

DIANE GUTIERREZ-SCACETTI, CHAIR  
RONALD GRAVINO, VICE CHAIRMAN  
MICHAEL R. DuPONT, TREASURER  
RAYMOND M. POCINO, COMMISSIONER  
ULISES E. DIAZ, COMMISSIONER  
JOHN MINELLA, COMMISSIONER  
RAPHAEL SALERMO, COMMISSIONER  
JOHN O'HERN, ACTING EXECUTIVE DIRECTOR

## **NEW JERSEY TURNPIKE AUTHORITY**

(732) 750-5300

Woodbridge, NJ 07095

*Report to*

**TRUSTEE**

*for*

*the quarter ended*

*and for the twelve months ended*

**December 31, 2017**

**TURNPIKE**

		FOR THE QUARTER ENDED			
		December 31, 2017		December 31, 2016	
Class	Description	Toll Revenue	Revenue Vehicles	Toll Revenue	Revenue Vehicles
1	Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck	\$ 201,064,219	57,717,655	\$ 198,553,112	56,741,084
2	Vehicle Having Two Axles Other Than Type Described Under Class 1	16,354,987	2,221,288	16,066,080	2,151,148
3	Vehicle (Vehicles), Single or in Combination, Having Three Axles	7,880,509	973,881	7,458,737	905,947
4	Vehicle (Vehicles), Single or in Combination, Having Four Axles	9,220,138	758,642	8,927,550	712,514
5	Vehicle (Vehicles), Single or in Combination, Having Five Axles	59,106,098	3,931,918	58,470,687	3,789,612
6	Vehicle (Vehicles), Single or in Combination, Having Six or More Axles	2,219,288	113,873	1,778,273	93,008
7	Buses having Two Axles	571,026	112,786	548,395	106,385
8	Buses having Three Axles	3,507,223	327,085	3,458,485	315,749
	<b>Non-Revenue Vehicles</b>		391,065	-	383,547
	<b>Non-Revenue Vehicles</b>	299,923,488	66,548,193	295,261,319	65,198,994
	<b>Toll Adjustments and Discounts</b>	1,039,917	(391,065)	(1,596,736)	(383,547)
	<b>Net Violations</b>	(11,611,354)		(5,049,226)	
	<b>Total</b>	<u>\$ 289,352,051</u>	<u>66,157,128</u>	<u>\$ 288,615,357</u>	<u>64,815,447</u>
		FOR THE TWELVE MONTHS ENDED			
		December 31, 2017		December 31, 2016	
Class	Description	Toll Revenue	Revenue Vehicles	Toll Revenue	Revenue Vehicles
1	Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck	\$ 797,952,953	227,978,172	\$ 789,477,298	223,634,450
2	Vehicle Having Two Axles Other Than Type Described Under Class 1	64,459,968	8,675,950	63,452,609	8,489,248
3	Vehicle (Vehicles), Single or in Combination, Having Three Axles	29,672,451	3,632,364	28,942,277	3,531,635
4	Vehicle (Vehicles), Single or in Combination, Having Four Axles	35,639,131	2,877,414	34,626,076	2,763,339
5	Vehicle (Vehicles), Single or in Combination, Having Five Axles	233,919,444	15,345,016	230,812,038	15,034,023
6	Vehicle (Vehicles), Single or in Combination, Having Six or More Axles	7,783,095	411,368	6,670,634	352,233
7	Buses having Two Axles	2,334,335	447,530	2,223,778	427,746
8	Buses having Three Axles	14,025,922	1,297,687	13,752,707	1,261,477
	<b>Non-Revenue Vehicles</b>	-	1,558,852	-	1,570,990
	<b>Non-Revenue Vehicles</b>	1,185,787,299	262,224,353	1,169,957,417	257,065,141
	<b>Toll Adjustments and Discounts</b>	(4,237,038)	(1,558,852)	(6,090,169)	(1,570,990)
	<b>Net Violations</b>	(29,811,598)		(19,310,119)	
	<b>Total</b>	<u>\$ 1,151,738,663</u>	<u>260,665,501</u>	<u>\$ 1,144,557,129</u>	<u>255,494,151</u>

**PARKWAY**

		FOR THE QUARTER ENDED			
		December 31, 2017		December 31, 2016	
Class	Description	Toll Revenue	Revenue Vehicles	Toll Revenue	Revenue Vehicles
1	Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck	\$ 101,749,125	94,430,373	\$ 100,314,705	93,125,125
2	Vehicle Having Two Axles Other Than Type Described Under Class 1	469,084	202,651	468,495	198,762
3	Vehicle (Vehicles), Single or in Combination, Having Three Axles	793,669	261,994	749,312	242,838
4	Vehicle (Vehicles), Single or in Combination, Having Four Axles	900,885	211,880	755,277	177,339
5	Vehicle (Vehicles), Single or in Combination, Having Five Axles	670,537	141,470	627,755	132,618
6	Vehicle (Vehicles), Single or in Combination, Having Six or More Axles	31,003	4,939	28,404	4,465
7	Buses having Two Axles	488,753	182,060	435,319	165,521
8	Buses having Three Axles	655,847	233,199	650,900	232,220
	Non-Revenue Vehicles		383,033	-	356,816
	Non-Revenue Vehicles	105,758,903	96,051,599	104,030,167	94,635,704
	Toll Adjustments and Discounts	84,413	(383,033)	(131,677)	(356,816)
	Net Violations	(2,794,112)		(1,590,658)	
	<b>Total</b>	<b>\$ 103,049,204</b>	<b>95,668,566</b>	<b>\$ 102,307,832</b>	<b>94,278,888</b>
		FOR THE TWELVE MONTHS ENDED			
		December 31, 2017		December 31, 2016	
Class	Description	Toll Revenue	Revenue Vehicles	Toll Revenue	Revenue Vehicles
1	Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck	\$ 420,385,179	387,786,877	\$ 416,989,822	384,585,740
2	Vehicle Having Two Axles Other Than Type Described Under Class 1	1,937,515	830,453	2,202,287	924,653
3	Vehicle (Vehicles), Single or in Combination, Having Three Axles	3,469,322	1,143,519	3,375,705	1,105,510
4	Vehicle (Vehicles), Single or in Combination, Having Four Axles	3,830,234	888,491	3,502,081	816,695
5	Vehicle (Vehicles), Single or in Combination, Having Five Axles	2,777,701	583,216	2,691,674	564,029
6	Vehicle (Vehicles), Single or in Combination, Having Six or More Axles	125,644	20,757	130,053	22,111
7	Buses having Two Axles	1,788,093	686,997	1,638,043	633,899
8	Buses having Three Axles	2,588,853	956,470	2,588,336	956,210
	Non-Revenue Vehicles	-	1,531,871	-	1,458,351
	Non-Revenue Vehicles	436,902,541	394,428,651	433,118,001	391,067,198
	Toll Adjustments and Discounts	(318,310)	(1,531,871)	(504,870)	(1,458,351)
	Net Violations	(8,426,908)		(6,508,626)	
	<b>Total</b>	<b>\$ 428,157,323</b>	<b>392,896,780</b>	<b>\$ 426,104,505</b>	<b>389,608,847</b>

STATEMENT OF REVENUES AND EXPENSES	FOR THE QUARTER ENDED	
	December 31, 2017	December 31, 2016
<b>REVENUES</b>		
Toll Revenue	\$ 392,401,255	\$ 390,923,189
E-Z Pass Fees	13,383,424	16,229,821
Concession Revenue	5,274,001	8,472,932
Investment Income	5,552,231	3,344,809
Build America Bonds Subsidy	19,068,841	18,987,188
Miscellaneous Revenue	9,010,991	2,613,578
Arts Center	774,451	567,138
Federal and State reimbursements		6,491,227
Total Revenues	<u>445,465,194</u>	<u>447,629,882</u>
<b>OPERATING EXPENSES</b>		
Maintenance of roadway, buildings and equipment	\$ 72,681,130	\$ 48,157,025
Toll Collection	38,821,484	45,156,516
State Police and Traffic Management	21,040,685	21,098,977
Technology	9,508,823	8,183,097
General Administrative Costs	16,864,963	10,287,676
Total Operating Expenses	<u>158,917,085</u>	<u>132,883,291</u>
Revenues in excess of Operating Expenses but before net Debt Service	286,548,109	314,746,591
<b>DEBT SERVICE</b>		
Interest Expense - debt service	154,065,485	148,753,293
Principal payment - debt service	<u>54,618,749</u>	<u>49,435,000</u>
Total Debt service	<u>208,684,234</u>	<u>198,188,293</u>
Revenues in excess of Operating Expenses And Debt Service	77,863,875	116,558,298
<b>TO CHARGES FUND</b>	(4,426)	(22,284)
<b>TO MAINTENANCE PROJECT RESERVE FUND</b>	29,187,750	22,342,500
<b>TO SPECIAL PROJECT RESERVE FUND</b>	<u>9,924,000</u>	<u>9,729,500</u>
Revenues Net of Expenses and Transfers	<u>\$ 38,756,551</u>	<u>\$ 84,508,582</u>
<b>NET REVENUE REQUIREMENT</b>		
i. Net revenue available for Debt Service	286,548,109	314,746,591
Less net revenue requirements computed under test (the sum of aggregate debt service, maintenance reserve, special project reserve and charges fund payments)	<u>247,791,558</u>	<u>230,238,009</u>
Excess net revenue	<u>\$ 38,756,551</u>	<u>\$ 84,508,582</u>
ii. Net revenue available for Debt Service	286,548,109	314,746,591
Less net revenue requirements computed under test (120% x aggregate debt service requirements of \$200,102,259 and \$185,786,909 in 2017 and 2016, respectively)	<u>250,421,081</u>	<u>237,825,952</u>
Excess net revenue	<u>\$ 36,127,028</u>	<u>\$ 76,920,639</u>
Debt service coverage ratio	1.37	1.59

STATEMENT OF REVENUES AND EXPENSES	FOR THE TWELVE MONTHS ENDED	
	December 31, 2017	December 31, 2016
<b>REVENUES</b>		
Toll Revenue	\$ 1,579,895,986	\$ 1,570,661,634
E-Z Pass Fees	60,504,837	61,052,490
Concession Revenue	35,591,019	38,192,437
Investment Income	17,555,590	12,362,492
Build America Bonds Subsidy	76,152,916	76,071,250
Miscellaneous Revenue	21,973,352	18,819,216
Arts Center	4,060,973	4,078,807
Federal and State reimbursements	2,764,235	6,577,704
Total Revenues	<u>1,798,498,908</u>	<u>1,787,816,030</u>
<b>OPERATING EXPENSES</b>		
Maintenance of roadway, buildings and equipment	\$ 215,131,022	\$ 185,360,879
Toll Collection	146,150,339	160,485,400
State Police and Traffic Management	79,231,766	79,798,733
Technology	21,721,663	28,754,556
General Administrative Costs	45,891,288	38,824,898
Total Operating Expenses	<u>508,126,078</u>	<u>493,224,466</u>
Revenues in excess of Operating Expenses but before net Debt Service	1,290,372,830	1,294,591,564
<b>DEBT SERVICE</b>		
Interest Expense - debt service	604,509,481	575,338,301
Principal payment - debt service	<u>218,475,000</u>	<u>197,740,000</u>
Total Debt Service	<u>822,984,481</u>	<u>773,078,301</u>
Revenues in excess of Operating Expenses And Debt Service	467,388,349	521,513,263
<b>TO CHARGES FUND</b>	114,849	94,061
<b>TO MAINTENANCE PROJECT RESERVE FUND</b>	116,751,000	89,370,000
<b>TO SPECIAL PROJECT RESERVE FUND</b>	<u>39,696,000</u>	<u>38,918,000</u>
Revenues Net of Expenses and Transfers	<u>\$ 310,826,500</u>	<u>\$ 393,131,202</u>
<b>NET REVENUE REQUIREMENT</b>		
i. Net revenue available for Debt Service	1,290,372,830	1,294,591,564
Less net revenue requirements computed under test (the sum of aggregate debt service, maintenance reserve, special project reserve and charges fund payments)	<u>979,546,330</u>	<u>901,460,362</u>
Excess net revenue	<u>\$ 310,826,500</u>	<u>\$ 393,131,202</u>
ii Net revenue available for Debt Service	1,290,372,830	1,294,591,564
Less net revenue requirements computed under test (120% x aggregate debt service requirements of \$200,102,259 and \$185,786,909 in 2017 and 2016, respectively)	<u>987,581,377</u>	<u>927,693,961</u>
Excess net revenue	<u>\$ 302,791,453</u>	<u>\$ 366,897,603</u>
Debt service coverage ratio	1.57	1.67