

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

	March		Δ	%
	Unaudited 2019	Unaudited 2018		
Operating Revenues				
Container Terminals	\$ 26,488	\$ 23,799	\$ 2,689	11
Turning Basin Terminals	4,458	4,984	(526)	(11)
Bulk	507	415	92	22
Leases	618	895	(277)	(31)
Other	944	1,093	(149)	(14)
Total Operating Revenues	33,015	31,186	1,829	6
Operating Expenses				
Container Terminals	11,047	8,932	2,115	24
Turning Basin Terminals	2,258	543	1,715	100
Bulk	25	29	(4)	(14)
Leases	(47)	89	(136)	(100)
Other	928	1,224	(296)	(24)
Pension and Other Retirement Benefits	505	561	(56)	(10)
Depreciation and Amortization	5,655	5,322	333	6
Total Operating Expenses	20,371	16,700	3,671	22
Gross Margin	12,644	14,486	(1,842)	(13)
General & Administrative Expenses				
G&A Expenses	3,684	3,865	(181)	(5)
Pension and Other Retirement Benefits	291	327	(36)	(11)
Depreciation	206	216	(10)	(5)
Total G&A Expenses	4,181	4,408	(227)	(5)
Net Operating Income	8,463	10,078	(1,615)	(16)
Nonoperating Revenues (Expenses)	1,740	53	1,687	100
Income before Contributions	10,203	10,131	72	1
Contributions (to)/from Federal/State Agencies	(96)	37	(133)	(100)
Net Income	\$ 10,107	\$ 10,168	\$ (61)	(1)
Pro forma Cash Flow (GAAP)				
Net Income	\$ 10,107	\$ 10,168	\$ (61)	(1)
Add Depreciation and Amortization	5,861	5,538	323	6
Adjust for non cash items	(743)	246	(989)	(100)
Pro forma Cash Flow (GAAP)	\$ 15,225	\$ 15,952	\$ (727)	(5)

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 2019	Unaudited 2018	Δ	%	2017	2019 vs 2017	%
Operating Revenues							
Container Terminals	\$ 72,056	\$ 66,653	\$ 5,403	8	\$ 62,234	\$ 9,822	16
Turning Basin Terminals	13,467	13,713	(246)	(2)	13,436	31	-
Bulk	1,381	1,224	157	13	1,175	206	18
Leases	1,830	2,046	(216)	(11)	1,816	14	1
Other	2,836	2,623	213	8	2,725	111	4
Total Operating Revenues	<u>91,570</u>	<u>86,259</u>	<u>5,311</u>	<u>6</u>	<u>81,386</u>	<u>10,184</u>	<u>13</u>
Operating Expenses							
Container Terminals	29,741	27,029	2,712	10	25,410	4,331	17
Turning Basin Terminals	5,369	3,388	1,981	58	3,721	1,648	44
Bulk	91	78	13	17	72	19	26
Leases	11	76	(65)	(86)	70	(59)	(84)
Other	3,072	3,334	(262)	(8)	3,162	(90)	(3)
Pension and Other Retirement Benefits	1,516	1,693	(177)	(10)	3,988	(2,472)	(62)
Depreciation and Amortization	16,930	15,693	1,237	8	15,100	1,830	12
Total Operating Expenses	<u>56,730</u>	<u>51,291</u>	<u>5,439</u>	<u>11</u>	<u>51,523</u>	<u>5,207</u>	<u>10</u>
Gross Margin	34,840	34,968	(128)	(0)	29,863	4,977	17
General & Administrative Expenses							
G&A Expenses	9,871	10,939	(1,068)	(10)	9,426	445	5
Pension and Other Retirement Benefits	871	995	(124)	(12)	2,755	(1,884)	(68)
Depreciation	651	653	(2)	-	900	(249)	(28)
Total G&A Expenses	<u>11,393</u>	<u>12,587</u>	<u>(1,194)</u>	<u>(9)</u>	<u>13,081</u>	<u>(1,688)</u>	<u>(13)</u>
Net Operating Income	23,447	22,381	1,066	5	16,782	6,665	40
Nonoperating Revenues (Expenses)	3,671	834	2,837	100	1,195	2,476	100
Income before Contributions	27,118	23,215	3,903	17	17,977	9,141	51
Contributions (to)/from Federal/State Agencies	(903)	(63)	(840)	100	15	(918)	(100)
Net Income	<u>\$ 26,215</u>	<u>\$ 23,152</u>	<u>\$ 3,063</u>	<u>13</u>	<u>\$ 17,992</u>	<u>\$ 8,223</u>	<u>100</u>
Pro forma Cash Flow (GAAP)							
Net Income	\$ 26,215	\$ 23,152	\$ 3,063	13	\$ 17,992	\$ 8,223	46
Add Depreciation and Amortization	17,581	16,346	1,235	8	16,000	1,581	10
Adjust for non cash items	(743)	246	(989)	(100)	(172)	(571)	100
Pro forma Cash Flow (GAAP)	<u>\$ 43,053</u>	<u>\$ 39,744</u>	<u>\$ 3,309</u>	<u>8</u>	<u>\$ 33,820</u>	<u>\$ 9,233</u>	<u>27</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited March 31, 2019	Unaudited December 31, 2018
Current Assets		
Cash & Cash Equivalents	\$ 128,684	\$ 74,595
Short-Term Investments	184,922	234,752
Trade Accounts & Other Receivables	41,454	37,144
Other	6,391	3,635
Total Current Assets	<u>361,451</u>	<u>350,126</u>
Restricted Assets	<u>72,522</u>	<u>62,556</u>
Property		
Land, Facilities & Equipment	2,611,937	2,610,358
CIP	68,045	60,023
Accumulated Depreciation	(990,100)	(972,822)
Property, Net	<u>1,689,882</u>	<u>1,697,559</u>
Long-Term Investments	<u>121,420</u>	<u>98,643</u>
Other Assets		
Industrial Agreements	4,125	4,200
Other	11,908	10,191
Total Other Assets	<u>16,033</u>	<u>14,391</u>
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	7,489	12,341
Deferred outflows of resources related to OPEB	6,760	-
Deferred loss on bond refunding	4,715	4,791
Total Deferred Outflows of Resources	<u>18,964</u>	<u>17,132</u>
Total Assets and deferred outflows of resources	<u>\$ 2,280,272</u>	<u>\$ 2,240,407</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited March 31, 2019	Unaudited December 31, 2018
Current Liabilities		
Accounts Payable	\$ 10,682	\$ 16,645
Other Current Liabilities	20,524	19,303
Total Current Liabilities	<u>31,206</u>	<u>35,948</u>
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	21,185	21,185
Accrued Interest Payable	14,549	7,697
Total Restricted Current Liabilities	<u>35,734</u>	<u>28,882</u>
Long-Term Debt, net of Current Maturities	<u>626,577</u>	<u>629,271</u>
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	7,174	6,863
OPEB Obligation	-	14,502
Net Pension Liability	5,343	10,277
Net OPEB Liability	8,884	-
Other	16,106	16,260
Total Other Noncurrent Liabilities	<u>37,507</u>	<u>47,902</u>
TOTAL LIABILITIES	<u>731,024</u>	<u>742,003</u>
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	2,621	843
Deferred gain on bond refunding	2,191	695
Total Deferred Inflows of Resources	<u>4,812</u>	<u>1,538</u>
Commitments and Contingencies	-	-
Net position		
Invested in Capital Assets, net of debt	1,044,644	1,051,199
Restricted for Debt Service	50,640	47,676
Unrestricted Net Assets	449,152	397,991
Total Net Position	<u>1,544,436</u>	<u>1,496,866</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 2,280,272</u>	<u>\$ 2,240,407</u>