

WSDOT's Capital Project Delivery Programs

Bond Sales for the 2003 and 2005 Funding Packages

The 2003 and the 2005 Transportation Funding Packages are dependent on bond financing. Ultimately the gas tax component for both of these packages will be completely leveraged to pay debt service. The 2003 Transportation Funding Package contained two bond authorizations, an authorization of \$2.6 billion for motor fuel tax bonds, and an authorization of \$349.5 million for State General Obligation (GO) bonds over a 10-year period. The 2005 Transportation Funding Package included a \$5.1 billion bond authorization to be issued over a 16-year period.

The proceeds from these gas tax bonds will be used to fund specific highway projects. The proceeds from the state GO bonds will be used to fund rail, ferry terminal, and local road projects. The table to the right displays the bond sales for the 2005-2007 biennium.

The current 2005-2007 biennial bond authorization enacted by the 2006 legislative session for the Transportation 2003 (Nickel) Account is \$880.0 million and \$49.6 million in State General Obligation Bonds for the Multimodal Account. Current bond sales for this biennium are \$839.0 million for the Nickel Account and \$16.35 million for the Multimodal Account. The differences between the appropriated amounts of \$880.0 million and \$49.6 million, respectively, and the actual bond sales are attributed to premiums received on prior bond sales and a reduced need of bond proceeds.

The current 2005-2007 biennial bond authorization enacted by the 2006 legislative session for the 2005 Transportation Partnership Account is \$150.0 million. Current bond sales are \$105.0 million for this biennium. The difference between the appropriated amount of \$150.0 million and the actual bond sales are attributed to premiums received on prior bond sales and a reduced need of bond proceeds.

2003 Transportation Funding Package Transportation 2003 (Nickel Account Bonds) Total Authorization for 2005-07 \$880,000,000 RCW 47.10.861

Date of Sale	Amount Sold	Interest Cost
August 2005	\$170,000,000	4.38%
January 2006	185,000,000	4.43%
July 2006	160,000,000	4.69%
January 2007 ¹	324,000,000	4.41%
Total Bond Sale	\$839,000,000	
Bond Sale Premium ²	\$40,819,000	
Total Bond Proceeds	\$879,819,000	

2003 Transportation Funding Package Multimodal Transportation Account (GO Bonds) Total Authorization for 2005-07 \$49,600,000 RCW 47.10.867

Date of Sale	Amount Sold	Interest Cost
August 2005	\$0	N/A
January 2006	0	N/A
July 2006	0	N/A
January 2007 ¹	16,350,000	4.41%
Total Bond Sale	\$16,350,000	
Bond Sale Premium ²	\$1,170,000	
Total Bond Proceeds	\$17,520,000	

2005 Transportation Funding Package Transportation Partnership Account Bonds Total Authorization for 2005-07 \$150,000,000 RCW 47.10.873

Date of Sale	Amount Sold	Interest Cost
August 2005	\$0	N/A
January 2006	70,000,000	4.43%
July 2006	0	N/A
January 2007 ¹	35,000,000	4.41%
Total Bond Sale	\$105,000,000	
Bond Sale Premium ²	\$4,481,000	
Total Bond Proceeds	\$109,481,000	

Data Source: Financial Planning

¹The January bond sale amounts were submitted to the State Treasurer on November 6, 2006. The actual sale takes place January 23, 2007.

²Includes bond sale premium that was unspent in the 2003-05 biennium and premium accumulated in the first three bond sales of 2005-07, but does not include potential premium from the January 2007 bond sale.