



Central Texas Turnpike System

Voluntary Quarterly Report of Actual Traffic and Toll Revenue

For the Fiscal Quarter ending August 31, 2020

Relating to Each Outstanding Issue with CUSIP Prefixes 88283K and 882762
Filed by the Texas Transportation Commission

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Disclaimer

Information in this report regarding the Central Texas Turnpike System ("CTTS" or "System") has been compiled and provided by the Texas Department of Transportation (the "Department" or "TxDOT") records and other sources which are believed by TxDOT to be reliable and is provided as a voluntary disclosure. TxDOT does not make any warranty concerning the usefulness of such information to a decision to invest in, hold, or sell bonds, notes or other obligations payable, in whole or in part, from the sources pledged to the payment of the Issues.

The offering documents, traffic and revenue forecasts, and other documents referenced in this report should not be considered to speak as of any date other than the respective dated date thereof or such other dates indicated in each such document and are not incorporated into or made a part of this report.

References to website addresses presented in this report are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, such websites and the information or links contained therein are not incorporated into or made a part of this report. All website links referenced in this report are also available at the end of this report in the section entitled "Relevant Links" herein.

On March 13, 2020, the President of the United States declared the COVID-19 pandemic a national emergency and the Texas Governor declared COVID-19 an imminent threat of disaster for all counties in Texas. The situation continues to evolve; for additional information on these events in Texas, reference is made to the website of the Governor at <https://gov.texas.gov/> and the quarterly Bond Appendix and any supplements thereto as prepared by the Texas Comptroller of Public Accounts which are on file with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access System (EMMA). The Texas Transportation Commission and the Department continue to monitor the spread of COVID-19 and are working with local, state, and national agencies to address the potential impact of COVID-19. As an example of efforts to combat the spread of COVID-19, the TxTag Customer Service Center was closed on March 19, 2020, and late fees were suspended from March 20, 2020. TxDOT opened the TxTag Customer Service Center, located on Burnet Road, on a limited basis beginning June 8, 2020 and began assessing late fees again on June 29, 2020.

The information contained in this report is provided as of the respective dates and for the periods specified herein, and the filing of this report does not, under any circumstances, imply that there has been no change in the affairs of the CTTS or TxDOT since the specified date or dates as of which such information is provided. The full impact of the COVID-19 pandemic and the scope of any adverse impact on the CTTS, revenues of the System, and TxDOT cannot be fully determined at this time. The pandemic has adversely affected travel, commerce and financial markets globally and is expected to adversely affect economic output worldwide and in Texas, including within the counties traversed by the CTTS. These effects have reduced, and are expected to slow the growth of future toll transactions occurring on the System and the collection of toll revenues, may reduce and slow the growth of certain assets of CTTS, and may increase System expenses, to an extent that cannot currently be predicted, and could be material. Accordingly, the historical information set forth in this report may not be indicative of future results or performance due to these and other factors.

Capitalized terms used in this report and not otherwise defined have the meaning given to such terms in the CTTS 2020 Official Statement (see relevant links).

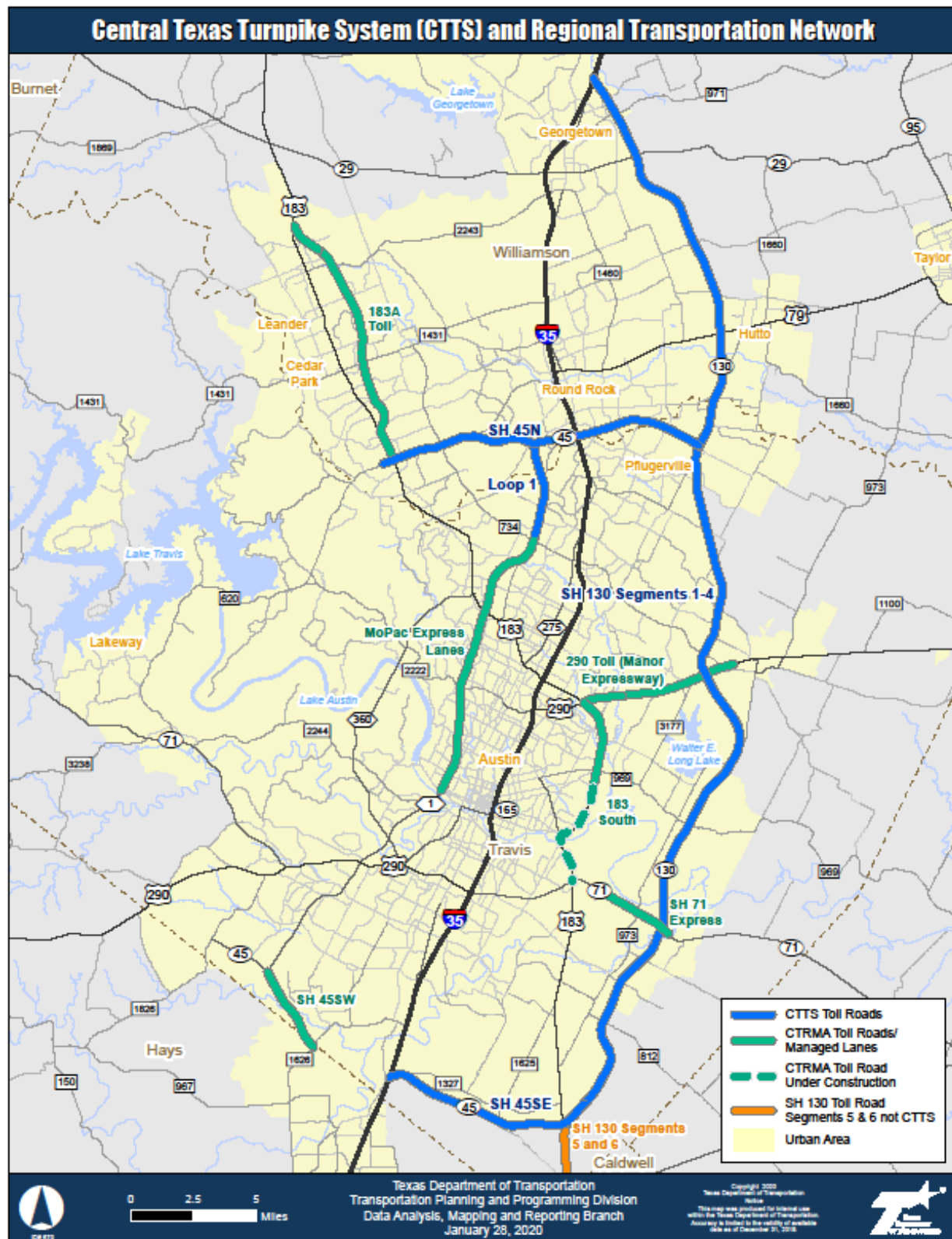
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Report Notes

- Transaction and toll revenue trends may not correlate exactly on a monthly or quarterly basis due to the following factors:
 - A transaction occurs when a vehicle passes through a tolling point and is reported in the month in which it occurs.
 - Transaction counts are generated through the roadway Toll Management System and toll revenue is derived from Conduent's Vector4G back office system reports.
 - Toll revenue for Electronic Toll Collection (ETC) transactions is recognized when it is earned, which is at the time the transaction occurs.
 - Pay By Mail (PBM) toll revenues are recognized when cash payment is received.
 - Each transaction may result in a different amount of collected toll revenue depending on the rate charged for the number of axles, type of transaction (ETC or PBM), and tolling point.
 - Seasonal impacts, such as holidays and the number of weekdays in each month, have an impact on month-to-month changes in toll revenue and transactions.
 - Transactions include counts when the lane system is placed into "event" mode (suspended transactions) which means tolling is turned off to facilitate traffic management during traffic incidents or other emergencies.
 - Toll waiver transactions are reported in the period they occur.
- A fiscal year end adjustment is made to toll revenue in the Annual Financial Report to reflect PBM toll revenues earned but not collected, less an allowance for doubtful accounts. Thus, total annual toll revenues in the Annual Financial Report reflect the toll revenue earned, adjusted for an allowance for doubtful accounts, during the fiscal year for transactions that occurred in that fiscal year.
- Expenses are generally reported in the month paid, which may cause timing variances as compared to accrual basis accounting. Expenses exclude depreciation and do not reflect any fiscal year-end adjustments, such as but not limited to reclassifications of certain capitalized expenditures, in the Annual Financial Report.
- Positive variances indicate actual revenues exceed prior year amounts and actual expenses are lower than prior year amounts.
- Totals may not sum due to rounding.

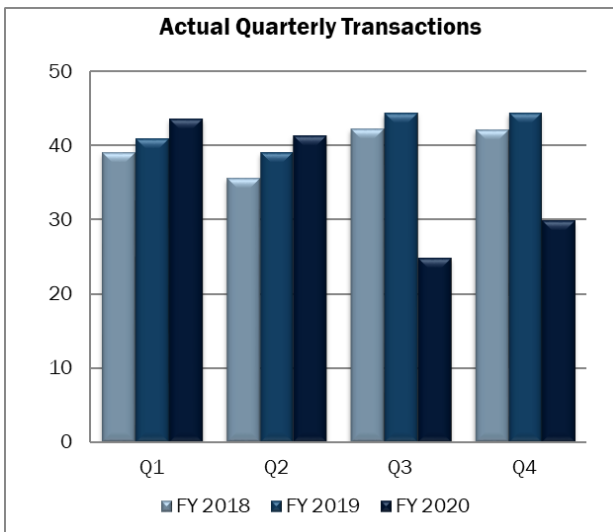
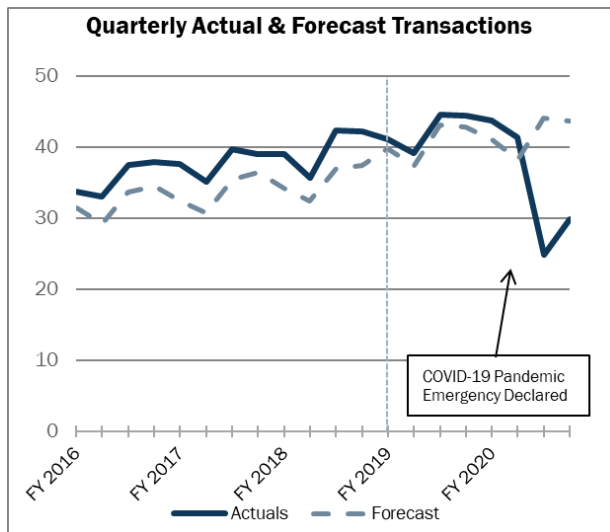
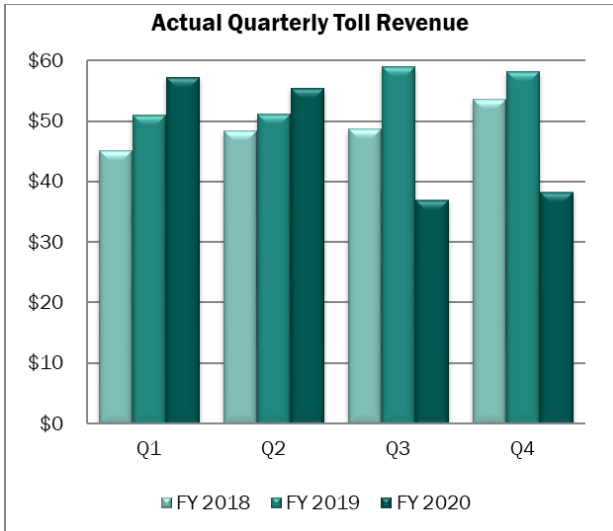
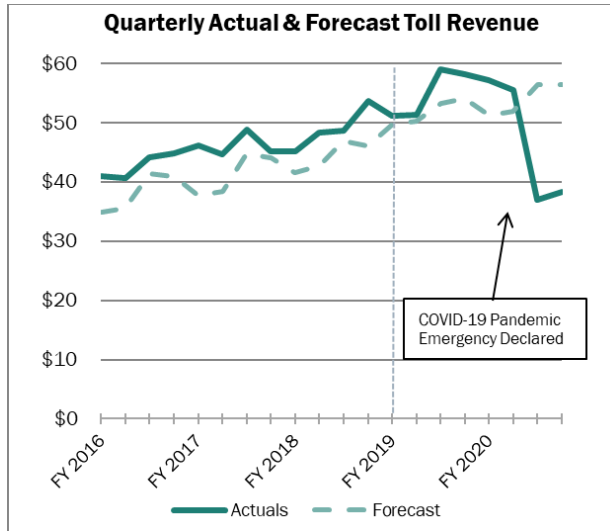
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System Map



Executive Summary

(In Millions)



Forecasted toll revenue and transactions for Fiscal Year 2016 through Fiscal Year 2018 are based on the projections provided in the 2014 Central Texas Turnpike System Traffic & Revenue Study dated December 30, 2014. Forecasted toll revenue and transactions for Fiscal Year 2019 and after are based on the forecast provided in the Central Texas Turnpike System 2018 Traffic & Revenue Study dated August 29, 2018 (the “2018 T&R Study”). On January 21, 2020, the Commission’s Traffic Consultant reviewed and confirmed the 2018 T&R Study forecast in connection with the issuance of certain refunding bonds. All projections have been seasonally adjusted to better represent quarterly trends established over recent years. Forecast and actual toll revenue presented in the Executive Summary exclude fee revenue, interest income, and other revenues. The actual and forecast revenue and transactions are as of the dates and for the periods indicated. See the “Disclaimer” herein for information regarding the economic impact of the pandemic and the measures instituted to control the pandemic beginning in March 2020. For further information regarding the economic impact of the pandemic on the System see “Relevant Links – CTTS Voluntary Disclosure Filing: Impact of COVID 19.”

System Revenues, Expenses, and Transactions

(In Thousands)

	Quarter by Month			Prior Year Comparisons							
				Current Quarter				Fiscal Year to Date			
Revenues	Jun-20	Jul-20	Aug-20	FY 2020	FY 2019	\$ Variance	% Var	FY 2020	FY 2019	\$ Variance	% Var
Toll Revenue	\$ 12,947	\$ 13,440	\$ 11,921	\$ 38,308	\$ 58,185	\$ (19,877)	-34%	\$ 188,001	\$ 219,620	\$ (31,618)	-14%
Fee Revenue ⁽¹⁾	2,584	2,631	2,636	7,852	17,874	(10,023)	-56%	35,021	32,760	2,261	7%
Interest & Other Revenue	1,036	891	741	2,669	5,562	(2,893)	-52%	15,247	21,447	(6,201)	-29%
Total Revenue	\$ 16,568	\$ 16,962	\$ 15,298	\$ 48,828	\$ 81,622	\$ (32,793)	-40%	\$ 238,270	\$ 273,827	\$ (35,558)	-13%
Expenses	Jun-20	Jul-20	Aug-20	FY 2020	FY 2019	\$ Variance	% Var	FY 2020	FY 2019	\$ Variance	% Var
O&M Expense	\$ 3,551	\$ 8,933	\$ 5,592	\$ 18,076	\$ 11,322	\$ (6,754)	-60%	\$ 61,571	\$ 51,876	\$ (9,696)	-19%
Major Maintenance ⁽²⁾	2	3,175	680	3,857	113	(3,744)	-3299%	9,277	439	(8,839)	-2015%
Total Expenses	\$ 3,553	\$ 12,108	\$ 6,272	\$ 21,933	\$ 11,435	\$ (10,498)	-92%	\$ 70,849	\$ 52,314	\$ (18,534)	-35%
Transactions	Jun-20	Jul-20	Aug-20	FY 2020	FY 2019	# Variance	% Var	FY 2020	FY 2019	# Variance	% Var
Auto	8,856	8,679	9,153	26,688	40,904	(14,216)	-35%	127,517	156,487	(28,970)	-19%
Truck	994	1,014	1,072	3,081	3,494	(413)	-12%	12,023	12,524	(501)	-4%
Total Transactions	9,850	9,694	10,225	29,769	44,397	(14,629)	-33%	139,540	169,011	(29,471)	-17%
System Asset Sale Proceeds	Jun-20	Jul-20	Aug-20	FY 2020	FY 2019	\$ Variance		FY 2020	FY 2019	\$ Variance	
Sale of Toll Booths								\$ 21	\$ (21)		

⁽¹⁾ Beginning in the last quarter of FY 2019, Fee Revenue includes administrative fee revenue. See the [Central Texas Turnpike System Fiscal Year 2019 for the Fiscal Quarter ending August 31, 2019](#) "Significant Events and Disclosures-Administrative Fee Revenue" for more information.

⁽²⁾ The FY 2020 increase in Major Maintenance includes roadway resurfacing on SH 130 Segment 1 and full depth repair with overlay work on SH 130 Segment 4.

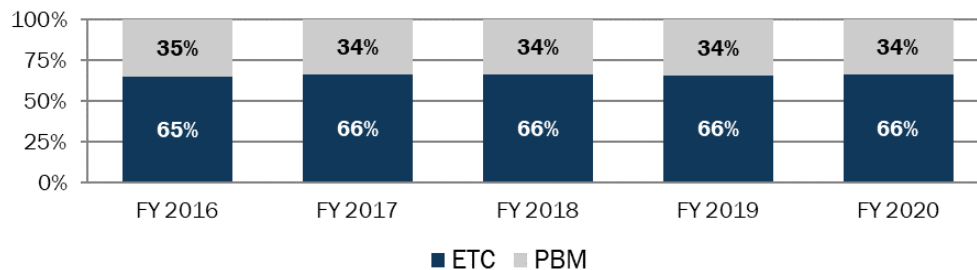
System Toll Revenue (In Thousands)

By Facility					CTTS
Month	Loop 1	SH 45N	SH 130	SH 45SE	
Sep	\$ 2,306	\$ 4,425	\$ 10,955	\$ 737	\$ 18,423
Oct	2,565	4,869	12,067	829	20,330
Nov	2,308	4,404	10,997	759	18,468
Dec	2,371	4,509	10,741	712	18,334
Jan	2,465	4,594	10,671	734	18,465
Feb	2,398	4,582	10,939	740	18,659
Mar	1,940	3,773	9,475	640	15,828
Apr	1,206	2,458	5,972	394	10,031
May	1,392	2,919	6,439	407	11,157
Jun	1,621	3,333	7,498	496	12,947
Jul	1,689	3,454	7,799	498	13,440
Aug	1,467	2,964	7,039	450	11,921
Total	\$ 23,729	\$ 46,284	\$ 110,593	\$ 7,395	\$ 188,001

System Transactions (In Thousands)

By Facility					CTTS System Totals		
Month	Loop 1	SH 45N	SH 130	SH 45SE	ETC	PBM	TOTAL
Sep	2,371	4,713	6,538	624	9,467	4,778	14,245
Oct	2,561	5,008	6,977	661	10,153	5,055	15,208
Nov	2,318	4,591	6,632	635	9,397	4,779	14,176
Dec	2,368	4,635	6,471	589	9,379	4,684	14,063
Jan	2,391	4,643	6,077	559	9,335	4,334	13,669
Feb	2,339	4,542	6,142	591	9,222	4,391	13,613
Mar	1,737	3,537	4,988	454	7,134	3,583	10,717
Apr	915	2,075	2,686	213	3,801	2,089	5,890
May	1,316	2,867	3,693	315	5,166	3,025	8,191
Jun	1,589	3,345	4,523	393	6,327	3,523	9,850
Jul	1,578	3,337	4,403	376	6,252	3,442	9,694
Aug	1,656	3,477	4,685	407	6,546	3,679	10,225
Total	23,139	46,769	63,815	5,817	92,177	47,362	139,540

Historical ETC vs PBM Transactions



Debt Service Coverage ⁽¹⁾

(In Thousands)

	Fiscal Years Ended August 31			
	2017	2018	2019	2020
Revenues				
Toll Revenue	\$ 185,010	\$ 197,546	\$ 220,690	\$ 184,217
Fee Revenue ^{(2),(3)}	15,704	23,911	32,760	35,021
Interest & Other Revenue ⁽⁴⁾	7,388	9,571	12,097	9,601
Total Revenue	\$ 208,102	\$ 231,028	\$ 265,546	\$ 228,839
Debt Service ⁽⁵⁾				
First Tier Obligation	\$ 57,070	\$ 63,410	\$ 69,550	\$ 69,916
Second Tier Obligation	57,866	57,866	57,866	57,866
Total Debt Service	\$ 114,936	\$ 121,276	\$ 127,416	\$ 127,782
First Tier Debt Service Coverage Ratio	3.65x	3.64x	3.82x	3.27x
Total Debt Service Coverage Ratio	1.81x	1.90x	2.08x	1.79x

(1) Revenues and expenses are reported on the accrual basis of accounting.

(2) FY 2018 Fee Revenue excludes approximately \$22.6 million in non-roadway specific customer service center and interoperability fee revenue which was collected in FY 2016 and FY 2017 and was previously retained by TxDOT and held outside the CTTS Trust Estate. While the FY 2016 and FY 2017 funds transferred to the CTTS are excluded for purposes of calculating debt service coverage and to facilitate comparison to prior years, the customer service center and interoperability fees are CTTS pledged revenues recognized in FY 2018 and fiscal years thereafter. See the [Central Texas Turnpike System Fiscal Year 2018 4th Quarter Report](#) “Significant Events and Disclosures-Customer Service Center and Interoperability Fee Revenues” for more information.

(3) FY 2019 Fee Revenue also includes administrative fee revenue. Such administrative fee revenue was not applicable to Fee Revenue in years prior to FY 2019, so comparison to prior years Fee Revenue will be impacted by this change. See the [Central Texas Turnpike System Fiscal Year 2019 for the Fiscal Quarter ending August 31, 2019](#) “Significant Events and Disclosures-Administrative Fee Revenue” for more information.

(4) Interest income excludes certain interest income which is not pledged for the payment of debt service.

(5) The debt service presented is based on scheduled cash payments of outstanding debt. Differences in debt service with the CTTS Annual Financial Report are based on GAAP rules applicable to enterprise funds. See “Outstanding Obligations” herein.

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Outstanding Obligations

(In Thousands)

	Bonds Issued (Original Par)	Total Principal Repaid to Date	Outstanding Par	Outstanding Value with Accretion ⁽¹⁾
First Tier Revenue Bonds				
Series 2002-A Non-Callable				
Capital Appreciation Bonds	\$ 287,460	\$ (108,478)	\$ 178,982	\$ 491,596
Series 2012-A Refunding Bonds	585,330	(462,095)	123,235	123,235
Series 2015-B Refunding Bonds				
Current Interest Bonds	198,025		198,025	198,025
Capital Appreciation Bonds	27,995		27,995	117,861
Series 2020-A Refunding Bonds	179,475		179,475	179,475
Series 2020-B Refunding Put Bonds	225,000		225,000	225,000
Series 2020-C Refunding Bonds	279,305		279,305	279,305
Subtotal First Tier Revenue Bonds	1,782,590	(570,573)	1,212,017	1,614,497
Second Tier Revenue Bonds				
Series 2015-C Refunding Bonds	1,157,320		1,157,320	1,157,320
Total	\$ 2,939,910	\$ (570,573)	\$ 2,369,337	\$ 2,771,817

- (1) The accreted value for outstanding capital appreciation bonds reflects the accreted value of the original par and premium (if applicable) as of 08/31/2020.
- (2) Additional information regarding the CTTS 2020 Refunding Bonds and the System may be obtained by viewing the Official Statement dated February 20, 2020 (the “CTTS 2020 Official Statement”) relating to the CTTS 2020-A, Series 2020-B, and Series 2020-C Refunding Bonds described therein (collectively, the “2020 Refunding Bonds”), which has been filed with the MSRB through its EMMA system and is accessible by clicking [here](#). The CTTS 2020 Official Statement speaks only as of its date or such other dates indicated in such document.

Auto Toll Rates by Year

(In Dollars)

Element	Full Length Toll Rates			Per Mile Toll Rates		
	CY 2018	CY 2019	CY 2020	CY 2018	CY 2019	CY 2020
Loop 1 (4.0 miles)	\$1.09	\$1.12	\$1.14	\$0.27	\$0.28	\$0.29
SH 45N (12.8 miles)	\$2.18	\$2.24	\$2.28	\$0.17	\$0.18	\$0.18
SH 130 (49.0 miles)	\$7.20	\$7.40	\$7.52	\$0.15	\$0.15	\$0.15
SH 45SE (7.0 miles)	\$1.07	\$1.10	\$1.12	\$0.15	\$0.16	\$0.16

The toll rates shown are for ETC transactions for two-axle vehicles (“Auto”) and take effect January 1 of each calendar year (CY). The Full Length Toll Rates are the summation of the base auto tolls charged when paying with TxTag at all mainline gantries when traveling the full length of each facility.

The Commission’s toll rate policy for CTTS includes an annual escalation of toll rates based on increases in the Consumer Price Index-Urban (CPI-U). Minute Order 115622 adopted by the Commission on October 31, 2019 accepted a 1.7% toll rate increase which took effect January 1, 2020. Pursuant to Minute Order 115622, the Commission also authorized an increase of the surcharge over ETC rate that was applied for the Pay by Mail rate to 50 percent on each CTTS element beginning on January 1, 2020.

Significant Events and Disclosures

SH 130 Expansion Project Update

The Commission adopted Minute Order 114813 on January 26, 2017 authorizing TxDOT to proceed with the SH 130 expansion project to add an additional toll lane in each direction from SH 45N to SH 71, payable from the capital contribution account of the construction fund created under the CTTS indenture for that purpose. This project was divided into the following two separate construction contracts for letting:

- Segment 2 (approximately 9 miles from SH 45N to US 290): The project was let by TxDOT on December 6, 2017. Contract awarded to OHL USA, Inc. in April 2018. During the last quarter of Fiscal Year 2020, the System disbursed \$2 million in Segment 2 construction expenditures for a total of \$30 million project-to-date disbursements. Remaining construction costs of approximately \$11 million are anticipated and construction is scheduled to be complete in 2021.
- Segment 3 (approximately 11.4 miles from US 290 to SH 71): The project was let by TxDOT on October 3, 2018. Contract awarded to OHL USA, Inc. in December 2018. In the last quarter of Fiscal Year 2020, the System disbursed \$11 million in Segment 3 construction expenditures for a total of \$45 million project-to-date disbursements. Remaining construction costs of approximately \$13 million are anticipated and construction is scheduled to be complete in 2021.

SH 130 and US 290 Direct Connector Update

The Commission adopted Minute Order 114958 on June 29, 2017, authorizing construction and funding for a direct connector between SH 130 and the Central Texas Regional Mobility Authority's (CTRMA) US 290 toll project (290 Toll). Two additional direct connectors between SH 130 and 290 Toll were authorized and will be part of the CTRMA system. The SH 130 direct connector and related improvements that will be part of the SH 130 element of the CTTS will connect eastbound 290 Toll to southbound SH 130. On June 18, 2018, TxDOT and CTRMA executed agreements for the construction and delivery of the direct connectors. Pursuant to these agreements, CTRMA is responsible for construction of all direct connectors and related improvements and TxDOT is responsible, through available funds of CTTS, for the costs of constructing the SH 130 director connector and related remaining improvements which total cost is currently estimated at approximately \$28 million. Construction began December 2018 and is anticipated to be open to traffic in late 2020. The System disbursed \$1 million for project expenditures in the last quarter of Fiscal Year 2020 for a total of nearly \$13 million project-to-date disbursements.

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Relevant Links

Additional information is available on the CTTS using the web addresses provided below. Such reports and additional information should not be considered to speak as of any date other than the date indicated in such document.

EMMA Website	www.emma.msrb.org
CTTS EMMA Issuer Homepage	www.emma.msrb.org/IssuerHomePage/Issuer?id=FE6B1DF57C7936E2E043151ED20A6141&type=M
CTTS AFR (Fiscal Year 2019)	https://emma.msrb.org/ER1409816.pdf
CTTS Annual Continuing Disclosure (Fiscal Year 2019)	https://emma.msrb.org/ES1461108.pdf
CTTS Annual Inspection Report (Fiscal Year 2020)	https://emma.msrb.org/RE1342359-RE1044658-RE1452867.pdf
CTTS Fiscal Year 2018 4th Quarter Report	https://emma.msrb.org/ER1307712.pdf
CTTS Voluntary Quarterly Report of Actual Traffic and Toll Revenue for the Fiscal Quarter ending August 31, 2019	https://emma.msrb.org/ES1319059-ES1030024-ES1432301.pdf
CTTS 2020 Official Statement	https://emma.msrb.org/ES1460844.pdf
TxDOT Investor Relations Website	www.txdot.gov/inside-tdot/division/debt/investors.html
TxTag - Austin Area Toll Roads	https://www.txtag.org/en/about/tollroad_austin_area.shtml
CTTS Toll Rate Schedules	https://emma.msrb.org/MarketActivity/ContinuingDisclosureDetails/ES1014477

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