

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
HIGH OCCUPANCY TOLL OPERATIONS ACCOUNT
STATE FISCAL YEAR 2017, QUARTER ENDED JUNE 30, 2017**

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 490,727	\$ 611,158	\$ 736,983	\$ 847,784	\$ 2,686,652
Transponder sales	2	21,383	20,201	19,390	21,299	82,273
Toll vendor contractual damages	3	3,280	3,060	3,191	3,307	12,838
Interest income		3,563	4,978	5,814	13,899	28,255
Miscellaneous	4	843	937	1,024	926	3,730
TOTAL REVENUES		<u>519,796</u>	<u>640,334</u>	<u>766,403</u>	<u>887,215</u>	<u>2,813,748</u>
EXPENDITURES						
Goods and Services						
Toll CSC operations vendor contract	5	73,098	75,197	81,526	83,684	313,505
Toll lane vendor contract	6	-	-	-	-	-
Credit card and bank fees		8,793	8,376	(13)	13,728	30,884
Transponder cost of goods sold	7	15,302	16,304	14,473	14,829	60,909
Washington state patrol	8	27,973	24,941	27,170	50,117	130,201
Other	9	12,489	9,611	13,096	44,423	79,619
Total Goods and Services		<u>137,656</u>	<u>134,429</u>	<u>136,251</u>	<u>206,782</u>	<u>615,117</u>
Personal service contracts	10	26,880	35,101	21,083	20,257	103,320
Salaries and benefits		74,841	76,494	88,317	86,432	326,084
Maintenance and preservation	11	6,185	229,494	236,521	(152)	472,048
TOTAL EXPENDITURES		<u>245,562</u>	<u>475,518</u>	<u>482,172</u>	<u>313,319</u>	<u>1,516,570</u>
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>274,235</u>	<u>164,816</u>	<u>284,232</u>	<u>573,896</u>	<u>1,297,179</u>
OTHER FINANCING USES						
Operating transfers out	12	(1,000)	-	-	-	(1,000)
TOTAL OTHER FINANCING USES		<u>(1,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,000)</u>
NET CHANGE IN FUND BALANCE		<u>273,235</u>	<u>164,816</u>	<u>284,232</u>	<u>573,896</u>	<u>1,296,179</u>
FUND BALANCE - BEGINNING		<u>3,091,951</u>	<u>3,365,186</u>	<u>3,530,002</u>	<u>3,814,233</u>	<u>3,091,951</u>
FUND BALANCE - ENDING		<u>\$ 3,365,186</u>	<u>\$ 3,530,002</u>	<u>\$ 3,814,233</u>	<u>\$ 4,388,130</u>	<u>\$ 4,388,130</u>

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

**NOTES TO THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
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Detailed Notes

1. **Toll Revenue** – Revenue earned from single occupancy vehicles traveling in the High Occupancy Vehicle (HOV) Lanes on SR167 with a *Good To Go!* transponder account. A variable fee, based on traffic volumes, is automatically charged to their account.
2. **Transponder Sales** – Sales of transponder devices to potential and existing *Good To Go!* electronic toll account customers.
3. **Toll Vendor Contractual Damages** – Charges to ETCC for not meeting Key Performance Indicators (KPIs).
4. **Miscellaneous Revenue** – This can include revenue for administrative and statement fees, NSF check fees, cash over, and prior period recoveries.
5. **Toll CSC Operations Vendor Contract** – Payment for monthly CSC operations costs.
6. **Toll Lane Vendor Contract** – The cost of capturing traffic activity in tolled lanes.
7. **Transponder Cost of Goods Sold** – Cost of purchasing, packaging, and shipping transponders. Transponder Cost of Goods Sold is directly related to Transponder Sales Revenue.
8. **The Washington State Patrol** – Support for the enforcement of the laws governing the use of the HOT Lanes by issuing citations to HOT Lane violators.
9. **Other Goods and Services** – Expenditures for supplies, communications, rents, repairs, services provided by outside vendors, etc.
10. **Personal Service Contracts** – Expenditures incurred for traffic and revenue forecast consulting and CSC operations consulting.
11. **Maintenance and Preservation** – Cost of maintenance and preservation activities on the HOT Lanes. Maintenance totaled \$1,046 and Preservation totaled \$471,002.
12. **Operating transfers out** – Amount of transfer resulting from the Moore V HCA settlement. See 2ESHB 2376 section 708.