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NEW JERSEY
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185 W. STATE ST.
TRENTON, N.J.

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Governor Thomas H. Kean



The Honorable Thomas H. Kean,
Governor of the State of New Jersey
The Honorable Members of the New Jersey Legislature

We herewith submit the 1987 Annual Report of the Educational Facilities Authority on behalf of the members. The Authority is pleased to have been of continued service to the New Jersey community of colleges and universities.

The year 1987 was the Authority's twenty-first year of operations. It presented us with challenges and opportunities relating directly to the financing services we offer to New Jersey's colleges and universities. The impact of the Tax Reform Act of 1986 became increasingly clear; the Act is not friendly to higher education. Record keeping and reporting requirements associated with the Act to satisfy Federal requirements are time consuming and expensive. The arbitrage rebate requirements will make it more expensive to build new buildings. Investment earnings on construction funds could earlier be used to offset construction costs. These earnings must now be rebated to the federal government, in effect a tax on non-profit entities and tax-exempt organizations. The restriction on earnings of funds to be applied to the amortization of indebtedness will force student fees higher. Restrictive regulations relating to the advanced refunding of bonds that carry high rates of interest are counterproductive to sound fiscal management.

The Authority issued six series of bonds in 1987 at a par amount of \$72,240,000; the issues benefitted four colleges and universities in the private sector and provided for new construction, major building renovations and two refundings. For the first time in a number of years the financing activity for public institutions was very light - two issues for a total of \$3,475,000. This may be attributable to the State Colleges being in the first year of their autonomous status and time being devoted to planning for future capital program financing requirements.

While data are not available to quantify the effect of the Authority financed construction projects, in terms of jobs for New Jersey citizens, suffice it to say that the expenditure of almost \$1 billion for labor, construction materials, furniture and furnishings has had a major impact on the economy of the State.

The Authority reported last year on the need for amendments to its Act:

- Legislation was requested to repeal the requirement that construction projects for State College work be bid and awarded on the basis of multiple prime contracts. The Authority has such power for private college work; Rutgers University, The University of Medicine and Dentistry and the county colleges can award contracts on a single bid basis. Building with multiple primes is wasteful of money and time and fosters a lack of coordination of the work.
- Legislation was also requested to permit the Authority to finance non-revenue producing projects for the State Colleges; again, the Authority has this power for institutions in the private sector. The State Colleges derived this power with autonomy. Bills were introduced in the 1987 session by Assemblyman Jeffrey Moran and Senator John Lynch to accomplish this end. The bills were not acted upon before the 1987 session ended. They have been introduced again as A1137 and S416.

Neither amendment impacts appropriations; your favorable consideration is requested.

It is anticipated that 1988 will be an active year. From among the 24 institutions for which financings are in place, there are discussions underway with a number of them for a variety of projects that will require bonding of approximately \$100,000,000.

Respectfully submitted,

Barton Harrison *E. J. Bambach*

Barton E. Harrison
Chairman

Edward J. Bambach
Executive Director

Authority Members

Left to right from top,

Barton E. Harrison,
Chairman

James D. Compton,
Vice Chairman

Richard Lane Miller,
Treasurer

William L. Kirchner, Jr., Esq.

Sidney M. Weinstein, Ph.D.

T. Edward Hollander, (Ex-Officio)

Feather O'Connor, (Ex-Officio)



Authority Staff

Seated from left,

Edward J. Bambach
Executive Director

Joan A. Panacek
Deputy Executive Director

Standing from left,

Donald D. Uyhazi
Controller

Cynthia K. Zytka

Gary S. Potts

Debra L. Paterson



The New Jersey Educational Facilities Authority was created under the provisions of Chapter 106, Public Laws of 1966 as a public body corporate of the State of New Jersey.

The Legislature in establishing the Authority, determined that its policies shall be established, and its operations governed, by a Board of Directors composed of seven members. Five of the members of the Board are appointed by the Governor from the public sector to serve terms of five years each. The Board also includes two members who serve ex officio. They are the State Treasurer and the Chancellor of Higher Education.

The Authority was established to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell tax-exempt bonds, notes and other obligations. While the Authority may finance only revenue producing facilities on public college campuses, it is not so restricted for the independent institutions, and may finance academic facilities as well.

The obligations incurred by the Authority in issuing its securities are exclusively those of the Authority and do not place an obligation on, or have the guarantee of, the State of New Jersey for repayment of interest or principal.

The powers of the Authority are broad. New Jersey Statutes Annotated 18A:72A-3 provides that the Authority may finance the construction of educational facilities that are "suitable for use as a residence hall, dining hall, student union, administration building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, and parking maintenance, storage or utility facility and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship."



At the construction site of the School of Business Administration at Rider College are (from left): Richard S. Ruch, Dean of the School of Business Administration; James D. Compton, Vice Chairman; Barton E. Harrison, Chairman; Frank N. Elliott, President, Rider College; Edward J. Bambach, Executive Director; R. Lane Miller, Treasurer; J. Barton Luedeke, Vice President for Academic Affairs; William D. McGarry, Vice President for Business and Finance

Major Activities in 1987

Six bond issues were sold in 1987 for various private and public institutions:

- **Princeton University, 1987 Series A**, in the principal amount of \$28,785,000, the proceeds of which are being used to continue the renovation and rehabilitation project begun in 1982 and to refund the callable portion of the 1982 Series, Project A bond issue;
- **Rider College, 1987 Series B**, in the principal amount of \$21,400,000, the proceeds of which are being used for the construction of a School of Business Administration building, various campus improvements and the refinancing of certain existing indebtedness;
- **Monmouth College, 1987 Series C**, in the principal amount of \$1,750,000, the proceeds of which are being used for the construction of a student housing facility;
- **Princeton University, 1987 Series B**, in the principal amount of \$22,285,000, the proceeds of which are being used to continue the renovation and rehabilitation project begun in 1982;
- **Jersey City State College, Series 1987 A**, in the principal amount of \$2,475,000, the proceeds of which are being used for the construction of a dormitory and Cooperative Education Center and the refunding of the Series 1971 B bond issue;
- **Richard Stockton State College, Series 1987 B**, in the principal amount of \$1,000,000, the proceeds of which are being used for the construction of a convenience center adjacent to the housing facilities.

The Authority also took advantage of the Federal government offer to discharge bond obligations owing the U.S. Department of Education at a deep discount from par; Trenton State College contributed funds to discharge the Series 1976 E bond issue at a savings of \$308,609.



Jersey City State College
Cooperative Education Center

General

As provided by the Act, the Authority is permitted several procedures for financing projects - becoming the owner of the property and entering into all project-related contracts; designating an institution to act as its agent for project development; and providing a loan for the construction of a project in accordance with a loan agreement and plans and specifications approved by the Authority.

Types of Financings Provided to Date and Credit Enhancements

In working with its college and university clients, the Authority structures the most attractive financing package available. They include the following:

- Bond Anticipation Notes - which are interim short-term obligations used to provide funds for construction. Thru 1987, the Authority has sold \$356 million of such obligations.
- Fixed Rate Long Term Bond Issues - which have been structured to provide either level debt service payments, or interest payments with a bullet payment of principal.
- Variable Rate Bond Issues - wherein the interest rate varies according to a certain formula, and is adjusted periodically (weekly, quarterly, semi annually or annually).
- Refundings - wherein a new bond issue is sold and the proceeds are used (either immediately or in the future) to pay debt service on and retire an outstanding issue previously sold for the same project. Refundings have been done by the Authority to save interest costs and change certain covenants.

Depending on the circumstances and structures, bond issues may be collateralized or bond insurance may be purchased -- both of which have resulted in higher ratings from the rating agencies and lower interest costs to the particular institution.

For the past several years, the Authority has issued parity obligations - issues with claim on the same underlying security for and source of payment of annual rentals equally with other outstanding issues.

Federal Assistance

The Authority has been instrumental in obtaining the assistance of the United States Government through its program of interest grant subsidies for college facilities.

The Agreements in force for 19 projects provide annual interest payments of approximately \$1,600,000.

The benefits of these interest subsidies relates directly to lower annual fee charges to students for the use of Authority-financed projects.

Bonds Fund Investments and Reserves

The Resolutions under which the Authority markets its bonds and which, in fact, become a contract between the bondholders and the Authority, may require that appropriate reserves be established for the payment of debt service and the renewal and replacement of major equipment and components of the project.

The Debt Service Reserve Fund is established in an amount approximating the maximum interest and principal payment coming due in any one year and is available in the event that the revenues on any payment date are not sufficient to provide payments to the bondholders.

It has not been necessary at any time to draw on the assets of any of the Debt Service Reserve Funds for the payment of interest or principal.

As of December 31, 1987, the combined assets of all Debt Service Reserve Funds totalled approximately \$46.9 million.

Renewal and Replacement Accounts

The Renewal and Replacement Account requirement is established in an amount approximating 10% of the construction costs of the project, and is met by the deposit of equal, semi-annual payments.

Colleges may apply to the Authority for approval of the use of these funds to defray the cost of major project components.

The assets of all Renewal and Replacement Accounts at December 31, 1987 are approximately \$12.4 million. Due to favorable earnings, and the absence of the need for the withdrawal of monies, several issue of bonds were at their requirement earlier than intended.

Bond Amortization Procedures

PROJECT FEES, RENTS AND OTHER INCOME

PROJECT OPERATING ACCOUNT
(College Control & Custody)

Project Operating Expenses

Semi Annual Deposit
One Half of ANNUAL REQUIREMENT

RENTAL PLEDGE ACCOUNT/
PROJECT MORTGAGE FUND
(College Control in the Custody of the Trustee)

One Half of ANNUAL REQUIREMENT
▼ Payable to Trustee 12/20 and 6/20 Authority Administrative Fee
▼ Fiduciary Fees

BOND FUND
(Trusteed)

Revenue Fund

Debt Service Fund:
Interest Account, Principal Account,
Sinking Fund Account

Debt Service Reserve Fund

Renewal and Replacement Fund

Redemption Fund

Project Locations



- 1 Ramapo College of New Jersey, Mahwah**
Student Apartments (Phase I & II)
Campus Life Building
Dormitory
- 2 William Paterson College of New Jersey, Wayne**
Student Apartments
Student Union Building & Annex
Dormitory
- 3 Montclair State College, Upper Montclair**
Bohn Hall Dormitory
Student Union Building
Clove Road Housing
Intramural Playfields
Blanton Hall Dormitory
- 4 Drew University, Madison**
Library Facility
Computer Acquisition
- 5 Fairleigh Dickinson University, Madison**
Dormitory Facilities
- 6 Institute for Advanced Study, Princeton**
Housing
- 7 Princeton University, Princeton**
Dining Hall
Renovation & Rehabilitation Work (Phases 1 - 5)
- 8 Princeton Theological Seminary, Princeton**
Academic Building
- 9 Rider College, Lawrenceville**
Student Union Building
School of Business Administration
- 10 Trenton State College, Trenton**
Travers-Wolfe Dormitory
College Community Center
Athletic Recreation Center
Sportsfield
Dormitory
Gymnasium Expansion
- 11 Glassboro State College, Glassboro**
Mansion Park Apartments
Student Union Building
Winans Hall
Edgewood Park Apartments
Triad Building
Dormitory
- 12 Rabbinical College of America, Morristown**
Housing
- 13 Fairleigh Dickinson University, Rutherford**
Dormitory Facilities
Athletic Recreation Facility
- 14 Saint Peter's College, Jersey City**
Recreational Life Center
- 15 Stevens Institute of Technology, Hoboken**
Dormitory
- 16 Jersey City State College, Jersey City**
Apartment House
Student Union & Parking Facility
Dormitory & Co-op Center
- 17 Kean College of New Jersey, Union**
Student Apartments
Pingry Schools
- 18 New Jersey Institute of Technology, Newark**
Dormitory
Mechanical Engineering Building
Academic Facilities
- 19 Seton Hall University, Newark & South Orange**
Law School
Dormitory
Athletic Recreation Center
- 20 Union County College, Cranford**
Library/Classroom Building
- 21 Monmouth College, West Long Branch**
Student Union Building
Academic Building
Student Apartments
- 22 Ocean County College, Toms River**
Computer Facility
- 23 Rutgers, The State University, New Brunswick**
Student Apartments (Ryderson Lane)
- 24 Richard Stockton State College, Pomona**
Campus Life Building & Annex
Student Apartments
Dormitory
Student Housing
Convenience Center

Outstanding Obligations

The Authority has authorized and issued its obligations to finance projects at several public and private colleges and universities. The tabulation which follows describes each of such obligations including the principal amount currently outstanding.

Description of Issue	Final Maturity Date	Principal Amount of Original Issue	Principal Amount Outstanding on December 31, 1987
<u>Public College Revenue Bond Issues:</u>			
Glassboro State College Issue, Series 1971 A	7/1/2005	\$ 1,205,000	\$ 955,000
Jersey City State College Issue, Series 1971 B	7/1/1997	280,000	— 0 —
Trenton State College Issue, Series 1972 A	7/1/2007	9,270,000	7,395,000
Montclair State College Issue, Series 1972 B	7/1/2007	5,415,000	4,320,000
Ramapo College of New Jersey Issue, Series 1973 A	7/1/2003	1,760,000	1,285,000
Ramapo College of New Jersey Issue, Series 1973 B	7/1/1998	1,310,000	780,000
Richard Stockton State College Issue, Series 1973 C	7/1/2008	1,780,000	1,435,000
Richard Stockton State College Issue, Series 1973 D	7/1/2008	5,700,000	4,610,000
Rutgers - The State University Issue, Series 1974 A	7/1/2008	6,725,000	5,455,000
Kean College of New Jersey Issue, Series 1974 B	7/1/2008	7,960,000	6,455,000
William Paterson College of New Jersey Issue, Series 1974 C	7/1/2008	4,025,000	3,265,000
Montclair State College Issue, Series 1974 D	7/1/2008	6,425,000	5,350,000
Glassboro State College Issue, Series 1974 E	7/1/2009	6,080,000	5,135,000
Glassboro State College Issue, Series 1975 B	7/1/1990	580,000	142,000
William Paterson College of New Jersey Issue, Series 1976 A	7/1/2009	5,685,000	4,950,000
Glassboro State College Issue, Series 1976 B	7/1/2006	2,555,000	2,150,000
Ramapo College of New Jersey Issue, Series 1976 C	7/1/2006	2,525,000	2,125,000
Trenton State College Issue, Series 1976 D	7/1/2008	5,580,000	4,745,000
Trenton State College Issue, Series 1976 E	7/1/2008	1,086,000	— 0 —
Montclair State College Issue, Series 1977 A	7/1/2008	1,720,000	1,410,000
Montclair State College Issue, Series 1977 B	7/1/2008	988,000	741,000
Jersey City State College Refunding Issue, Series 1977 C	7/1/2010	8,570,000	7,300,000
Jersey City State College Issue, Special Obligation Bonds	7/1/1985	4,335,000	— 0 —
Ramapo College of New Jersey Issue, Series 1978 B	7/1/1993	100,000	55,000
Glassboro State College Issue, Series 1979 A	7/1/2009	1,710,000	1,510,000
Trenton State College Issue, Series 1979 B	1/1/1991	2,300,000	925,000
Ramapo College of New Jersey Issue, Series 1979 C	7/1/2004	1,325,000	1,085,000
Ocean County College Issue, Series 1980 A	7/1/1990	1,680,000	630,000
William Paterson College of New Jersey Issue, Series 1981 B	7/1/2011	5,000,000	4,515,000
New Jersey Institute of Technology Issue, Series 1982 A	7/1/1987	3,520,000	— 0 —
William Paterson College of New Jersey Issue, Series 1982 E	7/1/1998	2,200,000	1,860,000
Montclair State College Issue, Series 1983 A	7/1/2012	*	1,480,000
Montclair State College Issue, Series 1983 B	7/1/2012	*	765,000
Glassboro State College Issue, Series 1983 D	7/1/2013	3,500,000	3,335,000
Trenton State College Issue, Series 1983 E	7/1/1988	2,810,000	— 0 —

*Included in
"Refunded Bond Issues" category

Outstanding Obligations

Description of Issue	Final Maturity Date	Principal Amount of Original Issue	Principal Amount Outstanding on December 31, 1987
Richard Stockton State College Issue, Series 1985 A	7/1/2010	\$ 10,980,000	\$ 10,600,000
William Paterson College of New Jersey Issue, Series 1985 B	7/1/2011	13,700,000	13,330,000
Richard Stockton State College Issue, Series 1985 C	7/1/2001	4,370,000	4,040,000
Kean College of New Jersey Issue, Series 1985 D	7/1/1997	4,440,000	3,895,000
Glassboro State College Issue, Series 1985 E	7/1/1992	1,545,000	1,160,000
Richard Stockton State College Issue, Series 1985 F	7/1/2005	7,810,000	7,810,000
New Jersey Institute of Technology Issue, Series 1986 A	7/1/2006	26,775,000	26,775,000
New Jersey Institute of Technology Issue, Series 1986 B	7/1/2002	6,815,000	6,715,000
Glassboro State College Issue, Series 1986 C	7/1/2008	11,940,000	11,880,000
Trenton State College Issue, Series 1986 D	7/1/2004	10,050,000	9,930,000
Glassboro State College Issue, Series 1986 E	7/1/1998	3,280,000	3,200,000
Ramapo College of New Jersey Issue, Series 1986 F	7/1/2010	8,445,000	8,425,000
Trenton State College Issue, Series 1986 G	7/1/2007	10,400,000	10,360,000
Montclair State College Issue, Series 1986 H	7/1/2012	21,690,000	21,595,000
Montclair State College Issue, Series 1986 I	7/1/2012	11,010,000	10,955,000
Jersey City State College Issue, Series 1987 A	7/1/2007	2,475,000	2,475,000
Richard Stockton State College Issue, Series 1987 B	7/1/1997	1,000,000	1,000,000
Sub-total		<u>\$272,429,000</u>	<u>\$240,308,000</u>

Private College Bond Issues:

Rider College Issue, 1971 Series A	7/1/2009	\$ 3,700,000	\$ 3,050,000
Fairleigh Dickinson University Issue, 1972 Series A	7/1/2003	4,080,000	2,965,000
Union County College Issue, 1973 Series A	7/1/2003	3,635,000	2,655,000
Monmouth College Issue, 1975 Series A	7/1/2005	2,710,000	1,560,000
Seton Hall University Issue, 1976 Series A	7/1/2006	4,550,000	3,800,000
Saint Peter's College Refunding Issue, 1977 Series A	7/1/2008	7,290,000	6,020,000
Saint Peter's College Issue, Special Obligation Bonds	7/1/1985	3,630,000	— 0 —
The Institute for Advanced Study Issue, 1980 Series A	7/1/2011	8,775,000	8,000,000
Princeton University Project, 1982 Series, Project A	7/1/1992	*	1,665,000
Stevens Institute of Technology Issue, 1983 Series A	7/1/2003	5,350,000	4,870,000
Princeton University Project, 1984 Series, Project B	7/1/1999	52,885,000	48,290,000
Monmouth College Issue, 1985 Series A	7/1/2000	2,150,000	1,995,000
Princeton University Project, 1985 Series, Project C	7/1/2000	32,110,000	30,700,000
Seton Hall University Issue, 1985 Series, Project A	7/1/2010	31,985,000	31,570,000
Drew University Issue, 1985 Series B	2/1/2005	12,275,000	12,130,000

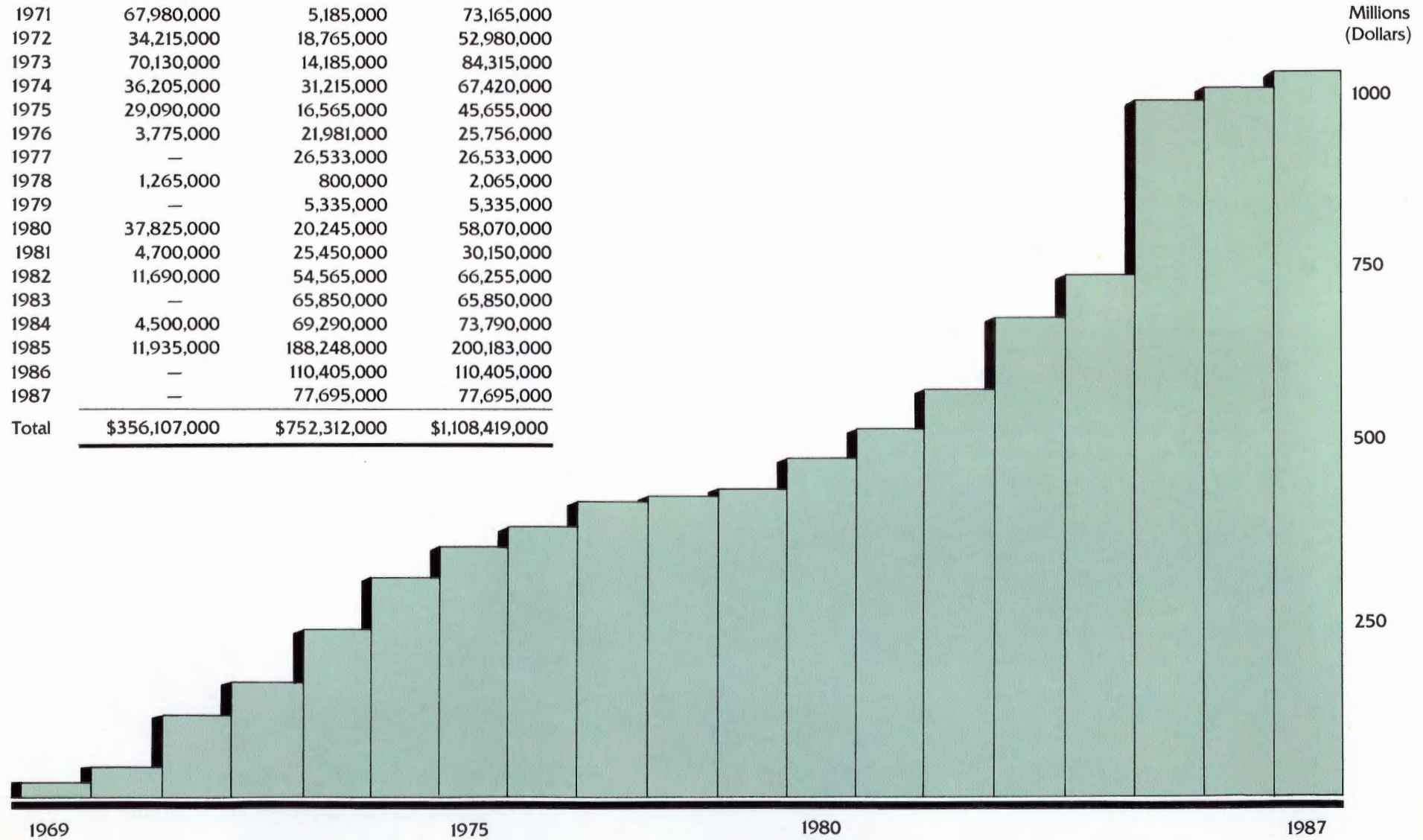
*Included in "Refunded Bond Issues" category

Description of Issue	Final Maturity Date	Principal Amount of Original Issue	Principal Amount Outstanding on December 31, 1987
Fairleigh Dickinson University Issue, 1985 Series C	4/1/2000	\$ 7,000,000	\$ 7,000,000
Rabbinical College of America Issue, 1985 Series D	4/1/2002	1,883,000	1,799,311
Princeton Theological Seminary Issue, 1985 Series E	7/1/1995	8,000,000	8,000,000
Floating Rate Weekly Demand College and University Equipment and Capital Improvement Revenue Bonds Issue, 1985 Series A ...	12/1/1995	50,000,000	48,900,000
Princeton University Issue, 1987 Series A	7/1/1997	28,785,000	28,785,000
Rider College Issue, 1987 Series B	7/1/2017	21,400,000	21,400,000
Monmouth College Issue, 1987 Series C	7/1/2002	1,750,000	1,750,000
Princeton University Issue, 1987 Series B	7/1/1997	22,285,000	22,285,000
Sub-total (Cumulative)		\$588,657,000	\$ 539,497,311
Refunded Bond Issues (Including Call Premiums):			
	Call Date		
Jersey City State College Issue, Series 1971 A	8/1/1987	\$ 280,000	\$ — 0 —
Saint Peter's College Issue, 1975 Series B	7/1/1985	6,000,000	— 0 —
Jersey City State College Issue, Series 1975 A	7/1/1985	7,275,000	— 0 —
Richard Stockton State College Issue, Series 1980 B	7/1/1990	9,790,000	9,582,750
William Paterson College of New Jersey Issue, Series 1981 A	7/1/1991	12,405,000	12,358,800
Richard Stockton State College Issue, Series 1981 D	7/1/1991	3,860,000	3,578,500
Kean College of New Jersey Issue, Series 1981 E	7/1/1991	4,185,000	3,917,950
Montclair State College Issue, Series 1982 B	7/1/1991	15,980,000	16,037,850
Montclair State College Issue, Series 1982 C	7/1/1991	8,245,000	8,273,550
Glassboro State College Issue, Series 1982 D	7/1/1987	1,760,000	— 0 —
New Jersey Institute of Technology Issue, Series 1982 F	7/1/1992	6,235,000	5,837,500
Princeton University Issue, 1982 Series, Project A	7/1/1988	16,625,000	8,630,450
Montclair State College Issue, Series 1983 A	7/1/1992	20,720,000	18,869,600
Montclair State College Issue, Series 1983 B	7/1/1992	10,720,000	9,764,400
Glassboro State College Issue, Series 1983 C	7/1/1992	10,365,000	10,293,350
Trenton State College Issue, Series 1983 F	7/1/1992	9,000,000	8,779,800
Glassboro State College Issue, Series 1983 G	7/1/1990	3,385,000	2,906,600
Ramapo College of New Jersey Issue, Series 1984 A	7/1/1993	7,295,000	7,300,800
Trenton State College Issue, Series 1984 B	7/1/1994	9,110,000	9,213,450
Sub-total (Cumulative)		\$ 751,892,000	\$674,837,661
Bond Anticipation Notes:			
Drew University Issue K — Collateralized, June 1, 1984	6/1/1989	\$ 4,500,000	\$ 4,500,000
Grand Total		\$756,392,000	\$679,342,661

Cumulative Record of Financings

NEW ISSUES & RENEWALS

Year	Notes	Bonds	Total
1969	\$ 18,427,000	\$ —	\$ 18,427,000
1970	24,370,000	—	24,370,000
1971	67,980,000	5,185,000	73,165,000
1972	34,215,000	18,765,000	52,980,000
1973	70,130,000	14,185,000	84,315,000
1974	36,205,000	31,215,000	67,420,000
1975	29,090,000	16,565,000	45,655,000
1976	3,775,000	21,981,000	25,756,000
1977	—	26,533,000	26,533,000
1978	1,265,000	800,000	2,065,000
1979	—	5,335,000	5,335,000
1980	37,825,000	20,245,000	58,070,000
1981	4,700,000	25,450,000	30,150,000
1982	11,690,000	54,565,000	66,255,000
1983	—	65,850,000	65,850,000
1984	4,500,000	69,290,000	73,790,000
1985	11,935,000	188,248,000	200,183,000
1986	—	110,405,000	110,405,000
1987	—	77,695,000	77,695,000
Total	\$356,107,000	\$752,312,000	\$1,108,419,000



Drew University

Bond Anticipation Note Issue I, Renewal One, Collateralized, \$11,690,000

Library Addition and Renovation (1982)

The University undertook the renovation of its Rose Memorial Library and the addition of a new learning center that provides space for 75,000 volumes of printed material and individual study areas for 640 students.

Bond Anticipation Note Issue K, Collateralized, \$4,500,000, Computer Acquisition

This project consists of the acquisition of microcomputers for issuance to entering freshmen and to each full-time faculty member; the equipping of microcomputer stations throughout the campus; the acquisition and installation of two microcomputers at a new academic computer center; and certain facilities renovations.

1985 Series B, \$12,275,000

Library Addition & Renovation (1985)

This issue was sold to provide the payment of bond anticipation note Issue I sold to finance the work on Rose Memorial Library.

Fairleigh Dickinson University

1972 Series A, \$4,080,000, Student Residences Madison Campus (1971)

The project consists of 3, three-story fire-resistive buildings. The accommodations are in dormitory units to house 192 students.

Rutherford Campus (1972)

This project comprises a five-story fire-resistive dormitory building which accommodates 344 students. The building provides 172 double rooms, lounges, kitchenettes, recreation room, and service areas.

1985 Series C, \$7,000,000, Recreation Center (1987)

The facility contains a tournament-size basketball court, running track, bleachers and locker rooms.

Glassboro State College

Series 1971 A, \$1,205,000, Student Apartments (1971)

The project is a six-building two-story garden-type apartment complex. There are 73 one and two bedroom apartments. The facility has off-street parking areas.

Series 1974 E, \$6,080,000, Student Union (1974)

The project is a three-story building for use as a college union building and includes a cafeteria, formal dining room, lounges, recreational areas, bookstore, student service facilities and offices for student organizations.

Series 1975 B, \$580,000, Winans Hall (1976)

This is an existing facility that was expanded and upgraded. It now houses all college bookstore operations.

Series 1976 B, \$2,555,000, Student Apartments (1974)

The project consists of four three-story garden apartment buildings providing for a total of 96 apartments. Each apartment accommodates four students. The project is designed for 384 students with parking space for 100 cars.

Series 1979 A, \$1,710,000, Student Housing (1979)

The project is a three-wing combination student apartment, classroom and office building. It contains 84 apartment units accommodating approximately 300 students and four classrooms. There is parking for 300 cars.

Series 1982 D, \$1,760,000, Computer Facility Acquisition (1982)

This project consists of the acquisition of land and the existing building for use as a computer/office facility. The building will be used by the Educational Computer Network pursuant to a sublease as a computer facility to serve the computer needs of Glassboro State College and other institutions in the state.

Series 1983 C, \$10,365,000, Dormitory (1984)

Series 1983 D, \$3,500,000, Dormitory (1984)

This project consists of one large and two smaller three-story buildings to provide housing for 750 students. The dormitories are organized around the "house" concept. In addition, each structure contains two multi-purpose rooms.



Fairleigh Dickinson University
Recreation Center



Jersey City State College
Dormitory

Series 1983 G, \$3,385,000, Student Union Renovations (1984)

The proceeds of this issue provided for the renovation of the existing Student Union (Series 1974 E) and Winans Hall (Series 1975 A). The renovations maximize the usable space in each facility. The bookstore is now in Winans Hall and all dining facilities are in the Student Union.

Series 1985 E, \$1,545,000, Computer Facility Acquisition

This issue was sold to provide for the advance refunding of the Series 1982 D bond issue.

Series 1986 C, \$11,940,000, Dormitory

This issue was sold to provide for the advance refunding of the Series 1983 C bond issue.

Series 1986 E, \$3,280,000, Student Union Expansion

This issue was sold to provide for the advance refunding of the Series 1983 G bond issue.

Institute for Advanced Study

1980 Series A, Collateralized, \$8,775,000, Rehabilitation and Renovations (1982)

The Institute has undertaken a program of major renovations and repairs on a number of its buildings. Members housing was modified to make the buildings more energy efficient. Eight new apartment units as well as four tennis courts were built. The project also includes reimbursement for the cost of construction of buildings that would have been eligible for Authority financing.

Jersey City State College

Series 1971 B, \$280,000, Student Apartments (1971)

The project is a four-story, brick apartment house purchased for use as a dormitory for approximately 72 students. There are 28 apartments, with bath and built-in kitchen facilities.

Series 1977 C, \$8,570,000, Student Center (1976)

The project consists of a five-level student union and 400-car parking facility. The major facilities provided in the building include a snack bar and restaurant, the campus store, a multi-purpose auditorium, lounges, music listening rooms, meeting conference rooms and office.

Series 1987 A, \$2,475,000, Dormitory

The project consists of three dormitory facilities scheduled to include approximately 268 beds. A portion of the proceeds will be used to construct a four-story dormitory facility designed to accommodate approximately 100 students. The public college intends to undertake a renovation project financed with internal funds, consisting of the renovation of an existing building into a dormitory facility to accommodate approximately 100 students. A portion of the proceeds were used to refund the Series 1971 B bonds, which were sold to finance the acquisition of a 68 bed dormitory.

Kean College of New Jersey

Series 1974 B, \$7,960,000, Student Apartments (1973)

This project consists of four six-story, apartment type buildings for approximately 1,000 students. Each apartment contains two bedrooms, one bath, a living-dining area and kitchen.

Series 1981 E, \$4,185,000, Pingry School Acquisition (1983)

The project consists of the acquisition and renovation of the Pingry School campus, located one-quarter mile from Kean College. The project includes five fields to be used for a variety of sports. The building contains a library, theatre, two gymnasiums, pool, dining facility and meeting rooms.

Series 1985 D, \$4,440,000, Pingry School Acquisition

This issue was sold to provide for the advance refunding of the Series 1981 E bond issue.

Middlesex Community College

Bond Anticipation Note Issue 9, \$265,000, Parking Facility (1973)

This project provides parking facilities. The construction program was in four phases, designed to expand existing facilities as required for additional student enrollments. This obligation has been discharged.

Monmouth College

1975 Series A, \$2,710,000, Student Union (1974)

The facility consists of a four-story college center building. It houses all dining facilities, game rooms, lounges, meeting rooms and space for administrative offices and student activities.

1985 Series A, \$2,150,000, Academic Buildings

The issue provided refinancing of several high-rate commercial loans for three existing academic buildings.

1987 Series C, \$1,750,000, Student Housing

The project consists of a 56-bed garden apartment complex for use as student housing. Also included in the project are improvements to the athletic facilities.

Montclair State College

Series 1972 B, \$5,415,000, Student Union (1972)

This facility is a four-level, multi-purpose college center building. The structure includes the college bookstore, a 600 seat snack bar, a multi-purpose room and a formal dining room. A level provides a large student study/lounge and a television viewing area and office space for the various student organizations.

Series 1974 D, \$6,425,000, Dormitory/Dining Hall (1971)

The facility is a 16-story structure designed to serve as a dormitory for 604 students, together with a kitchen and cafeteria to provide seating for approximately 500 diners.

Series 1977 A, \$1,720,000, Series 1977 B, \$988,000, Student Apartments (1976)

The facility consists of three three-story garden-type apartment buildings designed to house a total of 352 students. A typical apartment consists of two bedrooms, a bathroom, lavatory area, living room, kitchen, dining area and storage space.

Series 1982 B, \$15,980,000, Dormitory/Cafeteria (1982)

The project consists of a structure to house 640 students, and kitchen and cafeteria facilities to accommodate approximately 1,400 students. Other features include a medical center, student lounges, study room and other support areas.

Series 1982 C, \$8,245,000, Student Center Annex/Playfields (1982)

This project provides for the expansion of the existing student center building to provide office space for student organizations and activities. The second phase of the project was the development of the College quarry area into intramural athletic facilities.

Series 1983 A, \$20,720,000, Dormitory/Cafeteria

This issue was sold to provide for the advance refunding of the Series 1982 B bond issue.

Series 1983 B, \$10,720,000, Student Center Annex/Playfields

This issue was sold to provide for the advance refunding of the Series 1982 C bond issue.

Series 1986 H, \$21,690,000, Dormitory

This series was sold to provide for the advance refunding of the Series 1983 A bond issue.

Series 1986 I, \$11,010,000, Student Center Annex

This series was sold to provide for the advance refunding of the Series 1983 B bond issue.



Monmouth College
Housing Facilities

New Jersey Institute of Technology

Series 1982 A, \$3,520,000, Engineering Building (1984)

This project consists of the renovation of an existing facility for use by the Department of Mechanical Engineering. The renovation results in a building with research and instructional laboratories, classrooms, lecture halls and faculty offices.

Series 1982 F, \$6,235,000, Dormitory (1983)

This project consists of the rehabilitation of an existing structure into a student housing facility to provide an apartment style facility to supplement the existing dormitory.

Series 1978 A, \$700,000, Dormitory (1980)

The United States Government, through the Department of Commerce, awarded a Public Works Grant to the Institute in the amount of \$1,799,000 for the construction of the dormitory. The project is a six-story building designed to accommodate 220 students. In addition to the dormitory rooms, the building contains lounge areas and recreation rooms. The bond issue of \$700,000 was sold to provide for the difference in cost between the Federal Grant and the total project development expense. This obligation was discharged from the proceeds of the Series 1982 F bond issue.

Series 1986 A, \$26,775,000, Academic Building

The major component of the Project is a seven-story multi-purpose Information Technologies Center, which includes a two-story Center for Computer Integrated Manufacturing, laboratories, classrooms, and offices. The Info Tech Center will house the research center and laboratories for computer research. A Factory of the Future will contain a 70-station student computer lab with two lecture halls and development laboratories. The project also includes related activities included in the Institute's facilities master plan.

Series 1986 B, \$6,815,000, Academic Building

This series was sold to provide for the advance refunding of the Series 1982 F bond issue.

Ocean County College

Series 1980 A, \$1,680,000, Computer Acquisition

This bond issue provided for the acquisition of a Sperry-Univac processor. This system provides computer capacity for college instructional and administrative requirements.

Princeton Theological Seminary

1985 Series E, \$8,000,000, Academic Building

The project consists of a multi-purpose building. Two of the four floors of the building will be used for offices and the remaining two will be used for classrooms and media support.

Princeton University

1982 Series, Project A, \$16,625,000, Rehabilitation and Repair Work

This project consists of three major components: the renovation and repair of various buildings and other facilities; the purchase of capital equipment; and the purchase of an IBM 3081 computer for the University's main computer center.

Bond Anticipation Note Issue H, \$5,000,000, Dining Hall and Social Facilities (1983)

The University developed plans to provide additional residential colleges within the structure of the University. This financing provided for a new dining hall and the renovation of several existing dormitories. This obligation has been discharged.

1984 Series, Project B, \$52,885,000, Rehabilitation and Repair Work

This project consists of five major components: the renovation and repair of various buildings and facilities; the purchase of capital equipment; the major renovation of dormitories to improve safety standards; and the major renovation of existing chemistry laboratories and the construction of new biology laboratories.



New Jersey Institute of Technology
Advanced Technology Center

**1985 Series, Project C, \$32,110,000,
Rehabilitation and Repair Work (1987)**

The project consists of four major components: the renovation and repair of various University buildings and other facilities; the purchase of capital equipment; the undertaking of several large utilities-related projects; and the major renovation of existing laboratories.

**1987 Series A, \$28,785,000,
Rehabilitation and Repair Work**

The facility consists of three major components: the renovation and repair of various University buildings and other facilities, including utility systems, roads and grounds; the purchase of capital equipment; and the undertaking of several large utilities-related projects. Also included in the bond issue is an amount to provide for the refunding of the callable portion of the 1982 Series, Project A bonds.

**1987 Series B, \$22,285,000,
Rehabilitation and Repair Work**

The project consists of three major components: the renovation and repair of various University buildings; the purchase of capital equipment; and the undertaking of several large utilities-related projects. This is the fifth bond issue sold to finance the renovation program begun by the University in 1982.

Rabbinical College of America

1985 Series D, \$1,883,000, Housing (1987)

Included in this project is construction of one building containing six faculty housing units and two buildings each containing eight married student apartments.

Ramapo College of New Jersey

**Series 1973 A, \$1,760,000,
Student Apartments (1972)**

This project consists of nine apartment buildings, constructed in two clusters for approximately 304 students. Each apartment contains two bedrooms, one bath, a living-dining area and kitchen.

Series 1973 B, \$1,310,000, Campus Life (1972)

The facility is a two-story structure and provides space for a bookstore, recreational purposes and student activities, and dining facilities for approximately 300 persons.

**Series 1976 C, \$2,525,000,
Student Apartments (1974)**

The complex consists of five three-story garden apartment buildings providing for a total of 84 apartments.

Series 1978 B, \$100,000, Student Housing (1979)

The Authority acquired a private residence for use as a dormitory to accommodate sixteen students. The building is a split-level home with eight bedrooms, living room, dining room and kitchen.

**Series 1979 C, \$1,325,000,
Campus Life Building Addition (1979)**

The project consists of new construction and the renovation of the existing building. The addition includes new dining rooms, food service operations, a large multi-purpose meeting room, lounges, recreation areas and student organization work space.

Series 1984 A, \$7,295,000, Dormitory (1985)

The project is a four-story dormitory to accommodate 353 students. The design of the building incorporates distinctive solar energy features to hold and release heat in a controlled fashion to the interior of the structure. The building has suites of rooms with core area ancillary facilities servicing groups of suites.

Series 1986 F, \$8,445,000, Dormitory

This issue was sold to provide for the advance refunding of the Series 1984 A bond issue.

Richard Stockton State College

Series 1973 C, \$1,780,000, College Center (1974)

The facility is a campus life building which functions as a student union facility and contains lounges, meeting rooms, the main college cafeteria and support facilities for student organizations.

Series 1973 D, \$5,700,000, Student Apartments (1972)

The project consists of 16 two-story apartment buildings, constructed in four clusters for approximately 1,024 students; each apartment contains two bedrooms, one bath, a living-dining area and kitchen.

Series 1980 B, \$9,790,000, Dormitories (1982)

This facility provides additional housing for 522 students. The facility provides dormitory-suite style living and includes lounge-living room areas and apartments for residential supervisors.

Series 1981 D, \$3,860,000, College Center Annex (1982)

The College Center addition provides a cafeteria dining area capable of serving 800 persons and also contains a rathskeller to seat 100 persons, lounges, meeting rooms, game rooms and administrative offices. This facility is the expansion of the Series 1973 C project.

Series 1985 A, \$10,980,000, Dormitories

This series was sold to provide for the advance refunding of the Series 1980 B bond issue.

Series 1985 C, \$4,370,000, College Center Annex

This issue was sold to provide for the advance refunding of the Series 1981 D bond issue.

Series 1985 F, \$7,810,000, Dormitories (1986)

The project provides housing facilities for 300 students and various support and related facilities; a parking facility; two tennis courts; and a common area linking the Project and the Series 1980 B Project. A focal point on the commons is the new Residential Life Center to provide a computer laboratory, two meeting rooms, kitchen facilities, and a multi-purpose room.

Series 1987 B, \$1,000,000, Convenience Center

The project is located adjacent to Housing I across from the main campus. The Center is approximately 13,000 square feet and contains a large multi-purpose room, a pizza parlor, a convenience store, small meeting rooms, micro-computer laboratory, and several offices for counseling and housing staff. The building was designed to provide opportunities for both active and passive outdoor activities in and about the site.

Rider College

1971 Series A, \$3,700,000, Student Union (1970)

The building is a three-story structure designed for use as a student union building. The building contains a dining room, kitchen, bookstore, a small theatre, student offices, lounges for faculty and students as well as various recreation rooms.

1987 Series B, \$21,400,000, Administration Building

The proceeds will be used for the construction of a new School of Business Administration building, various campus improvement projects, and the refinancing of certain existing indebtedness of the Private College. The College is constructing a three-story, 47,000 square foot School of Business Administration building which will house the faculty of the school and will provide for specialized teaching and conference facilities. In addition to the building and the cost associated with space reallocation, the college is financing several smaller projects, including electrical system improvements, energy saving measures, boiler and roof replacements and a new computer system.

Rutgers, The State University

Series 1974 A, \$6,725,000, Student Apartments (1973)

The project consists of 18 two-story apartment type modular units, constructed in one large and two small clusters for approximately 1,000 students. Each apartment contains two bedrooms, one bath, a living-dining area and kitchen.



Rider College
School of Business Administration

Saint Peter's College

1977 Series A, \$7,290,000, Gymnasium/Recreational Facility (1975)

This is a four-level structure devoted to recreational purposes, including a gymnasium, an olympic size swimming pool, game rooms, dining areas, instructional areas, and offices. Atop the building is an air supported bubble providing additional space for tennis, track, intramurals, etc. Connected to the structure is a parking pavilion providing space for 200 cars.

Seton Hall University

1976 Series A, \$4,550,000, Law Center (1975)

The facility is a three-story building located in downtown Newark and houses the Law School of the University. Among the areas included are the library and its adjuncts, administrative and faculty offices, seminar rooms and a moot court. Also included are offices for The Law Review, legislative services and a faculty library.

1985 Series, Project A, \$31,985,000, Dormitory and Recreation Center (1987)

The dormitory consists of a seven-story tower with a three-story mid-rise building to provide housing for 500 students. The recreation center provides for an additional space in the form of two additions to Walsh Gymnasium. The larger addition, a field house, contains an indoor track, tennis, and basketball courts. The smaller addition houses a new 25 meter indoor pool. The construction also includes the partial renovation of Walsh Gymnasium to provide new entrances to the combined facilities and other improvements.

Stevens Institute of Technology

1983 Series A, Collateralized, \$5,350,000, Dormitory (1982)

The project consists of a six floor structure to house 240 students. The rooms are doubles with private baths, and each room has a computer terminal service outlet, telephone service, and a television antenna system. On the second floor is a large lounge.

Trenton State College

Series 1972 A, \$9,270,000, Dormitory/Dining Hall (1971)

The facility consists of twin towers of ten floors each connected by a two-story building that contains a cafeteria and kitchen area. The towers contain student living quarters, each of which houses 530 students for a total occupancy of 1,060 students. Also contained in the tower facilities are four apartments for staff supervisors. The facility also includes a parking lot.

Series 1976 D, \$5,580,000, **Series 1976 E, \$1,086,000,** Student Center (1976)

The center consists of a two floor building. On the first floor is a large main lounge, snack bar, College store, and game rooms. The student operated radio station and offices for student organizations and publications are on the lower level. The second floor has meeting-banquet rooms, offices and lounges.

Series 1979 B, \$2,300,000, Athletic/Recreation Center (1980)

The project contains four tennis courts and a basketball court. Also included is a small jogging track, racquetball courts and a room for wrestling and judo, and a weight room, locker rooms, and office.

Series 1983 E, \$2,810,000, Sportsfield (1984)

The proceeds of this issue provided for the construction of a new artificial turf field, which is the major site for intercollegiate and intramural sports. Also included is an all-weather artificial surface metric track.

Series 1983 F, \$9,000,000, Dormitory (1985)

This facility provides housing for 254 students. The residents are organized into six community groups and each group has its own study/lounge monitored by a community advisor. Common services include a meeting room, office, laundry facilities and a recreation room.



Seton Hall University
Recreation Center

Series 1984 B, \$9,110,000, Gymnasium Renovation (1986)

The purpose of this issue is to improve the quality of intramural, intercollegiate and recreational facilities on the campus. The scope of the project includes a swimming pool addition to Packer Hall, a 3,000 seat bleacher, a locker room, and rest room facilities for the recently completed sports stadium (which was financed by the Authority's Series 1983 E bond Issue).

Series 1986 D, \$10,050,000, Dormitory

This issue was sold to provide for the advance refunding of the Series 1983 F bond Issue.

Series 1986 G, \$10,400,000, Gymnasium

This issue was sold to provide for the advance refunding of the Series 1984 B bond Issue.

Union County College

1973 Series A, \$3,635,000, Library/Classroom Building (1973)

The Library-Learning Center contains a library with seating for approximately 500 students and storage space for more than 100,000 volumes, an art gallery, special collection room and a conference room. The Classroom Facility contains classrooms, faculty offices, seminar rooms, and audio-visual aids and computer centers.

William Paterson College of New Jersey

Series 1974 C, \$4,025,000, Student Apartments (1973)

The project consists of two six-story apartment type buildings for approximately 524 students. Each apartment contains two bedrooms, one bath, a living-dining area and kitchen.

Series 1976 A, \$5,685,000, Student Union (1974)

The College Center building is a three-story structure containing lounges, recreational game rooms, bookstore, cafeteria, dining rooms, offices and administrative space.

Series 1981 A, \$12,405,000, Series 1981 B, \$5,000,000, Dormitory (1982)

This facility consists of a student dormitory for 1,033 residents. The building is a four wing structure, with each wing connected to a central lounge, recreation and administrative office pavilion. The facility also provides lounge areas and study rooms on each floor.

Series 1982 E, \$2,200,000, Student Center Annex (1983)

This project consists of an annex to the existing student center which was financed by the sale of the Authority's Series 1976 A bonds. The main components consist of a multi-purpose room. The facility also includes student offices, a meeting room and a lounge.

Series 1985 B, \$13,700,000, Dormitory

This issue was sold to provide for the advance refunding of the Series 1981 A bond issue.

Floating Rate Weekly Demand Equipment & Capital Improvement Revenue Bonds

1985 Series A, \$50,000,000

The bond issue was sold to provide funds to finance and refinance the cost of, and reimburse the equity in, necessary and desirable equipment and furnishings and certain capital improvements for private institutions. The Authority will accomplish the projects by making loans or leasing equipment and capital improvements to the participants.

ARTHUR ANDERSEN & Co.

To The Members of the New Jersey
Educational Facilities Authority:

We have examined the statement of financial position of the New Jersey Educational Facilities Authority as of December 31, 1987 and the related statement of revenues, expenditures and changes in fund balances for the year then ended. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of the New Jersey Educational Facilities Authority at December 31, 1987 and the revenues, expenditures and changes in its fund balances for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made primarily for the purpose of rendering an opinion on these basic financial statements taken as a whole. The supplemental financial statements of each individual bond and note issue included in this report are presented primarily for purposes of additional analysis of the basic financial statements rather than to present the financial position, revenues, expenditures and changes in fund balances of the individual bond and note issues. This information has been subjected to the audit procedures applied in our examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Arthur Andersen & Co.

Roseland, New Jersey
March 28, 1988

Statement of Financial Position, December 31, 1987

ASSETS	Operating Fund	Note Funds	Bond Funds	Escrow Funds (Note 6)
Cash and cash equivalents	\$ 702,042	\$ 8,489	\$ 4,640,061	\$ 103,793
Investments, principally U.S. Government obligations (Note 2)	1,890,804	108,607	175,431,245	147,048,318
Accrued interest receivable	28,154	1,114	1,977,600	4,821,072
Prepaid expenses			6,895,133	
Due from colleges and universities	118,717			
Receivables (Note 3)		4,500,000	485,696,811	
U.S. Government debt service subsidies receivable			428,826	
Fixed assets, at cost, less accumulated depreciation of \$49,051	92,189			
	<u>\$2,831,906</u>	<u>\$4,618,210</u>	<u>\$675,069,676</u>	<u>\$151,973,183</u>

LIABILITIES AND FUND BALANCES

Accounts payable and accrued expenses	\$ 734,660	\$ 338	\$ 6,683,089	
Accrued interest payable		30,750	3,372,699	\$ 7,005,815
Bonds payable (Notes 4)			539,497,311	135,345,350
Bond anticipation notes payable (Note 5)		4,500,000		
Fund balances	2,097,246	87,122	125,516,577	9,622,018
	<u>\$2,831,906</u>	<u>\$4,618,210</u>	<u>\$675,069,676</u>	<u>\$151,973,183</u>

The accompanying notes to financial statements are an integral part of this statement.

Statement of Revenues, Expenditures and Changes in Fund Balances for the year ended December 31, 1987

	Operating Fund	Note Funds	Bond Funds	Escrow Funds (Note 6)
REVENUES				
Annual loan and rental requirements		\$369,000	\$ 38,673,908	
Administrative fees	\$ 606,781			
Interest income	87,368	20,767	12,163,621	\$10,606,668
U.S. Government debt service subsidies			1,600,575	
	694,149	389,767	52,438,104	10,606,668
EXPENDITURES				
Administrative fees			606,781	
Operating expenses	573,691			
Interest expense		369,000	34,739,154	14,172,691
Professional fees and other services		372,687	4,416,689	
Construction and equipment costs		59,325	61,551,710	
	573,691	801,012	101,314,334	14,172,691
ADDITIONS TO FUND BALANCES				
Proceeds from the issuance of bonds			78,034,416	
College and university contributions			4,658,802	56,531
Project development obligations			26,775,000	
			109,468,218	56,531
DEDUCTIONS FROM FUND BALANCES				
Provision for revenue bond maturity			15,336,189	
Transfers to provide for defeasance of refunded bond issues			9,380,407	(9,380,407)
Debt service payments on refunded bond issues				8,993,750
Early redemption of bonds			1,115,352	
Adjustment of investment valuation reserve (Note 2)		270	820,973	
		270	26,652,921	(386,657)
Increase (decrease) in fund balances	120,458	(411,515)	33,939,067	(3,122,835)
FUND BALANCES, beginning of year	1,976,788	498,637	91,577,510	12,744,853
FUND BALANCES, end of year	\$2,097,246	\$87,122	\$125,516,577	\$9,622,018

The accompanying notes to financial statements are an integral part of this statement.

Note 1 — Organization and Function of the Authority:

The New Jersey Educational Facilities Authority ("the Authority") was created under the provisions of Chapter 106 of New Jersey Public Laws of 1966 as a public body corporate and politic. The powers of the Authority permit the sale of notes, bonds and other obligations to support the construction of educational facilities for public and private institutions of higher education in the State of New Jersey. Loans that are made to the public institutions of higher education are repaid from revenue produced by the facilities and in the case of private institutions, from the general resources of the boards of trustees. The obligations issued by the Authority are not guaranteed by, nor do they constitute a debt or obligation of, the State of New Jersey.

Components of fund balances

The fund balance for each issue includes the construction fund, debt service and debt service reserve funds and the renewal and replacement account. The construction fund balances represent unexpended allocated proceeds designated for specific projects; the debt service, debt service reserve, and renewal and replacement account fund balances represent amounts reserved for payment of debt service and the renewal and replacement of major components of a project as required under the individual series resolutions. The following is a table of the aggregate fund balances as of December 31, 1987.

Construction Fund	\$59,069,269
Debt Service and Debt Service Reserve Fund	53,962,378
Renewal and Replacement Fund	12,484,930

Note 2 — Investments:

Investments are comprised of the following:

	Commercial Paper	U.S. Government Obligations	Total
Operating Fund			
Cost		\$ 1,890,804	\$ 1,890,804
Market		1,902,923	1,902,923
Note Fund			
Cost		108,878	108,878
Market		108,607	108,607
Bond Funds			
Cost	\$67,503	176,189,563	176,257,066
Market	61,389	177,677,098	177,738,487

Investments are stated at the lower of cost or market. As a result of market declines, the Authority has provided for unrealized depreciation on certain Bond Fund investments. The balance of unrealized depreciation on certain Bond Fund investments is as follows:

Balance, beginning of year	\$ 9,780
Adjustment of investment valuation reserve for the year	820,973
Balance, end of year	<u>\$830,753</u>

Note 3 — Receivables:

Receivables are comprised of the following:

Loans:

	<u>Note Fund</u>	<u>Bond Funds</u>
Drew University	\$4,500,000	\$ 12,130,000
The Institute for Advanced Study		7,932,500
Princeton Theological Seminary		8,000,000
Princeton University		127,985,000
Stevens Institute of Technology		4,795,000
Equipment Pool Bond Issue - Westminster Choir College		3,000,000
	<u>\$4,500,000</u>	

Mortgages and Leases:

Fairleigh Dickinson University	9,907,500
Glassboro State College	28,939,500
Jersey City State College	9,700,000
Kean College of New Jersey	10,120,000
Monmouth College	5,205,000
Montclair State College	46,170,500
New Jersey Institute of Technology	32,952,500
Ocean County College	532,500
Rabbinical College of America	1,799,311
Ramapo College of New Jersey	13,567,500
Richard Stockton State College	29,130,000
Rider College	24,417,500
Rutgers, The State University	5,385,000
Saint Peter's College	5,945,000
Seton Hall University	35,092,500
Trenton State College	32,775,000
Union County College	2,602,500
William Paterson College of New Jersey	27,612,500
	<u>\$485,696,811</u>

For those projects under lease agreements, it is the intention of the Authority to transfer title in the land and buildings to the institutions at the expiration of the leases. Accordingly, the leases are being accounted for as financing transactions.

Loans to Drew University, Stevens Institute of Technology, The Institute for Advanced Study and Princeton Theological Seminary are collateralized by marketable securities of the institutions.

Note 4 — Bonds Payable:

Bond fund bonds payable are comprised of the following:

• Higher Educational Facilities Revenue Bonds, (Rider College Issue—1971 Series A), due in series, with interest at 6.895%, from July 1, 1988 through July 1, 2009 with sinking fund payments commencing in 1987	\$ 3,050,000
• Revenue Bonds, (Glassboro State College Issue—Series 1971 A), due in series, with interest at 6.245%, from July 1, 1988 through July 1, 2005 with sinking fund payments commencing in 1987	955,000
• Revenue Bonds, (Trenton State College Issue—Series 1972 A), due in series, with interest at 5.952%, from July 1, 1988 through July 1, 2007 with sinking fund payments commencing in 1993	7,395,000
• Higher Educational Facilities Revenue Bonds, (Fairleigh Dickinson University Issue—1972 Series A), due in series, with interest at 5.646%, from July 1, 1988 through July 1, 2003 with sinking fund payments commencing in 1993	2,965,000
• Revenue Bonds, (Montclair State College Issue—Series 1972 B), due in series, with interest at 5.926%, from July 1, 1988 through July 1, 2007 with sinking fund payments commencing in 1988	4,320,000
• Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1973 A), due in series, with interest at 5.571%, from July 1, 1988 through July 1, 2003 with sinking fund payments commencing in 1989	1,285,000
• Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1973 B), due in series, with interest at 5.426%, from July 1, 1988 through July 1, 1998 with sinking fund payments commencing in 1988	780,000
• Higher Educational Facilities Revenue Bonds, (Union County College Issue—1973 Series A), due in series, with interest at 5.471%, from July 1, 1988 through July 1, 2003 with sinking fund payments commencing in 1994	2,655,000
• Revenue Bonds, (Richard Stockton State College Issue—Series 1973 C), due in series, with interest at 5.820%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	1,435,000
• Revenue Bonds, (Richard Stockton State College Issue—Series 1973 D), due in series, with interest at 5.885%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	4,610,000
• Revenue Bonds, (Rutgers, The State University Issue—Series 1974 A), due in series, with interest at 5.945%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	5,455,000
• Revenue Bonds, (Kean College of New Jersey Issue—Series 1974 B), due in series, with interest at 6.272%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	6,455,000
• Revenue Bonds, (William Paterson College of New Jersey Issue—Series 1974 C), due in series, with interest at 6.272%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	3,265,000

● Revenue Bonds, (Montclair State College Issue—Series 1974 D), due in series, with interest at 6.173%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1994	\$ 5,350,000
● Revenue Bonds, (Glassboro State College Issue—Series 1974 E), due in series, with interest at 6.944%, from July 1, 1988 through July 1, 2009 with sinking fund payments commencing in 1995	5,135,000
● Higher Educational Facilities Revenue Bonds, (Monmouth College Issue—1975 Series A), due in series, with interest at 8.132%, from July 1, 1988 through July 1, 2005 with sinking fund payments commencing in 1996	1,560,000
● Revenue Bonds, (Glassboro State College Issue—Series 1975 B), due in series, with interest at 7%, from January 1, 1988 through July 1, 1990	142,000
● Revenue Bonds, (William Paterson College of New Jersey Issue—Series 1976 A), due in series, with interest at 7.644%, from July 1, 1988 through July 1, 2009 with sinking fund payments commencing in 1995	4,950,000
● Higher Educational Facilities Revenue Bonds, (Seton Hall University Issue—1976 Series A), due in series, with interest at 7.413%, from July 1, 1988 through July 1, 2006 with sinking fund payments commencing in 1992	3,800,000
● Revenue Bonds, (Glassboro State College Issue—Series 1976 B), due in series, with interest at 7.172%, from July 1, 1988 through July 1, 2006 with sinking fund payments commencing in 1997	2,150,000
● Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1976 C), due in series, with interest at 7.634%, from July 1, 1988 through July 1, 2006 with sinking fund payments commencing in 1997	2,125,000
● Revenue Bonds, (Trenton State College Issue—Series 1976 D), due in series, with interest at 6.853%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1997	4,745,000
● Revenue Bonds, (Montclair State College Issue—Series 1977 A & Series 1977 B), due in series, with interest at 6.263% and 3%, respectively, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1997	2,151,000
● Higher Educational Facilities Revenue Bonds, (Saint Peter's College Refunding Issue—1977 Series A), due in series, with interest at 6.28%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1993	6,020,000
● Revenue Bonds, (Jersey City State College Refunding Issue—Series 1977 C), due in series, with interest at 6.29%, from July 1, 1988 through July 1, 2010 with sinking fund payments commencing in 1993	7,300,000
● Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1978 B), due in series, with interest at 5%, from July 1, 1988 through July 1, 1993	55,000
● Revenue Bonds, (Glassboro State College Issue—Series 1979 A), due in series, with interest at 6.685%, from July 1, 1988 through July 1, 2009 with sinking fund payments commencing in 2000	1,510,000

Notes to Financial Statements, continued

● Revenue Bonds, (Trenton State College Issue—Series 1979 B), due in series, with interest at 6%, from July 1, 1988 through December 31, 1990	\$ 925,000
● Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1979 C), due in series, with interest at 6.570%, from July 1, 1988 through July 1, 2004 with sinking fund payments commencing in 1995	1,085,000
● Revenue Bonds, (The Institute for Advanced Study Issue—1980 Series A), due in series, with interest at 7.804%, from July 1, 1988 through July 1, 2011 with sinking fund payments commencing in 1996	8,000,000
● Revenue Bonds, (Ocean County College Issue—Series 1980 A), due in series, with interest at 7.800%, from July 1, 1988 through July 1, 1990	630,000
● Revenue Bonds, (Princeton University Project—1982 Series, Project A), due in series, with interest at 10.139%, through July 1, 1988	1,665,000
● Revenue Bonds, (William Paterson College of New Jersey Issue—Series 1982 E), due in series, with interest at 9.772%, from July 1, 1988 through July 1, 1998	1,860,000
● Revenue Bonds, (Stevens Institute of Technology Issue—1983 Series A), due in series, with interest at 8.718%, from July 1, 1988 through July 1, 2003 with sinking fund payments commencing in 1999	4,870,000
● Revenue Bonds, (Montclair State College Issue—Series 1983 A), due in series, with interest at 6.92%, from July 1, 1988 through July 1, 1992	1,480,000
● Revenue Bonds, (Montclair State College Issue—Series 1983 B), due in series, with interest at 6.92%, from July 1, 1988 through July 1, 1992	765,000
● Revenue Bonds, (Glassboro State College Issue—Series 1983 D), due in series, with interest at 3%, from July 1, 1988 through July 1, 2013	3,335,000
● Higher Educational Facilities Revenue Bonds, (Princeton University Issue—1984 Series, Project B), due in series, with interest at 8.530%, from July 1, 1988 through July 1, 1999	48,290,000
● Higher Educational Facilities Revenue Bonds, (Monmouth College Issue—1985 Series A), due in series, with interest at 75% of prime rate, from July 1, 1988 through July 1, 2000	1,995,000
● Revenue Bonds, (Princeton University Project—1985 Series, Project C), due in series, with interest at 8.153%, from July 1, 1988 through July 1, 2000	30,700,000
● Revenue Bonds, (Richard Stockton State College Issue—Series 1985 A), due in series, with interest at 8.962%, from July 1, 1988 through July 1, 2010 with sinking fund payments commencing in 2002	10,600,000
● Revenue Bonds, (William Paterson College of New Jersey Issue—Series 1985 B & Series 1981 B), due in series, with interest at 8.998% and 3%, respectively, from July 1, 1988 through July 1, 2011 with sinking fund payments commencing in 2002 for Series 1985 B only	17,845,000

● Revenue Bonds, (Richard Stockton State College Issue—Series 1985 C), due in series, with interest at 8.507%, from July 1, 1988 through July 1, 2001	\$ 4,040,000
● Revenue Bonds, (Kean College of New Jersey Issue—Series 1985 D), due in series, with interest at 8.104%, from July 1, 1988 through July 1, 1997	3,895,000
● Revenue Bonds, (Glassboro State College Issue—Series 1985 E), due in series, with interest at 7.438%, from July 1, 1988 through July 1, 1992	1,160,000
● Revenue Bonds, (Richard Stockton State College Issue—Series 1985 F), due in series, with interest at 8.774%, from July 1, 1988 through July 1, 2005 with sinking fund payments commencing in 2001	7,810,000
● Higher Educational Facilities Revenue Bonds, (Seton Hall University Issue—1985 Series A), due in series, with interest at 9.022%, from July 1, 1988 through July 1, 2010 with sinking fund payments commencing in 2001	31,570,000
● Annual Demand Revenue Bonds, (Drew University Issue—1985 Series B), due in series, with interest at varying rates, from February 1, 1988 through February 1, 2005, sinking fund payments commenced in 1987	12,130,000
● Higher Educational Facilities Revenue Bonds, (Fairleigh Dickinson University Issue—1985 Series C), due in series, with interest at 72% of bank's prime rate, from January 1, 1988 through April 1, 2000	7,000,000
● Higher Educational Facilities Revenue Bonds, (Rabbinical College of America Issue—1985 Series D), due in series, with interest at 75% of the prime rate, from January 1, 1988 through April 1, 2002	1,799,311
● Higher Educational Facilities Revenue Bonds, (Princeton Theological Seminary Issue—1985 Series E), with interest at 7.503%, from July 1, 1988 through July 1, 1995	8,000,000
● Revenue Bonds, (Floating Rate Weekly Demand College and University Equipment and Capital Improvement Issue—1985 Series A), due in varying amounts with interest at varying weekly rates through December 1, 1995	48,900,000
● Revenue Bonds, (New Jersey Institute of Technology Issue—Series 1986 A), due in series, with interest at 6.608%, from July 1, 1988 through July 1, 2006 with sinking fund payments commencing in 2002	26,775,000
● Revenue Bonds, (New Jersey Institute of Technology Issue—Series 1986 B), due in series, with interest at 6.522%, from July 1, 1988 through July 1, 2002 with sinking fund payments commencing in 1999	6,715,000
● Revenue Bonds, (Glassboro State College Issue—Series 1986 C), due in series, with interest at 7.062%, from July 1, 1988 through July 1, 2008 with sinking fund payments commencing in 1999	11,880,000
● Revenue Bonds, (Trenton State College Issue—Series 1986 D), due in series, with interest at 6.881%, from July 1, 1988 through July 1, 2004 with sinking fund payments commencing in 1999	9,930,000

Notes to Financial Statements, continued

● Revenue Bonds, (Glassboro State College Issue—Series 1986 E), due in series, with interest at 5.972%, from July 1, 1988 through July 1, 1998	\$ 3,200,000
● Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1986 F), due in series, with interest at 7.144% from July 1, 1988 through July 1, 2010 with sinking fund payments commencing in 1999	8,425,000
● Revenue Bonds, (Trenton State College Issue—Series 1986 G), due in series, with interest at 6.897%, from July 1, 1988 through July 1, 2007 with sinking fund payments commencing in 1999	10,360,000
● Revenue Bonds, (Montclair State College Issue—Series 1986 H), due in series, with interest at 7.26%, from July 1, 1988 through July 1, 2012 with sinking fund payments commencing in 1999	21,595,000
● Revenue Bonds, (Montclair State College Issue—Series 1986 I), due in series, with interest at 7.11%, from July 1, 1988 through July 1, 2012 with sinking fund payments commencing in 1999	10,955,000
● Revenue Bonds (Princeton University Issue—1987 Series A), due in series, with interest at 4.93%, from July 1, 1988 through July 1, 1997	28,785,000
● Revenue Bonds (Princeton University Issue—1987 Series B), due in series, with interest at 6.36%, from July 1, 1988 through July 1, 1997	22,285,000
● Revenue Bonds (Jersey City State College Issue—Series 1987 A), due in series, with interest at 8.78%, from July 1, 1988 through July 1, 2007 with sinking fund payments commencing in 2001	2,475,000
● Revenue Bonds (Rider College Issue—1987 Series B), due in series, with interest at 8.35%, from July 1, 1988 through July 1, 2017	21,400,000
● Revenue Bonds (Monmouth College Issue—1987 Series C), due in series, with interest at a rate per annum equal to 75% of the prime lending rate, from July 1, 1988 through July 1, 2002	1,750,000
● Revenue Bonds (Richard Stockton State College Issue—Series 1987 B), due in series, with interest at 7.15%, from July 1, 1988 through July 1, 1998	1,000,000
Total-Bond Fund	<u>\$539,497,311</u>

Escrow fund bonds payable are comprised of the following:

● Revenue Bonds, (Richard Stockton State College Issue—Series 1980 B), due in series, with interest at 11.543%, from July 1, 1988 through July 1, 2010 with a call date of July 1, 1990	\$ 9,582,750
● Revenue Bonds, (William Paterson College of New Jersey Issue—Series 1981 A), due in series, with interest at 11.029%, from July 1, 1988 through July 1, 2011 with a call date of July 1, 1991	12,358,800
● Revenue Bonds, (Richard Stockton State College Issue—Series 1981 D), due in series, with interest at 12.05%, from July 1, 1988 through July 1, 2001 with a call date of July 1, 1991	3,578,500
● Revenue Bonds, (Kean College of New Jersey Issue—Series 1981 E), due in series, with interest at 12.13%, from July 1, 1988 through July 1, 2001 with a call date of July 1, 1991	3,917,950

● Revenue Bonds, (Montclair State College Issue—Series 1982 B), due in series, with interest at 13.649%, from July 1, 1988 through July 1, 2012 with a call date of July 1, 1991	\$ 16,037,850
● Revenue Bonds, (Montclair State College Issue—Series 1982 C), due in series, with interest at 13.649%, from July 1, 1988 through July 1, 2012 with a call date of July 1, 1991	8,273,550
● Revenue Bonds, (Princeton University Issue—1982 Series, Project A), due in series, with interest at 10.139%, from July 1, 1988 through July 1, 1992, with a call date of July 1, 1988	8,630,450
● Revenue Bonds, (New Jersey Institute of Technology Issue—Series 1982 F), due in series, with interest at 10.076%, from July 1, 1988 through July 1, 2002 with a call date of July 1, 1992	5,837,500
● Revenue Bonds, (Montclair State College Issue—Series 1983 A), due in series, with interest at 9.442%, from July 1, 1993 through July 1, 2012 with a call date of July 1, 1992	18,869,600
● Revenue Bonds, (Montclair State College Issue—Series 1983 B), due in series, with interest at 9.442%, from July 1, 1993 through July 1, 2012 with a call date of July 1, 1992	9,764,400
● Revenue Bonds, (Glassboro State College Issue—Series 1983 C), due in series, with interest at 10.332%, from July 1, 1988 through July 1, 2013 with a call date of July 1, 1992	10,293,350
● Revenue Bonds, (Trenton State College Issue—Series 1983 F), due in series, with interest at 9.874%, from July 1, 1988 through July 1, 2004 with a call date of July 1, 1992	8,779,800
● Revenue Bonds, (Glassboro State College Issue—Series 1983 G), due in series, with interest at 9.25%, from July 1, 1988 through July 1, 1998 with a call date of July 1, 1990	2,906,600
● Revenue Bonds, (Ramapo College of New Jersey Issue—Series 1984 A), due in series, with interest at 9.920%, from July 1, 1988 through July 1, 2010 with a call date of July 1, 1993	7,300,800
● Revenue Bonds, (Trenton State College Issue—Series 1984 B), due in series, with interest at 9.880%, from July 1, 1988 through July 1, 2007 with a call date of July 1, 1994	9,213,450
Total-Escrow Fund	<u>\$135,345,350</u>
Grand Total	<u>\$674,842,661</u>

The minimum aggregate principal maturities for the next five years are as follows:

	<u>Bond Funds</u>	<u>Escrow Funds</u>
1988	\$16,158,533	\$1,655,000
1989	20,016,867	3,630,000
1990	21,176,867	3,985,000
1991	22,026,867	4,370,000
1992	23,242,867	4,820,000

Notes to Financial Statements, continued

Note 5 — Bond Anticipation Notes Payable:

Bond anticipation notes payable are comprised of the following:

- Private College Bond Anticipation Notes (Issue K, Collateralized, Drew University), due June 1, 1989 with interest at 8.20%

\$4,500,000

Note 6 — Refunding Bond Issues:

When market conditions have warranted, the Authority has sold various issues of bonds to provide for the advance refunding of previously issued obligations.

The following schedule outlines the issues sold to provide for the refunding of certain outstanding bond issues:

Date of Sale	Issue and College	Amount of Refunding Issue	Refunded		Debt Service Savings	Call Date
			Issue	Amount		
April 12, 1983	Series 1983 A Montclair State College	\$20,720,000	Series 1982 B	\$15,980,000	\$5,484,887	July 1, 1991
April 12, 1983	Series 1983 B Montclair State College	10,720,000	Series 1982 C	8,245,000	2,741,203	July 1, 1991
June 12, 1985	Series 1985 A Richard Stockton State College	10,980,000	Series 1980 B	9,620,000	2,106,115	July 1, 1990
June 12, 1985	Series 1985 B William Paterson College of New Jersey	13,700,000	Series 1981 A	12,320,000	2,454,944	July 1, 1991
June 12, 1985	Series 1985 C Richard Stockton State College	4,370,000	Series 1981 D	3,780,000	505,065	July 1, 1991
June 12, 1985	Series 1985 D Kean College of New Jersey	4,440,000	Series 1981 E	4,105,000	2,296,807	July 1, 1991
June 12, 1985	Series 1985 E Glassboro State College	1,545,000	Series 1982 D	1,540,000	249,937	July 1, 1987
Nov. 14, 1986	Series 1986 B New Jersey Institute of Technology	6,815,000	Series 1982 F	5,920,000	550,469	July 1, 1992
Nov. 14, 1986	Series 1986 C Glassboro State College	11,940,000	Series 1983 C	10,200,000	1,458,138	July 1, 1992
Nov. 14, 1986	Series 1986 D Trenton State College	10,050,000	Series 1983 F	8,790,000	613,545	July 1, 1992
Nov. 14, 1986	Series 1986 E Glassboro State College	3,280,000	Series 1983 G	3,010,000	194,693	July 1, 1990
Nov. 14, 1986	Series 1986 F Ramapo College of New Jersey	8,445,000	Series 1984 A	7,205,000	752,720	July 1, 1993
Nov. 14, 1986	Series 1986 G Trenton State College	10,400,000	Series 1984 B	9,110,000	1,097,054	July 1, 1994
Dec. 5, 1986	Series 1986 H Montclair State College	21,690,000	Series 1983 A	18,320,000	2,759,820	July 1, 1992

Date of Sale	Issue and College	Amount of Refunding Issue	Refunded		Debt Service Savings	Call Date
			Issue	Amount		
Dec. 5, 1986	Series 1986 I Montclair State College	\$ 11,010,000	Series 1983 B	\$ 9,480,000	\$ 1,763,525	July 1, 1992
Jan. 28, 1987	1987 Series A Princeton University	9,292,925	1982 Series, Project A	8,545,000	924,935	July 1, 1988
June 3, 1987	Series 1987 A Jersey City State College	282,337	Series 1971 B	175,000		August 1, 1987

The sale of the refunding issues enabled the Authority to provide for defeasance of the outstanding bond issues with a resultant reduction in annual debt service payment requirements to provide savings to the colleges during the term of the issues.

The proceeds received from the sales of the bond issues were used to refund the outstanding bond issues by depositing in an escrow fund to be held by the Trustee an amount which, when combined with interest earnings thereon, is at least equal to the sum of the outstanding principal amount of the bonds, the interest to accrue thereon to and including the first optional redemption date thereof, and the premium required to redeem the bonds outstanding on such date.

Note 7 — Pension Plan:

The Authority provides for the enrollment of its employees in the Public Employees Retirement System of New Jersey. The Authority's contribution is based upon a percentage of annual gross wages paid to employees. Employees of the Authority also make a contribution for pension benefits; the percentage range of contributions, as determined by the Retirement System was 4.98%-7.94% in 1987. The Authority's pension expense for the year ended December 31, 1987 was \$18,018 and is included in the Operating Fund.

Note 8 — Contingencies:

The Authority, in the normal course of business, is involved in various legal matters. Under the terms of the Agreements enacted by the Authority with public and private institutions, any costs associated with litigation are the obligation of the institution. It is the opinion of the Authority after consultation with legal counsel that its financial position will not be adversely affected by the ultimate outcome of any present legal proceedings.

Note 9 — Real Estate Purchases:

For the period 1983 through 1987, the Authority purchased, on behalf of Trenton State College, certain properties located adjacent to the College at a cost of \$1,455,000, which amount was provided by a contribution from the College.

Summary of Bond Funds , Statement of Financial Position, December 31, 1987

	RIDER COLLEGE	GLASSBORO STATE COLLEGE	JERSEY CITY STATE COLLEGE	TRENTON STATE COLLEGE	FAIRLEIGH DICKINSON UNIVERSITY	MONTCLAIR STATE COLLEGE	
	TOTAL	(1971 SERIES A)	(SERIES 1971 A)	(SERIES 1971 B)	(SERIES 1972 A)	(1972 SERIES A)	(SERIES 1972 B)
ASSETS							
Cash and cash equivalents.....	\$4,640,061	\$13,849	\$10,768		\$16,319	\$10,677	\$2,400
Investments.....	175,431,245	659,390	227,011		1,147,389	761,685	911,247
Accrued interest receivable.....	1,977,600	10,400	4,200		17,600	10,700	14,300
Prepaid expenses.....	6,895,133						
Receivables.....	485,696,811	3,017,500	942,500		7,295,000	2,907,500	4,262,500
U.S. Government debt service subsidies receivable.....	428,826					33,743	46,476
Intra-fund receivable (payable).....	0						
	\$675,069,676	\$3,701,139	\$1,184,479	\$0	\$8,476,308	\$3,724,305	\$5,236,923
LIABILITIES AND FUND BALANCES							
Accounts payable and accrued expenses.....	\$6,683,089						
Accrued interest payable.....	3,372,699						
Bonds payable.....	539,497,311	\$3,050,000	\$955,000		\$7,395,000	\$2,965,000	\$4,320,000
Fund balances.....	125,516,577	651,139	229,479		1,081,308	759,305	916,923
	\$675,069,676	\$3,701,139	\$1,184,479	\$0	\$8,476,308	\$3,724,305	\$5,236,923

Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended December 31, 1987

REVENUES							
Annual loan and rental requirement.....	\$38,673,908	\$156,534	\$44,332		\$602,615	\$195,044	\$183,780
Interest income.....	12,163,621	49,259	19,600	\$799	76,618	55,568	79,910
U.S. Government debt service subsidies.....	1,600,575	96,026	26,370		92,214	67,486	92,952
	52,438,104	301,819	90,302	799	771,447	318,098	356,642
EXPENDITURES							
Administrative fees.....	606,781	3,700	1,205		9,270	4,080	5,415
Interest expense.....	34,739,154	211,750	59,885		443,940	170,070	257,905
Professional fees and other services.....	4,416,689				1,107		
Construction and equipment costs.....	61,551,710				165,511		
	101,314,334	215,450	61,090	0	619,828	174,150	263,320
ADDITIONS TO FUND BALANCES							
Proceeds from the issuance of bonds.....	78,034,416						
College and university contributions.....	4,658,802						
Transfers (intra-fund).....	0			(40,683)			
Project development obligations.....	26,775,000						
	109,468,218	0	0	(40,683)	0	0	0
DEDUCTIONS FROM FUND BALANCES							
Provision for revenue bond maturity.....	15,336,189	62,500	25,000		195,000	112,500	112,500
Transfers to provide for defeasance of refunded bonds.....	9,380,407			1,177			
Early redemption of bonds.....	1,115,352						
Adjustment of investment valuation reserve.....	820,973						
	26,652,921	62,500	25,000	1,177	195,000	112,500	112,500
Increase (decrease) in fund balances.....	33,939,067	23,869	4,212	(41,061)	(43,381)	31,448	(19,178)
FUND BALANCES, beginning of year.....	91,577,510	627,270	225,267	41,061	1,124,689	727,857	936,101
FUND BALANCES, end of year.....	\$125,516,577	\$651,139	\$229,479	\$0	\$1,081,308	\$759,305	\$916,923

New Jersey Educational Facilities Authority

RAMAPO COLLEGE OF NEW JERSEY	RAMAPO COLLEGE OF NEW JERSEY	UNION COUNTY COLLEGE	RICHARD STOCKTON STATE COLLEGE	RICHARD STOCKTON STATE COLLEGE	RUTGERS THE STATE UNIVERSITY	KEAN COLLEGE OF NEW JERSEY	WILLIAM PATERSON COLLEGE OF NEW JERSEY	MONTCLAIR STATE COLLEGE	GLASSBORO STATE COLLEGE
(SERIES 1973 A)	(SERIES 1973 B)	(1973 SERIES A)	(SERIES 1973 C)	(SERIES 1973 D)	(SERIES 1974 A)	(SERIES 1974 B)	(SERIES 1974 C)	(SERIES 1974 D)	(SERIES 1974 E)
(\$917)	\$9,914	\$15,360	\$4,114	\$9,170	\$7,335	\$3,878	\$16,497	\$11,384	\$244,897
302,080	150,476	510,947	217,834	508,090	874,591	1,064,382	535,941	850,869	798,672
3,600	1,100	6,200	5,100	8,700	16,500	17,700	9,700	20,700	9,300
1,260,000	752,500	2,602,500	1,417,500	4,550,000	5,385,000	6,372,500	3,222,500	5,285,000	5,077,500
16,498				15,140		164,274		52,474	
(13,172)				362,208					
\$1,568,089	\$913,990	\$3,135,007	\$1,644,548	\$5,453,308	\$6,283,426	\$7,622,734	\$3,784,638	\$6,220,427	\$6,130,369
				\$16,478					
\$1,285,000	\$780,000	\$2,655,000	\$1,435,000	4,610,000	\$5,455,000	\$6,455,000	\$3,265,000	\$5,350,000	\$177,019
283,089	133,990	480,007	209,548	826,830	828,426	1,167,734	519,638	870,427	5,135,000
									818,350
\$1,568,089	\$913,990	\$3,135,007	\$1,644,548	\$5,453,308	\$6,283,426	\$7,622,734	\$3,784,638	\$6,220,427	\$6,130,369
\$91,212	\$106,659	\$168,170	\$112,798	\$392,201	\$195,723	\$375,645	\$151,843	\$297,535	\$193,953
18,226	8,478	36,477	13,331	45,208	68,955	90,788	46,564	62,397	66,501
32,996		42,915		30,280	135,364	164,274	96,552	104,948	153,364
142,434	115,137	247,562	126,129	467,689	400,042	630,707	294,959	464,880	413,818
1,760	1,310	3,635	1,780	5,700	6,725	7,960	4,025	6,425	6,080
73,135	44,175	147,000	83,428	271,852	326,050	407,425	206,125	330,603	357,318
			880	4,237				3,972	
			1,398	105,309					
74,895	45,485	150,635	87,486	387,098	332,775	415,385	210,150	341,000	363,398
(17,539)	5,954		7,855	136,683					31,898
(17,539)	5,954	0	7,855	136,683	0	0	0	0	31,898
50,000	52,500	102,500	35,000	117,500	135,000	160,000	82,500	125,000	110,000
50,000	52,500	102,500	35,000	117,500	135,000	160,000	82,500	125,000	110,000
0	23,106	(5,573)	11,498	99,774	(67,733)	55,322	2,309	(1,120)	(27,682)
283,089	110,884	485,580	198,050	727,056	896,159	1,112,412	517,329	871,547	846,032
\$283,089	\$133,990	\$480,007	\$209,548	\$826,830	\$828,426	\$1,167,734	\$519,638	\$870,427	\$818,350

Summary of Bond Funds, Statement of Financial Position, December 31, 1987

	MONMOUTH COLLEGE	GLASSBORO STATE COLLEGE	WILLIAM PATERSON COLLEGE OF NEW JERSEY	SETON HALL UNIVERSITY	GLASSBORO STATE COLLEGE	RAMAPO COLLEGE OF NEW JERSEY
	(1975 SERIES A)	(SERIES 1975 B)	(SERIES 1976 A)	(1976 SERIES A)	(SERIES 1976 B)	(SERIES 1976 C)
ASSETS						
Cash and cash equivalents.....	\$10,982	\$4,162	\$7,237	\$4,823	\$18,124	\$28,068
Investments.....	427,281	58,378	886,636	748,759	451,204	416,718
Accrued interest receivable.....	7,700	1,000	13,500	12,300	9,600	4,700
Prepaid expenses.....						
Receivables.....	1,530,000	142,000	4,902,500	3,750,000	2,122,500	2,097,500
U.S. Government debt service subsidies receivable.....						
Intra-fund receivable (payable).....					(1,275)	13,172
	\$1,975,963	\$205,540	\$5,809,873	\$4,515,882	\$2,600,153	\$2,560,158
LIABILITIES AND FUND BALANCES						
Accounts payable and accrued expenses.....						
Accrued interest payable.....						
Bonds payable.....	\$1,560,000	\$142,000	\$4,950,000	\$3,800,000	\$2,150,000	\$2,125,000
Fund balances.....	415,963	63,540	859,873	715,882	450,153	435,158
	\$1,975,963	\$205,540	\$5,809,873	\$4,515,882	\$2,600,153	\$2,560,158

Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended December 31, 1987

REVENUES						
Annual loan and rental requirement.....	\$87,944	\$64,215	\$324,178	\$256,794	\$174,071	\$232,461
Interest income.....	31,498	3,489	85,075	56,158	40,785	35,417
U.S. Government debt service subsidies.....	75,400		122,536	66,456		
	194,842	67,704	531,789	379,408	214,856	267,878
EXPENDITURES						
Administrative fees.....	2,710	580	5,685	4,550	2,555	2,525
Interest expense.....	128,568	12,635	377,672	282,093	154,120	163,121
Professional fees and other services.....			387			
Construction and equipment costs.....			47,093			7,940
	131,278	13,215	430,837	286,643	156,675	173,586
ADDITIONS TO FUND BALANCES						
Proceeds from the issuance of bonds.....						
College and university contributions.....						
Transfers (intra-fund).....			16,597		23,072	17,539
Project development obligations.....						
	0	0	16,597	0	23,072	17,539
DEDUCTIONS FROM FUND BALANCES						
Provision for revenue bond maturity.....	60,000	51,000	90,000	95,000	52,500	52,500
Transfers to provide for defeasance of refunded bonds.....						
Early redemption of bonds.....						
Adjustment of investment valuation reserve.....						
	60,000	51,000	90,000	95,000	52,500	52,500
Increase (decrease) in fund balances.....	3,564	3,489	27,549	(2,235)	28,753	59,331
FUND BALANCES, beginning of year.....	412,399	60,051	832,324	718,117	421,400	375,827
FUND BALANCES, end of year.....	\$415,963	\$63,540	\$859,873	\$715,882	\$450,153	\$435,158

New Jersey Educational Facilities Authority

TRENTON STATE COLLEGE	MONTCLAIR STATE COLLEGE	SAINT PETER'S COLLEGE REFUNDING ISSUE	JERSEY CITY STATE COLLEGE REFUNDING ISSUE	RAMAPO COLLEGE OF NEW JERSEY	GLASSBORO STATE COLLEGE	TRENTON STATE COLLEGE	RAMAPO COLLEGE OF NEW JERSEY	THE INSTITUTE FOR ADVANCED STUDY	OCEAN COUNTY COLLEGE
(SERIES 1976 D)	(SERIES 1977 A & B)	(1977 SERIES A)	(SERIES 1977 C)	(SERIES 1978 B)	(SERIES 1979 A)	(SERIES 1979 B)	(SERIES 1979 C)	(1980 SERIES A)	(SERIES 1980 A)
\$12,955	\$7,529	\$8,394	\$4,291	\$2,500	\$6,325	\$147,974	\$73,685	\$719	\$2,807
609,907	403,004	1,056,412	927,597		301,268		111,205	66,781	349,303
13,300	7,500	23,500	24,900		3,800		1,100		4,000
4,692,500	2,120,500	5,945,000	7,225,000	52,500	1,495,000	805,000	1,067,500	7,932,500	532,500
35,580	19,266		45,375						
\$5,364,242	\$2,557,799	\$7,033,306	\$8,227,163	\$55,000	\$1,806,393	\$952,974	\$1,253,490	\$8,000,000	\$888,610
\$4,745,000	\$2,151,000	\$6,020,000	\$7,300,000	\$55,000	\$1,510,000	\$27,750	\$1,085,000	\$8,000,000	\$630,000
619,242	406,799	1,013,306	927,163		296,393	925,000	168,490		258,610
						224			
\$5,364,242	\$2,557,799	\$7,033,306	\$8,227,163	\$55,000	\$1,806,393	\$952,974	\$1,253,490	\$8,000,000	\$888,610
\$843,345	\$110,668	\$575,548	\$561,065	\$7,975	\$109,402	\$300,343	\$121,668	\$756,991	\$218,986
54,365	28,062	64,925	58,700		19,777	1,064	12,596	1,769	24,881
71,160	38,532		90,750						
968,870	177,262	640,473	710,515	7,975	129,179	301,407	134,264	758,760	243,867
6,123	2,708	7,290	8,570	100	1,710	2,300	1,325	8,775	1,680
332,603	110,460	377,663	457,650	2,875	99,848	59,100	70,783	617,485	56,010
13,946			30,902						
27,474			1,796				30,934		
380,146	113,168	384,953	498,918	2,975	101,558	61,400	103,042	626,260	57,690
			(2,180,869)		14,024		(5,954)		
0	0	0	(2,180,869)	0	14,024	0	(5,954)	0	0
88,500	60,500	147,500	147,500	5,000	30,000	240,000	35,000	132,500	187,500
511,808									
600,308	60,500	147,500	147,500	5,000	30,000	240,000	35,000	132,500	187,500
(11,584)	3,594	108,020	(2,116,772)	0	11,645	7	(9,732)	0	(1,323)
630,826	403,205	905,286	3,043,935	0	284,748	217	178,222	0	259,933
\$619,242	\$406,799	\$1,013,306	\$927,163	\$0	\$296,393	\$224	\$168,490	\$0	\$258,610

Summary of Bond Funds , Statement of Financial Position, December 31, 1987

	NEW JERSEY INSTITUTE OF TECHNOLOGY	PRINCETON UNIVERSITY	WILLIAM PATERSON COLLEGE OF NEW JERSEY	MONTCLAIR STATE COLLEGE	MONTCLAIR STATE COLLEGE	STEVENS INSTITUTE OF TECHNOLOGY
	(SERIES 1982 A)	(1982 SERIES PROJECT A)	(SERIES 1982 E)	(SERIES 1983 A)	(SERIES 1983 B)	(1983 SERIES A)
ASSETS						
Cash and cash equivalents.....		\$3,973	\$29,914	\$10,029	\$3,720	\$208,925
Investments.....		1,811,824	774,623	924,878	530,915	72,642
Accrued interest receivable.....		38,000	16,600	11,900	8,100	
Prepaid expenses.....						
Receivables.....		832,500	1,807,500	1,350,000	697,500	4,795,000
U.S. Government debt service subsidies receivable.....						
Intra-fund receivable (payable).....				(816,807)	(470,917)	
	\$0	\$2,686,297	\$2,628,637	\$1,480,000	\$769,318	\$5,076,567
LIABILITIES AND FUND BALANCES						
Accounts payable and accrued expenses.....					\$4,318	
Accrued interest payable.....						\$206,567
Bonds payable.....		\$1,665,000	\$1,860,000	\$1,480,000	765,000	4,870,000
Fund balances.....		1,021,297	768,637			
	\$0	\$2,686,297	\$2,628,637	\$1,480,000	\$769,318	\$5,076,567

Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended December 31, 1987

REVENUES						
Annual loan and rental requirement.....		\$749,257	\$236,784	\$207,023	\$94,388	\$564,460
Interest income.....	\$63,720	233,765	62,136	56,282	32,681	1,790
U.S. Government debt service subsidies.....						
	63,720	983,022	298,920	263,305	127,069	566,250
EXPENDITURES						
Administrative fees.....	1,760		2,200			5,350
Interest expense.....	43,306	235,298	181,123	111,743	57,681	418,400
Professional fees and other services.....				17,849	28,721	
Construction and equipment costs.....						
	45,066	235,298	183,323	129,592	86,402	423,750
ADDITIONS TO FUND BALANCES						
Proceeds from the issuance of bonds.....						
College and university contributions.....						
Transfers (intra-fund).....		(721)	(16,597)	80,581	89,875	
Project development obligations.....						
	0	(721)	(16,597)	80,581	89,875	0
DEDUCTIONS FROM FUND BALANCES						
Provision for revenue bond maturity.....	422,500	1,592,500	100,000	252,500	130,000	142,500
Transfers to provide for defeasance of refunded bonds.....		924,214		(39,312)		
Early redemption of bonds.....	603,544					
Adjustment of investment valuation reserve.....				1,106	542	
	1,026,044	2,516,714	100,000	214,294	130,542	142,500
Increase (decrease) in fund balances.....	(1,007,390)	(1,769,711)	(1,000)	0	0	0
FUND BALANCES, beginning of year.....	1,007,390	2,791,008	769,637	0	0	0
FUND BALANCES, end of year.....	\$0	\$1,021,297	\$768,637	\$0	\$0	\$0

New Jersey Educational Facilities Authority

GLASSBORO STATE COLLEGE	TRENTON STATE COLLEGE	PRINCETON UNIVERSITY	MONMOUTH COLLEGE	PRINCETON UNIVERSITY	RICHARD STOCKTON STATE COLLEGE	WILLIAM PATERSON COLLEGE OF N.J.	RICHARD STOCKTON STATE COLLEGE	KEAN COLLEGE OF NEW JERSEY	GLASSBORO STATE COLLEGE
(SERIES 1983 D)	(SERIES 1983 E)	(1984 SERIES, PROJECT B)	(1985 SERIES A)	(1985 SERIES, PROJECT C)	(SERIES 1985 A)	(SERIES 1985 B & 1981 B)	(SERIES 1985 C)	(SERIES 1985 D)	(SERIES 1985 E)
\$2,523	\$3,508	\$5,510	\$62,134	\$6,331	\$18,049	\$7,496	\$11,679	\$31,989	\$7,615
231,467	14,113	7,815,760	398,105	6,226,099	1,813,292	3,026,936	913,800	3,112,842	698,234
3,100	500	202,800	1,400	78,800	51,300	100,300	21,600	34,000	14,000
3,292,500		47,022,500	1,952,500	29,952,500	10,497,500	17,680,000	3,950,000	3,747,500	1,057,500
(4,065)					(99,443)				
\$3,525,525	\$18,121	\$55,046,570	\$2,414,139	\$36,504,555	\$12,728,509	\$21,399,833	\$5,022,518	\$7,035,528	\$1,803,507
			\$19,737 61,720	\$8,849	\$21,059			\$110,455	
\$3,335,000		\$48,290,000	1,995,000	30,700,000	10,600,000	\$17,845,000	\$4,040,000	3,895,000	\$1,160,000
190,525	\$18,121	6,756,570	337,682	5,795,706	2,107,450	3,554,833	982,518	3,030,073	643,507
\$3,525,525	\$18,121	\$55,046,570	\$2,414,139	\$36,504,555	\$12,728,509	\$21,399,833	\$5,022,518	\$7,035,528	\$1,803,507
\$178,227	\$199,422	\$5,691,896	\$188,695	\$3,491,294	\$1,125,041	\$1,323,604	\$419,480	\$477,620	\$244,661
11,243	62,687	861,661	44,313	555,816	160,594	239,995	76,569	79,356	49,069
189,470	262,109	6,553,557	233,008	4,047,110	1,285,635	1,563,599	496,049	556,976	293,730
3,500	1,405	52,885	2,150	32,110	10,980	18,700	4,370	4,440	1,545
101,325	48,300	4,047,072	120,080	2,452,642	898,302	1,276,219	321,324	294,949	82,219
	19,144			19,266	79,834	25,136	9,443	117,339	6,073
				2,310,634	43,079			263,531	
104,825	68,849	4,099,957	122,230	4,814,652	1,032,195	1,320,055	335,137	680,259	89,837
1,630					(136,683)		(7,855)	2,470,673	130,531
1,630	0	0	0	0	(136,683)	0	(7,855)	2,470,673	130,531
85,000	945,000	2,452,500	82,500	1,452,500	200,000	320,000	175,000	285,000	200,000
									660
85,000	945,000	2,452,500	82,500	1,452,500	200,000	320,000	175,000	285,000	200,660
1,275	(751,740)	1,100	28,278	(2,220,042)	(83,243)	(76,456)	(21,943)	2,062,390	133,764
189,250	769,861	6,755,470	309,404	8,015,748	2,190,693	3,631,289	1,004,461	967,683	509,743
\$190,525	\$18,121	\$6,756,570	\$337,682	\$5,795,706	\$2,107,450	\$3,554,833	\$982,518	\$3,030,073	\$643,507

Summary of Bond Funds, Statement of Financial Position, December 31, 1987

	RICHARD STOCKTON STATE COLLEGE	SETON HALL UNIVERSITY	DREW UNIVERSITY	FAIRLEIGH DICKINSON UNIVERSITY	RABBINICAL COLLEGE OF AMERICA	PRINCETON THEOLOGICAL SEMINARY
	(SERIES 1985 F)	(1985 SERIES, PROJECT A)	(1985 SERIES B)	(1985 SERIES C)	(1985 SERIES D)	(1985 SERIES E)
ASSETS						
Cash and cash equivalents.....	\$12,923	\$8,279	\$2,195	\$110,358	\$8,813	\$315,035
Investments.....	1,203,053	4,064,795		341,931	4,940	6,085,628
Accrued interest receivable.....	25,700	66,400		1,300		76,900
Prepaid expenses.....	202,798	1,014,897	64,444			56,512
Receivables.....	7,715,000	31,342,500	12,130,000	7,000,000	1,799,311	8,000,000
U.S. Government debt service subsidies receivable....						
Intra-fund receivable (payable).....						
	\$9,159,474	\$36,496,871	\$12,196,639	\$7,453,589	\$1,813,064	\$14,534,075
LIABILITIES AND FUND BALANCES						
Accounts payable and accrued expenses.....	\$146,647			\$80,574		\$235,084
Accrued interest payable.....				110,250		295,000
Bonds payable.....	7,810,000	\$31,570,000	\$12,130,000	7,000,000	\$1,799,311	8,000,000
Fund balances.....	1,202,827	4,926,871	66,639	262,765	13,753	6,003,991
	\$9,159,474	\$36,496,871	\$12,196,639	\$7,453,589	\$1,813,064	\$14,534,075

Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended December 31, 1987

REVENUES						
Annual loan and rental requirement.....	\$778,833	\$3,324,331	\$775,694	\$403,200	\$209,684	\$298,572
Interest income.....	70,880	393,996	2,434	21,361	9,035	412,394
U.S. Government debt service subsidies.....						
	849,713	3,718,327	778,128	424,561	218,719	710,966
EXPENDITURES						
Administrative fees.....	3,905	31,985	12,275		1,883	4,000
Interest expense.....	657,520	2,764,250	630,694	403,200	125,995	590,000
Professional fees and other services.....	80,592	315,335	58,745	92,003	14,627	219,678
Construction and equipment costs.....	435,011	7,270,344		2,188,164	428,020	1,042,503
	1,177,028	10,381,914	701,714	2,683,367	570,525	1,856,181
ADDITIONS TO FUND BALANCES						
Proceeds from the issuance of bonds.....						
College and university contributions.....	210,000			9,428		
Transfers (intra-fund).....						
Project development obligations.....						
	210,000	0	0	9,428	0	0
DEDUCTIONS FROM FUND BALANCES						
Provision for revenue bond maturity.....	95,000	435,000	145,000		83,689	
Transfers to provide for defeasance of refunded bonds.						
Early redemption of bonds.....						
Adjustment of investment valuation reserve.....	27,307					
	122,307	435,000	145,000	0	83,689	0
Increase (decrease) in fund balances.....	(239,622)	(7,098,587)	(68,586)	(2,249,378)	(435,495)	(1,145,215)
FUND BALANCES, beginning of year.....	1,442,449	12,025,458	135,225	2,512,143	449,248	7,149,206
FUND BALANCES, end of year.....	\$1,202,827	\$4,926,871	\$66,639	\$262,765	\$13,753	\$6,003,991

New Jersey Educational Facilities Authority

EQUIPMENT AND CAPITAL IMPROVEMENT POOL	NEW JERSEY INSTITUTE OF TECHNOLOGY	NEW JERSEY INSTITUTE OF TECHNOLOGY	GLASSBORO STATE COLLEGE	TRENTON STATE COLLEGE	GLASSBORO STATE COLLEGE	RAMAPO COLLEGE OF NEW JERSEY	TRENTON STATE COLLEGE	MONTCLAIR STATE COLLEGE	MONTCLAIR STATE COLLEGE
(1985 SERIES A)	(SERIES 1986 A)	(SERIES 1986 B)	(SERIES 1986 C)	(SERIES 1986 D)	(SERIES 1986 E)	(SERIES 1986 F)	(SERIES 1986 G)	(SERIES 1986 H)	(SERIES 1986 I)
\$2,032	\$214,726	\$9,463	\$424,780	\$7,800	\$224,100	\$333,488	\$6,554	\$46,615	\$4,285
45,759,120	25,347,748	3,095,368	2,162,737	1,332,815	1,721,444	1,245,439	3,348,054	2,164,187	1,138,119
	489,400	76,100	25,400	12,200	28,400	18,200	40,500	28,700	16,700
964,714	483,303	95,915	202,766	162,930	46,178	140,136	146,307	730,412	176,431
3,000,000	26,387,500	6,565,000	11,722,500	9,745,000	3,087,500	8,337,500	10,237,500	21,532,500	10,922,500
			5,340					816,807	470,917
\$49,725,866	\$52,922,677	\$9,841,846	\$14,543,523	\$11,260,745	\$5,107,622	\$10,074,763	\$13,778,915	\$25,319,221	\$12,728,952
\$43,837	\$2,470,130		\$401,460		\$1,815		\$182,307		
48,900,000	26,775,000	\$6,715,000	11,880,000	\$9,930,000	3,200,000	8,425,000	10,360,000	\$21,595,000	\$10,955,000
782,029	23,677,547	3,126,846	2,262,063	1,330,745	1,814,718	1,360,297	3,236,608	3,724,221	1,773,952
\$49,725,866	\$52,922,677	\$9,841,846	\$14,543,523	\$11,260,745	\$5,107,622	\$10,074,763	\$13,778,915	\$25,319,221	\$12,728,952
\$21,783	\$400,888	\$694,653	\$1,109,429	\$1,067,483	\$339,524	\$775,660	\$959,258	\$1,445,473	\$747,332
3,328,245	1,940,590	192,006	136,736	71,010	108,788	78,907	250,186	205,259	84,350
3,350,028	2,341,478	886,659	1,246,165	1,138,493	448,312	854,567	1,209,444	1,650,732	831,682
2,362,742	13,387	6,815	11,940	10,050	3,280	8,445	10,400	21,690	11,010
477,503	1,643,123	439,903	848,943	688,050	184,311	578,932	722,493	1,477,004	751,585
	46,453	76,745	47,641	123,320	58,482	64,818	935,255	85,234	61,623
	2,781,086		19,222	11,944	72,908	4,200	1,835,212		
2,840,245	4,484,049	523,463	927,746	833,364	318,981	656,395	3,503,360	1,583,928	824,218
			(38,726)	231,455	(200,000)	(31,898)	600,722	(80,581)	(89,875)
	26,775,000						200,000		
0	26,775,000	0	(38,726)	31,455	(31,898)	0	800,722	(80,581)	(89,875)
	387,500	250,000	217,500	305,000	192,500	107,500	162,500	157,500	87,500
		(3,166)					(4,550)		
	376,659	27,102	46,211	41,677	8,827	31,388	42,505		
0	764,159	273,936	263,711	346,677	201,327	138,888	200,455	157,500	87,500
509,783	23,868,270	89,260	15,982	(10,093)	(103,894)	59,284	(1,693,649)	(171,277)	(169,911)
272,246	(190,723)	3,037,586	2,246,081	1,340,838	1,918,612	1,301,013	4,930,257	3,895,498	1,943,863
\$782,029	\$23,677,547	\$3,126,846	\$2,262,063	\$1,330,745	\$1,814,718	\$1,360,297	\$3,236,608	\$3,724,221	\$1,773,952

Summary of Bond Funds , Statement of Financial Position, December 31, 1987

	PRINCETON UNIVERSITY	RIDER COLLEGE	JERSEY CITY STATE COLLEGE	PRINCETON UNIVERSITY	MONMOUTH COLLEGE	RICHARD STOCKTON STATE COLLEGE
	(1987 SERIES, PROJECT A)	(1987 SERIES B)	(SERIES 1987 A)	(1987 SERIES, PROJECT B)	(1987 SERIES C)	(SERIES 1987 B)
ASSETS						
Cash and cash equivalents.....	\$654,710	\$1,170,281	\$7,800	\$61,067	\$186	\$7,090
Investments.....	1,666,381	11,073,900	3,243,409	13,385,234	370,561	1,975,795
Accrued interest receivable.....	22,700	103,000	69,400	500	6,000	5,000
Prepaid expenses.....	235,774	328,715	48,265	240,505		19,600
Receivables.....	27,892,500	21,400,000	2,475,000	22,285,000	1,722,500	1,000,000
U.S. Government debt service subsidies receivable.....						
Intra-fund receivable (payable).....						(262,765)
	\$30,472,065	\$34,075,896	\$5,843,874	\$35,850,172	\$2,099,247	\$2,744,720
LIABILITIES AND FUND BALANCES						
Accounts payable and accrued expenses.....	\$451,960		\$286,223	\$2,296,312	\$161,626	\$145,678
Accrued interest payable.....	651,271	\$1,005,463			55,644	
Bonds payable.....	28,785,000	21,400,000	2,475,000	22,285,000	1,750,000	1,000,000
Fund balances.....	583,834	11,670,433	3,082,651	11,268,860	131,977	1,599,042
	\$30,472,065	\$34,075,896	\$5,843,874	\$35,850,172	\$2,099,247	\$2,744,720

Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended December 31, 1987

REVENUES						
Annual loan and rental requirement.....	\$2,032,542				\$84,019	
Interest income.....	252,205	\$527,295	\$201,902	\$500	22,487	\$4,138
U.S. Government debt service subsidies.....						
	2,284,747	527,295	201,902	500	106,506	4,138
EXPENDITURES						
Administrative fees.....	65,415	53,500	6,187	55,713	5,250	
Interest expense.....	1,302,542	1,005,463	123,430		55,644	
Professional fees and other services.....	165,900	716,562	253,932	50,500	20,024	73,481
Construction and equipment costs.....	19,857,799	8,376,103	1,315,624	10,957,609	1,616,111	335,151
	21,391,656	10,151,628	1,699,173	11,063,822	1,697,029	408,632
ADDITIONS TO FUND BALANCES						
Proceeds from the issuance of bonds.....	28,958,672	21,481,395	2,487,900	22,352,775	1,750,000	1,003,674
College and university contributions.....			5,993			1,000,000
Transfers (intra-fund).....	721		2,221,552			
Project development obligations.....						
	28,959,393	21,481,395	4,715,445	22,352,775	1,750,000	2,003,674
DEDUCTIONS FROM FUND BALANCES						
Provision for revenue bond maturity.....	892,500				27,500	
Transfers to provide for defeasance of refunded bonds.....	8,376,150		125,894			
Early redemption of bonds.....						
Adjustment of investment valuation reserve.....		186,629	9,629	20,593		138
	9,268,650	186,629	135,523	20,593	27,500	138
Increase (decrease) in fund balances.....	583,834	11,670,433	3,082,651	11,268,860	131,977	1,599,042
FUND BALANCES, beginning of year.....	0	0	0	0	0	0
FUND BALANCES, end of year.....	\$583,834	\$11,670,433	\$3,082,651	\$11,268,860	\$131,977	\$1,599,042

Financial and Legal Services

LEGAL COUNSEL

The Attorney General of New Jersey

BOND COUNSEL

McCarter & English

Mudge Rose Guthrie Alexander & Ferdon

FINANCIAL ADVISOR

Drexel Burnham Lambert Incorporated

INDEPENDENT ACCOUNTANTS

Arthur Andersen & Co.

INTERNAL ACCOUNTANTS

Vitt & San Filippo

TRUSTEES, PAYING AGENTS AND DEPOSITORIES

Central Jersey Bank & Trust Company, Freehold

First Fidelity Bank, N.A., New Jersey, Newark

First Fidelity Bank, N.A., South Jersey, Woodbury

First Jersey National Bank, Jersey City

Midlantic National Bank, Edison

National Community Bank of New Jersey, Maywood

National State Bank, Trenton

New Jersey National Bank, Pennington

United Jersey Bank, Hackensack

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