

Statements of Net Position

September 30, 2022 & June 30, 2022

	<u>September 2022</u>	<u>June 2022</u>	
<u>Assets & Deferred Outflows of Resources</u>			
Current Assets:			
Restricted Cash & Cash Equivalents, & Investments	\$ 57,074,929	\$ 112,642,434	
Receivables	11,643,689	14,097,414	
Prepaid Expenses	1,148,046	1,509,733	
Total Current Assets	69,866,664	128,249,581	
Restricted Investments *	115,544,361	51,156,921	
Assets Held for Transfer	3,182,825	3,182,825	
Net OPEB Asset	556,666	556,666	
Capital Assets Not Being Depreciated	438,148,732	438,148,732	
Capital Assets, Net	1,050,231,171	1,055,509,055	
Total Assets	1,677,530,419	1,676,803,780	
Deferred Outflows of Resources:			
Charges on Refunding	49,526,635	12,344,243	
Pension Contributions & Differences in Experience	837,109	837,109	
Total Assets & Deferred Outflows of Resources	\$ 1,727,894,163	\$ 1,689,985,132	
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>			
Current Liabilities:			
Accounts Payable	\$ 4,637,389	\$ 8,018,917	
Unearned Revenue	4,266,399	2,402,881	
Accrued Interest Payable, Current Portion	14,477,717	40,588,101	
Revenue Bonds Payable, Current Portion	37,813,264	37,813,264	
Other Liabilities	477,383	533,837	
Total Current Liabilities	61,672,152	89,357,000	
Noncurrent Liabilities:			
Collateral Deposit	-	-	
Shortfall Advances Payable to Ports	12,654,432	12,646,463	
Net Pension Liability	809,128	809,128	
Accrued Interest Payable, Net of Current Portion	551,149,130	636,833,348	
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,640,383,635	1,473,164,082	
Total Noncurrent Liabilities	2,204,996,325	2,123,453,021	
Total Liabilities	\$ 2,266,668,477	\$ 2,212,810,021	
Deferred Inflows of Resources			
	1,193,401	1,193,401	
<u>Net Position</u>			
Net Investment in Capital Assets	(97,302,670)	65,177,915	
Restricted for Debt Service	124,133,953	110,068,346	
Restricted for Capital Projects	-	-	
Restricted by Master Trust Agreement	45,913,213	41,508,731	
Unrestricted	(612,712,212)	(740,773,282)	
Total Net Position	(539,967,716)	(524,018,290)	
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,727,894,163	\$ 1,689,985,132	
* 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.			
	September 2022	June 2022	FY2023 Increase
Current	\$ 57,074,929	\$ 112,642,434	
Noncurrent	115,544,361	51,156,921	
	\$ 172,619,290	\$ 163,799,355	\$ 8,819,935



Statement of Revenues, Expenses, & Changes in Net Position

For three months ended September 30, 2022 & September 30, 2021

	<u>September 2022</u>	<u>September 2021</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 28,133,524	\$ 26,817,954
Maintenance-of-Way Charges	393,148	383,670
Total Operating Revenues	<u>28,526,672</u>	<u>27,201,624</u>
Operating Expenses:		
Salaries & Benefits	572,242	499,994
Administrative Expenses	263,937	166,628
Professional Services	127,862	99,312
Maintenance-of-Way	1,627,011	448,126
Depreciation	5,277,884	5,256,201
Total Operating Expenses	<u>7,868,936</u>	<u>6,470,261</u>
Operating Income (Loss)	20,657,736	20,731,363
Nonoperating Revenues:		
Interest & Investment Revenue, Net	(431,824)	282,922
Public Benefit Income	-	20,075
Miscellaneous Revenue	(126,796)	(69,773)
Total Nonoperating Revenues	<u>(558,620)</u>	<u>233,224</u>
Nonoperating Expenses:		
Interest Expense	6,425,790	27,217,075
Expenses for Public Benefit & Pass Thru Expenses	24,276	13,055
Costs of Issuance	29,598,476	-
Gain/Loss Sale or Transfer of Capital Assets	-	-
Total Nonoperating Expenses, Net	<u>36,048,542</u>	<u>27,230,130</u>
Changes in Net Position	(15,949,426)	(6,265,543)
Net Position:		
Net Position, Beginning of Year	(524,018,290)	(471,751,858)
Net Position - End of Year	<u>\$ (539,967,716)</u>	<u>\$ (478,017,401)</u>



Comparison of Budget By Expense Type as of September 30, 2022

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 21,015,028	\$ 28,133,524	\$ 7,118,496
Maintenance-of-Way Charges	<u>2,656,666</u>	<u>393,148</u>	<u>(2,263,518)</u>
Total Operating Revenues	23,671,694	28,526,672	4,854,978
Other Revenues			
Projects			
Pier Pass	15,000	15,000	-
EPA Order & Pass Thru Income	<u>42,553</u>	<u>-</u>	<u>(42,553)</u>
Subtotal Projects	57,553	15,000	(42,553)
Miscellaneous			
Public Benefit Income	1,109,250	-	(1,109,250)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	32,404	(141,796)	(174,200)
Investment Income	<u>111,707</u>	<u>(431,824)</u>	<u>(543,531)</u>
Subtotal Miscellaneous	1,253,361	(573,620)	(1,826,981)
Subtotal Other Revenues	1,310,914	(558,620)	(1,869,534)
Total Sources of Funds	<u>24,982,608</u>	<u>27,968,052</u>	<u>2,985,444</u>
Expenses			
Salaries	453,057	406,501	(46,556)
Benefits	244,662	165,741	(78,921)
Office Expenses	121,559	137,505	15,946
Other Management Expenses	23,888	13,006	(10,882)
Information Technologies	55,475	7,637	(47,838)
Bank & Investment	43,750	26,357	(17,393)
ACET Administrative & Capital Support	416,921	79,432	(337,489)
Audit	49,118	2,520	(46,598)
Legal	207,500	96,397	(111,103)
Governmental Affairs	20,849	-	(20,849)
Other Professional Services	111,789	28,945	(82,844)
Pass Thru Expenses & EPA Order	42,553	9,325	(33,228)
Expenses for Public Benefit	<u>1,109,250</u>	<u>14,951</u>	<u>(1,094,299)</u>
Total Administrative Expenses	2,900,371	988,317	(1,912,054)
Maintenance-of-Way Expenses-Rail - Contractors	2,015,637	629,551	(1,386,086)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	641,029	571,189	(69,840)
Maintenance-of-Way Expenses-Nonrail - Contractors	330,053	131,907	(198,146)
Maintenance-of-Way Expenses-Nonrail - Capital	1,422,332	258,195	(1,164,137)
Maintenance-of-Way Expenses-Nonrail - Other	35,503	19,220	(16,283)
Maintenance-of-Way Expenses - ACTA	<u>41,703</u>	<u>16,949</u>	<u>(24,754)</u>
Total Maintenance-of-Way Expenses	4,486,257	1,627,011	(2,859,246)
Subtotal Administrative and M&O Expenses	<u>7,386,628</u>	<u>2,615,328</u>	<u>(4,771,300)</u>
Financing Expenses			
Debt Service - Interest	14,594,401	(16,985,339)	(31,579,740)
Debt Service - Accrued CAB Interest	<u>16,462,478</u>	<u>23,411,129</u>	<u>6,948,651</u>
Subtotal Financing Expenses	31,056,879	6,425,790	(24,631,089)
Depreciation & Amortization Expenses			
Depreciation	5,246,291	5,277,884	31,593
Cost of Issuance	-	29,598,476	29,598,476
Subtotal Depreciation & Amortization Expenses	5,246,291	34,876,360	29,630,069
Total Operating Expenses	43,689,798	43,917,478	227,680
Income (Loss)	<u>\$ (18,707,190)</u>	<u>\$ (15,949,426)</u>	<u>\$ 2,757,764</u>

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

Comparison of Budget By Funds as of September 30, 2022



(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 21,015,028	\$ 28,133,524	\$ 7,118,496
Maintenance-of-Way Charges	2,656,666	393,148	(2,263,518)
Total Operating Revenues	<u>23,671,694</u>	<u>28,526,672</u>	<u>4,854,978</u>
Other Revenues			
Projects			
Pier Pass	15,000	15,000	-
EPA Order & Pass Thru Income	42,553	-	(42,553)
Subtotal Projects	<u>57,553</u>	<u>15,000</u>	<u>(42,553)</u>
Miscellaneous			
Public Benefit Income	1,109,250	-	(1,109,250)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	32,404	(141,796)	(174,200)
Investment Income	111,707	(431,824)	(543,531)
Subtotal Miscellaneous	<u>1,253,361</u>	<u>(573,620)</u>	<u>(1,826,981)</u>
Subtotal Other Revenues	<u>1,310,914</u>	<u>(558,620)</u>	<u>(1,869,534)</u>
Total Sources of Funds	<u>24,982,608</u>	<u>27,968,052</u>	<u>2,985,444</u>
Expenses			
Administrative Costs	1,748,568	964,041	(784,527)
Railroads-M&O	2,656,666	1,200,740	(1,455,926)
Reserve-M&O	1,787,888	409,322	(1,378,566)
Financing Fees-M&O	41,703	16,949	(24,754)
Revenue Fund-Interest & COI	14,594,401	(16,985,339)	(31,579,740)
Expenses for Public Benefit	1,109,250	14,951	(1,094,299)
LAIF General Fund-Pass Thru & EPA	42,553	9,325	(33,228)
Total Expenses	<u>21,981,029</u>	<u>(14,370,011)</u>	<u>(36,351,040)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	16,462,478	23,411,129	6,948,651
Depreciation	5,246,291	5,277,884	31,593
Cost of Issuance	-	29,598,476	29,598,476
Subtotal Interest, Depreciation, & Amortization Expenses	<u>21,708,769</u>	<u>58,287,489</u>	<u>36,578,720</u>
Total Operating Expenses	<u>43,689,798</u>	<u>43,917,478</u>	<u>227,680</u>
Income (Loss)	<u>\$ (18,707,190)</u>	<u>\$ (15,949,426)</u>	<u>\$ 2,757,764</u>

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



Cash & Investment Summary as of September 30, 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	481	481
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	4,307	4,269
Grant Reimbursement Received this Month \$43,069					
Grant Reimbursement Received FY to Date \$114,992					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,701	9,701
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	4,886	4,886
	1171	508	M & O Fund	3,807	3,796
	1172	509	Reserve Account	15,907	15,599
	1189	518	Administrative Costs	10,653	10,619
Subtotal Revenue Funds				35,253	34,900
Debt Service Funds					
	61200	-	99C Interest Account	5,045	5,097
	61201	-	99C Principal Account	25,416	25,817
	38003	-	04B Debt Service Reserve	24,757	23,274
	39004	-	04A Debt Service Reserve	33,758	31,531
	38000	516	04B Debt Service	-	-
	39006	-	04A Financing fee	1,448	1,448
	39002	515	04A Debt Service Principal Account	-	-
	59001	-	12 Debt Service Interest Account	1,032	1,032
	59004	516	12 Debt Service Reserve Account	7,651	7,116
	67001	-	13A Debt Service Interest Account	1	1
	67002	-	13A Debt Service Principal Account	6	6
	27000	-	16A Debt Service	11,520	11,520
	27004	-	16A Debt Service Reserve	3,619	3,387
	108006	-	16B- Financing fee	659	659
	108000	-	16B- Financing fee	8,425	8,425
	98000	-	2022 A - DS Fund	-	-
	98001	-	2022 A - DS Reserve Fund	-	-
	98002	-	2022 A - Interest Account	-	-
	98003	-	2022 A - Principal Account	-	-
	98004	-	2022 A - Redemption Account	-	-
	98005	-	2022 A - Cost of Issuance Fund	31	31
	98006	-	2022 A - Bond Proceeds Account	-	-
	53000	-	2022 B - DS Fund	-	-
	53001	-	2022 B - DS Reserve Fund	-	-
	53002	-	2022 B - Interest Account	2,679	2,699
	53003	-	2022 B - Principal Account	-	-
	53004	-	2022 B - Redemption Account	-	-
	53005	-	2022 B - Cost of Issuance Fund	61	61
	53006	-	2022 B - Bond Proceeds Account	-	-
	86000	-	2022 C - DS Fund	1,135	1,135
	86001	-	2022 C - DS Reserve Fund	-	-
	86002	-	2022 C - Interest Account	-	-
	86003	-	2022 C - Principal Account	-	-
	86004	-	2022 C - Redemption Account	-	-
	86005	-	2022 C - Cost of Issuance Fund	31	31
Subtotal Debt Service Funds				127,274	123,270
Total 1999, 2004, 2012, 2016, 2022 Bond Funds- U.S. Bank				162,527	158,170
Total Cash & Investment Balances				\$ 177,016	172,621



Cash & Investment Summary (cont'd)

as of September 30, 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	\$ 46,894	\$ 46,894	27.16%	20.00%
U.S. Government & Agency Obligations	61,372	60,120	34.83%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	49,825	47,119	27.30%	100.00%
Corporate Bonds	8,743	8,306	4.81%	30.00%
Bank of America	481	481	0.28%	20.00%
Local Agency Investment Fund	9,701	9,701	5.62%	\$40 Million
Total	<u>\$ 177,016</u>	<u>\$ 172,621</u>	<u>100.00%</u>	

Monthly Cash Flow

		<u>September 2022</u>
Total Beginning Cash		\$ 43,565,555
Receipts		
Use Fees & Container Charges	\$ 14,595,195	
M&O & Misc. Revenues, & Funds Transfers	17,537,017	
Total Receipts	<u>32,132,212</u>	
Disbursements		
Debt Service - Transfer to Accounts	37,952,492	
M&O, Administrative, & Financing Expenses	2,491,884	
Total Disbursements	<u>40,444,376</u>	
Cash Flow for Month		<u>\$ (8,312,164)</u>
Total Ending Cash		<u><u>\$ 35,253,391</u></u>



Cash Flow as of September 30, 2022

<u>September 2022</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	26,063,115
Master Indenture M&O Fund 1171	4,654,922
Master Indenture Reserve Fund 1172	10,953,604
1999A Admin Fund 1189	1,893,914
2004A Financing Fund 39006	-
1999C Construction Fund 1206	-
Total Beginning Cash	43,565,555
Receipts	
Use Fee & Container Charges	14,595,195
M&O	752,222
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	5,500,000
Annual Accounting- transfer from 1999C Interest	2,101,660
Annual Accounting - Transfer from Revenue Fund	9,114,940
Interest Income / Loss	68,195
Total Receipts	32,132,212
Total Cash	\$ 75,697,767
Disbursements	
Debt Service - transfer to 1999C Principal	-
Debt Service - transfer to 1999C Interest	-
Debt Service - transfer to 2012 Interest	170,161
Debt Service- transfer to 2022B Interest	892,070
Debt Service - transfer to 2013A Principal	-
Semi-Annual Accounting - Transfers & Debt Service	-
Transfer to 2012 Reserve	96,000
Transfer to 2004A Financing Fee	837,318
Transfer to Admin Fund	9,000,244
Transfer to Master Reserve	5,500,000
Transfer to 2016A Reserve	45,000
Transfer to 2016B Financing Fee	332,112
Annual Accounting- transfer to 2022C Reserve Fund	1,134,734
Debt service payment - 2016A Interest	11,520,150
Debt service payment - 2016B Interest	8,424,703
Debt service payment - 2004	-
M&O - Railroads expense payments	1,604,862
M&O - Reserve expense payments	537,024
Administrative expense payments	349,998
Financing expense payments	-
Total Disbursements	40,444,376
Net Ending Cash	\$ 35,253,391
Ending Cash	
Master Indenture Revenue Fund 1170	4,886,078
Master Indenture M&O Fund 1171	3,807,005
Master Indenture Reserve Fund 1172	15,907,414
1999A Admin Fund 1189	10,652,894
2004A Financing Fund 39006	-
Total Ending Cash	\$ 35,253,391



Cash Flow – YTD as of September 30, 2022

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>September 2022</u>
Total Beginning Cash as of 7/1/22		\$ 33,735,654
Receipts		
Use Fees & Container Charges	\$ 29,079,254	
M&O & Misc. Revenues, & Funds Transfers	20,112,183	
	Total Receipts	<u>49,191,437</u>
Disbursements		
Debt Service - Transfer to Accounts	42,185,305	
M&O, Administrative, & Financing Expenses	5,488,396	
	Total Disbursements	<u>47,673,701</u>
Cash Flow for Fiscal Year		<u>\$ 1,517,736</u>
	Total Ending Cash	<u><u>\$ 35,253,391</u></u>



Cash Flow – YTD as of September 30, 2022

		<u>September 2022</u>
Beginning Cash as of 7/1/22		
Master Indenture Revenue Fund 1170		14,872,364
Master Indenture M&O Fund 1171		4,269,281
Master Indenture Reserve Fund 1172		11,638,283
1999A Admin Fund 1189		2,955,726
2004A Financing Fund 39006		-
Total Beginning Cash		33,735,654
Receipts		
Use Fee & Container Charges		29,079,254
M&O		2,371,925
Funds Transferred from BOA to Admin Fund		-
Funds Transferred from BOA to Reserve Fund		16,601,904
Annual Accounting - Transfer from Revenue Fund		114,696
Interest Income / Loss		1,023,658
Total Receipts		49,191,437
Total Cash		\$ 82,927,092
Disbursements		
Debt Service - transfer to 1999C Principal		-
Debt Service - transfer to 1999C Interest		2,101,660
Debt Service - transfer to 2012 Interest		514,313
Debt Service - transfer to 2022A Interest		2,679,070
Debt Service- transfer to 2013A Principal		-
Semi-Annual Accounting - Transfers & Debt Service		-
Transfer to 2012 Reserve		96,000
Transfer to 2004A Financing Fee		837,318
Transfer to Admin Fund		9,000,244
Transfer to Master Reserve		5,500,000
Transfer to 2016A Reserve		45,000
Transfer to 2016B Financing Fee		332,112
Annual Accounting- transfer to 2022C Reserv Fee		1,134,734
Debt service payment - 2016A Interest		11,520,150
Debt service payment - 2016B Interest		8,424,703
Debt service payment - 2004		-
M&O - Railroads expense payments		2,843,184
M&O - Reserve expense payments		1,233,465
Administrative expense payments		1,411,748
Financing expense payments		-
Total Disbursements		47,673,701
Net Ending Cash		\$ 35,253,391
Ending Cash		
Master Indenture Revenue Fund 1170		4,886,078
Master Indenture M&O Fund 1171		3,807,005
Master Indenture Reserve Fund 1172		15,907,414
1999A Admin Fund 1189		10,652,894
2004A Financing Fund 39006		-
Total Ending Cash		\$ 35,253,391