



# Statements of Net Position

## January 31, 2023 & June 30, 2022

	<u>January 2023</u>	<u>June 2022</u>
<b><u>Assets &amp; Deferred Outflows of Resources</u></b>		
<b>Current Assets:</b>		
Restricted Cash & Cash Equivalents, & Investments	\$ 41,833,716	\$ 112,642,434
Receivables	10,993,538	14,097,414
Prepaid Expenses	474,610	1,509,733
<b>Total Current Assets</b>	<b>53,301,864</b>	<b>128,249,581</b>
Restricted Investments *	129,827,837	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	1,043,193,992	1,055,509,055
<b>Total Assets</b>	<b>1,668,211,916</b>	<b>1,676,803,780</b>
<b>Deferred Outflows of Resources:</b>		
Charges on Refunding	47,520,200	12,344,243
Pension Contributions & Differences in Experience	837,109	837,109
<b>Total Assets &amp; Deferred Outflows of Resources</b>	<b>\$ 1,716,569,225</b>	<b>\$ 1,689,985,132</b>
<b><u>Liabilities, Deferred Inflows of Resources, &amp; Net Position</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 4,881,492	\$ 8,018,917
Unearned Revenue	3,097,034	2,402,881
Accrued Interest Payable, Current Portion	16,729,750	40,588,101
Revenue Bonds Payable, Current Portion	26,983,264	37,813,264
Other Liabilities	471,758	533,837
<b>Total Current Liabilities</b>	<b>52,163,298</b>	<b>89,357,000</b>
<b>Noncurrent Liabilities:</b>		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,667,290	12,646,463
Net Pension Liability	809,128	809,128
Accrued Interest Payable, Net of Current Portion	582,522,995	636,833,348
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,639,406,043	1,473,164,082
<b>Total Noncurrent Liabilities</b>	<b>2,235,405,456</b>	<b>2,123,453,021</b>
<b>Total Liabilities</b>	<b>\$ 2,287,568,754</b>	<b>\$ 2,212,810,021</b>
<b>Deferred Inflows of Resources</b>	<b>1,193,401</b>	<b>1,193,401</b>
<b><u>Net Position</u></b>		
Net Investment in Capital Assets	(95,516,284)	65,177,915
Restricted for Debt Service	102,850,271	110,068,346
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	64,741,884	41,508,731
Unrestricted	(644,268,801)	(740,773,282)
<b>Total Net Position</b>	<b>(572,192,930)</b>	<b>(524,018,290)</b>
<b>Total Liabilities, Deferred Inflows of Resources, &amp; Net Position</b>	<b>\$ 1,716,569,225</b>	<b>\$ 1,689,985,132</b>

\* 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>January 2023</u>	<u>June 2022</u>	<u>FY2023 Increase</u>
<b>Current</b>	\$ 41,833,716	\$ 112,642,434	
<b>Noncurrent</b>	129,827,837	51,156,921	
	\$ 171,661,552	\$ 163,799,355	\$ 7,862,197



# Statement of Revenues, Expenses, & Changes in Net Position

**For seven months ended January 31, 2023 & January 31, 2022**

	<u>January 2023</u>	<u>January 2022</u>
<b>Operating Revenues:</b>		
Use Fees & Container Charges	\$ 59,552,816	\$ 54,215,309
Maintenance-of-Way Charges	4,885,650	4,067,931
<b>Total Operating Revenues</b>	<u>64,438,466</u>	<u>58,283,240</u>
<b>Operating Expenses:</b>		
Salaries & Benefits	1,311,406	1,121,214
Administrative Expenses	1,006,808	594,111
Professional Services	456,947	447,606
Maintenance-of-Way	8,397,847	7,338,338
Depreciation	12,315,062	12,264,468
<b>Total Operating Expenses</b>	<u>23,488,070</u>	<u>21,765,737</u>
<b>Operating Income (Loss)</b>	40,950,396	36,517,503
<b>Nonoperating Revenues:</b>		
Interest & Investment Revenue, Net	1,727,653	(838,862)
Public Benefit Income	77,415	91,652
Miscellaneous Revenue	369,096	(5,678)
<b>Total Nonoperating Revenues</b>	<u>2,174,164</u>	<u>(752,888)</u>
<b>Nonoperating Expenses:</b>		
Interest Expense	61,360,912	63,116,902
Expenses for Public Benefit & Pass Thru Expenses	344,348	152,920
Costs of Issuance	29,593,940	-
Gain/Loss Sale or Transfer of Capital Assets	-	-
<b>Total Nonoperating Expenses, Net</b>	<u>91,299,200</u>	<u>63,269,822</u>
<b>Changes in Net Position</b>	(48,174,640)	(27,505,207)
<b>Net Position:</b>		
Net Position, Beginning of Year	(524,018,290)	(471,751,858)
<b>Net Position - End of Year</b>	<u>\$ (572,192,930)</u>	<u>\$ (499,257,065)</u>



# Comparison of Budget By Expense Type as of January 31, 2023

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
<b>Revenues</b>			
<b>Operating Revenues</b>			
Use Fees & Container Charges	\$ 49,035,065	\$ 59,552,816	\$ 10,517,751
Maintenance-of-Way Charges	6,198,886	4,885,650	(1,313,236)
<b>Total Operating Revenues</b>	<b>55,233,951</b>	<b>64,438,466</b>	<b>9,204,515</b>
<b>Other Revenues</b>			
<b>Projects</b>			
Pier Pass	35,000	35,000	-
EPA Order & Pass Thru Income	99,290	-	(99,290)
<b>Subtotal Projects</b>	<b>134,290</b>	<b>35,000</b>	<b>(99,290)</b>
<b>Miscellaneous</b>			
Public Benefit Income	2,588,250	77,415	(2,510,835)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	75,609	334,096	258,487
Investment Income	260,649	1,727,653	1,467,004
<b>Subtotal Miscellaneous</b>	<b>2,924,508</b>	<b>2,139,164</b>	<b>(785,344)</b>
<b>Subtotal Other Revenues</b>	<b>3,058,798</b>	<b>2,174,164</b>	<b>(884,634)</b>
<b>Total Sources of Funds</b>	<b>58,292,749</b>	<b>66,612,630</b>	<b>8,319,881</b>
<b>Expenses</b>			
Salaries	1,057,133	940,130	(117,003)
Benefits	570,879	371,276	(199,603)
Office Expenses	283,637	287,475	3,838
Other Management Expenses	55,738	27,938	(27,800)
Information Technologies	129,442	70,670	(58,772)
Bank & Investment	102,083	69,558	(32,525)
ACET Administrative & Capital Support	972,816	551,167	(421,649)
Audit	114,608	92,988	(21,620)
Legal	484,167	209,186	(274,981)
Governmental Affairs	48,648	41,734	(6,914)
Other Professional Services	260,840	113,039	(147,801)
Pass Thru Expenses & EPA Order	99,290	259,053	159,763
Expenses for Public Benefit	2,588,250	85,295	(2,502,955)
<b>Total Administrative Expenses</b>	<b>6,767,531</b>	<b>3,119,509</b>	<b>(3,648,022)</b>
Maintenance-of-Way Expenses-Rail - Contractors	4,703,153	3,202,924	(1,500,229)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	1,495,733	1,682,725	186,992
Maintenance-of-Way Expenses-Nonrail - Contractors	770,124	787,208	17,084
Maintenance-of-Way Expenses-Nonrail - Capital	3,318,774	2,487,342	(831,432)
Maintenance-of-Way Expenses-Nonrail - Other	82,841	151,233	68,392
Maintenance-of-Way Expenses - ACTA	97,308	86,415	(10,893)
<b>Total Maintenance-of-Way Expenses</b>	<b>10,467,933</b>	<b>8,397,847</b>	<b>(2,070,086)</b>
<b>Subtotal Administrative and M&amp;O Expenses</b>	<b>17,235,464</b>	<b>11,517,356</b>	<b>(5,718,108)</b>
<b>Financing Expenses</b>			
Debt Service - Interest	34,053,602	6,575,918	(27,477,684)
Debt Service - Accrued CAB Interest	38,412,449	54,784,994	16,372,545
<b>Subtotal Financing Expenses</b>	<b>72,466,051</b>	<b>61,360,912</b>	<b>(11,105,139)</b>
<b>Depreciation &amp; Amortization Expenses</b>			
Depreciation	12,241,346	12,315,062	73,716
Cost of Issuance	-	29,593,940	29,593,940
<b>Subtotal Depreciation &amp; Amortization Expenses</b>	<b>12,241,346</b>	<b>41,909,002</b>	<b>29,667,656</b>
<b>Total Operating Expenses</b>	<b>101,942,861</b>	<b>114,787,270</b>	<b>12,844,409</b>
<b>Income (Loss)</b>	<b>\$ (43,650,112)</b>	<b>\$ (48,174,640)</b>	<b>\$ (4,524,528)</b>

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



# Comparison of Budget By Funds as of January 31, 2023

(\$ in thousands)	<b>Fiscal Year-to-Date</b>		
	<b>Budget*</b>	<b>Actuals</b>	<b>Variance</b>
<b>Revenues</b>			
<b>Operating Revenues</b>			
Use Fees & Container Charges	\$ 49,035,065	\$ 59,552,816	\$ 10,517,751
Maintenance-of-Way Charges	6,198,886	4,885,650	(1,313,236)
<b>Total Operating Revenues</b>	55,233,951	64,438,466	9,204,515
<b>Other Revenues</b>			
<b>Projects</b>			
Pier Pass	35,000	35,000	-
EPA Order & Pass Thru Income	99,290	-	(99,290)
<b>Subtotal Projects</b>	134,290	35,000	(99,290)
<b>Miscellaneous</b>			
Public Benefit Income	2,588,250	77,415	(2,510,835)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	75,609	334,096	258,487
Investment Income	260,649	1,727,653	1,467,004
<b>Subtotal Miscellaneous</b>	2,924,508	2,139,164	(785,344)
<b>Subtotal Other Revenues</b>	3,058,798	2,174,164	(884,634)
<b>Total Sources of Funds</b>	58,292,749	66,612,630	8,319,881
<b>Expenses</b>			
Administrative Costs	4,079,991	2,775,161	(1,304,830)
Railroads-M&O	6,198,886	4,885,649	(1,313,237)
Reserve-M&O	4,171,739	3,425,783	(745,956)
Financing Fees-M&O	97,308	86,415	(10,893)
Revenue Fund-Interest & COI	34,053,602	6,575,918	(27,477,684)
Expenses for Public Benefit	2,588,250	85,295	(2,502,955)
LAIF General Fund-Pass Thru & EPA	99,290	259,053	159,763
<b>Total Expenses</b>	51,289,066	18,093,274	(33,195,792)
<b>Non Cash Expenses</b>			
Accrued CAB Debt Service Interest	38,412,449	54,784,994	16,372,545
Depreciation	12,241,346	12,315,062	73,716
Cost of Issuance	-	29,593,940	29,593,940
<b>Subtotal Interest, Depreciation, &amp; Amortization Expenses</b>	50,653,795	96,693,996	46,040,201
<b>Total Operating Expenses</b>	101,942,861	114,787,270	12,844,409
<b>Income (Loss)</b>	\$ (43,650,112)	\$ (48,174,640)	\$ (4,524,528)

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



# Cash & Investment Summary as of January 31, 2023

<b>Cash and Investment Balances (\$ in thousands)</b>					
<u>Institution</u>	<u>Bank Reference #</u>	<u>Chandler Reference #</u>	<u>Account Description</u>	<u>Book Value</u>	<u>Market Value</u>
<b>Bank of America</b>					
	0457 & 0796	-	Concentration & Disbursement	533	533
<b>Pre 1999 Bond Sale Accounts-Union Bank</b>					
	5080	512	SR-47	4,393	4,404
Grant Reimbursement Received this Month \$54,062 Grant Reimbursement Received FY to Date \$247,619					
<b>Local Agency Investment Fund (LAIF)</b>					
	40-19-006	570	General Fund	9,786	9,786
<b>1999, 2004 and 2016 Bond Funds - US Bank-Trustee</b>					
<b>Revenue Funds</b>					
	1170	507	Revenue Fund	29,001	29,087
	1171	508	M & O Fund	3,522	3,536
	1172	509	Reserve Account	13,208	13,050
	1189	518	Administrative Costs	9,228	9,301
			<b>Subtotal Revenue Funds</b>	54,959	54,974
<b>Debt Service Funds</b>					
	61200	-	99C Interest Account	4,204	4,261
	61201	-	99C Principal Account	20,598	20,598
	38003	-	04E Debt Service Reserve	24,909	23,648
	39004	-	04A Debt Service Reserve	33,947	32,116
	38000	516	04E Debt Service	-	-
	39006	-	04A Financing fee	1,393	1,393
	39002	515	04A Debt Service Principal Account	-	-
	59001	-	12 Debt Service Interest Account	688	688
	59002	-	12 Debt Service Principal Account	3,526	3,526
	59004	516	12 Debt Service Reserve Account	7,683	7,238
	67001	-	13A Debt Service Interest Account	1	1
	67002	-	13A Debt Service Principal Account	6	6
	27000	-	16A Debt Service	8	8
	27004	-	16A Debt Service Reserve	3,640	3,446
	108006	-	16B- Financing fee	652	652
	108000	-	16B- Financing fee	6	6
	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	4,197	4,252
	53003	-	2022 B - Principal Account	-	-
	53004	-	2022 B - Redemption Account	-	-
	53005	-	2022 B - Cost of Issuance Fund	62	62
	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
			<b>Subtotal Debt Service Funds</b>	105,583	101,964
<b>Total 1999, 2004, 2012, 2016, 2022 Bond Funds- U.S. Bank</b>				160,542	156,938
<b>Total Cash &amp; Investment Balances</b>				<b>\$ 175,254</b>	<b>171,661</b>



# Cash & Investment Summary (cont'd)

## as of January 31, 2023

<b><u>Investment Schedule</u></b> (\$ in thousands)				
<b><u>Type of Investment</u></b>	<b><u>Book Value</u></b>	<b><u>Market Value</u></b>	<b><u>Percentage of Total</u></b>	<b><u>Investment Policy Limit</u></b>
Money Market Funds	\$ 31,573	\$ 31,573	18.39%	20.00%
U.S. Government & Agency Obligations	42,512	41,178	23.99%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	79,024	77,050	44.88%	100.00%
Corporate Bonds	11,826	11,541	6.72%	30.00%
Bank of America	533	533	0.31%	20.00%
Local Agency Investment Fund	9,786	9,786	5.70%	\$40 Million
<b>Total</b>	<b>\$ 175,254</b>	<b>\$ 171,661</b>	<b>100.00%</b>	

<b><u>Monthly Cash Flow</u></b>		<b><u>January 2023</u></b>
<b>Total Beginning Cash</b>		\$ 52,074,521
<b>Receipts</b>		
Use Fees & Container Charges	\$ 6,862,472	
M&O & Misc. Revenues, & Funds Transfers	690,294	
<b>Total Receipts</b>	<b>7,552,766</b>	
<b>Disbursements</b>		
Debt Service - Transfer to Accounts	2,094,653	
M&O, Administrative, & Financing Expenses	2,574,093	
<b>Total Disbursements</b>	<b>4,668,746</b>	
<b>Cash Flow for Month</b>		<b>\$ 2,884,020</b>
<b>Total Ending Cash</b>		<b>\$ 54,958,541</b>



# Cash Flow as of January 31, 2023

<u>January 2023</u>	
<b>Beginning Cash</b>	
Master Indenture Revenue Fund 1170	24,541,868
Master Indenture M&O Fund 1171	3,830,289
Master Indenture Reserve Fund 1172	14,151,319
1999A Admin Fund 1189	9,551,045
2004A Financing Fund 39006	-
1999C Construction Fund 1206	-
<b>Total Beginning Cash</b>	52,074,521
<b>Receipts</b>	
Use Fee & Container Charges	6,862,472
M&O	615,115
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	75,179
<b>Total Receipts</b>	7,552,766
<b>Total Cash</b>	\$ 59,627,287
<b>Disbursements</b>	
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	1,294,235
M&O - Reserve expense payments	958,041
Administrative expense payments	321,817
Financing expense payments	-
<b>Total Disbursements</b>	4,668,746
<b>Net Ending Cash</b>	\$ 54,958,541
<b>Ending Cash</b>	
Master Indenture Revenue Fund 1170	29,001,326
Master Indenture M&O Fund 1171	3,521,857
Master Indenture Reserve Fund 1172	13,207,682
1999A Admin Fund 1189	9,227,676
2004A Financing Fund 39006	-
<b>Total Ending Cash</b>	\$ 54,958,541



# Cash Flow – YTD as of January 31, 2023

<b><u>Cash Flow - Fiscal Year-to-Date</u></b>		
		<b><u>January 2023</u></b>
<b>Total Beginning Cash as of 7/1/22</b>		\$ 33,735,654
<b>Receipts</b>		
Use Fees & Container Charges	\$ 61,802,331	
M&O & Misc. Revenues, & Funds Transfers	23,386,792	
	<b>Total Receipts</b>	<u>85,189,123</u>
<b>Disbursements</b>		
Debt Service - Transfer to Accounts	50,563,915	
M&O, Administrative, & Financing Expenses	13,402,321	
	<b>Total Disbursements</b>	<u>63,966,236</u>
<b>Cash Flow for Fiscal Year</b>		<u>\$ 21,222,887</u>
	<b>Total Ending Cash</b>	<u><u>\$ 54,958,541</u></u>





# Cash Flow – YTD as of January 31, 2023

<u>January 2023</u>	
<b>Beginning Cash as of 7/1/22</b>	
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	-
<b>Total Beginning Cash</b>	33,735,654
<b>Receipts</b>	
Use Fee & Container Charges	61,802,331
M&O	5,395,171
Funds Transferred from BOA to Admin Fund	84,757
Funds Transferred from BOA to Reserve Fund	5,500,000
Annual Accounting - Transfer from Revenue Fund	11,216,600
Interest Income / Loss	1,190,263
<b>Total Receipts</b>	85,189,122
<b>Total Cash</b>	\$ 118,924,776
<b>Disbursements</b>	
Debt Service - transfer to 1999C Principal	-
Debt Service - transfer to 1999C Interest	2,101,660
Debt Service - transfer to 2012 Interest	1,198,854
Debt Service- transfer to 2012 Principal	3,516,667
Debt Service - transfer to 2022A Interest	6,856,473
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	6,533,497
M&O - Reserve expense payments	3,939,655
Administrative expense payments	2,929,168
Financing expense payments	-
<b>Total Disbursements</b>	63,966,235
<b>Net Ending Cash</b>	\$ 54,958,541
<b>Ending Cash</b>	
Master Indenture Revenue Fund 1170	29,001,326
Master Indenture M&O Fund 1171	3,521,857
Master Indenture Reserve Fund 1172	13,207,682
1999A Admin Fund 1189	9,227,676
2004A Financing Fund 39006	-
<b>Total Ending Cash</b>	\$ 54,958,541