

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

	September		2012 vs.	
	2012	2011	2011	%
<b>Operating Revenues</b>				
Container Terminals	\$ 12,001	\$ 11,149	\$ 852	8
Turning Basin Terminals	3,625	3,589	36	1
Bulk	304	289	15	5
Leases	2,038	1,946	92	5
Other	641	641	-	-
Total Operating Revenues	<u>18,609</u>	<u>17,614</u>	<u>995</u>	<u>6</u>
<b>Operating Expenses</b>				
Container Terminals	5,385	5,355	30	1
Turning Basin Terminals	916	1,246	(330)	(26)
Bulk	19	29	(10)	(34)
Leases	104	114	(10)	(9)
Other	543	554	(11)	(2)
Pension and Other Retirement Benefits	587	765	(178)	(23)
Depreciation and Amortization	4,297	4,214	83	2
Total Operating Expenses	<u>11,851</u>	<u>12,277</u>	<u>(426)</u>	<u>(3)</u>
<b>Operating Income</b>	6,758	5,337	1,421	27
<b>General &amp; Administrative Expenses</b>				
G&A Expenses	3,536	2,953	583	20
Pension and Other Retirement Benefits	728	982	(254)	(26)
Depreciation	442	266	176	66
Total G&A Expenses	<u>4,706</u>	<u>4,201</u>	<u>505</u>	<u>12</u>
<b>Net Operating Income / (Loss)</b>	2,052	1,136	916	81
<b>Nonoperating Revenues (Expenses)</b>	316	474	(158)	(33)
<b>Income before contributions and transfers</b>	2,368	1,610	758	47
<b>Contributions (to)/from Federal/State Agencies</b>	2,038	143	1,895	(1,325)
<b>Net Income / (Loss)</b>	<u>\$ 4,406</u>	<u>\$ 1,753</u>	<u>\$ 2,653</u>	<u>151</u>
<b>Pro Forma Cash Flow</b>				
Net Income	\$ 4,406	\$ 1,753		
Add Depreciation and Amortization	4,739	4,480		
Pro Forma Cash Flow	<u>\$ 9,145</u>	<u>\$ 6,233</u>		

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

	September		2012 vs.			September		2012 vs.		
	2012	2011	2011	%		2010	2010	%		
<b>Operating Revenues</b>										
Container Terminals	\$ 100,892	\$ 97,808	\$ 3,084	3		\$ 89,961	\$ 10,931	12		
Turning Basin Terminals	33,769	28,163	5,606	20		21,876	11,893	54		
Bulk	2,523	3,182	(659)	(21)		2,366	157	7		
Leases	17,875	17,127	748	4		15,846	2,029	13		
Other	13,049	7,276	5,773	79		6,567	6,482	99		
Total Operating Revenues	168,108	153,556	14,552	9		136,616	31,492	23		
<b>Operating Expenses</b>										
Container Terminals	47,197	46,361	836	2		44,957	2,240	5		
Turning Basin Terminals	9,186	10,522	(1,336)	(13)		10,226	(1,040)	(10)		
Bulk	183	297	(114)	(38)		226	(43)	(19)		
Leases	836	1,180	(344)	(29)		1,602	(766)	(48)		
Other	5,142	5,396	(254)	(5)		4,647	495	11		
Pension and Other Retirement Benefits	5,282	6,882	(1,600)	(23)		7,414	(2,132)	(29)		
Depreciation and Amortization	38,796	38,979	(183)	(0.5)		34,278	4,518	13		
Total Operating Expenses	106,622	109,617	(2,995)	(3)		103,350	3,272	3		
<b>Operating Income</b>	61,486	43,939	17,547			33,266	28,220	85		
<b>General &amp; Administrative Expenses</b>										
G&A Expenses	31,066	23,621	7,445	32		24,995	6,071	24		
Pension and Other Retirement Benefits	6,548	8,819	(2,271)	(26)		9,825	(3,277)	(33)		
Depreciation	3,292	2,554	738	29		2,401	891	37		
Total G&A Expenses	40,906	34,994	5,912	17		37,221	3,685	10		
<b>Net Operating Income (Loss)</b>	20,580	8,945	11,635	130		(3,955)	24,535	620		
<b>Nonoperating Revenues (Expenses)</b>	3,137	575	2,562	446		6,182	(3,045)	(49)		
<b>Income before Contributions and Adjustments</b>	23,717	9,520	14,197	149		2,227	21,490	965		
<b>Contributions (to)/from Federal/State Agencies</b>	6,983	(871)	7,854	902		4,189	2,794	67		
<b>Net Income</b>	\$ 30,700	\$ 8,649	\$ 22,051	255		\$ 6,416	\$ 24,284	378		
<b>Pro Forma Cash Flow</b>										
Net Income	\$ 30,700	\$ 8,649				\$ 6,416				
Add Depreciation and Amortization	42,088	41,533				36,679				
Add back POHAIC non-cash writeoff		1,980								
Pro Forma Cash Flow	\$ 72,788	\$ 52,162				\$ 43,095				

# Port of Houston Authority

## Balance Sheet

(\$ in thousands)

	<u>September 30, 2012</u>	<u>December 31, 2011</u>
<b>Current Assets</b>		
Cash & Cash Equivalents	\$ 52,484	\$ 200,520
Short-Term Investments	182,722	30,072
Trade Accounts & Other Receivables	23,903	24,051
Other	5,296	4,869
<b>Total Current Assets</b>	<u>264,405</u>	<u>259,512</u>
<b>Restricted Assets</b>	<u>128,656</u>	<u>116,967</u>
<b>Property</b>		
Land, Facilities & Equipment	1,905,618	1,890,988
CIP	84,666	61,592
Accumulated Depreciation	(628,408)	(590,403)
<b>Property, Net</b>	<u>1,361,876</u>	<u>1,362,177</u>
<b>Long-Term Investments</b>	<u>102,994</u>	<u>65,197</u>
<b>Other Assets</b>		
Deferred Charges	3,882	4,045
Industrial Agreements	3,576	3,837
Other	594	1,993
<b>Total Other Assets</b>	<u>8,052</u>	<u>9,875</u>
<b>TOTAL ASSETS</b>	<u>\$ 1,865,983</u>	<u>\$ 1,813,728</u>

**Port of Houston Authority  
Balance Sheet**

(\$ in thousands)

	<b>September 30, 2012</b>	<b>December 31, 2011</b>
	<hr/>	<hr/>
<b>Current Liabilities</b>		
Accounts Payable	\$ 3,872	\$ 13,834
Other Current Liabilities	9,702	9,314
<b>Total Current Liabilities</b>	<hr/> 13,574	<hr/> 23,148
 <b>Current Liabilities (Restricted Assets)</b>		
Current Maturities of Long-Term Debt	13,905	13,905
Accrued Interest Payable	19,025	9,396
Contract payables and accrued liabilities	4,995	4,066
<b>Total Restricted Current Liabilities</b>	<hr/> 37,925	<hr/> 27,367
 <b>Long-Term Debt, net of Current Maturities</b>	<hr/> 762,930	<hr/> 764,312
 <b>Other Non-Current Liabilities</b>		
Advances from Developer (Exxon)	-	1,551
Accrued Vacation and Sick Leave	5,355	5,162
OPEB Obligation	45,826	40,096
Other	6,813	5,946
<b>Total Other Non-Current Liabilities</b>	<hr/> 57,994	<hr/> 52,755
 <b>TOTAL LIABILITIES</b>	<hr/> 872,423	<hr/> 867,582
 <b>Net Assets</b>		
Invested in Capital Assets, net of debt	585,041	583,960
Restricted for Capital	38,911	60,204
Restricted for Debt Service	53,502	41,455
Restricted for Other	1,677	196
Unrestricted Net Assets	314,429	260,331
<b>Total Net Assets</b>	<hr/> 993,560	<hr/> 946,146
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	<hr/> <b>\$ 1,865,983</b>	<hr/> <b>\$ 1,813,728</b>