

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

	<u>July</u>			
	<u>2014</u>	<u>2013</u>	<u>Δ</u>	<u>%</u>
<b>Operating Revenues</b>				
Container Terminals	\$ 14,929	\$ 14,309	\$ 620	4
Turning Basin Terminals	6,652	4,710	1,942	41
Bulk	1,003	377	626	166
Leases	490	309	181	59
Other	948	1,079	(131)	(12)
Total Operating Revenues	<u>24,022</u>	<u>20,784</u>	<u>3,238</u>	<u>16</u>
<b>Operating Expenses</b>				
Container Terminals	6,188	5,913	275	5
Turning Basin Terminals	1,711	1,419	292	21
Bulk	21	31	(10)	(32)
Leases	(12)	26	(38)	(146)
Other	1,246	1,236	10	1
Pension and Other Retirement Benefits	539	533	6	1
Depreciation and Amortization	4,423	4,356	67	2
Total Operating Expenses	<u>14,116</u>	<u>13,514</u>	<u>602</u>	<u>4</u>
<b>Operating Income</b>	9,906	7,270	2,636	36
<b>General &amp; Administrative Expenses</b>				
G&A Expenses	3,416	3,305	111	3
Pension and Other Retirement Benefits	434	435	(1)	-
Depreciation	218	208	10	5
Total G&A Expenses	<u>4,068</u>	<u>3,948</u>	<u>120</u>	<u>3</u>
<b>Net Operating Income (Loss)</b>	5,838	3,322	2,516	76
<b>Nonoperating Revenues (Expenses)</b>	755	432	323	(75)
<b>Income before Contributions</b>	<u>6,593</u>	<u>3,754</u>	<u>2,839</u>	<u>(76)</u>
<b>Contributions (to)/from Federal/State Agencies</b>	1,424	501	923	184
<b>Net Income</b>	<u>\$ 8,017</u>	<u>\$ 4,255</u>	<u>\$ 3,762</u>	<u>88</u>
<b>Pro forma Cash Flow</b>				
Net Income	\$ 8,017	\$ 4,255	\$ 3,762	88
Add Depreciation and Amortization	4,641	4,564	77	2
Adjust for non cash items	(456)	-	(456)	(100)
Pro forma Cash Flow	<u>\$ 12,202</u>	<u>\$ 8,819</u>	<u>\$ 3,383</u>	<u>38</u>

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

	<u>July</u>					<u>July</u>		
	<u>2014</u>	<u>2013</u>	<u>Δ</u>	<u>%</u>		<u>2012</u>	<u>2012</u>	<u>%</u>
<b>Operating Revenues</b>								
Container Terminals	\$ 96,046	\$ 89,982	\$ 6,064	7	\$ 78,651	\$ 17,395	22	
Turning Basin Terminals	37,805	31,528	6,277	20	33,756	4,049	12	
Bulk	3,782	2,665	1,117	42	2,722	1,060	39	
Leases	3,975	2,099	1,876	89	1,912	2,063	108	
Other	6,679	8,830	(2,151)	(24)	12,532	(5,853)	(47)	
Total Operating Revenues	<u>148,287</u>	<u>135,104</u>	<u>13,183</u>	<u>10</u>	<u>129,573</u>	<u>18,714</u>	<u>14</u>	
<b>Operating Expenses</b>								
Container Terminals	41,155	39,407	1,748	4	35,600	5,555	16	
Turning Basin Terminals	9,510	8,421	1,089	13	7,572	1,938	26	
Bulk	153	187	(34)	(18)	146	7	5	
Leases	61	104	(43)	(41)	216	(155)	(72)	
Other	8,090	8,207	(117)	(1)	7,424	666	9	
Pension and Other Retirement Benefits	3,808	4,527	(719)	(16)	4,959	(1,151)	(23)	
Depreciation and Amortization	31,014	31,372	(358)	(1)	31,407	(393)	(1)	
Total Operating Expenses	<u>93,791</u>	<u>92,225</u>	<u>1,566</u>	<u>2</u>	<u>87,324</u>	<u>6,467</u>	<u>7</u>	
<b>Operating Income</b>	54,496	42,879	11,617	27	42,249	12,247	29	
<b>General &amp; Administrative Expenses</b>								
G&A Expenses	20,811	20,766	45	-	20,343	468	2	
Pension and Other Retirement Benefits	2,977	3,727	(750)	(20)	4,243	(1,266)	(30)	
Depreciation	1,570	1,457	113	8	1,163	407	35	
Total G&A Expenses	<u>25,358</u>	<u>25,950</u>	<u>(592)</u>	<u>(2)</u>	<u>25,749</u>	<u>(391)</u>	<u>(2)</u>	
<b>Net Operating Income</b>	29,138	16,929	12,209	72	16,500	12,638	77	
<b>Nonoperating Revenues (Expenses)</b>	5,632	2,202	3,430	156	2,567	3,065	119	
<b>Income before Contributions</b>	<u>34,770</u>	<u>19,131</u>	<u>15,639</u>	<u>82</u>	<u>19,067</u>	<u>15,703</u>	<u>82</u>	
<b>Contributions (to)/from Federal/State Agencies</b>	1,212	6,268	(5,056)	(81)	3,726	(2,514)	(67)	
<b>Net Income</b>	<u>\$ 35,982</u>	<u>\$ 25,399</u>	<u>\$ 10,583</u>	<u>42</u>	<u>\$ 22,793</u>	<u>\$ 13,189</u>	<u>58</u>	
<b>Pro forma Cash Flow</b>								
Net Income	\$ 35,982	\$ 25,399	\$ 10,583	42	\$ 22,793	\$ 13,189	58	
Add Depreciation and Amortization	32,584	32,829	(245)	(1)	32,570	14	-	
Adjust for non cash items	(2,534)	4,741	(7,275)	(153)	-	(2,534)	-	
Pro forma Cash Flow	<u>\$ 66,032</u>	<u>\$ 62,969</u>	<u>\$ 3,063</u>	<u>5</u>	<u>\$ 55,363</u>	<u>\$ 13,203</u>	<u>24</u>	

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

	<b>July 31, 2014</b>	<b>December 31, 2013</b>
<b>Current Assets</b>		
Cash & Cash Equivalents	\$ 18,835	\$ 24,241
Short-Term Investments	158,627	156,062
Trade Accounts & Other Receivables	26,131	23,607
Other	3,861	2,830
<b>Total Current Assets</b>	207,454	206,740
<b>Restricted Assets</b>	76,058	75,644
<b>Property</b>		
Land, Facilities & Equipment	2,008,380	1,990,836
CIP	148,429	113,982
Accumulated Depreciation	(703,295)	(671,684)
<b>Property, Net</b>	1,453,514	1,433,134
<b>Long-Term Investments</b>	199,548	174,929
<b>Other Assets</b>		
Industrial Agreements	2,936	3,140
Other	2,490	2,000
<b>Total Other Assets</b>	5,426	5,140
<b>Deferred Outflows of Resources</b>		
Deferred loss on bond refunding	7,014	7,248
<b>Total Assets and deferred outflows of resources</b>	\$ 1,949,014	\$ 1,902,835

## Port of Houston Authority

### Balance Sheet

(\$ in thousands)

	July 31, 2014	December 31, 2013
<b>Current Liabilities</b>		
Accounts Payable	\$ 2,964	\$ 8,113
Other Current Liabilities	17,814	18,205
<b>Total Current Liabilities</b>	20,778	26,318
<b>Current Liabilities (Restricted Assets)</b>		
Current Maturities of Long-Term Debt	15,245	15,245
Accrued Interest Payable	12,297	9,223
Contract payables and accrued liabilities	-	4,139
<b>Total Restricted Current Liabilities</b>	27,542	28,607
<b>Long-Term Debt, net of Current Maturities</b>	737,681	739,053
<b>Other Non-Current Liabilities</b>		
Accrued Vacation and Sick Leave	5,670	4,740
OPEB Obligation	36,056	32,556
Other	9,177	9,219
<b>Total Other Non-Current Liabilities</b>	50,903	46,515
<b>TOTAL LIABILITIES</b>	836,904	840,493
<b>Deferred Inflows of Resources</b>		
Deferred gain on bond refunding	336	366
<b>Net position</b>		
Invested in Capital Assets, net of debt	707,266	685,717
Restricted for Capital	-	7,195
Restricted for Debt Service	53,767	44,598
Unrestricted Net Assets	350,741	324,466
<b>Total Net Position</b>	1,111,774	1,061,976
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	\$ 1,949,014	\$ 1,902,835