



ILLINOIS TOLLWAY

Financial Results Year Ended December 31, 2023

Controller Patricia J. Pearn
August 29, 2024



Annual Reporting

Audited GAAP Financial Statement

Issued by External Audit Firm

Audit Opinion

Basic Financial Statements

Required Supplementary Information

Released by Auditor General

Annual Comprehensive Financial Report (ACFR)

Prepared by Tollway

Audit Opinion

Basic Financial Statements

Required Supplementary Information

Additional Background Information

Annual Reporting – continued

- **Government Finance Officers' Association Certificate of Achievement for Excellence in Financial Reporting**
 - Tollway submits ACFR annually for review
 - Tollway has received the Certificate of Achievement for 27 consecutive years
- **External Audit Findings**
 - No audit findings for 2023



Basis of Accounting

GAAP Accounting

- Capital assets recorded as fixed assets and depreciated
- Bond principal repayments recorded as reduction of liability
- Long term fiber optic revenue recognized ratably over term of agreement
- GASB accounting standards required to be recognized

Trust Indenture Accounting

- Capital assets recorded as expense - no depreciation
- Bond principal repayments recorded as expense
- Long term fiber optic revenue recognized as revenue in full when received
- GASB accounting standards generally not recognized



2023 Financial Highlights

- Toll revenue increased by 3.2% (\$42.5 million) compared to 2022.
- Evasion recovery revenue - which represents the invoicing of missed tolls - totaled \$129.2 million.
- Operating expenses (excluding depreciation, amortization, and OPEB expense recovery) totaled \$418.0 million, an increase of 13.7% over 2022.
 - Increase due to adjustments to salaries and wages for contractual increases and higher utilities and operational materials, offset by reductions in other categories of expense.



2023 Financial Highlights

- The Tollway posted favorable operating results (revenues in excess of expenses) of \$421.9 million (compared to \$438.0 million in 2022)
- Investment in capital assets increased to \$11.4 billion, net of depreciation.



Statement of Changes in Net Position

	<u>2023</u>	<u>2022</u>	<u>Percent Change (2023 vs 2022)</u>
Tolls	1,379	1,337	3.1%
Evasion Recovery	129	199	-35.2%
Concessions and Other	21	19	10.5%
Total operating revenue	1,529	1,555	-1.7%
Depreciation and Amortization	523	532	-1.7%
Other Operating Expenses	417	368	13.3%
OPEB expense recovery	-74	-70	5.7%
Total operating expenses	866	830	4.3%
Operating income	663	725	-8.6%
Net Non-Operating Expense	-241	-287	-16.0%
Change in net position	422	438	-3.7%

(Amounts in Millions)



Statement of Net Position

Assets and Deferred Outflows

	2023	2022	Percent Change (2023 vs 2022)
Unrestricted cash and cash equivalents	1,285	994	29.3%
Accounts receivable, net	128	135	-5.2%
IGA receivables - current portion	46	54	-14.8%
Other	17	12	41.7%
Total current unrestricted	1,476	1,195	23.5%
Restricted cash - debt service	334	214	56.1%
I-PASS cash in escrow	211	210	0.5%
Other current restricted	6	3	100.0%
Total current restricted	551	427	29.0%
Total current assets	2,027	1,622	25.0%
Capital assets, net of depreciation	11,851	11,428	3.7%
Other non-current assets & deferred outflow of resources	857	866	-1.0%
Total assets	14,735	13,916	5.9%

(Amounts in Millions)



Statement of Net Position

Liabilities and Net Position

	<u>2023</u>	<u>2022</u>	<u>Percent Change (2023 vs 2022)</u>
Accounts payable and accruals	279	259	7.7%
Deposits and retainage	101	93	8.6%
Other unrestricted liabilities	92	87	5.7%
Current - payable from unrestricted	472	439	7.5%
Bonds payable - current portion	155	46	237.0%
Interest payable	174	160	8.8%
Deposits - I-PASS escrow	211	210	0.5%
Current - payable from restricted	540	416	29.8%
Total current liabilities	1,012	855	18.4%
Revenue bonds payable	8090	7744	4.5%
Other	54	58	-6.9%
Net pension and OPEB liability and related deferred inflows	1350	1452	-7.0%
Total liabilities	10,506	10,109	3.9%
Net position	4,229	3,807	11.1%

(Amounts in Millions)



An aerial photograph of a highway toll plaza at dusk. The scene shows multiple lanes of traffic moving through toll gantries. The gantries are illuminated with warm lights, and the sky is a mix of blue and orange. In the background, there's a building and some parked cars. The overall atmosphere is that of a busy infrastructure project.

THANK YOU