

# COMPREHENSIVE ANNUAL FINANCIAL REPORT GAAP BASIS

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# Tollway CAFR Includes

- Audited Generally Accepted Accounting Principles (GAAP) financial statement and footnotes
- Supplementary information
  - Trust Indenture financial statements
- Statistical information
  - Traffic and revenue statistics
  - Economic and demographic information

# Basis Of Accounting

- Tollway financial statements are prepared in accordance with GAAP
- GAAP accounting is different from Trust Indenture accounting used for budgeting and quarterly budget-to-actual presentations
- Major differences in Trust Indenture accounting
  - Fixed assets are expensed, no depreciation
  - Bond principal retirements are expensed when paid
  - Long-term fiber-optic revenue recorded as revenue when received
  - GASB 68 pension liability and increased expense are not recognized

# 2016 Financial Results (GAAP Basis)

- Operating revenues increased 6.1 percent (\$74.7 million) to \$1,303 million.
  - Passenger and commercial traffic continued to increase.
  - Commercial vehicle toll rates increased.
  - First phase of the Illinois Route 390 Tollway opened.
- Operating expenses (excluding depreciation) increased 12.2 percent (\$42.8 million).
  - A \$33 million increase in pension expense as computed under GASB 68.
  - Increased credit card fees, equipment rental and consulting fees.

# 2016 Financial Results

- The Tollway's proportionate share of the state's net pension liability under GASB 68 and 71 increased by \$165.3 million to \$900.8 million.
- The Tollway's net position related to operations improved by \$319.2 million.
- The Tollway maintains a healthy balance sheet with a net position of \$2.5 billion.

# Statement Of Changes In Net Position

## Operating Income

	2016	2015	Percent change
Tolls	1,216	1,147	6.0%
Evasion recovery	65	64	1.6
Concessions	2	2	-
Other	20	16	25.0
<b>Operating revenue</b>	<b>1,303</b>	<b>1,229</b>	<b>6.1%</b>
Depreciation	370	329	12.5%
Other operating expenses	394	351	12.2
<b>Total operating expense</b>	<b>764</b>	<b>680</b>	<b>12.4%</b>
<b>Operating income</b>	<b>539</b>	<b>549</b>	<b>(1.8)%</b>

(Amounts in millions)

# Statement Of Changes In Net Position Net Result

	<u>2016</u>	<u>2015</u>	<u>Percent Change</u>
Operating income	539	549	1.8%
Net non-operating expense	-220	-202	-8.9
<b>Change in net assets</b>	<b>319</b>	<b>347</b>	<b>-8.8%</b>

(Amounts in millions)

# Statement Of Net Position Assets And Deferred Outflows

	<u>2016</u>	<u>2015</u>	<u>Percent Change</u>
Unrestricted cash and cash equivalents	1,047	957	9.4%
Accounts receivable, net	18	14	28.6%
IGA receivables - current portion	31	33	-6.1%
Other	2	2	0.0%
<b>Total current unrestricted</b>	<b>1,098</b>	<b>1006</b>	<b>9.1%</b>
Restricted cash - debt service	129	184	-29.9%
IPASS cash in escrow	178	175	1.7%
<b>Total current restricted</b>	<b>307</b>	<b>359</b>	<b>-14.5%</b>
<b>Total current assets</b>	<b>1,405</b>	<b>1,365</b>	<b>2.9%</b>
Capital assets, net of depreciation	8204	7380	11.2%
Other non-current assets & deferred outflow of resources	1095	1437	-23.8%
<b>Total assets</b>	<b>10,704</b>	<b>10,182</b>	<b>5.1%</b>

Amounts in Millions



# Statement Of Net Position Liabilities And Net Position

	<u>2016</u>	<u>2015</u>	<u>Percent Change</u>
Accounts payable and accruals	197	282	-30.1%
Deposits and retainage	68	95	-28.4%
Other unrestricted liabilities	29	113	-74.3%
<b>Current - payable from unrestricted</b>	<b>294</b>	<b>490</b>	<b>-40.0%</b>
Bonds payable- current portion	89	101	-11.9%
Interest payable	112	105	6.7%
Deposits- IPASS escrow	178	175	1.7%
<b>Current - payable from restricted</b>	<b>379</b>	<b>381</b>	<b>-0.5%</b>
<b>Total current liabilities</b>	<b>673</b>	<b>871</b>	<b>-22.7%</b>
Revenue bonds payable	6265	6049	3.6%
Other	323	297	8.8%
Net pension liability and related deferred inflows	931	768	21.2%
<b>Total liabilities</b>	<b>8,192</b>	<b>7,985</b>	<b>2.6%</b>
<b>Net position</b>	<b>2,512</b>	<b>2,193</b>	<b>14.5%</b>

Amounts in Millions



THANK YOU

