

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

| | October | | Δ | % |
|---|-------------------|-----------------|-----------|-------|
| | Unaudited 2021 | Audited 2020 | | |
| Operating Revenues | | | | |
| Container Terminals | \$ 50,990 | \$ 28,972 | \$ 22,018 | 76 |
| Turning Basin Terminals | 6,007 | 4,844 | 1,163 | 24 |
| Bulk | 442 | 401 | 41 | 10 |
| Leases | 1,095 | 1,064 | 31 | 3 |
| Other | 1,536 | 1,355 | 181 | 13 |
| Total Operating Revenues | 60,070 | 36,636 | 23,434 | 64 |
| Operating Expenses | | | | |
| Container Terminals | 12,384 | 11,509 | 875 | 8 |
| Turning Basin Terminals | 1,770 | 1,237 | 533 | 43 |
| Bulk | 62 | 22 | 40 | 100 |
| Leases | 99 | 40 | 59 | 100 |
| Other | 1,667 | 1,569 | 98 | 6 |
| Pension and Other Retirement Benefits | 518 | 719 | (201) | (28) |
| Depreciation and Amortization | 6,143 | 6,368 | (225) | (4) |
| Total Operating Expenses | 22,643 | 21,464 | 1,179 | 5 |
| Gross Margin | 37,427 | 15,172 | 22,255 | 100 |
| General & Administrative Expenses | | | | |
| G&A Expenses | 3,588 | 3,438 | 150 | 4 |
| Pension and Other Retirement Benefits | 280 | 369 | (89) | (24) |
| Depreciation | 163 | 184 | (21) | (11) |
| Total G&A Expenses | 4,031 | 3,991 | 40 | 1 |
| Net Operating Income | 33,396 | 11,181 | 22,215 | 100 |
| Nonoperating Revenues (Expenses) | 74 | 260 | (186) | (72) |
| Income before Contributions | 33,470 | 11,441 | 22,029 | 100 |
| Contributions (to)/from Federal/State Agencies | (302) | (39) | (263) | (100) |
| Net Income | \$ 33,168 | \$ 11,402 | \$ 21,766 | 100 |
| Pro forma Cash Flow (GAAP) | | | | |
| Net Income | \$ 33,168 | \$ 11,402 | \$ 21,766 | 100 |
| Add Depreciation and Amortization | 6,306 | 6,552 | (246) | (4) |
| Adjust for non cash items | 450 | - | 450 | 100 |
| Pro forma Cash Flow (GAAP) | \$ 39,924 | \$ 17,954 | \$ 21,970 | 100 |

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)

| | October | | | | October | | |
|---|-------------------|-------------------|------------------|-----------|-------------------|------------------|-----------|
| | Unaudited 2021 | Audited 2020 | Δ | % | 2019 | 2021 vs 2019 | % |
| Operating Revenues | | | | | | | |
| Container Terminals | \$ 331,647 | \$ 251,001 | \$ 80,646 | 32 | \$ 257,427 | \$ 74,220 | 29 |
| Turning Basin Terminals | 47,727 | 41,362 | 6,365 | 15 | 47,121 | 606 | 1 |
| Bulk | 4,203 | 4,274 | (71) | (2) | 4,718 | (515) | (11) |
| Leases | 10,402 | 9,105 | 1,297 | 14 | 6,653 | 3,749 | 56 |
| Other | 14,361 | 14,012 | 349 | 2 | 10,416 | 3,945 | 38 |
| Total Operating Revenues | <u>408,340</u> | <u>319,754</u> | <u>88,586</u> | <u>28</u> | <u>326,335</u> | <u>82,005</u> | <u>25</u> |
| Operating Expenses | | | | | | | |
| Container Terminals | 124,504 | 111,720 | 12,784 | 11 | 104,570 | 19,934 | 19 |
| Turning Basin Terminals | 14,867 | 14,296 | 571 | 4 | 18,990 | (4,123) | (22) |
| Bulk | 281 | 228 | 53 | 23 | 603 | (322) | (53) |
| Leases | 417 | 292 | 125 | 43 | 72 | 345 | 100 |
| Other | 16,389 | 15,696 | 693 | 4 | 14,345 | 2,044 | 14 |
| Pension and Other Retirement Benefits | 5,671 | 6,884 | (1,213) | (18) | 8,519 | (2,848) | (33) |
| Depreciation and Amortization | 62,765 | 60,170 | 2,595 | 4 | 57,247 | 5,518 | 10 |
| Total Operating Expenses | <u>224,894</u> | <u>209,286</u> | <u>15,608</u> | <u>7</u> | <u>204,346</u> | <u>20,548</u> | <u>10</u> |
| Gross Margin | 183,446 | 110,468 | 72,978 | 66 | 121,989 | 61,457 | 50 |
| General & Administrative Expenses | | | | | | | |
| G&A Expenses | 40,270 | 37,700 | 2,570 | 7 | 36,150 | 4,120 | 11 |
| Pension and Other Retirement Benefits | 3,025 | 3,677 | (652) | (18) | 4,940 | (1,915) | (39) |
| Depreciation | 1,918 | 2,039 | (121) | (6) | 2,099 | (181) | (9) |
| Total G&A Expenses | <u>45,213</u> | <u>43,416</u> | <u>1,797</u> | <u>4</u> | <u>43,189</u> | <u>2,024</u> | <u>5</u> |
| Net Operating Income | 138,233 | 67,052 | 71,181 | 106 | 78,800 | 59,433 | 75 |
| Nonoperating Revenues (Expenses) | 1,741 | 9,181 | (7,440) | (81) | 11,821 | (10,080) | (85) |
| Income before Contributions | 139,974 | 76,233 | 63,741 | 84 | 90,621 | 49,353 | 54 |
| Contributions (to)/from Federal/State Agencies | (908) | 347 | (1,255) | (100) | (2,661) | 1,753 | (100) |
| Net Income | <u>\$ 139,066</u> | <u>\$ 76,580</u> | <u>\$ 62,486</u> | <u>82</u> | <u>\$ 87,960</u> | <u>\$ 51,106</u> | <u>58</u> |
| Pro forma Cash Flow (GAAP) | | | | | | | |
| Net Income | \$ 139,066 | \$ 76,580 | \$ 62,486 | 82 | \$ 87,960 | \$ 51,106 | 58 |
| Add Depreciation and Amortization | 64,683 | 62,209 | 2,474 | 4 | 59,346 | 5,337 | 9 |
| Adjust for non cash items | 2,314 | 328 | 1,986 | 100 | (4,444) | - | - |
| Pro forma Cash Flow (GAAP) | <u>\$ 206,063</u> | <u>\$ 139,117</u> | <u>\$ 66,946</u> | <u>48</u> | <u>\$ 142,862</u> | <u>\$ 56,443</u> | <u>40</u> |

Port of Houston Authority

Balance Sheet

(amounts in thousands)

| | Unaudited October 31, 2021 | Audited December 31, 2020 |
|--|---|--|
| Current Assets | | |
| Cash & Cash Equivalents | \$ 199,850 | \$ 222,202 |
| Short-Term Investments | 171,805 | 109,920 |
| Trade Accounts & Other Receivables | 88,843 | 53,035 |
| Other | 6,942 | 7,488 |
| Total Current Assets | <u>467,440</u> | <u>392,645</u> |
| Restricted Assets | <u>55,133</u> | <u>61,559</u> |
| Property | | |
| Land, Facilities & Equipment | 2,760,032 | 2,732,066 |
| CIP | 332,920 | 267,927 |
| Accumulated Depreciation | (1,166,639) | (1,107,563) |
| Property, Net | <u>1,926,313</u> | <u>1,892,430</u> |
| Long-Term Investments | <u>107,507</u> | <u>109,619</u> |
| Other Assets | | |
| Industrial Agreements | 3,350 | 3,600 |
| Net OPEB Assets | 29,646 | 29,646 |
| Other | 7,029 | 3,423 |
| Total Other Assets | <u>40,025</u> | <u>36,669</u> |
| Deferred Outflows of Resources | | |
| Deferred outflows of resources related to pensions | 11,447 | 11,447 |
| Deferred loss on bond refunding | 647 | 757 |
| Total Deferred Outflows of Resources | <u>12,094</u> | <u>12,204</u> |
| Total Assets and deferred outflows of resources | <u>\$ 2,608,512</u> | <u>\$ 2,505,126</u> |

**Port of Houston Authority
Balance Sheet**

(amounts in thousands)

| | Unaudited October 31, 2021 | Audited December 31, 2020 |
|--|---|--|
| Current Liabilities | | |
| Accounts Payable | \$ 31,788 | \$ 75,244 |
| Other Current Liabilities | 9,598 | 10,457 |
| Total Current Liabilities | 41,386 | 85,701 |
| Current Liabilities (Restricted Assets) | | |
| Current Maturities of Long-Term Debt | 23,685 | 23,005 |
| Accrued Interest Payable | 1,783 | 5,634 |
| Total Restricted Current Liabilities | 25,468 | 28,639 |
| Long-Term Debt, net of Current Maturities | 533,229 | 564,149 |
| Other Noncurrent Liabilities | | |
| Accrued Vacation and Sick Leave | 4,567 | 2,988 |
| OPEB Obligation | 73 | - |
| Net Pension Liability | 12,526 | 12,526 |
| Other | 18,337 | 13,962 |
| Total Other Noncurrent Liabilities | 35,503 | 29,476 |
| TOTAL LIABILITIES | 635,586 | 707,965 |
| Deferred Inflows of Resources | | |
| Deferred inflows of resources related to pensions | 578 | 578 |
| Deferred inflows of resources related to OPEB | 19,693 | 19,693 |
| Deferred gain on bond refunding | 9,657 | 10,111 |
| Total Deferred Inflows of Resources | 29,928 | 30,382 |
| Net position | | |
| Invested in Capital Assets, net of debt | 1,360,389 | 1,294,888 |
| Restricted for Debt Service | 42,328 | 45,740 |
| Net OPEB Asset | 29,646 | 29,646 |
| Unrestricted Net Assets | 510,635 | 396,505 |
| Total Net Position | 1,942,998 | 1,766,779 |
| Total Liabilities, Deferred Inflows of Resources and Net Position | \$ 2,608,512 | \$ 2,505,126 |