

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

	May		Δ	%
	Unaudited 2019	Audited 2018		
Operating Revenues				
Container Terminals	\$ 26,515	\$ 24,278	\$ 2,237	9
Turning Basin Terminals	5,006	6,305	(1,299)	(21)
Bulk	469	439	30	7
Leases	469	727	(258)	(35)
Other	1,035	974	61	6
Total Operating Revenues	<u>33,494</u>	<u>32,723</u>	<u>771</u>	<u>2</u>
Operating Expenses				
Container Terminals	10,820	10,160	660	6
Turning Basin Terminals	1,718	1,479	239	16
Bulk	75	98	(23)	(23)
Leases	-	85	(85)	(100)
Other	1,206	729	477	65
Pension and Other Retirement Benefits	557	569	(12)	(2)
Depreciation and Amortization	5,674	5,310	364	7
Total Operating Expenses	<u>20,050</u>	<u>18,430</u>	<u>1,620</u>	<u>9</u>
Gross Margin	13,444	14,293	(849)	(6)
General & Administrative Expenses				
G&A Expenses	4,199	3,946	253	6
Pension and Other Retirement Benefits	325	336	(11)	(3)
Depreciation	206	216	(10)	(5)
Total G&A Expenses	<u>4,730</u>	<u>4,498</u>	<u>232</u>	<u>5</u>
Net Operating Income	8,714	9,795	(1,081)	(11)
Nonoperating Revenues (Expenses)	980	487	493	100
Income before Contributions	9,694	10,282	(588)	(6)
Contributions (to)/from Federal/State Agencies	182	298	(116)	(39)
Net Income	<u>\$ 9,876</u>	<u>\$ 10,580</u>	<u>\$ (704)</u>	<u>(7)</u>
Pro forma Cash Flow (GAAP)				
Net Income	\$ 9,876	\$ 10,580	\$ (704)	(7)
Add Depreciation and Amortization	5,880	5,526	354	6
Pro forma Cash Flow (GAAP)	<u>\$ 15,756</u>	<u>\$ 16,106</u>	<u>\$ (350)</u>	<u>(2)</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)

	May				May		
	Unaudited	Audited	Δ	%	2017	2019 vs 2017	%
	2019	2018			2017	2019 vs 2017	
Operating Revenues							
Container Terminals	\$ 125,604	\$ 113,689	\$ 11,915	10	\$ 103,149	\$ 22,455	22
Turning Basin Terminals	23,790	25,263	(1,473)	(6)	22,658	1,132	5
Bulk	2,328	2,043	285	14	1,974	354	18
Leases	2,937	3,373	(436)	(13)	3,010	(73)	(2)
Other	4,909	4,642	267	6	4,572	337	7
Total Operating Revenues	<u>159,568</u>	<u>149,010</u>	<u>10,558</u>	<u>7</u>	<u>135,363</u>	<u>24,205</u>	<u>18</u>
Operating Expenses							
Container Terminals	51,964	47,662	4,302	9	42,206	9,758	23
Turning Basin Terminals	9,422	6,155	3,267	53	7,282	2,140	29
Bulk	405	199	206	100	125	280	100
Leases	25	228	(203)	(89)	311	(286)	(92)
Other	5,081	5,749	(668)	(12)	5,101	(20)	-
Pension and Other Retirement Benefits	2,583	2,852	(269)	(9)	5,058	(2,475)	(49)
Depreciation and Amortization	28,398	26,323	2,075	8	25,109	3,289	13
Total Operating Expenses	<u>97,878</u>	<u>89,168</u>	<u>8,710</u>	<u>10</u>	<u>85,192</u>	<u>12,686</u>	<u>15</u>
Gross Margin	61,690	59,842	1,848	3	50,171	11,519	23
General & Administrative Expenses							
G&A Expenses	17,961	18,445	(484)	(3)	15,784	2,177	14
Pension and Other Retirement Benefits	1,491	1,665	(174)	(10)	3,519	(2,028)	(58)
Depreciation	1,064	1,085	(21)	(2)	1,394	(330)	(24)
Total G&A Expenses	<u>20,516</u>	<u>21,195</u>	<u>(679)</u>	<u>(3)</u>	<u>20,697</u>	<u>(181)</u>	<u>(1)</u>
Net Operating Income	41,174	38,647	2,527	7	29,474	11,700	40
Nonoperating Revenues (Expenses)	5,646	1,816	3,830	100	1,790	3,856	100
Income before Contributions	46,820	40,463	6,357	16	31,264	15,556	50
Contributions (to)/from Federal/State Agencies	(1,043)	754	(1,797)	(100)	3,015	(4,058)	(100)
Net Income	<u>\$ 45,777</u>	<u>\$ 41,217</u>	<u>\$ 4,560</u>	<u>11</u>	<u>\$ 34,279</u>	<u>\$ 11,498</u>	<u>34</u>
Pro forma Cash Flow (GAAP)							
Net Income	\$ 45,777	\$ 41,217	\$ 4,560	11	\$ 34,279	\$ 11,498	34
Add Depreciation and Amortization	29,462	27,408	2,054	7	26,503	2,959	11
Adjust for non cash items	(743)	246	(989)	(100)	3,854	(4,597)	(100)
Pro forma Cash Flow (GAAP)	<u>\$ 74,496</u>	<u>\$ 68,871</u>	<u>\$ 5,625</u>	<u>8</u>	<u>\$ 64,636</u>	<u>\$ 9,860</u>	<u>15</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited May 31, 2019	Audited December 31, 2018
Current Assets		
Cash & Cash Equivalents	\$ 191,464	\$ 74,597
Short-Term Investments	174,922	230,837
Trade Accounts & Other Receivables	38,925	43,925
Other	5,716	3,788
Total Current Assets	411,027	353,147
Restricted Assets	68,204	59,103
Property		
Land, Facilities & Equipment	2,612,061	2,610,388
CIP	71,320	60,050
Accumulated Depreciation	(1,001,780)	(972,822)
Property, Net	1,681,601	1,697,616
Long-Term Investments	91,867	102,558
Other Assets		
Industrial Agreements	4,075	4,200
Other	11,919	10,191
Total Other Assets	15,994	14,391
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	7,489	7,489
Deferred outflows of resources related to OPEB	6,760	6,760
Deferred loss on bond refunding	4,664	4,791
Total Deferred Outflows of Resources	18,913	19,040
Total Assets and deferred outflows of resources	\$ 2,287,606	\$ 2,245,855

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited May 31, 2019	Audited December 31, 2018
Current Liabilities		
Accounts Payable	\$ 2,967	\$ 16,317
Other Current Liabilities	20,692	20,330
Total Current Liabilities	<u>23,659</u>	<u>36,647</u>
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	21,185	21,185
Accrued Interest Payable	4,849	7,274
Total Restricted Current Liabilities	<u>26,034</u>	<u>28,459</u>
Long-Term Debt, net of Current Maturities	<u>625,784</u>	<u>629,278</u>
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	7,851	6,723
OPEB Obligation	833	-
Net Pension Liability	5,343	5,343
Net OPEB Liability	8,884	8,884
Other	16,272	15,847
Total Other Noncurrent Liabilities	<u>39,183</u>	<u>36,797</u>
TOTAL LIABILITIES	<u>714,660</u>	<u>731,181</u>
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	2,621	2,621
Deferred gain on bond refunding	2,182	695
Total Deferred Inflows of Resources	<u>4,803</u>	<u>3,316</u>
Commitments and Contingencies	-	-
Net position		
Invested in Capital Assets, net of debt	1,037,115	1,050,604
Restricted for Debt Service	54,338	44,646
Unrestricted Net Assets	476,690	416,108
Total Net Position	<u>1,568,143</u>	<u>1,511,358</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 2,287,606</u>	<u>\$ 2,245,855</u>