

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

	August		Δ	%
	Unaudited 2020	Audited 2019		
Operating Revenues				
Container Terminals	\$ 26,383	\$ 26,909	\$ (526)	(2)
Turning Basin Terminals	3,990	4,805	(815)	(17)
Bulk	402	599	(197)	(33)
Leases	780	844	(64)	(8)
Other	1,301	984	317	32
Total Operating Revenues	<u>32,856</u>	<u>34,141</u>	<u>(1,285)</u>	<u>(4)</u>
Operating Expenses				
Container Terminals	9,987	9,953	34	-
Turning Basin Terminals	1,294	1,740	(446)	(26)
Bulk	26	27	(1)	(4)
Leases	28	13	15	100
Other	1,337	2,120	(783)	(37)
Pension and Other Retirement Benefits	704	552	152	28
Depreciation and Amortization	5,937	5,722	215	4
Total Operating Expenses	<u>19,313</u>	<u>20,127</u>	<u>(814)</u>	<u>(4)</u>
Gross Margin	13,543	14,014	(471)	(3)
General & Administrative Expenses				
G&A Expenses	3,671	3,726	(55)	(1)
Pension and Other Retirement Benefits	369	309	60	19
Depreciation	185	206	(21)	(10)
Total G&A Expenses	<u>4,225</u>	<u>4,241</u>	<u>(16)</u>	<u>-</u>
Net Operating Income	9,318	9,773	(455)	(5)
Nonoperating Revenues (Expenses)	396	994	(598)	(60)
Income before Contributions	9,714	10,767	(1,053)	(10)
Contributions (to)/from Federal/State Agencies	(30)	(545)	515	(94)
Net Income	<u>\$ 9,684</u>	<u>\$ 10,222</u>	<u>\$ (538)</u>	<u>(5)</u>
Pro forma Cash Flow (GAAP)				
Net Income	\$ 9,684	\$ 10,222	\$ (538)	(5)
Add Depreciation and Amortization	6,122	5,928	194	3
Adjust for non cash items	-	(3,633)	3,633	(100)
Pro forma Cash Flow (GAAP)	<u>\$ 15,806</u>	<u>\$ 12,517</u>	<u>\$ 3,289</u>	<u>26</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
Income Statement
Year to Date Actual vs. Prior Year
(amounts in thousands)

	August				August		
	Unaudited 2020	Audited 2019	Δ	%	2018	2019 vs 2018	%
Operating Revenues							
Container Terminals	\$ 195,680	\$ 204,634	\$ (8,954)	(4)	\$ 185,748	\$ 9,932	5
Turning Basin Terminals	32,484	38,806	(6,322)	(16)	40,111	(7,627)	(19)
Bulk	3,419	3,701	(282)	(8)	3,482	(63)	(2)
Leases	7,175	5,082	2,093	41	5,425	1,750	32
Other	11,038	7,905	3,133	40	7,475	3,563	48
Total Operating Revenues	<u>249,796</u>	<u>260,128</u>	<u>(10,332)</u>	<u>(4)</u>	<u>242,241</u>	<u>7,555</u>	<u>3</u>
Operating Expenses							
Container Terminals	88,666	83,492	5,174	6	76,657	12,009	16
Turning Basin Terminals	11,658	15,019	(3,361)	(22)	10,936	722	7
Bulk	190	552	(362)	(66)	389	(199)	(51)
Leases	221	56	165	100	331	(110)	(33)
Other	12,038	10,362	1,676	16	10,704	1,334	12
Pension and Other Retirement Benefits	5,417	4,293	1,124	26	4,794	623	13
Depreciation and Amortization	47,865	45,664	2,201	5	43,525	4,340	10
Total Operating Expenses	<u>166,055</u>	<u>159,438</u>	<u>6,617</u>	<u>4</u>	<u>147,336</u>	<u>18,719</u>	<u>13</u>
Gross Margin	83,741	100,690	(16,949)	(17)	94,905	(11,164)	(12)
General & Administrative Expenses							
G&A Expenses	30,411	28,525	1,886	7	28,791	1,620	6
Pension and Other Retirement Benefits	2,974	2,398	576	24	2,689	285	11
Depreciation	1,670	1,683	(13)	(1)	1,725	(55)	(3)
Total G&A Expenses	<u>35,055</u>	<u>32,606</u>	<u>2,449</u>	<u>8</u>	<u>33,205</u>	<u>1,850</u>	<u>6</u>
Net Operating Income	48,686	68,084	(19,398)	(28)	61,700	(13,014)	(21)
Nonoperating Revenues (Expenses)	10,983	9,606	1,377	14	3,904	7,079	100
Income before Contributions	<u>59,669</u>	<u>77,690</u>	<u>(18,021)</u>	<u>(23)</u>	<u>65,604</u>	<u>(5,935)</u>	<u>(9)</u>
Contributions (to)/from Federal/State Agencies	383	(2,114)	2,497	100	646	(263)	(41)
Net Income	<u>\$ 60,052</u>	<u>\$ 75,576</u>	<u>\$ (15,524)</u>	<u>(21)</u>	<u>\$ 66,250</u>	<u>\$ (6,198)</u>	<u>(9)</u>
Pro forma Cash Flow (GAAP)							
Net Income	\$ 60,052	\$ 75,576	\$ (15,524)	(21)	\$ 66,250	\$ (6,198)	(9)
Add Depreciation and Amortization	49,535	47,347	2,188	5	45,250	4,285	9
Adjust for non cash items	(2,405)	(5,083)	2,678	(53)	(14)	(2,391)	100
Pro forma Cash Flow (GAAP)	<u>\$ 107,182</u>	<u>\$ 117,840</u>	<u>\$ (10,658)</u>	<u>(9)</u>	<u>\$ 111,486</u>	<u>\$ (1,913)</u>	<u>(2)</u>

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited August 31, 2020	Audited December 31, 2019
Current Assets		
Cash & Cash Equivalents	\$ 213,436	\$ 74,597
Short-Term Investments	160,005	230,837
Trade Accounts & Other Receivables	40,937	43,925
Other	4,750	3,788
Total Current Assets	419,128	353,147
Restricted Assets	77,226	59,103
Property		
Land, Facilities & Equipment	2,619,647	2,610,388
CIP	76,512	60,050
Accumulated Depreciation	(1,013,534)	(972,822)
Property, Net	1,682,625	1,697,616
Long-Term Investments	104,721	102,558
Other Assets		
Industrial Agreements	4,025	4,200
Other	11,703	10,191
Total Other Assets	15,728	14,391
Deferred Outflows of Resources		
Deferred outflows of resources related to pensions	7,489	7,489
Deferred outflows of resources related to OPEB	6,760	6,760
Deferred loss on bond refunding	4,613	4,791
Total Deferred Outflows of Resources	18,862	19,040
Total Assets and deferred outflows of resources	\$ 2,318,290	\$ 2,245,855

Port of Houston Authority

Balance Sheet

(\$ in thousands)

	Unaudited August 31, 2020	Audited December 31, 2019
Current Liabilities		
Accounts Payable	\$ 3,116	\$ 16,317
Other Current Liabilities	23,253	20,330
Total Current Liabilities	26,369	36,647
Current Liabilities (Restricted Assets)		
Current Maturities of Long-Term Debt	21,185	21,185
Accrued Interest Payable	9,699	7,274
Total Restricted Current Liabilities	30,884	28,459
Long-Term Debt, net of Current Maturities	624,990	629,278
Other Noncurrent Liabilities		
Accrued Vacation and Sick Leave	8,157	6,723
OPEB Obligation	417	-
Net Pension Liability	5,343	5,343
Net OPEB Liability	8,884	8,884
Other	16,597	15,847
Total Other Noncurrent Liabilities	39,398	36,797
TOTAL LIABILITIES	721,641	731,181
Deferred Inflows of Resources		
Deferred inflows of resources related to pensions	2,621	2,621
Deferred gain on bond refunding	2,172	695
Total Deferred Inflows of Resources	4,793	3,316
Net position		
Invested in Capital Assets, net of debt	1,038,892	1,050,604
Restricted for Debt Service	58,016	44,646
Unrestricted Net Assets	494,948	416,108
Total Net Position	1,591,856	1,511,358
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 2,318,290	\$ 2,245,855