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INDEPENDENT AUDITOR'S REPORT

The Members of New Jersey
Transportation Trust Fund Authority

We have audited the accompanying balance sheet of the New Jersey Transportation Trust Fund Authority as of June 30, 1997, and the related statement of revenues, expenditures and changes in fund balances for the year then ended. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Generally Accepted Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts, and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the New Jersey Transportation Trust Fund Authority as of June 30, 1997, and the results of its operations and changes in the fund balances for the year then ended, in conformity with Generally Accepted Accounting Principles.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplementary schedules are presented for purposes of additional analysis and are not a required part of the financial statements. These schedules are the responsibility of the Authority's management. Such schedules have been subjected to the auditing procedures applied in our audit for the financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the financial statements taken as a whole.

Mian & Associates, L.L.C.
Mian & Associates, L.L.C.
August 29, 1997

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

BALANCE SHEET

JUNE 30, 1997

	Government Fund Types			Account Group	Total Memorandum Only	
	Special Revenue		Debt Service		June 30 1997	June 30 1996
	Authority Reserve	Transportation Improvement				
ASSETS						
Account Receivable - State of New Jersey (Note 1)	\$ -	\$ 14,212,868	\$ -	\$ -	\$ 14,212,868	\$ 29,126,514
Investment, at cost (Note 3)	84,575	218,788,817	16,113,023	-	234,986,415	170,898,143
Due from other funds	707	-	40,198,405	-	40,199,112	54,813,880
Amount available in debt service fund	-	-	-	50,529,885	50,529,885	77,271,459
Amount to be provided for retirement of bonds (Note 4)	-	-	-	2,491,120,115	2,491,120,115	1,798,088,541
TOTAL ASSETS	\$ 85,282	\$ 233,001,685	\$ 56,311,428	\$ 2,541,650,000	\$ 2,831,048,395	\$ 2,130,198,537
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accrued interest payable	\$ -	\$ -	\$ 5,781,543	\$ -	\$ 5,781,543	\$ 4,349,501
Account payable - State of New Jersey	-	47,916,461	-	-	47,916,461	62,685,809
Due to other funds	-	40,199,112	-	-	40,199,112	54,813,880
Transportation system bonds payable (Note 4)	-	-	-	2,541,650,000	2,541,650,000	1,875,360,000
Total Liabilities	\$ -	\$ 88,115,573	\$ 5,781,543	\$ 2,541,650,000	\$ 2,635,547,116	1,997,209,190
FUND BALANCES:						
Reserved for debt service requirements (Note 4)	\$ -	\$ -	\$ 50,529,885	\$ -	\$ 50,529,885	77,271,459
Reserve for payment of state transportation system cost	-	144,886,112	-	-	144,886,112	55,638,098
Unreserved - designed for operating expenses	85,282	-	-	-	85,282	79,790
Total fund balances	85,282	144,886,112	50,529,885	-	195,501,279	132,989,347
TOTAL LIABILITIES AND FUND BALANCES	\$ 85,282	\$ 233,001,685	\$ 56,311,428	\$ 2,541,650,000	\$ 2,831,048,395	\$ 2,130,198,537

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 1997

	Government Fund Types			Total Memorandum Only	
	Special Revenue				
	Authority Reserve	Transportation Improvement	Total	Debt Service	
REVENUES (Notes 1 and 4)					
State appropriations equivalent to:					
Motor fuel taxes	\$ -	\$ 280,000,000	\$ 280,000,000	\$ -	\$ 142,100,000
Commercial vehicle fees and taxes	-	-	-	-	30,000,000
Toll road authorities	-	24,500,000	24,500,000	-	24,500,000
Interest income (Note 3)	4,350	15,668,306	15,672,656	2,244,688	15,223,740
Total Revenues	4,350	320,168,306	320,172,656	2,244,688	211,823,740
EXPENDITURES:					
Operating expenditures	22,032	253,925	275,957	-	275,957
Bond interest expenditures	-	-	-	136,019,404	136,019,404
State transportation costs	-	785,231,892	785,231,892	-	785,231,892
Principal retirement of bonds/notes payable	-	-	-	48,050,000	48,050,000
Total Expenditures	22,032	785,485,817	785,507,849	184,069,404	969,577,253
EXCESS OF REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUES)	(17,682)	(465,317,511)	(465,335,193)	(181,824,716)	(2,009,063,797)
OTHER FINANCING (USES) SOURCES					
Bond proceeds	-	709,671,841	709,671,841		709,671,841
Operating transfers in	23,174	686,793,552	686,816,726		686,816,726
Operating transfers out		-	-	(686,816,726)	(196,601,181)
Transfer in (out) - net		(841,899,868)	(841,899,868)	841,899,868	-
Total other financing (uses) sources	23,174	554,565,525	554,588,699	155,083,142	1,952,747,669
FUND BALANCES, BEGINNING OF YEAR	79,790	55,638,098	55,717,888	77,271,459	189,305,475
FUND BALANCES, END OF YEAR	\$ 85,282	\$ 144,886,112	\$ 144,971,394	\$ 50,529,885	\$ 132,989,347

See Notes to Financial Statements

New Jersey Transportation Trust Fund Authority

Notes to Financial Statements

June 30, 1997

1. DESCRIPTION OF THE AUTHORITY

New Jersey Transportation Trust Fund Authority (the "Authority") was created by the State of New Jersey ("the State") in 1984 pursuant to the New Jersey Transportation Trust Fund Authority Act of 1984, P.L. 1984, C. 73, as amended (the "Act") to provide a stable, predictable funding mechanism for transportation system improvements undertaken by the New Jersey Department of Transportation (the "Department"). Transportation system improvements financed by the Authority include expenditures for the planning, acquisition, design, construction, repair, maintenance and rehabilitation of public facilities for ground, water or air transportation of people or goods. The Authority also finances State aid to counties and municipalities for transportation system improvements. The Authority is governed by five members including the Commissioner of the New Jersey Department of Transportation (the "Commissioner") and the State Treasurer, who serve as ex officio members. The Authority has, from time to time, issued bonds for the purposes of paying a portion of the State's share of the costs of the transportation system improvements pursuant to the Authority's 1995 Transportation System Bond Resolution (The "Bond Resolution") adopted by the Authority on June 15, 1995, as supplemented. The Act provides, among other things, for (i) the funding of transportation system improvements through June 30, 2000, and (ii) the issuance of debt on and after August 29, 1995 in an aggregate principal amount of \$700,000,000 (the "Statutory Debt Issuance Limit"), except that if that permitted amount of debt, or any portion thereof is not incurred in a fiscal year, it may be incurred in a subsequent fiscal year. Under the Act, the Authority shall minimize debt incurrence by first relying on appropriations and other revenues available to the Authority before incurring debt to meet its statutory purposes.

Revenues

The Act provides that during the fiscal year 1996 and future fiscal years, the State Treasurer shall credit to the Authority's Transportation's Trust Fund Account, as set forth below, not less than (a) an amount equivalent to the revenue derived from \$0.025 per gallon from the tax imposed on the sale of motor fuels pursuant to Chapter 39 of Title 54 of the Revised Statutes (the "Motor Fuels Tax"), but not less than \$100,000,000 per year , plus (b) as a result of the approval by the voters of the State of an amendment to the constitution approved by the voters of the State at the general election on November 7, 1995, (i) an amount equivalent to the revenue derived from \$0.045 per gallon from the Motor Fuels Tax which shall not be less than \$180,000,000 during the fiscal year beginning July 1, 1996 and 1997, (ii) an amount equivalent to the revenue derived from \$0.055 per gallon from the Motor Fuels Tax which shall not be less than \$220,000,000 during the fiscal year beginning July 1, 1998 and (iii) an amount equivalent to the revenue derived from \$0.065 per gallon from the Motor Fuels Tax which shall not be less than \$260,000,000 for the fiscal year beginning July 1, 1999 and for each fiscal year thereafter, plus (c) \$24,500,000, which is equivalent to all amounts to be received by the State annually from the State's three toll roads authorities (New Jersey Turnpike Authority, the New Jersey Highway Authority, and the South

Jersey Transportation Authority, as successor to the New Jersey Expressway Authority, pursuant to separate contracts with each toll road authority (the "Toll Road Authority Contracts")), plus (d) an amount equivalent to the sums of the revenues due from the increase of fees from motor vehicle registrations collected pursuant to R.S. 39:320, as amended and from the increase in the tax on diesel fuels imposed pursuant to R.S. 54:39-27, as amended and by P.L. 1987, C. 460, but not less than \$30,000,000, plus (e) such additional amounts as are necessary to carry out the provisions of the Act; plus (f) after January 1, 1997, the Motor Vehicle registration fee collected pursuant to subsection a. of section 68 of P.L. 1990, c. 8 (R.S. 17B:33B-63). The Act further provides that, subject to appropriations being made from time to time by the legislature for the purposes of the Act, the State Treasurer shall pay to the Authority, no later than the fifth day of the month following the month in which a credit has been made, the amounts credited to the Transportation Trust Fund Account. Pursuant to the Act, the Authority and the State Treasurer entered into an Amended and Restated State Contract dated as of July 1, 1995, as amended (the "State Contract") which provides for the payment of these revenues to the Authority and implement the financing arrangements contemplated by the Act. For fiscal year 1997, the legislature did not appropriate \$30,000,000, as mentioned in (d) above. Therefore, the authority did not receive these revenues from the State Treasurer.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Authority is considered a component unit of the State of New Jersey and is included in the general purpose financial statements of the State.

The accounting policies of the Authority conform with generally accepted accounting principles as applicable to governmental units. The followings is a summary of significant policies:

Basis of Presentation – Fund Accounting

The accounts of the Authority are organized on the basis of funds and an account group, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures. The various funds are summarized by type in the financial statements. The following fund types and account group are used by the authority.

Special Revenue Fund

To account for the proceeds of specific revenue sources that are legally reserved for specific purposes. Under the terms of the Bond Resolution dated June 15, 1995, the Authority maintains the following accounts:

- Transportation Improvement Fund – to account for the proceeds of specific revenue sources (motor fuel tax, toll road authority contracts and commercial vehicle fees and taxes) that are legally restricted to expenditure for specific purposes. The Transportation Improvement Account is also used to account for the accumulation of resources for payment of state transportation system costs.
- Authority Reserve – to account for the operating expenditures of the Authority.

Debt Service Fund

To account for the accumulation of resources for the payment of principal and interest on bonds as defined by the Bond Resolution.

General Long-Term Debt Account Group

Is used to establish accounting control and accountability for the Authority's general long-term debt. The General Long-Term Debt account group for all long-term debt of the Authority.

Basis of Accounting

The modified accrual basis of accounting is followed by the Authority. Under the modified accrual basis of accounting, revenues, including interest income, are recorded when susceptible to accrual (i.e., both measurable and available). Revenues are considered available if they are collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due.

In applying the "susceptible to accrual" concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance.

Assessment to toll road authorities, other fees and taxes collected by the State of New Jersey are recorded in accordance with contractual requirements. Installments for assessments and other fees and taxes not yet remitted by the State of New Jersey are recorded as accounts receivable – State of New Jersey.

Investments

State of New Jersey Cash Management Fund Units are stated at fixed cost of \$1.00 Per unit, which represent market value.

Total (Memorandum Only)

Total (Memorandum Only) columns contain the totals of the similar accounts of the various funds and the General Long-Term Debt Account Group. Since the assets of the funds are restricted, the combination of the funds and account group, including assets therein, is for convenience only and does not indicate that the combined assets are available for expenditures in any manner other than that provided for in the bond resolution.

Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Authority's financial position.

3. INVESTMENTS

Pursuant to the Bond Resolution, the Authority is authorized to invest its fund in: (a) direct obligations of or obligations guaranteed by the United States, (b) bonds or obligations of any state of the United States or of any agency, instrumentality or local governmental unit or any such state, (c) bonds, debentures or other evidence of indebtedness issued or guaranteed by any agency or corporation created pursuant to an Act of Congress, (d) new housing authority bonds,

(e) certificates of deposit, (f) commercial paper, (g) repurchase agreements, and (h) State of New Jersey Cash Management Fund.

At June 30, 1997, the Authority's investments consisted of:

State of New Jersey Cash Management Fund	<u>\$234,986,415</u>
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The purchase, sale, receipt of income and other transaction affecting investments are governed by custodial agreements between the Authority through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to the size of custodial institution, amount of the portfolio to be covered by the agreements and other pertinent matters.

GASB Statement No. 3 requires disclosure of the level of investment risk assumed by the Authority at June 30, 1997. Category 1 includes investments that are insured or registered or for which the securities are held by the Authority or its agent in the Authority's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the Trust Department or agent in the Authority's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or its trust department or agent but not in the Authority's name. As of June 30, 1997, all investments held by the Authority are classified as Category 1.

The New Jersey Cash Management Fund is a common trust fund administrated by the State Department of the Treasury, Division of investments. Securities in the Fund are insured, registered or held by the Division or its agent in the Fund's name.

4. FINANCING AND TRANSPORTATION SYSTEM BONDS PAYABLE

Transportation system bonds payable as of June 30, 1997 is composed of \$804,475,000 1995 Series A Bond dated August 3, 1995, maturing serially from June 15, 1996 through June 15, 2015 at interest rate ranging from 5% to 6.5%, the \$788,255,000 1995 Series B Bonds dated August 24, 1995, maturing serially from June 15, 1996 through June 15, 2015 at interest rates ranging from 4.5% to 7%, and the \$334,065,000 1996 Series A Bonds dated February 29, 1996 maturing serially from December 15, 1997 through 2016 at interest rates ranging from 4.5% to 6%. The \$714,340,000 1996 Series B Bonds dated October 30, 1996, maturing serially from June 15, 1997 through June 15, 2017 at interest ranging from 4.08% to 5.70%. The outstanding balance on the transportation system bonds payable as of June 30, 1997 consists of \$754,570,000 for the 1995 Series A Bond, \$738,675,000 for the 1995 Series B Bonds, \$334,065,000 for the 1996 Series A Bonds and \$714,340,000 for the 1996 Series B Bonds..

One or more series of additional Bonds may be issued at any time or from time to time for the purpose of financing the costs of transportation improvements. The Authority intends to minimize debt incurrence by first relying on appropriations and other revenues before incurring debt to meet its statutory purposes.

The Bonds are special obligations of the Authority payable from and secured primarily by payments received by the Authority from the State of New Jersey (the "State") pursuant to the Act and pursuant to the State Contract. Payments to the Authority by the State are subject to and dependent upon appropriations being made from time to time by the State Legislature for such purpose.

During the year ended June 30, 1997, the following changes occurred in the General Long-Term Debt Account Group:

Balance, June 30, 1996	\$1,875,360,000
Debt issuance	714,340,000
Debt retirements	<u>(48,050,000)</u>
Balance, June 30, 1997	<u>\$2,541,650,000</u>

The bonds are primarily secured by revenues received or to be received by the Authority from the State of New Jersey as described in Note 1.

Annual debt service requirements (principal and interest) to maturity for the transportation system bonds payable as of June 30, 1997 are as follows:

Fiscal Year End June 30,	1995 Series A Bond			1995 Series B Bond			1996 Series A Bond			1996 Series B Bond			Total	
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Debt Service	Total
1998	\$ 25,265,000	\$ 41,352,531	\$ 66,617,531	\$ 25,185,000	\$ 41,510,920	\$ 66,695,920	\$ 20,395,000	\$ 33,090,912	\$ 53,485,912	\$ 20,730,000	\$ 38,469,862	\$ 59,199,862	\$ 245,999,225	\$ 59,199,862
1999	26,655,000	39,962,956	66,617,956	26,445,000	40,220,170	66,665,170	10,990,000	15,774,331	26,764,331	21,770,000	37,433,363	\$ 59,203,363	219,250,820	\$ 59,203,363
2000	28,120,000	38,496,931	66,616,931	27,765,000	38,934,333	66,699,333	11,520,000	15,224,831	26,744,831	22,855,000	36,344,862	\$ 59,199,862	219,260,957	\$ 59,199,862
2001	29,670,000	36,950,331	66,620,331	29,015,000	37,439,170	66,454,170	12,055,000	14,706,431	26,761,431	24,230,000	34,973,563	\$ 59,203,563	219,039,495	\$ 59,203,563
2002	31,450,000	35,170,131	66,620,131	30,755,000	35,799,845	66,554,845	12,605,000	14,163,956	26,768,956	25,440,000	33,762,063	\$ 59,202,063	219,145,995	\$ 59,202,063
2003	33,335,000	33,283,131	66,618,131	32,295,000	34,021,751	66,316,751	13,190,000	13,596,731	26,786,731	26,650,000	32,553,664	\$ 59,203,664	218,925,277	\$ 59,203,664
2004	35,335,000	31,283,030	66,618,030	34,315,000	32,154,658	66,469,658	13,900,000	13,003,181	26,903,181	27,915,000	31,287,786	\$ 59,202,786	219,193,655	\$ 59,202,786
2005	37,455,000	29,162,931	66,617,931	36,030,000	30,215,883	66,245,883	14,760,000	12,169,181	26,929,181	29,310,000	29,892,038	\$ 59,202,038	218,995,033	\$ 59,202,038
2006	39,890,000	26,728,356	66,618,356	38,190,000	28,142,043	66,332,043	15,675,000	11,283,581	26,958,581	31,070,000	28,133,437	\$ 59,203,437	219,112,417	\$ 59,203,437
2007	41,885,000	24,723,856	66,618,856	40,175,000	26,094,509	66,269,509	16,535,000	10,343,081	26,878,081	32,930,000	26,269,238	\$ 59,199,238	218,965,684	\$ 59,199,238
2008	44,030,000	22,587,250	66,617,250	42,285,000	23,898,220	66,183,220	17,355,000	9,557,669	26,912,669	34,910,000	24,293,436	\$ 59,203,436	218,916,575	\$ 59,203,436
2009	46,345,000	20,275,675	66,620,675	44,570,000	21,530,850	66,100,850	18,230,000	8,711,612	26,941,612	37,000,000	22,198,839	\$ 59,198,839	218,861,976	\$ 59,198,839
2010	48,775,000	17,842,562	66,617,562	47,020,000	18,777,025	65,797,025	19,165,000	7,800,113	26,965,113	39,225,000	19,978,837	\$ 59,203,837	218,583,537	\$ 59,203,837
2011	51,335,000	15,281,875	66,616,875	50,075,000	15,621,438	65,696,438	20,150,000	6,841,863	26,991,863	41,280,000	17,919,525	\$ 59,199,525	218,504,701	\$ 59,199,525
2012	54,160,000	12,458,450	66,618,450	53,330,000	12,127,450	65,457,450	21,195,000	5,834,363	27,029,363	43,760,000	15,442,724	\$ 59,202,724	218,307,987	\$ 59,202,724
2013	57,140,000	9,479,650	66,619,650	57,065,000	8,620,281	65,685,281	22,310,000	4,748,119	27,058,119	46,055,000	13,145,325	\$ 59,200,325	218,563,375	\$ 59,200,325
2014	60,280,000	6,336,950	66,616,950	60,345,000	5,244,744	65,589,744	23,485,000	3,604,731	27,089,731	48,360,000	10,842,575	\$ 59,202,575	218,499,000	\$ 59,202,575
2015	63,445,000	3,172,250	66,617,250	63,815,000	1,754,913	65,569,913	-	-	-	50,900,000	8,303,675	\$ 59,203,675	191,390,838	\$ 59,203,675
2016	-	-	-	-	-	-	50,550,000	3,630,188	54,180,188	53,570,000	5,631,425	\$ 59,201,425	113,381,613	\$ 59,201,425
2017	-	-	-	-	-	-	-	-	-	56,380,000	2,819,000	\$ 59,199,000	59,199,000	\$ 59,199,000
Total debt Service	\$ 754,570,000	\$ 444,558,846	\$ 1,199,128,846	\$ 738,675,000	\$ 452,108,203	\$ 1,190,783,203	\$ 334,065,000	\$ 204,084,874	\$ 538,149,874	\$ 714,340,000	\$ 469,695,237	\$ 1,184,035,237	\$ 4,112,097,160	\$ 1,184,035,237
Less total interest	-	-	-	-	-	-	-	-	-	-	-	-	1,570,447,160	-
Total principal	-	-	-	-	-	-	-	-	-	-	-	-	\$ 2,541,650,000	-

5. 1995 TRANSPORTATION SYSTEM BOND RESOLUTION

On June 15, 1995, the Authority adopted the 1995 Transportation System Bond Resolution (the "1995 Resolution"). On August 3, 1995 and August 24, 1995 the Authority issued \$804,475,000 of 1995 Transportation system Bonds, Series A, and \$778,225,000 of 1995 transportation System Bonds, Series B. Proceed of the 1995 Series A Series B bonds were used to refund all bonds outstanding as of June 30, 1995, to repay the advances made under the Advance Agreement, and to also provide funding for \$300,000,000 of new transportation system improvements. With the issuance of the 1995 series B Bonds, the Prior Bond Resolution dated March 16, 1988, was defeased.

6. 1996 TRANSPORTATION SYSTEM BONDS ISSUES

On February 29, 1996 and October 30, 1996, respectively the Authority issued \$334,065,000 of 1996 Transportation System Bond Series A, and \$714,340,000 of 1996 Transportation System Bonds Series B, to provide funding for new transportation system improvements..

7. REVENUE CONTRACTS

Pursuant to a contract signed with the State, the Authority will receive revenues during the year ending June 30, 1996 and future fiscal years, from State appropriations, which are funded from assessments to toll road authorities, commercial vehicle fees and motor fuel taxes, pursuant to Article VII, Section 2 of the State Constitution. Revenues in the amount of \$380,300,000 have been appropriated by the State to the Authority for the year ending June 30, 1998.

8. STANDBY DEFICIENCY AGREEMENT

On May 6, 1997, the New Jersey Transit Corporation (the "Corporation") issued \$347,655,000 Capital Grant Anticipation Notes, Series 1997A (the "Notes") to finance part of the cost of construction of the Hudson-Bergen Light Rail Transit Project, cost of issuance and capitalized interest on the Notes. The Notes were issued in anticipation of the receipt of grants from the federal government pursuant to the Federal Transit Administration Grant Agreement dated as of October 15, 1996 between the Corporation and the United States of America. The Notes are special limited obligations of the Corporation, payable solely from and secured by certain "Pledged Funds". To the extent that Pledged Funds are insufficient therefor, the principal of and interest on the Notes when due are also payable from amounts received from the Authority and the trustee for the holders of the Notes. The Agreement was issued as an "Other Obligation" of the Authority under the Authority's 1995 Transportation System Bond Resolution adopted on June 15, 1995, as amended and supplemented, payable and secured on a parity with all other bonds, notes and other obligations (other than subordinated debt) issued by the Authority thereunder.

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED JUNE 30, 1997

	Authority Reserve	Transportation Improvement	Total	Debt Service	Total Memorandum
CASH BALANCES, JUNE 30, 1996	\$ -	\$ -	\$ -	\$ -	\$ -
RECEIPTS:					
Motor fuel taxes		294,913,646	294,913,646		294,913,646
Commercial vehicle fees		-	-		-
Toll road authorities		24,500,000	24,500,000		24,500,000
Bond Proceeds		709,671,847	709,671,847		709,671,847
Net interest income	4,350	15,668,306	15,672,656	2,244,688	17,917,344
Sale of cash management fund invest. (Net)		784,576,157	784,576,157	46,455,933	831,032,090
Operating transfers in	17,682	-	17,682	169,697,911	169,715,593
Total Receipts	22,032	1,829,329,956	1,829,351,988	218,398,532	2,047,750,520
DISBURSEMENTS:					
Operating expenditures	22,032	255,173	277,205		277,205
Bond interest expenditures			-	134,587,362	134,587,362
State transportation costs		800,000,000	800,000,000		800,000,000
Principal retirement of bonds			-	48,050,000	48,050,000
Purchase of cash management fund invest.		859,359,190	859,359,190	35,761,170	895,120,360
Operating transfers out		169,715,593	169,715,593		169,715,593
Total Disbursements	22,032	1,829,329,956	1,829,351,988	218,398,532	2,047,750,520
OTHER TRANSFERS IN (OUT)	-	-	-	-	-
CASH BALANCES, JUNE 30, 1997	\$ -	\$ -	\$ -	\$ -	\$ -

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

SCHEDULE OF INVESTMENTS

JUNE 30, 1997

	Interest Rate	Cost	Market Value
AUTHORITY RESERVE FUND			
State of New Jersey Cash Management Fund.			
84,575 units	4.98% (a)	\$ 84,575	\$ 84,575 (b)
TRANSPORTATION IMPROVEMENT FUND			
State of New Jersey Cash Management Fund.			
218,788,817 units	4.98% (a)	218,788,817	218,788,817 (b)
DEBT SERVICE FUND			
State of New Jersey Cash Management Fund.			
16,113,023 units	4.98% (a)	<u>16,113,023</u>	<u>16,113,023 (b)</u>
TOTAL (Memorandum only)		<u>\$ 234,986,415</u>	<u>\$ 234,986,415</u>

(a) As of June 30, 1997

(b) Funds are liquid investments due on demand