

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
THE STATE ROUTE NUMBER 520 CORRIDOR ACCOUNT
STATE FISCAL YEAR 2019, QUARTER ENDED SEPTEMBER 30, 2018**

	NOTES	JUL THROUGH SEP	YEAR-TO-DATE
REVENUES			
Toll revenue	1	\$ 21,613,569	\$ 21,613,569
Debt service reimbursement (FHWA)	2	87,041,563	87,041,563
Transponder sales	3	256,140	256,140
Toll vendor contractual damages	4	3,136	3,136
Toll bill reprocessing fee	5	352,760	352,760
Interest income		284,284	284,284
Miscellaneous	6	63,878	63,878
TOTAL REVENUES		109,615,330	109,615,330
EXPENDITURES			
Goods and Services			
Toll operations vendor contracts	7	2,723,683	2,723,683
Insurance	8	2,780,302	2,780,302
Credit card and bank fees		493,833	493,833
Transponder cost of goods sold	9	169,532	169,532
Pay-by-mail		394,105	394,105
Other	10	184,590	184,590
Total Goods and Services		6,746,045	6,746,045
Personal service contracts	11	439,277	439,277
Salaries and benefits		485,311	485,311
Cost of financing		-	-
Maintenance and preservation	12	412,095	412,095
TOTAL EXPENDITURES		8,082,729	8,082,729
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		101,532,601	101,532,601
OTHER FINANCING SOURCES (USES)			
Bonds issued		-	-
Operating Transfer In		-	-
Operating transfers out - debt service	13	(101,036,517)	(101,036,517)
Operating transfers out		-	-
TOTAL OTHER FINANCING USES		(101,036,517)	(101,036,517)
NET CHANGE IN FUND BALANCE		496,084	496,084
FUND BALANCE - BEGINNING		81,918,282	81,918,282
FUND BALANCE - ENDING		\$ 82,414,366	\$ 82,414,366

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

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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 \$1,004,174 for current quarter and 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 Operations Vendor Contract** – Payment for monthly 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. 1st quarter Maintenance totaled \$402,415 and preservation totaled \$9,680. Year to date Maintenance totaled \$402,415 and Preservation totaled \$9,680.
13. **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).