

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

	December			
	Unaudited 2012	2011	2012 vs. 2011	%
Operating Revenues				
Container Terminals	\$ 12,397	\$ 11,214	\$ 1,183	11
Turning Basin Terminals	2,829	2,978	(149)	(5)
Bulk	285	278	7	3
Leases	2,038	1,891	147	8
Other	571	1,197	(626)	(52)
Total Operating Revenues	<u>18,120</u>	<u>17,558</u>	<u>562</u>	<u>3</u>
Operating Expenses				
Container Terminals	5,286	7,086	(1,800)	(25)
Turning Basin Terminals	1,393	1,654	(261)	(16)
Bulk	28	29	(1)	(3)
Leases	250	4,549	(4,299)	(95)
Other	1,545	461	1,084	235
Pension and Other Retirement Benefits	593	(982)	1,575	(160)
Depreciation and Amortization	4,304	4,423	(119)	(3)
Total Operating Expenses	<u>13,399</u>	<u>17,220</u>	<u>(3,821)</u>	<u>(22)</u>
Operating Income	4,721	338	4,383	1,297
General & Administrative Expenses				
G&A Expenses	4,243	3,294	949	29
Pension and Other Retirement Benefits	735	(1,261)	1,996	(158)
Depreciation	433	282	151	54
Total G&A Expenses	<u>5,411</u>	<u>2,315</u>	<u>3,096</u>	<u>134</u>
Net Operating Income / (Loss)	(690)	(1,977)	1,287	(65)
Nonoperating Revenues (Expenses)	(3,158)	1,711	(4,869)	(285)
Income before contributions and transfers	(3,848)	(266)	(3,582)	1,347
Contributions (to)/from Federal/State Agencies	(4)	1,304	(1,308)	100
Net Income / (Loss)	<u>\$ (3,852)</u>	<u>\$ 1,038</u>	<u>\$ (4,890)</u>	<u>(471)</u>
Pro Forma Cash Flow				
Net Income	\$ (3,852)	\$ 1,038		
Add Depreciation and Amortization	4,737	4,705		
Non-cash write-off (Note K)	3,294	-		
Pro Forma Cash Flow	<u>\$ 4,179</u>	<u>\$ 5,743</u>		

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

	<u>December</u>					<u>December</u>		
	<u>Unaudited</u>		<u>2012 vs.</u>			<u>2010</u>	<u>2012 vs.</u>	<u>%</u>
	<u>2012</u>	<u>2011</u>	<u>2011</u>	<u>%</u>		<u>2010</u>	<u>2010</u>	
Operating Revenues								
Container Terminals	\$ 137,182	\$ 130,330	\$ 6,852	5	\$ 120,361	\$ 16,821	14	
Turning Basin Terminals	43,659	38,018	5,641	15	30,446	13,213	43	
Bulk	3,344	4,054	(710)	(18)	3,278	66	2	
Leases	24,027	22,751	1,276	6	21,241	2,786	13	
Other	14,924	9,554	5,370	56	9,154	5,770	63	
Total Operating Revenues	<u>223,136</u>	<u>204,707</u>	<u>18,429</u>	<u>9</u>	<u>184,480</u>	<u>38,656</u>	<u>21</u>	
Operating Expenses								
Container Terminals	63,398	63,852	(454)	(1)	61,527	1,871	3	
Turning Basin Terminals	12,613	14,418	(1,805)	(13)	15,782	(3,169)	(20)	
Bulk	243	368	(125)	(34)	297	(54)	(18)	
Leases	1,312	6,064	(4,752)	(78)	2,864	(1,552)	(54)	
Other	9,459	7,061	2,398	34	6,834	2,625	38	
Pension and Other Retirement Benefits	7,049	6,602	447	7	9,301	(2,252)	(24)	
Depreciation and Amortization	51,561	51,979	(418)	(1)	50,093	1,468	3	
Total Operating Expenses	<u>145,635</u>	<u>150,344</u>	<u>(4,709)</u>	<u>(3)</u>	<u>146,698</u>	<u>(1,063)</u>	<u>(1)</u>	
Operating Income	77,501	54,363	23,138		37,782	39,719	105	
General & Administrative Expenses								
G&A Expenses	42,498	32,265	10,233	32	40,230	2,268	6	
Pension and Other Retirement Benefits	8,739	8,459	280	3	12,111	(3,372)	(28)	
Depreciation	4,542	3,409	1,133	33	3,366	1,176	35	
Total G&A Expenses	<u>55,779</u>	<u>44,133</u>	<u>11,646</u>	<u>26</u>	<u>55,707</u>	<u>72</u>	<u>0</u>	
Net Operating Income (Loss)	21,722	10,230	11,492	112	(17,925)	39,647	221	
Nonoperating Revenues (Expenses)	552	4,849	(4,297)	(89)	3,277	(2,725)	(83)	
Income before Contributions and Adjustments	<u>22,274</u>	<u>15,079</u>	<u>7,195</u>	<u>48</u>	<u>(14,648)</u>	<u>36,922</u>	<u>(252)</u>	
Contributions (to)/from Federal/State Agencies	8,318	285	8,033	(2,819)	5,743	2,575	45	
Net Income	<u>\$ 30,592</u>	<u>\$ 15,364</u>	<u>\$ 15,228</u>	<u>99</u>	<u>\$ (8,905)</u>	<u>\$ 39,497</u>	<u>(444)</u>	
Pro Forma Cash Flow								
Net Income	\$ 30,592	\$ 15,364			\$ (8,905)			
Add Depreciation and Amortization	56,103	55,388			53,459			
Non-cash write-off (Note N)	3,294	2,046			11,250			
Pro Forma Cash Flow	<u>\$ 89,989</u>	<u>\$ 72,798</u>			<u>\$ 55,804</u>			

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited December 31, 2012	December 31, 2011
Current Assets		
Cash & Cash Equivalents	\$ 58,681	\$ 200,520
Short-Term Investments	178,822	30,072
Trade Accounts & Other Receivables	18,895	24,051
Other	3,889	4,869
Total Current Assets	<u>260,287</u>	<u>259,512</u>
Restricted Assets	<u>92,615</u>	<u>116,967</u>
Property		
Land, Facilities & Equipment	1,914,591	1,890,988
CIP	90,775	61,592
Accumulated Depreciation	(641,612)	(590,403)
Property, Net	<u>1,363,754</u>	<u>1,362,177</u>
Long-Term Investments	<u>112,084</u>	<u>65,197</u>
Other Assets		
Deferred Charges	3,818	4,045
Industrial Agreements	3,488	3,837
Other	834	1,993
Total Other Assets	<u>8,140</u>	<u>9,875</u>
TOTAL ASSETS	<u><u>\$ 1,836,880</u></u>	<u><u>\$ 1,813,728</u></u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited December 31, 2012	December 31, 2011
Current Liabilities		
Accounts Payable	\$ 3,540	\$ 13,834
Other Current Liabilities	8,438	9,314
Total Current Liabilities	11,978	23,148
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	14,345	13,905
Accrued Interest Payable	9,376	9,396
Contract payables and accrued liabilities	5,299	4,066
Total Restricted Current Liabilities	29,020	27,367
Long-Term Debt, net of Current Maturities	745,960	764,312
Other Non-Current Liabilities		
Advances from Developer (Exxon)	-	1,551
Accrued Vacation and Sick Leave	5,241	5,162
OPEB Obligation	37,071	40,096
Other	7,177	5,946
Total Other Non-Current Liabilities	49,489	52,755
TOTAL LIABILITIES	836,447	867,582
Net Assets		
Invested in Capital Assets, net of debt	603,449	583,960
Restricted for Capital	29,261	60,204
Restricted for Debt Service	43,240	41,455
Restricted for Other	2,754	196
Unrestricted Net Assets	321,729	260,331
Total Net Assets	1,000,433	946,146
TOTAL LIABILITIES AND NET ASSETS	\$ 1,836,880	\$ 1,813,728