

Port of Houston Authority
Income Statement
Current Month Actual vs. Prior Year
(\$ in thousands)

	<u>December</u>			
	<u>Unaudited</u>			
	<u>2014</u>	<u>2013</u>	<u>Δ</u>	<u>%</u>
Operating Revenues				
Container Terminals	\$ 15,139	\$ 11,751	\$ 3,388	29
Turning Basin Terminals	5,745	5,000	745	15
Bulk	407	371	36	10
Leases	536	351	185	53
Other	510	1,133	(623)	(55)
Total Operating Revenues	<u>22,337</u>	<u>18,606</u>	<u>3,731</u>	<u>20</u>
Operating Expenses				
Container Terminals	20,581	6,321	14,260	226
Turning Basin Terminals	2,010	1,536	474	31
Bulk	20	21	(1)	(5)
Leases	95	27	68	252
Other	2,383	1,398	985	70
Pension and Other Retirement Benefits	481	194	287	148
Depreciation and Amortization	4,830	4,631	199	4
Total Operating Expenses	<u>30,400</u>	<u>14,128</u>	<u>16,272</u>	<u>115</u>
Operating Income	(8,063)	4,478	(12,541)	(280)
General & Administrative Expenses				
G&A Expenses	2,749	3,754	(1,005)	(27)
Pension and Other Retirement Benefits	383	161	222	138
Depreciation	225	221	4	2
Total G&A Expenses	<u>3,357</u>	<u>4,136</u>	<u>(779)</u>	<u>(19)</u>
Net Operating Income	(11,420)	342	(11,762)	(3,439)
Nonoperating Revenues (Expenses)	64	(301)	365	121
Income before Contributions	(11,356)	42	(11,398)	(27,138)
Contributions (to)/from Federal/State Agencies	(1,237)	645	(1,882)	(292)
Net Income	<u>\$ (12,593)</u>	<u>\$ 687</u>	<u>\$ (13,280)</u>	<u>(1,933)</u>
Pro forma Cash Flow				
Net Income	\$ (12,593)	\$ 687	\$ (13,280)	(1,933)
Add Depreciation and Amortization	5,055	4,852	203	4
Adjust for non cash items	14,989	271	14,718	5,431
Pro forma Cash Flow	<u>\$ 7,451</u>	<u>\$ 5,810</u>	<u>\$ 1,641</u>	<u>28</u>

Port of Houston Authority
Income Statement
Year to Date Actual vs. Prior Year
(\$ in thousands)

	<u>December</u>					<u>December 2014 vs</u>		
	<u>2014</u>	<u>2013</u>	<u>Δ</u>	<u>%</u>		<u>2012</u>	<u>2012</u>	<u>%</u>
Operating Revenues								
Container Terminals	\$ 170,664	\$ 153,420	\$ 17,244	11	\$ 142,618	\$ 28,046	20	
Turning Basin Terminals	65,970	55,914	10,056	18	55,897	10,073	18	
Bulk	6,017	4,646	1,371	30	4,529	1,488	33	
Leases	6,585	3,695	2,890	78	3,496	3,089	88	
Other	11,926	13,871	(1,945)	(14)	16,674	(4,748)	(28)	
Total Operating Revenues	<u>261,162</u>	<u>231,546</u>	<u>29,616</u>	<u>13</u>	<u>223,214</u>	<u>37,948</u>	<u>17</u>	
Operating Expenses								
Container Terminals	84,716	67,982	16,734	25	64,307	20,409	32	
Turning Basin Terminals	17,585	15,095	2,490	16	13,684	3,901	29	
Bulk	269	313	(44)	(14)	240	29	12	
Leases	190	167	23	14	442	(252)	(57)	
Other	16,412	14,916	1,496	10	15,817	595	4	
Pension and Other Retirement Benefits	6,199	6,846	(647)	(9)	8,512	(2,313)	(27)	
Depreciation and Amortization	54,220	53,218	1,002	2	54,071	149	-	
Total Operating Expenses	<u>179,591</u>	<u>158,537</u>	<u>21,054</u>	<u>13</u>	<u>157,074</u>	<u>22,517</u>	<u>14</u>	
Operating Income	81,571	73,009	8,562	12	66,140	15,431	23	
General & Administrative Expenses								
G&A Expenses	35,267	35,971	(704)	(2)	36,498	(1,231)	(3)	
Pension and Other Retirement Benefits	4,897	5,640	(743)	(13)	7,281	(2,384)	(33)	
Depreciation	2,686	2,567	119	5	2,207	479	22	
Total G&A Expenses	<u>42,850</u>	<u>44,178</u>	<u>(1,328)</u>	<u>(3)</u>	<u>45,986</u>	<u>(3,136)</u>	<u>(7)</u>	
Net Operating Income	38,721	28,831	9,890	34	20,154	18,567	92	
Nonoperating Revenues (Expenses)	6,538	3,755	2,783	74	962	5,575	579	
Income before Contributions	45,259	32,586	12,673	39	21,116	24,142	114	
Contributions (to)/from Federal/State Agencies	906	11,897	(10,991)	(92)	8,551	(7,645)	(89)	
Net Income	<u>\$ 46,165</u>	<u>\$ 44,483</u>	<u>\$ 1,682</u>	<u>4</u>	<u>\$ 29,668</u>	<u>\$ 16,497</u>	<u>56</u>	
Pro forma Cash Flow								
Net Income	\$ 46,165	\$ 44,483	\$ 1,682	4	\$ 29,668	\$ 16,497	56	
Add Depreciation and Amortization	56,906	55,785	1,121	2	56,278	628	1	
Adjust for non cash items	12,923	3,467	9,456	273	3,295	9,628	292	
Pro forma Cash Flow	<u>\$ 115,994</u>	<u>\$ 103,735</u>	<u>\$ 12,259</u>	<u>12</u>	<u>\$ 89,241</u>	<u>\$ 17,125</u>	<u>19</u>	

Port of Houston Authority
Balance Sheet
(\$ in thousands)

	December 30, 2014	December 31, 2013
Current Assets		
Cash & Cash Equivalents	\$ 28,709	\$ 24,241
Short-Term Investments	140,899	156,062
Trade Accounts & Other Receivables	25,441	23,607
Other	3,783	2,830
Total Current Assets	198,832	206,740
 Restricted Assets	 66,680	 75,644
 Property		
Land, Facilities & Equipment	2,064,213	1,990,836
CIP	124,480	113,982
Accumulated Depreciation	(710,947)	(671,684)
Property, Net	1,477,746	1,433,134
 Long-Term Investments	 206,998	 174,929
 Other Assets		
Industrial Agreements	2,791	3,140
Other	1,872	2,000
Total Other Assets	4,663	5,140
 Deferred Outflows of Resources		
Deferred loss on bond refunding	6,847	7,248
 Total Assets and deferred outflows of resources	 \$ 1,961,766	 \$ 1,902,835

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	December 30, 2014	December 31, 2013
Current Liabilities		
Accounts Payable	\$ 9,455	\$ 8,113
Other Current Liabilities	30,379	18,205
Total Current Liabilities	39,834	26,318
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	15,950	15,245
Accrued Interest Payable	9,049	9,223
Contract payables and accrued liabilities	-	4,139
Total Restricted Current Liabilities	24,999	28,607
Long-Term Debt, net of Current Maturities	720,795	739,053
Other Non-Current Liabilities		
Accrued Vacation and Sick Leave	4,930	4,740
OPEB Obligation	30,546	32,556
Other	8,527	9,219
Total Other Non-Current Liabilities	44,003	46,515
TOTAL LIABILITIES	829,631	840,493
Deferred Inflows of Resources		
Deferred gain on bond refunding	314	366
Net position		
Invested in Capital Assets, net of debt	747,534	685,717
Restricted for Capital	-	7,195
Restricted for Debt Service	45,073	44,598
Unrestricted Net Assets	339,214	324,466
Total Net Position	1,131,821	1,061,976
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 1,961,766	\$ 1,902,835