

NEW JERSEY TURNPIKE AUTHORITY



Quarterly Financial Analysis and
Unaudited Financial Statements as of
March 31, 2017 and 2016



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Highlights

- The Authority's net position increased by \$24,823, or 2.7%, from \$918,309 as of December 31, 2016, to \$943,132 as of March 31, 2017. The increase in net position can be attributed to the Authority's lower operating and non-operating expenses in Q1 2017.
- Operating revenue in Q1 2017 is \$370,673, which is \$7,036, or 1.9%, less than Q1 2016 primarily because of less traffic on both the roadways due to the severe winter weather, one less day in 2017 as 2016 was a leap year and the closure of the Delaware River Turnpike Bridge for the significant part of the first quarter of 2017. As compared with Q1 2016, revenue on the Turnpike decreased by 1.5%, and traffic decreased by 0.1% in Q1 2017. On the Parkway, revenue decreased by 0.2%, while traffic decreased by 0.7% in Q1 2017, as compared to Q1 2016.
- On March 14 and 15, 2017, Winter Storm Stella hit the State and negatively impacted traffic and revenue on both the roadways. Due to the storm, there were approximately 1,010,000 fewer toll transactions on the Turnpike and Parkway, and subsequently less revenue generated on each roadway, respectively, compared to Q1 2016.
- The Delaware River Bridge connecting the New Jersey and Pennsylvania Turnpikes was closed on January 20, 2017 due to a fracture in a steel beam underneath the westbound lanes. The bridge, jointly owned and maintained by both, the Authority and the Pennsylvania Turnpike Commission, underwent emergency repairs by consultants from both agencies and was fully opened to traffic on March 9, 2017. The emergency repair costs will be jointly shared with the Pennsylvania Turnpike Commission. During the period of closure, the Authority incurred a loss of approximately \$8,000 in toll revenue, with Interchanges 6 and 6A closed.



Condensed Summary of Net Position

	<u>March 31, 2017</u>	<u>December 31, 2016</u>
Assets:		
Current assets	\$ 1,440,760	1,743,233
Other noncurrent assets	336,637	468,291
Capital assets, net of accumulated depreciation	<u>11,530,864</u>	<u>11,455,725</u>
Total assets	<u><u>13,308,261</u></u>	<u><u>13,667,249</u></u>
Deferred outflows:		
Deferred amount on refunding	126,249	132,231
Deferred amount relating to pension	<u>156,575</u>	<u>156,574</u>
Total deferred outflows	<u><u>\$ 282,824</u></u>	<u><u>288,805</u></u>
Liabilities:		
Current liabilities	\$ 790,817	938,644
Noncurrent liabilities	<u>11,842,811</u>	<u>12,084,993</u>
Total liabilities	<u><u>12,633,628</u></u>	<u><u>13,023,637</u></u>
Deferred inflows:		
Accumulated increase in fair value of hedging derivatives	2,252	2,035
Deferred amount relating to pension	<u>12,073</u>	<u>12,073</u>
Total deferred inflows	<u><u>\$ 14,325</u></u>	<u><u>14,108</u></u>
Net investment in capital assets	\$ 1,259,677	1,064,121
Restricted under trust agreements	78,691	221,811
Unrestricted	<u>(395,236)</u>	<u>(367,623)</u>
Total net position	<u><u>\$ 943,132</u></u>	<u><u>918,309</u></u>

Discussion of Condensed Summary of Net Position as of March 31, 2017

The Authority's total net position is reported at \$943,132 and \$918,309 as of March 31, 2017, and December 31, 2016 respectively. This represents an increase of \$24,823, or 2.7%, compared to December 31, 2016. The major factor causing this increase was lower non-operating expenses in Q1 2017 as compared to Q1 2016. Current assets decreased by \$302,473, or 17.4%, as compared to December 31, 2016 primarily due to a reduction in cash from the principle and interest payments made on January 1, 2017 on the Series 2009G, Series 2013A, Series 2013B and Series 2013C Bonds. Capital assets increased by \$75,139, or 0.7%, as compared to December 31, 2016 as a result of spending on the ongoing \$7 Billion Capital Improvement Program (CIP). Other noncurrent assets decreased by \$131,654, or 28.1%, as compared to December 31, 2016 due to continued spending of the proceeds from the Series 2015E Bonds on the ongoing \$7 Billion CIP. Current liabilities decreased by \$147,827, 15.8% due to decrease in accounts payable and accrued expenses and lower accrued interest payable as of March 31, 2017 as compared to December 31, 2016. Noncurrent liabilities decreased by \$242,182, or 2.0%, mainly due to an increase in principle payments due on January 1, 2018, as compared to those due on January 1, 2017.

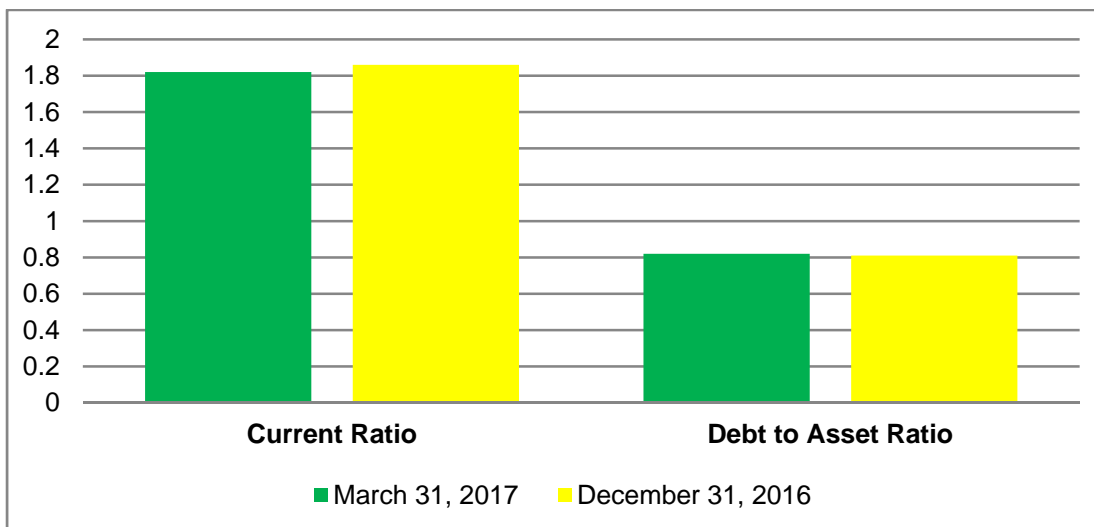
Adjusted net position

	Mar 31, 2017	Dec 31, 2016
Net position as per GAAP Financials	\$ 943,132	918,309
Unfunded non cash adjustment:		
Other postemployment benefit liability	369,244	358,720
Interest rate swaps liabilities	27,752	29,190
Net pension liability	561,453	561,453
Accounts payable and accrued expenses	24,752	24,753
Other long-term obligations	71,820	71,820
Hybrid instrument borrowing	67,756	89,302
Accumulated increase in fair value of hedging	2,252	2,035
Deferred inflow amount relating to pensions	12,073	12,073
Deferred amount on refunding	(82,242)	(87,002)
Deferred amount relating to pensions	(156,575)	(156,574)
Restricted investments	78,451	79,937
Capital assets, net of accumulated depreciation	(15,719)	(15,719)
Total non cash adjustments	\$ 961,017	969,988
Garden State Arts Foundation	(790)	(798)
Net Position as per Bond Resolution	\$ 1,903,359	1,887,499

Shown above is the Authority's adjusted net position calculated as per the Authority's Bond Resolution. Net position as per the Bond Resolution has been calculated after adjusting for GASB 45 - Other Post-employment Benefits Liability, GASB 53 - Derivative Instruments and GASB 68 - Net Pension Liability. Net position as per the Bond Resolution also does not include other long term liabilities such as pollution remediation liability, sick and accrued vacation liability, OCIP claims liabilities and GAAP reserves which are all non-cash liabilities. Over the past several years, the implementation of new GASB pronouncements has resulted in significant non-cash accounting reductions in the Authority's net position. Management believes that the net position as per the Bond Resolution provides an alternate view of the strength of the Authority's operations and its financial position.

Net Position Ratio Analysis – GAAP Basis

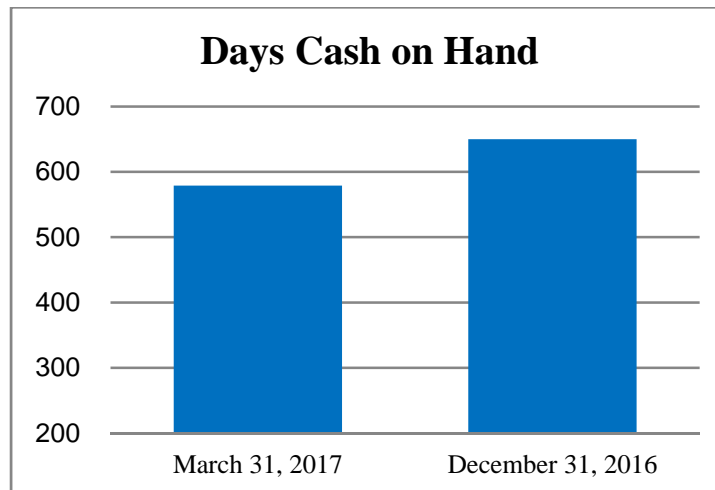
Ratio	Mar 31, 2016	Dec 31, 2016	Explanation
<i>Current Ratio</i>	1.82	1.86	The current ratio is calculated as the Authority's current assets divided by current liabilities. A strong current ratio is over 1.0, and indicates an organization's ability to meet their short term obligations. The Authority's ratio has remained relatively consistent over the period. The Authority has nearly two times the amount of current assets as compared with current liabilities as of March 31, 2017 and December 31, 2016.
<i>Debt to Asset Ratio</i>	0.82	0.81	The debt to assets ratio is calculated by dividing total debt by total assets. The debt to asset ratio remained substantially unchanged over the period, as the Authority uses debt solely to finance the acquisition of its capital assets.



Key Performance Metric - Net Position

Days Cash on Hand – Days cash on hand is calculated by combining unrestricted cash and unrestricted investments and then dividing by daily operating expenses (taken from the Revenue Fund). This calculation shows how long (in days), the Authority would be able to pay its operating expenses without the generation of revenue. As a result, a larger number of days cash on hand is desirable. As shown in the graph, the days cash on hand has slightly decreased for the period ended March 31, 2017 as compared to the period ended December 31, 2016. Based on this calculation as of March 31, 2017, the Authority could go 579 days without generating any revenue and still pay its operating expenses.

		<u>Mar 31, 2017</u>	<u>Dec 31, 2016</u>
Unrestricted Cash & Investments	\$	788,498	876,311
Daily Operating Expenses (Revenue Fund)	\$	1,361	1,348
Days Cash on Hand		579	650



Capital Improvement Program (CIP)

- The Authority is in the midst of a \$7 Billion CIP that includes large scale projects such as widening stretches of both the Turnpike and Parkway and smaller projects that improve interchanges, rehabilitate bridges, and deploy new technologies. The \$7 Billion CIP continues to be on time and on budget or even ahead of schedule and under budget on some projects. The only project which is expected to go beyond its original completion date is the bridge rehabilitation/repairs project on the Newark Bay Hudson County Extension. This work cannot be started until the New Jersey State Department of Transportation (NJDOT) completes the Pulaski Skyway project. At this time, NJDOT expects the Pulaski Skyway project to be completed in 2018. At the ninth year into the program, the Authority has spent or committed 92%, or \$6,460,860 of its original \$7,000,000 budget with minimal impact to traffic.



- Bond proceeds are deposited in the Construction Fund to support the \$7 Billion CIP. Total expenditures in the Construction Fund for the three months ended March 31, 2017 were approximately \$109,059. Expenses included approximately \$34,700 for the Authority Phase I Facilities Improvements Program, approximately \$12,500 for the Turnpike Interchange 14A Reconstruction Project, approximately \$10,400 for the Authority Phase II Facilities Improvements Program and approximately \$10,000 for the Parkway Great Egg Harbor and Drag Channel Bridge Improvement Program. In addition to these expenditures, there are committed expenses totaling approximately \$662,200.

As a part of the \$7 Billion CIP the Authority has taken great measures to increase mobility and reduce commuting times on both the Parkway and Turnpike. One of the main projects that was successfully completed and open to the public in late 2014 was the widening between Interchanges 6 and 9 on the Turnpike. The Authority has seen increased volumes as patrons have diverted from heavily congested local routes, and the widening has eliminated the bottleneck of traffic seen during weekday rush hour and weekends. Phase 1 of the Parkway widening (mileposts 63 to 80) was completed in 2011, with Phase 2 of the Parkway widening (mileposts 48 to 63) completed in 2015. Work on Phase 3 of the Parkway widening (mileposts 35 to 48) will continue through 2017, with mileposts 41 to 48 completed in 2016. The Parkway Shoulder Restoration Project was also completed between mileposts 80 and 100. With the combination of the widening and shoulder restoration projects, approximately one-third of the total lane miles on the Parkway have been resurfaced. The Authority has also undertaken additional projects beyond the Turnpike and the Parkway widenings to improve the safety and

mobility of traffic on both roadways. As a part of the Bridge Improvements Project, the Authority has expanded and rejuvenated major bridges on both roadways. As part of the \$7 Billion CIP, four of the six major bridges on the Parkway will be rehabilitated, with three of these major bridge rehabilitations already completed. Since the program began, more than a dozen interchanges have been re-built, expanded or improved to provide better access to and from both roadways.

The Projects currently included in the \$7 Billion CIP are the following:

<u>Project</u>	<u>Current Budget</u>	<u>Amount Spent or Committed to Date</u>	<u>Percent Spent & Committed to Date</u>
Turnpike Widening (Interchange 6-9)	\$ 2,231,399	2,142,533	96%
Bridge Improvements	1,682,762	1,371,290	81%
Roadway Improvements	816,783	798,929	98%
Interchange Improvements	1,026,431	946,420	92%
Facilities Improvements	652,625	635,320	97%
Parkway Widening (Milepost 35-80)	590,000	566,368	96%
	\$ 7,000,000	6,460,860	92%

Turnpike Widening: The Turnpike Interchanges 6 to 9 Widening Program, which was completed on schedule and under budget, was opened to traffic in November 2014. The Turnpike widening provides three additional travel lanes in each direction between Interchanges 6 and 8A, and one additional lane in each direction between Interchanges 8A and 9. Program closeout is in progress. At this time, only three contracts remain open.

Bridge Improvements: Bridge improvements in the CIP include re-decking, seismic retrofitting, security measures, cleaning and repainting of structural steel, substructure repairs and other improvements to the 16 major Turnpike and Parkway bridges and other high-priority structures. The CIP includes approximately \$1,682,700 for bridge improvements. In 2017, the work will include Delaware River Bridge and Newark Bay Hudson County Extension Bridge on the Turnpike, and Great Egg Harbor Bridge and Drag Channel Bridge on the Parkway.



Roadway Improvements: Roadway improvements totaling approximately \$816,700 are also included in the \$7 Billion CIP. This includes widening and strengthening roadway shoulders, replacing deteriorated guide rail, improving drainage, repairing median barriers, installing variable message signs, replacing weathered and outdated guide signs, and making other investments to improve the safety and operation of the Turnpike and Parkway. In 2017, the

Authority continues to work on guide sign replacements on the Turnpike and culvert rehabilitation on the Parkway.

Interchange Improvements: The \$7 Billion CIP also includes approximately \$1,026,400 for Interchange Improvements on both roadways. The major projects on which design or construction will continue in 2017 are Interchange 14A on the Turnpike and Interchanges 36, 37, 28, 91, 105, 125, and 163 on the Parkway.

Facilities Improvements: The \$7 Billion CIP includes approximately \$652,600 for facilities improvements. In total, the Authority will build 42 new structures and rehabilitate 18 others. Projects include the replacement of four State Police Troop D stations, the rehabilitation of 22 maintenance district facilities, improvements at all Turnpike toll plaza buildings and construction of salt storage facilities on both roadways. The Facilities Improvement Program will be completed in 2019. To date, one maintenance district facility, three State Police Stations, a central services facility, and all Turnpike Toll repairs have been completed. Eight additional maintenance districts are scheduled for completion in 2017.



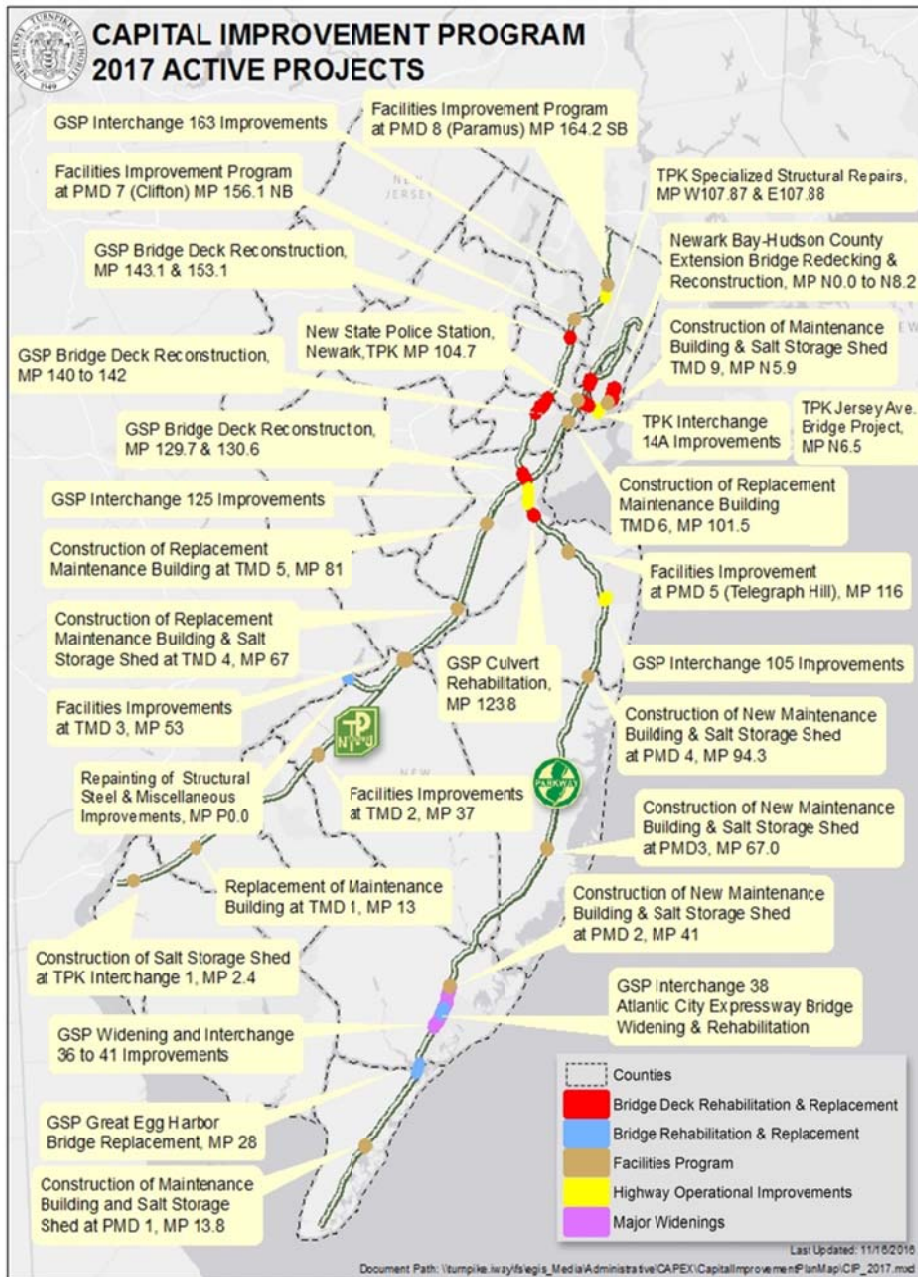
Garden State Parkway Widening: The Parkway widening project will add a third travel lane and full-width shoulders between Mileposts 35 and 80 and will be completed as follows:

Phase I – Mileposts 63 to 80 – Construction completed and open to motorists in May 2011.

Phase II – Mileposts 48 to 63 –The widening between Mileposts 52 and 63 was opened in the spring of 2014, with the remaining widening of this section to Milepost 48 opened in May 2015 upon the completion of the rehabilitation of the Bass River Bridge.

Phase III – Mileposts 35 to 48 – The first construction contract for this section was awarded in June 2014 and construction began in July 2014. The widening between Mileposts 48 and 41 was completed in late 2016 and between Mileposts 41 and 35 in the spring of 2018.

Total budgeted costs for the Parkway 35-80 Widening Program are approximately \$690,000; however, \$100,000 of those costs were financed from the proceeds of bond anticipation notes prior to the issuance of the first Series of Bonds for the Capital Improvement Program. The Authority anticipates spending approximately \$57,300 during 2016 for the Milepost 35-48 section. The third lane between milepost 42 and 48 was opened in June 2016.



Capital Assets

	<u>Mar 31, 2017</u>	<u>Dec 31, 2016</u>
Land	\$ 832,121	830,612
Construction-in-progress	1,407,634	1,258,316
Roadways	4,150,641	4,181,281
Bridges	3,783,424	3,808,491
Buildings	491,267	495,102
Equipment	865,777	881,923
Total capital assets, net of accumulated depreciation	<u>\$ 11,530,864</u>	<u>11,455,725</u>

Capital assets consist of land, buildings, improvements, equipment, infrastructure and construction in progress. Infrastructure assets are typically items that are immovable, such as highways and bridges.

- The Authority's capital assets as of March 31, 2017 were \$15,071,828 with an accumulated depreciation of \$3,540,964 for net books value of \$11,530,864. This represents 86.6% of the Authority's total assets.
- Capital assets, net of accumulated depreciation, are reported at \$11,530,864 and \$11,455,725 as of March 31, 2017 and December 31, 2016, respectively, representing an increase of \$75,139 compared to December 31, 2016. The prime reason for this increase is the continued spending on the Authority's \$7 Billion CIP. Major projects include Facilities Improvements Phase I and II, Turnpike Interchange 14A Reconstruction Project and Great Egg Harbor/Drag Channel Bridge Improvement Program.



Condensed Summary of Revenue, Expenses and Changes in Net Position

For the quarters and three months ended March 31, 2017 and 2016

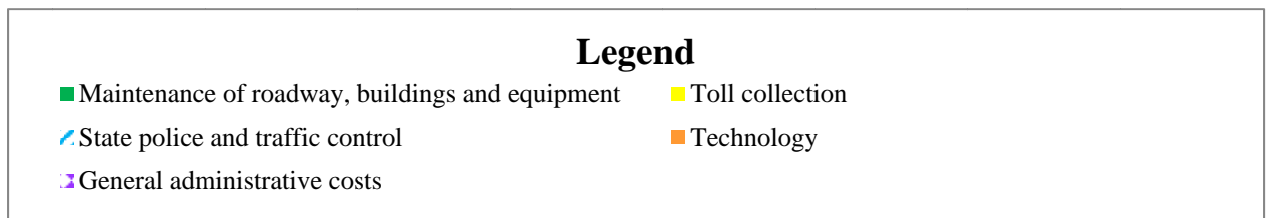
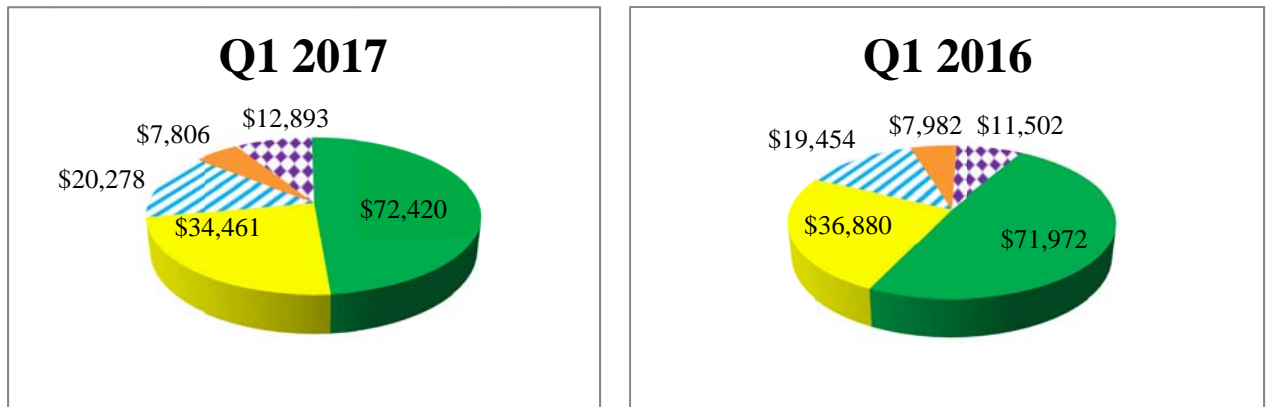
		<u>Q1 2017</u>	<u>Q1 2016</u>
Operating revenues:	\$		
Toll revenue		345,338	349,747
E-ZPass fees		14,497	14,171
Concession revenue		7,710	8,401
Miscellaneous revenue		3,128	5,390
Total operating revenues		<u>370,673</u>	<u>377,709</u>
Operating expenses, excluding depreciation		<u>(147,858)</u>	<u>(147,790)</u>
Net operating revenue		222,815	229,919
Depreciation expense		<u>(75,685)</u>	<u>(75,280)</u>
Operating income		<u>147,130</u>	<u>154,639</u>
Nonoperating revenues (expenses):			
Nonoperating revenues		22,253	23,348
Nonoperating expenses		<u>(144,560)</u>	<u>(158,785)</u>
Total nonoperating revenues (expenses), net		<u>(122,307)</u>	<u>(135,437)</u>
Change in net position		24,823	19,202
Net position – Beginning of period		<u>918,309</u>	<u>658,290</u>
Net position – End of period	\$	<u><u>943,132</u></u>	<u><u>677,492</u></u>

Discussion of Condensed Summary of Revenue, Expenses and Changes in Net Position for the quarters ended March 31, 2017 and 2016

- Net position increased by \$24,823 for the quarter ended March 31, 2017 as compared to an increase of \$19,202 for the quarter ended March 31, 2016. Q1 2017 resulted in a comparatively higher change in net position due to significantly lower non-operating expenses, which offset slightly lower operating revenue.
- Operating revenues totaled \$370,673 for the quarter ended March 31, 2017, representing a decrease of \$7,036, or 1.9% from \$377,709 in quarter ended March 31, 2016. The primary reason for this decrease is the loss of toll revenue from the closure of the Delaware River Turnpike Bridge and fewer toll transactions and revenue due to Winter Storm Stella and one less day in 2017 as compared to Q1 2016.
- E-Z Pass fees totaled \$14,497 for the quarter ended March 31, 2017, representing an increase of \$326, or 2.3% from \$14,171 in the quarter ended March 31, 2016. E-Z Pass fees are higher due to higher revenue from the lost and damaged tag fees and the administration fees collected from the toll violators.
- Concession revenue decreased by \$691 to \$7,710 in Q1 2017 from \$8,401 in Q1 2016 due to a decrease in the fuel sales and the gross profit margin on diesel fuel sales at the service areas. The food and convenience store sales increased on both the roadways in Q1 2017 as compared to Q1 2016, but due to a decrease in the fuel sales there is overall reduction in the concession revenue in Q1 2017.

- Miscellaneous revenue decreased by \$2,262 to \$3,128 in Q1 2017 from \$5,390 in Q1 2016 primarily due to lower insurance recoveries and surplus sales, as compared to Q1 2016.

Operating Expense Breakdown (not including depreciation)



- Operating expenses, excluding depreciation, totaled \$147,858 for the quarter ended March 31, 2017, representing an increase of \$68 from \$147,790 for the quarter ended March 31, 2016. The primary reason for the consistent operating expenses in Q1 2017 and 2016 is due to the similar weather conditions in both the periods. The slight increase in the Maintenance, State Police and General administrative expenses is offset by a decrease in Toll Collection expenses in Q1 2017.
- Maintenance expenses increased in Q1 2017 by \$448 to \$72,420 from \$71,972 in Q1 2016 due to minor increases in snow, severe weather costs, and utility expenses. The increase in the non-cash OPEB expense also contributes to the overall increase in the maintenance expenses.
- Toll collection expenses decreased by \$2,419 to \$34,461 in Q1 2017 from \$36,880 in Q1 2016 primarily due in part to a decrease in the fees charged under the new NJ EZ-Pass contract, effective February 1, 2017 as well as fewer transactions in Q1 2017 as compared to Q1 2016 due to less traffic on both the roadways.
- State police and traffic control expenses increased by \$824 to \$20,278 in Q1 2017 from \$19,454 in Q1 2016. The main reason for the increase is trooper service costs due to more

State Troopers on both the roadways and planned additional services on the Pulaski Skyway and statewide re-designation of I-95 to New Jersey Turnpike.

- General and administration expenses increased by \$1,391 to \$12,893 in Q1 2017 from \$11,502 in Q1 2016 due to higher claim settlement payments in Q1 2017 compared to Q1 2016.
- Net non-operating expenses decreased by \$13,130 to \$122,307 in Q1 2017 as compared to \$135,437 in Q1 2016 essentially because of lower payments made to the State of New Jersey as per the new State Transportation Project Funding Agreement entered into in June 2016.
- Interest expense increased in Q1 2017 by \$19,794 as compared to Q1 2016. The primary reason for this increase is lower capitalization of interest expense to projects in Q1 2017. Excluding the lower capitalization of interest, there is a slight decrease in the interest expense in Q1 2017.
- Investment income has increased by \$5,210 in Q1 2017 from the investment loss of \$3,257 in Q1 2016 to an investment income of \$1,953. Higher investment income is due to a decrease in the negative fair market value adjustments on the interest rate swaps, as well as greater interest income earned on investments in Q1 2017 due to increase in the interest rates earned on investments.

Adjusted Revenue, Expenses and Changes in Net Position

	<u>Q1 2017</u>	<u>Q1 2016</u>
Change in Net Position as per GAAP Financials	\$ 24,823	19,202
Unfunded non cash adjustments:		
Total operating expenses - GAAP adjustments	10,524	9,637
Interest expense, Turnpike Revenue Bonds	(49,603)	(72,470)
Investment income (loss)	1,655	6,869
Interfund transfers	28,453	52,823
Total Non Cash Adjustment	<u>\$ (8,971)</u>	<u>(3,141)</u>
Garden State Arts Foundation	<u>8</u>	<u>(381)</u>
Change in net position as per Bond Resolution	<u>\$ 15,860</u>	<u>15,680</u>
Add other Non cash expenses		
Depreciation	75,685	75,280
Amortization	(9,862)	(9,878)
Change in Net Position - Non GAAP	<u>\$ 81,683</u>	<u>81,082</u>

Shown above is the change in Net Position as per the Bond Resolution and has been calculated by adjusting the change in Net Position as per GAAP for non-cash expenses such as the non-cash portion of the Annual OPEB expense and interest expense and investment income or loss due to the effects of GASB 53. The change in net position - non GAAP is calculated by adding back the non-cash expenses such as depreciation and amortization of discounts and premium to the Adjusted Change in Net Position – Bond Resolution. Management believes that the Adjusted Change in Net Position above, which eliminates the more significant GAAP basis non-cash line items, presents an alternate view of the strength of the Authority’s financial results.

Toll Revenue Schedules

New Jersey Turnpike
Schedule of Toll Revenue
For the Three Months Ended March 31, 2017 and 2016
(all amounts in thousands)

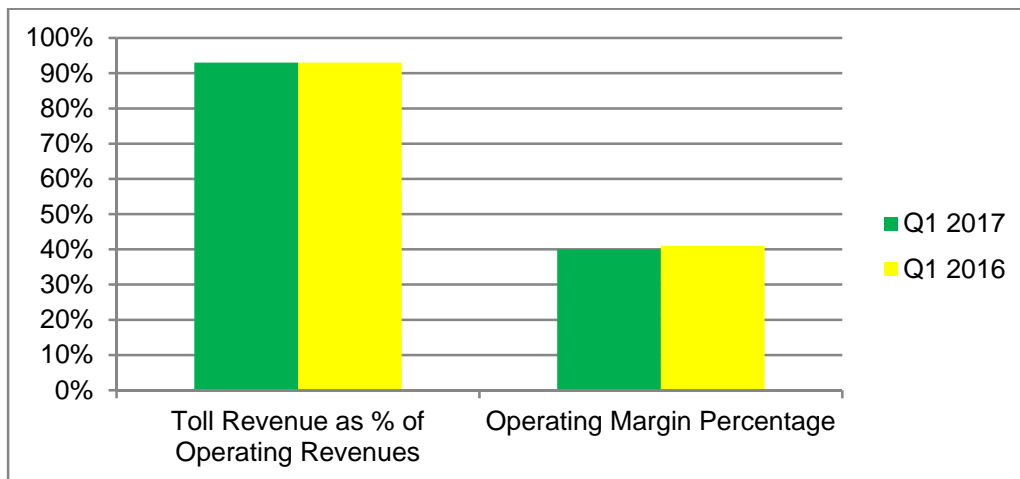
Class	Description	Q1 2017		Q1 2016	
		Toll revenue	Number of vehicles (unaudited)	Toll revenue	Number of vehicles (unaudited)
1	Passenger car, motorcycle, taxi or hearse, light truck	\$ 169,224	50,329	171,906	50,379
2	Vehicles having two axles other than type described under Class 1	14,441	1,978	14,538	1,974
3	Vehicle (vehicles), single or in combination, having three axles	6,602	816	6,549	810
4	Vehicle (vehicles), single or in combination, having four axles	8,001	646	7,918	636
5	Vehicle (vehicles), single or in combination, having five axles	54,453	3,579	54,776	3,587
6	Vehicle (vehicles), single or in combination, having six or more axles	1,610	87	1,504	79
7	Buses having two axles	490	98	462	93
8	Buses having three axles	2,946	274	2,998	279
	Nonrevenue vehicles	—	385	—	385
		257,767	58,192	260,651	58,222
	Nonrevenue vehicles	—	(385)	—	(385)
	Toll Adjustments and Discounts	(1,464)	—	(1,276)	—
	Net Violations	(4,731)	—	(4,040)	—
		<u>\$ 251,572</u>	<u>57,807</u>	<u>255,335</u>	<u>57,837</u>

Garden State Parkway
Schedule of Toll Revenue
For the Three Months Ended March 31, 2017 and 2016
(all amounts in thousands)

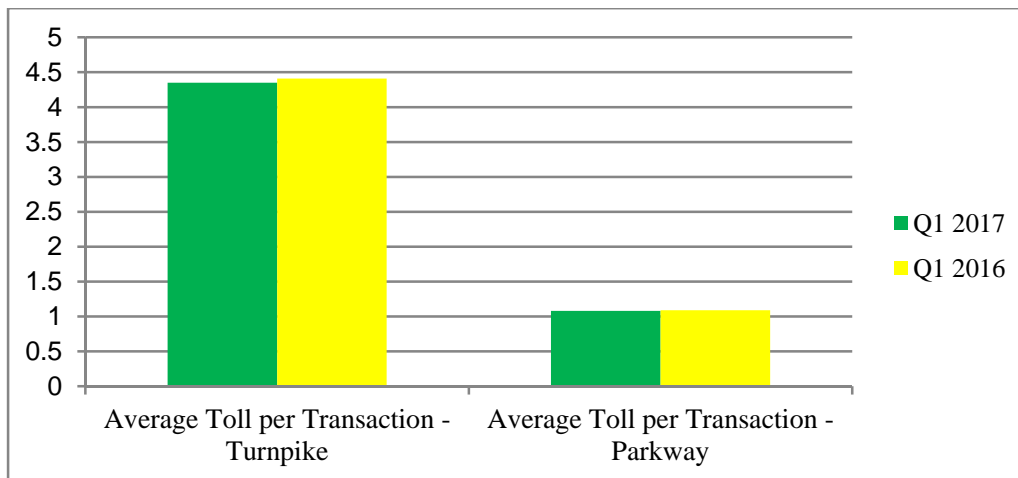
Class	Description	Q1 2017		Q1 2016	
		Toll revenue	Number of vehicles (unaudited)	Toll revenue	Number of vehicles (unaudited)
1	Passenger car, motorcycle, taxi or hearse, light truck	\$ 92,044	85,711	92,317	85,894
2	Vehicles having two axles other than type described under Class 1	421	181	622	261
3	Vehicle (vehicles), single or in combination, having three axles	620	204	605	202
4	Vehicle (vehicles), single or in combination, having four axles	718	168	620	146
5	Vehicle (vehicles), single or in combination, having five axles	619	130	595	125
6	Vehicle (vehicles), single or in combination, having six or more axles	32	6	33	6
7	Buses having two axles	408	170	355	151
8	Buses having three axles	558	218	546	218
	Nonrevenue vehicles	—	381	—	362
		95,420	87,169	95,693	87,365
	Nonrevenue vehicles	—	(381)	—	(362)
	Toll Adjustments and Discounts	(115)	—	(93)	—
	Net Violations	(1,539)	—	(1,188)	—
		<u>\$ 93,766</u>	<u>86,788</u>	<u>94,412</u>	<u>87,003</u>

Revenue and Expense Ratio Analysis – GAAP Basis

Ratio	Q1 2017	Q1 2016	Explanation
<i>Toll Revenue as % of Operating Revenue</i>	93%	93%	Toll revenue as percentage of operating revenue is calculated by dividing toll revenue by operating revenue. This percentage has remained consistent over Q1 2017 and Q1 2016 indicating that almost all of the Authority’s revenue is earned from toll collection.
<i>Operating Margin Ratio Percentage</i>	40%	41%	The operating margin ratio percentage is calculated by taking operating income before interest and dividing by total operating revenue. There percentages has remained consistent over Q1 2017 and Q1 2016 despite slightly lower operating revenues due to the closure of the Delaware River Bridge, higher gas prices, and snow storms in Q1 2017.



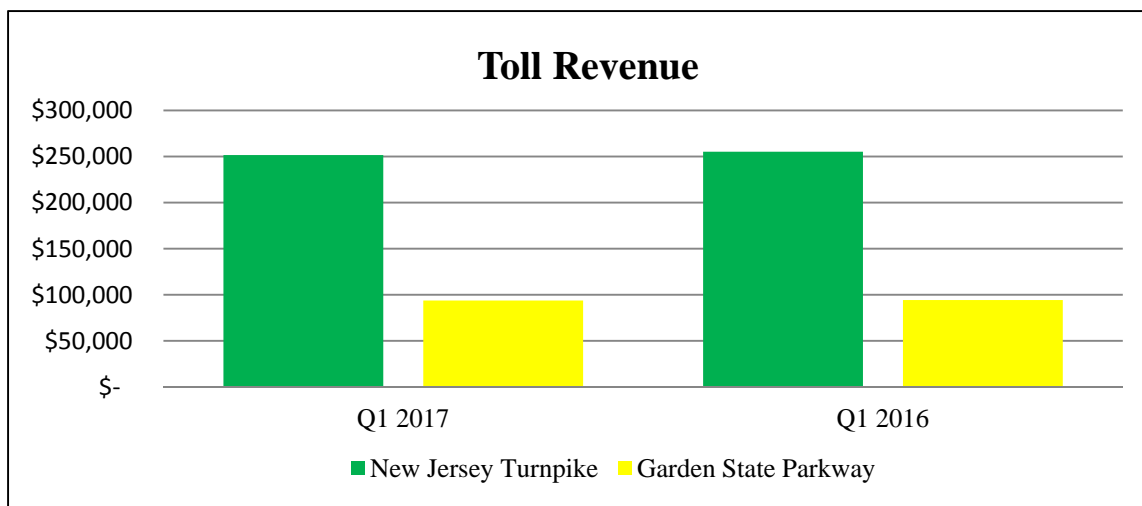
Ratio	Q1 2017	Q1 2016	Explanation
<i>Average Toll per Transaction - Turnpike</i>	4.35	4.41	Average toll per transaction is calculated by dividing toll revenue by the number of toll transactions. The average toll per transaction has declined slightly in Q1 2017 as compared to Q1 2016. This indicates that average trip lengths have decreased, primarily due to route changes by patrons caused by the Delaware River Turnpike Bridge closure, while the number of transactions remained relatively unchanged over each quarter.
<i>Average Toll per Transaction - Parkway</i>	1.08	1.09	The average toll per transaction on the Parkway has remained fairly consistent in Q1 2017 as compared to Q1 2016.



Key Performance Metrics - Revenue and Expenses

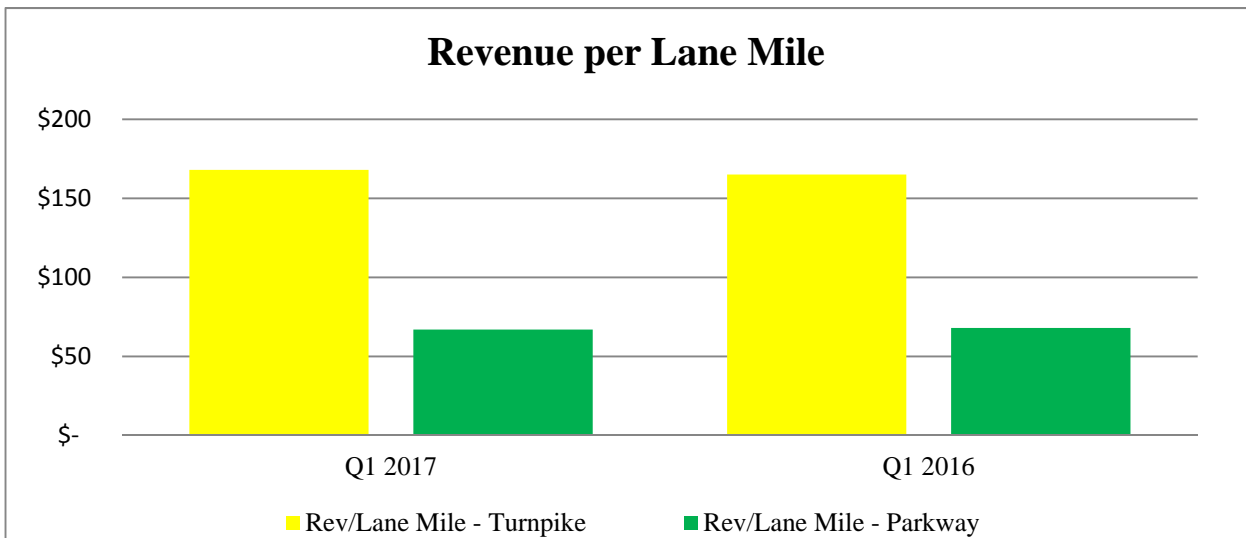
Toll Revenue – Toll revenue has decreased in Q1 2017 from Q1 2016 by 1.26% for the Authority. The decrease in toll revenue on the Turnpike in Q1 2017 from Q1 2016 is 1.47% and on the Parkway is 0.68%. The overall decrease in the toll revenue on both the roadways can be attributed to the Delaware River Turnpike Bridge closure for a significant part of the Q1 2017, Winter Storm Stella, and one less day as Q1 2016 had an extra leap year day. (See Toll Revenue discussion on page 12).

	<u>New Jersey Turnpike</u>	<u>Garden State Parkway</u>	<u>Total</u>
Q1 2017	\$ 251,572	93,766	345,338
Q1 2016	\$ 255,335	94,412	349,747
% change from Q1 2016 to Q1 2017	-1.47%	-0.68%	-1.26%



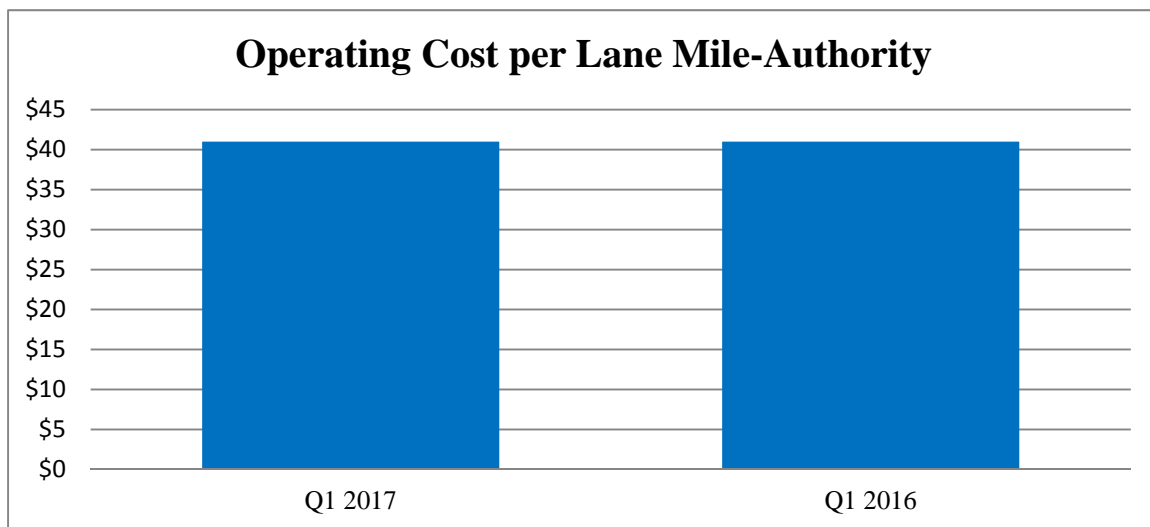
Revenue per Lane Mile – Revenue has decreased in Q1 2017 from Q1 2016 on both the Turnpike and Parkway. From Q1 2016 to Q1 2017, lane miles on the Turnpike and the Parkway remained unchanged; therefore the decrease in revenue per lane mile was attributable to the decrease in toll revenue. (See Toll Revenue discussion on page 12).

	<u>Q1 2017</u>	<u>Q1 2016</u>
Toll Revenue - Turnpike	\$ 251,572	255,335
Toll Revenue - Parkway	93,766	94,412
Total Toll Revenue	\$ 345,338	349,747
Lane Miles (actual) - Turnpike	1,819	1,819
Lane Miles (actual) - Parkway	1,778	1,778
Total Lane Miles (actual)	3,597	3,597
Revenue per Lane Mile - Turnpike	\$ 138	140
Revenue per Lane Mile - Parkway	\$ 53	53
Revenue per Lane Mile - Authority	\$ 96	97



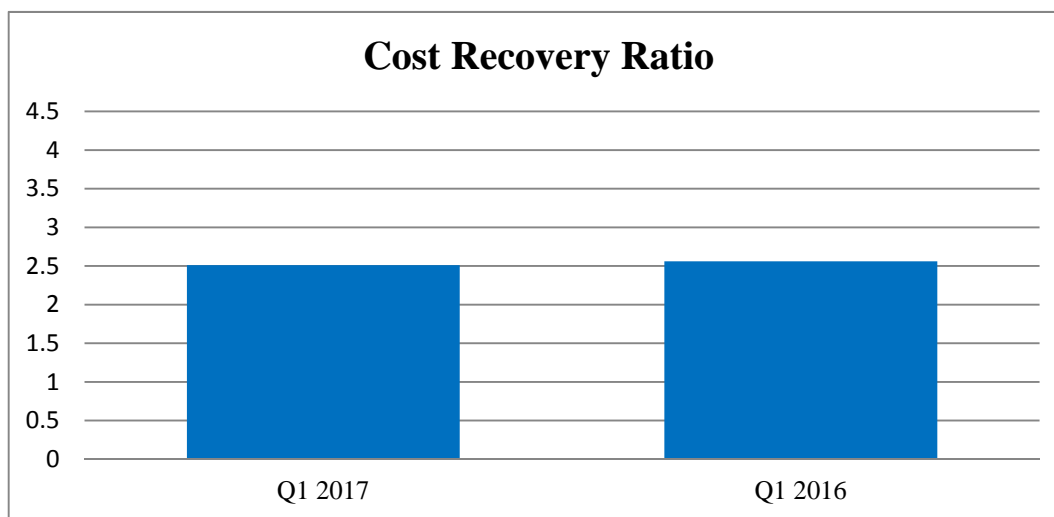
Operating Cost per Lane Mile – Operating expenses shown below include maintenance, toll collection, state police and traffic control, technology and general and administrative expenses but excludes depreciation. From Q1 2016 to Q1 2017, operating cost per lane mile has remained consistent as there is no significant change in the operating expenses in that period. (See operating expense breakdown on page 13).

	<u>Q1 2017</u>	<u>Q1 2016</u>
Total operating expenses	\$ 147,858	147,790
Lane Miles (actual) - Turnpike	1,819	1,819
Lane Miles (actual) - Parkway	<u>1,778</u>	<u>1,778</u>
Total Lane Miles	\$ 3,597	3,597
Operating cost Excluding Depreciation/Lane Mile - Authority	\$ 41	41



Cost Recovery – The cost recovery ratio is calculated by dividing operating revenues by operating expenses. Therefore, a ratio 1.0 or above is a positive sign as it indicates operating expenses are being fully recouped by operating revenues. The cost recovery ratio was about 2.5 in Q1 2017 and Q1 2016, which is a strong indicator of the Authority’s ability to meet its operating expenses with its operating revenues.

	<u>Q1 2017</u>	<u>Q1 2016</u>
Operating Revenue	\$ 370,673	377,709
Operating Expenses (excluding depreciation)	\$ 147,858	147,790
Cost Recovery	2.51	2.56



Financial Management Principles and Guidelines

In December 2012, the Authority adopted its “Financial Management Principles and Guidelines” (the Guidelines). Among the policies established, the Authority will manage its toll rates, expense budget and debt issuance program to achieve minimum senior debt service coverage of 1.4x and total requirement coverage of 1.2x. The Authority will also manage its cash flow and total expenditure levels such that it maintains average unrestricted cash balance in the General Reserve Fund equal to at least \$75,000. In November 2015, the Authority amended its Guidelines, which now target an average unrestricted cash balance in the General Reserve Fund equal to at least \$100,000. In January 2017, the Authority amended its Guidelines with respect to the minimum General Reserve Fund Balance. The amended guidelines targets are as follows –

- (1) a minimum balance of \$125,000,000 at 12/31/17;
- (2) a minimum balance of \$150,000,000 at 12/31/18;
- (3) a minimum balance of \$175,000,000 at 12/31/19;
- (4) beginning in 2020, by December 31st of each year, a minimum balance equal to 10% of that years’ budgeted total annual revenue.

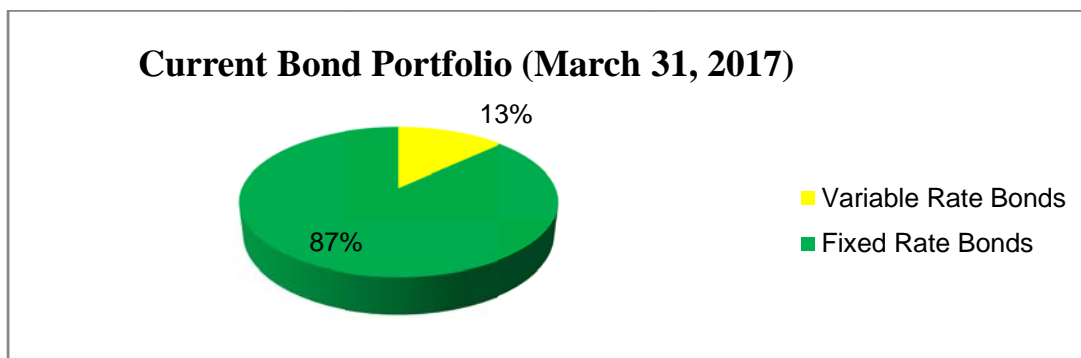
The Guidelines are implemented at the discretion of the Authority and are not a legal covenant with Bondholders. Such Guidelines can be changed or eliminated at any time at the discretion of the Authority. As specified in the Guidelines, the Authority also adopted an Investment Rate Swap Management Plan in April 2013, an Investment Policy in September 2013, and a Debt Management Policy in January 2014. The Interest Rate Swap Management Plan was amended in November 2015 to clarify the procurement provisions of the plan based upon current market practices. These documents may be found on the Authority's website at <http://www.state.nj.us/turnpike/investor-relations.html>.

Debt Administration

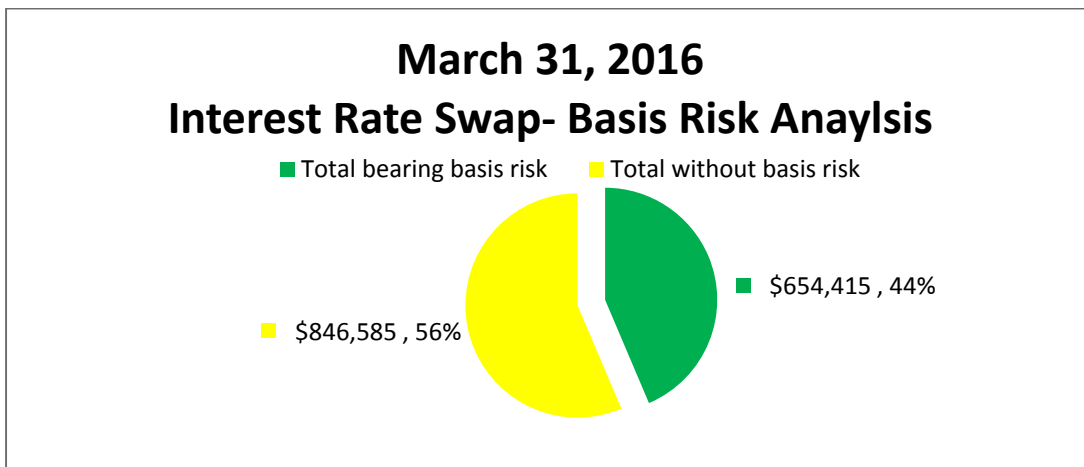
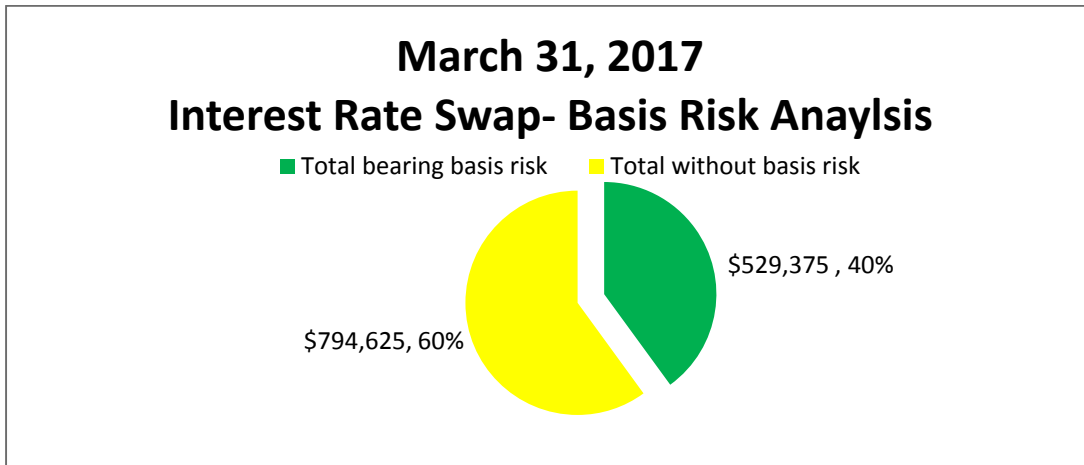
The issuance of new bonds is conducted in accordance with the New Jersey Turnpike Act of 1948, constituting Chapter 454 of the Laws of New Jersey of 1948, as amended and supplemented and the Turnpike Revenue Bond Resolution adopted on August 20, 1991, as amended, restated and supplemented. The issuance of new bonds requires the approval of the Board of Commissioners and prior approval in writing from the Governor and from either of both the State Treasurer and the Director of the Division of Budget and Accounting of the Department of Treasury, payable solely from tolls and other revenues of the Authority.

Debt Portfolio

The Authority's bond portfolio as of March 31, 2017 is comprised of 87% of fixed rate bonds and only 13% of variable rate bonds. These percentages are within the Authority's Guidelines which limit variable rate bonds to 20% of total bonds outstanding.



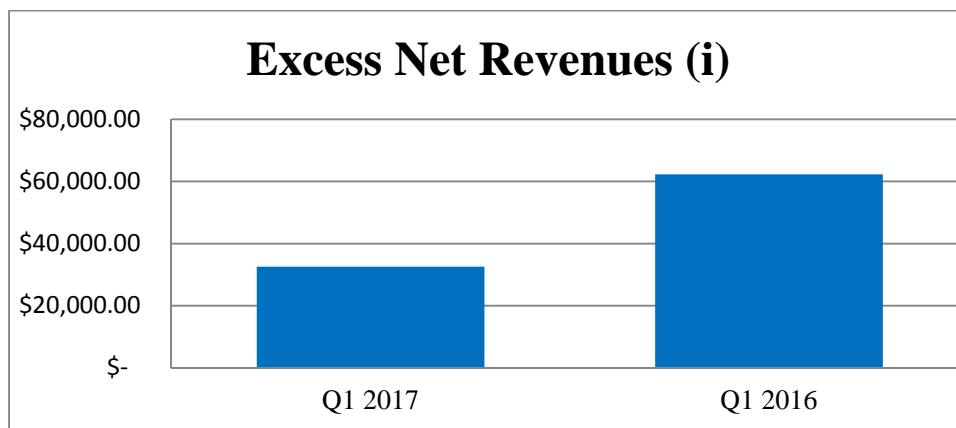
The Authority is actively reducing the basis risk on its interest rate swap portfolio when possible. From March 31, 2016 to March 31, 2017 the variable rate bonds bearing basis risk was reduced from 44% to 40%.



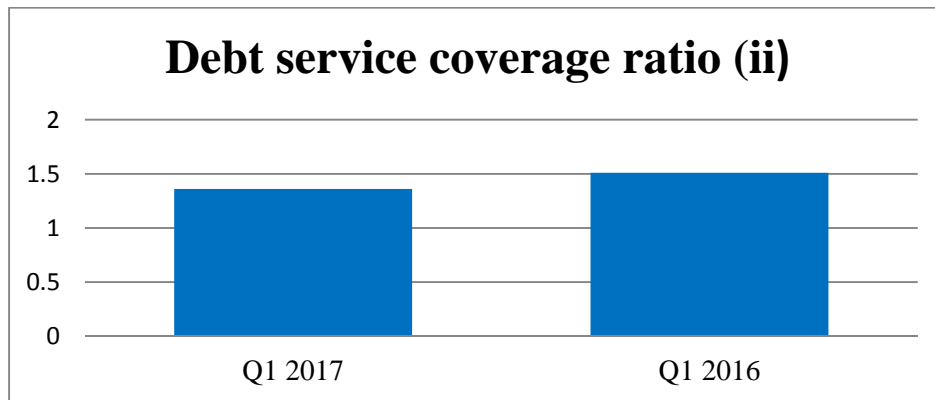
Debt Service Coverage

The Revenue Requirement under Section 713(b) of the Turnpike Revenue Bond Resolution states that in each calendar year, Net Revenues shall at least equal the Net Revenue Requirement for such year. The Net Revenue Requirement means with respect to any period of time, “an amount equal to the greater of (i) the sum of Aggregate Debt Service, Maintenance Reserve Payments, Special Project Reserve Payments and payments, if any, to the Charges Fund for such period or (ii) 1.20 times the Aggregate Debt Service for such period.”

	<u>Q1 2017</u>	<u>Q1 2016</u>
(i)		
Net revenue available for debt service	\$ 271,806	280,198
Less net revenue requirements (the sum of aggregate debt service, maintenance reserve, special project reserve and charges funds payments)	<u>(239,258)</u>	<u>(217,899)</u>
Excess net revenues	<u>\$ 32,548</u>	<u>62,299</u>
(ii)		
Net revenue available for debt service	\$ 271,806	280,198
Less net revenue requirements computed under test (120% of aggregate debt service requirements)	<u>(240,124)</u>	<u>(222,944)</u>
Excess net revenues	<u>\$ 31,682</u>	<u>57,254</u>
<u>Net revenue available for debt service</u>	<u>\$ 271,806</u>	<u>280,198</u>
<u>Debt service requirements</u>	<u>\$ 200,103</u>	<u>185,787</u>
Debt service coverage ratio	1.36	1.51



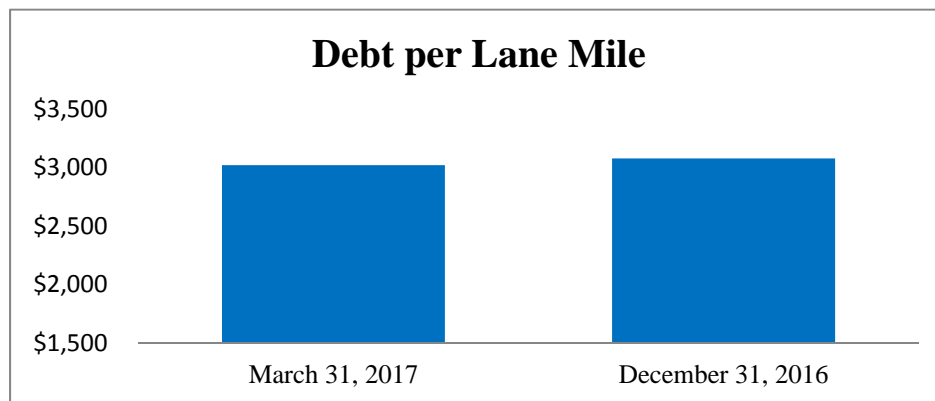
Debt Service Coverage



The Debt service coverage ratio has decreased slightly in Q1 2017 as compared to Q1 2016 due to an expected increase in the debt service requirements in Q1 2017 as compared to Q1 2016.

Debt per Lane Mile – Debt per lane mile decreased by \$58 to \$3,020 as of March 31, 2017 as compared to \$3,078 as of December 31, 2016 due to the principal payments on the existing debt on January 1, 2017. There is no change in the lane miles in the first quarter of 2017.

	<u>March 31, 2017</u>	<u>December 31, 2016</u>
Bond indebtedness, net	\$ 10,862,297	11,071,121
Lane Miles (actual) – Turnpike	1,819	1,819
Lane Miles (actual) – Parkway	1,778	1,778
Total Lane Miles (actual)	<u>3,597</u>	<u>3,597</u>
Debt per Lane Mile – Authority	\$ 3,020	3,078



Contacting Authority's Financial Management

The purpose of this narrative and the attached exhibits was to assist the readers in obtaining a general overview of the Authority's business and finances. If you should have any questions about this report or need clarification on its contents, please contact the Chief Financial Officer of the New Jersey Turnpike Authority, P.O. Box 5042, Woodbridge, New Jersey 07095-5042 or via email at info@turnpike.state.nj.us.

UNAUDITED

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

Statements of Net Position

March 31, 2017 and 2016

(in thousands)

Assets	2017	2016
Current assets:		
Cash	\$ 171,287	207,662
Restricted cash	113,001	133,346
Investments	617,211	494,443
Restricted investments	368,830	336,480
Receivables, net of allowance	96,951	78,950
Inventory	25,088	20,126
Due from State of New Jersey	306	560
Deposits	30,197	28,394
Prepaid expenses	17,889	14,979
Total current assets	<u>1,440,760</u>	<u>1,314,940</u>
Noncurrent assets:		
Restricted investments	336,637	988,239
Capital assets, net of accumulated depreciation	11,530,864	10,920,328
Total noncurrent assets	<u>11,867,501</u>	<u>11,908,567</u>
Total assets	<u>\$ 13,308,261</u>	<u>13,223,507</u>
Deferred Outflows		
Deferred outflows:		
Accumulated decrease in fair value of hedging derivatives	-	7,652
Deferred amount on refunding	126,249	149,926
Deferred amount relating to pensions	156,575	65,426
Total deferred outflows	<u>\$ 282,824</u>	<u>223,004</u>
Liabilities		
Current liabilities:		
Accounts payable and accrued expenses	\$ 138,028	150,592
Funds held in trust	233,933	215,557
Due to State of New Jersey	2,718	2,623
Accrued interest payable	135,473	136,148
Unearned revenue	31,260	41,313
Current portion of bonds payable	218,475	197,740
Current portion of hybrid instrument borrowing	24,724	24,389
Current portion of other long-term liabilities	6,206	9,390
Total current liabilities	<u>790,817</u>	<u>777,752</u>
Noncurrent liabilities:		
Bonds payable, net	10,643,822	10,906,995
Hybrid instrument borrowing	43,032	68,125
Other long-term liabilities	119,308	136,857
Other postemployment benefits liability	447,444	388,751
Interest rate swap liabilities	27,752	41,868
Net pension liability	561,453	435,015
Total noncurrent liabilities	<u>11,842,811</u>	<u>11,977,611</u>
Total liabilities	<u>\$ 12,633,628</u>	<u>12,755,363</u>
Deferred Inflows		
Deferred inflows:		
Accumulated increase in fair value of hedging derivatives	2,252	-
Deferred amount relating to pensions	12,073	13,655
Total deferred inflows	<u>\$ 14,325</u>	<u>13,655</u>
Net Position		
Net position:		
Net investment in capital assets	\$ 1,259,677	1,018,501
Restricted under trust agreements	78,691	71,826
Unrestricted	(395,236)	(412,835)
Total net position	<u>\$ 943,132</u>	<u>677,492</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 three months ended March 31, 2017 and 2016

(in thousands)

	<u>2017</u>	<u>2016</u>
Operating revenues:		
Toll revenue	\$ 345,338	349,747
E-ZPass fees	14,497	14,171
Concession revenue	7,710	8,401
Miscellaneous revenue	3,128	5,390
Total operating revenues	<u>370,673</u>	<u>377,709</u>
Operating expenses:		
Maintenance of roadway, buildings and equipment	72,420	71,972
Toll collection	34,461	36,880
State police and traffic control	20,278	19,454
Technology	7,806	7,982
General administrative costs	12,893	11,502
Depreciation	75,685	75,280
Total operating expenses	<u>223,543</u>	<u>223,070</u>
Operating income	<u>147,130</u>	<u>154,639</u>
Nonoperating revenues (expenses):		
Build America Bonds subsidy	19,008	19,028
Federal and State reimbursements	-	2,772
Payments to the State of New Jersey	(58,500)	(88,500)
Interest expense, Turnpike Revenue Bonds	(86,019)	(66,225)
Other bond expenses	(41)	(778)
Loss on disposal of capital assets	-	(25)
Investment income (loss)	1,953	(3,257)
Arts Center	1,292	1,548
Total nonoperating revenues (expenses), net	<u>(122,307)</u>	<u>(135,437)</u>
Change in net position	24,823	19,202
Net position – January 1	<u>918,309</u>	<u>658,290</u>
Net position – March 31	<u>\$ 943,132</u>	<u>677,492</u>

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

Statements of Cash Flows

For the three months ended March 31, 2017 and 2016

(in thousands)

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities:		
Receipts from customers and patrons	\$ 349,792	370,708
Payments to suppliers	(108,978)	(88,963)
Payments to employees	(42,250)	(42,776)
Payments for self insured health benefit claims	(20,701)	(22,359)
Net cash provided by operating activities	<u>177,863</u>	<u>216,610</u>
Cash flows from noncapital financing activities:		
Receipts from Federal and State reimbursements	-	2,772
Payments to State of New Jersey	(58,500)	(88,500)
Receipts from Arts Center	1,292	1,548
Net cash used in noncapital financing activities	<u>(57,208)</u>	<u>(84,180)</u>
Cash flows from capital and related financing activities:		
Proceeds acquired from new capital debt	-	169,272
Purchases and sales of capital assets	(141,754)	(184,960)
Principal paid on capital debt	(197,740)	(142,115)
Refunded capital debt	-	(168,645)
Proceeds from Build America Bonds subsidy	19,008	19,028
Interest paid on capital debt	(278,059)	(272,529)
Payments for bond expenses	(41)	(777)
Net cash provided by capital and related financing activities	<u>(598,586)</u>	<u>(580,726)</u>
Cash flows from investing activities:		
Purchases of investments	(2,264,399)	(2,017,583)
Sales and maturities of investments	2,703,839	2,468,181
Interest received	3,140	1,586
Net cash used in investing activities	<u>442,580</u>	<u>452,184</u>
Net increase in cash	(35,351)	3,888
Cash and restricted cash – January 1	<u>319,639</u>	<u>337,119</u>
Cash and restricted cash – March 31	\$ <u>284,288</u>	\$ <u>341,007</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 147,130	154,639
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	75,685	75,280
Changes in assets and liabilities:		
Receivables	(23,073)	3,338
Inventory	(2,393)	(23)
Prepaid expenses	(13,247)	(10,902)
Accounts payable and accrued expenses	(14,612)	(1,400)
Unearned revenue	796	(1,033)
Other liabilities	(7,319)	(16,110)
Other postemployment benefit liability	14,899	12,887
Pollution remediation liability	(3)	(66)
Net cash provided by operating activities	\$ <u>177,863</u>	\$ <u>216,610</u>

NEW JERSEY TURNPIKE AUTHORITY
(A Component Unit of the State of New Jersey)
Schedule of Net Position - Reconciliation of Bond Resolution to GAAP
March 31, 2017
(With comparative financial information as of March 31, 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	\$ 137,935	-	4,175	11,768	16,617	-	-	-	170,495	792	-	171,287	207,662
Restricted Cash	-	112,918	-	-	-	3	80	-	113,001	-	-	113,001	133,346
Investments	235,498	-	55,790	60,958	264,965	-	-	-	617,211	-	-	617,211	494,443
Restricted investments	-	-	-	-	-	-	190,752	178,078	368,830	-	-	368,830	336,480
Receivables, net of allowance	96,312	-	-	149	490	-	-	-	96,951	-	-	96,951	78,950
Inventory	25,088	-	-	-	-	-	-	-	25,088	-	-	25,088	20,126
Due from State of New Jersey	-	-	-	-	306	-	-	-	306	-	-	306	560
Deposits	2,429	3,699	-	-	24,069	-	-	-	30,197	-	-	30,197	28,394
Prepaid expenses	17,887	-	-	-	-	-	-	-	17,887	2	-	17,889	14,979
Interfund	(158,382)	(1,722)	(210)	(67)	163,686	-	(740)	(2,565)	-	-	-	-	-
Total current assets	356,767	114,895	59,755	72,808	470,133	3	190,092	175,513	1,439,966	794	-	1,440,760	1,314,940
Noncurrent assets:													
Restricted investments	-	-	-	-	-	-	-	415,088	415,088	-	(78,451)	336,637	988,239
Capital assets, net of accumulated depreciation	-	10,908,963	378,586	77,426	150,170	-	-	-	11,515,145	-	15,719	11,530,864	10,920,328
Total noncurrent assets	-	10,908,963	378,586	77,426	150,170	-	-	415,088	11,930,233	-	(62,732)	11,867,501	11,908,567
Total assets	\$ 356,767	11,023,858	438,341	150,234	620,303	3	190,092	590,601	13,370,199	794	(62,732)	13,308,261	13,223,507
Deferred Outflows													
Deferred outflows:													
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-	-	-	-	-	-	-	-	7,652
Deferred amount on refunding	-	44,007	-	-	-	-	-	-	44,007	-	82,242	126,249	149,926
Deferred amount relating to pensions	-	-	-	-	-	-	-	-	-	-	156,575	156,575	65,426
Total deferred outflows	\$ -	44,007	-	-	-	-	-	-	44,007	-	238,817	282,824	223,004
Liabilities													
Current liabilities:													
Accounts payable and accrued expenses	\$ 59,230	47,598	3,985	1,437	1,022	-	-	-	113,272	4	24,752	138,028	150,592
Funds held in trust	204,701	26,240	1,110	1,394	488	-	-	-	233,933	-	-	233,933	215,557
Due to State of New Jersey	2,718	-	-	-	-	-	-	-	2,718	-	-	2,718	2,623
Accrued interest payable	-	-	-	-	-	-	135,473	-	135,473	-	-	135,473	136,148
Unearned revenue	5,500	-	-	-	24,680	-	-	1,080	31,260	-	-	31,260	41,313
Current portion of bonds payable	-	218,475	-	-	-	-	-	-	218,475	-	-	218,475	197,740
Current portion of hybrid instrument borrowing	-	-	-	-	-	-	-	-	-	-	24,724	24,724	24,389
Current portion of other long-term liabilities	-	-	-	-	97	-	-	-	97	-	6,109	6,206	9,390
Total current liabilities	272,149	292,313	5,095	2,831	26,287	-	135,473	1,080	735,228	4	55,585	790,817	777,752
Noncurrent liabilities:													
Bonds payable, net	-	10,643,822	-	-	-	-	-	-	10,643,822	-	-	10,643,822	10,906,995
Hybrid instrument borrowing	-	-	-	-	-	-	-	-	-	-	43,032	43,032	68,125
Other long-term obligations	31,742	-	-	-	21,855	-	-	-	53,597	-	65,711	119,308	136,857
Other postemployment benefit liability	-	-	-	-	78,200	-	-	-	78,200	-	369,244	447,444	388,751
Interest rate swaps liabilities	-	-	-	-	-	-	-	-	-	-	27,752	27,752	41,868
Net pension liability	-	-	-	-	-	-	-	-	-	-	561,453	561,453	435,015
Total noncurrent liabilities	31,742	10,643,822	-	-	100,055	-	-	-	10,775,619	-	1,067,192	11,842,811	11,977,811
Total liabilities	\$ 303,891	10,936,135	5,095	2,831	126,342	-	135,473	1,080	11,510,847	4	1,122,777	12,633,628	12,755,363
Deferred Inflows													
Deferred inflows:													
Accumulated increase in fair value of hedging derivatives	-	-	-	-	-	-	-	-	-	-	2,252	2,252	-
Deferred amount relating to pensions	-	-	-	-	-	-	-	-	-	-	12,073	12,073	13,655
Total deferred inflows	\$ -	-	-	-	-	-	-	-	-	-	14,325	14,325	13,655
Net Position													
Net position:													
Net investment in capital assets	\$ -	131,730	378,587	77,425	150,170	-	-	589,521	1,327,433	-	(67,756)	1,259,677	1,018,501
Restricted under trust agreements	-	-	-	-	24,069	3	54,619	-	78,691	-	-	78,691	71,826
Unrestricted	52,876	-	54,659	69,978	319,722	-	-	-	497,235	790	(893,261)	(395,236)	(412,835)
Total net position	\$ 52,876	131,730	433,246	147,403	493,961	3	54,619	589,521	1,903,359	790	(961,017)	943,132	677,492

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 three months ended March 31, 2017
(With comparative financial information for the two months ended March 31, 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	\$ 345,338	-	-	-	-	-	-	-	345,338	-	-	345,338	349,747
E-Z Pass Fees	14,497	-	-	-	-	-	-	-	14,497	-	-	14,497	14,171
Concession revenue	7,710	-	-	-	-	-	-	-	7,710	-	-	7,710	8,401
Miscellaneous revenue	3,128	-	-	-	-	-	-	-	3,128	-	-	3,128	5,390
Total operating revenues	370,673	-	-	-	-	-	-	-	370,673	-	-	370,673	377,709
Operating expenses:													
Maintenance of roadway, buildings and equipment	55,578	-	903	954	9,684	-	-	-	67,119	-	5,301	72,420	71,972
Toll Collection	30,894	-	-	-	1,126	-	-	-	32,020	-	2,441	34,461	36,880
State Police and Traffic Control	19,161	-	-	220	434	-	-	-	19,815	-	463	20,278	19,454
Technology	6,591	-	-	(97)	361	-	-	-	6,855	-	951	7,806	7,982
General administrative costs	10,224	-	-	-	1,292	-	-	-	11,516	9	1,368	12,893	11,502
Depreciation	-	62,440	8,217	2,128	2,900	-	-	-	75,685	-	-	75,685	75,280
Total operating expenses	122,448	62,440	9,120	3,205	15,797	-	-	-	213,010	9	10,524	223,543	223,070
Operating income (loss)	248,225	(62,440)	(9,120)	(3,205)	(15,797)	-	-	-	157,663	(9)	(10,524)	147,130	154,639
Nonoperating revenues (expenses):													
Build America Bonds subsidy	19,008	-	-	-	-	-	-	-	19,008	-	-	19,008	19,028
Federal and State reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	2,772
Payments to the State of New Jersey	-	-	-	-	(58,500)	-	-	-	(58,500)	-	-	(58,500)	(88,500)
Interest expense, Turnpike Revenue Bonds	-	9,862	-	-	-	-	(145,484)	-	(135,622)	-	49,603	(86,019)	(66,225)
Other bond expense	-	-	-	-	-	(41)	-	-	(41)	-	-	(41)	(778)
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	-	-	-	-	(25)
Investment income (loss)	138	131	72	83	497	-	177	2,509	3,607	1	(1,655)	1,953	(3,257)
Arts Center	1,292	-	-	-	-	-	-	-	1,292	-	-	1,292	1,548
Total nonoperating revenues (expenses), net	20,438	9,993	72	83	(58,003)	(41)	(145,307)	2,509	(170,256)	1	47,948	(122,307)	(135,437)
	268,663	(52,447)	(9,048)	(3,122)	(73,800)	(41)	(145,307)	2,509	(12,593)	(8)	37,424	24,823	19,202
Interfund transfers:	(268,663)	226,193	29,116	9,841	32,051	42	2,186	(2,313)	28,453	-	(28,453)	-	-
Net change in fund balance/change in net position	-	173,746	20,068	6,719	(41,749)	1	(143,121)	196	15,860	(8)	8,971	24,823	19,202
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) – March 31	\$ 52,876	131,730	433,246	147,403	493,961	3	54,619	589,521	1,903,359	790	(961,017)	943,132	677,492

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 three months ended March 31, 2017

(With comparative financial information for the one month ended March 31, 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	\$ 348,706	-	-	-	-	-	-	1,081	349,787	5	-	349,792	370,708
Payments to suppliers	(86,973)	-	(903)	(4,280)	(16,808)	-	-	-	(108,964)	(14)	-	(108,978)	(88,963)
Payments to employees	(42,250)	-	-	-	-	-	-	-	(42,250)	-	-	(42,250)	(42,776)
Payments for self insured health benefits claims	(20,701)	-	-	-	-	-	-	-	(20,701)	-	-	(20,701)	(22,359)
Net cash provided by (used in) operating activities	198,782	-	(903)	(4,280)	(16,808)	-	-	1,081	177,872	(9)	-	177,863	216,610
Cash flows from noncapital financing activities:													
Receipts from Federal and State reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	2,772
Payments to State of New Jersey	-	-	-	-	(58,500)	-	-	-	(58,500)	-	-	(58,500)	(88,500)
Receipts from Arts Center	1,292	-	-	-	-	-	-	-	1,292	-	-	1,292	1,548
Net cash provided by (used in) noncapital financing activities	1,292	-	-	-	(58,500)	-	-	-	(57,208)	-	-	(57,208)	(84,180)
Cash flows from capital and related financing activities:													
Proceeds acquired from new capital debt	-	-	-	-	-	-	-	-	-	-	-	-	169,272
Purchases and sales of capital assets	-	(153,708)	(13,011)	(465)	(3,023)	-	-	-	(170,207)	-	28,453	(141,754)	(184,960)
Principal paid on capital debt	-	(197,740)	-	-	-	-	-	-	(197,740)	-	-	(197,740)	(142,115)
Refunded capital debt	-	-	-	-	-	-	-	-	-	-	-	-	(168,645)
Proceeds from Build America Bonds subsidy	19,008	-	-	-	-	-	-	-	19,008	-	-	19,008	19,028
Interest paid on capital debt	-	-	-	-	-	-	(278,059)	-	(278,059)	-	-	(278,059)	(272,529)
Payments for bond expenses	-	-	-	-	-	(41)	-	-	(41)	-	-	(41)	(777)
Interfund Transfers related to capital and related financing activities	(261,044)	238,948	29,944	9,593	10,823	(19)	1,846	(1,638)	28,453	-	(28,453)	-	-
Net cash provided by (used in) capital and related financing activities	(242,036)	(112,500)	16,933	9,128	7,800	(60)	(276,213)	(1,638)	(598,586)	-	-	(598,586)	(580,726)
Cash flows from investing activities:													
Purchases of investments	(687,041)	(112,944)	(90,114)	(91,902)	(913,217)	(198)	(217,903)	(151,080)	(2,264,399)	-	-	(2,264,399)	(2,017,583)
Sales and maturities of investments	696,707	220,925	74,123	86,928	981,380	261	493,516	149,999	2,703,839	-	-	2,703,839	2,468,181
Interest received	81	243	52	79	506	-	540	1,638	3,139	1	-	3,140	1,586
Net cash provided by (used in) provided by investing activities	9,747	108,224	(15,939)	(4,895)	68,669	63	276,153	557	442,579	1	-	442,580	452,184
Net increase (decrease) in cash	(32,215)	(4,276)	91	(47)	1,161	3	(60)	-	(35,343)	(8)	-	(35,351)	3,888
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 – March 31	\$ 137,935	112,918	4,175	11,768	16,617	3	80	-	283,496	792	-	284,288	341,007
Reconciliation of operating income to net cash provided by (used in) operating activities:													
Operating income (loss)	\$ 248,225	(62,440)	(9,120)	(3,205)	(15,797)	-	-	-	157,663	(9)	(10,524)	147,130	154,639
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:													
Depreciation expense	-	62,440	8,217	2,128	2,900	-	-	-	75,685	-	-	75,685	75,280
Changes in assets and liabilities:													
Receivables	(22,762)	-	-	(149)	(167)	-	-	-	(23,078)	5	-	(23,073)	3,338
Inventory	(2,393)	-	-	-	-	-	-	-	(2,393)	-	-	(2,393)	(23)
Prepaid expenses	(13,245)	-	-	-	-	-	-	-	(13,245)	(2)	-	(13,247)	(10,902)
Accounts payable and accrued expenses	(6,541)	-	-	(3,246)	(4,822)	-	-	-	(14,609)	(3)	-	(14,612)	(1,400)
Unearned revenue	796	-	-	-	(1,081)	-	-	-	796	-	-	796	(1,033)
Other liabilities	(5,298)	-	-	192	(2,213)	-	-	-	(7,319)	-	-	(7,319)	(16,110)
Other postemployment benefit liability	-	-	-	-	4,375	-	-	-	4,375	-	10,524	14,899	12,887
Pollution remediation liability	-	-	-	-	(3)	-	-	-	(3)	-	-	(3)	(66)
Net cash provided by (used in) operating activities	\$ 198,782	-	(903)	(4,280)	(16,808)	-	-	1,081	177,872	(9)	-	177,863	216,610

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

Schedule of Net Revenue Requirement

For the three months ended March 31, 2017 and 2016
(in thousands)

	<u>2017</u>	<u>2016</u>
Test 1:		
Total operating revenues - bond resolution	\$ 370,673	377,327
Build America Bonds subsidy	19,008	19,028
Federal and State reimbursements	-	2,772
Less Federal and State reimbursement - construction fund	-	(2,709)
Total investment income - bond resolution	3,607	3,611
Less earnings on investments - construction fund	(130)	(729)
Fair market value adjustments	(196)	-
Arts center	1,292	1,548
Total pledged revenues	<u>394,254</u>	<u>400,848</u>
Less operating expenses - revenue fund	<u>(122,448)</u>	<u>(120,650)</u>
Net revenue available for debt service	271,806	280,198
Less net revenue requirements:		
Interest expense - debt service	(145,484)	(136,352)
Principal payment - debt service	(54,619)	(49,435)
Revenue transfer to charges	(42)	(39)
Revenue transfer to maintenance reserve	(29,188)	(22,343)
Revenue transfer to special project reserve	(9,924)	(9,730)
Excess net revenues	<u>\$ 32,549</u>	<u>62,299</u>
Test 2:		
Total operating revenues - bond resolution	\$ 370,673	377,327
Build America Bonds subsidy	19,008	19,028
Federal and State reimbursements	-	2,772
Less Federal and State reimbursement - construction fund	-	(2,709)
Total investment income - bond resolution	3,607	3,611
Less earnings on investments - construction fund	(130)	(729)
Fair market value adjustments	(196)	-
Arts center	1,292	1,548
Total pledged revenues	<u>394,254</u>	<u>400,848</u>
Less operating expenses - revenue fund	<u>(122,448)</u>	<u>(120,650)</u>
Net revenue available for debt service	271,806	280,198
Less 1.2 times aggregate debt service	(240,124)	(222,944)
Excess net revenues	<u>\$ 31,682</u>	<u>57,254</u>
Debt service coverage ratio	1.36	1.51

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

Schedule of Investments

March 31, 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	50,341
Commercial Paper	0.70 - 1.18	4/6/2017 - 12/22/2017	38,502	38,326
Federal Agency Note	0.52 - 0.91	4/6/2017 - 12/22/2017	41,788	41,684
US Treasury Bill	0.40 - 0.64	4/6/2017 - 5/18/2017	105,165	105,147
			<u>235,455</u>	<u>235,498</u>
Maintenance Reserve:				
Commercial Paper	0.84 - 0.93	4/11/2017 - 5/23/2017	8,006	8,000
Federal Agency Note	0.47 - 0.72	4/4/2017 - 6/14/2017	37,821	37,791
US Treasury Bill	0.42 - 0.44	4/6/2017 - 5/11/2017	10,002	9,999
			<u>55,829</u>	<u>55,790</u>
Special Project Reserve:				
Commercial Paper	0.60 - 0.90	4/4/2017 - 5/30/2017	30,000	29,982
Federal Agency Note	0.49 - 0.71	4/13/2017 - 6/13/2017	31,000	30,976
			<u>61,000</u>	<u>60,958</u>
General Reserve:				
Commercial Paper	0.72 - 0.90	4/3/2017 - 5/25/2017	35,118	35,089
Federal Agency Note	0.46 - 0.69	4/3/2017 - 9/21/2017	210,054	209,886
US Treasury Bill	0.68	4/27/2017	20,000	19,990
			<u>265,172</u>	<u>264,965</u>
Debt Service:				
Federal Agency Note	0.30 - 0.86	4/3/2017 - 1/2/2018	191,244	190,752
			<u>191,244</u>	<u>190,752</u>
Debt Reserve:				
Certificate of Deposit	1.11 - 2.00	11/10/2017 - 12/15/2020	334,754	336,302
Commercial Paper	1.44	7/1/2017	151,080	151,619
Federal Agency Note	1.05	4/25/2018	104,919	105,245
			<u>590,753</u>	<u>593,166</u>
Total			\$ <u>1,399,453</u>	<u>1,401,129</u>

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

Schedule of Investments

March 31, 2016

(in thousands)

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Par Value</u>	<u>Carrying Value</u>
Revenue:				
Certificate of Deposit	0.73	6/22/2016	\$ 50,000	50,285
Commercial Paper	0.30 - 0.50	4/6/2016 - 5/12/2016	121,857	121,840
Federal Agency Note	0.25 - 2.13	4/6/2016	17,215	17,372
US Treasury Bill	0.45 - 0.45	4/6/2016	7,800	7,804
			<u>196,872</u>	<u>197,301</u>
Construction:				
Certificate of Deposit	0.49 - 0.87	6/24/2016 - 9/27/2016	135,000	135,268
Commercial Paper	0.43 - 0.85	4/4/2016 - 9/19/2016	226,000	225,753
Federal Agency Note	0.14 - 0.45	4/1/2016 - 10/5/2016	257,000	256,784
US Treasury Bill	0.30	8/18/2016	25,000	24,971
			<u>643,000</u>	<u>642,776</u>
Maintenance Reserve:				
Commercial Paper	0.36 - 0.41	4/1/2016 - 5/10/2016	8,000	7,998
Federal Agency Note	0.22 - 0.30	4/5/2016 - 5/6/2016	20,788	20,785
			<u>28,788</u>	<u>28,783</u>
Special Project Reserve:				
Commercial Paper	0.35 - 0.47	4/1/2016 - 5/27/2016	46,600	46,584
Federal Agency Note	0.30	4/1/2016 - 4/15/2016	3,500	3,500
			<u>50,100</u>	<u>50,084</u>
General Reserve:				
Commercial Paper	0.30 - 0.40	4/6/2016 - 4/22/2016	89,780	89,766
Federal Agency Note	0.07 - 0.32	4/4/2016 - 6/30/2016	56,000	55,980
US Treasury Bill	0.25	5/19/2016	72,500	72,528
			<u>218,280</u>	<u>218,274</u>
Debt Service:				
Commercial Paper	0.77 - 0.78	7/1/2016	42,974	42,890
Federal Agency Note	0.08 - 0.60	4/1/2016 - 1/3/2017	142,654	142,393
			<u>185,628</u>	<u>185,283</u>
Debt Reserve:				
Certificate of Deposit	1.11 - 2.00	11/10/2017 - 12/15/2020	334,754	336,314
Commercial Paper	1.44	6/28/2016	151,080	150,507
Federal Agency Note	1.05	4/25/2018	104,919	104,635
US Treasury Bill	0.00	6/28/2016	1,081	1,081
			<u>591,834</u>	<u>592,537</u>
Total			\$ <u>1,914,502</u>	<u>1,915,038</u>

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

Schedule of Depositories

March 31, 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	\$ 98,824	48,761		139,033	88,999	
Construction	77,781	78,194		101,509	103,326	
Maintenance reserve	4,175	4,347		10,438	10,777	
	<u>180,780</u>	<u>131,302</u>	<u>177,061</u>	<u>250,980</u>	<u>203,102</u>	<u>283,327</u>
Bank of America:						
Revenue	23,804	24,725		15,712	17,109	
	<u>23,804</u>	<u>24,725</u>	<u>33,183</u>	<u>15,712</u>	<u>17,109</u>	<u>22,276</u>
Wells Fargo:						
Revenue	14,416	12,910		15,228	13,687	
Special project reserve	11,768	11,774		10,733	10,733	
General reserve	16,598	16,600		14,090	14,090	
	<u>42,782</u>	<u>41,284</u>	<u>44,664</u>	<u>40,051</u>	<u>38,510</u>	<u>40,625</u>
Bank of New York Mellon:						
Revenue	283	338		597	596	
	<u>283</u>	<u>338</u>	<u>529</u>	<u>597</u>	<u>596</u>	<u>621</u>
TD Bank, NA:						
Revenue	250	1,182		250	165	
	<u>250</u>	<u>1,182</u>	<u>1,008</u>	<u>250</u>	<u>165</u>	<u>1,000</u>
Investors Bank						
Construction	35,137	35,137				
	<u>35,137</u>	<u>35,137</u>	<u>36,191</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Subject to Pledged Securities	<u>283,036</u>	<u>233,968</u>	<u>\$ 292,636</u>	<u>307,590</u>	<u>259,482</u>	<u>347,849</u>
Bank of New York Mellon – Trust:						
Construction	-	-		30,692	30,692	
General reserve	19	19		112	112	
Charges	3	3		79	78	
Debt service	80	25		1,066	1,067	
	<u>102</u>	<u>47</u> (1)		<u>31,949</u>	<u>31,949</u> (1)	
Toll Collection and Other Imprest Funds:						
Revenue	358	-		353	-	
	<u>358</u> (2)	<u>-</u>		<u>353</u> (2)	<u>-</u>	
Total Subject to Bond Resolution	<u>283,496</u>	<u>234,015</u>		<u>339,892</u>	<u>291,431</u>	
TD Bank, NA:						
Garden State Arts Foundation	122	127		452	458	
	<u>122</u>	<u>127</u> (3)		<u>452</u>	<u>458</u> (3)	
Investors Bank:						
Garden State Arts Foundation	457	457		452	452	
	<u>457</u>	<u>457</u> (3)		<u>452</u>	<u>452</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>\$ 284,288</u>	<u>234,812</u>		<u>341,008</u>	<u>292,553</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

March 31, 2017

(With comparative financial information for the two months ended March 31, 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	824,843
Construction-In-Progress	-	-	1,352,252	9,823	3,994	25,844	15,719	1,407,632	2,715,700
Roadways	3,049,838	135,302	2,281,211	186,497	1,845	14,300	-	5,668,993	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	41,195	-	761,004	504,280
Equipment	526,687	51,142	647,708	-	106,589	102,122	-	1,434,248	1,238,831
Cost of Investment in Facilities	6,467,375	242,094	7,509,780	480,613	132,480	223,767	15,719	15,071,828	14,159,769
Accumulated Depreciation	(2,803,936)	(70,782)	(435,568)	(102,027)	(55,054)	(73,597)	-	(3,540,964)	(3,239,441)
Capital assets, net of accumulated depreciation	\$ 3,663,439	171,312	7,074,212	378,586	77,426	150,170	15,719	11,530,864	10,920,328

Completed construction funds:

Original turnpike extensions and additional lanes	\$ 60,397
Revenues invested in facilities	39,229
1966 Turnpike Improvement	157,032
1971 Turnpike Improvement	16,085
1973 Improvement and Funding Program	26,674
1985-1990 Widening Project	315,797
Business Plan for the 90's	758,728
Former NJHA Construction	516,545
2000 Construction Fund	1,269,605
2003 Construction Fund	16,022
2004 Construction Fund	409,849
2005 Construction Fund	77,476
	\$ 3,663,439

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

Schedule of Bond Indebtedness

March 31, 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 March 31, 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
	10,626,155	-	(197,740)	-	-	10,428,415
Premiums and discounts, net	444,966	-	-	-	(11,084)	433,882
	\$ 11,071,121	-	(197,740)	-	(11,084)	10,862,297

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

Schedule of Bond Indebtedness

March 31, 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 March 31, 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
	-	-	-	149,995	-	149,995
	10,786,921	(168,646)	(142,115)	149,995	-	10,626,155
Premiums and discounts, net	464,242	-	-	-	14,338	478,580
	<u>\$ 11,251,163</u>	<u>(168,646)</u>	<u>(142,115)</u>	<u>149,995</u>	<u>14,338</u>	<u>11,104,735</u>

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

Schedule of Refunded Bond and Note Indebtedness

March 31, 2017

(With comparative financial information as of March 31, 2016)
(in thousands)

Note:

As of March 31, 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 three months ended March 31, 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	\$ 169,224	50,329	171,906	50,379
2	Vehicles having two axles other than type described under Class 1	14,441	1,978	14,538	1,974
3	Vehicle (vehicles), single or in combination, having three axles	6,602	816	6,549	810
4	Vehicle (vehicles), single or in combination, having four axles	8,001	646	7,918	636
5	Vehicle (vehicles), single or in combination, having five axles	54,453	3,579	54,776	3,587
6	Vehicle (vehicles), single or in combination, having six or more axles	1,610	87	1,504	79
7	Buses having two axles	490	98	462	93
8	Buses having three axles	2,946	274	2,998	279
	Nonrevenue vehicles	-	385	-	385
		<u>257,767</u>	<u>58,192</u>	<u>260,651</u>	<u>58,222</u>
	Nonrevenue vehicles	-	(385)	-	(385)
	Toll Adjustments and Discounts	(1,464)	-	(1,276)	-
	Net Violations	(4,731)	-	(4,040)	-
		<u>\$ 251,572</u>	<u>57,807</u>	<u>255,335</u>	<u>57,837</u>

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

Garden State Parkway

Schedule of Toll Revenue

For the three months ended March 31, 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	\$ 92,044	85,711	92,317	85,894
2	Vehicles having two axles other than type described under Class 1	421	181	622	261
3	Vehicle (vehicles), single or in combination, having three axles	620	204	605	202
4	Vehicle (vehicles), single or in combination, having four axles	718	168	620	146
5	Vehicle (vehicles), single or in combination, having five axles	619	130	595	125
6	Vehicle (vehicles), single or in combination, having six or more axles	32	6	33	6
7	Buses having two axles	408	170	355	151
8	Buses having three axles	558	218	546	218
	Nonrevenue vehicles	-	381	-	362
		<u>95,420</u>	<u>87,169</u>	<u>95,693</u>	<u>87,365</u>
	Nonrevenue vehicles	-	(381)	-	(362)
	Toll Adjustments and Discounts	(115)	-	(93)	-
	Net Violations	(1,539)	-	(1,188)	-
		<u>\$ 93,766</u>	<u>86,788</u>	<u>94,412</u>	<u>87,003</u>