

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**  
**COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

**Actual vs Budget and Prior Year**

*For the Month Ended September 30, 2017*

				<b>Favorable (Unfavorable) Variance</b>
	<b>Actual</b>	<b>Budget</b>	<b>Prior Year</b>	<b>Actual/Budget</b>
<b>Operating Revenues:</b>				
Terminal operating revenues	\$ 42,087,764	\$ 42,027,260	\$ 37,074,207	\$ 60,504
Other revenues	868,564	888,338	807,023	(19,774)
Operating revenues - Grants	329,616	119,444	39,393	210,172
	<u>43,285,944</u>	<u>43,035,042</u>	<u>37,920,623</u>	<u>250,902</u>
<b>Operating Expenses:</b>				
Terminal operations	18,868,791	18,672,199	16,864,096	(196,592)
Terminal maintenance	8,080,842	9,104,347	8,040,213	1,023,505
General and administrative	5,215,041	5,266,815	4,863,684	51,774
Facility rental	30,706	15,000	4,811,010	(15,706)
Depreciation and Amortization	7,167,369	6,973,169	4,063,447	(194,199)
	<u>39,362,748</u>	<u>40,031,530</u>	<u>38,642,450</u>	<u>668,782</u>
Total operating expenses				
Operating income (loss)	<u>3,923,196</u>	<u>3,003,511</u>	<u>(721,827)</u>	<u>919,685</u>
<b>Non-operating revenues (expenses)</b>				
Interest income	73,681	30,758	53,057	42,923
Interest expense	(10,409,995)	(10,294,275)	(1,494,605)	(115,720)
Bond issue costs	-	-	-	-
Commonwealth Rail Relocation income	-	-	-	-
Revenues/(expenses)	-	-	-	-
Other revenues from component unit	-	-	-	-
Revenue/expenses (state agencies)	-	-	-	-
Revenues from federal government	-	357,292	1,853,416	(357,292)
Revenues/expenses (primary government)	-	-	-	-
Other income (expense)	-	-	-	-
Gain/(loss) on disposals	-	-	-	-
	<u>(10,336,314)</u>	<u>(9,906,225)</u>	<u>411,868</u>	<u>(430,089)</u>
Income (loss) before capital contributions and transfers	(6,413,118)	(6,902,714)	(309,959)	489,596
<b>Capital contributions and transfers</b>				
Commonwealth Port Fund allocation	3,388,037	3,407,823	3,717,834	(19,786)
Operating transfers to Authority	-	-	-	-
Proceeds to federal government - channel dredging	(157,647)	-	-	(157,647)
Capital contributions (to) from component unit	-	-	-	-
Capital contributions (to) from other state agencies	-	-	-	-
Proceeds (to) from other state agencies	-	-	-	-
Proceeds (to) from primary government	-	11,008,499	-	(11,008,499)
	<u>(3,182,728)</u>	<u>7,513,608</u>	<u>3,407,875</u>	<u>(10,696,336)</u>
<b>Increase (decrease) in Net Position</b>				
Special Item - Lease conversion	-	-	-	-
<b>Increase (decrease) in Net Position After Special Item</b>	<u>(3,182,728)</u>	<u>7,513,608</u>	<u>3,407,875</u>	<u>(10,696,336)</u>
<b>Net Position - Beginning of Month</b>	<u>616,362,588</u>	<u>671,046,359</u>	<u>536,551,516</u>	<u>(54,683,771)</u>
<b>Net Position - End of Month</b>	<u>\$ 613,179,860</u>	<u>\$ 678,559,967</u>	<u>\$ 539,959,391</u>	<u>\$ (65,380,108)</u>

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**
*For the Month Ended September 30, 2017*

	<b>Virginia</b>			
	<b>Authority</b>	<b>International Terminals, LLC</b>	<b>Eliminations</b>	<b>Total</b>
<b>Operating Revenues:</b>				
Terminal operating revenues	\$ -	\$ 42,087,764	\$ -	\$ 42,087,764
Other revenues	868,564	-	-	868,564
Operating Revenues -Grants	329,616	-	-	329,616
Operating revenues from component unit	8,125,051	-	(8,125,051)	-
Total operating revenues	9,323,231	42,087,764	(8,125,051)	43,285,944
<b>Operating Expenses:</b>				
Terminal operations	227,005	18,641,786	-	18,868,791
Terminal maintenance	646,747	7,434,095	-	8,080,842
General and administrative	1,441,136	3,773,905	-	5,215,041
Facility rental	30,706	-	-	30,706
Depreciation and Amortization	6,750,967	416,402	-	7,167,369
Payments due to Authority	-	8,125,051	(8,125,051)	-
Total operating expenses	9,096,561	38,391,238	(8,125,051)	39,362,748
Operating income (loss)	226,670	3,696,526	-	3,923,196
<b>Non-operating revenues (expenses)</b>				
Interest income	73,681	-	-	73,681
Interest expense	(10,409,995)	-	-	(10,409,995)
Bond issue costs	-	-	-	-
Commonwealth Rail Relocation income	-	-	-	-
Revenues/(expenses) (VEDP)	-	-	-	-
Other revenues from component unit	-	-	-	-
Revenue/expenses (state agencies)	-	-	-	-
Revenues from federal government	-	-	-	-
Revenues/expenses (primary government)	-	-	-	-
Other income (expense)	-	-	-	-
Gain/(loss) on disposals	-	-	-	-
	(10,336,314)	-	-	(10,336,314)
Income (loss) before capital contributions and transfers	(10,109,644)	3,696,526	-	(6,413,118)
<b>Capital contributions</b>				
Commonwealth Port Fund allocation	3,388,037	-	-	3,388,037
Operating transfers to Authority	-	-	-	-
Proceeds to federal government - channel dredging	(157,647)	-	-	(157,647)
Capital contributions (to) from component unit	-	-	-	-
Capital contributions (to) from other state agencies	-	-	-	-
Proceeds (to) from other state agencies	-	-	-	-
Proceeds (to) from primary government	-	-	-	-
<b>Increase (decrease) in Net Position</b>	(6,879,254)	3,696,526	-	(3,182,728)
Special Item - Lease conversion	-	-	-	-
<b>Increase (decrease) in Net Position After Special Item</b>	(6,879,254)	3,696,526	-	(3,182,728)
<b>Net Position - Beginning of Month</b>	497,885,160	118,477,428	-	616,362,588
<b>Net Position - End of Month</b>	\$ 491,005,906	\$ 122,173,954	\$ -	\$ 613,179,860

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**  
**COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

**Actual vs Budget and Prior Year**

*For the Three Months Ended September 30, 2017*

	Actual	Budget	Prior Year	Favorable (Unfavorable) Variance Actual/Budget
<b>Operating Revenues:</b>				
Terminal operating revenues	\$ 124,473,560	\$ 128,320,523	\$ 112,801,099	(3,846,964)
Other revenues	2,675,653	2,665,014	2,511,733	10,639
Operating revenues - Grants	977,521	358,332	482,406	619,189
Total operating revenues	128,126,734	131,343,869	115,795,238	(3,217,136)
<b>Operating Expenses:</b>				
Terminal operations	55,859,985	56,636,410	48,416,851	776,425
Terminal maintenance	25,150,118	27,375,575	23,354,056	2,225,457
General and administrative	14,612,684	15,833,275	14,052,209	1,220,591
Facility rental	94,618	45,000	14,433,030	(49,618)
Depreciation and Amortization	21,414,277	20,959,403	12,212,647	(454,874)
Total operating expenses	117,131,681	120,849,663	112,468,793	3,717,981
Operating income (loss)	10,995,052	10,494,206	3,326,445	500,845
<b>Non-operating revenues (expenses)</b>				
Interest income	239,113	92,274	167,481	146,839
Interest expense	(31,196,885)	(30,850,566)	(4,509,067)	(346,319)
Bond issue costs	-	-	145,953	-
Commonwealth Rail Relocation income	-	-	-	-
Revenues/(expenses)	107,221	-	6,200,000	107,221
Other revenues from component unit	-	-	-	-
Revenue/expenses (state agencies)	-	-	-	-
Revenues from federal government	55,620	1,071,875	1,853,416	(1,016,255)
Revenues/expenses (primary government)	999,999	-	999,993	999,999
Other income (expense)	6,420	-	-	6,420
Gain/(loss) on disposals	-	-	(53,268)	-
Income (loss) before capital contributions and transfers	(29,788,512)	(29,686,418)	4,804,508	(102,095)
(18,793,460)	(18,793,460)	(19,192,211)	8,130,953	398,750
<b>Capital contributions and transfers</b>				
Commonwealth Port Fund allocation	8,502,133	10,223,466	8,831,642	(1,721,333)
Operating transfers to Authority	-	-	-	-
Proceeds to federal government - channel dredging	(196,459)	-	-	(196,459)
Capital contributions (to) from component unit	-	-	-	-
Capital contributions (to) from other state agencies	-	-	-	-
Proceeds (to) from other state agencies	-	-	-	-
Proceeds (to) from primary government	-	33,025,498	-	(33,025,498)
Increase (decrease) in Net Position	(10,487,786)	24,056,753	16,962,595	(34,544,540)
Special Item - Lease conversion	-	-	-	-
Increase (decrease) in Net Position After Special Item	(10,487,786)	24,056,753	16,962,595	(34,544,540)
Net Position - Beginning of Year	623,667,646	654,503,214	522,996,796	(30,835,568)
Net Position - End of Period	613,179,860	678,559,967	539,959,391	(65,380,107)

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**
*For the Three Months Ended September 30, 2017*

	Authority	Virginia International Terminals, LLC	Eliminations	Total
<b>Operating Revenues:</b>				
Terminal operating revenues	-	124,473,560	-	124,473,560
Other revenues	2,675,653	-	-	2,675,653
Other Revenues - Grants	977,521	-	-	977,521
Operating revenues from component unit	28,145,243	-	(28,145,243)	-
Total operating revenues	31,798,417	124,473,560	(28,145,243)	128,126,734
<b>Operating Expenses:</b>				
Terminal operations	465,395	55,394,590	-	55,859,985
Terminal maintenance	1,846,500	23,303,618	-	25,150,118
General and administrative	3,883,076	10,729,608	-	14,612,684
Facility rental	94,618	-	-	94,618
Depreciation and Amortization	20,133,658	1,280,619	-	21,414,277
Payments due to Authority	-	28,145,243	(28,145,243)	-
Total operating expenses	26,423,247	118,853,677	(28,145,243)	117,131,681
Operating income (loss)	5,375,170	5,619,882	-	10,995,052
<b>Non-operating revenues (expenses)</b>				
Interest income	239,446	(333)	-	239,113
Interest expense	(31,196,885)	-	-	(31,196,885)
Bond issue costs	-	-	-	-
Commonwealth Rail Relocation income	-	-	-	-
Revenues/(expenses)	107,221	-	-	107,221
Other revenues from component unit	-	-	-	-
Revenue/expenses (state agencies)	-	-	-	-
Revenues from federal government	55,620	-	-	55,620
Revenues/expenses (primary government)	999,999	-	-	999,999
Other income (expense)	6,420	-	-	6,420
Gain/(loss) on disposals	-	-	-	-
Income (loss) before capital contributions and transfers	(29,788,179)	(333)	-	(29,788,512)
<b>Capital contributions</b>				
Commonwealth Port Fund allocation	8,502,133	-	-	8,502,133
Operating transfers to Authority	-	-	-	-
Transfers to federal government - channel dredging	(196,459)	-	-	(196,459)
Capital contributions (to) from component unit	-	-	-	-
Capital contributions (to) from other state agencies	-	-	-	-
Proceeds (to) from other state agencies	-	-	-	-
Proceeds (to) from primary government	-	-	-	-
<b>Increase (decrease) in Net Position</b>	(16,107,335)	5,619,549	-	(10,487,786)
Special Item - Lease conversion	-	-	-	-
<b>Increase (decrease) in Net Position After Special Item</b>	(16,107,335)	5,619,549	-	(10,487,786)
<b>Net Position - Beginning of Year</b>	507,113,241	116,554,405	-	623,667,646
<b>Net Position - End of Period</b>	491,005,906	122,173,954	-	613,179,860

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**

**STATEMENT OF NET POSITION**

*As of September 30, 2017*

	Authority	Virginia International Terminals, LLC	Eliminations	Total
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 139,611,572	\$ 31,345,449	\$ -	\$ 170,957,021
Restricted assets:				
Cash and cash equivalents	22,304,852	-	-	22,304,852
Investments	-	-	-	-
Investments held by Treasurer of VA	-	-	-	-
Accounts receivable, net	32,414	76,927,709	(349,132)	76,610,991
Due from other governments	15,241,561	59,177	-	15,300,738
Due from component unit	12,205,969	-	(12,205,969)	-
Inventories	-	23,957,901	-	23,957,901
Assets Held for Sale	-	-	-	-
Prepaid expenses and other	111,449	5,543,041	-	5,654,490
Total current assets	189,507,817	137,833,278	(12,555,101)	314,785,994
Noncurrent assets:				
Restricted assets:				
Cash and cash equivalents	29,393,859	-	-	29,393,859
Investments	29,118,998	-	-	29,118,998
Pension plan assets	-	-	-	-
Bond issue costs, net	-	-	-	-
Other	441,610	-	-	441,610
Non-depreciable capital assets	298,206,352	-	-	298,206,352
Depreciable/amortizable capital assets, net	2,691,033,309	33,250,762	-	2,724,284,071
Total noncurrent assets	3,048,194,128	33,250,762	-	3,081,444,890
Total Assets	3,237,701,945	171,084,041	(12,555,101)	3,396,230,885
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension and Bond Refunding Costs, Net	28,134,257	11,677,588	-	39,811,845
<b>Total assets and deferred outflows of resources</b>	<b>\$ 3,265,836,202</b>	<b>\$ 182,761,629</b>	<b>\$ (12,555,101)</b>	<b>\$ 3,436,042,730</b>

**VIRGINIA PORT AUTHORITY & VIRGINIA INTERNATIONAL TERMINALS, LLC**

**STATEMENT OF NET POSITION**

*As of September 30, 2017*

	Authority	Virginia International Terminals, LLC	Eliminations	Total
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued expenses	\$ 8,154,609	\$ 26,861,567	\$ (349,132)	\$ 34,667,044
Interest payable	5,437,422	-	-	5,437,422
Retainage payable	580,893	-	-	580,893
Long-term debt - current portion	16,208,297	-	-	16,208,297
Compensated absences - current portion	973,906	1,337,018	-	2,310,924
Payroll withholdings	686,278	511,508	-	1,197,786
Obligations under securities lending	-	-	-	-
Due to Parent Member	-	12,205,969	(12,205,969)	-
Total current liabilities	32,041,405	40,916,062	(12,555,101)	60,402,366
Noncurrent liabilities:				
Long-term debt	522,167,587	-	-	522,167,587
Capital lease obligations	2,213,820,523	-	-	2,213,820,523
Compensated Absences	15,635	323,938	-	339,573
Workers compensation costs	-	1,823,067	-	1,823,067
Accrued pension and OPEB obligations	4,939,258	13,768,584	-	18,707,842
Other noncurrent liabilities	-	-	-	-
Total noncurrent liabilities	2,740,943,003	15,915,589	-	2,756,858,592
Total Liabilities	2,772,984,408	56,831,651	(12,555,101)	2,817,260,958
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Defined Benefit Plan	1,845,888	3,756,024	-	5,601,912
Bond Premiums and Refunding Costs, Net	-	-	-	-
Total liabilities and deferred inflows of resources	2,774,830,296	60,587,675	(12,555,101)	2,822,862,870
<b>NET POSITION</b>				
Net Investment in Capital Assets	279,770,006	33,250,762	-	313,020,768
Restricted for:	-	-	-	-
Debt service	29,340,636	-	-	29,340,636
Unrestricted	181,895,264	88,923,191	-	270,818,455
Total net position	491,005,906	122,173,954	-	613,179,860
	\$ 3,265,836,202	\$ 182,761,628	\$ (12,555,101)	\$ 3,436,042,729