

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

	July		Δ	%
	Unaudited 2017	Audited 2016		
Operating Revenues				
Container Terminals	\$ 21,183	\$ 17,555	\$ 3,628	21
Turning Basin Terminals	5,351	4,269	1,082	25
Bulk	400	391	9	2
Leases	455	573	(118)	(21)
Other	1,002	966	36	4
Total Operating Revenues	28,391	23,754	4,637	20
Operating Expenses				
Container Terminals	8,488	7,108	1,380	19
Turning Basin Terminals	1,519	1,395	124	9
Bulk	28	24	4	17
Leases	14	(55)	69	(100)
Other	1,133	987	146	15
Pension and Other Retirement Benefits	535	474	61	13
Depreciation and Amortization	5,765	4,985	780	16
Total Operating Expenses	17,482	14,918	2,564	17
Operating Income	10,909	8,836	2,073	23
General & Administrative Expenses				
G&A Expenses	3,323	3,413	(90)	(3)
Pension and Other Retirement Benefits	381	336	45	13
Depreciation	247	275	(28)	(10)
Total G&A Expenses	3,951	4,024	(73)	(2)
Net Operating Income	6,958	4,812	2,146	45
Nonoperating Revenues (Expenses)	315	426	(111)	(26)
Income before Contributions	7,273	5,238	2,035	39
Contributions (to)/from Federal/State Agencies	1,621	(239)	1,860	100
Net Income	\$ 8,894	\$ 4,999	\$ 3,895	78
Pro forma Cash Flow				
Net Income	\$ 8,894	\$ 4,999	\$ 3,895	78
Add Depreciation and Amortization	6,012	5,260	752	14
Pro forma Cash Flow	\$ 14,906	\$ 10,259	\$ 4,647	45

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

	July						July		
	Unaudited	Audited	Δ	%			2015	2017 vs 2015	
	2017	2016							
Operating Revenues									
Container Terminals	\$ 145,900	\$ 121,774	\$ 24,126	20	\$ 119,067	\$ 26,833	23		
Turning Basin Terminals	32,804	30,150	2,654	9	41,079	(8,275)	(20)		
Bulk	2,768	3,095	(327)	(11)	3,229	(461)	(14)		
Leases	4,042	4,081	(39)	(1)	4,025	17	-		
Other	6,490	8,459	(1,969)	(23)	9,027	(2,537)	(28)		
Total Operating Revenues	192,004	167,559	24,445	15	176,427	15,577	9		
Operating Expenses									
Container Terminals	59,160	51,240	7,920	15	46,303	12,857	28		
Turning Basin Terminals	10,300	10,346	(47)	-	11,057	(758)	(7)		
Bulk	181	184	(3)	(1)	185	(3)	(2)		
Leases	347	43	304	100	241	106	44		
Other	7,382	9,321	(1,939)	(21)	9,630	(2,248)	(23)		
Pension and Other Retirement Benefits	6,129	3,121	3,008	100	3,065	3,064	100		
Depreciation and Amortization	36,080	35,101	979	3	32,617	3,463	11		
Total Operating Expenses	119,579	109,356	10,223	9	103,098	16,481	16		
Operating Income	72,425	58,203	14,222	24	73,329	(904)	(1)		
General & Administrative Expenses									
G&A Expenses	22,163	21,764	399	2	21,436	727	3		
Pension and Other Retirement Benefits	4,281	2,542	1,739	68	2,415	1,866	77		
Depreciation	1,888	1,955	(68)	(3)	1,656	232	14		
Total G&A Expenses	28,332	26,261	2,071	8	25,507	2,825	11		
Net Operating Income	44,093	31,942	12,152	38	47,822	(3,729)	(8)		
Nonoperating Revenues (Expenses)	2,200	9,468	(7,268)	(77)	3,516	(1,316)	(37)		
Income before Contributions	46,293	41,410	4,884	12	51,338	(5,045)	(10)		
Contributions (to)/from Federal/State Agencies	3,565	(1,125)	4,690	100	11	3,554	100		
Net Income	\$ 49,858	\$ 40,285	\$ 9,573	24	\$ 51,349	\$ (1,491)	(3)		
Pro forma Cash Flow									
Net Income	\$ 49,858	\$ 40,285	\$ 9,573	24	\$ 51,349	\$ (1,491)	(3)		
Add Depreciation and Amortization	37,968	37,056	912	2	34,273	3,695	11		
Adjust for non cash items	4,056	(5,834)	9,890	100	(1,124)	5,180	100		
Pro forma Cash Flow	\$ 91,882	\$ 71,507	\$ 20,375	28	\$ 84,498	\$ 7,383	9		

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited July 31, 2017	Audited December 31, 2016
Current Assets		
Cash & Cash Equivalents	\$ 51,992	\$ 39,356
Short-Term Investments	310,580	290,711
Trade Accounts & Other Receivables	31,968	31,930
Other	3,040	2,418
Total Current Assets	<u>397,580</u>	<u>364,415</u>
Restricted Assets	<u>74,140</u>	<u>63,365</u>
Property		
Land, Facilities & Equipment	2,232,538	2,229,531
CIP	291,456	224,137
Accumulated Depreciation	(879,609)	(842,173)
Property, Net	<u>1,644,385</u>	<u>1,611,495</u>
Long-Term Investments	<u>14,563</u>	<u>60,724</u>
Other Assets		
Industrial Agreements	1,889	2,093
Other	5,163	4,096
Total Other Assets	<u>7,052</u>	<u>6,189</u>
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	16,500	16,500
Deferred loss on bond refunding	4,919	5,402
Total Deferred Outflows of Resources	<u>21,419</u>	<u>21,902</u>
Total Assets and deferred outflows of resources	<u>\$ 2,159,139</u>	<u>\$ 2,128,090</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited July 31, 2017	Audited December 31, 2016
Current Liabilities		
Accounts Payable	\$ 3,044	\$ 38,594
Other Current Liabilities	27,543	26,882
Total Current Liabilities	30,587	65,476
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	19,165	19,165
Accrued Interest Payable	11,325	8,494
Total Restricted Current Liabilities	30,490	27,659
Long-Term Debt, net of Current Maturities	675,531	677,958
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	7,552	6,242
OPEB Obligation	18,686	18,669
Net Pension Liability	13,473	13,472
Other	37,638	37,950
Total Other Noncurrent Liabilities	77,349	76,333
TOTAL LIABILITIES	813,957	847,426
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	3,210	3,210
Deferred gain on bond refunding	178	209
Total Deferred Inflows of Resources	3,388	3,419
Commitments and Contingencies	-	-
Net position		
Invested in Capital Assets, net of debt	954,430	919,177
Restricted for Debt Service	57,276	45,705
Unrestricted Net Assets	330,088	312,363
Total Net Position	1,341,794	1,277,245
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 2,159,139	\$ 2,128,090