

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

	March			
	Unaudited	Unaudited	Δ	%
	2017	2016		
<b>Operating Revenues</b>				
Container Terminals	\$ 21,389	\$ 17,608	\$ 3,781	21
Turning Basin Terminals	4,800	4,552	248	5
Bulk	390	512	(122)	(24)
Leases	626	541	85	16
Other	928	1,467	(539)	(37)
Total Operating Revenues	<u>28,133</u>	<u>24,680</u>	<u>3,453</u>	<u>14</u>
<b>Operating Expenses</b>				
Container Terminals	9,198	7,774	1,424	18
Turning Basin Terminals	1,373	1,530	(157)	(10)
Bulk	30	28	2	7
Leases	26	12	14	100
Other	1,174	1,771	(597)	(34)
Pension and Other Retirement Benefits	621	442	179	40
Depreciation and Amortization	5,031	5,033	(2)	-
Total Operating Expenses	<u>17,453</u>	<u>16,590</u>	<u>863</u>	<u>5</u>
<b>Operating Income</b>	10,680	8,090	2,590	32
<b>General &amp; Administrative Expenses</b>				
G&A Expenses	3,534	3,401	133	4
Pension and Other Retirement Benefits	297	369	(72)	(20)
Depreciation	249	405	(156)	(39)
Total G&A Expenses	<u>4,080</u>	<u>4,175</u>	<u>(95)</u>	<u>(2)</u>
<b>Net Operating Income</b>	6,600	3,915	2,685	69
<b>Nonoperating Revenues (Expenses)</b>	504	1,209	(705)	(58)
<b>Income before Contributions</b>	7,104	5,124	1,980	39
<b>Contributions (to)/from Federal/State Agencies</b>	124	(124)	248	100
<b>Net Income</b>	<u>\$ 7,228</u>	<u>\$ 5,000</u>	<u>\$ 2,228</u>	<u>45</u>
<b>Pro forma Cash Flow</b>				
Net Income	\$ 7,228	\$ 5,000	\$ 2,228	45
Add Depreciation and Amortization	5,280	5,438	(158)	(3)
Adjust for non cash items	(172)	(1,109)	937	84
Pro forma Cash Flow	<u>\$ 12,336</u>	<u>\$ 9,329</u>	<u>\$ 3,007</u>	<u>32</u>

These unaudited financial statements are prepared by the Port of Houston Authority ("Authority") and made available on its website (porthouston.com). Please note that the balance sheet includes all outstanding tax bonds issued by the Authority as liabilities, however, the income statement does not reflect any tax revenues or debt service payments related to the Authority's tax bonds.

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

	March						March		
	Unaudited	Unaudited	Δ	%			2015	2017 vs	
	2017	2016					2015	2015	
<b>Operating Revenues</b>									
Container Terminals	\$ 62,234	\$ 50,786	\$ 11,448	23		\$ 48,833	\$ 13,401	27	
Turning Basin Terminals	13,436	12,955	481	4		19,102	(5,666)	(30)	
Bulk	1,175	1,375	(200)	(15)		1,294	(119)	(9)	
Leases	1,816	1,574	242	15		1,656	160	10	
Other	2,725	4,211	(1,486)	(35)		3,987	(1,262)	(32)	
Total Operating Revenues	<u>81,386</u>	<u>70,901</u>	<u>10,485</u>	15		<u>74,872</u>	<u>6,514</u>	9	
<b>Operating Expenses</b>									
Container Terminals	25,410	21,067	4,343	21		18,382	7,028	38	
Turning Basin Terminals	3,721	4,754	(1,033)	(22)		3,782	(61)	(2)	
Bulk	72	87	(15)	(17)		77	(5)	(6)	
Leases	70	17	53	100		47	23	49	
Other	3,162	4,622	(1,460)	(32)		5,026	(1,864)	(37)	
Pension and Other Retirement Benefits	3,988	1,322	2,666	100		1,319	2,669	100	
Depreciation and Amortization	15,100	15,090	10	-		14,049	1,051	7	
Total Operating Expenses	<u>51,523</u>	<u>46,959</u>	<u>4,564</u>	10		<u>42,682</u>	<u>8,841</u>	21	
<b>Operating Income</b>	29,863	23,942	5,921	25		32,190	(2,327)	(7)	
<b>General &amp; Administrative Expenses</b>									
G&A Expenses	9,426	8,940	486	5		8,578	848	10	
Pension and Other Retirement Benefits	2,755	1,101	1,654	100		1,022	1,733	170	
Depreciation	900	925	(25)	(3)		683	217	32	
Total G&A Expenses	<u>13,081</u>	<u>10,966</u>	<u>2,115</u>	19		<u>10,283</u>	<u>2,798</u>	27	
<b>Net Operating Income</b>	16,782	12,976	3,806	29		21,907	(5,125)	(23)	
<b>Nonoperating Revenues (Expenses)</b>	1,195	3,656	(2,461)	(67)		2,097	(902)	(43)	
<b>Income before Contributions</b>	17,977	16,632	1,345	8		24,004	(6,027)	(25)	
<b>Contributions (to)/from Federal/State Agencies</b>	15	(124)	139	100		-	15	100	
<b>Net Income</b>	<u>\$ 17,992</u>	<u>\$ 16,508</u>	<u>\$ 1,484</u>	9		<u>\$ 24,004</u>	<u>\$ (6,012)</u>	(25)	
<b>Pro forma Cash Flow</b>									
Net Income	\$ 17,992	\$ 16,508	\$ 1,484	9		\$ 24,004	\$ (6,012)	(25)	
Add Depreciation and Amortization	16,000	16,015	(15)	-		14,732	1,268	9	
Adjust for non cash items	(172)	(1,109)	937	(84)		(1,108)	936	(84)	
Pro forma Cash Flow	<u>\$ 33,820</u>	<u>\$ 31,414</u>	<u>\$ 2,406</u>	8		<u>\$ 37,628</u>	<u>\$ (3,808)</u>	(10)	

# Port of Houston Authority

## Balance Sheet

(\$ in thousands)

	<b>Unaudited March 31, 2017</b>	<b>Unaudited December 31, 2016</b>
<b>Current Assets</b>		
Cash & Cash Equivalents	\$ 24,333	\$ 39,356
Short-Term Investments	295,811	290,711
Trade Accounts & Other Receivables	33,361	30,477
Other	4,499	2,171
<b>Total Current Assets</b>	<u>358,004</u>	<u>362,715</u>
<b>Restricted Assets</b>	<u>72,914</u>	<u>60,628</u>
<b>Property</b>		
Land, Facilities & Equipment	2,231,293	2,233,029
CIP	267,352	218,633
Accumulated Depreciation	(857,940)	(827,289)
<b>Property, Net</b>	<u>1,640,705</u>	<u>1,624,373</u>
<b>Long-Term Investments</b>	<u>46,189</u>	<u>60,724</u>
<b>Other Assets</b>		
Industrial Agreements	2,006	2,093
Other	3,945	4,096
<b>Total Other Assets</b>	<u>5,951</u>	<u>6,189</u>
<b>Deferred Outflows of Resources</b>		
Deferred outflows of resources related to pensions	16,500	11,642
Deferred loss on bond refunding	5,020	5,198
<b>Total Deferred Outflows of Resources</b>	<u>21,520</u>	<u>16,840</u>
<b>Total Assets and deferred outflows of resources</b>	<u>\$ 2,145,283</u>	<u>\$ 2,131,469</u>

## Port of Houston Authority

### Balance Sheet

(\$ in thousands)

	<b>Unaudited March 31, 2017</b>	<b>Unaudited December 31, 2016</b>
<b>Current Liabilities</b>		
Accounts Payable	\$ 27,112	\$ 35,005
Other Current Liabilities	24,085	26,432
<b>Total Current Liabilities</b>	51,197	61,437
<b>Current Liabilities (Restricted Assets)</b>		
Current Maturities of Long-Term Debt	19,165	19,165
Accrued Interest Payable	16,988	8,032
<b>Total Restricted Current Liabilities</b>	36,153	27,197
<b>Long-Term Debt, net of Current Maturities</b>	676,918	678,206
<b>Other Noncurrent Liabilities</b>		
Accrued Vacation and Sick Leave	6,626	5,267
OPEB Obligation	18,469	20,476
Net Pension Liability	13,472	5,061
Other	36,628	25,216
<b>Total Other Noncurrent Liabilities</b>	75,195	56,020
<b>TOTAL LIABILITIES</b>	839,463	822,860
<b>Deferred Inflows of Resources</b>		
Deferred inflows of resources related to pensions	3,210	3,973
Deferred gain on bond refunding	195	209
<b>Total Deferred Inflows of Resources</b>	3,405	4,182
<b>Commitments and Contingencies</b>	-	-
<b>Net position</b>		
Invested in Capital Assets, net of debt	949,447	931,992
Restricted for Debt Service	50,741	43,430
Unrestricted Net Assets	302,227	329,005
<b>Total Net Position</b>	1,302,415	1,304,427
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	\$ 2,145,283	\$ 2,131,469