

MARYLAND TRANSPORTATION AUTHORITY
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULES
FOR THE YEAR ENDED SEPTEMBER 30, 1973
AND
AUDITORS' OPINION

HASKINS & SELLS

HASKINS & SELLS

CERTIFIED PUBLIC ACCOUNTANTS

2 HOPKINS PLAZA
BALTIMORE 21201

December 28, 1973

Maryland Transportation Authority:

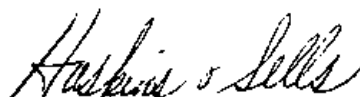
We have examined the financial statements and supplemental schedules of Maryland Transportation Authority - Bridge and Tunnel Revenue Bonds (Series 1968) for the year ended September 30, 1973, listed on page 2. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, such financial statements present fairly the financial position of the Authority relating to the Bridge and Tunnel Revenue Bonds (Series 1968) at September 30, 1973 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and such supplemental schedules, when considered in relation to the basic financial statements, present fairly in all material respects the information shown therein.

Section 712 of Trust Agreement dated as of October 1, 1968 provides, among other things, for a report on (a) whether the moneys received by the Authority under the provision of this Agreement have been applied in accordance with the provisions of this Agreement; (b) whether any obligations for Current Expenses were incurred in the preceding fiscal year in excess of the Annual Budget for such fiscal year; and, (c) whether the Authority is in default in the performance of any of the covenants contained in Section 501 of this Agreement. We report that, in conducting our examination of the accompanying financial statements and supplemental schedules nothing came to our attention during the course of our examination which causes us to believe that there has been a default by the Authority under the provisions of Section 501 or that the moneys received by the Authority under this Agreement have not been applied in accordance with the provisions of this Agreement; however, obligations for Current Expenses were incurred during the year ended September 30, 1973 in excess of the Annual Budget for such fiscal year as explained in note G to the financial statements.

During the year ended September 30, 1973 there were no changes in the toll rate schedule at any of the facilities.

Yours truly,



MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

	<u>Exhibit</u>
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MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

BALANCE SHEET, SEPTEMBER 30, 1973 AND 1972, AND COMPARISON

- - A S S E T S - -	1973	1972	INCREASE (DECREASE)
CURRENT FUND:			
Cash.....	\$ 2,783,477.96	\$ 2,994,164.53	\$ (210,686.57)
United States Government securities - at cost and accrued interest purchased.....	24,942,598.13	23,229,232.67	1,713,365.46
Accounts receivable:			
Book ticket sales.....	11,552.50	13,279.80	(1,727.30)
Toll charges.....	11,250.60	18,286.20	(7,035.60)
Total current fund assets.....	<u>27,748,879.19</u>	<u>26,254,963.20</u>	<u>1,493,915.99</u>
GENERAL FUND:			
Unexpended:			
Cash.....	310,723.92	5,168.40	305,555.52
United States Government securities - at cost.....	2,551,839.90	546,840.47	2,004,999.43
Total general fund assets.....	<u>2,862,563.82</u>	<u>552,008.87</u>	<u>2,310,554.95</u>
1968 BRIDGE AND TUNNEL CONSTRUCTION FUND:			
Unexpended:			
Cash (overdraft).....	(261,189.81)	586,932.21	(848,122.02)
Investments - at cost and accrued interest purchased - Schedule 5.....	60,955,451.32	98,242,447.92	(37,285,996.60)
Total unexpended.....	<u>60,694,261.51</u>	<u>98,829,380.13</u>	<u>(38,134,118.62)</u>
Invested in toll revenue projects:			
Project expenditures - Exhibit D.....	199,991,071.37	156,238,061.96	43,753,009.41
Discount on Bridge and Tunnel Revenue Bonds (Series 1968) sold.....	4,126,540.00	4,126,540.00	
Total invested.....	<u>204,117,611.37</u>	<u>160,364,601.96</u>	<u>43,753,009.41</u>
Total 1968 Bridge and Tunnel Construction Fund assets.....	<u>264,812,872.88</u>	<u>259,193,982.09</u>	<u>5,618,890.79</u>
OTHER BRIDGE AND TUNNEL CONSTRUCTION FUNDS:			
Unexpended - special construction fund for the Baltimore Harbor Tunnel - Exhibit E:			
Cash.....	5,422.80	2,913.37	2,509.43
United States Government securities - at cost.....	47,905.96	53,302.90	(5,396.94)
Total unexpended.....	<u>53,328.76</u>	<u>56,216.27</u>	<u>(2,887.51)</u>
Invested in bridges and tunnel:			
Susquehanna River Toll Bridge.....	4,702,861.84	4,702,861.84	
Potomac River Toll Bridge.....	5,628,250.06	5,628,250.06	
Chesapeake Bay Toll Bridge.....	45,556,887.19	45,556,887.19	
Patapsco Tunnel:			
Expenditures - Exhibit E.....	143,405,240.36	143,399,979.14	5,261.22
Northern approach extension to Patapsco Tunnel.....	1,119,630.93	1,119,630.93	
Total invested.....	<u>200,412,870.38</u>	<u>200,407,509.16</u>	<u>5,261.22</u>
Total other bridge and tunnel construction funds assets.....	<u>200,466,199.14</u>	<u>200,463,825.43</u>	<u>2,373.71</u>
TOTAL ASSETS.....	<u>\$495,890,515.03</u>	<u>\$486,464,779.59</u>	<u>\$ 9,425,735.44</u>

See notes to financial statements.

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1960)

BALANCE SHEET, SEPTEMBER 30, 1973 AND 1972, AND COMPARISON

-- LIABILITIES --	1973	1972	INCREASE (DECREASE)
CURRENT FUND:			
Quaranty deposit for credit tolls.....	\$ 2,000.00	\$ 2,000.00	
Toll tickets sold for future use.....	398,916.95	371,502.11	27,414.84
Funds created under Article V of Trust Agreement dated as of October 1, 1968 - Exhibit B (Note A):			
State of Maryland Toll Revenue Projects:			
Revenue fund.....	1,225,696.34	1,051,845.04	173,851.30
Maintenance and operations reserve fund.....	735,538.66	390,775.02	344,763.64
Interest and sinking fund:			
Bond service account (Note A).....	1,715,599.28	1,619,082.15	96,517.13
Reserve account.....	22,267,750.00	22,267,750.00	
Redemption account.....	1,403,377.96	552,008.88	851,369.08
Total current fund liabilities.....	<u>27,748,879.19</u>	<u>26,254,963.20</u>	<u>1,493,915.99</u>
GENERAL FUND:			
Fund created under Article V of Trust Agreement dated as of October 1, 1968 - Unexpended - Exhibit B.....	2,862,563.82	552,008.87	2,310,554.95
1968 BRIDGE AND TUNNEL CONSTRUCTION FUND:			
Bridge and Tunnel Revenue Bonds (Series 1968) - Schedule 1 (Note C).....	214,900,000.00	220,000,000.00	(5,100,000.00)
Discount on Bridge and Tunnel Revenue Bonds (Series 1968) redeemed.....	42,787.50		42,787.50
Net income from construction fund investments.....	44,565,753.02	38,960,899.03	5,604,853.99
Funds advanced by Baltimore City for water main engineering.....	202,100.00	202,100.00	
Proceeds from sales of plans and specifications.....	32,561.51	22,424.71	10,136.80
Rental guarantee fund deposits.....	325.00	325.00	
Miscellaneous income.....	12,133.35	8,233.35	3,900.00
Toll income invested in toll revenue projects.....	5,057,212.50		5,057,212.50
Total 1968 bridge and tunnel construction fund liabilities.....	<u>264,812,872.88</u>	<u>259,192,982.09</u>	<u>5,619,890.79</u>
OTHER BRIDGE AND TUNNEL CONSTRUCTION FUNDS:			
Federal grants for construction of Susquehanna and Potomac River Toll Bridges.....	4,331,189.28	4,331,189.28	
Premium received on sale of \$6,425,000 Bridge Revenue Bonds (Series 1948).....	154,500.00	154,500.00	
Funds received from Chesapeake Bay Ferry System invested in Chesapeake Bay Toll Bridge.....	492,646.73	492,646.73	
Proceeds from sales of plans and specifications, etc.....	36,226.08	36,226.08	
Net income from construction fund investments:			
Chesapeake Bay Toll Bridge.....	1,351,774.80	1,351,774.80	
Patuxent Tunnel.....	7,142,381.60	7,140,007.69	2,373.71
Toll income invested in bridges and tunnel.....	<u>186,957,480.65</u>	<u>186,957,480.65</u>	
Total other bridge and tunnel construction funds liabilities.....	<u>200,466,199.14</u>	<u>200,463,825.43</u>	<u>2,373.71</u>
TOTAL LIABILITIES.....	<u>\$495,890,515.03</u>	<u>\$486,464,779.59</u>	<u>\$9,425,735.44</u>

See notes to financial statements.

(Concluded)

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

STATEMENT OF CHANGES IN VARIOUS FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 1973

	MAINTENANCE AND OPERATIONS		INTEREST AND SINKING FUND.....			GENERAL FUND
	REVENUE FUND	RESERVE FUND	BOND SERVICE ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	
BALANCE, OCTOBER 1, 1972.....	\$ 1,051,845.04	\$ 390,775.02	\$ 1,619,082.15	\$22,267,750.00	\$ 552,008.88	\$ 552,008.87
ADDITIONS:						
Net operating revenue (excluding \$923,041.20 charged to Maintenance and Operations Reserve Fund for insurance premiums, extraordinary maintenance, repairs, renewals, and replacements) - Schedule 2.....	19,612,915.96					
Income from investments.....	44,586.67	12,184.96	360,119.35	1,165,018.61		23,192.81
Proceeds from sales of property - Schedule 9.....		6,823.40				
Recoveries from damages to property, etc.....		48,442.40				
Proceeds from insurance.....		354.08				
Transfers of funds in accordance with Article V of Trust Agreement.....	(21,008,789.29)	1,200,000.00	14,391,626.13		2,708,581.58	2,708,581.58
Transfers of income from investments of other funds in accordance with Article VI of Trust Agreement.....	1,525,137.96		(360,119.35)	(1,165,018.61)		
Total.....	1,225,696.34	1,658,579.86	16,010,708.28	22,267,750.00	3,260,590.46	3,283,783.26
DEDUCTIONS:						
Charges to Maintenance and Operations Reserve Fund for insurance premiums, extraordinary maintenance, repairs, renewals, and replacements.....		923,041.20				
Charges to General Fund for improvements, reconstruction, engineering, etc.....						421,219.44
Interest paid on outstanding Bridge and Tunnel Revenue Bonds (Series 1968) - due April 1, 1973 and October 1, 1973.....			11,070,175.00			
Redemption of Bridge and Tunnel Revenue Bonds (Series 1968) due October 1, 1973.....			3,200,000.00			
Cost of Bridge and Tunnel Revenue Term Bonds (Series 1968) purchased, including accrued interest (principal amount \$1,900,000).....			24,934.00		1,857,212.50	
Total.....		923,041.20	14,295,109.00		1,857,212.50	421,219.44
BALANCE, SEPTEMBER 30, 1973.....	\$ 1,225,696.34	\$ 735,538.66	\$ 1,715,599.28	\$22,267,750.00	\$1,403,377.96	\$2,862,563.82

(Continued)

MARYLAND TRANSPORTATION AUTHORITY-
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 STATEMENT OF CHANGES IN VARIOUS FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENTS, ETC.

	REVENUE FUND	MAINTENANCE AND OPERATIONS RESERVE FUND	INTEREST AND SINKING FUND..... BOND SERVICE ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	GENERAL FUND
THE BALANCE AT SEPTEMBER 30, 1973 IS REPRESENTED BY THE FOLLOWING:						
Cash on deposit:						
Maryland National Bank - Trust department.....	\$ 612,287.05	\$ 17,578.25	\$ 1,715,599.28	\$ 79,703.87	\$ 7,387.52	\$ 310,723.92
The National Bank of Perryville.....	24,911.80					
Undeposited receipts of September 28, 29 and 30, 1973.....	228,010.13					
Petty cash and change funds.....	98,000.00					
Total cash.....	963,209.04	17,578.25	1,715,599.28	79,703.87	7,387.52	310,723.92
United States Government Treasury securities - at cost and accrued interest purchased:						
<u>Description</u>	<u>Rate of Interest</u>	<u>Maturity</u>	<u>Principal Amount</u>			
Revenue Fund:						
Discount bills		January 15, 1974	\$ 80,000	75,927.71		
Discount bills		September 24, 1974	610,000	504,673.44		
Maintenance and Operations Reserve Fund:						
Discount bills		January 31, 1974	750,000	717,960.41		
Reserve Account:						
Discount bills		December 20, 1973	2,150,000		2,071,522.61	
Discount bills		January 15, 1974	2,290,000		2,159,212.58	
Bonds.....	4-1/4%	May 15, 1974	1,215,000		1,208,925.00	
Notes.....	5-5/8%	August 15, 1974	1,280,000		1,275,700.00	
Notes.....	5-3/4%	February 15, 1975	1,318,000		1,318,000.00	
Notes.....	5-7/8%	May 15, 1975	1,911,000		1,911,000.00	
Notes.....	5-7/8%	August 15, 1975	5,904,000		5,850,152.81	
Notes.....	7%	November 15, 1975	982,000		982,000.00	
Notes.....	6-1/2%	August 15, 1976	3,217,000		3,184,830.00	
Notes.....	6-1/4%	November 15, 1976	2,219,000		2,218,703.13	
Redemption Account:						
Discount bills		October 11, 1973	1,405,000		1,395,990.44	
General Fund:						
Discount bills		October 11, 1973	1,100,000			1,085,181.78
Discount bills		November 29, 1973	1,495,000			1,466,658.12
Accounts receivable for book ticket sales and toll charges..				22,803.10		
Guaranty deposit for credit tolls and toll tickets sold for future use (deduct).....				(400,916.95)		
BALANCE AT SEPTEMBER 30, 1973.....	\$1,225,696.34	\$ 735,538.66	\$ 1,715,599.28	\$22,267,750.00	\$1,403,377.96	\$2,862,563.82

See notes to financial statements.

(Concluded)

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

STATEMENT OF CHANGES IN STATE OF MARYLAND TOLL REVENUE PROJECTS
 CONSTRUCTION FUND - UNEXPENDED PORTION
 FOR THE YEAR ENDED SEPTEMBER 30, 1973

UNEXPENDED BALANCE MARYLAND TOLL REVENUE PROJECTS	
CONSTRUCTION FUND, OCTOBER 1, 1972.....	\$ 98,829,380.13
ADD:	
Interest earned on, plus net gain on sales of investments.....	5,604,853.99
Refund of expenditures.....	341,204.31
Proceeds from sale of land and rights-of-way.....	20,180.00
Sales of plans and specifications.....	10,136.80
Rental of property.....	3,900.00
Total.....	<u>104,809,655.23</u>
DEDUCT:	
Expenditures in connection with construction of the toll revenue projects - Exhibit D.....	43,753,009.41
Expenditures subsequently refunded.....	341,204.31
Purchase of land and rights-of-way subsequently sold	20,180.00
Total.....	<u>44,114,393.72</u>
UNEXPENDED BALANCE, SEPTEMBER 30, 1973.....	<u>\$ 60,695,261.51</u>
THE UNEXPENDED BALANCE AT SEPTEMBER 30, 1973 IS COMPOSED OF THE FOLLOWING:	
Cash on deposit (overdraft) - Maryland National Bank.....	\$ (261,189.81)
Investments - at cost and accrued interest purchased - Schedule 5.....	<u>60,956,451.32</u>
Total.....	<u>\$ 60,695,261.51</u>

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

STATEMENT OF CHANGES IN STATE OF MARYLAND TOLL REVENUE PROJECTS CONSTRUCTION FUND - INVESTED PORTION
FOR THE YEAR ENDED SEPTEMBER 30, 1973

TOTAL	PARALLEL CHESAPEAKE BAY BRIDGE	BALTIMORE HARBOR OUTER CROSSING	BALTIMORE HARBOR TUNNEL APPROACH	NORTHERN AND SOUTHERN CROSSINGS	GENERAL
EXPENDITURES FOR PROJECTS PAID FROM THE CONSTRUCTION FUND DURING THE PERIOD NOVEMBER 14, 1968 TO SEPTEMBER 30, 1972 (INCLUDING INTEREST ON BONDS FROM NOVEMBER 14, 1968, DATE BONDS WERE DELIVERED, TO MARCH 31, 1971 - PAID FROM SEPARATE INTEREST ACCOUNT).....					
\$156,238,061.96	\$ 94,078,451.05	\$31,998,169.52	\$2,657,238.70	\$175,873.51	\$27,328,329.18
EXPENDITURES FOR PROJECTS PAID FROM THE CONSTRUCTION FUND DURING THE YEAR ENDED SEPTEMBER 30, 1973:					
Preliminary expenses.....	19,586.00			19,586.00	
Rights-of-way.....	343,244.77	162,257.07	152,904.84		12,343.82
Construction.....	39,011,997.09	12,888,142.89	22,362,846.26	3,761,008.74	15,739.04
Utility adjustments.....	724,631.66		502,572.67	222,058.99	
Engineering.....	3,462,442.70	1,004,738.69	2,342,044.30	109,043.44	6,616.27
Administrative and legal expenses.....	190,040.39	96,230.00	26,078.44	791.03	66,940.92
General operating equipment.....	1,066.00	1,066.00			
Total expenditures for the year ended September 30, 1973.....	43,753,009.41	14,152,434.65	25,386,446.51	4,105,246.02	19,586.00
FUNDS INVESTED IN PROJECTS AT SEPTEMBER 30, 1973.....	\$199,991,071.37	\$108,230,885.70	\$57,384,616.03	\$6,762,484.72	\$195,459.51
THE INVESTED PORTION OF THE CONSTRUCTION FUND AT SEPTEMBER 30, 1973 (INCLUDING INTEREST PAID FROM SEPARATE INTEREST ACCOUNT) IS COMPOSED OF THE FOLLOWING:					
Preliminary expenses.....	\$ 1,676,616.78	\$ 440,861.48	\$ 971,325.79		\$195,459.51
Rights-of-way.....	4,980,297.66	411,222.40	3,271,280.49	319,924.07	77,870.70
Construction.....	147,839,539.74	99,154,413.84	42,995,961.76	5,689,164.14	
Utility adjustments.....	1,085,727.00	6,951.55	854,005.46	224,769.99	
Engineering.....	17,926,486.42	7,965,323.37	9,248,353.08	\$26,154.77	186,655.20
Administrative and legal expenses.....	673,939.59	251,047.06	43,689.45	2,471.75	376,731.33
General operating equipment.....	1,066.00	1,066.00			
Financing expenses.....	202,590.19				202,590.19
Sub-total.....	173,486,263.38	108,230,885.70	57,384,616.03	6,762,484.72	195,459.51
Interest on bonds from November 14, 1968 (date bonds were delivered) to March 31, 1971 - paid from Separate Interest Account.....	26,504,807.99				26,504,807.99
TOTAL.....	\$199,991,071.37	\$108,230,885.70	\$57,384,616.03	\$6,762,484.72	\$195,459.51

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

STATEMENT OF SPECIAL CONSTRUCTION FUND FOR THE BALTIMORE HARBOR TUNNEL
FOR THE YEAR ENDED SEPTEMBER 30, 1973

UNEXPENDED FUNDS APPLICABLE TO BALTIMORE HARBOR TUNNEL PROJECT:

Unexpended balance, Special Construction Fund for the Baltimore Harbor Tunnel, October 1, 1972.....	\$56,216.27
Add - Interest earned on investments.....	2,373.71
Total.....	<u>58,589.98</u>
Deduct - expenditures in connection with construction of Baltimore Harbor Tunnel (see "Funds Invested in Baltimore Harbor Tunnel Project" below for details).....	<u>5,261.22</u>
Unexpended balance, Special Construction Fund for the Baltimore Harbor Tunnel, September 30, 1973.....	<u>\$53,328.76</u>
The unexpended balance of the Special Construction Fund for the Baltimore Harbor Tunnel at September 30, 1973 is composed of the following:	
Cash on deposit - Maryland National Bank.....	\$ 5,422.80
United States Government Treasury securities - at cost - \$50,000 discount bills, due January 15, 1974.....	<u>47,905.96</u>
Unexpended balance, Special Construction Fund for the Baltimore Harbor Tunnel, September 30, 1973.....	<u>\$53,328.76</u>

FUNDS INVESTED IN BALTIMORE HARBOR TUNNEL PROJECT:

	.....Expenditures.....	
	Total to September 30, 1972	Year ended September 30, 1973
	Total to September 30, 1973	
Preliminary expenses.....	\$ 455,121.80	\$ 455,121.80
Land and rights-of-way.....	11,254,777.50	11,254,777.50
Construction.....	103,697,839.32	\$5,261.22 103,703,100.54
Engineering.....	9,351,572.92	9,351,572.92
Administrative and legal expenses.....	1,168,513.45	1,168,513.45
Maintenance and office equipment and supplies.....	579,424.02	579,424.02
Financing expenses.....	165,928.85	165,928.85
Amount transferred to Bond Service Account represent- ing interest from December 7, 1954 (date of sale of bonds) through November 29, 1958 on term bonds, as provided in Article IV, Section 403 and 404 of Trust Agreement dated as of October 1, 1954.....	<u>16,726,801.28</u>	<u>16,726,801.28</u>
TOTAL - Funds invested in Baltimore Harbor Tunnel Project.....	<u>\$143,399,979.14</u>	<u>\$5,261.22 \$143,405,240.36</u>

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

NOTES TO FINANCIAL STATEMENTS, SEPTEMBER 30, 1973

A. SIGNIFICANT ACCOUNTING POLICIES

The accounts of the Authority applicable to the Bridge and Tunnel Revenue Bonds (Series 1968) are maintained in compliance with the provisions of the Trust Agreement dated as of October 1, 1968, and in accordance with generally accepted accounting principles applicable in the circumstances.

Article I of the Trust Agreement states that current expenses shall not include any allowance for depreciation, and accordingly no provision for depreciation has been included in the accounts or in the accompanying financial statements.

Article V of the Trust Agreement dated as of October 1, 1968 requires the Trustee on or before the 15th day of each month to make transfers from the Maryland Toll Revenue Projects Revenue Fund to other Funds in accordance with the provisions of the Agreement. In the preparation of the accompanying financial statements, transfers from the Revenue Fund to other Funds have been recorded by the Authority as of September 30, 1973 although the Trustee did not actually make the transfers until October 12, 1973.

Funds for the payment of bond interest of \$5,517,537.50 due October 1, 1973 and for the redemption of \$3,200,000 principal amount of serial bonds maturing October 1, 1973 were paid from the Bond Service Account to the paying agents on September 28, 1973.

Toll revenues are recorded generally on the accrual basis, all other transactions are recorded substantially on the cash basis.

B. CASH ON DEPOSIT

As of September 30, 1973 the Trust Department of the Maryland National Bank or other Custodian approved by the Trustee held as collateral security, for the deposits of funds shown herein before, government obligations (as defined in the Agreement), or other marketable securities eligible as security for the deposit of trust funds under regulations of the Board of Governors of the Federal Reserve System or eligible as security for the deposit of funds of the State of Maryland, having a market value (exclusive of accrued interest) at least equal to the amount of each such deposit.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
NOTES TO FINANCIAL STATEMENTS, SEPTEMBER 30, 1973

C. BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

The Bridge and Tunnel Revenue Bonds (Series 1968), issued in accordance with the provisions of the Trust Agreement dated as of October 1, 1968, do not constitute a debt of the State of Maryland or a pledge of the full faith and credit of the State, but shall be payable solely from the revenues of the bridges and tunnel. The State of Maryland is not obligated to pay these bonds or the interest thereon except from revenues of the bridges and tunnel, and neither the full faith and credit nor the taxing power of the State is pledged to the payment of the principal of or the interest on these bonds.

D. MARYLAND TRANSPORTATION AUTHORITY

Under the provision of Chapter 526 of the Laws of Maryland of 1970, on and after July 1, 1971, all power, authority, obligations, functions, duties and discretion granted to the State Roads Commission of Maryland relating to the financing, operation, maintenance and repair of all toll revenue projects authorized and provided for under Article 89B of the Annotated Code of Maryland, title "State Roads", subtitle "Bonds, Notes or Other Evidence of Indebtedness", subheading "Bridge, Tunnel and Motorway Revenue Bonds" and subheading "John F. Kennedy Memorial Highway Revenue Bonds", are transferred, granted to and vested exclusively in the Maryland Transportation Authority, acting on behalf of the Department of Transportation.

E. SUPPLEMENTAL AGREEMENT

By Supplemental Agreement executed June 9, 1972, the Trust Agreement authorizing the issuance of the Series 1968 Bonds was modified and amended. The Supplemental Agreement provides for the construction of a bridge in lieu of the Baltimore Harbor Outer Tunnel by amending the definition of Baltimore Harbor Outer Tunnel in the Trust Agreement to mean a bridge across the Patapsco River from a point at or near Hawkins Point in the City of Baltimore to a point at or near Sparrows Point in Baltimore County and approaches thereto.

The Supplemental Agreement further provides for the payment of any expenses incurred in connection therewith including expenses relating to obtaining the consent of the bondholders to the execution of the Supplemental Agreement, from moneys in the Construction Fund, any special construction fund or the General Fund. If moneys in these funds are not sufficient for such purpose, such expenses may be paid from moneys in the Revenue Fund.

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
NOTES TO FINANCIAL STATEMENTS, SEPTEMBER 30, 1973

F. CONTRACTUAL COMMITMENTS AND CONTINGENT LIABILITY

The Authority was contractually liable on uncompleted contracts in connection with the construction of the Toll Revenue Projects in the approximate amount of \$79,397,000 at September 30, 1973. Claims for additional compensation under contracts for construction of the parallel Chesapeake Bay Bridge aggregating approximately \$31,600,000 and claims for additional compensation under contracts for construction of the Baltimore Harbor Outer crossing amounting to approximately \$1,197,000, have been submitted to the Authority. The ultimate disposition of such claims has not been determined.

Subsequent to September 30, 1973 the Authority awarded contracts or contract additions for construction and/or construction engineering amounting to approximately \$276,000 applicable to the Construction Fund.

Under conditions specified in the Trust Agreement, additional revenue bonds of the State of Maryland may be issued under, and secured by the agreement to the extent necessary to provide additional funds for completing payment of the cost of the parallel Chesapeake Bay Bridge, the Baltimore Harbor Outer Crossing, and the Baltimore Harbor Tunnel Approach.

G. CURRENT EXPENSES AND ANNUAL BUDGET

At September 30, 1973 the Authority had incurred obligations of approximately \$192,000 for Current Expenses in connection with the operations of the Toll Revenue Projects which were unpaid at that date. The Annual Budget for Current Expenses for that year was fully expended at September 30, 1973, and such obligations were paid subsequent to that date and were charged against the Annual Budget for Current Expenses for the year ended September 30, 1974.

Comparable amounts incurred and unpaid at September 30, 1972 aggregated approximately \$152,000 of which \$75,583 was charged to the unexpended balance of the Annual Budget for Current Expenses for the year ended September 30, 1972 and approximately \$76,000 was charged against the Annual Budget for Current Expenses for the year ended September 30, 1973. The obligations incurred during the years ended September 30, 1973 (\$192,000) and 1972 (\$76,000) and charged against the Annual Budget for Current Expenses for the subsequent fiscal year constituted 3.3% and 1.4% of the Annual Budget for Current Expenses for the respective fiscal years in which incurred.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

BONDS ISSUED, PAID, PURCHASED OR REDEEMED
FOR THE YEAR ENDED SEPTEMBER 30, 1973

STATE OF MARYLAND BRIDGE AND TUNNEL REVENUE BONDS,
DATED OCTOBER 1, 1968 ISSUED:

Serial bonds:

<u>Rate of</u> <u>Interest</u>	<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	
4.10%	1973	\$3,200,000	
4.20%	1974	3,700,000	
4.30%	1975	4,200,000	
4.40%	1976	4,650,000	
4.50%	1977	5,100,000	
4.60%	1978	2,650,000	
4.60%	1979	2,650,000	
4.70%	1980	2,650,000	
4.70%	1981	2,650,000	
4.75%	1982	2,650,000	
4.80%	1983	2,650,000	
4.80%	1984	2,650,000	
4.90%	1985	2,650,000	
4.90%	1986	2,650,000	
4.90%	1987	2,650,000	
4.90%	1988	<u>2,650,000</u>	\$ 50,000,000
Term bonds - 5.20% interest, maturing October 1, 2008.....			<u>170,000,000</u>
Total bonds issued.....			<u>220,000,000</u>

BONDS PAID, PURCHASED OR REDEEMED DURING THE
YEAR ENDED SEPTEMBER 30, 1973:

Serial bonds due October 1, 1973.....	\$3,200,000	
Term bonds due October 1, 2008.....	<u>1,900,000</u>	<u>5,100,000</u>
BONDS OUTSTANDING, SEPTEMBER 30, 1973.....		<u>\$214,900,000</u>

See Notes A and C of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

SCHEDULE 2

OPERATING REVENUE AND EXPENSES OF SUSQUEHANNA RIVER, POTOMAC RIVER, AND CHESAPEAKE BAY TOLL BRIDGES
AND PATAPSCO TUNNEL, INDIVIDUALLY AND COMBINED, AND GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 1973 AND 1972, AND COMPARISON

	YEAR ENDED SEPTEMBER 30, 1973					YEAR ENDED SEPTEMBER 30, 1972					INCREASE (DECREASE)				
	TOTAL	SUSQUEHANNA RIVER TOLL BRIDGE	POTOMAC RIVER TOLL BRIDGE	CHESAPEAKE BAY TOLL BRIDGE	PATAPSCO TUNNEL	TOTAL	SUSQUEHANNA RIVER TOLL BRIDGE	POTOMAC RIVER TOLL BRIDGE	CHESAPEAKE BAY TOLL BRIDGE	PATAPSCO TUNNEL	TOTAL	SUSQUEHANNA RIVER TOLL BRIDGE	POTOMAC RIVER TOLL BRIDGE	CHESAPEAKE BAY TOLL BRIDGE	PATAPSCO TUNNEL
OPERATING REVENUE:															
Revenue, based on toll transactions - Schedule 3	\$25,257,884	\$ 990,792	\$1,873,766	\$8,032,116	\$14,361,210	\$24,017,218	\$1,085,968	\$1,785,823	\$7,268,859	\$13,876,568	\$1,240,666	\$ (95,176)	\$87,943	\$763,257	\$484,642
Collections in excess of (less than) calculated tolls	(17,380)	901	2,434	6,712	(27,427)	(22,597)	1,205	1,093	2,157	(27,052)	5,217	(304)	1,341	4,555	(375)
Unredeemed toll tickets issued during 1970 fiscal year	127,753	34,170	3,697	22,523	67,363	190,263	39,967	9,652	39,826	100,818	(62,510)	(5,797)	(5,955)	(17,303)	(33,455)
Sale of stickers for use with commutation tickets	17,172	6,490	477	1,957	8,248	16,324	6,104	406	1,741	8,073	848	386	71	216	175
Miscellaneous	4,070	1	10	42	4,017	5,467	21	61	619	4,766	(1,397)	(20)	(51)	(577)	(749)
Total operating revenue	25,389,499	1,032,354	1,880,384	8,063,350	14,413,411	24,206,675	1,133,265	1,797,035	7,313,202	13,963,173	1,182,824	(100,911)	83,349	750,148	450,238
OPERATING AND MAINTENANCE EXPENSES:															
Operating:															
Salaries	3,236,043	401,909	302,366	548,229	1,983,539	3,118,025	379,317	274,837	534,759	1,929,112	118,018	22,592	27,529	13,470	54,427
Pension equalization and social security	337,546	39,644	30,374	59,138	208,390	310,529	35,455	27,433	54,378	193,263	27,017	4,189	2,941	4,760	15,127
Electric power and gas	243,910	3,888	3,763	13,620	222,639	239,559	4,139	3,578	12,318	219,524	4,351	(251)	185	1,302	3,115
Printing toll tickets	55,379	11,887	3,950	9,092	30,450	48,271	17,514	1,854	6,323	22,580	7,108	(5,627)	2,096	2,769	7,870
Office supplies, postage, and printing	12,775	3,667	2,085	7,023		13,276	4,422	2,925	5,442	487	(501)	(755)	(840)	1,581	(487)
Telephone	40,365	804	943	4,986	33,632	37,198	997	838	4,732	30,631	3,167	(193)	105	254	3,001
Uniforms	57,590	8,636	5,019	10,007	33,928	42,452	5,323	4,006	7,243	25,880	15,138	3,313	1,013	2,764	8,048
Fuel for heating	13,648	2,720	651	2,609	7,668	14,175	2,678	668	2,226	8,603	(527)	42	(17)	383	(935)
Vehicle expenses	58,959	3,472	3,383	11,451	40,653	67,112	3,284	3,369	13,108	47,351	(8,153)	188	14	(1,657)	(6,698)
Equipment rental and service	49,143	8,939	209	714	39,281	41,026	10,625	147	277	29,977	8,117	(1,686)	62	437	9,304
Other	30,242	975	237	2,042	26,988	20,946	997	403	1,533	18,013	9,296	(22)	(166)	509	8,975
Maintenance:															
Salaries	707,302	44,665	35,420	141,112	486,105	735,387	42,550	40,915	147,450	504,472	(28,085)	2,115	(5,495)	(6,338)	(18,367)
Supplies, etc	122,150	11,536	5,540	12,397	92,677	118,302	5,947	6,188	17,594	88,573	3,848	5,589	(648)	(5,197)	4,104
Service	15,977	287	300	552	14,838	21,432	1,196	656	1,201	18,379	(5,455)	(909)	(356)	(649)	(3,541)
Insurance	433,514	23,076	24,153	238,133	148,152	276,160	19,038	20,288	108,547	128,287	157,354	4,038	3,865	129,586	19,865
Property additions and major repairs and replacements	472,795	19,380	13,113	128,391	311,911	460,451	36,721	37,223	46,352	340,155	12,344	(17,341)	(24,110)	82,039	(28,244)
Total	5,887,338	585,485	431,506	1,189,496	3,680,851	5,564,301	570,203	425,328	963,483	3,605,287	323,037	15,282	6,178	226,013	75,564
Less portion paid from Maintenance and Operations Reserve Fund - insurance premiums and major repairs and replacements	906,309	42,456	37,266	366,524	460,063	736,611	55,759	57,511	154,899	468,442	169,698	(13,303)	(20,245)	211,625	(8,379)
Remainder	4,981,029	543,029	394,240	822,972	3,220,788	4,827,690	514,444	367,817	808,584	3,136,845	153,339	28,585	26,423	14,388	83,943
NET OPERATING REVENUE	20,408,470	\$ 489,325	\$1,486,144	\$7,240,378	\$11,192,623	19,378,985	\$ 618,821	\$1,429,218	\$6,504,618	\$10,826,328	1,029,485	\$ (129,496)	\$56,926	\$735,760	\$366,295
GENERAL AND ADMINISTRATIVE EXPENSES - Schedule 4															
Remainder	849,554					703,100				146,454					
	19,558,916					18,675,885				883,031					
PARTICIPATION IN ADMINISTRATIVE AND OPERATING COSTS BY JOHN F. KENNEDY MEMORIAL HIGHWAY															
	54,000					45,000				9,000					
NET OPERATING REVENUE AVAILABLE FOR DEBT SERVICE AND OTHER RESERVE REQUIREMENTS TRANSFERRED TO FUNDS CREATED UNDER TRUST AGREEMENT - Exhibit B															
	\$19,612,916					\$18,720,885				\$ 892,031					

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

TRAFFIC AND REVENUE, BY TOLL CLASSIFICATION,
ON SUSQUEHANNA RIVER, POTOMAC RIVER, AND CHESAPEAKE BAY TOLL BRIDGES AND PATAPSCO TUNNEL
FOR THE YEARS ENDED SEPTEMBER 30, 1973 AND 1972, AND COMPARISON

TOLL CLASSIFICATION DESCRIPTION	1973				1972				INCREASE (DECREASE)	
	RATE	TOLL TRANS- ACTIONS	REVENUE	RATIO TO TOTAL TOLL TRANS- ACTIONS	RATIO TO TOTAL TOLL TRANS- ACTIONS	REVENUE	RATIO TO TOTAL TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE
<u>SUSQUEHANNA RIVER TOLL BRIDGE</u>										
AUTOMOBILES AND LIGHT COMMERCIAL VEHICLES:										
Passenger cars, etc.....	\$.35	1,804,757	\$ 631,664.95	31.02%	63.75%	1,882,291	\$ 658,801.85	31.55%	60.66%	(77,534) \$(27,136.90)
Passenger cars, etc. - commutation rate - Maryland tags.....	.01	2,821,805	28,218.05	48.49	2.85	2,705,214	27,052.14	45.34	2.49	116,591 1,165.91
Passenger cars, etc. - commutation rate - out-of-state tags..	.03	519,703	15,591.09	8.93	1.57	612,486	18,374.58	10.26	1.69	(92,783) (2,783.49)
Unclassified vehicles.....		5,302	1,575.30	.09	.16	4,407	1,297.95	.07	.12	895 277.35
Local buses on scheduled runs - commutation rate.....	.15	2,524	378.60	.04	.04	3,399	509.85	.06	.05	(875) (131.75)
HEAVY COMMERCIAL VEHICLES:										
2 Axle.....	.40	63,501	25,400.40	1.09	2.56	70,165	28,066.00	1.18	2.59	(6,664) (2,665.60)
3 Axle.....	.60	39,535	23,721.00	.68	2.39	46,727	28,036.20	.78	2.58	(7,192) (4,315.20)
4 Axle.....	.80	36,867	29,493.60	.63	2.98	56,292	45,033.60	.94	4.15	(19,425) (15,540.00)
2 Axle - commutation rate.....	.20	37,430	7,486.00	.64	.76	43,485	8,697.00	.73	.80	(6,055) (1,211.00)
3 Axle - commutation rate.....	.30	46,722	14,016.60	.80	1.41	35,856	10,756.80	.60	.99	10,866 3,259.80
4 Axle - commutation rate.....	.30	69,208	20,762.40	1.19	2.10	102,383	30,714.90	1.72	2.83	(33,175) (9,952.50)
5 Axle or more - commutation rate.....	.40	258,512	103,404.80	4.44	10.44	259,727	103,890.80	4.35	9.57	(1,215) (486.00)
5 Axle or more.....	1.00	70,979	70,979.00	1.23	7.16	103,206	103,206.00	1.73	9.50	(32,227) (32,227.00)
Unusual size.....	5.00	3,620	18,100.00	.06	1.83	4,306	21,530.00	.07	1.98	(686) (3,430.00)
OFFICIAL DUTY (exclusive of project patrol cars, construction, and maintenance vehicles).....	None	38,755		.67		37,021		.62		1,734
TOTAL.....		5,819,220	\$ 990,791.79	100.00%	100.00%	5,966,965	\$1,085,967.67	100.00%	100.00%	(147,745) \$(95,175.88)
<u>POTOMAC RIVER TOLL BRIDGE</u>										
AUTOMOBILES AND LIGHT COMMERCIAL VEHICLES:										
Passenger cars, etc.....	\$.60	1,704,710	\$1,022,826.00	71.42%	54.59%	1,577,973	\$ 946,783.80	70.59%	53.02%	126,737 \$ 76,042.20
Passenger cars only - commutation rate.....	.30	5,200	1,560.00	.22	.08	4,399	1,319.70	.20	.07	801 240.30
Passenger cars, etc. - commutation rate.....	.20	169,978	33,995.60	7.12	1.81	149,832	29,966.40	6.70	1.68	20,146 4,029.20
Motorcycles.....	.25	6,982	1,745.50	.29	.09	5,501	1,375.25	.25	.08	1,481 370.25
HEAVY COMMERCIAL VEHICLES:										
2 Axle.....	.80	66,263	53,010.40	2.78	2.83	68,582	54,865.60	3.07	3.07	(2,319) (1,855.20)
3 Axle.....	1.20	74,455	89,346.00	3.12	4.77	76,031	91,237.20	3.40	5.11	(1,576) (1,891.20)
4 Axle.....	1.60	77,150	123,440.00	3.23	6.59	81,837	130,939.20	3.66	7.33	(4,687) (7,499.20)
5 Axle.....	2.00	271,949	543,898.00	11.39	29.03	262,603	525,206.00	11.75	29.41	9,346 18,692.00
Unusual size.....	5.00	789	3,945.00	.03	.21	826	4,130.00	.04	.23	(37) (185.00)
OFFICIAL DUTY (exclusive of project patrol cars, construction, and maintenance vehicles).....	None	9,599		.40		7,693		.34		1,906
TOTAL.....		2,387,075	\$1,873,766.50	100.00%	100.00%	2,235,277	\$1,785,823.15	100.00%	100.00%	151,798 \$ 87,943.35

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 TRAFFIC AND REVENUE, ETC.

TOLL CLASSIFICATION DESCRIPTION	RATE	1973				1972				INCREASE .....(DECREASE).....	
		TOLL TRANS- ACTIONS	REVENUE	.RATIO TO TOTAL. TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE	.RATIO TO TOTAL. TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE
<u>CHESAPEAKE BAY TOLL BRIDGES</u>											
AUTOMOBILES AND LIGHT COMMERCIAL VEHICLES:											
Passenger cars, etc.....	\$1.00	5,427,202	\$ 5,427,202.00	75.64%	67.57%	4,910,761	\$ 4,910,761.00	75.85%	67.56%	516,441	\$516,441.00
Passenger cars only - commutation rate.....	.50	42,128	21,064.00	.59	.26	44,528	22,264.00	.69	.31	(2,400)	(1,200.00)
Passenger cars, etc. - commutation rate.....	.35	686,081	240,128.35	9.56	2.99	611,212	213,924.20	9.44	2.94	74,869	26,204.15
Passenger cars and 1 axle trailer.....	1.50	135,357	203,035.50	1.89	2.53	126,186	189,279.00	1.95	2.60	9,171	13,756.50
Passenger cars and 2 axle trailer.....	2.00	37,780	75,560.00	.53	.94	30,089	60,178.00	.46	.83	7,691	15,382.00
Unclassified.....		1,124	685.85	.02	.01	1,312	656.00	.02	.01	(188)	29.85
HEAVY COMMERCIAL VEHICLES:											
2 Axle.....	1.50	156,835	235,252.50	2.19	2.93	149,549	224,323.50	2.31	3.09	7,286	10,929.00
3 Axle.....	2.25	65,577	147,548.25	.91	1.84	49,495	111,363.75	.76	1.53	16,082	36,184.50
4 Axle.....	3.00	110,021	330,063.00	1.53	4.11	117,077	351,231.00	1.81	4.83	(7,056)	(21,168.00)
5 Axle.....	3.75	351,351	1,317,566.25	4.90	16.40	308,289	1,156,083.75	4.76	15.90	43,062	161,482.50
Unusual size.....	5.00	6,802	34,010.00	.09	.42	5,759	28,795.00	.09	.40	1,043	5,215.00
OFFICIAL DUTY (exclusive of project patrol cars, construction, and maintenance vehicles).....	None	153,968		2.15		120,320		1.86		33,648	
TOTAL.....		7,174,226	\$ 8,032,115.70	100.00%	100.00%	6,474,577	\$ 7,268,859.20	100.00%	100.00%	699,649	\$763,256.50
<u>PATAPSCO TUNNEL</u>											
AUTOMOBILES AND LIGHT COMMERCIAL VEHICLES:											
Passenger cars, etc.....	\$.60	15,032,090	\$ 9,019,254.00	62.85%	62.80%	14,694,321	\$ 8,816,592.60	63.01%	63.54%	337,769	\$202,661.40
Passenger cars, etc. - commutation rate.....	.25	4,992,557	1,248,139.25	20.88	8.69	4,979,884	1,244,971.00	21.36	8.97	12,673	3,168.25
HEAVY COMMERCIAL VEHICLES:											
2 Axle.....	.60	857,639	514,583.40	3.58	3.59	797,286	478,371.60	3.42	3.44	60,353	36,211.80
3 Axle.....	.90	469,077	422,169.30	1.96	2.94	463,800	417,420.00	1.99	3.01	5,277	4,749.30
4 Axle.....	1.20	675,718	810,861.60	2.83	5.65	678,665	814,398.00	2.91	5.87	(2,947)	(3,536.40)
5 Axle.....	1.50	1,591,274	2,386,911.00	6.65	16.62	1,427,188	2,140,782.00	6.12	15.43	164,086	246,129.00
6 Axle.....	1.80	1,890	3,402.00	.01	.02	1,365	2,457.00	.01	.02	525	945.00
Volume discounts - 4 axle and over, Maryland tags.....			(44,110.21)		(.31)		(38,424.56)		(.28)		(5,685.65)
OFFICIAL DUTY (exclusive of project patrol cars, construction, and maintenance vehicles).....	None	295,958		1.24		274,045		1.18		21,913	
TOTAL.....		23,916,203	\$14,361,210.34	100.00%	100.00%	23,316,554	\$13,876,567.64	100.00%	100.00%	599,649	\$484,642.70

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 1973 AND 1972, AND COMPARISON

	1973	1972	INCREASE (DECREASE)
SALARIES.....	\$385,300.75	\$356,595.63	\$ 28,705.12
PENSION EQUALIZATION AND SOCIAL SECURITY.....	34,613.19	30,504.85	4,108.34
HOSPITALIZATION.....	96,303.14	78,150.99	18,152.15
TRUSTEE'S AND FISCAL AGENT'S FEES..	57,700.82	52,465.72	5,235.10
LEGAL EXPENSES.....	4,500.00	4,500.00	
ACCOUNTANTS' FEE.....	20,740.00	28,672.10	(7,932.10)
CONSULTING ENGINEERS' FEE.....	30,000.00	36,000.00	(6,000.00)
PERSONNEL SERVICES AND EXPENSES:			
State Highway Administration.....	14,910.60	18,076.82	(3,166.22)
Maryland Transportation Authority	146,000.00	35,242.00	110,758.00
EQUIPMENT RENEWALS, RENTALS, AND REPLACEMENTS.....	1,019.84	15,234.08	(14,214.24)
OFFICE FURNITURE AND EQUIPMENT -			
Rentals and service.....	11,507.47	15,813.83	(4,306.36)
PRINTING, POSTAGE, AND OFFICE SUPPLIES.....	30,320.28	36,901.10	(6,580.82)
PUBLICITY AND ADVERTISING.....	234.50	192.00	42.50
INSURANCE.....	15,712.62	17,144.93	(1,432.31)
ARMORED CAR SERVICE.....	3,120.00	3,600.00	(480.00)
OTHER.....	14,302.99	6,385.52	7,917.47
Total.....	866,286.20	735,479.57	130,806.63
DEDUCT - Portion paid from			
Maintenance and Operations			
Reserve Fund - equipment renewals, rentals and replacements, and insurance.....	16,732.46	32,379.01	(15,646.55)
Remainder - General and Administrative Expenses.....	\$849,553.74	\$703,100.56	\$146,453.18

See Note A of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

INVESTMENTS OF STATE OF MARYLAND TOLL REVENUE PROJECTS CONSTRUCTION FUNDS,
 SEPTEMBER 30, 1973

DESCRIPTION	INTEREST	MATURITY	PRINCIPAL AMOUNT	COST (SEE NOTE)
UNITED STATES GOVERNMENT SECURITIES:				
Treasury bills.....		February 28, 1974	\$ 3,400,000	\$ 3,252,003.67
Treasury bills.....		April 9, 1974	1,800,000	1,693,901.00
Total.....			<u>5,200,000</u>	<u>4,945,904.67</u>
THIRTEEN BANKS FOR COOPERATIVES:				
Collateral trust debentures.....	6.95%	October 1, 1973	3,000,000	3,000,000.00
Collateral trust debentures.....	6.85%	December 3, 1973	7,400,000	7,413,479.97
Collateral trust debentures.....	7.55%	January 2, 1974	3,000,000	3,000,000.00
Collateral trust debentures.....	8.70%	February 4, 1974	1,000,000	1,000,000.00
Total.....			<u>14,400,000</u>	<u>14,413,479.97</u>
TWELVE FEDERAL INTERMEDIATE CREDIT BANKS:				
Debentures.....	6.15%	December 3, 1973	1,500,000	1,498,359.38
Debentures.....	6.85%	January 2, 1974	3,000,000	3,000,000.00
Debentures.....	7%	March 4, 1974	1,500,000	1,498,125.00
Debentures.....	8.65%	May 1, 1974	1,000,000	1,000,000.00
Total.....			<u>7,000,000</u>	<u>6,996,484.38</u>
FEDERAL HOME LOAN BANKS:				
Consolidated bonds (Series E).....	5.55%	November 27, 1973	4,000,000	3,981,616.67
Consolidated bonds (Series C).....	8.40%	January 25, 1974	1,000,000	1,000,000.00
Consolidated bonds (Series B).....	9-3/8%	January 25, 1974	2,600,000	2,600,000.00
Consolidated bonds (Series A).....	9.75%	February 25, 1974	4,000,000	4,006,250.00
Consolidated bonds (Series J).....	9-5/8%	August 26, 1974	1,000,000	1,000,000.00
Consolidated bonds (Series I).....	7.05%	November 25, 1974	2,000,000	2,000,000.00
Consolidated bonds (Series I).....	8.20%	February 25, 1975	3,060,000	3,060,000.00
Consolidated bonds (Series G).....	7.05%	November 25, 1975	1,500,000	1,498,593.75
Total.....			<u>19,160,000</u>	<u>19,146,460.42</u>
TWELVE FEDERAL LAND BANKS.....	5.55%	January 21, 1974	4,000,000	3,970,250.00
GOVERNMENT NATIONAL MORTGAGE ASSOCIATION PARTICIPATION CERTIFICATE.....	4-3/8%	November 1, 1973	2,200,000	2,176,968.75
FEDERAL NATIONAL MORTGAGE ASSOCIATION:				
Debentures (Series SM-F).....	5.75%	December 10, 1973	4,000,000	3,906,953.13
Debentures (Series SM-B).....	7.75%	March 11, 1974	1,400,000	1,400,000.00
Debentures (Series SM-C).....	7.90%	June 10, 1974	1,000,000	1,000,000.00
Debentures (Series SM-A).....	7.85%	September 10, 1974	1,000,000	1,000,000.00
Debentures (Series SM-H).....	7-1/8%	March 10, 1976	2,000,000	2,000,000.00
Total.....			<u>9,400,000</u>	<u>9,306,953.13</u>
TOTAL.....			<u>\$61,360,000</u>	<u>\$60,956,451.32</u>

NOTE: Investments are carried at cost and accrued interest purchased, reduced by portion of interest collected applied first to reduction of premiums paid, if any, and then to recovery of accrued interest purchased.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

DEPOSITS AND WITHDRAWALS OF
 STATE OF MARYLAND TOLL REVENUE PROJECTS CONSTRUCTION FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 1973

DEPOSITS:

Proceeds from redemptions or sales of investment securities:	
Portion of principal realized applied to cost....	\$249,242,031.93
Net gain realized on disposals of investments....	100,507.48
Total.....	<u>249,342,539.41</u>
Portion of interest income applied to recovery of premiums paid on investments purchased.....	239,468.76
Recovery of accrued interest purchased.....	901,861.98
Interest earned.....	5,504,346.51
Refund of expenditures.....	341,204.31
Proceeds from sale of land and rights-of-way.....	20,180.00
Sale of plans and specifications.....	10,136.80
Rental of property.....	3,900.00
Total deposits.....	<u>256,363,637.77</u>

WITHDRAWALS:

Expenditures in connection with construction of the toll revenue projects.....	43,753,009.41
Expenditures subsequently recovered.....	341,204.31
Purchase of land and rights-of-way subsequently sold.....	20,180.00
Purchase of investment securities.....	212,234,100.68
Accrued interest purchased on investment securities	863,265.39
Total withdrawals.....	<u>257,211,759.79</u>
EXCESS OF WITHDRAWALS OVER DEPOSITS.....	(848,122.02)
CASH BALANCE, OCTOBER 1, 1972 ON DEPOSIT WITH MARYLAND NATIONAL BANK.....	<u>586,932.21</u>
CASH BALANCE (OVERDRAFT), SEPTEMBER 30, 1973 WITH MARYLAND NATIONAL BANK.....	<u>\$ (261,189.81)</u>

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

DEPOSITS AND WITHDRAWALS OF FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 1973

	REVENUE FUND	MAINTENANCE AND OPERATIONS RESERVE FUND	.....INTEREST AND SINKING FUND.....			GENERAL FUND
			BOND SERVICE ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	
DEPOSITS:						
Toll collections.....	\$21,661,966.67					
Toll tickets sold for future use.....	3,733,038.70					
Collections of accounts receivable.....	66,500.50					
Miscellaneous revenue.....	4,069.51					
Sale of stickers for use with commutation tickets.....	17,173.00					
Participation in administrative and operating costs by John F. Kennedy Memorial Highway.....	54,000.00					
Proceeds from sales or redemptions of investment securities:						
Portion of principal realized applied to cost.....	1,620,413.33	\$2,175,881.24		\$16,611,226.43		\$1,610,289.22
Net gain realized on disposals of investments.....		53.13		35,970.00		
Recovery of premium paid.....				56,010.64		
Recovery of accrued interest purchased...				154,455.32		
Interest earned.....	44,586.67	12,131.83	\$ 360,119.35	1,129,048.61		23,192.81
Transfers of investment interest and net realized gain in accordance with Article VI, Section 602 of Trust Agreement.....	1,525,137.96		(360,119.35)	(1,165,018.61)		
Property damage recoveries.....		48,442.40				
Proceeds from insurance.....		354.08				
Proceeds from sale of property.....		6,832.40				
Transfers of funds in accordance with Article V of Trust Agreement.....	(21,008,789.29)	1,200,000.00	14,391,626.13		\$2,708,581.58	2,708,581.58
Total deposits (forward).....	\$ 7,718,097.05	\$3,443,695.08	\$14,391,626.13	\$16,821,692.39	\$2,708,581.58	\$4,342,063.61

(Continued)

MARYLAND TRANSPORTATION AUTHORITY-
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 DEPOSITS AND WITHDRAWALS OF FUNDS, ETC.

	.....INTEREST AND SINKING FUND.....					
	REVENUE FUND	MAINTENANCE AND OPERATIONS RESERVE FUND	BOND SERVICE ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	GENERAL FUND
DEPOSITS (Forwarded).....	\$ 7,719,097.05	\$3,443,686.08	\$14,391,626.13	\$16,821,692.39	\$2,708,581.58	\$4,342,063.61
WITHDRAWALS:						
Requisitions for operations, maintenance, and general expenses.....	5,830,583.02	923,041.20				
Requests for improvements, reconstruction, engineering, etc.....						421,219.44
Refunds (toll tickets sold for future use, volume discounts, etc.).....	57,071.66					
Interest due April 1 and October 1, 1973.....				11,070,175.00		
Redemption of Bridge and Tunnel Revenue Bonds (Series 1968) due October 1, 1973.....				3,200,000.00		
Cost of Bridge and Tunnel Revenue Term Bonds (Series 1968) purchased including accrued interest (principal amount \$1,900,000).....				24,934.00	1,857,212.50	
Purchases of investment securities.....	1,677,786.48	2,513,172.00		16,744,402.60	1,395,990.44	3,615,288.65
Total withdrawals.....	7,565,441.16	3,436,214.10	14,295,109.00	16,744,402.60	3,253,202.94	4,036,508.09
EXCESS (DEFICIENCY) OF DEPOSITS OVER WITHDRAWALS.....	152,655.89	7,471.98	96,517.13	77,289.79	(544,621.36)	305,555.52
CASH BALANCES, OCTOBER 1, 1972.....	910,553.15	10,106.27	1,619,082.15	7,419.08	552,008.88	5,168.40
CASH BALANCES, SEPTEMBER 30, 1973.....	\$ 963,209.04	\$ 17,578.25	\$ 1,715,599.28	\$ 79,703.87	\$ 7,387.52	\$ 310,723.92

(Concluded)

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1958)

SCHEDULE OF INSURANCE COVERAGE PURSUANT TO SECTIONS 707 AND 708 OF TRUST AGREEMENT DATED AS OF OCTOBER 1, 1968
 SEPTEMBER 30, 1973

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	..AMOUNT OF COVERAGE...	
			PER CENT OF TOTAL	TOTAL
<u>HARRY W. NICE MEMORIAL BRIDGE AND SUSQUEHANNA RIVER BRIDGE</u>				
PROPERTY DAMAGE INSURANCE ON (A) Harry W. Nice Memorial Bridge (formerly known as Potomac River Bridge) - 12,500,000 and (B) Susquehanna River Bridge - \$9,900,000 (80% of insurable value with 2% deductible in each case):.....	PB SB 120	October 15, 1974 ⁶		\$22,400,000
The Continental Insurance Company.....	IMC 083618	"	15.00%	
Fireman's Fund Insurance Company.....	MSP 1711477	"	22.50	
Great American Insurance Company.....	M 5849505	"	5.00	
The Home Insurance Company.....	802789	"	24.00	
New Hampshire Insurance Company.....	SPF 97-17-10	"	3.50	
New York Underwriters Insurance Company.....	30 IM 201334	"	5.00	
Reliance Insurance Company.....	M 913508	"	5.00	
United States Fidelity and Guaranty Company.....	SP 920994	"	15.00	
Westchester Fire Insurance Company.....	IF 773038	"	5.00	
			<u>100.00%</u>	
USE AND OCCUPANCY INSURANCE ON (A) Harry W. Nice Memorial Bridge (formerly known as Potomac River Bridge) - \$1,660,000 and (B) Susquehanna River Bridge \$1,010,000 (first seven days deductible):.....	PB SB 121	October 15, 1974 ⁶		\$ 2,670,000
The Continental Insurance Company.....	IMC 083619	"	15.00%	
Fireman's Fund Insurance Company.....	MSP 1711478	"	22.50	
Great American Insurance Company.....	M 5849506	"	5.00	
The Home Insurance Company.....	802790	"	24.00	
New Hampshire Insurance Company.....	SPF 97-17-11	"	3.50	
New York Underwriters Insurance Company.....	30 IM 201335	"	5.00	
Reliance Insurance Company.....	M 913509	"	5.00	
United States Fidelity and Guaranty Company.....	SP 920995	"	13.00	
Westchester Fire Insurance Company.....	IF 77 30 39	"	5.00	
			<u>100.00%</u>	
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL</u>				
PROPERTY DAMAGE INSURANCE ON (A) The William Preston Lane, Jr. Memorial Bridge (formerly known as Chesapeake Bay Bridge) - \$49,500,000 and (B) the Baltimore Harbor Tunnel (formerly known as Patapsco Tunnel) - \$47,200,000 (80% of insurable value with 2% deductible in each case): American Insurers (69.604% of \$96,700,000):.....	CB PT-118	October 15, 1974 ⁶		\$67,307,066
Aetna Insurance Company.....	IB 063083	"	2.00%	
Aetna Life and Casualty Company.....	98 INSK 11678fca	"	3.00	
Affiliated FM Insurance Company.....	37375	"	.65	
American Home Assurance Company.....	IF 4771403	"	1.18	
American Motorists Insurance Company.....	1 AM 509576	"	.80	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	...AMOUNT OF COVERAGE...	
			PER CENT OF TOTAL	TOTAL
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL (Continued)</u>				
PROPERTY DAMAGE INSURANCE - (Continued):				
Bituminous Casualty Corporation.....	IF 411911	October 15, 1974 0	.50%	
Centennial Insurance Company.....	245114854	"	.25	
Continental Insurance Company.....	IMC 08 35 16	"	1.00	
Employers-Commercial Union Companies.....	EP 372-83-42	"	2.50	
Federal Insurance Company.....	6244331	"	1.50	
Fireman's Fund Insurance Company.....	MSP 1163717C	"	2.00	
Great American Insurance Company.....	M 5849508	"	2.00	
Home Insurance Company.....	802793	"	5.00	
Insurance Company of North America.....	1 ER 12213	"	25.294	
Interstate Insurance Company.....	SP 1322	"	.10	
Liberty Mutual Fire Insurance Company.....	MS 2-121-019605-011R	"	2.00	
Maryland Casualty Company.....	73-152960	"	.60	
National Fire Insurance Company of Hartford (CNA Group).....	IMB 6926348	"	3.00	
New Hampshire Insurance Company.....	SPP 97-17-06	"	.45	
New York Underwriters Insurance Company.....	30 IM 201332	"	1.50	
Northwestern National Insurance Company.....	JB 70507	"	.40	
Pennsylvania Lumbermen's Mutual Insurance Company.....	INP 2010-116	"	1.83	
Queen Insurance Company of America.....	QOS 23 50 94	"	2.00	
Reliance Insurance Company.....	M 91 35 14	"	1.00	
Royal Exchange of America.....	N-ITF-399684	"	1.50	
Safeco Insurance Company.....	IM 170328	"	1.00	
Security Insurance Company of Hartford.....	SP 815744	"	.50	
Transamerica Insurance Company.....	IM 5314503	"	.50	
Travelers Indemnity Company.....	M 8805423	"	2.30	
United States Fidelity and Guaranty Company.....	SP 954601	"	1.50	
Westchester Fire Insurance Company.....	IF 77 30 36	"	1.25	
Zurich Insurance Company.....	IF 75 05 007	"	.50	
			<u>69.604%</u>	
Foreign Insurers (30.396% of \$96,700,000):				\$29,392,932
Lloyds of London for Tidewater Underwriters, Inc.....	TL 1120	"	28.141%	
Lloyds of London for Tidewater Underwriters, Inc.....	TC 1120	"	2.255	
			<u>30.396%</u>	
Participating Companies in TC 1120:				
Excess Insurance Company, Ltd.....			1.250%	
Yasuda Fire & Marine Insurance Company, Limited.....			.150	
Dominion Insurance Company, Limited.....			.100	
Helvetia Accident Swiss Insurance Gibbon N. M. Group.....			.125	
English & American Insurance Company, Limited.....			.125	
Edinburgh Assce. Company, Limited.....			.255	
Orion Insurance Company, Limited.....			.150	
London & Overseas Insurance Company, Limited.....			.100	
			<u>2.255%</u>	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	DATE	...AMOUNT OF COVERAGE...	
			PER CENT OF TOTAL	TOTAL
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL - (Continued)</u>				
PROPERTY DAMAGE INSURANCE ON The William Preston Lane, Jr. Memorial Bridge				
Parallel Crossing (80% of insurable value with 2% deductible in each case):				
American Insurers (66.48% of \$85,600,000):.....	WPLP 22	June 28, 1976#		\$56,906,880
Aetna Casualty and Surety Co.....	98 IMSK 11684 fca	"	3.500%	
Aetna Insurance Company.....	IB 063086	"	2.000	
Affiliated FM Insurance Company.....	S 53814	"	.525	
American Empire Insurance Company.....	IM 431027	"	.500	
American Policyholders' Insurance Company.....	IMX 12776	"	.292	
Bituminous Casualty Corporation.....	IF 417 651	"	.500	
Centennial Insurance Company.....	245114916	"	.500	
Continental Insurance Company.....	IMC 131 646	"	1.000	
Employers-Commercial Union Companies.....	CU 0141064	"	2.000	
Federal Insurance Company.....	624-43-30	"	1.000	
Fireman's Fund Insurance Company.....	MSP 173 40 36	"	3.000	
Great American Insurance Company.....	M 650 46 99	"	1.285	
The Hartford Fire Insurance Company.....	30 IM 203223	"	2.000	
Highlands Insurance Company.....	SP 706097	"	1.400	
Home Insurance Company.....	802834	"	6.500	
Insurance Company of North America.....	RR 12228	"	15.543	
Interstate Insurance Company.....	IM 1712	"	.233	
Liberty Mutual Fire Insurance Company.....	MS 2-521-01960S-043R	"	2.000	
Maryland Casualty Company.....	IM28964132	"	1.000	
National Fire Insurance Company of Hartford (CNA Group).....	IMB 698 3693	"	5.000	
National Union Fire Insurance Company of Pittsburgh, Pa.....	IF 1010073	"	1.168	
New Hampshire Insurance Company.....	SPP 15 72 85	"	.300	
North Brook Insurance Company.....	63 500 105	"	2.500	
Northwestern National Insurance Company.....	3B 70570	"	.850	
Pennsylvania Lumbermen's Mutual Insurance Company.....	IMP 2010-629	"	2.000	
Reliance Insurance Company.....	M 91 008 57	"	1.000	
Royal Exchange of America.....	NITF-436 374	"	.500	
The Royal Globe Insurance Company.....	PGS 106119	"	1.000	
Safeco Insurance Company.....	IM 179632	"	.500	
Security Insurance Company of Hartford.....	SP 817520	"	.500	
St. Paul Fire and Marine Insurance Company.....	319 JB 1487	"	1.800	
Transamerica Insurance Company.....	IM 5314993	"	.500	
United States Fidelity and Guaranty Company.....	SP 56470	"	1.500	
Westchester Fire Insurance Company.....	SP 38700	"	7.000	
Zurich Insurance Company.....	IF 75 84 590	"	.584	
			<u>66.480%</u>	
Foreign Insurers (33.52% of \$85,600,000):.....				\$28,693,120
Lloyds of London for Tidewater Underwriters, Inc.....	TL 1152	"	22.537%	
Lloyds of London for Tidewater Underwriters, Inc.....	TC 1152	"	<u>10.983</u>	
			<u>33.520%</u>	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	... AMOUNT OF COVERAGE ...	
			PER CENT OF TOTAL	TOTAL
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL (Continued):</u>				
PROPERTY DAMAGE INSURANCE (Continued):				
Participating Companies in TC 1152:				
State Government Insurance Office, Brisbane.....			.157%	
Tokio Marine and Fire Insurance Company, Limited.....			.149	
La Royal Belge.....			.225	
The Dowa Fire and Marine Insurance Company, Ltd.....			.225	
Beloise Insurance Company.....			.090	
Forsakeringsktibeholaget Sirius.....			.449	
Unione Italiana Di Rassicurazione.....			.449	
Goya Hispano-Inglesa De Reaseguros S.A.....			.157	
Hansa Reinsurance Company, Ltd.....			.449	
China Insurance Company, Ltd.....			.090	
Korea Reinsurance Corporation.....			.269	
Societe Commerciale De Reassurance.....			.898	
Riunione Adriatica Di Sicurta.....			.449	
Industrie Group, Helsinki.....			.067	
Taisei Fire & Marine Insurance Company, Limited.....			.044	
Instituto Nacional De Resseguros Do Brasil.....			.225	
Compagantiade Seguros Imperio.....			.052	
Dai-Tokyo Fire & Marine Insurance.....			.269	
Zion Insurance Company, Ltd.....			.044	
Toa Fire & Marine Insurance Co., Ltd.....			.674	
Koa Fire & Marine Insurance Co., Ltd.....			.359	
Compagnie Financiere Et De Reassurance Du Group A.G.....			.225	
Switzerland General Insurance Co., Ltd.....			.090	
The Fuji Fire and Marine Insurance Co., Ltd.....			.063	
Hassneh Insurance Company of Israel, Ltd.....			.090	
Taisho-Marine & Fire Insurance Company, Ltd.....			.225	
Banco De Seguros Del Estado.....			.090	
Folksam International Insurance Co., Ltd.....			.449	
Edinburgh Ins. Co.....			.135	
Andrew Weir Insurance Company.....			.090	
Orion Insurance Company.....			.106	
London & Overseas Ins. Co.....			.072	
Excess Insurance Company.....			1.078	
North Atlantic Insurance Company.....			.180	
Bellefonte Insurance Company.....			.539	
Slater, Walker Insurance Company.....			.449	
English & American Insurance Company, Ltd.....			.112	
Yasuda Insurance Company.....			.314	
Nichido Insurance Company.....			.135	
Unionamerica Insurance Company.....			.090	
Terra Nova Insurance Company.....			.359	
			<u>10.983%</u>	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	...AMOUNT OF COVERAGE....	
			PER CENT OF TOTAL	TOTAL
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL (Continued)</u>				
USE AND OCCUPANCY INSURANCE ON (A) The William Preston Lane, Jr. Memorial Bridge (formerly known as Chesapeake Bay Bridge) and the William Preston Lane, Jr. Memorial Bridge - parallel crossing - \$11,070,000 and (B) the Patapsco Tunnel - \$27,600,000 (first seven days deductible):				
American Insurers (69.604% of \$38,670,000):	CB FT-119	October 15, 1974		\$26,915.867
Aetna Insurance Company	IB 063084	"	2.000%	
Aetna Life and Casualty Company	98 IMSK 11679fca	"	3.000	
Affiliated FM Insurance Company	37376	"	.650	
American Home Assurance Company	IF 4771504	"	1.180	
American Motorists Insurance Company	1 AM 509577	"	.800	
Bituminous Casualty Corporation	IF 411 912	"	.500	
Centennial Insurance Company	245114855	"	.250	
Continental Insurance Company	IMC 08 36 17	"	1.000	
Employers-Commercial Union Companies	EP 322-83-43	"	2.500	
Federal Insurance Company	6244332	"	1.500	
Fireman's Fund Insurance Company	MSP 1163718C	"	2.000	
Great American Insurance Company	M 5849509	"	2.000	
Home Insurance Company	802794	"	5.000	
Insurance Company of North America	1 BR 7826	"	25.294	
Interstate Insurance Company	SP 1323	"	.200	
Liberty Mutual Fire Insurance Company	MS 2-121-019605-021R	"	2.000	
Maryland Casualty Company	73-152961	"	.600	
National Fire Insurance Company of Hartford (CNA Group)	IMB 6826349	"	3.000	
New Hampshire Insurance Company	SPF 97-17-07	"	.450	
New York Underwriters Insurance Company	30 IM 201333	"	1.500	
Northwestern National Insurance Company	3B 70508	"	.400	
Pennsylvania Lumbermen's Mutual Insurance Company	IMP 2010-117	"	1.830	
Queen Insurance Company of America	QQS 23 50 95	"	2.000	
Reliance Insurance Company	M 91 35 15	"	1.000	
Royal Exchange of America	N-ITF-399685	"	1.500	
Safeco Insurance Company	IM 170329	"	1.000	
Security Insurance Company of Hartford	SP 815745	"	.500	
Transamerica Insurance Company	IM 5314504	"	.500	
Travelers Indemnity Company	M 8805424	"	2.300	
United States Fidelity and Guaranty Company	SP 954602	"	1.500	
Westchester Fire Insurance Company	IF 77 30 37	"	1.250	
Zurich Insurance Company	IF 75 05 008	"	.500	
			<u>69.604%</u>	
Foreign Insurers (30.396% of \$38,670,000):				\$11,754,133
Lloyds of London for Tidewater Underwriters, Inc.	TL 1121	"	28.141%	
Lloyds of London for Tidewater Underwriters, Inc.	TC 1121	"	2.255	
			<u>30.396%</u>	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY -
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	...AMOUNT OF COVERAGE...	
			PER CENT OF TOTAL	TOTAL
<u>WILLIAM PRESTON LANE, JR. MEMORIAL BRIDGES AND THE BALTIMORE HARBOR TUNNEL - (Continued)</u>				
USE AND OCCUPANCY INSURANCE (Continued):				
Participating Companies in TC 1121:				
Edinburgh Assce. Company, Limited.....			.255%	
Excess Insurance Company, Ltd.....			1.750	
Yasuda Fire & Marine Insurance Company, Limited.....			.150	
Helvetia Accident Swiss Insurance Gibbon N.M. Group.....			.125	
Dominion Insurance Company, Limited.....			.100	
English & American Insurance Company, Limited.....			.125	
London & Overseas Insurance Company, Limited.....			.100	
Orion Insurance Company, Limited.....			.150	
			<u>2.255%</u>	

COMBINED COVERAGES

Fire and Extended Coverage, buildings and contents thereof on the basis of 90% of replacement value less depreciation - United States Fidelity and Guaranty Company.....	F1529752	November 1, 1973		\$11,609,640
Workmen's Compensation Insurance - State Accident Fund.....	90 2228	Continuous		
Comprehensive General Liability - United States Fidelity and Guaranty Company:	ICC679761	August 1, 1974		
Bodily injury liability.....				\$ 5,000,000
Property damage liability.....				1,000,000
Also false arrest, malicious imprisonment, etc.....				
Money and Securities - United States Fidelity and Guaranty Company:	MSP158142	August 1, 1976		
Loss inside premises.....				300,000
Loss outside premises.....				162,000

Location	Amount of Coverage	
	Inside	Outside
Harry W. Nice Memorial Bridge.....	\$ 50,000	\$ 50,000
Susquehanna River Bridge.....	25,000	12,000
William Preston Lane, Jr. Memorial Bridges.....	100,000	50,000
Baltimore Harbor Tunnel.....	125,000	50,000
	<u>\$300,000</u>	<u>\$162,000</u>

Public Employees Blanket Surety Bond - Maryland Casualty Company.....	91-165896	December 1, 1973		\$ 300,000
Automotive Fleet Insurance - Hartford Accident and Indemnity Company:	30C E16201E	July 7, 1974		
Bodily injury liability and property damage liability.....				1,000,000
Comprehensive fire and theft				single limit actual cash value

Ø At September 30, 1973 premiums had been paid to October 15, 1973.
 # At September 30, 1973 premiums had been paid to June 28, 1974.

(Concluded)

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

PROCEEDS RECEIVED FROM SALES OF PROPERTY PURSUANT TO
PROVISIONS OF SECTION 714 OF TRUST AGREEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 1973

DESCRIPTION OF PROPERTY	PROCEEDS RECEIVED
PROCEEDS FROM SALES DEPOSITED TO CREDIT OF MAINTENANCE AND OPERATIONS RESERVE FUND - Exhibit B:	
Old office equipment.....	\$ 187.98
Used motor vehicles and maintenance equipment.....	6,204.52
Scrap materials.....	<u>430.90</u>
Total.....	<u>\$6,823.40</u>

PROCEEDS RECEIVED FROM INSURANCE PURSUANT TO
PROVISIONS OF SECTIONS 707 AND 708 OF TRUST AGREEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 1973

INSURANCE PROCEEDS DEPOSITED TO THE CREDIT OF THE MAINTENANCE AND OPERATIONS RESERVE FUND - Exhibit B.....	<u>\$ 354.08</u>
---	------------------

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

COMPARISON OF ANNUAL BUDGET WITH ACTUAL EXPENSES
 FOR THE YEAR ENDED SEPTEMBER 30, 1973

	1973 ANNUAL BUDGET	ACTUAL EXPENSES APPLICABLE TO 1973 BUDGET	BUDGET OVER (UNDER)
SUSQUEHANNA RIVER TOLL BRIDGE:			
Operating salaries.....	\$ 390,000.00	\$ 401,909.29	\$ (11,909.29)
Maintenance salaries and wages.....	36,000.00	44,664.96	(8,664.96)
Maintenance and operating expenses.....	93,000.00	92,069.56	930.44
Maintenance and Operations Reserve Fund.....	175,000.00		175,000.00 \emptyset
Total - Susquehanna...	694,000.00	538,643.81	155,356.19
POTOMAC RIVER TOLL BRIDGE:			
Operating salaries.....	291,000.00	302,365.82	(11,365.82)
Maintenance salaries and wages.....	36,000.00	35,419.90	580.10
Maintenance and operating expenses.....	56,000.00	53,614.17	2,385.83
Maintenance and Operations Reserve Fund.....	175,000.00		175,000.00 \emptyset
Total - Potomac.....	558,000.00	391,399.89	166,600.11
CHESAPEAKE BAY TOLL BRIDGE:			
Operating salaries.....	490,000.00	548,228.62	(58,228.62)
Maintenance salaries and wages.....	147,000.00	141,112.18	5,887.82
Maintenance and operating expenses.....	136,000.00	127,769.02	8,230.98
Maintenance and Operations Reserve Fund.....	350,000.00		350,000.00 \emptyset
Total - Chesapeake Bay.....	1,123,000.00	817,109.82	305,890.18
PATAPSCO TUNNEL:			
Operating salaries.....	2,000,000.00	1,983,538.53	16,461.47
Maintenance salaries and wages.....	565,000.00	486,104.69	78,895.31
Maintenance and operating expenses.....	720,000.00	731,726.92	(11,726.92)
Maintenance and Operations Reserve Fund.....	500,000.00		500,000.00 \emptyset
Total - Patapsco Tunnel.....	3,785,000.00	3,201,370.14	583,629.86
TOTAL (Foward).....	\$6,160,000.00	\$4,948,523.66	\$1,211,476.34

MARYLAND TRANSPORTATION AUTHORITY-
 BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)
 COMPARISON OF ANNUAL BUDGET WITH ACTUAL EXPENSES, ETC.

	1973 ANNUAL BUDGET	ACTUAL EXPENSES APPLICABLE TO 1973 BUDGET	BUDGET OVER (UNDER)
TOTAL - (Forward).....	\$6,160,000.00	\$4,948,523.66	\$1,211,476.34
GENERAL AND ADMINISTRATIVE EXPENSES:			
Salaries.....	375,000.00	385,300.75	(10,300.75)
Other.....	420,000.00	421,175.59	(1,175.59)
Total - general and administrative.....	795,000.00	806,476.34	(11,476.34)
TOTAL.....	\$6,955,000.00	\$5,755,000.00	1,200,000.00
TRANSFERRED TO MAINTENANCE AND OPERATIONS RESERVE FUND (Sum of items Ø).....			1,200,000.00
EXCESS OF 1973 ANNUAL BUDGET OVER ACTUAL EXPENSES.....			None

NOTES:

A. Changes in the 1972 Annual Budget, as amended, during the year ended September 30, 1973 are summarized as follows:

	Unexpended Balance, October 1, 1972	Expenses Paid During 1973 Fiscal Year	Budget Over (Under) September 30, 1973
1972 Annual Budget, as amended:			
Susquehanna.....	\$(19,657.98)	\$ 4,385.39	\$(24,043.37)
Potomac.....	(9,449.43)	2,839.80	(12,289.23)
Chesapeake Bay.....	(74,006.09)	5,862.78	(79,868.87)
Patapsco.....	(188,991.57)	19,417.65	(208,409.22)
General and adminis- trative.....	(37,311.91)	43,077.40	(80,389.31)
Supplemental annual budget.....	405,000.00		405,000.00
Total.....	\$ 75,583.02	\$75,583.02	None

There were no charges during the 1973 fiscal year against unexpended budget balances arising prior to 1972.

B. See Note A of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY-
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

CASH BALANCES, SEPTEMBER 30, 1973

	CURRENT FUND	SPECIAL CONSTRUCTION FUND BALTIMORE HARBOR TUNNEL	MARYLAND TOLL REVENUE PROJECTS CONSTRUCTION FUND	MARYLAND TOLL REVENUE PROJECTS GENERAL FUND
ON DEPOSIT:				
Maryland National Bank, Trust Department, Baltimore, Maryland.....	\$2,432,555.97	\$5,422.80	\$(261,189.81)	\$310,723.92
The National Bank of Perryville, Perryville, Maryland.....	24,911.80			
Total on deposit.....	2,457,467.77	5,422.80	(261,189.81)	310,723.92
ON HAND:				
Undeposited receipts of September 28, 29 and 30, 1973:				
Maryland National Bank, Baltimore, Maryland...	220,355.51			
The National Bank of Perryville.....	7,654.68			
Petty cash and change funds:				
Administration office.....	350.00			
Susquehanna River.....	9,000.00			
Potomac River.....	8,500.00			
Chesapeake Bay.....	10,000.00			
Patapsco Tunnel.....	70,150.00			
Total.....	\$2,783,477.96	\$5,422.80	\$(261,189.81)	\$310,723.92

The Maryland National Bank, Trustee, has informed the Authority that as of September 30, 1973 the Trustee or other Custodian approved by the Trustee held as collateral security, for the deposits of funds shown above, government obligations (as defined in the Agreement), or other marketable securities eligible as security for the deposit of trust funds under regulations of the Board of Governors of the Federal Reserve System or eligible as security for the deposit of funds of the State of Maryland, having a market value (exclusive of accrued interest) at least equal to the amount of each such deposit.

The National Bank of Perryville has deposited with Mercantile-Safe Deposit and Trust Company \$40,000 United States Treasury 5.75% notes due November 15, 1974 and \$50,000 United States Treasury 6% notes due May 15, 1975 as collateral security for moneys of the Bridge and Tunnel Revenue Bonds (Series 1968) on deposit in The National Bank of Perryville.

MARYLAND TRANSPORTATION AUTHORITY -
BRIDGE AND TUNNEL REVENUE BONDS (SERIES 1968)

SCHEDULE 12

(Revised)

COMPARISON OF NET REVENUES PROVIDED FOR DEPOSIT TO THE CREDIT OF THE
 SINKING FUND AND THE GENERAL FUND WITH MAXIMUM AMOUNT OF THE
 PRINCIPAL AND INTEREST REQUIREMENT FOR ANY FISCAL YEAR,
 PURSUANT TO SECTION 501(f) OF THE TRUST AGREEMENT DATED
 AS OF OCTOBER 1, 1968
 FOR THE YEAR ENDED SEPTEMBER 30, 1973

Net revenues provided for deposit to the credit of the Sinking Fund and the General Fund for the year:	
Amounts transferred from Revenue Fund to Sinking Fund and General Fund for the year - Exhibit B.....	\$19,808,789.29
Add - increase in funds retained in Revenue Fund to meet specified budget requirements for year ended September 30, 1974.....	124,800.00
Deduct - increase in funds required to be retained in Revenue Fund to meet specified budget requirements for year ended September 30, 1973.....	<u>(70,000.00)</u>
Net revenues provided for deposit to the credit of the Sinking Fund and the General Fund for the year.....	19,863,589.29
Maximum amount of the principal and interest requirement for any fiscal year:	
Principal and interest requirement for the year ended September 30, 1977	\$15,562,075.00
Less:	
Annual interest requirement for \$1,405,000 principal amount of bonds redeemed in October and November 1973 from funds in the Redemption Account at September 30, 1973.....	(73,060.00)
Annual interest requirement for \$1,900,000 principal amount of term bonds paid, purchased or redeemed to September 30, 1973 - Schedule 1	<u>(98,800.00)</u>
Remainder - maximum amount of the principal and interest requirement for any fiscal year, as adjusted for bonds paid, purchased or redeemed and for funds deposited in the Redemption Account at September 30, 1973.....	<u>\$15,390,215.00</u>
Net Revenues required to be provided for deposit to the credit of the Sinking Fund and the General Fund pursuant to Section 501(f) of the Trust Agreement (125% x \$15,390,215).....	<u>19,237,768.75</u>
Excess net revenues provided for deposit to the credit of the Sinking Fund and the General Fund for the year ended September 30, 1973.....	<u>\$ 625,820.54</u>

Note - Reference is made to note G to financial statements for information concerning obligations incurred for Current Expenses at September 30, 1973 and 1972 which were unpaid at the respective year ends. Had such obligations been paid during the fiscal years in which incurred, the net revenues provided for deposit to the credit of the Sinking Fund and General Fund for the year ended September 30, 1973 would have been decreased by approximately \$40,000.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 1973
AND
AUDITORS' OPINION

HASKINS & SELLS

HASKINS & SELLS

CERTIFIED PUBLIC ACCOUNTANTS

2 HOPKINS PLAZA
BALTIMORE 21201

April 17, 1974

Maryland Transportation Authority
Baltimore-Washington International Airport
P. O. Box 8755
Baltimore, Maryland 21240

Dear Sirs:

We have examined the financial statements and supplemental schedules of Maryland Transportation Authority - Northeastern Expressway Revenue Bonds for the year ended December 31, 1973, listed on page 2. 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, such financial statements present fairly the financial position of the Authority relating to the Northeastern Expressway Revenue Bonds at December 31, 1973 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and such supplemental schedules, when considered in relation to the basic financial statements, present fairly in all material respects the information shown therein.

Section 712 of the Trust Agreement dated as of January 1, 1962 provides, among other things, for a report on (a) whether the moneys received by the Authority under the provisions of this Agreement have been applied in accordance with the provisions of this Agreement; (b) whether any obligations for Current Expenses were incurred in the preceding fiscal year in excess of the Annual Budget for such fiscal year; and, (c) whether the Authority is in default in the performance of any of the covenants contained in Section 501 of this Agreement. We report that, in conducting our examination of the accompanying financial statements and supplemental schedules, nothing came to our attention during the course of our examination which causes us to believe that there has been a default by the Authority under the foregoing provisions.

During the year ended December 31, 1973 there were no changes in the toll rate schedule.

Yours truly,



MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

	<u>Exhibit</u>
Financial Statements:	
Balance Sheet.....	A
Statement of Changes in Various Funds Created Under Article V of Trust Agreement.....	B
Statement of Changes in Construction Fund.....	C
Statement of Changes in Improvement Fund - Portion Invested in Project.....	D
Notes to Financial Statements.....	E
	<u>Schedule</u>
Supplemental Schedules:	
Bonds Issued, Paid, Purchased or Redeemed.....	1
Operating Revenue and Expenses.....	2
Traffic and Revenue, by Toll Classification.....	3
Traffic and Revenue, by Toll Classification, Automatic Ramps.....	4
General and Administrative Expenses.....	5
Deposits and Withdrawals of Funds created under Article V of Trust Agreement.....	6
Schedule of Insurance Coverage Pursuant to Sections 707 and 708 of Trust Agreement.....	7
Proceeds Received from Sales of Property and from Insurance.....	8
Comparison of Annual Budget with Actual Expenses.....	9
Cash Balances.....	10

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

BALANCE SHEET, DECEMBER 31, 1973 AND 1972, AND COMPARISON

-- A S S E T S --	1973	1972	INCREASE (DECREASE)
CURRENT FUND ASSETS:			
Cash.....	\$ 1,347,120.69	\$ 1,669,814.36	\$ (322,693.67)
United States Government obligations - at cost.....	6,808,156.73	5,932,540.97	875,615.76
Accounts receivable:			
Book ticket sales.....	1,615.00	527.00	1,088.00
Toll charges.....	12,583.55	14,050.05	(1,466.50)
Total Current Fund assets.....	<u>8,169,475.97</u>	<u>7,616,932.38</u>	<u>552,543.59</u>
IMPROVEMENT FUND ASSETS:			
Unexpended:			
Cash.....	36,811.37	50,791.72	(13,980.35)
United States Government obligations - at cost.....	<u>8,681,820.51</u>	<u>3,089,510.13</u>	<u>5,592,310.38</u>
Total unexpended.....	8,718,631.88	3,140,301.85	5,578,330.03
Invested in improvements to expressway project - per Exhibit D.....	<u>43,710,449.37</u>	<u>39,430,904.26</u>	<u>4,279,545.11</u>
Total Improvement Fund assets.....	<u>52,429,081.25</u>	<u>42,571,206.11</u>	<u>9,857,875.14</u>
CONSTRUCTION FUND ASSETS:			
Unexpended:			
Cash.....	52,973.10	16,156.46	36,816.64
United States Government obligations - at cost.....	<u>1,312,232.56</u>	<u>1,120,772.33</u>	<u>191,460.23</u>
Total unexpended.....	1,365,205.66	1,136,928.79	228,276.87
Invested in expressway project:			
Project expenditures - per Exhibit C.....	74,112,888.51	74,270,952.85	(158,064.34)
Discount on Northeastern Expressway Revenue Bonds sold	<u>1,850,000.00</u>	<u>1,850,000.00</u>	
Total invested.....	<u>75,962,888.51</u>	<u>76,120,952.85</u>	<u>(158,064.34)</u>
Total Construction Fund assets.....	77,328,094.17	77,257,881.64	70,212.53
TOTAL ASSETS.....	<u>\$137,926,651.39</u>	<u>\$127,446,020.13</u>	<u>\$10,480,631.26</u>

See notes to financial statements.

3
(Continued)

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

BALANCE SHEET, DECEMBER 31, 1973 AND 1972, AND COMPARISON

-- LIABILITIES --	1973	1972	INCREASE (DECREASE)
CURRENT FUND LIABILITIES:			
Toll tickets sold for future use.....	\$ 51,062.75	\$ 59,389.60	\$ (8,326.85)
Rental guarantee deposit.....		50.00	(50.00)
Funds created under Article V of Trust Agreement dated as of January 1, 1962, exclusive of Improvement Fund - per Exhibit B:			
State of Maryland Northeastern Expressway:			
Revenue Fund.....	787,125.52	712,362.07	74,763.45
Reserve Maintenance Fund.....	2,543,497.95	1,866,578.65	676,919.30
Bond Interest and Sinking Fund:			
Bond Interest Account.....	723,911.04	881,064.49	(157,153.45)
Reserve Account.....	4,039,782.90	4,094,887.50	(55,104.60)
Redemption Account.....	24,095.81	2,600.07	21,495.74
Total Current Fund liabilities.....	<u>8,169,475.97</u>	<u>7,616,932.38</u>	<u>552,543.59</u>
IMPROVEMENT FUND LIABILITIES:			
Fund created under Article V of Trust Agreement dated as of January 1, 1962:			
Unexpended - per Exhibit B.....	8,718,631.88	3,140,301.85	5,578,330.03
Expended:			
Project revenue and investment income invested in improvements to expressway project.....	43,702,961.60	39,425,119.82	4,277,841.78
Proceeds from sales of plans and specifications.....	7,487.77	5,784.44	1,703.33
Total Improvement Fund liabilities.....	<u>52,429,081.25</u>	<u>42,571,206.11</u>	<u>9,857,875.14</u>
CONSTRUCTION FUND LIABILITIES:			
Northeastern Expressway Revenue Bonds, 4-1/8%, due January 1, 2002 (Notes C and E).....	48,452,000.00	49,635,000.00	(1,183,000.00)
Toll income invested in expressway project.....	24,821,486.45	23,626,868.45	1,194,618.00
Discount on revenue bonds redeemed.....	726,513.55	738,131.55	(11,618.00)
Net income from Construction Fund investments.....	3,280,560.93	3,210,348.40	70,212.53
Proceeds from sales:			
Plans and specifications.....	21,872.00	21,872.00	
Equipment, materials, etc.....	20,436.24	20,436.24	
Easement granted to utility.....	5,225.00	5,225.00	
Total Construction Fund liabilities.....	<u>77,328,094.17</u>	<u>77,257,881.64</u>	<u>70,212.53</u>
TOTAL LIABILITIES.....	<u>\$137,926,651.39</u>	<u>\$127,446,020.13</u>	<u>\$10,480,631.26</u>

(Concluded)

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

STATEMENT OF CHANGES IN VARIOUS FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENT
 FOR THE YEAR ENDED DECEMBER 31, 1973

	REVENUE FUND	RESERVE MAINTENANCE FUND	..... BOND INTEREST AND SINKING FUND.....			IMPROVEMENT FUND - UNEXPENDED
			BOND INTEREST ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	
BALANCE, JANUARY 1, 1973.....	\$ 712,362.07	\$1,866,578.65	\$ 881,064.49	\$4,094,887.50	\$ 2,600.07	\$ 3,140,301.85
ADDITIONS:						
Net operating revenue (excluding expenditures aggregating \$271,425.80 charged to Reserve Maintenance Fund for insurance premiums, and major repairs and replacements) - Schedule 2...	13,252,128.75					
Interest earned on, plus net gain on sales of, investment securities.....	9,706.16	125,059.71	64,010.89	207,557.76		199,206.49
Transfers of funds in accordance with Article V of Trust Agreement:						
From Revenue Fund.....	(13,187,071.46)	800,000.00	1,789,844.76	15,576.38	937,875.00	9,643,775.32
From Reserve Account.....				(278,238.74)	278,238.74	
Property damage recoveries.....		22,008.85				
Proceeds from sales of equipment - Schedule 8.....		1,004.00				
Proceeds from insurance - Schedule 8.....		272.54				
Proceeds from sales of plans and specifications.....						1,703.33
Proceeds from sales of materials - Schedule 8.....						13,190.00
Total.....	787,125.52	2,814,923.75	2,734,920.14	4,039,782.90	1,218,713.81	12,998,176.99
DEDUCTIONS:						
Charges to Reserve Maintenance Fund:						
Unusual or extraordinary expenditures.....		26,879.65				
Renewals and replacements.....		205,914.62				
Engineering.....		4,756.60				
Insurance premiums.....		33,874.93				
Interest paid on outstanding Northeastern Expressway Revenue Bonds - due July 1, 1973 and January 1, 1974.....			2,000,439.81			
Cost of Northeastern Expressway Revenue Bonds purchased (principal amount \$1,183,000), including accrued interest....			10,569.29		1,194,618.00	
Charges to Improvement Fund - Exhibit D:						
Construction.....						3,663,285.79
Engineering.....						430,851.83
Administrative and legal.....						31,753.77
Land and rights-of-way.....						153,653.77
Total.....		271,425.80	2,011,009.10		1,194,618.00	4,279,545.11
BALANCE, DECEMBER 31, 1973.....	\$ 787,125.52	\$2,543,497.95	\$ 723,911.04	\$4,039,782.90	\$ 24,095.81	\$ 8,718,631.88

(Continued)

MARYLAND TRANSPORTATION AUTHORITY
 NORTHEASTERN EXPRESSWAY REVENUE BONDS
 STATEMENT OF CHANGES IN VARIOUS FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENT

	REVENUE FUND	RESERVE MAINTENANCE FUND	BOND INTEREST ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	IMPROVEMENT FUND - UNEXPENDED
THE BALANCE AT DECEMBER 31, 1973 IS COMPOSED OF THE FOLLOWING:						
Cash on deposit:						
Maryland National Bank - Trust department.....	\$ 214,663.28	\$ 17,974.24	\$ 723,911.04	\$ 39,486.60	\$ 24,095.81	\$ 36,811.37
Cecil National Bank.....	125,000.00					
Maryland National Bank - revolving fund.....	12,500.00					
Undeposited receipts of December 28, 29, 30, and 31, 1973.....	114,489.72					
Petty cash and change funds.....	75,000.00					
United States Government obligations - at cost:						
		Principal Amount				
Revenue Fund - Treasury bills, due September 24, 1974.....	\$ 305,000	282,336.72				
Reserve Maintenance Fund:						
Treasury bills, due January 15, 1974.....	735,000		693,612.77			
Treasury notes, 5-7/8%, due August 15, 1975.....	120,000		120,000.00			
Treasury notes, 5-7/8%, due February 15, 1976..	209,000		207,693.75			
Treasury notes, 6-1/2%, due May 15, 1976.....	691,000		691,000.00			
Treasury notes, 6-1/2%, due August 15, 1976....	815,000		813,217.19			
Reserve Account:						
Treasury notes, 5-5/8%, due August 15, 1974....	873,000			873,000.00		
Treasury notes, 6-1/2%, due May 15, 1976.....	310,000			310,000.00		
Treasury notes, 6%, due November 15, 1978.....	971,000			946,233.80		
Twelve Federal Land Banks, 4-3/8%, due April 21, 1975.....	905,000			871,062.50		
Federal National Mortgage Association, 7-1/4%, due December 12, 1977.....	1,000,000			1,000,000.00		
Improvement Fund:						
Treasury bills, due April 11, 1974.....	515,000					496,105.79
Treasury bills, due May 16, 1974.....	1,000,000					957,937.78
Treasury bills, due May 23, 1974.....	1,245,000					1,197,309.58
Treasury notes, 6-1/2%, due August 15, 1976....	600,000					597,937.50
The Thirteen Banks For Cooperatives, 7.55%, due January 2, 1974.....	800,000					800,000.00
Government National Mortgage Association, 5.5%, due April 1, 1974.....	500,000					490,781.25
Student Loan Marketing Association, 5.5%, due April 4, 1974.....	985,000					947,269.03
Federal Home Loan Banks 7.05%, due November 25, 1974.....	500,000					498,906.25
Federal National Mortgage Association 8%, due August 6, 1974.....	840,000					795,573.33
Federal National Mortgage Association 7-1/8%, due March 10, 1976.....	500,000					500,000.00
Federal National Mortgage Association 7.20%, due May 25, 1976.....	400,000					400,000.00
Federal National Mortgage Association 7-1/4%, due December 12, 1977.....	1,000,000					1,000,000.00
Accounts receivable for book ticket sales and toll charges.....			14,198.55			
Toll tickets sold for future use (deduct).....			(51,062.75)			
BALANCE OF RESPECTIVE FUNDS AT DECEMBER 31, 1973.....	\$ 787,125.52	\$2,543,497.95	\$ 723,911.04	\$4,039,782.90	\$ 24,095.81	\$ 8,718,631.88

(Concluded)

See notes to financial statements.

(Concluded)

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

EXHIBIT C

STATEMENT OF CHANGES IN CONSTRUCTION FUND
FOR THE YEAR ENDED DECEMBER 31, 1973

CONSTRUCTION FUND - Unexpended:		
Balance, January 1, 1973.....		\$ 1,136,928.79
Interest earned on Construction Fund investments.....		70,212.53
Proceeds from sales of land and rights-of-way - Schedule 8.....		48,810.00
Recovery of expenditures.....		111,171.67
Total.....		1,367,122.99
Deduct:		
Expenditures in connection with construction of expressway (see "Funds Invested in John F. Kennedy Memorial Highway (formerly Northeastern Expressway) Project" below for details) (credit).....		(158,064.34)
Purchases of land and rights-of-way subsequently sold.....		48,810.00
Expenditures subsequently recovered.....		111,171.67
Total.....		1,917.33
Balance, December 31, 1973.....		\$ 1,365,205.66
The unexpended balance of Construction Fund at December 31, 1973 is composed of the following:		
Cash on deposit - Maryland National Bank.....		\$ 52,973.10
United States Government obligations - at cost:		
\$ 60,000 Treasury bills due January 15, 1974.....		56,816.07
55,000 Treasury bills due May 23, 1974.....		53,006.74
1,220,000 Treasury bills due July 30, 1974.....		1,154,409.75
50,000 Federal National Mortgage Association, 7.50%, due July 1, 1974.....		48,000.00
Total.....		\$ 1,365,205.66

	.....Expenditures.....		.....Expenditures.....		.....Expenditures.....
	Total To		Year Ended		Total To
	December 31,		December 31,		December 31,
	<u>1972</u>		<u>1973</u>		<u>1973</u>
FUNDS INVESTED IN JOHN F. KENNEDY MEMORIAL HIGHWAY (FORMERLY NORTHEASTERN EXPRESSWAY) PROJECT:					
Preliminary expenses.....	\$ 1,148,966.62				\$ 1,148,966.62
Land and rights-of-way.....	5,247,084.92		\$ (48,210.00)		5,198,874.92
Construction.....	49,819,254.50		(111,171.67)		49,708,082.83
Utility adjustments.....	658,228.64				658,228.64
Engineering.....	7,722,858.39				7,722,858.39
Administrative and legal expenses.....	685,703.88		1,317.33		687,021.21
Maintenance, office equipment, and initial supplies....	433,489.50				433,489.50
Financial expenses.....	84,678.90				84,678.90
Sub-total.....	65,800,265.35		(158,064.34)		65,642,201.01
Interest on bonds from March 22, 1962 (date bonds were delivered) to January 1, 1965.....	8,470,687.50				8,470,687.50
TOTAL - Funds invested in John F. Kennedy Memorial Highway (formerly Northeastern Expressway) Project..	\$74,270,952.85		\$(158,064.34)		\$74,112,888.51

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

EXHIBIT D

STATEMENT OF CHANGES IN IMPROVEMENT FUND -
 PORTION INVESTED IN PROJECT
 FOR THE YEAR ENDED DECEMBER 31, 1973

	EXPENDITURES		
	TOTAL TO DECEMBER 31, 1972	YEAR ENDED DECEMBER 31, 1973 (Note)	TOTAL TO DECEMBER 31, 1973
Improvement Funds Invested in John F. Kennedy Memorial Highway (Formerly Northeastern Expressway) Project:			
Construction:			
Widening toll plaza, adding four toll islands, additional toll collection equipment, and additional parking facilities.....	\$ 807,962.64		\$ 807,962.64
Alterations to service stations and construction of storage building.....	162,625.00		162,625.00
Revisions and adjustments to equipment and electrical system:			
Maryland House.....	226,905.27		226,905.27
Service stations.....	8,750.00		8,750.00
Construction of gift shop at the Maryland House.....	34,250.69	\$ 345.97	34,596.66
Murals - Maryland House.....	31,000.00		31,000.00
Construction of North Service Area:			
Restaurant and service stations.....	26,478.00	593,325.90	619,803.90
Grading, drainage, paving and landscaping.....		758,345.68	758,345.68
Maintenance storage buildings.....	44,293.00		44,293.00
Erection of protective fencing.....	33,734.50		33,734.50
Erection of median guard rail.....	6,485.49		6,485.49
Erection and lighting of median barrier on Susquehanna River Bridge.....	636,795.30		636,795.30
High mast lighting.....	39,393.64	222,495.46	261,889.10
Sign construction and modification.....	535,166.69	35,996.28	571,162.97
Widening of highway to three lanes:			
White Marsh Boulevard to Susquehanna River.....	13,850,111.68	849,764.94	14,699,876.62
Susquehanna River to Delaware State Line.....	17,165,012.31	1,203,011.56	18,368,023.87
Total - construction.....	33,608,964.21	3,663,285.79	37,272,250.00
Engineering.....	5,367,829.26	430,851.83	5,798,681.09
Administrative and legal expenses.....	25,512.70	31,753.72	57,266.42
General operating equipment.....	23,007.69		23,007.69
Land and rights-of-way:			
Whitemarsh Boulevard to Susquehanna River.....	255,121.29	144,756.20	399,877.49
Susquehanna River to Delaware State Line.....	150,469.11	8,897.57	159,366.68
Total.....	\$39,430,904.26	\$4,279,545.11	\$43,710,449.37

Note - Represents funds invested during year - transferred from unexpended portion of Improvement Fund (Exhibit B).

See notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

NOTES TO FINANCIAL STATEMENTS

A. SIGNIFICANT ACCOUNTING POLICIES

The accounts of the Authority applicable to the Northeastern Expressway Revenue Bonds are maintained in compliance with the provisions of the Trust Agreement dated as of January 1, 1962, and in accordance with generally accepted accounting principles applicable in the circumstances.

Article I of the Trust Agreement states that current expenses shall not include any allowance for depreciation, and accordingly no provision for depreciation has been included in the accounts or in the accompanying financial statements.

Article V of the Trust Agreement requires the Trustee on or before the 15th day of each month to make transfers from the State of Maryland Northeastern Expressway Revenue Fund to other Funds in accordance with the provisions of the Agreement. In the preparation of the accompanying financial statements, transfer from the Revenue Fund to Bond Interest Account has been recorded by the Authority as of December 31, 1973 although the Trustee did not actually make the transfer until January 9, 1974.

Funds for the payment of bond interest of \$999,080.24 due January 1, 1974 were paid from the Bond Interest Account to the paying agent on December 28, 1973. Toll revenues are recorded generally on the accrual basis, all other transactions are recorded substantially on the cash basis.

The name of the Northeastern Expressway was changed to the John F. Kennedy Memorial Highway on April 7, 1964.

B. CASH ON DEPOSIT

As of December 31, 1973, the Trust Department of the Maryland National Bank held as collateral security for the deposit of funds shown hereinbefore, obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the United States Government, or other marketable securities eligible as security for the deposit of Trust Funds under Regulations of the Board of Governors of the Federal Reserve System or eligible as security for the deposit of funds of the State of Maryland, having a market value (exclusive of accrued interest) at least equal to the amount of each such deposit.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS
NOTES TO FINANCIAL STATEMENTS

C. NORTHEASTERN EXPRESSWAY REVENUE BONDS

The State of Maryland Northeastern Expressway Revenue Bonds issued in accordance with the provisions of the Trust Agreement dated as of January 1, 1962, do not constitute a debt of the State of Maryland or a pledge of the faith and credit of the State, but shall be payable solely from the revenues of the Project. The State of Maryland is not obligated to pay these bonds or the interest thereon except from revenues of the Project, and neither the faith and credit nor the taxing power of the State is pledged to the payment of the principal of or the interest on these bonds.

D. MARYLAND TRANSPORTATION AUTHORITY

Under the provision of Chapter 526 of the Laws of Maryland of 1970, on and after July 1, 1971, all power, authority, obligations, functions, duties and discretion granted to the State Roads Commission of Maryland relating to the financing, operation, maintenance and repair of all toll revenue projects authorized and provided for under Article 89B of the Annotated Code of Maryland title "State Roads", subtitle "Bonds, Notes or Other Evidence of Indebtedness", subheading "Bridge, Tunnel and Motorway Revenue Bonds" and subheading "John F. Kennedy Memorial Highway Revenue Bonds", are transferred, granted to and vested exclusively in the Maryland Transportation Authority, acting on behalf of the Department of Transportation.

E. CONTRACTUAL COMMITMENTS AND CONTINGENT LIABILITY

The Authority was contractually liable on uncompleted contracts in connection with the construction of the John F. Kennedy Memorial Highway in the approximate amount of \$221,000 at December 31, 1973. In addition, contractual obligations applicable to the Improvement Fund amounted to approximately \$4,801,000 at December 31, 1973.

A contractor has filed a claim aggregating approximately \$3,321,000 for additional compensation under one of the original construction contracts. The ultimate disposition of this claim has not been determined.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS
NOTES TO FINANCIAL STATEMENTS

E. CONTRACTUAL COMMITMENTS AND CONTINGENT LIABILITY - Continued

The Trust Agreement, dated as of October 1, 1968, securing the \$220,000,000 State of Maryland Bridge and Tunnel Revenue Bonds (Series 1968) permits the issuance of bonds to refund the outstanding Northeastern Expressway bonds, when authorized by law. Upon such refunding the Expressway would become one of the Toll Revenue Projects under such Trust Agreement and the net revenues of the Expressway would be pledged to the payment of the 1968 Bonds and the refunding bonds. The Expressway could also become one of the Toll Revenue Projects, when authorized by law, after all the Northeastern Expressway bonds are retired from net revenues.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

BONDS ISSUED, PAID, PURCHASED OR REDEEMED
 FOR THE YEAR ENDED DECEMBER 31, 1973

BONDS ISSUED - 4-1/8% State of Maryland Northeastern		
Expressway Revenue Bonds, dated January 1, 1962,		
due January 1, 2002 (Note C).....		\$74,000,000.00
BONDS PAID, PURCHASED OR REDEEMED DURING THE YEAR		
ENDED DECEMBER 31:		
1966.....	\$ 1,532,000.00	
1967.....	1,378,000.00	
1968.....	7,472,000.00	
1969.....	10,110,000.00	
1970.....	1,343,000.00	
1971.....	1,284,000.00	
1972.....	1,246,000.00	
1973.....	<u>1,183,000.00</u>	<u>25,548,000.00</u>
BONDS OUTSTANDING, DECEMBER 31, 1973.....		<u>\$48,452,000.00</u>

See Note C of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

OPERATING REVENUE AND EXPENSES
 FOR THE YEARS ENDED DECEMBER 31, 1973 AND 1972, AND COMPARISON

	1973	1972	INCREASE (DECREASE)
OPERATING REVENUE:			
Barrier:			
Revenue, based on toll transactions - Schedule 3.....	\$12,554,613.25	\$11,992,287.30	\$ 562,325.95
Collections in excess of calculated tolls - net.....	13,439.92	5,934.69	7,505.23
Unredeemed toll tickets issued during 1969 and 1968, respectively.....	21,205.95	7,665.45	13,540.50
Total barrier revenue.....	<u>12,589,259.12</u>	<u>12,005,887.44</u>	<u>583,371.68</u>
Ramps:			
Revenue, based on toll transactions - Schedule 3.....	862,335.00	644,826.00	217,509.00
Remittance transactions.....	6.79	59.10	(52.31)
Miscellaneous.....	44.38	162.01	(117.63)
Total ramps revenue.....	<u>862,386.17</u>	<u>645,047.11</u>	<u>217,339.06</u>
Total toll revenue.....	<u>13,451,645.29</u>	<u>12,650,934.55</u>	<u>800,710.74</u>
Concessions.....	2,421,218.61	2,056,495.97	364,722.64
Participation in maintenance costs by concessionaires, etc.....	31,293.73	27,551.33	3,742.40
Rentals of property.....	239.00	544.00	(305.00)
Telephone commissions.....	8,822.00	8,133.25	688.75
Scrap material sold - Schedule 8.....	692.00	867.12	(175.12)
Miscellaneous.....	1.50		1.50
Total other revenue.....	<u>2,462,266.84</u>	<u>2,093,591.67</u>	<u>368,675.17</u>
Total operating revenue.....	<u>15,913,912.13</u>	<u>14,744,526.22</u>	<u>1,169,385.91</u>
OPERATING EXPENSES:			
General and administrative - Schedule 5.....	306,191.74	340,282.03	(34,090.29)
Toll collection:			
Salaries.....	449,163.91	412,655.94	36,507.97
Other.....	154,850.86	167,068.53	(12,217.67)
Police patrol.....	850,921.72	813,106.68	37,815.04
Maintenance:			
Salaries.....	592,211.78	601,791.83	(9,580.05)
Other.....	308,443.37	301,793.29	6,650.08
Total operating expenses.....	<u>2,661,783.38</u>	<u>2,636,698.30</u>	<u>25,085.08</u>
NET OPERATING REVENUE AVAILABLE FOR SINKING FUND AND OTHER FUND REQUIREMENTS - To Exhibit B.....	<u>\$13,252,128.75</u>	<u>\$12,107,827.92</u>	<u>\$1,144,300.83</u>

See Note A of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

TRAFFIC AND REVENUE, BY TOLL CLASSIFICATION,
OF THE NORTHEASTERN EXPRESSWAY
FOR THE YEARS ENDED DECEMBER 31, 1973 AND 1972, AND COMPARISON

TOLL CLASSIFICATION	RATE	1973		RATIO TO TOTAL		1972		RATIO TO TOTAL		INCREASE (DECREASE)	
		TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE
BARRIER:											
Automobiles and light commercial vehicles:											
Passenger cars, etc.....	\$.90	9,561,449	\$ 8,605,304.10	78.69%	68.54%	9,379,459	\$ 8,441,513.10	80.09%	70.39%	181,990	\$163,791.00
Official duty.....	None	57,889		.48		59,210		.51		(1,321)	
Total - automobile and light commercial vehicles.....		9,619,338	8,605,304.10	79.37	68.54	9,438,669	8,441,513.10	80.60	70.39	180,669	163,791.00
Heavy commercial vehicles:											
2-Axle.....	1.15	284,198	326,827.70	2.35	2.60	276,969	318,514.35	2.36	2.66	7,229	8,313.35
3-Axle.....	1.30	306,624	398,611.20	2.53	3.18	282,877	367,740.10	2.42	3.07	23,747	30,871.10
4-Axle.....	1.50	561,757	842,635.50	4.64	6.71	531,167	796,750.50	4.54	6.64	30,590	45,885.00
5-Axle.....	1.75	1,342,749	2,349,810.75	11.08	18.72	1,179,259	2,063,703.25	10.07	17.21	163,490	286,107.50
6-Axle or more.....	2.00	1,402	2,804.00	.01	.02	1,283	2,566.00	.01	.02	119	238.00
Unusual vehicles.....	10.00	2,862	28,620.00	.02	.23	150	1,500.00	.01	.01	2,712	27,120.00
Total - heavy commercial vehicles.....		2,499,592	3,949,309.15	20.63	31.46	2,271,705	3,530,774.20	19.40	29.61	227,887	398,534.95
Total - barrier.....		12,118,930	12,554,613.25	100.00	100.00	11,710,374	11,992,287.30	100.00	100.00	408,556	562,325.95
AUTOMATIC RAMPs - Schedule W (see Note):											
Automobiles and light commercial vehicles.....	Various	3,121,552	780,388.00	93.77	90.50	2,334,093	583,523.25	93.54	90.49	787,459	196,864.75
Heavy commercial vehicles..	Various	142,945	81,947.00	4.29	9.50	103,580	61,302.75	4.15	9.51	39,365	20,644.25
Official duty.....	None	64,570		1.94		57,549		2.31		7,021	
Total - automatic ramps...		3,329,067	862,335.00	100.00%	100.00%	2,495,222	644,826.00	100.00%	100.00%	833,845	217,509.00
TOTAL.....		15,447,997	\$13,416,948.25			14,205,596	\$12,637,113.30			1,242,401	\$779,834.95

NOTE - The statistics for heavy commercial vehicles at the automatic ramps have been shown herein as recorded by the toll equipment; all other collections have been assigned to automobiles and light commercial vehicles. The statistics for official duty do not include project patrol cars, construction, and maintenance vehicles.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

TRAFFIC AND REVENUE, BY TOLL CLASSIFICATION,
OF THE NORTHEASTERN EXPRESSWAY AUTOMATIC RAMPS
FOR THE YEARS ENDED DECEMBER 31, 1973 AND 1972, AND COMPARISON

TOLL CLASSIFICATION	RATE	.....1973.....				.....1972.....				.INCREASE (DECREASE)	
		TOLL TRANS- ACTIONS	REVENUE	...RATIO TO TOTAL.... TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE	..RATIO TO TOTAL.. TOLL TRANS- ACTIONS	REVENUE	TOLL TRANS- ACTIONS	REVENUE
MOUNTAIN ROAD, ROUTE 152 INTERCHANGE (Opened 9/1/72):											
Station No. 1 - Northbound off Ramp:											
Automobiles and light commercial vehicles.....	\$.25	301,934	\$ 75,483.50	9.07%	8.75%	70,235	\$ 17,558.75	2.82%	2.73%	231,699	\$ 57,924.75
Heavy commercial vehicles.....	.50	16,770	8,385.00	.50	.97	3,901	1,950.50	.16	.30	12,869	6,434.50
Official duty.....	None	531		.02		161		.01		370	
Station No. 2 - Southbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	273,113	68,278.25	8.20	7.92	63,003	15,750.75	2.52	2.44	210,110	52,527.50
Heavy commercial vehicles.....	.50	15,168	7,584.00	.46	.88	3,498	1,749.00	.14	.27	11,670	5,835.00
Official duty.....	None	552		.02		156		.01		396	
EDGEWOOD, ROUTE 24 INTERCHANGE:											
Station No. 3 - Northbound off Ramp:											
Automobiles and light commercial vehicles.....	.25	502,891	125,722.75	15.11	14.58	423,939	105,984.75	16.99	16.45	78,952	19,738.00
Heavy commercial vehicles.....	.50	27,934	13,967.00	.84	1.62	23,547	11,773.50	.94	1.83	4,387	2,193.50
Official duty.....	None	981		.03		987		.04		(6)	
Station No. 4 - Southbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	475,410	118,852.50	14.28	13.78	392,477	98,119.25	15.73	15.22	82,933	20,733.25
Heavy commercial vehicles.....	.50	26,407	13,203.50	.79	1.53	21,798	10,899.00	.87	1.69	4,609	2,304.50
Official duty.....	None	1,209		.04		1,139		.05		70	
ABERDEEN, ROUTE 22 INTERCHANGE:											
Station No. 5 - Northbound off Ramp:											
Automobiles and light commercial vehicles.....	.25	402,649	100,662.25	12.09	11.67	347,006	86,751.50	13.91	13.45	55,643	13,910.75
Heavy commercial vehicles.....	.75	11,668	8,751.00	.35	1.01	10,426	7,819.50	.42	1.21	1,242	931.50
Official duty.....	None	28,237		.85		25,809		1.03		2,428	
Station No. 6 - Southbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	391,766	97,941.50	11.77	11.36	345,425	86,356.25	13.84	13.39	46,341	11,585.25
Heavy commercial vehicles.....	.75	8,334	6,250.50	.25	.72	7,700	5,775.00	.31	.90	634	475.50
Official duty.....	None	25,351		.76		23,173		.93		2,178	

(Continued)

MARYLAND TRANSPORTATION AUTHORITY
 NORTHEASTERN EXPRESSWAY REVENUE BONDS, TRAFFIC AND REVENUE, BY TOLL CLASSIFICATION, OF THE
 NORTHEASTERN EXPRESSWAY AUTOMATIC RAMPs FOR THE YEARS ENDED DECEMBER 31, 1973 AND 1972, AND COMPARISON

TOLL CLASSIFICATION	RATE	1973.....				1972.....				.INCREASE (DECREASE)	
		TOLL TRANS- ACTIONS	REVENUE	..RATIO TO TOTAL....	REVENUE	TOLL TRANS- ACTIONS	REVENUE	..RATIO TO TOTAL....	REVENUE	TOLL TRANS- ACTIONS	REVENUE
HAVRE de GRACE, ROUTE 155 INTERCHANGE:											
Station No. 7 - Northbound off Ramp:											
Automobiles and light commercial vehicles.....	\$.25	170,404	\$ 42,601.00	5.12%	4.94%	152,388	\$ 38,097.00	6.11%	5.91%	18,016	\$ 4,504.00
Heavy commercial vehicles.....	1.00	3,203	3,203.00	.10	.37	2,864	2,864.00	.11	.44	339	339.00
Official duty.....	None	3,322		.10		2,632		.11		690	
Station No. 8 - Southbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	141,395	35,348.75	4.25	4.10	130,342	32,585.50	5.22	5.05	11,053	2,763.25
Heavy commercial vehicles.....	1.00	2,657	2,657.00	.08	.31	2,449	2,449.00	.10	.38	208	208.00
Official duty.....	None	3,493		.10		2,605		.10		888	
PERRYVILLE, ROUTE 222 INTERCHANGE:											
Station No. 9 - Northbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	103,439	25,859.75	3.11	3.00	94,739	23,684.75	3.80	3.67	8,700	2,175.00
Heavy commercial vehicles.....	.75	5,151	3,863.25	.15	.45	4,716	3,537.00	.19	.55	435	326.25
Official duty.....	None	419		.01		426		.02		(7)	
Station No. 10 - Southbound off Ramp:											
Automobiles and light commercial vehicles.....	.25	110,606	27,651.50	3.32	3.21	100,889	25,222.25	4.04	3.91	9,717	2,429.25
Heavy commercial vehicles.....	.75	5,025	3,768.75	.15	.44	4,583	3,437.25	.18	.53	442	331.50
Official duty.....	None	329		.01		342		.01		(13)	
NORTHEAST, ROUTE 272 INTERCHANGE:											
Station No. 11 - Northbound on Ramp:											
Automobiles and light commercial vehicles.....	.25	122,843	30,710.75	3.69	3.56	104,542	26,135.50	4.19	4.05	18,301	4,575.25
Heavy commercial vehicles.....	.50	10,606	5,303.00	.32	.61	9,221	4,610.50	.37	.71	1,385	692.50
Official duty.....	None	75				61				14	
Station No. 12 - Southbound off Ramp:											
Automobiles and light commercial vehicles.....	.25	125,102	31,275.50	3.76	3.63	109,108	27,277.00	4.37	4.23	15,994	3,998.50
Heavy commercial vehicles.....	.50	10,022	5,011.00	.30	.59	8,877	4,438.50	.36	.69	1,145	572.50
Official duty.....	None	71				58				13	
TOTAL.....		3,329,067	\$862,335.00	100.00%	100.00%	2,495,222	\$644,826.00	100.00%	100.00%	833,845	\$217,509.00

See note to Schedule 3.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

GENERAL AND ADMINISTRATIVE EXPENSES
 FOR THE YEARS ENDED DECEMBER 31, 1973 AND 1972, AND COMPARISON

	1973	1972	INCREASE (DECREASE)
SALARIES.....	\$ 67,568.04	\$ 66,210.42	\$ 1,357.62
PENSION EQUALIZATION AND SOCIAL SECURITY.....	5,305.22	5,792.27	(487.05)
TRUSTEE'S AND FISCAL AGENT'S FEES.....	26,307.52	32,707.33	(6,399.81)
PERSONNEL SERVICES AND EXPENSES:			
State Highway Administration.....	5,292.31	40,820.00	(35,527.69)
Toll Facilities Division.....	54,000.00	49,500.00	4,500.00
Maryland Transportation Authority.....	47,000.00	47,000.00	
INDEPENDENT ACCOUNTANTS' FEE...	16,600.60	14,832.53	1,768.07
TRAFFIC ENGINEERS.....		2,000.00	(2,000.00)
CONSULTING ENGINEERS' FEE.....	22,000.00	24,000.00	(2,000.00)
LEGAL EXPENSES.....	2,125.00	2,750.00	(625.00)
HEALTH INSURANCE CONTRIBUTIONS- (Applicable to administrative, toll collection, and mainte- nance employees).....	25,229.01	23,525.96	1,703.05
FIRE AND AMBULANCE SERVICES....	6,637.50	6,425.00	212.50
JANITORIAL SERVICES.....	3,900.00	3,960.00	(60.00)
HEAT AND LIGHT.....	6,608.67	7,485.38	(876.71)
POSTAGE, PRINTING, STATIONERY, AND OFFICE SUPPLIES.....	5,163.01	2,856.87	2,306.14
TELEPHONE.....	6,713.57	6,580.27	133.30
OTHER.....	5,741.29	3,836.00	1,905.29
TOTAL.....	<u>\$306,191.74</u>	<u>\$340,282.03</u>	<u>\$(34,090.29)</u>

See Note A of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

DEPOSITS AND WITHDRAWALS OF FUNDS CREATED UNDER ARTICLE V OF TRUST AGREEMENT
 FOR THE YEAR ENDED DECEMBER 31, 1973

	REVENUE FUND	RESERVE MAINTENANCE FUND	.....BOND INTEREST AND SINKING FUND.....			IMPROVEMENT FUND - UNEXPENDED
			BOND INTEREST ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	
DEPOSITS:						
Toll collections.....	\$12,876,491.08					
Toll tickets sold for future use.....	476,949.00					
Concession income.....	2,421,218.61					
Participation in maintenance costs by concessionaires..	31,293.73					
Collections of accounts receivable:						
Tolls.....	84,344.70					
Toll tickets.....	8,112.00					
Telephone commissions.....	8,822.00					
Rental of property.....	239.00					
Sale of scrap material, etc.....	693.50					\$ 13,190.00
Proceeds from sales or redemptions of investment securities:						
Portion of principal realized applied to cost.....	285,293.84	\$ 992,597.32	\$5,020,859.01	\$37,237,187.64		17,983,736.13
Net gain (loss) realized on disposals of investment securities.....				(47,210.05)		2,383.56
Recovery of accrued interest purchased.....		3,608.54		192,251.67		44,479.56
Interest earned.....	9,706.16	125,059.71	64,010.89	254,767.81		196,822.93
Property damage recoveries.....		22,008.85				
Proceeds from insurance.....		772.54				
Proceeds from sales of equipment.....		1,004.00				
Sales of plans and specifications.....						1,703.33
Transfers from Revenue Fund in accordance with Article V of Trust Agreement.....	(13,187,071.46)	800,000.00	1,789,844.76	15,576.38	937,875.00	9,643,775.32
Transfers from Reserve Account in accordance with Article V of Trust Agreement.....				(278,238.74)	278,238.74	
Total deposits (forward).....	\$ 3,016,092.16	\$1,944,550.96	\$6,874,714.66	\$37,374,334.66	\$1,216,113.74	\$27,886,090.83

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(Continued)

MARYLAND TRANSPORTATION AUTHORITY
 NORTHEASTERN EXPRESSWAY REVENUE BONDS
 DEPOSITS AND WITHDRAWALS OF FUNDS, ETC.

	REVENUE FUND	RESERVE MAINTENANCE FUND	BOND INTEREST ACCOUNT	RESERVE ACCOUNT	REDEMPTION ACCOUNT	IMPROVEMENT FUND - UNEXPENDED
DEPOSITS (Forwarded).....	\$ 3,016,092.16	\$1,944,550.96	\$6,874,714.66	\$37,374,334.66	\$1,216,113.74	\$27,886,090.83
WITHDRAWALS:						
Requisitions for operations, maintenance and general expenses, and improvements.....	2,661,783.38	271,425.80				4,279,545.11
Refunds:						
Toll collections.....	479.24					
Toll tickets sold for future use.....	1,720.60					
Rental guaranty deposit transferred to income.....	50.00					
Interest due July 1, 1973 and January 1, 1974.....			2,000,439.81			
Cost of Northeastern Expressway Revenue Bonds purchased (principal amount \$1,183,000), including accrued interest.....			10,569.29		1,194,618.00	
Purchases of investment securities, including accrued interest.....	567,630.56	1,671,975.85	5,020,859.01	37,346,948.31		23,620,526.07
Total withdrawals.....	3,231,663.78	1,943,401.65	7,031,868.11	37,346,948.31	1,194,618.00	27,900,071.18
EXCESS (DEFICIENCY) OF DEPOSITS OVER WITHDRAWALS.....	(215,571.62)	1,149.31	(157,153.45)	27,386.35	21,495.74	(13,980.35)
CASH BALANCES, JANUARY 1, 1973.....	757,224.62	16,824.93	881,064.49	12,100.25	2,600.07	50,793.72
CASH BALANCES, DECEMBER 31, 1973.....	\$ 541,653.00	\$ 17,974.24	\$ 723,911.04	\$ 39,486.60	\$ 24,095.81	\$ 36,811.37

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(Continued)

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

SCHEDULE OF INSURANCE COVERAGE PURSUANT TO SECTIONS 707 AND 708 OF TRUST AGREEMENT

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	..AMOUNT OF COVERAGE..	
			PER CENT OF TOTAL	TOTAL
Property Damage Insurance on Susquehanna River Bridge on The Northeastern Expressway (subject to 80% co-insurance clause and 2% deductible from each claim, except where the cost of repairing the damage amounts to or exceeds eighty (80) percent of the actual cash value of the property immediately prior to the loss):	SRBNE#120	Nov. 12, 1975		\$15,000,000
The Continental Insurance Company.....	IMC 105287	"	15.00%	
Fireman's Fund Insurance Company.....	MSP 1163790	"	10.00	
Great American Insurance Companies.....	M 6496753	"	10.00	
Hartford Fire Insurance Company.....	30 IM 202502	"	5.00	
The Home Insurance Company.....	802807	"	10.00	
Insurance Company of North America.....	BR 12225	"	11.00	
Maryland Casualty Company.....	73-173553	"	4.00	
New Hampshire Insurance Company.....	SPF 10-79-97	"	3.50	
Reliance Insurance Company.....	M 9 100 723	"	8.75	
St. Paul Fire and Marine Insurance Company.....	319 JB 0207	"	5.00	
United States Fidelity and Guaranty Company.....	SP 12371	"	10.00	
Westchester Fire Insurance Company.....	SP 980692	"	7.75	
			<u>100.00%</u>	
Use and Occupancy Insurance on Susquehanna River Bridge on The Northeastern Expressway (excluding loss of first seven days revenue):	SRBNE#121	Nov. 12, 1975		\$14,500,000#
The Continental Insurance Company.....	IMC 105288	"	15.00%	
Fireman's Fund Insurance Company.....	MSP 1163791	"	10.00	
Great American Insurance Companies.....	M 6496754	"	10.00	
Hartford Fire Insurance Company.....	30 IM 202503	"	5.00	
The Home Insurance Company.....	802808	"	10.00	
Insurance Company of North America.....	BR 12226	"	11.00	
Maryland Casualty Company.....	73-173554	"	4.00	
New Hampshire Insurance Company.....	SPF 10-79-98	"	3.50	
Reliance Insurance Company.....	M 9 100 724	"	8.75	
St. Paul Fire and Marine Insurance Company.....	319 JB 0208	"	5.00	
United States Fidelity and Guaranty Company.....	SP 12372	"	10.00	
Westchester Fire Insurance Company.....	SP 980693	"	7.75	
			<u>100.00%</u>	
Fire, lightning, extended coverage, vandalism and malicious mischief, sprinkler leakage, earthquake and volcanic eruption, flood, rising waters and ice, and collapse in blanket form on insurable portions of all buildings including contents thereof on the basis of 90% co-insurance - Guildhall Insurance Company Limited.....	7930-00-96	Nov. 1, 1976		\$ 3,627,300

#Provisional coverage; maximum coverage \$18,125,000

SCHEDULE 7

MARYLAND TRANSPORTATION AUTHORITY
 NORTHEASTERN EXPRESSWAY REVENUE BONDS
 SCHEDULE OF INSURANCE COVERAGE, ETC.

TYPE OF COVERAGE AND NAME OF INSURER	POLICY NUMBER	EXPIRATION DATE	AMOUNT OF COVERAGE
Workmen's compensation insurance - State Accident Fund.....	902650	Continuous	
Comprehensive General Liability - United States Fidelity and Guaranty Company:	ICC646937	Nov. 12, 1976	
Bodily injury liability - each occurrence.....			\$5,000,000
Property damage liability:			
Each occurrence.....			1,000,000
Aggregate.....			1,000,000
Money and Securities - United States Fidelity and Guaranty Company:	MSP 158106	Nov. 12, 1975	
Loss inside premises.....			200,000
Loss outside premises:			
Conveyed by an armored vehicle (in addition, Bonded Armored Carrier, Inc. carried under terms of its contract with the Authority coverage of \$200,000 with Employers Commercial Union Insurance Company of America policy #EPM 400053).....			20,000
Conveyed by a messenger and a guard using a private automobile.....			20,000
Public Employees Blanket Surety Bond - Maryland Casualty Company.....	91-165896	January 1, 1976	100,000
			basic plus 200,000 excess
Automotive fleet insurance - Hartford Accident and Indemnity Company:	30 C E 16201E	July 7, 1974	
Bodily injury liability:			
Each person.....			1,000,000
Each occurrence.....			1,000,000
Property damage liability:			
Each occurrence.....			1,000,000
Comprehensive fire and theft.....			ACV

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

PROCEEDS RECEIVED FROM SALES OF PROPERTY PURSUANT TO
 PROVISIONS OF SECTION 714 OF TRUST AGREEMENT
 FOR THE YEAR ENDED DECEMBER 31, 1973

<u>DESCRIPTION OF PROPERTY</u>	<u>PROCEEDS RECEIVED</u>
DEPOSITED TO CREDIT OF REVENUE FUND - Sale of scrap materials - Schedule 2.....	\$ <u>692.00</u>
DEPOSITED TO CREDIT OF RESERVE MAINTENANCE FUND - Sale of old equipment - Exhibit B.....	\$ <u>1,004.00</u>
DEPOSITED TO CREDIT OF IMPROVEMENT FUND - Sales of materials - Exhibit B.....	\$ <u>13,190.00</u>
DEPOSITED TO CREDIT OF CONSTRUCTION FUND - Sales of land and rights-of-way - Exhibit C.....	\$ <u>48,810.00</u>

PROCEEDS RECEIVED FROM INSURANCE PURSUANT TO
 PROVISIONS OF SECTIONS 707 AND 708 OF TRUST AGREEMENT
 FOR THE YEAR ENDED DECEMBER 31, 1973

DEPOSITED TO CREDIT OF RESERVE MAINTENANCE FUND - Insurance proceeds - Exhibit B.....	\$ <u>272.54</u>
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MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

COMPARISON OF ANNUAL BUDGET WITH ACTUAL EXPENSES
 FOR THE YEAR ENDED DECEMBER 31, 1973

	1973 ANNUAL BUDGET	ACTUAL EXPENSES APPLICABLE TO BUDGET	BUDGET OVER (UNDER)
GENERAL AND ADMINISTRATIVE EXPENSES:			
Salaries.....	\$ 68,649.00	\$ 69,921.14	\$ (1,272.14)
Other operating expenses..	306,351.00	149,661.94	156,689.06
TOLL COLLECTION:			
Salaries.....	433,346.00	449,163.91	(15,817.91)
Other operating expenses..	156,654.00	143,972.22	12,681.78
POLICE PATROL.....	860,000.00	771,970.41	88,029.59
MAINTENANCE:			
Salaries.....	668,783.00	592,211.78	76,571.22
Other operating expenses..	334,217.00	256,231.35	77,985.65
RESERVE MAINTENANCE FUND....	800,000.00		800,000.00
TOTAL.....	<u>\$3,628,000.00</u>	<u>\$2,433,132.75</u>	1,194,867.25
TRANSFERRED TO RESERVE MAINTENANCE FUND.....			800,000.00
EXCESS OF 1973 ANNUAL BUDGET OVER ACTUAL EXPENSES.....			<u>\$ 394,867.25</u>

NOTES:

- A. Changes in the budget for the year ended December 31, 1972 during the year 1973 are summarized as follows:

	Unexpended Balance, January 1, 1973	Expenses Paid During 1973	1972 Budget Over (Under), December 31, 1973
General and administrative expenses	\$ 54,884.30	\$ 86,608.66	\$(31,724.36)
Toll collection.....	23,200.68	10,878.64	12,322.04
Police patrol.....	108,722.21	78,951.31	29,770.90
Maintenance.....	94,202.73	52,212.02	41,990.71
Total.....	<u>\$281,009.92</u>	<u>\$228,650.63</u>	<u>\$ 52,359.29</u>

- B. There were no charges during 1973 against the unexpended budget balances of years prior to 1972.
- C. See Note A of notes to financial statements.

MARYLAND TRANSPORTATION AUTHORITY
NORTHEASTERN EXPRESSWAY REVENUE BONDS

CASH BALANCES, DECEMBER 31, 1973

	CURRENT FUND	IMPROVEMENT FUND	CON- STRUCTION FUND
On deposit:			
Maryland National Bank - Trust Department.....	\$1,020,130.97	\$36,811.37	\$52,973.10
Cecil National Bank, Port Deposit, Maryland.....	125,000.00		
Maryland National Bank - Balti- more, Maryland - revolving fund.....	12,500.00		
Total on deposit.....	1,157,630.97	36,811.37	52,973.10
On hand:			
Undeposited receipts of December 28, 29, 30 and 31, 1973 (deposited January 1974)	114,489.72		
Petty cash and change funds....	75,000.00		
Total.....	\$1,347,120.69	\$36,811.37	\$52,973.10

The Maryland National Bank, Trustee, has informed the Authority that as of December 31, 1973 the Trustee held, as collateral security for the deposits of funds shown above, obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the United States Government, or other marketable securities eligible as security for the deposit of Trust Funds under Regulations of the Board of Governors of the Federal Reserve System or eligible as security for the deposit of funds of the State of Maryland, having a market value (exclusive of accrued interest) at least equal to the amount of each such deposit.

The Cecil National Bank has deposited with Maryland National Bank \$100,000 United States Treasury 6-1/4% notes due February 15, 1978, \$25,000 United States Treasury 6-1/4% notes due February 15, 1976, and \$2,000 United States Treasury 7-1/2% bonds due August 15, 1976 as collateral security for moneys of the Northeastern Expressway Revenue Bonds on deposit in Cecil National Bank.