



Statements of Net Position

August 31, 2020 & June 30, 2020

	<u>August 2020</u>	<u>June 2020</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 26,012,382	\$ 133,027,892
Receivables	11,999,932	9,907,904
Prepaid Expenses	1,229,741	1,225,268
Total Current Assets	39,242,055	144,161,064
Restricted Investments *	185,458,412	63,123,538
Assets Held for Transfer	13,347,625	13,347,625
Net OPEB Asset	490,343	490,343
Capital Assets Not Being Depreciated	438,148,732	438,148,732
Capital Assets, Net	1,093,827,952	1,097,331,202
Total Assets	1,770,515,119	1,756,602,504
Deferred Outflows of Resources:		
Charges on Refunding	15,083,210	15,333,065
Pension Contributions & Differences in Experience	708,037	707,933
Total Assets & Deferred Outflows of Resources	\$ 1,786,306,366	\$ 1,772,643,502
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 3,301,707	\$ 5,312,610
Unearned Revenue	1,268,222	889,742
Accrued Interest Payable, Current Portion	26,130,960	15,980,319
Revenue Bonds Payable, Current Portion	25,767,886	25,767,886
Other Liabilities	527,401	642,724
Total Current Liabilities	56,996,176	48,593,281
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,616,570	12,612,996
Net Pension Liability	2,116,034	2,116,034
Accrued Interest Payable, Net of Current Portion	607,410,180	602,528,224
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,558,014,542	1,559,462,077
Total Noncurrent Liabilities	2,180,157,326	2,176,719,331
Total Liabilities	\$ 2,237,153,502	\$ 2,225,312,612
Deferred Inflows of Resources	343,370	343,370
<u>Net Position</u>		
Net Investment in Capital Assets	48,546,924	52,475,405
Restricted for Debt Service	115,930,519	107,375,351
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	71,214,019	66,271,689
Unrestricted	(686,881,968)	(679,134,925)
Total Net Position	(451,190,506)	(453,012,480)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,786,306,366	\$ 1,772,643,502

* 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.

	<u>August 2020</u>	<u>June 2020</u>	<u>FY2021 Increase</u>
Current	\$ 26,012,382	\$ 133,027,892	
Noncurrent	185,458,412	63,123,538	
	\$ 211,470,794	\$ 196,151,430	\$ 15,319,364



Statement of Revenues, Expenses, & Changes in Net Position

For two months ended August 31, 2020 & August 31, 2019

	<u>August 2020</u>	<u>August 2019</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 18,765,711	\$ 19,454,052
Maintenance-of-Way Charges	654,755	636,815
Total Operating Revenues	<u>19,420,466</u>	<u>20,090,867</u>
Operating Expenses:		
Salaries & Benefits	369,875	329,612
Administrative Expenses	150,275	284,854
Professional Services	174,775	113,281
Maintenance-of-Way	802,375	771,304
Depreciation	3,503,246	3,502,820
Total Operating Expenses	<u>5,000,546</u>	<u>5,001,871</u>
Operating Income (Loss)	14,419,920	15,088,996
Nonoperating Revenues:		
Interest & Investment Revenue, Net	1,355,469	1,707,763
Public Benefit Income	-	7,573
Miscellaneous Revenue	(40,996)	30,612
Total Nonoperating Revenues	<u>1,314,473</u>	<u>1,745,948</u>
Nonoperating Expenses:		
Interest Expense	13,838,388	18,166,250
Expenses for Public Benefit & Pass Thru Expenses	74,031	475,509
Total Nonoperating Expenses, Net	<u>13,912,419</u>	<u>18,641,759</u>
Changes in Net Position	1,821,974	(1,806,815)
Net Position:		
Net Position, Beginning of Year	(453,012,480)	(425,066,414)
Net Position - End of Year	<u>\$ (451,190,506)</u>	<u>\$ (426,873,229)</u>



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

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 15,328,678	\$ 18,765,711	\$ 3,437,033
Maintenance-of-Way Charges	1,340,402	654,755	(685,647)
Total Operating Revenues	<u>16,669,080</u>	<u>19,420,466</u>	<u>2,751,386</u>
Other Revenues			
Projects			
Pier Pass	10,000	10,000	-
EPA Order & Pass Thru Income	22,205	(61,333)	(83,538)
Subtotal Projects	<u>32,205</u>	<u>(51,333)</u>	<u>(83,538)</u>
Miscellaneous			
Public Benefit Income	851,644	-	(851,644)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	18,683	10,337	(8,346)
Investment Income	321,132	1,355,469	1,034,337
Subtotal Miscellaneous	<u>1,191,459</u>	<u>1,365,806</u>	<u>174,347</u>
Subtotal Other Revenues	<u>1,223,664</u>	<u>1,314,473</u>	<u>90,809</u>
Total Sources of Funds	<u>17,892,744</u>	<u>20,734,939</u>	<u>2,842,195</u>
Expenses			
Salaries	277,573	231,330	(46,243)
Benefits	169,154	138,545	(30,609)
Office Expenses	78,400	70,859	(7,541)
Other Management Expenses	12,383	901	(11,482)
Information Technologies	127,192	54,992	(72,200)
Bank & Investment	26,917	23,523	(3,394)
ACET Administrative & Capital Support	229,495	-	(229,495)
Audit	37,247	26,270	(10,977)
Legal	146,667	99,898	(46,769)
Governmental Affairs	13,113	-	(13,113)
Other Professional Services	58,398	48,607	(9,791)
Pass Thru Expenses & EPA Order	22,205	14,919	(7,286)
Expenses for Public Benefit	851,644	59,112	(792,532)
Total Administrative Expenses	<u>2,050,388</u>	<u>768,956</u>	<u>(1,281,432)</u>
Maintenance-of-Way Expenses-Rail - Contractors	890,611	262,514	(628,097)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	449,791	392,218	(57,573)
Maintenance-of-Way Expenses-Nonrail - Contractors	288,239	102,905	(185,334)
Maintenance-of-Way Expenses-Nonrail - Capital	1,030,714	42,965	(987,749)
Maintenance-of-Way Expenses-Nonrail - Other	28,002	23	(27,979)
Maintenance-of-Way Expenses - ACTA	15,740	1,750	(13,990)
Total Maintenance-of-Way Expenses	<u>2,703,097</u>	<u>802,375</u>	<u>(1,900,722)</u>
Subtotal Administrative and M&O Expenses	<u>4,753,485</u>	<u>1,571,331</u>	<u>(3,182,154)</u>
Financing Expenses			
Debt Service - Interest	10,252,830	8,956,431	(1,296,399)
Debt Service - Accrued CAB Interest	6,131,790	4,881,957	(1,249,833)
Subtotal Financing Expenses	<u>16,384,620</u>	<u>13,838,388</u>	<u>(2,546,232)</u>
Depreciation & Amortization Expenses			
Depreciation	3,497,027	3,503,246	6,219
Subtotal Depreciation & Amortization Expenses	<u>3,497,027</u>	<u>3,503,246</u>	<u>6,219</u>
Total Operating Expenses	<u>24,635,132</u>	<u>18,912,965</u>	<u>(5,722,167)</u>
Income (Loss)	<u>\$ (6,742,388)</u>	<u>\$ 1,821,974</u>	<u>\$ 8,564,362</u>

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



Comparison of Budget By Funds as of August 31, 2020

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 15,328,678	\$ 18,765,711	\$ 3,437,033
Maintenance-of-Way Charges	1,340,402	654,755	(685,647)
Total Operating Revenues	<u>16,669,080</u>	<u>19,420,466</u>	<u>2,751,386</u>
Other Revenues			
Projects			
Pier Pass	10,000	10,000	-
EPA Order & Pass Thru Income	22,205	(61,333)	(83,538)
Subtotal Projects	<u>32,205</u>	<u>(51,333)</u>	<u>(83,538)</u>
Miscellaneous			
Public Benefit Income	851,644	-	(851,644)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	18,683	10,337	(8,346)
Investment Income	321,132	1,355,469	1,034,337
Subtotal Miscellaneous	<u>1,191,459</u>	<u>1,365,806</u>	<u>174,347</u>
Subtotal Other Revenues	<u>1,223,664</u>	<u>1,314,473</u>	<u>90,809</u>
Total Sources of Funds	<u>17,892,744</u>	<u>20,734,939</u>	<u>2,842,195</u>
Expenses			
Administrative Costs	1,176,540	694,925	(481,615)
Railroads-M&O	1,340,401	654,733	(685,668)
Reserve-M&O	1,346,955	145,892	(1,201,063)
Financing Fees-M&O	15,740	1,750	(13,990)
Revenue Fund-Interest & COI	10,252,830	8,956,431	(1,296,399)
Expenses for Public Benefit	851,644	59,112	(792,532)
LAIIF General Fund-Pass Thru & EPA	22,205	14,919	(7,286)
Total Expenses	<u>15,006,315</u>	<u>10,527,762</u>	<u>(4,478,553)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	6,131,790	4,881,957	(1,249,833)
Depreciation	3,497,027	3,503,246	6,219
Subtotal Interest, Depreciation, & Amortization Expenses	<u>9,628,817</u>	<u>8,385,203</u>	<u>(1,243,614)</u>
Total Operating Expenses	<u>24,635,132</u>	<u>18,912,965</u>	<u>(5,722,167)</u>
Income (Loss)	<u>\$ (6,742,388)</u>	<u>\$ 1,821,974</u>	<u>\$ 8,564,362</u>

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



Cash & Investment Summary as of August 31, 2020

<u>Cash and Investment Balances (\$ in thousands)</u>					
<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	127	127
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	4,192	4,192
Grant Reimbursement Received this Month \$48,458 Grant Reimbursement Received FY to Date \$48,458					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,941	9,941
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	43,573	43,589
	1171	508	M & O Fund	1,419	1,419
	1172	509	Reserve Account	13,372	13,518
	1189	518	Administrative Costs	5,203	5,207
Subtotal Revenue Funds				63,567	63,733
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	8,565	8,712
	1201	-	99C Principal Account	30,467	31,242
	9004	515	04A Debt Service Reserve	34,067	34,771
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,811	24,578
	59001	-	12 Debt Service Interest Account	876	876
	59004	-	12 Debt Service Reserve Account	7,411	7,648
	7001	-	13A Debt Service Interest Account	4,855	4,939
	7002	-	13A Debt Service Principal Account	16,519	16,943
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,655	3,769
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	-	-
Subtotal Debt Service Funds				130,226	133,478
Total U.S. Bank				193,793	197,211
Total Cash & Investment Balances				\$ 208,053	211,471



Cash & Investment Summary (cont'd)

as of August 31, 2020

<u>Investment Schedule</u> (\$ 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	\$ 15,943	\$ 15,944	7.54%	20.00%
U.S. Government & Agency Obligations	118,339	121,293	57.36%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	50,266	50,552	23.90%	100.00%
Corporate Bonds	13,437	13,614	6.44%	30.00%
Bank of America	127	127	0.06%	20.00%
Local Agency Investment Fund	9,941	9,941	4.70%	\$40 Million
Total	<u>\$ 208,053</u>	<u>\$ 211,471</u>	<u>100.00%</u>	

<u>Monthly Cash Flow</u>		<u>August 2020</u>
Total Beginning Cash		\$ 62,281,201
Receipts		
Use Fees & Container Charges	\$ 8,870,311	
M&O, Grants, & Miscellaneous Revenue	705,124	
Total Receipts	<u>9,575,435</u>	
Disbursements		
Debt Service - Transfer to Accounts	6,892,659	
M&O, Administrative, & Financing Expenses	1,396,081	
Total Disbursements	<u>8,288,740</u>	
Cash Flow for Month		<u>\$ 1,286,695</u>
Total Ending Cash		<u><u>\$ 63,567,896</u></u>



Cash Flow as of August 31, 2020

<u>August 2020</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	41,592,194
Master Indenture M&O Fund 1171	1,862,933
Master Indenture Reserve Fund 1172	13,458,887
1999A Admin Fund 1189	5,367,187
2004A Financing Fund 39006	-
Total Beginning Cash	62,281,201
Receipts	
Use Fee & Container Charges	8,870,311
M&O	618,794
Funds Transferred from BOA to Admin Fund	53,736
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	32,594
Total Receipts	9,575,435
Total Cash	\$ 71,856,636
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	1,062,315
M&O - Reserve expense payments	109,555
Administrative expense payments	224,211
Financing expense payments	-
Total Disbursements	8,288,740
Net Ending Cash	\$ 63,567,896
Ending Cash	
Master Indenture Revenue Fund 1170	43,573,176
Master Indenture M&O Fund 1171	1,419,431
Master Indenture Reserve Fund 1172	13,371,855
1999A Admin Fund 1189	5,203,434
2004A Financing Fund 39006	-
Total Ending Cash	\$ 63,567,896



Cash Flow – YTD as of August 31, 2020

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>August 2020</u>
Total Beginning Cash as of 7/1/20		\$ 63,133,920
Receipts		
Use Fees & Container Charges	\$ 16,390,760	
M&O, Grants, & Miscellaneous Revenue	1,109,066	
	<u>17,499,826</u>	
Total Receipts		17,499,826
Disbursements		
Debt Service - Transfer to Accounts	13,785,317	
M&O, Administrative, & Financing Expenses	3,280,533	
	<u>17,065,850</u>	
Total Disbursements		17,065,850
Cash Flow for Fiscal Year		<u>\$ 433,976</u>
Total Ending Cash		<u>\$ 63,567,896</u>



Cash Flow – YTD as of August 31, 2020

<u>August 2020</u>	
Beginning Cash as of 7/1/20	
Master Indenture Revenue Fund 1170	40,925,861
Master Indenture M&O Fund 1171	2,200,069
Master Indenture Reserve Fund 1172	14,133,817
1999A Admin Fund 1189	5,874,173
2004A Financing Fund 39006	-
Total Beginning Cash	63,133,920
Receipts	
Use Fee & Container Charges	16,390,760
M&O	960,170
Funds Transferred from BOA to Admin Fund	53,736
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	95,160
Total Receipts	17,499,826
Total Cash	\$ 80,633,746
Disbursements	
Debt Service - transfer to 1999C Principal	5,350,000
Debt Service - transfer to 1999C Interest	3,305,280
Debt Service - transfer to 2012 Interest	343,211
Debt Service - transfer to 2013A Interest	1,871,826
Debt Service- transfer to 2013A Principal	2,915,000
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	1,740,847
M&O - Reserve expense payments	802,205
Administrative expense payments	737,481
Financing expense payments	-
Total Disbursements	17,065,850
Net Ending Cash	\$ 63,567,896
Ending Cash	
Master Indenture Revenue Fund 1170	43,573,176
Master Indenture M&O Fund 1171	1,419,431
Master Indenture Reserve Fund 1172	13,371,855
1999A Admin Fund 1189	5,203,434
2004A Financing Fund 39006	-
Total Ending Cash	\$ 63,567,896