

THE TACOMA NARROWS BRIDGE ACCOUNT (FUND 511)
WASHINGTON STATE
DEPARTMENT OF TRANSPORTATION

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
State Fiscal Year 2009, Month Ended June 30, 2009 - DRAFT

	NOTES	THROUGH MAY	JUNE	YEAR TO DATE
OPERATING REVENUES:				
Tolls	1	40,768,623	3,554,690	44,323,313
Violation Penalties	2	489,995	107,720	597,715
Transponder Sales	3	570,363	37,554	607,917
Miscellaneous Revenue	4	54,047	1,490	55,537
Undistributed Receipts	5	(190,266)	190,266	0
Total Operating Revenues		41,692,762	3,891,719	45,584,482
OPERATING EXPENDITURES:				
Goods and Services				
Toll Operator Contract	6	5,203,529	1,728,498	6,932,027
Insurance	7	1,246,558	92,127	1,338,685
Credit Card and Bank Fees	8	550,003	210,218	760,221
Washington State Patrol	9	202,872	112,128	315,000
Other	10	795,311	85,173	880,484
Travel	11	9,915	887	10,802
Capital Outlays	12	129,455	22,242	151,697
Salaries and Benefits	13	450,501	24,789	475,289
Infrastructure Maintenance & Preservation	14	264,240	4,215	268,455
Total Operating Expenditures		8,852,384	2,280,278	11,132,661
EXCESS OF OPERATING REVENUE OVER EXPENDITURES		32,840,379	1,611,442	34,451,821
NONOPERATING INCOME (EXPENDITURES)				
Prior Period Recoveries	15	400,000	0	400,000
Interest Income	16	682,567	112,733	795,299
Capital Improvement Outlays	17	(1,804,788)	(425,151)	(2,229,939)
Total Nonoperating Income (Expenditures)		(722,221)	(312,418)	(1,034,639)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		32,118,157	1,299,024	33,417,181
OTHER FINANCING SOURCES (USES)				
Operating Transfers Out	18	(26,625,418)	(300,000)	(26,925,418)
Total Other Financing Sources (Uses)		(26,625,418)	(300,000)	(26,925,418)
NET CHANGE IN FUND BALANCE		5,492,739	999,024	6,491,763
FUND BALANCE - BEGINNING		9,995,221	15,487,960	9,995,221
FUND BALANCE - ENDING		15,487,960	16,486,984	16,486,984

Toll Financial Statements were prepared in accordance with Generally Accepted Accounting Principles for governmental type funds.

- Fund Balance - Beginning remains static throughout the year.
- Fund Balance - Ending for previous months is the same as Fund Balance - Beginning for this month.
- Monthly and Year-to-Date Fund Balance - Ending should always equal each other.

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The note disclosures are an integral part of these financial statements and should be considered in conjunction with the financial statements.

Notes:

- 1 Revenue from Tolls represents the net tolls of paying eastbound vehicles, either through electronic toll accounts or payment at the toll booths at the time of travel across the eastbound span of the TNB.
- 2 Violation Penalties is revenue collected by the Pierce County court system and forwarded to WSDOT for adjudicated toll infractions. Toll violations are detected through the use of a photo enforcement system. The penalty amount is three times the cash toll for a standard passenger car and is collected in accordance with RCW 46.63.160(9).
- 3 Transponder Sales represents the sale of transponder devices at the time a vehicle owner establishes an electronic toll account with Good To Go.
- 4 Miscellaneous Revenue includes Administrative fees (\$54,661), NSF check fees (\$840) and Cash Over/Short (\$36).
- 5 Undistributed Receipts includes all suspense revenue. This includes suspense of cash toll revenue that occurs as cash moves in and out of the account. Where applicable, suspense revenue is analyzed and periodically reclassified to the appropriate revenue source or expense item. This source is cleared to zero at the end of each year.
- 6 Toll Operator Contract expenditures are for contract payments to the TNB third party operator, TransCore, for services provided in collecting tolls and managing electronic toll accounts.
- 7 TNB makes commercial property insurance payments to the Risk Management Division of the Office of Financial Management. The Office of Financial Management maintains the TNB's commercial property insurance policy and bills TNB typically twice per year.
- 8 Credit card fees include processing fees paid to Bank of America Merchant Services for Visa and MasterCard processing, American Express, and Discover. Included are bank fees for bank account services at Bank of America for the toll deposit account and fees paid to Cybersource for credit/debit card processing.
- 9 The Washington State Patrol supports toll violation activity at the TNB. The Patrol validates automobile owner information and submits infractions to the Pierce County District Court for processing.
- 10 Other Good and Services expenditures represent purchases of supplies, utilities, rents, printing, communication, and services provided by outside vendors, as well as the cost of sales for transponder devices.
- 11 Travel expenditures are for travel of the staff within WSDOT who oversee and work within TNB operations. The Secretary's Executive Order Number E 1057.00 was issued March 12, 2009. This order directs that travel no longer be charged to the TNB account. The only item that will appear on this line in the future will be the rental charge for the vehicle that Toll Operations rents from the WSDOT equipment fund. The Department inadvertently charged \$51.46 of staff travel time to the TNB Account in June. These amounts were not moved before the state closed its accounting records for the year. The Department has implemented additional controls to prevent this from occurring in the future and will make a prior period correction to move these expenditures in the new biennium.
- 12 Capital Outlays includes equipment purchased for use in TNB operations.
- 13 Salaries and Benefits includes staff within WSDOT who support TNB operations.
- 14 Infrastructure Maintenance & Preservation includes the cost of maintenance and bridge preservation activities on the new Tacoma Narrows Bridge not performed by TNB staff. (These costs include Goods and Services of \$161,073, Travel of \$2,556, Equipment of \$42,606 and Salaries and Benefits of \$154,347.)
- 15 Prior Period Recoveries includes an amount related to Undistributed Receipts. During February, the Department adjusted a suspense item related to a payment from Tacoma Narrows Constructors due to a credit change order revising the warranty by eliminating the ride-smoothness specification.
- 16 Interest Income is a proportionate share of earnings from investments based upon the TNB account's average daily cash balance for the period. Interest earned for the month was \$97,400. Interest also includes TNB's proportionate share of the Central Toll Account interest. TNB's share of the Central Toll Account interest was \$15,333 for the month. Interest income also includes interest on bond proceeds, where applicable.
- 17 Capital Improvement Outlays represent the cost of TNB construction activities.
- 18 Operating Transfers Out is a transfer of toll proceeds and cash from the TNB Account to the Highway Bond Retirement Account to facilitate the payment of debt service. During May, operating transfers out also included a \$10,000 payment to the Health Care Authority for development of the new employee insurance system. The \$10,000 payment does not represent an increase in costs, it would have been included in the health insurance rate paid as part of employee health insurance benefits, instead, the legislature structured it as a direct payment.