



## Record of Meeting | May 25, 2023

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The Illinois State Toll Highway Authority (“Tollway”) held the regularly scheduled Finance & Audit Committee meeting on Thursday, May 25, 2023, in the Boardroom of Tollway Headquarters in Downers Grove, Illinois. The meeting was held pursuant to the By-Laws of the Tollway upon call and notice of the meeting executed by Chairman Arnaldo Rivera and posted in accordance with the requirements of the Open Meetings Act, 5 ILCS 120/1, *et seq.*

*[Bolded entries indicate issues which may require follow-up to present or report to Directors.]*

### Call to Order / Roll Call

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Chairman Rivera stated that in accordance with the Illinois Tollway By-laws Section 4(c), he will serve as committee chair for the purposes of the meeting. Chairman Rivera called the meeting to order at approximately 8:50 a.m. He then asked the Board Secretary to call the roll, those Directors present and absent being as follows:

Committee Members Present:
Chairman Arnaldo Rivera
Director James Connolly
Director Jacqueline Gomez
Director Scott Paddock

Other Directors in Attendance:
Director James Sweeney
Director Karen McConaughay

Committee Members Not Present:
Director Gary Perinar

The Board Secretary declared a quorum present.

### Public Comment

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Chairman Rivera opened the floor for public comment. No public comment was offered.

### Committee Chair’s Items

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Chairman Rivera entertained a motion to approve **Committee Chair’s Item 1**, the Minutes of the regular Finance & Audit Committee meeting held on March 30, 2023, as presented. Director



Paddock made a motion to approve the Minutes, seconded by Director Connolly. The motion PASSED unanimously by voice vote.

Having no further items, Chairman Rivera called on Executive Director Cassandra Rouse.

### **Executive Director's Items**

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Executive Director Rouse introduced Cathy Williams, Chief Financial Officer, to present the 2023 First Quarter Budget to Actual Review (Preliminary and Unaudited). [See attached presentation.](#)

Upon conclusion of the presentation, Executive Director Rouse noted that the meeting agenda contains one item for the Committee's consideration.

### **Finance**

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Executive Director Rouse asked Ms. Williams to present the following item to the Committee:

*Item 1: Award of Contract 23-0072 to Lexington Insurance Company, Gemini Insurance Company, Allied World Assurance Company (U.S.), Inc., Endurance American Specialty Insurance Company, Aspen Specialty Insurance Company, Westchester Surplus Lines Insurance Company, Great American Assurance Company, Axis Surplus Insurance Company, Berkley National Insurance Company, RSUI Indemnity Company, Arch Insurance Company, and Navigators Specialty Insurance Company for the purchase of Liability Insurance Program Services through the insurance broker, Mesirow Insurance Services, Inc., for the combined annual premium of \$3,829,264.00 for a one-year term (Order Against CMS Master Contract).*

Upon conclusion of the item presentation, Chairman Rivera entertained a motion to approve placement of **Finance Item 1** on the May Board of Directors meeting agenda with the Committee's recommendation for approval by the Board. Director Paddock made a motion to approve this item, seconded by Director Connolly. The motion PASSED unanimously by voice vote.

### **Adjournment**

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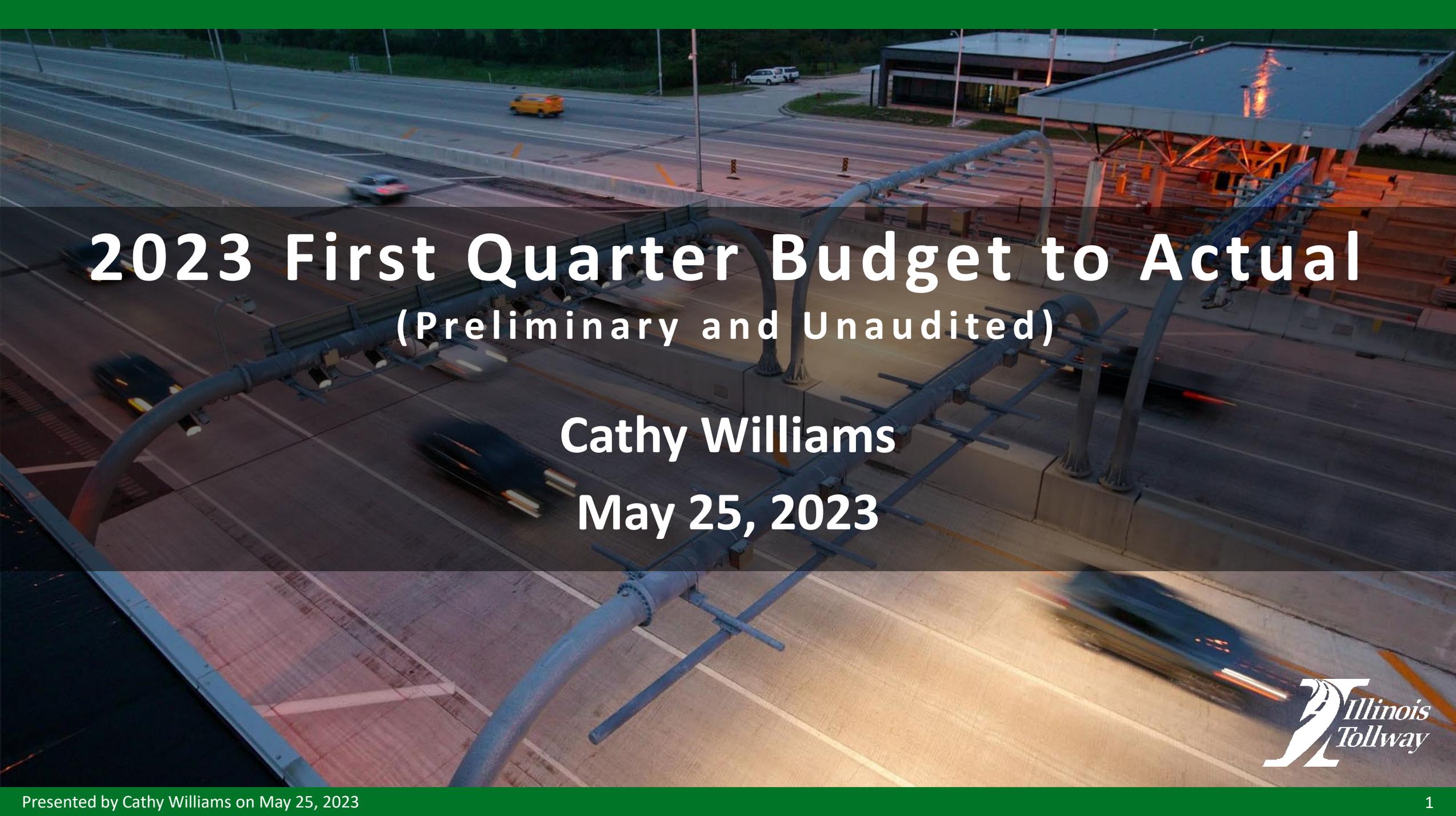
There being no further Committee business, Chairman Rivera entertained a motion to adjourn. Director Paddock made a motion to adjourn, seconded by Director Connolly. The motion PASSED unanimously by voice vote.



The meeting was adjourned at approximately 9:04 a.m.

Minutes taken by: \_\_\_\_\_

Christi Regnery  
Board Secretary  
Illinois State Toll Highway Authority



# 2023 First Quarter Budget to Actual

(Preliminary and Unaudited)

Cathy Williams  
May 25, 2023



# First Quarter 2023 – Budget vs. Actual

CATEGORY	(\$ millions)			% CHANGE
	BUDGET	ACTUAL	\$ CHANGE	
Revenue	\$359	\$373	\$13	3.7%
M&O Expenditures	\$111	\$106	(\$5)	(4.2%)
Debt Service Transfers	\$127	\$119	(\$8)	(6.4%)
Capital Expenditures	\$256	\$171	(\$85)	(33.3%)

## Key Drivers

### Revenue

- 3.7 percent above budget due to higher-than-expected investment income and toll revenue from passenger cars

### M&O

- 4.2 percent less than budget due to vacant positions

### Debt Service

- 6.4 percent less than budget due to lower interest expense resulting from timing of bond issuance

### Capital Expenditures

- 33.3 percent less than budget primarily due to timing of EOWA Project railroad and utility coordination and Central Tri-State Project construction activities

Note: Numbers may not add to totals due to rounding

# REVENUE

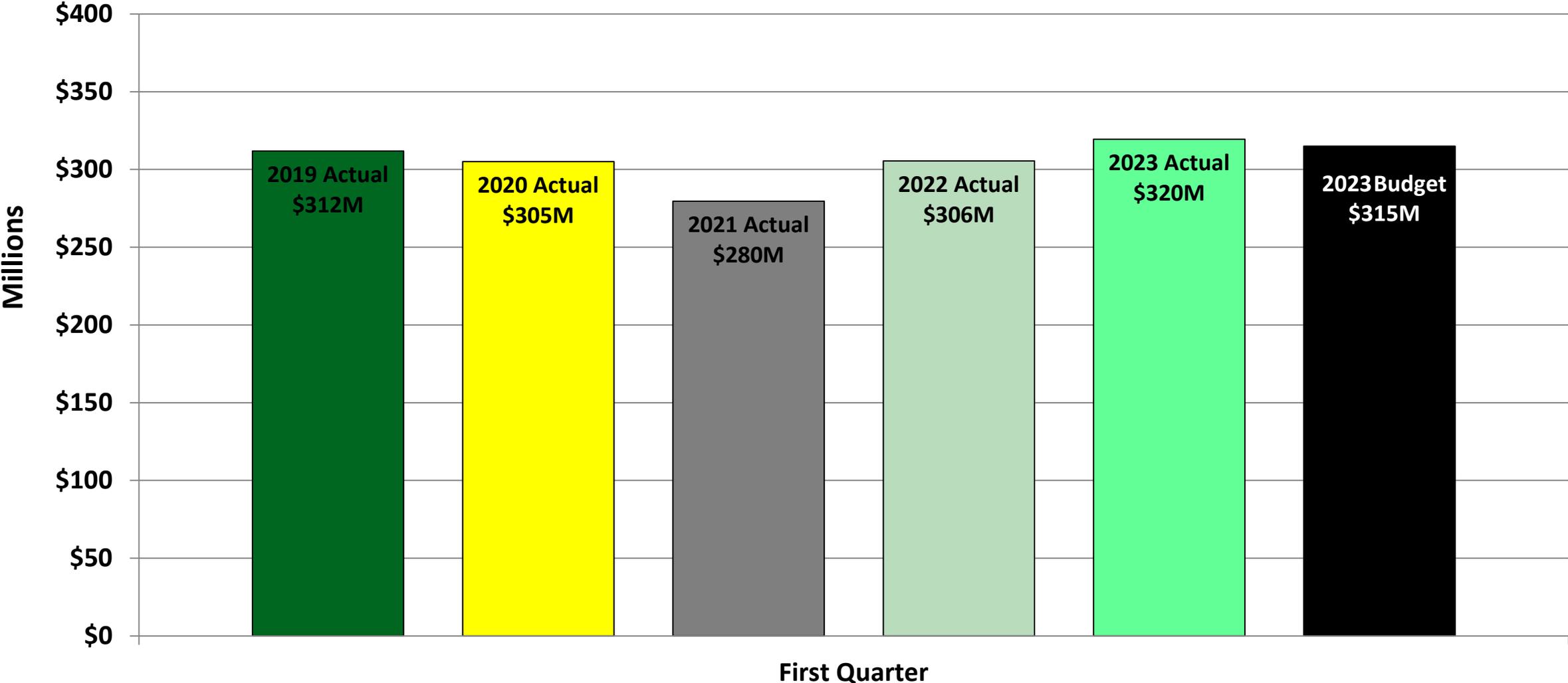


# First Quarter 2023 - Revenue

CATEGORY	BUDGET	(\$ millions)		% CHANGE
		ACTUAL	\$ CHANGE	
<b>Total Revenue</b>	<b>\$359.1</b>	<b>\$372.5</b>	<b>\$13.4</b>	<b>3.7%</b>
Toll Revenue and Evasion Recovery	\$350.3	\$357.2	\$6.9	2.0%
Concession and Miscellaneous Income	\$0.8	\$0.7	(\$0.1)	(8.1%)
Investments	\$8.0	\$14.6	\$6.6	82.4%

Note: Numbers may not add to totals due to rounding

# First Quarter 2023 – Budget vs. Actual



# First Quarter 2023 – Maintenance and Operations

CATEGORY	BUDGET	(\$ millions)		% CHANGE
		ACTUAL	\$ CHANGE	
<b>Total M&amp;O</b>	<b>\$110.8</b>	<b>\$106.2</b>	<b>(\$4.6)</b>	<b>(4.2%)</b>
Payroll and Related Costs	\$49.6	\$45.6	(\$4.0)	(8.0%)
Contractual Services	\$25.5	\$24.6	(\$0.9)	(3.6%)
Group Insurance	\$9.1	\$9.3	\$0.2	2.2%
Other Post Employment Benefits	\$2.0	\$2.3	\$0.3	15.0%
Equipment Maintenance	\$12.9	\$12.8	(\$0.1)	(0.8%)
All Other Insurance	\$3.1	\$3.1	\$0.0	0.0%
Materials/Operational Supplies/Other Expenses	\$4.3	\$4.2	(\$0.1)	(2.6%)
Utilities	\$2.1	\$2.1	(\$0.1)	(2.4%)
Parts and Fuel	\$2.2	\$2.2	(\$0.0)	(0.4%)
Other Miscellaneous Expenses	\$0.0	\$0.0	\$0.0	0.0%

## Key Drivers

### Payroll and Related Costs

- \$4 million less than budget due to vacant positions

### Contractual Services

- \$931,000 less than budget primarily due to timing issues

Note: Numbers may not add to totals due to rounding

# CAPITAL PROGRAM



# First Quarter 2023 - Capital Program

CATEGORY	BUDGET	(\$ millions)		% CHANGE
		ACTUAL	\$ CHANGE	
Tri-State (I-94/I-294/I-80)	\$119.1	\$99.1	(\$19.9)	(16.7%)
Reagan Memorial (I-88)	\$0.4	\$0.1	(\$0.3)	(72.5%)
Jane Addams Memorial (I-90)	\$1.0	\$0.3	(\$0.7)	(68.1%)
Veterans Memorial (I-355)	\$1.2	\$0.1	(\$1.2)	(94.3%)
Systemwide Improvements	\$54.3	\$45.0	(\$9.4)	(17.3%)
Tri-State (I-294)/I-57 Interchange	\$4.8	\$2.6	(\$2.2)	(46.0%)
Elgin O'Hare Western Access	\$73.6	\$27.9	(\$45.8)	(62.2%)
<b>Total Capital Expenditures</b>	<b>\$255.7</b>	<b>\$175.2</b>	<b>(\$80.4)</b>	<b>(31.5%)</b>
Agreement Reimbursements and Other Adjustments	\$0.0	(\$4.6)	(\$4.6)	NA
<b>Total Capital with Reimbursements</b>	<b>\$255.7</b>	<b>\$170.6</b>	<b>(\$85.0)</b>	<b>(33.3%)</b>

Note: Numbers may not add to totals due to rounding

## Key Drivers

### EOWA Project

- \$45.8 million less than budget primarily due to additional time required for railroad and utility coordination

### Central Tri-State

- \$19.9 million less than budget as a result of timing of construction activities

### Systemwide

- \$9.4 million less than budget primarily due to timing of construction for various bridge, pavement and ramp repairs



THANK YOU



# APPENDIX

## 2023 vs 2022 Results



# First Quarter – Maintenance and Operations – 2023 vs 2022

CATEGORY	(\$ millions)					
	2022		2023		2023 ACTUAL/ 2022 ACTUAL CHANGE	
	BUDGET	ACTUAL	BUDGET	ACTUAL	\$ CHANGE	% CHANGE
Payroll and Related Costs	\$48.8	\$45.8	\$49.6	\$45.6	(\$0.2)	(0.4%)
Contractual Services	\$23.8	\$20.8	\$25.5	\$24.6	\$3.8	18.5%
Group Insurance	\$8.3	\$8.4	\$9.1	\$9.3	\$0.9	10.7%
Other Post Employment Benefits	\$2.0	\$2.0	\$2.0	\$2.3	\$0.3	15.0%
Equipment Maintenance	\$10.5	\$10.4	\$12.9	\$12.8	\$2.4	22.8%
All Other Insurance	\$2.9	\$2.8	\$3.1	\$3.1	\$0.3	10.6%
Materials/Operational Supplies/Other Expenses	\$3.8	\$2.2	\$4.3	\$4.2	\$2.0	89.9%
Utilities	\$1.6	\$1.7	\$2.1	\$2.1	\$0.3	19.9%
Parts and Fuel	\$1.6	\$2.3	\$2.2	\$2.2	(\$0.1)	(4.7%)
Other Miscellaneous Expenses	\$0.0	(\$0.5)	\$0.0	\$0.0	\$0.5	100.0%
<b>Total Maintenance and Operations Expenditures</b>	<b>\$103.4</b>	<b>\$96.0</b>	<b>\$110.8</b>	<b>\$106.2</b>	<b>\$10.2</b>	<b>10.6%</b>

Note: Numbers may not add to totals due to rounding

# First Quarter - Capital Program 2023 vs 2022

CATEGORY	(\$ millions)					
	2022		2023		2023 ACTUAL/ 2022 ACTUAL CHANGE	
	BUDGET	ACTUAL	BUDGET	ACTUAL	\$ CHANGE	% CHANGE
Tri-State (I-94/I-294/I-80)	\$95.9	\$89.8	\$119.1	\$99.1	\$9.3	10.4%
Reagan Memorial (I-88)	\$2.5	\$0.7	\$0.4	\$0.1	(\$0.6)	(83.9%)
Jane Addams Memorial (I-90)	\$0.5	\$0.1	\$1.0	\$0.3	\$0.2	NA
Veterans Memorial (I-355)	\$0.7	\$0.8	\$1.2	\$0.1	(\$0.7)	(91.4%)
Systemwide Improvements	\$44.9	\$32.7	\$54.3	\$45.0	\$12.2	37.4%
Tri-State (I-294)/I-57 Interchange	\$11.9	\$7.8	\$4.8	\$2.6	(\$5.2)	(67.1%)
Elgin O'Hare Western Access	\$56.4	\$59.5	\$73.6	\$27.9	(\$31.6)	(53.2%)
<b>Total Capital Expenditures</b>	<b>\$214.0</b>	<b>\$191.7</b>	<b>\$255.7</b>	<b>\$175.2</b>	<b>(\$16.5)</b>	<b>(8.6%)</b>
Agreement Reimbursements and Other Adjustments	\$0.0	(\$1.2)	\$0.0	(\$4.6)	(\$3.4)	NA
<b>Total Capital with Reimbursements</b>	<b>\$214.0</b>	<b>\$190.5</b>	<b>\$255.7</b>	<b>\$170.6</b>	<b>(\$19.8)</b>	<b>(10.4%)</b>

Note: Numbers may not add to totals due to rounding