

**New Jersey Turnpike Authority  
Financial Summary  
For the Month Ended January 31, 2017**

<b>ACTUAL REVENUE - January</b>	\$ 133,987,000
<b>ESTIMATED REVENUE - February - December</b>	1,615,194,000
<i>Projected Annual Revenue</i>	\$ 1,749,181,000
<b>ESTIMATED ANNUAL OPERATING EXPENSES</b>	\$ 528,762,000
<i>Projected Net Revenue</i>	\$ 1,220,419,000
<b>DEBT SERVICE REQUIREMENTS</b>	846,462,000
<b>CHARGES FUND</b>	155,000
<b>SPECIAL PROJECT RESERVE FUND</b>	39,696,000
<b>MAINTENANCE RESERVE FUND</b>	116,751,000

The following un-audited results are for the month ended January 31, 2017.<sup>1</sup> Based upon these results, revenues will be sufficient to satisfy the requirements of the Authority's Bond Resolution. For the twelve months ending December 31, 2017, the Authority is projected to have a debt service coverage ratio of 1.44 and the total requirements coverage ratio of 1.22.

The Authority's total revenue for the month ended January 31, 2017 was \$133,987,000, which is \$7,234,000, or 5.7%, above projections. Toll revenue was \$117,443,000, which is \$7,182,000, or 6.5%, greater than projections due to less severe weather in January 2017 than was projected. In addition, projections assumed the Pulaski Skyway would reopen by January 1, 2017 and some motorists who have been using the New Jersey Turnpike because of the closure of the skyway and would return to that route. The reopening of the Pulaski Skyway is now scheduled for the fourth quarter of 2017. Traffic and toll revenue increased although Interchanges 6 and 6A on the New Jersey Turnpike have been closed since January 20, 2017 due to the emergency closure of the Delaware River Turnpike Bridge, which connects the New Jersey Turnpike to the Pennsylvania Turnpike. Toll revenue also increased in spite of an increase in gas prices, which averaged \$0.48 /gallon higher in January 2017 as compared to the same period in 2016. The increase in total revenue was also due in part to higher than anticipated miscellaneous revenue. Miscellaneous revenue, which totaled \$1,169,000, was \$86,000 or 7.9% above projections due to unbudgeted \$252,000 from the sale of surplus property in Aberdeen.

For the month ended January 31, 2017, traffic on the New Jersey Turnpike increased 7.0% and toll revenue increased 7.9% as compared to the same period in 2016. The increases in traffic and revenue are due to the absence of any significant winter storms in January 2017. January 2016 had the negative impacts of Winter Storm Jonas, a state of emergency weather event. CDM Smith, the Authority's traffic engineer, released a draw down letter in November 2015 updating the short-term projections of its investment grade study released in May 2014. CDM Smith projected 2017 annual traffic and revenue on the Turnpike to decrease 0.4% and 1.0%, respectively. The actual results for the month ended January 31, 2017 were above CDM Smith's projections of a decrease of 0.4% for traffic and 0.9% for revenue. Through January 2017, the *E-ZPass* usage rate on the New Jersey Turnpike was 84.1%, an increase from 83.2% for the same period in 2016.

For the month ended January 31, 2017, toll transactions on the Garden State Parkway increased 5.0% and revenue increased 5.9% when compared to the same period in 2016. As with the New Jersey Turnpike, toll transactions and revenue increased due to less severe winter weather in 2017 as compared to 2016. CDM Smith's 2017 forecast projected toll transactions and revenue to increase 0.9% and 1.0% respectively for the Garden State Parkway. The actual results for the month ended January 31, 2017 compare favorably to CDM's projected increases of 0.9% for toll transactions and 1.0% for revenue. Through January, 2017 the *E-ZPass* usage rate on the Garden State Parkway was 80.9%, an increase from 79.6% for the same period in 2016.

Operating expenses for the month ended January 31, 2017 were approximately \$45,562,000, which was 87.5% of the year-to-date budget. The Authority's operating expenses through January were under budget primarily due to lower than expected snow and severe weather costs charged to operating expenses. The Authority spent \$7,804,000 from the operating expense budget for snow and severe weather costs through January 31, 2017. All snow and severe weather costs are charged to the operating expense budget with the exception of declared state of emergency events which are charged to the General Reserve Fund. Discretionary spending and budgetary guidelines will be closely monitored and adhered to through the remainder of the year in order to control operating expenses.

The Capital Budget consists of Supplemental Capital, Maintenance Reserve, and Special Project Reserve Funds. For the month ended January 31, 2017, total expenditures were approximately \$1,319,000. Expenditures, \$255,000 for Emergency Maintenance, and \$237,000 for Turnpike Bridge Repairs. In addition to the Capital Budget, the General Reserve Fund expenses totaled \$21,201,000 and consisted primarily of \$17,000,000 for the State Transportation Projects Funding Agreement 2016-2021, \$1,833,000 for the Transportation Trust Fund, and \$1,458,000 for Other Post-employment Benefits.

Total expenditures in the Construction Fund for the month ended January 31, 2017 were approximately \$28,892,000. Expenses included \$6,046,000 for the Turnpike Interchange 14A Reconstruction project, \$5,600,000 for the Authority's Phase I Facilities Improvements project, and \$5,178,000 for the Authority's Phase II Facilities Improvement Project. In addition to these expenditures, there are open contracts and commitments totaling approximately \$732,782,000.

<sup>1</sup> These are un-audited results. Amounts and categories of revenue and expenses may change when audited.