Washington State Department of Transportation

Lynn Peterson
Secretary of Transportation

Transportation Building
310 Maple Park Avenue S.E.
P.O. Box 47300
Olympia, WA 98504-7300
360-705-7000
TTY: 1-800-833-6388
www.wsdot.wa.gov

December 8, 2014

SENT VIA EMAIL

Governor Jay Inslee
Office of the Governor

Senator Curtis King, Co-Chair
Senate Transportation Committee

Senator Tracey Eide, Co-Chair
Senate Transportation Committee

Representative Judy Clibborn, Chair
House Transportation Committee

Representative Ed Orcutt, Ranking Member
House Transportation Committee

Representative Jessyn Farrell, Vice Chair
House Transportation Committee

Representative Mark Hargrove
Asst. Ranking Minority Leader
House Transportation Committee

Representative Jake Fey, Vice Chair
House Transportation Committee

Representative Jason Overstreet
Asst. Ranking Minority Member
House Transportation Committee

Representative Luis Moscoso, Vice Chair
House Transportation Committee

Dear Governor Inslee and Honorable Members of the Senate and House Transportation Committees:

Per Section 213(8) of ESSB 6001, the Washington State Department of Transportation (WSDOT) is providing the enclosed report to you detailing the number of surplus parcels sold and the amount of revenue generated from these sales during 2014. Also, please note that we are providing the 2013-15 Biennium figures that address the increased department efforts related to the sale of surplus and the $1.453 million appropriation.

Section 213(8) states the following:
$1,453,000 of the motor vehicle account--state appropriation is provided solely to support increased departmental efforts to dispose of surplus property as directed in subsection (2) of this section. These additional funds are expected to result in up to $5,000,000 per fiscal biennium in additional revenues through increasing the sale of surplus property. By December 1, 2014, the department shall report to the governor and the chairs and ranking members of the senate and house of representatives transportation committees on the number of surplus property parcels sold and the amount of revenue generated from those sales during 2014.

Since January 2014, WSDOT has sold 40 properties and generated $5,227,356.91 in revenue. For the 2013-15 biennium WSDOT has sold 59 properties and generated $6,565,721.91 in revenue. These results put the department at 60% of the $11 million goal for the biennium. With eight months remaining in the biennium, WSDOT anticipates that the department will be able to meet the goal.

The below chart* provides a comparison between the current biennium and the two prior biennia:

Biennium	Revenue Generated	Number of Sales
2009-11	$5,127,991.79	55
2011-13	$6,008,496.01	73
2013-15 (through October 2014)	$6,565,721.91	59

In addition to the properties that have already sold, WSDOT currently has 26 properties that will be part of the next auction or are currently available for purchase on a first come first served basis. The anticipated revenue from these 26 properties is $15,331,080. The department continues to look for and implement new strategies related to marketing and advertising of WSDOT's surplus properties in order to sell more properties and generate additional revenue.

Please don't hesitate to contact me directly, or Terry Meara, Real Estate Services Program Administrator at (360) 705-7324 or MearaT@wsdot.wa.gov, if you have any questions.

Sincerely,

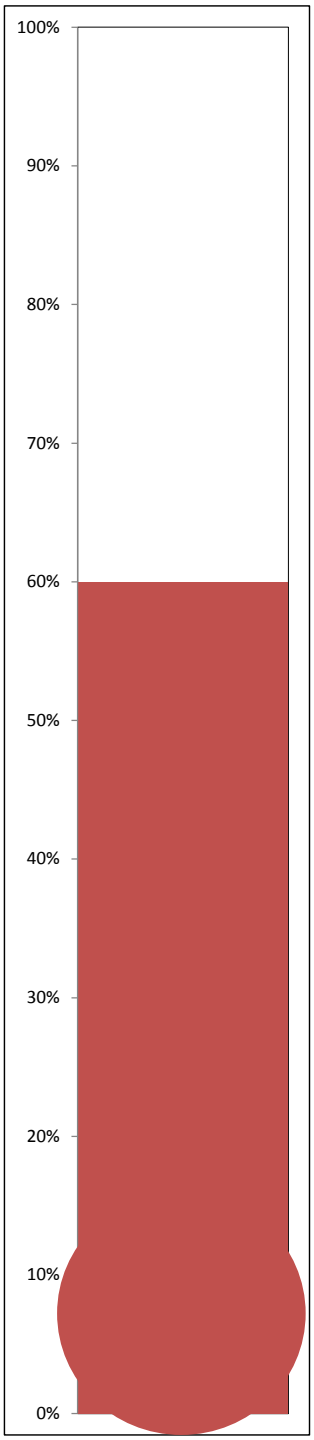
Lynn Peterson
Secretary of Transportation

LP:jad

Enclosure

*The figures provided are based upon Real Estate Services Monthly Sales Reports. These figures do not include completed property transactions to other entities for considerations other than monetary.

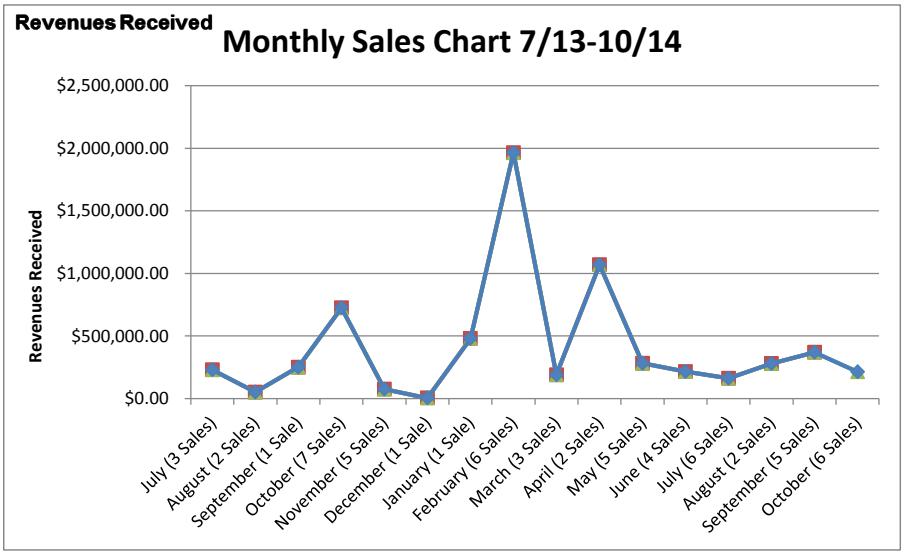
2013-2015 BIENNIUM - DISPOSAL - MONTHLY SALES REVENUE



GOAL		
100%	$11,000,000.00	6/30/2015

MONTHLY	REVENUE
July (3 Sales)	$229,600.00
August (2 Sales)	$52,000.00
September (1 Sale)	$251,000.00
October (7 Sales)	$725,265.00
November (5 Sales)	$75,500.00
December (1 Sale)	$5,000.00
January (1 Sale)	$480,000.00
February (6 Sales)	$1,964,373.00
March (3 Sales)	$189,750.00 *Reduced (-$30,000)
April (2 Sales)	$1,069,000.00
May (5 Sales)	$282,150.25
June (4 Sales)	$215,400.00
July (6 Sales)	$162,750.00
August (2 Sales)	$279,538.66
September (5 Sales)	$370,015.00
October (6 Sales)	$214,380.00
Total Sales Revenue	$6,565,721.91

STATUS		
60%	$6,565,721.91	10/31/2014



*MARCH SALES NOTED $219,750 TOTAL SALES - PRICE REVISED TO REFLECT REDUCED SALE PRICE