

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION  
STATE ROUTE 99  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
STATE FISCAL YEAR 2023, QUARTER ENDED JUNE 30, 2023

|  | NOTES | JUL<br>THROUGH<br>SEP | OCT<br>THROUGH<br>DEC | JAN<br>THROUGH<br>MAR | APR<br>THROUGH<br>JUN | YEAR-TO-DATE          |
|--|-------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>REVENUES</b>  |       |                       |                       |                       |                       |                       |
| Toll revenue   | 1     | \$ 7,825,873.98       | \$ 6,403,582          | \$ 6,828,235          | 8,131,987             | \$ 29,189,678         |
| Civil penalty  | 2     | 12,212                | 124,320               | (75,216)              | 3,753,345             | 3,814,661             |
| Transponder sales  | 3     | 151,985               | 120,485               | 122,877               | 127,812               | 523,159               |
| Toll vendor contractual damages                            | 4     | 23,751                | 31,668                | 31,784                | 24,254                | 111,457               |
| Toll bill reprocessing fee                                 | 5     | 1,603                 | 4,144                 | 403,672               | 360,305               | 769,724               |
| Interest income  |       | 40,929                | 285,241               | 547,036               | 1,000,873             | 1,874,079             |
| Miscellaneous  | 6/6a  | 1,121                 | 76,801,496            | 42,541                | 8,669,814             | 85,514,971            |
| <b>TOTAL REVENUES</b>                                      |       | <u>8,057,474</u>      | <u>83,770,936</u>     | <u>7,900,931</u>      | <u>22,068,389</u>     | <u>121,797,730</u>    |
| <b>EXPENDITURES</b>  |       |                       |                       |                       |                       |                       |
| Goods and Services   |       |                       |                       |                       |                       |                       |
| Toll operations vendor contracts                           | 7     | 690,733               | 1,119,856             | 1,005,275             | 1,099,185             | 3,915,048             |
| Credit card and bank fees                                  |       | 202,227               | 212,894               | 183,057               | 239,678               | 837,856               |
| Transponder cost of goods sold                             | 8     | 111,857               | 98,902                | 98,377                | 90,036                | 399,171               |
| Pay-by-mail  |       | 208,469               | 265,934               | 336,861               | 558,868               | 1,370,132             |
| Other  | 9     | 134,611               | 105,579               | 85,889                | 105,626               | 431,705               |
| Total Goods and Services                                   |       | 1,347,896             | 1,803,165             | 1,709,459             | 2,093,392             | 6,953,912             |
| Personal service contracts                                 | 10    | 186,998               | 189,120               | 231,022               | 223,533               | 830,673               |
| Salaries and benefits                                      |       | 262,431               | 269,894               | 263,825               | 212,476               | 1,008,626             |
| Civil penalty adjudication cost                            | 11    | 3,937                 | 10,871                | 8,119                 | 318,352               | 341,279               |
| Maintenance and preservation                               | 12    | 767,937               | 1,082,724             | 1,435,860             | 1,419,937             | 4,706,458             |
| Capital Outlays  |       | -                     | -                     | -                     | -                     | -                     |
| Other Agency/Program Expenditures                          | 13    | 39,926                | 36,526                | 37,426                | 1,154,516             | 1,268,394             |
| <b>TOTAL EXPENDITURES</b>                                  |       | <u>2,609,125</u>      | <u>3,392,300</u>      | <u>3,685,712</u>      | <u>5,422,207</u>      | <u>15,109,343</u>     |
| <b>EXCESS / (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b> |       | <u>5,448,349</u>      | <u>80,378,637</u>     | <u>4,215,219</u>      | <u>16,646,183</u>     | <u>106,688,387</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b>                      |       |                       |                       |                       |                       |                       |
| Operating transfers in                                     |       | -                     | -                     | -                     | -                     | -                     |
| Operating transfers out                                    | 14    | (9,000)               | (3,734,900)           | -                     | (7,710,300)           | (11,454,200)          |
| <b>TOTAL OTHER FINANCING USES</b>                          |       | <u>(9,000)</u>        | <u>(3,734,900)</u>    | <u>-</u>              | <u>(7,710,300)</u>    | <u>(11,454,200)</u>   |
| <b>NET CHANGE IN FUND BALANCE</b>                          |       | 5,439,349             | 76,643,737            | 4,215,219             | 8,935,883             | 95,234,187            |
| <b>FUND BALANCE - BEGINNING</b>                            |       | 14,626,489            | 20,065,838            | 96,709,575            | 100,924,793           | 14,626,489            |
| <b>FUND BALANCE - ENDING</b>                               |       | <u>\$ 20,065,838</u>  | <u>\$ 96,709,575</u>  | <u>\$ 100,924,793</u> | <u>\$ 109,860,676</u> | <u>\$ 109,860,676</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 99 portion of these expenditures in fiscal year 2023 are:

|                                   | Q1 | Q2        | Q3 | Q4        | Total     |
|-----------------------------------|----|-----------|----|-----------|-----------|
| BOS CSC Procurement Allocation \$ | -  | \$ 11,975 | -  | \$ 16,631 | \$ 28,606 |

**Detailed Notes**

1. **Toll Revenue** – Revenue earned, net of any adjustments, from tolls on vehicles traveling through the SR99 Tunnel, which are collected by either Good To Go! electronic toll accounts or pay-by-mail
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.
- 6a. **Miscellaneous Revenue** – Q2 Miscellaneous Revenue includes Seattle Tunnel Partners legal settlement of \$57,202,120.00 plus \$19,577,229.67 interest earned on delayed settlement payment (payment received October 2022). These funds will be appropriated by the Legislature. Q4 - Surplus property sale to City of Seattle, \$8,668,343.29
7. **Toll Operations Vendor Contracts** – Payment for monthly toll 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. **Other Goods and Services** – Expenditures for supplies, communications, rents, repairs, outside vendor services, printing, and registered owner look up costs.
10. **Personal Service Contracts** – Expenditures incurred for traffic and revenue forecast consulting and CSC operations consulting.
11. **Civil Penalty Adjudication Costs** – Allocated 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.
12. **Maintenance and Preservation** – Cost of maintenance and preservation activities on SR99.

|              | Q1                | Q2                  | Q3                  | Q4                  | Total               |
|--------------|-------------------|---------------------|---------------------|---------------------|---------------------|
| Maintenance  | \$ 767,937        | \$ 1,082,724        | \$ 1,435,860        | \$ 1,419,937        | \$ 4,706,458        |
| Preservation | -                 | -                   | -                   | -                   | -                   |
| <b>Total</b> | <b>\$ 767,937</b> | <b>\$ 1,082,724</b> | <b>\$ 1,435,860</b> | <b>\$ 1,419,937</b> | <b>\$ 4,706,458</b> |

13. **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)   | \$ 21,300        | \$ 21,400        | \$ 22,300        | \$ 21,300           | \$ 86,300           |
| Traffic Operations (Q)          | -                | -                | -                | 1,111,094           | 1,111,094           |
| Transportation Management (S)   | 15,126           | 15,126           | 15,126           | 15,122              | 60,500              |
| Transportation Planning (T)     | -                | -                | -                | -                   | -                   |
| Charges From Other Agencies (U) | 3,500            | -                | -                | 7,000               | 10,500              |
| Washington State Patrol         | -                | -                | -                | -                   | -                   |
| <b>Total</b>                    | <b>\$ 39,926</b> | <b>\$ 36,526</b> | <b>\$ 37,426</b> | <b>\$ 1,154,516</b> | <b>\$ 1,268,394</b> |

14. **Operating Transfers Out** – Total includes amount transferred to TPA for debt service pursuant to RCW 47.56.864.