



Statements of Net Position

October 31, 2020 & June 30, 2020

	<u>October 2020</u>	<u>June 2020</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 22,576,931	\$ 133,027,892
Receivables	10,777,875	9,907,904
Prepaid Expenses	922,904	1,225,268
Total Current Assets	34,277,710	144,161,064
Restricted Investments *	125,968,383	63,123,538
Assets Held for Transfer	13,347,625	13,347,625
Net OPEB Asset	490,343	490,343
Capital Assets Not Being Depreciated	438,148,732	438,148,732
Capital Assets, Net	1,090,324,708	1,097,331,202
Total Assets	1,702,557,501	1,756,602,504
Deferred Outflows of Resources:		
Charges on Refunding	14,834,483	15,333,065
Pension Contributions & Differences in Experience	708,037	707,933
Total Assets & Deferred Outflows of Resources	\$ 1,718,100,021	\$ 1,772,643,502
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 1,676,530	\$ 5,312,610
Unearned Revenue	1,814,127	889,742
Accrued Interest Payable, Current Portion	5,001,975	15,980,319
Revenue Bonds Payable, Current Portion	25,767,886	25,767,886
Other Liabilities	528,097	642,724
Total Current Liabilities	34,788,615	48,593,281
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,620,145	12,612,996
Net Pension Liability	2,116,034	2,116,034
Accrued Interest Payable, Net of Current Portion	592,082,233	602,528,224
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,530,803,121	1,559,462,077
Total Noncurrent Liabilities	2,137,621,533	2,176,719,331
Total Liabilities	\$ 2,172,410,148	\$ 2,225,312,612
Deferred Inflows of Resources	343,370	343,370
<u>Net Position</u>		
Net Investment in Capital Assets	70,562,837	52,475,405
Restricted for Debt Service	71,815,661	107,375,351
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	66,516,877	66,271,689
Unrestricted	(663,548,872)	(679,134,925)
Total Net Position	(454,653,497)	(453,012,480)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,718,100,021	\$ 1,772,643,502

* 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 2020</u>	<u>June 2020</u>	<u>FY2021 Decrease</u>
Current	\$ 22,576,931	\$ 133,027,892	
Noncurrent	125,968,383	63,123,538	
	\$ 148,545,314	\$ 196,151,430	\$ (47,606,116)



Statement of Revenues, Expenses, & Changes in Net Position

For four months ended October 31, 2020 & October 31, 2019

	<u>October 2020</u>	<u>October 2019</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 38,370,191	\$ 36,768,038
Maintenance-of-Way Charges	1,142,086	1,323,241
Total Operating Revenues	<u>39,512,277</u>	<u>38,091,279</u>
Operating Expenses:		
Salaries & Benefits	810,939	742,249
Administrative Expenses	387,269	414,095
Professional Services	320,494	169,859
Maintenance-of-Way	1,255,255	1,183,994
Depreciation	7,006,492	7,005,639
Total Operating Expenses	<u>9,780,449</u>	<u>9,515,836</u>
Operating Income (Loss)	29,731,828	28,575,443
Nonoperating Revenues:		
Interest & Investment Revenue, Net	528,270	2,262,591
Public Benefit Income	14,786	187,088
Miscellaneous Revenue	15,848	64,454
Total Nonoperating Revenues	<u>558,904</u>	<u>2,514,133</u>
Nonoperating Expenses:		
Interest Expense	31,799,260	37,279,683
Expenses for Public Benefit & Pass Thru Expenses	132,489	433,452
Total Nonoperating Expenses, Net	<u>31,931,749</u>	<u>37,713,135</u>
Changes in Net Position	(1,641,017)	(6,623,559)
Net Position:		
Net Position, Beginning of Year	(453,012,480)	(425,066,414)
Net Position - End of Year	<u>\$ (454,653,497)</u>	<u>\$ (431,689,973)</u>



Comparison of Budget By Expense Type as of October 31, 2020

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 30,657,355	\$ 38,370,191	\$ 7,712,836
Maintenance-of-Way Charges	2,680,804	1,142,086	(1,538,718)
Total Operating Revenues	<u>33,338,159</u>	<u>39,512,277</u>	<u>6,174,118</u>
Other Revenues			
Projects			
Pier Pass	20,000	20,000	-
EPA Order & Pass Thru Income	44,409	(36,330)	(80,739)
Subtotal Projects	<u>64,409</u>	<u>(16,330)</u>	<u>(80,739)</u>
Miscellaneous			
Public Benefit Income	1,703,287	14,786	(1,688,501)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	37,365	32,178	(5,187)
Investment Income	642,264	528,270	(113,994)
Subtotal Miscellaneous	<u>2,382,916</u>	<u>575,234</u>	<u>(1,807,682)</u>
Subtotal Other Revenues	<u>2,447,325</u>	<u>558,904</u>	<u>(1,888,421)</u>
Total Sources of Funds	<u>35,785,484</u>	<u>40,071,181</u>	<u>4,285,697</u>
Expenses			
Salaries	555,145	530,104	(25,041)
Benefits	338,307	280,835	(57,472)
Office Expenses	156,810	134,090	(22,720)
Other Management Expenses	24,765	4,306	(20,459)
Information Technologies	254,384	118,792	(135,592)
Bank & Investment	53,833	41,084	(12,749)
ACET Administrative & Capital Support	458,990	88,997	(369,993)
Audit	74,493	21,235	(53,258)
Legal	293,333	217,918	(75,415)
Governmental Affairs	26,225	19,669	(6,556)
Other Professional Services	116,796	61,672	(55,124)
Pass Thru Expenses & EPA Order	44,409	23,497	(20,912)
Expenses for Public Benefit	1,703,287	108,992	(1,594,295)
Total Administrative Expenses	<u>4,100,777</u>	<u>1,651,191</u>	<u>(2,449,586)</u>
Maintenance-of-Way Expenses-Rail - Contractors	1,781,221	414,867	(1,366,354)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	899,582	727,219	(172,363)
Maintenance-of-Way Expenses-Nonrail - Contractors	576,478	87,040	(489,438)
Maintenance-of-Way Expenses-Nonrail - Capital	2,061,427	(5,523)	(2,066,950)
Maintenance-of-Way Expenses-Nonrail - Other	56,004	17,090	(38,914)
Maintenance-of-Way Expenses - ACTA	31,480	14,562	(16,918)
Total Maintenance-of-Way Expenses	<u>5,406,192</u>	<u>1,255,255</u>	<u>(4,150,937)</u>
Subtotal Administrative and M&O Expenses	<u>9,506,969</u>	<u>2,906,446</u>	<u>(6,600,523)</u>
Financing Expenses			
Debt Service - Interest	20,505,659	17,842,494	(2,663,165)
Debt Service - Accrued CAB Interest	12,263,580	13,956,766	1,693,186
Subtotal Financing Expenses	<u>32,769,239</u>	<u>31,799,260</u>	<u>(969,979)</u>
Depreciation & Amortization Expenses			
Depreciation	6,994,055	7,006,492	12,437
Subtotal Depreciation & Amortization Expenses	<u>6,994,055</u>	<u>7,006,492</u>	<u>12,437</u>
Total Operating Expenses	<u>49,270,263</u>	<u>41,712,198</u>	<u>(7,558,065)</u>
Income (Loss)	<u>\$ (13,484,779)</u>	<u>\$ (1,641,017)</u>	<u>\$ 11,843,762</u>

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



Comparison of Budget By Funds as of October 31, 2020

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 30,657,355	\$ 38,370,191	\$ 7,712,836
Maintenance-of-Way Charges	2,680,804	1,142,086	(1,538,718)
Total Operating Revenues	<u>33,338,159</u>	<u>39,512,277</u>	<u>6,174,118</u>
Other Revenues			
Projects			
Pier Pass	20,000	20,000	-
EPA Order & Pass Thru Income	44,409	(36,330)	(80,739)
Subtotal Projects	<u>64,409</u>	<u>(16,330)</u>	<u>(80,739)</u>
Miscellaneous			
Public Benefit Income	1,703,287	14,786	(1,688,501)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	37,365	32,178	(5,187)
Investment Income	642,264	528,270	(113,994)
Subtotal Miscellaneous	<u>2,382,916</u>	<u>575,234</u>	<u>(1,807,682)</u>
Subtotal Other Revenues	2,447,325	558,904	(1,888,421)
Total Sources of Funds	<u>35,785,484</u>	<u>40,071,181</u>	<u>4,285,697</u>
Expenses			
Administrative Costs	2,353,081	1,518,702	(834,379)
Railroads-M&O	2,680,803	1,142,086	(1,538,717)
Reserve-M&O	2,693,909	98,607	(2,595,302)
Financing Fees-M&O	31,480	14,562	(16,918)
Revenue Fund-Interest & COI	20,505,659	17,842,494	(2,663,165)
Expenses for Public Benefit	1,703,287	108,992	(1,594,295)
LAIF General Fund-Pass Thru & EPA	44,409	23,497	(20,912)
Total Expenses	<u>30,012,628</u>	<u>20,748,940</u>	<u>(9,263,688)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	12,263,580	13,956,766	1,693,186
Depreciation	6,994,055	7,006,492	12,437
Subtotal Interest, Depreciation, & Amortization Expenses	<u>19,257,635</u>	<u>20,963,258</u>	<u>1,705,623</u>
Total Operating Expenses	49,270,263	41,712,198	(7,558,065)
Income (Loss)	<u>\$ (13,484,779)</u>	<u>\$ (1,641,017)</u>	<u>\$ 11,843,762</u>

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



Cash & Investment Summary as of October 31, 2020

<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	641	641
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	4,098	4,094
Grant Reimbursement Received this Month \$16,855 Grant Reimbursement Received FY to Date \$139,030					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,935	9,935
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	30,202	30,204
	1171	508	M & O Fund	1,388	1,388
	1172	509	Reserve Account	14,909	15,026
	1189	518	Administrative Costs	10,961	10,952
			Subtotal Revenue Funds	57,460	57,570
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	1,653	1,699
	1201	-	99C Principal Account	2,718	2,795
	9004	515	04A Debt Service Reserve	32,805	33,418
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,854	24,541
	59001	-	12 Debt Service Interest Account	171	171
	59004	-	12 Debt Service Reserve Account	7,433	7,645
	7001	-	13A Debt Service Interest Account	863	887
	7002	-	13A Debt Service Principal Account	1,559	1,603
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,446	3,545
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	-	-
			Subtotal Debt Service Funds	74,502	76,305
			Total U.S. Bank	131,962	133,875
Total Cash & Investment Balances				\$ 146,636	148,545



Cash & Investment Summary (cont'd)

as of October 31, 2020

<u>Investment Schedule</u> (\$ 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	\$ 12,001	\$ 12,001	8.08%	20.00%	
U.S. Government & Agency Obligations	54,232	55,888	37.63%	100.00%	
Commercial Paper	-	-	0.00%	15.00%	
U.S. Treasury Note	56,033	56,172	37.81%	100.00%	
Corporate Bonds	13,794	13,908	9.36%	30.00%	
Bank of America	641	641	0.43%	20.00%	
Local Agency Investment Fund	9,935	9,935	6.69%	\$40 Million	
Total	<u>\$ 146,636</u>	<u>\$ 148,545</u>	<u>100.00%</u>		

<u>Monthly Cash Flow</u>		
<u>October 2020</u>		
Total Beginning Cash		\$ 54,067,773
Receipts		
Use Fees & Container Charges	\$ 9,757,076	
M&O, Grants, & Miscellaneous Revenue	530,037	
Total Receipts	<u>10,287,113</u>	
Disbursements		
Debt Service - Transfer to Accounts	5,533,716	
M&O, Administrative, & Financing Expenses	1,361,646	
Total Disbursements	<u>6,895,362</u>	
Cash Flow for Month		<u>\$ 3,391,751</u>
Total Ending Cash		<u><u>\$ 57,459,524</u></u>



Cash Flow as of October 31, 2020

<u>October 2020</u>	
Beginning Cash	
Master Indenture Revenue Fund 1170	25,976,011
Master Indenture M&O Fund 1171	1,535,775
Master Indenture Reserve Fund 1172	15,231,542
1999A Admin Fund 1189	11,324,445
2004A Financing Fund 39006	-
Total Beginning Cash	54,067,773
Receipts	
Use Fee & Container Charges	9,757,076
M&O	516,618
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	13,419
Total Receipts	10,287,113
Total Cash	\$ 64,354,886
Disbursements	
Debt Service - transfer to 1999C Principal	1,942,408
Debt Service - transfer to 1999C Interest	1,136,529
Debt Service - transfer to 2012 Interest	171,135
Debt Service - transfer to 2013A Interest	779,228
Debt Service- transfer to 2013A Principal	1,504,416
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	663,984
M&O - Reserve expense payments	341,512
Administrative expense payments	356,150
Financing expense payments	-
Total Disbursements	6,895,362
Net Ending Cash	\$ 57,459,524
Ending Cash	
Master Indenture Revenue Fund 1170	30,201,596
Master Indenture M&O Fund 1171	1,388,422
Master Indenture Reserve Fund 1172	14,908,737
1999A Admin Fund 1189	10,960,769
2004A Financing Fund 39006	-
Total Ending Cash	\$ 57,459,524



Cash Flow – YTD as of October 31, 2020

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>October 2020</u>
Total Beginning Cash as of 7/1/20		\$ 63,133,920
Receipts		
Use Fees & Container Charges	\$ 36,165,394	
M&O, Grants, & Miscellaneous Revenue	11,293,328	
	<u>47,458,722</u>	
Total Receipts		47,458,722
Disbursements		
Debt Service - Transfer to Accounts	46,950,159	
M&O, Administrative, & Financing Expenses	6,182,959	
	<u>53,133,118</u>	
Total Disbursements		53,133,118
Cash Flow for Fiscal Year		\$ <u>(5,674,396)</u>
	Total Ending Cash	\$ <u><u>57,459,524</u></u>



Cash Flow – YTD

as of

October 31, 2020

<u>October 2020</u>	
Beginning Cash as of 7/1/20	
Master Indenture Revenue Fund 1170	40,925,861
Master Indenture M&O Fund 1171	2,200,069
Master Indenture Reserve Fund 1172	14,133,817
1999A Admin Fund 1189	5,874,173
2004A Financing Fund 39006	-
Total Beginning Cash	63,133,920
Receipts	
Use Fee & Container Charges	36,165,394
M&O	1,993,406
Funds Transferred from BOA to Admin Fund	53,736
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	9,105,000
Interest Income / Loss	141,186
Total Receipts	47,458,722
Total Cash	\$ 110,592,642
Disbursements	
Debt Service - transfer to 1999C Principal	8,920,046
Debt Service - transfer to 1999C Interest	5,790,663
Debt Service - transfer to 2012 Interest	667,788
Debt Service - transfer to 2013A Interest	3,409,763
Debt Service- transfer to 2013A Principal	5,385,924
Semi-Annual Accounting - Transfers & Debt Service	-
Transfer to 2012 Reserve	583,850
Transfer to 2004A Financing Fee	-
Transfer to Admin Fund	7,105,000
Transfer to Master Reserve	2,000,000
Transfer to 2016A Reserve	-
Transfer to 2016B Financing Fee	-
Debt service payment - 2016A Interest	-
Debt service payment - 2016B Interest	-
Debt service payment - 2004	13,087,125
M&O - Railroads expense payments	2,805,119
M&O - Reserve expense payments	1,296,647
Administrative expense payments	2,081,193
Financing expense payments	-
Total Disbursements	53,133,118
Net Ending Cash	\$ 57,459,524
Ending Cash	
Master Indenture Revenue Fund 1170	30,201,596
Master Indenture M&O Fund 1171	1,388,422
Master Indenture Reserve Fund 1172	14,908,737
1999A Admin Fund 1189	10,960,769
2004A Financing Fund 39006	-
Total Ending Cash	\$ 57,459,524