

THE PORT AUTHORITY OF NEW YORK AND NEW JERSEY

MINUTES

Thursday, February 28, 2002

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MINUTES of a Meeting of The Port Authority of New York and New Jersey held Thursday, February 28, 2002, at 2 Broadway, City, County and State of New York.

PRESENT:

NEW JERSEY

Hon. Jack G. Sinagra, Chairman
 Hon. William J. Martini
 Hon. Alan G. Philibosian
 Hon. Anthony J. Sartor

NEW YORK

Hon. Charles A. Gargano, Vice-Chairman
 Hon. Bruce A. Blakeman
 Hon. Michael J. Chasanoff
 Hon. David S. Mack
 Hon. Anastasia M. Song

Joseph J. Seymour, Executive Director
 Jeffrey S. Green, General Counsel
 Karen E. Eastman, Acting Secretary

Gwendolyn Archie, Administrator, Office of the Secretary
 Kayla Bergeron, Director, Public Affairs
 Bruce D. Bohlen, Treasurer
 John D. Brill, Director, Audit
 Gregory G. Burnham, Chief Technology Officer
 Ernesto L. Butcher, Chief Operating Officer
 Janice Chiantese, Special Advisor to the Chairman
 Rosemary Chiricolo, Assistant Director, Financial Services
 Anthony Cracchiolo, Director, Priority Capital Programs
 William R. DeCota, Director, Aviation
 John Denise, Supervisor, Audio Visual/Photography, Operations Services
 Michael DePallo, Director, PATH
 Michael Dombrowski, Cinematographer, Operations Services
 Linda C. Handel, Assistant Secretary
 Edward L. Jackson, Director, Financial Services
 Howard G. Kadin, Senior Attorney, Law
 Louis J. LaCapra, Chief of Staff
 Richard M. Larrabee, Director, Port Commerce
 Francis J. Lombardi, Chief Engineer
 Maria Luongo, Executive Advisor, Corporate Planning and External Affairs
 Stephen Marinko, Attorney, Law
 Charles F. McClafferty, Chief Financial Officer
 James E. McCoy, Senior Administrator, Office of the Secretary
 Joseph Morris, Chief of Department/Acting Superintendent of Police
 Allen M. Morrison, Supervisor, Public Affairs
 Catherine F. Pavelec, Executive Assistant to the Secretary
 Michael A. Petralia, Chief of Government, Community and Public Relations
 Kenneth P. Philmus, Director, Tunnels, Bridges and Terminals
 Alan L. Reiss, Deputy Director, Aviation
 Douglas Smith, Director, Office of Forecasting & Capital Planning
 Gregory Trevor, Senior Public Information Officer, Public Affairs
 Robert Van Etten, Inspector General
 Richard Wright, State Legislative Representative
 Peter Yerkes, Press Secretary
 Margaret R. Zoch, Comptroller

The public meeting was called to order by Chairman Sinagra at 4:32 p.m. and ended at 4:49 p.m. The Board met in executive session prior to the public meeting.

Action on Minutes

The Acting Secretary submitted for approval Minutes of the Board's meeting of December 13, 2001. She reported that copies of these Minutes were sent to all of the Commissioners and to the Governors of New York and New Jersey. She reported further that the time for action by the Governors of New York and New Jersey has expired.

Whereupon, the Board of Commissioners unanimously approved the Minutes.

Report of Audit Committee

The Audit Committee reported, for information, on matters discussed in executive session at its meeting on February 28, 2002, which included discussion of internal audit matters, and the report was received.

Report of Committee on Finance

The Committee on Finance reported, for information, on matters discussed in executive session at its meeting on February 28, 2002, which included discussion of matters related to, or which could impact upon, the issuance, sale, resale, or redemption of Port Authority bonds, notes or other obligations and matters which could affect the competitive economic position of the Port Authority, the Port District or businesses with which we deal, in addition to matters filed with the Committee pursuant to Board action or separately reported to the Board of Commissioners at this meeting of the Board, and the report was received and is included with these minutes.

Report of Committee on Capital Programs/Port Planning

The Committee on Capital Programs/Port Planning reported, for information, on matters discussed in executive session at its meeting on February 28, 2002, which included discussion of contract matters.

Report of Committee on Construction

The Committee on Construction reported, for information, on matters discussed at its meeting on February 28, 2002, which included discussion of funding for the year 2002 program for the soundproofing of 31 schools in the vicinity of Port Authority airports, and an update on construction activity at John F. Kennedy International and Newark International Airports, as well as matters discussed in executive session, which included discussion of contract matters, in addition to matters filed with the Committee pursuant to Board action or separately reported to the Board of Commissioners at this meeting of the Board, and the report was received and is included with these minutes.

Report of Committee on Operations

The Committee on Operations reported, for information, on matters discussed and action taken in executive session at its meeting on February 28, 2002, which included discussion of matters which could affect the competitive economic position of the Port Authority, the Port District or businesses with which we deal, and the report was received and is included with these minutes.

2002 BUDGET

The 2002 Budget for The Port Authority of New York and New Jersey, including the anticipated expenditures of subsidiary corporations, provides for capital and operating expenditures necessary to achieve the Port Authority's goals and objectives.

The Commissioners have established that the Port Authority's mission is to identify and meet the critical transportation infrastructure needs of the bi-state region's businesses, residents and visitors by providing the highest quality, most efficient transportation and port commerce facilities and services that move people and goods within the region, provide access to the rest of the nation and to the world, and strengthen the economic competitiveness of the New York-New Jersey metropolitan region.

This mission is supported by goals and objectives that include: improving service quality, enhancing safety and security, implementing new technologies, maintaining and enhancing infrastructure, advancing the delivery of capital programs, increasing agency cost effectiveness, pursuing improvements in regional mobility, and advancing regional economic competitiveness.

The Budget serves as a financial planning tool which outlines estimated expenditures for fulfilling these objectives through programs already authorized or to be considered.

The 2002 Budget totals \$4,499 million. It consists of \$1,857 million for operating expenses, \$1,961 million for gross capital expenditures, \$508 million for debt service charged to operations, and \$173 million for other expenditures.

The terrorist attacks of September 11, 2001 have resulted in a proposed 2002 Budget that reflects the financial and operational consequences for the Port Authority. The Budget assumes that the Port Authority: will remain on a heightened security alert at all of its facilities, resulting in increased policing and other security costs; experience continued revenue erosion due to lower activity levels at its Aviation and Interstate Transportation facilities after both the terrorist incidents and the softening economy before September 11th; and continue to incur higher costs for insurance coverage and for new office space to house our headquarters and support staff. The proposed 2002 Budget also assumes that the net lessees of The World Trade Center will continue to make their net lease payments as specified in their agreements and that the majority of Port Authority losses as a result of the attacks will be covered by insurance, although receipt may lapse into future periods.

The capital spending plan has been reassessed as a result of the attacks of September 11th to include projects to restore the damaged World Trade Center and Exchange Place Port Authority Trans-Hudson system (PATH) stations in order to return rapid transit service to downtown Manhattan and to construct new entrances to improve customer safety at the other PATH stations that have absorbed the redirected flow of passengers. Certain projects are being deferred, such as airport and marine terminal redevelopment efforts that are contingent upon the spending plans of tenants and traffic management systems at both tunnels. However, total capital spending for 2002 is anticipated to be almost \$2 billion.

The Executive Director would be authorized to take action with respect to professional, technical, or advisory services; contracts for maintenance and services, construction, and commodities (materials, equipment, and supplies) purchases; the purchase of insurance; the settlement of employee and patron claims; and other actions, as provided in the 2002 Budget. The

Budget also contemplates the use of the proceeds received by the Port Authority from the demutualization of the Prudential Insurance Company of America, previously discussed with the Board, with the Executive Director to apply these proceeds for the benefit of employees consistent with applicable law.

A provision of \$500,000 is also included to reimburse the States of New York and New Jersey for expenses incurred by both States, including staff costs, in reviewing the Port Authority's annual Budget and any amendments thereto.

Circumstances arose during the year 2001 that were not foreseeable or determinable when the 2001 Budget was prepared, which we estimate will cause total expenditures to amount to \$565 million less than the amounts set forth in the 2001 Budget. For 2001, operating expenses exceeded the 2001 Budget by \$159 million, largely due to costs related to the emergency response following the events of September 11th, including police overtime, relocation and rental of office furnishings, and replacement of personal computers and other equipment, as well as the acceleration of tenant finishes at The World Trade Center. Capital and other expenditures amount to \$724 million less than the 2001 Budget, primarily due to several terminal development and dredging projects proceeding more slowly than planned and delays in the expanded Regional Programs with the two States, where transportation and rail freight initiatives have not been implemented.

The Executive Director would be authorized to permit applications from the Consolidated Bond Reserve Fund during 2002. In connection with the effectuation of the Port Authority's capital program from time to time, and consistent with the 2002 Budget and capital program projections, it is desirable to establish a maximum amount for 2002 in connection with the Executive Director's authority to apply moneys in the Consolidated Bond Reserve Fund to the Capital Fund, subject to statutory, contractual, and other commitments and financial policies of the Port Authority, not to exceed \$300 million (after reimbursement for temporary applications), in addition to other capital funds carried into 2002 and the proceeds of Port Authority obligations to be issued.

The Executive Director's authority, pending final adoption and approval of the annual Budget, to make operating expenditures and undertake contractual commitments for continuing operations and professional services as contained in the financial plan presented to the Commissioners, would also be confirmed.

Pursuant to the foregoing report presented by staff, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philiposian, Sartor, Sinagra and Song voting in favor; none against:

RESOLVED, that the 2002 Budget of The Port Authority of New York and New Jersey as set forth below, be and the same hereby is approved and adopted, including authority for the Executive Director to: (a) take action in accordance with appropriate procedures with respect to professional, technical, or advisory services as appropriate; contracts for maintenance and services, construction, and commodity purchases; purchase of insurance; settlement of claims; and other actions, including personnel benefit, classification, range, and procedural adjustments; and (b) pending final adoption of the annual Budget, make operating expenditures and undertake contractual commitments for continuing operations and services:

; and it is further

RESOLVED, that the revisions to the Budget for the year 2001 be and the same hereby are approved:

THE PORT AUTHORITY OF NEW YORK AND NEW JERSEY
Including Subsidiary Corporations
2001 BUDGET VS 2001 UNAUDITED
(In Thousands)

	<u>2001 UNAUDITED</u>	<u>2001 BUDGET</u>	<u>CHANGE</u>
Operating Expenses	\$2,020,090	\$1,860,849	\$ 159,241
Amounts in Connection with Financing Operating Assets	36,696	40,053	(3,357)
Debt Service Charged to Operations	497,637	574,400	(76,763)
Deferred Expenses and Expenditures Supported by Non-Operating Revenues	<u>79,521</u>	<u>78,526</u>	<u>995</u>
Total Operating	2,633,944	2,553,828	80,116
Capital Expenditures	<u>1,410,302</u>	<u>2,054,977</u>	<u>(644,675)</u>
Total Port Authority Expenditures	<u>\$4,044,246</u>	<u>\$4,608,805</u>	<u>(\$564,559)</u>

; and it is further

RESOLVED, that, based upon a requisition of the Governor of the State of New York or the Governor of the State of New Jersey, or the duly authorized designee of each, the Port Authority shall pay to the State of New York or the State of New Jersey, or both, upon receipt of an appropriate expenditure plan from said State, an amount not in excess of \$250,000 to each said State to reimburse said State or States for expenses incurred by said State or States, including staff costs, in reviewing the annual Budget of the Port Authority and any amendments thereto; and it is further

RESOLVED, that the provision by the Executive Director of portions of the Port Authority's capital program from time to time, consistent with the 2002 Budget and capital program projections (including the continuing application of the Capital Fund on a temporary basis, subject to reimbursement), by application of moneys in the Consolidated Bond Reserve Fund to the Capital Fund for capital expenditures for the year 2002 in connection with the Port Authority's facilities, shall

not, subject to statutory, contractual, and other commitments and financial policies of the Port Authority, exceed \$300 million (after any such reimbursements and in addition to other capital funds carried into 2002 and the proceeds of obligations to be issued).

THE PORT AUTHORITY OF NEW YORK & NEW JERSEY
(Including Subsidiary Corporations)

2002 BUDGET

(In Thousands)

Item	Total Expenditures	Personal Services	Materials & Services
Audit Department	\$10,551	\$7,965	\$2,586
Aviation Department	567,663	116,231	451,432
Business and Job Opportunity	3,754	1,874	1,880
Chief Financial Officer	2,594	640	1,954
Chief Operating Officer	14,997	2,677	12,320
Chief of Planning and External Affairs	1,089	618	471
Chief of Staff	2,390	2,181	209
Chief Technology Officer	1,304	506	798
Comptroller's Department	28,270	10,279	17,991
Corporate Policy and Planning	7,446	3,055	4,391
Economic Development	67,931	1,951	65,980
Engineering Department	296,006	75,233	220,773
Construction Contracts	617,009		617,009
Executive Offices	1,433	1,048	385
Ferry Transportation Services	12,695	706	11,989
Financial Services Department	12,307	7,721	4,586
Government and Community Relations	3,281	2,105	1,176
Human Resources Department	22,008	10,130	11,878
Medical Services	4,820	2,266	2,554
Inspector General	3,345	2,220	1,125
Law Department	24,462	16,900	7,562
Office of Forecasting and Capital Planning	1,990	1,321	669
Office of ETC Programs	1,980	949	1,031
Office of the Secretary	2,983	1,238	1,745
Operation Services Department	51,150	32,418	18,732 ⁽¹⁾
Facility Construction Support	32,676	22,724	9,952
PATH	236,807	122,257	114,550
Port Commerce Department	190,697	20,668	170,029
Procurement Department	18,220	8,894	9,326 ⁽¹⁾
Public Affairs Department	14,512	4,742	9,770
Public Safety Department	323,937	233,806	90,131
Real Estate Department	86,147	4,729	81,418 ⁽¹⁾
Technology Services Department	9,304	19,357	(10,053) ⁽¹⁾
Treasury Department	78,327	5,252	73,075
Tunnels, Bridges and Terminals Department	206,061	104,166	101,895
Waterfront Development	45,644	541	45,103
World Trade Department (includes emergency costs)	54,407	20,537	33,870
Other:			
Airport Access Program	341,065 ⁽²⁾	10,395	330,670
Amounts in Connection with Operating Asset Financings	37,229		37,229
Bad Debts	2,800		2,800
Bi-state Dredging Program	7,728		7,728
Debt Service	508,000		508,000
Harbor Estuary Program	30,000		30,000
Insurance	121,808		121,808
Municipal Rents and Amounts in Lieu of Taxes	55,289		55,289
New York Economic Development Program	83,000		83,000
Rail Freight Initiatives	25,000		25,000
Regional Development Facility (Bank I)	2,447		2,447
Regional Economic Development Program (Bank III)	4,198		4,198
Regional Transportation Initiatives	125,000		125,000
Special Project Bond Debt Service	95,441		95,441
Total Port Authority Budget	\$4,499,202	\$880,300	\$3,618,902

(1) Net after charges to other departments.

(2) Does not include overhead allocations.

**ALL AIRPORTS – AIRCRAFT NOISE ABATEMENT PROGRAM – YEAR 2002
FUNDING FOR THE SOUNDPROOFING OF THIRTY-ONE SCHOOLS IN THE
VICINITY OF PORT AUTHORITY AIRPORTS**

It was recommended that the Board authorize the Executive Director to expend an additional amount of \$31.7 million for the soundproofing of 31 schools affected by noise from aircraft operating at the four Port Authority airports. Each of these schools has been previously authorized for inclusion in the Port Authority School Soundproofing Program (Program), and this authorization reflects the next phase in the funding process for each school.

This authorization continues a 1983 commitment by the Port Authority to ensure that students in schools near the Port Authority airports have a quiet learning environment. The cumulative authorizations, including this one, cover 75 schools and slightly over \$180 million in funds. The Program includes 46 schools affected by John F. Kennedy International and LaGuardia Airports and 29 schools affected by Newark International and Teterboro Airports.

The Program is a joint effort of the Port Authority and the Federal Aviation Administration, which contributes up to 80 percent of the required funding under the Airport Improvement Program. Actual construction at these schools is contingent upon the availability of corresponding federal funds. The Port Authority administers the Program, providing the balance of funding and assisting the schools in complying with federal requirements.

The details of the requested funding authorization are set forth in an Addendum to this Resolution.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philibosian, Sartor, Sinagra and Song voting in favor; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to expend the additional total amount of \$31.7 million for the soundproofing of 31 schools affected by noise from aircraft operating at the four Port Authority airports, the amount allocated for each school being as set forth in the fourth column of the Addendum to this Resolution.

ADDENDUM - ALL AIRPORTS – AIRCRAFT NOISE ABATEMENT PROGRAM**YEAR 2002 SCHOOL SOUNDPROOFING PROGRAM - SCHOOLS**

School	Location	Phase	Amount Being Allocated
McKinley	Newark, NJ	V	\$50,000
St. Casimir	Newark, NJ	IV	50,000
St. Cecilia	Newark, NJ	III	150,000
St. Stephen	Kearny, NJ	IV	150,000
Sacred Heart	Kearny, NJ	III	100,000
Lincoln Elementary	Kearny, NJ	III	100,000
Kearny HS	Kearny, NJ	III	100,000
Beach Channel HS	Rockaway Park, NY	III	2,000,000
Hebrew Acad. 5 Towns	Cedarhurst, NY	IV	50,000
Lawrence #2	Lawrence, NY	III	50,000
PS 146Q	Howard Beach, NY	IV	50,000
IS 180Q	Rockaway Park, NY	III	3,000,000
PS 195Q	Rosedale, NY	IV	50,000
IS 198Q	Arverne, NY	III	2,300,000
St. Joachim	Cedarhurst, NY	III	1,800,000
St. Pius X	Rosedale, NY	III	50,000
College of Aeronautics	Flushing, NY	II	50,000
John Bowne HS	Flushing, NY	III	3,300,000
Lexington School for Deaf	Jackson Heights, NY	II	2,600,000
Msgr. McClancy Mem. HS	Flushing, NY	IV	5,250,000
PS 146B	Bronx, NY	V	50,000
PS 5	Bronx, NY	IV	700,000
Samuel Gompers Vocat'l.	Bronx, NY	III	2,000,000
St. Anselm	Bronx, NY	IV	100,000
St. Athanasius	Bronx, NY	II	200,000
St. Michael	Flushing, NY	IV	250,000
St. Pius V	Bronx, NY	III	700,000
Bergen Co. Vocational	Teterboro, NJ	III	2,500,000
Jackson Avenue	Hackensack NJ	III	2,000,000
Memorial	S. Hackensack, NJ	IV	50,000
St. Francis	Hackensack, NJ	III	1,900,000
Total:			\$31,700,000

**ELIZABETH-PORT AUTHORITY MARINE TERMINAL AND PORT NEWARK –
PORT STREET BRIDGE – STRUCTURAL REPAIRS AND MAINTENANCE –
REIMBURSEMENT TO THE NEW JERSEY TURNPIKE AUTHORITY**

It was recommended that the Board authorize the Executive Director to enter into an agreement with the New Jersey Turnpike Authority (NJTA) to reimburse the NJTA for the Port Authority's portion of costs associated with the maintenance and repair of the Port Street Bridge (Bridge), located at the northern entrance of the Elizabeth-Port Authority Marine Terminal and Port Newark, at an estimated cost of \$1,000,000.

In 1970, an agreement was signed between the Port Authority and the NJTA which allowed for the expansion of the existing Bridge and the construction of a ramp onto Corbin Street, and also assigned maintenance responsibility for a portion of the Bridge to the Port Authority. As part of its routine bridge inspection program, the NJTA determined that certain structural repairs were necessary for both the Port Authority and the NJTA portions of the Bridge. These repairs will upgrade the deck structure for an estimated life of ten or more years. Because the majority of the repairs (approximately 80 percent) are located on the NJTA portion of the Bridge, it was deemed appropriate for the NJTA to prepare the repair contract documents for the entire structure and award the contract. The total repair costs are estimated at \$5,250,000.

Port Authority staff has reviewed the NJTA's contract documents and concurs that the repair work is necessary as a result of normal wear and tear. Since the NJTA is responsible for the majority of the Bridge, it is recommended that the Port Authority allow the NJTA contractor to perform all of the repair work. Upon completion of work in accordance with the approved plans and specifications, the Port Authority would reimburse the NJTA for the work associated with the portion of the structure that is the Port Authority's responsibility to repair, including a pro-rata share of engineering, testing, and inspection costs. This will ensure the structural integrity of the Bridge and maintain the serviceability of the main northern access to the New Jersey Marine Terminals.

The scope of the repair work consists of miscellaneous structural items, including deck panel and joint replacements, spall repairs, latex modified concrete wearing surface replacement, median barrier replacement, and miscellaneous work items. The NJTA and/or its contractor will obtain all permits required, including permits for the handling, removal and disposal of debris and material collected during the course of the work. Work will take place over the NJTA roadway and Conrail's railroad tracks, but it is anticipated that there will be no service interruptions. A maintenance and protection of traffic plan has been prepared that will minimize disruption of traffic and maintain at least one lane of traffic open in each direction at all times.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philibosian, Sinagra and Song voting in favor; Commissioner Sartor abstaining; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to enter into an agreement with the New Jersey Turnpike Authority (NJTA) to reimburse the NJTA for the Port Authority's portion of costs associated with the maintenance and repair of the Port Street Bridge located at the northern entrance of the Elizabeth-Port Authority Marine Terminal and Port Newark, at an estimated cost of \$1,000,000; the form of the agreement shall be subject to the approval of General Counsel or his authorized representative.

TELEPORT – NEW YORK UNIVERSITY – LEASE AGREEMENT

It was recommended that the Board authorize the Executive Director to enter into a lease agreement with New York University (NYU) covering the letting of approximately 2.5 acres of open land at the Teleport, for an approximate 22-year term commencing on or about April 1, 2002. NYU anticipates constructing, in two phases, a new building of approximately 35,000 rentable square feet on the site, as well as related improvements, to be used for the storage and retrieval of books, records and data and for related administrative offices. After an approximate two-year rent-free period, basic rental will be payable at rates increasing in stages from \$5.00 per rentable square foot to \$6.50 per rentable square foot over the remainder of the term, based on the number of rentable square feet contained in the new building at the time. NYU also will pay its pro-rata share of increases in Teleport operating and maintenance expenses and will pay the City of New York (City) all applicable real estate taxes payable with respect to the site during the term of the lease.

NYU may renew the lease for up to 10 one-year periods at increasing basic rental rates to be set forth in the lease agreement, in the event that the ground lease between the Port Authority and the City has been extended by the Port Authority to cover such periods. The Port Authority will cooperate with NYU in its obtaining a Recognition and Attornment Agreement with the City.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philibosian, Sartor, Sinagra and Song voting in favor; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to enter into an agreement with New York University covering the letting of open land at the Teleport, substantially in accordance with the terms and conditions outlined to the Board, or on such other terms and conditions as the Executive Director deems appropriate, subject to the conditions set forth in the following delegation; and it is further

RESOLVED, that the Committee on Operations be and it hereby is authorized to approve the final terms and conditions of the lease agreement in the event that the rental payment terms and/or the term of the letting of the lease agreement are not substantially in accordance with the terms outlined to the Board; and it is further

RESOLVED, that the form of the agreement shall be subject to the approval of General Counsel or his authorized representative.

WORLD TRADE CENTER ECONOMIC RECOVERY POWER PROGRAM - AUTHORIZATION FOR PORT AUTHORITY PARTICIPATION

It was recommended that the Board authorize the Executive Director to enter into a Memorandum of Understanding with the New York Power Authority (NYPA) and the Empire State Development Corporation (ESDC) to provide for Port Authority participation in the World Trade Center Economic Recovery Power Program (Program). Under the Program, the Port Authority will assist in the economic recovery of New York City through the resale of NYPA-supplied electricity to businesses dislocated by the September 11, 2001 terrorist attacks and to businesses willing to relocate to or remain in Lower Manhattan.

The State of New York has enacted legislation (Legislation) authorizing NYPA to supply up to 80 megawatts of electric power (roughly what The World Trade Center consumed) to its public corporation customers within New York City for resale to former tenants of World Trade Center buildings One, Two, Four, Five and Six and to certain other displaced businesses that have relocated either within certain designated areas of Lower Manhattan or elsewhere in the City of New York and have committed to move back into the designated areas when redevelopment is completed, and to other businesses located or intending to locate in the designated areas and retain or create jobs in those areas. The Legislation directs NYPA to determine the terms and conditions of such resale. The Program has been established to implement the Legislation, and the Memorandum of Understanding sets forth the understanding of the parties with respect to implementing the Program.

By participating in the Program, the Port Authority will continue its central role in utilizing the electric power capacity formerly consumed at The World Trade Center, and thereby help assure its availability in connection with World Trade Center site redevelopment. The Port Authority is participating in the Program with the understanding that its participation will not subject the Port Authority to any taxation or assessment, and will not affect, or be deemed to affect, the Port Authority's tax-exempt status.

Under the Program, NYPA will sell up to 80 megawatts of power to the Port Authority under the existing NYPA-Port Authority electricity contract. The Port Authority will resell this power to businesses that meet the eligibility standards established under the Legislation. A review team consisting of representatives of NYPA, the Port Authority and ESDC will review applications and determine eligibility and power allocation priorities under the Program.

The initial term of the resale agreements is three years and would cover appropriate administrative and other costs. Any extensions will be based on the availability of the power and its intended use for the redevelopment of the World Trade Center site. Port Authority participation in the Program is crucial to the success of the Program, which is an important component of the array of economic measures necessary for the revitalization of Lower Manhattan.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Mack, Martini, Philibosian, Sartor, Sinagra and Song voting in favor; Commissioner Gargano abstaining; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to enter into a Memorandum of Understanding with the New York Power Authority and the Empire State Development Corporation substantially in accordance with the terms outlined to the Board; the form of the memorandum shall be subject to the approval of General Counsel or his authorized representative.

GATEWAY III – SUBLEASE AMENDMENT – PRUDENTIAL INSURANCE COMPANY OF AMERICA

It was recommended that the Board: 1) authorize the Executive Director to enter into a sublease amendment with Prudential Insurance Company of America providing for the letting of approximately 7,100 rentable square feet (rsf) of additional office space on the ground floor of Gateway Center III in Newark, New Jersey, on substantially the same terms and conditions as govern the subleasing of the space currently occupied by the Port Authority at Gateway Center III; and 2) delegate to the Committee on Operations the authority to approve the final terms of the sublease amendment in the event the rental payment terms and/or the term of the letting are not substantially in accordance with the terms outlined to the Board.

At its October 25, 2001 meeting, the Board concurred with the interim plan for the relocation of World Trade Center staff. The interim plan included the letting and construction of approximately 179,000 rsf at Gateway Center III in Newark for the Engineering Department. It was subsequently determined that the Port Authority needed approximately 7,000 rsf of additional space to be used as a reprographics center and for units requiring temporary office space (“hoteling”) in conjunction with their work with the Engineering Department. Initially this “hotel” space will primarily be used by Priority Capital Programs.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philibosian, Sartor, Sinagra and Song voting in favor; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to enter into a sublease amendment with Prudential Insurance Company of America providing for the letting of approximately 7,100 rentable square feet of additional office space on the ground floor of Gateway Center III, substantially in accordance with the terms and conditions outlined to the Board; and it is further

RESOLVED, that the Committee on Operations be and it hereby is authorized, to approve the final terms of the sublease amendment in the event the rental payment terms and/or the term of the letting are not substantially in accordance with the terms outlined to the Board; and it is further

RESOLVED, that the form of the sublease amendment shall be subject to the approval of General Counsel or his authorized representative.

MEMORANDUM OF UNDERSTANDING – NEW JERSEY TRANSIT CORPORATION

It was recommended that the Board authorize the Executive Director to enter into a Memorandum of Understanding with New Jersey Transit Corporation (New Jersey Transit) for the continued lease of the site for the Hoboken, New Jersey “temporary” ferry terminal, as well as provisions for the design and eventual construction of a permanent ferry terminal at the historic Hoboken Terminal.

In October 1988, the Board authorized an agreement with New Jersey Transit for: the development of ferry operations at Hoboken, the construction of a temporary ferry terminal, and the eventual long-term property lease and construction of a more permanent terminal at such future time as New Jersey Transit would begin a complete renovation and restoration of the historic Hoboken Terminal. That agreement was for an initial term of five years with provision for three five-year options. In October 1999, upon the expiration of the first five-year option period, the Port Authority and New Jersey Transit decided not to exercise a second option, but rather to begin discussions for the restoration of the historic Hoboken Terminal and for the lease and development of a permanent ferry terminal, as anticipated in the October 1988 Board authorization.

The proposed Memorandum of Understanding would provide for the following: 1) at no cost, the Port Authority will continue to lease the site of the current “temporary” ferry terminal and to add to that property riparian and upland areas as may be necessary for the expansion of ferry services; 2) at an estimated cost of \$8 million, the Port Authority will fund the final design for the renovation of the ferry terminal, and New Jersey Transit will be responsible for the management of that design process; and 3) the Port Authority and New Jersey Transit will continue to negotiate the terms and conditions for a long-term lease of a permanent site for the ferry terminal facility (also at no cost), and for the Port Authority to fund the reasonable cost for the construction of that portion of the overall terminal restoration associated with ferry services. When negotiations are concluded, staff will seek appropriate authorization from the Board to enter into the long-term lease.

Pursuant to the foregoing report, the following resolution was adopted with Commissioners Blakeman, Chasanoff, Gargano, Mack, Martini, Philiposian, Sinagra and Song voting in favor; Commissioner Sartor abstaining; none against:

RESOLVED, that the Executive Director be and he hereby is authorized, for and on behalf of the Port Authority, to enter into a Memorandum of Understanding with New Jersey Transit setting forth the terms under which the Port Authority would continue to lease the site for the Hoboken, New Jersey “temporary” ferry terminal and setting forth the understanding of the parties regarding the terms of an agreement covering the design and eventual construction of a permanent ferry terminal at the historic Hoboken Terminal, substantially in accordance with the terms outlined to the Board; and it is further

RESOLVED, that the form of the agreement shall be subject to the approval of General Counsel or his authorized representative.

TRIBUTE TO RONALD H. SHIFTAN

The following resolution was unanimously adopted to express the appreciation of the members of the Board of Commissioners of The Port Authority of New York and New Jersey to Ronald H. Shiftan.

WHEREAS, since he joined the Port Authority in 1998 as Deputy Executive Director, Ronald H. Shiftan has given the full measure of his time and talents to further the mission and goals of the Port Authority; and

WHEREAS, Ronald Shiftan has played a significant role in some of the agency's most innovative and ambitious projects, such as the Northeast Corridor Connection; and

WHEREAS, Ronald Shiftan has brought his considerable business acumen and management expertise to bear in strengthening relations with municipalities throughout the Port District; and

WHEREAS, in the days and weeks following the terrorist attacks of September 11th on The World Trade Center and their tragic aftermath, as Acting Executive Director Ronald Shiftan led our battered and sorrowful agency through the most challenging period of its 80-year history;

NOW, therefore, be it

RESOLVED, that the Commissioners of The Port Authority of New York and New Jersey, on behalf of themselves and the entire staff of the Port Authority, wish to express their most heartfelt appreciation to Ronald H. Shiftan for his dedicated service to the agency and his unwavering leadership in the face of unspeakable tragedy; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to Ronald H. Shiftan as a token of the high esteem in which he is held by the Board and staff alike.

TRIBUTE TO LEWIS M. EISENBERG

The following resolution was unanimously adopted to express the appreciation of the members of the Board of Commissioners of The Port Authority of New York and New Jersey to Commissioner Lewis M. Eisenberg as he retires from the Board.

WHEREAS, since his appointment to the Board in 1994 by New Jersey Governor Christine Todd Whitman, Hon. Lewis M. Eisenberg has given tirelessly of his time, talent and experience in the furtherance of the Port Authority's mission; and

WHEREAS, from November 1995 through December 2001, as Chairman, Lewis Eisenberg led the agency through some of the most productive and challenging periods of the agency's history; and

WHEREAS, prior to being elected as Chairman, Lewis Eisenberg served with great distinction as a member of the Committees on Finance and Operations; and

WHEREAS, during his tenure on the Board, Lewis Eisenberg brought to bear the full scope of his vast business and financial acumen in guiding the agency toward the successful realization of its vision; and

WHEREAS, following the tragic events of September 11, 2001, Lewis Eisenberg's leadership shone as a beacon of strength and hope. His tireless efforts to comfort the members of our devastated agency will be remembered for years to come for the breadth of their compassion and understanding;

NOW, therefore, be it

RESOLVED, that the Commissioners and of The Port Authority of New York and New Jersey wish to express their most heartfelt appreciation and that of the entire staff to Lewis M. Eisenberg for his dedicated service on the Board of Commissioners; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to Hon. Lewis M. Eisenberg as a token of its gratitude and esteem.

TRIBUTE TO BRADFORD J. RACE, JR.

The following resolution was unanimously adopted to express the appreciation of the members of the Board of Commissioners of The Port Authority of New York and New Jersey to Commissioner Bradford J. Race, Jr. as he retires from the Board.

WHEREAS, since his appointment to the Board in 1999 by New York Governor George Pataki, Bradford Race has given the full measure of his time and talents to his duties as a member of the Board of Commissioners; and

WHEREAS, during his years on the Board, Bradford Race served with great distinction as a member of the Committees on Finance and Operations; and

WHEREAS, Bradford Race brought a wealth of public sector expertise to his role on the Board; and

WHEREAS, during his tenure on the Board, Bradford Race worked vigorously to protect and promote the interests of the people and businesses of the Port District;

NOW, therefore, be it

RESOLVED, that the Commissioners of The Port Authority of New York and New Jersey wish to express their most heartfelt appreciation to Bradford J. Race, Jr. for his service to the Board; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to Hon. Bradford J. Race, Jr. as a token of its gratitude and esteem.

TRIBUTE TO KATHLEEN A. DONOVAN

The following resolution was unanimously adopted to express the appreciation of the members of the Board of Commissioners of The Port Authority of New York and New Jersey to Commissioner Kathleen Donovan as she retires from the Board.

WHEREAS, Hon. Kathleen A. Donovan was appointed to the Board by New Jersey Governor Christine Todd Whitman in 1994; and

WHEREAS, between April 1994 and November 1995, Kathleen Donovan had the distinction of being the first woman in the agency's history to serve as Chair of The Port Authority of New York and New Jersey; and

WHEREAS, Kathleen Donovan served with great dedication as Chair of the Audit Committee and as a member of the Board's Committees on Operations and Capital Programs/Port Planning; and

WHEREAS, Kathleen Donovan, a tireless public servant who is now in her third term as Bergen County Clerk, is the first and only woman to serve as a Constitutional officer in Bergen County's 300 year history; and

WHEREAS, during her tenure on the Board, Kathleen Donovan worked to further the agency's goals and mission and was especially supportive of the efforts of staff at all levels;

NOW, therefore, be it

RESOLVED, that the Commissioners of The Port Authority of New York and New Jersey wish to express their appreciation and the entire staff's appreciation to Kathleen A. Donovan for her years of service to the Port Authority and the people of the region it serves; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to Hon. Kathleen A. Donovan as a token of the high esteem in which she is held by the Board and staff alike.

TRIBUTE TO JAMES WEINSTEIN

The following resolution was unanimously adopted to express the appreciation of the members of the Board of Commissioners of The Port Authority of New York and New Jersey to Commissioner James Weinstein as he retires from the Board.

WHEREAS, since his appointment to the Board in 1999 by New Jersey Governor Christine Todd Whitman, Hon. James Weinstein has given the full measure of his time and talents to further the mission and goals of the Port Authority; and

WHEREAS, James Weinstein has served with distinction as a member of the Committees on Operations and Capital Programs/Port Planning; and

WHEREAS, as a former Chairman of the Port of Philadelphia and Camden, a former Commissioner of the Delaware River Port Authority and as the Commissioner of the New Jersey Department of Transportation and Chair of the Board of the New Jersey Transit Corporation, James Weinstein brought a unique perspective on the mid-Atlantic transportation infrastructure to the issues and challenges involved in moving goods and people through the Port of New York and New Jersey:

NOW, therefore, be it

RESOLVED, that the Commissioners of The Port Authority of New York and New Jersey, on behalf of themselves and the entire staff of the Port Authority, wish to express their most heartfelt appreciation to James Weinstein for his dedicated service on the Board of Commissioners; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to Hon. James Weinstein as a token of its gratitude and esteem.

MEMORIAL TO AUBREY C. LEWIS

The following resolution was unanimously adopted by the Board of Commissioners of The Port Authority of New York and New Jersey expressing its heartfelt sorrow at the untimely passing of Aubrey C. Lewis on December 11, 2001.

WHEREAS, in 1997 Aubrey C. Lewis was appointed to the Board of Commissioners of The Port Authority of New York and New Jersey by New Jersey Governor Christine Todd Whitman, on which he served with great distinction as a member of the Committees on Finance and Operations and the Audit Committee until his retirement from the Board in 1999; and

WHEREAS, as one of New Jersey's most accomplished high school and college athletes, Aubrey Lewis also served as a commissioner on the New Jersey Sports and Exposition Authority; and

WHEREAS, as a distinguished businessman and public servant, Aubrey Lewis gave freely of his time and talent and never lost sight of the impact his decisions had on the lives of the citizens of the Port District;

NOW, therefore, be it

RESOLVED, that the Commissioners of The Port Authority of New York and New Jersey, on behalf of themselves and the entire staff of the Port Authority, extend their most heartfelt sympathy to the family of Aubrey C. Lewis and do hereby express appreciation for his dedicated service on the Board; and it is further

RESOLVED, that the Board of Commissioners hereby directs that this resolution be suitably engraved and presented to the Lewis Family as a symbol of the high esteem in which Commissioner Aubrey C. Lewis was held by his colleagues on the Board.

FINAL CONTRACT PAYMENTS

The Comptroller's Department reported, for information only, that the contracts set forth hereafter have been completed satisfactorily by the contractors. Final payments have been made in the period of November 1, 2001 to November 30, 2001.

CONTRACT NUMBER	CONTRACT TITLE FACILITY AND CONTRACTOR	TOTAL AUTHORIZED		TOTAL PAYMENTS	
WTC802071	ELECTRICAL/HVAC UPGRADE PROGRAM	19,445,272.00	(A)	19,363,523.00	(A,O)
	TOWERS 1 & 2 LOW VOLTAGE SUBSTATIONS	500,000.00	(C)	717,872.00	(C)
	CONSTRUCTION & INSTALLATION	1,944,500.00	(D)	1,832,843.00	(D)
	WORLD TRADE CENTER	722,000.00	(F)	722,000.00	(F)
	T. MORIARTY & SON, INC	57,760.00	(G)	--0--	(G)
		266,231.00	(H)	266,231.00	(H)
		12,500.00	(I)	12,500.00	(I)
		21,269.00	(J)	--0--	(J)
		950,000.00	(K)	868,000.00	(K)
		90,000.00	(L)	90,000.00	(L)
		76,000.00	(M)	--0--	(M)
		70,537.00	(N)	70,537.00	(N)
		24,156,069.00		23,943,506.00	
WTC810071	ADDITIONAL SUBSTATION SS-108A ON THE	5,800,000.00	(A)	5,800,000.00	(A)
	108TH FLOOR OF 1WTC	350,000.00	(C)	339,791.00	(C)
	WORLD TRADE CENTER	448,000.00	(D)	448,000.00	(D)
	MASS ELECTRIC CONSTRUCTION COMPANY	250,000.00	(P)	204,986.00	(P)
		6,848,000.00		6,792,777.00	
JFK972020	CLEAN & LINE BULK FUEL FARM DRAINAGE	1,126,092.00	(A)	1,122,755.00	(A,Q)
	SYSTEMS	100,000.00	(C)	--0--	(C)
	JOHN F. KENNEDY INTERNATIONAL AIRPORT	67,566.00	(D)	24,302.00	(D)
	EN-TECH CORPORATION	1,293,658.00		1,147,057.00	
MFP994501	PAVEMENT & UTILITY REHABILITATION VIA	1,740,288.00	(B)	639,705.00	(B)
	WORK ORDER	375,000.00	(C)	13,247.00	(C)
	MULTI-FACILITY	104,417.00	(D)	11,226.00	(D)
	MARSELLIS-WARNER CORP	2,219,705.00		664,178.00	
EWR622	BUILDINGS 5 & 49 EMERGENCY SERVICE	71,400.00	(A)	71,400.00	(A)

	& ELECTRICAL UPGRADE	4,300.00	(D)	4,000.00	(D)
	NEWARK INTERNATIONAL AIRPORT	75,700.00		75,400.00	
	J.G. SALAS & SONS, INC				
LGA661	REHABILITATION OF RUNWAY 4-22 &	1,411,175.00	(A)	1,411,175.00	(A)
	TAXIWAYS B & E	3,064,825.00	(B)	3,064,825.00	(B)
	LAGUARDIA AIRPORT	400,000.00	(C)	808,668.00	(C)
	GRACE INDUSTRIES, INC	268,560.00	(D)	268,560.00	(D)
		20,866.00	(E)	20,866.00	(E)
		250,000.00	(R)	215,605.00	(R)
		--0--	(S)	136,020.00	(S)
		--0--	(T)	8,239.00	(T)
		36,440.00	(U)	19,284.00	(U)
		5,415,426.00		5,953,242.00	
TP994317	OVERFLOW PARKING LOT AT SITE 6	218,375.00	(A)	218,375.00	(A)
	TELEPORT	30,000.00	(C)	21,018.00	(C)
	AUSTRAL CONSTRUCTION	13,103.00	(D)	5,348.00	(D)
		261,478.00		244,741.00	
JFK848	BUILDING #14-HVAC SYSTEM MODIFICATIONS	374,860.00	(A)	374,860.00	(A)
	JOHN F. KENNEDY INTERNATIONAL AIRPORT	50,000.00	(C)	--0--	(C)
	GEO-TECH CONSTRUCTION CORP	30,000.00	(D)	27,282.00	(D)
		454,860.00		402,142.00	
WTC810075	1-WTC 108TH FLOOR SUBSTATION SS-108A	157,309.00	(A)	157,309.00	(A)
	STRUCTURAL MODIFICATIONS	12,585.00	(D)	--0--	(D)
	WORLD TRADE CENTER PLAZA CONSTRUCTION CORP	169,894.00		157,309.00	

EWR110119	TERMINAL B-REPLACEMENT OF OUTBOUND BAGGAGE SYSTEM #4 & MODIFICATIONS TO OUTBOUND BAGGAGE SYSTEM #2 NEWARK INTERNATIONAL AIRPORT VRH CONSTRUCTION CORP	2,489,000.00	(A)	2,486,811.00	(A,AD)
		200,000.00	(C)	238,052.00	(C)
		200,000.00	(D)	200,000.00	(D)
		738,886.00	(V)	738,886.00	(V)
		59,110.00	(W)	59,110.00	(W)
		242,345.00	(X)	242,345.00	(X)
		15,000.00	(Y)	11,546.00	(Y)
		397,000.00	(Z)	397,000.00	(Z)
		100,000.00	(AA)	26,433.00	(AA)
		32,000.00	(AB)	--0--	(AB)
		--0--	(AC)	537.00	(AC)
		4,473,341.00		4,400,720.00	
HT224010	VENTILATION BUILDINGS SANITARY SEWER CONNECTIONS HOLLAND TUNNEL RICHARDS PLUMBING & HEATING CO, INC	2,839,000.00	(A)	2,839,000.00	(A)
		100,000.00	(C)	2,516.00	(C)
		170,000.00	(D)	170,000.00	(D)
		31,890.00	(E)	31,890.00	(E)
		150,000.00	(AE)	150,000.00	(AE)
		160,000.00	(AF)	40,181.00	(AF)
		--0--	(AG)	10,789.00	(AG)
		3,450,890.00		3,244,376.00	
EWR626	VEHICLE FUELING STATION AND UNDERGROUND TANK SYSTEMS UPGRADE NEWARK INTERNATIONAL AIRPORT ALLSTATE POWER VAC, INC	499,290.00	(A)	495,290.00	(A,AH)
		95,000.00	(C)	103,545.00	(C)
		30,000.00	(D)	24,710.00	(D)
		8,659.00	(E)	8,659.00	(E)
		632,949.00		632,204.00	
BT364	HEAT TRACING SOUTH WING PORT AUTHORITY BUS TERMINAL F & V METRO CONTRACTING CORP	1,944,449.00	(A)	1,944,449.00	(A)
		200,000.00	(C)	19,535.00	(C)
		155,556.00	(D)	33,012.00	(D)
		2,300,005.00		1,996,996.00	
WTC856072	OPERATIONS CONTROL CENTER WORLD TRADE CENTER VRH CONSTRUCTION CORP	2,848,446.00	(A)	2,848,446.00	(A)
		250,000.00	(C)	21,674.00	(C)
		227,875.00	(D)	219,930.00	(D)
		250,000.00	(AI)	159,848.00	(AI)
		3,576,321.00		3,249,898.00	

GWB431	MAINTENANCE PAVEMENT REPAIRS	726,100.00	(B)	705,931.00	(B)
	GEORGE WASHINGTON BRIDGE	130,000.00	(C)	141,834.00	(C)
	GARDNER M. BISHOP, INC & JOSEPH M.	44,000.00	(D)	43,000.00	(D)
	SANZARI, INC, A JOINT VENUTRE.	--0--	(AJ)	23,626.00	(AJ)
		900,100.00		914,391.00	
HT224080	REPLACEMENT OF FIRE STANDPIPE ALONG	172,100.00	(A)	172,100.00	(A)
	SPRING STREET BETWEEN WASHINGTON	60,000.00	(C)	3,500.00	(C)
	STREET AND GREENWICH STREET	10,326.00	(D)	--0--	(D)
	HOLLAND TUNNEL	242,426.00		175,600.00	
	PERINI CORP				

- (A) Lump Sum
- (B) Classified Work
- (C) Net Cost - amount in the "Total Authorized" column represents the estimated net cost amount. However, the amount in the "Total Payments" column is the authorized net cost amount.
- (D) Extra Work.
- (E) Premium for furnishing performance and payment bond as provided for in the contract.
- (F) Supplemental Agreement No.1 which included an increase in the amount of \$722,000 for lump sum work on 6/17/96.
- (G) Supplemental Agreement No.1 which included an increase in the amount of \$57,760 for extra work on 6/17/96.
- (H) Supplemental Agreement No.2 which included an increase in the amount of \$266,231 for lump sum work on 7/30/96.
- (I) Supplemental Agreement No.2 which included an increase in the amount of \$12,500 for net cost work on 7/30/96.
- (J) Supplemental Agreement No.2 which included an increase in the amount of \$21,269 for extra work on 7/30/96.
- (K) Supplemental Agreement No.3 which included an increase in the amount of \$950,000 for lump sum work on 12/7/99.
- (L) Supplemental Agreement No.3 which included an increase in the amount of \$90,000 for net cost work on 12/7/99.
- (M) Supplemental Agreement No.3 which included an increase in the amount of \$76,000 for extra work on 12/7/99.
- (N) Reimbursement for insurance premiums paid by the contractor, as provided for in the contract.
- (O) The difference between "Total Authorized" and "Total Payments" represents credit change orders in the total amount of \$81,749 for changes in the scope of the work.
- (P) Increase in extra work in the amount of \$250,000 authorized on 10/5/2000.
- (Q) The difference between "Total Authorized" and "Total Payments" represents a credit change order in the

amount of \$3,337 for the deletion of part of the work.

- (R) Increase in classified work.
- (S) Increase in compensation pursuant to "Asphalt Bonus" clause, as provided for in the contract.
- (T) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$8,239 as provided for in the contract.
- (U) Increase in extra work in the amount of \$36,440 authorized on 4/27/2001.
- (V) Supplemental Agreement No.1 which included an increase in the amount of \$738,886 for lump sum work on 6/17/96.
- (W) Supplemental Agreement No.1 which included an increase in the amount of \$59,110 for extra work on 6/17/96.
- (X) Supplemental Agreement No.2 which included an increase in the amount of \$242,345 for lump sum work on 2/24/97.
- (Y) Supplemental Agreement No.2 which included an increase in the amount of \$15,000 for extra work on 2/24/97.
- (Z) Supplemental Agreement No.3 which included an increase in the amount of \$397,000 for lump sum work on 11/25/97.
- (AA) Supplemental Agreement No.3 which included an increase in the amount of \$100,000 for net cost work on 11/25/97.
- (AB) Supplemental Agreement No.3 which included an increase in the amount of \$32,000 for extra work on 11/25/97.
- (AC) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$537 as provided for in the contract.
- (AD) The difference between "Total Authorized" and Total Payments" represents a credit change order in the amount of \$2,189 for the deletion of part of the work.
- (AE) Increase in extra work in the amount of \$150,000 authorized on 8/3/98.
- (AF) Increase in extra work in the amount of \$160,000 authorized on 4/27/99.
- (AG) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$10,789 as provided for in the contract.
- (AH) The difference between "Total Authorized" and Total Payments" represents a credit change order in the amount of \$4,000 for the deletion of part of the work.
- (AI) Supplemental Agreement No.1 which provided for an increase in the amount of \$250,000 for lump sum work on 9/24/97.
- (AJ) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$23,626 as provided for in the contract.

FINAL CONTRACTS PAYMENTS

The Comptroller's Department reported, for information only, that the contracts set forth hereafter have been completed satisfactorily by the contractors. Final payments have been made in the period of December 1, 2001 to December 31, 2001.

CONTRACT NUMBER	CONTRACT TITLE FACILITY AND CONTRACTOR	TOTAL AUTHORIZED	TOTAL PAYMENTS
HT411	LEAD ABATEMENT & REPAINTING OF THE VENTILATION BUILDING BATTERY ROOMS AND THE NEW YORK FIELD OFFICE HOLLAND TUNNEL STEWART PAINTING CONTRACTORS, INC	165,350.00 (B) 5,000.00 (C) 13,228.00 (D) 183,578.00	104,769.00 (B) --0-- (C) --0-- (D) 104,769.00
LGA124056	STORM DRAINAGE IMPROVEMENTS LAGUARDIA AIRPORT NATIONAL WATER MAIN CLEANING COMPANY	319,050.00 (A) 20,000.00 (C) 19,150.00 (D) 133,350.00 (F) --0-- (G) 491,550.00	319,050.00 (A) 10,750.00 (C) 19,150.00 (D) 129,227.00 (F) 40,505.00 (G) 518,682.00
GWB436	PAVEMENT REHABILITATION OF THE LOWER LEVEL EASTBOUND BRIDGE SPAN & APPROACH ROADWAYS GEORGE WASHINGTON BRIDGE GARDNER M. BISHOP, INC & JOSEPH M. SANZARI, INC, A JOINT VENUTRE.	1,833,750.00 (A) 710,000.00 (B) 80,000.00 (C) 152,625.00 (D) --0-- (H) 2,776,375.00	1,819,250.00 (A,I) 635,547.00 (B) 263,165.00 (C) 52,946.00 (D) 41,217.00 (H) 2,812,125.00
JFK134064	JFK SOUTHWEST RESTRICTED SERVICE ROAD JOHN F. KENNEDY INTERNATIONAL AIRPORT TULLY CONSTRUCTION CO. INC	4,978,437.00 (A) 240,000.00 (C) 298,706.00 (D) 200,000.00 (J) 5,717,143.00	4,962,961.00 (A,K) --0-- (C) 298,706.00 (D) 95,458.00 (J) 5,357,125.00

WTC870071	KITCHEN EXHAUST UPGRADE	932,000.00	(A)	932,000.00	(A)
	WORLD TRADE CENTER	80,000.00	(C)	34,936.00	(C)
	EX AIR INC D/B/A DDC AIR CONDITIONING	186,400.00	(D)	144,895.00	(D)
		12,820.00	(E)	12,820.00	(E)
		1,211,220.00		1,124,651.00	
AKG274022	LEAD BASED PAINT REMOVAL & REPAINTING	11,622,500.00	(A)	11,622,500.00	(A)
	GOTHELS BRIDGE	668,500.00	(B)	668,500.00	(B)
	AHERN PAINTING CONTRACTORS, INC	800,000.00	(C)	3,710,591.00	(C)
		737,460.00	(D)	737,460.00	(D)
		45,060.00	(E)	45,060.00	(E)
		66,850.00	(L)	66,850.00	(L)
		427,436.00	(M)	297,984.00	(M)
		--0--	(N)	20,450.00	(N)
		--0--	(O)	15,552.83	(O)
		14,367,806.00		17,184,947.83	
LGA609	PILE SUPPORTED STRUCTURE	408,000.00	(A)	408,000.00	(A)
	REHABILITATION OF CONCRETE PILE CAPS	5,470,000.00	(C)	5,469,600.00	(C)
	LAGUARDIA AIRPORT	352,680.00	(D)	102,208.00	(D)
	BEAVER CONCRETE CONSTRUCTION CO INC	--0--	(P)	21,442.00	(P)
	& GATEWAY INDUSTRIES LLC, A JV	--0--	(Q)	10,062.00	(Q)
		6,230,680.00		6,011,312.00	
LGA622	HANGAR 7C-ROLL-UP DOOR	99,400.00	(A)	99,400.00	(A)
	LAGUARDIA AIRPORT	56,300.00	(C)	56,300.00	(C)
	STONEWALL CONTRACTING CORP	24,000.00	(D)	24,000.00	(D)
		179,700.00		179,700.00	
MFP984800	MULTI-FACILITY FENDER SYSTEMS REPAIRS	3,751,650.00	(B)	3,751,650.00	(B)
	MULIT-FACILITY	150,000.00	(C)	--0--	(C)
	SIMPSON & BROWN, INC	225,099.00	(D)	225,099.00	(D)
		250,000.00	(L)	209,529.00	(L)
		100,000.00	(R)	100,000.00	(R)
		150,000.00	(S)	77,944.00	(S)
		4,626,749.00		4,364,222.00	

WTC219	EMERGENCY GENERATOR PLANT	234,500.00	(A)	234,500.00	(A)
	MAIN CIRCUIT BREAKERS	20,000.00	(C)	--0--	(C)
	WORLD TRADE CENTER	18,760.00	(D)	18,760.00	(D)
	LONGO ELECTRICAL-MECHANICAL, INC	40,000.00	(T)	28,967.00	(T)
		313,260.00		282,227.00	
GWB461	BIN & TRASH CONTAINER ENCLOSURES	151,700.00	(A)	151,700.00	(A)
	GEORGE WASHINGTON BRIDGE	15,000.00	(C)	6,374.00	(C)
	TEC-CON CONTRACTORS	12,136.00	(D)	11,500.00	(D)
		178,836.00		169,574.00	
GWB463	INSTALLATION OF CATWALK OVER RAMP HR3	261,000.00	(A)	261,000.00	(A)
	GEORGE WASHINGTON BRIDGE	15,660.00	(D)	5,100.00	(D)
	VISTA ENGINEERING CORP	276,660.00		266,100.00	
WTC922085	CONCOURSE IMPROVEMENTS & FLOOR	1,395,000.00	(A)	1,372,655.00	(A,U)
	RENOVATION	500,000.00	(C)	2,776.00	(C)
	WORLD TRADE CENTER	300,000.00	(D)	97,392.00	(D)
	VRH CONSTRUCTION CORP	2,195,000.00		1,472,823.00	
WTC922086	CONCOURSE IMPROVEMENTS & FLOOR	1,500,000.00	(C)	776,155.00	(C)
	RENOVATION	1,500,000.00		776,155.00	
	WORLD TRADE CENTER				
	T. MORIARTY & SONS, INC				

- (A) Lump Sum
- (B) Classified Work
- (C) Net Cost - amount in the "Total Authorized" column represents the estimated net cost amount. However, the amount in the "Total Payments" column is the authorized net cost amount.
- (D) Extra Work.
- (E) Premium for furnishing performance and payment bond as provided for in the contract.
- (F) Increase in extra work in the amount of \$133,350 authorized on 11/27/2000.
- (G) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$40,505 as provided for in the contract.

- (H) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$41,217 as provided for in the contract.
- (I) The difference between "Total Authorized" and "Total Payments" represents a credit change order in the amount of \$14,500 for the deletion of part of the work.
- (J) Increase in extra work in the amount of \$200,000 authorized on 10/18/99.
- (K) The difference between "Total Authorized" and "Total Payments" represents a credit change order in the amount of \$9,590 for the deletion of part of the work and a deduction from the contractor's compensation in the amount of \$5,886 for deficiencies in asphalt pavement density.
- (L) Increase in classified work
- (M) Increase in extra work in the amount of \$427,436 authorized on 8/16/2001.
- (N) Uncommitted funds in extra work utilized against additional cost in classified work
- (O) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$15,553 as provided for in the contract.
- (P) Increase in compensation pursuant to "Emergency Delays" clause, in the amount of \$21,442 as provided for in the contract.
- (Q) Increase in compensation pursuant to "Concrete Bonus" clause, as provided for in the contract.
- (R) Increase in classified work in the amount of \$100,000 authorized on 9/26/2000.
- (S) Increase in extra work in the amount of \$150,000 authorized on 5/2/2000.
- (T) Increase in extra work in the amount of \$40,000 authorized on 2/2/2001.
- (U) The difference between "Total Authorized" and "Total Payments" represents a credit change order in the amount of \$22,345 for the deletion of part of the work.

INVESTMENTS AND DEPOSITS

The Committee on Finance reported, for information only, that in accordance with authority granted by the Committee, the Executive Director had authorized the following security transactions, time accounts, interest rate exchange contracts and variable rate master note agreements during the period November 1, 2001 through November 30, 2001.

REPORT A:**Purchase of Port Authority Bonds**

(Unless otherwise noted, all Port Authority Bonds are callable at par).

<u>Purchase Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Coupon Rate</u>	<u>Maturity Date</u>	<u>Purchase Price</u>	<u>Call Year</u>	<u>YTC @ Cost</u>	<u>BEY @ Cost</u>	<u>Total Principal</u>	<u>Dealer</u>
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No new transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/01/01	\$ 14,000,000	UBSFIN CP	--	11/02/01	99.99	2.550%	2.586%	\$ 13,999,008.34	UBS Warburg
11/01/01	20,700,000	APO-JFK	6.375%	12/01/15	99.90	--	6.387	20,679,300.00	JFKIAT-APO
11/01/01	50,000,000	GECC CP	--	11/06/01	99.97	2.450	2.485	49,982,986.10	General Electric Capital
11/01/01	50,000,000	UBSFIN CP	--	11/02/01	99.99	2.550	2.586	49,996,458.35	UBS Warburg
11/02/01	15,000,000	UBSFIN CP	--	11/05/01	99.98	2.480	2.515	14,996,900.00	UBS Warburg
11/02/01	50,000,000	UBSFIN CP	--	11/05/01	99.98	2.480	2.515	49,989,666.65	UBS Warburg
11/05/01	50,000,000	UBSFIN CP	--	11/06/01	99.99	2.470	2.504	49,996,569.45	UBS Warburg
11/05/01	50,000,000	UBSFIN CP	--	11/06/01	99.99	2.470	2.504	49,996,569.45	UBS Warburg
11/06/01	23,400,000	US T-BILL	--	11/29/01	99.87	2.030	2.061	23,369,651.51	Legg Mason
11/06/01	37,700,000	US T-BILL	--	11/29/01	99.87	2.030	2.061	37,651,105.21	Legg Mason
11/06/01	50,000,000	US T-BILL	--	11/29/01	99.87	2.030	2.061	49,935,152.80	Legg Mason
11/06/01	50,000,000	GECC CP	--	11/13/01	99.96	2.090	2.120	49,979,680.55	General Electric Capital

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/06/01	\$ 50,000,000	GECC CP	--	11/13/01	99.96	2.090%	2.120%	\$ 49,979,680.55	General Electric Capital
11/06/01	50,000,000	UBSFIN CP	--	11/08/01	99.99	2.060	2.089	49,994,277.80	UBS Warburg
11/06/01	50,000,000	UBSFIN CP	--	11/08/01	99.99	2.060	2.089	49,994,277.80	UBS Warburg
11/07/01	12,000,000	FCDN	--	11/08/01	99.99	1.900	1.926	11,999,366.66	UBS Warburg
11/07/01	50,000,000	CITICORP CP	--	11/14/01	99.96	1.980	2.008	49,980,750.00	Citicorp
11/07/01	50,000,000	CITICORP CP	--	11/14/01	99.96	1.980	2.008	49,980,750.00	Citicorp
11/08/01	15,000,000	FNDN	--	12/05/01	99.86	1.900	1.929	14,978,625.00	Fuji Securities
11/08/01	25,000,000	US T-BILL	--	12/27/01	99.76	1.800	1.829	24,938,750.00	Legg Mason
11/08/01	25,000,000	FNDN	--	12/05/01	99.86	1.890	1.919	24,964,562.50	Fuji Securities
11/08/01	40,000,000	UBSFIN CP	--	11/09/01	99.99	2.010	2.038	39,997,766.68	UBS Warburg
11/08/01	41,000,000	FHDN	--	12/18/01	99.79	1.850	1.880	40,915,722.20	Legg Mason
11/08/01	50,000,000	US T-BILL	--	12/06/01	99.84	2.120	2.153	49,917,555.55	Greenwich Capital Mkts

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/08/01	\$ 50,000,000	FMCDN	--	12/14/01	99.81	1.880%	1.910%	\$ 49,906,000.00	Legg Mason
11/08/01	50,000,000	FMCDN	--	01/02/02	99.72	1.860	1.891	49,857,916.65	Legg Mason
11/08/01	50,000,000	UBSFIN CP	--	11/09/01	99.99	2.010	2.038	49,997,208.35	UBS Warburg
11/09/01	7,000,000	UBSFIN CP	--	11/13/01	99.98	1.950	1.978	6,998,483.33	UBS Warburg
11/09/01	50,000,000	UBSFIN CP	--	11/13/01	99.98	1.950	1.978	49,989,166.65	UBS Warburg
11/13/01	9,000,000	UBSFIN CP	--	11/15/01	99.99	2.030	2.058	8,998,985.00	UBS Warburg
11/13/01	50,000,000	FMCDN	--	01/02/02	99.74	1.850	1.881	49,871,527.80	Fuji Securities
11/13/01	50,000,000	FNDN	--	01/04/02	99.73	1.850	1.881	49,866,388.90	Merrill Lynch
11/13/01	50,000,000	UBSFIN CP	--	11/15/01	99.99	2.030	2.058	49,994,361.10	UBS Warburg
11/14/01	50,000,000	GECC CP	--	11/19/01	99.97	2.000	2.028	49,986,111.10	General Electric Capital
11/14/01	50,000,000	CITICORP CP	--	11/19/01	99.97	2.000	2.028	49,986,111.10	Citicorp
11/14/01	50,000,000	CITICORP CP	--	11/19/01	99.97	2.000	2.028	49,986,111.10	Citicorp

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/15/01	\$ 11,000,000	FNDN	--	01/31/02	99.59	1.930%	1.965%	\$ 10,954,591.38	UBS Warburg
11/15/01	50,000,000	FNDN	--	01/31/02	99.59	1.930	1.965	49,793,597.20	UBS Warburg
11/15/01	50,000,000	FMCDN	--	11/16/01	99.99	2.120	2.150	49,997,055.55	Greenwich Capital Mkts
11/16/01	50,000,000	UBSFIN CP	--	11/19/01	99.98	2.050	2.079	49,991,458.35	UBS Warburg
11/19/01	15,000,000	UBSFIN CP	--	11/20/01	99.99	2.070	2.099	14,999,137.50	UBS Warburg
11/19/01	18,364,000	US T-BILL	--	11/29/01	99.95	1.920	1.948	18,354,205.87	Fuji Securities
11/19/01	25,000,000	GECC CP	--	11/27/01	99.96	2.020	2.049	24,988,777.78	General Electric Capital
11/19/01	47,500,000	US T-BILL	--	12/20/01	99.83	1.960	1.991	47,419,830.55	Fuji Securities
11/19/01	50,000,000	US T-BILL	--	12/27/01	99.80	1.920	1.951	49,898,666.65	Greenwich Capital Mkts
11/19/01	50,000,000	US T-BILL	--	12/27/01	99.80	1.920	1.951	49,898,666.65	Greenwich Capital Mkts
11/19/01	50,000,000	FHDN	--	12/12/01	99.87	2.000	2.030	49,936,111.10	UBS Warburg
11/19/01	50,000,000	GECC CP	--	11/27/01	99.96	2.020	2.049	49,977,555.55	General Electric Capital

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/19/01	\$ 50,000,000	CITICORP CP	--	11/28/01	99.95	2.050%	2.080%	\$ 49,974,375.00	Citicorp
11/19/01	50,000,000	CITICORP CP	--	11/28/01	99.95	2.050	2.080	49,974,375.00	Citicorp
11/19/01	50,000,000	UBSFIN CP	--	11/20/01	99.99	2.070	2.099	49,997,125.00	UBS Warburg
11/20/01	5,000,000	UBSFIN CP	--	11/23/01	99.98	2.000	2.028	4,999,166.67	UBS Warburg
11/20/01	15,000,000	UBSFIN CP	--	11/21/01	99.99	2.020	2.048	14,999,158.34	UBS Warburg
11/20/01	25,000,000	GECC CP	--	11/27/01	99.96	2.050	2.079	24,990,034.73	General Electric Capital
11/20/01	50,000,000	FMCDN	--	11/26/01	99.97	1.900	1.927	49,984,166.65	Greenwich Capital
11/20/01	50,000,000	UBSFIN CP	--	11/21/01	99.99	2.020	2.048	49,997,194.45	UBS Warburg
11/26/01	41,000,000	UBSFIN CP	--	11/27/01	99.99	2.050	2.079	40,997,665.30	UBS Warburg
11/26/01	50,000,000	UBSFIN CP	--	11/27/01	99.99	2.050	2.079	49,997,152.80	UBS Warburg
11/27/01	8,400,000	UBSFIN CP	--	11/28/01	99.99	2.080	2.109	8,399,514.66	UBS Warburg
11/27/01	50,000,000	FNDN	--	12/17/01	99.89	2.020	2.050	49,943,888.90	Merrill Lynch

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/27/01	\$ 50,000,000	FNDN	--	12/26/01	99.84	2.020%	2.051%	\$ 49,918,638.90	Lehman Brothers
11/27/01	50,000,000	FMCDN	--	01/08/02	99.76	2.040	2.073	49,881,000.00	ABN AMRO
11/27/01	50,000,000	UBSFIN CP	--	11/28/01	99.99	2.080	2.109	49,997,111.10	UBS Warburg
11/28/01	20,000,000	UBSFIN CP	--	11/29/01	99.99	2.070	2.099	19,998,850.00	UBS Warburg
11/28/01	50,000,000	CITICORP CP	--	12/03/01	99.97	2.050	2.079	49,985,763.90	Citicorp
11/28/01	50,000,000	CITICORP CP	--	12/03/01	99.97	2.050	2.079	49,985,763.90	Citicorp
11/28/01	50,000,000	UBSFIN CP	--	11/29/01	99.99	2.070	2.099	49,997,125.00	UBS Warburg
11/29/01	27,000,000	US T-BILL	--	01/10/02	99.80	1.750	1.778	26,944,874.99	Legg Mason
11/29/01	30,000,000	FHDN	--	12/19/01	99.89	1.970	2.000	29,967,166.68	Fuji Securities
11/29/01	40,000,000	UBSFIN CP	--	11/30/01	99.99	2.080	2.109	39,997,688.88	UBS Warburg
11/29/01	50,000,000	US T-BILL	--	01/03/02	99.83	1.760	1.788	49,914,444.45	Legg Mason
11/29/01	50,000,000	US T-BILL	--	12/13/01	99.93	1.880	1.908	49,963,444.45	Legg Mason

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
11/29/01	\$ 50,000,000	GECC CP	--	12/07/01	99.95	2.050%	2.079%	\$ 49,977,222.20	General Electric Capital
11/29/01	50,000,000	GECC CP	--	12/04/01	99.97	2.050	2.079	49,985,763.90	General Electric Capital
11/29/01	50,000,000	FNDN	--	12/28/01	99.84	1.950	1.980	49,921,458.35	UBS Warburg
11/30/01	30,000,000	US T-BILL	--	12/20/01	99.89	1.900	1.928	29,968,333.32	Fuji Securities
11/30/01	38,000,000	UBSFIN CP	--	12/03/01	99.98	2.120	2.150	37,993,286.65	UBS Warburg
11/30/01	<u>50,000,000</u>	US T-BILL	--	01/17/02	99.77	1.720	1.748	<u>49,885,333.35</u>	Fuji Securities
	<u>\$ 3,131,064,000</u>							<u>\$ 3,128,400,245.88</u>	

BEY - Bond Equivalent Yield

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Sale of Securities

<u>Sale</u> <u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Coupon</u> <u>Rate</u>	<u>Maturity</u> <u>Date</u>	<u>Sale</u> <u>Price</u>	<u>Discount</u> <u>Rate</u>	<u>Principal</u>	<u>Dealer</u>
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No transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Fuji Securities	11/01/01	11/05/01	\$ 3,170,000	2.480%	\$ 873.51
Fuji Securities	11/01/01	11/05/01	6,826,000	2.480	1,880.94
Fuji Securities	11/01/01	11/05/01	12,444,000	2.480	3,429.01
Lehman Brothers	11/01/01	11/05/01	18,885,000	2.480	5,203.87
Fuji Securities	11/01/01	11/05/01	25,946,000	2.480	7,149.56
Fuji Securities	11/01/01	11/05/01	33,289,000	2.480	9,172.97
Lehman Brothers	11/01/01	11/05/01	37,734,000	2.480	10,397.81
Fuji Securities	11/01/01	11/05/01	50,950,000	2.480	14,039.56
Lehman Brothers	11/01/01	11/05/01	54,470,000	2.480	15,009.51
Lehman Brothers	11/05/01	11/06/01	2,345,000	2.420	157.64
Paribas Corporation	11/05/01	11/06/01	2,589,000	2.440	175.48
Paribas Corporation	11/05/01	11/06/01	19,083,000	2.440	1,293.40

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
S.G. Cowen	11/05/01	11/06/01	\$ 23,375,000	2.440%	\$ 1,584.31
Paribas Corporation	11/05/01	11/06/01	23,459,000	2.440	1,590.00
Paribas Corporation	11/05/01	11/06/01	34,971,000	2.440	2,370.26
S.G. Cowen	11/05/01	11/06/01	37,744,000	2.440	2,558.20
Paribas Corporation	11/05/01	11/06/01	43,345,000	2.440	2,937.83
S.G. Cowen	11/05/01	11/06/01	50,000,000	2.440	3,388.89
Lehman Brothers	11/05/01	11/06/01	57,655,000	2.420	3,875.70
Greenwich Capital Mkts	11/06/01	11/08/01	998,000	2.050	113.66
Lehman Brothers	11/06/01	11/08/01	18,405,000	2.060	2,106.35
Lehman Brothers	11/06/01	11/08/01	23,242,000	2.060	2,659.92
Lehman Brothers	11/06/01	11/08/01	29,507,000	2.060	3,376.91
Lehman Brothers	11/06/01	11/08/01	48,525,000	2.060	5,553.42

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Greenwich Capital Mkts	11/06/01	11/08/01	\$ 52,001,000	2.050%	\$ 5,922.34
Greenwich Capital Mkts	11/06/01	11/08/01	52,001,000	2.050	5,922.34
Daiwa Securities America	11/08/01	11/09/01	18,209,000	2.010	1,016.67
Daiwa Securities America	11/08/01	11/09/01	23,123,000	2.010	1,291.03
Daiwa Securities America	11/08/01	11/09/01	28,838,000	2.010	1,610.12
Daiwa Securities America	11/08/01	11/09/01	48,750,000	2.010	2,721.88
Daiwa Securities America	11/09/01	11/13/01	18,210,000	1.950	3,945.50
Daiwa Securities America	11/09/01	11/13/01	23,125,000	1.950	5,010.42
Daiwa Securities America	11/09/01	11/13/01	28,990,000	1.950	6,281.17
Daiwa Securities America	11/09/01	11/13/01	48,602,000	1.950	10,530.43
Daiwa Securities America	11/13/01	11/15/01	9,779,000	2.050	1,113.72
Fuji Securities	11/13/01	11/15/01	17,393,000	2.000	1,932.56

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Fuji Securities	11/13/01	11/15/01	\$ 23,119,000	2.000%	\$ 2,568.78
Fuji Securities	11/13/01	11/15/01	27,016,000	2.000	3,001.78
Fuji Securities	11/13/01	11/15/01	43,826,000	2.000	4,869.56
Daiwa Securities America	11/13/01	11/15/01	51,041,000	2.050	5,813.00
Greenwich Capital Mkts	11/15/01	11/16/01	12,248,000	2.140	728.08
Greenwich Capital Mkts	11/15/01	11/16/01	17,301,000	2.140	1,028.45
Lehman Brothers	11/15/01	11/16/01	18,359,000	2.150	1,096.44
Greenwich Capital Mkts	11/15/01	11/16/01	23,120,000	2.140	1,374.36
Lehman Brothers	11/15/01	11/16/01	37,321,000	2.150	2,228.89
UBS Warburg	11/15/01	11/16/01	43,500,000	2.180	2,634.17
Greenwich Capital Mkts	11/15/01	11/16/01	50,408,000	2.140	2,996.48
Lehman Brothers	11/15/01	11/16/01	55,100,000	2.150	3,290.69

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Lehman Brothers	11/15/01	11/16/01	\$ 55,100,000	2.150%	\$ 3,290.69
Paribas Corporation	11/16/01	11/19/01	2,530,000	2.040	430.10
Daiwa Securities America	11/16/01	11/19/01	14,361,000	2.050	2,453.34
Daiwa Securities America	11/16/01	11/19/01	16,749,000	2.050	2,861.29
Banc One Capital Markets	11/16/01	11/19/01	18,361,000	2.040	3,121.37
Daiwa Securities America	11/16/01	11/19/01	23,091,000	2.050	3,944.71
Zions First National Bank	11/16/01	11/19/01	25,000,000	2.030	4,229.17
Banc One Capital Markets	11/16/01	11/19/01	47,530,000	2.040	8,080.10
Daiwa Securities America	11/16/01	11/19/01	47,799,000	2.050	8,165.66
Zions First National Bank	11/16/01	11/19/01	48,000,000	2.030	8,120.00
Paribas Corporation	11/16/01	11/19/01	48,735,000	2.040	8,284.95
Paribas Corporation	11/16/01	11/19/01	48,735,000	2.040	8,284.95

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Nomura Securities	11/19/01	11/26/01	\$ 5,731,000	2.050%	\$ 2,284.44
Nomura Securities	11/19/01	11/26/01	16,116,000	2.050	6,424.02
Nomura Securities	11/19/01	11/26/01	22,850,000	2.050	9,108.26
Nomura Securities	11/19/01	11/26/01	48,510,000	2.050	19,336.63
UBS Warburg	11/21/01	11/26/01	5,000	2.030	1.41
UBS Warburg	11/21/01	11/26/01	48,995,000	2.030	13,813.87
S.G. Cowen	11/26/01	11/27/01	16,122,000	2.030	909.10
S.G. Cowen	11/26/01	11/27/01	22,859,000	2.030	1,288.99
S.G. Cowen	11/26/01	11/27/01	54,263,000	2.030	3,059.83
Fuji Securities	11/27/01	11/28/01	15,428,000	2.040	874.25
Fuji Securities	11/27/01	11/28/01	22,633,000	2.040	1,282.54
Fuji Securities	11/27/01	11/28/01	44,064,000	2.040	2,496.96

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Daiwa Securities America	11/28/01	11/29/01	\$ 9,341,000	2.040%	\$ 529.32
Daiwa Securities America	11/28/01	11/29/01	14,919,000	2.040	845.41
Daiwa Securities America	11/28/01	11/29/01	21,862,000	2.040	1,238.85
Daiwa Securities America	11/28/01	11/29/01	29,147,000	2.040	1,651.66
Greenwich Capital Mkts	11/29/01	11/30/01	14,132,000	2.040	800.81
Greenwich Capital Mkts	11/29/01	11/30/01	20,251,000	2.040	1,147.56
Greenwich Capital Mkts	11/29/01	11/30/01	21,366,000	2.040	1,210.74
Greenwich Capital Mkts	11/29/01	11/30/01	38,272,000	2.040	2,168.75
Paribas Corporation	11/30/01	12/03/01	14,133,000	2.050	2,414.39
Paribas Corporation	11/30/01	12/03/01	21,367,000	2.050	3,650.20
Paribas Corporation	11/30/01	12/03/01	38,274,000	2.050	6,538.48

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Reverse Repurchase Transactions (All transactions are executed simultaneously with a like repurchase agreement)

<u>Dealer</u>	<u>Sale Date</u>	<u>Purchase Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Paid</u>
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No transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

REPORT B: In addition to the transactions described in Report A of this report, the Executive Director also reports the following transactions during the period November 1, 2001 through November 30, 2001, pertaining to investments in United States Treasury securities and interest rate options contracts with respect to United States Treasury securities pursuant to the guidelines established by the Board of Commissioners on August 25, 1988.

Options Transactions - Purchased

Transaction <u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Price</u>	Exercise <u>Price</u>	Expirations/ <u>Settlement</u>	<u>Dealer</u>	Option <u>Premium</u>
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Options Transactions - Sold

Transaction <u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Price</u>	Exercise <u>Price</u>	Expirations/ <u>Settlement</u>	<u>Dealer</u>	Option <u>Premium</u>
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No new transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

REPORT C: In addition to the transactions described in Report A and B, the Executive Director also reports the following transactions during the period November 1, 2001 through November 30, 2001, pertaining to the execution or cancellation of Interest Rate Exchange Contracts pursuant to the guidelines established by the Board of Commissioners on December 10, 1992.

Interest Rate Exchange Contracts

<u>Date</u>	<u>Counterparty</u>	<u>Notional Amount</u>	<u>Start Date</u>	<u>Termination Date</u>	<u>Fixed Interest Rate Paid</u>
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No new transactions this period.

As of November 30, 2001, the Port Authority has interest rate exchange contracts in place on notional amounts totaling \$757 million, including \$382 million pertaining to refundings and \$100 million of reversals.

REPORT D: In addition to the transactions described in Report A, B and C, the Executive Director also reports the following transactions during the period November 1, 2001 and November 30, 2001 under the Variable Rate Master Note Program as amended and supplemented through October 13, 1994.

Variable Rate Master Note Placements

<u>Date of Issuance</u>	<u>Amount</u>	<u>Purchaser</u>	<u>Term</u>	<u>Variable Rate Index</u>
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No new transactions this period.

INVESTMENTS AND DEPOSITS

The Committee on Finance reported, for information only, that in accordance with authority granted by the Committee, the Executive Director had authorized the following security transactions, time accounts, interest rate exchange contracts and variable rate master note agreements during the period December 1, 2001 through December 31, 2001.

REPORT A:**Purchase of Port Authority Bonds**

(Unless otherwise noted, all Port Authority Bonds are callable at par).

<u>Purchase</u> <u>Date</u>	<u>Par</u> <u>Value</u>	<u>Description</u>	<u>Coupon</u> <u>Rate</u>	<u>Maturity</u> <u>Date</u>	<u>Purchase</u> <u>Price</u>	<u>Call</u> <u>Year</u>	<u>YTC</u> <u>@ Cost</u>	<u>BEY</u> <u>@ Cost</u>	<u>Total</u> <u>Principal</u>	<u>Dealer</u>
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No new transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/03/01	\$ 12,000,000	APO-JFK	6.375%	12/01/15	99.90	--	6.386%	\$ 11,988,000.00	JFKIAT-APO
12/03/01	20,000,000	UBSFIN CP	--	12/04/01	99.99	2.100%	2.129	19,998,833.34	UBS Warburg
12/03/01	50,000,000	UBSFIN CP	--	12/04/01	99.99	2.100	2.129	49,997,083.35	UBS Warburg
12/04/01	40,000,000	CITICORP CP	--	12/05/01	99.99	1.970	1.997	39,997,811.12	Citicorp
12/04/01	50,000,000	UBSFIN CP	--	12/07/01	99.98	1.970	1.998	49,991,791.65	UBS Warburg
12/04/01	50,000,000	UBSFIN CP	--	12/07/01	99.98	1.970	1.998	49,991,791.65	UBS Warburg
12/05/01	50,000,000	CITICORP CP	--	12/06/01	99.99	1.910	1.937	49,997,347.20	Citicorp
12/05/01	50,000,000	CITICORP CP	--	12/06/01	99.99	1.910	1.937	49,997,347.20	Citicorp
12/06/01	15,000,000	CITICORP CP	--	12/12/01	99.97	1.850	1.876	14,995,375.01	Citicorp
12/06/01	50,000,000	US T-BILL	--	12/27/01	99.90	1.765	1.791	49,948,520.85	Fuji Securities
12/06/01	50,000,000	US T-BILL	--	01/24/02	99.77	1.700	1.728	49,884,305.55	Fuji Securities
12/06/01	50,000,000	CITICORP CP	--	12/12/01	99.97	1.850	1.876	49,984,583.35	Citicorp

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/07/01	\$ 40,000,000	UBSFIN CP	--	12/10/01	99.98	1.850%	1.876%	\$ 39,993,833.32	UBS Warburg
12/07/01	50,000,000	FNDN	--	01/18/02	99.80	1.740	1.768	49,898,500.00	UBS Warburg
12/07/01	50,000,000	FNDN	--	01/18/02	99.80	1.740	1.768	49,898,500.00	UBS Warburg
12/10/01	46,000,000	UBSFIN CP	--	12/11/01	99.99	1.900	1.926	45,997,572.21	UBS Warburg
12/10/01	50,000,000	GECC CP	--	12/21/01	99.95	1.770	1.796	49,972,958.35	General Electric Capital
12/10/01	50,000,000	UBSFIN CP	--	12/11/01	99.99	1.900	1.926	49,997,361.10	UBS Warburg
12/11/01	13,000,000	GECC CP	--	12/12/01	99.99	1.720	1.744	12,999,378.89	General Electric Capital
12/11/01	50,000,000	UBSFIN CP	--	12/12/01	99.99	1.750	1.774	49,997,569.45	UBS Warburg
12/11/01	50,000,000	UBSFIN CP	--	12/12/01	99.99	1.750	1.774	49,997,569.45	UBS Warburg
12/12/01	15,000,000	CITICORP CP	--	12/18/01	99.97	1.760	1.785	14,995,600.01	Citicorp
12/12/01	50,000,000	UBSFIN CP	--	12/17/01	99.98	1.720	1.744	49,988,055.55	UBS Warburg
12/12/01	50,000,000	UBSFIN CP	--	12/17/01	99.98	1.720	1.744	49,988,055.55	UBS Warburg

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/12/01	\$ 50,000,000	CITICORP CP	--	12/18/01	99.97	1.760%	1.785%	\$ 49,985,333.35	Citicorp
12/13/01	25,000,000	US T-BILL	--	02/14/02	99.72	1.620	1.647	24,929,125.00	Fuji Securities
12/13/01	25,000,000	FHDN	--	01/09/02	99.87	1.680	1.705	24,968,500.00	Merrill Lynch
12/13/01	27,000,000	US T-BILL	--	02/14/02	99.72	1.620	1.647	26,923,455.00	Fuji Securities
12/13/01	30,000,000	FHDN	--	01/09/02	99.87	1.680	1.705	29,962,200.00	Merrill Lynch
12/13/01	47,700,000	US T-BILL	--	01/10/02	99.87	1.620	1.645	47,639,898.00	Legg Mason
12/13/01	50,000,000	US T-BILL	--	01/10/02	99.87	1.620	1.645	49,937,000.00	Legg Mason
12/13/01	50,000,000	US T-BILL	--	02/14/02	99.72	1.620	1.647	49,858,250.00	Fuji Securities
12/17/01	32,000,000	UBSFIN CP	--	12/18/01	99.99	1.880	1.906	31,998,328.90	UBS Warburg
12/17/01	50,000,000	FMCDN	--	01/15/02	99.86	1.720	1.746	49,930,722.20	Merrill Lynch
12/17/01	50,000,000	FMCDN	--	01/15/02	99.86	1.730	1.756	49,930,319.45	Merrill Lynch
12/17/01	50,000,000	UBSFIN CP	--	12/18/01	99.99	1.880	1.906	49,997,388.90	UBS Warburg

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/18/01	\$ 15,000,000	US T-BILL	--	02/07/02	99.76	1.690%	1.718%	\$ 14,964,087.50	Legg Mason
12/18/01	35,000,000	UBSFIN CP	--	12/19/01	99.99	1.780	1.805	34,998,269.46	UBS Warburg
12/18/01	50,000,000	FMCDN	--	01/15/02	99.86	1.750	1.777	49,931,944.45	UBS Warburg
12/18/01	50,000,000	US T-BILL	--	02/07/02	99.76	1.690	1.718	49,880,291.65	Legg Mason
12/18/01	50,000,000	UBSFIN CP	--	12/19/01	99.99	1.780	1.805	49,997,527.80	UBS Warburg
12/19/01	25,000,000	FHDN	--	01/16/02	99.86	1.750	1.777	24,965,972.23	UBS Warburg
12/19/01	27,000,000	UBSFIN CP	--	12/20/01	99.99	1.730	1.754	26,998,702.49	UBS Warburg
12/19/01	50,000,000	CITICORP CP	--	12/26/01	99.97	1.790	1.815	49,982,597.20	Citicorp
12/19/01	50,000,000	UBSFIN CP	--	12/20/01	99.99	1.730	1.754	49,997,597.20	UBS Warburg
12/20/01	30,000,000	US T-BILL	--	12/27/01	99.97	1.670	1.694	29,990,258.34	S.G. COWEN
12/20/01	46,000,000	UBSFIN CP	--	12/21/01	99.99	1.690	1.714	45,997,840.58	UBS Warburg
12/20/01	47,500,000	US T-BILL	--	01/31/02	99.81	1.640	1.666	47,409,116.68	S.G. COWEN

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/20/01	\$ 50,000,000	US T-BILL	--	12/27/01	99.97	1.670%	1.694%	\$ 49,983,763.90	Greenwich Capital Mkts
12/20/01	50,000,000	US T-BILL	--	12/27/01	99.97	1.670	1.694	49,983,763.90	Greenwich Capital Mkts
12/20/01	50,000,000	GECC CP	--	12/31/01	99.95	1.720	1.745	49,973,722.20	General Electric Capital
12/21/01	35,000,000	CITICORP CP	--	01/04/02	99.93	1.870	1.897	34,974,547.23	Citicorp
12/21/01	41,000,000	UBSFIN CP	--	12/26/01	99.98	1.720	1.744	40,990,205.55	UBS Warburg
12/26/01	13,000,000	UBSFIN CP	--	12/27/01	99.99	1.840	1.866	12,999,335.56	UBS Warburg
12/26/01	50,000,000	FMCDN	--	01/22/02	99.87	1.765	1.792	49,933,812.50	Greenwich Capital Mkts
12/26/01	50,000,000	CITICORP CP	--	01/02/02	99.96	1.920	1.947	49,981,333.35	Citicorp
12/26/01	50,000,000	UBSFIN CP	--	12/27/01	99.99	1.840	1.866	49,997,444.45	UBS Warburg
12/27/01	24,550,000	US T-BILL	--	01/10/02	99.94	1.600	1.623	24,534,724.45	S.G. COWEN
12/27/01	33,315,000	US T-BILL	--	01/03/02	99.97	1.675	1.699	33,304,149.50	S.G. COWEN
12/27/01	50,000,000	US T-BILL	--	01/17/02	99.90	1.645	1.669	49,952,020.85	Fuji Securities

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/27/01	\$ 50,000,000	US T-BILL	--	01/24/02	99.87	1.670%	1.695%	\$ 49,935,055.55	Fuji Securities
12/27/01	50,000,000	US T-BILL	--	01/24/02	99.87	1.730	1.756	49,932,722.20	Fuji Securities
12/27/01	50,000,000	UBSFIN CP	--	01/07/02	99.94	1.990	2.019	49,969,597.20	UBS Warburg
12/27/01	50,000,000	UBSFIN CP	--	12/28/01	99.99	2.000	2.028	49,997,222.20	UBS Warburg
12/28/01	15,000,000	CITICORP CP	--	01/04/02	99.96	1.910	1.937	14,994,429.17	Citicorp
12/28/01	21,000,000	GECC CP	--	01/03/02	99.97	2.020	2.049	20,992,929.99	General Electric Capital
12/28/01	50,000,000	US T-BILL	--	01/24/02	99.87	1.700	1.726	49,936,250.00	Legg Mason
12/28/01	50,000,000	FMCDN	--	01/22/02	99.88	1.760	1.787	49,938,888.90	Merrill Lynch
12/28/01	50,000,000	UBSFIN CP	--	01/07/02	99.95	1.930	1.958	49,973,194.45	UBS Warburg
12/31/01	10,000,000	GECC CP	--	01/03/02	99.99	1.580	1.602	9,998,683.33	General Electric Capital
12/31/01	18,600,000	GECC CP	--	01/03/02	99.99	1.580	1.602	18,597,550.99	General Electric Capital
12/31/01	25,000,000	US T-BILL	--	02/07/02	99.82	1.680	1.706	24,955,666.68	Legg Mason

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Purchase of Securities (Cont.)

Purchase Date	Par Value	Description	Coupon Rate	Maturity Date	Purchase Price	Discount Rate	BEY @Cost	Principal	Dealer
12/31/01	\$ 27,500,000	US T-BILL	--	02/07/02	99.82	1.680%	1.706%	\$ 27,451,233.34	Legg Mason
	<u>\$ 2,927,165,000</u>							<u>\$ 2,924,954,717.97</u>	

BEY - Bond Equivalent Yield

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Sale of Securities

<u>Sale</u> <u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Coupon</u> <u>Rate</u>	<u>Maturity</u> <u>Date</u>	<u>Sale</u> <u>Price</u>	<u>Discount</u> <u>Rate</u>	<u>Principal</u>	<u>Dealer</u>
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No transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Fuji Securities	12/03/01	12/04/01	\$ 13,730,000	2.070%	\$ 789.48
Fuji Securities	12/03/01	12/04/01	21,320,000	2.070	1,225.90
Fuji Securities	12/03/01	12/04/01	37,369,000	2.070	2,148.72
Lehman Brothers	12/04/01	12/05/01	12,957,000	1.980	712.64
Lehman Brothers	12/04/01	12/05/01	20,836,000	1.980	1,145.98
Lehman Brothers	12/04/01	12/05/01	33,269,000	1.980	1,829.80
Zions First National Bank	12/05/01	12/06/01	12,956,000	1.890	680.19
Zions First National Bank	12/05/01	12/06/01	20,837,000	1.890	1,093.94
Zions First National Bank	12/05/01	12/06/01	31,565,000	1.890	1,657.16
Lehman Brothers	12/06/01	12/10/01	12,090,000	1.850	2,485.17
Nomura Securities	12/06/01	12/07/01	12,947,000	1.875	674.32
Nomura Securities	12/06/01	12/07/01	20,829,000	1.875	1,084.84

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Nomura Securities	12/06/01	12/07/01	\$ 29,841,000	1.875%	\$ 1,554.22
Nomura Securities	12/06/01	12/07/01	48,510,000	1.875	2,526.56
Lehman Brothers	12/06/01	12/10/01	48,955,000	1.850	10,062.97
Lehman Brothers	12/06/01	12/10/01	48,955,000	1.850	10,062.97
Daiwa Securities America	12/07/01	12/10/01	1,181,000	1.820	179.12
Daiwa Securities America	12/07/01	12/10/01	1,195,000	1.820	181.24
Daiwa Securities America	12/07/01	12/10/01	3,906,000	1.820	592.41
Daiwa Securities America	12/07/01	12/10/01	11,753,000	1.820	1,782.54
Daiwa Securities America	12/07/01	12/10/01	16,924,000	1.820	2,566.81
Daiwa Securities America	12/07/01	12/10/01	24,479,000	1.820	3,712.65
Daiwa Securities America	12/07/01	12/10/01	25,949,000	1.820	3,935.60
Daiwa Securities America	12/07/01	12/10/01	26,746,000	1.820	4,056.48

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Paribas Corporation	12/10/01	12/11/01	\$ 11,925,000	1.860%	\$ 616.13
Paribas Corporation	12/10/01	12/11/01	20,752,000	1.860	1,072.19
Paribas Corporation	12/10/01	12/11/01	26,264,000	1.860	1,356.97
Paribas Corporation	12/10/01	12/11/01	51,692,000	1.860	2,670.75
Lehman Brothers	12/11/01	12/12/01	11,829,000	1.700	558.59
Lehman Brothers	12/11/01	12/12/01	19,397,000	1.700	915.97
Lehman Brothers	12/11/01	12/12/01	19,491,000	1.700	920.41
Lehman Brothers	12/11/01	12/12/01	48,590,000	1.700	2,294.53
Fuji Securities	12/12/01	12/13/01	11,829,000	1.750	575.02
Fuji Securities	12/12/01	12/13/01	19,398,000	1.750	942.96
Fuji Securities	12/12/01	12/13/01	25,282,000	1.750	1,228.99
Nomura Securities	12/12/01	12/13/01	29,326,000	1.760	1,433.72

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Nomura Securities	12/12/01	12/13/01	\$ 33,674,000	1.760%	\$ 1,646.28
Fuji Securities	12/12/01	12/13/01	42,802,000	1.750	2,080.65
Daiwa Securities America	12/13/01	12/17/01	11,496,000	1.730	2,209.79
Daiwa Securities America	12/13/01	12/17/01	17,500,000	1.730	3,363.89
Daiwa Securities America	12/13/01	12/17/01	19,340,000	1.730	3,717.58
Daiwa Securities America	12/13/01	12/17/01	50,206,000	1.730	9,650.71
UBS Warburg	12/14/01	12/17/01	33,000,000	1.830	5,032.50
Fuji Securities	12/17/01	12/18/01	11,467,000	1.870	595.65
Fuji Securities	12/17/01	12/18/01	18,870,000	1.870	980.19
Fuji Securities	12/17/01	12/18/01	19,331,000	1.870	1,004.14
Fuji Securities	12/17/01	12/18/01	48,806,000	1.870	2,535.20
Nomura Securities	12/18/01	12/19/01	11,468,000	1.770	563.84

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Nomura Securities	12/18/01	12/19/01	\$ 19,332,000	1.770%	\$ 950.49
Nomura Securities	12/18/01	12/19/01	19,708,000	1.770	968.98
Nomura Securities	12/18/01	12/19/01	47,971,000	1.770	2,358.57
Paribas Corporation	12/19/01	12/20/01	2,093,000	1.720	100.00
Paribas Corporation	12/19/01	12/20/01	10,000,000	1.720	477.78
Paribas Corporation	12/19/01	12/20/01	11,468,000	1.720	547.92
Paribas Corporation	12/19/01	12/20/01	19,333,000	1.720	923.69
Paribas Corporation	12/19/01	12/20/01	55,589,000	1.720	2,655.92
Lehman Brothers	12/20/01	12/26/01	153,000	1.660	42.33
Lehman Brothers	12/20/01	12/26/01	10,654,000	1.660	2,947.61
Lehman Brothers	12/20/01	12/26/01	16,998,000	1.660	4,702.78
Lehman Brothers	12/20/01	12/26/01	51,100,000	1.660	14,137.67

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
UBS Warburg	12/21/01	12/24/01	\$ 40,000,000	1.720%	\$ 5,733.33
Fuji Securities	12/26/01	12/27/01	3,273,000	1.800	163.65
Fuji Securities	12/26/01	12/27/01	6,053,000	1.800	302.65
Fuji Securities	12/26/01	12/27/01	15,795,000	1.800	789.75
Fuji Securities	12/26/01	12/27/01	17,693,000	1.800	884.65
Fuji Securities	12/26/01	12/27/01	23,211,000	1.800	1,160.55
Fuji Securities	12/26/01	12/27/01	32,307,000	1.800	1,615.35
Daiwa Securities America	12/27/01	12/28/01	4,050,000	1.980	222.75
Nomura Securities	12/27/01	01/02/02	5,163,000	1.900	1,634.95
Daiwa Securities America	12/27/01	12/28/01	8,950,000	1.980	492.25
Nomura Securities	12/27/01	01/02/02	15,470,000	1.900	4,898.83
Nomura Securities	12/27/01	01/02/02	18,997,000	1.900	6,015.72

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Repurchase Transactions (Cont.)

<u>Dealer</u>	<u>Purchase Date</u>	<u>Sale Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Earned</u>
Daiwa Securities America	12/27/01	12/28/01	\$ 22,501,000	1.980%	\$ 1,237.56
Daiwa Securities America	12/27/01	12/28/01	36,029,000	1.980	1,981.60
Nomura Securities	12/27/01	01/02/02	48,877,000	1.900	15,477.72
Nomura Securities	12/27/01	01/02/02	48,877,000	1.900	15,477.72
Daiwa Securities America	12/27/01	12/28/01	51,470,000	1.980	2,830.85

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Reverse Repurchase Transactions (All transactions are executed simultaneously with a like repurchase agreement)

<u>Dealer</u>	<u>Sale Date</u>	<u>Purchase Date</u>	<u>Par Value</u>	<u>Interest Rate</u>	<u>Total Interest Paid</u>
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No transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

REPORT B: In addition to the transactions described in Report A of this report, the Executive Director also reports the following transactions during the period December 1, 2001 through December 31, 2001, pertaining to investments in United States Treasury securities and interest rate options contracts with respect to United States Treasury securities pursuant to the guidelines established by the Board of Commissioners on August 25, 1988.

No new transactions this period.

Options Transactions - Purchased

Transaction				Exercise	Expirations/		Option
<u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Price</u>	<u>Price</u>	<u>Settlement</u>	<u>Dealer</u>	<u>Premium</u>

Options Transactions - Sold

Transaction				Exercise	Expirations/		Option
<u>Date</u>	<u>Par Value</u>	<u>Description</u>	<u>Price</u>	<u>Price</u>	<u>Settlement</u>	<u>Dealer</u>	<u>Premium</u>

No new transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

REPORT C: In addition to the transactions described in Report A and B, the Executive Director also reports the following transactions during the period December 1, 2001 through December 31, 2001, pertaining to the execution or cancellation of Interest Rate Exchange Contracts pursuant to the guidelines established by the Board of Commissioners on December 10, 1992.

Interest Rate Exchange Contracts

<u>Date</u>	<u>Counterparty</u>	<u>Notional Amount</u>	<u>Start Date</u>	<u>Termination Date</u>	<u>Fixed Interest Rate Paid</u>	<u>Variable Interest Rate Received</u>
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No new transactions this period.

As of December 31, 2001, the Port Authority has interest rate exchange contracts in place on notional amounts totaling \$757 million, including \$382 million pertaining to refundings and \$100 million of reversals.

REPORT D: In addition to the transactions described in Report A, B and C, the Executive Director also reports the following transactions during the period December 1, 2001 and December 31, 2001 under the Variable Rate Master Note Program as amended and supplemented through October 13, 1994.

Variable Rate Master Note Placements

<u>Date of Issuance</u>	<u>Amount</u>	<u>Purchaser</u>	<u>Term</u>	<u>Variable Rate Index</u>
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No new transactions this period.

INVESTMENTS, DEPOSITS, INTEREST RATE EXCHANGE CONTRACTS AND VARIABLE RATE MASTER NOTE PLACEMENTS

Report E: In addition to the transactions described in Report A, B, C, and D, the Executive Director also reports the following activity under the Futures Program authorized by the Board of Commissioners on December 10, 1987, during the period October 1, 2001 through December 31, 2001 involving the use of the Municipal Bond Futures Contracts (Muni) and the United States Treasury Bond Futures Contracts (T-Bonds) traded on the Chicago Board of Trade to manage the interest rate exposure on the future issuance of Consolidated Bonds and Notes.

Hedge for Consolidated Bonds:

<u>Date</u>	<u>Action</u>	<u>Number of Contracts</u>	<u>Short Position</u>	<u>Gains/(Losses) on Series Hedge</u>	<u>Amount of Prospective Port Authority Debt Hedged</u>	<u>Estimated (Increase)/Decrease in Borrowing Costs on Portion of Debt Hedged</u>
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No outstanding Hedge during the 4th Quarter 2001.

INSURANCE TRANSACTIONS - January 1, 2001 THROUGH DECEMBER 31, 2001

The Executive Director reported, for information only, that the following insurance transactions have taken place during the period January 1, 2001 through December 31, 2001 pursuant to Article XII, Paragraph (n) of the By-Laws:

POLICY/ COVERAGE	LIMITS SIR/DEDUCTIBLE	TERM	AUTHORIZED ANNUAL PREMIUM	CARRIERS
Business Automobile Insurance	\$1M combined single limit per occurrence; \$1M uninsured and underinsured motorists; \$5000 medical payments; maximum personal injury coverage SIR-None	03/01/01 to 03/01/02	\$25,000	St. Paul Fire & Marine Insurance Company
Workers' Compensation Coverage for the Government & Community Relations Office Washington, D.C.	Statutory SIR-None	05/07/01 to 05/07/02	\$2,294	Travelers Property and Casualty
Excess Boiler and Machinery Insurance and Inspection Services	\$1,600,000 each accident \$500,000 deductible	07/01/01 to 07/01/02	\$47,000	Chubb Group of Insurance Companies

RENEWAL NOTES

- Automobile Liability Insurance, which covers the Port Authority for the use of PA vehicles by certain executive staff, was renewed for a one-year period commencing March 1, 2001 from St. Paul Fire & Marine Insurance Company through Commerce National Insurance Services, the broker, at a total premium cost not to exceed \$25,000. St. Paul Fire & Marine Insurance Company provided the same terms and conditions as the expiring coverage. An initial renewal premium of \$15,950 represents an increase of approximately 6% over the previous one-year period. The increase reflects not only a hardening insurance market, but also executive staffing and garage location changes. It is anticipated that additional premium may be needed as a contingency for coverage of additional vehicles, as well as other changes in executive staffing and locations where the vehicles are garaged.
- The Excess Boiler & Machinery Insurance, which covers boilers and other scheduled property at various Port Authority facilities and its subsidiaries, with a coverage limit of \$1.6 million for any one accident or other covered event, subject to a \$500,000 deductible, was renewed for a one-year term effective July 1, 2001 with the Chubb Group of Insurance Companies. Coverage was placed through incumbent broker Massey Insurance Agency at a total premium not to exceed \$47,000.
- Workers' Compensation Insurance covering the Government and Community Relations Office located in the District of Columbia was renewed for a one-year period commencing May 7, 2001. Coverage was placed through incumbent broker E.G Bowman Co., Inc., an MBE/WBE, at an estimated annual premium of \$2,294. The renewal premium reflects a \$52.00 increase over the previous one-year policy period. Since premiums are established by statute in the District of Columbia, there is no advantage to the Port Authority in soliciting competitive premium quotations.

Whereupon, the meeting was adjourned.

Acting Secretary