

**COMBINING BALANCE SHEET**  
**WASHINGTON STATE DEPARTMENT OF TRANSPORTATION**  
**WASHINGTON TOLLING SYSTEM**  
**STATE FISCAL YEAR 2013, QUARTER ENDED DECEMBER 31, 2012**

	NOTES	TNB ACCOUNT	HOT LANES ACCOUNT	520 BRIDGE ACCOUNT	520 CIVIL PENALTY ACCOUNT	CENTRAL TOLL ACCOUNT	TOTAL
<b>ASSETS</b>							
Cash and cash equivalents		\$ 9,155,247	\$ 1,225,415	\$ 413,268,315	\$ 1,580,124	\$ 10,019,893	\$ 435,248,994
Cash held with escrow agents		-	-	9,643,361	-	-	9,643,361
Accounts receivable, net	1	2,469,881	61,320	4,980,951	-	-	7,512,152
Notice of civil penalties, net	2	1,893,270	-	-	5,112,275	-	7,005,545
Due from toll vendor	3	1,340,236	39,986	849,039	-	45,338	2,274,598
Consumable inventories	4	-	-	-	-	1,070,747	1,070,747
<b>TOTAL ASSETS</b>		<b>\$ 14,858,634</b>	<b>\$ 1,326,720</b>	<b>\$ 428,741,666</b>	<b>\$ 6,692,399</b>	<b>\$ 11,135,977</b>	<b>\$ 462,755,397</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities</b>							
Accounts payable		\$ 1,200,372	\$ 60,336	\$ 2,707,068	\$ 130,116	\$ 44,925	\$ 4,142,817
Retained percentages payable		-	-	9,809,348	-	-	9,809,348
Due to other governments		-	-	53,305	-	-	53,305
Due to other funds/agencies		556	1,922	141,171	-	465	144,114
Due to department of revenue - taxes		-	-	-	-	4,620	4,620
Deferred revenue	5	2,207,596	39,986	2,515,179	306,947	11,071,941	16,141,648
Unclaimed property refund liability	6	-	-	-	-	10,855	10,855
Liability for cancelled warrants	7	2,711	-	-	-	3,172	5,883
Total Liabilities		<b>3,411,235</b>	<b>102,244</b>	<b>15,226,071</b>	<b>437,063</b>	<b>11,135,977</b>	<b>30,312,590</b>
<b>Fund Balances</b>							
Nonspendable consumable inventories	4	-	-	-	-	1,070,747	1,070,747
Restricted for unspent bond proceeds	8	-	-	12,580,594	-	-	12,580,594
Restricted for operations and maintenance	8	-	-	6,414,157	-	-	6,414,157
Restricted for unspent GARVEE bond proceeds	8	-	-	368,196,140	-	-	368,196,140
Restricted for transportation	8	11,447,399	-	26,324,704	-	-	37,772,103
Committed for transportation	9	-	1,224,477	-	6,255,336	-	7,479,812
Unassigned		-	-	-	-	(1,070,747)	(1,070,747)
Total Fund Balances		<b>11,447,399</b>	<b>1,224,477</b>	<b>413,515,595</b>	<b>6,255,336</b>	<b>(0)</b>	<b>432,442,806</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>		<b>\$ 14,858,634</b>	<b>\$ 1,326,720</b>	<b>\$ 428,741,666</b>	<b>\$ 6,692,399</b>	<b>\$ 11,135,977</b>	<b>\$ 462,755,397</b>

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

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**TNB Motor Vehicle Account Obligation** – The TNB Account is obligated to repay \$5.288 million loaned from the Motor Vehicle Account during the 05/07 biennium. As directed by legislation, all net TNB Civil Penalty Revenue received under the future Notice of Civil Penalty Adjudication process must be transferred to the Motor Vehicle Account each biennium as repayment of the outstanding obligation until the full amount of the original loan (\$5.288 million) has been repaid.

**HOT Lanes Operating Expenditures in Other Accounts** - Currently the High Occupancy Toll (HOT) Lanes Account pays most costs associated with operations and maintenance of the HOT Lanes on SR 167. However, the monthly cost associated with Toll Lane vendor warranty as well as some WSDOT staffing has been funded outside of the HOT Lanes Account. Based upon the 2013 biennium budgeted amounts, the additional project costs that are currently estimated to be funded outside of the HOT Lanes Account are approximately \$43,500 per quarter (\$174,000 per fiscal year).

**Detailed Notes**

1. **Accounts Receivable, net:**
  - (a) TNB and 520 Bridge Accounts consist primarily of: (1) Crossings where a Toll Bill has been sent to the customer via Pay-by-Mail, (2) Customer payments made by credit card which had yet to settle by December 31, (3) Crossings that are in the image review process and toll fees have yet to be transferred from customer accounts, (4) Crossings that are not viable and are awaiting dismissal, (5) and the Accounts allocated share of NSF fee, transponder sales and \$5 reprocessing fee receivables.
  - (b) HOT Lanes Account consists of amounts due from customers because their prepaid account had an insufficient balance and HOT Lanes allocated share of NSF fee and transponder sales receivables.
  - (c) Central Toll Account consists primarily of customer payments made by credit card which had yet to settle by the close of the reporting period.
2. **Notice of Civil Penalties, net** - The TNB balance consists of all outstanding amounts due related to TNB notices of civil penalties and the 520 Civil Penalty balance consists of all outstanding amounts due related to 520 Bridge notices of civil penalties.
3. **Due from Toll Vendor** – For TNB, HOT Lanes and the 520 Bridge and Civil Penalty Accounts, the Due from Toll Vendor consists primarily of amounts due from the CSC operations vendor (ETCC) due to renegotiation of the CSC operations contract. For the Central Toll Account amount are due from the CSC operations vendor ETCC due to operational and system errors that have required manual corrections and have resulted in amounts due to WSDOT.
4. **Consumable Inventory** – Toll transponders valued at cost using the first in, first out (FIFO) method.
5. **Deferred Revenue:**
  - (a) TNB Account - amounts associated with TNBs long-term portion of the toll vendor receivable, notice of civil penalty amounts not yet recognized because the adjudication process has not been completed, as well as amounts directly attributable to items (a) (3) and (4) described above in Note #1.
  - (b) HOT Lanes Account - amounts associated with the accounts long-term portion of the toll vendor receivable.
  - (c) 520 Bridge Account - amounts associated with 520s long-term portion of the toll vendor receivable as well as amounts directly attributable to items (a) (3) and (4) described above in Note #1.
  - (d) 520 Civil Penalty Account - notice of civil penalty amounts not yet recognized because the adjudication process has not been completed.
  - (e) Central Toll Account – amounts from customers on deposit for prepaid *GoodToGo!* accounts. No revenue is ever recognized in the Central Toll Account. Funds from the prepaid accounts, held in the Central Toll Account, are transferred to the applicable toll facility when a transponder is “read” as the customers’ vehicle crosses one of the toll facilities. Until this event, the prepaid toll account balance represents a liability to the state and is owed to the customer.
6. **Unclaimed Property Refund Liability** – After twenty-four months of inactivity, prepaid toll accounts are closed and remaining balances, less any associated fees, are refunded to the customer. In cases where the *Good To Go!* vendor cannot locate the customer, WSDOT remits the prepaid toll account balance to the Department of Revenue’s Unclaimed Property Section.
7. **Cancelled Warrants** – When a vendor cannot be located, such as when the vendor changes addresses without notification, the original warrant (check) must be cancelled and reissued once the vendor is located.
8. **The Unspent Bond Proceeds and Operations and Maintenance Restrictions** – Reserves required by the Master Bond Resolutions. Additionally, fund balances are considered “restricted” if its usage is limited by creditors, other governments, or through constitutional provisions.
9. **Committed for Transportation** – A fund balance is considered “committed” if usage is limited by the governing authority.