

*Obligations Under Capital Leases:*

Obligations under capital leases of \$36,083,000 exist as of June 30, 1984, bearing interest at annual rates ranging from 6.5% to 17.5%. The following is a schedule of annual future minimum payments under these obligations, along with the present value of the related net minimum payments as of June 30, 1984 (amounts expressed in thousands):

<u>Years ending June 30,</u>	<u>Amount</u>
1985	\$ 6,035
1986	5,730
1987	5,274
1988	4,927
1989	4,492
1990 and thereafter	<u>105,984</u>
Total future minimum payments	132,442
Less amount representing interest	<u>96,359</u>
Present value of net minimum lease payments	<u>\$ 36,083</u>

**12. Commitments:**

At June 30, 1984, the Department of Transportation and Maryland Transportation Authority had commitments of approximately \$241,805,000 and \$33,000,000, respectively, for construction of highway and mass transit facilities. Approximately 67% of future expenditures related to the Department of Transportation commitments are expected to be reimbursed from proceeds of approved federal grants when the actual costs are incurred. The remaining portion will be funded by other financial resources of the Department.

The Department of Transportation, as lessor, leases terminal space at various marine terminals, airport facilities and office space pursuant to various operating leases. Minimum future rentals (amounts expressed in thousands) are as follows:

<u>Years ending June 30,</u>	<u>Noncancelable Operating Leases Minimum Future Rentals</u>
1985	\$10,408
1986	10,209
1987	9,808
1988	8,795
1989	7,663
1990-1994	13,978
1995-1999	5,550
2000 and thereafter	<u>10,640</u>
	<u>\$77,051</u>

Total minimum future rentals do not include contingent rentals that may be received under certain concession leases on the basis of a percentage of the concessionaire's gross revenue in excess of stipulated minimums.

Rent revenue was approximately \$45,567,000 for the year ended June 30, 1984, including contingent rentals of approximately \$4,127,000. Assets of the Department of Transportation subject to such operating lease agreements are included in the general fixed assets account group. The cost of these assets was approximately \$222,724,000 at June 30, 1984.