

**Port of Houston Authority**  
**Income Statement**  
**Current Month Actual vs. Prior Year**

(\$ in thousands)

	April			
	Unaudited	Audited	Δ	%
	2018	2017		
<b>Operating Revenues</b>				
Container Terminals	\$ 22,757	\$ 19,969	\$ 2,788	14
Turning Basin Terminals	5,245	4,162	1,083	26
Bulk	380	392	(12)	(3)
Leases	600	624	(24)	(4)
Other	1,046	944	102	11
Total Operating Revenues	30,028	26,091	3,937	15
<b>Operating Expenses</b>				
Container Terminals	10,473	8,056	2,417	30
Turning Basin Terminals	1,289	1,172	117	10
Bulk	23	30	(7)	(23)
Leases	66	297	(231)	(78)
Other	1,686	1,072	614	57
Pension and Other Retirement Benefits	590	533	57	11
Depreciation and Amortization	5,319	5,037	282	6
Total Operating Expenses	19,446	16,197	3,249	20
<b>Operating Income</b>	10,582	9,894	688	7
<b>General &amp; Administrative Expenses</b>				
G&A Expenses	3,560	3,062	498	16
Pension and Other Retirement Benefits	334	380	(46)	(12)
Depreciation	216	247	(31)	(13)
Total G&A Expenses	4,110	3,689	421	11
<b>Net Operating Income</b>	6,472	6,205	267	4
<b>Nonoperating Revenues (Expenses)</b>	494	318	176	55
<b>Income before Contributions</b>	6,966	6,523	443	7
<b>Contributions (to)/from Federal/State Agencies</b>	519	3,000	(2,481)	(83)
<b>Net Income</b>	\$ 7,485	\$ 9,523	\$ (2,038)	(21)
<b>Pro forma Cash Flow</b>				
Net Income	\$ 7,485	\$ 9,523	\$ (2,038)	(21)
Add Depreciation and Amortization	5,535	5,284	251	5
Pro forma Cash Flow	\$ 13,020	\$ 14,807	\$ (1,787)	(12)

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)

	April						April			
	Unaudited	Audited	Δ	%			2016	2018 vs		%
	2018	2017					2016	2016		
<b>Operating Revenues</b>										
Container Terminals	\$ 89,410	\$ 82,203	\$ 7,207	9		\$ 69,261	\$ 20,149	29		
Turning Basin Terminals	18,959	17,598	1,361	8		17,488	1,471	8		
Bulk	1,604	1,567	37	2		1,843	(239)	(13)		
Leases	2,646	2,440	206	8		2,364	282	12		
Other	3,668	3,669	(1)	-		5,422	(1,754)	(32)		
Total Operating Revenues	<u>116,287</u>	<u>107,477</u>	<u>8,810</u>	8		<u>96,378</u>	<u>19,909</u>	21		
<b>Operating Expenses</b>										
Container Terminals	37,502	33,466	4,036	12		28,373	9,129	32		
Turning Basin Terminals	4,676	4,893	(217)	(4)		6,011	(1,335)	(22)		
Bulk	101	101	-	-		108	(7)	(6)		
Leases	143	367	(224)	(61)		21	122	100		
Other	5,020	4,235	785	19		5,995	(975)	(16)		
Pension and Other Retirement Benefits	2,283	4,521	(2,238)	(50)		1,762	521	30		
Depreciation and Amortization	21,013	20,137	876	4		20,100	913	5		
Total Operating Expenses	<u>70,738</u>	<u>67,720</u>	<u>3,018</u>	4		<u>62,370</u>	<u>8,368</u>	13		
<b>Gross Margin</b>	45,549	39,757	5,792	15		34,008	11,541	34		
<b>General &amp; Administrative Expenses</b>										
G&A Expenses	14,499	12,488	2,011	16		11,837	2,662	22		
Pension and Other Retirement Benefits	1,329	3,136	(1,807)	(58)		1,469	(140)	(10)		
Depreciation	869	1,147	(278)	(24)		1,231	(362)	(29)		
Total G&A Expenses	<u>16,697</u>	<u>16,771</u>	<u>(74)</u>	-		<u>14,537</u>	<u>2,160</u>	15		
<b>Net Operating Income</b>	28,852	22,986	5,866	26		19,471	9,381	48		
<b>Nonoperating Revenues (Expenses)</b>	1,329	1,514	(185)	(12)		8,492	(7,163)	(84)		
<b>Income before Contributions</b>	30,181	24,500	5,681	23		27,963	2,218	8		
<b>Contributions (to)/from Federal/State Agencies</b>	456	3,014	(2,558)	(100)		(437)	893	(100)		
<b>Net Income</b>	<u>\$ 30,637</u>	<u>\$ 27,514</u>	<u>\$ 3,123</u>	11		<u>\$ 27,526</u>	<u>\$ 3,111</u>	11		
<b>Pro forma Cash Flow</b>										
Net Income	\$ 30,637	\$ 27,514	\$ 3,123	11		\$ 27,526	\$ 3,111	11		
Add Depreciation and Amortization	21,882	21,284	598	3		21,331	551	3		
Adjust for non cash items	246	3,828	(3,582)	100		(5,733)	5,979	(100)		
<b>Pro forma Cash Flow</b>	<u>\$ 52,765</u>	<u>\$ 52,626</u>	<u>\$ 139</u>	-		<u>\$ 43,124</u>	<u>\$ 9,641</u>	22		

**Port of Houston Authority**  
**Balance Sheet**  
(\$ in thousands)

	<b>Unaudited April 30, 2018</b>	<b>Audited December 31, 2017</b>
<b>Current Assets</b>		
Cash & Cash Equivalents	\$ 58,079	\$ 75,522
Short-Term Investments	262,655	228,527
Trade Accounts & Other Receivables	30,162	31,029
Other	5,779	3,539
<b>Total Current Assets</b>	<u>356,675</u>	<u>338,617</u>
<b>Restricted Assets</b>	<u>61,906</u>	<u>59,871</u>
<b>Property</b>		
Land, Facilities & Equipment	2,389,473	2,388,561
CIP	217,893	211,517
Accumulated Depreciation	(928,230)	(907,035)
<b>Property, Net</b>	<u>1,679,136</u>	<u>1,693,043</u>
<b>Long-Term Investments</b>	<u>45,744</u>	<u>37,850</u>
<b>Other Assets</b>		
Industrial Agreements	1,628	1,744
Other	9,455	8,694
<b>Total Other Assets</b>	<u>11,083</u>	<u>10,438</u>
<b>Deferred Outflows of Resources</b>		
Deferred outflows of resources related to pensions	12,341	12,341
Deferred loss on bond refunding	4,995	5,097
<b>Total Deferred Outflows of Resources</b>	<u>17,336</u>	<u>17,438</u>
<b>Total Assets and deferred outflows of resources</b>	<u>\$ 2,171,880</u>	<u>\$ 2,157,257</u>

## Port of Houston Authority

### Balance Sheet

(\$ in thousands)

	<b>Unaudited April 30, 2018</b>	<b>Audited December 31, 2017</b>
<b>Current Liabilities</b>		
Accounts Payable	\$ 4,665	\$ 21,944
Other Current Liabilities	24,268	25,729
<b>Total Current Liabilities</b>	<b>28,933</b>	<b>47,673</b>
<b>Current Liabilities (Restricted Assets)</b>		
Current Maturities of Long-Term Debt	19,945	19,945
Accrued Interest Payable	2,754	8,262
<b>Total Restricted Current Liabilities</b>	<b>22,699</b>	<b>28,207</b>
<b>Long-Term Debt, net of Current Maturities</b>	<b>652,701</b>	<b>653,953</b>
<b>Other Noncurrent Liabilities</b>		
Accrued Vacation and Sick Leave	7,233	6,461
OPEB Obligation	14,819	14,502
Net Pension Liability	10,277	10,277
Other	15,293	14,854
<b>Total Other Noncurrent Liabilities</b>	<b>47,622</b>	<b>46,094</b>
<b>TOTAL LIABILITIES</b>	<b>751,955</b>	<b>775,927</b>
<b>Deferred Inflows of Resources</b>		
Deferred inflows of resources related to pensions	843	843
Deferred gain on bond refunding	150	160
<b>Total Deferred Inflows of Resources</b>	<b>993</b>	<b>1,003</b>
<b>Commitments and Contingencies</b>	-	-
<b>Net position</b>		
Invested in Capital Assets, net of debt	1,011,335	1,023,578
Restricted for Debt Service	52,710	45,622
Unrestricted Net Assets	354,887	311,127
<b>Total Net Position</b>	<b>1,418,932</b>	<b>1,380,327</b>
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	<b>\$ 2,171,880</b>	<b>\$ 2,157,257</b>