



Statements of Net Position

March 31, 2023 & June 30, 2022

	<u>March 2023</u>	<u>June 2022</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 56,974,969	\$ 112,642,434
Receivables	9,583,837	14,097,414
Prepaid Expenses	167,448	1,509,733
Total Current Assets	66,726,254	128,249,581
Restricted Investments *	129,648,615	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	1,039,675,403	1,055,509,055
Total Assets	1,677,938,495	1,676,803,780
Deferred Outflows of Resources:		
Charges on Refunding	46,516,982	12,344,243
Pension Contributions & Differences in Experience	837,109	837,109
Total Assets & Deferred Outflows of Resources	\$ 1,725,292,586	\$ 1,689,985,132
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 3,279,215	\$ 8,018,917
Unearned Revenue	2,633,673	2,402,881
Accrued Interest Payable, Current Portion	25,094,625	40,588,101
Revenue Bonds Payable, Current Portion	26,983,264	37,813,264
Other Liabilities	470,505	533,837
Total Current Liabilities	58,461,282	89,357,000
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,677,512	12,646,463
Net Pension Liability	809,128	809,128
Accrued Interest Payable, Net of Current Portion	598,175,850	636,833,348
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,638,917,247	1,473,164,082
Total Noncurrent Liabilities	2,250,579,737	2,123,453,021
Total Liabilities	\$ 2,309,041,019	\$ 2,212,810,021
Deferred Inflows of Resources	1,193,401	1,193,401
<u>Net Position</u>		
Net Investment in Capital Assets	(100,038,091)	65,177,915
Restricted for Debt Service	118,539,707	110,068,346
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	63,238,382	41,508,731
Unrestricted	(666,681,832)	(740,773,282)
Total Net Position	(584,941,834)	(524,018,290)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,725,292,586	\$ 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>March 2023</u>	<u>June 2022</u>	<u>FY2023 Increase</u>
Current	\$ 56,974,969	\$ 112,642,434	
Noncurrent	129,648,615	51,156,921	
	<u>\$ 186,623,584</u>	<u>\$ 163,799,355</u>	\$ 22,824,229



Statement of Revenues, Expenses, & Changes in Net Position

For nine months ended March 31, 2023 & March 31, 2022

	<u>March 2023</u>	<u>March 2022</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 74,473,076	\$ 69,382,839
Maintenance-of-Way Charges	5,834,099	4,540,602
Total Operating Revenues	<u>80,307,175</u>	<u>73,923,441</u>
Operating Expenses:		
Salaries & Benefits	1,760,921	1,681,435
Administrative Expenses	1,116,883	990,877
Professional Services	607,543	637,442
Maintenance-of-Way	9,567,430	7,885,422
Depreciation	15,833,652	15,768,602
Total Operating Expenses	<u>28,886,429</u>	<u>26,963,778</u>
Operating Income (Loss)	51,420,746	46,959,663
Nonoperating Revenues:		
Interest & Investment Revenue, Net	2,967,314	(2,110,409)
Public Benefit Income	87,155	86,522
Miscellaneous Revenue	491,752	99,567
Total Nonoperating Revenues	<u>3,546,221</u>	<u>(1,924,320)</u>
Nonoperating Expenses:		
Interest Expense	85,903,284	81,069,503
Expenses for Public Benefit & Pass Thru Expenses	393,287	231,362
Costs of Issuance	29,593,940	-
Gain/Loss Sale or Transfer of Capital Assets	-	-
Total Nonoperating Expenses, Net	<u>115,890,511</u>	<u>81,300,865</u>
Changes in Net Position	(60,923,544)	(36,265,522)
Net Position:		
Net Position, Beginning of Year	(524,018,290)	(471,751,858)
Net Position - End of Year	<u>\$ (584,941,834)</u>	<u>\$ (508,017,380)</u>



Comparison of Budget By Expense Type as of March 31, 2023

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 63,045,084	\$ 74,473,076	\$ 11,427,992
Maintenance-of-Way Charges	7,969,997	5,834,099	(2,135,898)
Total Operating Revenues	<u>71,015,081</u>	<u>80,307,175</u>	<u>9,292,094</u>
Other Revenues			
Projects			
Pier Pass	45,000	45,000	-
EPA Order & Pass Thru Income	127,659	-	(127,659)
Subtotal Projects	<u>172,659</u>	<u>45,000</u>	<u>(127,659)</u>
Miscellaneous			
Public Benefit Income	3,327,750	87,155	(3,240,595)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	97,212	446,752	349,540
Investment Income	335,120	2,967,314	2,632,194
Subtotal Miscellaneous	<u>3,760,082</u>	<u>3,501,221</u>	<u>(258,861)</u>
Subtotal Other Revenues	<u>3,932,741</u>	<u>3,546,221</u>	<u>(386,520)</u>
Total Sources of Funds	<u>74,947,822</u>	<u>83,853,396</u>	<u>8,905,574</u>
Expenses			
Salaries	1,359,171	1,273,381	(85,790)
Benefits	733,987	487,540	(246,447)
Office Expenses	364,676	360,127	(4,549)
Other Management Expenses	71,663	35,860	(35,803)
Information Technologies	166,425	77,767	(88,658)
Bank & Investment	131,250	91,962	(39,288)
ACET Administrative & Capital Support	1,250,763	551,167	(699,596)
Audit	147,353	115,197	(32,156)
Legal	622,500	306,990	(315,510)
Governmental Affairs	62,548	55,870	(6,678)
Other Professional Services	335,366	129,486	(205,880)
Pass Thru Expenses & EPA Order	127,659	303,901	176,242
Expenses for Public Benefit	3,327,750	89,386	(3,238,365)
Total Administrative Expenses	<u>8,701,111</u>	<u>3,878,634</u>	<u>(4,822,477)</u>
Maintenance-of-Way Expenses-Rail - Contractors	6,046,911	3,794,509	(2,252,402)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	1,923,086	2,039,590	116,504
Maintenance-of-Way Expenses-Nonrail - Contractors	990,160	892,778	(97,382)
Maintenance-of-Way Expenses-Nonrail - Capital	4,266,995	2,591,049	(1,675,946)
Maintenance-of-Way Expenses-Nonrail - Other	106,510	151,233	44,723
Maintenance-of-Way Expenses - ACTA	125,110	98,271	(26,839)
Total Maintenance-of-Way Expenses	<u>13,458,772</u>	<u>9,567,430</u>	<u>(3,891,341)</u>
Subtotal Administrative and M&O Expenses	<u>22,159,883</u>	<u>13,446,064</u>	<u>(8,713,819)</u>
Financing Expenses			
Debt Service - Interest	43,783,202	15,465,435	(28,317,767)
Debt Service - Accrued CAB Interest	49,387,434	70,437,849	21,050,415
Subtotal Financing Expenses	<u>93,170,636</u>	<u>85,903,284</u>	<u>(7,267,352)</u>
Depreciation & Amortization Expenses			
Depreciation	15,738,873	15,833,652	94,779
Cost of Issuance	-	29,593,940	29,593,940
Subtotal Depreciation & Amortization Expenses	<u>15,738,873</u>	<u>45,427,592</u>	<u>29,688,719</u>
Total Operating Expenses	<u>131,069,392</u>	<u>144,776,940</u>	<u>13,707,548</u>
Income (Loss)	<u>\$ (56,121,570)</u>	<u>\$ (60,923,544)</u>	<u>\$ (4,801,974)</u>

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



Comparison of Budget By Funds as of March 31, 2023

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 63,045,084	\$ 74,473,076	\$ 11,427,992
Maintenance-of-Way Charges	7,969,997	5,834,099	(2,135,898)
Total Operating Revenues	<u>71,015,081</u>	<u>80,307,175</u>	<u>9,292,094</u>
Other Revenues			
Projects			
Pier Pass	45,000	45,000	-
EPA Order & Pass Thru Income	127,659	-	(127,659)
Subtotal Projects	<u>172,659</u>	<u>45,000</u>	<u>(127,659)</u>
Miscellaneous			
Public Benefit Income	3,327,750	87,155	(3,240,595)
Gain/Loss from Sale of Fixed Assets	-	-	-
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	97,212	446,752	349,540
Investment Income	335,120	2,967,314	2,632,194
Subtotal Miscellaneous	<u>3,760,082</u>	<u>3,501,221</u>	<u>(258,861)</u>
Subtotal Other Revenues	<u>3,932,741</u>	<u>3,546,221</u>	<u>(386,520)</u>
Total Sources of Funds	<u>74,947,822</u>	<u>83,853,396</u>	<u>8,905,574</u>
Expenses			
Administrative Costs	5,245,702	3,485,347	(1,760,355)
Railroads-M&O	7,969,997	5,834,099	(2,135,898)
Reserve-M&O	5,363,665	3,635,060	(1,728,605)
Financing Fees-M&O	125,110	98,271	(26,839)
Revenue Fund-Interest & COI	43,783,202	15,465,435	(28,317,767)
Expenses for Public Benefit	3,327,750	89,386	(3,238,364)
LAIF General Fund-Pass Thru & EPA	127,659	303,901	176,242
Total Expenses	<u>65,943,085</u>	<u>28,911,499</u>	<u>(37,031,586)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	49,387,434	70,437,849	21,050,415
Depreciation	15,738,873	15,833,652	94,779
Cost of Issuance	-	29,593,940	29,593,940
Subtotal Interest, Depreciation, & Amortization Expenses	<u>65,126,307</u>	<u>115,865,441</u>	<u>50,739,134</u>
Total Operating Expenses	<u>131,069,392</u>	<u>144,776,940</u>	<u>13,707,548</u>
Income (Loss)	<u>\$ (56,121,570)</u>	<u>\$ (60,923,544)</u>	<u>\$ (4,801,974)</u>

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



Cash & Investment Summary as of March 31, 2023

<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	467	467
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	4,451	4,491
Grant Reimbursement Received this Month \$ -0.00-					
Grant Reimbursement Received FY to Date \$266,280					
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,837	9,837
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	28,142	28,285
	1171	508	M & O Fund	4,389	4,426
	1172	509	Reserve Account	12,296	12,221
	1189	518	Administrative Costs	8,447	8,560
			Subtotal Revenue Funds	53,274	53,492
Debt Service Funds					
	61200	-	99C Interest Account	6,306	6,405
	61201	-	99C Principal Account	18,633	18,633
	38003	-	04B Debt Service Reserve	24,957	23,804
	39004	-	04A Debt Service Reserve	34,051	32,335
	38000	516	04B Debt Service	-	-
	39006	-	04A Financing fee	1,402	1,402
	39002	515	04A Debt Service Principal Account	-	-
	59001	-	12 Debt Service Interest Account	1,035	1,035
	59002	-	12 Debt Service Principal Account	5,307	5,307
	59004	516	12 Debt Service Reserve Account	7,709	7,292
	67001	-	13A Debt Service Interest Account	1	1
	67002	-	13A Debt Service Principal Account	6	6
	27000	-	16A Debt Service	427	427
	27004	-	16A Debt Service Reserve	3,648	3,468
	108006	-	16B- Financing fee	628	628
	108000	-	16B- Financing fee	8,431	8,431
	98000	-	2022 A - DS Fund	31	31
	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	-	-
	98006	-	2022 A - Bond Proceeds Account	-	-
	53000	-	2022 B - DS Fund	62	62
	53001	-	2022 B - DS Reserve Fund	-	-
	53002	-	2022 B - Interest Account	6,286	6,384
	53003	-	2022 B - Principal Account	-	-
	53004	-	2022 B - Redemption Account	-	-
	53005	-	2022 B - Cost of Issuance Fund	-	-
	53006	-	2022 B - Bond Proceeds Account	-	-
	86000	-	2022 C - DS Fund	2,685	2,685
	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	-	-
			Subtotal Debt Service Funds	121,605	118,336
			Total 1999, 2004, 2012, 2016, 2022 Bond Funds- U.S. Bank	174,879	171,828
Total Cash & Investment Balances				\$ 189,634	186,623



Cash & Investment Summary (cont'd)

as of March 31, 2023

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	\$ 46,671	\$ 46,671	25.01%	20.00%
U.S. Government & Agency Obligations	45,589	44,476	23.83%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	75,913	74,259	39.79%	100.00%
Corporate Bonds	11,157	10,913	5.85%	30.00%
Bank of America	467	467	0.25%	20.00%
Local Agency Investment Fund	9,837	9,837	5.27%	\$40 Million
Total	<u>\$ 189,634</u>	<u>\$ 186,623</u>	<u>100.00%</u>	

Monthly Cash Flow

		<u>March 2023</u>
Total Beginning Cash		\$ 60,158,822
Receipts		
Use Fees & Container Charges	\$ 7,284,869	
M&O & Misc. Revenues, & Funds Transfers	1,402,877	
Total Receipts	<u>8,687,746</u>	
Disbursements		
Debt Service - Transfer to Accounts	13,591,381	
M&O, Administrative, & Financing Expenses	1,981,576	
Total Disbursements	<u>15,572,957</u>	
Cash Flow for Month		<u>\$ (6,885,211)</u>
Total Ending Cash		<u><u>\$ 53,273,611</u></u>



Cash Flow as of March 31, 2023

<u>March 2023</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	34,326,389
Master Indenture M&O Fund 1171	4,032,526
Master Indenture Reserve Fund 1172	12,835,916
1999A Admin Fund 1189	8,963,991
2004A Financing Fund 39006	-
1999C Construction Fund 1206	-
Total Beginning Cash	60,158,822
Receipts	
Use Fee & Container Charges	7,284,869
M&O	1,176,805
Funds Transferred from BOA to Admin Fund	35,198
Funds Transferred from BOA to Reserve Fund	-
Annual Accounting- transfer from 1999C Interest	-
Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	190,874
Total Receipts	8,687,746
Total Cash	\$ 68,846,568
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	419,400
Debt service payment - 2016B Interest	8,424,703
Debt service payment - 2004	2,652,625
M&O - Railroads expense payments	829,284
M&O - Reserve expense payments	582,984
Administrative expense payments	569,308
Financing expense payments	-
Total Disbursements	15,572,957
Net Ending Cash	\$ 53,273,611
Ending Cash	
Master Indenture Revenue Fund 1170	28,141,712
Master Indenture M&O Fund 1171	4,388,883
Master Indenture Reserve Fund 1172	12,295,593
1999A Admin Fund 1189	8,447,423
2004A Financing Fund 39006	-
Total Ending Cash	\$ 53,273,611



Cash Flow – YTD as of March 31, 2023

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>March 2023</u>
Total Beginning Cash as of 7/1/22		\$ 33,735,654
Receipts		
Use Fees & Container Charges	\$ 76,435,392	
M&O & Misc. Revenues, & Funds Transfers	25,946,564	
	Total Receipts	<u>102,381,956</u>
Disbursements		
Debt Service - Transfer to Accounts	66,249,949	
M&O, Administrative, & Financing Expenses	16,594,050	
	Total Disbursements	<u>82,843,999</u>
Cash Flow for Fiscal Year		<u>\$ 19,537,957</u>
	Total Ending Cash	<u><u>\$ 53,273,611</u></u>



Cash Flow – YTD as of March 31, 2023

		<u>March 2023</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		<u>33,735,654</u>
Receipts		
Use Fee & Container Charges		76,435,391
M&O		7,638,446
Funds Transferred from BOA to Admin Fund		119,956
Funds Transferred from BOA to Reserve Fund		5,500,000
Annual Accounting - Transfer from Revenue Fund		11,216,600
Interest Income / Loss		1,471,562
Total Receipts		<u>102,381,955</u>
Total Cash		<u>\$ 136,117,609</u>
Disbursements		
Debt Service - transfer to 1999C Principal		-
Debt Service - transfer to 1999C Interest		2,101,660
Debt Service - transfer to 2012 Interest		1,541,124
Debt Service- transfer to 2012 Principal		5,275,000
Debt Service - transfer to 2022A Interest		8,945,175
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		11,939,550
Debt service payment - 2016B Interest		16,849,406
Debt service payment - 2004		2,652,625
M&O - Railroads expense payments		7,925,949
M&O - Reserve expense payments		4,888,178
Administrative expense payments		3,779,923
Financing expense payments		-
Total Disbursements		<u>82,843,998</u>
Net Ending Cash		<u>\$ 53,273,611</u>
Ending Cash		
Master Indenture Revenue Fund 1170		28,141,711
Master Indenture M&O Fund 1171		4,388,883
Master Indenture Reserve Fund 1172		12,295,593
1999A Admin Fund 1189		8,447,424
2004A Financing Fund 39006		-
Total Ending Cash		<u>\$ 53,273,611</u>