**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 MARCH 31, 2018**

The notes to the financial statements are an integral part of this statement.
Tolling Operations System and Customer Service - In Fiscal Year (FY) 2018, WSDOT procured and contracted with a new toll system vendor and a customer service vendor. The costs for design and implementation of the new toll system and customer service center are allocated to all toll facilities. Design and implementation costs are reported in several categories on the financial statements. State Route Number 520 Corridor portion of these expenditures are $775,863 for current quarter and $1,698,222 for fiscal year to date.

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. **Maintenance and Preservation** – Cost of maintenance and preservation activities on the SR520 corridor. 3rd quarter Maintenance totaled $410,846 and preservation totaled $36,990. Year to date Maintenance totaled $1,287,896 and Preservation totaled $272,710.