



**FEBRUARY 2022**  
**DULLES CORRIDOR ENTERPRISE**  
**REPORT OF THE FINANCIAL ADVISORS**

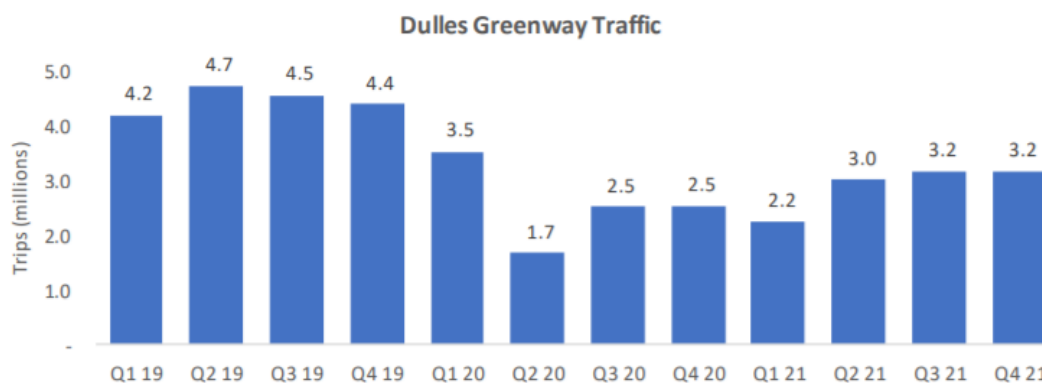
The Metropolitan Washington Airports Authority (Airports Authority) established the Dulles Corridor Enterprise (DCE) Fund to segregate the financial activity associated with the operation, maintenance, and improvement of the Dulles Toll Road (DTR) and construction of the Dulles Corridor Metrorail Project (Rail Project) from the financial operations of the Airports. This report provides an update on the status of capital financing activities and other issues related to the DCE Fund.

**Informational Items**

- ***Dulles Toll Road Subordinate Lien Revenue and Refunding Bonds, Series 2022.*** The \$754,830,000 transaction was priced on January 19 and 20, 2022. Wells Fargo Securities served as the Book-running Senior Manager. Bank of America Securities, Citigroup, Goldman Sachs & Co., Siebert Williams Shank & Co. LLC served as Co-Managers. The Emerging Underwriter Co-Managers were Academy Securities, Inc. and Cabrera Capital Markets LLC.

The transaction is scheduled to close on February 16, 2022. Finance staff will provide a detailed description of the results in a separate presentation.

- ***Dulles Greenway Operating Results.*** On January 27, 2022, Atlas Arteria (ALX), the owner of the private toll concession for the Dulles Greenway, released toll revenue and traffic statistics for the year ending December 31, 2021. Total traffic for the year was 11.56 million trips, an increase of 13.3 percent over 2020 and a decrease of 35.1 percent from 2019. Total toll revenue in 2021 was \$59.93 million, approximately 16.2 percent more than generated in 2020 and 32.9 percent less than 2019.



*Atlas Arteria Toll Revenue and Traffic Statistics Q42021*

## MONTHLY UPDATE: OUTSTANDING DCE DEBT

The total amount of outstanding DTR Revenue Bonds as of February 1, 2022, including accretion, is \$3,360,009,729.<sup>1</sup> Tables 1 and 2 provide detail on each series of Bonds. The tables will be updated once the Series 2022 Bonds transaction is closed.

**Table 1: DTR Revenue Bonds**  
**Amount Outstanding by Series and Credit Ratings**

| Series <sup>2</sup> | Dated Date | Originally Issued Par Amount | Outstanding as of 02/01/2022 | Lien          | Tax Status                                   | Moody's Rating      | S&P Rating        | Credit Enhancement <sup>3</sup> |
|---------------------|------------|------------------------------|------------------------------|---------------|--|---------------------|-------------------|---------------------------------|
| 2019A <sup>4</sup>  | 7/10/2019  | \$ 163,110,000               | \$ 163,110,000               | First Senior  | Tax-Exempt Current Interest Bonds            | A2                  | A                 | None                            |
| 2009B               | 8/12/2009  | 207,056,689                  | 353,645,469                  | Second Senior | Tax-Exempt Capital Appreciation Bonds (CABs) | Baa1<br>A3(Insured) | A-<br>AA(Insured) | \$188,266,435 (AGC)             |
| 2009C               | 8/12/2009  | 158,234,960                  | 249,775,000                  | Second Senior | Tax-Exempt Convertible CABs                  | A3<br>(Insured)     | AA<br>(Insured)   | \$158,234,960 (AGC)             |
| 2009D               | 8/12/2009  | 400,000,000                  | 400,000,000                  | Second Senior | Taxable Build America Bonds                  | Baa1                | A-                | None                            |
| 2010A               | 5/27/2010  | 54,813,219                   | 117,354,260                  | Second Senior | Tax-Exempt CABs                              | Baa1                | A-                | None                            |
| 2010B               | 5/27/2010  | 137,801,650                  | 235,000,000                  | Second Senior | Tax-Exempt Convertible CABs                  | Baa1                | A-                | None                            |
| 2014A               | 5/14/2014  | 421,760,000                  | 421,760,000                  | Second Senior | Tax-Exempt Current Interest Bonds            | Baa1                | A-                | None                            |
| 2010D               | 5/27/2010  | 150,000,000                  | 150,000,000                  | Subordinate   | Taxable Build America Bonds                  | Baa2                | A-                | None                            |
| 2019B <sup>5</sup>  | 12/19/2019 | 1,269,365,000                | 1,269,365,000                | Subordinate   | Tax-Exempt Current Interest Bonds            | Baa2<br>A2(Insured) | A-<br>AA(Insured) | \$300,000,000 (AGM)             |
|                     |            | <u>\$2,962,141,518</u>       | <u>\$ 3,360,009,729</u>      |               |  |                     |                   |                                 |

<sup>1</sup> The amount outstanding includes approximately \$398 million of net accreted value on outstanding capital appreciation bonds and convertible capital appreciation bonds. Interest on those securities is not paid currently. It accretes from the date of issuance and is compounded semi-annually on each April 1 and October 1 until the applicable maturity date, conversion date or payment commencement date, whereupon interest will be payable semi-annually.

<sup>2</sup> Series 2010C was authorized but not issued.

<sup>3</sup> Column shows original principal amount insured. Bonds insured by Assured Guaranty Corp. (AGC) are rated "AA" by S&P and "A3" by Moody's. Bonds insured by Assured Guaranty Municipal Corp. (AGM) are rated "AA" by S&P and "A2" by Moody's.

<sup>4</sup> Proceeds of the Series 2019A Bonds, along with other available funds, were used to refund all outstanding DTR First Senior Lien Revenue Series 2009A Bonds on October 1, 2019.

<sup>5</sup> Proceeds of the Series 2019B Bonds, along with other available funds, were used to repay the DTR Transportation Infrastructure Finance and Innovation Act (TIFIA) Loan in full on December 19, 2019. The TIFIA Loan Agreement has been terminated and no Junior Lien Bonds remain outstanding.

**Table 2: DTR Revenue Bonds  
Interest Rates and Call Provisions**

| Series | Outstanding as of 02/01/2022 | Lien          | Tax Status and Structure          | Principal Amortization | Yields <sup>6</sup>                | Call Provisions <sup>7</sup>                    |
|--------|------------------------------|---------------|-----------------------------------|------------------------|------------------------------------|---|
| 2019A  | \$ 163,110,000               | First Senior  | Tax-Exempt Current Interest Bonds | 2031-2044              | 2.11% to 2.63%                     | 10/01/2028 at Par                               |
| 2009B  | 353,645,469                  | Second Senior | Tax-Exempt CABs                   | 2012-2040              | 3.50% to 7.91%                     | Non-Callable                                    |
| 2009C  | 249,775,000                  | Second Senior | Tax-Exempt Convertible CABs       | 2038-2041              | 6.50%                              | 10/01/2026 at Accreted Value                    |
| 2009D  | 400,000,000                  | Second Senior | Taxable Build America Bonds       | 2045-2046              | 7.462% (4.85% net of full subsidy) | Any Business Day at Make-Whole Redemption Price |
| 2010A  | 117,354,260                  | Second Senior | Tax-Exempt CABs                   | 2029-2037              | 6.625%                             | Non-Callable                                    |
| 2010B  | 235,000,000                  | Second Senior | Tax-Exempt Convertible CABs       | 2040-2044              | 6.50%                              | 10/01/2028 at Accreted Value                    |
| 2014A  | 421,760,000                  | Second Senior | Tax-Exempt Current Interest Bonds | 2051-2053              | 4.40%                              | 04/01/2022 at Par                               |
| 2010D  | 150,000,000                  | Subordinate   | Taxable Build America Bonds       | 2042-2047              | 8.00% (5.20% net of full subsidy)  | Any Business Day at Make-Whole Redemption Price |
| 2019B  | 1,269,365,000                | Subordinate   | Tax-Exempt Current Interest Bonds | 2033-2053              | 2.26% to 3.17%                     | 10/01/2029 at Par                               |
|        | <u>\$ 3,360,009,729</u>      |               |                                   |                        |                                    |   |

<sup>6</sup> The overall average cost of capital, after considering the refunding of the Series 2009A Bonds and the DTR TIFIA Loan, is approximately 4.44 percent.

<sup>7</sup> The Make-Whole Redemption Price is the greater of (i) 100 percent of the principal amount of the Bonds to be redeemed and (ii) the sum of the present value of the remaining scheduled payments of principal and interest to the maturity date of the Bonds to be redeemed discounted to the date on which the Bonds are to be redeemed on a semi-annual basis, assuming a 360-day year consisting of 12 30-day months, at the adjusted Treasury Rate plus 50 basis points, plus accrued and unpaid interest on the Bonds to be redeemed on the redemption date.