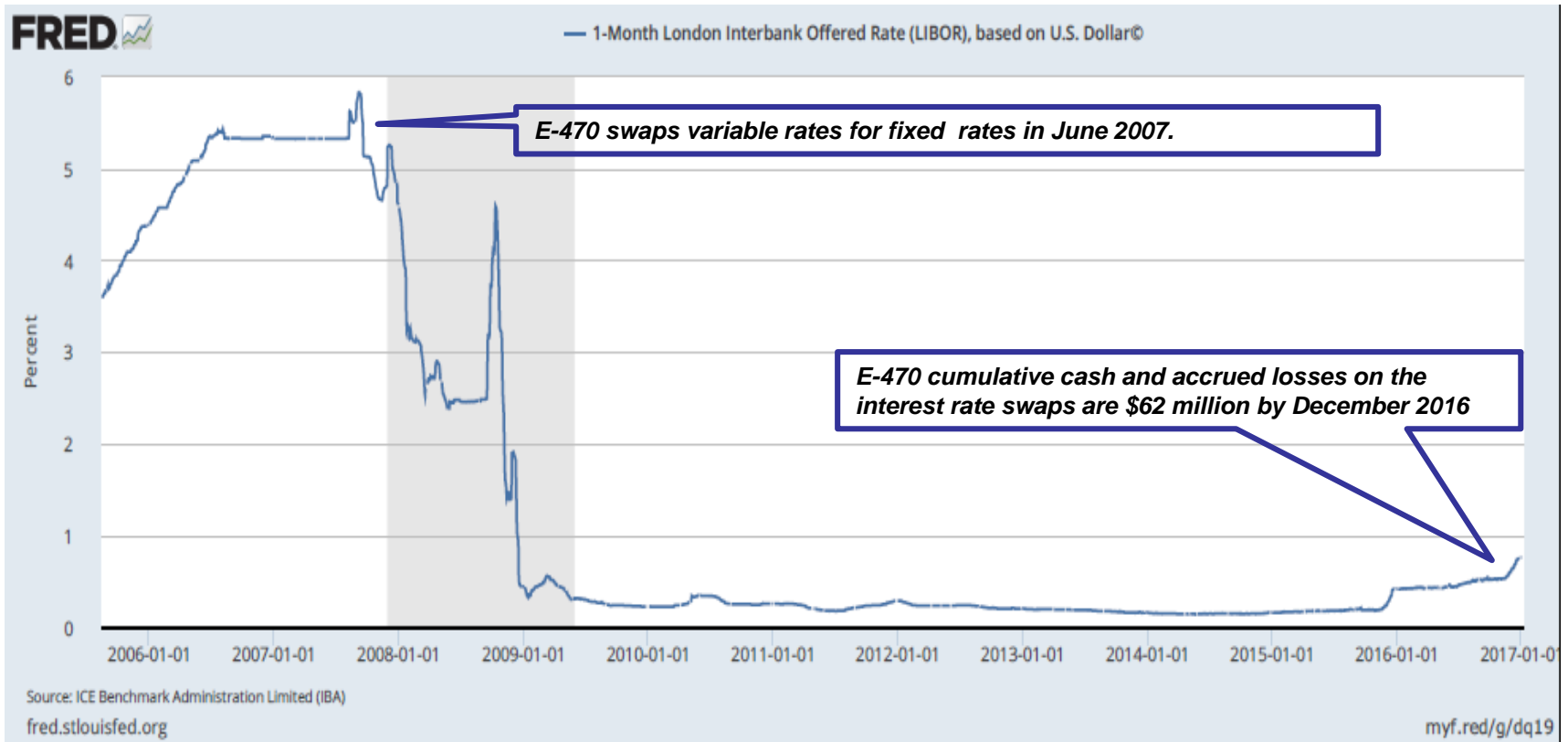


10 Year US Dollar LIBOR Trend



- *E-470 hedged against rising interest rates just before a generational plunge in short term interest rates*
- *Could E-470's timing have been any worse?*



Fatality Rate Per Million Miles Driven



	2014	2015	2016
Total Number of Fatalities:	4	2	1
Daily average of Vehicles (count):	66,369	74,197	80,064
Number of years covered by data:	1	1	1
E-470 Rate:	0.17	0.08	0.04
National Rate: (NHTSA)	1.08	1.12	-----

- *The slide title should be Per 100 Million Miles*
- *The 0.08 fatalities calculation is erroneous*
- *Comparison of the E470 fatality rate to the National Rate is comparing apples and oranges*



Interest Rate Swaps

Current outstanding swaps:

	<u>FV at 12/31/16</u>
JPM \$69.3 million LIBOR original swap (2007)	\$ (22,297,073)
MS-1 \$69.3 million LIBOR original swap (2007)	<u>(22,298,135)</u>
Total swap fair value (net)	\$ (44,595,208)

- ▶ Pay-fixed swaps at a rate of 3.832%; based on 67% of LIBOR
- ▶ JPM and MS-1 both are linked to the current 2007CD-2 and 2014A SIFMA floating rate notes
- ▶ Plans to leave swaps unchanged – amend swap documents to add 2017 bonds



Debt and Swap Summary

Bond Series	Final Maturity Date	Future Bond Opportunities	Principal and Interest Payments			Outstanding 12/31/16 Bonds Payable
			2015 (Actual)	2016 (Actual)	2017 (Budget)	
Senior Revenue			Bonds Debt Service			
1997 Bonds (B)	9/1/2026	None	\$ 39,795,000	\$ 44,800,000	\$ 44,795,000	342,463,051
2000 Bonds (B)	9/1/2033	None	-	-	-	430,979,134
2004 Bonds (A,B&C)	3/1/2036	Partial Call in 2020	1,103,250	8,168,250	15,750,000	298,884,089
2006 Bonds (B)	9/1/2039	Call in 2026	6,047,250	6,048,500	-	95,276,445
2007 Bonds (A-1 to D-1/CD2)	9/1/2039	2007CD-2: Put in 2017	34,032,149	24,054,451	22,391,925	97,480,000
2010 Bonds (A&C)	9/1/2041	Partial Call in 2020	4,358,731	4,358,731	4,358,750	115,300,603
2014 Bonds (A)	9/1/2039	Put in 2017	882,212	1,116,314	1,235,100	72,565,000
2015 Bonds (A)	9/1/2020	None	-	3,836,306	2,536,875	39,915,000
Swaps Differential, net (multiple swaps - see below)			4,900,933	4,849,313	5,312,700	-
Subtotal - Senior Debt Service Due			\$ 91,119,525	\$ 97,231,865	\$ 96,380,350	1,492,863,322
<i>Increase in Senior Debt Service from Prior Year</i>				6,112,340	(851,515)	
VRF Bonds Debt Service						
2001 VRF Bonds **	9/1/2018	None	2,487,400	2,486,800	2,484,750	3,695,000
Total Debt Service						
Total Current Bonds Outstanding*						1,496,558,322
Notes						
* Does not include future accretion amounts						
** Paid from the VRF economic escrow defeasance fund in 2015, 2016 and a portion of 2017						

Interest Rate Swap Fair Value Summary					
Counterparty	Maturity Date	Pay	Receive	Related Bond Series	Fair Value 12/31/2016
JP Morgan	9/1/2039	Fixed rate-3.83%	67% of LIBOR	2007 Series	(22,485,317)
Morgan Stanley	9/1/2039	Fixed rate-3.83%	67% of LIBOR	2007 Series	(22,486,379)
Net Fair Value (Liability)					(44,971,696)

Projected Cash Flow 2017 to 2030



PROJECTED CASH FLOWS & DEBT SERVICE COVERAGE (BASED ON CURRENT DEBT STRUCTURE)

Year	2017 (Budget)	2018 (Budget Estimate)	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030
Revenues:														
Toll Revenue, net (CDM 2014 T&R Study 2017+)	192,081,000	203,281,000	218,312,000	234,540,000	247,267,000	254,182,000	261,523,000	270,032,000	281,001,000	295,260,000	310,204,000	326,836,000	342,530,000	359,853,000
Toll Fees Revenue, net	6,775,000	7,080,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Interest Income	6,000,000	6,000,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Tolling Services Revenue & Other Income	5,340,000	5,425,000	6,000,000	6,500,000	7,000,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
VRF Fees	10,257,000	6,939,000	-	-	-	-	-	-	-	-	-	-	-	-
Less:														
Operating Expenses (assumes 5% increase annually 2019+)	51,786,750	56,526,670	59,353,004	62,320,654	65,436,686	68,708,521	72,143,947	75,751,144	79,538,701	83,515,636	87,691,418	92,075,989	96,679,788	101,513,778
Net Revenues	168,666,250	172,198,330	179,958,997	193,719,346	203,830,314	207,973,479	211,879,053	216,780,856	223,962,299	234,244,364	245,012,582	257,260,011	268,350,212	280,839,222
Less: Senior Debt Service and Swaps Due	96,380,350	105,421,200	112,839,980	117,282,000	97,251,730	98,956,730	100,651,730	102,451,730	128,436,730	135,941,030	136,355,630	136,355,630	136,355,630	136,355,630
Debt Service Coverage	1.75	1.63	1.59	1.65	2.10	2.10	2.11	2.12	1.74	1.72	1.80	1.89	1.97	2.06
Funds Available After Debt Service	72,285,900	66,777,130	67,119,017	76,437,346	106,578,584	109,016,749	111,227,323	114,329,126	95,525,569	98,303,334	108,656,952	120,904,381	131,994,582	144,483,592
Less: Capital Expenditures (assumed \$75M 2021+)	79,064,500	49,716,800	59,217,900	47,700,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000
Net Funds to Unrestricted	(6,778,600)	17,060,330	7,901,117	28,737,346	31,578,584	34,016,749	36,227,323	39,329,126	20,525,569	23,303,334	33,656,952	45,904,381	56,994,582	69,483,592
Less: Uses of Unrestricted Funds for Future Debt Transactions	2,000,000	-	1,000,000	-	1,000,000	-	-	-	-	-	-	-	-	-
Unrestricted Fund Balance	166,349,900	183,410,230	190,311,347	219,048,693	249,627,276	283,644,026	319,871,349	359,200,475	379,726,044	403,029,377	436,686,329	482,590,710	539,585,292	609,068,884

Projected Cash Flow 2031 to 2042



PROJECTED CASH FLOWS & DEBT SERVICE COVERAGE (BASED ON CURRENT DEBT STRUCTURE)

Year	2031	2032	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042
Revenues:												
Toll Revenue, net (CDM 2014 T&R Study 2017+)	378,173,000	398,425,000	417,779,000	438,986,000	486,950,000	512,621,000	536,446,000	563,639,000	591,846,000	623,339,000	653,136,000	686,126,000
Toll Fees Revenue, net	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Interest Income	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Tolling Services Revenue & Other Income	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
VRF Fees	-	-	-	-	-	-	-	-	-	-	-	-
Less:												
Operating Expenses (assumes 5% increase annually 2019+)	106,589,467	111,918,940	117,514,887	123,390,632	129,560,163	136,038,171	142,840,080	149,982,084	157,481,188	165,355,247	173,623,010	182,304,160
Net Revenues	294,083,533	309,006,060	322,764,113	338,095,368	379,889,837	399,082,829	416,105,920	436,156,916	456,864,812	480,483,753	502,012,990	526,321,840
Less: Senior Debt Service and Swaps Due	136,355,630	136,355,630	136,355,630	136,355,630	95,045,630	136,355,630	126,684,070	127,424,980	125,957,310	52,385,000	52,385,000	-
Debt Service Coverage	2.16	2.27	2.37	2.48	4.00	2.93	3.28	3.42	3.63	9.17	9.58	
Funds Available After Debt Service	157,727,903	172,650,430	186,408,483	201,739,738	284,844,207	262,727,199	289,421,850	308,731,936	330,907,502	428,098,753	449,627,990	526,321,840
Less: Capital Expenditures (assumed \$75M2021+)	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000
Net Funds to Unrestricted	82,727,903	97,650,430	111,408,483	126,739,738	209,844,207	187,727,199	214,421,850	233,731,936	255,907,502	353,098,753	374,627,990	451,321,840
Less: Uses of Unrestricted Funds for Future Debt Transactions	-	-	-	-	-	-	-	-	-	-	-	-
Unrestricted Fund Balance	691,796,787	789,447,217	900,855,700	1,027,595,438	1,237,439,645	1,425,166,844	1,639,588,694	1,873,320,630	2,129,228,132	2,482,326,885	2,856,954,875	3,308,276,715