



Statements of Net Position

October 31, 2022 & June 30, 2022

	<u>October 2022</u>	<u>June 2022</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 56,998,277	\$ 112,642,434
Receivables	10,955,686	14,097,414
Prepaid Expenses	979,687	1,509,733
Total Current Assets	68,933,650	128,249,581
Restricted Investments *	93,035,883	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	1,048,471,876	1,055,509,055
Total Assets	1,652,329,632	1,676,803,780
Deferred Outflows of Resources:		
Charges on Refunding	49,025,026	12,344,243
Pension Contributions & Differences in Experience	837,109	837,109
Total Assets & Deferred Outflows of Resources	\$ 1,702,191,767	\$ 1,689,985,132
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 3,548,326	\$ 8,018,917
Unearned Revenue	4,966,681	2,402,881
Accrued Interest Payable, Current Portion	4,182,908	40,588,101
Revenue Bonds Payable, Current Portion	26,983,264	37,813,264
Other Liabilities	478,045	533,837
Total Current Liabilities	40,159,224	89,357,000
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,657,089	12,646,463
Net Pension Liability	809,128	809,128
Accrued Interest Payable, Net of Current Portion	558,952,839	636,833,348
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,640,139,237	1,473,164,082
Total Noncurrent Liabilities	2,212,558,293	2,123,453,021
Total Liabilities	\$ 2,252,717,517	\$ 2,212,810,021
Deferred Inflows of Resources	1,193,401	1,193,401
<u>Net Position</u>		
Net Investment in Capital Assets	(88,733,574)	65,177,915
Restricted for Debt Service	96,593,738	110,068,346
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	52,783,987	41,508,731
Unrestricted	(612,363,302)	(740,773,282)
Total Net Position	(551,719,151)	(524,018,290)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,702,191,767	\$ 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.

	<u>October 2022</u>	<u>June 2022</u>	<u>FY2023 Decrease</u>
Current	\$ 56,998,277	\$ 112,642,434	
Noncurrent	93,035,883	51,156,921	
	\$ 150,034,160	\$ 163,799,355	\$ (13,765,195)



Statement of Revenues, Expenses, & Changes in Net Position

For four months ended October 31, 2022 & October 31, 2021

	<u>October 2022</u>	<u>October 2021</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 36,573,563	\$ 34,027,615
Maintenance-of-Way Charges	445,087	522,055
Total Operating Revenues	<u>37,018,650</u>	<u>34,549,670</u>
Operating Expenses:		
Salaries & Benefits	756,291	652,620
Administrative Expenses	422,026	241,069
Professional Services	143,310	192,484
Maintenance-of-Way	1,663,520	600,896
Depreciation	7,037,179	7,008,267
Total Operating Expenses	<u>10,022,326</u>	<u>8,695,336</u>
Operating Income (Loss)	26,996,324	25,854,334
Nonoperating Revenues:		
Interest & Investment Revenue, Net	(438,836)	(629,977)
Public Benefit Income	-	20,075
Miscellaneous Revenue	(110,027)	(53,981)
Total Nonoperating Revenues	<u>(548,864)</u>	<u>(663,883)</u>
Nonoperating Expenses:		
Interest Expense	24,462,079	36,191,583
Expenses for Public Benefit & Pass Thru Expenses	87,766	66,385
Costs of Issuance	29,598,476	-
Gain/Loss Sale or Transfer of Capital Assets	-	-
Total Nonoperating Expenses, Net	<u>54,148,321</u>	<u>36,257,968</u>
Changes in Net Position	(27,700,861)	(11,067,517)
Net Position:		
Net Position, Beginning of Year	(524,018,290)	(471,751,858)
Net Position - End of Year	<u>\$ (551,719,151)</u>	<u>\$ (482,819,375)</u>



Comparison of Budget By Expense Type as of October 31, 2022

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 28,020,037	\$ 36,573,563	\$ 8,553,526
Maintenance-of-Way Charges	3,542,221	445,087	(3,097,134)
Total Operating Revenues	<u>31,562,258</u>	<u>37,018,651</u>	<u>5,456,393</u>
Other Revenues			
Projects			
Pier Pass	20,000	20,000	-
EPA Order & Pass Thru Income	56,737	-	(56,737)
Subtotal Projects	<u>76,737</u>	<u>20,000</u>	<u>(56,737)</u>
Miscellaneous			
Public Benefit Income	1,479,000	-	(1,479,000)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	43,205	(130,027)	(173,232)
Investment Income	148,942	(438,836)	(587,778)
Subtotal Miscellaneous	<u>1,671,147</u>	<u>(568,864)</u>	<u>(2,240,011)</u>
Subtotal Other Revenues	<u>1,747,884</u>	<u>(548,864)</u>	<u>(2,296,748)</u>
Total Sources of Funds	<u>33,310,142</u>	<u>36,469,787</u>	<u>3,159,645</u>
Expenses			
Salaries	604,076	539,801	(64,275)
Benefits	326,216	216,490	(109,726)
Office Expenses	162,078	173,807	11,729
Other Management Expenses	31,850	14,717	(17,133)
Information Technologies	73,967	24,918	(49,049)
Bank & Investment	58,333	37,264	(21,069)
ACET Administrative & Capital Support	555,895	171,320	(384,575)
Audit	65,490	2,520	(62,970)
Legal	276,667	101,722	(174,945)
Governmental Affairs	27,799	-	(27,799)
Other Professional Services	149,052	39,068	(109,984)
Pass Thru Expenses & EPA Order	56,737	55,464	(1,273)
Expenses for Public Benefit	1,479,000	32,302	(1,446,698)
Total Administrative Expenses	<u>3,867,160</u>	<u>1,409,393</u>	<u>(2,457,767)</u>
Maintenance-of-Way Expenses-Rail - Contractors	2,687,516	459,878	(2,227,638)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	854,705	792,802	(61,903)
Maintenance-of-Way Expenses-Nonrail - Contractors	440,071	94,119	(345,952)
Maintenance-of-Way Expenses-Nonrail - Capital	1,896,442	252,738	(1,643,704)
Maintenance-of-Way Expenses-Nonrail - Other	47,338	47,034	(304)
Maintenance-of-Way Expenses - ACTA	55,604	16,949	(38,655)
Total Maintenance-of-Way Expenses	<u>5,981,676</u>	<u>1,663,520</u>	<u>(4,318,156)</u>
Subtotal Administrative and M&O Expenses	<u>9,848,836</u>	<u>3,072,913</u>	<u>(6,775,923)</u>
Financing Expenses			
Debt Service - Interest	19,459,201	(6,752,759)	(26,211,960)
Debt Service - Accrued CAB Interest	21,949,971	31,214,838	9,264,867
Subtotal Financing Expenses	<u>41,409,172</u>	<u>24,462,079</u>	<u>(16,947,093)</u>
Depreciation & Amortization Expenses			
Depreciation	6,995,055	7,037,179	42,124
Cost of Issuance	-	29,598,476	29,598,476
Subtotal Depreciation & Amortization Expenses	<u>6,995,055</u>	<u>36,635,655</u>	<u>29,640,600</u>
Total Operating Expenses	<u>58,253,063</u>	<u>64,170,648</u>	<u>5,917,585</u>
Income (Loss)	<u>\$ (24,942,921)</u>	<u>\$ (27,700,861)</u>	<u>\$ (2,757,940)</u>
* Y-T-D Budget calculated on a straight line basis.			

Comparison of Budget By Funds as of October 31, 2022



(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 28,020,037	\$ 36,573,563	\$ 8,553,526
Maintenance-of-Way Charges	3,542,221	445,087	(3,097,134)
Total Operating Revenues	31,562,258	37,018,651	5,456,393
Other Revenues			
Projects			
Pier Pass	20,000	20,000	-
EPA Order & Pass Thru Income	56,737	-	(56,737)
Subtotal Projects	76,737	20,000	(56,737)
Miscellaneous			
Public Benefit Income	1,479,000	-	(1,479,000)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	43,205	(130,027)	(173,232)
Investment Income	148,942	(438,836)	(587,778)
Subtotal Miscellaneous	1,671,147	(568,864)	(2,240,011)
Subtotal Other Revenues	1,747,884	(548,864)	(2,296,748)
Total Sources of Funds	33,310,142	36,469,787	3,159,645
Expenses			
Administrative Costs	2,331,423	1,321,628	(1,009,795)
Railroads-M&O	3,542,221	1,252,680	(2,289,541)
Reserve-M&O	2,383,851	393,891	(1,989,960)
Financing Fees-M&O	55,604	16,949	(38,655)
Revenue Fund-Interest & COI	19,459,201	(6,752,759)	(26,211,960)
Expenses for Public Benefit	1,479,000	32,302	(1,446,698)
LAIF General Fund-Pass Thru & EPA	56,737	55,464	(1,273)
Total Expenses	29,308,037	(3,679,845)	(32,987,882)
Non Cash Expenses			
Accrued CAB Debt Service Interest	21,949,971	31,214,838	9,264,867
Depreciation	6,995,055	7,037,179	42,124
Cost of Issuance	-	29,598,476	29,598,476
Subtotal Interest, Depreciation, & Amortization Expenses	28,945,026	67,850,493	38,905,467
Total Operating Expenses	58,253,063	64,170,648	5,917,585
Income (Loss)	\$ (24,942,921)	\$ (27,700,861)	\$ (2,757,940)

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



Cash & Investment Summary as of October 31, 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	579	579
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	4,305	4,271
Grant Reimbursement Received this Month \$78,565					
Grant Reimbursement Received FY to Date \$193,557					
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,717	9,717
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	11,859	11,862
	1171	508	M & O Fund	3,857	3,846
	1172	509	Reserve Account	15,523	15,198
	1189	518	Administrative Costs	10,379	10,352
			Subtotal Revenue Funds	41,618	41,258
Debt Service Funds					
	61200	-	99C Interest Account	1,051	1,061
	61201	-	99C Principal Account	23,569	23,570
	38003	-	04B Debt Service Reserve	24,775	23,238
	39004	-	04A Debt Service Reserve	33,836	31,493
	38000	516	04B Debt Service	-	-
	39006	-	04A Financing fee	1,435	1,435
	39002	515	04A Debt Service Principal Account	-	-
	59001	-	12 Debt Service Interest Account	173	173
	59002	-	12 Debt Service Principal Account	879	879
	59004	516	12 Debt Service Reserve Account	7,656	7,102
	67001	-	13A Debt Service Interest Account	1	1
	67002	-	13A Debt Service Principal Account	6	6
	27000	-	16A Debt Service	6	6
	27004	-	16A Debt Service Reserve	3,622	3,382
	108006	-	16B- Financing fee	660	660
	108000	-	16B- Financing fee	5	5
	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	1,063	1,074
	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	1
	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	98,861	94,209
			Total 1999, 2004, 2012, 2016, 2022 Bond Funds- U.S. Bank	140,479	135,467
Total Cash & Investment Balances				\$ 155,080	150,034



Cash & Investment Summary (cont'd)

as of October 31, 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	\$ 46,700	\$ 46,702	31.12%	20.00%
U.S. Government & Agency Obligations	37,445	35,642	23.76%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	51,896	49,099	32.73%	100.00%
Corporate Bonds	8,743	8,295	5.53%	30.00%
Bank of America	579	579	0.39%	20.00%
Local Agency Investment Fund	9,717	9,717	6.48%	\$40 Million
Total	<u>\$ 155,080</u>	<u>\$ 150,034</u>	<u>100.00%</u>	

Monthly Cash Flow

		<u>October 2022</u>
Total Beginning Cash		\$ 35,253,391
Receipts		
Use Fees & Container Charges	\$ 9,054,882	
M&O & Misc. Revenues, & Funds Transfers	761,180	
Total Receipts	<u>9,816,062</u>	
Disbursements		
Debt Service - Transfer to Accounts	2,094,653	
M&O, Administrative, & Financing Expenses	1,357,329	
Total Disbursements	<u>3,451,982</u>	
Cash Flow for Month		<u>\$ 6,364,080</u>
Total Ending Cash		<u><u>\$ 41,617,471</u></u>



Cash Flow as of October 31, 2022

<u>October 2022</u>	
Beginning 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	-
1999C Construction Fund 1206	-
Total Beginning Cash	35,253,391
Receipts	
Use Fee & Container Charges	9,054,882
M&O	752,222
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Annual Accounting- transfer from 1999C Interest	-
Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	8,958
Total Receipts	9,816,062
Total Cash	\$ 45,069,453
Disbursements	
Debt Service - transfer to 1999C Principal	-
Debt Service - transfer to 1999C Interest	-
Debt Service - transfer to 2012 Interest	171,135
Debt Service- transfer to 2012 Principal	879,167
Debt Service- transfer to 2022B Interest	1,044,351
Debt Service - transfer to 2013A Principal	-
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	-
Annual Accounting- transfer to 2022C Reserve Fund	-
Debt service payment - 2016A Interest	-
Debt service payment - 2016B Interest	-
Debt service payment - 2004	-
M&O - Railroads expense payments	706,608
M&O - Reserve expense payments	370,060
Administrative expense payments	280,661
Financing expense payments	-
Total Disbursements	3,451,982
Net Ending Cash	\$ 41,617,471
Ending Cash	
Master Indenture Revenue Fund 1170	11,858,566
Master Indenture M&O Fund 1171	3,857,377
Master Indenture Reserve Fund 1172	15,522,902
1999A Admin Fund 1189	10,378,626
2004A Financing Fund 39006	-
Total Ending Cash	\$ 41,617,471



Cash Flow – YTD as of October 31, 2022

<u>Cash Flow - Fiscal Year-to-Date</u>	
	<u>October 2022</u>
Total Beginning Cash as of 7/1/22	\$ 33,735,654
Receipts	
Use Fees & Container Charges	\$ 38,134,136
M&O & Misc. Revenues, & Funds Transfers	20,873,364
Total Receipts	<u>59,007,500</u>
Disbursements	
Debt Service - Transfer to Accounts	44,279,957
M&O, Administrative, & Financing Expenses	6,845,726
Total Disbursements	<u>51,125,683</u>
Cash Flow for Fiscal Year	<u>\$ 7,881,817</u>
Total Ending Cash	<u><u>\$ 41,617,471</u></u>



Cash Flow – YTD as of October 31, 2022

<u>October 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	38,134,136
M&O	3,124,147
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	5,500,000
Annual Accounting - Transfer from Revenue Fund	11,216,600
Interest Income / Loss	1,032,616
Total Receipts	59,007,500
Total Cash	\$ 92,743,154
Disbursements	
Debt Service - transfer to 1999C Principal	-
Debt Service - transfer to 1999C Interest	2,101,660
Debt Service - transfer to 2012 Interest	685,448
Debt Service- transfer to 2012 Principal	879,167
Debt Service - transfer to 2022A Interest	3,723,421
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	3,549,792
M&O - Reserve expense payments	1,603,526
Administrative expense payments	1,692,409
Financing expense payments	-
Total Disbursements	51,125,683
Net Ending Cash	\$ 41,617,471
Ending Cash	
Master Indenture Revenue Fund 1170	11,858,566
Master Indenture M&O Fund 1171	3,857,377
Master Indenture Reserve Fund 1172	15,522,902
1999A Admin Fund 1189	10,378,626
2004A Financing Fund 39006	-
Total Ending Cash	\$ 41,617,471