

PORT EVERGLADES DEPARTMENT
of Broward County, Florida
Statements of Net Position
March 31, 2017 and 2016 (Unaudited)
(Dollars in Thousands)

| <u>ASSETS</u> | 2017 | 2016 |
|---|---------------|--------------|
| Current Assets | | |
| Unrestricted assets | | |
| Cash and cash equivalents | \$ 20,699 | \$ 17,954 |
| Investments | 268,025 | 223,700 |
| Accounts receivable, trade (less estimated uncollectible accounts of \$129 in 2017 and \$442 in 2016) | 11,620 | 14,592 |
| Accounts receivable, other (less estimated uncollectible accounts and unamortized discounts of \$12 in 2017 and \$26 in 2016) | 1,054 | 173 |
| Due from other governments | 7,450 | 1,995 |
| Inventories | 7,130 | 5,349 |
| Prepaid items | 1,281 | 1,950 |
| Total current unrestricted assets | 317,259 | 265,713 |
| Restricted assets | | |
| Cash and cash equivalents | 8,461 | 13,658 |
| Investments | 9,061 | 12,618 |
| Total current restricted assets | 17,522 | 26,276 |
| Total current assets | 334,781 | 291,989 |
| Noncurrent assets | | |
| Restricted assets | | |
| Cash and cash equivalents | 13,327 | 13,327 |
| Investments | 15,519 | 14,993 |
| Total noncurrent restricted assets | 28,846 | 28,320 |
| Capital assets | | |
| Land and land improvements | 50,550 | 50,550 |
| Construction in progress and pending equipment | 59,208 | 84,675 |
| Buildings, piers, and other improvements | 560,896 | 523,332 |
| Equipment and vehicles | 175,518 | 172,862 |
| Property held for leasing | 259,087 | 259,108 |
| Total capital assets | 1,105,259 | 1,090,527 |
| Less accumulated depreciation | (484,784) | (460,256) |
| Total capital assets, net | 620,475 | 630,271 |
| Total noncurrent assets | 649,321 | 658,591 |
| Total assets | 984,102 | 950,580 |
| <u>DEFERRED OUTFLOWS OF RESOURCES</u> | | |
| Deferred charge on refunding | 1,208 | 1,777 |
| Deferred outflows on pensions | 5,387 | 1,801 |
| Accumulated decrease in fair value of interest rate swap | 4,542 | 4,797 |
| Total deferred outflows of resources | \$ 11,137 | \$ 8,375 |

(Continued)

PORT EVERGLADES DEPARTMENT
of Broward County, Florida
Statements of Net Position (Continued)
March 31, 2017 and 2016 (Unaudited)
(Dollars in Thousands)

| <u>LIABILITIES</u> | <u>2017</u> | <u>2016</u> |
|--|--------------------|--------------------|
| Current liabilities | | |
| Payable from unrestricted assets | | |
| Accounts payable | \$ 11,871 | \$ 6,493 |
| Accrued liabilities | 360 | 967 |
| Due to other County funds | 2,679 | 1,913 |
| Due to other governments | 1,265 | 501 |
| Compensated absences | 1,185 | 1,180 |
| Total current liabilities payable from unrestricted assets | 17,360 | 11,054 |
| Payable from restricted assets | | |
| Accrued interest payable | 864 | 930 |
| Security deposits | 3,638 | 3,531 |
| Revenue bonds payable | 13,020 | 21,815 |
| Total payable from restricted assets | 17,522 | 26,276 |
| Total current liabilities | 34,882 | 37,330 |
| Noncurrent liabilities | | |
| Revenue bonds payable, net of discounts and premiums | 186,233 | 199,570 |
| Compensated absences | 1,244 | 1,209 |
| Other post employments benefits | 651 | 610 |
| Fair value of interest rate swap | 4,542 | 4,797 |
| Net pension liability | 15,485 | 10,158 |
| Total noncurrent liabilities | 208,155 | 216,344 |
| Total liabilities | 243,037 | 253,674 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | |
| Deferred inflows on pensions | 388 | 1,435 |
| <u>NET POSITION</u> | | |
| Net investment in capital assets | 432,757 | 420,991 |
| Restricted for | | |
| Debt service | 7,596 | 12,728 |
| Operating and maintenance | 15,519 | 14,993 |
| Renewal and replacement | 3,000 | 3,000 |
| Unrestricted | 292,942 | 252,134 |
| Total net position | \$ 751,814 | \$ 703,846 |

PORT EVERGLADES DEPARTMENT
of Broward County, Florida
Statements of Revenues, Expenses, and Changes in Net Position
For the Six Months Ended March 31, 2017 and 2016 (Unaudited)
(Dollars in Thousands)

| | <u>2017</u> | <u>2016</u> |
|---|-------------------|-------------------|
| Operating revenues | | |
| Vessel, cargo, and passenger services | \$ 75,607 | \$ 78,834 |
| Lease of facilities | 8,551 | 7,660 |
| Vehicle parking | 5,538 | 6,277 |
| Other | 1,311 | 924 |
| Total operating revenues | <u>91,007</u> | <u>93,695</u> |
| Operating expenses | | |
| Salaries and wages | 7,751 | 7,814 |
| Benefits | 2,868 | 2,862 |
| Total personal services expenses | <u>10,619</u> | <u>10,676</u> |
| Law enforcement and fire rescue | 13,483 | 13,343 |
| Maintenance, equipment, and supplies | 7,195 | 8,179 |
| Contractual services | 5,039 | 4,086 |
| General and administrative | 2,368 | 2,541 |
| Insurance | 2,370 | 2,286 |
| Utilities | 1,997 | 2,103 |
| Total non-personal services expenses | <u>32,452</u> | <u>32,538</u> |
| Total operating expenses before depreciation | <u>43,071</u> | <u>43,214</u> |
| Depreciation | 14,994 | 14,174 |
| Total operating expenses | <u>58,065</u> | <u>57,388</u> |
| Operating income | <u>32,942</u> | <u>36,307</u> |
| Non-operating revenues (expenses) | | |
| Interest income | 800 | 126 |
| Interest expense, net of capitalized interest | (4,097) | (4,598) |
| Other, net | (415) | (478) |
| Total non-operating expenses | <u>(3,712)</u> | <u>(4,950)</u> |
| Income before capital contributions and transfers | 29,230 | 31,357 |
| Capital contributions | 7,110 | 731 |
| Change in net position | <u>36,340</u> | <u>32,088</u> |
| Net position, beginning of period | 715,474 | 671,758 |
| Net position, end of period | <u>\$ 751,814</u> | <u>\$ 703,846</u> |

PORT EVERGLADES DEPARTMENT
of Broward County, Florida
Statements of Cash Flows
For the Six Months Ended March 31, 2017 and 2016 (Unaudited)
(Dollars in Thousands)

| | 2017 | 2016 |
|--|-------------|-------------|
| Cash flows from operating activities: | | |
| Cash received from customers | \$ 86,203 | \$ 85,687 |
| Payments to suppliers for goods and services | (29,256) | (30,537) |
| Payments to employees for services | (10,580) | (10,545) |
| Other cash paid | (272) | (267) |
| Other cash receipts | 29 | 52 |
| Net cash provided by operating activities | 46,124 | 44,390 |
| Cash flows from capital and related financing activities: | | |
| Acquisition of capital assets | (7,118) | (13,403) |
| Payment of interest and fiscal charges | (4,761) | (5,125) |
| Payment of other debt service costs | (151) | (199) |
| Capital contributions | 2,376 | 1,145 |
| Net cash used for capital and related financing activities | (9,654) | (17,582) |
| Cash flows from investing activities: | | |
| Purchase of investments | (115,539) | (137,382) |
| Proceeds from sales and maturities of investments | 105,140 | 112,533 |
| Interest on investments | 139 | 133 |
| Net cash used for investing activities | (10,260) | (24,716) |
| Net increase in cash and cash equivalents | 26,210 | 2,092 |
| Cash and cash equivalents, beginning of period | 16,277 | 42,847 |
| Cash and cash equivalents, end of period | \$ 42,487 | \$ 44,939 |
| | | |
| Cash and cash equivalents - unrestricted assets | \$ 20,699 | \$ 17,954 |
| Cash and cash equivalents - restricted assets - current | 8,461 | 13,658 |
| Cash and cash equivalents - restricted assets - noncurrent | 13,327 | 13,327 |
| | \$ 42,487 | \$ 44,939 |

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PORT EVERGLADES DEPARTMENT
of Broward County, Florida
Statements of Cash Flows (Continued)
For the Six Months Ended March 31, 2017 and 2016 (Unaudited)
(Dollars in Thousands)

| | <u>2017</u> | <u>2016</u> |
|---|------------------|------------------|
| Reconciliation of operating income to net cash provided by operating activities | | |
| Operating income | \$ 32,942 | \$ 36,307 |
| Adjustments to reconcile operating income to net cash provided by operating activities | | |
| Depreciation | 14,994 | 14,174 |
| Miscellaneous non-operating expenses | (243) | (215) |
| Decrease (increase) in assets and deferred outflows of resources: | | |
| Accounts receivable, trade | (5,196) | (7,364) |
| Accounts receivable, other | 275 | 16 |
| Prepaid items | 1,018 | 1,046 |
| Increase (decrease) in liabilities and deferred inflows of resources: | | |
| Accounts payable | (222) | (500) |
| Accrued liabilities | 39 | 131 |
| Due to other County funds | 2,373 | 1,704 |
| Due to other governments | 27 | (249) |
| Security deposits | 117 | (660) |
| Net adjustments | <u>13,182</u> | <u>8,083</u> |
| Net cash provided by operating activities | <u>\$ 46,124</u> | <u>\$ 44,390</u> |
| Supplemental information | | |
| Non-cash investing, capital, and financing activities | | |
| Capital assets acquired through current accounts payable | \$ 8,285 | \$ 3,597 |
| Capital contributions | 7,450 | 1,995 |
| Amortization of bond discounts and premiums | (159) | (159) |
| Amortization of deferred charges | 57 | 602 |
| Change in fair value of investments | (655) | (365) |