



2023 Budget Analysis

*(Preliminary and Unaudited)*

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Quarterly Financial Review

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July 1 – September 30, 2023

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## INTRODUCTION

In December 2022, the Tollway Board of Directors adopted the annual budget for 2023. To monitor performance against this budget, each quarter the Finance Department reviews and compares actual revenue and expenditures of the Tollway to the budget and presents the resulting analysis in this quarterly report to the Finance & Audit Committee and the Tollway Board of Directors.

The annual budget is prepared in conformance with provisions of the Tollway's Trust Indenture. This quarterly financial report is unaudited and is prepared on a basis of accounting that comports with the Trust Indenture, which is a basis of accounting other than generally accepted accounting principles. Revenue and expenditures are reported on an accrual basis net of certain allowances for bad debt. Capital expenditures are expensed in the period incurred, and no accommodation is made for depreciation of capital assets. Reimbursements of capital expenditures, including from bond proceeds, are treated as reduction in expenses.

Tollway revenue sources include toll revenue and evasion recovery, concessions, investment income and miscellaneous income.

- Toll revenue is collected from Tollway users by cashless toll collection via transponder (I-PASS, E-ZPass, etc.) or via online Pay By Plate or mail payment within 14 days.
- Evasion recovery revenue includes invoiced unpaid tolls plus related fees, net of certain provisions for bad debt expense, and violation notices with fines as/if collected.
- Concessions revenue is primarily rental income generated from the Tollway's oases, where third-party vendors provide fuel, food and other conveniences to users of the Tollway.
- Investment income is primarily accrued interest earnings on Tollway fund balances and funds in I-PASS escrow accounts.
- Miscellaneous revenue includes revenue from overweight truck fines, rental and easement income, tower co-location fees, rental income from fiber-optic lines and other miscellaneous receipts.

This report provides an analysis of actual revenue and expenditures through the third quarter of fiscal year 2023. The purpose of this analysis is to assess the actual financial performance of the Tollway relative to the 2023 Budget.

***All figures contained in this report are preliminary and unaudited.***

## BUDGET SUMMARY

### Introduction

On August 25, 2011, the Illinois Tollway Board of Directors adopted the 15-year, \$12 billion capital program, *Move Illinois: The Illinois Tollway Driving the Future*. In 2017, the Board of Directors expanded the *Move Illinois* Program and increased its authorization to \$14 billion. The program is funded by toll revenue, including toll revenue from a 2012 passenger vehicle toll rate increase and a previously approved commercial vehicle toll rate increase consisting of a commercial vehicle toll rate increase phased in from 2015-2017 and annual CPI-based adjustments to commercial vehicle toll rates that began in 2018, and bond proceeds. The *Move Illinois* Program is in its 12th year during 2023.

### Revenue Budget 2023

The 2023 revenue was budgeted at \$1,549 million, including \$1,519 million from toll revenue and evasion recovery, \$20 million from investment income and \$10 million from concessions revenue and miscellaneous.

The Tollway's 2023 Budget allocated \$427 million for maintenance and operations expenses, \$517 million for debt service transfers and \$606 million for the *Move Illinois* Program including non-roadway capital investments (deposits to the renewal/replacement and improvement accounts).

## 2023 Revenue Sources and Allocations

### SOURCES OF REVENUE

(\$ millions)	2023 Budget
Toll Revenue and Evasion Recovery	\$1,519.1
Investment Income	\$20.0
Concessions Revenue and Miscellaneous	\$10.0
<b>Total Revenue</b>	<b>\$1,549.1</b>

### ALLOCATIONS OF REVENUE

(\$ millions)	2023 Budget
Maintenance and Operations	\$426.5
Debt Service Transfers	\$516.9
Deposits to Renewal/Replacement and Improvement	\$605.7
<b>Total Allocations</b>	<b>\$1,549.1</b>

Note: Numbers may not foot due to rounding.

## **RESULTS SUMMARY**

### **Revenue**

Revenue for third quarter totaled \$423.6 million, which was \$20 million more than the budget. Toll and evasion recovery revenue totaled \$395.2 million, concessions and miscellaneous totaled \$4.5 million, and investment income totaled \$23.9 million.

Revenue through September 30, 2023, totaled \$1,208.1 million, which was \$41.6 million more than the budget. Toll and evasion recovery revenue totaled \$1,142.4 million, concessions and miscellaneous totaled \$7.7 million and investment income totaled \$58 million.

### **Expenditures**

Operating expenses for the third quarter totaled \$91.8 million, which was 21.5 percent of the \$426.5 million annual operating budget.

Operating expenses through September 30, 2023, totaled \$296.5 million, which was 69.5 percent of the \$426.5 million annual operating budget.

Revenue allocated to debt service in the third quarter totaled \$127.2 million, \$3.3 million less than budget, due primarily to lower interest expense resulting from later timing of bond issuance.

Revenue allocated to debt service through September 30, 2023, totaled \$372.6 million, \$11.7 million less than budget, also due primarily to lower interest expense resulting from later timing of bond issuance.

Capital program expenditures for third quarter 2023 totaled \$255.9, which is \$196.4 million less than the budget of \$452.3 million. There were no intergovernmental agreements and fiber-optic agreement reimbursements in the third quarter.

Capital program expenditures through September 30, 2023, totaled \$687.9 million, which comprised 46.9 percent of the \$1,467.3 million annual capital program budget.

Intergovernmental agreements and fiber optic agreement reimbursements for work performed in prior periods and other adjustments reduced capital expenditures by \$13.9 million.

## REVENUE SUMMARY

**REVENUE**  
**Budget vs. Unaudited Actual**  
Thrid Quarter 2023  
(\$ millions)

(\$ millions)	3rd Qtr.		Change	
	Budget	Actual	\$	%
Toll Revenue and Evasion Recovery	\$397.0	\$395.2	(\$1.8)	(0.5%)
Concessions and Miscellaneous	2.5	4.5	2.0	79.9%
Investments	4.0	23.9	19.9	NA
<b>Total Revenue</b>	<b>403.5</b>	<b>423.6</b>	<b>20.0</b>	<b>5.0%</b>

Note: Numbers may not foot due to rounding.

**REVENUE**  
**Budget vs. Unaudited Actual**  
Year-To-Date September 30, 2023  
(\$ millions)

(\$ millions)	YTD		Change	
	Budget	Actual	\$	%
Toll Revenue and Evasion Recovery	\$1,142.8	\$1,142.4	(\$0.4)	(0.0%)
Concessions and Miscellaneous	5.8	7.7	1.9	33.2%
Investments	18.0	58.0	40.0	NA
<b>Total Revenue</b>	<b>1,166.6</b>	<b>1,208.1</b>	<b>41.6</b>	<b>3.6%</b>

Note: Numbers may not foot due to rounding.

### Third quarter Analysis

Revenue for the 2023 third quarter totaled \$423.6 million, \$20 million more than budgeted. The third quarter revenue was 27.3 percent of the \$1,549.1 million annual revenue budget.

Toll and evasion recovery revenue totaled \$395.2 million, \$1.8 million less than budgeted.

Toll transactions for all vehicle classes increased 2.5 percent from the third quarter 2022 and were 2.3 percent more than budget for the quarter. Passenger car transactions increased 3.3 percent from third quarter 2022 and were 2.9 percent more than the budget for the quarter. Commercial vehicle transactions decreased 2.3 percent from third quarter 2022 and were 2.1 percent less than budget for the quarter.

Investment income totaled \$23.9 million, \$19.9 million more than the budget for the quarter. Concessions and miscellaneous totaled \$4.5 million.

## MAINTENANCE AND OPERATIONS SUMMARY

### Maintenance and Operations Budget vs. Unaudited Actual Third Quarter 2023 (\$ millions)

(\$ millions)	3rd Qtr.		Change	
	Budget	Actual	\$	%
Payroll and Related Costs	\$47.6	\$43.4	(\$4.2)	(8.8%)
Contractual Services	29.1	28.5	(0.6)	(2.1%)
Group Insurance	11.1	10.6	(0.5)	(4.4%)
Equipment Maintenance	7.2	5.7	(1.6)	(21.5%)
All Other Insurance	3.1	(0.3)	(3.4)	(108.3%)
Materials/Operational Supplies/Other Expenses	0.6	0.3	(0.3)	(46.8%)
Utilities	1.6	1.9	0.2	12.6%
Parts and Fuel	3.5	1.7	(1.8)	(51.8%)
Other Miscellaneous Expenses	0.5	0.2	(0.2)	(49.0%)
Recovery of Expenses	(0.5)	(0.3)	0.2	39.1%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$103.9</b>	<b>\$91.8</b>	<b>(\$12.1)</b>	<b>(11.7%)</b>

Note: Numbers may not add to totals due to rounding.

### Maintenance and Operations Percent of Annual Budget Realized (UNAUDITED) Year-To-Date September 30, 2023 (\$ millions)

(\$ millions)	Annual Budget	YTD Actual	% Budget Realized
Payroll and Related Costs	\$193.4	\$131.7	68.1%
Contractual Services	\$113.4	\$80.5	70.9%
Group Insurance	\$44.3	\$33.1	74.6%
Equipment Maintenance	\$35.9	\$26.3	73.3%
All Other Insurance	\$12.5	\$6.2	49.5%
Materials/Operational Supplies/Other Expenses	\$8.5	\$6.7	79.4%
Utilities	\$7.9	\$6.1	77.7%
Parts and Fuel	\$10.4	\$5.7	54.9%
Other Miscellaneous Expenses	\$2.1	\$0.7	33.8%
Recovery of Expenses	(\$2.0)	(\$0.6)	31.0%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$426.5</b>	<b>\$296.5</b>	<b>69.5%</b>

Note: Numbers may not add to totals due to rounding.

### Third Quarter 2023 Analysis

The Tollway's third quarter operating expenditures totaled \$91.8 million, representing a favorable variance of \$12.1 million. The third quarter expenditures were 21.5 percent of the \$426.5 million annual maintenance and operations budget.

The variances to the third quarter operating budget are explained below.

**Payroll and Related Costs** totaled \$43.4 million, \$4.2 million less than budget. This variance is due to vacant positions and contractual increases that have not yet been applied.

**Contractual Services** totaled \$28.5 million, \$602 thousand less than budget. This is primarily due to lower than anticipated customer service and consulting costs.

**Equipment Maintenance** totaled \$5.7 million, \$1.6 million less than budget. This is primarily due to later than anticipated start of IT software projects.

**All Other Insurance** totaled \$260 thousand, \$3.4 million less than budget. This is due to an adjustment derived from the workers' compensation actuarial study.

**Parts and Fuel** totaled \$1.7 million, \$1.8 million less than budget. This is due to lower-than-expected fuel prices and spending on replacement parts.

Other expense categories totaled \$10.9 million, \$802 thousand less than budget of \$11.6 million. The variance is primarily due to timing of spending on maintenance contracts and other miscellaneous expenses such as travel, training (OSHA etc.), dues/books and subscriptions etc.

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### Budget Transfers

Budget to actual comparisons in this analysis are based on the 2023 maintenance and operations budget adopted by the Tollway Board in December 2022. During the budget year, management approves transfers from accounts that incur surpluses to those requiring additional funds due to shortfalls. These transfers, approved by management, do not change the total dollar amount of the maintenance and operations budget approved by the Board in December 2022.



## DEBT SERVICE SUMMARY

For annual budgeting and quarterly reporting purposes, Debt Service consists of the sum of monthly allocations of revenues to the Trustee-held Debt Service Account, in accordance with the Indenture, to provide for payment of:

- (i) interest due on outstanding bonds;
- (ii) the retirement of bond principal at maturity or sinking fund redemption; and
- (iii) other annual bond costs.

Following are unaudited allocations of revenues for Debt Service by quarter and for the nine months year-to-date ended September 30, 2023, with comparisons to budget.

### Budget vs. Actual\* (Unaudited)

(\$ thousands)

	Budget	Actual*	Actual less Budget	
			\$	%
Debt Service Acct – 1 <sup>st</sup> Quarter	\$126,865	\$119,500*	(\$7,365)	(5.8%)
Debt Service Acct – 2 <sup>nd</sup> Quarter	\$126,865	\$125,844*	(\$1,020)	(0.8%)
Debt Service Acct – 3 <sup>rd</sup> Quarter	\$130,531	\$127,234*	(\$3,297)	(2.5%)
<b>Allocated to Debt Service Acct YTD 9/30/2023</b>	<b>\$384,259</b>	<b>\$372,578*</b>	<b>(\$11,682)</b>	<b>(3.0%)</b>

### Percent of Annual Budget Realized (Unaudited)

(\$ thousands)

	Annual	9mos YTD	9mos YTD %
	Budget	Actual*	Budget Realized
<b>Debt Service Transfers</b>	<b>\$516,875</b>	<b>\$372,578*</b>	<b>72.1%</b>

\* Actual Tollway revenues allocated to Debt Service consists of monthly transfers from the Treasurer (as Tollway custodian) to the Bond Trustee's Debt Service Account, plus accrued investment earnings in such Debt Service Account.

## Analysis

For the full year 2023, the Tollway budgeted \$516.9 million of revenues to be allocated to Debt Service to provide for the payments described above. That budgeted amount assumes additional funds of \$13.6 million from federal subsidies associated with the Tollway's Series 2009A and Series 2009B Build America Bonds.

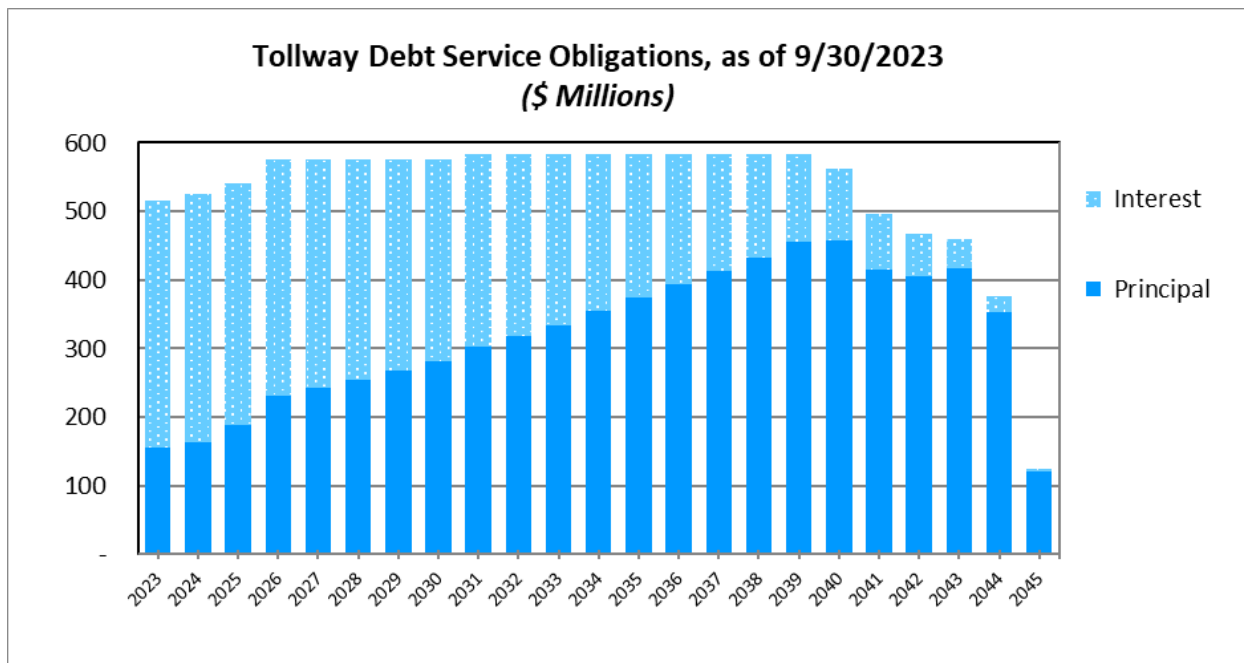
As shown in the above table:

- The \$127.2 million third quarter unaudited result is below its \$130.5 million budgeted amount by \$3.3 million, or 2.5 percent. and
- The \$372.6 million unaudited result for the nine months ended September 30, 2023, is below its \$384.3 million budgeted amount by \$11.7 million, or 3.0 percent.

The primary contributor to both the quarterly and nine-month YTD favorable variances is less bond interest expense than expected, due to the timing of 2023 bond issuance being later than anticipated. For budgeting purposes, bond issuances were assumed near the beginning of each of the first and third quarters. The actual timing of the first issuance, Series 2023A, was May 18, 2023, and the timing of the second issuance is expected to occur in the first half of 2024.

### Debt Service Schedule

As of September 30, 2023, the Tollway has \$7.3 billion of bonds outstanding, all of which are fixed rate, senior-lien revenue bonds. The aggregate debt service schedule by fiscal year is as follows, as of September 30, 2023.



### Authorizations to Issue Additional Debt

As of September 30, 2023, the Tollway is authorized to issue additional fixed rate, senior-lien revenue bonds as follows:

- (i) Up to \$500 million to fund a portion of the *Move Illinois* Program, currently expected to be issued in the first half of 2024.
- (ii) Up to \$900 million to refund Series 2013A and Series 2014B bonds for purposes of reducing debt service, provided aggregate net present value savings from such refunding bonds is at least 8 percent of the par amount of bonds refunded.

## CAPITAL PROGRAM SUMMARY

### Capital Budget 2023

The majority of expenditures for the capital program are for major capital renewal or repair projects and for improvements to the system. Variances from year to year are due to the schedule of work and the differing values for projects included in the overall capital program.

The budget for the *Move Illinois: The Illinois Tollway Driving the Future* capital program was approved by the Board of Directors on August 25, 2011, as a 15-year program from 2012 through 2026 totaling \$12.15 billion. On April 27, 2017, the Board of Directors approved a major modification of the program, primarily with respect to the Central Tri-State Tollway (I-294), which increased its authorized amount to \$14.3 billion.\* The fiscal year 2023 Capital Budget allocated \$1,467.3 million to fund the 12th year of the *Move Illinois* Program.

### CAPITAL PROGRAM

#### Fiscal Year 2023

(\$ millions)

(\$ millions)	2022 Forecast	2022 Expenditure	2023 Budget
Tri-State Tollway (I-94/I-294/I-80)	\$699.5	\$621.4	\$615.3
Reagan Memorial Tollway (I-88)	2.4	1.0	3.5
Jane Addams Memorial Tollway (I-90)	1.4	0.9	4.9
Veterans Memorial Tollway (I-355)	2.0	1.4	7.4
Systemwide Improvements	216.3	201.3	314.8
I-294/I-57 Interchange	36.2	32.7	10.2
Elgin O'Hare Western Access	364.2	286.7	506.3
<b>Move Illinois Program Subtotal</b>	<b>\$1,324.4</b>	<b>\$1,146.5</b>	<b>\$1,467.3</b>
Agreement Reimbursements and Other Misc Adjustments	(7.2)	(9.6)	-
<b>Total Capital Program</b>	<b>\$1,317.2</b>	<b>\$1,136.8</b>	<b>\$1,467.3</b>

Note: Numbers may not add to totals due to rounding.

*\*In connection with the most recent bond issuance, the consulting engineers estimated the completion of the program in 2027 at total net cost of \$14.8 billion.*

## Allocation of Capital Budget 2023

### CORRIDOR

### 2023 Budget

#### **Tri-State Tollway (I-94/I-294/I-80)**

**\$615.3 million**

The 2023 *Move Illinois* budget allocates \$615.3 million for the Tri-State Tollway. Design efforts for roadway reconstruction and widening between 95th Street and Balmoral Avenue will be largely completed, with planned expenditures of \$13.9 million. Reconstruction of the southbound Mile Long Bridge and the Burlington Northern Santa Fe Railroad Bridge were completed in 2022, and the forecast in 2023 includes \$32.9 million for removal of the existing southbound structure along with site and access roadway restoration. Completion of mainline roadway reconstruction and widening between 95th Street and I-55 will total \$45.5 million in 2023. Reconstruction and widening of mainline roadway between St. Charles Road and Wolf Road will continue with \$130.4 million planned. Roadway reconstruction will begin in 2023 from I-55 to Cermak Road with \$111.9 million planned. The I-290/I-88 Interchange at I-294 Project will also complete advanced ramp work and begin northbound mainline roadway reconstruction for a total of \$102.8 million. Fabrication and installation of ITS devices and fiber optic cable is planned for approximately \$18.3 million in 2023. Plaza improvements and truck parking is also planned at the 163<sup>rd</sup> Street Toll Plaza in 2023 with approximately \$17.4 million. Construction inspection services across the corridor will total over \$65 million in 2023.

#### **Reagan Memorial Tollway (I-88)**

**\$3.5 million**

The 2023 *Move Illinois* budget allocates \$3.5 million for construction work on ramp resurfacing at the Illinois Route 31 Interchange, as well as fiber-optic construction upon request.

#### **Jane Addams Memorial Tollway (I-90)**

**\$4.9 million**

The 2023 *Move Illinois* budget allocates \$4.9 million on the Jane Addams Memorial Tollway in 2023 to complete grading improvements.

#### **Veterans Memorial Tollway (I-355)**

**\$7.4 million**

The 2023 *Move Illinois* budget allocates approximately \$7.4 million to complete noisewall repairs, as well as begin repairs on the Des Plaines River Bridge and other various bridge repairs.

#### **Systemwide**

**\$314.8 million**

The 2023 *Move Illinois* budget allocates \$314.8 million for systemwide improvements including \$56.6 million for bridge, pavement and safety improvements. Tollway systemwide facility upgrades will continue in 2023 with approximately \$14.1 million budgeted for improvements to the Hoffman Estates (M-5) maintenance facility and \$2 million for a truck wash at the Alsip (M-1) maintenance facility.

In addition, \$182.9 million is budgeted for other capital expenditures such as, fleet, General Engineering Consultant, Traffic Engineer, ITS, traffic and incident management system, Job Order Contracting Program and back-office system replacement and approximately \$47.3 million will be spent on program support activities, including program management services, materials engineering services, utility relocations, support staff and land acquisition support services.

#### **Tri-State Tollway (I-294)/I-57 Interchange**

**\$10.2 million**

The *Move Illinois* Program includes construction of a new interchange at the Tri-State Tollway (I-294) and I-57. The first phase of construction was completed in October 2014 allowing movements from northbound I-57 to I-294 and from I-294 to southbound I-57, as well as new access at 147th Street. The second phase of interchange construction began in 2019 and was

completed in September 2022 with \$10.2 million estimated to be spent in 2023 largely for ongoing construction of the northbound/southbound CSX Railroad bridges.

**Elgin O'Hare Western Access Project**

**\$506.3 million**

The 2023 *Move Illinois* budget allocates \$506.3 million for the I-490 Tollway Project. Design services will continue with planned expenditures of \$33.4 million. Approximately \$358.4 million will be spent on construction and inspection in 2023. Construction is continuing for the replacement of the at-grade crossing at the Union Pacific Railroad with a new bridge over Franklin Avenue, Canadian Pacific Railroad's Bensenville Yard and Metra rail, as well as construction of a new I-490 bridge crossing. Construction in 2023 will also include ongoing work for the I-490 Tollway interchanges connecting to the Tri-State Tollway (I-294), the Jane Addams Memorial Tollway (I-90) and the Illinois Route 390 Tollway. Multiple unbundled construction contracts are also planned as part of the 2023 construction work. Right-of-way acquisitions and utility relocations will also continue in support of the new I-490 Tollway.

**Other Emerging Projects**

**\$4.9 million**

The 2023 *Move Illinois* budget includes \$4.9 million for various emerging projects.

## Capital Program Expenditures

### CAPITAL PROGRAM Budget vs. Unaudited Actual Third Quarter 2023 (\$ millions)

(\$ millions)	Budget	3rd Qtr.		Change	
		Actual	\$	%	
Tri-State (I-94/I-294/I-80)	\$183.7	\$143.2	(\$40.6)	(22.1%)	
Reagan Memorial (I-88)	\$1.2	\$1.2	\$0.0	0.6%	
Jane Addams Memorial (I-90)	\$3.5	\$0.5	(\$3.0)	(84.9%)	
Veterans Memorial (I-355)	\$2.8	\$1.4	(\$1.4)	(48.8%)	
Systemwide Improvements	\$71.6	\$55.0	(\$16.6)	(23.2%)	
Tri-State (I-294)/I-57 Interchange	\$1.0	\$2.7	\$1.7	164.6%	
Elgin O'Hare Western Access	\$187.1	\$51.4	(\$135.6)	(72.5%)	
<b>Total Capital Expenditures</b>	<b>\$452.3</b>	<b>\$255.9</b>	<b>(\$196.4)</b>	<b>(43.4%)</b>	
Agreement Reimbursements and Other Adjustments	-	(\$0.0)	(\$0.0)	NA	
<b>Total Capital Program Expenditures</b>	<b>\$452.3</b>	<b>\$255.9</b>	<b>(\$196.4)</b>	<b>(43.4%)</b>	

Note: Numbers may not add to totals due to rounding.

### CAPITAL PROGRAM Budget vs. Unaudited Actual Year-To-Date September 30, 2023 (\$ millions)

(\$ millions)	Budget	YTD		Change	
		Actual	\$	%	
Tri-State (I-94/I-294/I-80)	\$481.6	\$396.3	(\$85.3)	(17.7%)	
Reagan Memorial (I-88)	\$2.7	\$6.6	\$3.9	145.1%	
Jane Addams Memorial (I-90)	\$4.5	\$1.2	(\$3.3)	(74.0%)	
Veterans Memorial (I-355)	\$5.0	\$1.7	(\$3.2)	(65.2%)	
Systemwide Improvements	\$175.5	\$151.9	(\$23.7)	(13.5%)	
Tri-State (I-294)/I-57 Interchange	\$10.0	\$9.2	(\$0.8)	(7.6%)	
Elgin O'Hare Western Access	\$367.8	\$134.2	(\$233.6)	(63.5%)	
<b>Total Capital Expenditures</b>	<b>\$1,051.3</b>	<b>\$701.8</b>	<b>(\$349.5)</b>	<b>(33.2%)</b>	
Agreement Reimbursements and Other Adjustments	-	(\$13.9)	(\$13.9)	NA	
<b>Total Capital Program Expenditures</b>	<b>\$1,051.3</b>	<b>\$687.9</b>	<b>(\$363.4)</b>	<b>(34.6%)</b>	

Note: Numbers may not add to totals due to rounding.

## Analysis

Capital program expenditures are reported on an accrual basis. For the quarter ending September 30, 2023, unaudited capital program expenditures totaled \$255.9 million. This amount includes expenses paid during the third quarter and \$215.1 million of work for which payments have not been made as of September 30, 2023.

For the year-to-date ending September 30, 2023, unaudited capital program expenditures totaled \$687.9 million. The intergovernmental agreement reimbursements and other adjustments reduced expenditures by \$13.9 million.

**Corridor**

**September YTD 2023 Expenditures**

**Tri-State Tollway (I-94/I-294/I-80)**

**\$396.3M**

During the third quarter, design services for the Central Tri-State Tollway (I-294) Project from 95th Street to Balmoral Avenue continued. Mainline overlay construction continued from 95th Street to I-55 as well as removal of the existing Southbound Mile Long Bridge and improvements at the 163<sup>rd</sup> Street Toll Plaza. Roadway reconstruction continued from St. Charles Road to Wolf Road and from Flagg Creek to Cermak Road including northbound roadway and ramp construction at the I-290/I-88 Interchange. Closeout continued on various projects throughout the corridor, including the Archer Avenue Interchange, St. Charles Road Interchange, the Burlington Northern Santa Fe (BNSF) Railway Bridge over I-294, the construction of a pedestrian bridge over the Tri-State Tollway between Hinsdale and Western Springs, and the removal of the Hinsdale Oasis pavilion and bridge.

Year-to-date expenditures were \$85.3 million less than the forecast as a result of timing of construction activities.

**Reagan Memorial Tollway (I-88)**

**\$6.6M**

During the third quarter, work continued on the design of the York Road Bridge reconstruction, as well as construction of ramp pavement repairs at Illinois Route 31 and the Regan Memorial Tollway.

Year-to-date expenditures were \$3.9 million greater than projected primarily due to accounting adjustments.

**Jane Addams Memorial Tollway (I-90)**

**\$1.2M**

During the third quarter, work continued on the watermain cathodic protection installation from Illinois Route 59 to Illinois Route 53.

Year-to-date expenditures were \$3.3 million less than projected.

**Veterans Memorial Tollway (I-355)**

**\$1.7M**

During the third quarter, bridge and ramp repairs began along the Northbound and Southbound ramps connecting the Veterans Memorial Tollway to the Reagan Memorial Tollway and on noisewall repairs between 83<sup>rd</sup> Street and Army Trail Road.

Year-to-date expenditures were \$3.2 million less than projected primarily as a result of supply chain delays and the timing of project closeout.

**Systemwide Improvements**

**\$151.9M**

During the third quarter, construction continued on the Hoffman Estates (M-5) maintenance facility. Work to provide a new access interchange on the Tri-State Tollway (I-294) at 88th/Cork Avenue in Justice continued as well as pavement repairs on the Jane Addams Memorial Tollway (I-90) between Kishwaukee River and River Road. Work also continued on systemwide pavement and bridge repairs throughout the system, as well as design of systemwide facilities. Work continued on Intelligent Transportation Systems (ITS) improvements, lighting repairs, landscape improvements and design for various systemwide improvements.

Year-to-date expenditures were \$23.7 million less than projected primarily as a result of the resequencing of projects and the timing of construction. As part of the variance, there was \$9.8

million lower than expected spending on non-roadway capital projects in Information Technology and Fleet.

**Tri-State Tollway (I-294/I-57) Interchange \$9.2M**

During the third quarter, construction on I-57 widening over the CSX and B&OCT Railroads and on local road paving improvements.

Year-to-date expenditures were \$0.8 million less than projected, largely attributed to the timing of construction activities.

**Elgin O'Hare Western Access Project \$134.2M**

During the third quarter, construction continued on the Union Pacific Railroad Bridge over the Canadian Pacific Railway Bensenville Yard for the I-490 Tollway between Franklin Avenue and Illinois Route 19. Construction also progressed for the I-490 Tollway, including interchanges connecting to the Tri-State Tollway (I-294), the Jane Addams Memorial Tollway (I-90) and Illinois Route 390 Tollway, as well as advance earthwork and retaining wall construction on the I-490 north segment. Design advanced for various portions of the new I-490 Tollway.

Year-to-date expenditures were \$233.6 million less than projected. This variance is primarily due to additional time required for railroad and utility coordination, and the timing of right-of-way payments.

**Other Emerging Projects \$0.8M**

Planning studies continued in the third quarter for the U.S. Route 20 Interchange on the Illinois Route 390 Tollway.

Year-to-date expenditures for this corridor were \$3.5 million less than projected due to the timing of planning studies.



## Financial Summaries

Quarterly Financial Review September 30, 2023

ILLINOIS TOLLWAY BUDGET vs. UNAUDITED ACTUAL Third Quarter 2023				
	Budget	3rd Qtr. Actual	Change	
			\$	%
<b>REVENUE</b>				
Toll Revenue and Evasion Recovery	\$397,043,688	\$395,194,111	(\$1,849,576)	(0.5%)
Concessions and Miscellaneous	2,500,000	4,498,343	1,998,343	79.9%
Investments	4,000,000	23,895,688	19,895,688	NA
<b>Total Revenue</b>	<b>\$403,543,688</b>	<b>\$423,588,142</b>	<b>\$20,044,455</b>	<b>5.0%</b>
<b>Maintenance and Operations Expenditures</b>				
Payroll and Related Costs	\$47,571,501	\$43,404,418	(\$4,167,083)	(8.8%)
Contractual Services	29,133,138	28,530,844	(602,294)	(2.1%)
Group Insurance	11,083,500	10,600,723	(482,777)	(4.4%)
Equipment Maintenance	7,222,956	5,669,885	(1,553,071)	(21.5%)
All Other Insurance	3,138,500	(260,110)	(3,398,610)	(108.3%)
Materials/Operational Supplies/Other Expenses	649,726	345,683	(304,043)	(46.8%)
Utilities	1,649,032	1,856,693	207,661	12.6%
Parts and Fuel	3,527,912	1,699,319	(1,828,593)	(51.8%)
Other Miscellaneous Expenses	453,870	231,629	(222,241)	(49.0%)
Recovery of Expenses	(524,250)	(319,022)	205,228	39.1%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$103,905,884</b>	<b>\$91,760,061</b>	<b>(\$12,145,823)</b>	<b>(11.7%)</b>
<b>Net Revenue</b>				
<b>Revenue Less M and O Expenditures</b>	<b>\$299,637,804</b>	<b>\$331,828,081</b>	<b>\$32,190,278</b>	<b>10.7%</b>
<b>Debt Service Transfers</b>				
Existing Debt	\$121,364,583	\$120,430,258	(\$934,326)	(0.8%)
New Debt	\$9,166,667	\$6,803,727	(2,362,940)	(25.8%)
<b>Total Debt Service Transfers</b>	<b>\$130,531,250</b>	<b>\$127,233,984</b>	<b>(\$3,297,266)</b>	<b>(2.5%)</b>
<b>Net Revenue Less Debt Service Transfers</b>	<b>\$169,106,554</b>	<b>\$204,594,097</b>	<b>\$35,487,543</b>	<b>21.0%</b>

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ILLINOIS TOLLWAY BUDGET vs. UNAUDITED ACTUAL Third Quarter 2023				
	3rd Qtr.		Change	
	Budget	Actual	\$	%
<b>Capital Program</b>				
Tri-State (I-94/I-294/I-80)	\$183,743,474	\$143,183,308	(\$40,560,166)	(22.1%)
Reagan Memorial (I-88)	\$1,212,032	\$1,219,772	7,739	0.6%
Jane Addams Memorial (I-90)	\$3,500,000	\$527,888	(2,972,112)	(84.9%)
Veterans Memorial (I-355)	\$2,799,531	\$1,434,597	(1,364,933)	(48.8%)
Systemwide Improvements	\$71,620,809	\$54,985,950	(16,634,859)	(23.2%)
Tri-State (I-294)/I-57 Interchange	\$1,017,967	\$2,693,930	1,675,963	164.6%
Elgin O'Hare Western Access	\$187,050,574	\$51,448,711	(135,601,863)	(72.5%)
<b>Total Capital Expenditures</b>	<b>\$452,287,511</b>	<b>\$255,861,650</b>	<b>(\$196,425,862)</b>	<b>(43.4%)</b>
Agreement Reimbursements and Other Adjustments	-	(9,765)	(9,765)	NA
<b>Total Capital with Reimbursements</b>	<b>\$452,287,511</b>	<b>\$255,851,885</b>	<b>(\$196,435,627)</b>	<b>(43.4%)</b>

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<b>ILLINOIS TOLLWAY</b>				
<b>BUDGET vs. UNAUDITED ACTUAL</b>				
<b>Year-To-Date September 30, 2023</b>				
	YTD		Change	
	Budget	Actual	\$	%
<b>REVENUE</b>				
Toll Revenue and Evasion Recovery	\$1,142,767,049	\$1,142,373,308	(\$393,741)	(0.0%)
Concessions and Miscellaneous	5,800,000	7,725,385	1,925,385	33.2%
Investments	18,000,000	58,039,731	40,039,731	NA
<b>Total Revenue</b>	<b>\$1,166,567,049</b>	<b>\$1,208,138,424</b>	<b>\$41,571,376</b>	<b>3.6%</b>
<b>Maintenance and Operations Expenditures</b>				
Payroll and Related Costs	\$144,719,434	\$131,711,725	(\$13,007,709)	(9.0%)
Contractual Services	83,742,934	80,454,818	(3,288,115)	(3.9%)
Group Insurance	33,250,500	33,067,339	(183,161)	(0.6%)
Equipment Maintenance	27,734,471	26,348,913	(1,385,557)	(5.0%)
All Other Insurance	9,415,500	6,167,398	(3,248,102)	(34.5%)
Materials/Operational Supplies/Other Expenses	7,212,137	6,749,371	(462,766)	(6.4%)
Utilities	6,067,302	6,145,081	77,779	1.3%
Parts and Fuel	8,002,638	5,732,663	(2,269,975)	(28.4%)
Other Miscellaneous Expenses	1,443,109	705,391	(737,718)	(51.1%)
Recovery of Expenses	(1,522,750)	(618,621)	904,129	59.4%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$320,065,274</b>	<b>\$296,464,080</b>	<b>(\$23,601,194)</b>	<b>(7.4%)</b>
<b>Net Revenue</b>				
<b>Revenue Less M and O Expenditures</b>	<b>\$846,501,775</b>	<b>\$911,674,344</b>	<b>\$65,172,570</b>	<b>7.7%</b>
<b>Debt Service Transfers</b>				
Existing Debt	\$364,093,750	\$363,504,603	(\$589,147)	(0.2%)
New Debt	20,166,667	9,073,504	(11,093,163)	(55.0%)
<b>Total Debt Service Transfers</b>	<b>\$384,260,417</b>	<b>\$372,578,107</b>	<b>(\$11,682,310)</b>	<b>(3.0%)</b>
<b>Net Revenue Less Debt Service Transfers</b>	<b>\$462,241,358</b>	<b>\$539,096,238</b>	<b>\$76,854,880</b>	<b>16.6%</b>

Quarterly Financial Review September 30, 2023

ILLINOIS TOLLWAY BUDGET vs. UNAUDITED ACTUAL Year-To-Date September 30, 2023				
	YTD		Change	
	Budget	Actual	\$	%
<b>Capital Program</b>				
Tri-State (I-94/I-294/I-80)	\$481,573,186	\$396,290,457	(\$85,282,730)	(17.7%)
Reagan Memorial (I-88)	2,694,174	6,603,962	3,909,788	145.1%
Jane Addams Memorial (I-90)	4,500,616	1,170,325	(3,330,291)	(74.0%)
Veterans Memorial (I-355)	4,950,986	1,720,755	(3,230,230)	(65.2%)
Systemwide Improvements	175,521,177	151,860,120	(23,661,058)	(13.5%)
Tri-State (I-294)/I-57 Interchange	9,996,086	9,240,536	(755,551)	(7.6%)
Elgin O'Hare Western Access	367,777,841	134,164,566	(233,613,275)	(63.5%)
<b>Total Capital Expenditures</b>	<b>\$1,051,300,790</b>	<b>\$701,846,875</b>	<b>(\$349,453,914)</b>	<b>(33.2%)</b>
Agreement Reimbursements and Other Adjustments	-	(13,917,459)	(13,917,459)	NA
<b>Total Capital with Reimbursements</b>	<b>\$1,051,300,790</b>	<b>\$687,929,417</b>	<b>(\$363,371,373)</b>	<b>(34.6%)</b>

Quarterly Financial Review September 30, 2023

ILLINOIS TOLLWAY Percent of Annual Budget Realized (UNAUDITED) Year-To-Date September 30, 2023			
	Annual Budget	YTD Actual	% Budget Realized
<b>REVENUE</b>			
Toll Revenue and Evasion Recovery	\$1,519,110,450	\$1,142,373,308	75.2%
Concessions and Miscellaneous	10,000,000	7,725,385	77.3%
Investments	20,000,000	58,039,731	NA
<b>Total Revenue</b>	<b>\$1,549,110,450</b>	<b>\$1,208,138,424</b>	<b>78.0%</b>
<b>Maintenance and Operations Expenditures</b>			
Payroll and Related Costs	\$193,397,325	\$131,711,725	68.1%
Contractual Services	113,429,655	80,454,818	70.9%
Group Insurance	44,334,000	33,067,339	74.6%
Equipment Maintenance	35,949,801	26,348,913	73.3%
All Other Insurance	12,454,000	6,167,398	49.5%
Materials/Operational Supplies/Other Expenses	8,496,182	6,749,371	79.4%
Utilities	7,907,110	6,145,081	77.7%
Parts and Fuel	10,449,288	5,732,663	54.9%
Other Miscellaneous Expenses	2,086,479	705,391	33.8%
Recovery of Expenses	(1,996,000)	(618,621)	31.0%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$426,507,840</b>	<b>\$296,464,080</b>	<b>69.5%</b>
<b>Net Revenue</b>			
<b>Revenue Less M and O Expenditures</b>	<b>\$1,122,602,610</b>	<b>\$911,674,344</b>	<b>81.2%</b>
<b>Debt Service Transfers</b>			
Existing Debt	\$516,875,000	\$363,504,603	70.3%
New Debt	-	9,073,504	NA
<b>Total Debt Service Transfers</b>	<b>\$516,875,000</b>	<b>\$372,578,107</b>	<b>72.1%</b>
<b>Net Revenue Less Debt Service Transfers</b>	<b>\$605,727,610</b>	<b>\$539,096,238</b>	<b>89.0%</b>

Quarterly Financial Review September 30, 2023

ILLINOIS TOLLWAY Percent of Budget Realized (UNAUDITED) Year-To-Date September 30, 2023			
	Annual Budget	YTD Actual	% Budget Realized
<b>Capital Program</b>			
Tri-State (I-94/I-294/I-80)	\$615,337,462	\$396,290,457	64.4%
Reagan Memorial (I-88)	3,482,954	6,603,962	189.6%
Jane Addams Memorial (I-90)	4,887,475	1,170,325	23.9%
Veterans Memorial (I-355)	7,400,210	1,720,755	23.3%
Systemwide Improvements	314,751,870	151,860,120	48.2%
Tri-State (I-294)/I-57 Interchange	10,196,086	9,240,536	90.6%
Elgin O'Hare Western Access	506,300,240	134,164,566	26.5%
<b>Total Capital Expenditures</b>	<b>\$1,467,286,144</b>	<b>\$701,846,875</b>	<b>47.8%</b>
Agreement Reimbursements and Other Adjustments	\$0	(13,917,459)	NA
<b>Total Capital with Reimbursements</b>	<b>\$1,467,286,144</b>	<b>\$687,929,417</b>	<b>46.9%</b>

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<b>ILLINOIS TOLLWAY</b>				
<b>2023 Unaudited Actual vs. 2022 Actual</b>				
<b>Third Quarter 2023</b>				
	<b>3rd Qtr.</b>		<b>Change</b>	
	<b>2023</b>	<b>2022</b>	<b>\$</b>	<b>%</b>
<b>REVENUE</b>				
Toll Revenue and Evasion Recovery	\$395,194,111	\$413,803,228	(\$18,609,117)	(4.5%)
Concessions and Miscellaneous	4,498,343	1,911,778	2,586,565	135.3%
Investments	23,895,688	7,836,030	16,059,658	NA
<b>Total Revenue</b>	<b>\$423,588,142</b>	<b>\$423,551,036</b>	<b>\$37,106</b>	<b>0.0%</b>
<b>Maintenance and Operations Expenditures</b>				
Payroll and Related Costs	\$43,404,418	\$43,058,110	\$346,309	0.8%
Contractual Services	28,530,844	27,067,292	1,463,552	5.4%
Group Insurance	10,600,723	9,901,694	699,029	7.1%
Equipment Maintenance	5,669,885	6,955,111	(1,285,226)	(18.5%)
All Other Insurance	(260,110)	(1,060,737)	800,626	(75.5%)
Materials/Operational Supplies/Other Expenses	345,683	443,081	(97,399)	(22.0%)
Utilities	1,856,693	571,934	1,284,759	NA
Parts and Fuel	1,699,319	2,706,284	(1,006,965)	(37.2%)
Other Miscellaneous Expenses	231,629	144,643	86,986	60.1%
Recovery of Expenses	(319,022)	(344,965)	25,943	(7.5%)
<b>Total Maintenance and Operations Expenditures</b>	<b>\$91,760,061</b>	<b>\$89,442,448</b>	<b>\$2,317,613</b>	<b>2.6%</b>
<b>Net Revenue</b>				
<b>Revenue Less M and O Expenditures</b>	<b>\$331,828,081</b>	<b>\$334,108,588</b>	<b>(\$2,280,507)</b>	<b>(0.7%)</b>
<b>Debt Service Transfers</b>				
Existing Debt	\$120,430,258	\$121,912,124	(\$1,481,866)	(1.2%)
New Debt	\$6,803,727	\$0	6,803,727	NA
<b>Total Debt Service Transfers</b>	<b>\$127,233,984</b>	<b>\$121,912,124</b>	<b>\$5,321,860</b>	<b>4.4%</b>
<b>Net Revenue Less Debt Service Transfers</b>	<b>\$204,594,097</b>	<b>\$212,196,464</b>	<b>(\$7,602,367)</b>	<b>(3.6%)</b>



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ILLINOIS TOLLWAY				
2023 Unaudited Actual vs. 2022 Actual				
Third Quarter 2023				
	3rd Qtr.			Change
	2023	2022	\$	%
<b>Capital Program</b>				
Tri-State (I-94/I-294/I-80)	\$143,183,308	\$168,635,578	(\$25,452,270)	(15.1%)
Reagan Memorial (I-88)	\$1,219,772	\$105,136	1,114,636	NA
Jane Addams Memorial (I-90)	\$527,888	\$86,211	441,677	NA
Veterans Memorial (I-355)	\$1,434,597	\$144,823	1,289,774	NA
Systemwide Improvements	\$54,985,950	\$56,085,858	(1,099,908)	(2.0%)
Tri-State (I-294)/I-57 Interchange	\$2,693,930	\$8,847,710	(6,153,781)	(69.6%)
Elgin O'Hare Western Access	\$51,448,711	\$58,349,876	(6,901,164)	(11.8%)
<b>Total Capital Expenditures</b>	<b>\$255,861,650</b>	<b>\$292,616,889</b>	<b>(\$36,755,239)</b>	<b>(12.6%)</b>
Agreement Reimbursements and Other Adjustments	(9,765)	(1,622,390)	1,612,625	(99.4%)
<b>Total Capital with Reimbursements</b>	<b>\$255,851,885</b>	<b>\$290,994,499</b>	<b>(\$35,142,615)</b>	<b>(12.1%)</b>

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<b>ILLINOIS TOLLWAY</b>				
<b>2023 Unaudited Actual vs. 2022 Actual</b>				
<b>Year-To-Date September 30, 2023</b>				
	YTD		Change	
	2023	2022	\$	%
<b>REVENUE</b>				
Toll Revenue and Evasion Recovery	\$1,142,373,308	\$1,144,474,924	(\$2,101,616)	(0.2%)
Concessions and Miscellaneous	7,725,385	28,518,128	(20,792,743)	(72.9%)
Investments	58,039,731	11,543,857	46,495,873	NA
<b>Total Revenue</b>	<b>\$1,208,138,424</b>	<b>\$1,184,536,910</b>	<b>\$23,601,515</b>	<b>2.0%</b>
<b>Maintenance and Operations Expenditures</b>				
Payroll and Related Costs	\$131,711,725	\$131,356,527	\$355,198	0.3%
Contractual Services	80,454,818	71,378,515	9,076,303	12.7%
Group Insurance	33,067,339	27,574,087	5,493,252	19.9%
Equipment Maintenance	26,348,913	23,613,495	2,735,419	11.6%
All Other Insurance	6,167,398	5,787,791	379,608	6.6%
Materials/Operational Supplies/Other Expenses	6,749,371	4,576,982	2,172,389	47.5%
Utilities	6,145,081	4,919,352	1,225,729	24.9%
Parts and Fuel	5,732,663	7,663,169	(1,930,505)	(25.2%)
Other Miscellaneous Expenses	705,391	542,731	162,660	30.0%
Recovery of Expenses	(618,621)	(1,340,649)	722,027	(53.9%)
<b>Total Maintenance and Operations Expenditures</b>	<b>\$296,464,080</b>	<b>\$276,072,001</b>	<b>\$20,392,080</b>	<b>7.4%</b>
<b>Net Revenue</b>				
<b>Revenue Less M and O Expenditures</b>	<b>\$911,674,344</b>	<b>\$908,464,909</b>	<b>\$3,209,435</b>	<b>0.4%</b>
<b>Debt Service Transfers</b>				
Existing Debt	\$363,504,603	\$364,455,985	(\$951,382)	(0.3%)
New Debt	9,073,504	-	9,073,504	NA
<b>Total Debt Service Transfers</b>	<b>\$372,578,107</b>	<b>\$364,455,985</b>	<b>\$8,122,122</b>	<b>2.2%</b>
<b>Net Revenue Less Debt Service Transfers</b>	<b>\$539,096,238</b>	<b>\$544,008,924</b>	<b>(\$4,912,687)</b>	<b>(0.9%)</b>

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ILLINOIS TOLLWAY				
2023 Unaudited Actual vs. 2022 Actual				
Year-To-Date September 30, 2023				
	YTD		Change	
	2023	2022	\$	%
<b>Capital Program</b>				
Tri-State (I-94/I-294/I-80)	\$396,290,457	\$421,346,657	(\$25,056,200)	(5.9%)
Reagan Memorial (I-88)	6,603,962	887,940	5,716,021	NA
Jane Addams Memorial (I-90)	1,170,325	217,877	952,448	NA
Veterans Memorial (I-355)	1,720,755	1,253,476	467,279	37.3%
Systemwide Improvements	151,860,120	131,579,480	20,280,640	15.4%
Tri-State (I-294)/I-57 Interchange	9,240,536	27,583,772	(18,343,236)	(66.5%)
Elgin O'Hare Western Access	134,164,566	235,884,236	(101,719,670)	(43.1%)
<b>Total Capital Expenditures</b>	<b>\$701,846,875</b>	<b>\$819,622,635</b>	<b>(\$117,775,760)</b>	<b>(14.4%)</b>
Agreement Reimbursements and Other Adjustments	(13,917,459)	(7,288,700)	(6,628,759)	90.9%
<b>Total Capital with Reimbursements</b>	<b>\$687,929,417</b>	<b>\$812,333,935</b>	<b>(\$124,404,518)</b>	<b>(15.3%)</b>