

**Port of Houston Authority**  
**Income Statement**  
**Year to Date Actual vs. Prior Year**  
(\$ in thousands)

	January					January		
	Unaudited 2018	Unaudited 2017	Δ	%		2016	2018 vs 2016	%
<b>Operating Revenues</b>								
Container Terminals	\$ 21,120	\$ 20,716	\$ 404	2	\$ 16,241	\$ 4,879	30	
Turning Basin Terminals	4,353	4,237	116	3	4,107	246	6	
Bulk	396	387	9	2	388	8	2	
Leases	553	595	(42)	(7)	441	112	25	
Other	799	842	(43)	(5)	996	(197)	(20)	
Total Operating Revenues	<u>27,221</u>	<u>26,777</u>	<u>444</u>	<u>2</u>	<u>22,173</u>	<u>5,048</u>	<u>23</u>	
<b>Operating Expenses</b>								
Container Terminals	9,736	8,760	976	11	6,497	3,239	50	
Turning Basin Terminals	1,392	1,124	268	24	1,265	127	10	
Bulk	21	17	4	24	31	(10)	(32)	
Leases	(14)	39	(53)	(100)	1	(15)	(1,500)	
Other	1,073	1,014	59	6	1,393	(320)	(23)	
Pension and Other Retirement Benefits	566	2,835	(2,269)	(80)	440	126	29	
Depreciation and Amortization	5,192	5,043	149	3	5,030	162	3	
Total Operating Expenses	<u>17,966</u>	<u>18,832</u>	<u>(866)</u>	<u>(5)</u>	<u>14,657</u>	<u>3,309</u>	<u>23</u>	
<b>Gross Margin</b>	9,255	7,945	1,310	16	7,516	1,739	23	
<b>General &amp; Administrative Expenses</b>								
G&A Expenses	3,316	2,927	389	13	2,439	877	36	
Pension and Other Retirement Benefits	332	2,081	(1,749)	(84)	366	(34)	(9)	
Depreciation	221	281	(60)	(21)	260	(39)	(15)	
Total G&A Expenses	<u>3,869</u>	<u>5,289</u>	<u>(1,420)</u>	<u>(27)</u>	<u>3,065</u>	<u>804</u>	<u>26</u>	
<b>Net Operating Income</b>	5,386	2,656	2,730	103	4,451	935	21	
<b>Nonoperating Revenues (Expenses)</b>	374	353	21	6	245	129	53	
<b>Income before Contributions</b>	5,760	3,009	2,751	91	4,696	1,064	23	
<b>Contributions (to)/from Federal/State Agencies</b>	(106)	13	(119)	(100)	-	(106)	(100)	
<b>Net Income</b>	<u>\$ 5,654</u>	<u>\$ 3,022</u>	<u>\$ 2,632</u>	<u>87</u>	<u>\$ 4,696</u>	<u>\$ 958</u>	<u>20</u>	
<b>Pro forma Cash Flow</b>								
Net Income	\$ 5,654	\$ 3,022	\$ 2,632	87	\$ 4,696	\$ 958	20	
Add Depreciation and Amortization	5,413	5,324	89	2	5,290	123	2	
Pro forma Cash Flow	<u>\$ 11,067</u>	<u>\$ 8,346</u>	<u>\$ 2,721</u>	<u>33</u>	<u>\$ 9,986</u>	<u>\$ 1,081</u>	<u>11</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

### Balance Sheet

(\$ in thousands)

	Unaudited January 31, 2018	Unaudited December 31, 2017
<b>Current Assets</b>		
Cash & Cash Equivalents	\$ 50,762	\$ 75,492
Short-Term Investments	258,527	228,527
Trade Accounts & Other Receivables	29,721	30,783
Other	3,119	1,960
<b>Total Current Assets</b>	<u>342,129</u>	<u>336,762</u>
<b>Restricted Assets</b>	<u>64,571</u>	<u>60,709</u>
<b>Property</b>		
Land, Facilities & Equipment	2,340,399	2,276,392
CIP	257,009	335,074
Accumulated Depreciation	(911,419)	(905,148)
<b>Property, Net</b>	<u>1,685,989</u>	<u>1,706,318</u>
<b>Long-Term Investments</b>	<u>37,355</u>	<u>37,850</u>
<b>Other Assets</b>		
Industrial Agreements	1,715	1,744
Other	8,627	5,021
<b>Total Other Assets</b>	<u>10,342</u>	<u>6,765</u>
<b>Deferred Outflows of Resources</b>		
Deferred outflows of resources related to pensions	15,583	16,500
Deferred loss on bond refunding	5,071	5,097
<b>Total Deferred Outflows of Resources</b>	<u>20,654</u>	<u>21,597</u>
<b>Total Assets and deferred outflows of resources</b>	<u>\$ 2,161,040</u>	<u>\$ 2,170,001</u>

## Port of Houston Authority

### Balance Sheet

(\$ in thousands)

	<b>Unaudited January 31, 2018</b>	<b>Unaudited December 31, 2017</b>
<b>Current Liabilities</b>		
Accounts Payable	\$ 12,810	\$ 32,913
Other Current Liabilities	24,380	21,941
<b>Total Current Liabilities</b>	37,190	54,854
<b>Current Liabilities (Restricted Assets)</b>		
Current Maturities of Long-Term Debt	19,945	19,945
Accrued Interest Payable	11,015	8,262
<b>Total Restricted Current Liabilities</b>	30,960	28,207
<b>Long-Term Debt, net of Current Maturities</b>	653,640	653,953
<b>Other Noncurrent Liabilities</b>		
Accrued Vacation and Sick Leave	5,871	6,335
OPEB Obligation	14,918	17,869
Net Pension Liability	10,277	13,472
Other	14,956	15,480
<b>Total Other Noncurrent Liabilities</b>	46,022	53,156
<b>TOTAL LIABILITIES</b>	767,812	790,170
<b>Deferred Inflows of Resources</b>		
Deferred inflows of resources related to pensions	4,085	3,210
Deferred gain on bond refunding	157	160
<b>Total Deferred Inflows of Resources</b>	4,242	3,370
<b>Commitments and Contingencies</b>	-	-
<b>Net position</b>		
Invested in Capital Assets, net of debt	1,017,318	1,037,357
Restricted for Debt Service	47,476	46,461
Unrestricted Net Assets	324,192	292,643
<b>Total Net Position</b>	1,388,986	1,376,461
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	\$ 2,161,040	\$ 2,170,001