

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
STATE ROUTE 520 CORRIDOR
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
STATE FISCAL YEAR 2022, QUARTER ENDED SEPTEMBER 30, 2021

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 13,342,871				13,342,871
Debt service reimbursement (FHWA)	2	92,726,647				92,726,647
Transponder sales	3	150,420				150,420
Toll vendor contractual damages	4	356,656				356,656
Toll bill reprocessing fee	5	(14,338)				(14,338)
Interest income		71,706				71,706
Miscellaneous	6	(687)				(687)
TOTAL REVENUES		<u>106,633,275</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,633,275</u>
EXPENDITURES						
Goods and Services						
Toll operations vendor contracts	7	2,580,560				2,580,560
Insurance	8	5,816,083				5,816,083
Credit card and bank fees		252,599				252,599
Transponder cost of goods sold	9	75,802				75,802
Pay-by-mail		9,577				9,577
Other	10	92,335				92,335
Total Goods and Services		<u>8,826,956</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,826,956</u>
Personal service contracts	11	337,367				337,367
Salaries and benefits		409,922				409,922
Maintenance and preservation	12	409,442				409,442
Other Agency/Program Expenditures	13	238,817				238,817
TOTAL EXPENDITURES		<u>10,222,504</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,222,504</u>
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>96,410,771</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>96,410,771</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in		-	-	-	-	-
Operating transfers out - debt service	14	(105,457,060)	-	-	-	(105,457,060)
TOTAL OTHER FINANCING USES		<u>(105,457,060)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(105,457,060)</u>
NET CHANGE IN FUND BALANCE		<u>(9,046,289)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,046,289)</u>
FUND BALANCE - BEGINNING		<u>82,606,012</u>	<u>73,559,723</u>	<u>73,559,723</u>	<u>73,559,723</u>	<u>82,606,012</u>
FUND BALANCE - ENDING		<u>\$ 73,559,723</u>	<u>\$ 73,559,723</u>	<u>\$ 73,559,723</u>	<u>\$ 73,559,723</u>	<u>\$ 73,559,723</u>

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 in Fiscal Year 2022 are:

	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Total</u>
BOS CSC Procurement Allocation	\$ 970,407				\$ 970,407

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) and accrued liquidated damages levied against ETAN for delays related to the development and deployment of a new Back Office System (BOS).
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.

	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Total</u>
Maintenance	\$ 397,819				\$ 397,819
Preservation	11,623				11,623
Total	\$ 409,442	\$ -	\$ -	\$ -	\$ 409,442

13. **Other Agency/Program Expenditures** – The 2020 transportation appropriations bill (ESHB 2322) included new toll-funded appropriations for expenses for the Washington State Patrol (WSP), Transportation Commission (WSTC), and six operating programs within the Washington State Department of Transportation (WSDOT).

	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Total</u>
Transportation Commission (L)	\$ 33,700				\$ 33,700
Traffic Operations (Q)	8,075				8,075
Transportation Management (S)	-				-
Transportation Planning (T)	142,919				142,919
Washington State Patrol	54,123				54,123
Total	\$ 238,817	\$ -	\$ -	\$ -	\$ 238,817

14. **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 2012F, 2014C, 2017C and R-2021A bonds. The GARVEE transfer out for the Series 2012F & 2014C bonds is paid by a reimbursement from FHWA (Note 2).