



# Statements of Net Position

## May 31, 2020 & June 30, 2019

	May 2020	June 2019
<b><u>Assets &amp; Deferred Outflows of Resources</u></b>		
<b>Current Assets:</b>		
Restricted Cash & Cash Equivalents, & Investments	\$ 21,846,034	\$ 142,095,378
Receivables	8,814,870	11,992,009
Prepaid Expenses	1,362,216	1,186,647
<b>Total Current Assets</b>	<b>32,023,120</b>	<b>155,274,034</b>
Restricted Investments *	168,046,036	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	1,099,063,944	1,118,194,533
<b>Total Assets</b>	<b>1,750,858,289</b>	<b>1,780,992,512</b>
<b>Deferred Outflows of Resources:</b>		
Charges on Refunding	15,457,941	16,831,570
Pension Contributions & Differences in Experience	708,037	708,037
<b>Total Assets &amp; Deferred Outflows of Resources</b>	<b>\$ 1,767,024,267</b>	<b>\$ 1,798,532,119</b>
<b><u>Liabilities, Deferred Inflows of Resources, &amp; Net Position</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 1,368,308	\$ 2,219,703
Unearned Revenue	3,199,808	935,014
Accrued Interest Payable, Current Portion	10,150,641	18,082,865
Revenue Bonds Payable, Current Portion	42,611,850	42,611,850
Other Liabilities	454,982	610,119
<b>Total Current Liabilities</b>	<b>57,785,589</b>	<b>64,459,551</b>
<b>Noncurrent Liabilities:</b>		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,596,516	12,383,832
Net Pension Liability	2,001,963	2,001,963
Accrued Interest Payable, Net of Current Portion	599,050,959	550,267,549
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,543,382,073	1,594,397,514
<b>Total Noncurrent Liabilities</b>	<b>2,157,031,511</b>	<b>2,159,050,858</b>
<b>Total Liabilities</b>	<b>\$ 2,214,817,100</b>	<b>\$ 2,223,510,409</b>
<b>Deferred Inflows of Resources</b>	<b>88,124</b>	<b>88,124</b>
<b><u>Net Position</u></b>		
Net Investment in Capital Assets	54,157,644	32,319,507
Restricted for Debt Service	103,023,207	101,329,902
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	70,219,312	81,829,720
Unrestricted	(675,281,120)	(640,545,543)
<b>Total Net Position</b>	<b>(447,880,957)</b>	<b>(425,066,414)</b>
<b>Total Liabilities, Deferred Inflows of Resources, &amp; Net Position</b>	<b>\$ 1,767,024,267</b>	<b>\$ 1,798,532,119</b>

\* 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.

	May 2020	June 2019	FY2020 Decrease
Current	\$ 21,846,034	\$ 142,095,378	
Noncurrent	168,046,036	55,798,756	
	\$ 189,892,070	\$ 197,894,134	\$ (8,002,064)



# Statement of Revenues, Expenses, & Changes in Net Position

For eleven months ended May 31, 2020 & May 31, 2019

	<u>May 2020</u>	<u>May 2019</u>
<b>Operating Revenues:</b>		
Use Fees & Container Charges	\$ 94,520,743	\$ 102,771,413
Maintenance-of-Way Charges	3,725,932	3,902,602
<b>Total Operating Revenues</b>	<u>98,246,675</u>	<u>106,674,015</u>
<b>Operating Expenses:</b>		
Salaries & Benefits	1,990,599	1,941,931
Administrative Expenses	1,992,039	1,800,225
Professional Services	923,814	768,267
Maintenance-of-Way	5,586,381	5,878,372
Depreciation	19,265,508	19,272,781
<b>Total Operating Expenses</b>	<u>29,758,341</u>	<u>29,661,576</u>
<b>Operating Income (Loss)</b>	68,488,334	77,012,439
<b>Nonoperating Revenues:</b>		
Interest & Investment Revenue, Net	7,149,709	6,047,662
Public Benefit Income	678,428	462,770
Miscellaneous Revenue	140,946	162,663
<b>Total Nonoperating Revenues</b>	<u>7,969,083</u>	<u>6,673,095</u>
<b>Nonoperating Expenses:</b>		
Interest Expense	98,453,563	97,530,835
Expenses for Public Benefit & Pass Thru Expenses	818,397	722,686
<b>Total Nonoperating Expenses, Net</b>	<u>99,271,960</u>	<u>98,253,521</u>
<b>Changes in Net Position</b>	(22,814,543)	(14,567,987)
<b>Net Position:</b>		
Net Positon, Beginning of Year	(425,066,414)	(408,847,591)
<b>Net Position - End of Year</b>	<u>\$ (447,880,957)</u>	<u>\$ (423,415,578)</u>



# Comparison of Budget By Expense Type as of May 31, 2020

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
<b>Revenues</b>			
<b>Operating Revenues</b>			
Use Fees & Container Charges	\$ 105,680,762	\$ 94,520,743	\$ (11,160,019)
Maintenance-of-Way Charges	5,848,033	3,725,932	(2,122,101)
<b>Total Operating Revenues</b>	<u>111,528,795</u>	<u>98,246,675</u>	<u>(13,282,120)</u>
<b>Other Revenues</b>			
<b>Projects</b>			
Pier Pass	55,000	55,000	-
EPA Order	108,869	124	(108,745)
<b>Subtotal Projects</b>	<u>163,869</u>	<u>55,124</u>	<u>(108,745)</u>
<b>Miscellaneous</b>			
Public Benefit Income	4,845,982	678,428	(4,167,554)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	113,674	85,822	(27,852)
Investment Income	2,224,560	7,149,709	4,925,149
<b>Subtotal Miscellaneous</b>	<u>7,184,216</u>	<u>7,913,959</u>	<u>729,743</u>
<b>Subtotal Other Revenues</b>	<u>7,348,085</u>	<u>7,969,083</u>	<u>620,998</u>
<b>Total Sources of Funds</b>	<u>118,876,880</u>	<u>106,215,758</u>	<u>(12,661,122)</u>
<b>Expenses</b>			
Salaries	1,573,184	1,302,132	(271,052)
Benefits	824,185	688,467	(135,718)
Office Expenses	412,934	328,926	(84,008)
Other Management Expenses	74,245	29,128	(45,117)
Information Technologies	285,811	287,996	2,185
Bank & Investment	158,125	136,842	(21,283)
ACET Administrative & Capital Support	1,311,097	1,209,147	(101,950)
Audit	164,883	148,305	(16,578)
Legal	825,000	435,850	(389,150)
Governmental Affairs	70,020	44,558	(25,462)
Other Professional Services	535,565	295,101	(240,464)
Pass Thru Expenses & EPA Order	108,869	40,925	(67,944)
Expenses for Public Benefit	4,845,982	777,472	(4,068,510)
<b>Total Administrative Expenses</b>	<u>11,189,900</u>	<u>5,724,849</u>	<u>(5,465,051)</u>
Maintenance-of-Way Expenses-Rail - Contractors	3,617,708	1,872,632	(1,745,076)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	2,230,324	1,853,299	(377,025)
Maintenance-of-Way Expenses-Nonrail - Contractors	1,180,926	424,951	(755,975)
Maintenance-of-Way Expenses-Nonrail - Capital	2,988,242	1,180,682	(1,807,560)
Maintenance-of-Way Expenses-Nonrail - Other	152,625	156,923	4,298
Maintenance-of-Way Expenses - ACTA	193,442	97,894	(95,548)
<b>Total Maintenance-of-Way Expenses</b>	<u>10,363,267</u>	<u>5,586,381</u>	<u>(4,776,886)</u>
<b>Subtotal Administrative and M&amp;O Expenses</b>	<u>21,553,167</u>	<u>11,311,230</u>	<u>(10,241,937)</u>
<b>Financing Expenses</b>			
Debt Service - Interest	59,051,350	49,632,577	(9,418,773)
Debt Service - Accrued CAB Interest	38,145,305	48,820,986	10,675,681
<b>Subtotal Financing Expenses</b>	<u>97,196,655</u>	<u>98,453,563</u>	<u>1,256,908</u>
<b>Depreciation &amp; Amortization Expenses</b>			
Depreciation	19,233,192	19,265,508	32,316
<b>Subtotal Depreciation &amp; Amortization Expenses</b>	<u>19,233,192</u>	<u>19,265,508</u>	<u>32,316</u>
<b>Total Operating Expenses</b>	<u>137,983,014</u>	<u>129,030,301</u>	<u>(8,952,713)</u>
<b>Income (Loss)</b>	<u>\$ (19,106,134)</u>	<u>\$ (22,814,543)</u>	<u>\$ (3,708,409)</u>
* Y-T-D Budget calculated on a straight line basis.			



# Comparison of Budget By Funds as of May 31, 2020

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
<b>Revenues</b>			
<b>Operating Revenues</b>			
Use Fees & Container Charges	\$ 105,680,762	\$ 94,520,743	\$ (11,160,019)
Maintenance-of-Way Charges	5,848,033	3,725,932	(2,122,101)
<b>Total Operating Revenues</b>	<u>111,528,795</u>	<u>98,246,675</u>	<u>(13,282,120)</u>
<b>Other Revenues</b>			
<b>Projects</b>			
Pier Pass	55,000	55,000	-
EPA Order	108,869	124	(108,745)
<b>Subtotal Projects</b>	<u>163,869</u>	<u>55,124</u>	<u>(108,745)</u>
<b>Miscellaneous</b>			
Public Benefit Income	4,845,982	678,428	(4,167,554)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	113,674	85,822	(27,852)
Investment Income	2,224,560	7,149,709	4,925,149
<b>Subtotal Miscellaneous</b>	<u>7,184,216</u>	<u>7,913,959</u>	<u>729,743</u>
<b>Subtotal Other Revenues</b>	<u>7,348,085</u>	<u>7,969,083</u>	<u>620,998</u>
<b>Total Sources of Funds</b>	<u>118,876,880</u>	<u>106,215,758</u>	<u>(12,661,122)</u>
<b>Expenses</b>			
Administrative Costs	6,235,049	4,906,452	(1,328,597)
Railroads-M&O	5,848,032	3,725,932	(2,122,100)
Reserve-M&O	4,321,793	1,762,555	(2,559,238)
Financing Fees-M&O	193,442	97,894	(95,548)
Revenue Fund-Interest & COI	59,051,350	49,632,577	(9,418,773)
Expenses for Public Benefit	4,845,982	777,472	(4,068,510)
LAIF General Fund-Pass Thru & EPA	108,869	40,925	(67,944)
<b>Total Expenses</b>	<u>80,604,517</u>	<u>60,943,807</u>	<u>(19,660,710)</u>
<b>Non Cash Expenses</b>			
Accrued CAB Debt Service Interest	38,145,305	48,820,986	10,675,681
Depreciation	19,233,192	19,265,508	32,316
<b>Subtotal Interest, Depreciation, &amp; Amortization Expenses</b>	<u>57,378,497</u>	<u>68,086,494</u>	<u>10,707,997</u>
<b>Total Operating Expenses</b>	<u>137,983,014</u>	<u>129,030,301</u>	<u>(8,952,713)</u>
<b>Income (Loss)</b>	<u>\$ (19,106,134)</u>	<u>\$ (22,814,543)</u>	<u>\$ (3,708,409)</u>

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





# Cash & Investment Summary

## as of May 31, 2020

<b>Cash and Investment Balances (\$ in thousands)</b>					
<u>Institution</u>	<u>Bank Reference #</u>	<u>Chandler Reference #</u>	<u>Account Description</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Bank of America</b>					
	0457 & 0796	-	Concentration & Disbursement	1,305	1,305
<b>Pre 1999 Bond Sale Accounts-Union Bank</b>					
	5080	512	SR-47	3,633	3,643
Grant Reimbursement Received this Month \$102,176					
Grant Reimbursement Received FY to Date \$1,026,858					
<b>US Bank</b>					
	35000	-	Bank of America Collateral	-	-
<b>Local Agency Investment Fund (LAIF)</b>					
	40-19-006	570	General Fund	9,836	9,836
<b>1999, 2004 and 2016 Bond Funds - US Bank-Trustee</b>					
<b>Revenue Funds</b>					
	1170	507	Revenue Fund	39,380	39,426
	1171	508	M & O Fund	2,349	2,349
	1172	509	Reserve Account	14,615	14,806
	1189	518	Administrative Costs	6,348	6,369
			<b>Subtotal Revenue Funds</b>	<b>62,692</b>	<b>62,950</b>
<b>Debt Service Funds</b>					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	3,607	3,691
	1201	-	99C Principal Account	22,442	23,107
	9004	515	04A Debt Service Reserve	33,837	34,610
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,615	24,425
	59001	-	12 Debt Service Interest Account	361	361
	59004	-	12 Debt Service Reserve Account	7,355	7,611
	7001	-	13A Debt Service Interest Account	2,047	2,096
	7002	-	13A Debt Service Principal Account	12,147	12,510
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,628	3,747
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	-	-
			<b>Subtotal Debt Service Funds</b>	<b>109,039</b>	<b>112,158</b>
			<b>Total U.S. Bank</b>	<b>171,731</b>	<b>175,108</b>
<b>Total Cash &amp; Investment Balances</b>				<b>\$ 186,505</b>	<b>189,892</b>



# Cash & Investment Summary (cont'd) as of May 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	\$ 10,705	\$ 10,705	5.64%	20.00%
U.S. Government & Agency Obligations	95,708	98,319	51.77%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	54,590	55,157	29.05%	100.00%
Corporate Bonds	14,361	14,570	7.67%	30.00%
Bank of America	1,305	1,305	0.69%	20.00%
Local Agency Investment Fund	9,836	9,836	5.18%	\$40 Million
<b>Total</b>	<b>\$ 186,505</b>	<b>\$ 189,892</b>	<b>100.00%</b>	

## Monthly Cash Flow

May 2020

**Total Beginning Cash** \$ 61,066,789

### **Receipts**

Use Fees & Container Charges	\$ 7,813,351
M&O, Grants, & Miscellaneous Revenue	1,865,782
<b>Total Receipts</b>	<b>9,679,133</b>

### **Disbursements**

Debt Service - Transfer to Accounts	6,892,659
M&O, Administrative, & Financing Expenses	1,160,676
<b>Total Disbursements</b>	<b>8,053,335</b>

**Cash Flow for Month** \$ 1,625,798

**Total Ending Cash** \$ 62,692,587



# Cash Flow as of May 31, 2020

<u>May 2020</u>	
<b>Beginning Cash</b>	
Master Indenture Revenue Fund 1170	38,380,992
Master Indenture M&O Fund 1171	1,085,570
Master Indenture Reserve Fund 1172	14,747,206
1999A Admin Fund 1189	6,853,021
2004A Financing Fund 39006	-
<b>Total Beginning Cash</b>	<u>61,066,789</u>
<b>Receipts</b>	
Use Fee & Container Charges	7,813,351
M&O	1,755,224
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	110,558
<b>Total Receipts</b>	<u>9,679,133</u>
<b>Total Cash</b>	<u><u>\$ 70,745,922</u></u>
<b>Disbursements</b>	
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	491,611
M&O - Reserve expense payments	156,462
Administrative expense payments	512,603
Financing expense payments	-
<b>Total Disbursements</b>	<u>8,053,335</u>
<b>Net Ending Cash</b>	<u><u>\$ 62,692,587</u></u>
<b>Ending Cash</b>	
Master Indenture Revenue Fund 1170	39,380,347
Master Indenture M&O Fund 1171	2,349,203
Master Indenture Reserve Fund 1172	14,614,822
1999A Admin Fund 1189	6,348,215
2004A Financing Fund 39006	-
<b>Total Ending Cash</b>	<u><u>\$ 62,692,587</u></u>



# Cash Flow – YTD as of May 31, 2020

## Cash Flow - Fiscal Year-to-Date

May 2020

**Total Beginning Cash as of 7/1/19** \$ 73,173,116

### **Receipts**

Use Fees & Container Charges \$ 95,992,084

M&O, Grants, & Miscellaneous Revenue 18,141,457

**Total Receipts** 114,133,541

### **Disbursements**

Debt Service - Transfer to Accounts 112,802,738

M&O, Administrative, & Financing Expenses 11,811,332

**Total Disbursements** 124,614,070

**Cash Flow for Fiscal Year** \$ (10,480,529)

**Total Ending Cash** \$ 62,692,587





# Cash Flow – YTD as of May 31, 2020

		<u>May 2020</u>
<b>Beginning Cash as of 7/1/19</b>		
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		-
<b>Total Beginning Cash</b>		<u>73,173,116</u>
<b>Receipts</b>		
Use Fee & Container Charges		95,992,084
M&O		6,483,934
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		1,524,992
<b>Total Receipts</b>		<u>114,133,541</u>
<b>Total Cash</b>		<u><u>\$ 187,306,657</u></u>
<b>Disbursements</b>		
Debt Service - transfer to 1999C Principal		26,838,839
Debt Service - transfer to 1999C Interest		20,619,870
Debt Service - transfer to 2012 Interest		4,152,844
Debt Service - transfer to 2013A Interest		10,434,041
Debt Service- transfer to 2013A Principal		12,176,227
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		1,607,640
Debt service payment - 2016B Interest		13,087,125
Debt service payment - 2004		13,886,151
M&O - Railroads expense payments		4,696,796
M&O - Reserve expense payments		1,683,481
Administrative expense payments		5,431,055
Financing expense payments		-
<b>Total Disbursements</b>		<u>124,614,070</u>
<b>Net Ending Cash</b>		<u><u>\$ 62,692,587</u></u>
<b>Ending Cash</b>		
Master Indenture Revenue Fund 1170		39,380,347
Master Indenture M&O Fund 1171		2,349,203
Master Indenture Reserve Fund 1172		14,614,822
1999A Admin Fund 1189		6,348,215
2004A Financing Fund 39006		-
<b>Total Ending Cash</b>		<u><u>\$ 62,692,587</u></u>