



Statements of Net Position

March 31, 2020 & June 30, 2019

	March 2020	June 2019
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 41,759,419	\$ 142,095,378
Receivables	8,178,476	11,992,009
Prepaid Expenses	222,952	1,186,647
Total Current Assets	50,160,847	155,274,034
Restricted Investments *	163,105,161	55,798,756
Assets Held for Transfer	13,347,625	13,347,625
Net OPEB Asset	228,832	228,832
Capital Assets Not Being Depreciated	438,148,732	438,148,732
Capital Assets, Net	1,102,566,762	1,118,194,533
Total Assets	1,767,557,959	1,780,992,512
Deferred Outflows of Resources:		
Charges on Refunding	15,707,691	16,831,570
Pension Contributions & Differences in Experience	708,037	708,037
Total Assets & Deferred Outflows of Resources	\$ 1,783,973,687	\$ 1,798,532,119
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 855,412	\$ 2,219,703
Unearned Revenue	2,479,638	935,014
Accrued Interest Payable, Current Portion	30,451,923	18,082,865
Revenue Bonds Payable, Current Portion	42,611,850	42,611,850
Other Liabilities	453,086	610,119
Total Current Liabilities	76,851,909	64,459,551
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,563,620	12,383,832
Net Pension Liability	2,001,963	2,001,963
Accrued Interest Payable, Net of Current Portion	590,587,689	550,267,549
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,544,909,998	1,594,397,514
Total Noncurrent Liabilities	2,150,063,270	2,159,050,858
Total Liabilities	\$ 2,226,915,179	\$ 2,223,510,409
Deferred Inflows of Resources	88,124	88,124
<u>Net Position</u>		
Net Investment in Capital Assets	57,910,214	32,319,507
Restricted for Debt Service	94,089,794	101,329,902
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	83,721,273	81,829,720
Unrestricted	(678,750,897)	(640,545,543)
Total Net Position	(443,029,616)	(425,066,414)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,783,973,687	\$ 1,798,532,119
<p>* All investments with a maturity within three months are considered cash for the year-end financial statements. Monthly, unaudited financial statements, carry all investments, regardless of maturity date(s), as Restricted Investments. Fully detailed classifications are only done at year-end in accordance with GASB 41, therefore classification differences exist.</p>		
	March 2020	June 2019
Current	\$ 41,759,419	\$ 142,095,378
Noncurrent	163,105,161	55,798,756
	\$ 204,864,580	\$ 197,894,134
		\$ 6,970,446



Statement of Revenues, Expenses, & Changes in Net Position

For nine months ended March 31, 2020 & March 31, 2019

	<u>March 2020</u>	<u>March 2019</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 78,320,180	\$ 84,178,430
Maintenance-of-Way Charges	2,569,613	3,352,414
Total Operating Revenues	<u>80,889,793</u>	<u>87,530,844</u>
Operating Expenses:		
Salaries & Benefits	1,551,592	1,525,847
Administrative Expenses	1,584,516	1,370,376
Professional Services	671,890	658,929
Maintenance-of-Way	3,712,267	4,774,089
Depreciation	15,762,688	15,768,639
Total Operating Expenses	<u>23,282,953</u>	<u>24,097,880</u>
Operating Income (Loss)	57,606,840	63,432,964
Nonoperating Revenues:		
Interest & Investment Revenue, Net	5,410,043	4,305,925
Public Benefit Income	678,428	337,465
Miscellaneous Revenue	129,764	101,044
Total Nonoperating Revenues	<u>6,218,235</u>	<u>4,744,434</u>
Nonoperating Expenses:		
Interest Expense	81,084,931	79,893,979
Expenses for Public Benefit & Pass Thru Expenses	703,346	574,405
Total Nonoperating Expenses, Net	<u>81,788,277</u>	<u>80,468,384</u>
Changes in Net Position	(17,963,202)	(12,290,986)
Net Position:		
Net Position, Beginning of Year	(425,066,414)	(408,847,591)
Net Position - End of Year	<u>\$ (443,029,616)</u>	<u>\$ (421,138,577)</u>



Comparison of Budget By Expense Type as of March 31, 2020

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 86,466,078	\$ 78,320,180	\$ (8,145,898)
Maintenance-of-Way Charges	4,784,754	2,569,613	(2,215,141)
Total Operating Revenues	91,250,832	80,889,793	(10,361,039)
Other Revenues			
Projects			
Pier Pass	45,000	45,000	-
EPA Order	89,075	124	(88,951)
Subtotal Projects	134,075	45,124	(88,951)
Miscellaneous			
Public Benefit Income	3,964,895	678,428	(3,286,467)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	93,006	84,640	(8,366)
Investment Income	1,820,095	5,410,043	3,589,948
Subtotal Miscellaneous	5,877,996	6,173,111	295,115
Subtotal Other Revenues	6,012,071	6,218,235	206,164
Total Sources of Funds	97,262,903	87,108,028	(10,154,875)
Expenses			
Salaries	1,287,151	1,035,506	(251,645)
Benefits	674,333	516,086	(158,247)
Office Expenses	337,855	299,081	(38,774)
Other Management Expenses	60,746	26,614	(34,132)
Information Technologies	233,846	222,916	(10,930)
Bank & Investment	129,375	104,784	(24,591)
ACET Administrative & Capital Support	1,072,716	931,121	(141,595)
Audit	134,904	136,490	1,586
Legal	675,000	266,352	(408,648)
Governmental Affairs	57,289	44,558	(12,731)
Other Professional Services	438,190	224,490	(213,700)
Pass Thru Expenses & EPA Order	89,075	13,511	(75,564)
Expenses for Public Benefit	3,964,895	689,835	(3,275,060)
Total Administrative Expenses	9,155,375	4,511,344	(4,644,031)
Maintenance-of-Way Expenses-Rail - Contractors	2,959,943	1,104,170	(1,855,773)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	1,824,811	1,465,443	(359,368)
Maintenance-of-Way Expenses-Nonrail - Contractors	966,212	242,377	(723,835)
Maintenance-of-Way Expenses-Nonrail - Capital	2,444,925	727,152	(1,717,773)
Maintenance-of-Way Expenses-Nonrail - Other	124,875	121,501	(3,374)
Maintenance-of-Way Expenses - ACTA	158,271	51,624	(106,647)
Total Maintenance-of-Way Expenses	8,479,037	3,712,267	(4,766,770)
Subtotal Administrative and M&O Expenses	17,634,412	8,223,611	(9,410,801)
Financing Expenses			
Debt Service - Interest	48,314,741	40,727,215	(7,587,526)
Debt Service - Accrued CAB Interest	31,209,795	40,357,716	9,147,921
Subtotal Financing Expenses	79,524,536	81,084,931	1,560,395
Depreciation & Amortization Expenses			
Depreciation	15,736,248	15,762,688	26,440
Subtotal Depreciation & Amortization Expenses	15,736,248	15,762,688	26,440
Total Operating Expenses	112,895,196	105,071,230	(7,823,966)
Income (Loss)	<u>\$ (15,632,293)</u>	<u>\$ (17,963,202)</u>	<u>\$ (2,330,909)</u>
* Y-T-D Budget calculated on a straight line basis.			



Comparison of Budget By Funds as of March 31, 2020

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 86,466,078	\$ 78,320,180	\$ (8,145,898)
Maintenance-of-Way Charges	4,784,754	2,569,613	(2,215,141)
Total Operating Revenues	<u>91,250,832</u>	<u>80,889,793</u>	<u>(10,361,039)</u>
Other Revenues			
Projects			
Pier Pass	45,000	45,000	-
EPA Order	89,075	124	(88,951)
Subtotal Projects	<u>134,075</u>	<u>45,124</u>	<u>(88,951)</u>
Miscellaneous			
Public Benefit Income	3,964,895	678,428	(3,286,467)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	93,006	84,640	(8,366)
Investment Income	1,820,095	5,410,043	3,589,948
Subtotal Miscellaneous	<u>5,877,996</u>	<u>6,173,111</u>	<u>295,115</u>
Subtotal Other Revenues	<u>6,012,071</u>	<u>6,218,235</u>	<u>206,164</u>
Total Sources of Funds	<u>97,262,903</u>	<u>87,108,028</u>	<u>(10,154,875)</u>
Expenses			
Administrative Costs	5,101,406	3,807,998	(1,293,408)
Railroads-M&O	4,784,753	2,569,613	(2,215,140)
Reserve-M&O	3,536,012	1,091,030	(2,444,982)
Financing Fees-M&O	158,271	51,624	(106,647)
Revenue Fund-Interest & COI	48,314,741	40,727,215	(7,587,526)
Expenses for Public Benefit	3,964,895	689,835	(3,275,060)
LAIF General Fund-Pass Thru & EPA	89,075	13,511	(75,564)
Total Expenses	<u>65,949,153</u>	<u>48,950,826</u>	<u>(16,998,327)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	31,209,795	40,357,716	9,147,921
Depreciation	15,736,248	15,762,688	26,440
Subtotal Interest, Depreciation, & Amortization Expenses	<u>46,946,043</u>	<u>56,120,404</u>	<u>9,174,361</u>
Total Operating Expenses	<u>112,895,196</u>	<u>105,071,230</u>	<u>(7,823,966)</u>
Income (Loss)	<u>\$ (15,632,293)</u>	<u>\$ (17,963,202)</u>	<u>\$ (2,330,909)</u>

* Y-T-D Budget calculated on a straight line basis.



Cash & Investment Summary as of March 31, 2020

Cash and Investment Balances (\$ in thousands)					
<u>Institution</u>	<u>Bank Reference #</u>	<u>Chandler Reference #</u>	<u>Account Description</u>	<u>Book Value</u>	<u>Market Value</u>
Bank of America					
	0457 & 0796	-	Concentration & Disbursement	937	937
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	3,696	3,718
Grant Reimbursement Received this Month \$-0- Grant Reimbursement Received FY to Date \$817,338					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,809	9,809
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	52,008	52,068
	1171	508	M & O Fund	2,332	2,332
	1172	509	Reserve Account	14,878	15,104
	1189	518	Administrative Costs	7,469	7,506
			Subtotal Revenue Funds	76,687	77,010
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	10,067	10,217
	1201	-	99C Principal Account	16,848	17,091
	9004	515	04A Debt Service Reserve	33,726	34,447
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,499	24,285
	59001	-	12 Debt Service Interest Account	1,047	1,047
	59004	-	12 Debt Service Reserve Account	7,303	7,558
	7001	-	13A Debt Service Interest Account	5,705	5,790
	7002	-	13A Debt Service Principal Account	9,099	9,232
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,613	3,722
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	1	1
			Subtotal Debt Service Funds	110,908	113,390
			Total U.S. Bank	187,595	190,400
Total Cash & Investment Balances				\$ 202,037	204,864



Cash & Investment Summary (cont'd) as of March 31, 2020

Investment Schedule (\$ in thousands)

<u>Type of Investment</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Percentage of Total</u>	<u>Investment Policy Limit</u>
Money Market Funds	\$ 31,013	\$ 31,013	15.14%	20.00%
U.S. Government & Agency Obligations	85,839	88,245	43.06%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	60,324	60,712	29.64%	100.00%
Corporate Bonds	14,115	14,148	6.91%	30.00%
Bank of America	937	937	0.46%	20.00%
Local Agency Investment Fund	9,809	9,809	4.79%	\$40 Million
Total	\$ 202,037	\$ 204,864	100.00%	

Monthly Cash Flow

March 2020

Total Beginning Cash	\$ 75,600,070
Receipts	
Use Fees & Container Charges	\$ 8,328,294
M&O, Grants, & Miscellaneous Revenue	688,568
Total Receipts	<u>9,016,862</u>
Disbursements	
Debt Service - Transfer to Accounts	6,892,659
M&O, Administrative, & Financing Expenses	1,037,941
Total Disbursements	<u>7,930,600</u>
Cash Flow for Month	<u>\$ 1,086,262</u>
Total Ending Cash	<u><u>\$ 76,686,332</u></u>



Cash Flow as of March 31, 2020

		<u>March 2020</u>
Beginning Cash		
Master Indenture Revenue Fund 1170		50,382,749
Master Indenture M&O Fund 1171		2,170,278
Master Indenture Reserve Fund 1172		15,284,747
1999A Admin Fund 1189		7,762,296
2004A Financing Fund 39006		-
Total Beginning Cash		<u>75,600,070</u>
Receipts		
Use Fee & Container Charges		8,328,294
M&O		448,822
Funds Transferred from BOA to Admin Fund		-
Funds Transferred from BOA to Reserve Fund		-
Semi-Annual Accounting - Transfer from Revenue Fund		-
Interest Income / Loss		239,746
Total Receipts		<u>9,016,862</u>
Total Cash		<u><u>\$ 84,616,933</u></u>
Disbursements		
Debt Service - transfer to 1999C Principal		2,675,000
Debt Service - transfer to 1999C Interest		1,652,640
Debt Service - transfer to 2012 Interest		171,606
Debt Service - transfer to 2013A Interest		935,913
Debt Service- transfer to 2013A Principal		1,457,500
Semi-Annual Accounting - Transfers & Debt Service		-
Transfer to 2012 Reserve		-
Transfer to 2004A Financing Fee		-
Transfer to Admin Fund		-
Transfer to Master Reserve		-
Transfer to 2016A Reserve		-
Transfer to 2016B Financing Fee		-
Debt service payment - 2016A Interest		-
Debt service payment - 2016B Interest		-
Debt service payment - 2004		-
M&O - Railroads expense payments		289,307
M&O - Reserve expense payments		439,761
Administrative expense payments		308,873
Financing expense payments		-
Total Disbursements		<u>7,930,600</u>
Net Ending Cash		<u><u>\$ 76,686,332</u></u>
Ending Cash		
Master Indenture Revenue Fund 1170		52,008,215
Master Indenture M&O Fund 1171		2,331,882
Master Indenture Reserve Fund 1172		14,877,658
1999A Admin Fund 1189		7,468,577
2004A Financing Fund 39006		-
Total Ending Cash		<u><u>\$ 76,686,332</u></u>



Cash Flow – YTD as of March 31, 2020

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>March 2020</u>
Total Beginning Cash as of 7/1/19		\$ 73,173,116
Receipts		
Use Fees & Container Charges	\$ 81,070,347	
M&O, Grants, & Miscellaneous Revenue	<u>15,758,812</u>	
Total Receipts	96,829,159	
Disbursements		
Debt Service - Transfer to Accounts	85,127,479	
M&O, Administrative, & Financing Expenses	<u>8,188,464</u>	
Total Disbursements	93,315,943	
Cash Flow for Fiscal Year		<u>\$ 3,513,216</u>
Total Ending Cash		<u><u>\$ 76,686,332</u></u>



Cash Flow – YTD as of March 31, 2020

		March 2020
Beginning Cash as of 7/1/19		
Master Indenture Revenue Fund 1170		55,139,842
Master Indenture M&O Fund 1171		548,450
Master Indenture Reserve Fund 1172		12,980,405
1999A Admin Fund 1189		4,504,419
2004A Financing Fund 39006		-
Total Beginning Cash		<u>73,173,116</u>
Receipts		
Use Fee & Container Charges		81,070,347
M&O		4,314,329
Funds Transferred from BOA to Admin Fund		7,132,531
Funds Transferred from BOA to Reserve Fund		3,000,000
Semi-Annual Accounting - Transfer from Revenue Fund		-
Interest Income / Loss		1,311,952
Total Receipts		<u>96,829,159</u>
Total Cash		<u><u>\$ 170,002,275</u></u>
Disbursements		
Debt Service - transfer to 1999C Principal		21,488,839
Debt Service - transfer to 1999C Interest		17,314,590
Debt Service - transfer to 2012 Interest		3,809,633
Debt Service - transfer to 2013A Interest		8,562,215
Debt Service- transfer to 2013A Principal		9,261,227
Semi-Annual Accounting - Transfers & Debt Service		-
Transfer to 2012 Reserve		3,000,000
Transfer to 2004A Financing Fee		-
Transfer to Admin Fund		7,000,000
Transfer to Master Reserve		-
Transfer to 2016A Reserve		-
Transfer to 2016B Financing Fee		-
Debt service payment - 2016A Interest		803,850
Debt service payment - 2016B Interest		13,087,125
Debt service payment - 2004		800,000
M&O - Railroads expense payments		2,543,358
M&O - Reserve expense payments		1,356,146
Administrative expense payments		4,288,960
Financing expense payments		-
Total Disbursements		<u>93,315,943</u>
Net Ending Cash		<u><u>\$ 76,686,332</u></u>
Ending Cash		
Master Indenture Revenue Fund 1170		52,008,215
Master Indenture M&O Fund 1171		2,331,882
Master Indenture Reserve Fund 1172		14,877,658
1999A Admin Fund 1189		7,468,577
2004A Financing Fund 39006		-
Total Ending Cash		<u><u>\$ 76,686,332</u></u>