



Dulles Corridor Enterprise Financial Update

Dulles Corridor Advisory Committee Meeting

October 11, 2018

Discussion Outline

Finance Plan for the Metrorail Project

- Developments Since the May 2018 DCAC Meeting
- Allocation of Capital Costs
- Status of Committed Funding



Dulles Toll Road Update

- DTR Toll Revenue and Transactions



Developments Since the May 2018 DCAC Meeting

- Credit Ratings Affirmed.*** On June 29, 2018, Standard & Poor's (S&P) Global Ratings affirmed the existing long-term and underlying ratings for the Dulles Toll Road Revenue Bonds.

DTR Lien	S&P Rating	Amount Outstanding as of October 1, 2018
First Senior	A-	\$198 million
Second Senior	BBB+	\$1.70 billion
Subordinate	BBB+	\$150 million
Junior (TIFIA Lien)	A-	\$951 million



Developments Since the May 2018, continued

- ***Congestion Mitigation and Air Quality Improvement (CMAQ) Grant.***
The Virginia Department of Rail and Public Transportation (DRPT), Fairfax County and the Airports Authority secured an \$11 million CMAQ grant to fund eligible costs associated with the Innovation Center Metrorail Station (Innovation Station). The Federal share of the grant is 80 percent and DRPT is providing the required 20 percent match for the combined total of \$11 million.

Pursuant to the Local Funding Agreement between the Airports Authority and Fairfax and Loudoun Counties, the funding allocations for each funding partner were modified to reflect the \$11 million CMAQ grant.

Rail Project Costs are Allocated in Accordance with Funding Agreements

SOURCES OF CAPITAL FUNDS \$ Millions	PHASE 1	PHASE 2 ⁽¹⁾	RAIL PROJECT BUDGET prior to NVTA and CMAQ		RAIL PROJECT BUDGET after NVTA and CMAQ	
			Total	% of Total	Change	Total
Federal	\$ 900	\$ -	\$ 900	15.6%		\$ 900
Commonwealth of Virginia - Federal Funds ⁽²⁾	75	-	75	1.3%	11.0	86
Commonwealth of Virginia - State Funds ⁽³⁾	177	323	500	8.7%		500
Northern Virginia Transportation Authority ⁽⁴⁾		-	-	0.0%	60.0	60
Fairfax County	400	527	927	16.1%	(11.4)	916
Loudoun County		276	276	4.8%	(3.4)	273
MWAA (Aviation Funds)		236	236	4.1%	(2.9)	233
MWAA (Dulles Toll Road)	1,430	1,415	2,845	49.4%	(53.3)	2,792
TOTAL SOURCES OF FUNDS	\$ 2,982	\$ 2,778	\$ 5,760	100.0%	\$ -	\$ 5,760

Fixed Amount
Fixed Percentage of total cost
Residual

- (1) Phase 2 Parking Garages are funded directly by the Counties and are not included in the Total Rail Project Budget.
- (2) Includes \$75 million Section 5307 Surface Transportation Program grant as well as the federal and state share of the \$11 million Congestion Mitigation and Air Quality Improvement (CMAQ) grant. CMAQ funds can only be used to pay or reimburse eligible costs associated with the Innovation Center Metrorail Station.
- (3) Does not include \$150 million from the Commonwealth that is being used to pay interest on Dulles Toll Road revenue bonds.
- (4) Grant from Northern Virginia Transportation Authority (NVTA) can only be used to pay or reimburse capital costs for Innovation Center Metrorail Station.

Existing Funding Commitments are Sufficient to Complete the Metrorail Project

Source of Funds (\$Millions)	Amount Committed	Amount Received as of September 1, 2018	Remaining Commitment	Notes
Federal - FTA Full Funding Grant Agreement	\$ 900	900	-	(1)
Commonwealth – Federal Funds	86	75	11	
Commonwealth - State Funds	500	500	-	
Northern Virginia Transportation Authority (NVTA)	60	60	-	(2)
Fairfax County	916	739	177	
Loudoun County	273	180	93	
Airports Authority - Aviation Funds	233	110	123	
Airports Authority - Dulles Toll Road	2,792	2,500	292	
TOTAL SOURCES	\$ 5,760	5,064	696	(3)

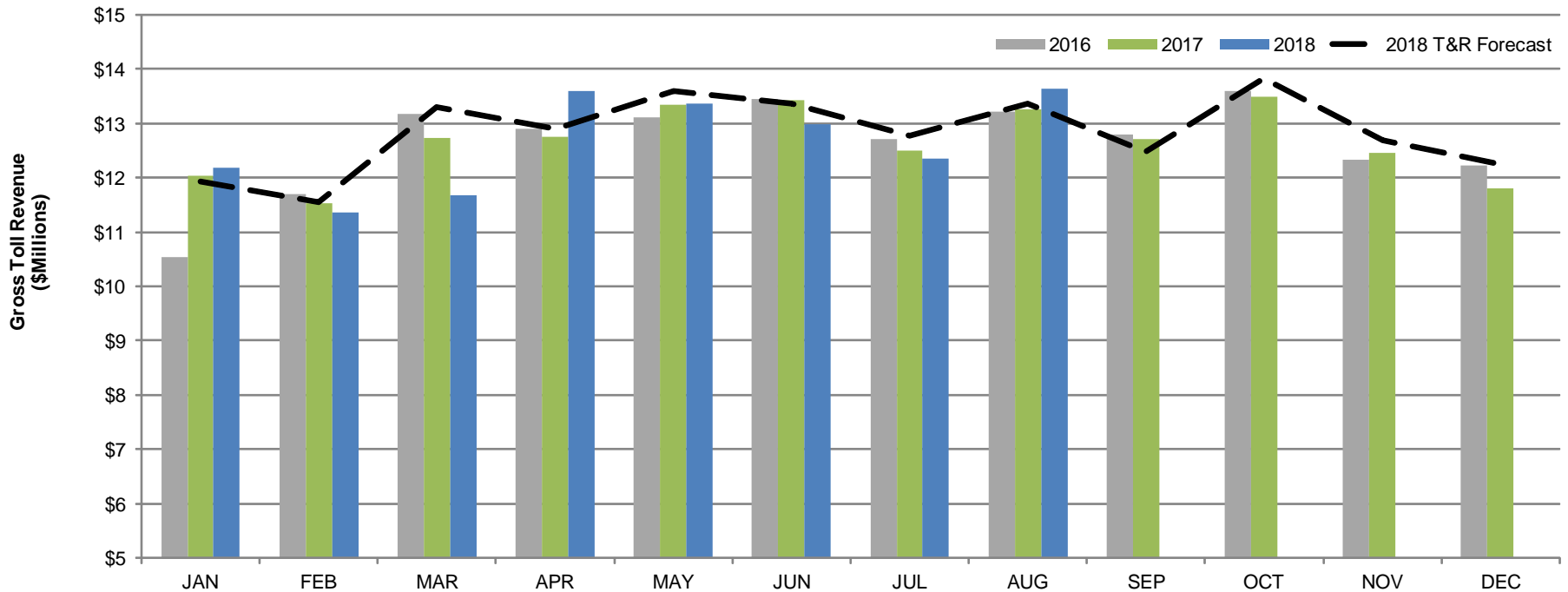
(1) Congress has appropriated, and FTA has awarded, \$900 million in Section 5309 New Starts funds for the project. Approximately \$872 million was expended as of July 31, 2018.

(2) The \$60 million NVTA grant was used to pay or reimburse capital costs for Innovation Center Metrorail Station.

(3) The total sources of committed funding does not include (a) Fairfax County and Loudoun County funding of approximately \$348 million for the Dulles Corridor Metrorail Project – Phase 2 garages, which are outside the TIFIA Project budget, and (b) \$150 million of Commonwealth funds used to pay interest on revenue bonds

DTR Toll Revenues Have Been Consistent with Projections

(YTD Unaudited)

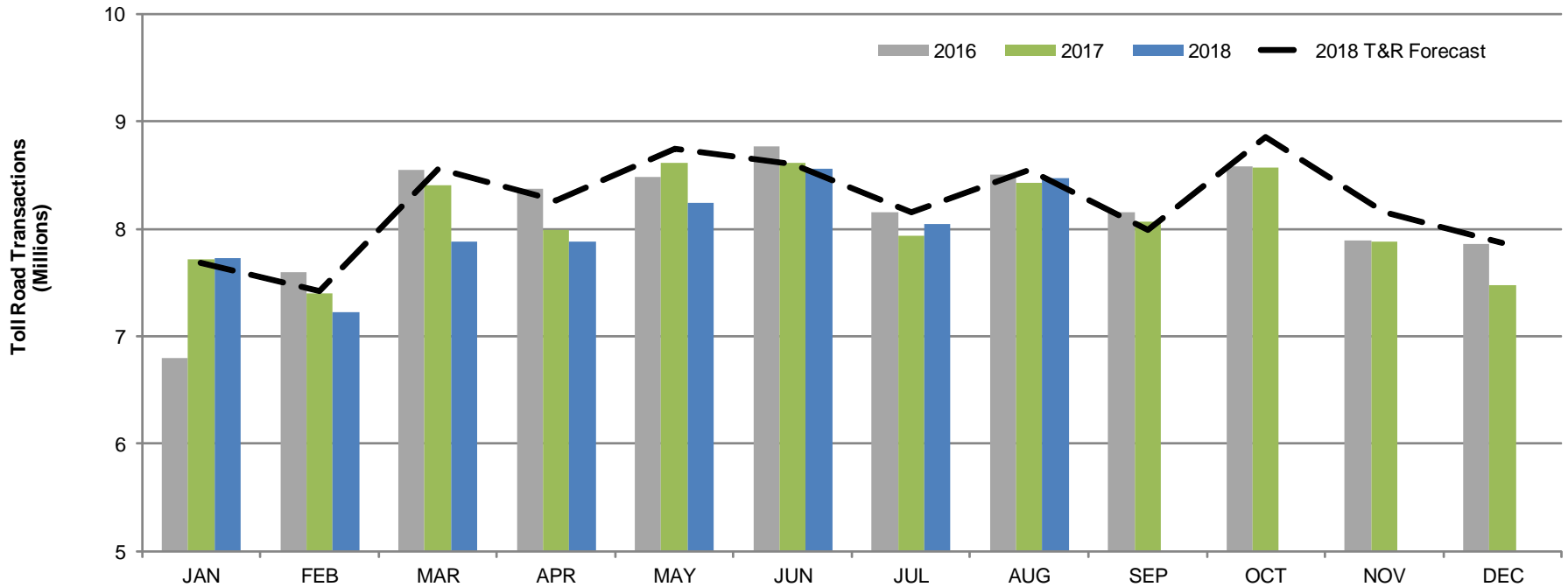


\$Millions	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	SUBTOTAL	TOTAL
	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Dec
2018	\$ 12.2	\$ 11.3	\$ 11.7	\$ 13.6	\$ 13.4	\$ 13.0	\$ 12.3	\$ 13.6					\$ 101.1	\$ 101.1
% of Forecast *	102%	98%	88%	105%	98%	97%	97%	102%					98%	66%
2017	\$ 12.0	\$ 11.5	\$ 12.7	\$ 12.7	\$ 13.4	\$ 13.4	\$ 12.5	\$ 13.2	\$ 12.7	\$ 13.5	\$ 12.5	\$ 11.8	\$ 36.3	\$ 152.0
2016	\$ 10.5	\$ 11.7	\$ 13.2	\$ 12.9	\$ 13.1	\$ 13.5	\$ 12.7	\$ 13.2	\$ 12.8	\$ 13.6	\$ 12.3	\$ 12.2	\$ 35.4	\$ 151.8

* T&R Forecast for 2018 was prepared by CDM Smith in October 2017 as part of the Dulles Toll Road Transactions and Revenue Review for the 2018 Budget.

DTR Toll Transactions are also in Line with Expectations

(YTD Unaudited)



Millions	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	SUBTOTAL	TOTAL
	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Aug	Jan-Dec
2018	7.72	7.22	7.88	7.88	8.24	8.55	8.04	8.47					64.01	64.01
% of Forecast *	108%	97%	91%	94%	94%	96%	96%	99%					97%	65%
2017	7.72	7.40	8.40	7.99	8.61	8.61	7.93	8.43	8.06	8.56	7.88	7.48	23.52	97.08
2016	6.80	7.60	8.55	8.38	8.49	8.76	8.16	8.50	8.15	8.58	7.89	7.86	22.95	97.72

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