



To: EMMA, Municipal Securities Rulemaking Board's
Electronic Municipal Market Access System

From: The Illinois State Toll Highway Authority

Date: July 1, 2021

Re: NOTICE REGARDING FISCAL YEAR 2018 FINANCIAL STATEMENTS
AND FISCAL YEAR 2019 FINANCIAL STATEMENTS

During the ongoing Fiscal Year 2020 financial audit of The Illinois State Toll Highway Authority (Tollway), the Tollway was advised of a material error regarding the Tollway's other postemployment benefits (OPEB) amounts, specifically an understatement of the Tollway's net OPEB liability and errors in other OPEB-related accounts, recorded within the Tollway's Fiscal Year 2018 financial statements¹ and Fiscal Year 2019 financial statements². This error likely impacts the following accounts:

- 1) Net OPEB Liability;
- 2) Deferred outflows of resources – OPEB related;
- 3) Deferred inflows of resources – OPEB related;
- 4) Unrestricted net position; and,
- 5) Operating expenses within the following functions to the extent OPEB-related:
 - a. Engineering and maintenance of roadway and structures;
 - b. Services and toll collection;
 - c. Traffic control, safety patrol, and radio communications; and,
 - d. Procurement, IT, finance, and administration.

This specific error does not materially impact the Tollway's net revenues.

At this time, the full impact of this error cannot be reasonably estimated. Accordingly, the Tollway's Fiscal Year 2018 and Fiscal Year 2019 financial statements should no longer be relied upon.

More information about this error will be forthcoming upon the completion and release of the Tollway's Fiscal Year 2020 financial statements (to be contained with the Tollway's Fiscal Year 2020 Annual Comprehensive Financial Report), which will be released later this year.

¹ The Tollway's Fiscal Year 2018 financial statements (contained with the Tollway's Fiscal Year 2018 Comprehensive Annual Financial Report) as filed on the Municipal Securities Rulemaking Board's Electronic Municipal Market Access (EMMA) system on July 9, 2019.

² The Tollway's Fiscal Year 2019 financial statements (contained with the Tollway's Fiscal Year 2018 Comprehensive Annual Financial Report) as filed on the EMMA system on June 30, 2020.