

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION
INTERSTATE 405 AND STATE ROUTE 167 ETL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
STATE FISCAL YEAR 2023, QUARTER ENDED JUNE 30, 2023

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	JAN THROUGH MAR	APR THROUGH JUN	YEAR-TO-DATE
REVENUES						
Toll revenue	1	\$ 6,108,965	\$ 6,087,772	\$ 5,730,273	\$ 7,923,017	\$ 25,850,028
Civil penalty	2	8,668	58,637	(34,453)	2,274,597	2,307,449
Transponder sales	3	130,561	103,144	105,191	109,416	448,312
Toll vendor contractual damages	4	18,071	27,968	27,627	75,181	148,847
Toll bill reprocessing fee	5	1,125	2,909	283,381	242,557	529,973
Interest income		757,520	1,614,716	2,198,578	3,529,873	8,100,687
Miscellaneous	6	860	17,171	32,986	1,135	52,152
TOTAL REVENUES		<u>7,025,772</u>	<u>7,912,316</u>	<u>8,343,584</u>	<u>14,155,776</u>	<u>37,437,448</u>
EXPENDITURES						
Goods and Services						
Toll operations vendor contracts	7	218,172	1,737,211	1,057,191	1,272,397	4,284,972
Credit card and bank fees		166,245	177,845	152,897	200,758	697,745
Transponder cost of goods sold	8	95,771	84,667	84,217	77,077	341,732
Pay-by-mail		144,536	186,688	236,479	392,329	960,033
Washington State Patrol	9	136,238	199,252	309,768	270,672	915,929
Other	10	123,560	135,244	72,167	88,454	419,425
Total Goods and Services		<u>884,521</u>	<u>2,520,907</u>	<u>1,912,720</u>	<u>2,301,687</u>	<u>7,619,834</u>
Personal service contracts	11	142,464	128,423	136,406	187,500	594,793
Salaries and benefits		304,838	309,663	301,130	221,633	1,137,264
Civil penalty adjudication cost	12	1,519	6,309	4,712	170,987	183,526
Maintenance and Preservation	13	1,966,260	473,505	524,876	1,296,113	4,260,754
Capital outlays		5,079,099	2,740,489	2,312,128	2,012,303	12,144,018
Other Agency/Program Expenditures	14	520,995	605,618	422,283	795,028	2,343,924
TOTAL EXPENDITURES		<u>8,899,695</u>	<u>6,784,914</u>	<u>5,614,254</u>	<u>6,985,251</u>	<u>28,284,114</u>
EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>(1,873,923)</u>	<u>1,127,402</u>	<u>2,729,329</u>	<u>7,170,525</u>	<u>9,153,334</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in	15	16,446,500	-	-	-	16,446,500
Operating transfers out		(8,000)	-	-	-	(8,000)
TOTAL OTHER FINANCING USES		<u>16,438,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,438,500</u>
NET CHANGE IN FUND BALANCE		<u>14,564,577</u>	<u>1,127,402</u>	<u>2,729,329</u>	<u>7,170,525</u>	<u>25,591,834</u>
FUND BALANCE - BEGINNING		<u>340,899,847</u>	<u>355,464,423</u>	<u>356,591,825</u>	<u>359,321,155</u>	<u>340,899,847</u>
FUND BALANCE - ENDING		<u>\$ 355,464,423</u>	<u>\$ 356,591,825</u>	<u>\$ 359,321,155</u>	<u>\$ 366,491,680</u>	<u>\$ 366,491,680</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. I-405 AND SR 167 ETL portion of these expenditures in fiscal year 2023 are:

	Q1	Q2	Q3	Q4	Total
BOS CSC Procurement Allocation \$	-	\$ 9,111	-	\$ 12,654	\$ 21,765

Detailed Notes

1. **Toll Revenue** – Revenue is earned, net of any adjustments, from tolls on vehicles traveling in the I 405 express toll lanes, which are collected by either *Good To Go!* electronic toll accounts or pay-by-mail. Revenue is 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. **Civil Penalty**- Revenue earned when any of the following conditions exist: (a) Payment of Notice of Civil Penalty is received, or (b) Notice of Civil Penalty payment due date passes without receiving a request for an administrative hearing, or (c) an Administrative Law Judge upholds the Notice of Civil Penalty. No new revenue has been reported since system conversion and WSDOT is working with its toll vendor to resume collection as soon as possible. Negative revenue is due to Allowance for Doubtful Accounts (ADA) adjustments.
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 Kapsch for damages 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. New revenue is being reported due to system functionality implemented in March. Revenue is adjusted for Allowance for Doubtful Accounts.
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. **Transponder Cost of Goods Sold** – Cost of purchasing, packaging, and shipping transponders. Transponder Cost of Goods Sold is directly related to Transponder Sales Revenue.
9. **Washington State Patrol** – Invoiced services not included in Other Agency/Program Expenditures as allowed by budget appropriation.
10. **Other Goods and Services** – Expenditures for supplies, communications, rents, repairs, services 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.
12. **Civil Penalty Adjudication Costs** – I-405 and SR 167 ETL share of the adjudication system vendor contract with ETCC for the adjudication system module, as well as its share of supplies, communications, credit card fees, Office of Administrative Hearings costs, and salaries and benefits of WSDOT staff.

13. **Maintenance and Preservation** – Cost of maintenance and preservation activities on the I-405 and SR167 ETL.

	Q1	Q2	Q3	Q4	Total
Maintenance	\$ 567,511	\$ 59,314	\$ 58,284	\$ (108,054)	\$ 577,055
Preservation	<u>1,398,749</u>	<u>414,191</u>	<u>466,592</u>	<u>1,404,167</u>	<u>3,683,699</u>
Total	\$ 1,966,260	\$ 473,505	\$ 524,876	\$ 1,296,113	\$ 4,260,754

14. **Other Agency/Program Expenditures** – Costs for other agencies and operating programs within the Washington State Department of Transportation (WSDOT).

	Q1	Q2	Q3	Q4	Total
Transportation Commission (L)	\$ 15,000	\$ 17,000	\$ 16,200	\$ 16,200	\$ 64,400
Traffic Operations (Q)	140,327	1,129	2,429	16,307	160,192
Transportation Management (S)	9,626	9,626	9,626	9,622	38,500
Transportation Planning (T)	185,544	409,365	225,530	573,901	1,394,340
Charges From Other Agencies (U)	2,000	-	-	10,500	12,500
Washington State Patrol	<u>168,498</u>	<u>168,498</u>	<u>168,498</u>	<u>168,498</u>	<u>673,992</u>
Total	\$ 520,995	\$ 605,618	\$ 422,283	\$ 795,028	\$ 2,343,924

15. **Operating Transfers In** – Operating transfers in reflect amounts from the American Rescue Plan Act (ARPA) provided to various transportation accounts in the 2021-23 enacted budget.