity to such person upon demand and shall be secured by such DOE Security Documents, notwithstanding that such expenditures may, together with the aggregate amount of Advances under the applicable DOE Guaranteed Loan, exceed the amount of the total FFB Credit Facility Commitment;

(e) otherwise foreclose upon or take possession and cause the sale or disposition of any Collateral in accordance with the applicable DOE Security Documents and the applicable Direct Agreements;

(f) set off and apply available amounts to the satisfaction of the applicable DOE Secured Obligations under all of the Federal Loan Documents, including (i) all monies on deposit in any Project Account or the Local Account, (ii) any Account Proceeds, (iii) any amounts paid under the applicable DOE Equity Funding Agreement including any Reserve Letters of Credit issued thereunder, or (iv) any other moneys of such Vogtle Units 3&4 Project Entity on deposit with the DOE Collateral Agent or any other DOE Secured Party;

(g) cure defaults in accordance with the applicable DOE Security Documents and the applicable Direct Agreements;

(h) charge interest at the FFB Late Charge Rate on any amounts not paid when due;

(i) proceed to protect and enforce its rights and remedies by appropriate proceedings, whether for damages or the specific performance of any provision of the Federal Loan Documents, or in aid of the exercise of any power granted in the Federal Loan Documents, or by law, or proceed to enforce the payment of any amount due and payable;

(j) exercise any and all rights and remedies available to it under any of the Federal Loan Documents with respect to Vogtle Units 3&4, such as Vogtle Units 3&4 Project Entity, MEAG Power, the Vogtle Co-Owners and any other Project Participant and under the Collateral or otherwise under Governmental Rules;

(k) take such other actions as DOE may reasonably require to provide for the care, preservation, protection, and maintenance of all Collateral so as to enable the United States to achieve maximum recovery upon default by such Vogtle Units 3&4 Project Entity on the applicable DOE Guaranteed Loan; and

(l) pursue remedies available under the applicable Vogtle Units 3&4 Bond Resolution with respect to the Shared Trust Estate.

***Rights and Remedies of DOE Under Project J DOE Loan
Guarantee Agreement During a Standstill Period***

Pursuant to the Project J DOE Loan Guarantee Agreement, DOE's right of set off (as described in "– Rights and Remedies" above) is subject to certain restrictions with respect to funds held by the DOE Collateral Agent in the Initial Power Purchaser Arrearages Fund, JEA Surplus Market Revenue Account and JEA Surplus Arrearages Account during a Standstill Period.

Notwithstanding any other provision of the Project J Federal Loan Documents, DOE agrees not to exercise the rights set forth in paragraphs (c), (d), (e), (i) (as it relates to specific performance of payment obligations), (j) or (k) under "– Rights and Remedies" above during any Standstill Period (as such paragraphs (e), (i), (j) or (k) relates to (i) the right to foreclose upon or take possession and cause the sale or disposition of the equity ownership interests in the Project J Entity or the Project J Entity's Undivided Interest, or (ii) exercise of voting rights, the power to grant consents, ratifications or waivers or control the direction, management and policies of the Project J Entity).

For purposes of the Project J Federal Loan Documents, "Standstill Period" shall mean any period after the occurrence and during the continuance of an Event of Default (i) that results from JEA's failure to satisfy its payment obligations under the Project J PPA, (ii) as described in paragraph (f)(i) under "– Rights and Remedies" above as related to the premature termination of the Project J PPA resulting from an Insolvency Proceeding of JEA, (iii) as described in paragraph (n) under "– Rights and Remedies" above related to JEA, or (iv) that results from a failure to comply with covenants requiring the payment or deposit of funds (including deposits to or transfers from the Project Accounts, the Local Account, the Decommissioning Trust and the Shared Trust Estate) as a result of an insufficiency of funds resulting from a payment default of JEA.

Any Standstill Period under the Project J DOE Loan Guarantee Agreement shall terminate:

(a) (i) if an additional Event of Default shall have occurred and be continuing (other than (A) an Event of Default relating to a failure to make payments under any Project J Federal Loan Document or any other Event of Default directly resulting from or directly resulting in such failure, (B) an Event of Default relating to incorrect, false or misleading representations or warranties (other than any such Event of Default resulting from a misrepresentation relating to certain federal requirements) not resulting from the willful misconduct of the Project J Entity or (C) an Event of Default set forth in clauses (i) through (iv) of the immediately preceding paragraph);

(b) if at any time any Event of Default occurs as a result of the Project J Entity's failure to fund its share of operation and maintenance expenses as and when required in accordance with the Owner Documents, without regard to the cause of such non-payment;

(c) if at any time during any such Standstill Period MEAG Power shall fail to use its best efforts to sell all power generated by the Project J Entity's Undivided Interest that JEA would have been entitled to receive under the Project J PPA but for its default thereunder (i) into the market in a manner intended to maximize recovery of the Project J DOE Guaranteed Loan and the Project J Bonds pursuant to a plan of recovery approved by DOE; (ii) to the Project J Participants, pursuant to the Project J Participants' right of first refusal under the Project J Power Sales Contracts; or (iii) as otherwise directed by DOE;

(d) if the revenues from the sales of power described in the immediately preceding paragraph are not applied as provided in the Project J Bond Resolution and the Project J DOE Accounts Agreement;

(e) if the Bond Resolution Trustee, in violation of the Project J Bond Resolution, accelerates the maturity of the Project J Bonds during such Standstill Period; or

(f) upon the occurrence of the earlier of (i) the fortieth anniversary of the date that the Second Unit has achieved Commercial Operation, as defined in the Operating Agreement, or (ii) December 31, 2064.

Rights and Remedies of DOE Under Project P DOE Loan Guarantee Agreement During a Standstill Period

Pursuant to the Project P DOE Loan Guarantee Agreement, DOE's right of set off (as described in "– Rights and Remedies" above) is subject to certain restrictions with respect to funds held by the DOE Collateral Agent in the Initial Power Purchaser Arrearages Fund, PowerSouth Surplus Market Revenue Account and PowerSouth Surplus Arrearages Account during a Standstill Period.

Notwithstanding any other provision of the Project P Federal Loan Documents, DOE agrees not to exercise the rights set forth in paragraphs (c), (d), (e), (i) (as it relates to specific performance of payment obligations), (j) or (k) under "– Rights and Remedies" above during any Standstill Period (as such paragraphs (e), (i), (j) or (k) relates to (i) the right to foreclose upon or take possession and cause the sale or disposition of the equity ownership interests in the Project P Entity or the Project P Entity's Undivided Interest, or (ii) exercise of voting rights, the power to grant consents, ratifications or waivers or control the direction, management and policies of the Project P Entity).

For purposes of the Project P Federal Loan Documents, "Standstill Period" shall mean any period after the occurrence and during the continuance of an Event of Default (i) that results from PowerSouth's failure to satisfy its payment obligations under the Project P PPA, (ii) as described in paragraph (f)(i) under "– Rights and Remedies" above as related to the premature termination of the Project P PPA resulting from an Insolvency Proceeding of PowerSouth, (iii) as described in paragraph (n) under "– Rights and Remedies" above related to PowerSouth, or (iv) that results from a failure to comply with covenants requiring the payment or deposit of funds (including deposits to or transfers from the Project Accounts, the Local Account, the Decommissioning Trust and the Shared Trust Estate) as a result of an insufficiency of funds resulting from a payment default of PowerSouth.

Any Standstill Period under the Project P DOE Loan Guarantee Agreement shall terminate:

(a) (i) if an additional Event of Default shall have occurred and be continuing (other than (A) an Event of Default relating to a failure to make payments under any Project P Federal Loan Document or any other Event of Default directly resulting from or directly resulting in such failure, (B) an Event of Default relating to incorrect, false or misleading representations or warranties (other than any such Event of Default resulting from a misrepresentation relating to certain federal

requirements) not resulting from the willful misconduct of the Project P Entity or (C) an Event of Default set forth in clauses (i) through (iv) of the immediately preceding paragraph);

(b) if at any time any Event of Default occurs as a result of the Project J Entity's failure to fund its share of operation and maintenance expenses as and when required in accordance with the Owner Documents, without regard to the cause of such non-payment;

(c) if at any time during any such Standstill Period MEAG Power shall fail to use its best efforts to sell all power generated by the Project P Entity's Undivided Interest that PowerSouth would have been entitled to receive under the Project P PPA but for its default thereunder (i) into the market in a manner intended to maximize recovery of the Project P DOE Guaranteed Loan and the Project P Bonds pursuant to a plan of recovery approved by DOE; (ii) to the Project P Participants, pursuant to the Project P Participants' right of first refusal under the Project P Power Sales Contracts; or (iii) as otherwise directed by DOE;

(d) if the revenues from the sales of power described in the immediately preceding paragraph are not applied as provided in the Project P Bond Resolution and the Project P DOE Accounts Agreement;

(e) if the Bond Resolution Trustee, in violation of the Project P Bond Resolution, accelerates the maturity of the Project P Bonds during such Standstill Period; or

(f) upon the occurrence of the earlier of (i) the fortieth anniversary of the date that the Second Unit has achieved Commercial Operation, as defined in the Operating Agreement, or (ii) December 31, 2064.

Mandatory Prepayment of DOE Guaranteed Loans

Each Vogtle Units 3&4 Project Entity is required to make mandatory prepayments of its DOE Guaranteed Loan pursuant to its DOE Loan Guarantee Agreement:

(a) at DOE's request, in the event of (and pro-rata to) any prepayment of any of the applicable Vogtle Units 3&4 Bonds, other than (i) a refunding or refinancing of such Vogtle Units 3&4 Bonds, (ii) any repayment of the portion of such Vogtle Units 3&4 Bonds whose proceeds were used to finance financing and operating costs during or attributable to the period of a delay in Vogtle Units 3&4 for which delay damages were paid, or to reimburse MEAG Power or such Vogtle Units 3&4 Project Entity for financing and operating costs paid by MEAG Power or such Vogtle Units 3&4 Project Entity (in the case of MEAG Power, from sources other than such Vogtle Units 3&4 Bonds) during or attributable to the period of such delay (without any double-counting between amounts); or (iii) after Commercial Operation of the Second Unit, a redemption of such Vogtle Units 3&4 Bonds with the proceeds of such Vogtle Units 3&4 Bonds that are not needed to satisfy any remaining Project Costs;

(b) after November 30, 2023, in an amount equal to (i) Advances Made, minus (ii) the principal amount of any voluntary prepayments previously made or mandatory prepayments pursuant to paragraph (a) above or clause (i) or (iii) of paragraph (d) below, minus (iii) the DOE Leverage Percentage of Eligible Project Costs Paid, in each case as of November 30, 2023; *provided that* if such amount is less than zero, no prepayment shall be required;

(c) to the extent that Eligible Project Costs Paid, with respect to which an Advance was made, included any amounts in dispute with the Contractor or Bechtel and, following the resolution of the dispute, such Vogtle Units 3&4 Project Entity receives any payments in cash from

the Contractor or Bechtel reimbursing it for all or any portion of such amounts, such Vogtle Units 3&4 Project Entity shall be required, if such reimbursement occurs after November 30, 2023, to make a mandatory prepayment of its DOE Guaranteed Loan in an amount equal to (A) Advances Made minus (B) the principal amount of any voluntary prepayments previously made or mandatory prepayments pursuant to paragraphs (a) and (b) above, minus (C) the DOE Leverage Percentage of Eligible Project Costs Paid; *provided that* if such amount is less than zero, no mandatory prepayment shall be required; and

(d) (i) except as provided in clause (d)(ii) below, (x) within 14 days following November 30, 2023, in an amount equal to the lesser of (A) the aggregate of the Settlement Proceeds and (B) the aggregate amount of all Advances Made outstanding pursuant to such Vogtle Units 3&4 Project Entity's FFB Credit Facility Documents as of November 30, 2023 minus the DOE Leverage Percentage of (1) the total Eligible Project Costs such Vogtle Units 3&4 Project Entity has incurred and reasonably expects, in accordance with the then-current Construction Budget, to incur to complete the Project in respect of such Vogtle Units 3&4 Project Entity's Undivided Interest minus (2) the aggregate amount of Settlement Proceeds; in the event any computation required by this clause (d)(i) results in an amount of zero or less, no mandatory prepayment shall be required in connection with the Settlement Proceeds;

(ii) in the event that a Settlement Proceeds Prepayment Event has occurred under such Vogtle Units 3&4 Project Entity's DOE Loan Guarantee Agreement on or prior to November 30, 2023, clause (d)(i) above shall no longer apply and (x) within 14 days following November 30, 2023, such Vogtle Units 3&4 Project Entity shall be required to make a mandatory prepayment of its DOE Guaranteed Loan in an amount equal to the Net Settlement Proceeds as of November 30, 2023 or (y) upon the occurrence of the Settlement Proceeds Prepayment Event, such Vogtle Units 3&4 Project Entity shall deposit into such Vogtle Units 3&4 Project Entity's DOE Advance Proceeds Account an amount equal to the Net Settlement Proceeds as of the Settlement Proceeds Prepayment Event; in the event any computation required by this clause (d)(ii) results in an amount of zero or less, no mandatory prepayment or deposit shall be required in connection with the Settlement Proceeds Prepayment Event; and

(iii) at any time the Termination Costs are updated by such Vogtle Units 3&4 Project Entity, Owners' Agent, Operator or any other Owner, in each case, subsequent to both November 30, 2023 and the date on which a Settlement Proceeds Prepayment Event shall have occurred, such Vogtle Units 3&4 Project Entity shall make a mandatory prepayment of its DOE Guaranteed Loan within 14 days of the Termination Costs update, in an amount equal to the Net Settlement Proceeds.

DOE COLLATERAL AGENCY AND ACCOUNTS AGREEMENTS

The following is a description of certain the provisions of (i) the Collateral Agency and Accounts Agreement, executed among the Project M Entity, DOE and the DOE Collateral Agent (as amended and restated, the "*Project M Accounts Agreement*"), (ii) the Collateral Agency and Accounts Agreement, executed among the Project J Entity, DOE and the DOE Collateral Agent (as amended and restated, the "*Project J Accounts Agreement*"), and (iii) the Collateral Agency and Accounts Agreement, executed among the Project P Entity, DOE and the DOE Collateral Agent (as amended and restated, the "*Project P Accounts Agreement*" and, together with the Project J Accounts Agreement and the Project M Accounts Agreement, the "*DOE Accounts Agreements*" and each individually, a "*DOE Accounts Agreement*").

Each of the DOE Accounts Agreements became effective on June 24, 2015 and will continue in full force and effect until such time as all indebtedness evidenced by the applicable FFB Promissory Notes have been paid in full, all lending commitments of FFB to the applicable Vogtle Units 3&4 Project Entity under the applicable FFB Credit Facility Documents have been terminated, and the applicable Vogtle Units

3&4 Project Entity has paid all sums due under the applicable Federal Loan Documents (other than certain indemnity obligations and other obligations expressly surviving termination of the applicable documents).

Pursuant to that certain Removal, Appointment, Acceptance, Assignment and Assumption Agreement and Omnibus Amendment, dated as of May 19, 2023, by and among the PNC Bank (the “*Removed Collateral Agent*”), Citibank, N.A. (the “*Successor Collateral Agent*”), DOE and MEAG Power (the “*Assignment and Assumption Agreement*”), the Removed Collateral Agent has assigned to the Successor Collateral Agent, and the Successor Collateral Agent has assumed from the Removed Collateral Agent, all of the Removed Collateral Agent’s rights and obligations arising on and after the date hereof in its capacity as Collateral Agent for the Secured Parties, and the Successor Collateral Agent has agreed to be bound by all of the terms commencing as of May 19, 2023.

The DOE Accounts Agreements are identical in all material respects except as identified below. Capitalized terms not otherwise defined in this APPENDIX O or defined in the Annual Information Statement shall be as defined in the DOE Accounts Agreements.

DOE Advance Proceeds Account

Each DOE Accounts Agreement establishes a DOE Advance Proceeds Account, held by the DOE Collateral Agent, into which are paid (a) to the extent necessary, the proceeds of Advances made such that, after giving effect to such Advance and such deposit, the amount on deposit in the DOE Advance Proceeds Account will equal the applicable Advance Proceeds Holdback; (b) before November 30, 2023, the amount of any cash reimbursements from the Contractor or Bechtel, as applicable, in respect of payments previously made by the applicable Vogtle Units 3&4 Project Entity to the Contractor or Bechtel, as applicable, in excess of Advances Made, less the principal amount of any prepayments previously made pursuant to certain specified sections of the applicable DOE Loan Guarantee Agreement, less the applicable DOE Leverage Percentage of Eligible Project Costs Paid; (c) on a quarterly basis pursuant to such DOE Loan Guarantee Agreement, amounts such that, after giving effect to such deposit, the amount on deposit in the DOE Advance Proceeds Account will equal the applicable Advance Proceeds Holdback; and (d) any amount required to be deposited upon the occurrence of a Settlement Proceeds Prepayment Event pursuant to the applicable DOE Loan Guarantee Agreement.

Amounts may be withdrawn (a) for transfer to the DOE Construction Account, *provided that*, in connection with any such transfer, such Vogtle Units 3&4 Project Entity must certify, among other things, that such transfer will not cause the balance remaining in the DOE Advance Proceeds Account to be less than any amounts required to be deposited into the DOE Advance Proceeds Account upon the occurrence of a Settlement Proceeds Prepayment Event pursuant to the applicable DOE Loan Guarantee Agreement and not yet applied to prepay the DOE Guaranteed Loans *plus* the greater of (i) the applicable Advance Proceeds Holdback and (ii) any Settlement Proceeds previously required to be deposited into the DOE Advance Proceeds Account and not yet applied to prepay the DOE Guaranteed Loans; (b) to prepay the applicable DOE Guaranteed Loans as required by certain specified sections of the applicable DOE Loan Guarantee Agreement after November 30, 2023; or (c) to prepay the applicable DOE Guaranteed Loans pursuant to certain specified sections of the applicable DOE Loan Guarantee Agreement. Upon such prepayment, or if such prepayment is not required, the DOE Advance Proceeds Account shall be closed and all remaining amounts shall be transferred the DOE Construction Account.

DOE Construction Account

Each DOE Accounts Agreement establishes a DOE Construction Account, held by the DOE Collateral Agent, into which are deposited (a) amounts permitted to be transferred out of the DOE Advance Proceeds Account; (b) Equity Contributions made by MEAG Power to the applicable Vogtle Units 3&4 Project Entity and not applied directly to Project Costs; (c) proceeds of Advances made not required to be

deposited into the DOE Advance Proceeds Account; (d) cash reimbursements received prior to November 30, 2023 from the Contractor or Bechtel, as applicable, in respect of payments previously made by such Vogtle Units 3&4 Project Entity, other than as required to be deposited into the DOE Advance Proceeds Account pursuant to clause (b) in the first paragraph under “DOE Advance Proceeds Account” above; and (e) any Settlement Proceeds received on or prior to November 30, 2023 that are not required to be deposited into the DOE Advance Proceeds Account.

Amounts may be withdrawn (a) to pay Project Costs (including to fund the DOE Debt Service Reserve Account and Termination Costs); (b) for transfer to the Construction Fund established under the applicable Vogtle Units 3&4 Bond Resolution, *provided that* any Project Costs due and payable by such Vogtle Units 3&4 Project Entity at the time of such transfer have been paid; (c) to make certain mandatory prepayments as required by the applicable DOE Loan Guarantee Agreement; (d) for transfer to the DOE Advance Proceeds Account to the extent amounts on deposit in the DOE Advance Proceeds Account are less than the applicable Advance Proceeds Holdback; (e) for transfer to the Local Account to pay Project Costs and Termination Costs; and (f) if funds in the DOE Advance Proceeds Account are insufficient to make such prepayments, to make any prepayments of the applicable DOE Guaranteed Loan as required by certain specified sections of the applicable DOE Loan Guarantee Agreement. Upon the commercial operation date of the second unit of Vogtle Unit No. 3 and Vogtle Unit No. 4 to achieve commercial operation (the “*Second Unit*”) and the making of any mandatory prepayment pursuant to such DOE Loan Guarantee Agreement, all amounts on deposit in the DOE Construction Account shall be transferred to the DOE Revenue Account, other than amounts reasonably expected by such Vogtle Units 3&4 Project Entity to be required to pay Project Costs becoming due following commercial operation of the Second Unit. Upon payment in full of all Project Costs and achievement of Final Completion (as defined in the Construction Agreement) of the Second Unit, the DOE Construction Account shall be closed and all remaining amounts shall be transferred to the DOE Revenue Account.

DOE Revenue Account

Each DOE Accounts Agreement establishes a DOE Revenue Account, held by the DOE Collateral Agent, into which are deposited, among other amounts, (a) operating revenues received by the applicable Vogtle Units 3&4 Project Entity (including payments received under the applicable Vogtle Units 3&4 Power Purchase Agreement and amounts required to be transferred from the Revenue Fund established under the applicable Vogtle Units 3&4 Bond Resolution on a monthly basis to the DOE Revenue Account in respect of “Seller’s O&M Costs” as defined in, and pursuant to, the applicable Vogtle Units 3&4 Power Purchase Agreement); (b) amounts required to be transferred in connection with the closure of the DOE Construction Account upon commercial operation of the Second Unit; (c) amounts transferred from other Project Accounts pursuant to the applicable DOE Accounts Agreement necessary to pay Operating Costs; (d) additional equity contributed by MEAG Power to such Vogtle Units 3&4 Project Entity; (e) cash reimbursements received after November 30, 2023 from the Contractor or Bechtel, as applicable, in respect of payments previously made by such Vogtle Units 3&4 Project Entity, other than as required to be deposited into the DOE Extraordinary Proceeds Account; (f) any Settlement Proceeds received after November 30, 2023 that are not required to be deposited into the DOE Extraordinary Proceeds Account, and (g) payments received by or on behalf of the Vogtle Units 3&4 Project Entity in exchange for such transfer, sale, assignment or other disposition of nuclear production tax credits under 26 U.S.C. section 45J (or any successor provision (“*PTC Revenues*”)).

Amounts may be withdrawn to (a)(i) directly pay Operating Costs of such Vogtle Units 3&4 Project Entity or (ii) transfer to the Local Account for application to pay Operating Costs of such Vogtle Units 3&4 Project Entity; *provided that*, following closure of the DOE Construction Account, the amount on deposit in the Local Account may not exceed the lesser of (x) Operating Costs expected to be incurred in the next three succeeding months, or (y) three months’ Operating Costs as estimated on the Original Guarantee Issuance Date; and (b) to fund the DOE Debt Service Payment Account, DOE Debt Service Reserve

Account or DOE Reserve & Contingency Account as required by the applicable DOE Loan Guarantee Agreement and the applicable DOE Accounts Agreement.

The Project M Accounts Agreement provides that if, at the end of any calendar month, amounts on deposit in the DOE Revenue Account exceed the amounts required to pay Operating Costs during such month and there are no deficiencies in the Project Accounts described in clause (b) in the immediately preceding paragraph, such excess amounts may be transferred to MEAG Power as a Permitted Reimbursement.

The provisions relating to excess amounts in the DOE Revenue Account under the Project J Accounts Agreement and Project P Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Revenue Account under the Project M Accounts Agreement except that the transfer of excess amounts to MEAG Power as Permitted Reimbursements may only occur so long as no JEA payment default under the Project J PPA or PowerSouth payment default under the Project P PPA, as applicable, has occurred and is continuing. During the continuance of a JEA payment default under the Project J PPA or a PowerSouth payment default under the Project P PPA, all such excess amounts shall be held in the DOE Revenue Account. In addition, if PTC Revenues have been deposited into the DOE Revenue Account under the Project J Accounts Agreement or Project P Accounts Agreement, as applicable, then, subject to the satisfaction of certain conditions, 50 percent of such PTC Revenues may be transferred as follows: 42 percent and 22 percent, respectively, of such 50 percent may be transferred to the “SPVJ DOE PTC Proceeds Account 2036” or the “SPVP DOE PTC Proceeds Account 2036,” respectively (each a “*DOE PTC Proceeds Account 2036*”), and 58 percent and 78 percent, respectively, of such 50 percent may be transferred to “SPVJ DOE PTC Proceeds Account 2039” or the “SPVP DOE PTC Proceeds Account 2039,” respectively (each a “*DOE PTC Proceeds Account 2039*”).

DOE Debt Service Payment Account

The Project M Accounts Agreements establishes a DOE Debt Service Payment Account, held by the DOE Collateral Agent, into which are deposited, among other amounts, (a) on a monthly basis, beginning three months prior to the month in which the First Principal Payment Date occurs, an amount equal to (i) one-third (1/3rd) of the principal of and interest on the Project M DOE Guaranteed Loans that is due (including prepayment premiums, if any) on the next succeeding Payment Date (including amounts transferred to the from the Project M Revenue Fund to the DOE Revenue Account for further transfer to the DOE Debt Service Payment Account) plus (ii) any other Debt Service due and payable during the month in which such deposit is made; and (b) amounts transferred from other Project Accounts pursuant to the Project M Accounts Agreement to the extent necessary to fund amounts required to be deposited in respect of clause (a) of this paragraph. Amounts may be withdrawn to pay all Debt Service on or before the date such Debt Service is due and payable.

The provisions relating to transfers to the DOE Debt Service Payment Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to transfers to the DOE Debt Service Payment Account under the Project M Accounts Agreement except that the DOE Debt Service Payment Account shall also be funded by transfers from (a) the Initial Power Purchaser Resale Revenue Account (as defined in the Project J Bond Resolution); (b) the Initial Power Purchaser Arrearages Payment Account (as defined in the Project J Bond Resolution); and (c) the Additional Units PPA Project Participant Arrearages Fund (as defined in the Project J Bond Resolution). The Project P Accounts Agreement contains substantially similar provisions.

The Project M Accounts Agreement provides that if, at the end of any calendar month, amounts on deposit in the DOE Debt Service Payment Account exceed the amounts required to be deposited into such account during such month and, both before and after giving effect to any resulting withdrawal, the DOE Debt Service Payment Account is fully funded, such excess amounts may be transferred (a) first, to cure

any deficiencies in the DOE Debt Service Reserve Account or DOE Reserve & Contingency Account, and (b) second, to MEAG Power as a Permitted Reimbursement.

The provisions relating to excess amounts in the DOE Debt Service Payment Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Debt Service Payment Account under the Project M Accounts Agreement except that the transfer of excess amounts to the DOE Debt Service Reserve Account, DOE Reserve & Contingency Account or MEAG Power as Permitted Reimbursements may only occur so long as no JEA payment default under the Project J PPA has occurred and is continuing. During the continuance of a JEA payment default under the Project J PPA, all such excess amounts shall be held in the DOE Debt Service Payment Account until the end of each calendar year, at which time (a) any portion of such amounts that is in excess of the difference between (i) the sum of such amounts and the amount paid out of the DOE Debt Service Payment Account during such calendar year and (ii) the amounts deposited therein during such calendar year from Initial Power Purchaser Resale Revenues shall be transferred to the JEA Surplus Arrearages Payment Account, and (b) any remaining balance shall be transferred to the JEA Surplus Market Revenue Account.

The provisions relating to excess amounts in the DOE Debt Service Payment Account under the Project P Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Debt Service Payment Account under the Project M Accounts Agreement except that the transfer of excess amounts to the DOE Debt Service Reserve Account, DOE Reserve & Contingency Account or MEAG Power as Permitted Reimbursements may only occur so long as no PowerSouth payment default under the Project P PPA has occurred and is continuing. During the continuance of a PowerSouth payment default under the Project P PPA, all such excess amounts shall be held in the DOE Debt Service Payment Account until the end of each calendar year, at which time (a) any portion of such amounts that is in excess of the difference between (i) the sum of such amounts and the amount paid out of the DOE Debt Service Payment Account during such calendar year and (ii) the amounts deposited therein during such calendar year from Initial Power Purchaser Resale Revenues shall be transferred to the PowerSouth Surplus Arrearages Payment Account, and (b) any remaining balance shall be transferred to the PowerSouth Surplus Market Revenue Account.

DOE Debt Service Reserve Account

The Project M Accounts Agreement establishes a DOE Debt Service Reserve Account, held by the DOE Collateral Agent and funded by transfer from the Project M Revenue Fund, DOE Revenue Account, and DOE Construction Account. The DOE Debt Service Reserve Account was required to be funded, and was funded, not later than 90 days before October 2, 2019. Other than as permitted by the Project M DOE Loan Guarantee Agreement, the amount on deposit to the DOE Debt Service Reserve Account must at all times be no less than the applicable Debt Service Reserve Requirement (as defined in such DOE Loan Guarantee Agreement).

Amounts may be withdrawn to pay Debt Service if the amounts deposited in the Project M DOE Debt Service Payment Account are at any time insufficient for the payment of Debt Service then due and payable. The Project M Entity may provide the DOE Collateral Agent Reserve Letters of Credit in substitution for amounts required to be deposited in the DOE Debt Service Reserve Account.

The provisions relating to transfers to the DOE Debt Service Reserve Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to transfers to the DOE Debt Service Reserve Account under the Project M Accounts Agreement except that the DOE Debt Service Reserve Account shall also be funded by transfers from (a) the Initial Power Purchaser Resale Revenue Account; (b) the Initial Power Purchaser Arrearages Payment Account; and (c) the Additional Units PPA Project Participant Arrearages Fund (each as defined in, and in accordance with, the Project J Bond Resolution). The Project P Accounts Agreement contains substantially similar provisions.

The Project M Accounts Agreement provides that if, at the end of any calendar month, amounts on deposit in the DOE Debt Service Reserve Account exceed the amounts required to be deposited into such account during such month and, both before and after giving effect to any resulting withdrawal, the DOE Debt Service Payment Account is fully funded, such excess amounts may be transferred (a) first, to the DOE Debt Service Payment Account, if and to the extent the amounts deposited in the DOE Debt Service Payment Account during such month are less than the amount required by the Project M Accounts Agreement; (b) second, to the DOE Reserve & Contingency Account; and (c) third, to MEAG Power as a Permitted Reimbursement.

The provisions relating to excess amounts in the DOE Debt Service Reserve Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Debt Service Reserve Account under the Project M Accounts Agreement except that the transfer of excess amounts to the DOE Debt Service Payment Account, DOE Reserve & Contingency Account or MEAG Power as Permitted Reimbursements may only occur so long as no JEA payment default under the Project J PPA has occurred and is continuing. During the continuance of a JEA payment default under the Project J PPA, all such excess amounts shall be held in the DOE Debt Service Payment Account until the end of each calendar year, at which time (a) any portion of such amounts that is in excess of the difference between (i) the sum of such amounts and the amount paid out of the DOE Debt Service Payment Account during such calendar year and (ii) the amounts deposited therein during such calendar year from Initial Power Purchaser Resale Revenues shall be transferred to the JEA Surplus Arrearages Payment Account, and (b) any remaining balance shall be transferred to the JEA Surplus Market Revenue Account.

The provisions relating to excess amounts in the DOE Debt Service Reserve Account under the Project P Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Debt Service Reserve Account under the Project M Accounts Agreement except that the transfer of excess amounts to the DOE Debt Service Payment Account, DOE Reserve & Contingency Account or MEAG Power as Permitted Reimbursements may only occur so long as no PowerSouth payment default under the Project P PPA has occurred and is continuing. During the continuance of a PowerSouth payment default under the Project P PPA, all such excess amounts shall be held in the DOE Debt Service Payment Account until the end of each calendar year, at which time (a) any portion of such amounts that is in excess of the difference between (i) the sum of such amounts and the amount paid out of the DOE Debt Service Payment Account during such calendar year and (ii) the amounts deposited therein during such calendar year from Initial Power Purchaser Resale Revenues shall be transferred to the PowerSouth Surplus Arrearages Payment Account, and (b) any remaining balance shall be transferred to the PowerSouth Surplus Market Revenue Account.

DOE Reserve & Contingency Account

The Project M Accounts Agreement establishes a DOE Reserve & Contingency Account, held by the DOE Collateral Agent and funded (a) prior to commercial operation of the first unit of Vogtle Unit No. 3 and Vogtle Unit No. 4 to achieve commercial operation (the “*First Unit*”), in an amount equal to the applicable Initial Reserve & Contingency Requirement; (b) following commercial operation of the First Unit, on a monthly basis in an amount equal to the Project M Entity’s Portion of the applicable Monthly Reserve and Contingency Deposit (as defined in the Project M Bond Resolution); (c) from time to time, with amounts permitted to be transferred from the DOE Extraordinary Proceeds Account as described under “DOE Extraordinary Proceeds Account” below; (d) from time to time, with amounts to be transferred from the applicable Revenue Fund to the DOE Revenue Account for further transfer to the DOE Reserve & Contingency Account, as required by the Project M Bond Resolution; and (e) from time to time, with amounts permitted to be transferred to the DOE Reserve & Contingency Account as excess amounts from other Project Accounts as described above.

The provisions relating to transfers to the DOE Reserve & Contingency Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to transfers to in the DOE Reserve & Contingency Account under the Project M Accounts Agreement except that the DOE Reserve & Contingency Account shall also be funded by transfers from (a) the Initial Power Purchaser Resale Revenue Account; (b) the Initial Power Purchaser Arrearages Payment Account; and (c) the Additional Units PPA Project Participant Arrearages Fund. The Project P Accounts Agreement contains substantially similar provisions.

Amounts may be withdrawn (a) to directly pay Capital Improvement Costs, *provided that* all such Capital Improvement Costs shall be funded from amounts deposited in both the Reserve and Contingency Fund established under the applicable Vogtle Units 3&4 Bond Resolution and the DOE Reserve & Contingency Account, ratably in proportion to amounts on deposit therein; (b) as necessary to pay Operating Costs if amounts on deposit in the DOE Revenue Account and the Local Account are at any time insufficient to pay Operating Costs due during the then-calendar month; (c) for transfer to the DOE Debt Service Payment Account at any time if there is a deficiency in respect of the amount required to be deposited each month, including any amount required to be but not deposited in any previous month; (d) if amounts on deposit in the DOE Debt Service Payment Account or DOE Debt Service Reserve Account are insufficient for the purpose of paying Debt Service then due or payable; and (e) for transfer to the DOE Debt Service Reserve Account to cure any deficiency with respect to the applicable Debt Service Reserve Requirement.

The Project J Accounts Agreement further requires that, prior to any withdrawals as described in clause (b) in the immediately preceding paragraph, amounts on deposit in the Initial Power Purchaser Resale Revenue Account, the Initial Power Purchaser Arrearages Payment Account, and the Additional Units PPA Project Participant Arrearages Fund required to be applied to the payment of Operating Costs must first have been so applied. The Project P Accounts Agreement contains substantially similar provisions.

The Project M Accounts Agreement provides that if, at the end of each calendar year, amounts on deposit in the DOE Reserve & Contingency Account exceed the Project M Entity's Reserve and Contingency Requirement (as defined in the Project M Bond Resolution), such excess amounts shall be applied to pay any Permitted Reimbursement.

The provisions relating to excess amounts in the DOE Reserve & Contingency Account under the Project J Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Reserve & Contingency Account under the Project M Accounts Agreement except that the application of such excess amounts to the payment of any Permitted Reimbursements may only occur so long as no JEA payment default under the Project J PPA has occurred and is continuing. During the continuance of a JEA payment default under the Project J PPA, all such excess amounts shall be transferred to the JEA Surplus Market Revenue Account.

The provisions relating to excess amounts in the DOE Reserve & Contingency Account under the Project P Accounts Agreement are substantially similar to the foregoing provisions relating to excess amounts in the DOE Reserve & Contingency Account under the Project M Accounts Agreement except that the application of such excess amounts to the payment of any Permitted Reimbursements may only occur so long as no PowerSouth payment default under the Project P PPA has occurred and is continuing. During the continuance of a PowerSouth payment default under the Project P PPA, all such excess amounts shall be transferred to the PowerSouth Surplus Market Revenue Account.

DOE Extraordinary Proceeds Account

Each DOE Accounts Agreement establishes a DOE Extraordinary Proceeds Account, held by the DOE Collateral Agent, into which shall be deposited (a) all Loss Proceeds, proceeds of asset sales, delay or performance liquidated damages paid under any Project Document, and Condemnation Proceeds in

excess of certain thresholds; (b) after November 30, 2023, upon receipt of any payments in cash from Bechtel or the Contractor, as applicable, reimbursing the applicable Vogtle Units 3&4 Project Entity for all or any portion of any payment previously made by it to Bechtel or the Contractor, as applicable, the amount of such reimbursement that is in excess of (i) Advances Made, minus (ii) the principal amount of (X) any voluntary prepayments or (Y) certain mandatory prepayments previously made pursuant to the applicable DOE Loan Guarantee Agreement, minus (iii) the applicable DOE Leverage Percentage of Eligible Project Costs Paid; and (c) after the occurrence of both November 30, 2023 and a Settlement Proceeds Prepayment Event, at any time the Termination Costs are updated by the applicable Vogtle Units 3&4 Project Entity, Owners' Agent, Operator or any other Owner, an amount equal to the Net Settlement Proceeds.

With respect to amounts deposited as described in clause (a) in the immediately preceding paragraph, such amounts may be withdrawn (i) first, as and to the extent necessary to pay the applicable Vogtle Units 3&4 Project Entity's repairs, replacements, obligations or other costs with respect to the cause for such proceeds or damages, (ii) second, for transfer to MEAG Power to repay the portion of applicable Vogtle Units 3&4 Bonds whose proceeds were used in connection with addressing such cause, (iii) third, to reimburse such Vogtle Units 3&4 Project Entity or MEAG Power (in the case of MEAG Power, from sources other than described in the preceding clause) for amounts used in connection with addressing such cause, and (iv) if such Vogtle Units 3&4 Project Entity is no longer considering in good faith further plans to apply such amounts to address such cause, for transfer to the DOE Prepayment Account. With respect to amounts deposited as described in clause (b) of the immediately preceding paragraph, such amounts may be withdrawn (x) first, to prepay the applicable DOE Guaranteed Loan in accordance with such DOE Loan Guarantee Agreement and (y) any balance of such reimbursement shall be transferred to the DOE Revenue Account. With respect to amounts deposited as described in clause (c) of the immediately preceding paragraph, such amounts shall be withdrawn to prepay the applicable DOE Guaranteed Loan in accordance with such DOE Loan Guarantee Agreement.

DOE Prepayment Account

Each DOE Accounts Agreement establishes a DOE Payment Account, held by the DOE Collateral Agent, into which shall be deposited amounts as described under "DOE Extraordinary Proceeds Account" above. From time to time, at the applicable Vogtle Units 3&4 Project Entity's discretion, if such Vogtle Units 3&4 Project Entity determines to voluntarily prepay any Advance, such Vogtle Units 3&4 Project Entity may cause amounts to be withdrawn from the DOE Prepayment Account for transfer to FFB to prepay such Advance, together with other amounts as may be required by the applicable Federal Loan Documents, in accordance with the applicable DOE Loan Guarantee Agreement.

Initial Power Purchaser Arrearages Fund

Both the Project J Accounts Agreement and the Project P Accounts Agreement provide for certain transfers (and orders of priority with respect thereto) for amounts required to be transferred from the Initial Power Purchaser Arrearages Fund under the Project J Bond Resolution and the Project P Bond Resolution, respectively. The following describes the Initial Power Purchaser Arrearages Fund provisions as set forth in the Project J Accounts Agreement. The Project P Accounts Agreement contains substantially similar provisions, except that references to JEA refer to PowerSouth.

To the extent of available funds on deposit in the Initial Power Purchaser Resale Revenue Account following transfers required pursuant to the Project J Bond Resolution, any remaining amounts are required to be transferred, on a monthly basis, in the following amounts and order of priority: (a) first, on a parity basis, (i) to the DOE Debt Service Reserve Account in the amount required pursuant to the Project J DOE Loan Guarantee Agreement and (ii) to fund the Debt Service Reserve Account in the Debt Service Fund established under the Project J Bond Resolution, so that the balance therein equals the applicable Debt Service Reserve Requirement thereunder; (b) second, to fund the Subordinated Bond Fund established

under the Project J Bond Resolution in accordance with the Project J Bond Resolution; (c) third, on a parity basis, (i) to the DOE Reserve & Contingency Account in the amount equal to the Project J Entity's Portion of the applicable Monthly Reserve and Contingency Deposit as described under "DOE Reserve & Contingency Account" above, including any amount required to be but not deposited in any previous month and (ii) to fund the Authority's Portion (as such term is defined in the Project J Bond Resolution) of the applicable Monthly Reserve and Contingency Deposit to the Reserve and Contingency Fund established under the Project J Bond Resolution, including any amount required to be but not deposited in any previous month; (d) fourth, to MEAG Power for further reimbursement to applicable Participants under the Project J Power Sales Contracts, to the extent such Participants (during a JEA payment default under the Project J PPA) have made payments under their respective Project J Power Sales Contracts to cover Operating Expenses (as defined in the Project J Bond Resolution) that should have been paid by JEA; and (e) fifth, any remaining amounts to the JEA Surplus Market Revenue Account.

To the extent of available funds on deposit in the Initial Power Purchaser Arrearages Payment Account following transfers required pursuant to the Project J Bond Resolution and the immediately preceding paragraph, any remaining amounts are required to be transferred, on a monthly basis, in the following amounts and order of priority: (a) first, on a parity basis, (i) to the DOE Debt Service Reserve Account in the amount required pursuant to the Project J DOE Loan Guarantee Agreement and (ii) to fund the Debt Service Reserve Account in the Debt Service Fund established under the Project J Bond Resolution, so that the balance therein equals the applicable Debt Service Reserve Requirement with respect thereto; (b) second, to fund the Subordinated Bond Fund established under the Project J Bond Resolution in accordance with the Project J Bond Resolution; (c) third, on a parity basis, (i) to the DOE Reserve & Contingency Account in the amount equal to the Project J Entity's Portion of the applicable Monthly Reserve and Contingency Deposit as described under "DOE Reserve & Contingency Account" above, including any amount required to be but not deposited in any previous month and (ii) to fund the Authority's Portion of the applicable Monthly Reserve and Contingency Deposit to the Reserve and Contingency Fund, including any amount required to be but not deposited in any previous month; (d) fourth, to MEAG Power for further reimbursement to applicable Participants under the Project J Power Sales Contracts, to the extent such Participants (during a JEA payment default under the Project J PPA) have made payments under their respective Project J Power Sales Contracts to cover Operating Expenses that should have been paid by JEA; and (e) fifth, any remaining amounts to the JEA Surplus Arrearages Payment Account.

Surplus Market Revenue Account

The Project J Accounts Agreement and the Project P Accounts Agreement establish a JEA Surplus Market Revenue Account and a PowerSouth Surplus Market Revenue Account, respectively. The following describes the JEA Surplus Market Revenue Account provisions as set forth in the Project J Accounts Agreement. The Project P Accounts Agreement contains substantially similar provisions with respect to the PowerSouth Surplus Market Revenue Account.

The Project J Entity shall cause all revenues, if any, that are received by the Project J Entity from selling power into the market or as otherwise directed by DOE to be deposited into the JEA Surplus Market Revenue Account, in addition to amounts required to be transferred to the JEA Surplus Market Revenue Account as described under "Initial Power Purchaser Arrearages Fund" above and excess amounts required to be transferred from the DOE Debt Service Payment Account, DOE Debt Service Reserve Account or the DOE Reserve & Contingency Account.

Following receipt of any funds into the JEA Surplus Market Revenue Account and after giving effect to amounts transferred to Project Accounts other than the JEA Surplus Market Revenue Account and to the funds and accounts established pursuant to the Project J Bond Resolution with respect to the Initial Power Purchaser Arrearages Fund and as described under "Initial Power Purchaser Arrearages Fund" above, funds shall be withdrawn from the JEA Surplus Market Revenue Account to fund the Project Accounts and

the funds and accounts established pursuant to the Project J Bond Resolution as and when required, in the following order of priority on a monthly basis (with the exception of priority eighth):

(a) first, on a parity basis, (i) to the DOE Revenue Account in the amount required to pay Operating Costs during such month and (ii) to pay the Operating Expenses payable in such month that constitute “Purchaser’s O&M Costs” under (and as defined in) the Project J Power Purchase Agreement;

(b) second, to the DOE Debt Service Payment Account at any time if there is a deficiency in respect of the amount required to be deposited each month, including any amount required to be but not deposited in any previous month;

(c) third, to fund the Debt Service Account in the Debt Service Fund established under, and in accordance with, the Project J Bond Resolution;

(d) fourth, on a parity basis, (i) to the DOE Debt Service Reserve Account in the amount required pursuant to the Project J DOE Loan Guarantee Agreement and (ii) to fund the Debt Service Reserve Account in the Debt Service Fund, so that the balance therein equals the Debt Service Reserve Requirement with respect thereto;

(e) fifth, to fund the Subordinated Bond Fund established under, and in accordance with, the Project J Bond Resolution;

(f) sixth, on a parity basis, (i) to the DOE Reserve & Contingency Account in the amount equal to the Project J Entity’s Portion of the Project J Monthly Reserve and Contingency Deposit as described under “DOE Reserve & Contingency Account” above, including any amount required to be but not deposited in any previous month and (ii) to fund the Authority’s Portion of the Project J Monthly Reserve and Contingency Deposit to the Reserve and Contingency Fund established under the Project J Bond Resolution, including any amount required to be but not deposited in any previous month;

(g) seventh, to MEAG Power for further reimbursement to the Project J Participants under the Project J Power Sales Contracts, to the extent such Project J Participants (during a JEA payment default under the Project J PPA) have made payments under their respective Project J Power Sales Contracts to cover Operating Expenses that should have been paid by JEA; and

(h) eighth, at the Project J Entity’s discretion, to prepay the Project J DOE Guaranteed Loan or the Project J Bonds (including by purchase or redemption) subject to the restrictions set forth in, and otherwise pursuant to, the Project J DOE Loan Guarantee Agreement.

Upon the earlier of (a) the expiration of the term of the Project J PPA or (b) entry by MEAG Power into a replacement Project J PPA complying with the terms of the Project J DOE Loan Guarantee Agreement for the sale of all power generated by the Project J Entity’s Undivided Interest that JEA would have been entitled to receive, and so long as no Standstill Period, Potential Default or Event of Default has occurred and is continuing, all funds deposited in the JEA Surplus Market Revenue Account shall be transferred to the Revenue Fund.

Surplus Arrearages Payment Account

The Project J Accounts Agreement and the Project P Accounts Agreement establish a JEA Surplus Arrearages Payment Account and a PowerSouth Surplus Arrearages Payment Account, respectively. The following describes the JEA Surplus Arrearages Payment Account provisions as set forth in the Project J

Accounts Agreement. The Project P Accounts Agreement contains substantially similar provisions with respect to the PowerSouth Surplus Arrearages Payment Account.

The Project J Entity shall cause all amounts required to be transferred to the JEA Surplus Arrearages Payment Account as described under “Initial Power Purchaser Arrearages Fund” above and excess amounts required to be transferred from the DOE Debt Service Payment Account, DOE Debt Service Reserve Account or the DOE Reserve & Contingency Account, to be deposited into the JEA Surplus Arrearages Payment Account.

Following receipt of any funds into the JEA Surplus Arrearages Payment Account and after giving effect to amounts transferred to Project Accounts other than the JEA Surplus Arrearages Payment Account and to the funds and accounts established pursuant to the Project J Bond Resolution with respect to the Initial Power Purchaser Arrearages Fund and as described under “Initial Power Purchaser Arrearages Fund” and “Surplus Market Revenue Account” above, funds shall be withdrawn from the JEA Surplus Arrearages Payment Account to fund the Project Accounts and the funds and accounts established pursuant to the Project J Bond Resolution as and when required, in the following order of priority on a monthly basis (with the exception of priority seventh):

(a) first, on a parity basis, (i) to the DOE Revenue Account in the amount required to pay Operating Costs during such month and (ii) to pay the Operating Expenses payable in such month that constitute “Purchaser’s O&M Costs” under the Project J Power Purchase Agreement;

(b) second, on a parity basis, (i) to the DOE Debt Service Payment Account at any time if there is a deficiency in respect of the amount required to be deposited each month with respect to the principal of and interest on the Project J DOE Guaranteed Loan that is due on the next succeeding Payment Date, including any amount required to be but not deposited in any previous month, and (ii) to fund the Debt Service Account in the Debt Service Fund established under, and in accordance with, the Project J Bond Resolution;

(c) third, on a parity basis, (i) to the DOE Debt Service Reserve Account in the amount required pursuant to the Project J DOE Loan Guarantee Agreement and (ii) to fund the Debt Service Reserve Account in the Debt Service Fund, so that the balance therein equals the Debt Service Reserve Requirement with respect thereto;

(d) fourth, to fund the Subordinated Bond Fund in accordance with the Project J Bond Resolution;

(e) fifth, on a parity basis, (i) to the DOE Reserve & Contingency Account in the amount equal to the Project J Entity’s Portion of the Project J Monthly Reserve and Contingency Deposit as described under “DOE Reserve & Contingency Account” above, including any amount required to be but not deposited in any previous month and (ii) to fund the Authority’s Portion of the Project J Monthly Reserve and Contingency Deposit to the Reserve and Contingency Fund established under the Project J Bond Resolution, including any amount required to be but not deposited in any previous month;

(f) sixth, to MEAG Power for further reimbursement to the Project J Participants under the Project J Power Sales Contracts, to the extent such Project J Participants (during a JEA payment default under the Project J PPA) have made payments under their respective Project J Power Sales Contracts to cover Operating Expenses that should have been paid by JEA; and

(g) seventh, at the Project J Entity's discretion, to prepay the Project J DOE Guaranteed Loan or the Project J Bonds (including by purchase or redemption) subject to the restrictions set forth in, and otherwise pursuant to, the Project J DOE Loan Guarantee Agreement.

Upon the earlier of (a) the expiration of the term of the Project J PPA or (b) entry by MEAG Power into a replacement Project J PPA complying with the terms of the Project J DOE Loan Guarantee Agreement for the sale of all power generated by the Project J Entity's Undivided Interest that JEA would have been entitled to receive, and so long as no Standstill Period, Potential Default or Event of Default has occurred and is continuing, all funds deposited in the JEA Surplus Arrearages Payment Account shall be transferred to the Revenue Fund.

DOE PTC Proceeds Account 2036

Following receipt of any funds into the DOE PTC Proceeds Account 2036 under the Project J Accounts Agreement and the Project P Accounts Agreement and after giving effect to amounts transferred to Project Accounts as necessary to pay Operating Expenses or to fund the DOE Debt Service Payment Accounts and provided no Event of Default or Potential Event of Default Exists, from and after January 1, 2036, funds may be transferred through May 31, 2039 to the Debt Service Account in the Debt Service Fund (as defined in and established pursuant to the Project J Bond Resolution or the Project P Bond Resolution, as applicable) in an amount that the Project J Project Entity or the Project P Project Entity, as applicable certifies would otherwise be funded on or before the next succeeding payment date with the proceeds of payments made by the applicable Participants under the Project J Power Sales Contracts or the Project P Power Sales Contracts, as applicable. At all times, amounts in each DOE PTC Proceeds Account 2036 are available to pay Operating Costs or fund the DOE Debt Service Payment Account as necessary and, if an Event of Default has occurred and is continuing, for application as directed by the Collateral Agent. All amounts in each DOE PTC Proceeds Account 2036 shall be transferred to the applicable DOE PTC Proceeds Account 2039 in the first funds withdrawal/transfer certificate delivered by the applicable Vogtle Units 3&4 Project Entity in June 2039.

DOE PTC Proceeds Account 2039

From and after June 1, 2039, the applicable Vogtle Units 3&4 Project Entity may transfer to the DOE Debt Service Payment Account an amount that it certifies would otherwise be funded on or before the next succeeding Payment Date with proceeds of payments made to MEAG Power under the Project J Power Sales Contracts or the Project P Power Sales Contracts, as applicable. At all times, amounts in each DOE PTC Proceeds Account 2039 are available to pay Operating Costs or fund the DOE Debt Service Payment Account as necessary and, if an Event of Default has occurred and is continuing, for application as directed by the Collateral Agent.

Definitions

The Project M Accounts Agreement

The Project M Accounts Agreement contains the following definition:

Advance Proceeds Holdback means the amount of Advances Made, less the principal amount of any prepayments previously made pursuant to certain specified sections of the Project M DOE Loan Guarantee Agreement, less the Project M Leverage Percentage of Eligible Project Costs Paid.

In addition, the term "Debt Service Reserve Requirement," as used in the Project M Accounts Agreement, is as defined in the Project M DOE Loan Guarantee Agreement and means, as of any date of calculation, the sum of (i) for any Advance maturing on the Maturity Date or with an Interim Maturity Date

(as defined in the applicable Project M FFB Promissory Notes) after December 31, 2038, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive fifteen month period (excluding any “balloon” payment due on the Final Maturity Date (as defined in the applicable Project M FFB Promissory Notes)), calculated using the actual interest rate for such Advance; and (ii) for any other Advance, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive fifteen-month period (excluding any “balloon” payment due on the Final Maturity Date), calculated using an assumed interest rate of one percent (1%) per annum for such Advance.

The Project J Accounts Agreement

The Project J Accounts Agreement contains the following definition:

Advance Proceeds Holdback means the greater of (x) the difference between (A) Advances Made minus (B) the principal amount of any prepayments previously made pursuant to certain specified sections of the Project J DOE Loan Guarantee Agreement minus (C) the Project J DOE Leverage Percentage of Eligible Project Costs Paid and (y) (A) the amount of Project J Bond proceeds planned to be raised minus (B) the aggregate amount of all Project J Bond proceeds deposited into the Construction Fund established under the Project J Bond Resolution after the Additional Guarantee Issuance Date.

In addition, the term “Debt Service Reserve Requirement,” as used in the Project J Accounts Agreement, is as defined in the Project J DOE Loan Guarantee Agreement and means, as of any date of calculation, the sum of (i) for any Advance maturing on the Maturity Date or with an Interim Maturity Date (as defined in the applicable FFB Promissory Notes) after December 31, 2038, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive eighteen month period (excluding any “balloon” payment due on the Final Maturity Date (as defined in the applicable Project J FFB Promissory Notes)), calculated using the actual interest rate for such Advance; and (ii) for any other Advance, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive eighteen-month period (excluding any “balloon” payment due on the Final Maturity Date), calculated using an assumed interest rate of one percent (1%) per annum for such Advance.

In addition, the term “Initial Power Purchaser Resale Revenues,” as used in the Project J Accounts Agreement, is as defined in the Project J Bond Resolution and means any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from the Project J Entity’s Ownership Interest that JEA previously was entitled to receive following the discontinuance of service (whether or not permanent) to JEA under the Project J PPA as a result of a default by JEA thereunder, but shall not include any payments received by MEAG Power as a result of the resale of all or any portion of such power, energy or other service pursuant to a replacement Project J PPA complying with the terms of the Project J DOE Loan Guarantee Agreement.

The Project P Accounts Agreement

The Project P Accounts Agreement contains the following definition:

Advance Proceeds Holdback means the greater of (x) the difference between (A) Advances Made minus (B) the principal amount of any prepayments previously made pursuant to certain specified sections of the Project P DOE Loan Guarantee Agreement minus (C) the Project P DOE Leverage Percentage of Eligible Project Costs Paid and (y) (A) the amount of Project P Bond proceeds planned to be raised minus (B) the aggregate amount of all Project P Bond proceeds deposited into the Construction Fund established under the Project P Bond Resolution after the Additional Guarantee Issuance Date.

In addition, the term “Debt Service Reserve Requirement,” as used in the Project P Accounts Agreement, is as defined in the Project P DOE Loan Guarantee Agreement and means, as of any date of calculation, the sum of (i) for any Advance maturing on the Maturity Date or with an Interim Maturity Date (as defined in the applicable Project P FFB Promissory Notes) after December 31, 2038, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive eighteen-month period (excluding any “balloon” payment due on the Final Maturity Date (as defined in the applicable Project P FFB Promissory Notes)), calculated using the actual interest rate for such Advance; and (ii) for any other Advance, the greatest aggregate amount of principal and interest to become due and payable on such Advance during any consecutive eighteen-month period (excluding any “balloon” payment due on the Final Maturity Date), calculated using an assumed interest rate of one percent (1%) per annum for such Advance.

In addition, the term “Initial Power Purchaser Resale Revenues,” as used in the Project P Accounts Agreement, is as defined in the Project P Bond Resolution and means any payments received by MEAG Power as a result of the resale of all or any portion of the power, energy or other service from the Project P Entity’s Ownership Interest that PowerSouth previously was entitled to receive following the discontinuance of service (whether or not permanent) to PowerSouth under the Project P PPA as a result of a default by PowerSouth thereunder, but shall not include any payments received by MEAG Power as a result of the resale of all or any portion of such power, energy or other service pursuant to a replacement Project P PPA complying with the terms of the Project P DOE Loan Guarantee Agreement.

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DOE EQUITY FUNDING AND UNDERTAKING AGREEMENTS

The following is a description of certain the provisions of (i) the Equity Funding and Undertaking Agreement, executed among MEAG Power, the Project M Entity and DOE (the “*Project M Equity Funding and Undertaking Agreement*”), (ii) the Equity Funding and Undertaking Agreement, executed among MEAG Power, the Project J Entity and DOE (the “*Project J Equity Funding and Undertaking Agreement*”) and (iii) the Equity Funding and Undertaking Agreement, executed among MEAG Power, the Project P Entity and DOE (the “*Project P Equity Funding and Undertaking Agreement*” and, together with the Project M Equity Funding and Undertaking Agreement and the Project J Equity Funding and Undertaking Agreement, the “*DOE Equity Funding and Undertaking Agreements*” and each individually, a “*DOE Equity Funding and Undertaking Agreement*”).

Each of the DOE Equity Funding and Undertaking Agreements became effective on June 24, 2015 and will continue in full force and effect until such time as all indebtedness evidenced by the applicable FFB Promissory Notes have been paid in full, all lending commitments of FFB to the applicable Vogtle Units 3&4 Project Entity under the applicable FFB Credit Facility Documents have been terminated, and the applicable Vogtle Units 3&4 Project Entity has paid all sums due under the applicable Federal Loan Documents (other than certain indemnity obligations and other obligations expressly surviving termination of the applicable DOE Loan Guarantee Agreement). The DOE Equity Funding and Undertaking Agreements are identical in all material respects.

MEAG Power Equity Support

Pursuant to the terms of each DOE Equity Funding and Undertaking Agreement, until the earlier of (a) the termination of such DOE Equity Funding and Undertaking Agreement and (b) the date on which ownership of the applicable Vogtle Units 3&4 Project Entity or the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest has been transferred to DOE, the DOE Collateral Agent or a third party as a result of an exercise of remedies under the applicable DOE Loan Guarantee Agreement or the applicable DOE Security Documents, MEAG Power irrevocably commits to provide equity to the applicable Vogtle Units 3&4 Project Entity in an aggregate amount (the “*Equity Commitment*”) equal to (i) Project Costs (as defined in the applicable DOE Loan Guarantee Agreement) minus (ii) the applicable FFB Credit Facility Commitment. MEAG Power shall only be required to fund its Equity Commitment under a particular DOE Equity Funding and Undertaking Agreement from proceeds of the applicable Vogtle Units 3&4 Bonds or other amounts on deposit in the Construction Fund established under the applicable Vogtle Units 3&4 Bond Resolution. MEAG Power’s Equity Commitment under a particular DOE Equity Funding and Undertaking Agreement may be funded by (x) contributions made by MEAG Power to the applicable Vogtle Units 3&4 Project Entity in immediately available funds and deposited into the DOE Construction Account established under such Vogtle Units 3&4 Project Entity’s DOE Accounts Agreement or (y) by direct application of funds by MEAG Power or the Trustee under the applicable Vogtle Units 3&4 Bond Resolution for payment of Project Costs of the applicable Vogtle Units 3&4 Project, in either case to enable all such Project Costs to be paid as they become due and payable; *provided* that, there shall be no double-counting of amounts paid directly by MEAG Power and subsequently invoiced to the applicable Vogtle Units 3&4 Project Entity under the Cost Reimbursement Agreement between MEAG Power and such Vogtle Units 3&4 Project Entity as Project Costs.

Additionally, prior to the earlier of (a) commercial operation of the second unit of Vogtle Unit No. 3 and Vogtle Unit No. 4 to achieve commercial operation or (b) the funding of the DOE Debt Service Reserve Account established under a particular Vogtle Units 3&4 Project Entity’s DOE Accounts Agreement, if on the fifth Business Day immediately preceding any Payment Date the aggregate amount available in the DOE Construction Account established under such Vogtle Units 3&4 Project Entity’s DOE Accounts Agreement is insufficient to pay interest payments with respect to such Vogtle Units 3&4 Project Entity’s DOE Guaranteed Loan due and payable under such Vogtle Units 3&4 Project Entity’s FFB

Promissory Notes on such Payment Date, MEAG Power shall make equity capital contributions to such Vogtle Units 3&4 Project Entity by deposit of immediately available funds to such DOE Construction Account in an amount necessary to cure any such deficiency to the extent required to cover all such interest payments on such DOE Guaranteed Loan due on such Payment Date; *provided*, that MEAG Power shall only be required to make such equity capital contributions from proceeds of the applicable Vogtle Units 3&4 Bonds or other amounts on deposit in the Construction Fund established under the applicable Vogtle Units 3&4 Bond Resolution.

In the event proceeds of the applicable Vogtle Units 3&4 Bonds or other amounts on deposit in the Construction Fund established under the applicable Vogtle Units 3&4 Bond Resolution then available to MEAG Power or funds then available to the applicable Vogtle Units 3&4 Project Entity to pay Project Costs, taken together, will not be sufficient, either in time or in amount, to pay all Project Costs identified in the then-current Base Case Projections (as defined in the applicable DOE Loan Guarantee Agreement) as and when they become due and payable, MEAG Power shall promptly deliver to DOE a written plan setting forth in reasonable detail MEAG Power's proposed remedial actions and use commercially reasonable efforts to implement any such plan.

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DOE EQUITY PLEDGE AGREEMENTS

The following is a description of certain the provisions of (i) the Equity Pledge Agreement, executed among MEAG Power, the Project M Entity and the DOE Collateral Agent (the “*Project M Equity Pledge Agreement*”), (ii) the Equity Pledge Agreement, executed among MEAG Power, the Project J Entity and the DOE Collateral Agent (the “*Project J Equity Pledge Agreement*”) and (iii) the Equity Pledge Agreement, executed among MEAG Power, the Project P Entity and the DOE Collateral Agent (the “*Project P Equity Pledge Agreement*”) and, together with the Project M Equity Pledge Agreement and the Project J Equity Pledge Agreement, the “*DOE Equity Pledge Agreements*” and each individually, a “*DOE Equity Pledge Agreement*”).

Each of the DOE Equity Pledge Agreements became effective on June 24, 2015 and will continue in full force and effect until such time as all indebtedness evidenced by the applicable FFB Promissory Notes have been paid in full, all lending commitments of FFB to the applicable Vogtle Units 3&4 Project Entity under the applicable FFB Credit Facility Documents have been terminated, and the applicable Vogtle Units 3&4 Project Entity has paid all sums due under the applicable Federal Loan Documents (other than certain indemnity obligations and other obligations expressly surviving termination of the applicable DOE Loan Guarantee Agreement). The DOE Equity Pledge Agreements are identical in all material respects.

In each of the DOE Equity Pledge Agreements, MEAG Power grants the DOE Collateral Agent, for the benefit of DOE and the DOE Collateral Agent, all of MEAG Power’s right, title and interest in the applicable Vogtle Units 3&4 Project Entity, including all rights to receive income, dividends or other distributions allocated or distributed to MEAG Power, and all of MEAG Power’s voting rights in or rights to control or direct the affairs of the applicable Vogtle Units 3&4 Project Entity; *provided, however*, that, during any Standstill Period (as defined in the applicable DOE Loan Guarantee Agreement), DOE or the DOE Collateral Agent shall not have the right to (a) foreclose upon or take possession and cause the sale or disposition of the equity ownership interests in the applicable Vogtle Units 3&4 Project Entity or the applicable Vogtle Units 3&4 Project Entity’s Ownership Interest, vote or exercise any of MEAG Power’s rights incident to its ownership of equity interest in the applicable Vogtle Units 3&4 Project Entity, (b) amend, terminate or modify any of the applicable Vogtle Units 3&4 Project Entity’s organizational documents, or (c) secure the appointment of a receiver of collateral subject to such DOE Equity Pledge Agreement.

**CC PARTICIPANT
ANNUAL GROSS DEBT SERVICE RESPONSIBILITIES**

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**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

TOTAL

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	100.00%	23,110,750.00
2025	100.00%	5,486,150.00
2026	100.00%	5,497,750.00
2027	100.00%	5,511,750.00
2028	100.00%	5,518,750.00
2029	100.00%	5,533,500.00
Total D/S		<u>\$50,658,650.00</u>
Maximum %		100.00%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

ACWORTH

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	2.97%	686,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$686,400.00
Maximum %		2.97%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

ADEL

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	2.32%	535,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$535,600.00
Maximum %		2.32%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

ALBANY

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	2.52%	582,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$582,400.00
Maximum %		2.52%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

BARNESVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.43%	98,800.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$98,800.00
Maximum %		0.43%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

BLAKELY

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.17%	270,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$270,400.00
Maximum %		1.17%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

BRINSON

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.03%	6,240.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$6,240.00
Maximum %		0.03%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

BUFORD

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	6.41%	1,482,000.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		<u>\$1,482,000.00</u>
Maximum %		6.41%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

CAIRO

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.77%	176,800.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$176,800.00
Maximum %		0.77%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

CALHOUN

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	4.05%	936,000.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$936,000.00
Maximum %		4.05%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

CAMILLA

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	2.21%	509,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$509,600.00
Maximum %		2.21%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

CARTERSVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	5.18%	1,196,000.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		<u>\$1,196,000.00</u>
Maximum %		5.18%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

COMMERCE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.18%	41,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$41,600.00
Maximum %		0.18%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

COVINGTON

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	5.72%	1,322,300.00
2025	24.01%	1,317,100.00
2026	24.11%	1,325,500.00
2027	24.06%	1,326,000.00
2028	24.08%	1,328,750.00
2029	24.10%	1,333,500.00
Total D/S		<u>\$7,953,150.00</u>
Maximum %		24.11%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

CRISP CO.

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	5.11%	1,180,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		<u>\$1,180,400.00</u>
Maximum %		5.11%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

DOUGLAS

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	2.09%	483,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$483,600.00
Maximum %		2.09%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

ELBERTON

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.10%	254,800.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$254,800.00
Maximum %		1.10%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

ELLAVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.18%	41,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$41,600.00
Maximum %		0.18%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

FAIRBURN

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.04%	239,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$239,200.00
Maximum %		1.04%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

FITZGERALD

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.37%	317,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$317,200.00
Maximum %		1.37%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

FORT VALLEY

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.54%	124,800.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$124,800.00
Maximum %		0.54%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

GRANTVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.14%	31,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$31,200.00
Maximum %		0.14%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

GRIFFIN

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	10.12%	2,338,960.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$2,338,960.00
Maximum %		10.12%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

HOGANSVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.07%	15,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$15,600.00
Maximum %		0.07%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

LaGRANGE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	10.93%	2,525,100.00
2025	45.99%	2,523,300.00
2026	45.90%	2,523,500.00
2027	45.90%	2,529,750.00
2028	45.85%	2,530,500.00
2029	45.83%	2,535,750.00
Total D/S		<u>\$15,167,900.00</u>
Maximum %		45.99%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

LAWRENCEVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.54%	124,800.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$124,800.00
Maximum %		0.54%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

MARIETTA

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	15.82%	3,655,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$3,655,600.00
Maximum %		15.82%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

MONROE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.83%	192,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$192,400.00
Maximum %		0.83%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

NEWNAN

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	3.60%	832,000.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		<u>\$832,000.00</u>
Maximum %		3.60%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

PALMETTO

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.29%	67,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$67,600.00
Maximum %		0.29%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

QUITMAN

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.25%	57,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$57,200.00
Maximum %		0.25%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

SANDERSVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.40%	322,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$322,400.00
Maximum %		1.40%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

SYLVESTER

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.06%	244,400.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$244,400.00
Maximum %		1.06%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

THOMASTON

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.47%	109,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$109,200.00
Maximum %		0.47%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

THOMASVILLE

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	7.12%	1,645,750.00
2025	30.00%	1,645,750.00
2026	29.99%	1,648,750.00
2027	30.04%	1,656,000.00
2028	30.07%	1,659,500.00
2029	30.08%	1,664,250.00
Total D/S		<u>\$9,920,000.00</u>
Maximum %		30.08%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

WASHINGTON

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	1.04%	239,200.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$239,200.00
Maximum %		1.04%

**CC Project Participants Annual Gross Debt Service Responsibilities
As of December 31, 2023**

WEST POINT

Series 2020A		
Bond Year Ending October 31,	% of Total Annual D/S	\$ D/S
2024	0.97%	223,600.00
2025	0.00%	
2026	0.00%	
2027	0.00%	
2028	0.00%	
2029	0.00%	
Total D/S		\$223,600.00
Maximum %		0.97%