

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
WASHINGTON STATE DEPARTMENT OF TRANSPORTATION  
THE STATE ROUTE NUMBER 520 CORRIDOR ACCOUNT  
STATE FISCAL YEAR 2019, QUARTER ENDED DECEMBER 31, 2018**

	NOTES	JUL THROUGH SEP	OCT THROUGH DEC	YEAR-TO-DATE
<b>REVENUES</b>				
Toll revenue	1	\$ 21,613,569	\$ 21,175,614	42,789,183
Debt service reimbursement (FHWA)	2	87,041,563	-	87,041,563
Transponder sales	3	256,140	207,839	463,979
Toll vendor contractual damages	4	3,136	5,257	8,394
Toll bill reprocessing fee	5	352,760	323,734	676,494
Interest income		284,284	413,355	697,640
Miscellaneous	6	63,878	13,097	76,975
<b>TOTAL REVENUES</b>		<b>109,615,330</b>	<b>22,138,897</b>	<b>131,754,227</b>
<b>EXPENDITURES</b>				
Goods and Services				
Toll operations vendor contracts	7	2,723,683	2,617,619	5,341,302
Insurance	8	2,780,302	8,288	2,788,590
Credit card and bank fees		493,833	440,707	934,540
Transponder cost of goods sold	9	169,532	144,651	314,183
Pay-by-mail		394,105	307,577	701,682
Other	10	184,590	197,638	382,229
Total Goods and Services		6,746,045	3,716,481	10,462,525
Personal service contracts	11	439,277	704,867	1,144,144
Salaries and benefits		485,311	516,306	1,001,618
Cost of financing		-	-	-
Maintenance and preservation	12	412,095	535,625	947,721
<b>TOTAL EXPENDITURES</b>		<b>8,082,729</b>	<b>5,473,279</b>	<b>13,556,007</b>
<b>EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>		<b>101,532,601</b>	<b>16,665,619</b>	<b>118,198,220</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bonds issued		-	-	-
Operating Transfer In		-	-	-
Operating transfers out - debt service	13	(101,036,517)	(13,990,983)	(115,027,500)
Operating transfers out		-	-	-
<b>TOTAL OTHER FINANCING USES</b>		<b>(101,036,517)</b>	<b>(13,990,983)</b>	<b>(115,027,500)</b>
<b>NET CHANGE IN FUND BALANCE</b>		<b>496,084</b>	<b>2,674,636</b>	<b>3,170,720</b>
<b>FUND BALANCE - BEGINNING</b>		<b>81,918,282</b>	<b>82,414,366</b>	<b>81,918,282</b>
<b>FUND BALANCE - ENDING</b>		<b>\$ 82,414,366</b>	<b>\$ 85,089,002</b>	<b>\$ 85,089,002</b>

*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 2019 are \$925,629 for current quarter and \$1,929,803 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. 2<sup>nd</sup> quarter Maintenance totaled \$532,039 and preservation totaled \$3,586. Year to date Maintenance totaled \$934,454 and Preservation totaled \$13,266.
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).