

KRIS KOLLURI, CHAIRMAN
JOSEPH P. MIELE, VICE CHAIRMAN
MICHAEL DuPONT, TREASURER
LUIS FERNANDEZ, COMMISSIONER
HAROLD L. HODES, COMMISSIONER
DAVID EVANS, COMMISSIONER
MICHAEL LAPOLLA, EXECUTIVE DIRECTOR

NEW JERSEY TURNPIKE AUTHORITY

(732) 750-5300

Woodbridge, NJ 07095

Report to

TRUSTEE

for

the quarter ended

and for the twelve months ended

December 31, 2006

PARKWAY

| FOR THE QUARTER ENDED | | | | | |
|-----------------------------|--|-----------------------|--------------------|-----------------------|--------------------|
| December 31, 2006 | | | December 31, 2005 | | |
| Class | Description | Toll Revenue | Revenue Vehicles | Toll Revenue | Revenue Vehicles |
| 1 | Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck | \$ 48,526,381 | 102,869,868 | \$ 44,506,640 | 111,960,023 |
| 2 | Vehicle Having Two Axles Other Than Type Described Under Class 1 | 179,169 | 381,404 | 160,794 | 313,479 |
| 3 | Vehicle (Vehicles), Single or in Combination, Having Three Axles | 12,937 | 27,542 | 1,153,300 | 28,566 |
| 4 | Vehicle (Vehicles), Single or in Combination, Having Four Axles | 190,419 | 405,352 | 326,158 | 428,231 |
| 5 | Vehicle (Vehicles), Single or in Combination, Having Five Axles | 151,434 | 322,362 | 481,642 | 365,691 |
| 6 | Vehicle (Vehicles), Single or in Combination, Having Six or More Axles | 3,090 | 6,579 | 9,830 | 7,463 |
| 7 | Two Axle, Six Tire Bus | 17,913 | 38,134 | 11,347 | 40,211 |
| 8 | Three Axle Bus | 149,851 | 318,993 | 80,448 | 524,804 |
| | Non-Revenue | - | 429,679 | - | 394,875 |
| | Toll Adjustments and Discounts | 49,231,194 | <u>104,799,913</u> | 46,730,159 | <u>114,063,343</u> |
| | Net Violations | 274,839 | | 1,942,735 | |
| | | - | | - | |
| | Total | <u>\$ 49,506,033</u> | | <u>\$ 48,672,894</u> | |
| FOR THE TWELVE MONTHS ENDED | | | | | |
| December 31, 2006 | | | December 31, 2005 | | |
| Class | Description | Toll Revenue | Revenue Vehicles | Toll Revenue | Revenue Vehicles |
| 1 | Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck | \$ 200,202,147 | 422,557,157 | \$ 194,058,724 | 496,083,594 |
| 2 | Vehicle Having Two Axles Other Than Type Described Under Class 1 | 594,900 | 1,260,852 | 712,280 | 973,781 |
| 3 | Vehicle (Vehicles), Single or in Combination, Having Three Axles | 53,391 | 113,159 | 1,288,048 | 186,983 |
| 4 | Vehicle (Vehicles), Single or in Combination, Having Four Axles | 475,389 | 1,007,556 | 1,297,713 | 1,175,967 |
| 5 | Vehicle (Vehicles), Single or in Combination, Having Five Axles | 595,030 | 1,261,129 | 1,744,535 | 1,008,227 |
| 6 | Vehicle (Vehicles), Single or in Combination, Having Six or More Axles | 12,143 | 25,737 | 35,604 | 21,467 |
| 7 | Two Axle, Six Tire Bus | 73,664 | 156,126 | 64,365 | 126,768 |
| 8 | Three Axle Bus | 384,543 | 815,015 | 1,814,549 | 2,997,724 |
| | Non-Revenue | - | 1,758,717 | - | 901,573 |
| | Toll Adjustments and Discounts | 202,391,207 | <u>428,955,448</u> | 201,015,818 | <u>503,476,084</u> |
| | Net Violations | 1,488,764 | | 2,808,209 | |
| | | - | | - | |
| | Total | <u>\$ 203,879,971</u> | | <u>\$ 203,824,027</u> | |

TURNPIKE

| FOR THE QUARTER ENDED | | | | | |
|-----------------------------|--|-----------------------|--------------------|-----------------------|--------------------|
| December 31, 2006 | | | December 31, 2005 | | |
| Class | Description | Toll Revenue | Revenue Vehicles | Toll Revenue | Revenue Vehicles |
| 1 | Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck | \$ 90,169,360 | 53,808,161 | \$ 82,884,718 | 53,703,463 |
| 2 | Vehicle Having Two Axles Other Than Type Described Under Class 1 | 8,068,986 | 2,060,863 | 7,237,911 | 2,041,255 |
| 3 | Vehicle (Vehicles), Single or in Combination, Having Three Axles | 3,512,465 | 869,277 | 3,292,428 | 853,197 |
| 4 | Vehicle (Vehicles), Single or in Combination, Having Four Axles | 4,025,331 | 663,224 | 3,812,293 | 675,615 |
| 5 | Vehicle (Vehicles), Single or in Combination, Having Five Axles | 31,273,014 | 3,988,614 | 30,278,653 | 4,023,821 |
| 6 | Vehicle (Vehicles), Single or in Combination, Having Six or More Axles | 722,447 | 77,004 | 648,815 | 73,845 |
| 7 | Two Axle, Six Tire Bus | 237,969 | 95,189 | 193,979 | 117,422 |
| 8 | Three Axle Bus | 1,312,238 | 332,450 | 1,410,848 | 326,386 |
| | Non-Revenue | - | 484,233 | - | 461,553 |
| | Toll Adjustments and Discounts | 139,321,810 | <u>62,379,015</u> | 129,759,645 | <u>62,276,557</u> |
| | Net Violations | (2,548,420) | | (1,763,905) | |
| | | (2,463,293) | | (1,732,129) | |
| | Total | <u>\$ 134,310,097</u> | | <u>\$ 126,263,611</u> | |
| FOR THE TWELVE MONTHS ENDED | | | | | |
| December 31, 2006 | | | December 31, 2005 | | |
| Class | Description | Toll Revenue | Revenue Vehicles | Toll Revenue | Revenue Vehicles |
| 1 | Passenger Car, Motorcycle, Taxi, Hearse, or Light Truck | \$ 352,020,397 | 217,305,680 | \$ 333,298,357 | 214,686,501 |
| 2 | Vehicle Having Two Axles Other Than Type Described Under Class 1 | 29,805,413 | 8,511,795 | 29,080,322 | 8,407,645 |
| 3 | Vehicle (Vehicles), Single or in Combination, Having Three Axles | 13,396,305 | 3,481,277 | 13,378,013 | 3,453,666 |
| 4 | Vehicle (Vehicles), Single or in Combination, Having Four Axles | 15,419,081 | 2,668,288 | 15,208,874 | 2,663,671 |
| 5 | Vehicle (Vehicles), Single or in Combination, Having Five Axles | 122,446,575 | 16,276,371 | 119,672,175 | 16,054,206 |
| 6 | Vehicle (Vehicles), Single or in Combination, Having Six or More Axles | 2,664,707 | 297,539 | 2,502,277 | 294,984 |
| 7 | Two Axle, Six Tire Bus | 865,490 | 355,910 | 751,706 | 363,694 |
| 8 | Three Axle Bus | 5,251,785 | 1,408,828 | 5,599,505 | 1,464,340 |
| | Non-Revenue | - | 1,948,859 | - | 1,799,782 |
| | Toll Adjustments and Discounts | 541,869,753 | <u>252,254,547</u> | 519,491,229 | <u>249,188,489</u> |
| | Net Violations | (281,897) | | (1,952,600) | |
| | | (8,188,842) | | (9,527,660) | |
| | Total | <u>\$ 533,399,014</u> | | <u>\$ 508,010,969</u> | |

| STATEMENT OF REVENUES AND EXPENSES | FOR THE QUARTER ENDED | |
|---|-----------------------|----------------------|
| | December 31, 2006 | December 31, 2005 |
| REVENUES | | |
| Toll Revenue as Shown in Accompanying Statements | | |
| Turnpike | \$ 134,310,097 | \$ 126,263,611 |
| Parkway | 49,506,033 | 48,672,894 |
| ETC Project Fees | 12,687,911 | 10,833,604 |
| Concession Revenue | 7,384,692 | 7,343,048 |
| Earnings on Investments (including interest transfers) | 7,032,319 | 4,850,446 |
| Miscellaneous | 1,942,971 | 1,062,899 |
| Arts Center | 1,139,376 | 384,174 |
| Total Revenues | <u>214,003,399</u> | <u>199,410,676</u> |
| OPERATING EXPENSES | | |
| Executive Office | \$ 562,260 | \$ 692,169 |
| Electronic Toll Collection Dept | 848,337 | 1,483,657 |
| Law | 433,166 | 486,638 |
| Finance & Budgets | 1,943,460 | 2,339,861 |
| Human Resources | 941,997 | 1,025,743 |
| Technology and Administrative Services | 3,957,029 | 4,507,895 |
| Purchasing | 334,924 | 512,096 |
| Operations | 1,719,101 | 1,893,994 |
| Patron Services | 416,089 | 158,354 |
| State Police | 13,065,399 | 32,102,744 |
| Toll Collection | 23,709,868 | 24,433,033 |
| Maintenance | 27,442,149 | 25,863,559 |
| Engineering | 1,458,084 | 1,052,987 |
| Internal Audit | 388,086 | 347,678 |
| Strategic Planning | 79,485 | 79,596 |
| Art Center Department | 115,895 | 138,757 |
| Inventory | 569,287 | 819,351 |
| Non-Departmental | 891,202 | 1,568,637 |
| Employee Benefits | 18,474,067 | 16,427,263 |
| Snow | 152,916 | 3,416,361 |
| ETC | <u>23,390,859</u> | <u>37,814,185</u> |
| Total Operating Expenses | <u>120,893,660</u> | <u>157,164,558</u> |
| Revenues in excess of Operating Expenses before net Debt Service | 93,109,739 | 42,246,118 |
| DEBT SERVICE | | |
| Interest Expense, Turnpike Revenue Bonds | 52,030,500 | 41,381,250 |
| Transfer to Debt Service Fund | <u>17,142,500</u> | <u>8,653,750</u> |
| * Total Debt service | <u>69,173,000</u> | <u>50,035,000</u> |
| Revenues in excess of Operating Expenses and Debt Service | 23,936,739 | (7,788,882) |
| TO CHARGES FUND | 1,011,536 | 1,034,781 |
| TO MAINTENANCE PROJECT RESERVE FUND | 14,764,500 | 14,334,500 |
| TO SPECIAL PROJECT RESERVE FUND | 6,650,000 | 7,444,000 |
| NET TO/(FROM) GENERAL RESERVE FUND | <u>1,510,703</u> | <u>(30,602,163)</u> |
| Revenues Net of Expenses and Transfers | <u>\$ 0</u> | <u>\$ -</u> |
| REVENUES | \$ 214,003,399 | \$ 199,410,676 |
| LESS-OPERATING EXPENSES | (120,893,660) | (157,164,558) |
| NET REVENUES | <u>\$ 93,109,739</u> | <u>\$ 42,246,118</u> |

| STATEMENT OF REVENUES AND EXPENSES | FOR THE TWELVE MONTHS ENDED | |
|--|-----------------------------|-----------------------|
| | December 31, 2006 | December 31, 2005 |
| REVENUES | | |
| Toll Revenue as Shown in Accompanying Statements | | \$ 508,010,969 |
| Turnpike | \$ 533,399,014 | 203,824,027 |
| Parkway | 203,879,971 | 39,545,677 |
| ETC Project Fees | 47,640,213 | 31,397,912 |
| Concession Revenue | 31,840,295 | 15,556,002 |
| Earnings on Investments (including interest transfers) | 23,237,822 | 10,860,065 |
| Miscellaneous | 6,518,590 | 3,048,077 |
| Arts Center | 3,600,133 | |
| Total Revenues | <u>850,116,038</u> | <u>812,242,729</u> |
| OPERATING EXPENSES | | |
| Executive Office | \$ 1,979,127 | \$ 2,349,370 |
| Electronic Toll Collection Dept | 3,229,308 | 3,845,719 |
| Law | 1,402,467 | 1,508,718 |
| Finance & Budgets | 6,026,004 | 7,112,126 |
| Human Resources | 3,199,748 | 3,306,160 |
| Technology and Administrative Services | 13,723,047 | 14,121,516 |
| Purchasing | 1,064,007 | 1,347,404 |
| Operations | 5,488,318 | 5,633,239 |
| Patron Services | 1,412,014 | 1,307,700 |
| State Police | 55,550,724 | 55,076,579 |
| Toll Collection | 79,032,675 | 81,330,833 |
| Maintenance | 87,646,370 | 84,484,928 |
| Engineering | 3,617,297 | 3,111,714 |
| Internal Audit | 1,179,224 | 1,063,547 |
| Strategic Planning | 194,151 | 300,420 |
| Art Center Department | 429,014 | 454,261 |
| Inventory | 3,055,714 | 2,909,492 |
| Non-Departmental | 15,995,307 | 12,894,640 |
| Employee Benefits | 71,097,638 | 56,530,161 |
| Snow | 6,021,335 | 12,519,751 |
| ETC | 95,197,659 | 89,913,968 |
| Total Operating Expenses | <u>456,541,148</u> | <u>441,122,246</u> |
| Total revenues in excess of Operating Expenses before net Debt Service | 393,574,890 | 371,120,483 |
| Budgeted operating expense adjustment for beginning inventory (2005 Net budgeted operating expenses total \$426,666,274) | - | 14,455,972 |
| Total revenues in excess of budgeted Operating Expenses before net Debt Service | 393,574,890 | 385,576,455 |
| DEBT SERVICE | | |
| Interest Expense, Turnpike Revenue Bonds | 219,154,035 | 201,146,053 |
| Transfer to Debt Service Fund | 68,570,000 | 34,615,000 |
| * Total Debt Service | <u>287,724,035</u> | <u>235,761,053</u> |
| Revenues in excess of Operating Expenses and Debt Service | 105,850,855 | 149,815,402 |
| TO DEBT SERVICE FOR DEFEASED DEBT | | 14,759,523 |
| TO CHARGES FUND | 4,992,133 | 5,094,462 |
| TO MAINTENANCE PROJECT RESERVE FUND | 59,058,000 | 57,338,000 |
| TO SPECIAL PROJECT RESERVE FUND | 26,800,000 | 29,776,000 |
| TO GENERAL RESERVE FUND | 15,200,722 | 42,847,417 |
| Revenues Net of Expenses and Transfers | \$ (0) | \$ - |
| REVENUES | \$ 850,116,038 | \$ 812,242,729 |
| LESS-OPERATING EXPENSES | (456,541,148) | (426,666,274) |
| NET REVENUES | <u>\$ 393,574,890</u> | <u>\$ 385,576,455</u> |

A reclassification of \$31,146,353 of the \$42,847,417 To General Reserve Fund in 2005 was made thus reducing the To General Reserve Fund to \$11,701,064 for 2005.