

# DEBT CAPACITY

## DEBT SERVICE COVERAGE & RATE COVENANT COMPLIANCE - REVENUE BONDS

For the Fiscal Years Ended June 30

(In Thousands)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues										
Toll	\$ 702,659	\$ 646,934	\$ 584,618	\$ 674,567	\$ 676,726	\$ 670,760	\$ 644,658	\$ 649,791	\$ 615,579	\$ 454,849
Concession	5,760	5,009	5,317	6,649	6,337	6,006	6,213	5,070	3,314	4,088
Other <sup>(1)</sup>	47,409	30,733	48,121	52,316	52,004	64,338	45,927	46,399	38,593	32,946
Revenue Adjustment <sup>(2)</sup>	46,735	(191,584)	(23,886)	(14,290)	(13,758)	(14,490)	(14,003)	(13,356)	(12,219)	(9,138)
Pledged Investment Income <sup>(3)</sup>	—	—	—	3,234	(102)	656	1,121	371	273	473
Gross Revenues	\$ 802,562	\$ 491,092	\$ 621,667	\$ 722,476	\$ 721,209	\$ 727,270	\$ 683,916	\$ 688,275	\$ 645,540	\$ 483,218
Expenses										
Operating	\$ 326,550	\$ 292,775	\$ 250,821	\$ 255,713	\$ 238,651	\$ 233,952	\$ 219,496	\$ 215,408	\$ 203,953	\$ 190,988
General & Administrative	29,943	58,400	59,446	57,880	55,644	57,030	59,272	59,662	55,241	51,754
Expense Adjustment <sup>(4)</sup>	(35,085)	(34,061)	(41,837)	(33,816)	(30,799)	(31,773)	(32,189)	(29,597)	(28,187)	(31,928)
Total Expenses	\$ 321,408	\$ 317,114	\$ 275,928	\$ 279,777	\$ 263,496	\$ 259,209	\$ 246,579	\$ 245,473	\$ 231,007	\$ 210,814
Net Revenues, Rate Covenant Coverage	\$ 481,154	\$ 173,798	\$ 345,739	\$ 442,699	\$ 457,712	\$ 468,061	\$ 437,337	\$ 442,802	\$ 414,533	\$ 272,404
Hattem Bridge Net Revenues	16,262	16,686	10,261	—	—	—	—	—	—	—
Investment Income	(19,157)	1,184	23,640	—	—	—	—	—	—	—
Net Revenues, Debt Service Coverage <sup>(5)</sup>	\$ 478,259	\$ 191,849	\$ 379,640							
Debt Service <sup>(6)</sup>	\$ 104,919	\$ 61,716	\$ 91,282	\$ 92,531	\$ 129,467	\$ 138,415	\$ 126,929	\$ 107,800	\$ 121,158	\$ 109,874
<b>Debt Service Coverage <sup>(7)</sup></b>	<b>4.56</b>	<b>3.11</b>	<b>4.16</b>	<b>4.78</b>	<b>3.54</b>	<b>3.38</b>	<b>3.45</b>	<b>4.11</b>	<b>3.42</b>	<b>2.48</b>
<b>Rate Covenant <sup>(8)</sup></b>	<b>3.82</b>	<b>2.35</b>	<b>3.16</b>	<b>3.99</b>	<b>2.95</b>	<b>2.82</b>	<b>2.87</b>	<b>3.42</b>	<b>2.85</b>	<b>2.07</b>

(1) Other revenue includes collections in excess of calculated tolls, toll administrative fees, automatic vehicle identification decals, participation in maintenance, commissions, rental property, grants in lieu of federal funds and miscellaneous revenue.

(2) Non pledged revenue includes intergovernmental revenue, toll administrative fees, Thomas J. Hattem Bridge revenue, net toll receivables, and miscellaneous revenue.

(3) Due to account balance consolidation in fiscal 2021, investment income will not be included prospectively in the Rate Covenant calculation.

(4) Expense Adjustment includes expenses of the Thomas J. Hattem Bridge (General Account Project) and police reimbursable expenses for the Maryland Aviation Administration & the Maryland Port Administration.

(5) Net Revenues used for Debt Service Coverage includes Hattem Bridge Net Revenues and Investment Income that are not included in the Rate Covenant calculation.

(6) Debt Service (Bond Year) - January of current fiscal year and July 1st of the next fiscal year.

(7) Debt Service Coverage - Eligible net revenues divided by 100% of Bond Year debt service requirement. Board adopted Debt Policy requires minimum 2-times coverage.

(8) Rate Covenant - Eligible net revenues divided by 120% of Bond Year debt service and budgeted deposits to the Maintenance and Operations Reserve Account. Adherence to a rate covenant of greater than or equal to 1-times annually is required by the Trust Agreement.