

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

	March		Δ	%
	Unaudited	Unaudited		
	2016	2015		
Operating Revenues				
Container Terminals	\$ 17,608	\$ 18,544	\$ (936)	(5)
Turning Basin Terminals	4,552	6,424	(1,872)	(29)
Bulk	512	463	49	11
Leases	541	554	(13)	(2)
Other	1,467	1,315	152	12
Total Operating Revenues	<u>24,680</u>	<u>27,300</u>	<u>(2,620)</u>	<u>(10)</u>
Operating Expenses				
Container Terminals	7,774	6,835	939	14
Turning Basin Terminals	1,530	1,446	84	6
Bulk	28	24	4	17
Leases	12	19	(7)	(37)
Other	1,740	1,728	12	1
Pension and Other Retirement Benefits	437	437	-	-
Depreciation and Amortization	5,033	4,733	300	6
Total Operating Expenses	<u>16,554</u>	<u>15,222</u>	<u>1,332</u>	<u>9</u>
Operating Income	8,126	12,078	(3,952)	33
General & Administrative Expenses				
G&A Expenses	3,432	3,210	222	7
Pension and Other Retirement Benefits	374	345	29	8
Depreciation	405	227	178	78
Total G&A Expenses	<u>4,211</u>	<u>3,782</u>	<u>429</u>	<u>11</u>
Net Operating Income	3,915	8,296	(4,381)	53
Nonoperating Revenues (Expenses)	1,209	1,411	(202)	(14)
Income before Contributions	5,124	9,707	(4,583)	(47)
Contributions (to)/from Federal/State Agencies	(124)	-	(124)	(100)
Net Income	<u>\$ 5,000</u>	<u>\$ 9,707</u>	<u>\$ (4,707)</u>	<u>(48)</u>
Pro forma Cash Flow				
Net Income	\$ 5,000	\$ 9,707	\$ (4,707)	(48)
Add Depreciation and Amortization	5,438	4,960	478	10
Adjust for non cash items	(1,109)	(1,108)	(1)	-
Pro forma Cash Flow	<u>\$ 9,329</u>	<u>\$ 13,559</u>	<u>\$ (4,230)</u>	<u>(31)</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)

	March						March				
	Unaudited		Unaudited				Δ	%	2014	2016 vs 2014	%
	2016	2015	2016	2015							
Operating Revenues											
Container Terminals	\$ 50,786	\$ 48,833	\$ 1,953		4	\$ 38,787	\$ 11,999	31			
Turning Basin Terminals	12,955	19,102	(6,147)		(32)	14,420	(1,465)	(10)			
Bulk	1,375	1,294	81		6	1,320	55	4			
Leases	1,574	1,656	(82)		(5)	1,074	500	47			
Other	4,211	3,987	224		6	2,890	1,321	46			
Total Operating Revenues	70,901	74,872	(3,971)		(5)	58,491	12,410	21			
Operating Expenses											
Container Terminals	21,067	18,382	2,685		15	17,365	3,702	21			
Turning Basin Terminals	4,754	3,805	949		25	3,551	1,203	34			
Bulk	87	77	10		13	62	25	40			
Leases	17	47	(30)		(64)	11	6	55			
Other	4,534	4,922	(388)		(8)	3,358	1,176	35			
Pension and Other Retirement Benefits	1,307	1,309	(2)		-	1,632	(325)	(20)			
Depreciation and Amortization	15,090	14,049	1,041		7	13,119	1,971	15			
Total Operating Expenses	46,856	42,591	4,265		10	39,098	7,758	20			
Operating Income	24,045	32,281	(8,236)		(26)	19,393	4,652	24			
General & Administrative Expenses											
G&A Expenses	9,028	8,660	368		4	8,239	789	10			
Pension and Other Retirement Benefits	1,116	1,031	85		8	1,270	(154)	(12)			
Depreciation	925	683	242		35	665	260	39			
Total G&A Expenses	11,069	10,374	695		7	10,174	895	9			
Net Operating Income	12,976	21,907	(8,931)		(41)	9,219	3,757	41			
Nonoperating Revenues (Expenses)	3,656	2,097	1,559		74	2,656	1,000	38			
Income before Contributions	16,632	24,004	(7,372)		(31)	11,875	4,757	40			
Contributions (to)/from Federal/State Agencies	(124)	-	(124)		100	(175)	51	(29)			
Net Income	\$ 16,508	\$ 24,004	\$ (7,496)		(31)	\$ 11,700	\$ 4,808	41			
Pro forma Cash Flow											
Net Income	\$ 16,508	\$ 24,004	\$ (7,496)		(31)	\$ 11,700	\$ 4,808	41			
Add Depreciation and Amortization	16,015	14,732	1,283		9	13,784	2,231	16			
Adjust for non cash items	(1,109)	(1,108)	(1)		-	(1,052)	(57)	5			
Pro forma Cash Flow	\$ 31,414	\$ 37,628	\$ (6,214)		(17)	\$ 24,432	\$ 7,039	29			

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

	Unaudited March 31, 2016	Unaudited December 31, 2015
Current Assets		
Cash & Cash Equivalents	\$ 57,321	\$ 59,892
Short-Term Investments	233,645	225,710
Trade Accounts & Other Receivables	28,664	30,126
Other	1,923	2,739
Total Current Assets	<u>321,553</u>	<u>318,467</u>
Restricted Assets	<u>70,106</u>	<u>57,427</u>
Property		
Land, Facilities & Equipment	2,188,283	2,186,705
CIP	112,966	85,044
Accumulated Depreciation	(782,063)	(766,729)
Property, Net	<u>1,519,186</u>	<u>1,505,020</u>
Long-Term Investments	<u>130,221</u>	<u>136,548</u>
Other Assets		
Industrial Agreements	2,355	2,442
Other	4,975	5,310
Total Other Assets	<u>7,330</u>	<u>7,752</u>
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	11,641	11,641
Deferred loss on bond refunding	6,242	6,187
Total Deferred Outflows of Resources	<u>17,883</u>	<u>17,828</u>
Total Assets and deferred outflows of resources	<u>\$ 2,066,279</u>	<u>\$ 2,043,042</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited March 31, 2016	Unaudited December 31, 2015
Current Liabilities		
Accounts Payable	\$ 3,094	\$ 10,829
Other Current Liabilities	25,768	22,286
Total Current Liabilities	<u>28,862</u>	<u>33,115</u>
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	16,275	15,938
Accrued Interest Payable	17,381	9,025
Total Restricted Current Liabilities	<u>33,656</u>	<u>24,963</u>
Long-Term Debt, net of Current Maturities	<u>700,401</u>	<u>701,358</u>
Other Non-Current Liabilities		
Accrued Vacation and Sick Leave	5,347	5,624
OPEB Obligation	22,776	24,588
Net Pension Liability	5,061	5,061
Other	25,219	25,479
Total Other Non-Current Liabilities	<u>58,403</u>	<u>60,752</u>
TOTAL LIABILITIES	<u>821,322</u>	<u>820,188</u>
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	3,974	3,974
Deferred gain on bond refunding	248	422
Total Deferred Inflows of Resources	<u>4,222</u>	<u>4,396</u>
Commitments and Contingencies		
Net position		
Invested in Capital Assets, net of debt	808,503	793,489
Restricted for Debt Service	46,037	43,738
Unrestricted Net Assets	386,195	381,231
Total Net Position	<u>1,240,735</u>	<u>1,218,458</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 2,066,279</u>	<u>\$ 2,043,042</u>