

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION  
STATE ROUTE 16 TACOMA NARROWS BRIDGE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
STATE FISCAL YEAR 2023, QUARTER ENDED JUNE 30, 2023

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
<b>REVENUES</b>						
Toll revenue	1	\$ 23,375,683	\$ 16,714,260	\$ 17,759,393	\$ 19,100,536	\$ 76,949,872
Civil penalty	2	16,031	73,919	(26,093)	2,701,999	2,765,855
Transponder sales	3	158,143	123,900	126,360	131,435	539,838
Toll vendor contractual damages	4	18,081	24,108	24,108	18,416	84,713
Toll bill reprocessing fee	5	1,218	3,149	306,700	337,833	648,900
Interest income		80,193	201,220	304,603	453,277	1,039,293
Miscellaneous	6	1,640	21,214	38,965	2,236	64,055
<b>TOTAL REVENUES</b>		<u>23,650,989</u>	<u>17,161,770</u>	<u>18,534,037</u>	<u>22,745,730</u>	<u>82,092,526</u>
<b>EXPENDITURES</b>						
Goods and Services						
Toll operations vendor contracts	7	1,671,596	1,718,463	1,777,247	1,824,875	6,992,181
Insurance	8	1,776,110	4,228	4,228	4,228	1,788,793
Credit card and bank fees		718,943	709,163	617,704	809,946	2,855,756
Transponder cost of goods sold	9	116,314	101,705	101,165	92,588	411,772
Pay-by-mail		160,325	202,050	255,939	424,613	1,042,928
Other	10	114,078	101,890	81,087	98,820	395,876
Total Goods and Services		<u>4,557,367</u>	<u>2,837,499</u>	<u>2,837,369</u>	<u>3,255,070</u>	<u>13,487,306</u>
Personal service contracts	11	149,161	127,635	132,666	151,703	561,164
Salaries and benefits		282,087	283,879	277,073	239,176	1,082,215
Civil penalty adjudication costs	12	4,200	12,215	9,123	346,124	371,662
Maintenance and preservation	13	237,386	298,139	352,244	1,915,707	2,803,476
Other Agency/Program Expenditures	14	54,174	50,774	50,574	68,825	224,347
<b>TOTAL EXPENDITURES</b>		<u>5,284,376</u>	<u>3,610,140</u>	<u>3,659,049</u>	<u>5,976,604</u>	<u>18,530,169</u>
<b>EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>		<u>18,366,614</u>	<u>13,551,629</u>	<u>14,874,988</u>	<u>16,769,126</u>	<u>63,562,357</u>
<b>OTHER FINANCING USES</b>						
Operating transfer in	15	14,890,125	7,036,625	7,036,625	7,036,625	36,000,000
Operating transfers out	16	<u>(18,770,470)</u>	<u>(12,778,205)</u>	<u>(27,524,470)</u>	<u>(20,974,205)</u>	<u>(80,047,350)</u>
<b>TOTAL OTHER FINANCING USES</b>		<u>(3,880,345)</u>	<u>(5,741,580)</u>	<u>(20,487,845)</u>	<u>(13,937,580)</u>	<u>(44,047,350)</u>
<b>NET CHANGE IN FUND BALANCE</b>		14,486,269	7,810,049	(5,612,857)	2,831,546	19,515,007
<b>FUND BALANCE - BEGINNING</b>		<u>22,066,099</u>	<u>36,552,368</u>	<u>44,362,417</u>	<u>38,749,560</u>	<u>22,066,099</u>
<b>FUND BALANCE - ENDING</b>		<u>\$ 36,552,368</u>	<u>\$ 44,362,417</u>	<u>\$ 38,749,560</u>	<u>\$ 41,581,106</u>	<u>\$ 41,581,106</u>

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NOTES TO THE STATE ROUTE 16 TACOMA NARROWS BRIDGE  
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**Motor Vehicle Account (MVA) Obligation** – In 2005-07, as tolling began on the Tacoma Narrows Bridge (TNB), an operating loan of \$5,288,000 was made from the Motor Vehicle Account to capitalize the Tacoma Narrows Bridge Account (Chapter 518, Laws of 2007, Section 1005(15)). RCW 46.63.160 requires that net civil penalties deposited in the Tacoma Narrows Bridge Account must first be allocated toward repayment of the operating loan. In order to transfer the funds the State Treasurer’s Office must be provided administrative transfer authority. The remaining obligation at the beginning of 2021-23 biennium is \$1,493,000.

**Tolling Operations System and Customer Service** - In Fiscal Year (FY) 2018, WSDOT procured and contracted with a new toll system vendor and a customer service vendor. The costs for design and implementation of the new toll system and customer service center are allocated to all toll facilities. Design and implementation costs are reported in several categories on the financial statements. Tacoma Narrows Bridge portion of these expenditures in fiscal year 2023 are:

	<u>Q1</u>		<u>Q2</u>		<u>Q3</u>		<u>Q4</u>	<u>Total</u>
BOS CSC Procurement Allocation \$	-	\$	9,116	\$	-	\$	12,661	\$ 21,777

**Detailed Notes**

1. **Toll Revenue** – Revenue earned, net of any adjustments, from tolls on vehicles traveling in the eastbound direction over the TNB, which are collected at toll booths, as electronic toll accounts, or pay-by-mail.
2. **Civil Penalty**- Revenue earned when any of the following conditions exist: (a) Payment of Notice of Civil Penalty is received, or (b) Notice of Civil Penalty payment due date passes without receiving a request for an administrative hearing, or (c) an Administrative Law Judge upholds the Notice of Civil Penalty. No new revenue has been reported since system conversion and WSDOT is working with its toll vendor to resume collection as soon as possible. Negative revenue is due to Allowance for Doubtful Accounts (ADA) adjustments.
3. **Transponder Sales** – Sales of transponder devices to potential and existing *Good to Go!* electronic toll account customers.
4. **Toll Vendor Contractual Damages** – Accrued liquidated damages levied against ETAN for delays related to the development and deployment of a new Back Office System (BOS).
5. **Toll Bill Reprocessing Fee Revenue** – The allocated portion of fees associated with the issuance of second toll billings. New revenue is being reported due to system functionality implemented in March. Revenue is adjusted for Allowance for Doubtful Accounts.
6. **Miscellaneous Revenue** – This can include revenue for administrative and statement fees, NSF check fees, cash over, payments related to sale of surplus property, and prior period recoveries.
7. **Toll Operations Vendor Contracts** – Payment for monthly toll operations costs.
8. **Insurance** – Annual premium for insuring the facility and monthly insurance brokerage fee paid to Department of Enterprise Services (DES).
9. **Transponder Cost of Goods Sold** – Cost of purchasing, packaging, and shipping transponders. Transponder Cost of Goods Sold is directly related to Transponder Sales Revenue.
10. **Other Goods and Services** – Expenditures for supplies, communications, rents, repairs, outside vendor services, printing, and registered owner look up costs.
11. **Personal Service Contracts** – Expenditures incurred for traffic and revenue forecast consulting and CSC operations consulting.
12. **Civil Penalty Adjudication Costs** – TNB’s share of the adjudication system vendor contract with ETCC for the adjudication system module, as well as its share of supplies, communications, credit card fees, Office of Administrative Hearings costs, and salaries and benefits of WSDOT staff.
13. **Maintenance and Preservation** – Cost of maintenance and preservation activities on the new TNB.

	<u>Q1</u>		<u>Q2</u>		<u>Q3</u>		<u>Q4</u>	<u>Total</u>
Maintenance	\$ 155,439	\$	195,052	\$	256,478	\$	150,372	\$ 757,341
Preservation	81,947	\$	103,087	\$	95,766	\$	1,765,335	2,046,135
<b>Total</b>	<u>\$ 237,386</u>	<u>\$</u>	<u>298,139</u>	<u>\$</u>	<u>352,244</u>	<u>\$</u>	<u>1,915,707</u>	<u>\$ 2,803,476</u>
14. **Other Agency/Program Expenditures** – Costs for other agencies and operating programs within the Washington State Department of Transportation (WSDOT).

	<u>Q1</u>		<u>Q2</u>		<u>Q3</u>		<u>Q4</u>	<u>Total</u>
Transportation Commission (L)	\$ 22,300	\$	22,400	\$	22,200	\$	23,300	\$ 90,200
Traffic Operations (Q)	-	\$	-	\$	-	\$	5,751	5,751
Transportation Management (S)	18,750	\$	18,750	\$	18,750	\$	18,750	75,000
Transportation Planning (T)	-	\$	-	\$	-	\$	-	-
Charges From Other Agencies (U)	3,500	\$	-	\$	-	\$	11,400	14,900
Washington State Patrol	9,624	\$	9,624	\$	9,624	\$	9,624	38,496
<b>Total</b>	<u>\$ 54,174</u>	<u>\$</u>	<u>50,774</u>	<u>\$</u>	<u>50,574</u>	<u>\$</u>	<u>68,825</u>	<u>\$ 224,347</u>
15. **Operating Transfers In** – Operating transfers in reflect amounts from the American Rescue Plan Act (ARPA) provided to various transportation accounts in the 2021-23 enacted budget, as well as a transfer from the Transportation Partnership Account.
16. **Operating Transfers Out** – Total includes amount transferred to MVA for debt service pursuant to RCW 47.46.140 and MVA loan repayment of \$5M per enacted budget (ESHB 2322.SL).