

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

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 11,118,427	\$ 11,241,161	\$ 10,581,133	\$ 13,650,525	46,591,246
Debt service reimbursement (FHWA)	2	90,741,438	-	8,976,188	-	99,717,625
Transponder sales	3	135,525	116,280	114,886	134,199	500,890
Toll vendor contractual damages	4	6,426	2,175	2,157	331,823	342,582
Toll bill reprocessing fee	5	173,589	(91,056)	443,691	195,263	721,487
Interest income		153,144	217,408	167,181	321,933	859,665
Miscellaneous	6	(950)	8,925	4,890	108,259	121,123
TOTAL REVENUES		102,327,598	11,494,893	20,290,126	14,742,001	148,854,618
EXPENDITURES						
Goods and Services						
Toll operations vendor contracts	7	2,245,736	2,051,920	2,009,375	(5,723,555)	583,475
Insurance	8	4,056,909	12,986	12,986	(4,082,882)	-
Credit card and bank fees		252,623	245,139	229,599	(727,361)	-
Transponder cost of goods sold	9	81,830	70,505	70,705	(223,039)	-
Pay-by-mail		196,506	189,300	178,713	(564,520)	-
Other	10	107,479	113,544	111,652	(332,675)	-
Total Goods and Services		6,941,082	2,683,395	2,613,030	(11,654,032)	583,475
Personal service contracts	11	294,873	398,485	447,353	(455,387)	685,325
Salaries and benefits		404,581	379,811	403,830	(1,188,221)	-
Maintenance and preservation	12	469,370	457,935	519,561	531,226	1,978,093
Other Agency/Program Expenditures	13		994,004	496,998	1,093,847	2,584,849
TOTAL EXPENDITURES		8,109,906	4,913,630	4,480,773	(11,672,566)	5,831,742
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		94,217,692	6,581,263	15,809,353	26,414,567	143,022,876
OTHER FINANCING SOURCES (USES)						
Operating transfers in		-	-	-	2,720,951	2,720,951
Operating transfers out - debt service	14	(104,732,067)	(20,051,632)	(14,419,280)	(13,635,246)	(152,838,223)
TOTAL OTHER FINANCING USES		(104,732,067)	(20,051,632)	(14,419,280)	(10,914,295)	(150,117,273)
NET CHANGE IN FUND BALANCE		(10,514,374)	(13,470,369)	1,390,074	15,500,272	(7,094,397)
FUND BALANCE - BEGINNING		89,700,409	79,186,035	65,715,666	67,105,740	89,700,409
FUND BALANCE - ENDING		\$ 79,186,035	\$ 65,715,666	\$ 67,105,740	\$ 82,606,012	\$ 82,606,012

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 2021 are

	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Total</u>
BOS CSC Procurement Allocation	\$ 463,078	\$ 212,503	\$ 278,911	\$ 311,415	\$ 1,265,907

Fund 16J Expenditures - A portion of Fund 16J expenditures were allocated to Fund 17P in Q4 in accordance with legislative direction in the enacted 2019-21 second supplemental budget. This is a one-time shift of reported expenditures. Future operating expenditures (FY22) are being posted in Fund 16J.

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.

	Q1	Q2	Q3	Q4	Total
Maintenance	\$ 456,174	\$ 457,950	\$ 498,889	\$ 530,556	\$ 1,943,569
Preservation	13,196	(15)	20,672	671	34,524
Total	\$ 469,370	\$ 457,935	\$ 519,561	\$ 531,227	\$ 1,978,093

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).

	Q1	Q2	Q3	Q4	Total
Transportation Commission (L)	\$ -	\$ -	\$ -	\$ 262,000	\$ 262,000
Traffic Operations (Q)	-	-	-	47,897	47,897
Transportation Management (S)	-	-	-	181,222	181,222
Transportation Planning (T)	-	-	-	105,730	105,730
Washington State Patrol	-	994,004	496,998	496,998	1,988,000
Total	\$ -	\$ 994,004	\$ 496,998	\$ 1,093,847	\$ 2,584,849

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 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).