

**THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
INTERSTATE 405 ACCOUNT
STATE FISCAL YEAR 2016, QUARTER SEPTEMBER 30, 2015**

	NOTES	JULY THROUGH SEPT	YEAR-TO-DATE
REVENUES			
Tolling revenue	1	\$ 56,014	\$ 56,014
Transponder sales	2	335,474	335,474
Interest income		2,085	2,085
TOTAL REVENUES		<u>393,573</u>	<u>393,573</u>
EXPENDITURES			
Goods and Services			
Transponder cost of goods sold	3	244,254	244,254
Total Goods and Services		244,254	244,254
Salaries and benefits		27,189	27,189
TOTAL EXPENDITURES		<u>271,443</u>	<u>271,443</u>
EXCESS OF REVENUES OVER EXPENDITURES		<u>122,130</u>	<u>122,130</u>
OTHER FINANCING SOURCES (USES)			
TOTAL OTHER FINANCING USES			
NET CHANGE IN FUND BALANCE		122,130	\$ 122,130
FUND BALANCE - BEGINNING		2,062,389	\$ 2,062,389
FUND BALANCE - ENDING		<u>\$ 2,184,519</u>	<u>\$ 2,184,519</u>

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

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Tolling Subsidiary Accounting System – Repeat independent audits of service organization controls (SOC) have determined that the tolling subsidiary accounting system for WSDOT, which is managed by a contracted service organization, contains weaknesses in internal controls. The most recent audit showed that some of the deficiencies identified in previous audits have been remediated, resulting in improved internal controls. The Toll Division continues to work with our service organization to remediate the remaining deficiencies. WSDOT is committed to the highest standard of transactional and financial accountability for the citizens of Washington State.

Detailed Notes

1. **Tolling Revenue** – Revenue earned, net of any adjustments, from tolls on vehicles traveling Interstate 405 from Bellevue to Lynnwood, which are collected by either Good To Go! electronic toll accounts or pay-by-mail.
2. **Transponder Sales** – Sales of transponder devices to potential and existing *Good To Go!* electronic toll account customers.
3. **Transponder Cost of Goods Sold** – Cost of purchasing, packaging, and shipping transponders.