

City of Chicago, Illinois
Chicago O'Hare
International Airport

Basic Financial Statements as of and

For the Year Ended December 31, 2024

Required Supplementary Information, Additional
Supplementary Information, Statistical
Information, and Independent Auditor's Report

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2024
CITY OF CHICAGO, ILLINOIS

CHICAGO O'HARE INTERNATIONAL AIRPORT

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PART II

FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

To the Honorable Brandon Johnson, Mayor
and Members of the City Council
City of Chicago, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Chicago O'Hare International Airport (the "Airport"), an enterprise fund of the City of Chicago, Illinois (the "City"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Airport's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Chicago O'Hare International Airport, as of December 31, 2024, and the changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Airport, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Note 1, the basic financial statements present only Chicago O'Hare International Airport, an enterprise fund of the City, and do not purport to, and do not, present fairly the financial position of the City as of December 31, 2024, the changes in its financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance

and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Airport's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America, require that Management's Discussion and Analysis, the Schedule of Changes in the Net Pension Liability and Related Ratios, and the Schedule of Contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Additional Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Airport's basic financial statements. The Additional Information Calculations of Coverage is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or

to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Additional Information Calculations of Coverage is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual financial report. The other information comprises the statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Deloitte & Touche LLP

June 30, 2025

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

The following discussion and analysis of the Chicago O'Hare International Airport's (the "Airport" or "O'Hare") financial performance provides an introduction and overview of the Airport's financial activities for the years ended December 31, 2024. Please read this discussion in conjunction with the Airport's basic financial statements and the notes to basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- Operating revenues for 2024 increased by \$185,239 (13.0%) compared to prior year operating revenues due to an increase in terminal use charges and landing fees of \$149,895; increases in concessions and other rental revenue of \$30,913; and an increase in hotel revenues of \$4,431, all due to an increase in passenger and flight activity as the Airport continued to recover from the impacts of the COVID-19 pandemic and economic uncertainties.
- Operating expenses before depreciation, amortization and loss on capital asset disposals decreased by \$16,147 (1.7%) compared to 2023, primarily due to a decrease in pension expense of \$64,880 (40.0%), a decrease in other operating maintenance expense \$8,882 (5.8%), offset by an increase in salary and wages of \$19,607 (7.9%) due to contractual increases and the increase in fringe benefit costs, increases in professional and engineering expenses of \$15,962 (8.3%) due to ongoing planning efforts related to the O'Hare 21 program, which includes the Terminal Area Plan expansion, Terminal 5 expansion, on airport hotel developments and other capital projects, and planning of new facilities which increased during 2024, an increase in repairs and maintenance of \$17,496 (9.5%) due to the impact of upgrades to existing infrastructure, such as the Terminal 5 upgrades. Hotel expenses increased by \$4,550 (11.8%) due to the ongoing recovery of hotel business from the impact of the COVID-19 pandemic on travel and tourism and the completion of the Terminal 5 expansion and upgrades.
- The Airport's total net position at December 31, 2024, was \$1,206,007, which is an increase of \$247,452 (25.8%) over total net position at December 31, 2023 primarily due to increases in landing fees of \$149,895 due to increases in passenger and flight activity, increases in PFC and CFC balances totaling \$14,882 (8.1%) as the collection of PFC and CFC revenues increased during 2024. It was also due to an increase in other non operating revenue \$69,292 (239.1%) for the sale of land.
- Capital asset additions for 2024 were \$633,671, which primarily included additions related to the continuing construction of new runway projects , ongoing work related to the Terminal 5 expansion including TAP Phase 1 utilities, parking garage, baggage handling systems; parking structure improvements, Automated Train System (ATS) upgrades, terminal improvements and capital maintenance. Completed projects totaling \$803,245 were transferred from construction in progress to applicable buildings and other facilities.

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**MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Airport's basic financial statements. The Airport is included in the City of Chicago, Illinois' (the "City") reporting entity as an enterprise fund. The Airport's basic financial statements comprise the basic financial statements and the notes to basic financial statements. In addition to the basic financial statements, this report also presents additional and statistical information after the notes to basic financial statements.

The Statement of Net Position present all of the Airport's assets, deferred outflows, liabilities, and deferred inflows using the accrual basis of accounting. The difference between assets and deferred outflows and liabilities and deferred inflows is reported as Net Position. The increase or decrease in Net Position may serve as an indicator, over time, whether the Airport's financial position is improving or deteriorating. However, the consideration of other non-financial factors, such as changes within the airline industry, may be necessary in the assessment of overall financial position and health of the Airport.

The Statement of Revenues, Expenses, and Changes in Net Position present all current fiscal year revenues and expenses, regardless of when cash is received or paid, and the ensuing change in Net Position.

The Statement of Cash Flows report how cash and cash equivalents were provided and used by the Airport's operating, capital financing, noncapital financing and investing activities. These statements present the cash received and disbursed, the net increase or decrease in cash and cash equivalents for the year and the cash and cash equivalents balance at year-end.

The Notes to Basic Financial Statements are an integral part of the basic financial statements; accordingly, such disclosures are essential to a full understanding of the information provided in the basic financial statements.

The Required Supplementary Information section presents the schedule of changes in the net pension liability and related ratios and the schedule of contributions.

In addition to the basic financial statements, this report includes the Additional Information and Statistical Information. The Additional Information section presents debt service coverage calculations, and the Statistical Information section includes certain information related to the Airport's historical financial and non-financial operating results and capital activities.

The basic financial statements include all of the Airport's funds and all the operations of Hilton O'Hare, which was transferred back to the Airport on January 1, 2019 as the 30-year lease term with HLT O'Hare, Inc. ended on December 31, 2018. The Airport has entered into a 10-year lease agreement with Hilton Management, LLC for hotel operations and Hyde Park Hospitality, LLC and food and beverage operations.

FINANCIAL ANALYSIS

Landing fees, terminal area use charges, and fueling system charges are assessed to the various airlines throughout each fiscal year based on estimated rates. Such rates are designed to yield collections from airlines adequate to cover certain expenses and required debt service and fund deposits as determined under provisions of the Airline Use and Lease Agreement ("AULA"). In 2018, the City Council approved the new AULA for airlines operating at O'Hare, which went into effect as of July 1, 2018 for provisions regarding rates and charges. Incremental amounts due from the airlines arise when amounts assessed, based on the estimated rates used during the year, are less than actual expenses and required deposits for the year. Such incremental amounts due from airlines are included in amounts to be billed.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

Incremental amounts due to the airlines arise when amounts assessed, based on the estimated rates used during the year, exceed actual expenses and required deposits for the year. Such incremental amounts due to airlines are included in billings over amounts earned.

At December 31, 2024, the Airport's financial position included total assets and deferred outflows of \$15,501,768, total liabilities and deferred inflows of \$14,295,761 and net position of \$1,206,007.

A comparative condensed summary of the Airport's net position at December 31, 2024 and 2023, is as follows (dollars in thousands):

| | Net Position | |
|--|---------------------|-------------------|
| | 2024 | 2023 |
| Current unrestricted assets | \$ 476,249 | \$ 420,547 |
| Restricted and other assets—noncurrent | 4,031,121 | 3,452,440 |
| Capital assets—net | 10,914,310 | 10,707,108 |
| Total assets | 15,421,680 | 14,580,095 |
| Deferred outflows | 80,088 | 205,789 |
| Total assets and deferred outflows | 15,501,768 | 14,785,884 |
| Current unrestricted liabilities | 187,481 | 263,184 |
| Liabilities payable from restricted assets and noncurrent liabilities | 13,401,012 | 12,893,732 |
| Total liabilities | 13,588,493 | 13,156,916 |
| Deferred inflows of resources other than leases | 169,104 | 71,309 |
| Deferred inflows of resources for leases | 538,164 | 599,104 |
| Total liabilities and deferred inflows | 14,295,761 | 13,827,329 |
| Net position: | | |
| Net investment in capital assets | 775,542 | 904,790 |
| Restricted | 1,817,304 | 1,584,716 |
| Unrestricted | (1,386,839) | (1,530,951) |
| Total net position | \$ 1,206,007 | \$ 958,555 |

Current unrestricted assets increased by \$55,702 (13.2%) primarily due to an increase in cash and cash equivalents of \$74,026 (51.1%), an increase in lease receivables of \$2,194 (3.8%) from timing of the current portion the lessor GASB 87 related to future cash collections from new active leases in 2024, and an increase in accounts receivable \$11,522 (14.2%). This was offset by a decrease of \$33,657 (55.6%) in investments. The Airport's current ratio (current unrestricted assets/current unrestricted liabilities) at December 31, 2024 and 2023 was 2.54:1 and 1.60:1, respectively. The increase in the current ratio was primarily due to an increase of cash and cash equivalents, combined with a decrease in unearned revenue, as amounts due to the airlines related to 2024 were less than in previous years. The total noncurrent restricted and other assets increased by \$578,681 (16.8%), primarily due to an increase in the construction funds for capital improvement projects of \$472,296 (14447.7%) in cash and cash equivalents, additionally an increase of \$123,516 (5.7%) in 2024 investments from the bond issuances related to ongoing construction projects at the Airport, offset by a decrease \$56,512 (10.2%) in lease receivables for future cash collections from active leases at the Airport. Net capital assets increased by \$207,202 (1.9%) primarily due to ongoing capital activities of the O'Hare 21 Program, including the Terminal 5 expansion, baggage handling systems, landside improvements and repurposing; Terminal

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**MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

Area Plan Phase 1 Utilities; Terminal 2 O'Hare Global Terminal planning, ongoing Capital Improvement Program upgrades and the final additions to complete the ATS.

The decrease in unrestricted current liabilities of \$75,703 (28.8%) is mainly related to a decrease in accounts payable and accrued liabilities of \$66,283 (44.1%) as compensated absences liability is now presented on a separate line on the statement of net position in 2024 and the Airport has implemented measures to help pay invoices more efficiently, a decrease in due to other city funds of \$14,751 (27.4%) as there was no amount due to pension, offset by the increases in both billings over amounts earned of \$5,068 (14.3%) and \$571 (3.1%) in advances for terminal and hangar rents.

The 2024 Liabilities payable from restricted assets and noncurrent liabilities increased by \$507,280 (3.9%) primarily due to the increase in revenue bonds payable, which increased the balance by \$594,714 (5.8%). The net pension liability in the amount of \$1,529,984 decreased by \$158,050 (9.4%) compared to 2023 primarily as a result of changes in actuarial assumptions, impacts of investment returns, offset by an increase in the allocation of pension costs to the Airport compared to Governmental funds and certain Enterprise funds and a decrease in interest payable of \$17,956 (7.4%) during 2024.

Deferred outflows decreased by \$125,701 (61.1%) and deferred inflows increased by \$97,795 (137.1%) during 2024 due to changes in assumptions and the difference between 2024 projected and actual earnings on pension plan investments. Deferred inflows related to leases decreased \$60,940 (10.2%) in 2024 as there were no additional concessionaire agreements related to GASB 87.

As of December 31, 2024, total net position was \$1,206,007, which was an increase of \$247,452 (25.8%) from 2023 primarily due to increases in operating revenues of \$185,239 (13.0%) and in other nonoperating income of \$69,292 (239.1%), and a decrease of grant revenues of \$35,014 (100.0%) as there was no COVID-19 relief funds in 2024 compared to 2023.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

A comparative condensed summary of the Airport's changes in net position for the years ended December 31, 2024 and 2023 is as follows (dollars in thousands):

| | Changes in Net Position | |
|--|--------------------------------|-------------|
| | 2024 | 2023 |
| Operating revenues: | | |
| Landing fees and terminal charges | \$ 1,102,480 | \$ 952,585 |
| Rents, concessions, and other | 449,674 | 418,761 |
| Hilton O'Hare revenues | 60,836 | 56,405 |
| Total operating revenues | 1,612,990 | 1,427,751 |
| Operating expenses: | | |
| Salaries and wages | 267,292 | 247,685 |
| Pension expense | 97,463 | 162,343 |
| Repairs and maintenance | 200,927 | 183,431 |
| Professional and engineering | 207,427 | 191,465 |
| Other operating expenses | 143,151 | 152,033 |
| Hilton O'Hare expenses | 43,138 | 38,588 |
| Depreciation and amortization | 426,787 | 394,398 |
| Loss on capital asset disposal | — | 952 |
| Total operating expenses | 1,386,185 | 1,370,895 |
| Operating income (loss) | 226,805 | 56,856 |
| Nonoperating revenue (expenses): | | |
| Passenger facility charge revenue | 155,951 | 143,610 |
| Customer facility charge revenue | 41,587 | 39,046 |
| Other nonoperating revenue | 98,277 | 28,985 |
| Noise mitigation | (9,337) | (21,829) |
| Costs of issuance | (18,518) | (3,092) |
| Investment income (loss) | 140,385 | 144,285 |
| Interest expense | (453,888) | (449,332) |
| Interest Income on leases | 24,460 | 22,099 |
| Grant revenues | — | 35,014 |
| Total nonoperating revenues (expenses) | (21,083) | (61,214) |
| Income (loss) before capital grants | 205,722 | (4,358) |
| Capital grants | 41,730 | 52,962 |
| Change in net position | 247,452 | 48,604 |
| Net position beginning of year | 958,555 | 909,951 |
| Net position end of year | \$ 1,206,007 | \$ 958,555 |

The increase in 2024 operating revenues of \$185,239 (13.0%) compared to 2023 was primarily due to an increase of landing fees and terminal area use charges of \$149,895 (15.7%), hotel revenues of \$4,431 (7.9%) and other rentals and fueling systems of \$30,913 (7.4%) as passenger and flight activity increased as the Airport continued to recover from the impact of the COVID-19 pandemic on travel and tourism.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

Salaries and wages increased by \$19,607 (7.9%) in 2024 compared to 2023, which was due to contractual wage increases. Repairs and maintenance expenses increased by \$17,496 (9.5%) due to upgrades placed into service, such as the extension of the ATS and upgrades to parking structures. Professional and engineering costs increased \$15,962 (8.3%) due to ongoing planning work for the \$8.5 billion O'Hare 21 Program. Other operating expenses decreased by \$8,882 (5.8%) due to the reduction of the provision of doubtful accounts as outstanding collections from tenants were received. Other operating expenses are mainly comprised of certain employee costs, insurance premiums, indirect costs, materials and supplies, utilities, and vehicle purchases.

Pension expense was \$97,463 in 2024 and \$162,343 in 2023, which is a decrease of \$64,880 (40.0%) as a result of composition of amounts being amortized from deferred inflows and outflows related to prior assumptions changes and differences between projected and actual earnings on pension plan investments, changes in allocation of pension contributions and increase in the City's pension contribution compared to 2023. During 2024, the Airport made cash contributions of \$116,063 toward the pension plans.

The 2024 nonoperating revenues of \$460,660 are comprised of easement sale of \$98,277 (an increase of \$69,292, or 239.1%), PFCs of \$155,951 (an increase of \$12,341, or 8.6%), CFCs of \$41,587 (an increase of \$2,541, or 6.5%), other nonoperating revenue of \$98,277 (an increase of \$69,292 or 239.1%) and interest income of \$140,385 (a decrease of \$3,900 or 2.7%) as recovering from the global market volatility that impacted the fair market value of investments in 2022. The increases were impacted by the increase of passenger traffic as the Airport continued to recover from the impact of the COVID-19 pandemic and more passengers purchased tickets and rented cars, as well as easement sale transaction.

Nonoperating expenses of \$481,743 are comprised of bond issuance cost of \$18,518 (an increase of \$15,426 or 498.9%), interest expense of \$453,888 (an increase of \$4,556 or 1.0%), and noise mitigation costs of \$9,337 (a decrease of \$12,492 or 57.2%).

Capital grants, comprised mainly of federal grants, decreased from \$52,962 in 2023 to \$41,730 in 2024, a decrease of \$11,232 (21.2%), mainly as a result of the timing associated with when capital expenditures became eligible for grant reimbursement from the federal government and a one-time increase in the allotment of Airport Improvement Program (AIP) grant funding from the FAA during 2021 and 2022 as a part of COVID-19 relief efforts compared to 2024.

A comparative summary of the Airport's changes in cash flows for the years ended December 31, 2024 and 2023 is as follows (dollars in thousands):

| | Cash Flows | |
|---|---------------------|-------------------|
| | 2024 | 2023 |
| Cash provided by (used in) activities: | | |
| Operating | \$ 490,645 | \$ 598,721 |
| Capital and related financing | (21,072) | (1,318,404) |
| Noncapital financing | 99,042 | 33,942 |
| Investing | 46,907 | 87,838 |
| Net change in cash and cash equivalents | 615,522 | (597,903) |
| Cash and cash equivalents: | | |
| Beginning of year | 799,619 | 1,397,522 |
| End of year | <u>\$ 1,415,141</u> | <u>\$ 799,619</u> |

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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

As of December 31, 2024, the Airport's cash and cash equivalents of \$1,415,141 increased by \$615,522 compared to \$799,619 at December 31, 2023 due to current year debt payments, expenditures on capital projects and purchases of investments offset by an increase in cash collections from revenues as the Airport continued to recover from the impacts of the COVID-19 pandemic. Total cash and cash equivalents at December 31, 2024, were comprised of unrestricted and restricted cash and cash equivalents of \$218,995 and \$1,196,146, respectively.

PROPERTY & FACILITIES AND DEBT ADMINISTRATION

At the end of 2024 and 2023, the Airport had \$10,905,651 and \$10,693,239, respectively, invested in net fixed assets. During 2024, the Airport had additions of \$633,671 related to property and facilities. This included construction HVAC system upgrades, Central Deicing Pad, concourse improvements CONRAC/ Parking, ATS rail, terminal improvements, runway and taxiway improvements.

During 2024, completed projects totaling \$803,245 were transferred from construction in progress to applicable buildings and other facilities capital accounts. These major completed projects were related to the relocation of airline facilities, Central Deicing Pad, CONRAC/Parking, Fuel Line Relocation, terminal improvements runway and taxiway improvements.

The Airport's property and facilities at December 31, 2024 and 2023 are summarized as follows (dollars in thousands):

| | Fixed Assets at Year-End | |
|--|---------------------------------|----------------------|
| | 2024 | 2023 |
| Fixed assets not depreciated: | | |
| Land | \$ 893,620 | \$ 893,620 |
| Construction in progress | 1,718,901 | 1,888,475 |
| Total fixed assets not depreciated | <u>2,612,521</u> | <u>2,782,095</u> |
| Fixed assets depreciated: | | |
| Buildings and other facilities | 14,155,119 | 13,357,057 |
| Less accumulated depreciation for: | | |
| Buildings and other facilities | (5,861,989) | (5,445,913) |
| Total fixed assets depreciated—net | <u>8,293,130</u> | <u>7,911,144</u> |
| Total property and facilities—net | <u>\$ 10,905,651</u> | <u>\$ 10,693,239</u> |

The Airport's capital activities are funded through Airport revenue bonds, federal and state grants, PFC revenue and CFC revenue. Additional information on the Airport's capital assets is presented in Note 5 of the notes to the basic financial statements.

During 2024, the Airport drew \$595.8 million of its Revolving line of credit to finance certain capital projects at the Chicago O'Hare International Airport.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

During 2024, the Airport issued \$986.9 million of Chicago O'Hare International Senior Lien Revenue Bonds, Series 2024 A&B and \$1,567.1 million of Chicago O'Hare International Senior Lien Revenue Refunding Bonds, Series 2024 CDEF. The bonds have interest rates ranging from 5.000% to 5.500% with maturity dates from January 1, 2025 to January 1, 2059. Certain net proceeds will be used to finance portions of the airport capital projects. Certain net proceeds were used to refund certain maturities of outstanding bonds and to repay the Revolving Line of Credit. Certain net proceeds were used to fund capitalized interest and the debt service reserve deposit requirement and to pay the cost of issuance of the bonds.

The Airport's outstanding debt at December 31, 2024, and 2023, is summarized as follows (dollars in thousands):

| | Outstanding Debt at Year-End | |
|--|-------------------------------------|----------------------|
| | 2024 | 2023 |
| Revenue bonds, notes, and TIFIA loan | \$ 10,807,048 | \$ 10,257,593 |
| Unamortized- | | |
| Bond premium | 628,670 | 543,697 |
| Total revenue bonds payable—net of | | |
| unamortized premium (discount) | 11,435,718 | 10,801,290 |
| Current portion | (299,714) | (255,841) |
| Total long-term revenue bonds and | | |
| notes payable—net | <u>\$ 11,136,004</u> | <u>\$ 10,545,449</u> |

Additional information on the Airport's long-term debt is presented in Note 4 of the notes to basic financial statements and in the Statistical Information section of this report.

The Airport's revenue bonds at December 31, 2024, had credit ratings with each of the four major rating agencies as follows:

| | Moody's Investor Services | Standard & Poor's | Fitch Ratings | Kroll Ratings |
|---|--|----------------------------------|--------------------------|--------------------------|
| Senior Lien General Airport Revenue Bonds | A2 | A+ | A+ | A+ |
| PFC Revenue Bonds | A2 | A+ | A | NR |
| CFC Revenue Bonds | Baa1 | BBB+ | NR | NR |

At December 31, 2024, the Airport believes it was in compliance with the debt covenants as stated within the Master Trust Indentures.

In July 2024, Standard & Poor's upgraded the O'Hare Customer Facility Charge Bonds to BBB+ from BBB.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

ECONOMIC FACTORS AND NEXT YEAR RATES AND CHARGES

In 2024, recovering from the impact of the COVID-19 pandemic on travel and tourism, the Airport was ranked as the second busiest airport in the world, measured in terms of total aircraft operations, fourth in the United States in terms of total passengers, and seventh in the United States in terms of cargo. The Airport had 39.9 million and 36.6 million enplaned passengers in 2024 and 2023, respectively. The strong origin-destination passenger demand and the Airport's central geographical location near the center of the United States and along the most heavily traveled east/west air routes make the Airport a natural hub location, which has been beneficial as the Airport continues to recover from the COVID-19 pandemic.

United Airlines and American Airlines each use the Airport as one of their major hubs. United Airlines (including its regional affiliates) comprised 47.5% of the Airport's enplaned passengers in 2024 and 47.7% of the enplaned passengers in 2023, while American Airlines (including its regional affiliates) comprised 30.2% of the Airport's enplaned passengers in 2024 and 30.0% of the enplaned passengers in 2023.

Based on the Airport's rates and charges for fiscal year 2025, total budgeted Operating and Maintenance Expenses (including Allowable Airline Liaison Office Expenses) are projected at \$977,247 (including \$27,000 of ARP Act funds credits applied to reduce Operating and Maintenance Expenses) and total Capital Costs (including net debt service, coverage requirements, program fees and pre-approved allowances) and fund deposit requirements, are projected at \$710,496. Additionally, 2024 nonairline revenues and credits are budgeted at \$396,789, resulting in a net airline requirement of \$1,263,346 that will be funded through landing fees, terminal area use charges, common use and joint use charges.

REQUESTS FOR INFORMATION

This financial report is designed to provide the reader with a general overview of the Airport's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Chicago Department of Finance.

BASIC FINANCIAL STATEMENT

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CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2024
(Dollars in thousands)

ASSETS

CURRENT ASSETS:

| | |
|--|------------------|
| Cash and cash equivalents (Note 2) | \$ 218,995 |
| Investments (Note 2) | 26,878 |
| Accounts receivable—net of allowance for doubtful accounts of approximately \$396 | 92,723 |
| Due from other City funds | 73,401 |
| Prepaid expenses | 3,342 |
| Interest receivable | 1,096 |
| Lease receivable | 59,814 |
| Cash and cash equivalents (Note 2)—restricted | 720,581 |
| Prepaid expenses—restricted | 4,461 |
| Total current assets | 1,201,291 |

NONCURRENT ASSETS:

| | |
|--|-----------|
| Cash and cash equivalents (Note 2)—restricted | 475,565 |
| Investments (Note 2)—restricted | 2,278,554 |
| Lease receivable | 498,806 |
| Passenger facility charge and other receivables—restricted | 17,750 |
| Interest receivable—restricted | 15,858 |
| Prepaid expenses—restricted | 14,525 |
| Other assets | 5,021 |

Capital Assets:

| | |
|--|-------|
| Right of use lease asset—net (Note 5) | 8,646 |
| Right of use subscription asset—net (Note 5) | 13 |

Property and facilities (Note 5):

| | |
|--|--------------------|
| Land | 893,620 |
| Buildings and other facilities | 14,155,119 |
| Construction in progress | 1,718,901 |
| Total property and facilities | 16,767,640 |
| Less accumulated depreciation | (5,861,989) |
| Property and facilities—net | 10,905,651 |
| Total net capital assets | 10,914,310 |
| Total noncurrent assets | 14,220,389 |
| Total assets | 15,421,680 |

| | |
|-----------------------------------|--------|
| DEFERRED OUTFLOWS (Note 10) | 80,088 |
|-----------------------------------|--------|

| | |
|---|---------------------|
| TOTAL ASSETS AND DEFERRED OUTFLOWS | \$15,501,768 |
|---|---------------------|

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2024
(Dollars in thousands)**

LIABILITIES

CURRENT LIABILITIES:

| | |
|--|----------------|
| Accounts payable and accrued liabilities | \$ 83,984 |
| Due to other City funds | 39,125 |
| Advances for terminal and hangar rent | 19,013 |
| Billings over amounts earned | 40,540 |
| Lease liability (Note 6) | 2,151 |
| Subscription liability (Note 6) | 10 |
| Compensated absences liability | 2,658 |
| Liabilities payable from restricted assets: | |
| Accounts payable | 195,148 |
| Current portion of revenue bond payable (Note 4) | 299,714 |
| Interest payable | 225,349 |
| Advance from federal | 371 |
| Total current liabilities | <u>908,063</u> |

NONCURRENT LIABILITIES:

| | |
|---|-------------------|
| Revenue bonds payable—net of premium (Note 4) | 10,853,165 |
| Net pension liability (Note 7) | 1,529,984 |
| TIFIA loan (Note 4) | 282,839 |
| Lease liability (Note 6) | 7,095 |
| Compensated absences liability | 7,347 |
| Total noncurrent liabilities | <u>12,680,430</u> |
| Total liabilities | <u>13,588,493</u> |

| | |
|---|----------------|
| DEFERRED INFLOWS OF RESOURCES OTHER THAN LEASES (Note 10) | 169,104 |
| DEFERRED INFLOWS OF RESOURCES FOR LEASES | <u>538,164</u> |

NET POSITION (Note 1):

| | |
|---|--------------------|
| Net investment in capital assets | <u>775,542</u> |
| Restricted net position (Note 1): | |
| Debt service | 307,451 |
| Capital projects | 211,853 |
| Passenger facility charge | 402,628 |
| Airport use agreement* | 536,165 |
| Airport general fund (Note 3) | 230,246 |
| Customer facility charge | 54,420 |
| Other restricted funds | 74,541 |
| Total restricted net position | <u>1,817,304</u> |
| Unrestricted Net Position (Deficit) | <u>(1,386,839)</u> |
| Total net position | <u>1,206,007</u> |

| | |
|---|----------------------------|
| TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION | <u>\$15,501,768</u> |
|---|----------------------------|

* Airline Use Agreements includes Aeronautical Real Estate Fund, Commercial Real Estate Fund, O&M Reserve, Supplemental O&M Reserve and Maintenance Reserve Funds.

See notes to basic financial statements.

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CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

| | |
|---|----------------------------|
| OPERATING REVENUES: | |
| Landing fees and terminal area use charges | \$ 1,102,480 |
| Rents, concessions, and other (Note 6) | 449,674 |
| Hilton revenues (Note 1) | 60,836 |
| Total operating revenues | <u>1,612,990</u> |
| OPERATING EXPENSES: | |
| Salaries and wages | 267,292 |
| Pension expense (Note 7) | 97,463 |
| Repairs and maintenance | 200,927 |
| Professional and engineering services | 207,427 |
| Other operating expenses | 143,151 |
| Hilton expenses (Note 1) | 43,138 |
| Total operating expenses before depreciation and amortization | 959,398 |
| Depreciation and amortization | 426,787 |
| Total operating expenses | <u>1,386,185</u> |
| OPERATING INCOME | <u>226,805</u> |
| NONOPERATING REVENUES (EXPENSES): | |
| Passenger facility charge revenue | 155,951 |
| Customer facility charge revenue | 41,587 |
| Other nonoperating revenue (expense) | 98,277 |
| Noise mitigation costs | (9,337) |
| Costs of issuance | (18,518) |
| Investment income | 140,385 |
| Interest expense (Note 4) | (453,888) |
| Lease interest income | 24,460 |
| Total nonoperating (expenses) revenues | <u>(21,083)</u> |
| CHANGE IN NET POSITION BEFORE CAPITAL GRANTS | 205,722 |
| CAPITAL GRANTS | <u>41,730</u> |
| CHANGE IN NET POSITION | 247,452 |
| TOTAL NET POSITION—Beginning of year | 958,555 |
| TOTAL NET POSITION—End of year | <u><u>\$ 1,206,007</u></u> |

See notes to basic financial statements.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

| | |
|--|----------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | |
| Landing fees and terminal area use charges | \$ 1,097,896 |
| Rents, concessions, and other | 420,940 |
| Payments to vendors | (550,991) |
| Payments to employees | (255,701) |
| Transactions with other City funds—(used in) | (221,499) |
| Cash flows provided by operating activities | <u>490,645</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | |
| Proceeds from issuance of bonds | \$ 2,776,955 |
| Payments on TIFIA | (4,159) |
| Proceeds from O'Hare 2010B Senior Lien Build America Bonds subsidy | (7,987) |
| Payments to refund bonds | (1,748,640) |
| Principal paid on bonds | (251,682) |
| Bond issuance and other related costs | (18,518) |
| Interest paid on bonds and note | (525,636) |
| Proceeds from line of credit | 595,801 |
| Payments to line of credit | (595,801) |
| Acquisition and construction of capital assets | (587,186) |
| Capital grants | 46,883 |
| Interest income from leases | 24,460 |
| Receipts on leases and subscriptions | 54,789 |
| Customer facility charge revenue | 41,587 |
| Passenger facility charge revenue and other receipts | 178,062 |
| Cash flows used in capital and related financing activities | <u>(21,072)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | |
| Proceeds from miscellaneous settlements and agreements | 108,379 |
| Cash paid for noise mitigation program | (9,337) |
| Cash flows provided by noncapital financing activities | <u>99,042</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | |
| Sale (purchases) of investments—net | (55,370) |
| Investment interest | 102,277 |
| Cash flows used in investing activities | <u>46,907</u> |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 615,522 |
| CASH AND CASH EQUIVALENTS—Beginning of year | 799,619 |
| CASH AND CASH EQUIVALENTS—End of year | <u><u>\$ 1,415,141</u></u> |

(Continued)

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)

RECONCILIATION OF CASH AND CASH EQUIVALENTS REPORTED ON THE
STATEMENT OF NET POSITION:

| | |
|--------------------|---------------------|
| Unrestricted | \$ 218,995 |
| Restricted: | |
| Current | 720,581 |
| Noncurrent | 475,565 |
| TOTAL | <u>\$ 1,415,141</u> |

RECONCILIATION OF OPERATING INCOME TO CASH FLOWS PROVIDED BY
OPERATING ACTIVITIES:

| | |
|--|-------------------|
| Operating income | \$ 226,805 |
| Adjustments to reconcile: | |
| Depreciation, amortization | 426,787 |
| Changes in assets, deferred outflows, liabilities, and deferred inflows: | |
| Accounts receivable | (11,522) |
| Due from other City funds | (5,181) |
| Prepaid expenses | 7,412 |
| Accounts payable | (66,282) |
| Compensated absences liability | 10,006 |
| Due to other City funds | (14,746) |
| Deferred inflows | (79,540) |
| Prepaid terminal rent | (8,160) |
| Billings over amounts earned | 5,066 |
| CASH FLOWS PROVIDED BY OPERATING ACTIVITIES | <u>\$ 490,645</u> |

SUPPLEMENTAL DISCLOSURE OF NONCASH ITEMS:

Property additions in 2024 were \$191,759 which are included in accounts payable.
The fair value adjustments loss to investments for 2024 was \$87,786.

See notes to basic financial statements.

(Concluded)

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization—Chicago O'Hare International Airport (the "Airport" or "O'Hare") is operated by the City of Chicago, Illinois (the "City") Department of Aviation. The Airport is included in the City's reporting entity as an enterprise fund. The City is a member of the Chicago-Gary Regional Airport Authority, which was created in 1995 to address the air transportation needs of the Chicago-Northwest Indiana Region. The Airline Use and Lease Agreement ("AULA") authorized by City Council that includes the provisions regarding rates and charges became effective on July 1, 2018. The AULA expiration date is December 31, 2033.

The basic financial statements of the Airport include the Hilton O'Hare hotel. The Airport has entered into a 10-year operating lease agreement with Hilton Management, LLC for hotel operations and Hyde Park Hospitality, LLC for food and beverage operations.

Basis of Accounting and Measurement Focus—The accounting policies of the Airport are based upon accounting principles generally accepted in the United States of America, as prescribed by the Governmental Accounting Standards Board (GASB). The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The accounts of the Airport are reported using the flow of economic resources measurement focus.

The Airport uses the accrual basis of accounting, under which revenues are recognized when earned and expenses are recognized when incurred.

Annual Appropriated Budget—The Airport has a legally adopted annual budget, which is not required to be reported.

Management's Use of Estimates—The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, and deferred inflows and the disclosure of contingent assets and liabilities at the date of the basic financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the estimates.

Cash, Cash equivalents, and Investments—Cash, cash equivalents, and investments generally are held with the City Treasurer as required by the Municipal Code of Chicago (the "Code"). Interest earned on pooled investments is allocated to participating funds based upon their average combined cash and investment balances. Due to contractual agreements or legal restrictions, the cash and investments of certain funds are segregated and earn and receive interest directly.

The Code permits deposits only to City Council-approved depositories, which must be regularly organized state or national banks and federal and state savings and loan associations, located within the City, whose deposits are federally insured.

Investments are limited to those authorized by the Code. Investments authorized by the Code include, but are not limited to, interest-bearing general obligations of the City, the State of Illinois (the "State"), and the U.S. government; U.S. Treasury bills and other non-interest-bearing general obligations of the U.S. government purchased in the open market below face value; domestic money market mutual funds regulated by, and in good standing with, the Securities and Exchange Commission; and tax anticipation warrants issued by the City (see Note 2). The City is prohibited by ordinance from investing in derivative instruments, as defined, without City Council approval.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

The Airport values its investments at fair value or amortized cost as applicable. U.S. government securities purchased at a price other than par with a maturity of less than one year are reported at amortized cost.

Repurchase agreements can be purchased only from banks and certain other institutions authorized to do business in the State. The City Treasurer requires that securities pledged to secure these agreements have a fair value equal to the cost of the repurchase agreements plus accrued interest.

Investments, generally, do not have a maturity in excess of 30 years from the date of purchase. Certain other investment balances are held in accordance with the specific provisions of applicable bond ordinances.

Cash equivalents include investments with maturities of three months or less when purchased.

Accounts Receivable Allowance—Management has provided an allowance based on amounts recorded at year-end, which may be uncollectible.

Due from other Governments—These are receivables due from federal and state agencies, related to grants receivable. These funds are for reimbursement of capital improvements under the Airport Improvement Program.

Transactions with the City—The City's General Fund provides services to the Airport. The amounts allocated to the Airport for these services are treated as operating expenses and consist mainly of employee benefits, self-insured risks, and administrative expenses.

Property and Facilities—Property and facilities are recorded at cost or, for donated assets, donated works of art and similar items, and capital assets received in a consortium arrangement at acquisition value. Expenditures greater than \$5,000 for the acquisition, construction, or equipping of capital projects, together with related design, architectural, and engineering fees, are capitalized. Expenditures for vehicles and other movable equipment are expensed as incurred.

Depreciation and amortization are provided using the straight-line method and begin in the year following the year of acquisition or completion. Estimated useful lives are as follows:

| | |
|---|-------------|
| Runways, aprons, tunnels, taxiways, and paved roads | 30 years |
| Water drainage and sewer system | 20–50 years |
| Refrigeration and heating systems | 30 years |
| Buildings | 40 years |
| Building/land improvements | 8–40 years |
| Electrical system | 15–20 years |
| Other | 3–30 years |

Deferred Outflows—Deferred outflows represent the unamortized loss on bond refundings and differences between estimated and actual investment earnings related to pensions, and changes in actuarial assumptions related to pensions.

Debt—Debt is defined as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. For disclosure purposes, debt does not include leases, except for contracts reported as financed purchase of the underlying asset, or accounts payable.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

Deferred Inflows and Deferred Inflows of Resources for Leases—Deferred inflows represent the differences between projected and actual actuarial experience and changes in assumptions related to pensions. Deferred inflows of resources for leases represents the resources related to the lease arrangements that will be recognized as revenue in future years over the terms of the leases between the City and the lessors.

Net Position—Net position comprises the net earnings from operating and nonoperating revenues, expenses, and capital grants. Net position is displayed in three components—net investment in capital assets; restricted for debt service, capital projects, PFCs, airline use agreement and airport general fund, CFCs, and other assets; and unrestricted. Net investment in capital assets consists of all capital assets, net of accumulated depreciation, and reduced by outstanding debt, net of debt service reserve and unspent proceeds. Restricted net position consists of net position on which constraints are placed by external parties (such as lenders and grantors), laws, regulations and enabling legislation. Unrestricted net position consists of all other net position not categorized as either of the above.

Employee Benefits—Employee benefits are granted for vacation and sick leave, compensatory time in lieu of overtime pay, workers' compensation, and health care. Unused vacation leave and compensatory time is accrued when leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means, and may be partially carried over for one year. Sick leave is accumulated at the rate of one day for each month worked, up to a maximum of 200 days, and is accrued only to the extent that leave is more likely than not to be used for time off. Severance of employment terminates all rights to receive compensation for any unused sick leave. With the adoption of GASB Statement No. 101, Compensated Absences ("GASB 101"), liability is accrued for certain types of compensated absences that are dependent upon the occurrence of a sporadic event that affects a relatively small proportion of employees when such type of leave commences, for the remaining balances of leave is more likely than not to be used. Employee benefit claims outstanding, including claims incurred but not reported, are estimated and recorded as liabilities. The Airport maintains insurance from a commercial carrier for workers' compensation claims. Settlements in each of the past two years have been less than insurance coverage maintained.

Employees are eligible to defer a portion of their salaries until future years under the City's deferred compensation plan created in accordance with Internal Revenue Code Section 457 and 401(a). The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Third-party administrators who maintain the investment portfolio administer the Plan. The plan's assets have been placed in trust accounts with the plan administrators for the exclusive benefit of participants and their beneficiaries and are not considered assets of the City.

The City is subject to the State of Illinois Unemployment Compensation Act and has elected the reimbursing employer option for providing unemployment insurance benefits for eligible former employees. Under this option, the City reimburses the State for claims paid by the State.

Bond Insurance Costs, and Bond Premiums, and Discounts—Bond insurance costs and bond premiums and discounts are deferred and amortized over the term of the related debt. Other debt issuance costs are expenses in the period incurred.

Capitalized Interest—Interest expense on construction bond proceeds was expensed as incurred.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

Capital Grants—The Airport reports capital grants as revenue on the statement of revenues, expenses, and changes in net position. Capital grants are on a reimbursement basis and revenues are recognized when associated capital expenditures become eligible and are spent for grant reimbursement.

Noise Mitigation Costs—Funds expended for the Noise Mitigation Program are recorded as nonoperating expenses in the period they are incurred.

Revenue Recognition—Revenues from landing fees, terminal area use charges, fueling system charges, aeronautical real estate revenue, parking revenue, hotel revenue and concessions are reported as operating revenues. The Airport adheres to the guidelines outlined in the FAA revenue use policy. Landing fees, terminal area use charges, and fueling system charges are assessed to the various airlines throughout each fiscal year based on estimated rates. Such rates are designed to yield collections from airlines adequate to cover certain expenses and required debt service and fund deposits as determined under provisions of the AULA. As noted above, in 2018, the City Council approved the new AULA for airlines operating at O'Hare. Provisions regarding rates and charges became effective on July 1, 2018. The structure of rates and charges was updated to better align costs to airlines based on their preferential versus common use status. Incremental amounts due from the airlines arise when amounts assessed, based on the estimated rates used during the year, are less than actual expenses and required deposits for the year. Such incremental amounts due from airlines are included in amounts to be billed. Incremental amounts due to the airlines arise when amounts assessed, based on the estimated rates used during the year, exceed actual expenses and required deposits for the year. Such incremental amounts due to airlines are included in billings over amounts earned. In addition, the revenues earned by the Hilton O'Hare are included in the financials.

Passenger Facility Charge (PFC) Revenue—The Airport imposed PFC of \$4.50 per eligible enplaned passenger for the year ended December 31, 2024. PFCs are available, subject to Federal Aviation Administration regulation and approval, to finance specific eligible capital projects. The City reports PFC revenue as nonoperating revenue and related noncapital expenses as nonoperating expenses in conformity with industry practice.

Customer Facility Charge (CFC) Revenue—The Airport imposed a CFC of \$8.00 per contract day on each customer for motor vehicle rentals at the Airport for the year ended December 31, 2024. CFCs are available to finance specific eligible capital projects. The City reports CFC revenue as nonoperating revenue and related noncapital expenses as nonoperating expenses in conformity with industry practice.

Grants and Federal Reimbursements—Grants and Federal reimbursements are recorded as revenue in the accounting period in which eligibility requirements have been met to receive reimbursement of federal funds.

Leases—The Airport follows GASB Statement No. 87, *Leases*, which defines the Airport's leasing arrangement as the right to use an underlying asset as a lessor or lessee.

As lessee, the Airport recognizes a lease liability and an intangible right-of-use lease asset at the beginning of a lease unless the lease is considered a short-term lease or transfers ownership of the underlying asset. As there is no implicit rate per the lease agreements, the right-of use lease assets are measured based on the net present value of the future lease payments at inception using the incremental borrowing rate. Amortization for ROU intangible assets is computed using the straight-line

method over the shorter of the lease term or estimated useful lives of the assets. Remeasurement of a lease liability occurs when there is a change in the lease term and/or other changes that are likely to have a significant impact on the lease liability. The Airport calculates the amortization of the discount

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024**

on the lease liability and report that amount as outflows of resources. Payments are allocated first to accrued interest liability and then to the lease liability.

As a lessee or lessor, the Airport does not consider variable lease payments in the lease liability and lease receivable calculations but are recognized as outflows of resources in the period in which the obligation was incurred.

For lease contracts that are short-term, the Airport recognizes short-term lease payments as inflows of resources (revenues) based on the payment provisions of the lease contract. Liabilities are only recognized if payments are received in advance, and receivables are only recognized if payments are received subsequent to the reporting period.

As lessor, the Airport recognizes a lease receivable. The lease receivable is measured using the net present value of future lease payments to be received for the lease term and deferred inflow of receivables at the beginning of the lease term. Periodic payments are reflected as a reduction of the discounted lease receivable and as interest revenue for that period. Deferred inflows of resources are recognized as inflows on a straight-line basis over the term of the lease.

Re-measurement of lease receivables occur when there are modifications including, but not limited to, changes in the contract price, lease term and adding or removing an underlying asset to the lease agreements. In the case of a partial or full lease termination, the carrying value of the lease receivable and the related deferred inflow of resources will be reduced and will include a gain or loss for the difference.

Expenses—Salaries and wages, pension expense, repair and maintenance, professional and engineering services, hotel expenses and other expenses that relate to Airport operations are reported as operating expenses. Interest expense, PFC expenses, financing costs, and noise mitigation costs are reported as nonoperating expenses.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024**

Adopted Accounting Standards—

| GASB Statement | Impact |
|--|--|
| GASB Statement No. 99, Omnibus 2022 ("GASB 99") – Remaining provisions | This statement's remaining provisions address clarifications of provisions of GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments ("GASB 53"). The Airport adopted the remaining provisions of GASB 99 as of and for the year ended December 31, 2024. The adoption of the remaining provisions of GASB 99 had no material impact to the basic financial statements. |
| GASB Statement No. 100, Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62 ("GASB 100") | This statement's primary objective is to improve financial reporting by enhancing the requirements for accounting changes and error corrections. This Statement defines types of accounting changes, establishes uniform guidance for their recognition and reporting, and prescribes how error corrections should be handled. The Airport adopted GASB 100 as of January 1, 2024. The adoption of GASB 100 had no material impact to the basic financial statements. |
| GASB Statement No. 101, Compensated Absences ("GASB 101") | This statement is intended to improve consistency and enhance the accounting and financial reporting for compensated absences. It establishes a unified model for recognizing liabilities related to both unused and used-but-unpaid leave, based on updated recognition and measurement guidance. In addition, this Statement provides clearer definitions and requirements for when and how compensated absences should be reported. The Airport adopted GASB 101 as of January 1, 2024 and the adoption did not have a material impact to the basic financial statements. |

Upcoming Accounting Standards— GASB has issued the following pronouncements that may affect the future financial position, results of operations, cash flows, or financial presentation of the Airport upon implementation. Management has not yet evaluated the effect of implementation of these standards.

| GASB Accounting Standard | Required Year of Adoption |
|---|----------------------------------|
| GASB Statement No. 102, Certain Risk Disclosures ("GASB 102") | 2025 |
| GASB Statement No. 103, Financial Reporting Model Improvements ("GASB 103") | 2026 |
| GASB Statement No. 104, Disclosure of Certain Capital Assets ("GASB 104") | 2026 |

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2. RESTRICTED AND UNRESTRICTED CASH EQUIVALENTS AND INVESTMENTS

Cash Equivalents and Investments—As of December 31, 2024, the Airport had the following investments (dollars in thousands):

| Investment Type | Maturities (in Years) | | | | Fair Value |
|--------------------------|-----------------------|---------------------|-------------------|-------------------|---------------------|
| | Less than 1 | 1-5 | 6-10 | More than 10 | |
| Agency Bonds | 571,645 | 693,138 | 73,233 | 78,308 | 1,416,324 |
| Corporate ABS | — | 3,619 | — | — | 3,619 |
| Commercial paper | 402,238 | — | — | — | 402,238 |
| Corporate bonds | 88,385 | 303,198 | 168,061 | 32,196 | 591,840 |
| Municipal bonds | 66,890 | 63,802 | — | 25,233 | 155,925 |
| Money market funds | 1,117,117 | — | — | — | 1,117,117 |
| Subtotal | <u>\$ 2,246,275</u> | <u>\$ 1,063,757</u> | <u>\$ 241,294</u> | <u>\$ 135,737</u> | <u>\$ 3,687,063</u> |

U.S. agencies include investments in government-sponsored enterprises such as Federal National Mortgage Association, Federal Home Loan Banks, and Federal Home Loan Mortgage Corp.

Investments Fair Value Measurements—The City categorizes the fair value measurements of its investments based the hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation techniques used to measure fair value.

Level 1—Inputs are unadjusted quoted prices in active markets for identical assets

Level 2—Observable inputs other than quoted market prices, and

Level 3—Unobservable Inputs

The investments measured at fair value as of December 31, 2024, were (dollars in thousands):

| | Level 1 | Level 2 | Level 3 |
|---------------------------------------|-------------|---------------------|-------------|
| Agency Bonds | | 1,355,363 | |
| Corporate ABS | — | 3,619 | — |
| Corporate Bonds | — | 578,720 | — |
| Municipal bonds | — | 155,925 | — |
| Total investments at fair value | <u>\$ —</u> | <u>\$ 2,093,627</u> | <u>\$ —</u> |

Investments that are valued through other observable inputs (Level 2), are valued using methods that include, but are not limited to, model processes, benchmark curves, benchmarking of like securities, sector groupings, and matrix pricing.

Money market investments, commercial paper, and participating interest-earning investment contracts that have a remaining maturity at the time of purchase of one year or less and are held by governments other than the external investment pools are measured at amortized cost and are not reflected in the table above. The total of these investments at amortized cost for O'Hare are \$1.6 billion as of December 31, 2024.

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Interest Rate Risk—As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy requires that investments generally may not have a maturity date in excess of 30 years from the date of purchase. Certain other investments are held in accordance with the specific provisions of applicable ordinances.

Credit Risk—With regard to credit risk, the Code limits the investments in securities to:

- (1) Interest-bearing general obligations of the United States and the State of Illinois;
- (2) United States treasury bills and other non-interest bearing general obligations of the United States or United States government agencies when offered for sale at a price below the face value of same, so as to afford the City a return on such investment in lieu of interest;
- (3) Tax anticipation warrants, municipal bonds, notes, commercial paper or other instruments representing a debt obligation issued by the City of Chicago;
- (4) Commercial paper which: (1) at the time of purchase, is rated in the two highest classifications by at least two accredited ratings agencies; and (2) matures not more than 270 days after the date of purchase;
- (5) Reverse repurchase agreement if: (1) the term does not exceed 90 days; and (2) the maturity of the investment acquired with the proceeds of the reverse repurchase agreement does not exceed the expiration date of the reverse repurchase agreement; Reverse repurchase agreements may be transacted with primary dealers and financial institutions, provided that the City has on file a master repurchase agreement;
- (6) Certificates of deposit of banks or savings and loan associations designated as municipal depositories which are insured by federal deposit insurance; provided that any amount of the deposit in excess of the federal deposit insurance shall be collateralized as noted in Custodial Credit Risk—Cash and Certificates of Deposit below;
- (7) Bankers' acceptance of banks whose senior obligations, at the time of purchase, are rated in either the AAA or AA rating categories by at least two accredited ratings agencies;
- (8) Tax-exempt securities exempt from federal arbitrage provisions applicable to investments of proceeds of the City's tax-exempt debt obligations;
- (9) Domestic money market mutual funds regulated by and in good standing with the Securities and Exchange Commission; provided that such money market mutual funds' portfolios are limited to investments authorized by this section;
- (10) Any other suitable investment instrument permitted by state laws governing municipal investments generally, subject to the reasonable exercise of prudence in making investments of public funds;
- (11) Except where otherwise restricted or prohibited, a non-interest-bearing savings account, non-interest-bearing checking account or other non-interest bearing demand account established in a national or state bank, or a federal or state savings and loan association, when, in the determination of the treasurer, the placement of such funds in the non-interest bearing account is used as compensating balances to offset fees associated with that account that will result in cost savings to the City;

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- (12) Bonds of companies organized in the United States with assets exceeding \$500 million that, at the time of purchase, are rated not less than two ratings above investment grade, or equivalent rating, by at least two accredited ratings agencies;
- (13) Debt instruments of international financial institutions, including but not limited to the World Bank and the International Monetary Fund, that, at the time of purchase, are rated within 4 intermediate credit ratings of the United States sovereign credit rating by at least two accredited ratings agencies, but not less than an A-rating, or equivalent rating. The maturity of investments authorized in this subsection shall not exceed 10 years. For purposes of this subsection, an "international financial institution" means a financial institution that has been established or chartered by more than one country and the owners or shareholders are generally national governments or other international institutions such as the United Nations;
- (14) United States dollar denominated debt instruments of foreign sovereignties that, at the time of purchase, are rated within 4 intermediate credit ratings of the United States sovereign credit rating by at least two accredited ratings agencies, but not less than an A-rating or equivalent rating;
- (15) Interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois, of any other state, or of any political subdivision or agency of the State of Illinois or of any other state, whether the interest earned thereon is taxable or tax-exempt under federal law. The bonds shall be registered in the name of the city or held under a custodial agreement at a bank. The bonds shall be rated, at the time of purchase, not less than A-, or equivalent rating, by at least two accredited rating agencies with nationally recognized expertise in rating bonds of states and their political subdivisions;
- (16) Bonds registered and regulated by the Securities and Exchange Commission and for which the full faith and credit of the State of Israel is pledged for payment; provided that the bonds have an A-rating or above or equivalent rating by at least two accredited ratings agencies;
- (17) Bonds, notes, debentures, or other similar obligations of agencies of the United States.

Total holdings across all funds held by the Airport shall have no less than an overall average rating. The Airport's exposure to credit risk as of December 31, 2024, was as follows (dollars in thousands):

Quality Rating

| | |
|-------------------|------------------|
| Moody's/S&P: | |
| AAA | \$ 1,251,738 |
| AA | 1,625,972 |
| A | 168,712 |
| A1 | 160,249 |
| A2 | 49,400 |
| BBB | 218,600 |
| Not rated* | 212,392 |
| Total funds | <u>3,687,063</u> |

Custodial Credit Risk—Cash and Certificates of Deposit—This is the risk that in the event of a bank failure, the City's Deposits may not be returned. The City's Investment Policy states that in order to protect the City public fund deposits, depository institutions are to maintain collateral pledges on City deposits and certificates of deposit during the term of the deposit.

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For certificates of deposit of banks or savings and loan associations designated as municipal depositories which are insured by federal deposit insurance, any amount of the deposit in excess of the federal deposit insurance shall be either: (1) fully collateralized at least 100% by: (i) marketable U.S. government securities marked to market at least monthly; (ii) bonds, notes, or other securities constituting the direct and general obligation of any agency or instrumentality of the United States; or (iii) bonds, notes or other securities constituting a direct and general obligation of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois or of any other state, or of any political subdivision or agency of the State of Illinois or any other state which are rated in either the AAA or AA rating categories by at least two accredited ratings agencies and maintaining such rating during the term of such investments; (2) secured by a corporate surety bond issued by an insurance company licensed to do business in Illinois and having a claims-paying rating in the top rating category as rated by a nationally recognized statistical rating organization and maintaining such rating during the term of such investment; or (3) fully collateralized at least 102% by an irrevocable letter of credit issued in favor of the City of Chicago by the Federal Home Loan Bank, provided that the Federal Home Loan Bank's short-term debt obligations are rated in the highest rating category by at least one accredited ratings agency throughout the term of the certificate of deposit.

The collateral required to secure City funds must be held in safekeeping and pursuant to collateral agreements which would prohibit release or substitution of pledged assets without proper written notification and authorization of the City Treasurer. The final maturity of acceptable collateral pledged shall not exceed 120 months.

The bank balance of cash and certificates of deposit with the City's various municipal depositories was \$264.0 million. 100.0% of the bank balance was either insured or collateralized with securities held by City agents in the City's name. There were no uncollateralized bank balances at December 31, 2024.

Custodial Credit Risk—Investments—For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The City has no custodial credit risk exposure because investment securities are insured, registered and held by the City.

The investments reported in the basic financial statements at December 31, 2024, are as follows (dollars in thousands):

| | |
|--|---------------------|
| Per Note 2—Investments—airport | \$ 3,687,063 |
| Per financial statements: | |
| Restricted investments | 2,278,554 |
| Unrestricted investments | 26,878 |
| Investments classified as cash and cash equivalents on the statements of net position | \$ 1,381,631 |
| | <u>\$ 3,687,063</u> |

3. RESTRICTED ASSETS

The General Airport Revenue Bond Ordinance ("Bond Ordinance"), the Master Indenture of Trust Securing Chicago-O'Hare International Airport Revenue Bonds Second Lien Obligations ("Second Lien Indenture"), the Master Indenture of Trust Securing Chicago O'Hare International Airport Third Lien Obligations ("Third Lien Indenture"), the Use Agreement, and federal regulations contain various limitations and restrictions which, among other things, require the creation and maintenance of separate accounts, certain of which must be held by a trustee and into which required deposits are

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made by the Airport on a periodic basis to fund construction, debt retirement, operation and maintenance, and contingencies.

Restricted cash, cash equivalents, and investment balances in accordance with the Bond Ordinance, the Second Lien Indenture, and the Third Lien Indenture requirements are as follows (dollars in thousands):

| Account | | |
|---|----|------------------|
| Construction | \$ | 757,721 |
| Capitalized interest | | 90,284 |
| Debt service reserve | | 815,878 |
| Debt service Principal & interest | | 526,914 |
| Operation and maintenance reserve | | 166,440 |
| Maintenance reserve | | 3,000 |
| Supplemental operation and maintenance reserve | | 44,317 |
| Customer Facility Charge | | 54,098 |
| Airport General Fund | | 231,986 |
| Aeronautical Real Estate Fund | | 201,096 |
| Commercial Real Estate Fund | | 88,111 |
| Pre-Approved Allowances Fund | | 36,996 |
| Other funds | | 75,137 |
| Subtotal—Bond Ordinance, Master Indenture Accounts | | 3,091,978 |
| Passenger Facility Charge | | 382,721 |
| Total | \$ | <u>3,474,699</u> |

Construction and capitalized interest accounts are restricted for authorized capital improvements and payment of interest costs during construction.

The debt service reserve account is restricted to the payment of debt service in the event that the balance in the debt service account is insufficient.

The debt service principal and interest accounts are restricted to the payment of bond principal and interest.

The operation and maintenance reserve account is restricted to make loans to the operation and maintenance account, as needed, which are to be repaid as funds become available. The maintenance reserve account is restricted to extraordinary maintenance expenditures.

The City has entered into arbitrage agreements under which the City has agreed to comply with certain requirements of the Internal Revenue Code of 1986, as amended, in order to maintain the exclusion of the interest on the bonds from the gross income of the recipients thereof for federal income tax purposes. The rebate account relating to each series of the bonds has been established to account for any liability of the City to make arbitrage rebate payments to the federal government relating to such series of bonds.

The Airport General Fund is restricted and may be used by the Airport for any lawful Airport purpose. Pursuant to section 301 in the O'Hare 2018 Master Indenture, the Special Capital Projects Fund and the Airport Development Fund are discontinued. The monies held in the Special Capital Projects Fund and the Airport Development Fund have been transferred to the Airport General Fund.

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Other funds include the federal and state grant funds and the special capital projects fund. The Passenger Facility Charge account is restricted to fund eligible and approved PFC projects.

The Aeronautical Real Estate Fund is restricted and may be used by the Airports for the parcels and other areas of the Airport where aviation support, cargo, hangar and maintenance activities occur, including all roads and facilities serving such areas and associated air rights.

The Commercial Real Estate Fund is restricted and may be used by the Airport for the parcels and other areas of the Airport where commercial non-aeronautical activities such as hotel, office, non-terminal retail, public vehicle fueling and charging stations not otherwise located in facilities included in the Parking and Ground Transportation Cost Center, and other real estate development occur, including all roads, utilities and facilities serving such areas and associated air rights.

The Customer Facility Charge account is restricted to fund eligible and approved CFC projects.

At December 31, 2024, the Airport believes it was in compliance with the funding requirements and restrictions as stated in the Bond Ordinance and Master Indenture.

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4. LONG-TERM DEBT

Long-term debt at December 31, 2024, consisted of the following (dollars in thousands):

Senior lien bonds (formerly third lien):

| | |
|--|------------|
| \$578,000 Series 2010 B third lien revenue bonds issued April 29, 2010, due through 2040; interest at 6.145%–6.845% | \$ 328,000 |
| \$428,640 Series 2015 A senior lien revenue refunding bonds issued October 15, 2015 due through 2037; interest at 2.00%–5.00% | 25,295 |
| \$1,191,540 Series 2015 B senior lien revenue refunding bonds issued October 15, 2015 due through 2035; interest at 4.00%–5.00% | 59,630 |
| \$195,690 Series 2015 C senior lien revenue bonds issued October 15, 2015 due through 2046; interest at 3.625%–5.000% | 4,770 |
| \$131,510 Series 2015 D senior lien revenue bonds issued October 15, 2015 due through 2046; interest at 4.000%–5.000% | 3,265 |
| \$27,335 Series 2016 A senior lien revenue refunding bonds issued December 5, 2016 due through 2037; interest at 3.00%–5.00% | 21,485 |
| \$461,945 Series 2016 B senior lien revenue refunding bonds issued December 5, 2016 due through 2041; interest at 4.00%–5.00% | 274,650 |
| \$525,055 Series 2016 C senior lien revenue refunding bonds issued December 5, 2016 due through 2038; interest at 5.00% | 408,255 |
| \$739,335 Series 2016 D senior lien revenue bonds issued January 10, 2017 due through 2052; interest at 5.000%–5.250% | 711,700 |
| \$156,575 Series 2016 E senior lien revenue bonds issued January 10, 2017 due through 2028; interest at 5.000%–5.250% | 126,430 |
| \$156,090 Series 2016 F senior lien revenue bonds issued January 10, 2017 due through 2052; interest at 2.000%–5.250% | 141,255 |
| \$65,250 Series 2016 G senior lien revenue bonds issued January 10, 2017 due through 2052; interest at 5.000%–5.250% | 62,895 |
| \$55,915 Series 2017 A senior lien revenue refunding bonds issued June 28, 2017 due through 2040; interest at 3.125%–5.000% | 52,560 |
| \$356,385 Series 2017 B senior lien revenue refunding bonds issued June 28, 2017 due through 2039; interest at 5.000% | 353,570 |
| \$122,120 Series 2017 C senior lien revenue refunding bonds issued June 28, 2017 due through 2041; interest at 4.000%–5.000% | 89,155 |
| \$278,075 Series 2017 D senior lien revenue bonds issued June 28, 2017 due through 2052; interest at 5.000% | 265,685 |
| \$600,785 Series 2018 A senior lien revenue refunding bonds issued December 12, 2018 due through 2053; interest at 4.000% to 5.000% | 592,865 |
| \$612,095 Series 2018 B senior lien revenue bonds issued December 12, 2018 due through 2053; interest at 4.000% to 5.000% | 612,095 |
| \$800,000 Series 2018 C senior lien revenue bonds issued December 12, 2018, due through 2054; interest at 4.472%–4.572% | 800,000 |
| \$494,360 Series 2020 A senior lien revenue refunding bonds issued October 7, 2020, due through 2040; interest at 4.000%–5.000% | 494,360 |

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Long-Term Debt-Continued

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| | |
|--|----------------------|
| \$137,150 Series 2020 B senior lien revenue refunding bonds issued October 7, 2020, due through 2035; interest at 4.000%–5.000% | 121,475 |
| \$59,865 Series 2020 C senior lien revenue refunding bonds issued October 7, 2020, due through 2039; interest at 4.000% | 59,865 |
| \$465,785 Series 2020 D senior lien revenue refunding bonds issued October 7, 2020, due through 2038; interest at 0.959%–3.006% | 383,215 |
| \$61,955 Series 2020 E senior lien revenue refunding bonds issued October 7, 2020, due through 2040; interest at 4.000%–5.000% | 61,955 |
| \$1,110,055 Series 2022 A senior lien revenue bonds issued October 4, 2022 due through 2055; interest at 4.500% to 5.250% | 1,110,055 |
| \$150,450 Series 2022 B senior lien revenue bonds issued October 4, 2022 due through 2056; interest at 4.500% to 5.250% | 150,450 |
| \$164,420 Series 2022 C senior lien revenue refunding bonds issued October 4, 2022 due through 2044; interest at 5.000% | 141,370 |
| 343,080 Series 2022 D senior lien revenue refunding bonds issued October 4, 2022 due through 2044; interest at 4.000% to 5.000% | 337,910 |
| \$549,985 Series 2024 A senior lien revenue refunding bonds issued September 10, 2024, due through 2059; interest at 5.000%–5.500% | 549,985 |
| \$436,875 Series 2024 B senior lien revenue refunding bonds issued September 10, 2024 due through 2059; interest at 5.000%–5.500% | 436,875 |
| \$513,765 Series 2024 C senior lien revenue bonds issued October 30, 2024 due through 2046; interest at 5.000%–5.250% | 513,765 |
| \$834,865 Series 2024 D senior lien revenue bonds issued October 30, 2024 due through 2045; interest at 5.000% | 834,865 |
| \$157,445 Series 2024 E senior lien revenue bonds issued October 30, 2024 due through 2032; interest at 5.000% | 157,445 |
| \$61,000 Series 2024 F senior lien revenue refunding bonds issued October 30, 2024 due through 2032; interest at 5.000% | 61,000 |
| Subtotal—Senior lien bonds | <u>\$10,348,150</u> |
| \$114,855 Series 2012 A Passenger Facility Charge Revenue Refunding Bonds issued September 12, 2012, due through 2032; interest at 3.0%–5.0% | 100 |
| Subtotal—Passenger Facility Charge Revenue Bonds | <u>100</u> |
| Customer Facility Charge Refunding Bonds—\$171,800 Series 2023 Senior Lien CFC Bonds issued August 29, 2023, due through 2043; interest at 5.0%–5.25% | 171,800 |
| TIFIA Loan outstanding at December 31, 2018, due through 2052; interest at 3.86% | 286,998 |
| Total revenue bonds, notes and loan | 10,807,048 |
| Unamortized premium | 628,670 |
| Total revenue bonds payable—net of unamortized premium (discount) | 11,435,718 |
| Current portion | (299,714) |
| Total long-term revenue bonds payable and TIFIA loan payable | <u>\$ 11,136,004</u> |

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Long-term debt during the year ended December 31, 2024, changed as follows (dollars in thousands):

| | Balance January 1, | Additions | Reductions | Balance December 31, | Due within One Year |
|---------------------------------------|-----------------------|--------------------|----------------------|-------------------------|------------------------|
| Revenue bonds and TIFIA loan | \$10,257,593 | \$3,149,736 | \$(2,600,281) | \$ 10,807,048 | \$ 299,714 |
| Unamortized premium (discount) | 543,697 | 223,020 | (138,047) | 628,670 | — |
| Total long-term debt | <u>\$10,801,290</u> | <u>\$3,372,756</u> | <u>\$(2,738,328)</u> | <u>\$ 11,435,718</u> | <u>\$ 299,714</u> |

Interest expense includes amortization of the deferred loss on bond refunding for 2024 of \$(0.8) million, and amortization of \$53.2 million of premium, net.

Issuance of Debt—In 2024, the Airport drew \$595.8 million from its line of credit (\$295.8 million from Bank of America and \$300.0 million from Wells Fargo Bank) to finance certain capital projects at the Chicago O'Hare International Airport. The line of credits was paid off by the bond proceeds of Chicago O'Hare Series 2024 A&B Senior Lien Bonds. In September 2024, the City amended the Bank of America Revolving Credit Agreement available commitment amount to \$100.0 million. The line of credit expires December 2, 2025. At December 31, 2024, the Airport has an unused line of credit of \$100.0 million. In July 2022, the Airport entered into a Revolving Line of Credit Agreement with Wells Fargo Bank that allows the City to draw on the line of credit in an aggregate amount not to exceed \$300.0 million. The line of credit expires July 22, 2027. At December 31, 2024, O'Hare had an unused line of credit of \$300.0 million. In December 2024, the Airport entered into a Revolving Line of Credit Agreement with PNC Bank that allows the City to draw on the line of credit in an aggregate amount not to exceed \$200 million. The line of credit expires December 22, 2027. At December 31, 2024, O'Hare had an unused line of credit of \$200.0 million. The Airport has a total line of credit of \$600.0 million.

In September 2024, the Airport sold \$550.0 million of Chicago O'Hare International Airport Senior Lien Revenue Bonds, Series 2024 A (AMT) at a premium of \$47.0 million. The bonds have interest rates ranging from 5.000% to 5.500% and mandatory redemption maturity dates from January 1, 2036, through January 1, 2059. Certain net proceeds were used to pay a portion of the Revolving Line of Credit (\$300.0 million). Certain net proceeds of \$217.4 million will be used to finance various airport projects; certain net proceeds of \$16.9 million were used to fund the debt service reserve requirement; certain net proceeds of \$58.0 million were used to fund the capitalized interest deposit requirement; and certain net proceeds of \$4.6 million were used to pay the cost of the issuance of the bonds.

In September 2024, the Airport sold \$436.9 million of Chicago O'Hare International Airport Senior Lien Revenue Bonds, Series 2024 B (Non-AMT) at a premium of \$44.4 million. The bonds have interest rates ranging from 5.000% to 5.500% and mandatory redemption maturity dates from January 1, 2036, through January 1, 2059. Certain net proceeds were used to pay a portion of the Revolving Line of Credit (\$295.8 million). Certain net proceeds of \$147.6 million will be used to finance various airport projects; certain net proceeds of \$13.3 million were used to fund the debt service reserve requirement; certain net proceeds of \$21.0 million were used to fund the capitalized interest deposit requirement; and certain net proceeds of \$3.7 million were used to pay the cost of the issuance of the bonds.

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In October 2024, the Airport sold \$513.8 million of Chicago O'Hare International Airport Senior Lien Revenue Refunding Bonds, Series 2024 C (AMT) at a premium of \$36.3 million. The bonds have interest rates ranging from 5.000% to 5.250% and have maturity dates from January 1, 2025, through January 1, 2046. Certain net proceeds of \$546.7 million together with \$10.7 million transferred from the debt service reserve account and the project account were used to partially defease the Series 2015 A General Airport Revenue Bonds (\$370.4 million of principal and \$6.1 million of interest), Series 2015 C General Airport Revenue Bonds (\$174.0 million of principal and \$2.8 million of interest) and Series 2015D General Airport Revenue Bonds (\$4.0 million of principal and \$0.1 million of interest); and certain net proceeds of \$3.4 million were used to pay the cost of issuance of the bonds. The current refunding resulted in a difference between the acquisition price and the net carrying amount of \$22.1 million that will be charged to the operations over 1 to 13 years using the straight-line method. The current refunding decreased the Airport's total debt service by \$54.1 million and resulted in an economic gain (difference between the present values of the old debt and the new debt service payments) of \$31.6 million.

In October 2024, the Airport sold \$834.9 million of Chicago O'Hare International Airport Senior Lien Revenue Refunding Bonds, Series 2024 D (Non-AMT) at a premium of \$81.6 million. The bonds have interest rates at 5.000% and have maturity dates from January 1, 2025, through January 1, 2045. Certain net proceeds of \$910.8 million together with \$17.0 million transferred from the debt service reserve account and the project account were used to partially defease the Series 2015 B General Airport Revenue Bonds (\$800.1 million of principal and \$13.3 million of interest) and Series 2015D General Airport Revenue Bonds (\$112.7 million of principal and \$1.7 million of interest); and certain net proceeds of \$5.7 million were used to pay the cost of issuance of the bonds. The current refunding resulted in a difference between the acquisition price and the net carrying amount of \$53.2 million that will be charged to the operations over 1 year using the straight-line method. The current refunding decreased the Airport's total debt service by \$118.4 million and resulted in an economic gain (difference between the present values of the old debt and the new debt service payments) of \$80.1 million.

In October 2024, the Airport sold \$157.4 million of Chicago O'Hare International Airport Senior Lien Revenue Refunding Bonds, Series 2024 E (AMT) at a premium of \$8.9 million. The bonds have interest rates at 5.000% and have maturity dates from January 1, 2025, through January 1, 2032. Certain net proceeds of \$148.6 million together with \$37.9 million transferred from the debt service reserve accounts and the debt service accounts were used to fully defease the Series 2011B Passenger Facility Charge Revenue Bonds (\$3.2 million of principal) and Series 2012B Passenger Facility Charge Revenue Bonds (\$180.5 million of principal and \$2.8 million of interest). Certain net proceeds of \$16.6 million were used to fund the debt service reserve requirement; and certain net proceeds of \$1.1 million were used to pay the cost of issuance of the bonds. The current refunding resulted in a difference between the acquisition price and the net carrying amount of \$6.0 million that will be charged to the operations over 8 years using the straight-line method. The current refunding decreased the Airport's total debt service by \$11.3 million and resulted in an economic gain (difference between the present values of the old debt and the new debt service payments) of \$7.0 million.

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In October 2024, the Airport sold \$61.0 million of Chicago O'Hare International Airport Senior Lien Revenue Refunding Bonds, Series 2024 F (Non-AMT) at a premium of \$4.8 million. The bonds have interest rates at 5.000% and have maturity dates from January 1, 2025, through January 1, 2032. Certain net proceeds of \$58.8 million together with \$14.7 million transferred from the debt service reserve account and the debt service account were used to fully defease the Series 2011A Passenger Facility Charge Revenue Bonds (\$1.5 million of principal) and to partially defease the Series 2012A Passenger Facility Charge Revenue Bonds (\$70.8 million of principal and \$1.2 million of interest).

Certain net proceeds of \$6.6 million were used to fund the debt service reserve requirement; and certain net proceeds of \$0.4 million were used to pay the cost of issuance of the bonds. The current refunding resulted in a difference between the acquisition price and the net carrying amount of \$3.6 million that will be charged to the operations over 8 years using the straight-line method. The current refunding decreased the Airport's total debt service by \$6.5 million and resulted in an economic gain (difference between the present values of the old debt and the new debt service payments) of \$4.7 million.

Simultaneously with the issuance of the Chicago O'Hare 2024 E&F Senior Lien Bonds, the Airport used funds released from the debt service reserve account and the debt service account (\$33.9 million) deposited into an escrow account. The funds in the escrow account were invested in Federal Obligations in amounts sufficient to provide for the defeasance of the O'Hare 2010C Passenger Facility Charge Revenue Bonds (\$31.3 million of principal, \$2.0 million of redemption premium and \$0.7 million of interest) on November 18, 2024.

Defeased Bonds—Defeased bonds have been removed from the balance sheet because the related assets have been placed in irrevocable trusts, together with interest earned thereon, will provide amount sufficient for payment of all principal and interest. Defeased bonds at December 31, 2024 are as follows (dollars in thousands):

| | Defeased | Outstanding |
|---|---------------------|---------------------|
| Chicago O'Hare PFC Revenue Refunding Bonds, Series 2010C | 31,325 | — |
| Chicago O'Hare PFC Revenue Refunding Bonds, Series 2011 A&B | 4,690 | — |
| Chicago O'Hare PFC Revenue Refunding Bonds, Series 2012 A&B | \$ 251,355 | \$ — |
| Chicago O'Hare General Airport Revenue Bonds, Series 2015A | 370,455 | 370,455 |
| Chicago O'Hare General Airport Revenue Bonds, Series 2015B | 800,145 | 800,145 |
| Chicago O'Hare General Airport Revenue Bonds, Series 2015C | 174,000 | 174,000 |
| Chicago O'Hare General Airport Revenue Bonds, Series 2015D | 116,670 | 116,670 |
| Total | <u>\$ 1,748,640</u> | <u>\$ 1,461,270</u> |

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Debt Redemption—Following is a schedule of debt service requirements to maturity of the senior lien bonds. For issues with variable rates, interest is imputed at the effective rate as of December 31, 2024, as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|----------------------|---------------------|----------------------|
| 2025 | \$ 295,555 | \$ 460,085 | \$ 755,640 |
| 2026 | 285,700 | 482,999 | 768,699 |
| 2027 | 298,660 | 469,662 | 768,322 |
| 2028 | 312,355 | 455,462 | 767,817 |
| 2029 | 309,800 | 440,840 | 750,640 |
| 2030-2034 | 1,764,010 | 1,963,123 | 3,727,133 |
| 2035-2039 | 1,939,030 | 1,515,638 | 3,454,668 |
| 2040-2044 | 1,213,285 | 1,108,648 | 2,321,933 |
| 2045-2049 | 1,441,955 | 822,533 | 2,264,488 |
| 2050-2054 | 1,690,035 | 426,325 | 2,116,360 |
| 2055-2059 | 797,765 | 66,483 | 864,248 |
| Total | \$ 10,348,150 | \$ 8,211,798 | \$ 18,559,948 |

The debt service requirements to maturity of the PFC Revenue Bonds as of December 31, 2024, is as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|------------------|-----------------|---------------|
| 2025 | \$ — | \$ 4 | \$ 4 |
| 2026 | — | 4 | 4 |
| 2027 | — | 4 | 4 |
| 2028 | — | 4 | 4 |
| 2029 | — | 4 | 4 |
| 2030-2032 | 100 | 9 | 109 |
| Total | \$ 100 | \$ 29 | \$ 129 |

The debt service requirements to maturity of the CFC Revenue Bonds as December 31, 2024, is as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|-------------------|-------------------|-------------------|
| 2025 | \$ — | \$ 8,786 | \$ 8,786 |
| 2026 | — | 8,786 | 8,786 |
| 2027 | — | 8,786 | 8,786 |
| 2028 | 1,710 | 8,744 | 10,454 |
| 2029 | 2,545 | 8,637 | 11,182 |
| 2030-2034 | 38,820 | 39,049 | 77,869 |
| 2035-2039 | 64,310 | 25,420 | 89,730 |
| 2040-2043 | 64,415 | 6,981 | 71,396 |
| Total | \$ 171,800 | \$ 115,189 | \$ 286,989 |

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The debt service requirements to maturity of the TIFIA Loan as of December 31, 2024, is as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|-------------------|-------------------|-------------------|
| 2025 | \$ 4,159 | \$ 10,998 | \$ 15,157 |
| 2026 | 4,336 | 10,835 | 15,171 |
| 2027 | 4,513 | 10,664 | 15,177 |
| 2028 | 4,690 | 10,486 | 15,176 |
| 2029 | 4,867 | 10,302 | 15,169 |
| 2030-2034 | 27,313 | 48,487 | 75,800 |
| 2035-2039 | 32,978 | 42,682 | 75,660 |
| 2040-2044 | 47,754 | 35,518 | 83,272 |
| 2045-2049 | 92,116 | 21,578 | 113,694 |
| 2050-2052 | 64,272 | 3,793 | 68,065 |
| Total | \$ 286,998 | \$ 205,343 | \$ 492,341 |

Debt Covenants—The Master Indenture of Trust securing Chicago O'Hare International Airport General Airport Senior Lien Obligations requires that the City will fix and establish, and revise from time to time whenever necessary, the rentals, rates and other charges for the use and operation of O'Hare and for services rendered by the City in the operation of O'Hare in order that Revenues in each Fiscal Year, together with Other Available Moneys deposited with the Trustee with respect to that Fiscal Year and any cash balance held in the Revenue Fund on the first day of that Fiscal Year not then required to be deposited in any Fund or Account, will be at least sufficient: (i) to provide for the payment of Operation and Maintenance Expenses for the Fiscal Year; and (ii) to provide for the greater of (a) the sum of the amounts needed to make the deposits required to be made pursuant to all resolutions, ordinances, indentures and trust agreements pursuant to which all outstanding Senior Lien Obligations or other outstanding Airport Obligations are issued and secured, and (b) one and fifteen-hundredths times Aggregate Debt Service for the Bond Year commencing during that Fiscal Year, reduced by any proceeds of Airport Obligations held by the Trustee for disbursement during that Bond Year to pay principal of and interest on Senior Lien Obligations. This requirement was met at December 31, 2024.

The Master Trust Indenture securing Chicago O'Hare International Airport Passenger Facility Charge (PFC) Obligations requires PFC Revenues, as defined, received by the City to be deposited into the PFC Revenue Fund. The City covenants to pay from the PFC Revenue Fund not later than the twentieth day of each calendar month the following amounts in the following order of priority: (1) to the Trustee for deposit in the Bond Fund, the sum required to make all of the Sub-Fund Deposits and Other Required Deposits to be disbursed from the Bond Fund [to meet debt service and debt service reserve requirements] in the calendar month pursuant to the Master Indenture; (2) to make any payments required for the calendar month with respect to Subordinated PFC Obligations; and (3) all moneys and securities remaining in the PFC Revenue Fund shall be transferred by the City (or the Trustee if it then holds the PFC Revenue Fund pursuant to the Master Indenture) to the PFC Capital Fund.

The Indenture of Trust Securing Chicago O'Hare International Airport Customer Facility Charge Senior Lien Revenue Bonds requires that, as long as any Bonds remain Outstanding, in each Fiscal Year, the City shall set the amount of the CFC (when multiplied by the total number of projected Contract Days) plus projected Facility Rent at an annual level sufficient to provide sufficient funds (1) to pay principal of and interest on the Bonds due in such Fiscal Year, (2) to reimburse the Rolling

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Coverage Fund, the Supplemental Reserve Fund, the Debt Service Reserve Fund and any Subordinate Reserve Fund for any drawings upon such Funds over a period not to exceed twelve months, as determined by the City, (3) to provide funds necessary to pay any "yield reduction payments" or rebate amounts due to the United States under the Indenture for which funds in the Rebate Fund or the CFC Stabilization Fund are not otherwise available, (4) to maintain the balance of the CFC Stabilization Fund in an amount of no less than the CFC Stabilization Fund Minimum Requirement and to reimburse any drawings below the CFC Stabilization Fund Minimum Requirement over a period not to exceed twelve months, as determined by the City, and (5) to maintain the balance of the Operation and Maintenance Fund in an amount of no less than the Operation and Maintenance Fund Requirement and to reimburse any drawings below the Operation and Maintenance Fund Minimum Requirement over a period of not to exceed twelve months, as determined by the City.

Conduit Debt—The Airport from time-to-time, issues special facility revenue bonds on behalf of various airlines, as well as certain non-airline parties, as third-party obligors of such bonds, to finance or refinance a portion of the capital improvements at the Airport. These special facility revenue bonds are secured separately from general airport revenue bonds and customer facility charge revenue bonds and are secured solely by amounts received by a debt trustee from such airlines and non-airline parties pursuant to the terms of related special facility financing agreements. Further, with respect to the special facility revenue bonds, airline or non-airline party, respectively, and not the Airport, is responsible for fulfilling the debt service obligations of such bonds and ensuring the tax-exempt status of such bonds. Given the Airport's limited commitment, there has been no obligation recognized as of December 31, 2024.

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5. CHANGES IN CAPITAL ASSETS

Capital assets during the years ended December 31, 2024, the total amount of right-of-use assets by major class, and the related accumulated amortization, disclosed separately from other capital assets, is as follows (dollars in thousands):

| | Balance January 1 | Additions | Disposals and Transfers | Balance December 31, |
|---|----------------------|---------------------|-------------------------------|-------------------------|
| Capital assets not depreciated: | | | | |
| Land | \$ 893,620 | \$ — | \$ — | \$ 893,620 |
| Construction in progress | 1,888,475 | 633,671 | (803,245) | 1,718,901 |
| Total capital assets not depreciated | 2,782,095 | 633,671 | (803,245) | 2,612,521 |
| Capital assets depreciated—buildings and other facilities ⁽¹⁾ | 13,357,057 | 803,245 | (5,183) | 14,155,119 |
| Less accumulated depreciation for—buildings and other facilities | (5,445,913) | (421,259) | 5,183 | (5,861,989) |
| Total capital assets depreciated—net | 7,911,144 | 381,986 | — | 8,293,130 |
| Total property and facilities—net | <u>\$ 10,693,239</u> | <u>\$ 1,015,657</u> | <u>\$ (803,245)</u> | <u>\$ 10,905,651</u> |
| Capital assets being amortized: | | | | |
| ROU—Building | \$ 5,044 | \$ 318 | \$ — | \$ 5,362 |
| ROU—Equipment | 10,205 | — | — | 10,205 |
| ROU—Subscriptions | 6,307 | — | — | 6,307 |
| Total ROU assets | 21,556 | 318 | — | 21,874 |
| Less accumulated amortization: | | | | |
| ROU—Building | (410) | (227) | — | (637) |
| ROU—Equipment | (4,128) | (2,156) | — | (6,284) |
| ROU—Subscriptions | (3,149) | (3,145) | — | (6,294) |
| Total accumulated amortization | (7,687) | (5,528) | — | (13,215) |
| Total—net of accumulated amortization | <u>13,869</u> | <u>(5,210)</u> | <u>—</u> | <u>8,659</u> |
| Total—net Capital Assets | <u>\$ 10,707,108</u> | <u>\$ 1,010,447</u> | <u>\$ (803,245)</u> | <u>\$ 10,914,310</u> |

⁽¹⁾ Reference Note 1—Property and Facilities Significant Accounting Policies.

6. LEASES

As Lessee:

The Airport leases equipment and subscribes to information technology from other vendors. These leases have terms between one and five years. The long-term lease liability as of December 31, 2024, is as follows (dollars in thousands):

| | Balance January 1, | Additions | Reduction | Balance December 31, | Due within One Year |
|---|-----------------------|---------------|-------------------|-------------------------|------------------------|
| Lease liability | \$ 11,148 | \$ 318 | \$ (2,220) | \$ 9,246 | \$ 2,151 |
| Subscription liability | 2,847 | — | (2,837) | 10 | 10 |
| Total Subscription and lease liability .. | <u>\$ 13,995</u> | <u>\$ 318</u> | <u>\$ (5,057)</u> | <u>\$ 9,256</u> | <u>\$ 2,161</u> |

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The expected future principal and interest payments that are included in the measurement of the lease liability as of December 31, 2024 are as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|------------------|-----------------|------------------|
| 2025 | \$ 2,151 | \$ 238 | \$ 2,389 |
| 2026 | 4,414 | 172 | 4,586 |
| 2027 | 154 | 125 | 279 |
| 2028 | 89 | 120 | 209 |
| 2029 | 80 | 116 | 196 |
| 2030-2034 | 535 | 511 | 1,046 |
| 2035-2039 | 738 | 356 | 1,094 |
| 2040-2044 | 951 | 155 | 1,106 |
| 2045-2047 | 134 | 2 | 136 |
| Total | <u>\$ 9,246</u> | <u>\$ 1,795</u> | <u>\$ 11,041</u> |

As Lessor:

The Airport leases terminal square footage (except for regulated leases), aircraft maintenance, cargo facilities, hangars, and other structures to air carriers and other tenants under various operating leases, a majority of which is non-cancellable and terminate no later than August 2055. Certain provisions of the leases provide for fixed and variable rental payments to be received by the Airport, and all are generally designed to allow the Airport to meet its debt service requirements and recover certain operating, maintenance and fund deposit costs. In addition, certain agreements under which the Airport receives revenue under concessions operations at the Airport provide for payment of fee based on the greater of an aggregated percentage of gross receipts or guaranteed minimum.

In accordance with GASB 87 implemented as of January 1, 2022, the Airport recognizes a lease receivable and a deferred inflow of resources at commencement of the lease term, with exceptions for regulated leases, and short-term leases.

a) Regulated Leases

Regulated leases comprise certain agreements with airline tenants that govern the use of airport gates, aprons, airline ticket counters, ticketing and check-in stations, baggage claim facilities, and other aeronautical uses (e.g. cargo and hangar). These agreements are subject to the U.S. Department of Transportation and the Federal Aviation Administration regulations and oversight that set limits on lease rates and require consistent terms to tenants. The regulations require leasing opportunities are made available to any potential lessee should a facility become vacant. In accordance with GASB 87, the Airport recognizes lease payments related to regulated leases as inflows of resources (revenues) based on payment provisions of those agreements.

The Airport operates under signatory airlines use and lease agreements and non-signatory airlines lease agreements. These agreements define the responsibilities of the Airport, and the airlines, and establish a cost structure to operate airfield and terminal facilities primarily through charges to airlines in the forms of landing fees, terminal rentals, joint use fees, common use fees (check-in counter, baggage make-up, baggage claim and gate) and federal inspection service fees. Landing fees are charged for each landing at the Airport based on the maximum weight of the aircraft. Terminal rents are set at the beginning of each fiscal year and adjusted during the year to estimate the annual cost to operate terminal buildings. They are allocated to airlines based on square footage occupied. Joint use and common use fees are calculated based on a

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combination of terminal square footage and activity. Federal inspection service fees are charged for each arriving applicable international passenger. The total revenues related to regulated leases was \$1,102,480 plus \$154,078 which is included in the Rentals, Concessions and other revenue of \$449,674.

Expected future minimum lease payments to be received from Regulated Leases at December 31, 2024 are as follows (dollars in thousands), projected by the City using the following assumptions: 1) Revenues earned from the Signatory Airlines (long-term and short-term) for the year ended December 31, 2024, 2) through the expiration of the agreements with the Signatory Airlines, 3) without considering future expansion changes in operations by the Airport.

| Years Ending December 31 | Amount |
|--|---------------------|
| 2025..... | \$ 450,474 |
| 2026..... | 450,474 |
| 2027..... | 450,474 |
| 2028..... | 433,342 |
| 2029..... | 418,604 |
| 2030 - 2034..... | 1,708,455 |
| 2035 - 2039..... | 178,096 |
| 2040 - 2044..... | 170,942 |
| 2045 - 2049..... | 112,456 |
| 2050 - 2054..... | 2,674 |
| Total future minimum rental income | <u>\$ 4,375,991</u> |

b) Non-regulated Leases

These contracts allow control of the right to use the Airport's assets and facilities to lessees for non-aeronautical uses. They are not subject to external laws, regulations, or legal rulings. Lease inflows for non-regulated leases with maximum possible term greater 12 months at commencement of the leases are recognized in accordance with the provisions of GASB 87. Lease inflows for non-regulated leases with maximum possible term of 12 months or less at commencement of the leases are recognized in accordance with the payment provisions of those leases. The Airport's non-regulated leases are grouped into the following categories:

i) Ground and facilities

The Airport is a lessor for agreements with tenants that develop the Airport's real estate for airport-related uses, and concurrent commercial development. The agreements require periodic payments based on ground and facilities rental rates or other amounts as specified in each lease agreement and is based on square footage. In addition, these agreements may require payment of reimbursable costs and other variable payments. These variable inflows were not included in the measurement of the lease receivable.

ii) Concessions

The Airport is a lessor on contracts that provide concessionaires the right to operate at the Airport. These agreements typically require an operator to pay a minimum guaranteed annual rent amount plus a percentage of the concession operator's gross receipts above a certain threshold. The agreements may also require the operator to reimburse the Airport costs it incurs to maintain areas and facilities used for operations. Performance based and other variable inflows are not included in the measurement of the lease receivable.

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iii) Rent-A-Car

The Airport leases square footage to car rental companies at the on-site car rental facility. These agreements require payment of ground rents based on the Airport's ground rental rate and acreage leased. Inflows for ground rents were included in the measurements of the lease receivable. Additionally, these agreements require certain payments based on the lessees' gross receipts in the form of minimum annual guaranteed rents and percent rents, and reimbursement to the Airport of certain costs it incurs to maintain the car rental facility and transportation to and from the terminal areas. Lessees that conduct rental operations from other facilities outside of the Airport's boundaries are required to pay a percent rent based on their gross receipts and certain reimbursable costs to the Airport. The performance-based and variable inflows are not included in the measurement of the lease receivable.

The expected future principal and interest payments that are included in the measurement of the lease receivable as of December 31, 2024 are as follows (dollars in thousands):

| Years Ending December 31 | Principal | Interest | Total |
|-------------------------------------|-------------------|-------------------|-------------------|
| 2025 | \$ 59,814 | \$ 23,186 | \$ 83,000 |
| 2026 | 30,965 | 21,467 | 52,432 |
| 2027 | 23,758 | 20,320 | 44,078 |
| 2028 | 24,654 | 19,269 | 43,923 |
| 2029 | 25,446 | 18,183 | 43,629 |
| 2030-2034 | 141,740 | 72,888 | 214,628 |
| 2035-2039 | 135,890 | 42,387 | 178,277 |
| 2040-2044 | 114,846 | 9,854 | 124,700 |
| 2045-2049 | 696 | 260 | 956 |
| 2050-2054 | 718 | 107 | 825 |
| 2055 | 93 | 1 | 94 |
| Total | \$ 558,620 | \$ 227,922 | \$ 786,542 |

The inflows (revenues) recognized in the year ended December 31, 2024, are as follows (dollars in thousands):

| | Amortization of deferred inflows of of resources for leases | Inflows from short-term leases and variable lease payments | Total |
|-----------------------------|--|---|-------------------|
| Ground and Facilities | \$ 1,940 | \$ 645 | \$ 2,585 |
| Concessions | 39,792 | 213,091 | 252,883 |
| Rent-A-Car | 22,594 | 35,745 | 58,339 |
| Total | \$ 64,326 | \$ 249,481 | \$ 313,807 |

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7. PENSION PLANS

General Information about the Pension Plan

Plan Description—Eligible O'Hare Fund employees participate in one of four single-employer defined benefit pension plans (Plans). These Plans are: the Municipal Employees' Annuity and Benefit Fund of Chicago (Municipal Employees'); the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (Laborers'); the Policemen's Annuity and Benefit Fund of Chicago (Policemen's); and the Firemen's Annuity and Benefit Fund of Chicago (Firemen's). The plans are administered by individual retirement boards of trustees comprised of City officials or their designees and of trustees elected by Plan members. Certain employees of the Chicago Board of Education participate in Municipal Employees' or Laborers'. Each Plan issues a publicly available financial report that includes financial statements and required supplementary information that can be obtained at www.meabf.org, www.labfchicago.org, www.chipabf.org, and www.fabf.org.

Benefits Provided—The Plans provide retirement, disability, and death benefits as established by State law. Benefits generally vest after 10 years of credited service. Employees qualify for an unreduced retirement age minimum formula annuity based on a combination of years of service and age of retirement. Employees may also receive a reduced retirement age minimum formula annuity if they do not meet the age and service requirements for the unreduced retirement age annuity. The requirements of age and service are different for employees depending on when they first became members of their respective Plans. For all four Plans, employees who became members before January 1, 2011 are considered Tier 1 Employees. For Policemen's and Firemen's, those employees who became members on or after January 1, 2011 are considered Tier 2 Employees. For Municipal Employees' and Laborers', those employees who became members on or after January 1, 2011 but before July 6, 2017 are considered Tier 2 Employees. For Municipal Employees' and Laborers', those employees who became members on or after July 6, 2017 are considered Tier 3 Employees. Public Act 100-0023 (P.A. 100-0023), which established the requirements for Tier 3 employees, includes a provision for Tier 2 employees to elect to be considered as Tier 3 employees. The annuity is computed by multiplying the final average salary by a percentage ranging from 2.2 % to 2.5 % per year of credited service. The final average salary is the employee's highest average annual salary for any four consecutive years within the last 10 years of credited service for participants who are Tier 1 Employees and any eight consecutive years within the last 10 years of credited service for participants who are Tier 2 Employees or Tier 3 Employees.

Benefit terms provide for annual adjustments to each employee's retirement allowance subsequent to the employees' retirement date. For Tier 1 Employees, the annual adjustments for Municipal Employees' and Laborers' are 3.0%, compounded, and for Policemen's and the majority of participants in Firemen's 3.0%, simple, for annuitants born before January 1, 1966 and 1.5% simple, born after January 1, 1966 or later. For Tier 2 Employees and Tier 3 Employees, the annual adjustments are equal to the lesser of 3.0% and 50% of CPI-U of the original benefit.

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Employees Covered by Benefit Terms—At December 31, 2024, the following City employees were covered by the benefit terms:

| | Municipal Employees' | Laborers' | Policemen's | Firemen's | Total |
|--|---------------------------------|------------------|--------------------|------------------|----------------|
| Inactive employees or beneficiaries currently receiving benefits | 25,828 | 3,504 | 14,794 | 5,460 | 49,586 |
| Inactive employees entitled to but not yet receiving benefits | 26,410 | 1,406 | 1,204 | 159 | 29,179 |
| Active employees | 38,655 | 2,735 | 11,769 | 4,775 | 57,934 |
| | <u>90,893</u> | <u>7,645</u> | <u>27,767</u> | <u>10,394</u> | <u>136,699</u> |

Contributions—The City's contributions to the Municipal Employees' and Laborers' Plans are governed by the Illinois Pension Code, which was modified with respect to such contributions by Public Act 100- 0023 (P.A. 100-0223), enacted July 6, 2017. Beginning with payment year 2023, P.A. 100-0023 requires that the City's annual contributions to the Municipal Employees' and the Laborers' Plans each be an amount actuarially determined to be sufficient to produce funding level of 90 percent for each such Plan by the end of 2058.

The City's contributions for the Policemen's and Firemen's Plans are governed by the Illinois Pension Code, which was modified with respect to such contributions by Public Act 99-0506 (P.A. 99-0506), enacted on May 31, 2016. Beginning with payment year 2021, the City's annual contributions to the Policemen's and Firemen's Plans each be an amount actuarially determined to be sufficient to produce a funding level of 90 percent for each such Plan by the end of 2055. In 2021, Public Act 101-0673 was enacted, which changed the terms of the automatic benefit increase provisions and eligibility for certain Tier 1 participants for the Firemen's Plan. In 2023, Public Act 103-0582 was enacted which grants an annual 3% non-compounded cost-of-living adjustment (COLA) to all Tier 1 Chicago Police retirees who reach age 55 with 20 years of service. In 2023, Public Art 103-0579 was enacted which provides changes to the calculation of the average salary for Tier 2 members.

The City's contributions are budgeted in the same year as the applicable levy year for the property taxes funding the contributions. The City's contributions are then paid to the pension funds in the following year (which is when the levied property taxes are collected and paid to the City by the Cook County Treasurer).

The contribution to all four pension plans from the Airport was \$116.1 million for the year ended December 31, 2024.

Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the Airport reported a liability of \$1,530.0 million for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Changes in Actuarial Assumptions—Changes in the municipal bond rate resulted in an increase in the single discount rate for Municipal Employees', Laborers' and Policemen's. See discount rate section below.

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The change in the single discount rate and other assumptions decreased the net pension liability by \$.2 million for Laborers', \$32.4 million for Municipal Employees, and increased the net pension liability by \$1.1 million for Policemen. These changes are being amortized into expense over a 4-year period for Municipal Employees' Laborers' and a 6-year period for Policemen's and Firemen's.

The Airport's proportion of the net pension liability was determined based on the rates of the Airport's salaries within each corresponding pension plan to the total budgeted salaries for 2024. At December 31, 2024, the Airport's proportion was 6.0% of the Municipal Employees' Plan, 6.7% of the Laborers' Plan, 1.6% of the Policemen's Plan and 5.0% of the Firemen's Plan.

For the year ended December 31, 2024, the Airport recognized pension expense of \$97.5 million.

At December 31, 2024, the reported deferred outflows of resources of \$68.0 million, and deferred inflows of resources of \$46.9 million related to pensions from the following sources:

Municipal Employees' (dollars in thousands):

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 12,550 | \$ — |
| Changes of assumptions | 19,278 | 25,925 |
| Net difference between projected and actual earnings on pension plan investments | 4,793 | — |
| Total | <u>\$ 36,621</u> | <u>\$ 25,925</u> |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense/(benefit) as follows:

**Years Ending
December 31**

| | |
|-------------|------------------|
| 2025 | \$ 7,498 |
| 2026 | 10,383 |
| 2027 | (720) |
| 2028 | (6,465) |
| Total | <u>\$ 10,696</u> |

Laborers' (dollars in thousands):

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 1,863 | \$ 666 |
| Changes of assumptions | 6,095 | 2,469 |
| Net difference between projected and actual earnings on pension plan investments | 3,916 | — |
| Total | <u>\$ 11,874</u> | <u>\$ 3,135</u> |

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Amounts reported as deferred outflows of resources and deferred inflows of resources related to Laborers' pensions will be recognized in pension expense/(benefit) as follows:

**Years Ending
December 31**

| | |
|-------------|-----------------|
| 2025 | \$ 2,876 |
| 2026 | 4,996 |
| 2027 | 1,132 |
| 2028 | (265) |
| Total | <u>\$ 8,739</u> |

Policemen's (dollars in thousands):

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ 5,323 | \$ 1,753 |
| Changes of assumptions | 4,377 | 5,472 |
| Net difference between projected and actual earnings on pension plan investments | 1,497 | — |
| Total | <u>\$ 11,197</u> | <u>\$ 7,225</u> |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to Policemen's pensions will be recognized in pension expense as follows:

**Years Ending
December 31**

| | |
|------------------|-----------------|
| 2025 | \$ 3,513 |
| 2026 | 1,891 |
| 2027 | (1,266) |
| 2028 | (18) |
| 2029 | (148) |
| Thereafter | — |
| Total | <u>\$ 3,972</u> |

Firemen's (dollars in thousands):

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ 3,915 | \$ 3,787 |
| Changes of assumptions | 1,922 | 6,821 |
| Net difference between projected and actual earnings on pension plan investments | 2,498 | — |
| Total | <u>\$ 8,335</u> | <u>\$ 10,608</u> |

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Amounts reported as deferred outflows of resources and deferred inflows of resources related to Firemen's pensions will be recognized in pension expense/(benefit) as follows:

| Years Ending December 31 | |
|-------------------------------------|-------------------|
| 2025 | \$ 685 |
| 2026 | 292 |
| 2027 | (2,279) |
| 2028 | (561) |
| 2029 | (416) |
| Thereafter | 6 |
| Total | <u>\$ (2,273)</u> |

Deferred Outflows Related to Changes in Proportionate Share of Contributions—The Airport's proportion of the net pension liability was determined based on the rates of the Airport's salaries within each corresponding pension plan to the total budgeted salaries for 2024. The changes in the Airport's proportionate share results in a deferred inflow or deferred outflow depending on the current year's actuarial reports. For the year ended December 31, 2023, the Airport reported pension charge/ (benefit) of \$(34.8) million, related to changes in its proportionate share of contributions. As of December 31, 2024, the Airport Funds reported deferred inflows of \$122.2 million, and deferred outflows of \$0.0 million, related to changes in its proportionate share of contributions. This deferred amount will be recognized as pension charge/(benefit) over a period of five years.

Actuarial Assumptions—The total pension liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | Municipal Employees' | Laborers' | Policemen's | Firemen's |
|---------------------------------|---------------------------------|------------------|--------------------|------------------|
| Inflation | 2.50% | 2.25% | 2.25% | 2.50% |
| Salary increases | 2.50%-14.00% (a) | 3.00% (b) | 3.50% (c) | 3.50%-25.00% (d) |
| Investment rate of return | 6.75% (e) | 6.75% (e) | 6.75% (e) | 6.75% (e) |

(a) Varying by years of service and employer

(b) Plus a service-based increase in the first 9 years

(c) Plus service based increases consistent with bargaining contracts

(d) Varying by years of service

(e) Net of investment expense

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Mortality Assumptions

| Bargaining Plan Members | | Mortality Table Name | Mortality Improvement |
|--------------------------------|-----------------|---|--|
| Municipal Employees' | Post Retirement | PubG-2010 Retiree Amount-weighted Below Median Mortality Table (sex-specific) | Generational – Scale MP-2021 |
| | Beneficiary | PubG-2010 Contingent Survivor Table Amount-weighted Below Median Mortality Table (sex-specific) | Generational – Scale MP-2021 |
| | Pre-Retirement | PubG-2010 Employee Amount-weighted Below Median Mortality Table (sex-specific) | Generational – Scale MP-2021 |
| Laborers' | Post Retirement | Pub-2010 Amount-weighted Below Median Income General Healthy Retiree Mortality Tables, Sex Distinct | Generational – Scale MP-2020 2-dimensional |
| | Pre-Retirement | Pub-2010 Amount-weighted Below Median Income General Employee Mortality Tables, Sex Distinct | Generational – Scale MP-2020 2-dimensional |
| Policemen's | Post Retirement | Pub-2010 Amount-weighted Safety Healthy Retiree Mortality Table, Sex Distinct | Generational – Scale MP-2021 2-dimensional |
| | Disabled | Pub-2010 Amount-weighted Safety Healthy Retiree Mortality Table, Sex Distinct | Generational – Scale MP-2021 2-dimensional |
| | Pre-Retirement | Pub-2010 Amount-weighted Safety Employee Mortality Table, Sex Distinct | Generational – Scale MP-2021 2-dimensional |
| Firemen's | Post Retirement | PubS-2010 Retiree Amount-weighted Mortality Table | Generational – Scale MP-2021 |
| | Disabled | PubS-2010 Disabled Retiree Amount-weighted Mortality Table | Generational – Scale MP-2021 |
| | Beneficiary | Pub-2010 Contingent Survivor Amount-weighted Mortality Table | Generational – Scale MP-2021 |
| | Pre-Retirement | PubS-2010 Employee Amount-weighted Mortality Table | Generational—Scale MP-2021 |

The mortality actuarial assumptions used in the December 31, 2024 valuation were adjusted based on the results of actuarial experience study for the following periods:

| | |
|----------------------|-------------------------------------|
| Municipal Employees' | January 1, 2017 - December 31, 2021 |
| Laborers' | January 1, 2017 - December 31, 2019 |
| Policemen's | January 1, 2019 – December 31, 2023 |
| Firemen's | January 1, 2017 - December 31, 2021 |

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The long term expected rate of return on pension plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of December 31, 2024 are summarized in the following table:

| | Target Allocation | | | | Long-Term Expected Real Rate of Return | | | |
|------------------------------------|----------------------|-----------|-------------|-----------|--|-----------|-------------|-----------|
| | Municipal Employees' | Laborers' | Policemen's | Firemen's | Municipal Employees' | Laborers' | Policemen's | Firemen's |
| Asset Class: | | | | | | | | |
| Equity | — % | — % | — % | 57.0 % | — % | — % | — % | 7.40 % |
| Domestic equity | 25.0 | — | — | — | 4.80 | — | — | — |
| U.S. equity | — | 22.0 | 29.5 | — | — | 5.40 | 5.78 | — |
| Non U.S. equity | — | 15.0 | 19.5 | — | — | 5.50 | 6.87 | — |
| Global equity | 4.0 | — | — | — | 4.80 | — | — | — |
| Global low volatility equity | — | 4.0 | — | — | — | 3.60 | — | — |
| International equity | 17.0 | — | — | — | 4.90 | — | — | — |
| Fixed income | 22.0 | 26.0 | 15.0 | 22.0 | 2.50 | 1.30 | 2.63 | 4.90 |
| Hedge funds | 10.0 | 8.0 | 5.0 | — | 3.00 | 3.20 | 4.18 | — |
| Infrastructure | 3.0 | — | — | — | 4.30 | — | — | — |
| Private debt | 4.0 | 6.0 | — | — | 6.60 | 7.00 | — | — |
| Private equity | 4.0 | 6.0 | — | — | 7.50 | 8.10 | — | — |
| Private markets | — | — | 24.0 | — | — | — | 7.87 | — |
| Real estate | 8.0 | 8.0 | 7.0 | — | 3.90 | 4.10 | 7.90 | — |
| Cash | 3.0 | 2.0 | — | — | 0.40 | — | — | — |
| Private real assets | — | 3.0 | — | — | — | 4.70 | — | — |
| Other investments | — | — | — | 21.0 | — | — | — | 6.80 |
| Total | 100.0 % | 100.0 % | 100.0 % | 100.0 % | | | | |

Discount Rate

Municipal Employees'—The Single Discount Rate used to measure the total pension liability as of December 31, 2024, was 6.62%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made according to the contribution rate applicable for each member's tier and that employer contributions will be made as specified by Public Act 100-0023, with an additional supplemental contribution of \$168.7 million during 2025. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions and contributions from future plan members that are intended to fund the service costs of future plan members and their beneficiaries are not included. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members through the year 2080. Therefore, the long-term expected rate of return on pension plan investments of 6.75% was applied to projected benefits for all periods through 2079 and the municipal bond index rate of 4.08% was applied thereafter to determine total pension liability.

Laborers'—A Single Discount Rate of 6.64% was used to measure the total pension liability as of December 31, 2024. This Single Discount Rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 4.08% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-Year Municipal GO AA Index"). The projection of cash flows used to determine this Single Discount Rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made under the

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AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

statutory funding policy. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefit payments through the year 2080. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2080, and the municipal bond rate was applied to all benefit payments after that date.

Policemen's—A Single Discount Rate of 6.66% was used to measure the total pension liability as of December 31, 2024. This Single Discount Rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 4.08% (based on the most recent date available on or before the measurement date of the Fidelity “20-Year Municipal GO AA Index”). The projection of cash flows used to determine this Single Discount Rate assumed that plan member contributions and employer contributions are made in accordance with the statutory requirements. Based on these assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance benefit payments through the year 2080. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2080, and the municipal bond rate was applied to all benefit payments after that date.

Firemen's—A Single Discount Rate of 6.75% was used to measure the total pension liability as of December 31, 2024. This Single Discount Rate was based on an expected rate of return on pension plan investments of 6.75% and a municipal bond rate of 4.08% (based on the Bond Buyer 20-Bond Index of general obligation municipal bonds). The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made according to the contribution rate applicable for each member's tier and that employer contributions will be made as specified by Public Act 99-0506. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions and contributions from future plan members that are intended to fund the service costs of future plan members and their beneficiaries are not included. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members throughout the projection period. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefits for all periods.

Sensitivity of the Airport's Net Pension Liability to Changes in the Discount Rate

Municipal Employees'—The following presents the allocated share of the net pension liability to the Airport as of December 31, 2024, calculated using the discount rate of 6.62%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.62%) or 1 percentage point higher (7.62%) than the current rate (dollars in thousands):

| Net Pension Liability | Current | | |
|--|--------------|---------------|-------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| Municipal Employees' discount rate | 5.62 % | 6.62 % | 7.62 % |
| Municipal Employees' net pension liability | \$ 1,048,310 | \$ 903,442 | \$ 782,291 |

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Laborers'—The following presents the allocated share of the net pension liability to the Airport as of December 31, 2024, calculated using the discount rate of 6.64%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.64%) or 1 percentage point higher (7.64%) than the current rate (dollars in thousands):

| Net Pension Liability | Current | | |
|---------------------------------------|-------------|---------------|-------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| Laborers' discount rate | 5.64 % | 6.64 % | 7.64 % |
| Laborers' net pension liability | \$ 150,569 | \$ 125,924 | \$ 105,229 |

Policemen's—The following presents the allocated share of the net pension liability to the Airport as of December 31, 2024, calculated using the discount rate of 6.66%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.66%) or 1 percentage point higher (7.66%) than the current rate (dollars in thousands):

| Net Pension Liability | Current | | |
|---|-------------|---------------|-------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| Policemen's discount rate | 5.66 % | 6.66 % | 7.66 % |
| Policemen's net pension liability | \$ 251,056 | \$ 215,976 | \$ 186,810 |

Firemen's—The following presents the allocated share of the net pension liability to the Airport as of December 31, 2024, calculated using the discount rate of 6.75%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate (dollars in thousands):

| Net Pension Liability | Current | | |
|---------------------------------------|-------------|---------------|-------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| Firemen's discount rate | 5.75 % | 6.75 % | 7.75 % |
| Firemen's net pension liability | \$ 327,870 | \$ 284,642 | \$ 248,331 |

Pension Plan Fiduciary Net Position—Detailed information about the pension plan's fiduciary net position is available in the separately issued Pension Plans financial reports.

8. RELATED-PARTY TRANSACTIONS

Included in operating expenses are reimbursements to the general fund of the City for services provided by other City departments, employee fringe benefits, and certain payments on behalf of the Airport. Such reimbursements were \$199.7 million in 2024.

9. COMMITMENTS AND CONTINGENCIES

The Airport has certain contingent liabilities resulting from litigation, claims, and commitments incident to the ordinary course of business. Management expects that the final resolution of these contingencies will not have a material adverse effect on the financial position or results of operations of the Airport.

The Airport provides employee health benefits under a self-insurance program, administered by the City. Such claims outstanding, including claims incurred but not reported, are estimated and recorded as liabilities in the financial statements.

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Uninsured claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Changes in the claims liability amount for the years ended December 31, 2024 are as follows (dollars in thousands):

| | | |
|--|-----------|--------------|
| Beginning balance—January 1 | \$ | 2,891 |
| Total claims incurred (expenditures) | | 31,128 |
| Claims paid | | (30,370) |
| Claims liability—December 31 | <u>\$</u> | <u>3,649</u> |

The City's property and liability insurance premiums are approximately \$15.1 million per year. The City maintains property and liability insurance coverage for both O'Hare and Midway and allocates the cost of the premiums between the two airports. The property coverage was renewed on December 31, 2024, with a limit of \$3.5 billion and includes \$3.5 billion in terrorism coverage, and the liability coverage was renewed May 15, 2025, with a limit of \$1 billion and includes \$1 billion in war and terrorism liability coverage.

At December 31, 2024, the Airport had commitments in the amount of approximately \$169.7 million in connection with contracts entered into for construction projects.

10. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Deferred outflows of resources:

| | | |
|--|-----------|---------------|
| Deferred outflows from pension activities | \$ | 68,028 |
| Changes in proportionate share of pension contribution | | 4 |
| Unamortized deferred bond refunding costs | | 12,056 |
| Total deferred outflows of resources | <u>\$</u> | <u>80,088</u> |

| | | |
|---|----|---------|
| Deferred inflows of resources—from pension activities | \$ | 169,104 |
| Deferred inflows of leases | | 538,164 |

Refer to Note 7 Pension Plans—Deferred Outflows Related to Pension Activities and to Changes in Proportionate Share of Contributions sections.

11. SUBSEQUENT EVENTS

The Airport has evaluated events occurring subsequent to December 31, 2024, and through June 30, 2025, the date the financial statements were available to be issued. There were no subsequent events as of the date of this report.

On April 29, 2025, the City of Chicago entered into a revolving line of credit agreement with The Huntington National Bank at the Chicago O'Hare International Airport, and The Huntington National Bank made an advance of \$64.8 million pursuant to such agreement. The revolving line of credit agreement is for an aggregate maximum principal amount \$150.0 million and expires on April 28, 2028. On April 29, 2025, Bank of America, N.A. made an advance of \$64.8 million pursuant to its revolving line of credit agreement with Chicago O'Hare International Airport. On April 29, 2025, Wells Fargo Bank, National Association made an advance of \$211.1 million pursuant to its revolving line of credit agreement with Chicago O'Hare International Airport.

**REQUIRED
SUPPLEMENTARY
INFORMATION**

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SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| | 2024 | 2023 | 2022 |
|---|--------------|--------------|--------------|
| MUNICIPAL EMPLOYEES': | | | |
| Total pension liability: | | | |
| Service cost* | \$ 344,821 | \$ 316,247 | \$ 263,993 |
| Interest | 1,272,351 | 1,242,052 | 1,269,645 |
| Benefit changes | — | — | — |
| Differences between expected and actual experience | 104,089 | 155,758 | 84,258 |
| Assumption changes | (543,345) | 442,725 | 143,996 |
| Benefit payments including refunds | (1,141,513) | (1,095,929) | (1,055,585) |
| Net change in total pension liability | 36,403 | 1,060,853 | 706,307 |
| Total pension liability—beginning | 20,168,740 | 19,107,887 | 18,401,580 |
| Total pension liability—ending (a) | 20,205,143 | 20,168,740 | 19,107,887 |
| Plan fiduciary net position: | | | |
| Contributions—employer*** | 1,118,398 | \$ 1,077,258 | 959,550 |
| Contributions—employee | 220,416 | 194,174 | 176,339 |
| Net investment income | 385,713 | 359,991 | (429,912) |
| Benefit payments including refunds of employee contribution | (1,141,513) | (1,095,929) | (1,055,585) |
| Administrative expenses | (6,374) | (6,651) | (6,873) |
| Other | — | — | — |
| Net change in plan fiduciary net position | 576,640 | 528,843 | (356,481) |
| Plan fiduciary net position—beginning | 4,480,631 | 3,951,788 | 4,308,269 |
| Plan fiduciary net position—ending (b) | 5,057,271 | 4,480,631 | 3,951,788 |
| NET PENSION LIABILITY—Ending (a)–(b) | \$15,147,872 | \$15,688,109 | \$15,156,099 |
| PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY | 25.03 % | 22.22 % | 20.68 % |
| ALLOCATED COVERED PAYROLL ** | \$ 155,075 | \$ 158,474 | \$ 148,286 |
| EMPLOYER'S NET PENSION LIABILITY AS A PERCENTAGE OF ALLOCATED COVERED PAYROLL | 582.58 % | 658.28 % | 699.67 % |
| ALLOCATED NET PENSION LIABILITY | \$ 903,442 | \$ 1,043,201 | \$ 1,037,514 |
| ALLOCATED PERCENTAGE | 5.96 % | 6.65 % | 6.85 % |

* Includes pension plan administrative expense.

** Allocated covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

*** Includes City's supplemental pension contribution starting 2023. In 2024, the contribution was \$178.1 million.

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SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| \$ 246,066 | \$ 236,302 | \$ 228,465 | \$ 223,528 | \$ 572,534 | \$ 619,743 | \$ 226,816 |
| 1,228,905 | 1,190,694 | 1,159,253 | 1,123,348 | 915,711 | 878,369 | 909,067 |
| — | — | — | — | — | — | 2,140,009 |
| 121,988 | 100,938 | 16,676 | 95,540 | (177,755) | (127,119) | (109,835) |
| — | — | — | — | (7,431,191) | (578,920) | 8,711,755 |
| (1,010,191) | (973,478) | (952,652) | (916,198) | (888,174) | (859,672) | (826,036) |
| 586,768 | 554,456 | 451,742 | 526,218 | (7,008,875) | (67,599) | 11,051,746 |
| 17,814,812 | 17,260,356 | 16,808,614 | 16,282,396 | 23,291,271 | 23,358,870 | 12,307,094 |
| 18,401,580 | 17,814,812 | 17,260,356 | 16,808,614 | 16,282,396 | 23,291,271 | 23,358,840 |
| 573,198 | 496,992 | 418,269 | 349,574 | 261,764 | 149,718 | 149,225 |
| 163,411 | 157,798 | 146,645 | 138,400 | 134,765 | 130,391 | 131,428 |
| 498,299 | 335,403 | 560,940 | (204,975) | 610,515 | 281,419 | 114,025 |
| (1,010,191) | (973,478) | (952,652) | (916,198) | (888,174) | (859,672) | (826,036) |
| (6,687) | (7,118) | (6,740) | (6,639) | (6,473) | (7,056) | (6,701) |
| — | — | — | — | 5,394 | — | — |
| 218,030 | 9,597 | 166,462 | (639,838) | 117,791 | (305,200) | (438,059) |
| 4,090,239 | 4,080,642 | 3,914,180 | 4,554,018 | 4,436,227 | 4,741,427 | 5,179,486 |
| 4,308,269 | 4,090,239 | 4,080,642 | 3,914,180 | 4,554,018 | 4,436,227 | 4,741,427 |
| \$14,093,311 | \$13,724,573 | \$13,179,714 | \$12,894,434 | \$11,728,378 | \$18,855,044 | \$18,617,413 |
| 23.41 % | 22.96 % | 23.64 % | 23.29 % | 27.97 % | 19.05 % | 20.30 % |
| \$ 138,259 | \$ 131,080 | \$ 127,065 | \$ 119,395 | \$ 114,809 | \$ 99,483 | \$ 95,705 |
| 704.25 % | 737.13 % | 731.07 % | 743.37 % | 695.41 % | 1,144.85 % | 1,132.81 % |
| \$ 973,686 | \$ 966,221 | \$ 928,935 | \$ 887,542 | \$ 798,400 | \$1,138,937 | \$1,084,148 |
| 6.91 % | 7.05 % | 7.05 % | 6.88 % | 6.80 % | 6.04 % | 5.82 % |

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| | 2024 | 2023 | 2022 |
|---|--------------|--------------|--------------|
| LABORERS': | | | |
| Total pension liability: | | | |
| Service cost* | \$ 42,336 | \$ 35,725 | \$ 39,331 |
| Interest | 200,343 | 197,214 | 193,347 |
| Benefit changes | — | — | — |
| Differences between expected and actual experience | 3,850 | 43,615 | (27,236) |
| Assumption changes | (3,343) | 158,524 | (109,355) |
| Benefit payments including refunds | (183,828) | (180,947) | (177,162) |
| Pension plan administrative expense | (3,482) | (3,396) | (3,607) |
| Net change in total pension liability | 55,876 | 250,735 | (84,682) |
| Total pension liability—beginning | 3,071,577 | 2,820,842 | 2,905,524 |
| Total pension liability—ending (a) | 3,127,453 | 3,071,577 | 2,820,842 |
| Plan fiduciary net position: | | | |
| Contributions—employer*** | 147,466 | \$ 123,796 | 116,176 |
| Contributions—employee | 24,229 | 19,136 | 19,069 |
| Net investment income | 91,803 | 98,494 | (161,680) |
| Benefit payments including refunds of employee contribution | (183,828) | (180,947) | (177,162) |
| Administrative expenses | (3,482) | (3,396) | (3,607) |
| Other | — | — | — |
| Net change in plan fiduciary net position | 76,188 | 57,083 | (207,204) |
| Plan fiduciary net position—beginning | 1,183,981 | 1,126,898 | 1,334,102 |
| Plan fiduciary net position—ending (b) | 1,260,169 | 1,183,981 | 1,126,898 |
| NET PENSION LIABILITY—Ending (a)–(b) | \$ 1,867,284 | \$ 1,887,596 | \$ 1,693,944 |
| PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY | 40.29 % | 38.55 % | 39.95 % |
| ALLOCATED COVERED PAYROLL ** | \$ 17,052 | \$ 16,445 | \$ 14,590 |
| EMPLOYER'S NET PENSION LIABILITY AS A PERCENTAGE OF ALLOCATED COVERED PAYROLL | 738.48 % | 790.68 % | 791.25 % |
| ALLOCATED NET PENSION LIABILITY | \$ 125,924 | \$ 130,028 | \$ 115,444 |
| ALLOCATED PERCENTAGE | 6.74 % | 6.89 % | 6.82 % |

* Includes pension plan administrative expense.

** Allocated covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

*** Includes City's supplemental pension contribution starting 2023. In 2024, the contribution was \$20.3 million.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| \$ 40,411 | \$ 39,216 | \$ 38,522 | \$ 40,801 | \$ 80,232 | \$ 82,960 | \$ 38,389 |
| 192,343 | 191,099 | 188,347 | 183,135 | 154,047 | 150,166 | 153,812 |
| — | — | — | — | 150 | — | 384,033 |
| (31,083) | (18,992) | (8,820) | 15,143 | (62,178) | (30,428) | (46,085) |
| 21,870 | 44,034 | 32,846 | (11,788) | (1,074,754) | (62,905) | 1,175,935 |
| (172,514) | (169,056) | (164,959) | (160,061) | (157,050) | (154,683) | (152,530) |
| (3,837) | (3,616) | (3,691) | (3,933) | (3,985) | (4,080) | (3,844) |
| 47,190 | 82,685 | 82,245 | 63,297 | (1,063,538) | (18,970) | 1,549,710 |
| 2,858,334 | 2,775,649 | 2,693,404 | 2,630,107 | 3,693,645 | 3,712,615 | 2,162,905 |
| 2,905,524 | 2,858,334 | 2,775,649 | 2,693,404 | 2,630,107 | 3,693,645 | 3,712,615 |
| 84,969 | 73,744 | 59,346 | 47,844 | 35,457 | 12,603 | 12,412 |
| 17,637 | 18,064 | 18,143 | 17,837 | 17,411 | 17,246 | 16,844 |
| 138,105 | 163,057 | 184,027 | (75,219) | 207,981 | 57,997 | (22,318) |
| (172,514) | (169,056) | (164,959) | (160,061) | (157,050) | (154,683) | (152,530) |
| (3,837) | (3,616) | (3,691) | (3,933) | (3,985) | (4,080) | (3,844) |
| — | — | — | 661 | — | — | — |
| 64,360 | 82,193 | 92,866 | (172,871) | 99,814 | (70,917) | (149,436) |
| 1,269,742 | 1,187,549 | 1,094,683 | 1,267,554 | 1,167,740 | 1,238,657 | 1,388,093 |
| 1,334,102 | 1,269,742 | 1,187,549 | 1,094,683 | 1,267,554 | 1,167,740 | 1,238,657 |
| \$1,571,422 | \$1,588,592 | \$1,588,100 | \$1,598,721 | \$1,362,553 | \$2,525,905 | \$2,473,958 |
| 45.92 % | 44.42 % | 42.78 % | 40.64 % | 48.19 % | 31.61 % | 33.36 % |
| \$ 14,922 | \$ 14,495 | \$ 13,751 | \$ 13,288 | \$ 13,172 | \$ 12,408 | \$ 12,730 |
| 740.81 % | 766.71 % | 750.49 % | 755.96 % | 653.68 % | 1,213.47 % | 128.15 % |
| \$ 110,542 | \$ 111,135 | \$ 103,200 | \$ 100,454 | \$ 86,106 | \$ 150,573 | \$ 153,802 |
| 7.03 % | 7.00 % | 6.50 % | 6.28 % | 6.30 % | 5.96 % | 6.22 % |

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| | 2024 | 2023 | 2022 |
|---|----------------------|----------------------|----------------------|
| POLICEMEN'S: | | | |
| Total pension liability: | | | |
| Service cost* | \$ 302,649 | \$ 267,382 | \$ 294,515 |
| Interest | 1,162,637 | 1,062,690 | 1,011,977 |
| Benefit changes | (19,008) | 1,060,152 | 40,210 |
| Differences between expected and actual experience | (126,016) | 107,955 | 179,968 |
| Assumption changes | 68,473 | 40,696 | (700,065) |
| Benefit payments including refunds | (1,016,120) | (987,199) | (947,589) |
| Pension plan administrative expense | (4,625) | (4,260) | (4,394) |
| Net change in total pension liability | 367,990 | 1,547,416 | (125,378) |
| Total pension liability—beginning | 17,762,046 | 16,214,630 | 16,340,008 |
| Total pension liability—ending (a) | 18,130,036 | 17,762,046 | 16,214,630 |
| Plan fiduciary net position: | | | |
| Contributions—employer*** | 1,011,371 | \$ 942,953 | 801,706 |
| Contributions—employee | 121,412 | 115,162 | 114,403 |
| Net investment income | 343,400 | 316,389 | (324,259) |
| Benefit payments including refunds of employee contribution | (1,016,120) | (987,199) | (947,589) |
| Administrative expenses | (4,625) | (4,260) | (4,394) |
| Other | 85 | 109 | 368 |
| Net change in plan fiduciary net position | 455,523 | 383,154 | (359,765) |
| Adjustment as of January 1, | — | — | (119) |
| Plan fiduciary net position—beginning | 3,869,934 | 3,486,780 | 3,846,664 |
| Plan fiduciary net position—ending (b) | 4,325,457 | 3,869,934 | 3,486,780 |
| NET PENSION LIABILITY—Ending (a)-(b) | <u>\$ 13,804,579</u> | <u>\$ 13,892,112</u> | <u>\$ 12,727,850</u> |
| PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY | <u>23.86 %</u> | <u>21.79 %</u> | <u>21.50 %</u> |
| ALLOCATED COVERED PAYROLL** | <u>\$ 20,926</u> | <u>\$ 21,885</u> | <u>\$ 21,973</u> |
| EMPLOYER'S NET PENSION LIABILITY AS A PERCENTAGE OF ALLOCATED COVERED PAYROLL | <u>1,032.11 %</u> | <u>1,036.95 %</u> | <u>999.03 %</u> |
| ALLOCATED NET PENSION LIABILITY | <u>\$ 215,976</u> | <u>\$ 226,937</u> | <u>\$ 219,516</u> |
| ALLOCATED PERCENTAGE | <u>1.56 %</u> | <u>1.63 %</u> | <u>1.72 %</u> |

* Includes pension plan administrative expense

** Allocated covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

*** Includes City's supplemental pension contribution starting 2023. In 2024, the contribution was \$79.9 million.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|--------------------|
| \$ 284,707 | \$ 286,537 | \$ 240,383 | \$ 242,998 | \$ 237,333 | \$ 220,570 | \$ 213,585 |
| 963,417 | 942,623 | 944,739 | 931,731 | 917,720 | 851,098 | 832,972 |
| — | — | 24,216 | — | — | 606,250 | — |
| 450,528 | 61,914 | (68,010) | (281,151) | (299,923) | 1,801 | (105,969) |
| 37,029 | 260,021 | 1,140,418 | (259,052) | 238,975 | 112,585 | — |
| (887,076) | (841,598) | (800,668) | (771,104) | (747,891) | (707,196) | (676,777) |
| (3,337) | (4,359) | (4,734) | (4,626) | (4,843) | (4,750) | (4,508) |
| 845,268 | 705,138 | 1,476,344 | (141,204) | 341,371 | 1,080,358 | 259,303 |
| 15,494,740 | 14,789,602 | 13,313,258 | 13,454,462 | 13,113,091 | 12,032,733 | 11,773,430 |
| 16,340,008 | 15,494,740 | 14,789,602 | 13,313,258 | 13,454,462 | 13,113,091 | 12,032,733 |
| 788,770 | 739,441 | 581,936 | 588,035 | 494,483 | 272,428 | 572,836 |
| 136,225 | 113,622 | 110,792 | 107,186 | 103,011 | 101,476 | 107,626 |
| 370,141 | 271,891 | 369,982 | (137,977) | 412,190 | 142,699 | (5,334) |
| (887,076) | (841,598) | (800,668) | (771,104) | (747,891) | (707,196) | (676,777) |
| (3,337) | (4,359) | (4,734) | (4,626) | (4,843) | (4,750) | (4,508) |
| 91 | 472 | 32 | 1,600 | 97 | 1,413 | 3,092 |
| 404,814 | 279,469 | 257,340 | (216,886) | 257,047 | (193,930) | (3,065) |
| (48) | — | (91) | — | — | — | — |
| 3,441,898 | 3,162,429 | 2,905,180 | 3,122,066 | 2,865,019 | 3,058,949 | 3,062,014 |
| 3,846,664 | 3,441,898 | 3,162,429 | 2,905,180 | 3,122,066 | 2,865,019 | 3,058,949 |
| <u>\$12,493,344</u> | <u>\$12,052,842</u> | <u>\$11,627,173</u> | <u>\$10,408,078</u> | <u>\$10,332,396</u> | <u>\$10,248,072</u> | <u>\$8,973,784</u> |
| <u>23.54 %</u> | <u>22.21 %</u> | <u>21.38 %</u> | <u>21.82 %</u> | <u>23.20 %</u> | <u>21.85 %</u> | <u>25.42 %</u> |
| <u>\$ 20,962</u> | <u>\$ 20,226</u> | <u>\$ 21,481</u> | <u>\$ 16,965</u> | <u>\$ 16,071</u> | <u>\$ 15,834</u> | <u>\$ 14,540</u> |
| <u>992.86 %</u> | <u>1,007.78 %</u> | <u>946.08 %</u> | <u>863.51 %</u> | <u>898.15 %</u> | <u>915.39 %</u> | <u>825.85 %</u> |
| <u>\$ 208,124</u> | <u>\$ 203,837</u> | <u>\$ 203,224</u> | <u>\$ 146,498</u> | <u>\$ 144,344</u> | <u>\$ 144,940</u> | <u>\$ 120,078</u> |
| <u>1.67 %</u> | <u>1.69 %</u> | <u>1.75 %</u> | <u>1.41 %</u> | <u>1.40 %</u> | <u>1.41 %</u> | <u>1.34 %</u> |

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| | 2024 | 2023 | 2022 |
|---|--------------|--------------|--------------|
| FIREMEN'S: | | | |
| Total pension liability: | | | |
| Service cost | \$ 114,995 | \$ 120,151 | \$ 111,917 |
| Interest | 487,097 | 481,018 | 466,819 |
| Benefit changes | — | 4,964 | 11,737 |
| Differences between expected and actual experience | 1,702 | (83,067) | (30,667) |
| Assumption changes | — | — | 53,665 |
| Benefit payments including refunds | (434,989) | (420,725) | (401,968) |
| Pension plan administrative expense | — | — | — |
| Net change in total pension liability | 168,805 | 102,341 | 211,503 |
| Total pension liability—beginning | 7,318,750 | 7,216,409 | 7,004,906 |
| Total pension liability—ending (a) | 7,487,555 | 7,318,750 | 7,216,409 |
| Plan fiduciary net position: | | | |
| Contributions—employer*** | 472,122 | \$ 467,098 | 399,210 |
| Contributions—employee | 53,203 | 52,456 | 53,031 |
| Net investment income | 105,357 | 129,524 | (155,590) |
| Benefit payments including refunds of employee contribution | (434,989) | (420,725) | (401,968) |
| Administrative expenses | (3,932) | (3,584) | (3,390) |
| Other | 5 | 7 | 5 |
| Net change in plan fiduciary net position | 191,766 | 224,776 | (108,702) |
| Plan fiduciary net position—beginning | 1,582,472 | 1,357,696 | 1,466,398 |
| Plan fiduciary net position—ending (b) | 1,774,238 | 1,582,472 | 1,357,696 |
| NET PENSION LIABILITY—Ending (a)-(b) | \$ 5,713,317 | \$ 5,736,278 | \$ 5,858,713 |
| PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY | 23.70 % | 21.62 % | 18.81 % |
| ALLOCATED COVERED PAYROLL ** | \$ 26,360 | \$ 26,288 | \$ 26,315 |
| EMPLOYER'S NET PENSION LIABILITY AS A PERCENTAGE OF ALLOCATED COVERED PAYROLL | 1,079.84 % | 1,095.05 % | 1,114.92 % |
| ALLOCATED NET PENSION LIABILITY | \$ 284,642 | \$ 287,868 | \$ 293,390 |
| ALLOCATED PERCENTAGE | 4.98 % | 5.02 % | 5.01 % |

* Includes pension plan administrative expense.

** Allocated covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

*** Includes City's supplemental pension contribution starting 2023. In 2024, the contribution was \$28.3 million.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - Continued
LAST TEN FISCAL YEARS
(Dollars are in thousands)

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ 112,730 | \$ 109,487 | \$ 102,141 | \$ 97,143 | * \$ 93,367 | * \$ 94,115 | * \$ 87,203 |
| 429,630 | 410,128 | 408,586 | 410,821 | 371,622 | 342,085 | 338,986 |
| 196,531 | — | — | — | — | 227,213 | — |
| 93,928 | 174,717 | (65,213) | (56,418) | 26,954 | 24,110 | (7,981) |
| (340,370) | 30,468 | 190,954 | 382,611 | 414,219 | (74,373) | 176,282 |
| (388,674) | (366,160) | (346,337) | (324,662) | (306,098) | (286,759) | (278,017) |
| — | — | — | (3,285) | (3,172) | (3,217) | (3,149) |
| 103,775 | 358,640 | 290,131 | 506,210 | 596,892 | 323,174 | 313,324 |
| 6,901,131 | 6,542,491 | 6,252,360 | 5,746,150 | 5,149,258 | 4,826,084 | 4,512,760 |
| 7,004,906 | 6,901,131 | 6,542,491 | 6,252,360 | 5,746,150 | 5,149,258 | 4,826,084 |
| 367,481 | 368,423 | 255,382 | 249,684 | 228,453 | 154,101 | 236,104 |
| 52,268 | 54,414 | 46,623 | 45,894 | 47,364 | 48,960 | 46,552 |
| 129,513 | 105,367 | 161,082 | (58,000) | 140,570 | 60,881 | 7,596 |
| (388,674) | (366,160) | (346,337) | (324,662) | (306,098) | (286,759) | (278,017) |
| (3,082) | (2,991) | (3,226) | (3,285) | (3,172) | (3,217) | (3,149) |
| 5 | 13 | 507 | 6 | 22 | (53) | 7 |
| 157,511 | 159,066 | 114,031 | (90,363) | 107,139 | (26,087) | 9,093 |
| 1,308,887 | 1,149,821 | 1,035,790 | 1,126,153 | 1,019,014 | 1,045,101 | 1,036,008 |
| 1,466,398 | 1,308,887 | 1,149,821 | 1,035,790 | 1,126,153 | 1,019,014 | 1,045,101 |
| <u>\$5,538,508</u> | <u>\$5,592,244</u> | <u>\$5,392,670</u> | <u>\$5,216,570</u> | <u>\$4,619,997</u> | <u>\$4,130,244</u> | <u>\$3,780,983</u> |
| 20.93 % | 18.97 % | 17.57 % | 16.57 % | 19.60 % | 19.79 % | 21.66 % |
| <u>\$ 26,067</u> | <u>\$ 25,077</u> | <u>\$ 22,992</u> | <u>\$ 23,293</u> | <u>\$ 23,419</u> | <u>\$ 23,680</u> | <u>\$ 22,654</u> |
| 1,065.01 % | 1,117.63 % | 1,179.80 % | 1,141.56 % | 984.22 % | 863.22 % | 812.71 % |
| <u>\$ 277,616</u> | <u>\$ 280,262</u> | <u>\$ 271,256</u> | <u>\$ 265,904</u> | <u>\$ 230,490</u> | <u>\$ 204,414</u> | <u>\$ 184,109</u> |
| 5.01 % | 5.01 % | 5.03 % | 5.10 % | 4.99 % | 4.95 % | 4.87 % |

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
(Dollars are in thousands)**

Municipal Employees'

| Years Ended December 31, | Actuarially Determined Contributions | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency | Covered Payroll * | Contributions as a Percentage of Covered Payroll |
|-------------------------------------|---|---|------------------------------------|------------------------------|---|
| 2015 | \$ 677,200 | \$ 149,225 | \$ 527,975 | \$ 1,643,481 | 9.08 % |
| 2016 | 961,770 | 149,718 | 812,052 | 1,646,939 | 9.09 |
| 2017 | 1,005,457 | 261,764 | 743,693 | 1,686,533 | 15.52 |
| 2018 | 1,049,916 | 349,574 | 700,342 | 1,734,596 | 20.15 |
| 2019 | 1,117,388 | 418,269 | 699,119 | 1,802,790 | 23.20 |
| 2020 | 1,167,154 | 496,992 | 670,162 | 1,861,905 | 26.69 |
| 2021 | 1,218,361 | 573,198 | 645,163 | 2,001,181 | 28.64 |
| 2022 | 1,262,413 | 959,550 | 302,863 | 2,166,182 | 44.30 |
| 2023 | 1,273,345 | 1,077,258 | 196,087 | 2,383,203 | 45.20 |
| 2024 | 1,238,711 | 1,118,398 | 120,313 | 2,600,118 | 43.01 |

* Covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

Note: The schedule of contribution amounts are presented City-wide, as the statutory requirement for contribution is for the City of Chicago and not the individual Enterprise fund.

Laborers'

| Years Ended December 31, | Actuarially Determined Contributions * | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency | Covered Payroll ** | Contributions as a Percentage of Covered Payroll |
|-------------------------------------|---|---|------------------------------------|-------------------------------|---|
| 2015 | \$ 79,851 | \$ 12,412 | \$ 67,439 | \$ 204,773 | 6.06 % |
| 2016 | 117,033 | 12,603 | 104,430 | 208,155 | 6.05 |
| 2017 | 124,226 | 35,457 | 88,769 | 208,442 | 17.01 |
| 2018 | 129,247 | 47,844 | 81,403 | 211,482 | 22.62 |
| 2019 | 148,410 | 59,346 | 89,064 | 211,608 | 28.05 |
| 2020 | 155,794 | 73,744 | 82,050 | 207,195 | 35.59 |
| 2021 | 155,245 | 84,969 | 70,276 | 212,122 | 40.06 |
| 2022 | 153,023 | 116,176 | 36,847 | 214,083 | 54.27 |
| 2023 | 153,405 | 123,796 | 29,609 | 238,725 | 51.86 |
| 2024 | 168,828 | 147,466 | 21,362 | 252,856 | 58.32 |

* The LABF Statutory Funding does not conform to Actuarial Standards of Practice, therefore, the actuarially determined contribution is equal to the normal cost plus an amount to amortize the unfunded liability using level dollar payments and a 30-year open amortization period.

** Covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

Note: The schedule of contribution amounts are presented City-wide, as the statutory requirement for contribution is for the City of Chicago and not the individual Enterprise fund.

(Continued)

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
(Dollars are in thousands)**

Policemen's

| Years Ended December 31, | Actuarially Determined Contributions * | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency | Covered Payroll ** | Contributions as a Percentage of Covered Payroll |
|-------------------------------------|---|---|------------------------------------|-------------------------------|---|
| 2015 | \$ 785,501 | \$ 575,928 | \$ 209,573 | \$ 1,086,608 | 53.00 % |
| 2016 | 785,695 | 273,840 | 511,855 | 1,119,527 | 24.46 |
| 2017 | 910,938 | 494,580 | 416,358 | 1,150,406 | 42.99 |
| 2018 | 924,654 | 589,635 | 335,019 | 1,205,324 | 48.92 |
| 2019 | 933,770 | 581,968 | 351,802 | 1,228,987 | 47.35 |
| 2020 | 1,037,582 | 739,913 | 297,669 | 1,195,980 | 61.87 |
| 2021 | 1,047,839 | 788,861 | 258,978 | 1,258,338 | 62.69 |
| 2022 | 1,085,159 | 802,074 | 283,085 | 1,274,050 | 62.95 |
| 2023 | 1,118,719 | 943,062 | 175,657 | 1,339,704 | 70.39 |
| 2024 | 1,242,010 | 1,011,456 | 230,554 | 1,337,507 | 75.62 |

* The PABF Statutory Funding does not conform to Actuarial Standards of Practice, therefore, for fiscal years 2015 and after, the actuarially determined contribution is equal to the normal cost plus a 30-year level dollar amortization of the unfunded actuarial liability. Prior to 2015 the actuarially determined contribution was equal to the "ARC" which was equal to the normal cost plus a 30-year open level percent amortization of the unfunded actuarial liability.

** Covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

Note: The schedule of contribution amounts are presented City-wide, as the statutory requirement for contribution is for the City of Chicago and not the individual Enterprise fund.

Firemen's

| Years Ended December 31, | Actuarially Determined Contributions * | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency | Covered Payroll ** | Contributions as a Percentage of Covered Payroll |
|-------------------------------------|---|---|------------------------------------|-------------------------------|---|
| 2015 | \$ 323,545 | \$ 236,104 | \$ 87,441 | \$ 465,232 | 50.75 % |
| 2016 | 333,952 | 154,101 | 179,851 | 478,471 | 32.21 |
| 2017 | 372,845 | 228,453 | 144,392 | 469,407 | 48.67 |
| 2018 | 412,220 | 249,684 | 162,536 | 456,969 | 54.64 |
| 2019 | 442,045 | 255,382 | 186,663 | 457,082 | 55.87 |
| 2020 | 466,556 | 368,423 | 98,133 | 500,368 | 73.63 |
| 2021 | 476,498 | 367,481 | 109,017 | 520,047 | 70.66 |
| 2022 | 509,936 | 399,210 | 110,726 | 525,480 | 75.97 |
| 2023 | 528,572 | 467,098 | 61,474 | 523,829 | 89.17 |
| 2024 | 541,052 | 472,122 | 68,930 | 529,090 | 89.23 |

* The FABF Statutory Funding does not conform to Actuarial Standards of Practice; therefore, the Actuarially Determined Contribution is equal to the normal cost plus an amount to amortize the unfunded liability using level dollar payments and a 30-year open amortization period. Amounts for fiscal years prior to 2015 were based on the "ARC" which was equal to normal cost plus an amount to amortize the unfunded liability using a 30-year open period level dollar amortization.

** Covered payroll is the amount in force as of the actuarial valuation date and likely differs from actual payroll paid during fiscal year.

Note: The schedule of contribution amounts are presented City-wide, as the statutory requirement for contribution is for the City of Chicago and not the individual Enterprise fund.

(Continued)

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

SCHEDULE OF CONTRIBUTIONS

| Actuarial Methods and Assumptions | Municipal Employees' | | Laborers' | | Policemen's | | Firemen's | |
|--------------------------------------|--------------------------|-----|--------------------------|-----|--------------------------|-----|--------------------------|-----|
| Actuarial valuation date | 12/31/23 | | 12/31/23 | | 12/31/23 | | 12/31/23 | |
| Actuarial cost method | Entry age normal | | Entry age normal | | Entry age normal | | Entry age normal | |
| Asset valuation method | 5-yr. Smoothed Market | | 5-yr. Smoothed Market | | 5-yr. Smoothed Market | | 5-yr. Smoothed Market | |
| Actuarial assumptions: | | | | | | | | |
| Inflation | 2.50% | | 2.25% | | 2.25% | | 2.50% | |
| Salary increases | 2.50% - 14.00% | (a) | 3.00% | (b) | 3.50% | (c) | 3.50% - 25.00% | (d) |
| Investment rate of return .. | 6.75% | (e) | 6.75% | (f) | 6.75% | (e) | 6.75% | (e) |
| Retirement age | (g) | | (h) | | (i) | | (j) | |
| Mortality | (k) | | (l) | | (m) | | (n) | |
| Other information | (o) | | (p) | | (q) | | (r) | |

- (a) Varying by years of service and employer.
(b) Plus a service-based increase in the first nine years.
(c) Plus service based increases consistent with bargaining contracts.
(d) Varying by years of service.
(e) Net of investment expense.
(f) Net of investment expense, including inflation.
(g) Tier 1 - For employees first hired prior to January 1, 2011, rates of retirement are based on the recent experience of the Fund (effective December 31, 2022). Tier 2 - For employees first hired on or after January 1, 2011 and before July 6, 2017, rates of retirement for each age from 62 to 80 were used (effective December 31, 2011). Tier 3 - For employees first hired and contributed on or after July 6, 2017, or "elective" Tier 3 members, rates of retirement for each age from 60 to 80 were used (effective December 31, 2018).
(h) Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the December 31, 2020, valuation pursuant to an experience study of the period January 1, 2017, through December 31, 2019.
(i) Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the December 31, 2019, actuarial valuation pursuant to an experience study of the period January 1, 2014, through December 31, 2018.
(j) Retirement rates are based on the recent experience of the Fund (effective December 31, 2022).
(k) Post-retirement mortality rates were based on the PubG-2010 Retiree Amount-weighted Below Median Mortality Tables (sex specific), using 117% of the rates for females and 111% of the rates for males, projected generationally using scale MP-2021. Beneficiary mortality rates were based on the PubG-2010 Contingent Survivor Table Amount-weighted Below Median Mortality table (sex-specific), using 111% of the rates for females and 113% of the rates for males, projected generationally using scale MP-2021. Pre-retirement mortality rates were based on the PubG-2010 Employee Amount-weighted Below Median Mortality table (sex-specific), using 92% of the rates for females and 90% of the rates for males, projected generationally using scale MP-2021.
(l) Post Retirement Mortality: Scaling factors of 109% for males, and 108% for females of the Pub-2010 Amount-weighted Below-median Income General Healthy Retiree Mortality Tables, sex distinct, with generational mortality improvement using MP-2020 2-dimensional mortality improvement scales recently released by the SOA. This assumption provides a margin for mortality improvements. Pre Retirement Mortality: Scaling factors of 111% for males, and 115% for females of the Pub-2010 Amount-weighted Below-median Income General Employee Mortality Tables, sex distinct, with generational mortality improvement using MP-2020 2-dimensional mortality improvement scales recently released by the SOA. This assumption provides a margin for mortality improvements.
(m) Post-Retirement Healthy mortality rates: Sex distinct Pub-2010 Amount-weighted Safety Healthy Retiree Mortality Tables weighted 119% for males and 102% for females, set forward one year for males. Pre-Retirement mortality rates: Sex distinct Pub-2010 Amount-weighted Safety Employee Mortality Tables weighted 100% for males and 100% for females. Disabled Mortality: Sex distinct Pub-2010 Amount-weighted Safety Healthy Retiree Mortality Tables weighted 129% for males and 112% for females, set forward one year for males. Future mortality improvements are reflected by projecting the base mortality tables forward using the MP-2018 projection scale.
(n) Post-retirement mortality rates for non-disabled pensioners were based on the PubS-2010 Retiree Amount-weighted Mortality Table, using 119% of rates for males and 100% of rates for females, projected generationally using scale MP-2021. Post-retirement rates for disabled pensioners were based on the PubS-2010 Disabled Retiree Amount-weighted Mortality Table, projected generationally using scale MP-2021. Beneficiary mortality rates were based on the Pub-2010 Contingent Survivor Amount-weighted Mortality Table, using 100% of rates for males and 113% of rates for females, projected generationally using scale MP-2021. Pre-retirement mortality rates were based on the PubS-2010 Employee Amount-weighted Mortality Table, projected generationally using scale MP-2021.
(o) Other assumptions: Same as those used in the December 31, 2023, actuarial funding valuations.
(p) Demographic assumptions were updated for the actuarial valuations as of December 31, 2020. The Investment Rate of Return was adopted for the actuarial valuation as of December 31, 2023.
(q) The actuarially determined contribution for fiscal year ended December 31, 2024 was determined in the funding actuarial valuation as of December 31, 2023 and the statutory contribution (upon which the actual contribution was based) for fiscal year ending December 31, 2024 was determined in the funding actuarial valuation as of December 31, 2022 using the actuarial assumptions and provisions in effect as of December 31, 2022..
(r) Other assumptions: Same as those used in the December 31, 2024, actuarial funding valuations.

(Concluded)

ADDITIONAL INFORMATION

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**ADDITIONAL INFORMATION
SENIOR LIEN GENERAL AIRPORT REVENUE BONDS
CALCULATIONS OF COVERAGE COVENANT
FOR THE YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

| | Sec 404 (a) | Sec 404 (b) |
|---|----------------------------|----------------------------|
| REVENUES: | | |
| Total revenues—as defined | \$ 1,622,743 | \$ 1,622,743 |
| Other available moneys (PFC for debt service, BAB Subsidy and COVID-19 Relief Funds) | 166,711 | 166,711 |
| Cash balance in revenue fund on first day of fiscal year (Note 2) | 81,757 | — |
| TOTAL AVAILABLE FOR COVERAGE COVENANT | <u>\$ 1,871,211</u> | <u>\$ 1,789,454</u> |
| COVERAGE REQUIREMENTS—Deposits required: | | |
| Operation and maintenance reserve | \$ 19,958 | |
| Maintenance reserve | 1,719 | |
| Supplemental O & M reserve | 44,317 | |
| Senior lien debt service fund | 613,164 | |
| TOTAL DEPOSITS REQUIREMENTS | <u>\$ 679,158</u> | |
| AGGREGATE SENIOR LIEN DEBT SERVICE | \$ 732,993 | \$ 732,993 |
| LESS AMOUNTS TRANSFERRED FROM CAPITALIZED INTEREST ACCOUNTS .. | (29,307) | (29,307) |
| NET AGGREGATE DEBT SERVICE | 703,686 | <u>703,686</u> |
| COVENANT REQUIREMENT | 1.25 | |
| NET AGGREGATE DEBT SERVICE | <u>\$ 879,608</u> | |
| COVERAGE REQUIREMENT (Greater of total deposit requirements or 125% of net aggregate debt service) | 879,608 | |
| OPERATION AND MAINTENANCE EXPENSES-As defined | 861,702 | 861,702 |
| TOTAL REQUIREMENT | <u>\$ 1,741,310</u> | <u>\$ 1,565,388</u> |
| TOTAL AVAILABLE FOR COVERAGE COVENANT | <u>\$ 1,871,211</u> | <u>\$ 1,789,454</u> |

See notes to calculations of coverage .

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**ADDITIONAL INFORMATION
SENIOR LIEN GENERAL AIRPORT REVENUE BONDS
NOTES TO DEBT SERVICE COVERAGE CALCULATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024**

1. RATE COVENANT

In the Master Indenture of Trust securing Chicago O'Hare International Airport Senior Lien Obligations:

The City covenants that it will fix and establish, and revise from time to time whenever necessary, the rentals, rates, and other charges for the use and operation of the Airport and for services rendered by the City in the operation of it in order that Revenues in each Fiscal Year, together with Other Available Moneys deposited with the Trustee with respect to that Fiscal Year and any cash balance held in the Revenue Fund on the first day of that Fiscal Year not then required to be deposited in any Fund or Account, will be at least sufficient: (i) to provide for the payment of Operation and Maintenance Expenses for the Fiscal Year; and (ii) to provide for the greater of (A) the sum of the amounts needed to make the deposits required to be made pursuant to all resolutions, ordinances, indentures and trust agreements pursuant to which all Outstanding Senior Lien Obligations or other outstanding Airport Obligations are issued and secured, and (B) one and twenty-five-hundredths times Aggregate Debt Service for the Bond Year commencing during that Fiscal Year, reduced by any proceeds of Airport Obligations held by the Trustee for disbursement during that Bond Year to pay principal of and interest on Senior Lien Obligations.

The City further covenants that it will fix and establish, and revise from time to time whenever necessary, the rentals, rates and other charges for the use and operation of the Airport and for services rendered by the City in the operation of it in order that Revenues in each Fiscal Year, together with Other Available Moneys consisting solely of (i) any passenger facility charges deposited with the Trustee for that Fiscal Year, and (ii) any other moneys received by the City in the immediately prior Fiscal Year and deposited with the Trustee no later than the last day of the immediately prior Fiscal Year, will be at least sufficient: (i) to provide for the payment of Operation and Maintenance Expenses for the Fiscal Year, and (ii) to provide for the payment of Aggregate Debt Service for the Bond Year commencing during that Fiscal Year reduced by any proceeds of Airport Obligations held by the Trustee for disbursement during the Bond Year to pay the principal of and interest on Senior Lien Obligations.

O'Hare contributed \$99.3 million to the pension funds. In addition, COVID-19 Relief Funds of \$11.5 million were applied to reduce the airline-based operating and maintenance costs in 2024.

2. REVENUE FUND BALANCE

The Revenue Fund balance includes all cash, cash equivalents and investments held in any Airport account which were available to the Revenue Fund to satisfy the coverage requirement under the terms of the Bond Ordinance. This balance also includes airfield credits, ARE and CRE net revenues from prior years that are required to be applied to the 2024 rates and charges in accordance with Section 8 of the 2018 O'Hare Airport Airline Use and Lease Agreement.

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PART III

STATISTICAL SECTION

(UNAUDITED)

STATISTICAL INFORMATION

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the Airport's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the Airport's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Airport's most significant revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Airport's current levels of outstanding debt and the Airport's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Airport's financial activities takes place.

Operating Information

These schedules contain data to help the reader understand how the information in the Airport's financial report relates to the services the Airport provides and the activities it performs.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

HISTORICAL OPERATING RESULTS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)

| | 2015 | 2016 |
|--|-------------|-------------|
| OPERATING REVENUES: | | |
| Landing fees | \$ 253,347 | \$ 301,285 |
| Rental revenues: | | |
| Terminal rental and use charges | 292,706 | 333,939 |
| Other rentals and fueling system fees | 48,199 | 52,870 |
| Subtotal rental revenues | 340,905 | 386,809 |
| Concessions: | | |
| Auto parking | 99,210 | 103,813 |
| Auto rentals | 29,176 | 28,436 |
| Restaurants | 49,366 | 52,786 |
| News and gifts | 24,355 | 25,082 |
| Hilton revenues | — | — |
| Other | 41,908 | 43,074 |
| Subtotal concessions | 244,015 | 253,191 |
| Reimbursements | 6,961 | 6,532 |
| Total operating revenues ⁽¹⁾ | 845,228 | 947,817 |
| OPERATING AND MAINTENANCE EXPENSES: | | |
| Salaries and wages ⁽²⁾ | 203,216 | 208,578 |
| Pension expense | 339,546 | 245,491 |
| Repairs and maintenance | 98,945 | 104,536 |
| Energy | 34,090 | 39,500 |
| Materials and supplies | 9,876 | 10,886 |
| Engineering and other professional services | 83,265 | 95,608 |
| Hilton expenses | — | — |
| Other operating expenses | 36,773 | 46,611 |
| Total operating and maintenance expenses before depreciation and amortization ⁽³⁾ | 805,711 | 751,210 |
| NET OPERATING INCOME BEFORE DEPRECIATION AND AMORTIZATION ⁽⁴⁾ | \$ 39,517 | \$ 196,607 |
| TOTAL AVAILABLE SOURCES FOR CALCULATING COVERAGE PER MASTER INDENTURE—Senior Lien | \$1,010,311 | \$1,130,225 |
| TOTAL REQUIREMENT PER MASTER INDENTURE—Senior lien ⁽⁵⁾ | \$ 981,095 | \$1,091,007 |
| COVERAGE COVENANT RATIO PER MASTER INDENTURE—Senior Lien | 1.10 | 1.10 |
| OPERATION AND MAINTENANCE EXPENSES PER MASTER INDENTURE—Senior Lien ⁽⁶⁾ | \$ 468,426 | \$ 508,531 |
| NET REVENUES AVAILABLE FOR SENIOR LIEN DEBT SERVICE | \$ 541,885 | \$ 621,694 |
| AGGREGATE DEBT SERVICE—Senior Lien ⁽⁶⁾ | \$ 466,063 | \$ 529,524 |
| COVERAGE RATIO ⁽⁶⁾ | 1.16 | 1.17 |

⁽¹⁾ Average annual compound growth rate for 2015–2024 for total operating revenues is 7.4%.

⁽²⁾ Salaries and wages includes charges for pension, health care and other employee benefits.

⁽³⁾ Average annual compound growth rate for 2015–2024 for total operating and maintenance expenses before depreciation and amortization is 2.0%.

⁽⁴⁾ Amount for 2024 may be reconciled to operating income of \$226,805 reported in the 2024 Statement of Revenues, Expenses and Changes in Net Position by deducting depreciation and amortization of \$426,787. Amount for prior years may be reconciled through similar calculation.

⁽⁵⁾ Represents Total Requirement for Operation and Maintenance Expenses and Aggregate Debt Service per Senior Lien Master Indenture.

⁽⁶⁾ Represents calculations per Section 404(a) of the Senior Lien Master Indenture.

Note: \$99.3 million is the portion of the City's pension contribution payable in 2024 to the pension funds and allocable to O'Hare Airport. This portion is included in Operating Expenses for purposes of calculation of the debt service coverage ratios.

Source: Chicago O'Hare International Airport Audited Financial Statements and City of Chicago Comptroller's Office.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

HISTORICAL OPERATING RESULTS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)

| 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| \$ 300,247 | \$ 336,168 | \$ 370,945 | \$ 365,580 | \$ 562,241 | \$ 511,873 | \$ 597,078 | \$ 708,065 |
| 350,727 | 373,765 | 440,325 | 274,283 | 253,713 | 328,470 | 355,507 | 394,415 |
| 62,905 | 84,513 | 113,567 | 90,646 | 121,473 | 127,035 | 147,217 | 171,631 |
| 413,632 | 458,278 | 553,892 | 364,929 | 375,186 | 455,505 | 502,724 | 566,046 |
| 106,620 | 103,975 | 103,459 | 39,624 | 73,599 | 107,913 | 115,279 | 117,097 |
| 28,028 | 29,971 | 32,559 | 28,372 | 27,591 | 19,775 | 24,220 | 28,902 |
| 54,657 | 57,972 | 61,690 | 28,819 | 34,330 | 50,655 | 56,135 | 61,731 |
| 24,354 | 25,465 | 25,012 | 23,309 | 12,325 | 21,921 | 27,665 | 23,773 |
| — | — | 66,614 | 18,365 | 32,587 | 55,783 | 56,405 | 60,836 |
| 43,762 | 43,240 | 32,813 | 30,163 | 21,415 | 30,257 | 40,450 | 40,750 |
| 257,421 | 260,623 | 322,147 | 168,652 | 201,847 | 286,304 | 320,154 | 333,090 |
| 4,879 | 6,844 | 6,501 | 6,451 | 5,878 | 5,751 | 7,795 | 5,790 |
| 976,179 | 1,061,913 | 1,253,485 | 905,612 | 1,145,152 | 1,259,433 | 1,427,751 | 1,612,990 |
| 210,649 | 227,219 | 221,763 | 228,173 | 213,023 | 225,303 | 247,684 | 267,294 |
| 145,992 | 145,920 | 159,153 | 45,419 | 62,448 | 163,979 | 162,343 | 97,463 |
| 95,310 | 115,008 | 143,231 | 144,975 | 170,176 | 153,522 | 183,431 | 200,927 |
| 34,773 | 35,027 | 42,297 | 35,350 | 35,004 | 34,430 | 46,613 | 44,117 |
| 6,937 | 16,284 | 14,647 | 7,670 | 13,876 | 16,368 | 16,456 | 17,564 |
| 101,798 | 111,642 | 133,994 | 140,982 | 149,419 | 172,740 | 191,464 | 207,427 |
| — | — | 43,021 | 20,157 | 24,234 | 35,597 | 38,588 | 43,138 |
| 57,035 | 59,166 | 84,478 | 68,999 | 104,751 | 88,430 | 88,966 | 81,469 |
| 652,494 | 710,266 | 842,584 | 691,725 | 772,931 | 890,369 | 975,545 | 959,399 |
| \$ 323,685 | \$ 351,647 | \$ 410,901 | \$ 213,887 | \$ 372,221 | \$ 369,064 | \$ 452,206 | \$ 653,591 |
| \$ 1,183,777 | \$ 1,277,670 | \$ 1,456,750 | \$ 1,351,388 | \$ 1,358,971 | \$ 1,526,908 | \$ 1,636,757 | \$ 1,871,211 |
| \$ 1,126,312 | \$ 1,193,799 | \$ 1,290,806 | \$ 1,173,826 | \$ 1,209,820 | \$ 1,371,102 | \$ 1,526,277 | \$ 1,741,310 |
| 1.10 | 1.10 | 1.13 | 1.15 | 1.12 | 1.11 | 1.07 | 1.07 |
| \$ 506,323 | \$ 579,040 | \$ 632,686 | \$ 556,633 | \$ 654,742 | \$ 597,704 | \$ 742,708 | \$ 861,702 |
| \$ 677,454 | \$ 698,630 | \$ 824,064 | \$ 794,755 | \$ 704,229 | \$ 929,204 | \$ 894,049 | \$ 1,009,509 |
| \$ 563,626 | \$ 558,872 | \$ 572,278 | \$ 514,327 | \$ 444,062 | \$ 618,718 | \$ 626,855 | \$ 703,686 |
| 1.20 | 1.25 | 1.44 | 1.55 | 1.59 | 1.50 | 1.43 | 1.43 |

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

DEBT SERVICE SCHEDULE
(Dollars in thousands)

The following table sets forth aggregate annual debt service for outstanding General Airport Revenue Bonds (GARB), Passenger Facility Charges (PFC) and Customer Facility Charges (CFC) revenue bonds:

| Year Ending December 31 | Total Senior Lien Bonds Debt Service | Total GARB Debt Service | Total PFC Debt Service | Total CFC Debt Service | Total TIFIA Loan Debt Service | Total Debt Service |
|------------------------------------|---|--|---|---|--|-----------------------------------|
| 2025 | \$ 755,640 | \$ 755,640 | \$ 4 | \$ 8,786 | \$ 15,157 | 779,587 |
| 2026 | 768,699 | 768,699 | 4 | 8,786 | 15,171 | 792,660 |
| 2027 | 768,322 | 768,322 | 4 | 8,786 | 15,177 | 792,289 |
| 2028 | 767,817 | 767,817 | 4 | 10,454 | 15,176 | 793,451 |
| 2029 | 750,640 | 750,640 | 4 | 11,182 | 15,169 | 776,995 |
| 2030 | 752,845 | 752,845 | 4 | 11,669 | 15,155 | 779,673 |
| 2031 | 762,979 | 762,979 | 4 | 13,977 | 15,162 | 792,122 |
| 2032 | 762,828 | 762,828 | 101 | 16,222 | 15,162 | 794,313 |
| 2033 | 694,278 | 694,278 | — | 18,006 | 15,154 | 727,438 |
| 2034 | 754,203 | 754,203 | — | 17,995 | 15,167 | 787,365 |
| 2035 | 774,896 | 774,896 | — | 17,982 | 15,142 | 808,020 |
| 2036 | 670,276 | 670,276 | — | 17,965 | 15,137 | 703,378 |
| 2037 | 671,387 | 671,387 | — | 17,949 | 15,124 | 704,460 |
| 2038 | 670,066 | 670,066 | — | 17,936 | 15,130 | 703,132 |
| 2039 | 668,043 | 668,043 | — | 17,898 | 15,127 | 701,068 |
| 2040 | 556,483 | 556,483 | — | 17,881 | 15,142 | 589,506 |
| 2041 | 500,247 | 500,247 | — | 17,859 | 15,116 | 533,222 |
| 2042 | 422,010 | 422,010 | — | 17,840 | 15,110 | 454,960 |
| 2043 | 421,811 | 421,811 | — | 17,816 | 15,120 | 454,747 |
| 2044 | 421,382 | 421,382 | — | — | 22,784 | 444,166 |
| 2045 | 419,947 | 419,947 | — | — | 22,759 | 442,706 |
| 2046 | 400,867 | 400,867 | — | — | 22,738 | 423,605 |
| 2047 | 420,508 | 420,508 | — | — | 22,748 | 443,256 |
| 2048 | 420,164 | 420,164 | — | — | 22,731 | 442,895 |
| 2049 | 603,002 | 603,002 | — | — | 22,718 | 625,720 |
| 2050 | 419,143 | 419,143 | — | — | 22,704 | 441,847 |
| 2051 | 418,756 | 418,756 | — | — | 22,689 | 441,445 |
| 2052 | 418,367 | 418,367 | — | — | 22,672 | 441,039 |
| 2053 | 408,964 | 408,964 | — | — | — | 408,964 |
| 2054 | 451,130 | 451,130 | — | — | — | 451,130 |
| 2055 | 407,683 | 407,683 | — | — | — | 407,683 |
| 2056 | 229,805 | 229,805 | — | — | — | 229,805 |
| 2057 | 75,695 | 75,695 | — | — | — | 75,695 |
| | <u>\$ 18,559,948</u> | <u>\$ 18,559,948</u> | <u>\$ 129</u> | <u>\$ 286,989</u> | <u>\$ 492,341</u> | <u>\$ 19,339,407</u> |

Note: The annual debt service tables in the Official Statements for the above debt were presented with a year ended January 1.
The information above is presented with a year ended December 31.
The change has been made to facilitate reconciliation to revenue bonds payable at December 31, 2024.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**CAPITAL IMPROVEMENT PLAN (CIP), 2025-2029
(Dollars in thousands)**

ESTIMATED USES—Five-Year Capital Improvement Program:

| | | |
|---------------------------------------|----|------------------|
| Airfield improvements | \$ | 1,010,361 |
| Terminal improvements | | 3,446,417 |
| Noise mitigation | | 52,941 |
| Fueling system | | 13,944 |
| Parking/roadway projects | | 176,174 |
| Heating and refrigeration | | 271,462 |
| Safety and security | | 27,800 |
| Infrastructure and land Support | | 130,345 |
| | | <hr/> |
| Total estimated uses | \$ | <u>5,129,444</u> |

ESTIMATED SOURCES:

| | | |
|---|----|------------------|
| Federal AIP discretionary grants | \$ | 507,585 |
| Federal AIP entitlement grants | | 59,000 |
| Bipartisan Infrastructure Law | | 90,000 |
| Airport Development Funds | | 3,773 |
| State grants | | 14,668 |
| Prior airport revenue bond proceeds | | 423,702 |
| 2022 Bonds | | 60,079 |
| Future Airport obligation proceeds | | 3,970,637 |
| | | <hr/> |
| Total estimated sources | \$ | <u>5,129,444</u> |

Source: City of Chicago Department of Aviation.

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**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**OPERATIONS OF THE AIRPORT
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

Airport Activity

According to statistics compiled by Airport Council International (ACI), for the 12-month period ended December 31, 2024, the Airport was ranked as the second airport in the world for total aircraft operations. According to the U.S. Department of Transportation, the Airport was eighth in the world in terms of total passengers, and sixth in the United States in terms of cargo volume. According to published airline schedules, during 2024, nonstop service was provided from the Airport to 259 destinations, 186 domestic airports and 73 foreign airports.

| Chicago O'Hare International Airport Historical Connecting Passengers | | | | |
|--|-------------------------------|--|--|---|
| Year | Total Enplanements | Total Originating Enplanements ⁽¹⁾ | Total Connecting Enplanements | Connecting Enplanements Percentage |
| 2015 | 38,395,905 | 20,096,191 | 18,299,714 | 47.7 % |
| 2016 | 38,872,669 | 20,991,241 | 17,881,428 | 46.0 |
| 2017 | 39,815,888 | 22,429,433 | 17,386,455 | 43.7 |
| 2018 | 41,563,343 | 23,483,289 | 18,080,054 | 43.5 |
| 2019 | 42,248,370 | 23,836,209 | 18,412,161 | 43.6 |
| 2020 ⁽²⁾ | 15,351,046 | 8,550,533 | 6,800,513 | 44.3 |
| 2021 | 26,945,359 | 15,259,775 | 11,685,584 | 43.4 |
| 2022 | 34,095,710 | 20,491,522 | 13,604,188 | 39.9 |
| 2023 | 36,597,770 | 22,219,326 | 14,378,444 | 39.3 |
| 2024 | 39,983,139 | 24,038,918 | 15,944,221 | 39.9 |

| Average Annual Compound Growth Rates | | | |
|---|-------|-------|--------|
| 2015-2024 | 0.5 % | 2.0 % | (1.5)% |

⁽¹⁾ Originating enplanements, resulting connecting enplanements and percentages have been recalculated based on updated information.

⁽²⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**ENPLANED COMMERCIAL PASSENGERS BY AIRLINE
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| | 2015 | | 2016 | | 2017 | | 2018 | |
|---|-------------------|----------------|-------------------|---------------|-------------------|----------------|-------------------|----------------|
| | Enplanements | % of Total | Enplanements | % of Total | Enplanements | % of Total | Enplanements | % of Total |
| United Airlines | 10,556,509 | 27.5 % | 11,722,663 | 30.2 % | 12,534,578 | 31.5 % | 12,831,523 | 30.9 % |
| American Airlines | 8,668,309 | 22.6 | 9,606,479 | 24.7 % | 9,763,126 | 24.5 | 10,053,968 | 24.2 |
| Envoy Airlines (dba American Eagle) | 2,992,870 | 7.8 | 3,494,513 | 9.0 % | 2,606,809 | 6.5 | 2,890,716 | 7.0 |
| Sky West (dba United Express, Delta, American) | 2,363,825 | 6.2 | 2,279,699 | 5.9 % | 3,997,933 | 10.0 | 3,781,224 | 9.1 |
| Mesa (dba United Express) | 2,365 | — | — | — % | 76 | — | — | — |
| Shuttle America (dba United Express) | 716,874 | 1.9 | 619,873 | 1.6 % | 23,061 | 0.1 | — | — |
| Spirit Airlines | — | — | — | — % | — | — | — | — |
| US Airways | 1,025,863 | 2.7 | — | — % | — | — | — | — |
| Go Jet (UA Express, Delta) | 867,993 | 2.3 | 750,452 | 1.9 % | 709,925 | 1.8 | 694,348 | 1.7 |
| Delta Airlines | 972,132 | 2.5 | 906,920 | 2.3 % | 898,063 | 2.3 | 1,080,185 | 2.6 |
| Trans State Air (dba United Express) | 279,635 | 0.7 | 353,453 | 0.9 % | 486,191 | 1.2 | 361,901 | 0.9 |
| Air Canada | 33,773 | 0.1 | 78,189 | 0.2 % | 206,178 | 0.5 | — | — |
| Southwest Airlines | — | — | — | — % | — | — | — | — |
| Air Wisconsin (dba United Express, American) | — | — | — | — % | 106,052 | 0.3 | 223,405 | 0.5 |
| All other ⁽²⁾ | 9,915,757 | 25.7 | 9,060,428 | 23.3 | 8,483,896 | 21.3 | 9,646,073 | 23.2 |
| Total | 38,395,905 | 100.0 % | 38,872,669 | 100.0% | 39,815,888 | 100.0 % | 41,563,343 | 100.0 % |

⁽¹⁾ Each airline listed is a signatory to a 1983 Airport Use Agreement and/or 2018 Airport Use Agreement.

⁽²⁾ Other includes airlines with minimal shares and those no longer operating at the Airport.

AIRLINES PROVIDING SERVICE AT THE AIRPORT

As of December 31, 2024, the Airport had scheduled air service by 50 airlines, including 15 domestic airlines, and 35 foreign flag airlines. Passenger service to the Airport is provided by 12 of the 15.

"Group III Carriers," which are defined by the U.S. Department of Transportation, Bureau of Transportation Statistics, Office of Airline Information to include domestic air carriers with annual operating revenues in excess of \$1 billion.

United Airlines and American Airlines (including their commuter affiliates) together accounted for approximately 77.7% of the enplaned commercial passengers at the Airport in 2024.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**ENPLANED COMMERCIAL PASSENGERS BY AIRLINE
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| 2019 | | 2020 | | 2021 | | 2022 | | 2023 | | 2024 | |
|--------------|---------|--------------|---------|--------------|---------|--------------|---------|--------------|---------|--------------|---------|
| % of | | % of | | % of | | % of | | % of | | % of | |
| Enplanements | Total | Enplanements | Total | Enplanements | Total | Enplanements | Total | Enplanements | Total | Enplanements | Total |
| 12,915,154 | 30.6 % | 4,055,574 | 26.4 % | 9,892,279 | 36.7 % | 12,332,209 | 36.2 % | 14,123,028 | 38.6 % | 15,011,211 | 37.5 % |
| 10,153,179 | 24.0 | 3,651,968 | 23.8 | 7,480,403 | 27.8 | 8,327,290 | 24.4 | 7,746,431 | 21.2 | 8,387,480 | 21.0 |
| 3,211,822 | 7.6 | 1,270,603 | 8.3 | 1,753,714 | 6.5 | 2,145,486 | 6.3 | 1,498,407 | 4.1 | 2,051,400 | 5.1 |
| 3,222,470 | 7.6 | 430,071 | 2.8 | 1,049,239 | 3.9 | 2,660,758 | 7.8 | 2,796,561 | 7.6 | 2,890,870 | 7.2 |
| — | — | — | — | 67,923 | 0.3 | 55,869 | 0.2 | — | — | — | — |
| — | — | — | — | — | — | — | — | — | — | — | — |
| — | — | — | — | — | — | — | — | — | — | 1,566,086 | 3.9 |
| — | — | — | — | — | — | — | — | — | — | — | — |
| 609,533 | 1.4 | 466,546 | 3.0 | 743,699 | 2.8 | 250,532 | 0.7 | 312,552 | 0.9 | 471,359 | 1.2 |
| 1,456,569 | 3.4 | 430,071 | 2.8 | 897,678 | 3.3 | 1,287,158 | 3.8 | 1,331,589 | 3.6 | 1,342,008 | 3.4 |
| 524,954 | 1.2 | 86,554 | 0.6 | — | — | — | — | — | — | — | — |
| — | — | — | — | 13,717 | 0.1 | 49,281 | 0.1 | 94,734 | 0.3 | 217,838 | 0.5 |
| — | — | — | — | — | — | — | — | — | — | 791,481 | 2.0 |
| 1,552,041 | 3.7 | 505,815 | 3.3 | 856,582 | 3.2 | 1,153,660 | 3.4 | 1,199,500 | 3.3 | 998,383 | 2.5 |
| 8,602,648 | 20.4 | 4,453,844 | 29.0 | 4,190,125 | 15.6 | 5,833,467 | 17.1 | 7,494,968 | 20.4 | 6,255,023 | 15.6 |
| 42,248,370 | 100.0 % | 15,351,046 | 100.0 % | 26,945,359 | 100.0 % | 34,095,710 | 100.0 % | 36,597,770 | 100.0 % | 39,983,139 | 100.0 % |

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**HISTORICAL PASSENGER TRAFFIC
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Year | Total Domestic Passengers | Percent of Total Passengers | Total International Passengers | Percent of Total Passengers | Total Passengers | Percent Change |
|---------------------------|--|--|---|--|-----------------------------|---------------------------|
| 2015 | 65,943,490 | 85.7 % | 11,006,014 | 14.3 % | 76,949,504 | 9.8 % |
| 2016 | 66,210,437 | 84.9 | 11,750,192 | 15.1 | 77,960,629 | 1.3 |
| 2017 | 67,362,667 | 84.4 | 12,465,516 | 15.6 | 79,828,183 | 2.4 |
| 2018 | 69,298,241 | 83.2 | 13,947,231 | 16.8 | 83,245,472 | 4.3 |
| 2019 | 70,450,326 | 83.2 | 14,198,789 | 16.8 | 84,649,115 | 1.7 |
| 2020 ⁽¹⁾ | 27,227,540 | 88.3 | 3,619,262 | 11.7 | 30,846,802 | (63.6) |
| 2021 | 48,410,636 | 89.6 | 5,614,148 | 10.4 | 54,024,784 | 75.1 |
| 2022 | 57,065,945 | 83.5 | 11,274,724 | 16.5 | 68,340,669 | 26.5 |
| 2023 | 60,348,098 | 81.7 | 13,552,841 | 18.3 | 73,900,939 | 8.1 |
| 2024 | 65,554,351 | 81.9 | 14,517,386 | 18.1 | 80,071,737 | 8.4 |

Average Annual Compound Growth Rates

| | | | |
|----------------|--------|-------|-------|
| 2015-2024 | (0.1)% | 3.1 % | 0.4 % |
|----------------|--------|-------|-------|

⁽¹⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**HISTORICAL TOTAL ORIGIN AND DESTINATION (O&D) ENPLANEMENTS
CHICAGO REGION AIRPORTS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Year | Chicago O'Hare International Airport | | Chicago Midway International Airport | | Total O&D Enplanements |
|---|---|--------------------------------|---|--------------------------------|------------------------------|
| | Total O&D Enplanements ⁽¹⁾ | Percent of Total Chicago | Total O&D Enplanements ⁽¹⁾ | Percent of Total Chicago | |
| 2015 | 20,096,191 | 75.0 % | 6,682,549 | 25.0 % | 26,778,740 |
| 2016 | 20,991,241 | 74.5 | 7,181,858 | 25.5 | 28,173,099 |
| 2017 | 22,429,433 | 75.1 | 7,446,996 | 24.9 | 29,876,429 |
| 2018 | 23,483,289 | 76.5 | 7,197,512 | 23.5 | 30,680,801 |
| 2019 | 23,836,209 | 77.4 | 6,944,982 | 22.6 | 30,781,191 |
| 2020 ⁽²⁾ | 8,550,533 | 74.6 | 2,912,068 | 25.4 | 11,462,601 |
| 2021 | 15,259,775 | 75.1 | 5,054,877 | 24.9 | 20,314,652 |
| 2022 | 20,491,522 | 76.6 | 6,266,354 | 23.4 | 26,757,876 |
| 2023 | 22,219,326 | 76.3 | 6,920,290 | 23.7 | 29,139,616 |
| 2024 | 24,038,918 | 77.6 | 6,920,307 | 22.4 | 30,959,225 |
| Average Annual Compound Growth Rates | | | | | |
| 2015-2024 | 2.0 % | | 0.4 % | | 1.6 % |

⁽¹⁾ Originating enplanements, resulting connecting enplanements and percentages have been recalculated based on updated information.

⁽²⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**ENPLANEMENT SUMMARY
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Years | Total O'Hare Enplanements | | | | |
|---|---|-------------------------------|--|-------------------------------|--------------------------------------|
| | Total Domestic Air Carrier Enplanements | Percent of Total O'Hare | Total International Enplanements | Percent of Total O'Hare | Total ⁽¹⁾ Enplanements |
| 2015 | 32,877,967 | 85.6 % | 5,517,938 | 14.4 % | 38,395,905 |
| 2016 | 33,015,851 | 84.9 | 5,856,818 | 15.1 | 38,872,669 |
| 2017 | 33,587,845 | 84.4 | 6,228,043 | 15.6 | 39,815,888 |
| 2018 | 34,598,046 | 83.2 | 6,965,297 | 16.8 | 41,563,343 |
| 2019 | 35,168,714 | 83.2 | 7,079,656 | 16.8 | 42,248,370 |
| 2020 ⁽²⁾ | 13,549,416 | 88.3 | 1,801,630 | 11.7 | 15,351,046 |
| 2021 | 24,169,431 | 89.7 | 2,775,928 | 10.3 | 26,945,359 |
| 2022 | 28,459,387 | 83.5 | 5,636,323 | 16.5 | 34,095,710 |
| 2023 | 29,916,091 | 81.7 | 6,681,679 | 18.3 | 36,597,770 |
| 2024 | 32,746,837 | 81.9 | 7,236,302 | 18.1 | 39,983,139 |
| Average Annual Compound Growth Rates | | | | | |
| 2015-2024 | — % | | 3.1 % | | 0.5 % |

⁽¹⁾ Total Enplanements equals Total Domestic Air Carrier Enplanements plus Total Domestic Commuter Enplanements plus Total International Enplanements.

⁽²⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**AIRCRAFT OPERATIONS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Year | Annual Aircraft Operations | | | | | Total |
|---|----------------------------|------------------------------|----------------------|-----------|---------------------|---------|
| | Domestic Air Carrier | International Air Carrier | Total Air Carrier | All-Cargo | General Aviation | |
| 2015 | 775,091 | 70,729 | 845,820 | 17,698 | 11,618 | 875,136 |
| 2016 | 762,664 | 75,395 | 838,059 | 17,932 | 11,644 | 867,635 |
| 2017 | 759,810 | 77,524 | 837,334 | 19,083 | 10,632 | 867,049 |
| 2018 | 785,629 | 83,628 | 869,257 | 24,052 | 10,438 | 903,747 |
| 2019 | 785,618 | 99,545 | 885,163 | 24,411 | 10,130 | 919,704 |
| 2020 ⁽¹⁾ | 460,757 | 41,966 | 502,723 | 30,402 | 5,086 | 538,211 |
| 2021 | 584,907 | 59,458 | 644,365 | 31,752 | 8,084 | 684,201 |
| 2022 | 593,533 | 76,839 | 670,372 | 30,913 | 10,276 | 711,561 |
| 2023 | 605,433 | 77,876 | 683,309 | 27,601 | 9,672 | 720,582 |
| 2024 | 654,241 | 81,649 | 735,890 | 29,403 | 10,743 | 776,036 |
| Average Annual Compound Growth Rates | | | | | | |
| 2015-2024 | (1.9)% | 1.6 % | (1.5)% | 5.8 % | (0.9)% | (1.3)% |

⁽¹⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**NET AIRLINE REQUIREMENT AND COST PER ENPLANED PASSENGER
FOR THE YEAR ENDED DECEMBER 31, 2024
(Dollars in thousands)**

| | |
|---|----------------------------|
| Calculation of cost per enplaned passenger: | |
| Operating and maintenance expenses ⁽¹⁾ | \$ 850,202 |
| Net capital costs ⁽¹⁾⁽²⁾ | 651,648 |
| Fund deposits ⁽³⁾ | <u>65,994</u> |
| Total airport expenses ⁽¹⁾ | 1,567,844 |
| Less: | |
| Non-airline revenue ⁽¹⁾ | (460,122) |
| 2023 ARE and CRE Net Revenues applied to 2024 Rates and Charges | (67,483) |
| Airfield Credit from 2022 Final Accounting | <u>(10,702)</u> |
| Net airline requirement ⁽⁴⁾ | 1,029,536 |
| Enplaned passengers | <u>39,983,139</u> |
| Cost per enplaned passenger | <u><u>\$ 25.75</u></u> |

⁽¹⁾ This analysis excludes the Airport General Fund, CFC Fund and PFC Fund.

⁽²⁾ Incremental adjustment required which provides 1.25x coverage on aggregate debt service.

⁽³⁾ Deposits to the Operations and Maintenance Reserve, Supplemental Operations and Maintenance Reserve, and Maintenance Reserve.

⁽⁴⁾ Revenue required to be collected from all Airline Parties under the ORD Airport Use Agreement.

Source: City of Chicago Comptroller's Office and Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**HISTORICAL PFC REVENUES
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| Year | Total Enplanements | PFC Enplanements ⁽¹⁾ | PFC Revenues (Net of Airline Collection Fees) ⁽²⁾ | PFC Interest Income | Total PFC Revenues |
|---------------------------|-------------------------------|--|---|------------------------------------|-----------------------------------|
| 2015 | 38,395,905 | 32,425,502 | 142,348 | 918 | 143,266 |
| 2016 | 38,872,669 | 34,993,891 | 153,623 | 941 | 154,564 |
| 2017 | 39,815,888 | 34,753,751 | 152,569 | 1,306 | 153,875 |
| 2018 | 41,563,343 | 37,088,975 | 162,871 | 3,230 | 166,101 |
| 2019 | 42,248,370 | 41,138,976 | 180,600 | 5,193 | 185,793 |
| 2020 ⁽³⁾ | 15,351,046 | 15,713,735 | 68,983 | 3,922 | 72,905 |
| 2021 | 26,945,359 | 22,507,518 | 98,808 | 1,750 | 100,558 |
| 2022 | 34,095,710 | 30,390,783 | 133,416 | 2,390 | 135,806 |
| 2023 | 36,597,770 | 32,595,945 | 143,096 | 6,240 | 149,336 |
| 2024 | 39,983,139 | 37,115,466 | 162,937 | 6,069 | 169,006 |

⁽¹⁾ Historical collection information reflects an actual percentage of eligible PFC enplanements of 92.8% in 2024.

⁽²⁾ Actual amounts above are recorded on a cash basis but are reported in the Airport's audited financial statements on an accrual basis. The cash basis PFC audit for 2024 has not yet been issued.

⁽³⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Comptroller's Office and Department of Aviation.

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**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**PASSENGER FACILITY CHARGE (PFC) DEBT SERVICE COVERAGE
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| Bond Year Ended | PFC Revenues | PFC Bonds Debt Service | Coverage by PFC Revenues ⁽¹⁾ |
|--------------------------------------|-------------------------|-----------------------------------|--|
| January 1, 2016 | \$ 143,266 | \$ 66,791 | 2.14 |
| January 1, 2017 | 154,564 | 66,425 | 2.33 |
| January 1, 2018 | 153,875 | 66,425 | 2.32 |
| January 1, 2019 | 166,101 | 50,358 | 3.30 |
| January 1, 2020 | 185,793 | 48,293 | 3.85 |
| January 1, 2021 ⁽²⁾ | 72,905 | 47,661 | 1.53 |
| January 1, 2022 | 100,558 | 44,471 | 2.26 |
| January 1, 2023 | 135,806 | 44,466 | 3.05 |
| January 1, 2024 | 149,336 | 44,472 | 3.36 |
| January 1, 2025 | 169,006 | 37,329 | 4.53 |

⁽¹⁾ Actual amounts above are recorded on a cash basis and include interest earnings.

⁽²⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Comptroller's Office and Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**NET POSITION BY COMPONENT
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| | 2015 | 2016 | 2017 | 2018 |
|--|--------------------|--------------------|--------------------|--------------------|
| Net position: | | | | |
| Net investment in capital assets | \$ 707,991 | \$ 1,001,744 | \$ 1,117,543 | \$ 1,243,830 |
| Restricted | 828,216 | 679,180 | 623,642 | 700,023 |
| Unrestricted (deficit) | <u>(1,061,607)</u> | <u>(1,298,327)</u> | <u>(1,325,243)</u> | <u>(1,394,984)</u> |
| Total net position | <u>\$ 474,600</u> | <u>\$ 382,597</u> | <u>\$ 415,942</u> | <u>\$ 548,869</u> |

*

* Amounts were restated due to the implementation of GASB 68.

Source: Chicago O'Hare International Airport Audited Financial Statements and City of Chicago Comptroller's Office.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**NET POSITION BY COMPONENT
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--------------------|---------------------|---------------------|--------------------|--------------------|---------------------|
| \$ 1,362,522 | \$ 1,437,834 | \$ 1,301,406 | \$ 945,118 | \$ 904,790 | \$ 775,542 |
| 898,995 | 1,031,864 | 1,123,192 | 1,318,135 | 1,584,716 | 1,817,304 |
| <u>(1,510,345)</u> | <u>(1,433,408)</u> | <u>(1,346,515)</u> | <u>(1,353,302)</u> | <u>(1,530,951)</u> | <u>(1,386,839)</u> |
| <u>\$ 751,172</u> | <u>\$ 1,036,290</u> | <u>\$ 1,078,083</u> | <u>\$ 909,951</u> | <u>\$ 958,555</u> | <u>\$ 1,206,007</u> |

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**CHANGE IN NET POSITION
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| | 2015 | 2016 | 2017 |
|---|--------------|-------------|------------|
| OPERATING REVENUES | \$ 845,228 | \$ 947,816 | \$ 976,179 |
| OPERATING EXPENSES: | | | |
| Salary and wages | 191,842 | 204,136 | 205,957 |
| Pension expense | 339,546 | 245,491 | 145,992 |
| Repairs and maintenance | 98,945 | 104,536 | 95,310 |
| Professional and engineering Services | 83,265 | 95,608 | 101,798 |
| Other operating expenses | 92,112 | 101,439 | 103,437 |
| Hilton expenses | — | — | — |
| Depreciation and amortization | 231,670 | 254,689 | 262,331 |
| Loss on capital asset disposal | 3,320 | — | 18,711 |
| Total operating expenses | 1,040,700 | 1,005,899 | 933,536 |
| OPERATING (LOSS) INCOME | (195,472) | (58,083) | 42,643 |
| NONOPERATING REVENUES (EXPENSES): | | | |
| Passenger facility charge revenue | 147,697 | 154,044 | 158,175 |
| Customer facility charge revenue | 39,204 | 39,930 | 39,094 |
| Passenger facility charge expenses | (2,341) | (2,410) | (6,359) |
| Other nonoperating revenues | 18,315 | 15,553 | 26,860 |
| Final settlement of 1983 AULA | — | — | — |
| Noise mitigation | (8,998) | (2,310) | (16,445) |
| Cost of issuance | (11,441) | (5,912) | (12,193) |
| Investment income | 19,328 | 12,640 | 32,771 |
| Interest expense | (319,373) | (316,119) | (313,202) |
| Lease interest income | — | — | — |
| Grant revenues | — | — | — |
| Total nonoperating revenue (expenses) | (117,609) | (104,584) | (91,299) |
| INCOME (LOSS) GAIN BEFORE CAPITAL CONTRIBUTIONS | (313,081) | (162,667) | (48,656) |
| CAPITAL GRANTS | 76,689 | 70,664 | 82,001 |
| CAPITAL CONTRIBUTIONS | — | — | — |
| CHANGE IN NET POSITION | \$ (236,392) | \$ (92,003) | \$ 33,345 |

*

* Amounts were restated due to the implementation of GASB 68.

⁽¹⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

Source: City of Chicago Comptroller's Office and Department of Aviation.

CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT

CHANGE IN NET POSITION
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)

| 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--------------|--------------|------------|--------------|--------------|--------------|--------------|
| \$ 1,061,913 | \$ 1,253,485 | \$ 905,612 | \$ 1,145,152 | \$ 1,259,433 | \$ 1,427,751 | \$ 1,612,990 |
| 222,550 | 214,069 | 222,855 | 219,922 | 232,514 | 247,685 | 267,292 |
| 145,920 | 159,153 | 45,419 | 62,448 | 163,979 | 162,343 | 97,463 |
| 115,008 | 143,231 | 144,975 | 170,176 | 153,522 | 183,431 | 200,927 |
| 111,642 | 133,994 | 140,982 | 149,419 | 172,740 | 191,465 | 207,427 |
| 115,146 | 149,116 | 117,337 | 146,732 | 132,016 | 152,033 | 143,151 |
| — | 43,021 | 20,157 | 24,234 | 35,598 | 38,588 | 43,138 |
| 259,467 | 287,648 | 292,212 | 314,122 | 375,346 | 394,398 | 426,787 |
| 22,218 | 37,505 | — | 4,754 | — | 952 | — |
| 991,951 | 1,167,737 | 983,937 | 1,091,807 | 1,265,715 | 1,370,895 | 1,386,185 |
| 69,962 | 85,748 | (78,325) | 53,345 | (6,282) | 56,856 | 226,805 |
| 163,263 | 171,993 | 61,279 | 110,689 | 134,920 | 143,610 | 155,951 |
| 38,837 | 40,315 | 14,992 | 25,059 | 34,329 | 39,046 | 41,587 |
| (42) | (2,495) | (21) | — | — | — | — |
| 19,267 | 15,792 | 9,320 | 21,024 | 8,522 | 28,985 | 98,277 |
| — | — | 122,668 | — | — | — | — |
| (6,097) | (2,475) | (5,872) | (3,804) | (16,129) | (21,829) | (9,337) |
| (14,192) | (31) | (9,333) | — | (11,789) | (3,092) | (18,518) |
| 36,707 | 66,102 | 45,054 | (15,178) | (106,997) | 144,285 | 140,385 |
| (305,798) | (319,369) | (320,370) | (408,331) | (420,612) | (449,332) | (453,888) |
| — | — | — | — | 20,139 | 22,099 | 24,460 |
| — | — | 294,442 | 177,450 | 144,931 | 35,014 | — |
| (68,055) | (30,168) | 212,159 | (93,091) | (212,686) | (61,214) | (21,083) |
| 1,907 | 55,580 | 133,834 | (39,746) | (218,968) | (4,358) | 205,722 |
| 131,020 | 77,923 | 151,284 | 81,539 | 50,836 | 52,962 | 41,730 |
| — | 68,800 | — | — | — | — | — |
| \$ 132,927 | \$ 202,303 | \$ 285,118 | \$ 41,793 | \$ (168,132) | \$ 48,604 | 247,452 |

(1)

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**LONG-TERM DEBT
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| | 2015 | 2016 | 2017 |
|---|-------------------|-------------------|-------------------|
| Senior lien bonds | \$ 6,586,490 | \$ 6,404,030 | \$ 7,564,355 |
| Commercial paper notes | — | — | 102,239 |
| Passenger facility charge revenue bonds | 631,245 | 595,630 | 558,635 |
| Customer facility charge revenue bonds | 248,750 | 248,750 | 248,750 |
| Revolving line of credit-AMT | — | — | — |
| Revolving line of credit | — | 12,098 | 12,098 |
| TIFIA Loan | — | — | 159,803 |
| | <u>7,466,485</u> | <u>7,260,508</u> | <u>8,645,880</u> |
| Total revenue bonds and notes | | | |
| Unamortized premium | <u>374,179</u> | <u>453,456</u> | <u>607,459</u> |
| Total revenue bonds payable, net of unamortized premium (discount) | \$ 7,840,664 | \$ 7,713,964 | \$ 9,253,339 |
| Enplanements | <u>38,395,905</u> | <u>38,872,669</u> | <u>39,815,888</u> |
| Total debt per enplanements | <u>\$ 194</u> | <u>\$ 187</u> | <u>\$ 217</u> |

⁽¹⁾ Reduction in Enplanements due to the impact of the COVID-19 pandemic on air travel.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**LONG-TERM DEBT
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024
(Dollars in thousands)**

| 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 9,296,015 | \$ 9,034,660 | \$ 8,702,045 | \$ 8,537,745 | \$ 9,706,385 | \$ 9,478,405 | \$ 10,348,150 |
| — | — | — | — | — | — | — |
| 519,790 | 495,070 | 394,905 | 369,990 | 343,825 | 316,350 | 100 |
| 244,025 | 239,065 | 233,860 | 228,425 | 222,725 | 171,800 | 171,800 |
| — | — | — | 71,100 | — | — | — |
| — | — | — | — | — | — | — |
| 258,150 | 278,756 | 278,756 | 278,756 | 294,961 | 291,038 | 286,998 |
| 10,317,980 | 10,047,551 | 9,609,566 | 9,486,016 | 10,567,896 | 10,257,593 | 10,807,048 |
| 610,467 | 559,884 | 620,589 | 569,446 | 581,744 | 543,697 | 628,670 |
| \$ 10,928,447 | \$ 10,607,435 | \$ 10,230,155 | \$ 10,055,462 | \$ 11,149,640 | \$ 10,801,290 | \$ 11,435,718 |
| 41,563,343 | 42,248,370 | 15,351,046 | 26,945,359 | 34,095,710 | 36,597,770 | 39,983,139 |
| \$ 248 | \$ 238 | \$ 626 | \$ 352 | \$ 310 | \$ 280 | \$ 270 |

(1)

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**FULL TIME EQUIVALENT CHICAGO O'HARE AIRPORT EMPLOYEES BY FUNCTION
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Function | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Capital development | 18 | 20 | 61 | 67 | 70 | 79 | 65 | 77 | 97 | 113 |
| Financial administration | 36 | 38 | 44 | 44 | 46 | 42 | 43 | 43 | 46 | 45 |
| Contract administration | 12 | 13 | 12 | 12 | 14 | 15 | 15 | 15 | 19 | 23 |
| Commercial development and concessions | 13 | 13 | 18 | 17 | 17 | 18 | 17 | 24 | 26 | 23 |
| Administration | 46 | 46 | 43 | 43 | 48 | 67 | 60 | 73 | 82 | 94 |
| Airfield operations | 306 | 346 | 461 | 463 | 488 | 512 | 506 | 511 | 524 | 519 |
| Landside operations | 240 | 237 | 225 | 223 | 212 | 218 | 207 | 209 | 208 | 228 |
| Security management | 306 | 305 | 317 | 345 | 338 | 424 | 421 | 470 | 480 | 496 |
| Facility management | 324 | 322 | 345 | 323 | 349 | 349 | 338 | 344 | 349 | 358 |
| Total | 1,301 | 1,340 | 1,526 | 1,537 | 1,582 | 1,724 | 1,672 | 1,766 | 1,831 | 1,899 |

Source: City of Chicago's Program and Budget Summary.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**STATISTICAL DATA
PRINCIPAL EMPLOYERS (NON-GOVERNMENT)
CURRENT YEAR AND NINE YEARS AGO (NOTE AT THE END OF THIS PAGE)**

| Employer | 2024 ⁽¹⁾ | | | 2015 | | |
|--|---------------------|------|--|---------------------|------|-------------------------------------|
| | Number of Employees | Rank | Percentage of Total City Employment ⁽²⁾ | Number of Employees | Rank | Percentage of Total City Employment |
| Advocate Health ⁽³⁾ | 33,247 | 1 | 2.35 % | | | |
| Amazon.Com Inc. | 30,751 | 2 | 2.17 | 18,308 | 1 | 1.44 |
| Northwestern Memorial Healthcare ... | 29,434 | 3 | 2.08 | 15,317 | 3 | 1.20 |
| University of Chicago | 22,287 | 4 | 1.58 | 16,197 | 2 | 1.27 |
| Endeavor Health ⁽⁴⁾ | 21,134 | 5 | 1.49 | | | |
| Walmart Inc. | 18,000 | 6 | 1.27 | 14,000 | 5 | 1.10 |
| United Airlines Holdings Inc. ⁽⁵⁾ | 17,400 | 7 | 1.23 | | | |
| Walgreens Boots Alliance Inc. ⁽⁶⁾ | 14,714 | 8 | 1.04 | | | |
| JPMorgan Chase & Co. ⁽⁷⁾ | 14,675 | 9 | 1.04 | 14,158 | 4 | 1.11 |
| Health Care Service Corp | 13,500 | 10 | 0.95 | 13,006 | 6 | 1.02 |
| AT&T | | | | 13,006 | 7 | 1.02 |
| Presence Health | | | | 10,500 | 8 | 0.82 |
| University of Illinois at Chicago | | | | 10,000 | 9 | 0.79 |
| Abbott Laboratories | | | | 9,708 | 10 | 0.76 |

NOTES:

⁽¹⁾ Source: Reprinted with permission from the February 26, 2024 issue of Crain's Chicago Business.

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⁽²⁾ Source: Bureau of Labor Statistics data used in calculation of Total City Employment.

⁽³⁾ Advocate Health formerly known as Advocate Aurora Health.

⁽⁴⁾ Endeavor Health formerly known as Northshore - Edward-Elmhurst Health.

⁽⁵⁾ United Airlines Holdings Inc. formerly known as United Continental Holdings Inc.

⁽⁶⁾ In 2014, Walgreens purchased Alliance Boots forming Walgreens Boots Alliance, Inc.

⁽⁷⁾ JP Morgan & Co. formerly known as J.P. Morgan Chase

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**STATISTICAL DATA
POPULATION AND INCOME STATISTICS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Year | Population (1) | Median Age (2) | Number of Households (2) | City Employment | Unemployment Rate (3) | Per Capita Income (4) | Total Income |
|-------------|---------------------------|---------------------------|-------------------------------------|----------------------------|----------------------------------|----------------------------------|---------------------|
| 2015 | 2,695,598 | 34.2 | 1,053,229 | 1,273,727 | 5.7 % | \$ 53,886 | \$145,254,993,828 |
| 2016 | 2,695,598 | 34.4 | 1,053,986 | 1,282,117 | 5.4 | 55,621 | 149,931,856,358 |
| 2017 | 2,695,598 | 34.6 | 1,047,695 | 1,289,325 | 4.7 | 58,315 | 157,193,797,370 |
| 2018 | 2,695,598 | 34.9 | 1,077,886 | 1,288,755 | 4.0 | 61,089 | 164,671,386,222 |
| 2019 | 2,695,598 | 35.2 | 1,080,345 | 1,286,484 | 3.2 | 65,306 | 176,038,722,988 |
| 2020 | 2,695,598 | 34.8 | 1,081,143 | 1,165,441 | 8.2 | 67,671 | 182,413,812,258 |
| 2021 | 2,746,388 | 35.8 | 1,139,537 | 1,247,060 | 4.1 | 71,192 | 197,717,964,896 |
| 2022 | 2,746,388 | 35.8 | 1,159,424 | 1,319,764 | 4.2 | 72,512 | 199,146,086,656 |
| 2023 | 2,746,388 | 36.4 | 1,179,081 | 1,310,713 | 4.0 | 77,429 | 212,650,076,452 |
| 2024 | 2,746,388 | N/A (5) | N/A (5) | 1,414,221 | 4.5 | N/A (5) | N/A (5) |

Notes:

(1) Source: U.S. Census Bureau.

(2) Source: U.S. Census Bureau - American Community Survey data estimates.

(3) Source: Bureau of Labor Statistics 2023, Unemployment rate for Chicago-Naperville-Illinois Metropolitan Area.

(4) Source: U.S. Department of Commerce, Bureau of Economic Analysis, Per Capita Personal Income for Chicago-Naperville-Illinois Metropolitan Area.

(5) N/A means not available at time of publication.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**SUMMARY—2024 TERMINAL RENTALS, FEES AND CHARGES
ANNUALIZED RATES**

AIRFIELD AND TERMINAL RATES

Description:

| | | |
|-------------------------------------|----|--------|
| Landing fee (rate/1,000 lbs.) | \$ | 12.834 |
| Base rent/sq.ft. | | 194.47 |
| Discount rent/sq.ft. | | 145.85 |

TERMINAL COMMON USE CHARGES

Description:

| | | |
|--|----|-------|
| Domestic Common Use Gate Fee per delivered seat | \$ | 1.48 |
| Domestic Common Use Baggage Make-Up Fee per outbound checked bag | | 4.56 |
| Common Use Baggage Claim Fee per arriving domestic seat (Incl. pre-cleared) | | 1.47 |
| Domestic Common Use Check-in Fee per check-in hour | | 15.00 |
| International Common Use Gate Fee per departing seat and arriving international seat without FIS User | | 4.82 |
| International Common Use Baggage Make-Up Fee per outbound checked bag | | 6.22 |
| International Common Use Check-In Fee per check-in hour | | 23.92 |
| Federal Inspection Services (FIS) Facility Fee | | 13.12 |

Source: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

AIRPORT MARKET SHARE OF RENTAL CAR BRANDS OPERATING ON AND OFF-AIRPORT

| | Brand(s) | 2024 Airport Market |
|-----------------------------------|--------------------------------------|------------------------------------|
| Corporate Entity ⁽¹⁾ : | | |
| On-airport | | |
| Enterprise Holdings, Inc. | Enterprise Rent-A-Car ⁽¹⁾ | 35.89 |
| | | 35.89 |
| Avis Budget Group, Inc. | Avis (Incl. ZIPCAR) | — |
| | Payless-Avis Budget | — |
| | Budget Rent-A-Car | 31.00 |
| | | 31.00 |
| Hertz Global Holdings, Inc. | Hertz Rent A Car | — |
| | DTG dba Dollar/Thrifty | 23.26 |
| | | 23.26 |
| Fox Rent a Car | | 2.52 |
| Sixt Rent A Car LLC | | 5.72 |
| Payless Rent A Car | | 1.03 |
| Off-airport: | | |
| Ace Rent A Car | | 0.39 |
| Routes Car Rental USA Inc | | 0.19 |
| Total | | 100.00 |

⁽¹⁾ Alamo and National are reported jointly.

Sources: City of Chicago Department of Aviation.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

**HISTORICAL VISITING O&D ENPLANED PASSENGERS
EACH OF THE TEN YEARS ENDED DECEMBER 31, 2015-2024**

| Year | Total Enplaned Passengers | Total O & D Enplaned Passengers ⁽¹⁾ | Total O & D Percentage of Total | Resident O & D Enplaned Passengers | Resident Percentage of Total O & D | Visiting O & D Enplaned Passengers ⁽¹⁾ | Visitor Percentage of Total O & D |
|-------------|--|---|--|---|---|--|--|
| 2015 | 38,395,905 | 20,096,191 | 52.3 % | 10,902,795 | 54.3 % | 8,566,481 | 42.6 % |
| 2016 | 38,872,669 | 20,991,241 | 54.0 | 11,545,183 | 55.0 | 9,446,059 | 45.0 |
| 2017 | 39,815,888 | 22,429,433 | 56.3 | 12,380,081 | 55.2 | 10,049,352 | 44.8 |
| 2018 | 41,563,343 | 23,483,289 | 56.5 | 12,397,298 | 52.8 | 11,083,393 | 47.2 |
| 2019 | 42,248,370 | 23,836,209 | 56.4 | 13,159,926 | 55.2 | 10,676,283 | 44.8 |
| 2020 | 15,351,046 | 8,550,533 | 55.7 | 4,856,703 | 56.8 | 3,693,830 | 43.2 |
| 2021 | 26,945,359 | 15,259,775 | 56.6 | 10,300,884 | 67.5 | 7,143,722 | 46.8 |
| 2022 | 34,095,710 | 20,491,522 | 60.1 | 11,532,364 | 56.3 | 8,951,887 | 43.7 |
| 2023 | 36,597,770 | 22,219,326 | 60.7 | 12,417,714 | 55.9 | 9,801,611 | 44.1 |
| 2024 | 39,983,139 | 24,038,918 | 60.1 | 13,403,202 | 55.8 | 10,635,716 | 44.2 |

⁽¹⁾ Certain estimations were used by Ricondo & Associates to derive visiting O & D enplaned passengers, as data for foreign flag carriers were not available.

⁽²⁾ The O & D percent share is calculated for the four quarters ending with the fourth quarter of 2024 O & D and connecting enplanements are based upon that share. Includes GA, Military and Misc.

Source: City of Chicago, Department of Aviation Management Records (historical total, resident, and visitor O & D enplaned passengers), June 2024.

US Department of Transportation (historical total, resident, and visitor O & D enplaned passengers) June 2024.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

HISTORICAL CFC COLLECTIONS ON SITE AIRPORT RENTAL CAR COMPANIES

| | 2015 | 2016 | 2017 | 2018 |
|--|---------------|---------------|---------------|---------------|
| January | \$ 2,058,208 | \$ 2,160,680 | \$ 2,063,208 | \$ 2,170,560 |
| February | 1,975,312 | 2,096,296 | 2,072,496 | 2,170,704 |
| March | 2,411,096 | 2,528,296 | 2,551,656 | 2,711,416 |
| First quarter total | 6,444,616 | 6,785,272 | 6,687,360 | 7,052,680 |
| Annual percent change | (0.8)% | 5.3 % | (1.4)% | 5.5 % |
| April | 2,833,576 | 2,978,640 | 2,721,344 | 2,939,824 |
| May | 3,457,424 | 3,554,312 | 3,337,584 | 3,579,464 |
| June | 3,512,048 | 3,554,312 | 3,672,320 | 3,733,568 |
| Second quarter total | 9,803,048 | 10,087,264 | 9,731,248 | 10,252,856 |
| Annual percent change | 1.7 % | 2.9 % | (3.5)% | 5.4 % |
| July | 3,920,712 | 3,999,848 | 3,855,952 | 4,119,976 |
| August | 3,979,920 | 4,078,696 | 4,019,608 | 4,211,240 |
| September | 3,756,256 | 3,771,264 | 3,569,744 | 3,671,400 |
| Third quarter total | 11,656,888 | 11,849,808 | 11,445,304 | 12,002,616 |
| Annual percent change | 5.3 % | 1.7 % | (3.4)% | 4.9 % |
| October | 3,815,136 | 3,684,456 | 3,534,248 | 3,645,920 |
| November | 2,937,088 | 2,939,008 | 2,905,032 | 2,997,032 |
| December | 2,478,696 | 2,419,432 | 2,441,312 | 2,592,224 |
| Fourth quarter total | 9,230,920 | 9,042,896 | 8,880,592 | 9,235,176 |
| Annual total | \$ 37,135,472 | \$ 37,765,240 | \$ 36,744,504 | \$ 38,543,328 |
| Annual Percent Change | 5.3 % | 1.7 % | (2.7)% | 4.9 % |
| Year to date total (through May) | \$ 12,735,616 | \$ 13,318,224 | \$ 12,746,288 | \$ 13,571,968 |
| Annual percentage change | 1.4 % | 4.6 % | (4.3)% | 6.5 % |

Source: City of Chicago Comptroller's Office.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

HISTORICAL CFC COLLECTIONS ON SITE AIRPORT RENTAL CAR COMPANIES

| 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 2,165,344 | \$ 2,106,352 | \$ 801,040 | \$ 1,678,712 | \$ 1,837,040 | \$ 2,231,064 |
| 2,138,949 | 2,060,648 | 802,304 | 1,771,160 | 1,918,632 | 2,364,720 |
| 2,629,384 | 1,405,448 | 1,124,792 | 2,296,408 | 2,478,976 | 2,788,664 |
| 6,933,677 | 5,572,448 | 2,728,136 | 5,746,280 | 6,234,648 | 7,384,448 |
| (1.7)% | (19.6)% | (51.0)% | 110.6 % | 8.5 % | 18.4 % |
| 2,984,248 | 303,616 | 1,340,640 | 2,556,808 | 2,646,392 | 3,069,112 |
| 3,740,304 | 429,152 | 1,776,464 | 3,099,800 | 3,174,120 | 3,712,136 |
| 3,916,008 | 696,008 | 2,094,120 | 3,180,768 | 3,381,216 | 3,853,920 |
| 10,640,560 | 1,428,776 | 5,211,224 | 8,837,376 | 9,201,728 | 10,635,168 |
| 3.8 % | (86.6)% | 264.7 % | 69.6 % | 4.1 % | 15.6 % |
| 4,364,512 | 952,600 | 2,611,376 | 3,689,080 | 3,704,696 | 4,196,176 |
| 4,522,104 | 1,078,760 | 2,672,832 | 3,829,384 | 3,947,072 | 4,552,616 |
| 3,911,672 | 1,093,664 | 2,408,840 | 3,408,232 | 3,481,768 | 3,962,592 |
| 12,798,288 | 3,125,024 | 7,693,048 | 10,926,696 | 11,133,536 | 12,711,384 |
| 6.6 % | (75.6)% | 146.2 % | 42.0 % | 1.9 % | 14.2 % |
| 3,829,296 | 1,157,616 | 2,545,016 | 3,420,104 | 3,438,672 | 3,879,328 |
| 3,000,800 | 887,928 | 2,221,288 | 2,887,544 | 2,817,312 | 3,269,440 |
| 2,781,152 | 776,856 | 1,938,680 | 2,510,584 | 2,438,544 | 2,889,840 |
| 9,611,248 | 2,822,400 | 6,704,984 | 8,818,232 | 8,694,528 | 10,038,608 |
| \$ 39,983,773 | \$ 12,948,648 | \$ 22,337,392 | \$ 34,328,584 | \$ 35,264,440 | \$ 40,769,608 |
| 3.7 % | (67.6)% | 72.5 % | 53.7 % | 2.7 % | 15.6 % |
| \$ 13,658,229 | \$ 6,305,216 | \$ 5,845,240 | \$ 11,402,888 | \$ 12,055,160 | \$ 12,426,616 |
| 0.6 % | (53.8)% | (7.3)% | 95.1 % | 5.7 % | 3.1 % |

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

HISTORICAL CFC COLLECTIONS ON AND OFF SITE AIRPORT RENTAL CAR COMPANIES

| | 2015 | 2016 | 2017 | 2018 |
|----------------------------------|---------------|---------------|---------------|---------------|
| January | \$ 2,190,072 | \$ 2,366,544 | \$ 2,179,944 | \$ 2,195,136 |
| February | 2,091,544 | 2,287,024 | 2,168,312 | 2,200,168 |
| March | 2,531,080 | 2,692,120 | 2,717,168 | 2,731,144 |
| First quarter total | 6,812,696 | 7,345,688 | 7,065,424 | 7,126,448 |
| Annual percent change | 4.8 % | 7.8 % | (3.8)% | 0.9 % |
| April | 2,962,240 | 3,143,320 | 2,929,808 | 2,960,600 |
| May | 3,623,328 | 3,741,768 | 3,551,752 | 3,602,744 |
| June | 3,691,640 | 3,780,904 | 3,862,184 | 3,757,056 |
| Second quarter total | 10,277,208 | 10,665,992 | 10,343,744 | 10,320,400 |
| Annual percent change | 6.6 % | 3.8 % | (3.0)% | (0.2)% |
| July | 4,127,848 | 4,185,472 | 4,051,040 | 4,149,976 |
| August | 4,188,848 | 4,289,320 | 4,260,320 | 4,244,320 |
| September | 3,934,624 | 3,947,136 | 3,838,864 | 3,695,336 |
| Third quarter total | 12,251,320 | 12,421,928 | 12,150,224 | 12,089,632 |
| Annual percent change | 10.7 % | 1.4 % | (2.2)% | (0.5)% |
| October | 4,012,344 | 3,868,232 | 3,818,288 | 3,667,592 |
| November | 3,144,944 | 3,094,176 | 3,131,064 | 3,018,440 |
| December | 2,705,784 | 2,533,912 | 2,585,976 | 2,614,808 |
| Fourth quarter total | 9,863,072 | 9,496,320 | 9,535,328 | 9,300,840 |
| Annual total | \$ 39,204,296 | \$ 39,929,928 | \$ 39,094,720 | \$ 38,837,320 |
| Annual Percent Change | | | | |
| Year to date total (through May) | \$ 13,398,264 | \$ 14,230,776 | \$ 13,546,984 | \$ 13,689,792 |
| Annual percentage change | 6.6 % | 6.2 % | (4.8)% | 1.1 % |

Source: City of Chicago Comptroller's Office.

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

HISTORICAL CFC COLLECTIONS ON AND OFF SITE AIRPORT RENTAL CAR COMPANIES

| 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 2,193,032 | \$ 2,358,816 | \$ 946,688 | \$ 1,678,712 | \$ 2,077,744 | \$ 2,280,392 |
| 2,165,325 | 2,329,552 | 947,648 | 1,771,160 | 2,138,528 | 2,405,584 |
| 2,652,600 | 1,569,744 | 1,298,920 | 2,296,408 | 2,705,752 | 2,855,984 |
| 7,010,957 | 6,258,112 | 3,193,256 | 5,746,280 | 6,922,024 | 7,541,960 |
| (1.6)% | (10.7)% | (49.0)% | 80.0 % | 20.5 % | 9.0 % |
| 3,012,680 | 373,848 | 1,537,080 | 2,556,808 | 2,885,144 | 3,146,952 |
| 3,768,256 | 520,320 | 2,009,176 | 3,099,800 | 3,446,488 | 3,791,104 |
| 3,947,280 | 825,216 | 2,351,000 | 3,180,768 | 3,674,016 | 3,934,464 |
| 10,728,216 | 1,719,384 | 5,897,256 | 8,837,376 | 10,005,648 | 10,872,520 |
| 4.0 % | (84.0)% | 243.0 % | 49.9 % | 13.2 % | 8.7 % |
| 4,391,640 | 1,120,216 | 2,903,160 | 3,689,080 | 4,115,352 | 4,289,136 |
| 4,551,608 | 1,321,240 | 2,970,720 | 3,829,384 | 4,364,240 | 4,642,544 |
| 3,939,360 | 1,274,824 | 2,646,952 | 3,408,232 | 3,875,056 | 4,035,560 |
| 12,882,608 | 3,716,280 | 8,520,832 | 10,926,696 | 12,354,648 | 12,967,240 |
| 6.6 % | (71.2)% | 129.3 % | 28.2 % | 13.1 % | 5.0 % |
| 3,856,736 | 1,330,576 | 2,791,232 | 3,420,104 | 3,835,080 | 3,936,880 |
| 3,026,960 | 1,054,232 | 2,460,776 | 2,887,544 | 3,163,496 | 3,323,920 |
| 2,809,896 | 913,656 | 2,194,992 | 2,510,584 | 2,764,960 | 2,944,288 |
| 9,693,592 | 3,298,464 | 7,447,000 | 8,818,232 | 9,763,536 | 10,205,088 |
| \$ 40,315,373 | \$ 14,992,240 | \$ 25,058,344 | \$ 34,328,584 | \$ 39,045,856 | \$ 41,586,808 |
| \$ 13,791,893 | \$ 7,152,280 | \$ 6,739,512 | \$ 11,402,888 | \$ 13,253,656 | \$ 14,194,768 |
| 0.7 % | (48.1)% | (5.8)% | 69.2 % | 16.2 % | 7.1 % |

**CITY OF CHICAGO, ILLINOIS
CHICAGO O'HARE INTERNATIONAL AIRPORT**

RAC AND OFF-AIRPORT AND RELATED BRANDS OPERATING AT THE AIRPORT

| RAC Legal Entity | Rental Car Brands | Legal Organization | Current Status of Brand(s) at Airport |
|--|--|---|--|
| Enterprise Leasing Company of Chicago LLC | Enterprise Rent-A-Car Alamo Rent-A-Car National Car Rental | Delaware limited liability company and subsidiary of Enterprise Holdings, Inc | Existing On-Airport |
| The Hertz Corporation | Hertz Rent-A-Car Dollar Rent-A-Car Thrifty Car Rental | Delaware limited liability company and subsidiary of Hertz Global Holdings, Inc (NYSE: HTZ) | Existing On-Airport |
| Avis Budget Car Rental, LLC | Avis Car Rental Budget Rent-A-Car Payless Car Rental | Delaware limited liability company and subsidiary of Avis Budget Group, Inc (NASDAQ: CAR) | Existing On-Airport |
| Routes Car Rental USA, Inc. | Routes | Delaware limited liability company | Existing Off-Airport |
| Europcar Mobility Group | Fox Rent-A-Car | Delaware limited liability company | Existing On-Airport |
| Sixt Rent A Car, LLC | Sixt Rent-A-Car | Delaware limited liability company | Existing On-Airport |
| Auto Rental, LLC | ACE Rent A Car | Privately held business corporation in Delaware | Existing Off-Airport |

Source: City of Chicago Department of Aviation.

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