

PORT OF LOS ANGELES

Statements of Revenues, Expenses, and Changes in Net Assets

(Unaudited)

Three Months Ended September 30, 2011 and 2010

(In thousands of dollars)

	FY11/12	FY10/11
Operating revenues:		
Shipping services:		
Wharfage	\$ 81,129	\$ 82,956
Dockage	1,015	1,181
Demurrage	70	64
Cranes	—	26
Pilotage	1,758	1,720
Assignment charges	2,787	3,159
Storage	—	—
Total shipping services	<u>86,759</u>	<u>89,106</u>
Rentals:		
Land	9,612	8,880
Buildings	118	160
Warehouses	360	371
Wharf and shed revenue	282	275
Total rentals	<u>10,372</u>	<u>9,686</u>
Royalties, fees, and other operating revenues:		
Fees, concessions, and royalties	353	597
Clean Truck Program Fees	1,155	1,844
Oil royalties	34	37
Other	999	843
Total royalties, fees, and other operating revenues	<u>2,541</u>	<u>3,321</u>
Total operating revenues	<u>99,672</u>	<u>102,113</u>
Operating and administrative expenses		
Salaries and benefits	26,187	24,293
Marketing and public relations	1,002	910
Travel and entertainment	220	269
Outside services	4,783	2,290
Materials and supplies	981	354
City services, net of capitalized overhead of \$1890 and \$1378 in 2011 and 2010, respectively	5,614	487
Provision for workers' compensation claims	300	300
Litigation, claims, and settlement expenses	2	(434)
Clean Truck Program Expenses	158	(345)
Other operating expenses	3,843	3,333
Total operating and administrative expenses	<u>43,090</u>	<u>31,457</u>
Income from operations before depreciation	<u>56,582</u>	<u>70,656</u>
Depreciation	24,328	22,333
Operating income	<u>32,254</u>	<u>48,323</u>
Nonoperating revenues (expenses):		
Income from investments in Joint Powers Authorities	—	472
Interest and investment income	2,025	2,157
Interest expense on bond indebtedness and notes payable	(587)	(8,501)
Other income and expenses, net	(1,248)	(3,059)
Net nonoperating expenses	<u>190</u>	<u>(8,931)</u>
Income before capital contributions	<u>32,444</u>	<u>39,392</u>
Capital contributions	2,589	—
Changes in net assets	<u>35,033</u>	<u>39,392</u>
Total net assets – beginning of year	2,646,911	2,534,755
Total net assets – end of year	<u>\$ 2,681,944</u>	<u>\$ 2,574,147</u>

PORT OF LOS ANGELES

Statements of Net Assets

(Unaudited)

September 30, 2011 and 2010

(In thousands of dollars)

	<u>FY11/12</u>	<u>FY10/11</u>
Assets:		
Current assets:		
Cash and investments, unrestricted	\$ 344,739	310,801
Cash and investments, restricted	52,383	93,727
Accounts receivable, less allowance for doubtful accounts of \$ 5,173 and \$8,310 in 2012 and 2011, respectively	38,236	36,265
Grants receivable	13,902	13,326
Materials and supplies inventories	1,764	2,092
Prepaid and deferred expenses	1,273	21,903
Accrued interest receivable	1,020	2,745
Current portion of notes receivable, less allowance for doubtful accounts of \$22 and \$22 in 2012 and 2011, respectively	4,561	4,426
Total current assets	<u>457,878</u>	<u>485,285</u>
Noncurrent restricted assets:		
Restricted investments – bond funds	67,213	67,889
Other restricted cash and investments	9,784	9,759
Accrued interest receivable	1	2
Total noncurrent restricted assets	<u>76,998</u>	<u>77,650</u>
Capital assets:		
Land	1,058,404	1,042,081
Harbor facilities and equipment, less accumulated depreciation of \$1,316,108 and \$1,225,775 in 2012 and 2011, respectively	1,448,860	1,301,730
Intangible Assets	12,900	12,800
Construction in progress	569,476	563,459
Preliminary costs -- capital projects	223,948	215,526
Net capital assets	<u>3,313,588</u>	<u>3,135,596</u>
Notes receivable	18,522	23,104
Investment in Joint Powers Authorities and other entities	8,381	9,992
Other assets	7,569	8,434
Total assets	<u>3,882,936</u>	<u>3,740,061</u>

PORT OF LOS ANGELES

Statements of Net Assets

(Unaudited)

September 30, 2011 and 2010

(In thousands of dollars)

	<u>FY11/12</u>	<u>FY10/11</u>
Liabilities:		
Current liabilities:		
Accounts payable	\$ 14,960	11,001
Current installments of notes payable and bond indebtedness	31,816	30,450
Accrued interest	7,620	7,425
Accrued employee benefits	5,936	25,826
Unearned revenue and other deferred credits	358	358
Liabilities under the City of Los Angeles' securities lending program	11,440	11,440
Accrued construction costs payable	7,508	21,764
Other current liabilities	58,198	61,817
Total current liabilities	<u>137,836</u>	<u>170,081</u>
Long-term liabilities:		
Bonds payable, net of current amount due	837,106	869,297
Notes payable, net of current installments	835	1,874
Commercial paper to be refunded from bonds	100,000	10,000
Accrued employee benefits	10,343	9,701
Other liabilities	105,266	95,371
Liabilities payable from restricted assets – other liabilities	9,606	9,590
Total long-term liabilities	<u>1,063,156</u>	<u>995,833</u>
Total liabilities	<u>1,200,992</u>	<u>1,165,914</u>
Net assets:		
Invested in capital assets, net of related debt	2,343,831	2,223,975
Restricted, bond funds	67,213	67,889
Unrestricted	270,900	282,283
Total net assets	<u>\$ 2,681,944</u>	<u>2,574,147</u>