

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

	March		Δ	%
	Unaudited 2018	Unaudited 2017		
Operating Revenues				
Container Terminals	\$ 23,799	\$ 21,389	\$ 2,410	11
Turning Basin Terminals	4,984	4,800	184	4
Bulk	415	390	25	6
Leases	895	626	269	43
Other	1,093	928	165	18
Total Operating Revenues	<u>31,186</u>	<u>28,133</u>	<u>3,053</u>	<u>11</u>
Operating Expenses				
Container Terminals	8,932	9,198	(266)	(3)
Turning Basin Terminals	543	1,373	(830)	(60)
Bulk	29	30	(1)	(3)
Leases	89	26	63	100
Other	1,224	1,174	50	4
Pension and Other Retirement Benefits	561	621	(60)	(10)
Depreciation and Amortization	5,322	5,031	291	6
Total Operating Expenses	<u>16,700</u>	<u>17,453</u>	<u>(753)</u>	<u>(4)</u>
Operating Income	14,486	10,680	3,806	36
General & Administrative Expenses				
G&A Expenses	3,865	3,534	331	9
Pension and Other Retirement Benefits	327	297	30	10
Depreciation	216	249	(33)	(13)
Total G&A Expenses	<u>4,408</u>	<u>4,080</u>	<u>328</u>	<u>8</u>
Net Operating Income	10,078	6,600	3,478	53
Nonoperating Revenues (Expenses)	53	504	(451)	(89)
Income before Contributions	<u>10,131</u>	<u>7,104</u>	<u>3,027</u>	<u>43</u>
Contributions (to)/from Federal/State Agencies	37	124	(87)	(70)
Net Income	<u>\$ 10,168</u>	<u>\$ 7,228</u>	<u>\$ 2,940</u>	<u>41</u>
Pro forma Cash Flow				
Net Income	\$ 10,168	\$ 7,228	\$ 2,940	41
Add Depreciation and Amortization	5,538	5,280	258	5
Adjust for non cash items	246	(172)	418	100
Pro forma Cash Flow	<u>\$ 15,952</u>	<u>\$ 12,336</u>	<u>\$ 3,616</u>	<u>29</u>

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)

	March						March		
	Unaudited		Δ	%			2016	2018 vs 2016	%
	2018	2017							
Operating Revenues									
Container Terminals	\$ 66,653	\$ 62,234	\$ 4,419	7	\$ 50,786	\$ 15,867	31		
Turning Basin Terminals	13,713	13,436	277	2	12,955	758	6		
Bulk	1,224	1,175	49	4	1,375	(151)	(11)		
Leases	2,046	1,816	230	13	1,574	472	30		
Other	2,623	2,725	(102)	(4)	4,211	(1,588)	(38)		
Total Operating Revenues	86,259	81,386	4,873	6	70,901	15,358	22		
Operating Expenses									
Container Terminals	27,029	25,410	1,619	6	21,067	5,962	28		
Turning Basin Terminals	3,388	3,721	(333)	(9)	4,754	(1,366)	(29)		
Bulk	78	72	6	8	87	(9)	(10)		
Leases	76	70	6	9	17	59	100		
Other	3,334	3,162	172	5	4,622	(1,288)	(28)		
Pension and Other Retirement Benefits	1,693	3,988	(2,295)	(58)	1,322	371	28		
Depreciation and Amortization	15,693	15,100	593	4	15,090	603	4		
Total Operating Expenses	51,291	51,523	(232)	-	46,959	4,332	9		
Gross Margin	34,968	29,863	5,105	17	23,942	11,026	46		
General & Administrative Expenses									
G&A Expenses	10,939	9,426	1,513	16	8,940	1,999	22		
Pension and Other Retirement Benefits	995	2,755	(1,760)	(64)	1,101	(106)	(10)		
Depreciation	653	900	(247)	(27)	925	(272)	(29)		
Total G&A Expenses	12,587	13,081	(494)	(4)	10,966	1,621	15		
Net Operating Income	22,381	16,782	5,599	33	12,976	9,405	72		
Nonoperating Revenues (Expenses)	834	1,195	(361)	(30)	3,656	(2,822)	(77)		
Income before Contributions	23,215	17,977	5,238	29	16,632	6,583	40		
Contributions (to)/from Federal/State Agencies	(63)	15	(78)	(100)	(124)	61	(100)		
Net Income	\$ 23,152	\$ 17,992	\$ 5,160	29	\$ 16,508	\$ 6,644	40		
Pro forma Cash Flow									
Net Income	\$ 23,152	\$ 17,992	\$ 5,160	29	\$ 16,508	\$ 6,644	40		
Add Depreciation and Amortization	16,346	16,000	346	2	16,015	331	2		
Adjust for non cash items	246	(172)	418	100	(1,109)	1,355	(100)		
Pro forma Cash Flow	\$ 39,744	\$ 33,820	\$ 5,924	18	\$ 31,414	\$ 8,330	27		

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

	Unaudited March 31, 2018	Unaudited December 31, 2017
Current Assets		
Cash & Cash Equivalents	\$ 52,708	\$ 75,492
Short-Term Investments	257,687	228,527
Trade Accounts & Other Receivables	30,997	30,783
Other	6,037	1,960
Total Current Assets	<u>347,429</u>	<u>336,762</u>
Restricted Assets	<u>73,787</u>	<u>60,709</u>
Property		
Land, Facilities & Equipment	2,389,374	2,276,392
CIP	212,988	335,074
Accumulated Depreciation	(922,867)	(905,148)
Property, Net	<u>1,679,495</u>	<u>1,706,318</u>
Long-Term Investments	<u>44,565</u>	<u>37,850</u>
Other Assets		
Industrial Agreements	1,657	1,744
Other	9,578	5,021
Total Other Assets	<u>11,235</u>	<u>6,765</u>
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	15,583	16,500
Deferred loss on bond refunding	5,020	5,097
Total Deferred Outflows of Resources	<u>20,603</u>	<u>21,597</u>
Total Assets and deferred outflows of resources	<u>\$ 2,177,114</u>	<u>\$ 2,170,001</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited March 31, 2018	Unaudited December 31, 2017
Current Liabilities		
Accounts Payable	\$ 4,914	\$ 32,913
Other Current Liabilities	22,404	21,941
Total Current Liabilities	<u>27,318</u>	<u>54,854</u>
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	19,945	19,945
Accrued Interest Payable	16,523	8,262
Total Restricted Current Liabilities	<u>36,468</u>	<u>28,207</u>
Long-Term Debt, net of Current Maturities	<u>653,014</u>	<u>653,953</u>
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	6,846	6,335
OPEB Obligation	14,402	17,869
Net Pension Liability	10,277	13,472
Other	15,107	15,480
Total Other Noncurrent Liabilities	<u>46,632</u>	<u>53,156</u>
TOTAL LIABILITIES	<u>763,432</u>	<u>790,170</u>
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	4,084	3,210
Deferred gain on bond refunding	152	160
Total Deferred Inflows of Resources	<u>4,236</u>	<u>3,370</u>
Commitments and Contingencies	-	-
Net position		
Invested in Capital Assets, net of debt	1,011,405	1,037,357
Restricted for Debt Service	50,978	46,461
Unrestricted Net Assets	347,063	292,643
Total Net Position	<u>1,409,446</u>	<u>1,376,461</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 2,177,114</u>	<u>\$ 2,170,001</u>