



Statements of Net Position

November 30, 2019 & June 30, 2019

	November 2019	June 2019
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 168,623,426	\$ 142,095,378
Receivables	9,805,081	11,992,009
Prepaid Expenses	798,241	1,186,647
Total Current Assets	179,226,748	155,274,034
Restricted Investments *	531	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	1,109,522,820	1,118,194,533
Total Assets	1,740,475,288	1,780,992,512
Deferred Outflows of Resources:		
Charges on Refunding	16,207,193	16,831,570
Pension Contributions & Differences in Experience	708,037	708,037
Total Assets & Deferred Outflows of Resources	\$ 1,757,390,518	\$ 1,798,532,119
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 750,079	\$ 2,219,703
Unearned Revenue	1,960,573	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	578,943	610,119
Total Current Liabilities	56,052,086	64,459,551
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,492,419	12,383,832
Net Pension Liability	2,001,963	2,001,963
Accrued Interest Payable, Net of Current Portion	573,474,742	550,267,549
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,547,965,850	1,594,397,514
Total Noncurrent Liabilities	2,135,934,974	2,159,050,858
Total Liabilities	\$ 2,191,987,060	\$ 2,223,510,409
Deferred Inflows of Resources	88,124	88,124
<u>Net Position</u>		
Net Investment in Capital Assets	65,365,773	32,319,507
Restricted for Debt Service	77,169,666	101,329,902
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	79,421,954	81,829,720
Unrestricted	(656,642,059)	(640,545,543)
Total Net Position	(434,684,666)	(425,066,414)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,757,390,518	\$ 1,798,532,119

	November 2019	June 2019	FY2020 Decrease
Current	\$ 168,623,426	\$ 142,095,378	
Noncurrent	531	55,798,756	
	\$ 168,623,957	\$ 197,894,134	\$ (29,270,177)

* 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.



Statement of Revenues, Expenses, & Changes in Net Position

For five months ended November 30, 2019 & November 30, 2018

	<u>November 2019</u>	<u>November 2018</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 44,937,342	\$ 46,910,663
Maintenance-of-Way Charges	1,431,156	1,594,214
Total Operating Revenues	<u>46,368,498</u>	<u>48,504,877</u>
Operating Expenses:		
Salaries & Benefits	907,321	842,406
Administrative Expenses	606,046	776,490
Professional Services	335,086	375,394
Maintenance-of-Way	1,578,579	2,254,738
Depreciation	8,757,049	8,760,355
Total Operating Expenses	<u>12,184,081</u>	<u>13,009,383</u>
Operating Income (Loss)	34,184,417	35,495,494
Nonoperating Revenues:		
Interest & Investment Revenue, Net	2,324,321	1,873,940
Public Benefit Income	451,707	242,175
Miscellaneous Revenue	79,990	49,527
Total Nonoperating Revenues	<u>2,856,018</u>	<u>2,165,642</u>
Nonoperating Expenses:		
Interest Expense	46,155,850	44,624,668
Expenses for Public Benefit & Pass Thru Expenses	502,837	370,563
Total Nonoperating Expenses, Net	<u>46,658,687</u>	<u>44,995,231</u>
Changes in Net Position	(9,618,252)	(7,334,095)
Net Position:		
Net Position, Beginning of Year	(425,066,414)	(408,847,591)
Net Position - End of Year	<u>\$ (434,684,666)</u>	<u>\$ (416,181,686)</u>



Comparison of Budget By Expense Type as of November 30, 2019

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 48,036,710	\$ 44,937,342	\$ (3,099,368)
Maintenance-of-Way Charges	2,658,197	1,431,156	(1,227,041)
Total Operating Revenues	<u>50,694,907</u>	<u>46,368,498</u>	<u>(4,326,409)</u>
Other Revenues			
Projects			
Pier Pass	25,000	25,000	-
EPA Order	49,486	2,772	(46,714)
Subtotal Projects	<u>74,486</u>	<u>27,772</u>	<u>(46,714)</u>
Miscellaneous			
Public Benefit Income	2,202,719	451,707	(1,751,012)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	51,670	52,218	548
Investment Income	1,011,164	2,324,321	1,313,157
Subtotal Miscellaneous	<u>3,265,553</u>	<u>2,828,246</u>	<u>(437,307)</u>
Subtotal Other Revenues	<u>3,340,039</u>	<u>2,856,018</u>	<u>(484,021)</u>
Total Sources of Funds	<u>54,034,946</u>	<u>49,224,516</u>	<u>(4,810,430)</u>
Expenses			
Salaries	715,084	636,421	(78,663)
Benefits	374,630	270,900	(103,730)
Office Expenses	187,698	193,143	5,445
Other Management Expenses	33,748	7,282	(26,466)
Information Technologies	129,914	121,857	(8,057)
Bank & Investment	71,875	62,395	(9,480)
ACET Administrative & Capital Support	595,953	221,369	(374,584)
Audit	74,947	93,571	18,624
Legal	375,000	140,676	(234,324)
Governmental Affairs	31,827	19,096	(12,731)
Other Professional Services	243,439	81,743	(161,696)
Pass Thru Expenses & EPA Order	49,486	7,299	(42,187)
Expenses for Public Benefit	2,202,719	495,538	(1,707,181)
Total Administrative Expenses	<u>5,086,320</u>	<u>2,351,290</u>	<u>(2,735,030)</u>
Maintenance-of-Way Expenses-Rail - Contractors	1,644,413	523,365	(1,121,048)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	1,013,784	691,960	(321,824)
Maintenance-of-Way Expenses-Nonrail - Contractors	536,785	101,217	(435,568)
Maintenance-of-Way Expenses-Nonrail - Capital	1,358,292	202,813	(1,155,479)
Maintenance-of-Way Expenses-Nonrail - Other	69,375	26,788	(42,587)
Maintenance-of-Way Expenses - ACTA	87,928	32,436	(55,492)
Total Maintenance-of-Way Expenses	<u>4,710,577</u>	<u>1,578,579</u>	<u>(3,131,998)</u>
Subtotal Administrative and M&O Expenses	<u>9,796,897</u>	<u>3,929,869</u>	<u>(5,867,028)</u>
Financing Expenses			
Debt Service - Interest	26,841,523	22,911,082	(3,930,441)
Debt Service - Accrued CAB Interest	17,338,775	23,244,768	5,905,993
Subtotal Financing Expenses	<u>44,180,298</u>	<u>46,155,850</u>	<u>1,975,552</u>
Depreciation & Amortization Expenses			
Depreciation	8,742,360	8,757,049	14,689
Subtotal Depreciation & Amortization Expenses	<u>8,742,360</u>	<u>8,757,049</u>	<u>14,689</u>
Total Operating Expenses	<u>62,719,555</u>	<u>58,842,768</u>	<u>(3,876,787)</u>
Income (Loss)	<u>\$ (8,684,609)</u>	<u>\$ (9,618,252)</u>	<u>\$ (933,643)</u>

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



Comparison of Budget By Funds as of November 30, 2019

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		Variance
	Budget*	Actuals	
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 48,036,710	\$ 44,937,342	\$ (3,099,368)
Maintenance-of-Way Charges	2,658,197	1,431,156	(1,227,041)
Total Operating Revenues	<u>50,694,907</u>	<u>46,368,498</u>	<u>(4,326,409)</u>
Other Revenues			
Projects			
Pier Pass	25,000	25,000	-
EPA Order	49,486	2,772	(46,714)
Subtotal Projects	<u>74,486</u>	<u>27,772</u>	<u>(46,714)</u>
Miscellaneous			
Public Benefit Income	2,202,719	451,707	(1,751,012)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	51,670	52,218	548
Investment Income	1,011,164	2,324,321	1,313,157
Subtotal Miscellaneous	<u>3,265,553</u>	<u>2,828,246</u>	<u>(437,307)</u>
Subtotal Other Revenues	<u>3,340,039</u>	<u>2,856,018</u>	<u>(484,021)</u>
Total Sources of Funds	<u>54,034,946</u>	<u>49,224,516</u>	<u>(4,810,430)</u>
Expenses			
Administrative Costs	2,834,116	1,848,453	(985,663)
Railroads-M&O	2,658,197	1,215,325	(1,442,872)
Reserve-M&O	1,964,451	330,818	(1,633,633)
Financing Fees-M&O	87,928	32,436	(55,492)
Revenue Fund-Interest & COI	26,841,523	22,911,082	(3,930,441)
Expenses for Public Benefit	2,202,719	495,538	(1,707,181)
LAIF General Fund-Pass Thru & EPA	49,486	7,299	(42,187)
Total Expenses	<u>36,638,420</u>	<u>26,840,951</u>	<u>(9,797,469)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	17,338,775	23,244,768	5,905,993
Depreciation	8,742,360	8,757,049	14,689
Subtotal Interest, Depreciation, & Amortization Expenses	<u>26,081,135</u>	<u>32,001,817</u>	<u>5,920,682</u>
Total Operating Expenses	<u>62,719,555</u>	<u>58,842,768</u>	<u>(3,876,787)</u>
Income (Loss)	<u>\$ (8,684,609)</u>	<u>\$ (9,618,252)</u>	<u>\$ (933,643)</u>

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



Cash & Investment Summary as of November 30, 2019

<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	712	712
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	3,508	3,519
Grant Reimbursement Received this Month \$0					
Grant Reimbursement Received FY to Date \$244,459					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,748	9,748
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	44,838	44,908
	1171	508	M & O Fund	1,294	1,294
	1172	509	Reserve Account	15,401	15,466
	1189	518	Administrative Costs	9,469	9,479
			Subtotal Revenue Funds	71,002	71,147
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	3,456	3,524
	1201	-	99C Principal Account	6,145	6,256
	9004	515	04A Debt Service Reserve	33,551	33,546
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,353	23,537
	59001	-	12 Debt Service Interest Account	359	359
	59004	-	12 Debt Service Reserve Account	7,256	7,333
	7001	-	13A Debt Service Interest Account	1,961	2,000
	7002	-	13A Debt Service Principal Account	3,268	3,328
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,596	3,614
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	1	1
			Subtotal Debt Service Funds	82,946	83,498
			Total U.S. Bank	153,948	154,645
Total Cash & Investment Balances				\$ 167,916	168,624



Cash & Investment Summary (cont'd)

as of November 30, 2019

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	\$ 9,546	\$ 9,546	5.66%	20.00%
U.S. Government & Agency Obligations	55,018	55,865	33.13%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	76,670	76,653	45.46%	100.00%
Corporate Bonds	16,222	16,100	9.55%	30.00%
Bank of America	712	712	0.42%	20.00%
Local Agency Investment Fund	9,748	9,748	5.78%	\$40 Million
Total	\$ 167,916	\$ 168,624	100.00%	

Monthly Cash Flow

		<u>November 2019</u>
Total Beginning Cash		\$ 69,589,720
Receipts		
Use Fees & Container Charges	\$ 8,674,801	
M&O, Grants, & Miscellaneous Revenue	491,183	
Total Receipts	9,165,984	
Disbursements		
Debt Service - Transfer to Accounts	6,892,659	
M&O, Administrative, & Financing Expenses	860,514	
Total Disbursements	7,753,173	
Cash Flow for Month		\$ 1,412,811
Total Ending Cash		\$ 71,002,531



Cash Flow as of November 30, 2019

<u>November 2019</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	43,016,591
Master Indenture M&O Fund 1171	1,124,824
Master Indenture Reserve Fund 1172	15,489,057
1999A Admin Fund 1189	9,959,248
2004A Financing Fund 39006	-
Total Beginning Cash	<u>69,589,720</u>
Receipts	
Use Fee & Container Charges	8,674,801
M&O	414,381
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	76,802
Total Receipts	<u>9,165,984</u>
Total Cash	<u><u>\$ 78,755,704</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	246,410
M&O - Reserve expense payments	108,754
Administrative expense payments	505,350
Financing expense payments	-
Total Disbursements	<u>7,753,173</u>
Net Ending Cash	<u><u>\$ 71,002,531</u></u>
Ending Cash	
Master Indenture Revenue Fund 1170	44,838,273
Master Indenture M&O Fund 1171	1,294,265
Master Indenture Reserve Fund 1172	15,400,782
1999A Admin Fund 1189	9,469,211
2004A Financing Fund 39006	-
Total Ending Cash	<u><u>\$ 71,002,531</u></u>



Cash Flow – YTD as of November 30, 2019

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>November 2019</u>
Total Beginning Cash as of 7/1/19		\$ 73,173,116
Receipts		
Use Fees & Container Charges	\$ 46,643,525	
M&O, Grants, & Miscellaneous Revenue	13,227,076	
Total Receipts	59,870,601	
Disbursements		
Debt Service - Transfer to Accounts	57,556,845	
M&O, Administrative, & Financing Expenses	4,484,341	
Total Disbursements	62,041,186	
Cash Flow for Fiscal Year		\$ (2,170,585)
Total Ending Cash		<u>\$ 71,002,531</u>



Cash Flow – YTD as of November 30, 2019

		<u>November 2019</u>
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		46,643,525
M&O		2,363,459
Funds Transferred from BOA to Admin Fund		7,046,037
Funds Transferred from BOA to Reserve Fund		3,000,000
Semi-Annual Accounting - Transfer from Revenue Fund		-
Interest Income / Loss		817,580
Total Receipts		<u>59,870,601</u>
Total Cash		<u><u>\$ 133,043,717</u></u>
Disbursements		
Debt Service - transfer to 1999C Principal		10,788,839
Debt Service - transfer to 1999C Interest		10,704,030
Debt Service - transfer to 2012 Interest		3,123,211
Debt Service - transfer to 2013A Interest		4,818,563
Debt Service- transfer to 2013A Principal		3,431,227
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		1,623,134
M&O - Reserve expense payments		716,665
Administrative expense payments		2,144,542
Financing expense payments		-
Total Disbursements		<u>62,041,186</u>
Net Ending Cash		<u><u>\$ 71,002,531</u></u>
Ending Cash		
Master Indenture Revenue Fund 1170		44,838,273
Master Indenture M&O Fund 1171		1,294,265
Master Indenture Reserve Fund 1172		15,400,782
1999A Admin Fund 1189		9,469,211
2004A Financing Fund 39006		-
Total Ending Cash		<u><u>\$ 71,002,531</u></u>