

UNAUDITED

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Statements of Net Position

June 30, 2017 and 2016

(in thousands)

Assets	2017	2016
Current assets:		
Cash	\$ 163,735	283,598
Restricted cash	79,914	239,487
Investments	651,639	483,609
Restricted investments	676,169	389,592
Receivables, net of allowance	87,954	74,788
Inventory	23,142	21,008
Due from State of New Jersey	5,150	560
Deposits	30,200	30,152
Prepaid expenses	16,544	16,958
Total current assets	<u>1,734,447</u>	<u>1,539,752</u>
Noncurrent assets:		
Restricted investments	840,891	821,615
Capital assets, net of accumulated depreciation	11,659,318	11,109,403
Total noncurrent assets	<u>12,500,209</u>	<u>11,931,018</u>
Total assets	<u>\$ 14,234,656</u>	<u>13,470,770</u>
Deferred Outflows		
Deferred outflows:		
Accumulated decrease in fair value of hedging derivatives	-	28,028
Deferred amount on refunding	120,220	144,320
Deferred amount relating to pensions	156,575	65,426
Total deferred outflows	<u>\$ 276,795</u>	<u>237,774</u>
Liabilities		
Current liabilities:		
Accounts payable and accrued expenses	\$ 145,133	186,605
Funds held in trust	239,465	229,905
Due to State of New Jersey	2,830	2,764
Accrued interest payable	273,160	267,636
Unearned revenue	20,674	47,640
Current portion of bonds payable	218,475	197,740
Current portion of hybrid instrument borrowing	24,724	19,012
Current portion of other long-term liabilities	6,206	9,355
Total current liabilities	<u>930,667</u>	<u>960,657</u>
Noncurrent liabilities:		
Bonds payable, net	11,318,805	10,895,791
Hybrid instrument borrowing	43,032	73,513
Other long-term liabilities	115,482	137,782
Other postemployment benefits liability	462,187	404,685
Interest rate swap liabilities	27,299	61,065
Net pension liability	561,453	435,015
Total noncurrent liabilities	<u>12,528,258</u>	<u>12,007,851</u>
Total liabilities	<u>\$ 13,458,925</u>	<u>12,968,508</u>
Deferred Inflows		
Deferred inflows:		
Accumulated increase in fair value of interest rate swaps	1,472	-
Deferred amount relating to pensions	12,073	13,655
Total deferred inflows	<u>\$ 13,545</u>	<u>13,655</u>
Net Position		
Net position:		
Net investment in capital assets	\$ 1,299,287	1,026,160
Restricted under trust agreements	133,315	123,013
Unrestricted	(393,621)	(422,792)
Total net position	<u>\$ 1,038,981</u>	<u>726,381</u>

UNAUDITED

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Statements of Revenues, Expenses, and Changes in Net Position

For the six months ended June 30, 2017 and 2016

(in thousands)

	<u>2017</u>	<u>2016</u>
Operating revenues:		
Toll revenue	\$ 758,703	754,210
E-ZPass fees	29,906	29,323
Concession revenue	18,210	17,151
Miscellaneous revenue	6,865	11,755
Total operating revenues	<u>813,684</u>	<u>812,439</u>
Operating expenses:		
Maintenance of roadway, buildings and equipment	127,004	126,938
Toll collection	71,649	79,409
State police and traffic control	37,741	38,035
Technology	16,196	17,659
General administrative costs	24,865	23,863
Depreciation	151,463	150,560
Total operating expenses	<u>428,918</u>	<u>436,464</u>
Operating income	<u>384,766</u>	<u>375,975</u>
Nonoperating revenues (expenses):		
Build America Bonds subsidy	38,015	38,056
Federal and State reimbursements	204	2,772
Payments to the State of New Jersey	(117,000)	(177,000)
Interest expense, Turnpike Revenue Bonds	(197,138)	(150,804)
Other bond expenses	(1,779)	(899)
Loss on disposal of capital assets	-	(164)
Investment income (loss)	1,771	(22,376)
Arts Center	2,289	2,531
Total nonoperating revenues (expenses), net	<u>(273,638)</u>	<u>(307,884)</u>
Income/ (Loss) before capital contributions	111,128	68,091
Capital contributions	9,544	-
Net position – January 1	<u>918,309</u>	<u>658,290</u>
Net position – June 30	<u>\$ 1,038,981</u>	<u>726,381</u>

UNAUDITED

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Statements of Cash Flows

For the six months ended June 30, 2017 and 2016

(in thousands)

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities:		
Receipts from customers and patrons	\$ 800,981	810,385
Payments to suppliers	(181,266)	(128,250)
Payments to employees	(79,664)	(79,686)
Payments for self insured health benefit claims	(44,909)	(45,137)
Net cash provided by operating activities	<u>495,142</u>	<u>557,312</u>
Cash flows from noncapital financing activities:		
Receipts from Federal and State reimbursements	204	2,772
Payments to State of New Jersey	(117,000)	(177,000)
Proceeds from Arts Center	2,289	2,531
Net cash used in noncapital financing activities	<u>(114,507)</u>	<u>(171,697)</u>
Cash flows from capital and related financing activities:		
Proceeds acquired from new capital debt	687,535	169,272
Purchases and sales of capital assets	(300,400)	(368,313)
Principal paid on capital debt	(197,740)	(142,115)
Refunded capital debt	-	(168,645)
Proceeds from Build America Bonds subsidy	38,015	38,056
Interest paid on capital debt	(292,799)	(289,450)
Payments for bond expenses	(1,779)	(898)
Proceeds from Capital Contributions	9,544	-
Net cash provided by capital and related financing activities	<u>(57,624)</u>	<u>(762,093)</u>
Cash flows from investing activities:		
Purchases of investments	(5,862,144)	(4,135,924)
Sales and maturities of investments	5,455,657	4,691,432
Interest received	7,486	6,936
Net cash used in investing activities	<u>(399,001)</u>	<u>562,444</u>
Net increase in cash	(75,990)	185,966
Cash and restricted cash – January 1	319,639	337,119
Cash and restricted cash – June 30	\$ <u>243,649</u>	\$ <u>523,085</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 384,766	375,975
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	151,463	150,560
Changes in assets and liabilities:		
Receivables	(18,918)	7,500
Inventory	(450)	(903)
Prepaid expenses	(11,904)	(12,880)
Accounts payable and accrued expenses	(24,295)	4,118
Unearned revenue	(9,791)	5,294
Other liabilities	(5,367)	(1,065)
Other postemployment benefit liability	29,641	28,821
Pollution remediation liability	(3)	(108)
Net cash provided by operating activities	\$ <u>495,142</u>	\$ <u>557,312</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)
Schedule of Net Position - Reconciliation of Bond Resolution to GAAP
June 30, 2017
(With comparative financial information as of June 30, 2016)
(in thousands)

	Revenue	Construction	Maintenance reserve	Special project reserve	General reserve	Charges	Debt service	Debt reserve	Total bond resolution	Garden State Arts Foundation	GAAP adjustments	Total 2017 GAAP Financials	Total 2016 GAAP Financials
Assets													
Current assets:													
Cash	\$ 145,895	-	4,074	2,566	10,144	-	-	-	162,679	1,056	-	163,735	283,598
Restricted Cash	-	79,455	-	-	-	8	451	-	79,914	-	-	79,914	239,487
Investments	271,611	-	69,665	69,843	240,520	-	-	-	651,639	-	-	651,639	483,609
Restricted investments	-	-	-	-	-	-	383,072	293,097	676,169	-	-	676,169	389,592
Receivables, net of allowance	87,679	-	-	80	195	-	-	-	87,954	-	-	87,954	74,788
Inventory	23,142	-	-	-	-	-	-	-	23,142	-	-	23,142	21,008
Due from State of New Jersey	-	-	-	-	5,150	-	-	-	5,150	-	-	5,150	560
Deposits	2,431	3,700	-	-	24,069	-	-	-	30,200	-	-	30,200	30,152
Prepaid expenses	16,543	-	-	-	-	-	-	-	16,543	1	-	16,544	16,958
Interfund	(199,659)	2,913	(101)	36	199,841	-	(1,125)	(1,905)	-	-	-	-	-
Total current assets	347,642	86,068	73,638	72,525	479,919	8	382,398	291,192	1,733,390	1,057	-	1,734,447	1,539,752
Noncurrent assets:													
Restricted investments	-	612,786	-	-	-	-	-	307,696	920,482	-	(79,591)	840,891	821,615
Capital assets, net of accumulated depreciation	-	10,975,503	393,368	84,188	190,540	-	-	-	11,643,599	-	15,719	11,659,318	11,109,403
Total noncurrent assets	-	11,588,289	393,368	84,188	190,540	-	-	307,696	12,564,081	-	(63,872)	12,500,209	11,931,018
Total assets	\$ 347,642	11,674,357	467,006	156,713	670,459	8	382,398	598,888	14,297,471	1,057	(63,872)	14,234,656	13,470,770
Deferred Outflows													
Deferred outflows:													
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-	-	-	-	-	-	-	-	28,028
Deferred amount on refunding	-	42,781	-	-	-	-	-	-	42,781	-	77,439	120,220	144,320
Deferred amount relating to pensions	-	-	-	-	-	-	-	-	-	-	156,575	156,575	65,426
Total deferred outflows	\$ -	42,781	-	-	-	-	-	-	42,781	-	234,014	276,795	237,774
Liabilities													
Current liabilities:													
Accounts payable and accrued expenses	\$ 48,160	53,370	15,000	2,214	1,634	-	-	-	120,378	3	24,752	145,133	186,605
Funds held in trust	210,464	26,429	788	1,256	528	-	-	-	239,465	-	-	239,465	229,905
Due to State of New Jersey	2,830	-	-	-	-	-	-	-	2,830	-	-	2,830	2,764
Accrued interest payable	-	-	-	-	-	-	273,160	-	273,160	-	-	273,160	267,636
Unearned revenue	6,125	-	-	-	14,549	-	-	-	20,674	-	-	20,674	47,640
Current portion of bonds payable	-	218,475	-	-	-	-	-	-	218,475	-	-	218,475	197,740
Current portion of hybrid instrument borrowing	-	-	-	-	-	-	-	-	-	-	24,724	24,724	19,012
Current portion of other long-term liabilities	-	-	-	-	97	-	-	-	97	-	6,109	6,206	9,355
Total current liabilities	267,579	298,274	15,788	3,470	16,808	-	273,160	-	875,079	3	55,585	930,667	960,657
Noncurrent liabilities:													
Bonds payable, net	-	11,318,805	-	-	-	-	-	-	11,318,805	-	-	11,318,805	10,895,791
Hybrid instrument borrowing	-	-	-	-	-	-	-	-	-	-	43,032	43,032	73,513
Other long-term obligations	27,187	-	-	-	22,585	-	-	-	49,772	-	65,710	115,482	137,782
Other postemployment benefit liability	-	-	-	-	82,575	-	-	-	82,575	-	379,612	462,187	404,685
Interest rate swaps liabilities	-	-	-	-	-	-	-	-	-	-	27,299	27,299	61,065
Net pension liability	-	-	-	-	-	-	-	-	-	-	561,453	561,453	435,015
Total noncurrent liabilities	27,187	11,318,805	-	-	105,160	-	-	-	11,451,152	-	1,077,106	12,528,258	12,007,851
Total liabilities	\$ 294,766	11,617,079	15,788	3,470	121,968	-	273,160	-	12,326,231	3	1,132,691	13,458,925	12,968,508
Deferred Inflows													
Deferred inflows:													
Accumulated increase in fair value of interest rate swaps	-	-	-	-	-	-	-	-	-	-	1,472	1,472	-
Deferred amount relating to pensions	-	-	-	-	-	-	-	-	-	-	12,073	12,073	13,655
Total deferred inflows	\$ -	-	-	-	-	-	-	-	-	-	13,545	13,545	13,655
Net Position													
Net position:													
Net investment in capital assets	\$ -	100,059	393,368	84,188	190,540	-	-	598,888	1,367,043	-	(67,756)	1,299,287	1,026,160
Restricted under trust agreements	-	-	-	-	24,069	8	109,238	-	133,315	-	-	133,315	123,013
Unrestricted	52,876	-	57,850	69,055	333,882	-	-	-	513,663	1,054	(908,338)	(393,621)	(422,792)
Total net position	\$ 52,876	100,059	451,218	153,243	548,491	8	109,238	598,888	2,014,021	1,054	(976,094)	1,038,981	726,381

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Revenues, Expenses and Changes in Net Position - Reconciliation of Bond Resolution to GAAP

For the six months ended June 30, 2017
(With comparative financial information for the six months ended June 30, 2016)
(in thousands)

	Revenue	Construction	Maintenance reserve	Special project reserve	General reserve	Charges	Debt service	Debt reserve	Total bond resolution	Garden State Arts Foundation	GAAP adjustments	Total 2017 GAAP Financials	Total 2016 GAAP Financials
Operating revenues:													
Toll revenue	\$ 758,703	-	-	-	-	-	-	-	758,703	-	-	758,703	754,210
E-Z Pass Fees	29,906	-	-	-	-	-	-	-	29,906	-	-	29,906	29,323
Concession revenue	18,210	-	-	-	-	-	-	-	18,210	-	-	18,210	17,151
Miscellaneous revenue	6,419	-	-	-	-	-	-	-	6,419	446	-	6,865	11,755
Total operating revenues	813,238	-	-	-	-	-	-	-	813,238	446	-	813,684	812,439
Operating expenses:													
Maintenance of roadway, buildings and equipment	98,145	-	3,904	2,589	12,086	-	-	-	116,724	-	10,280	127,004	126,938
Toll Collection	63,968	-	-	-	2,251	-	-	-	66,219	-	5,430	71,649	79,409
State Police and Traffic Control	36,122	-	-	152	523	-	-	-	36,797	-	944	37,741	38,035
Technology	13,656	-	-	191	722	-	-	-	14,569	-	1,627	16,196	17,659
General administrative costs	19,455	-	-	21	2,586	-	-	-	22,062	193	2,610	24,865	23,863
Depreciation	-	124,882	16,432	4,336	5,813	-	-	-	151,463	-	-	151,463	150,560
Total operating expenses	231,346	124,882	20,336	7,289	23,981	-	-	-	407,834	193	20,891	428,918	436,464
Operating income (loss)	581,892	(124,882)	(20,336)	(7,289)	(23,981)	-	-	-	405,404	253	(20,891)	384,766	375,975
Nonoperating revenues (expenses):													
Build America Bonds subsidy	38,015	-	-	-	-	-	-	-	38,015	-	-	38,015	38,056
Federal and State reimbursements	204	-	-	-	-	-	-	-	204	-	-	204	2,772
Payments to the State of New Jersey	-	-	-	-	(117,000)	-	-	-	(117,000)	-	-	(117,000)	(177,000)
Interest expense, Turnpike Revenue Bonds	-	21,188	-	-	-	-	(297,909)	-	(276,721)	-	79,583	(197,138)	(150,804)
Other bond expense	-	(1,704)	-	-	-	(75)	-	-	(1,779)	-	-	(1,779)	(899)
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	(164)
Investment income (loss)	417	1,676	196	209	1,075	-	707	4,899	9,179	3	(7,411)	1,771	(22,376)
Arts Center	2,289	-	-	-	-	-	-	-	2,289	-	-	2,289	2,531
Total nonoperating revenues (expenses), net	40,925	21,160	196	209	(115,925)	(75)	(297,202)	4,899	(345,813)	3	72,172	(273,638)	(307,884)
Income/ (Loss) before capital contributions	622,817	(103,722)	(20,140)	(7,080)	(139,906)	(75)	(297,202)	4,899	59,591	256	51,281	111,128	68,091
Capital contributions	-	-	-	-	9,544	-	-	-	9,544	-	-	9,544	-
Interfund transfers:	(622,817)	245,797	58,180	19,639	143,143	81	208,700	4,664	57,387	-	(57,387)	-	-
Net change in fund balance/change in net position	-	142,075	38,040	12,559	12,781	6	(88,502)	9,563	126,522	256	(6,106)	120,672	68,091
Net position (deficit) – January 1	52,876	(42,016)	413,178	140,684	535,710	2	197,740	589,325	1,887,499	798	(969,988)	918,309	658,290
Net position (deficit) – June 30	\$ 52,876	100,059	451,218	153,243	548,491	8	109,238	598,888	2,014,021	1,054	(976,094)	1,038,981	726,381

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Cash Flows - Reconciliation of Bond Resolution to GAAP

For the six months ended June 30, 2017
(With comparative financial information for the six months ended June 30, 2016)
(in thousands)

	Revenue	Construction	Maintenance reserve	Special project reserve	General reserve	Charges	Debt service	Debt reserve	Total bond resolution	Garden State Arts Foundation	GAAP adjustments	Total 2017 GAAP Financials	Total 2016 GAAP Financials
Cash flows from operating activities:													
Receipts from customers and patrons	\$ 800,529	-	-	-	-	-	-	-	800,529	452	-	800,981	810,385
Payments to suppliers	(140,713)	-	(3,904)	(5,447)	(31,003)	-	-	-	(181,067)	(199)	-	(181,266)	(128,250)
Payments to employees	(79,664)	-	-	-	-	-	-	-	(79,664)	-	-	(79,664)	(79,686)
Payments for self insured health benefits claims	(44,909)	-	-	-	-	-	-	-	(44,909)	-	-	(44,909)	(45,137)
Net cash provided by (used in) operating activities	535,243	-	(3,904)	(5,447)	(31,003)	-	-	-	494,889	253	-	495,142	567,312
Cash flows from noncapital financing activities:													
Receipts from Federal and State reimbursements	204	-	-	-	-	-	-	-	204	-	-	204	2,772
Payments to State of New Jersey	-	-	-	-	(117,000)	-	-	-	(117,000)	-	-	(117,000)	(177,000)
Proceeds from Arts Center	2,289	-	-	-	-	-	-	-	2,289	-	-	2,289	2,531
Net cash provided by (used in) noncapital financing activities	2,493	-	-	-	(117,000)	-	-	-	(114,507)	-	-	(114,507)	(171,697)
Cash flows from capital and related financing activities:													
Proceeds acquired from new capital debt	-	687,535	-	-	-	-	-	-	687,535	-	-	687,535	169,272
Purchases and sales of capital assets	-	(276,729)	(25,315)	(9,437)	(46,306)	-	-	-	(357,787)	-	57,387	(300,400)	(368,313)
Principal paid on capital debt	-	(197,740)	-	-	-	-	-	-	(197,740)	-	-	(197,740)	(142,115)
Refunded capital debt	-	-	-	-	-	-	-	-	-	-	-	-	(168,645)
Proceeds from Build America Bonds subsidy	38,015	-	-	-	-	-	-	-	38,015	-	-	38,015	38,056
Interest paid on capital debt	-	-	-	-	-	-	(292,799)	-	(292,799)	-	-	(292,799)	(289,450)
Payments for bond expenses	-	(1,704)	-	-	-	(75)	-	-	(1,779)	-	-	(1,779)	(898)
Proceeds from Capital Contributions	-	-	-	-	9,544	-	-	-	9,544	-	-	9,544	-
Interfund Transfers related to capital and related financing activities	(573,922)	253,917	58,899	19,288	85,760	19	208,746	4,680	57,387	-	(57,387)	-	-
Net cash provided by (used in) capital and related financing activities	(535,907)	465,279	33,584	9,851	48,998	(56)	(84,053)	4,680	(57,624)	-	-	(57,624)	(762,093)
Cash flows from investing activities:													
Purchases of investments	(1,705,165)	(1,446,000)	(207,668)	(215,962)	(1,619,867)	(366)	(507,787)	(159,329)	(5,862,144)	-	-	(5,862,144)	(4,135,924)
Sales and maturities of investments	1,678,976	942,200	177,817	202,113	1,712,573	430	591,549	149,999	5,455,657	-	-	5,455,657	4,691,432
Interest received	105	782	161	196	987	-	602	4,650	7,483	3	-	7,486	6,936
Net cash provided by (used in) provided by investing activities	(26,084)	(503,018)	(29,690)	(13,653)	93,693	64	84,364	(4,680)	(399,004)	3	-	(399,001)	562,444
Net increase (decrease) in cash	(24,255)	(37,739)	(10)	(9,249)	(5,312)	8	311	-	(76,246)	256	-	(75,990)	185,966
Cash and restricted cash – January 1	170,150	117,194	4,084	11,815	15,456	-	140	-	318,839	800	-	319,639	337,119
Cash and restricted cash – June 30	\$ 145,895	79,455	4,074	2,566	10,144	8	451	-	242,593	1,056	-	243,649	523,085
Reconciliation of operating income to net cash provided by (used in) operating activities:													
Operating income (loss)	\$ 581,892	(124,882)	(20,336)	(7,289)	(23,981)	-	-	-	405,404	253	(20,891)	384,766	375,975
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:													
Depreciation expense	-	124,882	16,432	4,336	5,813	-	-	-	151,463	-	-	151,463	150,560
Changes in assets and liabilities:													
Receivables	(14,128)	-	-	(80)	(4,715)	-	-	-	(18,923)	5	-	(18,918)	7,500
Inventory	(450)	-	-	-	-	-	-	-	(450)	-	-	(450)	(903)
Prepaid expenses	(11,902)	-	-	-	-	-	-	-	(11,902)	(2)	-	(11,904)	(12,880)
Accounts payable and accrued expenses	(17,612)	-	-	(2,468)	(4,212)	-	-	-	(24,292)	(3)	-	(24,295)	4,118
Unearned revenue	1,421	-	-	-	(11,212)	-	-	-	(9,791)	-	-	(9,791)	5,294
Other liabilities	(3,978)	-	-	54	(1,443)	-	-	-	(5,367)	-	-	(5,367)	(1,065)
Other postemployment benefit liability	-	-	-	-	8,750	-	-	-	8,750	-	20,891	29,641	28,821
Pollution remediation liability	-	-	-	-	(3)	-	-	-	(3)	-	-	(3)	(108)
Net cash provided by (used in) operating activities	\$ 535,243	-	(3,904)	(5,447)	(31,003)	-	-	-	494,889	253	-	495,142	567,312

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Net Revenue Requirement

For the six months ended June 30, 2017 and 2016
(in thousands)

	<u>2017</u>	<u>2016</u>
Test 1:		
Total operating revenues - bond resolution	\$ 813,238	812,034
Build America Bonds subsidy	38,015	38,056
Federal and State reimbursements	204	2,772
Less Federal and State reimbursement - construction fund	-	(2,709)
Total investment income - bond resolution	9,179	7,461
Less earnings on investments - construction fund	(1,676)	(1,519)
Fair market value adjustments	(233)	-
Arts center	2,289	2,531
Total pledged revenues	<u>861,016</u>	<u>858,626</u>
 Less operating expenses - revenue fund	 <u>(231,346)</u>	 <u>(235,762)</u>
Net revenue available for debt service	629,670	622,864
Less net revenue requirements:		
Interest expense - debt service	(297,909)	(277,836)
Principal payment - debt service	(109,238)	(98,870)
Revenue transfer to charges	(81)	(78)
Revenue transfer to maintenance reserve	(58,376)	(44,685)
Revenue transfer to special project reserve	(19,848)	(19,459)
Excess net revenues	<u>\$ 144,218</u>	<u>181,936</u>
Test 2:		
Total operating revenues - bond resolution	\$ 813,238	812,034
Build America Bonds subsidy	38,015	38,056
Federal and State reimbursements	204	2,772
Less Federal and State reimbursement - construction fund	-	(2,709)
Total investment income - bond resolution	9,179	7,461
Less earnings on investments - construction fund	(1,676)	(1,519)
Fair market value adjustments	(233)	-
Arts center	2,289	2,531
Total pledged revenues	<u>861,016</u>	<u>858,626</u>
 Less operating expenses - revenue fund	 <u>(231,346)</u>	 <u>(235,762)</u>
Net revenue available for debt service	629,670	622,864
 Less 1.2 times aggregate debt service	 <u>(488,576)</u>	 <u>(452,047)</u>
Excess net revenues	<u>\$ 141,094</u>	<u>170,817</u>
Debt service coverage ratio	1.55	1.65

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Investments

June 30, 2017

(in thousands)

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Par Value</u>	<u>Carrying Value</u>
Revenue:				
Certificate of Deposit	1.15	7/28/2017	50,000	50,486
Commercial Paper	0.92 - 1.40	7/6/2017 - 12/22/2017	97,601	97,403
Federal Agency Note	0.71 - 1.00	7/5/2017 - 12/22/2017	102,612	102,519
US Treasury Bill	0.64 - 0.80	7/6/2017 - 7/20/2017	21,206	21,203
			<u>271,419</u>	<u>271,611</u>
Construction:				
Certificate of Deposit	1.14 - 1.40	10/5/2017 - 5/21/2018	165,000	165,290
Commercial Paper	1.15 - 1.44	10/31/2017 - 5/8/2018	200,000	198,428
Federal Agency Note	0.84 - 1.12	7/10/2017 - 5/11/2018	250,045	249,068
			<u>615,045</u>	<u>612,786</u>
Maintenance Reserve:				
Commercial Paper	0.83 - 0.84	6/30/2017 - 8/8/2017	3,000	2,997
Federal Agency Note	0.69 - 0.92	6/2/2017 - 8/14/2017	52,674	52,663
US Treasury Bill	0.67 - 0.84	6/15/2017 - 8/10/2017	14,013	14,005
			<u>69,687</u>	<u>69,665</u>
Special Project Reserve:				
Commercial Paper	0.82 - 1.42	7/11/2017 - 12/4/2017	30,000	29,912
Federal Agency Note	0.72 - 1.00	7/3/2017 - 10/3/2017	40,000	39,931
			<u>70,000</u>	<u>69,843</u>
General Reserve:				
Commercial Paper	1.00 - 1.36	7/7/2017 - 12/22/2017	178,063	177,596
Federal Agency Note	0.63	9/21/2017	20,000	19,971
US Treasury Bill	0.83	8/17/2017	43,000	42,953
			<u>241,063</u>	<u>240,520</u>
Debt Service:				
Commercial Paper	1.21 - 1.28	1/2/2018	36,734	36,498
Federal Agency Note	0.44 - 1.01	7/3/2017 - 1/2/2018	346,893	346,573
US Treasury Bill	1.05	12/7/2017	1	1
			<u>383,628</u>	<u>383,072</u>
Debt Reserve:				
Certificate of Deposit	1.11 - 2.00	11/10/2017 - 12/15/2020	344,084	344,707
Forward delivery contract	1.44	7/1/2017	149,999	151,079
Federal Agency Note	1.05	4/25/2018	104,919	105,007
			<u>599,002</u>	<u>600,793</u>
Total			<u>\$ 2,249,844</u>	<u>2,248,290</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Investments

June 30, 2016

(in thousands)

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Par Value</u>	<u>Carrying Value</u>
Revenue:				
Certificate of Deposit	0.30	7/6/2016	\$ 118,893	118,864
Commercial Paper	0.05 - 0.23	7/1/2016 - 7/6/2016	59,500	59,499
Federal Agency Note	0.08	7/1/2016	6,000	6,000
			<u>184,393</u>	<u>184,363</u>
Construction:				
Certificate of Deposit	0.69 - 0.87	8/3/2016 - 11/15/2016	105,000	105,332
Commercial Paper	0.52 - 0.90	7/12/2016 - 11/8/2016	161,000	160,722
Federal Agency Note	0.22 - 0.45	7/6/2016 - 11/16/2016	204,500	204,344
US Treasury Bill	0.30	8/18/2016	25,000	24,990
			<u>495,500</u>	<u>495,388</u>
Maintenance Reserve:				
Commercial Paper	0.33 - 0.50	7/1/2016 - 8/16/2016	10,001	9,999
Federal Agency Note	0.25 - 0.34	7/8/2016 - 8/30/2016	27,788	27,781
			<u>37,789</u>	<u>37,780</u>
Special Project Reserve:				
Commercial Paper	0.35 - 0.50	7/1/2016 - 8/23/2016	30,900	30,892
Federal Agency Note	0.22 - 0.30	7/12/2016 - 9/2/2016	23,700	23,692
			<u>54,600</u>	<u>54,584</u>
General Reserve:				
Commercial Paper	0.33 - 0.75	7/6/2016 - 9/30/2016	164,441	164,377
Federal Agency Note	0.28	7/22/2016	42,500	42,493
US Treasury Bill	0.25	12/8/2016	12	12
			<u>206,953</u>	<u>206,882</u>
Debt Service:				
Commercial Paper	0.77 - 0.78	7/1/2016	42,974	42,974
Federal Agency Note	0.18 - 0.60	7/1/2016 - 1/3/2017	196,825	196,601
			<u>239,799</u>	<u>239,575</u>
Debt Reserve:				
Certificate of Deposit	1.11 - 2.00	11/10/2017 - 12/15/2020	334,754	335,348
Forward delivery contract	1.44	7/1/2016	149,999	151,080
Federal Agency Note	1.05	4/25/2018	104,919	104,359
			<u>589,672</u>	<u>590,787</u>
Total			\$ <u>1,808,706</u>	<u>1,809,359</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Depositories

June 30, 2017 and 2016

(in thousands)

	2017			2016		
	Book balance	Bank balance	Market value of securities pledged to secure deposits	Book balance	Bank balance	Market value of securities pledged to secure deposits
JP Morgan Chase:						
Revenue	\$ 111,676	102,630		195,550	138,511	
Construction	34,258	34,859		84,238	85,001	
Maintenance reserve	4,074	4,140		7,984	7,986	
	<u>150,008</u>	<u>141,629</u>	<u>155,344</u>	<u>287,772</u>	<u>231,498</u>	<u>299,058</u>
Bank of America:						
Revenue	22,987	28,176		38,887	42,897	
	<u>22,987</u>	<u>28,176</u>	<u>30,280</u>	<u>38,887</u>	<u>42,897</u>	<u>47,559</u>
Wells Fargo:						
Revenue	10,510	8,754		20,115	18,242	
Special project reserve	2,566	2,592		9,824	9,824	
General reserve	10,144	10,186		9,236	9,236	
	<u>23,220</u>	<u>21,532</u>	<u>22,869</u>	<u>39,175</u>	<u>37,302</u>	<u>42,000</u>
Bank of New York Mellon:						
Revenue	114	239		282	282	
	<u>114</u>	<u>239</u>	<u>510</u>	<u>282</u>	<u>282</u>	<u>595</u>
TD Bank, NA:						
Revenue	250	231		250	288	
	<u>250</u>	<u>231</u>	<u>995</u>	<u>250</u>	<u>288</u>	<u>1,033</u>
Investors Bank						
Construction	45,049	45,049		25,005	25,005	
	<u>45,049</u>	<u>45,049</u>	<u>47,039</u>	<u>25,005</u>	<u>25,005</u>	<u>25,005</u>
Total Subject to Pledged Securities	<u>241,628</u>	<u>236,856</u>	<u>\$ 257,037</u>	<u>391,371</u>	<u>337,272</u>	<u>415,251</u>
Bank of New York Mellon – Trust:						
Construction	148	148		2,092	85,001	
General reserve	-	-		109	109	
Charges	8	8		74	74	
Debt service	451	326		128,077	127,915	
	<u>607</u>	<u>482</u> (1)		<u>130,352</u>	<u>213,099</u> (1)	
Toll Collection and Other Imprest Funds:						
Revenue	358	-		357	-	
	<u>358</u> (2)	<u>-</u>		<u>357</u> (2)	<u>-</u>	
Total Subject to Bond Resolution	<u>242,593</u>	<u>237,338</u>		<u>522,080</u>	<u>550,371</u>	
TD Bank, NA:						
Garden State Arts Foundation	385	388		340	345	
	<u>385</u>	<u>388</u> (3)		<u>340</u>	<u>345</u> (3)	
Investors Bank:						
Garden State Arts Foundation	458	458		453	453	
	<u>458</u>	<u>458</u> (3)		<u>453</u>	<u>453</u> (3)	
Northfield Bank:						
Garden State Arts Foundation	213	213		212	212	
	<u>213</u>	<u>213</u> (3)		<u>212</u>	<u>212</u> (3)	
	<u>\$ 243,649</u>	<u>238,397</u>		<u>523,085</u>	<u>551,381</u>	

(1) Funds held by Trustee are not subject to collateral requirements, under the Bond Resolution.

(2) Cash on hand, not at bank.

(3) Garden State Arts Foundation bank account balances are not subject to the collateral posting requirements of the Bond Resolution.

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Cost of Investment in Facilities
June 30, 2017

(With comparative financial information for the six months ended June 30, 2016)
(in thousands)

	Completed construction funds	2008/2009 Bond anticipation note	Ten year capital program	Maintenance reserve	Special project reserve	General reserve	GAAP adjustments	2017 Total	2016 Total
Land	\$ 658,143	2,411	163,439	-	-	8,128	-	832,121	824,952
Construction-In-Progress	-	-	1,481,234	32,822	5,806	37,597	15,719	1,573,178	2,977,190
Roadways	3,049,838	135,302	2,281,211	186,497	2,151	14,302	-	5,669,301	4,578,349
Bridges	1,877,991	32,866	2,740,438	284,293	64	32,178	-	4,967,830	4,297,766
Buildings	354,716	20,373	324,732	-	19,988	72,277	-	792,086	504,280
Equipment	526,687	51,142	647,708	-	113,441	102,569	-	1,441,547	1,241,587
Cost of Investment in Facilities	6,467,375	242,094	7,638,762	503,612	141,450	267,051	15,719	15,276,063	14,424,124
Accumulated Depreciation	(2,825,813)	(74,168)	(472,747)	(110,244)	(57,262)	(76,511)	-	(3,616,745)	(3,314,721)
Capital assets, net of accumulated depreciation	\$ 3,641,562	167,926	7,166,015	393,368	84,188	190,540	15,719	11,659,318	11,109,403

Completed construction funds:

Original turnpike extensions and additional lanes	\$ 60,151
Revenues invested in facilities	39,006
1966 Turnpike Improvement	155,747
1971 Turnpike Improvement	15,984
1973 Improvement and Funding Program	26,537
1985-1990 Widening Project	313,806
Business Plan for the 90's	756,383
Former NJHA Construction	513,826
2000 Construction Fund	1,260,163
2003 Construction Fund	15,968
2004 Construction Fund	407,222
2005 Construction Fund	76,769
	\$ 3,641,562

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Bond Indebtedness

June 30, 2017

(in thousands)

	Amount outstanding December 31, 2016	Refunded or acquired and canceled in current year	Mandatory redemption/ sinking fund installments	Debt issuance	Amortization of premiums and discounts	Amount outstanding June 30, 2017
Turnpike revenue bonds:						
Series 2000 B-G	400,000	-	-	-	-	400,000
Series 2004 C-2	132,850	-	-	-	-	132,850
Series 2005 A	173,650	-	-	-	-	173,650
Series 2005 B	32,500	-	-	-	-	32,500
Series 2005 D1-D4	208,735	-	-	-	-	208,735
Series 2009 E	300,000	-	-	-	-	300,000
Series 2009 F	1,375,000	-	-	-	-	1,375,000
Series 2009 G	34,770	-	(15,645)	-	-	19,125
Series 2009 H	306,170	-	-	-	-	306,170
Series 2009 I	178,005	-	-	-	-	178,005
Series 2010 A	1,850,000	-	-	-	-	1,850,000
Series 2012 A	141,255	-	-	-	-	141,255
Series 2012 B	804,435	-	-	-	-	804,435
Series 2013 A	1,395,050	-	(5,095)	-	-	1,389,955
Series 2013 B	100,000	-	(47,500)	-	-	52,500
Series 2013 C	271,000	-	(129,500)	-	-	141,500
Series 2013 D	77,625	-	-	-	-	77,625
Series 2013 E	51,750	-	-	-	-	51,750
Series 2013 F	90,880	-	-	-	-	90,880
Series 2014 A	1,000,000	-	-	-	-	1,000,000
Series 2014 B-3	50,000	-	-	-	-	50,000
Series 2014 C	201,860	-	-	-	-	201,860
Series 2015 A	92,500	-	-	-	-	92,500
Series 2015 B	50,000	-	-	-	-	50,000
Series 2015 C	43,750	-	-	-	-	43,750
Series 2015 D	43,750	-	-	-	-	43,750
Series 2015 E	750,000	-	-	-	-	750,000
Series 2015F	72,350	-	-	-	-	72,350
Series 2015G	25,000	-	-	-	-	25,000
Series 2015H	48,235	-	-	-	-	48,235
Series 2016A	149,995	-	-	-	-	149,995
Series 2016B	75,025	-	-	-	-	75,025
Series 2016C	50,015	-	-	-	-	50,015
Series 2016D	50,000	-	-	-	-	50,000
Series 2017A	-	-	-	600,000	-	600,000
	10,626,155	-	(197,740)	600,000	-	11,028,415
Premiums and discounts, net	444,966	-	-	87,535	(23,636)	508,865
	<u>\$ 11,071,121</u>	<u>-</u>	<u>(197,740)</u>	<u>687,535</u>	<u>(23,636)</u>	<u>11,537,280</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Bond Indebtedness

June 30, 2016

(in thousands)

	Amount outstanding December 31, 2015	Refunded or acquired and canceled in current year	Mandatory redemption/ sinking fund installments	Debt issuance	Amortization of premiums and discounts	Amount outstanding June 30, 2016
Turnpike revenue bonds:						
Series 1991 C	\$ 67,160	-	(67,160)	-	-	-
Series 2000 B-G	400,000	-	-	-	-	400,000
Series 2003 B	70,005	-	(70,005)	-	-	-
Series 2004 B	168,646	(168,646)	-	-	-	-
Series 2004 C-2	132,850	-	-	-	-	132,850
Series 2005 A	173,650	-	-	-	-	173,650
Series 2005 B	32,500	-	-	-	-	32,500
Series 2005 D1-D4	208,735	-	-	-	-	208,735
Series 2009 E	300,000	-	-	-	-	300,000
Series 2009 F	1,375,000	-	-	-	-	1,375,000
Series 2009 G	34,770	-	-	-	-	34,770
Series 2009 H	306,170	-	-	-	-	306,170
Series 2009 I	178,005	-	-	-	-	178,005
Series 2010 A	1,850,000	-	-	-	-	1,850,000
Series 2012 A	141,255	-	-	-	-	141,255
Series 2012 B	804,435	-	-	-	-	804,435
Series 2013 A	1,400,000	-	(4,950)	-	-	1,395,050
Series 2013 B	100,000	-	-	-	-	100,000
Series 2013 C	271,000	-	-	-	-	271,000
Series 2013 D	152,650	-	-	-	-	152,650
Series 2013 E	101,765	-	-	-	-	101,765
Series 2013 F	90,880	-	-	-	-	90,880
Series 2014 A	1,000,000	-	-	-	-	1,000,000
Series 2014 B-2	50,000	-	-	-	-	50,000
Series 2014 B-3	50,000	-	-	-	-	50,000
Series 2014 C	201,860	-	-	-	-	201,860
Series 2015 A	92,500	-	-	-	-	92,500
Series 2015 B	50,000	-	-	-	-	50,000
Series 2015 C	43,750	-	-	-	-	43,750
Series 2015 D	43,750	-	-	-	-	43,750
Series 2015 E	750,000	-	-	-	-	750,000
Series 2015F	72,350	-	-	-	-	72,350
Series 2015G	25,000	-	-	-	-	25,000
Series 2015H	48,235	-	-	-	-	48,235
Series 2016A	-	-	-	149,995	-	149,995
	<u>10,786,921</u>	<u>(168,646)</u>	<u>(142,115)</u>	<u>149,995</u>	<u>-</u>	<u>10,626,155</u>
Premiums and discounts, net	464,242	-	-	25,411	(22,277)	467,376
	<u>\$ 11,251,163</u>	<u>(168,646)</u>	<u>(142,115)</u>	<u>175,406</u>	<u>(22,277)</u>	<u>11,093,531</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Schedule of Refunded Bond and Note Indebtedness

June 30, 2017

(With comparative financial information as of June 30, 2016)
(in thousands)

Note:

As of June 30, 2017 and 2016, refunded bond and note indebtedness which is still outstanding in fully collateralized escrow accounts is as follows:

Refunded series	Refunded amount	Matured/ redeemed	2017 outstanding	2016 outstanding
Parkway revenue bonds:				
Series 1989, Serial bonds 5.75% Redemption January 1, 2018 through January 1, 2019	35,080	-	35,080	35,080
Series 2004B Turnpike Revenue Bonds, redemption January 1, 2017	168,646	(168,645)	-	168,645
Total	\$ 203,726	(168,645)	35,080	203,725

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

New Jersey Turnpike
Schedule of Toll Revenue

For the six months ended June 30, 2017 and 2016
(in thousands)

Class	Description	2017		2016	
		Toll revenue	Number of vehicles (unaudited)	Toll revenue	Number of vehicles (unaudited)
1	Passenger car, motorcycle, taxi or hearse, light truck	\$ 378,287	109,748	375,901	107,845
2	Vehicles having two axles other than type described under Class 1	31,199	4,215	30,817	4,136
3	Vehicle (vehicles), single or in combination, having three axles	14,188	1,737	13,823	1,693
4	Vehicle (vehicles), single or in combination, having four axles	17,189	1,380	16,556	1,320
5	Vehicle (vehicles), single or in combination, having five axles	115,422	7,536	113,470	7,387
6	Vehicle (vehicles), single or in combination, having six or more axles	3,586	192	3,186	167
7	Buses having two axles	1,136	218	1,090	210
8	Buses having three axles	6,771	623	6,670	613
	Nonrevenue vehicles	-	778	-	791
		<u>567,778</u>	<u>126,427</u>	<u>561,513</u>	<u>124,162</u>
	Nonrevenue vehicles	-	(778)	-	(791)
	Toll Adjustments and Discounts	(3,344)	-	(2,809)	-
	Net Violations	(11,044)	-	(8,973)	-
		<u>\$ 553,390</u>	<u>125,649</u>	<u>549,731</u>	<u>123,371</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)

Garden State Parkway

Schedule of Toll Revenue

For the six months ended June 30, 2017 and 2016

(in thousands)

Class	Description	2017		2016	
		Toll revenue	Number of vehicles (unaudited)	Toll revenue	Number of vehicles (unaudited)
1	Passenger car, motorcycle, taxi or hearse, light truck	\$ 201,204	186,343	199,897	185,083
2	Vehicles having two axles other than type described under Class 1	940	403	1,204	503
3	Vehicle (vehicles), single or in combination, having three axles	1,614	533	1,610	543
4	Vehicle (vehicles), single or in combination, having four axles	1,755	408	1,645	393
5	Vehicle (vehicles), single or in combination, having five axles	1,370	287	1,350	283
6	Vehicle (vehicles), single or in combination, having six or more axles	67	11	73	13
7	Buses having two axles	875	349	791	320
8	Buses having three axles	1,231	470	1,220	470
	Nonrevenue vehicles	-	771	-	738
		<u>209,056</u>	<u>189,575</u>	<u>207,790</u>	<u>188,346</u>
	Nonrevenue vehicles	-	(771)	-	(738)
	Toll Adjustments and Discounts	(256)	-	(230)	-
	Net Violations	(3,487)	-	(3,081)	-
		<u>\$ 205,313</u>	<u>188,804</u>	<u>204,479</u>	<u>187,608</u>