

PORT OF LOS ANGELES

Statements of Revenues, Expenses, and Changes in Net Assets

(Unaudited)

Six Months Ended December 31, 2011 and 2010

(In thousands of dollars)

	<u>FY11/12</u>	<u>FY10/11</u>
Operating revenues:		
Shipping services:		
Wharfage	\$ 168,949	\$ 162,494
Dockage	2,078	2,531
Demurrage	120	115
Cranes	713	—
Pilotage	3,597	3,663
Assignment charges	5,623	6,655
Storage	—	—
Total shipping services	<u>181,080</u>	<u>175,458</u>
Rentals:		
Land	20,990	20,240
Buildings	780	320
Warehouses	718	731
Wharf and shed revenue	441	462
Total rentals	<u>22,929</u>	<u>21,753</u>
Royalties, fees, and other operating revenues:		
Fees, concessions, and royalties	997	1,087
Clean Truck Program Fees	2,105	3,295
Oil royalties	77	72
Other	2,359	1,636
Total royalties, fees, and other operating revenues	<u>5,538</u>	<u>6,090</u>
Total operating revenues	<u>209,547</u>	<u>203,301</u>
Operating and administrative expenses		
Salaries and benefits	51,040	49,393
Marketing and public relations	1,569	1,433
Travel and entertainment	335	564
Outside services	10,151	8,261
Materials and supplies	2,424	1,938
City services, net of capitalized overhead of \$2981 and \$2565 in 2012 and 2011, respectively	12,506	17,327
Provision for workers' compensation claims	600	500
Litigation, claims, and settlement expenses	2	(471)
Clean Truck Program Expenses	150	2,958
Other operating expenses	7,198	6,448
Total operating and administrative expenses	<u>85,975</u>	<u>88,351</u>
Income from operations before depreciation	123,572	114,950
Depreciation	48,848	44,361
Operating income	<u>74,724</u>	<u>70,589</u>
Nonoperating revenues (expenses):		
Income from investments in Joint Powers Authorities	—	472
Interest and investment income	3,798	4,146
Interest expense on bond indebtedness and notes payable	(495)	(16,906)
Other income and expenses, net	(9,897)	(4,558)
Net nonoperating expenses	<u>(6,594)</u>	<u>(16,846)</u>
Income before capital contributions	68,130	53,743
Capital contributions	11,260	4,734
Changes in net assets	79,390	58,477
Total net assets – beginning of year	2,640,883	2,534,755
Total net assets – end of year	\$ <u>2,720,273</u>	\$ <u>2,593,232</u>

PORT OF LOS ANGELES

Statements of Net Assets

(Unaudited)

December 31, 2011 and 2010

(In thousands of dollars)

	<u>FY11/12</u>	<u>FY10/11</u>
Assets:		
Current assets:		
Cash and investments, unrestricted	\$ 419,376	356,426
Cash and investments, restricted	52,917	91,894
Accounts receivable, less allowance for doubtful accounts of \$ 5,048 and \$8,310 in 2012 and 2011, respectively	46,181	41,977
Grants receivable	8,527	14,658
Materials and supplies inventories	1,993	2,361
Prepaid and deferred expenses	2,991	2,260
Accrued interest receivable	1,020	3,580
Current portion of notes receivable, less allowance for doubtful accounts of \$22 and \$22 in 2012 and 2011, respectively	4,599	4,458
Total current assets	<u>537,604</u>	<u>517,614</u>
Noncurrent restricted assets:		
Restricted investments – bond funds	67,213	67,633
Other restricted cash and investments	9,779	29,759
Accrued interest receivable	2	5
Total noncurrent restricted assets	<u>76,994</u>	<u>97,397</u>
Capital assets:		
Land	1,058,404	1,045,523
Harbor facilities and equipment, less accumulated depreciation of \$1,337,717 and \$1,225,775 in 2012 and 2011, respectively	1,422,557	1,289,423
Intangible Assets	12,900	12,800
Construction in progress	591,156	626,716
Preliminary costs – capital projects	232,816	221,830
Net capital assets	<u>3,317,833</u>	<u>3,196,292</u>
Notes receivable	17,292	21,912
Investment in Joint Powers Authorities and other entities	6,186	6,992
Other assets	7,579	8,260
Total assets	<u>3,963,488</u>	<u>3,848,467</u>

PORT OF LOS ANGELES

Statements of Net Assets

(Unaudited)

December 31, 2011 and 2010

(In thousands of dollars)

	<u>FY11/12</u>	<u>FY10/11</u>
Liabilities:		
Current liabilities:		
Accounts payable	\$ 12,890	19,581
Current installments of notes payable and bond indebtedness	31,816	30,450
Accrued interest	15,708	18,576
Accrued employee benefits	8,862	11,871
Unearned revenue and other deferred credits	433	358
Liabilities under the City of Los Angeles' securities lending program	41,077	11,440
Accrued construction costs payable	7,851	16,929
Other current liabilities	60,532	60,744
Total current liabilities	<u>179,169</u>	<u>169,949</u>
Long-term liabilities:		
Bonds payable, net of current amount due	836,285	869,041
Notes payable, net of current installments	835	1,874
Commercial paper to be refunded from bonds	100,000	100,000
Accrued employee benefits	10,855	9,701
Other liabilities	106,500	95,050
Liabilities payable from restricted assets – other liabilities	9,570	9,594
Total long-term liabilities	<u>1,064,045</u>	<u>1,085,260</u>
Total liabilities	<u>1,243,214</u>	<u>1,255,209</u>
Net assets:		
Invested in capital assets, net of related debt	2,348,897	2,194,927
Restricted, bond funds	67,213	67,633
Unrestricted	304,164	330,698
Total net assets	<u>\$ 2,720,274</u>	<u>2,593,258</u>