# STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
HIGH OCCUPANCY TOLL OPERATIONS ACCOUNT
STATE FISCAL YEAR 2015, QUARTER ENDED JUNE 30, 2015

The notes to the financial statements are an integral part of this statement.
Tolling Subsidiary Accounting System – Repeat independent audits have determined that the tolling subsidiary accounting system for WSDOT, which is managed by a contracted service organization, contains weaknesses in internal controls. The most recent audit showed that some of the deficiencies identified in previous audits have been remediated, resulting in improved internal controls. The Toll Division continues to work with our service organization to remediate the remaining deficiencies. WSDOT is committed to the highest standard of transactional and financial accountability for the citizens of Washington State.

Detailed Notes
1. Tolling Revenue – Revenue earned from single occupancy vehicles traveling in the High Occupancy Vehicle (HOV) Lanes on SR167 with a Good To Go! transponder account. A variable fee, based on traffic volumes, is automatically charged to their account.
2. Transponder Sales – Sales of transponder devices to potential and existing Good To Go! electronic toll account customers.
3. Toll Vendor Contractual Damages – Charges to ETCC for not meeting Key Performance Indicators (KPIs), totaling $1,276 and the short-term portion of future amounts due from ETCC, totaling $12,000.
4. Miscellaneous Revenue – This can include revenue for administrative and statement fees, NSF check fees, cash over, and prior period recoveries.
5. Toll CSC Operations Vendor Contract – Payment for monthly CSC operations costs.
6. Transponder Cost of Goods Sold – Cost of purchasing, packaging, and shipping transponders. The per unit cost of transponders and packaging cost increased in the 4th quarter.
7. The Washington State Patrol – Support for the enforcement of the laws governing the use of the HOT Lanes by issuing citations to HOT Lane violators.
8. Other Goods and Services – Expenditures for supplies, communications, rents, repairs, services provided by outside vendors, etc.
10. Infrastructure Maintenance – Cost of maintenance activities on the HOT Lanes. The quarterly costs include Goods and Services of $3,202 and Salaries and Benefits of $31,860.