I-405/SR 167
2026 Tolling Update

Office of the State Treasurer

May 19, 2026

Requested Financing Scenarios with December 2025 T&R

Phase 1 Projects

Scenario 1 – Existing Toll Lane T&R / Phase 1 Expenditures

- $15 Toll Cap; Current Peak Hour HOV; Limited Weekend Tolling
- $966M in project funds requested 2024-2031
- Lowest revenue scenario

Scenario 2 – T&R "B" / Phase 1 Expenditures

- $15 Toll Cap; Extended Peak Hour HOV; Full Weekend Tolling
- $966M in project funds requested 2024-2031
- Higher revenue scenario

Scenario 3 – T&R "D" / Phase 1 Expenditures

- $18 Toll Cap; Extended Peak Hour HOV; Full Weekend Tolling
- $966M in project funds requested 2024-2031
- Highest revenue scenario

All Projects

Scenario 4 – T&R "D" / All Project Expenditures

- $18 Toll Cap; Extended Peak Hour HOV; Full Weekend Tolling
- $1.79B in project funds requested 2024-2039
- Highest revenue scenario

I-405/SR 167 Model Inputs

T&R Forecasts -- November 2025 IGS Update

- Traffic and Revenue Projections (Stantec)
- Net Revenue Projections (WSP USA Inc.)
- O&M Projections (WSDOT)
- R&R Projections (WSDOT)

Coverage Requirements

- Debt service rate covenant: 2.50x
- Sufficiency rate: 1.00x

Payment Priority For Toll Revenues

- Operations and Maintenance (O&M)
- Debt Service
- Repair and Replacement Account (R&R)
- Deferred Sales Tax
- Revenue Stabilization Account (RSA)
- PayGo Funding

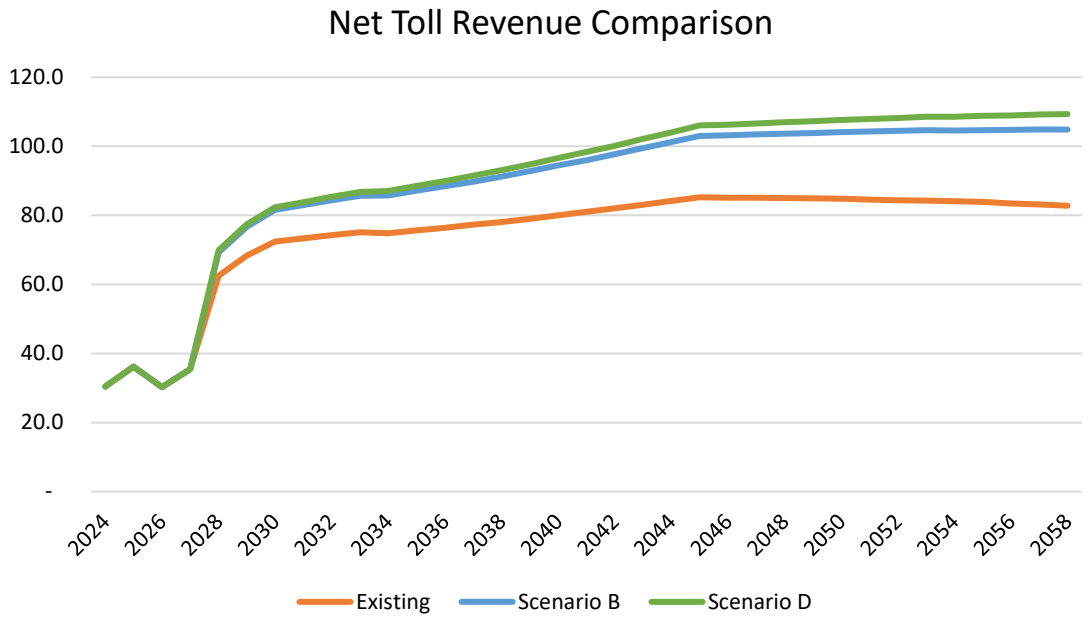
Model Assumptions

- RSA equals 150% of Maximum Annual Debt Service
- Working capital reserve sized to equal 25% of Maximum Annual Debt Service
- $15 million of self-insurance funded before bond issuance

I-405/SR 167 Net Toll Revenue Forecast – Scenario Comparison

Compared to Existing ETL Policies

- Scenario B: 19% higher on average
- Scenario D: 22% higher on average



Fiscal Year	I-405/SR 167 Change in Net Toll Revenue Forecast ($ millions)						
	ETL	Scenario B - $15 Toll Cap			Scenario D - $18 Toll Cap		
	Dec. 2025	Dec. 2025	Scen. B - ETL	% Difference	Dec. 2025	Scen. D - ETL	% Change
2025	$ 37.79	$ 37.79	$ -	-	$ 37.79	$ -	-
2026	31.19	31.19	-	-	31.19	-	-
2027	38.02	38.02	-	-	38.02	-	-
2028	66.30	73.35	7.05	+10.6%	74.02	7.72	+11.6%
2029	73.80	83.03	9.23	+12.5%	83.72	9.92	+13.4%
2030	77.99	87.98	9.99	+12.8%	88.71	10.71	+13.7%
2031	78.86	89.34	10.48	+13.3%	90.17	11.31	+14.3%
2032	79.83	90.77	10.93	+13.7%	91.75	11.92	+14.9%
2033	80.68	92.10	11.42	+14.2%	93.19	12.51	+15.5%
2034	80.44	92.28	11.84	+14.7%	93.49	13.05	+16.2%
2035	81.26	93.64	12.38	+15.2%	95.02	13.76	+16.9%
2036	82.03	94.99	12.96	+15.8%	96.48	14.45	+17.6%
2037	82.95	96.39	13.43	+16.2%	98.01	15.06	+18.2%
2038	83.74	97.89	14.14	+16.9%	99.66	15.91	+19.0%
2039	84.70	99.44	14.75	+17.4%	101.37	16.67	+19.7%
2040	85.72	101.13	15.41	+18.0%	103.25	17.53	+20.5%
2041	86.74	102.72	15.98	+18.4%	105.08	18.34	+21.1%
2042	87.81	104.47	16.65	+19.0%	106.88	19.07	+21.7%
2043	88.84	106.30	17.46	+19.7%	108.89	20.05	+22.6%
2044	89.94	108.02	18.08	+20.1%	110.79	20.86	+23.2%
2045	91.05	109.83	18.78	+20.6%	112.83	21.78	+23.9%
2046	90.96	110.01	19.05	+20.9%	113.06	22.10	+24.3%
2047	90.94	110.28	19.34	+21.3%	113.43	22.49	+24.7%
2048	90.75	110.43	19.68	+21.7%	113.73	22.97	+25.3%
2049	90.68	110.64	19.96	+22.0%	114.00	23.32	+25.7%
2050	90.57	110.87	20.31	+22.4%	114.34	23.77	+26.3%
2051	90.26	111.03	20.78	+23.0%	114.61	24.35	+27.0%
2052	90.05	111.19	21.14	+23.5%	114.87	24.82	+27.6%
2053	89.88	111.36	21.48	+23.9%	115.16	25.28	+28.1%
2054	89.68	111.24	21.56	+24.0%	115.14	25.47	+28.4%
2055	89.46	111.31	21.85	+24.4%	115.39	25.94	+29.0%
2056	88.97	111.32	22.36	+25.1%	115.47	26.50	+29.8%
2057	88.69	111.41	22.72	+25.6%	115.67	26.98	+30.4%
2058	88.27	111.36	23.09	+26.2%	115.74	27.47	+31.1%

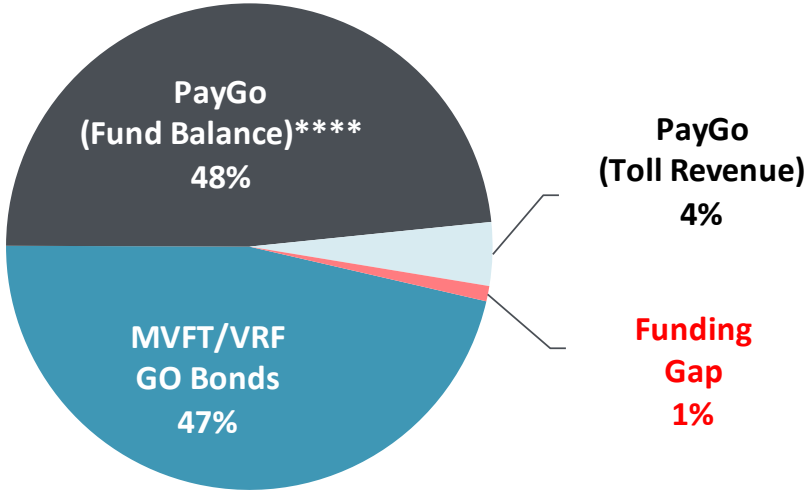
Financial Analysis Scenarios

Financial Analysis	T&R Scenario	Project Scenario	Project Funds Delivered ($ millions)	Funding Gap ($ millions)	Minimum Debt Service Coverage	Minimum Sum Sufficiency Coverage
Scenario 1	Existing Tolls	Phase 1	$956.1 / 99%	($9.8)	2.50x	1.01x
Scenario 2	“B”	Phase 1	$965.9 / 100%	$ -	2.85x	1.01x
Scenario 3	“D”	Phase 1	$965.9 / 100%	$ -	2.89x	1.01x
Scenario 4	“D”	All Projects	$1,337.6 / 75%	($450.0)	2.50x	1.01x

I-405/SR 167 Financial Model – Scenario 1 (ETL + Phase 1 Projects)

Summary of Financing Results*

Security	**MVFT/VRF GO**
Coverage Constraint	**2.5x DSC (Based on Net Toll Revs)**
R&R Assumption	**Prefunded**
Bond Term	**30 years**
Bond Sale #1 2027	$269,055,000
Bond Sale #2 2028	169,440,000
Total Bonds Issued	**$438,495,000**

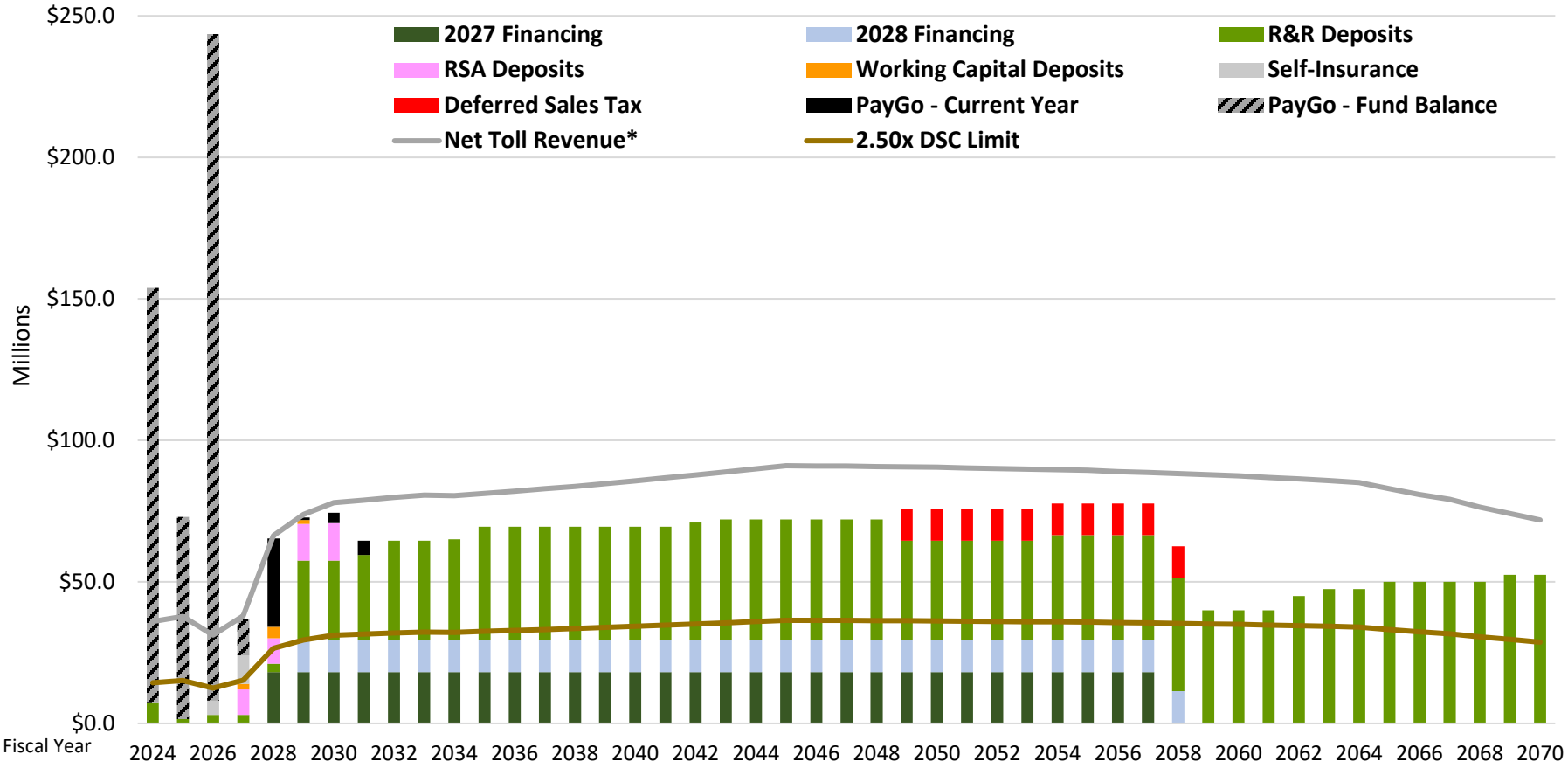


Fiscal Year	Project Funds Requested**	Bond Proceeds Delivered***	PayGo (Fund Balance)****	PayGo (Toll Revenue)	Funding Gap	% of Project Funds Delivered
2024	$146,741,224	$-	$146,741,224	$-	$-	100%
2025	71,453,105	-	71,453,105	-	-	100%
2026	235,566,961	-	235,566,961	-	-	100%
2027	288,283,384	275,263,053	13,020,332	-	-	100%
2028	173,111,000	141,923,553	-	31,187,447	-	100%
2029	42,137,000	31,425,000	-	900,330	(9,811,670)	77%
2030	3,615,000	-	-	3,615,000	-	100%
2031	5,000,000	-	-	5,000,000	-	100%
Total	**$965,907,675**	**$448,611,606**	**$466,781,622**	**$40,702,777**	**($9,811,670)**	**99%**

I-405/SR 167 Financial Model – Scenario 1 (ETL + Phase 1 Projects)

Existing Toll Policy | $15 Toll Cap

Phase 1 Projects ($966M Goal)| MVFT/VRF GO Bonds (30-Year Bonds w/2.50x Coverage) | R&R Prefunded, Accelerated RSA Funding, PayGo Funding, Working Capital Funding, Insurance Funding



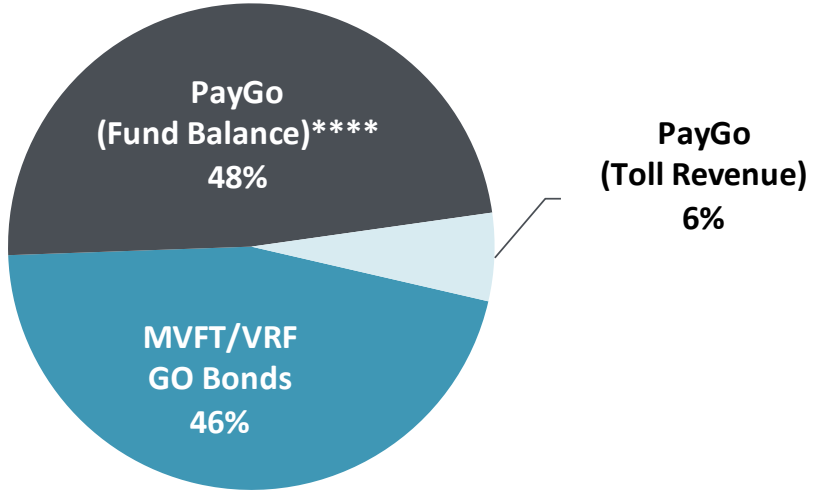
*Net Toll Revenue reflects the amount before deposits into the RSA. Expenditures in excess of Net Toll Revenue are assumed to be made from fund

	[J]	[T]
Fiscal Year Ending 30-Jun	Debt Service Coverage Minimum 2.50x [D/I]	Coverage After Required Deposits & PayGo [D/(I+L+M+O+P+Q+R)]
2024	-	5.04x
2025	-	24.88x
2026	-	3.90x
2027	-	1.58x
2028	3.66x	1.02x
2029	2.50x	1.01x
2030	2.64x	1.05x
2031	2.67x	1.22x
2032	2.70x	1.24x
2033	2.73x	1.25x
2034	2.72x	1.24x
2035	2.75x	1.17x
2036	2.78x	1.18x
2037	2.81x	1.19x
2038	2.84x	1.20x
2039	2.87x	1.22x
2040	2.90x	1.23x
2041	2.94x	1.25x
2042	2.98x	1.24x
2043	3.01x	1.23x
2044	3.05x	1.25x
2045	3.08x	1.26x
2046	3.08x	1.26x
2047	3.08x	1.26x
2048	3.07x	1.26x
2049	3.07x	1.20x
2050	3.07x	1.20x
2051	3.06x	1.19x
2052	3.05x	1.19x
2053	3.04x	1.19x
2054	3.04x	1.15x
2055	3.03x	1.15x
2056	3.01x	1.14x
2057	3.00x	1.14x
2058	7.74x	1.41x

I-405/SR 167 Financial Model – Scenario 2 ("B" + Phase 1 Projects)

Summary of Financing Results*

Security	**MVFT/VRF GO**
Coverage Constraint	**2.5x DSC (Based on Net Toll Revs)**
R&R Assumption	**Prefunded**
Bond Term	**30 years**
Bond Sale #1 2027	$269,055,000
Bond Sale #2 2028	163,615,000
Total Bonds Issued	**$432,670,000**

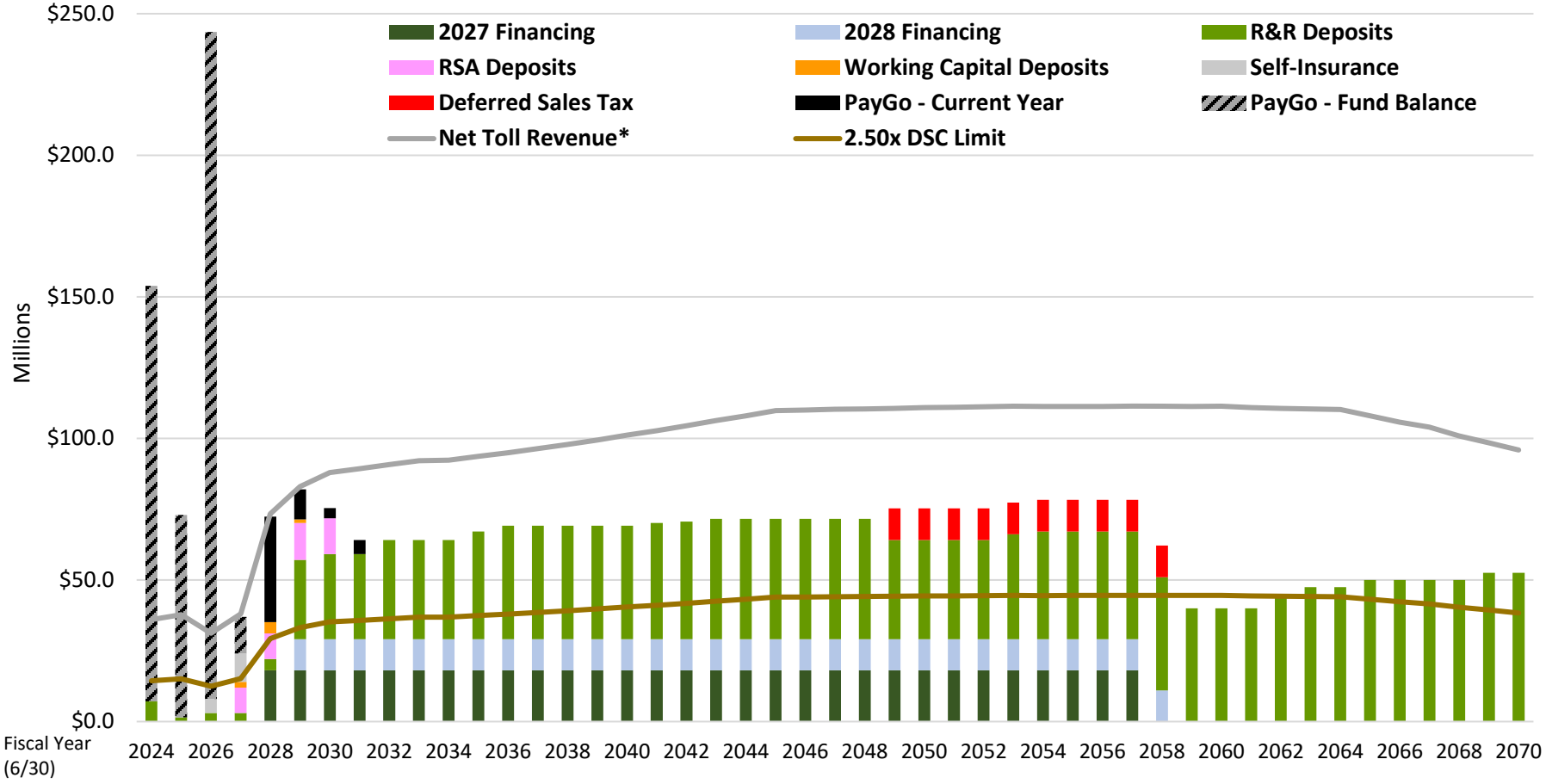


Fiscal Year	Project Funds Requested**	Bond Proceeds Delivered***	PayGo (Fund Balance)****	PayGo (Toll Revenue)	Funding Gap	% of Project Funds Delivered
2024	$146,741,224	$-	$146,741,224	$-	$-	100%
2025	71,453,105	-	71,453,105	-	-	100%
2026	235,566,961	-	235,566,961	-	-	100%
2027	288,283,384	275,263,053	13,020,332	-	-	100%
2028	173,111,000	135,873,122	-	37,237,878	-	100%
2029	42,137,000	31,514,237	-	10,622,763	-	100%
2030	3,615,000	-	-	3,615,000	-	100%
2031	5,000,000	-	-	5,000,000	-	100%
Total	**$965,907,675**	**$442,650,412**	**$466,781,622**	**$56,475,641**	**$-**	**100%**

I-405/SR 167 Financial Model – Scenario 2 ("B" + Phase 1 Projects)

Scenario B Toll Policy | $15 Toll Cap

Phase 1 Projects ($966M Goal)| MVFT/VRF GO Bonds (30-Year Bonds w/2.50x Coverage) | R&R Prefunded, Accelerated RSA Funding, PayGo Funding, Working Capital Funding, Insurance Funding



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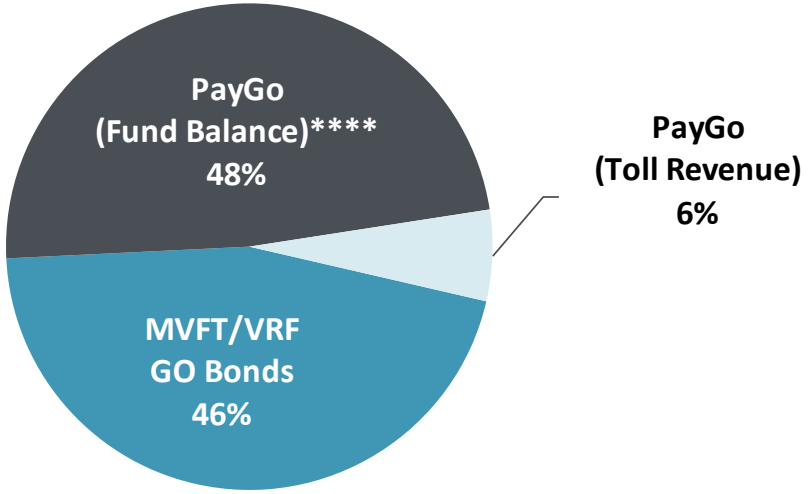
Fiscal Year Ending 30-Jun	Debt Service Coverage Minimum 2.50x [D/I]	Coverage After Required Deposits & PayGo [D/(I+L+M+O+P+Q+R)]
2024	-	5.04x
2025	-	24.88x
2026	-	3.90x
2027	-	1.58x
2028	4.05x	1.01x
2029	2.85x	1.01x
2030	3.02x	1.17x
2031	3.07x	1.39x
2032	3.12x	1.42x
2033	3.16x	1.44x
2034	3.17x	1.44x
2035	3.21x	1.39x
2036	3.26x	1.37x
2037	3.31x	1.39x
2038	3.36x	1.42x
2039	3.41x	1.44x
2040	3.47x	1.46x
2041	3.53x	1.46x
2042	3.59x	1.48x
2043	3.65x	1.48x
2044	3.71x	1.51x
2045	3.77x	1.53x
2046	3.78x	1.54x
2047	3.79x	1.54x
2048	3.79x	1.54x
2049	3.80x	1.47x
2050	3.81x	1.47x
2051	3.81x	1.47x
2052	3.82x	1.48x
2053	3.82x	1.44x
2054	3.82x	1.42x
2055	3.82x	1.42x
2056	3.82x	1.42x
2057	3.82x	1.42x
2058	10.11x	1.79x

I-405/SR 167 Financial Model – Scenario 3 ("D" + Phase 1 Projects)

Summary of Financing Results*	
Security	MVFT/VRF GO
Coverage Constraint	2.5x DSC (Based on Net Toll Revs)
R&R Assumption	Prefunded
Bond Term	30 years
Bond Sale #1 2027	$269,055,000
Bond Sale #2 2028	161,635,000
Total Bonds Issued	**$430,690,000**

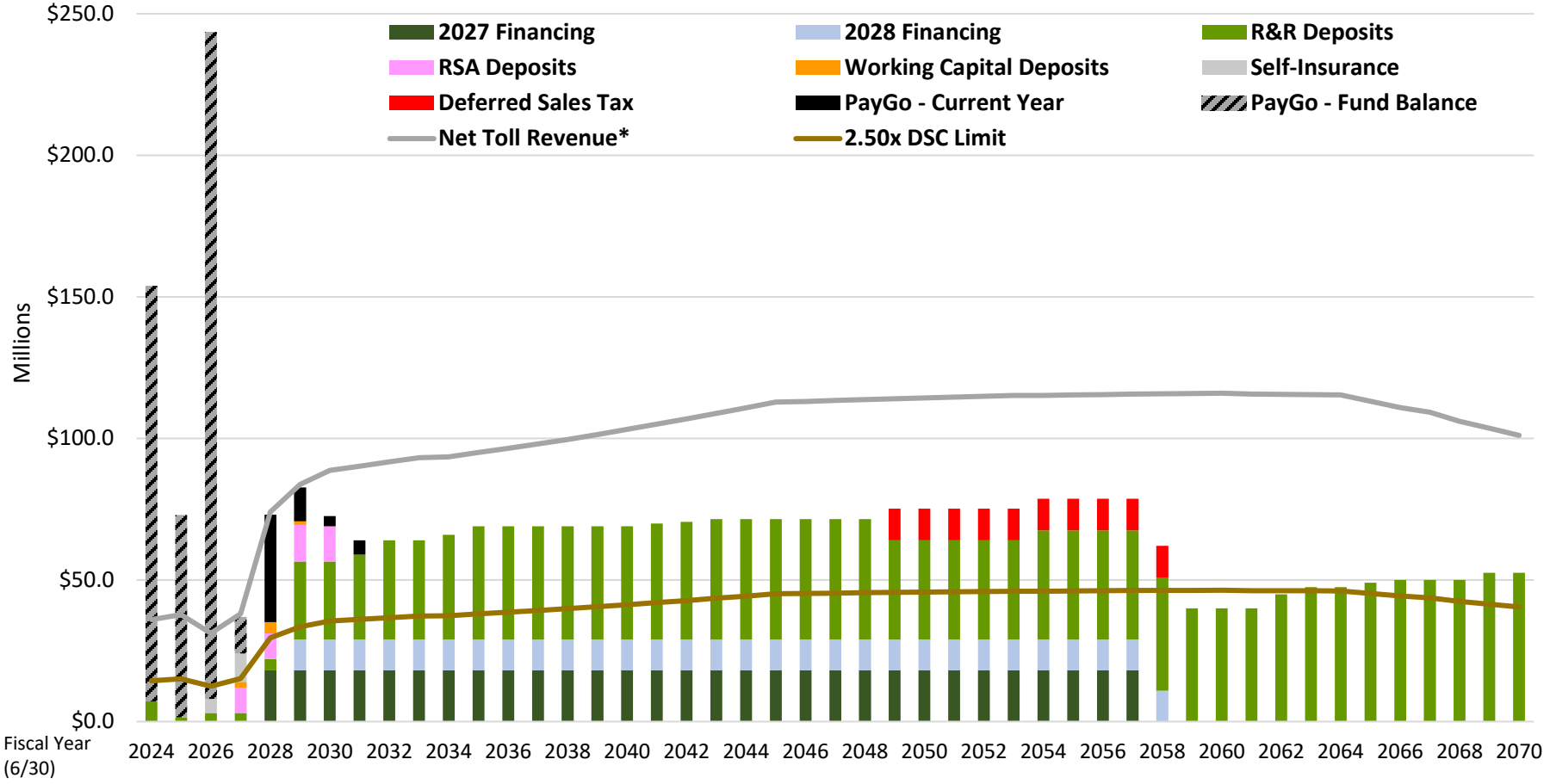


Fiscal Year	Project Funds Requested**	Bond Proceeds Delivered***	PayGo (Fund Balance)****	PayGo (Toll Revenue)	Funding Gap	% of Project Funds Delivered
2024	$146,741,224	$-	$146,741,224	$-	$-	100%
2025	71,453,105	-	71,453,105	-	-	100%
2026	235,566,961	-	235,566,961	-	-	100%
2027	288,283,384	275,263,053	13,020,332	-	-	100%
2028	173,111,000	135,203,907	-	37,907,093	-	100%
2029	42,137,000	30,160,771	-	11,976,229	-	100%
2030	3,615,000	-	-	3,615,000	-	100%
2031	5,000,000	-	-	5,000,000	-	100%
Total	**$965,907,675**	**$440,627,730**	**$466,781,622**	**$58,498,322**	**$-**	**100%**

I-405/SR 167 Financial Model – Scenario 3 ("D" + Phase 1 Projects)

Scenario D Toll Policy | $18 Toll Cap

Phase 1 Projects ($966M Goal)| MVFT/VRF GO Bonds (30-Year Bonds w/2.50x Coverage) | R&R Prefunded, Accelerated RSA Funding, PayGo Funding, Working Capital Funding, Insurance Funding

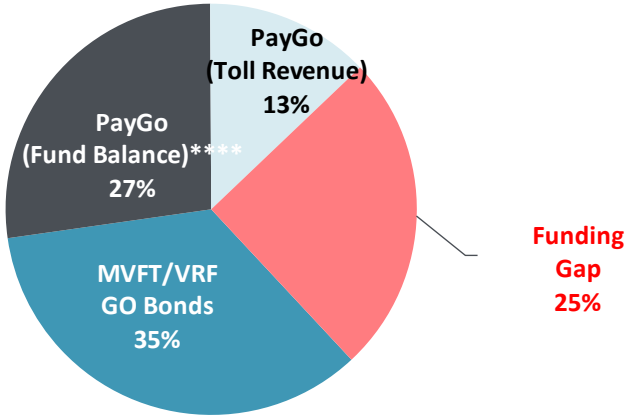


*Net Toll Revenue reflects the amount before deposits into the RSA. Expenditures in excess of Net Toll Revenue are assumed to be made from fund

	[J]	[T]
Fiscal Year Ending 30-Jun	Debt Service Coverage Minimum 2.50x [D/I]	Coverage After Required Deposits & PayGo [D/(I+L+M+O+P+Q+R)]
2024	-	5.04x
2025	-	24.88x
2026	-	3.90x
2027	-	1.58x
2028	4.09x	1.01x
2029	2.89x	1.01x
2030	3.06x	1.22x
2031	3.11x	1.41x
2032	3.16x	1.43x
2033	3.21x	1.46x
2034	3.22x	1.42x
2035	3.28x	1.38x
2036	3.33x	1.40x
2037	3.38x	1.42x
2038	3.44x	1.44x
2039	3.50x	1.47x
2040	3.56x	1.50x
2041	3.62x	1.50x
2042	3.69x	1.52x
2043	3.76x	1.52x
2044	3.82x	1.55x
2045	3.89x	1.58x
2046	3.90x	1.58x
2047	3.91x	1.59x
2048	3.92x	1.59x
2049	3.93x	1.52x
2050	3.94x	1.52x
2051	3.95x	1.52x
2052	3.96x	1.53x
2053	3.97x	1.53x
2054	3.97x	1.46x
2055	3.98x	1.47x
2056	3.98x	1.47x
2057	3.99x	1.47x
2058	10.64x	1.86x

I-405/SR 167 Financial Model – Scenario 4 ("D" + ALL Projects)

Summary of Financing Results*	
Security	MVFT/VRF GO
Coverage Constraint	2.5x DSC (Based on Net Toll Revs)
R&R Assumption	Prefunded
Bond Term	30 years
Bond Sale #1 2027	$275,620,000
Bond Sale #2 2028	218,030,000
Bond Sale #3 2039	113,950,000
Total Bonds Issued	**$607,600,000**

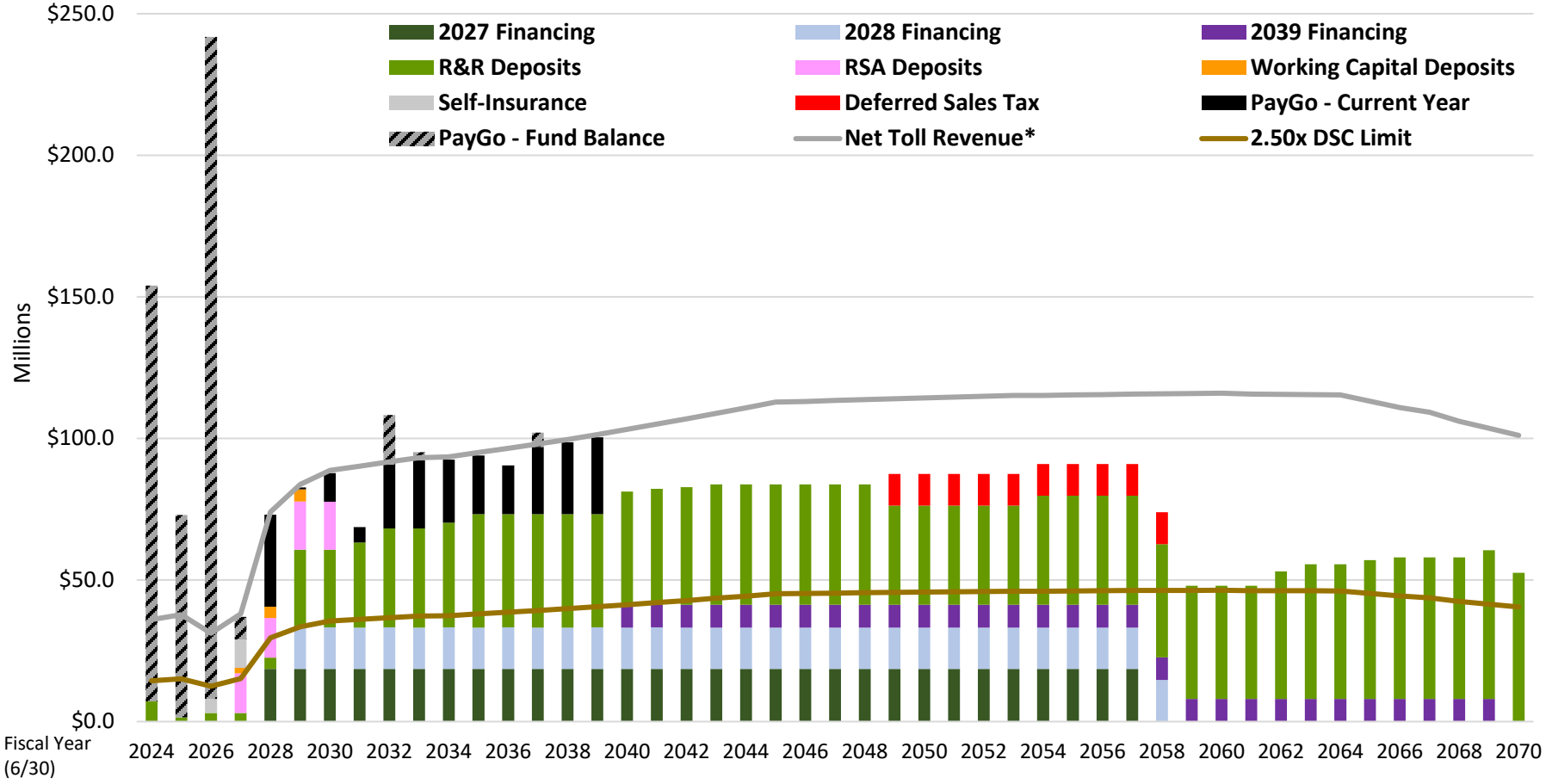


Fiscal Year	Project Funds Requested**	Bond Proceeds Delivered***	PayGo (Fund Balance)****	PayGo (Toll Revenue)	Funding Gap	% of Project Funds Delivered
2024	$146,800,000	$-	$146,800,000	$-	$-	100%
2025	71,400,000	-	71,400,000	-	-	100%
2026	233,800,000	-	233,800,000	-	-	100%
2027	290,000,000	281,979,668	8,020,332	-	-	100%
2028	183,600,000	151,137,057	-	32,462,943	-	100%
2029	59,600,000	58,926,999	-	673,001	-	100%
2030	23,100,000	12,996,307	-	10,103,693	-	100%
2031	5,500,000	-	-	5,500,000	-	100%
2032	40,000,000	-	17,480,723	22,519,277	-	100%
2033	48,500,000	-	2,961,197	23,959,420	(21,579,383)	56%
2034	120,000,000	-	-	22,256,768	(97,743,232)	19%
2035	72,000,000	-	-	20,786,912	(51,213,088)	29%
2036	17,200,000	-	-	17,200,000	-	100%
2037	43,000,000	-	5,041,941	23,785,435	(14,172,624)	67%
2038	217,100,000	-	-	25,424,587	(191,675,413)	12%
2039	215,900,000	115,200,000	-	27,135,305	(73,564,695)	66%
Total	**$1,787,500,000**	**$620,240,031**	**$485,504,193**	**$231,807,341**	**($449,948,436)**	**75%**

I-405/SR 167 Financial Model – Scenario 4 (“D” + ALL Projects)

Scenario D Toll Policy | $18 Toll Cap

Phase 1 Projects ($966M Goal)| MVFT/VRF GO Bonds (30-Year Bonds w/2.50x Coverage) | R&R Prefunded, Accelerated RSA Funding, PayGo Funding, Working Capital Funding, Insurance Funding



*Net Toll Revenue reflects the amount before deposits into the RSA. Expenditures in excess of Net Toll Revenue are assumed to be made from fund

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Fiscal Year Ending 30-Jun	Debt Service Coverage Minimum 2.50x [D/I]	Coverage After Required Deposits & PayGo [D/(I+L+M+O+P+Q+R)]
2024	-	5.04x
2025	-	24.88x
2026	-	3.90x
2027	-	1.31x
2028	3.99x	1.01x
2029	2.52x	1.01x
2030	2.67x	1.01x
2031	2.71x	1.31x
2032	2.76x	1.01x
2033	2.80x	1.01x
2034	2.81x	1.01x
2035	2.86x	1.01x
2036	2.90x	1.07x
2037	2.95x	1.01x
2038	3.00x	1.01x
2039	3.05x	1.01x
2040	2.50x	1.27x
2041	2.55x	1.28x
2042	2.59x	1.29x
2043	2.64x	1.30x
2044	2.69x	1.32x
2045	2.74x	1.35x
2046	2.74x	1.35x
2047	2.75x	1.35x
2048	2.76x	1.36x
2049	2.76x	1.30x
2050	2.77x	1.31x
2051	2.78x	1.31x
2052	2.79x	1.31x
2053	2.79x	1.32x
2054	2.79x	1.27x
2055	2.80x	1.27x
2056	2.80x	1.27x
2057	2.80x	1.27x
2058	5.10x	1.57x
2059	14.46x	2.41x
2060	14.48x	2.42x
2061	14.43x	2.41x
2062	14.43x	2.18x
2063	14.41x	2.08x
2064	14.40x	2.08x
2065	14.13x	1.98x
2066	13.84x	1.91x
2067	13.64x	1.88x
2068	13.24x	1.83x
2069	12.93x	1.71x