



***Central Puget Sound
Regional Transit Authority***

*Schedule of Sources and Uses of Funds by
Subarea*

Year Ending December 31, 2016

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CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

STATEMENT OF MANAGEMENT’S RESPONSIBILITY

The Central Puget Sound Regional Transit Authority (Sound Transit) has implemented an accounting and reporting system consistent with the financial policies approved in the ST2 voter approved program. Annually, Sound Transit (the Agency) prepares a Schedule of Sources and Uses of Funds by Subarea (the Schedule), that is based on the Agency’s audited financial statements and long-term Finance Plan. The Schedule reports actual tax revenues received by subarea and an allocation to each subarea of other sources and uses earned and incurred. The results presented in the Schedule of Sources and Uses by Subarea, presented separately, are incorporated into the Agency’s Finance Plan.

Subarea reporting is integrated into the Agency’s system of internal control over financial reporting, ensuring the integrity of the information reported and provides management, the Board of Directors (the Board) and the Citizen Oversight Panel required information to monitor progress against Sound Transit’s subarea commitments to its voters. The integrity and objectivity of information prepared herein, including the establishment of equity rules consistent with the voter approved plan and direction from its Board, are the responsibility of management.

Annually, the Agency’s financial statement auditors perform agreed-upon procedures which look at the allocation of sources and uses of funds presented. These procedures were developed by management and are agreed to by the Citizens Oversight Panel and are approved by the Audit and Reporting Committee of the Sound Transit Board. All results are presented to the Board of Directors.


Based on the methodology developed, the incorporation into the agency’s financial reporting system and the results of the agreed upon procedures performed to date, management believes the Schedule of Sources and Uses of Funds by Subarea is fairly presented. The auditor’s agreed-upon procedure report on current and prior year subarea allocations may be obtained upon request to the Agency.



Peter M. Rogoff
Chief Executive Officer



Brian McCartan
Chief Financial Officer



Kelly A. Priestley
Director - Accounting

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Independent Accountants' Report on Applying Agreed-Upon Procedures

Audit and Reporting Committee
Central Puget Sound Regional Transit Authority:

We have performed the procedures enumerated below, which were agreed to by the Audit and Reporting Committee, the Citizens Oversight Panel, and management of Central Puget Sound Regional Transit Authority (Sound Transit), solely to assist the Audit and Reporting Committee of the Sound Transit Board in evaluating the accompanying Schedule of Sources and Uses of Funds by Subarea (the Schedule) (prepared in accordance with the criteria specified therein) for the year ended December 31, 2016. Sound Transit's management is responsible for the Schedule. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

For purposes of this report, we have applied a materiality threshold that was set at \$100,000 for a single variance and \$250,000 for a combined variance for each report line item. The procedures that we performed on the accompanying schedule and our findings are as follows:

Schedule of Sources and Uses

1. We verified the 2016 information as reported in the Subarea Sources and Uses – Version Mode/Project Detail report (not attached within this Subarea Report) was derived from the underlying general ledger balances for 2016 by performing the following:
 - a. We agreed the Subarea Sources and Uses – Version Mode/Project Detail report to the subarea ledger reconciliation, without exception.
 - b. We agreed the subarea ledger reconciliation to the general ledger upon which the Sound Transit audited financial statements have been prepared, without exception.
2. We verified the mathematical accuracy of the totals and subtotals shown on the Schedule, without exception.

Subarea Rules

3. We obtained the 2016 authorized and approved subarea rule list and verified the mathematical accuracy of changes in each rule type as compiled from supporting documentation provided by management for:
 - a. Each new rule, without exception.
 - b. Each change in existing rules, without exception.



4. We agreed the rule detail in the E1 Allocation Module, used to allocate general ledger amounts between subareas, to the 2016 authorized and approved subarea rule list:
 - a. For all new and changed rules allocated to more than one subarea and tested in procedure 3 above, without exception.
 - b. For a sample of 25 existing rules, without exception.
5. We verified the subarea rule drivers as presented in Appendix B by comparing it to the 2016 authorized and approved subarea rule list, without exception.

Subarea Rule Allocation

6. For each new or changed rule we verified the mathematical accuracy of the allocation of each source or use balance to each subarea in accordance with the rules, without exception.
7. We selected a sample of existing rules, including location based rules, for not less than a combined total of 30 rules for procedures 6 and 7. We selected this sample based on geographic location of project, facility or designation from voter approved plan, and verified it is recorded in the appropriate subarea, without exception.

Sound Transit Tax Revenue

8. **Sales tax cash revenues:** On a test basis we verified taxes received have been correctly recorded to the subarea ledger without exception as follows:
 - a. For sales tax revenue, we selected three months from throughout the year, April, July and November:
 - i. We agreed the gross tax amount collected by Subarea in the workbook to the RTA Distribution Analysis report received from the Department of Revenue;
 - ii. We re-computed that miscellaneous pool revenue has been allocated on a pro-rata basis of taxes received by subarea;
 - iii. We re-computed the gross amount by subarea reported within the workbook (gross taxes from step (i) above plus the allocated share of miscellaneous pool revenue from step (ii) above).
 - b. For each subarea we agreed the amount of Sales Tax Revenue reported in the Schedule to the Tax Revenue Cash Basis Schedule prepared by Sound Transit.
 - c. For quarterly sales tax mitigation payments, we selected one quarter from the year, Q2 2016:
 - i. We agreed the total amount of mitigation payment received to the Summary of Mitigation Payments report received from the Department of Revenue.
 - ii. We recalculated the amount allocated by the subarea allocation percentage for that quarter.
 - iii. We verified the subarea allocation percentage has been calculated correctly based on the prorata share of locations within Sound Transit's district receiving mitigation payments and that King County unincorporated mitigation payments have been allocated between East King County and South King County in accordance with the tax distribution methodology as documented within the Subarea Allocation of Tax Revenue Rule.
 - d. For each subarea we agreed the amount of Mitigation Tax Revenue reported in the Schedule of Sources and Uses by Subarea to the Tax Revenue Cash Basis Schedule prepared by Sound Transit.



9. **Rental car tax cash revenues:** On a test basis we verified taxes received have been correctly recorded to the subarea ledger as follows:
- a. We selected three months from throughout the year, April, August and September:
 - i. We agreed the amount of rental car tax payment received to the Rental Car Tax Detail Payor file received from the Department of Revenue without exception for:
 - 1. Total rental car tax payment;
 - 2. Snohomish County
 - 3. Pierce County
 - 4. King County
 - ii. For the allocation of rental car tax payment received to each King County subarea:
 - 1. We verified the 2016 King County subarea rental car tax allocation percentage has been calculated correctly based on the proportion of sales tax received from the six largest rental car tax payors in the accumulation months of July and August using the Six Largest Rental Car Tax Payor Reports provided by the Department of Revenue, without exception.
 - 2. We recalculated the amount of rental car tax payment allocated to each King County subarea using the rule computed in step 9.a.ii.1 multiplied by the annual amount of rental car tax payments received from King County as reported in the Rental Car Tax Detail Payor file received from the Department of Revenue, without exception.
 - b. For each subarea we agreed the amount of Rental Car Tax Revenue reported in the Schedule of Sources and Uses by Subarea to the Tax Revenue Cash Basis Schedule prepared by Sound Transit Personnel, without exception.
10. **Motor vehicle excise tax cash revenues:**
- a. We selected three months from throughout the year, February, May and September, of motor vehicle excise tax cash revenues recorded:
 - i. We agreed the amounts of the motor vehicle excise tax revenue to schedules prepared by Sound Transit personnel, without exception.
 - ii. We agreed total cash revenue on the supporting Sound Transit schedules to the Washington State Department of Licensing (DOL) excise tax collection report, without exception.
 - iii. We verified that the revenues were properly allocated to the appropriate subarea as reported by DOL, without exception.
 - b. At December 31, 2016, we requested and received a confirmation of zip code assignment by subarea from DOL.
 - c. We selected 25 zip codes from the confirmation, of which 5 selections include split zips, and performed the following procedures:
 - i. We verified each zip code was assigned to the correct geographical subarea by tracing the zip code to the zip code map maintained by Sound Transit's office of Policy and Planning, or by utilizing the Postal Service web site, without exception.
 - ii. For the 5 split zip codes, we verified the revenues were allocated in accordance with the split zip procedure, without exception.
 - d. For each subarea we agreed the amount of motor vehicle excise tax revenue reported for the year in the Schedule of Sources and Uses by Subarea to the Tax Revenue Cash Basis Schedule prepared by Sound Transit personnel, without exception.



Grant Revenues

11. We selected a sample of 5 individual grant draw down item requests from the monthly U.S. Department of Transportation Federal Transit Administration Echo-Web Payment Reports.
 - a. We traced the total amount on the draw down request to the Detail Grant Outlay Report to identify each capital project the draw down is associated with, without exception.
 - b. We identified each capital project associated with the draw down on the authorized and approved subarea rule list and the related subarea rule, without exception.
 - c. We verified the grant draw down was recorded to the subarea(s) in which the related capital project disbursements were recorded in accordance with the authorized and approved subarea rules list by:
 - i. Agreeing the total on the Detail Grant Outlay Report to the Actual Grant Reimbursements Revenues report, without exception.
 - ii. Tracing the total grant draw down amount to the posted journal entry associated with the recognition of the grant draw down in the general ledger for location based rules or by tracing to the subarea allocation detail report for non-location based rules, without exception.

Bond Interest

12. For the change in basis of reporting interest on Sound Transit's outstanding bonds from accrual to cash basis within the Schedule of Sources and Use of Funds by Subarea we verified the interest reported in the Schedule by:
 - a. Obtaining bond amortization schedules for each bond series outstanding during the year, without exception for all outstanding bonds except for the 2015S-2A and 2015S-2B bonds, which have variable interest rates. For the 2015S-2A and 2015S-2B bonds we verified the interest by agreeing to the debt confirmation received as part of our audit of the financial statements for Sound Transit.
 - b. Recalculating the interest paid, without exception.
 - c. Agreeing the interest paid as calculated in step 12.b to the interest expense reported in the Schedule of Sources and Use of Funds by Subarea, with the exception of \$6.1M of 2015 interest expense recorded in 2016.

Prior Year Adjustments

13. For the identified change or correction in rules or methodology for recording by subarea impacting prior years, we verified the amount of the adjustment by agreeing the new rule to the 2016 approved Subarea Rules list or approved methodology change, obtained the amount calculated in prior years, recalculated and verified to source documentation the prior year amount allocated using the new rule and computed the difference. We traced that amount to the subarea ledger journal entry post report.

2016 Reserve Contributions

14. Operating and maintenance reserve contribution: We recalculated the contribution to the reserve and verified the amount has been recorded and the funds segregated within the general ledger are equal to two months of operating and maintenance expenses, without material exception. Also, we verified the actual contribution was made to the reserve for the appropriate amount, without exception. We agreed the change in the reserve per the general ledger to the change in the reserve per the Schedule of Sources and Uses of Funds by Subarea, without exception.
15. Capital reserve contribution: We verified that a minimum balance of \$300 million was maintained in the capital replacement reserve in accordance with Resolution No. R2015-32. We verified the amount has been recorded and the invested funds restricted within the general ledger. We agreed the change in the reserve per the general ledger, including investment income earned, to the change in the reserve per the Schedule of Sources and Uses of Funds by Subarea, without exception.



This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying schedules. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Audit and Reporting Committee, the Citizens Oversight Panel, and management of Sound Transit, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

September 15, 2017

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CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

Schedule of Sources and Uses of Funds by Subarea

For the year ending December 31, 2016

(in thousands)

	Snohomish	North King	South King	East King	Pierce	System-wide	Total
Sources							
Tax revenues	\$ 97,830	\$ 256,150	\$ 123,555	\$ 213,961	\$ 142,989	\$ -	\$ 834,485
Grant revenue	2,704	58,344	12,626	12,002	84,071	462	170,209
Fares and other operating revenues	7,796	25,905	14,468	23,453	13,725	1,151	86,498
Interest earnings	-	-	-	-	-	12,784	12,784
Bond proceeds (note 5)	-	116,765	29,961	-	-	330,297	477,023
Other	-	425	-	-	3	41	469
Total Sources	\$ 108,330	\$ 457,589	\$ 180,610	\$ 249,416	\$ 240,788	\$ 344,735	\$ 1,581,468
Uses							
Capital							
System expansion	\$ 24,890	\$ 238,626	\$ 63,050	\$ 293,076	\$ 109,128	\$ 1,617	\$ 730,387
Enhancement	313	1,345	607	129	3,700	682	6,776
Rehabilitation and replacement	1,579	1,231	4,395	1,708	3,384	-	12,297
Administrative	-	58	10	16	-	2,481	2,565
Total Capital	26,782	241,260	68,062	294,929	116,212	4,780	752,025
Operating and Maintenance							
Link light rail	-	60,125	23,498	-	4,472	-	88,095
Souder commuter rail	8,558	-	19,023	-	17,262	-	44,843
ST Express bus	21,215	-	10,173	54,925	31,043	-	117,356
System-wide activities	22	75	67	-	8	28,538	28,710
Total Operating and Maintenance	29,795	60,200	52,761	54,925	52,785	28,538	279,004
Debt Service and Changes in Reserve							
Debt service payments (note 5)	8,114	70,208	30,459	-	8,820	-	117,601
Unallocated bond proceeds	-	-	-	-	-	330,297	330,297
Capital reserve contribution	858	674	738	1,152	1,497	70	4,989
Emergency loss reserve contribution	-	-	-	-	-	3,112	3,112
Operating and maintenance reserve contribution	763	2,164	1,503	1,868	1,487	-	7,785
Increase/(decrease) in general reserve	42,018	83,083	27,087	(103,458)	59,987	(22,062)	86,655
Total Changes in Debt Service and Reserve	51,753	156,129	59,787	(100,438)	71,791	311,417	550,439
Total Uses	\$ 108,330	\$ 457,589	\$ 180,610	\$ 249,416	\$ 240,788	\$ 344,735	\$ 1,581,468

See accompanying notes to schedule

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CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

NOTES TO SCHEDULE OF SOURCES AND USES OF FUNDS BY SUBAREA For the Year Ending December 31, 2016

NOTE 1: ORGANIZATION AND REPORTING ENTITY

As provided under the Revised Code of Washington (RCW) Chapter 81.112 applicable to a regional transit authority, the Central Puget Sound Regional Transit Authority, a public corporation acting under the service name of Sound Transit, was established in 1993. Sound Transit was formed to implement a high-capacity transportation system throughout parts of King, Pierce, and Snohomish counties in the State of Washington through the design, construction, and implementation of a commuter rail (Sounder), light rail (Link) and regional express bus system (ST Express).

Reporting Entity – Sound Transit is a special purpose government supported primarily through sales and use, motor vehicle excise and rental car sales tax assessed in Sound Transit’s operating jurisdiction (the District). In addition, Sound Transit receives capital and operating funding from federal, state and local agencies.

Sound Transit is governed by an eighteen-member Board, seventeen of whom are appointed by the respective member county executives and confirmed by the council of each member county. Membership is based on the population from the portion of each county that lies within Sound Transit’s service area. Representation on the board includes an elected official representing the largest city in each county and ensures proportional representation from other cities and from unincorporated areas of each county. The final board position is held by the Secretary of Transportation, Washington State Department of Transportation.

NOTE 2: SUBAREA REPORTING BASIS

Sound Transit has implemented an accounting and reporting system consistent with the financial policies approved in the ST2 voter approved program. The Schedule of Sources and Uses of Funds by Subarea (Schedule) is prepared from this system on a modified cash basis and does not incorporate non-cash items such as gain on sale of fixed assets and depreciation and amortization expense. See Appendix A for a reconciliation from of the changes from the financial statements to the modified cash basis used in the Schedule Sources and Uses by Subarea.

NOTE 3: SUBAREA DRIVERS AND RULES

For purposes of subarea reporting, sources and uses directly associated with a particular location are directly credited or charged to the corresponding subarea. Sources and uses benefiting more than one subarea are classified according to pre-established drivers and allocation rules that reflect the Agency’s assumptions regarding multiple subarea and project benefit, expressed as percentages, except proceeds from debt issuance which are allocated based on actual dollars as determined in the Financial Plan. See Appendix B for the drivers that are used to allocate sources and uses to subareas.

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

Notes to Schedule of Sources and Uses of Funds by Subarea, continued

NOTE 4: SUMMARY OF SIGNIFICANT SOURCES AND USES OF FUNDS

Tax revenues: Sound Transit is funded primarily by three types of taxes. These taxes are levied within the district at the following rates:

Tax	Rate
Sales and Use	0.9%
Motor Vehicle Excise	0.3%
Rental Car Sales	0.8%

On November 2, 2016, voters approved an increase in the sales tax of 0.5%, an additional motor vehicle excise tax of 0.8% and a property tax in the amount of \$0.25 per \$1,000 of assessed value. These additional taxes will be implemented in 2017.

Grant revenue: Sound Transit is the recipient of multiple competitively awarded grants from federal agencies. The primary source of federal grants is the Federal Transit Authority, including New Starts program full funding grant agreements (FFGA) and formula funds. State and local sources are generated through direct grants to Sound Transit and through agreements with other jurisdictions for funding various capital projects in their areas.

Fares and other operating revenues: Sound Transit collects fares for its services, with the exception of Tacoma Link. Transit riders pay distance-based fares that vary by mode. The agency also collects other miscellaneous revenues such as advertising and rental income.

Interest earnings: Interest earnings are generated from cash and investments that are invested in accordance with Sound Transit’s asset and liability management policy.

Bond proceeds: Sound Transit issues debt from time to time as authorized and necessary to implement its program. Under state law, issuance of bonds payable from any type of taxes is subject to statutory debt limitations. Sound Transit is currently authorized to incur debt in an amount equal to 1.5% of the value of taxable property within the service area, without securing voter approval for bonds. With the approval of 60% of the region’s voters, Sound Transit may incur aggregate indebtedness of up to 5.0% of the value of taxable property within the service area.

Other: Other non-operating sources includes proceeds from sales of retired vehicles and surplus land, net of selling expenses.

Total sources: Total sources is the sum of tax revenues, grants, bonds, fares, other operating revenues, interest earnings, bond proceeds and other sources.

Capital: Sound Transit incurs capital costs to build the voter-approved regional transit system. These costs include the administration expenditures, design and engineering, right of way, vehicle, systems and construction costs for system expansion, enhancement, rehabilitation and replacement, and administrative capital projects.

Operating and maintenance: Operating and maintenance costs consist of expenditures related to providing service, maintaining revenue vehicles and operating and maintaining transit facilities within

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

Notes to Schedule of Sources and Uses of Funds by Subarea, continued

Sound Transit's transportation district. System-wide activities consists of costs incurred to support fare administration programs, general and administrative, and other expenses essential for the planning and maintenance of a regional transit system.

Debt service payments: Debt service payments include all amounts associated with the payment of interest and principal on outstanding bonds.

Unallocated bond proceeds: Bond proceeds are allocated to subareas based on subarea borrowing needs. Should bond proceeds on issuance exceed subarea borrowing needs in that year, the excess amount is set aside in unallocated bond proceeds in System-wide to be allocated in future years based on subarea borrowing needs.

Capital reserve contribution: Sound Transit is required to maintain a minimum balance of \$300 million in an internally restricted cash and investment fund to provide for future capital replacement.

Emergency loss reserve contribution: Annually, an amount is contributed to an internally restricted cash fund to cover retention, deductible or excess loss due to uninsured loss or portion of loss.

Operating and maintenance reserve contribution: Sound Transit's financial policies require the agency to maintain an operating expense reserve in the amount of two months average annual spending expenses.

Increase (decrease) in general reserve: The general reserve consists of the excess of sources and uses of funds revenue after making required debt service and other reserve contributions. Each subarea contributes to the general reserve in years they have a surplus and draws from the reserve in years where they have a deficit. The general reserve consists of all cash and investments that are not included in the reserves described above.

Total uses: Total uses is the sum of expenses and outlays related to capital, operations and maintenance, debt service and changes in reserves.

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

Notes to Schedule of Sources and Uses of Funds by Subarea, continued

NOTE 5: LONG TERM DEBT - BOND PROCEEDS AND DEBT SERVICE PAYMENTS

In December 2016, Sound Transit issued additional Parity Bonds of \$400 million of Series 2016S-1 Sales Tax and Motor Vehicle Excise Tax Bonds. Net proceeds were \$477 million (gross proceeds of \$478.8 million net of debt issuance costs of \$1.8 million). Proceeds of \$146.7 million were used during the year to finance subarea borrowing needs in North and South King County, with the remaining proceeds of \$330.3 million to be used for future subarea borrowing needs.

The following table summarizes the components included as debt service in the Schedule:

(in thousands) Schedule of Debt Service Payments	
Debt service payments	
Interest expense	\$ 93,793
Build America rebate	(6,622)
Principal payment	30,430
Total Debt Service Payments	\$ 117,601

NOTE 6: PRIOR PERIOD ADJUSTMENTS AND CHANGES IN PRESENTATION

For consistency with the financial plan, bond proceeds have been changed to be presented net of bond refundings and have been reflected within the Schedule. Adjustments were made to amounts reported in 2015 and the change in general reserve has been restated and presented below for the impact of changes to rules used related to the 2015 debt issuance as described below:

- Gross bond proceeds were allocated using the debt service rule and have changed to be presented net of bond refunding, or \$600.0 million (gross proceeds of \$1,034.9 million before early principle payment of \$398.0 million, advance refunding costs of \$35.1 million and debt issuance costs of \$1.8 million).
- The debt service rule utilized in 2015 was based on preliminary information and 2015 debt service of \$95.0 million (interest expense of \$66.6 million, plus principal payment of \$35.0 million, less Build America rebate of \$6.6 million) has been updated to the final rule for 2015.
- The bond reserve reduction of \$3.2 million utilized the debt service rule and has been changed to the rule used for the reserve contribution.

(in thousands)	Snohomish	North King	South King	East King	Pierce	System-wide	Total
Change in general reserve,							
December 31, 2015, as originally stated	\$ 92,380	\$ 265,596	\$ 88,638	\$ (25,296)	\$ 111,043	\$ (26,753)	\$ 505,608
Bond proceeds	(41,402)	97,922	(11,518)	-	(45,002)	-	-
Debt service	-	2,376	(2,376)	-	-	-	-
Bond reserve contribution	104	(364)	146	-	114	-	-
Change in general reserve,							
December 31, 2015, as restated	\$ 51,082	\$ 365,530	\$ 74,890	\$ (25,296)	\$ 66,155	\$ (26,753)	\$ 505,608

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX A

Financial Statement Reconciliation to Subarea Sources and Uses For the Period Ended December 31, 2016

(in thousands)

Change in Net Position per Statement of Revenue, Expenses and Changes in Net Position	\$ 747,659
Sources and uses related to statement of net position items	
Additions to capital assets	(752,025)
Bond proceeds (excludes bond issuance costs)	478,791
Unallocated bond proceeds	(330,297)
Capitalized interest	(82,510)
Contribution to capital reserve	(4,989)
Contribution to emergency loss	(3,112)
Vehicles and land sale proceeds	469
Principal repayment of outstanding bonds	(30,430)
Contribution to operations and maintenance reserve	(7,785)
	<u>(731,888)</u>
Difference in reporting basis	
Interest expense	(6,018)
Tax revenues	(4,271)
	<u>(10,289)</u>
Add (deduct) non cash items included in above	
Bond premium amortization, net	(5,264)
Capital contributions to other governments	(278)
Change in fair market value of investments	154
Depreciation and amortization	136,748
Expense and landbank transfers from construction in progress	(48,598)
Reclass operation startup to CIP	622
Gain on disposal of assets	(2,011)
Project cost recoveries	(200)
	<u>81,173</u>
Net change in general reserve per Schedule of Sources and Uses	\$ 86,655

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CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: SUBAREA DRIVERS

SOURCES

Description	Driver
Bond Proceeds	Financial Plan *Applicable to net new bond issues
Capital Grants	Project Costs or Board Designation
Interest Earnings	Financial Plan
Motor Vehicle Excise Tax	Department of Licensing Zip Code Location
Operating Grants	Operating Use Drivers
Other Revenue	Location / Modal Operating Use Drivers (see Operating Uses section below)
Regional Mobility Grant for Routes 522 and 577	Boardings for Routes 522 and 577
Rental Car Tax	Department of Revenue Location Code / County Level
Sales & Use Tax	Department of Revenue Location Code

Passenger Fares

Description	Driver
Central Link Light Rail Fares	Station Boardings
Sounder Fares	Cash Equivalent Full Fare Value
ST Express Bus Fares	Route Boardings / Platform Hours

OPERATING AND MAINTENANCE USES

Sounder Commuter Rail Operating and Maintenance Uses

Description	Driver
BNSF North Line	Track Miles
BNSF South Line	Track Miles
All Other Sounder Operations	Vehicle Miles

ST Express Bus Services Operating and Maintenance Uses

Description	Driver
Bus Operations	Platform Hours
DSTT Operations	DSTT Platform Hours

Link Light Rail Operating and Maintenance Uses

Description	Driver
Central Link Operations	Boardings / Track Miles
Tacoma Link Operations	Location

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: Subarea Drivers, *continued*

Other Uses

Description	Driver
Agency Administration	Financial Policies
Art Maintenance	Location
All Other Expenses	Location or Board Designation

CAPITAL USES

System Expansion – Sounder Commuter Rail Projects	Driver
Auburn Station Improvements	Location
D Street-M Street Track & Signal	Location
Eastside Rail Partnership	Location
Edmonds Station	Location
Kent Station Improvements	Location
Lakewood Station	Location
Lakewood Station Improvement	Location
Layover	Vehicle Miles
M St.-Lakewood Track & Signal	Location
Mukilteo Station South Platform	Location
Permitting/Environmental Mitigation	Location
Pt. Defiance Bypass	Location
Puyallup Station Improvement	Location
Sounder Fleet Program	2009 Sound Move Reported Rules
Sounder Program Reserve	Location
Sounder South Expanded Service	ST2 Financial Plan
Sounder ST2 Fleet Expansion	ST2 Financial Plan
Sounder Maintenance Base	ST2 Financial Plan
Sounder Yard Expansion	Track Miles
South Tacoma Station	Location
Station Access & Demand Study	ST2 Financial Plan
Sumner Station Improvement	Location
Tacoma Trestle Track & Signal	Location
Tukwila Station	Location
Willow Creek Environmental Mitigation	Location

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: Subarea Drivers, *continued*

System Expansion – ST Express Bus Projects	Driver
85 th Corridor, Kirkland	Location
Ash Way Transit Access	Location
Bothell Transit Related Improvements	Location
Burien Transit Center Parking Expansion	Location
Canyon Park Freeway Station/I-405	Location
Federal Way HOV Access/S. 317 th	Location
Federal Way Transit Center/S. 317th	Location
I-90 Two-Way Transit & HOV Opr, stage 1	Location
I-90 Two-Way Transit & HOV Opr, stage 2	Location
I-90 Two-Way Transit & HOV Opr, stage 3	Location
Issaquah Transit Center/SR-900	Location
Kirkland Transit Center/3 rd	Location
Mercer Island P&R	Location
Mountlake Terrace Freeway Station/236 th SW	Location
Newcastle Transit Improvements	Location
Rainier Avenue Arterial Improvements	Location
Renton HOV Access/N 8 th	Location
S. Everett Freeway Station/112 th	Location
SR 522 HOV Enhancements/Bothell	Location
ST Express Bus Base	ST2 Financial Plan
ST Express Fleet Expansion	Service Hours
ST Express Fleet Expansion ST2	ST2 Financial Plan
ST Express Midday Bus Storage	Financial Policies
Strander Boulevard Extension	Location
Totem Lake Freeway Station/NE 128th	Location
Totem Lake Transit Center/Evergreen Med Ctr	Location

System Expansion – Link Light Rail Projects	Driver
Airport Link	Location
Downtown Redmond Link Extension	Location
East Link Extension	ST2 Financial Plan
First Hill Streetcar	Location
Initial Segment	2009 Sound Move Reported Rules
Link O&M Facility East	ST2 Financial Plan
Lynnwood Link Extension	ST2 Financial Plan
Northgate Link Extension	Location
S. 200th Link Extension	Location
Federal Way Link Extension	Location
ST2 Light Rail Vehicle Fleet Expansion	Fleet Requirements
Tacoma Link Expansion	Location
University Link Extension	Location

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: Subarea Drivers, *continued*

System Expansion – Other	Driver
E-Citations Fare Enforcement – Light Rail	Boardings / Track Miles
E-Citations Fare Enforcement – Sounder	Vehicle Miles
Fare / System Integration	Financial Policies
Fare Administration	Financial Policies
Passenger Information System / CCTV	Location
Research & Technology	Financial Policies
South Corridor Alternatives Planning	Location
S <i>T</i> art	Location
Ticket Vending Machines	Location
Ticket Vending Machines Full System	Location
Ticket Vending Machines-Address Verification Upgrade	Location

Enhancement Projects	Driver
Auburn Garage Lighting Retrofit	Location
Bike Locker Program	Location
Bus Maintenance Facility	Platform Hours
Central Link Benchtest Equipment	Boardings / Track Miles
Central Link Card Readers	Boardings / Track Miles
Central Link HVAC for Traction Power Substation (TPSS)	Boardings / Track Miles
Central Link HVAC-Instrument House & UPS Room	Boardings / Track Miles
Central Link OMF UPS Room Improvement	Boardings / Track Miles
Central Link Overhead Catenary System Tie Switch	Boardings / Track Miles
Central Link Switch Heaters	2009 Sound Move Reported Rules; Vehicle Maintenance
DSTT South Access Security	Location
Federal Way Transit Center Lighting Retrofit	Location
Kent Station Parking Lot Paving	Location
Kent Station Platform Lighting	Location
Link LRV On Board Energy Storage	Location
Link LRV Wash Bay Doors	Boardings / Track Miles
Link OMF Laydown Area Improvements	Boardings / Track Miles
Link Remote Switch Heaters	2009 Sound Move Reported Rules; Vehicle Maintenance
Network Phones at Link Control Center	Boardings / Track Miles
Noise Abatement	Location
Non-Revenue Support Vehicles	Track Miles
OMF Light Rail Vehicle Wash Heater System	Boardings / Track Miles
OMF Light Rail Vehicle Lift	LRV Fleet
Parking Enhancements	Location
Positive Train Control	Location / Track Miles
PT 2-Way Radio System Upgrade	Location
Puyallup Station LED Lighting	Location

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: Subarea Drivers, *continued*

Enhancement Projects, continued	Driver
Radio Upgrade	Boardings / Track Miles
Regional Parking Pilot Project	Financial Policies
Security Enhancements	Location
Security Radios	Securitas Service
Signage Improvement	Location
Souder CCTV	Location
ST Express Mobile Communications	Platform Hours
ST Express Security Camera Retrofit	Platform Hours
Sumner Station LED Lighting	Location
Tacoma Link Fare Collection	Location
TOD Ashway Capital	Location
TOD Property Disposition	Location
TOD Woodinville	Location
Union Station Garden Level Remodel	Location

Rehabilitation & Replacement Projects	Driver
Automatic Passenger Counter Upgrade - Souder and Tacoma Link	Vehicle Miles
Beacon Ave. Paving	Location
Central Link Control Center Phone Network	Boarding / Track Miles
E-3 Bike Path Lighting	Location
Federal Way Post Tension Cable Repair	Location
Link CCTV System Upgrade	Boardings / Track Miles
IT LRT SCADA Lab	Adtl New Link Track
IT LRT Emcomm Upgrade (SCADA)	Boarding / Track Miles
Link LRV Overhaul	Boarding / Track Miles
Link Station Paver Replacement	Location
Small Works Program	Location
Small Works Program – Airport Station Traffic Gates	Location
Small Works Program – DSTT/Surface Street Signal Improvements	Location
Small Works Program – Eastgate HOV Bus Shelters	Location
Small Works Program – Federal Way TC Ped Path Lighting	Location
Small Works Program – OMF Boiler	Boardings / Track Miles
Small Works Program – OMF Electric Vehicle Chargers	Boardings / Track Miles
Small Works Program – OMF LRV Wash Drainage	Boardings / Track Miles
Small Works Program – OMF Macton Lift System	Boardings / Track Miles
Small Works Program – OMF Pit Fall Restraint	Boardings / Track Miles
Small Works Program – OMF S. Trailer Tenant	Boardings / Track Miles
Small Works Program – OMF SCADA & Signals Lab	Boardings / Track Miles
Small Works Program – OMF Wash Bay Heating	Boardings / Track Miles

CENTRAL PUGET SOUND REGIONAL TRANSIT AUTHORITY

APPENDIX B: Subarea Drivers, *continued*

Rehabilitation & Replacement Projects, continued	Driver
Small Works Program – Othello TPSS Parking Lot	Location
Small Works Program – Seatac Airport Station Leak Repairs	Location
Small Works Program – Seatac Airport Station Sub-Metering	Location
Small Works Program – Single Procurement	Location
Small Works Program – South Tacoma Station LED Lighting	Location
Small Works Program – ST Express Security Cameras	Platform Hours
Small Works Program – Tukwila Escalator	Location
Sounder Passenger Announcement Upgrades in Stations	Location
Sounder Vehicle Maintenance Program	Vehicle Miles
ST Express Fleet Replacement	Platform Hours
Station Midlife Maintenance	Location
Tacoma Link Auxiliary Power Supply Replacement	Location
Tacoma Link Light Rail Vehicle Overhaul	Location
Tacoma Link LRV Communications Upgrade	Location

Administrative Projects	Driver
Administrative Capital	Financial Policies
Environmental Monitoring / Mitigation	Modal Operating Expense Rules
Information Technology Program	Financial Policies
Service Integration & Forecasting	Financial Policies
Surplus Property Disposition	Location

DEBT SERVICE USE

Description	Driver
Debt Service	Financial Plan

RESERVE CONTRIBUTIONS / DRAWS

Description	Driver
Amtrak Reserve	Financial Plan
Bond Reserve	Related Debt
Capital Replacement	Financial Plan
Emergency Loss	Financial Plan
Operation & Maintenance Reserve	Financial Plan