

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

**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE**  
**State Fiscal Year 2010, Quarter Ended March 31, 2010**

	NOTES	JULY THROUGH DECEMBER	JANUARY THROUGH MARCH	YEAR TO DATE
<b>OPERATING REVENUES:</b>				
Tolling Revenue	1	23,411,098	10,469,518	33,880,615
Violation Penalty Revenue	2	286,286	134,775	421,061
Transponder Sales	3	321,474	146,087	467,561
Miscellaneous Revenue	4	54,054	26,410	80,464
Total Operating Revenues		<u>24,072,912</u>	<u>10,776,789</u>	<u>34,849,701</u>
<b>OPERATING EXPENDITURES:</b>				
Goods and Services				
Toll Operator Contract	5	2,828,330	2,258,097	5,086,427
Insurance	6	1,599,434	2,633	1,602,067
Credit Card and Bank Fees	7	339,382	264,459	603,841
Washington State Patrol	8	89,998	108,108	198,106
Other	9	403,664	209,951	613,615
Equipment Rental	10	2,218	1,074	3,291
Capital Outlays	11	961	0	961
Salaries and Benefits	12	203,148	89,385	292,533
Infrastructure Maintenance & Preservation	13	98,309	81,410	179,719
Total Operating Expenditures		<u>5,565,443</u>	<u>3,015,117</u>	<u>8,580,560</u>
<b>EXCESS OF OPERATING REVENUE OVER EXPENDITURES</b>		<u>18,507,469</u>	<u>7,761,672</u>	<u>26,269,141</u>
<b>NONOPERATING INCOME (EXPENDITURES)</b>				
Prior Period Recoveries	14	98	10,434	10,532
Undistributed Receipts/Suspense	15	(90,206)	18,865	(71,340)
Interest Income	16	185,912	115,460	301,372
Capital Improvement Outlays	17	(488,016)	(189,103)	(677,119)
Total Nonoperating Income (Expenditures)		<u>(392,212)</u>	<u>(44,343)</u>	<u>(436,555)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<u>18,115,257</u>	<u>7,717,329</u>	<u>25,832,586</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating Transfers Out	18	(17,807,715)	(10,077,126)	(27,884,841)
Total Other Financing Sources (Uses)		<u>(17,807,715)</u>	<u>(10,077,126)</u>	<u>(27,884,841)</u>
<b>NET CHANGE IN FUND BALANCE</b>		307,542	(2,359,797)	(2,052,255)
<b>FUND BALANCE - BEGINNING</b>		<u>16,486,985</u>	<u>16,794,526</u>	<u>16,486,985</u>
<b>FUND BALANCE - ENDING</b>		<u>16,794,526</u>	<u>14,434,730</u>	<u>14,434,730</u>

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

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State Fiscal Year 2010, Quarter Ended March 31, 2010**

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, NSF check fees, and cash over/short.
- 5 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.
- 6 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.
- 7 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.
- 8 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.
- 9 Other Goods and Services expenditures represent purchases of supplies, rents, repairs, printing, communication, and services provided by outside vendors, as well as the cost of sales for transponder devices. Year-to-date expenditures in the Other Goods and Services category are comprised of the following :

Technical Consulting	\$	75,559
Supplies	\$	147
Cost of Transponders	\$	452,653
Communication	\$	18,930
Repairs	\$	8,081
Printing	\$	3,758
Rentals	\$	48,443
Purchased Services	\$	5,992
Other Debt	\$	52
Total Other Goods and Services	\$	613,615

- 10 Equipment Rental represents the rental charge for the vehicle that Toll Operations rents from the WSDOT equipment fund.
- 11 Capital Outlays includes equipment purchased for use in TNB operations.
- 12 Salaries and Benefits includes staff within WSDOT who support TNB operations.
- 13 Infrastructure Maintenance & Preservation includes the cost of maintenance and bridge preservation activities on the new Tacoma Narrows Bridge not performed by TNB Toll Operations staff. (These costs include Goods and Services of \$53,177, travel of \$33, and Salaries and Benefits of \$126,509.)
- 14 Prior Period Recoveries includes a \$1,500 liquidation of an estimated accrual related to 2009 fiscal year close, and the balance pertains to a movement of inventory expenditures to HOT Lanes related to 2009 fiscal year close.
- 15 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.
- 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 also includes TNB's proportionate share of the Central Toll Account interest. TNB's share of the Central Toll Account interest was \$20,008 for the quarter.
- 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.