

GRAND PARKWAY TRANSPORTATION CORPORATION MONTHLY TRAFFIC AND OPERATING REPORT*

For the Period Ending: December 31, 2016



* Unaudited preliminary document and subject to change.

GRAND PARKWAY TRANSPORTATION CORPORATION

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**GRAND PARKWAY TRANSPORTATION CORPORATION
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SYSTEM REVENUE AND EXPENSES

\$ Thousands	Monthly Actuals 12/31/2016	Fiscal Year		
		YTD Actual	YTD Budgeted ⁽⁷⁾	YTD Variance ⁽⁸⁾
System Revenue				
Toll Revenue ⁽¹⁾	\$ 16,564	\$ 47,815	\$ 23,935	\$ 23,880
Fee Revenue ⁽²⁾	778	2,938	-	2,938
Investment Income ⁽³⁾	(55)	757	667	90
Total Revenue	\$ 17,287	\$ 51,510	\$ 24,602	\$ 26,908
System Expenses/Expenditures				
Senior O&M Expenses ⁽⁴⁾	-	-	-	-
Junior O&M Expenses ⁽⁵⁾	\$ 1,104	\$ 8,850	\$ 10,437	1,587
Capital Expenditures ⁽⁶⁾	-	-	95	95
Total Expenses/Expenditures	\$ 1,104	\$ 8,850	\$ 10,532	\$ 1,682

PROCEEDS FROM SALE OF SYSTEM ASSETS

None

SYSTEM TRANSACTIONS

	12/31/2016	%	Year to Date	%
Auto ⁽⁹⁾	10,039,235	95.6%	40,328,364	95.2%
Truck ⁽⁹⁾	465,410	4.4%	2,033,995	4.8%
Total Transactions	10,504,645		42,362,359	

⁽¹⁾ Revenue for Electronic Toll Collection (ETC) transactions are recognized when they are earned, which is at the time the transaction occurs. Violation revenues are recognized when cash payment is received. For example, a violation transaction may be reported in one month, but revenue for that transaction may not be received until a later month. Revenue does not reflect fiscal year-end adjustments in the Annual Financial Report.

Reported toll revenue for December is overstated due to inclusion of revenue for certain ETC transactions from the prior quarter as a result of a back office delay in processing of certain interoperability transactions (non TxTag ETC transactions). This resulted in an understatement in the prior quarter and an overstatement in December, but did not affect reporting of transactions.

⁽²⁾ Reflects Fee Revenue received in the month reported.

⁽³⁾ Reflects Investment Income from certain funds received in the month reported, net of purchased accrued interest.

⁽⁴⁾ There currently are no Senior O&M expenses for the System (the "System").

⁽⁵⁾ Reflects expenses paid in the Month reported. Any prior month adjustments are included in current month. Expenses exclude amortization and do not reflect fiscal year-end adjustments in the Annual Financial Report, which may or may not be greater than 10%.

⁽⁶⁾ Reflects Capital Expenditures paid in the month reported. Any prior month adjustments are included in current month.

⁽⁷⁾ Budgets are based on "Final Capital and Operation & Maintenance Budget" as approved by the Grand Parkway Transportation Corporation ("GPTC") board in August 2016. Budget for Toll Revenues reflects the 2013 GPTC Traffic and Revenue Forecast dated June 26, 2013.

⁽⁸⁾ Positive variances indicate actual revenues exceed budget and actual expenses are lower than budget.

⁽⁹⁾ Auto reflects transactions for 2 axle vehicles only and Truck reflects transactions for 3+ axle vehicles.

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TOLL RATE SCHEDULE

Roadway	Segment Miles ⁽¹⁾	Full Length Toll Rates ⁽²⁾			Toll Rates per Mile ⁽²⁾		
		January 1, 2015	January 1, 2016	January 1, 2017	January 1, 2015	January 1, 2016	January 1, 2017
Segment D/E ⁽³⁾	17.0	\$2.95	\$3.01	\$3.07	\$ 0.188	\$0.192	\$0.196
Segment F1	12.1		\$2.30	\$2.35		\$0.192	\$0.196
Segment F2	12.2		\$2.31	\$2.36		\$0.192	\$0.196
Segment G ⁽⁴⁾	13.5		\$2.82	\$2.88		\$0.205	\$0.209

(1) Segment miles reflects project defined segment lengths that differ from the tolled on/off lengths for toll gantries.

(2) Toll Rates are based on tolled miles.

(3) Segment miles reflect toll-free section

(4) Reflects minimum toll rate allocation at a gantry location

GPTC has adopted the toll policy currently utilized in Harris and Fort Bend Counties that features automatic annual toll increases of the greater of 2% or regional CPI-W. In addition, the initial opening toll rate was pegged to Harris County's current rate. The policy provides for the department to calculate and report the annual toll rate escalation percentage to the GPTC and the commission each year on or before the October Texas Transportation Commission (the "Commission") meeting.

The most recent toll rate escalation, effective on January 1, 2017, was a 2% increase to the current base toll rate and was adopted by the Commission through minute order 114575, dated October 27, 2016.

Annual Toll Rates for all years shown were adjusted in accordance with the toll rate escalation policy.

The rates shown are for ETC transactions for two-axle vehicles. The full length toll rates include mainline plaza rates for each roadway and exclude entrance and exit ramp charges.

Segments F-1, F-2 and G were opened in 2016.

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\$ Thousands

Description of Issue	Bonds Issued Original Par	Principal Paid December 31, 2016	Total Principal Repaid	Outstanding Original Par
First Tier Toll Revenue Bonds, Series 2013A	\$ 200,000			\$ 200,000
TIFIA Loan Agreement and Second Tier Toll Revenue Promissory Revenue Note	840,645			840,645
Subordinate Tier Toll Revenue Bonds, Series 2013B (TELA Supported)				
Current Interest Bonds	1,137,935			1,137,935
Convertible Capital Appreciation Bonds	277,000			277,000
Subordinate Tier Toll Revenue Bonds, Taxable Series 2013E (TELA Supported)	361,810			361,810
Subordinate Tier Toll Revenue Bond Refunding Series 2016 (TELA Supported)	83,775			83,775
Total	\$ 2,901,165	\$ -	-	\$ 2,901,165

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TRUST ACCOUNT BALANCES & ACTIVITY AT MARKET VALUE

\$ millions

Fund/Account Name	Associated Bond Series	Beg Market Value 11/30/2016	Deposits				Disbursements			Net Change in Value	Net Change	End Market Value 12/31/2016
			Revenue	Invest. Earnings ⁽¹⁾	Fin'g & Contrib's	Transfers In	Vendor Payments	Debt Service ⁽³⁾	Transfers Out			
Revenue	(2)	\$ 26.3	\$ 19.7	0.0	-	\$ -	-	-	\$ (0.0)	\$ 19.7	\$ 46.1	
Construction		-							-		-	
Tax-Exempt Bond Proceeds	(2)	100.0	-	0.0	0.2	0.0	(9.9)	-	-	0.0	(9.6)	90.4
Taxable Bond Proceeds	(2)	285.2		(0.1)		-	(0.1)	-	(0.0)	0.0	(0.2)	285.1
Capitalized Interest	2013A	0.0		-		-	-	-	-	-	-	0.0
Capitalized Interest	2013B	25.0		-		-	-	-	-	0.0	0.0	25.0
Capitalized Interest	2013E	0.1		-		-	-	-	-	-	-	0.1
Capitalized Interest	2014A&B	6.1		-		-	-	-	(4.5)	-	(4.5)	1.6
Capitalized Interest	2014C	2.3		-		-	-	-	(0.2)	0.0	(0.2)	2.1
Local Government Contributions	n/a	3.1		-	-	-	-	-	-	-	-	3.1
First Tier Debt Service Fund		-							-	-	-	
Interest Account	2013A	5.4		-		-	-	-	-	-	-	5.4
Redemption Account	2013A	-		-		-	-	-	-	-	-	-
Reserve Fund	2013A	18.0		0.0		-	-	-	(0.0)	(0.0)	(0.0)	18.0
Sub. Tier Debt Service Fund		-							-	-	-	
Interest Account	2013B-E & 2014A-C (3)	12.5		-	-	4.8	-	(4.9)	-	-	(0.1)	12.4
Redemption Account	2013B-E & 2014A-C (3)	-		-	924.2	-	-	(924.2)	-	-	-	-
Reserve Fund	2013B-E & 2014A-C	-		-	-	-	-	-	-	-	-	-
Jr. O&M Fund	(2)	34.6		0.0		-	(0.1)	-	-	-	(0.1)	34.5
O&M Reserve	(2)	8.7		-		-	-	-	-	-	-	8.7
Rate Stabilization Fund	(2)	100.1		0.0		-	-	-	0.0	0.0	0.0	100.1
Major Maintenance Fund	(2)	0.6		-		-	-	-	-	-	-	0.6
Grand Parkway Enhancement Fund	(2)	11.0		-		-	-	-	-	-	-	11.0
Total		\$ 638.9	\$ 19.7	(0.1)	924.4	4.8	\$ (10.0)	(929.1)	(4.8)	\$ 0.1	\$ 5.1	\$ 644.0

Totals may not compute due to rounding

(1) Includes cash-basis investment earnings, offset by purchased accrued interest.

(2) Net cash-basis investment income for the month for certain funds included in Revenues of the System

(3) Due to investment maturities, a portion of debt service payments were funded by interest accounts instead of capitalized interest. Debt service payments only included interest, not principal.

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DETAILED INVESTMENT REPORT

\$ Dollars

Account Name	CUSIP	Security Type	Par	Coupon%	Maturity	Market Value
Revenue Account						
		Cash	-	0.000%	1/2/2017	75,951
	LGIP	Texpool	20,542,719	0.457%	1/2/2017	20,542,719
	912796KDO	T-Bill	10,490,000	0.000%	1/19/2017	10,488,112
	912796LF4	T-Bill	15,000,000	0.000%	6/29/2017	14,954,850
Revenue Account Total			\$ 46,032,719			\$ 46,061,632
Construction Tax-Exempt Fund						
	38141W273	MM	4,321	0.390%	1/2/2017	4,321
	LGIP	Texpool	70,378,097	0.457%	1/2/2017	70,378,097
	912796KE8	T-Bill	20,000,000	0.000%	1/26/2017	19,994,600
Construction Tax-Exempt Fund Total			\$ 90,382,417			\$ 90,377,017
Construction Taxable Fund						
	912828RX0	T-Note	9,950,000	0.875%	1/2/2017	9,950,000
	316175108	MM	49,761	0.370%	1/2/2017	49,761
	LGIP	Texpool	47,165,282	0.457%	1/2/2017	47,165,282
	912828H78	T-Note	29,000,000	0.500%	1/31/2017	29,003,190
	912796KG3	T-Bill	15,000,000	0.000%	2/9/2017	14,993,100
	3137EADT3	FHLMC	9,942,000	0.000%	2/22/2017	9,946,474
	313385CF1	FHDN	10,000,000	0.000%	2/23/2017	9,992,900
	3135G0ZB2	FNMA	20,000,000	0.000%	4/20/2017	20,007,800
	912828SY7	T-Note	30,000,000	0.625%	5/31/2017	30,002,400
	912796LF4	T-Bill	15,000,000	0.000%	6/29/2017	14,954,850
	912828XJ4	T-Note	10,000,000	0.625%	6/30/2017	9,998,400
	912828TB6	T-Note	35,000,000	0.000%	6/30/2017	35,017,850
	912828XP0	T-Note	38,000,000	0.000%	7/31/2017	37,983,660
	3137EADL0	FHLMC	6,000,000	0.000%	9/29/2017	6,005,820
	912828G20	T-Note	10,000,000	0.000%	11/15/2017	10,000,400
Construction Taxable Fund Total			\$ 285,107,043			\$ 285,071,887

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Account Name	CUSIP	Security Type	Par	Coupon%	Maturity	Market Value
Cap I Tax-Exempt Construction Sub Account - 2013A						
	61747C707	MM	236	0.380%	1/2/2017	236
	LGIP	Texpool	39,293	0.457%	1/2/2017	39,293
Cap I Tax-Exempt Construction Sub Account - 2013A Total			\$ 39,528			\$ 39,528
Cap I Tax Exempt Construction Sub Account - 2013B						
	4812C2684	MM	9	0.390%	1/2/2017	9
	LGIP	Texpool	1,473	0.457%	1/2/2017	1,473
	912796KG3	T-Bill	25,000,000	0.000%	2/9/2017	24,988,500
Cap I Tax Exempt Construction Sub Account - 2013B Total			\$ 25,001,482			\$ 24,989,982
Cap I Taxable Construction Sub Account - 2013E						
	LGIP	Texpool	78,955	0.457%	1/2/2017	78,955
Cap I Taxable Construction Sub Account - 2013E Total			\$ 78,955			\$ 78,955
Cap I Tax-Exempt Construction Sub Account - 2014 A & B						
	61747C707	MM	184	0.380%	1/2/2017	184
	LGIP	Texpool	1,567,867	0.457%	1/2/2017	1,567,867
Cap I Tax-Exempt Construction Sub Account - 2014 A & B Total			\$ 1,568,051			\$ 1,568,051
Cap I Taxable Construction Sub Account - 2014 C						
	LGIP	Texpool	2,110,302	0.457%	1/2/2017	2,110,302
Cap I Taxable Construction Sub Account - 2014 C Total			\$ 2,110,302			\$ 2,110,302
Local Government Harris CO MUD 287 Tax Exempt Construction Sub Account						
	61747C707	MM	9	0.380%	1/2/2017	9
	LGIP	Texpool	3,090,403	0.457%	1/2/2017	3,090,403
Local Government Harris CO MUD 287 Tax Exempt Construction Sub Account			\$ 3,090,411			\$ 3,090,411

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Account Name	CUSIP	Security Type	Par	Coupon%	Maturity	Market Value
First Tier Interest Fund						
	LGIP	Texpool	5,377,989	0.457%	1/2/2017	5,377,989
First Tier Interest Fund Total			\$ 5,377,989			\$ 5,377,989
First Tier Debt Service Reserve Fund						
	4812C2684	MM	506	0.390%	1/2/2017	506
	LGIP	Texpool	17,983,011	0.457%	1/2/2017	17,983,011
First Tier Debt Service Reserve Fund Total			\$ 17,983,517			\$ 17,983,517
Subordinate Tier Tier Interest Fund						
	LGIP	Texpool	12,384,780	0.457%	1/2/2017	12,384,780
Subordinate Tier Tier Interest Fund Total			\$ 12,384,780			\$ 12,384,780
Junior O & M Fund						
	LGIP	Texpool	34,533,604	0.457%	1/2/2017	34,533,604
Junior O & M Fund Total			\$ 34,533,604			\$ 34,533,604
O & M Reserve Fund						
	LGIP	Texpool	8,650,277	0.457%	1/2/2017	8,650,277
O & M Reserve Fund Total			\$ 8,650,277			\$ 8,650,277
Rate Stabilization Fund						
	316175108	MM	8,446	0.370%	1/2/2017	8,446
	LGIP	Texpool	20,264,204	0.457%	1/2/2017	20,264,204
	912796KN8	T-Bill	15,000,000	0.000%	3/16/2017	14,985,000
	912828XJ4	T-Note	10,000,000	0.625%	6/30/2017	9,998,400
	912828TG5	T-Note	25,000,000	0.500%	7/31/2017	24,974,500
	912796KX6	T-Bill	15,000,000	0.000%	11/9/2017	14,897,100
	912828G20	T-Note	15,000,000	0.875%	11/15/2017	15,000,600
Rate Stabilization Fund Total			\$ 100,272,649			\$ 100,128,249

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Account Name	CUSIP	Security Type	Par	Coupon%	Maturity	Market Value
Major Maintenance Fund						
	LGIP	Texpool	581,778	0.457%	1/2/2017	581,778
Major Maintenance Fund Total			\$ 581,778			\$ 581,778
Grand Parkway Enhancement Fund						
	LGIP	Texpool	10,969,296	0.457%	1/2/2017	10,969,296
Grand Parkway Enhancement Fund Total			\$ 10,969,297			\$ 10,969,297
Grand Total			\$ 644,164,800			\$ 643,997,257

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