

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

	January				January		
	Unaudited 2019	Unaudited 2018	Δ	%	2017	2019 vs 2017	%
Operating Revenues							
Container Terminals	\$ 24,093	\$ 21,120	\$ 2,973	14	\$ 20,716	\$ 3,377	16
Turning Basin Terminals	4,787	4,353	434	10	4,237	550	13
Bulk	475	396	79	20	387	88	23
Leases	652	553	99	18	595	57	10
Other	709	799	(90)	(11)	842	(133)	(16)
Total Operating Revenues	<u>30,716</u>	<u>27,221</u>	<u>3,495</u>	<u>13</u>	<u>26,777</u>	<u>3,939</u>	<u>15</u>
Operating Expenses							
Container Terminals	9,698	9,736	(38)	-	8,760	938	11
Turning Basin Terminals	1,501	1,392	109	8	1,124	377	34
Bulk	24	21	3	14	17	7	41
Leases	-	(14)	14	(100)	39	(39)	(100)
Other	1,149	1,073	76	7	1,014	135	13
Pension and Other Retirement Benefits	508	566	(58)	(10)	2,835	(2,327)	(82)
Depreciation and Amortization	5,629	5,192	437	8	5,043	586	12
Total Operating Expenses	<u>18,509</u>	<u>17,966</u>	<u>543</u>	<u>3</u>	<u>18,832</u>	<u>(323)</u>	<u>(2)</u>
Gross Margin	12,207	9,255	2,952	32	7,945	4,262	54
General & Administrative Expenses							
G&A Expenses	3,139	3,316	(177)	(5)	2,927	212	7
Pension and Other Retirement Benefits	291	332	(41)	(12)	2,081	(1,790)	-
Depreciation	222	221	1	-	281	(59)	(21)
Total G&A Expenses	<u>3,652</u>	<u>3,869</u>	<u>(217)</u>	<u>(6)</u>	<u>5,289</u>	<u>(1,637)</u>	<u>(31)</u>
Net Operating Income	8,555	5,386	3,169	59	2,656	5,899	100
Nonoperating Revenues (Expenses)	914	374	540	144	353	561	159
Income before Contributions	9,469	5,760	3,709	64	3,009	6,460	215
Contributions (to)/from Federal/State Agencies	(91)	(106)	15	(14)	13	(104)	(100)
Net Income	<u>\$ 9,378</u>	<u>\$ 5,654</u>	<u>\$ 3,724</u>	<u>66</u>	<u>\$ 3,022</u>	<u>\$ 6,356</u>	<u>100</u>
Pro forma Cash Flow							
Net Income	\$ 9,378	\$ 5,654	\$ 3,724	66	\$ 3,022	\$ 6,356	100
Add Depreciation and Amortization	5,851	5,413	438	8	5,324	527	10
Pro forma Cash Flow	<u>\$ 15,229</u>	<u>\$ 11,067</u>	<u>\$ 4,162</u>	<u>38</u>	<u>\$ 8,346</u>	<u>\$ 6,883</u>	<u>82</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, 2019	Unaudited December 31, 2018
Current Assets		
Cash & Cash Equivalents	\$ 107,550	\$ 74,595
Short-Term Investments	202,087	234,752
Trade Accounts & Other Receivables	39,928	37,144
Other	3,561	3,635
Total Current Assets	<u>353,126</u>	<u>350,126</u>
Restricted Assets	<u>63,878</u>	<u>62,556</u>
Property		
Land, Facilities & Equipment	2,610,511	2,610,358
CIP	60,242	60,023
Accumulated Depreciation	(978,572)	(972,822)
Property, Net	<u>1,692,181</u>	<u>1,697,559</u>
Long-Term Investments	<u>112,658</u>	<u>98,643</u>
Other Assets		
Industrial Agreements	4,175	4,200
Other	12,069	10,191
Total Other Assets	<u>16,244</u>	<u>14,391</u>
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	7,488	12,341
Deferred outflows of resources related to OPEB	6,760	-
Deferred loss on bond refunding	4,766	4,791
Total Deferred Outflows of Resources	<u>19,014</u>	<u>17,132</u>
Total Assets and deferred outflows of resources	<u>\$ 2,257,101</u>	<u>\$ 2,240,407</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited January 31, 2019	Unaudited December 31, 2018
Current Liabilities		
Accounts Payable	\$ 12,082	\$ 16,645
Other Current Liabilities	21,994	19,303
Total Current Liabilities	34,076	35,948
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	21,185	21,185
Accrued Interest Payable	9,699	7,697
Total Restricted Current Liabilities	30,884	28,882
Long-Term Debt, net of Current Maturities	628,881	629,271
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	6,357	6,863
OPEB Obligation	417	14,502
Net Pension Liability	5,344	10,277
Net OPEB Liability	8,884	-
Other	15,666	16,260
Total Other Noncurrent Liabilities	36,668	47,902
TOTAL LIABILITIES	730,509	742,003
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	2,621	843
Deferred gain on bond refunding	690	695
Total Deferred Inflows of Resources	3,311	1,538
Commitments and Contingencies	-	-
Net position		
Invested in Capital Assets, net of debt	1,046,192	1,051,199
Restricted for Debt Service	46,833	47,676
Unrestricted Net Assets	430,256	397,991
Total Net Position	1,523,281	1,496,866
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 2,257,101	\$ 2,240,407