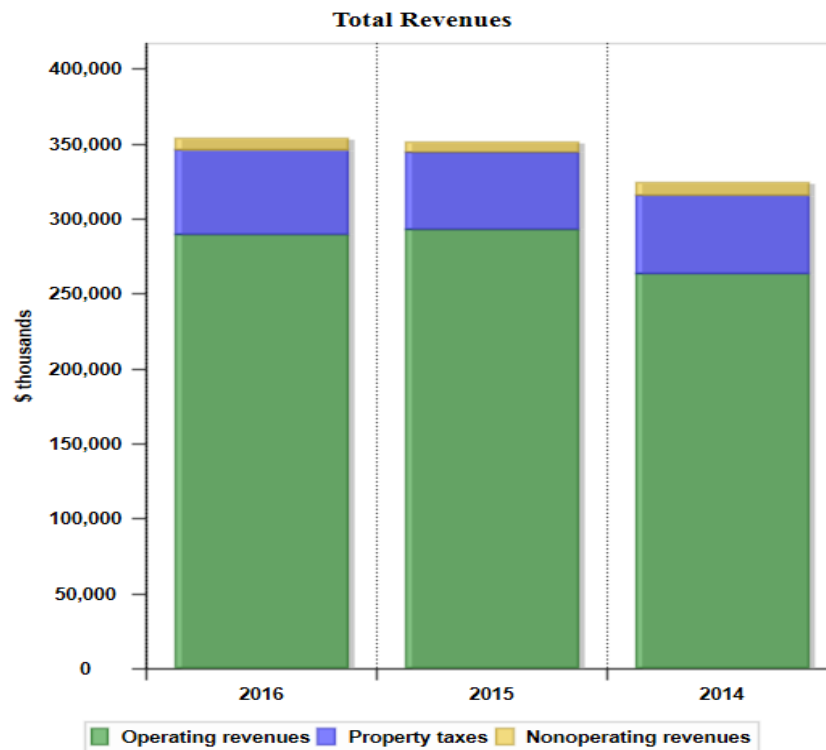


Port of Houston Authority 2016 Revenues (\$000's)

	2016	2015	2014
Operating revenues:			
Vessel and cargo services	\$ 266,703	\$ 267,277	\$ 238,083
Rental of equipment and facilities	15,869	17,120	17,763
Grain elevator	1,199	1,567	1,821
Bulk materials	3,941	4,019	4,270
Other	2,514	3,753	1,960
Nonoperating revenues:			
Investment income	4,896	4,142	4,913
Contribution in aid of construction	-	610	-
Other, net	2,690	1,279	3,291
Nonoperating revenues related to property taxes:			
Property taxes	55,749	51,280	51,955
Investment income / (loss) on bond proceeds	119	120	162
Total Revenues	\$ 353,680	\$ 351,167	\$ 324,218



In 2016, Operating revenues decreased \$3,510 or 1% to \$290,226 due primarily to a continued slowdown in steel imports and related cargo activities. The Authority's container facilities' volume increased to 2.2 million twenty-foot equivalent units ("TEUs") for the year, an increase of 2% from 2015, while total Authority tonnage also declined 2% to 44.8 million tons in 2016, as steel imports continued to drop as a result of slowdowns tied to depressed oil prices. Other operating revenues decreased \$1,239 or 33% driven mainly by a decrease in Dredge Material Area (DMA) fees related to the conclusion of placement contracts.

Nonoperating revenues related to property taxes in fiscal 2016 increased \$4,468 due to an increase in property valuations, though tax rates declined from \$0.01342 in 2015 to \$0.01334 in 2016 per \$100 assessed valuation.

Nonoperating revenues in 2016 increased \$1,555 due primarily to a rise in revenues from the Port Terminal Railroad Association for loaded rail car fees.