



INDEPENDENT AUDITORS' 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, 1996, 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, 1996, and the results of its operations and changes in 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 of 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.

August 23, 1996

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

BALANCE SHEET
JUNE 30, 1996

	Government Fund Types			Account Group		Total Memorandum Only	
	Special Revenue			Debt Service	Long-Term Debt	June 30, 1996	June 30, 1995
	Authority Reserve	Transportation Improvement	Total				
ASSETS							
Accounts receivable - State of New Jersey (Note 1)	\$ -	\$ 29,126,514	\$ 29,126,514	\$ -	\$ -	\$ 29,126,514	\$ 29,449,584
Investments, at cost (Note 3)	80,224	144,010,132	144,090,356	26,807,787	-	170,898,143	162,612,519
Due from other funds	707	-	707	54,813,173	-	54,813,880	94,984,665
Amount available in debt service fund	-	-	-	-	77,271,459	77,271,459	110,631,292
Amount to be provided for retirement of bonds (Note 4)	-	-	-	-	1,798,088,541	1,798,088,541	1,009,363,708
Amount to be provided for advance agreement notes (Note 4)	-	-	-	-	-	-	187,000,000
TOTAL ASSETS	<u>\$ 80,931</u>	<u>\$ 173,136,646</u>	<u>\$ 173,217,577</u>	<u>\$ 81,620,960</u>	<u>\$ 1,875,360,000</u>	<u>\$ 2,130,198,537</u>	<u>\$ 1,594,041,768</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Accrued interest payable	\$ -	\$ -	\$ -	\$ 4,349,501	\$ -	\$ 4,349,501	\$ 2,722,487
Accounts payable	1,141	62,684,668	62,685,809	-	-	62,685,809	34,141
Due to other funds	-	54,813,880	54,813,880	-	-	54,813,880	94,984,665
Transportation system bonds payable (Note 4)	-	-	-	-	1,875,360,000	1,875,360,000	1,119,995,000
Advance agreement notes (Note 4)	-	-	-	-	-	-	187,000,000
Total liabilities	<u>1,141</u>	<u>117,498,548</u>	<u>117,499,689</u>	<u>4,349,501</u>	<u>1,875,360,000</u>	<u>1,997,209,190</u>	<u>1,404,736,293</u>
FUND BALANCES:							
Reserved for debt service requirements (Note 4)	-	-	-	77,271,459	-	77,271,459	110,631,292
Reserve for payment of state transportation system costs	-	55,638,098	55,638,098	-	-	55,638,098	78,576,269
Unreserved - designated for operating expenses	79,790	-	79,790	-	-	79,790	97,914
Total fund balances	<u>79,790</u>	<u>55,638,098</u>	<u>55,717,888</u>	<u>77,271,459</u>	<u>-</u>	<u>132,989,347</u>	<u>189,305,475</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 80,931</u>	<u>\$ 173,136,646</u>	<u>\$ 173,217,577</u>	<u>\$ 81,620,960</u>	<u>\$ 1,875,360,000</u>	<u>\$ 2,130,198,537</u>	<u>\$ 1,594,041,768</u>

See notes to financial statements.

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES YEAR ENDED JUNE 30, 1996

	Government Fund Types				Total Memorandum Only	
	Special Revenue			Debt Service	June 30, 1996	June 30, 1995
	Authority Reserve	Transportation Improvement	Total			
REVENUES (Notes 1 and 4):						
State appropriations equivalent to:						
Motor fuel taxes	\$ -	\$ 142,100,000	\$ 142,100,000	\$ -	\$ 142,100,000	\$ 158,895,000
Commercial vehicle fees and taxes	-	30,000,000	30,000,000	-	30,000,000	30,000,000
Toll road authorities	-	24,500,000	24,500,000	-	24,500,000	24,500,000
Interest income (Note 3)	4,534	9,921,144	9,925,678	5,298,062	15,223,740	15,434,933
Total revenues	4,534	206,521,144	206,525,678	5,298,062	211,823,740	228,829,933
EXPENDITURES:						
Operating expenditures	23,839	2,767,762	2,791,601	-	2,791,601	161,238
Bond interest expenditures	-	-	-	87,011,268	87,011,268	60,227,894
Interest on advance agreement notes (Note 4)	-	-	-	-	-	385,096
State transportation costs	-	772,684,668	772,684,668	-	772,684,668	585,000,000
Principal retirement of bonds/note payable	-	-	-	1,358,400,000	1,358,400,000	102,345,000
Total expenditures	23,839	775,452,430	775,476,269	1,445,411,268	2,220,887,537	748,119,228
EXCESS OF REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUES)	(19,305)	(568,931,286)	(568,950,591)	(1,440,113,206)	(2,009,063,797)	(519,289,295)
OTHER FINANCING (USES) SOURCES:						
Bond proceeds	-	1,952,747,669	1,952,747,669	-	1,952,747,669	-
Advance agreement notes (Note 4)	-	-	-	-	-	187,000,000
Operating transfers in	1,181	129,387,041	129,388,222	67,212,959	196,601,181	400,395,000
Operating transfers out	-	(196,601,181)	(196,601,181)	-	(196,601,181)	(400,395,000)
Transfers in (out) - net	-	(1,339,540,414)	(1,339,540,414)	1,339,540,414	-	-
Total other financing (uses) sources	1,181	545,993,115	545,994,296	1,406,753,373	1,952,747,669	187,000,000
FUND BALANCES, BEGINNING OF YEAR	97,914	78,576,269	78,674,183	110,631,292	189,305,475	521,594,770
FUND BALANCES, END OF YEAR	\$ 79,790	\$ 55,638,098	\$ 55,717,888	\$ 77,271,459	\$ 132,989,347	\$ 189,305,475

See notes to financial statements.

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 1996

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 \$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 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 years 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 for 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 road authorities (the 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. 39:3-20, 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 fees 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.

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 following is a summary of the 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 taxes, 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 accounts 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.

Assessments 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 a fixed cost of \$1.00 per unit, which represents 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 funds 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 of 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, 1996, the Authority's investments consisted of:

State of New Jersey Cash Management Fund	<u>\$170,898,143</u>
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The purchase, sale, receipt of income and other transactions 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 the 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, 1996. 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 by its trust department or agent but not in the Authority's name. As of June 30, 1996, all investments held by the Authority are classified as Category 1.

The New Jersey Cash Management Fund is a common trust fund administered 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 systems bonds payable as of June 30, 1996 is composed of \$804,475,000 1995 Series A Bonds dated August 3, 1995, maturing serially from June 15, 1996 through June 15, 2015 at interest rates ranging from 5% to 6.5%, the \$788,225,000 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. The outstanding balance on the transportation system bonds payable as of June 30, 1996 consists of \$778,635,000 for the 1995 Series A Bond, \$762,660,000 for the 1995 Series B Bonds and \$334,065,000 for the 1996 Series A 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.

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, 1996 are as follows:

Fiscal Year Ending June 30,	1995 Series A Bonds			1995 Series B Bonds			1996 Series A Bonds			Total Debt Service
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
1997	\$ 24,065,000	\$ 42,555,781	\$ 66,620,781	\$ 23,985,000	\$ 42,740,170	\$ 66,725,170	\$ 9,945,000	\$ 16,794,081	\$ 26,739,081	\$ 160,083,032
1998	25,265,000	41,352,531	66,617,531	25,185,000	41,510,920	66,695,920	10,450,000	16,296,831	26,746,831	160,060,282
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	160,047,457
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	160,061,095
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	159,835,932
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	159,943,932
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	159,721,613
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	159,990,869
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	159,792,995
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	159,908,980
2007	41,885,000	24,733,856	66,618,856	40,175,000	26,094,509	66,269,509	16,535,000	10,343,081	26,878,081	159,766,446
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	159,716,139
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	159,663,137
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	159,379,700
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	159,305,176
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	159,105,263
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	159,363,050
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	159,296,425
2015	63,445,000	3,172,250	66,617,250	63,815,000	1,754,913	65,569,913	-	-	-	132,187,163
2016	-	-	-	-	-	-	50,550,000	3,630,188	54,180,188	54,180,188
Total debt service	\$ 778,635,000	\$ 487,114,627	\$ 1,265,749,627	\$ 762,660,000	\$ 494,848,373	\$ 1,257,508,373	\$ 334,065,000	\$ 204,084,874	\$ 538,149,874	3,061,407,874
Less total interest										1,186,047,874
Total principal										\$ 1,875,360,000

During the year ended June 30, 1996, the following changes occurred in the General Long-Term Debt Account Group:

Balance, June 30, 1995	\$1,306,995,000
Debt issuance	1,926,765,000
Debt retirements	<u>(1,358,400,000)</u>
Balance, June 30, 1996	<u>\$1,875,360,000</u>

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 \$788,225,000 of 1995 Transportation System Bonds, Series B. Proceeds of the 1995 Series A and 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. REVENUE CONTRACTS

Pursuant to a contract signed with the State, the Authority will receive revenues during the year ending June 30, 1996 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 \$304,500,000 have been appropriated by the State to the Authority for the year ending June 30, 1997.

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NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED JUNE 30, 1996

	Authority Reserve	Transportation Improvement	Total	Debt Service	Total Memorandum
CASH BALANCES, JUNE 30, 1995	\$ -	\$ -	\$ -	\$ -	\$ -
RECEIPTS:					
Motor fuel taxes	-	112,973,486	112,973,486	-	112,973,486
Commercial vehicle fees	-	30,000,000	30,000,000	-	30,000,000
Toll road authorities	-	24,500,000	24,500,000	-	24,500,000
Bond proceeds	-	1,952,747,669	1,952,747,669	-	1,952,747,669
Net interest income	4,534	9,921,144	9,925,678	5,298,062	15,223,740
Operating transfers in	19,305	129,387,041	129,406,346	1,440,113,206	1,569,519,552
Total receipts	23,839	2,259,529,340	2,259,553,179	1,445,411,268	3,704,964,447
DISBURSEMENTS:					
Operating expenditures	22,698	2,767,762	2,790,460	-	2,790,460
Bond interest expenditures	-	-	-	87,011,268	87,011,268
State transportation costs	-	710,000,000	710,000,000	-	710,000,000
Principal retirement of bonds	-	-	-	1,358,400,000	1,358,400,000
Operating transfers out	1,141	1,546,761,578	1,546,762,719	-	1,546,762,719
Total disbursements	23,839	2,259,529,340	2,259,553,179	1,445,411,268	3,704,964,447
OTHER TRANSFERS IN (OUT)	-	-	-	-	-
CASH BALANCES, JUNE 30, 1996	\$ -	\$ -	\$ -	\$ -	\$ -

SCHEDULE II

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

SCHEDULE OF INVESTMENTS JUNE 30, 1996

	Interest Rate	Cost	Market Value	
AUTHORITY RESERVE FUND				
State of New Jersey Cash Management Fund, 80,224 units	5.16% (a)	\$ 80,224	\$ 80,224	(b)
TRANSPORTATION IMPROVEMENT FUND				
State of New Jersey Cash Management Fund, 144,010,132 units	5.16% (a)	144,010,132	144,010,132	(b)
DEBT SERVICE FUND				
State of New Jersey Cash Management Fund, 26,807,787 units	5.16% (a)	<u>26,807,787</u>	<u>26,807,787</u>	(b)
TOTAL (memorandum only)		<u>\$170,898,143</u>	<u>\$170,898,143</u>	(b)

(a) As of June 30, 1996

(b) Funds are liquid investments due on demand