

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

	<u>October</u>			
	<u>2015</u>	<u>2014</u>	<u>Δ</u>	<u>%</u>
Operating Revenues				
Container Terminals	\$ 16,437	\$ 14,359	\$ 2,078	14
Turning Basin Terminals	3,938	5,731	(1,793)	(31)
Bulk	613	507	106	21
Leases	617	720	(103)	(14)
Other	1,021	1,019	2	-
Total Operating Revenues	<u>22,626</u>	<u>22,336</u>	<u>290</u>	<u>1</u>
Operating Expenses				
Container Terminals	6,613	5,697	916	16
Turning Basin Terminals	1,768	1,662	106	6
Bulk	21	22	(1)	(5)
Leases	17	(29)	46	(159)
Other	996	1,577	(581)	(37)
Pension and Other Retirement Benefits	431	542	(111)	(20)
Depreciation and Amortization	4,778	4,705	73	2
Total Operating Expenses	<u>14,624</u>	<u>14,176</u>	<u>448</u>	<u>3</u>
Operating Income	8,002	8,160	(158)	(2)
General & Administrative Expenses				
G&A Expenses	3,151	3,085	66	2
Pension and Other Retirement Benefits	337	437	(100)	(23)
Depreciation	241	225	16	7
Total G&A Expenses	<u>3,729</u>	<u>3,747</u>	<u>(18)</u>	<u>-</u>
Net Operating Income	4,273	4,413	(140)	(3)
Nonoperating Revenues (Expenses)	205	278	(73)	(26)
Income before Contributions	4,478	4,691	(213)	(5)
Contributions (to)/from Federal/State Agencies	(1,682)	40	(1,722)	(4,305)
Net Income	<u>\$ 2,796</u>	<u>\$ 4,731</u>	<u>\$ (1,935)</u>	<u>(41)</u>
Pro forma Cash Flow				
Net Income	\$ 2,796	\$ 4,731	\$ (1,935)	(41)
Add Depreciation and Amortization	5,019	4,930	89	2
Adjust for non-cash items	-	-	-	-
Pro forma Cash Flow	<u>\$ 7,815</u>	<u>\$ 9,661</u>	<u>\$ (1,846)</u>	<u>(19)</u>

These unaudited financial statements are prepared by the Port of Houston Authority ("Authority") and made available on its website (www.portofhouston.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)

	October					October		2015 vs	
	2015	2014	Δ	%		2013	2013	%	
Operating Revenues									
Container Terminals	\$ 169,524	\$ 142,186	\$ 27,338	19	\$ 129,456	\$ 40,068		31	
Turning Basin Terminals	53,920	54,868	(948)	(2)	46,132	7,788		17	
Bulk	4,673	5,222	(549)	(11)	3,884	789		20	
Leases	5,834	5,557	277	5	3,030	2,804		93	
Other	11,881	10,062	1,819	18	11,951	(70)		(1)	
Total Operating Revenues	245,832	217,895	27,937	13	194,453	51,379		26	
Operating Expenses									
Container Terminals	67,211	58,840	8,371	14	56,369	10,842		19	
Turning Basin Terminals	15,681	14,454	1,227	8	12,368	3,313		27	
Bulk	249	227	22	10	269	(20)		(7)	
Leases	287	93	194	209	134	153		114	
Other	12,663	12,285	378	3	11,877	786		7	
Pension and Other Retirement Benefits	4,383	5,429	(1,046)	(19)	6,119	(1,736)		(28)	
Depreciation and Amortization	47,114	44,949	2,165	5	44,344	2,770		6	
Total Operating Expenses	147,588	136,277	11,311	8	131,480	16,108		12	
Operating Income	98,244	81,618	16,626	20	62,973	35,271		56	
General & Administrative Expenses									
G&A Expenses	31,445	29,786	1,659	6	29,602	1,843		6	
Pension and Other Retirement Benefits	3,446	4,281	(835)	(20)	5,041	(1,595)		(32)	
Depreciation	2,379	2,236	143	6	2,111	268		13	
Total G&A Expenses	37,270	36,303	967	3	36,754	516		1	
Net Operating Income	60,974	45,315	15,659	35	26,219	34,755		133	
Nonoperating Revenues (Expenses)	4,431	6,675	(2,244)	(34)	3,792	639		17	
Income before Contributions	65,405	51,990	13,415	26	30,011	35,394		118	
Contributions (to)/from Federal/State Agencies	(1,883)	1,630	(3,513)	(216)	11,595	(13,478)		(116)	
Net Income	\$ 63,522	\$ 53,620	\$ 9,902	18	\$ 41,606	\$ 21,916		53	
Pro forma Cash Flow									
Net Income	\$ 63,522	\$ 53,620	\$ 9,902	18	\$ 41,606	\$ 21,916		53	
Add Depreciation and Amortization	49,493	47,184	2,309	5	46,455	3,038		7	
Adjust for non-cash items	(1,454)	5,000	(6,454)	(129)	3,719	(5,173)		(139)	
Pro forma Cash Flow	\$ 111,561	\$ 105,804	\$ 5,757	5	\$ 91,780	\$ 19,781		22	

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

	Unaudited October 31, 2015	Audited December 31, 2014
Current Assets		
Cash & Cash Equivalents	\$ 94,236	\$ 37,350
Short-Term Investments	199,810	140,915
Trade Accounts & Other Receivables	27,151	26,749
Other	2,281	3,651
Total Current Assets	323,478	208,665
Restricted Assets	48,669	56,897
Property		
Land, Facilities & Equipment	2,096,101	2,067,758
CIP	156,758	122,356
Accumulated Depreciation	(756,662)	(709,930)
Property, Net	1,496,197	1,480,184
Long-Term Investments	127,576	206,983
Other Assets		
Industrial Agreements	2,529	2,791
Other	4,847	1,824
Total Other Assets	7,376	4,615
Deferred Outflows of Resources		
Deferred loss on bond refunding	6,249	6,847
Total Assets and deferred outflows of resources	\$ 2,009,545	\$ 1,964,191

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited October 31, 2015	Audited December 31, 2014
Current Liabilities		
Accounts Payable	\$ 2,189	\$ 12,572
Other Current Liabilities	17,746	18,065
Total Current Liabilities	19,935	30,637
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	15,938	15,950
Accrued Interest Payable	3,234	9,049
Total Restricted Current Liabilities	19,172	24,999
Long-Term Debt, net of Current Maturities	702,429	720,795
Other Non-Current Liabilities		
Accrued Vacation and Sick Leave	6,216	4,937
OPEB Obligation	25,755	27,588
Other	24,922	23,749
Total Other Non-Current Liabilities	56,893	56,274
TOTAL LIABILITIES	798,429	832,705
Deferred Inflows of Resources		
Deferred gain on bond refunding	432	314
Net position		
Invested in Capital Assets, net of debt	783,647	749,755
Restricted for Debt Service	40,799	43,290
Unrestricted Net Assets	386,238	338,127
Total Net Position	1,210,684	1,131,172
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 2,009,545	\$ 1,964,191