

**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 JUNE 30, 2018**

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 18,090,047	\$ 22,305,100	\$ 20,598,478	\$ 22,188,618	\$ 83,182,242
Debt service reimbursement (FHWA)	2	85,339,588	-	14,661,563	-	100,001,150
Transponder sales	3	223,831	219,755	206,390	223,846	873,822
Toll vendor contractual damages	4	2,466	4,627	3,089	3,092	13,274
Toll bill reprocessing fee	5	325,581	273,420	393,510	263,427	1,255,938
Interest income		131,759	191,315	234,737	411,868	969,678
Miscellaneous	6	12,754	29,365	13,490	12,954	68,563
TOTAL REVENUES		104,126,025	23,023,582	36,111,256	23,103,804	186,364,668
EXPENDITURES						
Goods and Services						
Toll operations vendor contracts	7	1,761,049	1,803,670	2,053,502	2,306,227	7,924,448
Insurance	8	2,439,764	12,774	12,774	12,774	2,478,087
Credit card and bank fees		380,764	478,763	390,142	476,441	1,726,111
Transponder cost of goods sold	9	162,470	149,292	136,167	144,500	592,429
Pay-by-mail		326,561	372,985	328,370	324,346	1,352,263
Other	10	163,530	185,556	126,032	138,186	613,304
Total Goods and Services		5,234,138	3,003,041	3,046,987	3,402,474	14,686,641
Personal service contracts	11	548,185	654,905	566,649	415,563	2,185,303
Salaries and benefits		425,520	451,906	465,421	474,135	1,816,982
Cost of financing		-	-	-	-	-
Maintenance and preservation	12	423,584	689,187	447,836	480,774	2,041,380
TOTAL EXPENDITURES		6,631,428	4,799,039	4,526,892	4,772,946	20,730,306
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		97,494,598	18,224,543	31,584,364	18,330,857	165,634,362
OTHER FINANCING SOURCES (USES)						
Bonds issued		-	-	-	-	-
Operating Transfer In		-	-	-	1,000,000	1,000,000
Operating transfers out - debt service	13	(99,334,369)	(13,990,765)	(28,644,300)	(13,986,807)	(155,956,240)
Operating transfers out		-	-	-	-	-
TOTAL OTHER FINANCING USES		(99,334,369)	(13,990,765)	(28,644,300)	(12,986,807)	(154,956,240)
NET CHANGE IN FUND BALANCE		(1,839,771)	4,233,778	2,940,064	5,344,050	10,678,122
FUND BALANCE - BEGINNING		71,240,161	69,400,390	73,634,168	76,574,232	71,240,161
FUND BALANCE - ENDING		\$ 69,400,390	\$ 73,634,168	\$ 76,574,232	\$ 81,918,282	\$ 81,918,282

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 \$864,912 for current quarter and \$2,563,134 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 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. 4th quarter Maintenance totaled \$475,359 and preservation totaled \$5,415. Year to date Maintenance totaled \$1,763,256 and Preservation totaled \$278,124.
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).