

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
WASHINGTON STATE DEPARTMENT OF TRANSPORTATION  
THE STATE ROUTE NUMBER 520 CORRIDOR ACCOUNT  
STATE FISCAL YEAR 2018, QUARTER ENDED SEPTEMBER 30, 2017**

	<u>NOTES</u>	<u>JUL THROUGH SEP</u>	<u>YEAR-TO-DATE</u>
<b>REVENUES</b>			
Toll revenue	1	\$ 18,090,047	\$ 18,090,047
Debt service reimbursement (FHWA)	2	85,339,588	85,339,588
Transponder sales	3	223,831	223,831
Toll vendor contractual damages	4	2,466	2,466
Toll bill reprocessing fee	5	325,581	325,581
Interest income		131,759	131,759
Miscellaneous	6	12,754	12,754
<b>TOTAL REVENUES</b>		<u>104,126,025</u>	<u>104,126,025</u>
<b>EXPENDITURES</b>			
Goods and Services			
Toll CSC operations vendor contract	7	1,761,049	1,761,049
Toll lane vendor contract		-	-
Insurance	8	2,439,764	2,439,764
Credit card and bank fees		380,764	380,764
Transponder cost of goods sold	9	162,470	162,470
Pay-by-mail		326,561	326,561
Other	10	163,530	163,530
Total Goods and Services		<u>5,234,138</u>	<u>5,234,138</u>
Personal service contracts	11	548,185	548,185
Salaries and benefits		425,520	425,520
Cost of financing	12	-	-
Maintenance and preservation	13	423,584	423,584
<b>TOTAL EXPENDITURES</b>		<u>6,631,428</u>	<u>6,631,428</u>
<b>EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>		<u>97,494,598</u>	<u>97,494,598</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Bonds issued	14	-	-
Operating Transfer In	15	-	-
Operating transfers out - debt service	16	(99,334,369)	(99,334,369)
Operating transfers out - GARVEE debt service		-	-
Operating transfers out		-	-
<b>TOTAL OTHER FINANCING USES</b>		<u>(99,334,369)</u>	<u>(99,334,369)</u>
<b>NET CHANGE IN FUND BALANCE</b>		(1,839,771)	(1,839,771)
<b>FUND BALANCE - BEGINNING</b>		<u>71,240,161</u>	<u>71,240,161</u>
<b>FUND BALANCE - ENDING</b>		<u>\$ 69,400,390</u>	<u>\$ 69,400,390</u>

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

**NOTES TO THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
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THE STATE ROUTE NUMBER 520 CORRIDOR ACCOUNT  
STATE FISCAL YEAR 2018, QUARTER ENDED SEPTEMBER 30, 2017**

**Detailed Notes**

1. **Toll Revenue** – Revenue earned, net of any adjustments, from tolls on vehicles traveling over the 520 Bridge, which are collected by either *Good To Go!* electronic toll accounts or pay-by-mail.
2. **Debt Service Reimbursement (FHWA)** – Federal Highway Administration Revenue provided for debt service on GARVEE bonds (Series 2012F & Series 2014C). These revenues are received every six months and the associated operating transfers out occur at the same time.
3. **Transponder Sales** – Sales of transponder devices to potential and existing *Good To Go!* electronic toll account customers.
4. **Toll Vendor Contractual Damages** – Charges to ETCC for not meeting Key Performance Indicators (KPIs).
5. **Toll Bill Reprocessing Fee Revenue** – The allocated portion of fees associated with the issuance of second toll billings.
6. **Miscellaneous Revenue** – This can include revenue for administrative and statement fees, NSF check fees, cash over, payments related to sale of surplus property, and prior period recoveries.
7. **Toll CSC Operations Vendor Contract** – Payment for monthly CSC operations costs.
8. **Insurance** – Annual premium for insuring the facility and monthly insurance brokerage fee paid to the Department of Enterprise Services (DES).
9. **Transponder Cost of Goods Sold** – Cost of purchasing, packaging, and shipping transponders. Transponder Cost of Goods Sold is directly related to Transponder Sales Revenue.
10. **Other Goods and Services** – Expenditures for supplies, communications, rents, repairs, service provided by outside vendors, printing, and registered owner look up costs.
11. **Personal Service Contracts** – Expenditures incurred for traffic and revenue forecast consulting and CSC operations consulting. Increase in services provided by Jacobs.
12. **Cost of Financing** – Costs associated with bond issuance planning and management.
13. **Maintenance and Preservation** – Cost of maintenance and preservation activities on the SR520 corridor. Maintenance totaled \$388,987 and Preservation totaled \$345,597.
14. **Bonds Issued** – Bonds issued for SR 520 Bridge.
15. **Operating Transfer In** – Toll revenue transferred from NOCP account per transfer authority in 2017 Session Laws Chapter 313 Section 408.
16. **Operating Transfers Out – debt service** – Transfers of cash to the Toll Facility Bond Retirement Account to facilitate the payment of debt service on the Series 2012C, 2012F, 2014C and 2017C bonds. The GARVEE transfer out for the Series 2012F & 2014C bonds is paid by a reimbursement from FHWA (Note 2).