

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
STATE ROUTE 16 TACOMA NARROWS BRIDGE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
STATE FISCAL YEAR 2024, QUARTER ENDED DECEMBER 31, 2023

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 19,781,771	\$ 18,427,676			\$ 38,209,447
Civil penalty	2	3,308,047	1,127,609			4,435,656
Transponder sales	3	132,632	102,575			235,207
Toll vendor contractual damages	4	19,233	20,128			39,361
Toll bill reprocessing fee	5	351,354	269,594			620,948
Interest income		288,592	416,744			705,336
Miscellaneous	6	27,743	2,703			30,446
TOTAL REVENUES		<u>23,909,372</u>	<u>20,367,029</u>	<u>-</u>	<u>-</u>	<u>44,276,401</u>
EXPENDITURES						
Goods and Services						
Toll operations vendor contracts	7	1,760,489	1,934,205			3,694,694
Insurance	8	1,959,408	4,490			1,963,898
Credit card and bank fees		811,539	695,579			1,507,118
Transponder cost of goods sold	9	116,006	75,134			191,140
Pay-by-mail		362,632	230,101			592,733
Other	10	141,764	75,059			216,823
Total Goods and Services		<u>5,151,838</u>	<u>3,014,568</u>	<u>-</u>	<u>-</u>	<u>8,166,406</u>
Personal service contracts	11	189,531	151,817			341,348
Salaries and benefits		254,357	285,384			539,741
Civil penalty adjudication costs	12	365,008	225,907			590,915
Maintenance and preservation	13	287,977	2,947,713			3,235,690
Other Agency/Program Expenditures	14	72,912	76,675			149,587
TOTAL EXPENDITURES		<u>6,321,623</u>	<u>6,702,064</u>	<u>-</u>	<u>-</u>	<u>13,023,687</u>
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>17,587,749</u>	<u>13,664,965</u>	<u>-</u>	<u>-</u>	<u>31,252,714</u>
OTHER FINANCING USES						
Operating transfer in	15	4,076,375	4,076,375			8,152,750
Operating transfers out	16	(21,035,170)	(14,252,755)			(35,287,925)
TOTAL OTHER FINANCING USES		<u>(16,958,795)</u>	<u>(10,176,380)</u>	<u>-</u>	<u>-</u>	<u>(27,135,175)</u>
NET CHANGE IN FUND BALANCE		<u>628,954</u>	<u>3,488,585</u>	<u>-</u>	<u>-</u>	<u>4,117,539</u>
FUND BALANCE - BEGINNING		<u>41,581,106</u>	<u>42,210,060</u>			<u>41,581,106</u>
FUND BALANCE - ENDING		<u>\$ 42,210,060</u>	<u>\$ 45,698,645</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,698,645</u>

The notes to the financial statements are an integral part of this statement

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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 2023-25 biennium is \$543,000.

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 2024 are:

	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Total</u>
BOS CSC Procurement Allocation \$	-	-	-	-	-

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 an unpaid toll escalates to Notice of Civil Penalty, which can occur 80 days after date of toll trip per RCW 46.63.160. Civil penalty revenue, which consists of toll plus \$40 Civil Penalty, is earned when Notice of Civil Penalty is issued to registered owner of tolled vehicle.
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 ETAN 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.

	Q1	Q2	Q3	Q4	Total
Maintenance	\$ 184,225	\$ 344,732			\$ 528,957
Preservation	103,752	2,602,981			2,706,733
Total	\$ 287,977	\$ 2,947,713	\$ -	\$ -	\$ 3,235,690

14. **Other Agency/Program Expenditures** – Costs for other agencies and operating programs within the Washington State Department of Transportation (WSDOT).

	Q1	Q2	Q3	Q4	Total
Transportation Commission (L)	\$ 21,500	\$ 22,500			\$ 44,000
Traffic Operations (Q)	-	2,763			2,763
Transportation Management (S)	17,037	17,037			34,074
Transportation Planning (T)	-	-			-
Charges From Other Agencies (U)	-	-			-
Washington State Patrol	34,375	34,375			68,750
Total	\$ 72,912	\$ 76,675	\$ -	\$ -	\$ 149,587

15. **Operating Transfers In** – Operating transfers in reflect an administrative transfer from the Transportation Partnership Account, as well as other state contributions as provided in RCW 47.46.190.

16. **Operating Transfers Out** – Total includes amount transferred to MVA for debt service pursuant to RCW 47.46.140.