



2016 Budget Analysis

(Unaudited)

Quarterly Financial Review

July 1 - September 30, 2016

Quarterly Financial Review September 30, 2016

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INTRODUCTION

In December 2015, the Illinois Tollway Board of Directors adopted the annual budget for 2016. 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, Administration and Operations Committee and the Tollway Board.

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 for capital expenditures 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 either by cash or electronic toll collection for users of I-PASS and E-ZPass toll accounts, as well as other interoperable toll organizations.
- Evasion recovery revenue includes fines, fees and tolls collected from toll violators.
- Concessions revenue is 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 interest earned on Tollway funds and 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 2016. The purpose of this analysis is to assess the actual financial performance of the Tollway relative to the 2016 Budget. The report indicates variances from budgeted amounts. A favorable variance contributes to a higher fund balance, while an unfavorable variance reduces the fund balance.

All figures contained in this report are preliminary and unaudited and should be used for informational purposes only.

BUDGET SUMMARY

Introduction

The Illinois Tollway Board of Directors on August 25, 2011, adopted the 15-year, \$12 billion capital program, *Move Illinois: The Illinois Tollway Driving the Future*, funded by bonds and toll revenue generated through a toll rate increase for passenger vehicles in 2012 and previously approved increases for commercial vehicles beginning in 2015. The 2016 Budget, approved by the Board of Directors in December 2015, includes the maintenance and operations budget, debt service transfers and capital budget in support of the fifth year of the *Move Illinois* Program.

Budgeted Revenue 2016

The 2016 budget estimates annual revenue totaling \$1,300 million, including \$1,290 million from toll revenue and evasion recovery, \$2.0 million from investment income and \$8.0 million from concessions revenue and miscellaneous income.

The Tollway's 2016 Budget allocates \$322 million for maintenance and operations expenses, \$399 million for debt service transfers and \$579 million for the *Move Illinois* and Congestion-Relief programs and other non-roadway capital investments (deposits to the renewal/replacement and improvement accounts).

2016 Revenue Sources and Allocations

SOURCES OF REVENUE		(\$ millions)
	2016 Budget	
Toll Revenue and Evasion Recovery	\$1,290	
Investment Income	2	
Concessions Revenue and Miscellaneous Income	8	
Total Revenue	\$1,300	
ALLOCATIONS OF REVENUE		(\$ millions)
	2016 Budget	
Maintenance and Operations	\$322	
Debt Service Transfers	399	
Deposits to Renewal/Replacement and Improvement	579	
Total Allocations	\$1,300	

THIRD QUARTER RESULTS SUMMARY

Revenue

Revenue for the 2016 third quarter totaled \$347.3 million, which comprised 26.7 percent of the \$1,300 million annual budget. Toll and evasion recovery revenue totaled \$342.9 million, miscellaneous income totaled \$2.7 million, concessions revenue totaled \$609 thousand and investment income totaled \$1.2 million.

Revenue through September 30, 2016, totaled \$974.8 million and comprised 75.0 percent of the \$1,300 million annual revenue budget. Toll and evasion recovery revenue totaled \$965.0 million, miscellaneous income totaled \$4.6 million, concessions revenue totaled \$1.7 million and investment income totaled \$3.6 million.

Expenditures

The Tollway's 2016 third quarter operating expenditures totaled \$74.8 million, which comprised 23.2 percent of the \$321.8 million annual maintenance and operations budget. Operating expenditures through September 30, 2016, totaled \$225.3 million, which comprised 70.0 percent of the \$321.8 million annual maintenance and operations budget.

The Tollway's 2016 third quarter debt service transfers totaled \$75.7 million or \$20.2 million less than the budgeted amount. The third quarter debt service transfers comprise 19.7 percent of the \$399 million annual debt service transfers budget.

Capital program expenditures for the third quarter totaled \$388.7 million and were \$25.4 million more than projection. These capital expenditures included \$377.7 million for the *Move Illinois* Program and the Congestion-Relief Program projects and \$14.2 million for other capital projects. Other adjustments and reimbursements made during the quarter reduced expenditures by \$3.2 million.

Capital program expenditures through September 30, 2016, totaled \$876.4 million, which comprised 62.4 percent of the \$1,404 million annual capital program budget. These capital expenditures included \$867.7 million for the *Move Illinois* Program and the Congestion-Relief Program expenses and \$38.4 million for other capital project expenses. Intergovernmental agreement and fiber optic agreement reimbursements for work performed in prior periods and other adjustments reduced capital expenditures by \$29.7 million.

REVENUE SUMMARY

Budget vs. Unaudited Actual

Third Quarter 2016

(\$ thousands)

	3rd Qtr		Variance	
	Budget	Actual	\$	%
Toll Revenue and Evasion Recovery	\$342,412	\$342,921	\$509	0.1%
Concessions	590	609	19	3.3%
Investment Income	500	1,157	657	131.3%
Miscellaneous	1,464	2,642	1,178	80.5%
Total Revenue	\$344,966	\$347,329	\$2,363	0.7%

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

Budget vs. Unaudited Actual

Year-to-Date September 30, 2016

(\$ thousands)

	YTD		Variance	
	Budget	Actual	\$	%
Toll Revenue and Evasion Recovery	\$969,391	\$965,034	(\$4,357)	-0.4%
Concessions	1,660	1,691	31	1.9%
Investment Income	1,500	3,551	2,051	136.7%
Miscellaneous	4,141	4,573	432	10.4%
Total Revenue	\$976,692	\$974,848	(\$1,844)	-0.2%

Third Quarter Analysis

Revenue for the 2016 third quarter totaled \$347.3 million, \$2.4 million more than budgeted for the period. The third quarter revenue comprised 26.7 percent of the \$1,300 million annual revenue budget.

Toll and evasion recovery revenue totaled \$342.9 million, \$509 thousand more than budget.

Toll transactions for all vehicle classes increased 6.7 percent compared to the same period in 2015 and more than the third quarter projection by 4.1 percent. Third quarter passenger car transactions grew 6.9 percent from third quarter 2015 and were 4.4 percent more than projected. Third quarter commercial vehicle transactions grew 4.9 percent from third quarter 2015 and were 2.0 percent more than projected.

Investment income totaled \$1.2 million, or \$657 thousand more than budget. Concessions revenue tracked to budget and totaled \$609 thousand. Miscellaneous income totaled \$2.6 million, or \$1.2 million more than budget for the third quarter.

MAINTENANCE AND OPERATIONS SUMMARY

Budget vs. Unaudited Actual Third Quarter 2016

(\$ thousands)

	3rd Qtr		Variance	
	Budget	Actual	\$	%
Payroll and Related Costs	\$41,826	\$39,184	\$2,642	6.3%
Group Insurance	9,217	8,438	778	8.4%
Contractual Services	17,049	18,505	(1,455)	-8.5%
Materials/Operational Supplies/Other Expenses	1,176	1,056	121	10.3%
Utilities	2,020	1,801	219	10.8%
All Other Insurance	3,044	(1,275)	4,319	141.9%
Parts and Fuel	2,014	2,025	(11)	-0.5%
Equipment/Office Rental and Maintenance	4,783	5,557	(774)	-16.2%
Other Miscellaneous Expenses	234	232	2	0.6%
Recovery of Expenses	(610)	(698)	88	14.4%
Total Maintenance and Operations Expenditures	\$80,753	\$74,825	\$5,928	7.3%

Budget vs. Unaudited Actual Year-to-Date September 30, 2016

(\$ thousands)

	YTD		Variance	
	Budget	Actual	\$	%
Payroll and Related Costs	\$124,963	\$119,797	\$5,166	4.1%
Group Insurance	27,226	25,242	1,983	7.3%
Contractual Services	49,514	49,365	149	0.3%
Materials/Operational Supplies/Other Expenses	4,346	3,775	571	13.1%
Utilities	6,026	5,442	584	9.7%
All Other Insurance	8,925	4,080	4,845	54.3%
Parts and Fuel	4,479	3,659	820	18.3%
Equipment/Office Rental and Maintenance	12,951	15,265	(2,314)	-17.9%
Other Miscellaneous Expenses	737	650	87	11.8%
Recovery of Expenses	(1,706)	(2,022)	315	18.5%
Total Maintenance and Operations Expenditures	\$237,460	\$225,253	\$12,206	5.1%

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

Analysis

The Tollway's 2016 third quarter operating expenditures totaled \$74.8 million, representing a favorable variance of \$5.9 million. Year to date expenditures through the third quarter comprised 70.0 percent of the \$321.8 million annual maintenance and operations budget.

The variances to budget during the third quarter of 2016 are explained below:

Payroll and related costs for the third quarter totaled \$39.2 million, \$2.6 million under budget. This favorable variance is mainly attributable to unfilled vacancies, both in the salaries and wages.

Group insurance expenses totaled \$8.4 million, \$778 thousand under budget due to less claims than anticipated in the third quarter.

Contractual services for the third quarter totaled \$18.5 million, \$1.5 million over budget. The unfavorable variance is mainly attributed to increase in calls minutes, Due to new back office system and increased summer call volume.

Materials/operational supplies/other expenses totaled \$1.1 million during the third quarter, \$121 thousand under budget. This variance is mostly the result of timing of purchases for operational materials and supplies.

Utilities, which include electricity, natural gas, water and telephone expenses, totaled \$1.8 million, \$219 thousand under budget for the third quarter. This favorable variance was in natural gas/electricity category where usage was lower than anticipated due to a mild summer.

All other insurance expenses totaled (\$1.3) million, \$4.3 million under third quarter budget. This category includes expenses for property and liability insurance, as well as amounts allocated to the workers' compensation claim fund. The favorable variance is mainly attributable to workers comp fund actuarial review which reduced required funding.

Parts and fuel expenses totaled \$2.0 million, \$11 thousand over third quarter budget. This unfavorable variance is partially due to increased consumption during the quarter.

Equipment/office rental and maintenance expenditures totaled \$5.6 million during the third quarter, \$774 thousand over budget. This variance is mainly due to timing of Accenture Tolling Solutions (ATS) expenses for Information Technology.

Other Miscellaneous Expenses totaled \$232 thousand, \$2 thousand under third quarter budget. This cost category includes travel, training, dues, books, subscriptions, uniforms and accessories.

Recovery of expenses totaled \$698 thousand, an \$88 thousand favorable variance in comparison to budget. This category includes reimbursement for services (ambulances and/or fire trucks) or damage to Tollway property caused by others.

Budget Transfers

Budget to actual comparisons in this analysis are based on the 2016 maintenance and operations budget adopted by the Tollway Board. During the budget year, management approves transfers from accounts that incur surpluses to those requiring additional funds. These transfers approved by management, do not change the total dollar amount of the maintenance and operations budget approved by the Board in December 2015.

DEBT SERVICE SUMMARY

For annual budgeting and quarterly reporting purposes, debt service consists of the sum of monthly transfers from the Revenue Account 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 redemption;
- (iii) net payments on interest rate exchange (“swap”) agreements; and
- (iv) costs of bond credit/liquidity agreements, bond remarketing agreements, and bond ratings.

For 2016 the Tollway budgeted \$399.0 million for transfers from the Revenue Account to the Debt Service Account to provide for these payments. That budgeted amount assumes an additional source of funds of \$15.1 million from federal subsidies associated with the Tollway’s Series 2009A and Series 2009B Build America Bonds.

Following are the unaudited results for the quarter ended September 30, 2016, with comparisons to budget.

Budget vs. Actual (Unaudited) (\$ thousands) (#s may not add due to rounding)

	Budget	Actual	Variance	
			\$	%
Debt Service Transfers – 1 st Qtr	\$94,909	\$91,484	\$3,425	3.6%
Debt Service Transfers – 2 nd Qtr	\$98,659	\$130,277	(\$31,619)	(32.0%)
Debt Service Transfers – 3 rd Qtr	\$98,659	\$78,447	\$20,212	20.5%
Debt Service Transfers - YTD Sep 30, 2016	\$292,226	\$300,208	(\$7,982)	(2.7%)

% of Budget Realized (Unaudited) (\$ thousands)

	Annual Budget	YTD Actual	Realized
Debt Service Transfers	\$398,957	\$300,208	75.2%

Analysis

The primary contributor to both the third quarter’s favorable variance of \$20 million and the nine-month year-to-date unfavorable variance of (\$8.0 million) was the early redemption of the \$69.2M Series 1998B Bonds on April 28, 2016, approximately eight months prior to its scheduled due date of January 1, 2017. As a result of this Series 1998B early redemption, and the related early terminations of two swap agreements, one liquidity agreement, and one remarketing agreement, \$18.1 million of costs originally expected to occur in the third quarter were incurred in the second quarter instead, comprising most of the third quarter favorable

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variance. Similarly, \$18.1 million of costs originally expected to occur in the fourth quarter were also incurred in the second quarter instead, contributing to the nine-month year-to-date unfavorable variance. There will be an offsetting favorable variance in the fourth quarter.

The (\$18.1 million) unfavorable variance described in the preceding paragraph from the 1998B early redemption has been partially offset by certain favorable variances which have reduced the nine-month YTD unfavorable variance to (\$8.0 million). The favorable contributing factors included: (i) \$3 million of reduced interest expense from the Tollway's Series 2016A refunding of Series 2008B; and (ii) \$3.1 million lower interest expense than budgeted on the Series 2016B new money bonds, due to their issuance later than assumed, on June 16, 2016 instead of April 1, 2016. Additional favorable factors were: an unrealized provision for additional debt service resulting from refunding synthetic fixed rate bonds and/or incurring variable bond interest in excess of variable swap receipts; and favorable variances related to the timing of monthly transfers for debt service for the Series 2007A and 2008A synthetic fixed rate bonds.

DERIVATIVES

The Tollway employed the use of interest rate exchange (swap) agreements and forward-starting interest rate exchange agreements (forward agreements) to hedge against increases in interest rates by providing synthetic fixed rates associated with the Tollway's variable rate bonds. The following chart presents information, including estimated mark-to-market valuations, on the Tollway's swap portfolio as of quarter-end September 30, 2016. The four swap agreements associated with the Series 2007A Bonds were originally entered into as forward agreements in September 2005, and became effective upon the closing of the Series 2007A Bonds on November 1, 2007. The three swap agreements associated with the Series 2008A Bonds were originally entered into in December 2007, and became effective upon the closing of the Series 2008A Bonds on February 7, 2008.

The Illinois State Toll Highway Authority Swap Portfolio as of September 30, 2016 (Note: Valuations are net of accrued interest.) (\$ thousands)						
Series	Counterparty	Notional Amount	Fixed Rate Paid	Variable Rate Rec'd	Maturity	Valuation
2007 SERIES A-1	Citibank N.A., New York	175,000	3.9720%	SIFMA	7/1/2030	(\$50,427)
2007 SERIES A-1	Goldman Sachs Bank USA	175,000	3.9720%	SIFMA	7/1/2030	(\$50,197)
2007 SERIES A-1 TOTAL		\$350,000				(\$100,624)
2007 SERIES A-2	Bank of America, N.A.	262,500	3.9925%	SIFMA	7/1/2030	(\$76,014)
2007 SERIES A-2	Wells Fargo Bank*	87,500	3.9925%	SIFMA	7/1/2030	(\$25,806)
2007 SERIES A-2 TOTAL		\$350,000				(\$101,819)
2008 SERIES A-1	The Bank of New York	191,550	3.7740%	SIFMA	1/1/2031	(\$49,726)
2008 SERIES A-1	Deutsche Bank AG, NY Branch	191,550	3.7740%	SIFMA	1/1/2031	(\$49,864)
2008 SERIES A-1 TOTAL		\$383,100				(\$99,590)
2008 SERIES A-2	Bank of America, N.A.**	95,775	3.7640%	SIFMA	1/1/2031	(\$24,800)
2008 SERIES A-2 TOTAL		\$95,775				(\$24,800)
TOTAL		\$1,178,875				(\$326,834)

Estimated swap valuations based on valuations provided by the counterparties.

* Originally Wachovia Bank, N.A.; acquired by Wells Fargo in December 2008; name changed in March 2010.

** Originally Merrill Lynch Capital Services, Inc.; Bank of America acquired Merrill Lynch in December 2008; swap novated to Bank of America, N.A. in October 2011.

Mark-to-market valuations of the Tollway's swap agreements typically decline in value (from the Tollway's perspective) when interest rates decline and increase in value when interest rates increase. To the extent any negative valuation of the Tollway's derivatives were to become realized by a swap agreement termination, it is possible (although not certain) that such a realized loss might be mitigated by a lower cost of capital expected to be available in that lower-interest rate market.

CAPITAL PROGRAM SUMMARY

Capital Budget 2016

The majority of the expenditures for the capital program are for major capital renewal or repair projects and for improvements made 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 capital budget is comprised of two major programs. The newest program, *Move Illinois: The Illinois Tollway Driving the Future*, was approved by the Board of Directors on August 25, 2011. The *Move Illinois* Program is a 15-year program which extends from 2012 through 2026 and includes anticipated capital investments totaling an estimated \$12 billion. The fiscal year 2016 Capital Budget allocates \$1.2 billion to fund the fifth year of the *Move Illinois* Program.

The other major capital program is the Congestion-Relief Program (CRP). The 12-year Congestion-Relief Program, which began in 2005 and will be substantially completed by 2016, is currently estimated at \$5.7 billion. The fiscal year 2016 Capital Budget allocates \$158.6 million to fund the twelfth year of the CRP. Additionally, the fiscal year 2016 Capital Budget allocates approximately \$60 million to fund "other" capital projects to support ongoing operations of the Tollway.

In April, Tollway reassessed the current status of the capital program that included review of project schedules and cost. As a result, the capital program projections for 2016 were revised downward by \$60 million, from \$1,404 million to \$1,344 million. In August, the status of capital program was further reviewed and projection for 2016 was revised downward to \$1,247 million. The third quarter results presented in this report compare performance to the original budget.

CAPITAL PROGRAM 2016 Approved Budget (\$ millions)

	2016 Budget
Tri-State Tollway (I-94/I-294/I-80)	\$68.0
Reagan Memorial Tollway (I-88)	105.3
Jane Addams Memorial Tollway (I-90)	577.4
Veterans Memorial Tollway (I-355)	7.7
Open Road Tolling (ORT)	5.2
Systemwide Improvements	189.7
Tri-State Tollway (I-294/I-57) Interchange	1.5
Elgin O'Hare Western Access	383.6
Illinois Route 53/120/Other Planning Studies	5.8
Move Illinois and CRP Subtotal	\$1,344.2
Other Capital Projects	60.0
Capital Program Total	\$1,404.2
Agreement Reimbursements	0.0
Other Miscellaneous Adjustments	0.0
Total Capital Program	\$1,404.2

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

Allocation of Capital Budget 2016

CORRIDOR

2016 Budget

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

\$68.0 million

The *Move Illinois* Program capital budget for the Tri-State Tollway corridor is \$65.2 million for master plan development for the reconstruction from 95th Street to Balmoral Avenue, as well as design services for reconstruction of the Mile-Long Bridge over the Des Plaines River and the BNSF Railroad Bridge over I-294.

The CRP budget for the Tri-State Tollway corridor is \$2.8 million to complete the right-of-way acquisitions for the first phase of the new I-294/I-57 Interchange has been constructed under *Move Illinois*.

Reagan Memorial Tollway (I-88)

\$105.3 million

The 2016 *Move Illinois* budget of \$3.9 million for this corridor is on design work for roadway reconstruction east of York Road, both on the connector road to the Tri-State Tollway (I-294) and the east segment ending at I-290.

The CRP budget allocates \$101.3 million to complete resurfacing and structural repairs between Illinois Route 251 and U.S. Route 30.

Jane Addams Memorial Tollway (I-90)

\$577.4 million

The *Move Illinois* Program budget allocates \$549.8 million for work on the corridor in 2016. On the east section from the Elgin Toll Plaza to the Tri-State Tollway (I-294), reconstruction and widening of the outside lanes will be completed along with reconstruction of the inside lanes. In addition, construction funds will be provided to continue several multi-year projects including reconstruction of the Fox River Bridge and interchange improvements at Illinois Route 31, Illinois Route 25, Roselle, Meacham and Barrington Roads. The installation of ITS elements will continue. Right-of-way acquisition, utility and fiber optic relocations will also be completed.

The CRP budget of \$27.6 million for this corridor is required for bridge reconstruction and improvements at Higgins Road (Illinois Route 72) and Barrington Road and the reconstruction of several crossroad bridges including Tripp, Spring Center, Garden Prairie and Anthony roads.

Veterans Memorial Tollway (I-355)

\$7.7 million

The *Move Illinois* Program capital budget for this corridor is \$4.7 million to begin design for resurfacing from I-55 to Army Trail Road, which is scheduled for construction in 2018.

The CRP budget for this corridor is \$3 million for resurfacing and widening the southbound lanes from 71st Street to 75th Street.

Open Road Tolling

\$5.2 million

The 2016 Capital Budget allocates \$5.2 million for upgrades and enhancement for the Tollway's electronic toll collection equipment - Traffic Revenue Management and Maintenance Project (TRMMP).

Systemwide

\$189.7 million

The *Move Illinois* Program capital budget allocates \$171 million on systemwide improvements including bridge, pavement and safety improvements; toll collection and IT related projects; and maintenance facility upgrades such as salt dome repairs and replacements, pavement improvements and repairs to liquid chloride storage tanks at various maintenance sites. Interchange improvements are planned on the Reagan Memorial Tollway (I-88) at Farnsworth Avenue. Additionally, funds will be spent on program support activities, including support staff, project management, materials, utility relocations, engineering and land acquisition support services.

The CRP budget allocates \$18.6 million for systemwide improvements including pavement improvements to ensure the integrity of the system, bridge improvements and environmental projects, landscaping, program management and other related projects.

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

\$1.5 million

The 2016 budget for this corridor is to complete closeout activities for the first phase of construction of the new interchange at the Tri-State Tollway (I-294) and I-57, which was completed in 2014.

Elgin O'Hare Western Access Project

\$383.6 million

The *Move Illinois* Program 2016 budget for this corridor is \$383.6 million. In 2016, the Tollway is constructing the Illinois Route 390 Tollway east to Illinois Route 83, including construction of bridges and frontage roads to accommodate local traffic. Ongoing construction work includes toll plaza and ITS work from U.S. Route 20 to I-290, reconstruction of the I-290 Interchange and construction of the Illinois Route 390 Tollway east to Illinois Route 83, including Wood Dale Road Interchange, Illinois Route 83 Interchange, as well as other bridges and frontage roads. Ongoing construction also includes Northwest Suburban Metropolitan Joint Action Water Association (NSMJAWA) water main relocation at Elmhurst Road Interchange and the Elmhurst Road Interchange on the Jane Addams Memorial Tollway (I-90) as part of the Elgin O'Hare Western Access Project. New construction work commencing in 2016 includes Elmhurst Road/Oakton Street intersection, Illinois Route 390 Interchange advanced earthwork and south frontage roads, Franklin Park drainage improvement, and O'Hare site preparation work. Engineering work includes final design services for ITS and fiber optics east to Illinois Route 83, Illinois Route 19 widening, Illinois Route 390 Interchange, as well as select advance design elements. Right-of-way acquisitions and utility relocations will also continue throughout the year in support of the south leg and north leg segments of the new I-490 Tollway as part of the Elgin O'Hare Western Access Project.

Other Emerging Projects

\$5.8 million

The 2016 budget for this corridor will fund planning studies, environmental surveys, and the start of phase one design services on the Illinois Route 53/120 Project from Lake Cook Road north into Lake County.

Other Capital Projects

\$60 million

In addition to the *Move Illinois* Program and CRP, other projects are needed to support ongoing operations of the Tollway and to ensure that the existing roadway network is maintained and safe for travel. While the *Move Illinois* Program and CRP are the major components of the Tollway's capital program, other elements include new technologies to manage congestion, reduce travel times and provide enhanced customer service, improvements to maintenance buildings and other structures to maintain Tollway assets and additional equipment for the Illinois State Police District 15 and maintenance staff to improve efficiency and enhance public safety. The Tollway anticipates spending \$60 million in 2016 for other capital projects

Capital Program Expenditures

Projection vs. Unaudited Actual

Third Quarter 2016

(\$ thousands)

	3rd Qtr		Variance	
	Projection	Actual ⁽¹⁾	\$	%
Tri-State Tollway (I-94/I-294/I-80)	\$17,349	\$12,302	\$5,046	29.1%
Reagan Memorial Tollway (I-88)	19,557	38,456	(18,898)	-96.6%
Jane Addams Memorial Tollway (I-90)	123,843	198,431	(74,588)	-60.2%
Veterans Memorial Tollway (I-355)	2,584	3,053	(469)	-18.2%
Open Road Tolling (ORT)	1,289	712	577	44.8%
Systemwide Improvements	43,094	32,201	10,893	25.3%
Tri-State Tollway (I-294)/I-57 Interchange	363	442	(79)	-21.7%
Elgin O'Hare Western Access	135,496	91,933	43,563	32.2%
Other Emerging Projects	1,457	191	1,266	86.9%
Move Illinois and CRP Subtotal	\$345,031	\$377,721	(\$32,690)	-9.5%
"Other" Capital Projects	18,219	14,208	4,011	22.0%
Capital Program Subtotal	\$363,250	\$391,929	(\$28,679)	-7.9%
Agreement Reimbursement and other Adjustments⁽²⁾	-	(3,246)	3,246	N/A
Total Capital Program Expenditures	\$363,250	\$388,684	(\$25,433)	-7.0%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

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Projection vs. Unaudited Actual
Year-To-Date September 30, 2016

(\$ thousands)

	YTD		Variance	
	Projection	Actual ⁽¹⁾	\$	%
Tri-State Tollway (I-94/I-294/I-80)	\$53,887	\$34,072	\$19,815	36.8%
Reagan Memorial Tollway (I-88)	86,866	62,227	24,639	28.4%
Jane Addams Memorial Tollway (I-90)	465,085	457,367	7,718	1.7%
Veterans Memorial Tollway (I-355)	2,600	3,127	(527)	-20.3%
Open Road Tolling (ORT)	3,806	1,596	2,210	58.1%
Systemwide Improvements	129,685	85,202	44,483	34.3%
Tri-State Tollway (I-294)/I-57 Interchange	1,159	1,606	(447)	-38.5%
Elgin O'Hare Western Access	290,082	222,022	68,060	23.5%
Other Emerging Projects	1,866	443	1,422	76.2%
Move Illinois and CRP Subtotal	\$1,035,036	\$867,662	\$167,375	16.2%
"Other" Capital Projects	35,570	38,378	(2,808)	-7.9%
Capital Program Subtotal	\$1,070,606	\$906,039	\$164,567	15.4%
Agreement Reimbursements and Other Adjustments ⁽²⁾	-	(29,677)	29,677	N/A
Total Capital Program Expenditures	\$1,070,606	\$876,362	\$194,244	18.1%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

Analysis

Capital program expenditures are reported on an accrual basis. For the quarter ending September 30, 2016, unaudited capital program expenditures totaled \$388.7 million. This amount included expenses paid during the third quarter, as well as \$165.6 million of work completed during the quarter and/or in prior periods for which payments have not been made as of September 30, 2016. *Move Illinois* and CRP expenditures totaled \$377.7 million and other capital project expenditures totaled \$14.2 million. In addition, other adjustments and reimbursements made during the quarter reduced expenditures by \$3.2 million.

The third quarter expenditures for *Move Illinois* and CRP were \$25.4 million more than projected, primarily due to scheduling changes.

CORRIDOR

2016 Third Quarter Expenditures

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

\$12.3 million

During the third quarter, master plan and design work for the Central Tri-State were ongoing.

The expenditures were \$5.04 million less than the projection due to coordination issues with BNSF on the Mile Long bridge preferred alternative as well as delayed geotechnical work as Master Plan alternatives are being fully explored and vetted.

Reagan Memorial Tollway (I-88)

\$38.5 million

During the third quarter, construction continued on roadway resurfacing and bridge rehabilitation from U.S. Route 30 to Illinois Route 251 on the west end of the corridor. Design on the east end for reconstruction of the east-west connector ramp continued.

The corridor expenditures were \$18.8 million higher than expected and can be primarily attributed to more work performed than planned in order to offset previously experienced delays.

Jane Addams Memorial Tollway (I-90)

\$198.4 million

Landscaping continued between Irene and Randall Roads, as did bridge and roadway repairs from Randall Road to U.S. Route 20. Bridge work continued, including at the Des Plaines River, Fox River, Tripp Road and Spring Center Road.

Mainline reconstruction and widening of the inside lanes in the east section from the Elgin Toll Plaza to the Tri-State Tollway (I-294) progressed. This work is planned to be completed in fourth quarter. Several mainline interchange improvements continued, including Illinois Route 31, Illinois Route 25, Roselle Road, Barrington Road and Meacham Road. ITS work to implement the Smart Corridor continued.

Third quarter expenditures were \$74.6 million more than projections. Construction schedule changes of \$29.8 million are related to both accelerating parts of road and bridge work between I-294 and the Fox River as well as completion of outside lane work to allow the inside lanes to be constructed. This was partially offset by closeout savings and lower spending on right-of-way.

Veterans Memorial Tollway (I-355)

\$3.1 million

During the third quarter, construction continued to widen southbound lanes between 71st Street and 75th Street.

Expenditures were \$469 thousand more than projected. There was an increased spending of \$1.9 million in the Resurface/Widen contract from 71st St. to 75th St. to complete the project this year. This was partially offset by reduced spending of roughly \$1.5 million in design contracts between I-55 to Army Trail Road due to the NTP being issued later than originally projected.

Open Road Tolling (ORT)

\$712 thousand

Expenditures for the Traffic Revenue Management and Maintenance Project (TRMMP) were \$517 thousand less than the third quarter projection.

Systemwide

\$32.2 million

During the third quarter, various pavement, signage, bridge and ramp repair contracts progressed, mostly along the Tri-State Tollway (I-294/I-94). Interchange improvements continued on the Reagan Memorial Tollway (I-88) at Farnsworth Avenue. Maintenance facility work continued on the new storage building at M-14 in Downers Grove as well the Liquid Chloride Storage Tanks at the SW Maintenance Yards. Program support and corridor wide services also continued, including material engineering services and studies on hydrogeological and geochemical data and biological monitoring.

Third quarter expenditures were \$10.9 million lower than projected. The underspending was primarily attributable to \$6.1 million in various business systems and Information technology contracts as well as \$2.5 million in program support.

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

\$442 thousand

Closeout balancing efforts continued for right-of-way acquisition and utility and fiber optic relocations.

Elgin O'Hare Western Access Project

\$91.9 million

During the third quarter of 2016, construction continued on the new mainline of Illinois Route 390 from east of the I-290 System Interchange to Illinois Route 83 along the current Thorndale Avenue. Work achieved during this period included installation of decking and restoration of the median for the I-290 interchange project, completion of final stages for the Wood Dale Road bridge project, completion of the Prospect Avenue bridge abutments, installation of mainline storm sewer and other utilities, as well as advancement of subgrade and paving courses along Illinois Route 390 from Prospect Avenue to Illinois Route 83. Traffic has been switched to the frontage road system to allow crews to continue building the Illinois Route 390 from the I-290 intersection to Illinois Route 83 and Maintenance of Traffic continues to be a primary focus to ensure safe and efficient travel for the motoring public. Overall, the future mainline tollable segment from Illinois Route 53 to Illinois Route 83 remains on track for completion in 2017. Ongoing right-of-way acquisitions and utility relocation activities were also completed to support construction of the Elgin O'Hare Western Access Project.

Third quarter expenditures were \$43.6 million less than projections, due primarily to the timing of the CDA right-of-way acquisition process. Payments were originally projected to occur in 2016 but are now anticipated to begin in 2017.

Other Emerging Projects

\$191 thousand

Feasibility studies for the possible extension of Illinois Route 53 north of Lake Cook Road continued to be on hold pending active procurement for the Phase-I engineering services. The notice to proceed for Phase-I engineering services for the IL 53/120 has been slower than originally planned, which resulted in \$1.25 million in underspending this quarter.

Other Capital Projects

\$14.2 million

Spending in the "Other Capital Projects" category includes major items such as fleet, transponders, police equipment, general and traffic engineer consultants, traffic and incident management system (TIMS) and intelligent transportation systems (ITS).

Expenses were \$4.0 million less than projection mainly due to timing of expenses on Fleet, ERP and Systemwide facility improvements/Rehabilitation - JOC.

Financial Summaries

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
BUDGET vs. UNAUDITED ACTUAL				
Third Quarter Ending September 30, 2016				
	Budget	3rd Quarter Actual	Variance	
			\$	%
REVENUE				
Toll Revenue and Evasion Recovery	\$342,412,000	\$342,921,371	\$509,371	0.1%
Concessions	590,000	609,354	19,354	3.3%
Investment Income	500,000	1,156,675	656,675	131.3%
Miscellaneous	1,464,000	2,642,081	1,178,081	80.5%
Total Revenue	\$344,966,000	\$347,329,481	\$2,363,481	0.7%
Maintenance and Operations (M and O) Expenditures				
Payroll and Related Costs	\$41,825,634	\$39,183,956	\$2,641,678	6.3%
Group Insurance	9,216,659	8,438,226	778,433	8.4%
Contractual Services	17,049,472	18,504,512	(1,455,040)	-8.5%
Materials/Operational Supplies/Other Expenses	1,176,392	1,055,615	120,777	10.3%
Utilities	2,020,266	1,801,133	219,133	10.8%
All Other Insurance	3,044,162	(1,274,676)	4,318,838	141.9%
Parts and Fuel	2,013,844	2,024,681	(10,837)	-0.5%
Equipment/Office Rental and Maintenance	4,782,830	5,557,229	(774,399)	-16.2%
Other Miscellaneous Expenses	233,857	232,356	1,502	0.6%
Recovery of Expenses	(609,930)	(697,633)	87,703	14.4%
Total Maintenance and Operations Expenditures	\$80,753,186	\$74,825,398	\$5,927,788	7.3%
Net Revenue				
Revenue Less M and O Expenditures	\$264,212,814	\$272,504,083	\$8,291,269	3.1%
Debt Service Transfers				
Existing Debt	98,658,625.00	\$78,446,553	\$20,212,072	20.5%
New Debt	-	-	-	N/A
Total Debt Service Transfers	\$98,658,625	\$78,446,553	\$20,212,072	20.5%
Net Revenue Less Debt Service Transfers	\$165,554,189	\$194,057,530	\$28,503,341	17.2%

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
PROJECTION vs. UNAUDITED ACTUAL				
Third Quarter Ending September 30, 2016				
	3rd Quarter		Variance	
	Projection	Actual ⁽²⁾	\$	%
Capital Program ⁽¹⁾				
Tri-State Tollway (I-94/I-294/I-80)	\$17,348,523	12,302,252	5,046,271	29.1%
Reagan Memorial Tollway (I-88)	\$19,557,160	38,455,591	(18,898,431)	-96.6%
Jane Addams Memorial Tollway (I-90)	\$123,843,214	198,431,459	(74,588,245)	-60.2%
Veterans Memorial Tollway (I-355)	\$2,583,796	3,052,969	(469,173)	-18.2%
Open Road Tolling (ORT)	\$1,288,513	711,652	576,861	44.8%
Systemwide Improvements	\$43,093,987	32,201,350	10,892,637	25.3%
Tri-State Tollway (I-294)/I-57 Interchange	\$363,434	442,283	(78,849)	-21.7%
Elgin O'Hare Western Access	\$135,495,716	91,932,914	43,562,802	32.2%
Other Emerging Projects	\$1,456,712	190,756	1,265,956	86.9%
Move Illinois and CRP Subtotal	\$345,031,055	\$377,721,226	(\$32,690,171)	-9.5%
"Other" Capital Projects	\$18,219,170	14,208,137	4,011,034	22.0%
Capital Program Subtotal	\$363,250,225	\$391,929,363	(\$28,679,138)	-7.9%
Agreement Reimbursements ⁽³⁾ and Other Adjustments	-	(3,245,770)	3,245,770	N/A
Total Capital Program Expenditures	\$363,250,225	\$388,683,592	(\$25,433,367)	-7.0%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY					
BUDGET vs. UNAUDITED ACTUAL					
Year-to-Date September 30, 2016					
		YTD		Variance	
	Budget	Actual	\$	%	
REVENUE					
Toll Revenue and Evasion Recovery	\$969,391,000	\$965,033,693	(\$4,357,307)	-0.4%	
Concessions	1,660,000	1,691,256	31,256	1.9%	
Investment Income	1,500,000	3,550,502	2,050,502	136.7%	
Miscellaneous	4,141,000	4,572,956	431,956	10.4%	
Total Revenue	\$976,692,000	\$974,848,408	(\$1,843,592)	-0.2%	
Maintenance and Operations (M and O) Expenditures					
Payroll and Related Costs	\$124,962,526	\$119,796,588	\$5,165,938	4.1%	
Group Insurance	27,225,560	25,242,219	1,983,341	7.3%	
Contractual Services	49,513,761	49,364,795	148,966	0.3%	
Materials/Operational Supplies/Other Expenses	4,345,784	3,774,896	570,888	13.1%	
Utilities	6,026,279	5,442,146	584,133	9.7%	
All Other Insurance	8,925,200	4,080,044	4,845,156	54.3%	
Parts and Fuel	4,478,505	3,658,629	819,876	18.3%	
Equipment/Office Rental and Maintenance	12,951,007	15,265,379	(2,314,372)	-17.9%	
Other Miscellaneous Expenses	737,444	650,381	87,063	11.8%	
Recovery of Expenses	(1,706,298)	(2,021,751)	315,453	18.5%	
Total Maintenance and Operations Expenditures	\$237,459,768	\$225,253,326	\$12,206,442	5.1%	
Net Revenue					
Revenue Less M and O Expenditures	\$739,232,232	\$749,595,081	\$10,362,849	1.4%	
Debt Service Transfers					
Existing Debt	\$292,225,875	300,207,502.86	(\$7,981,628)	-2.7%	
New Debt	-	-	-	N/A	
Total Debt Service Transfers	\$292,225,875	\$300,207,503	(\$7,981,628)	-2.7%	
Net Revenue Less Debt Service (Coverage)	\$447,006,357	\$449,387,578	\$2,381,221	0.5%	

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
PROJECTION vs. UNAUDITED ACTUAL				
Year-To-Date September 30, 2016				
	YTD		Variance	
	Projection	Actual ⁽²⁾	\$	%
Capital Program ⁽¹⁾				
Tri-State Tollway (I-94/I-294/I-80)	53,886,966	34,072,158	\$19,814,808	36.8%
Reagan Memorial Tollway (I-88)	86,865,701	62,227,074	24,638,627	28.4%
Jane Addams Memorial Tollway (I-90)	465,085,334	457,366,843	7,718,491	1.7%
Veterans Memorial Tollway (I-355)	2,599,709	3,126,529	(526,820)	-20.3%
Open Road Tolling (ORT)	3,806,447	1,595,962	2,210,485	58.1%
Systemwide Improvements	129,684,908	85,201,794	44,483,114	34.3%
Tri-State Tollway (I-294)/I-57 Interchange	1,159,170	1,605,960	(446,790)	-38.5%
Elgin O'Hare Western Access	290,082,405	222,021,955	68,060,449	23.5%
Other Emerging Projects	1,865,642	443,365	1,422,277	76.2%
Move Illinois and CRP Subtotal	\$1,035,036,281	\$867,661,641	\$167,374,640	16.2%
"Other" Capital Projects	35,570,009	38,377,832	(2,807,822)	-7.9%
Capital Program Subtotal	\$1,070,606,290	\$906,039,472	\$164,566,818	15.4%
Agreement Reimbursements and Other Adjustments ⁽³⁾	-	(29,677,294)	29,677,294	N/A
Total Capital Program Expenditures	\$1,070,606,290	\$876,362,178	\$194,244,112	18.1%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY			
Percent of Annual Budget Realized (UNAUDITED)			
Year-to-Date September 30, 2016			
	YTD		% Budget
	Budget	Actual	Realized
REVENUE			
Toll Revenue and Evasion Recovery	\$1,290,000,000	\$965,033,693	74.8%
Concessions	2,200,000	1,691,256	76.9%
Investment Income	2,000,000	3,550,502	177.5%
Miscellaneous	5,800,000	4,572,956	78.8%
Total Revenue	\$1,300,000,000	\$974,848,408	75.0%
Maintenance and Operations (M and O) Expenditures			
Payroll and Related Costs	\$166,685,500	\$119,796,588	71.9%
Group Insurance	36,442,300	25,242,219	69.3%
Contractual Services	67,031,925	49,364,795	73.6%
Materials/Operational Supplies/Other Expenses	7,777,977	3,774,896	48.5%
Utilities	8,090,500	5,442,146	67.3%
All Other Insurance	12,064,700	4,080,044	33.8%
Parts and Fuel	7,304,499	3,658,629	50.1%
Equipment/Office Rental and Maintenance	17,763,499	15,265,379	85.9%
Other Miscellaneous Expenses	970,200	650,381	67.0%
Recovery of Expenses	(2,324,500)	(2,021,751)	87.0%
Total Maintenance and Operations Expenditures	\$321,806,600	\$225,253,326	70.0%
Net Revenue			
Revenue Less M and O Expenditures	\$978,193,400	\$749,595,081	76.6%
Debt Service Transfers			
Existing Debt	\$398,957,312	\$300,207,503	75.2%
New Debt	-	-	0.0%
Total Debt Service Transfers	\$398,957,312	\$300,207,503	75.2%

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY			
Percent of Projection Realized (UNAUDITED)			
Year-to-Date September 30, 2016			
	2016	YTD	% Projection
	Projection	Actual ⁽²⁾	Realized
Capital Program ⁽¹⁾			
Tri-State Tollway (I-94/I-294/I-80)	\$68,046,798	34,072,158	50.1%
Reagan Memorial Tollway (I-88)	105,263,124	62,227,074	59.1%
Jane Addams Memorial Tollway (I-90)	577,396,246	457,366,843	79.2%
Veterans Memorial Tollway (I-355)	7,726,559	3,126,529	40.5%
Open Road Tolling (ORT)	5,165,630	1,595,962	30.9%
Systemwide Improvements	189,661,994	85,201,794	44.9%
Tri-State Tollway (I-294)/I-57 Interchange	1,522,603	1,605,960	105.5%
Elgin O'Hare Western Access	383,558,036	222,021,955	57.9%
Other Emerging Projects	5,822,355	443,364	7.6%
Move Illinois and CRP Subtotal	\$1,344,163,345	\$867,661,640	64.6%
"Other" Capital Projects	59,683,800	38,377,832	64.3%
Capital Program Subtotal	\$1,403,847,145	\$906,039,471	64.5%
Agreement Reimbursements and Other Adjustments ⁽³⁾	-	(29,677,294)	N/A
Total Capital Program Expenditures	\$1,403,847,145	\$876,362,177	62.4%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
2016 vs. 2015 Unaudited Actual				
Third Quarter Ending September 30th				
	Third Quarter		Variance	
	2015	2016	\$	%
REVENUE				
Toll Revenue and Evasion Recovery	\$324,334,641	\$342,921,371	\$18,586,730	5.7%
Concessions	563,931	609,354	45,422	8.1%
Investment Income	476,527	1,156,675	680,148	142.7%
Miscellaneous	786,370	2,642,081	1,855,711	236.0%
Total Revenue	\$326,161,469	\$347,329,481	\$21,168,012	6.5%
Maintenance and Operations (M and O) Expenditures				
Payroll and Related Costs	\$40,473,310	\$39,183,956	\$1,289,354	3.2%
Group Insurance	8,283,524	8,438,226	(\$154,702)	-1.9%
Contractual Services	16,955,977	18,504,512	(\$1,548,535)	-9.1%
Materials/Operational Supplies/Other Expenses	1,193,783	1,055,615	\$138,169	11.6%
Utilities	2,180,689	1,801,133	\$379,556	17.4%
All Other Insurance	(13,596)	(1,274,676)	\$1,261,080	NM
Parts and Fuel	1,188,221	2,024,681	(\$836,460)	-70.4%
Equipment/Office Rental and Maintenance	4,507,401	5,557,229	(\$1,049,828)	-23.3%
Other Miscellaneous Expenses	175,804	232,356	(\$56,551)	-32.2%
Recovery of Expenses	(507,730)	(697,633)	\$189,903	37.4%
Total Maintenance and Operations Expenditures	\$74,437,383	\$74,825,398	(\$388,015)	-0.5%
Net Revenue				
Revenue Less M and O Expenditures	\$251,724,086	\$272,504,083	\$20,779,997	8.3%
Debt Service Transfers				
Existing Debt	\$75,915,295	\$78,446,553	(\$2,531,258)	-3.3%
New Debt	-	-	-	N/A
Total Debt Service Transfers	\$75,915,295	\$78,446,553	(\$2,531,258)	-3.3%
Net Revenue Less Debt Service Transfers	\$175,808,791	\$194,057,530	\$18,248,739	10.4%

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
2016 Actual vs. 2015 Unaudited Actual				
Third Quarter Ending September 30th				
	3rd Quarter		Variance	
	2015	2016	\$	%
Capital Program				
Tri-State Tollway (I-94/I-294/I-80)	734,480	12,302,252	(\$11,567,773)	NM
Reagan Memorial Tollway (I-88)	39,681,185	38,455,591	1,225,594	3%
Jane Addams Memorial Tollway (I-90)	246,865,068	198,431,459	48,433,608	20%
Veterans Memorial Tollway (I-355)	36,950	3,052,969	(3,016,019)	NM
Open Road Tolling (ORT)	40,476	711,652	(671,176)	NM
Systemwide Improvements	47,634,787	32,201,350	15,433,438	32%
Tri-State Tollway (I-294)/I-57 Interchange	1,856,074	442,283	1,413,791	76%
Elgin O'Hare Western Access	102,057,869	91,932,914	10,124,955	10%
Other Emerging Projects	331,667	190,757	140,910	42%
Move Illinois and CRP Subtotal	\$439,238,556	\$377,721,227	\$61,517,328	14%
"Other" Capital Projects	11,400,078	14,208,137	(2,808,059)	-25%
Capital Program Subtotal	\$450,638,633	\$391,929,364	\$58,709,269	13%
Agreement Reimbursements and Other Adjustments	(2,569,275)	(3,245,770)	676,495	NM
Total Capital Program Expenditures	\$448,069,358	\$388,683,593	\$59,385,765	13%

⁽¹⁾ Capital Program expenses are financed by funds available in the Renewal/ Replacement and Improvement accounts.

⁽²⁾ Capital Program Actual included accrued expenses for which payments have not been made as of September 30, 2016.

⁽³⁾ Intergovernmental and Fiber Optic Agreement Reimbursements were for work performed in prior periods.

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
2016 vs. 2015 Unaudited Actual				
Year-to-Date September 30, 2016				
	YTD		Variance	
	2015	2016	\$	%
REVENUE				
Toll Revenue and Evasion Recovery	\$905,363,413	\$965,033,693	\$59,670,281	6.6%
Concessions	1,593,073	1,691,256	98,184	6.2%
Investment Income	1,339,097	3,550,502	2,211,405	165.1%
Miscellaneous	3,476,680	4,572,956	1,096,276	31.5%
Total Revenue	\$911,772,263	\$974,848,408	\$63,076,145	6.9%
Maintenance and Operations (M and O) Expenditures				
Payroll and Related Costs	\$120,195,268	\$119,796,588	\$398,680	0.3%
Group Insurance	24,334,900	25,242,219	(907,319)	-3.7%
Contractual Services	45,024,415	49,364,795	(4,340,380)	-9.6%
Materials/Operational Supplies/Other Expenses	4,239,723	3,774,896	464,827	11.0%
Utilities	5,241,640	5,442,146	(200,506)	-3.8%
All Other Insurance	5,525,149	4,080,044	1,445,105	26.2%
Parts and Fuel	3,763,286	3,658,629	104,657	2.8%
Equipment/Office Rental and Maintenance	11,397,672	15,265,379	(3,867,707)	-33.9%
Other Miscellaneous Expenses	606,296	650,381	(44,086)	-7.3%
Recovery of Expenses	(1,534,949)	(2,021,751)	486,802	31.7%
Total Maintenance and Operations Expenditures	\$218,793,400	\$225,253,326	(\$6,459,926)	-3.0%
Net Revenue				
Revenue Less M and O Expenditures	\$692,978,863	\$749,595,081	\$56,616,219	8.2%
Debt Service Transfers				
Existing Debt	\$264,475,816	\$300,207,503	(\$35,731,687)	-13.5%
New Debt	-	-	-	
Total Debt Service Transfers	\$264,475,816	\$300,207,503	(\$35,731,687)	-13.5%
Net Revenue Less Debt Service (Coverage)	\$428,503,047	\$449,387,578	\$20,884,532	4.9%

Quarterly Financial Review September 30, 2016

ILLINOIS TOLLWAY				
2016 Actual vs. 2015 Unaudited Actual				
Year-To-Date September 30th				
	2015	2016	\$	Variance %
Capital Program				
Tri-State Tollway (I-94/I-294/I-80)	937,771	34,072,158	(\$33,134,387)	NM
Reagan Memorial Tollway (I-88)	65,980,057	62,227,074	3,752,982	6%
Jane Addams Memorial Tollway (I-90)	541,713,595	457,366,843	84,346,752	16%
Veterans Memorial Tollway (I-355)	373,434	3,126,529	(2,753,096)	NM
Open Road Tolling (ORT)	1,871,088	1,595,962	275,126	15%
Systemwide Improvements	115,146,264	85,201,794	29,944,470	26%
Tri-State Tollway (I-294)/I-57 Interchange	10,947,463	1,605,960	9,341,503	85%
Elgin O'Hare Western Access	268,019,008	222,021,955	45,997,052	17%
Other Emerging Projects	1,047,038	443,365	603,673	58%
Move Illinois & CRP Subtotal	\$1,006,035,717	\$867,661,641	\$138,374,076	14%
"Other" Capital Projects	33,177,874	38,377,832	(5,199,958)	-16%
Capital Program Subtotal	\$1,039,213,591	\$906,039,472	\$133,174,119	13%
Agreement Reimbursements and Other Adjustments	(2,723,721)	(29,677,294)	26,953,573	NM
Total Capital Program Expenditures	\$1,036,489,870	\$876,362,178	\$160,127,692	15%