

# OHIO TURNPIKE AND INFRASTRUCTURE COMMISSION

## Resolution Concerning the Financial Condition of the Commission

WHEREAS, §4.04(b) of the Master Trust Agreement, as amended and restated dated April 8, 2013, and the Junior Lien Master Trust Agreement, dated August 1, 2013, both of which are between the Commission and The Huntington National Bank, as Trustee, (the “Trust Agreements”) require that, on or before July 31 of each year, the Commission shall complete a review of its financial condition for the purpose of estimating whether the Gross Revenues for such Fiscal Year will be sufficient to provide, together with Series Payments, Additional System Payments and Supplemental Payments, the amounts specified in §4.04(a) of the Trust Agreements; and

WHEREAS, the Commission’s CFO/Comptroller has analyzed the Commission’s financial condition and has advised the Commission that, on the basis of his analysis, the Commission’s revenues for fiscal year 2014 will be sufficient to meet the requirements of §4.04(a) of the Trust Agreements, and he has set forth a detailed statement of the actual and estimated Gross Revenues, Series Payments, Additional System Payments and Supplemental Payments; and

WHEREAS, a certification of same is before the Commission.

NOW, THEREFORE, BE IT

RESOLVED that the Commission, having reviewed the analysis prepared by the CFO/Comptroller, determines that there will be sufficient Gross Revenues for fiscal year 2014 together with Series Payments, Additional System Payments and Supplemental Payments to meet the requirements of §4.04(a) of the Trust Agreements, and hereby authorizes and directs the CFO/Comptroller to issue the certificate required by §4.04(b) of the Trust Agreements; and

FURTHER RESOLVED that copies of such certification and a certified copy of this Resolution shall be transmitted to the Trustee and the rating agencies, and shall be available to any interested party.

**(Resolution No. 48-2014 adopted July 21, 2014)**

**OHIO TURNPIKE AND INFRASTRUCTURE COMMISSION  
TRUST AGREEMENTS SECTION 4.04  
ESTIMATED CALCULATIONS FOR YEAR ENDING DECEMBER 31, 2014**

**REQUIREMENT I**

GROSS PLEDGED REVENUES:		
ACTUAL FOR 1ST SIX MONTHS OF YEAR	\$ 133,882,967	
ESTIMATE FOR LAST SIX MONTHS OF YEAR	<u>148,915,178</u>	
ESTIMATED GROSS PLEDGED REVENUES	\$ 282,798,145	Section 4.04 (a) (i) and 4.04 (b)
OPERATING, MAINTENANCE & ADMINISTRATION COSTS	\$ 112,706,029	Section 4.04 (a) (i) (1)
REQUIRED DEPOSIT TO EXPENSE RESERVE	<u>(238,200)</u>	Section 4.04 (a) (i) (2)
<b>NET/SYSTEM PLEDGED REVENUES</b>	<b>\$ 170,330,316</b>	<b>Required to be positive</b>

**REQUIREMENT II**

NET/SYSTEM PLEDGED REVENUES	\$ 170,330,316	Section 4.04 (a) (ii)
ANNUAL SENIOR LIEN DEBT SERVICE REQUIREMENT:		
PRINCIPAL	29,228,333	
INTEREST	30,660,115	
LESS: ESTIMATED INVESTMENT EARNINGS	<u>(490,048)</u>	
NET ANNUAL SENIOR DEBT SERVICE REQUIREMENT	\$ 59,398,400	Section 4.04 (a) (ii)
ANNUAL JUNIOR LIEN DEBT SERVICE REQUIREMENT:		
INTEREST	36,146,188	
LESS ESTIMATED INVESTMENT EARNINGS	(796,501)	
LESS INTEREST INCOME TRANSFERRED FROM INFRASTRUCTURE FUND	<u>(3,904,335)</u>	
NET ANNUAL JUNIOR DEBT SERVICE REQUIREMENT	\$ 31,445,352	
NET ANNUAL COMPOSITE DEBT SERVICE REQUIREMENT	\$ 90,843,752	
RENEWAL & REPLACEMENT (R&R) REQUIREMENT	<u>9,400,000</u>	Section 4.04 (a) (ii)
<b>NET/SYSTEM PLEDGED REVENUES LESS DEBT SERVICE AND R &amp; R REQUIREMENTS</b>	<b><u>\$ 70,086,564</u></b>	<b>Required to be positive</b>

**REQUIREMENT III**

NET/SYSTEM PLEDGED REVENUES AS A % OF NET ANNUAL SENIOR DEBT SERVICE REQUIREMENT	<b><u>287%</u></b>	Senior Lien Section 4.04 (a) (iii) <b>Required to equal 120% or more *</b>
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**REQUIREMENT IV**

NET/SYSTEM PLEDGED REVENUES AS A % OF NET ANNUAL COMPOSITE DEBT SERVICE REQUIREMENT	<b><u>187%</u></b>	Junior Lien Section 4.04 (a) (iii) <b>Required to equal 120% or more</b>
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\* Required to be 150% or more during the Fiscal Year immediately preceding the issuance of additional bonds, or during any twelve (12) consecutive calendar months selected by the Commission out of the fifteen (15) consecutive calendar months immediately preceding such issuance, calculated using the maximum annual debt service on the bonds then outstanding and the the bonds proposed to be issued. Also, the projected ratio must be 150% for each year bonds are scheduled to be outstanding in the event that the Commission implements a non-temporary toll rate reduction. In addition, the Commission has, by resolution, declared its intention as a matter of policy to maintain Sr. debt service coverage levels at a target of 200% of annual debt service. Other than in connection with the issuance of additional bonds, or the implementation of a toll rate reduction, the Commission has no obligation to meet such coverage levels, or to maintain a policy of doing so, and the Commission may rescind that policy at any time.

**OHIO TURNPIKE AND INFRASTRUCTURE COMMISSION  
ESTIMATED GROSS PLEDGED REVENUES  
FOR THE YEAR ENDING DECEMBER 31, 2014**

	<u>January - June</u>	<u>July - December</u>	<u>Total</u>
<b><u>Year Ending December 31, 2013:</u></b>			
Toll Revenue	\$ 120,545,871	\$ 134,091,994	\$ 254,637,865
Special Toll Permits	1,741,994	1,776,252	3,518,246
Concession & Miscellaneous Revenues	7,076,410	9,778,145	16,854,555
Investment Revenue:			
Revenue Fund	71,396	58,558	129,954
Renewal & Replacement Fund	6,915	8,969	15,884
System Projects Fund	23,858	68,011	91,869
Construction Fund	-	23,381	23,381
Total Gross Pledged Revenues	<u>\$ 129,466,444</u>	<u>\$ 145,805,310</u>	<u>\$ 275,271,754</u>

	<u>Actual January - June</u>	<u>Estimated July - December</u>	<u>Estimated Total</u>
<b><u>Year Ending December 31, 2014:</u></b>			
Toll Revenue	\$ 123,495,899	\$ 137,702,326	\$ 261,198,225 *
Special Toll Permits	1,694,779	1,779,000	3,473,779
Concession & Miscellaneous Revenues	8,512,067	9,297,602	17,809,669
Investment Revenue:			
Revenue Fund	46,501	50,000	96,501
Renewal & Replacement Fund	8,467	6,250	14,717
System Projects Fund	116,354	75,000	191,354
Construction Fund	8,899	5,000	13,899
Total Gross Pledged Revenues	<u>\$ 133,882,967</u>	<u>\$ 148,915,178</u>	<u>\$ 282,798,145</u>

I hereby certify the calculations above to be a fair and honest estimation of the Gross Revenues for the year ending December 31, 2014 in accordance with Section 4.04b of the Master Trust Agreement.



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CFO/Comptroller

7/11/2014

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Date

\* Estimated toll revenue for the year ending December 31, 2014 was projected by Traffic Consultant, Jacobs Engineering Group