

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

	July		Δ	%
	Unaudited 2020	Audited 2019		
Operating Revenues				
Container Terminals	\$ 23,368	\$ 27,102	\$ (3,734)	(14)
Turning Basin Terminals	3,769	5,438	(1,669)	(31)
Bulk	401	392	9	2
Leases	940	751	189	25
Other	1,810	1,021	789	77
Total Operating Revenues	<u>30,288</u>	<u>34,704</u>	<u>(4,416)</u>	<u>(13)</u>
Operating Expenses				
Container Terminals	11,846	11,054	792	7
Turning Basin Terminals	1,390	1,840	(450)	(24)
Bulk	29	38	(9)	(24)
Leases	31	6	25	100
Other	1,996	1,555	441	28
Pension and Other Retirement Benefits	704	566	138	24
Depreciation and Amortization	5,957	5,859	98	2
Total Operating Expenses	<u>21,953</u>	<u>20,918</u>	<u>1,035</u>	<u>5</u>
Gross Margin	8,335	13,786	(5,451)	(40)
General & Administrative Expenses				
G&A Expenses	4,037	3,991	46	1
Pension and Other Retirement Benefits	381	319	62	19
Depreciation	192	206	(14)	(7)
Total G&A Expenses	<u>4,610</u>	<u>4,516</u>	<u>94</u>	<u>2</u>
Net Operating Income	3,725	9,270	(5,545)	(60)
Nonoperating Revenues (Expenses)	2,873	1,001	1,872	187
Income before Contributions	6,598	10,271	(3,673)	(36)
Contributions (to)/from Federal/State Agencies	(52)	(347)	295	(85)
Net Income	<u>\$ 6,546</u>	<u>\$ 9,924</u>	<u>\$ (3,378)</u>	<u>(34)</u>
Pro forma Cash Flow (GAAP)				
Net Income	\$ 6,546	\$ 9,924	\$ (3,378)	(34)
Add Depreciation and Amortization	6,149	6,065	84	1
Pro forma Cash Flow (GAAP)	<u>\$ 12,695</u>	<u>\$ 15,989</u>	<u>\$ (3,294)</u>	<u>(21)</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
(amounts in thousands)

	July				July		
	Unaudited 2020	Audited 2019	Δ	%	2018	2020 vs 2018	%
Operating Revenues							
Container Terminals	\$ 169,298	\$ 177,724	\$ (8,426)	(5)	\$ 161,191	\$ 8,107	5
Turning Basin Terminals	28,494	34,001	(5,507)	(16)	34,966	(6,472)	(19)
Bulk	3,017	3,102	(85)	(3)	3,042	(25)	(1)
Leases	6,395	4,239	2,156	51	4,674	1,721	37
Other	9,736	6,921	2,815	41	6,509	3,227	50
Total Operating Revenues	<u>216,940</u>	<u>225,987</u>	<u>(9,047)</u>	(4)	<u>210,382</u>	<u>6,558</u>	3
Operating Expenses							
Container Terminals	78,679	73,539	5,140	7	66,281	12,398	19
Turning Basin Terminals	10,364	13,279	(2,915)	(22)	9,409	955	10
Bulk	164	525	(361)	(69)	360	(196)	(54)
Leases	194	43	151	100	277	(83)	(30)
Other	10,701	8,242	2,459	30	8,646	2,055	24
Pension and Other Retirement Benefits	4,712	3,741	971	26	4,130	582	14
Depreciation and Amortization	41,928	39,942	1,986	5	37,491	4,437	12
Total Operating Expenses	<u>146,742</u>	<u>139,311</u>	<u>7,431</u>	5	<u>126,594</u>	<u>20,148</u>	16
Gross Margin	70,198	86,676	(16,478)	(19)	83,788	(13,590)	(16)
General & Administrative Expenses							
G&A Expenses	26,740	24,799	1,941	8	25,521	1,219	5
Pension and Other Retirement Benefits	2,605	2,089	516	25	2,319	286	12
Depreciation	1,485	1,477	8	1	1,513	(28)	(2)
Total G&A Expenses	<u>30,830</u>	<u>28,365</u>	<u>2,465</u>	9	<u>29,353</u>	<u>1,477</u>	5
Net Operating Income	39,368	58,311	(18,943)	(32)	54,435	(15,067)	(28)
Nonoperating Revenues (Expenses)	10,587	8,612	1,975	23	3,216	7,371	100
Income before Contributions	49,955	66,923	(16,968)	(25)	57,651	(7,696)	(13)
Contributions (to)/from Federal/State Agencies	413	(1,569)	1,982	100	881	(468)	(53)
Net Income	<u>\$ 50,368</u>	<u>\$ 65,354</u>	<u>\$ (14,986)</u>	(23)	<u>\$ 58,532</u>	<u>\$ (8,164)</u>	(14)
Pro forma Cash Flow (GAAP)							
Net Income	\$ 50,368	\$ 65,354	\$ (14,986)	(23)	\$ 58,532	\$ (8,164)	(14)
Add Depreciation and Amortization	43,413	41,419	1,994	5	39,004	4,409	11
Adjust for non cash items	(2,405)	(1,450)	(955)	66	(14)	(2,391)	100
Pro forma Cash Flow (GAAP)	<u>\$ 91,376</u>	<u>\$ 105,323</u>	<u>\$ (13,947)</u>	(13)	<u>\$ 97,522</u>	<u>\$ (3,755)</u>	(4)

Port of Houston Authority

Balance Sheet

(amounts in thousands)

	Unaudited July 31, 2020	Audited December 31, 2019
Current Assets		
Cash & Cash Equivalents	\$ 282,280	\$ 175,160
Short-Term Investments	128,165	130,530
Trade Accounts & Other Receivables	45,370	43,276
Other	8,665	8,784
Total Current Assets	464,480	357,750
Restricted Assets	79,008	62,707
Property		
Land, Facilities & Equipment	2,647,994	2,642,208
CIP	212,263	142,276
Accumulated Depreciation	(1,080,019)	(1,043,017)
Property, Net	1,780,238	1,741,467
Long-Term Investments	61,869	180,029
Other Assets		
Industrial Agreements	3,725	3,900
Net OPEB Assets	11,505	11,505
Other	4,978	7,218
Total Other Assets	20,208	22,623
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	11,130	11,130
Deferred loss on bond refunding	4,308	4,486
Total Deferred Outflows of Resources	15,438	15,616
Total Assets and deferred outflows of resources	\$ 2,421,241	\$ 2,380,192

Port of Houston Authority

Balance Sheet

(amounts in thousands)

	Unaudited July 31, 2020	Audited December 31, 2019
Current Liabilities		
Accounts Payable	\$ 3,386	\$ 39,081
Other Current Liabilities	28,831	25,816
Total Current Liabilities	32,217	64,897
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	21,735	21,735
Accrued Interest Payable	9,350	7,013
Total Restricted Current Liabilities	31,085	28,748
Long-Term Debt, net of Current Maturities	599,010	601,492
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	9,650	7,211
OPEB Obligation	417	-
Net Pension Liability	13,002	13,001
Other	18,974	13,895
Total Other Noncurrent Liabilities	42,043	34,107
TOTAL LIABILITIES	704,355	729,244
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	2,026	2,026
Deferred inflows of resources related to OPEB	7,939	7,939
Deferred gain on bond refunding	1,981	2,050
Total Deferred Inflows of Resources	11,946	12,015
Net position		
Invested in Capital Assets, net of debt	1,161,821	1,119,856
Restricted for Debt Service	58,647	45,346
Unrestricted Net Assets	484,472	473,731
Total Net Position	1,704,940	1,638,933
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 2,421,241	\$ 2,380,192