



Statements of Net Position

July 31, 2020 & June 30, 2020

	<u>July 2020</u>	<u>June 2020</u>
<u>Assets & Deferred Outflows of Resources</u>		
Current Assets:		
Restricted Cash & Cash Equivalents, & Investments	\$ 22,449,891	\$ 133,027,892
Receivables	11,303,897	9,907,904
Prepaid Expenses	1,382,094	1,225,268
Total Current Assets	35,135,882	144,161,064
Restricted Investments *	180,528,578	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	1,095,579,580	1,097,331,202
Total Assets	1,763,230,740	1,756,602,504
Deferred Outflows of Resources:		
Charges on Refunding	15,208,086	15,333,065
Pension Contributions & Differences in Experience	708,037	707,933
Total Assets & Deferred Outflows of Resources	\$ 1,779,146,863	\$ 1,772,643,502
<u>Liabilities, Deferred Inflows of Resources, & Net Position</u>		
Current Liabilities:		
Accounts Payable	\$ 3,750,028	\$ 5,312,610
Unearned Revenue	1,201,069	889,742
Accrued Interest Payable, Current Portion	21,055,639	15,980,319
Revenue Bonds Payable, Current Portion	25,767,886	25,767,886
Other Liabilities	526,895	642,724
Total Current Liabilities	52,301,517	48,593,281
Noncurrent Liabilities:		
Collateral Deposit	-	-
Shortfall Advances Payable to Ports	12,614,783	12,612,996
Net Pension Liability	2,116,034	2,116,034
Accrued Interest Payable, Net of Current Portion	604,969,202	602,528,224
Revenue Bonds Payable, Net of Current Portion & Unamortized Discount	1,558,738,310	1,559,462,077
Total Noncurrent Liabilities	2,178,438,329	2,176,719,331
Total Liabilities	\$ 2,230,739,846	\$ 2,225,312,612
Deferred Inflows of Resources	343,370	343,370
<u>Net Position</u>		
Net Investment in Capital Assets	50,423,422	52,475,405
Restricted for Debt Service	111,687,539	107,375,351
Restricted for Capital Projects	-	-
Restricted by Master Trust Agreement	68,595,735	66,271,689
Unrestricted	(682,643,050)	(679,134,925)
Total Net Position	(451,936,353)	(453,012,480)
Total Liabilities, Deferred Inflows of Resources, & Net Position	\$ 1,779,146,863	\$ 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>July 2020</u>	<u>June 2020</u>	<u>FY2021 Increase</u>
Current	\$ 22,449,891	\$ 133,027,892	
Noncurrent	180,528,578	63,123,538	
	\$ 202,978,469	\$ 196,151,430	\$ 6,827,039



Statement of Revenues, Expenses, & Changes in Net Position

For one month ended July 31, 2020 & July 31, 2019

	<u>July 2020</u>	<u>July 2019</u>
Operating Revenues:		
Use Fees & Container Charges	\$ 9,014,730	\$ 9,993,649
Maintenance-of-Way Charges	<u>205,291</u>	<u>114,003</u>
Total Operating Revenues	<u>9,220,021</u>	<u>10,107,652</u>
Operating Expenses:		
Salaries & Benefits	199,265	150,382
Administrative Expenses	60,452	83,322
Professional Services	-	20,833
Maintenance-of-Way	205,291	114,003
Depreciation	<u>1,751,623</u>	<u>1,751,410</u>
Total Operating Expenses	<u>2,216,631</u>	<u>2,119,950</u>
Operating Income (Loss)	7,003,390	7,987,702
Nonoperating Revenues:		
Interest & Investment Revenue, Net	1,063,891	1,022,480
Public Benefit Income	-	7,573
Miscellaneous Revenue	<u>(56,333)</u>	<u>15,306</u>
Total Nonoperating Revenues	<u>1,007,558</u>	<u>1,045,359</u>
Nonoperating Expenses:		
Interest Expense	6,919,193	9,083,126
Expenses for Public Benefit & Pass Thru Expenses	<u>15,628</u>	<u>15,146</u>
Total Nonoperating Expenses, Net	<u>6,934,821</u>	<u>9,098,272</u>
Changes in Net Position	1,076,127	(65,211)
Net Position:		
Net Position, Beginning of Year	<u>(453,012,480)</u>	<u>(408,847,591)</u>
Net Position - End of Year	<u>\$ (451,936,353)</u>	<u>\$ (408,912,802)</u>



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

(\$ in thousands)	Fiscal Year-to-Date		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 7,664,339	\$ 9,014,730	\$ 1,350,391
Maintenance-of-Way Charges	670,201	205,291	(464,910)
Total Operating Revenues	8,334,540	9,220,021	885,481
Other Revenues			
Projects			
Pier Pass	5,000	5,000	-
EPA Order & Pass Thru Income	11,102	(61,333)	(72,435)
Subtotal Projects	16,102	(56,333)	(72,435)
Miscellaneous			
Public Benefit Income	425,822	-	(425,822)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	9,341	-	(9,341)
Investment Income	160,566	1,063,890	903,324
Subtotal Miscellaneous	595,729	1,063,890	468,161
Subtotal Other Revenues	611,831	1,007,557	395,726
Total Sources of Funds	8,946,371	10,227,578	1,281,207
Expenses			
Salaries	138,786	110,657	(28,129)
Benefits	84,577	88,608	4,031
Office Expenses	39,200	32,939	(6,261)
Other Management Expenses	6,191	300	(5,891)
Information Technologies	63,596	22,565	(41,031)
Bank & Investment	13,458	4,648	(8,810)
ACET Administrative & Capital Support	114,748	-	(114,748)
Audit	18,623	-	(18,623)
Legal	73,333	-	(73,333)
Governmental Affairs	6,556	-	(6,556)
Other Professional Services	29,199	-	(29,199)
Pass Thru Expenses & EPA Order	11,102	-	(11,102)
Expenses for Public Benefit	425,822	15,628	(410,194)
Total Administrative Expenses	1,025,191	275,345	(749,846)
Maintenance-of-Way Expenses-Rail - Contractors	445,305	-	(445,305)
Maintenance-of-Way Expenses-Rail - Capital	-	-	-
Maintenance-of-Way Expenses-Rail - Other	224,896	205,268	(19,628)
Maintenance-of-Way Expenses-Nonrail - Contractors	144,120	-	(144,120)
Maintenance-of-Way Expenses-Nonrail - Capital	515,357	-	(515,357)
Maintenance-of-Way Expenses-Nonrail - Other	14,001	23	(13,978)
Maintenance-of-Way Expenses - ACTA	7,870	-	(7,870)
Total Maintenance-of-Way Expenses	1,351,549	205,291	(1,146,258)
Subtotal Administrative and M&O Expenses	2,376,740	480,636	(1,896,104)
Financing Expenses			
Debt Service - Interest	5,126,415	4,478,215	(648,200)
Debt Service - Accrued CAB Interest	3,065,895	2,440,978	(624,917)
Subtotal Financing Expenses	8,192,310	6,919,194	(1,273,116)
Depreciation & Amortization Expenses			
Depreciation	1,748,514	1,751,623	3,109
Subtotal Depreciation & Amortization Expenses	1,748,514	1,751,623	3,109
Total Operating Expenses	12,317,564	9,151,452	(3,166,112)
Income (Loss)	\$ (3,371,193)	\$ 1,076,126	\$ 4,447,319

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



Comparison of Budget By Funds as of July 31, 2020

(\$ in thousands)	<u>Fiscal Year-to-Date</u>		
	Budget*	Actuals	Variance
Revenues			
Operating Revenues			
Use Fees & Container Charges	\$ 7,664,339	\$ 9,014,730	\$ 1,350,391
Maintenance-of-Way Charges	670,201	205,291	(464,910)
Total Operating Revenues	<u>8,334,540</u>	<u>9,220,021</u>	<u>885,481</u>
Other Revenues			
Projects			
Pier Pass	5,000	5,000	-
EPA Order & Pass Thru Income	11,102	(61,333)	(72,435)
Subtotal Projects	<u>16,102</u>	<u>(56,333)</u>	<u>(72,435)</u>
Miscellaneous			
Public Benefit Income	425,822	-	(425,822)
Ports-Shortfall Advances	-	-	-
Office Rental & Other Income	9,341	-	(9,341)
Investment Income	160,566	1,063,890	903,324
Subtotal Miscellaneous	<u>595,729</u>	<u>1,063,890</u>	<u>468,161</u>
Subtotal Other Revenues	611,831	1,007,557	395,726
Total Sources of Funds	<u>8,946,371</u>	<u>10,227,578</u>	<u>1,281,207</u>
Expenses			
Administrative Costs	588,269	259,717	(328,552)
Railroads-M&O	670,200	205,268	(464,932)
Reserve-M&O	673,477	23	(673,454)
Financing Fees-M&O	7,870	-	(7,870)
Revenue Fund-Interest & COI	5,126,415	4,478,215	(648,200)
Expenses for Public Benefit	425,822	15,628	(410,194)
LAIF General Fund-Pass Thru & EPA	11,102	-	(11,102)
Total Expenses	<u>7,503,155</u>	<u>4,958,851</u>	<u>(2,544,304)</u>
Non Cash Expenses			
Accrued CAB Debt Service Interest	3,065,895	2,440,978	(624,917)
Depreciation	1,748,514	1,751,623	3,109
Subtotal Interest, Depreciation, & Amortization Expenses	<u>4,814,409</u>	<u>4,192,601</u>	<u>(621,808)</u>
Total Operating Expenses	12,317,564	9,151,452	(3,166,112)
Income (Loss)	<u>\$ (3,371,193)</u>	<u>\$ 1,076,126</u>	<u>\$ 4,447,319</u>

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



Cash & Investment Summary

as of July 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	943	943
Pre 1999 Bond Sale Accounts-Union Bank					
	5080	512	SR-47	3,548	3,550
Grant Reimbursement Received this Month \$ 0.00					
Grant Reimbursement Received FY to Date \$ 0.00					
US Bank					
	35000	-	Bank of America Collateral	-	-
Local Agency Investment Fund (LAIF)					
	40-19-006	570	General Fund	9,861	9,861
1999, 2004 and 2016 Bond Funds - US Bank-Trustee					
Revenue Funds					
	1170	507	Revenue Fund	41,592	41,608
	1171	508	M & O Fund	1,863	1,863
	1172	509	Reserve Account	13,459	13,263
	1189	518	Administrative Costs	5,367	5,371
			Subtotal Revenue Funds	62,281	62,105
Debt Service Funds					
	1180	-	99A Interest Account	-	-
	1181	-	99A Principal Account	-	-
	1183	-	99A Redemption Account	-	-
	1200	-	99C Interest Account	6,912	7,048
	1201	-	99C Principal Account	27,792	28,547
	9004	515	04A Debt Service Reserve	34,010	34,756
	9001	-	04A Debt Service Interest Account	-	-
	9002	-	04A Debt Service Principal Account	-	-
	8003	516	04B Debt Service Reserve	23,775	24,576
	59001	-	12 Debt Service Interest Account	705	705
	59004	-	12 Debt Service Reserve Account	7,398	7,648
	7001	-	13A Debt Service Interest Account	3,919	3,996
	7002	-	13A Debt Service Principal Account	15,062	15,474
	27001	-	16A Interest Account	-	-
	27004	-	16A Debt Service Reserve	3,650	3,769
	80006	-	16B- Financing Fee	-	-
	108001	-	16B Interest Account	-	-
			Subtotal Debt Service Funds	123,223	126,519
			Total U.S. Bank	185,504	188,624
Total Cash & Investment Balances				\$ 199,856	202,978



Cash & Investment Summary (cont'd)

as of July 31, 2020

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	\$ 11,646	\$ 11,646	5.74%	20.00%
U.S. Government & Agency Obligations	113,941	117,596	57.93%	100.00%
Commercial Paper	-	-	0.00%	15.00%
U.S. Treasury Note	49,306	48,932	24.11%	100.00%
Corporate Bonds	14,159	14,000	6.90%	30.00%
Bank of America	943	943	0.46%	20.00%
Local Agency Investment Fund	9,861	9,861	4.86%	\$40 Million
Total	\$ 199,856	\$ 202,978	100.00%	

Monthly Cash Flow

July 2020

Total Beginning Cash		\$ 63,133,920
Receipts		
Use Fees & Container Charges	\$ 7,520,449	
M&O, Grants, & Miscellaneous Revenue	403,942	
Total Receipts	<u>7,924,391</u>	
Disbursements		
Debt Service - Transfer to Accounts	6,892,659	
M&O, Administrative, & Financing Expenses	1,884,451	
Total Disbursements	<u>8,777,110</u>	
Cash Flow for Month		<u>\$ (852,719)</u>
Total Ending Cash		<u>\$ 62,281,201</u>



Cash Flow as of July 31, 2020

<u>July 2020</u>	
Beginning Cash	
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	7,520,449
M&O	341,376
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
Interest Income / Loss	62,566
Total Receipts	7,924,391
Total Cash	\$ 71,058,311
Disbursements	
Debt Service - transfer to 1999C Principal	2,675,000
Debt Service - transfer to 1999C Interest	1,652,640
Debt Service - transfer to 2012 Interest	171,606
Debt Service - transfer to 2013A Interest	935,913
Debt Service- transfer to 2013A Principal	1,457,500
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	678,532
M&O - Reserve expense payments	692,650
Administrative expense payments	513,269
Financing expense payments	-
Total Disbursements	8,777,110
Net Ending Cash	\$ 62,281,201
Ending Cash	
Master Indenture Revenue Fund 1170	41,592,194
Master Indenture M&O Fund 1171	1,862,933
Master Indenture Reserve Fund 1172	13,458,887
1999A Admin Fund 1189	5,367,187
2004A Financing Fund 39006	-
Total Ending Cash	\$ 62,281,201



Cash Flow – YTD as of July 31, 2020

<u>Cash Flow - Fiscal Year-to-Date</u>		
		<u>July 2020</u>
Total Beginning Cash as of 7/1/20		\$ 63,133,920
Receipts		
Use Fees & Container Charges	\$ 7,520,449	
M&O, Grants, & Miscellaneous Revenue	403,942	
	Total Receipts	7,924,391
Disbursements		
Debt Service - Transfer to Accounts	6,892,659	
M&O, Administrative, & Financing Expenses	1,884,451	
	Total Disbursements	8,777,110
Cash Flow for Fiscal Year		\$ (852,719)
	Total Ending Cash	\$ 62,281,201



Cash Flow – YTD

as of

July 31, 2020

<u>July 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
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Total Beginning Cash	63,133,920
Receipts	
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M&O	341,376
Funds Transferred from BOA to Admin Fund	-
Funds Transferred from BOA to Reserve Fund	-
Semi-Annual Accounting - Transfer from Revenue Fund	-
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Total Receipts	7,924,391
Total Cash	\$ 71,058,311
Disbursements	
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Debt Service - transfer to 2013A Interest	935,913
Debt Service- transfer to 2013A Principal	1,457,500
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	678,532
M&O - Reserve expense payments	692,650
Administrative expense payments	513,269
Financing expense payments	-
Total Disbursements	8,777,110
Net Ending Cash	\$ 62,281,201
Ending Cash	
Master Indenture Revenue Fund 1170	41,592,194
Master Indenture M&O Fund 1171	1,862,933
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1999A Admin Fund 1189	5,367,187
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Total Ending Cash	\$ 62,281,201