



Statements of Net Position

February 28, 2022 & June 30, 2021

	<u>February 2022</u>	<u>June 2021</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 20,491,998	\$ 126,944,554
Receivables	7,527,420	13,431,637
Prepaid Expenses	277,249	1,330,225
Total Current Assets	28,296,667	141,706,416
Restricted Investments *	145,508,462	66,621,819
Assets Held for Transfer	13,347,625	13,347,625
Net OPEB Asset	513,433	513,433
Capital Assets Not Being Depreciated	438,148,732	438,148,732
Capital Assets, Net	1,062,614,693	1,076,631,228
Total Assets	1,688,429,612	1,736,969,253
Deferred Outflows of Resources:		
Charges on Refunding	12,842,380	13,838,654
Pension Contributions & Differences in Experience	680,183	680,183
Total Assets & Deferred Outflows of Resources	\$ 1,701,952,175	\$ 1,751,488,090
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 6,623,987	\$ 8,256,193
Unearned Revenue	1,503,945	1,054,949
Accrued Interest Payable, Current Portion	24,525,335	39,993,990
Revenue Bonds Payable, Current Portion	37,813,264	31,745,591
Other Liabilities	414,921	459,803
Total Current Liabilities	70,881,452	81,510,526
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,637,193	12,629,403
Net Pension Liability	2,202,035	2,202,035
Accrued Interest Payable, Net of Current Portion	644,237,255	607,589,077
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,475,852,728	1,519,043,277
Total Noncurrent Liabilities	2,134,929,210	2,141,463,792
Total Liabilities	\$ 2,205,810,662	\$ 2,222,974,318
Deferred Inflows of Resources	265,630	265,630
<u>Net Position</u>		
Net Investment in Capital Assets	72,781,689	56,048,908
Restricted for Debt Service	91,202,213	107,302,635
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	48,563,175	66,576,480
Unrestricted	(716,671,194)	(701,679,881)
Total Net Position	(504,124,117)	(471,751,858)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,701,952,175	\$ 1,751,488,090

* 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>February 2022</u>	<u>June 2021</u>	<u>FY2022 Decrease</u>
Current	\$ 20,491,998	\$ 126,944,554	
Noncurrent	145,508,462	66,621,819	
	\$ 166,000,460	\$ 193,566,373	\$ (27,565,913)



Statement of Revenues, Expenses, & Changes in Net Position

For eight months ended February 28, 2022 & February 28, 2021

	<u>February 2022</u>	<u>February 2021</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 60,816,595	\$ 77,004,988
Maintenance-of-Way Charges	4,337,339	3,825,027
Total Operating Revenues	<u>65,153,934</u>	<u>80,830,015</u>
Operating Expenses:		
Salaries & Benefits	1,296,103	1,579,436
Administrative Expenses	841,774	1,314,179
Professional Services	566,003	694,922
Maintenance-of-Way	7,659,482	7,920,072
Depreciation	14,016,535	14,012,985
Total Operating Expenses	<u>24,379,897</u>	<u>25,521,594</u>
Operating Income (Loss)	40,774,037	55,308,421
Nonoperating Revenues:		
Interest & Investment Revenue, Net	(1,018,014)	1,028,852
Public Benefit Income	86,522	68,286
Miscellaneous Revenue	94,141	98,576
Total Nonoperating Revenues	<u>(837,351)</u>	<u>1,195,714</u>
Nonoperating Expenses:		
Interest Expense	72,093,202	71,761,826
Expenses for Public Benefit & Pass Thru Expenses	215,743	325,866
Total Nonoperating Expenses, Net	<u>72,308,945</u>	<u>72,087,692</u>
Changes in Net Position	(32,372,259)	(15,583,557)
Net Position:		
Net Position, Beginning of Year	(471,751,858)	(453,012,480)
Net Position - End of Year	<u>\$ (504,124,117)</u>	<u>\$ (468,596,037)</u>



Comparison of Budget By Expense Type as of February 28, 2022

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 71,409,481	\$ 60,816,595	\$ (10,592,886)
Maintenance-of-Way Charges	5,774,296	4,337,339	(1,436,957)
Total Operating Revenues	<u>77,183,777</u>	<u>65,153,934</u>	<u>(12,029,843)</u>
Other Revenues			
Projects			
Pier Pass	40,000	40,000	-
EPA Order & Pass Thru Income	104,135	-	(104,135)
Subtotal Projects	<u>144,135</u>	<u>40,000</u>	<u>(104,135)</u>
Miscellaneous			
Public Benefit Income	3,236,375	86,522	(3,149,853)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	83,893	54,141	(29,752)
Investment Income	1,498,596	(1,018,014)	(2,516,610)
Subtotal Miscellaneous	<u>4,818,864</u>	<u>(877,351)</u>	<u>(5,696,215)</u>
Subtotal Other Revenues	4,962,999	(837,351)	(5,800,350)
Total Sources of Funds	<u>82,146,776</u>	<u>64,316,583</u>	<u>(17,830,193)</u>
Expenses			
Salaries	1,179,233	916,601	(262,632)
Benefits	707,012	379,502	(327,510)
Office Expenses	325,579	300,713	(24,866)
Other Management Expenses	60,800	10,427	(50,373)
Information Technologies	177,544	123,294	(54,250)
Bank & Investment	109,333	92,763	(16,570)
ACET Administrative & Capital Support	960,025	314,577	(645,448)
Audit	138,317	105,650	(32,667)
Legal	586,667	303,403	(283,264)
Governmental Affairs	52,451	47,271	(5,180)
Other Professional Services	295,385	109,679	(185,706)
Pass Thru Expenses & EPA Order	104,135	53,214	(50,921)
Expenses for Public Benefit	3,236,375	162,529	(3,073,846)
Total Administrative Expenses	<u>7,932,856</u>	<u>2,919,623</u>	<u>(5,013,233)</u>
Maintenance-of-Way Expenses-Rail - Contractors	4,048,119	2,745,007	(1,303,112)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	1,726,177	1,579,564	(146,613)
Maintenance-of-Way Expenses-Nonrail - Contractors	1,199,080	755,104	(443,976)
Maintenance-of-Way Expenses-Nonrail - Capital	3,925,850	2,417,634	(1,508,216)
Maintenance-of-Way Expenses-Nonrail - Other	119,695	69,760	(49,935)
Maintenance-of-Way Expenses - ACTA	92,961	92,412	(549)
Total Maintenance-of-Way Expenses	<u>11,111,882</u>	<u>7,659,482</u>	<u>(3,452,398)</u>
Subtotal Administrative and M&O Expenses	<u>19,044,738</u>	<u>10,579,105</u>	<u>(8,465,633)</u>
Financing Expenses			
Debt Service - Interest	39,813,367	35,160,858	(4,652,509)
Debt Service - Accrued CAB Interest	31,555,058	36,932,344	5,377,286
Subtotal Financing Expenses	<u>71,368,425</u>	<u>72,093,202</u>	<u>724,777</u>
Depreciation & Amortization Expenses			
Depreciation	13,989,443	14,016,535	27,092
Subtotal Depreciation & Amortization Expenses	<u>13,989,443</u>	<u>14,016,535</u>	<u>27,092</u>
Total Operating Expenses	104,402,606	96,688,842	(7,713,764)
Income (Loss)	<u>\$ (22,255,830)</u>	<u>\$ (32,372,259)</u>	<u>\$ (10,116,429)</u>

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

Comparison of Budget By Funds as of February 28, 2022

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 71,409,481	\$ 60,816,595	\$ (10,592,886)
Maintenance-of-Way Charges	5,774,296	4,337,339	(1,436,957)
Total Operating Revenues	<u>77,183,777</u>	<u>65,153,934</u>	<u>(12,029,843)</u>
Other Revenues			
Projects			
Pier Pass	40,000	40,000	-
EPA Order & Pass Thru Income	104,135	-	(104,135)
Subtotal Projects	<u>144,135</u>	<u>40,000</u>	<u>(104,135)</u>
Miscellaneous			
Public Benefit Income	3,236,375	86,522	(3,149,853)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	83,893	54,141	(29,752)
Investment Income	1,498,596	(1,018,014)	(2,516,610)
Subtotal Miscellaneous	<u>4,818,864</u>	<u>(877,351)</u>	<u>(5,696,215)</u>
Subtotal Other Revenues	4,962,999	(837,351)	(5,800,350)
Total Sources of Funds	<u>82,146,776</u>	<u>64,316,583</u>	<u>(17,830,193)</u>
Expenses			
Administrative Costs	4,592,346	2,703,881	(1,888,465)
Railroads-M&O	5,774,296	4,324,571	(1,449,725)
Reserve-M&O	5,244,625	3,242,498	(2,002,127)
Financing Fees-M&O	92,961	92,412	(549)
Revenue Fund-Interest & COI	39,813,367	35,160,858	(4,652,509)
Expenses for Public Benefit	3,236,375	162,529	(3,073,846)
LAIF General Fund-Pass Thru & EPA	104,135	53,214	(50,921)
Total Expenses	<u>58,858,105</u>	<u>45,739,963</u>	<u>(13,118,142)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	31,555,058	36,932,344	5,377,286
Depreciation	13,989,443	14,016,535	27,092
Subtotal Interest, Depreciation, & Amortization Expenses	<u>45,544,501</u>	<u>50,948,879</u>	<u>5,404,378</u>
Total Operating Expenses	104,402,606	96,688,842	(7,713,764)
Income (Loss)	<u>\$ (22,255,830)</u>	<u>\$ (32,372,259)</u>	<u>\$ (10,116,429)</u>

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



Cash & Investment Summary as of February 28, 2022

<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	1,025	1,025
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	3,832	3,804
Grant Reimbursement Received this Month \$8,817 Grant Reimbursement Received FY to Date \$302,093					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,766	9,766
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	23,332	23,335
	1171	508	M & O Fund	3,800	3,795
	1172	509	Reserve Account	14,579	14,424
	1189	518	Administrative Costs	5,017	4,977
			Subtotal Revenue Funds	46,728	46,531
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	8,263	8,410
	1201	-	99C Principal Account	13,810	14,247
	9004	515	04A Debt Service Reserve	33,496	32,801
	9006	-	04A Financing fee	726	726
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	24,534	24,121
	59001	-	12 Debt Service Interest Account	856	856
	59004	-	12 Debt Service Reserve Account	7,487	7,320
	7001	-	13A Debt Service Interest Account	3,925	3,996
	7002	-	13A Debt Service Principal Account	8,329	8,593
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,546	3,479
	108006	-	16B- Financing Fee	326	326
	108001	-	16B Interest Account	-	-
			Subtotal Debt Service Funds	105,298	104,875
			Total U.S. Bank	152,026	151,406
Total Cash & Investment Balances				\$ 166,649	166,001



Cash & Investment Summary (cont'd)

as of February 28, 2022

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	\$ 9,702	\$ 9,702	5.84%	20.00%
U.S. Government & Agency Obligations	67,419	67,994	40.97%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	67,534	66,601	40.12%	100.00%
Corporate Bonds	11,203	10,913	6.57%	30.00%
Bank of America	1,025	1,025	0.62%	20.00%
Local Agency Investment Fund	9,766	9,766	5.88%	\$40 Million
Total	<u>\$ 166,649</u>	<u>\$ 166,001</u>	<u>100.00%</u>	

Monthly Cash Flow

		<u>February 2022</u>
Total Beginning Cash		\$ 47,847,916
Receipts		
Use Fees & Container Charges	\$ 6,877,411	
M&O, Grants, & Miscellaneous Revenue	585,254	
Total Receipts	<u>7,462,665</u>	
Disbursements		
Debt Service - Transfer to Accounts	7,036,771	
M&O, Administrative, & Financing Expenses	1,544,930	
Total Disbursements	<u>8,581,701</u>	
Cash Flow for Month		<u>\$ (1,119,037)</u>
Total Ending Cash		<u><u>\$ 46,728,879</u></u>



Cash Flow as of February 28, 2022

<u>February 2022</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	23,492,119
Master Indenture M&O Fund 1171	3,828,623
Master Indenture Reserve Fund 1172	15,040,712
1999A Admin Fund 1189	5,486,462
2004A Financing Fund 39006	-
Total Beginning Cash	47,847,916
Receipts	
Use Fee & Container Charges	6,877,411
M&O	579,279
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	5,974
Total Receipts	7,462,664
Total Cash	\$ 55,310,580
Disbursements	
Debt Service - transfer to 1999C Principal	2,762,083
Debt Service - transfer to 1999C Interest	1,665,834
Debt Service - transfer to 2012 Interest	171,135
Debt Service - transfer to 2013A Interest	785,079
Debt Service - transfer to 2013A Principal	1,652,640
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	608,158
M&O - Reserve expense payments	469,212
Administrative expense payments	467,560
Financing expense payments	-
Total Disbursements	8,581,701
Net Ending Cash	\$ 46,728,879
Ending Cash	
Master Indenture Revenue Fund 1170	23,333,493
Master Indenture M&O Fund 1171	3,799,818
Master Indenture Reserve Fund 1172	14,578,992
1999A Admin Fund 1189	5,016,576
2004A Financing Fund 39006	-
Total Ending Cash	\$ 46,728,879



Cash Flow – YTD as of February 28, 2022

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>February 2022</u>
Total Beginning Cash as of 7/1/21		\$ 62,486,703
Receipts		
Use Fees & Container Charges	\$ 65,428,091	
M&O, Grants, & Miscellaneous Revenue	11,437,505	
	<u>76,865,596</u>	
	Total Receipts	76,865,596
Disbursements		
Debt Service - Transfer to Accounts	81,967,041	
M&O, Administrative, & Financing Expenses	10,656,379	
	<u>92,623,420</u>	
	Total Disbursements	92,623,420
Cash Flow for Fiscal Year		<u>\$ (15,757,824)</u>
	Total Ending Cash	<u>\$ 46,728,879</u>



Cash Flow – YTD as of February 28, 2022

<u>February 2022</u>	
Beginning Cash as of 7/1/21	
Master Indenture Revenue Fund 1170	39,865,512
Master Indenture M&O Fund 1171	3,654,077
Master Indenture Reserve Fund 1172	11,879,710
1999A Admin Fund 1189	7,087,404
2004A Financing Fund 39006	-
Total Beginning Cash	62,486,703
Receipts	
Use Fee & Container Charges	65,428,091
M&O	4,656,286
Funds Transferred from BOA to Admin Fund	712,700
Funds Transferred from BOA to Reserve Fund	6,000,000
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	68,519
Total Receipts	76,865,596
Total Cash	\$ 139,352,299
Disbursements	
Debt Service - transfer to 1999C Principal	21,380,877
Debt Service - transfer to 1999C Interest	12,857,638
Debt Service - transfer to 2012 Interest	1,361,973
Debt Service - transfer to 2013A Interest	6,359,916
Debt Service- transfer to 2013A Principal	12,736,562
Semi-Annual Accounting - Transfers & Debt Service	-
Transfer to 2012 Reserve	-
Transfer to 2004A Financing Fee	325,600
Transfer to Admin Fund	712,700
Transfer to Master Reserve	6,000,000
Transfer to 2016A Reserve	-
Transfer to 2016B Financing Fee	655,800
Debt service payment - 2016A Interest	6,488,850
Debt service payment - 2016B Interest	13,087,125
Debt service payment - 2004	-
M&O - Railroads expense payments	4,511,422
M&O - Reserve expense payments	3,370,447
Administrative expense payments	2,774,510
Financing expense payments	-
Total Disbursements	92,623,420
Net Ending Cash	\$ 46,728,879
Ending Cash	
Master Indenture Revenue Fund 1170	23,333,493
Master Indenture M&O Fund 1171	3,799,818
Master Indenture Reserve Fund 1172	14,578,992
1999A Admin Fund 1189	5,016,576
2004A Financing Fund 39006	-
Total Ending Cash	\$ 46,728,879