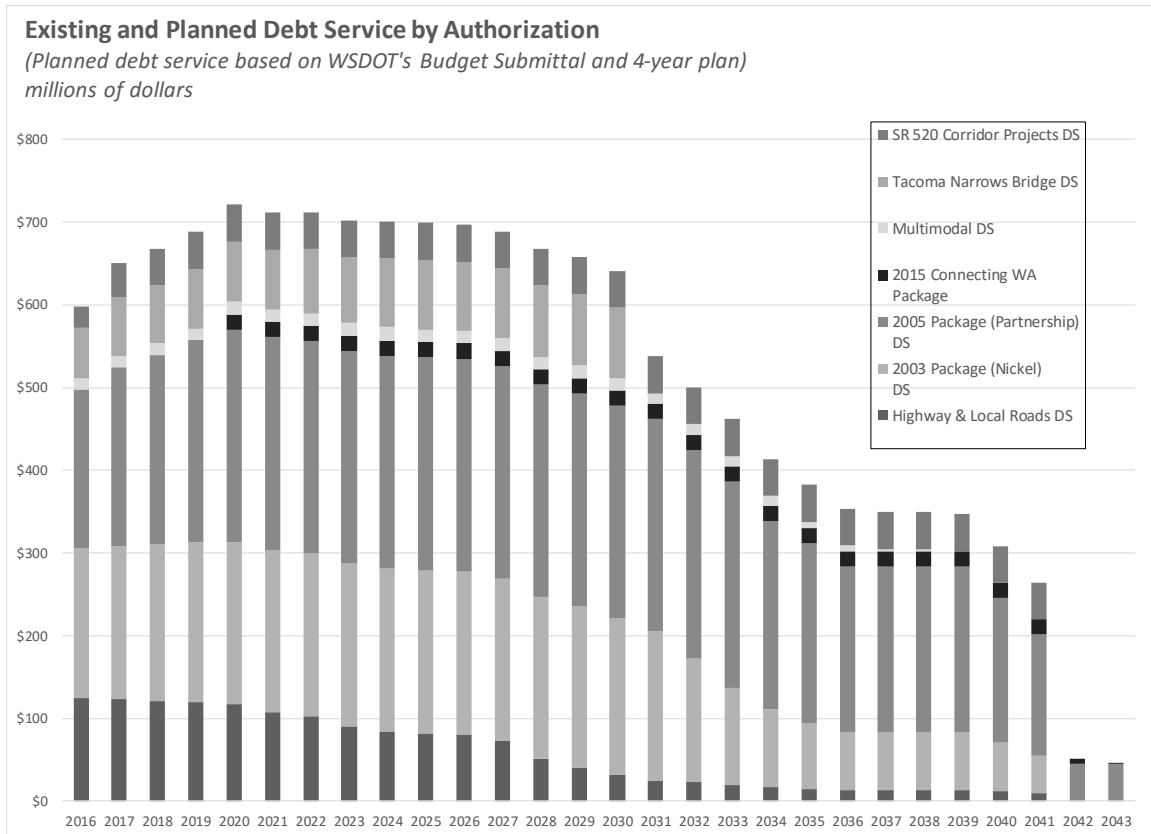


## Debt Service on Motor Fuel Tax Bonds

Debt service is the periodic payment of principal and interest on a bond.

- Debt service is the first obligation on fuel tax collections.
- Transportation bonds are typically issued as 25 or 30-year debt.
- The State Treasurer is authorized to refinance original issues of bonds. Refunding prior bond issues reduces total debt service requirements and achieves budgetary savings over the remaining term of the bond.
- The following chart shows debt service requirements on existing and projected bond sales through 2043, based upon the four year bond sale plan submitted with the Washington State Department of Transportation’s 2017-19 biennial budget request.

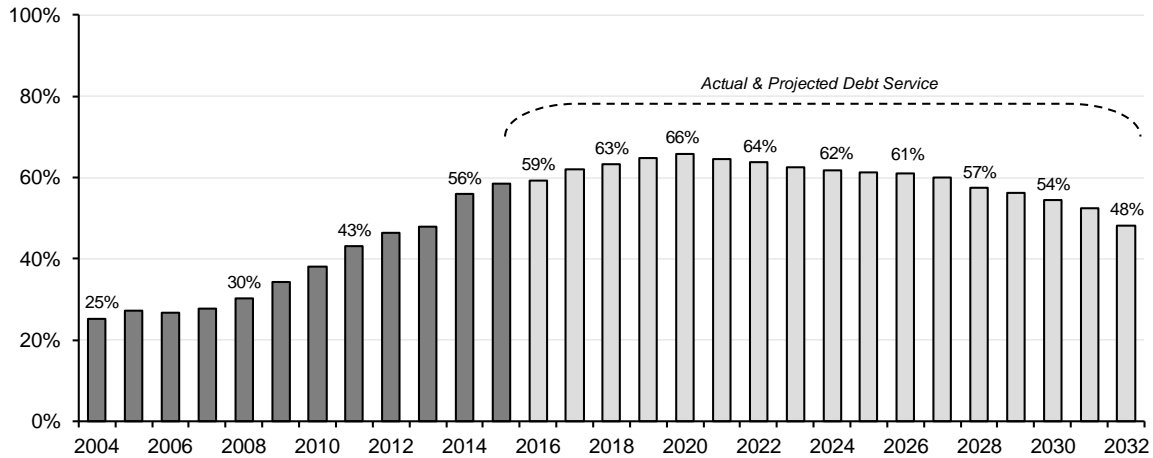


## Debt Service as a Percent of the State's Overall Share of the Fuel Tax

### Debt Service as a Percent of the State's Overall Share of the Fuel Tax

State Share  $12.04\text{¢} + 5\text{¢} + 8.5\text{¢} + 11.9\text{¢} = 37.44\text{¢}$

(Excludes Tacoma Narrows Bridge and SR 520 Debt Service)



- State motor fuel taxes include distributions to the Motor Vehicle Account, Puget Sound Ferries Capital Construction Account, Puget Sound Ferry Operations Account, Special Category C Account, 2003 (Nickel) Transportation Account, and Transportation Partnership Account.
- Assumes bond sale plan submitted with WSDOT's 2017-19 Biennial Budget Request, updated to reflect the June 2016 revenue forecast.
- Excludes debt service on bonds used to finance the Tacoma Narrows Bridge and the SR 520 Corridor Project.
- Excludes any potential license fees that are pledged from the Connecting Washington Bond Act (Chapter 45, Laws of 2015).