



**2012 Second Quarter
Budget to Actual Review**
(Preliminary and Unaudited)

August 23, 2012

2012 Revenue Sources and Allocations

Budget Projection – December 2011

(\$ millions)

SOURCES OF REVENUE

	2012 Budget
Toll Revenue & Evasion Recovery	\$963
Investment Income	1
Concessions & Misc.	9
Total Revenue	\$973

ALLOCATIONS OF REVENUE

	2012 Budget
Maintenance and Operations	\$268
Operating Reserve	10
Debt Service Transfers	255
Deposit to RR & I	440
Total Allocation	\$973



2012 Second Quarter Highlights

Budget vs. Actual

- ❑ **Toll revenue exceeded budget by \$1.6 million**
 - Year-over-year transactions forecasted to decrease 5.2 percent for the second quarter; actual transaction decreased only 2.2 percent

- ❑ **Evasion Recovery**
 - An adjustment for a change in accounting treatment reduced revenues by \$5.8 million

2012 Second Quarter Highlights

Budget vs. Actual

- ❑ **Maintenance and Operations \$4 million below budget**
 - Vacancies, contracted services and materials/operational supplies were less than expected

- ❑ **Capital Program \$29.4 million below budget**
 - Bid savings
 - Schedule modifications and procurement delays
 - Scope reductions

2012 Second Quarter Revenue

Budget vs. Actual

(\$ thousands)

	2nd Qtr		Variance	
	Budget	Actual	\$	%
Toll Revenue & Evasion Recovery	\$246,533	\$240,494	(\$6,039)	-2.4%
Concessions	500	568	68	13.6%
Investment Income	250	288	38	15.2%
Miscellaneous	1,736	1,004	(732)	-42.2%
Total Revenue	\$249,019	\$242,354	(\$6,665)	-2.7%

Excluding the \$5.8 million accounting adjustment to evasion recovery, second quarter toll revenue and evasion recovery variance from budget would be (\$241) thousand.

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

2012 Second Quarter M&O Expenditures

Budget vs. Actual

(\$ thousands)

	2nd Qtr		Variance	
	Budget	Actual	\$	%
Payroll and Related Costs	\$37,218	\$35,125	(\$2,093)	-5.6%
Group Insurance	6,962	6,663	(299)	-4.3%
Contractual Services	9,821	9,222	(600)	-6.1%
Materials/Oper. Supplies/Other Exp.	2,240	1,880	(361)	-16.1%
Utilities	1,572	1,316	(256)	-16.3%
All Other Insurance	2,400	2,284	(116)	-4.8%
Parts & Fuel	1,374	1,351	(23)	-1.7%
Equipment / Office Rental & Maint.	3,240	2,951	(289)	-8.9%
Employee Development	225	200	(25)	-11.0%
Recovery of Expenses	(592)	(566)	26	4.3%
Total Maintenance & Operations Expenditures	\$64,461	\$60,427	(\$4,035)	-6.3%

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



2012 Second Quarter Capital Program Expenditures Projection vs. Actual

The Tollway anticipates as much as \$84 million in scheduling changes primarily due to procurement challenges.

(\$ thousands)

	2nd Qtr		Variance	
	Projection	Actual ⁽¹⁾	\$	%
Tri-State Tollway (I-94/I-294/I-80)	\$32,368	\$27,121	(\$5,247)	-16.2%
Reagan Memorial Tollway (I-88)	21,729	14,149	(7,580)	-34.9%
Jane Addams Memorial Tollway (I-90)	9,383	8,111	(1,273)	-13.6%
Veterans Memorial Tollway (I-355)	1,101	508	(593)	-53.9%
Open Road Tolling (ORT)	850	493	(357)	-42.1%
Systemwide Improvements	30,063	23,752	(6,311)	-21.0%
Tri-State Tollway (I-294/I-57) Interchange	-	1,939	1,939	N/A
Elgin O'Hare West Bypass	479	114	(365)	76.3%
Move Illinois & CRP Subtotal	\$95,973	\$76,186	(\$19,787)	-20.6%
"Other" Capital Projects	14,400	7,750	(6,650)	-46.2%
Capital Program Subtotal	\$110,373	\$83,936	(\$26,437)	-24.0%
Intergovernmental Agreement Reimbursement ⁽²⁾	-	(2,974)	(2,974)	N/A
Total Capital Program Expenditures	\$110,373	\$80,962	(\$29,411)	-26.6%

⁽¹⁾ Capital Program Actual included \$40,401 thousand in work completed for which payments have not been made as of June 30, 2012.

⁽²⁾ Intergovernmental Agreement Reimbursements were for work performed in prior periods.

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

2012 Transactions and Revenue

- ❑ Passenger vehicle transactions forecasted to decline 5.9 percent for 2012
 - **Actual transactions declined only 2.6 percent through June**
- ❑ Commercial vehicle transactions forecasted to increase 2.2 percent for 2012
 - **Actual transactions increased 5.2 percent through June**
- ❑ Toll revenue projected to increase 41.0 percent for 2012 (42.1 percent for the first 6 months)
 - **Actual toll revenue increased 44.1 percent through June**



2012 Fund Balance

Fund Balances are adequate to fund Maintenance & Operations and Capital Program

(\$ millions)

Accounts	Balance		
	December 31, 2011	June 30, 2012	Change
Maintenance & Operations	\$26	\$35	\$9
<i>Operating Sub-Account</i>	9	13	4
<i>Operating Reserve Sub-Account</i>	17	22	5
Renewal & Replacement	229	302	73
Improvement	137	157	20



Appendix

2012 Year-to-Date Revenue Budget vs. Actual

(\$ thousands)

	YTD		Variance	
	Budget	Actual	\$	%
Toll Revenue & Evasion Recovery	\$466,339	\$464,330	(\$2,009)	-0.4%
Concessions	1,000	1,100	100	10.0%
Investment Income	500	486	(14)	-2.7%
Miscellaneous	3,458	2,231	(1,227)	-35.5%
Total Revenue	\$471,297	\$468,148	(\$3,150)	-0.7%

Excluding the \$5.8 million accounting adjustment to evasion recovery, year-to-date toll revenue and evasion recovery favorable variance from budget would be \$3.8 million.

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



2012 Year-to-Date M&O Expenditures

Budget vs. Actual

(\$ thousands)

	YTD		Variance	
	Budget	Actual	\$	%
Payroll and Related Costs	\$74,437	\$72,374	(\$2,063)	-2.8%
Group Insurance	13,924	13,836	(88)	-0.6%
Contractual Services	18,315	16,946	(1,369)	-7.5%
Materials/Oper. Supplies/Other Exp.	4,481	3,152	(1,329)	-29.7%
Utilities	3,143	2,956	(187)	-6.0%
All Other Insurance	4,800	4,500	(300)	-6.3%
Parts & Fuel	2,794	2,041	(753)	-26.9%
Equipment / Office Rental & Maint.	6,481	5,993	(488)	-7.5%
Employee Development	450	415	(36)	-8.0%
Recovery of Expenses	(1,184)	(1,053)	131	11.0%
Total Maintenance & Operations Expenditures	\$127,641	\$121,159	(\$6,482)	-5.1%

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



2012 Year-to-Date Capital Program Expenditures

Projection vs. Actual

The Tollway anticipates as much as \$84 million in scheduling changes primarily due to procurement challenges

(\$ thousands)

	YTD		Variance	
	Projection	Actual ⁽¹⁾	\$	%
Tri-State Tollway (I-94/I-294/I-80)	\$33,371	\$27,702	(\$5,670)	-17.0%
Reagan Memorial Tollway (I-88)	22,996	14,544	(8,452)	-36.8%
Jane Addams Memorial Tollway (I-90)	19,128	13,897	(5,231)	-27.3%
Veterans Memorial Tollway (I-355)	1,548	157	(1,391)	-89.9%
Open Road Tolling (ORT)	1,700	751	(949)	-55.8%
Systemwide Improvements	50,983	29,440	(21,543)	-42.3%
Tri-State Tollway (I-294/I-57) Interchange	-	1,939	1,939	N/A
Elgin O'Hare West Bypass	479	114	(365)	-76.3%
Move Illinois & CRP Subtotal	\$130,204	\$88,544	(\$41,660)	-32.0%
"Other" Capital Projects ⁽²⁾	23,400	12,983	(10,417)	-44.5%
Capital Program Subtotal	\$153,604	\$101,527	(\$52,078)	-33.9%
Intergovernmental Agreement Reimbursements ⁽³⁾	-	(3,007)	(3,007)	N/A
Total Capital Program Expenditures	\$153,604	\$98,519	(\$55,085)	-35.9%

⁽¹⁾ Capital Program Actual included \$40,401 thousand in work completed for which payments have not been made as of June 30, 2012.

⁽²⁾ The Other Projects portion of the Capital Program Budget for 2012 totals \$77.2 million, of which \$60 million is anticipated to be earned.

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

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

2012 Transactions

Passenger vehicle transactions projected to decline by 5.9 percent for the year. For the first half of 2012, passenger vehicle transactions declined less than anticipated.

(millions)

Month	Transactions	% Change 2012 to 2011	Transactions	% Change 2012 to 2011
	PASSENGER VEHICLES (TIER 1)		LARGE COMMERCIAL VEHICLES (TIER 4)	
January	53.0	-5.8%	5.0	5.0%
February	53.2	5.2%	5.0	11.3%
March	58.9	-5.0%	5.5	1.2%
April	58.2	-4.0%	5.3	3.9%
May	62.7	-1.3%	5.6	5.4%
June	62.9	-3.6%	5.5	-1.9%
	349.1	-2.6%	31.9	3.9%
	ALL COMMERCIAL VEHICLES (TIER 2-4)		ALL VEHICLES	
January	7.0	5.4%	60.0	-4.6%
February	6.9	11.7%	60.1	5.9%
March	7.7	2.6%	66.6	-4.2%
April	7.5	5.3%	65.8	-3.1%
May	8.2	8.0%	71.0	-0.3%
June	8.1	0.0%	71.0	-3.2%
	45.4	5.2%	394.4	-1.8%

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





THANK YOU