



**California High-Speed Rail:
Financial Reports Executive Summary**

January 2023 Report (Data through November 30, 2022)

Executive Summary for January 2023 Report

Accounts Payable Aging And Disputes Report (\$ in millions)

	Prior Year Nov-21 Data	Prior Month Oct-22 Data	Current Month Nov-22 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$46.4	\$132.2	\$133.0
Number of Invoices Paid	199	194	248
Value of Invoices Paid	\$89.3	\$53.1	\$100.7

- The Authority has not made a penalty payment in over five years (70 months) and did not have any aged invoices in the November 2022 reporting period.
- The Authority currently has a total of \$133.0M in disputed invoices, which represents a \$778K increase in total disputes from the prior month.

Cash Management Report (\$ in millions)

	Prior Year Nov-21 Data	Prior Month Oct-22 Data	Current Month Nov-22 Data
Prop IA Bond Fund Ending Cash Balance	\$73.2	\$111.3	\$105.5
Cap-and-Trade Ending Cash Balance	\$1,538.0	\$1,769.5	\$1,885.4
Rail Property Management Fund Ending Cash Balance	\$11.4	\$11.8	\$10.9
Total Funds Ending Cash Balance	\$1,662.6	\$1,892.7	\$2,001.8

- The Proposition IA cash balance fell \$5.9M month-over-month to \$105.5M. Cash expenditures were \$5.8M. The Authority has \$1.187B available through commercial paper and expects the Treasurer's Office to sell Proposition IA bonds at a Spring 2023 sale.
- The Cap-and-Trade cash balance increased \$115.9M month-over-month to \$1,885.4M. Cash expenditures were \$89.7M. Proceeds from the Aug-2022 Cap-and-Trade auction were \$205.7M and are included in the cash balance. Proceeds from the Nov-2022 Cap-and-Trade auction are estimated at \$190.3M for the Authority but are not reflected in cash balances as they are still pending allocation by the Department of Finance and the State Controller's Office.
- The Rail Property Management Fund cash balance fell \$963.8K month-over-month to \$10.9M. Payments received totaled \$195.6K and cash expenditures were \$1.2M. Expenditures included \$513k to remove dead trees in Fresno, Laton, Selma and Wasco; and \$540K for a site clean up in Fresno. The Rail Property Management Fund receives revenues from leases/rents collected on Authority-owned property, and proceeds are used for property-related expenditures.

Executive Summary for January 2023 Report

Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Nov-21 Data	Prior Month Oct-22 Data	Current Month Nov-22 Data
Budget (Fiscal Year)	\$91.1	\$93.4	\$93.4
Monthly Expenditures	\$4.6	\$5.2	\$6.0
YTD Expenditures	\$22.2	\$20.3	\$26.3
Percentage of Budget Expended YTD	24.4%	21.8%	28.2%
Percentage of Personal Services Budget Expended YTD	29.4%	26.3%	32.9%
Percentage of Operating Expenses and Equipment Expended YTD	8.7%	6.1%	11.8%
Percentage of Fiscal Year Completed	41.7%	33.3%	41.7%
Total Authorized Positions	429	429	429
Total Filled Positions	295	326	328
Vacant Positions	1134	103	101
Vacancy Rate	31.2%	24.0%	23.5%

- At 41.7% of the Fiscal Year completed, \$26.3M or 28.2% of the Administrative Budget (\$93.4M) has been spent, resulting in a budget underutilization value of 13.5%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of November 30, 2022, the Authority's vacancy rate is 23.5%, primarily due to 73 new state positions being added in the beginning of the 2021-22 fiscal year (Sep-21). The Authority has filled a net total of 33 positions over the past year, (from 295 to 328 filled positions).
- During the reporting month, the Authority completed recruitment for 11 vacant positions; however, the filled positions were offset by 5 separations from the Authority and 4 vacated position from internal promotions/transfers, resulting in a net increase of 2 filled position for the reporting month.

Executive Summary for January 2023 Report

Capital Outlay Budget Summary

(\$ in millions)

	Prior Year Nov-21 Data	Prior Month Oct-22 Data	Current Month Nov-22 Data
Budget (Fiscal Year)	\$2,312.6	\$2,303.3	\$2,303.3
Monthly Expenditures	\$80.7	\$122.5	\$125.4
YTD Expenditures	\$434.8	\$333.8	\$459.2
Percentage of Budget Expended Year to Date	18.8%	14.5%	19.9%
Percentage of Fiscal Year Completed	41.7%	33.3%	41.7%

- At 41.7% of the fiscal year completed, YTD Capital Outlay expenditures are \$459.2M or 19.9% of the fiscal year budget. The underutilization of budget is detailed in the table below.
- Of note was \$51.0M in billing for Deer Creek and a \$27.0M reduction in billing for Hanford Viaduct.
- Construction Package Monthly Expenditures totaled \$113.0M, which includes: CPI: \$24.7M, CP2-3: \$79.3M, and CP4: \$8.9M.
- Design-Build (DB) Monthly Expenditures totaled **\$87.1M**, which includes: CPI: \$15.0M, CP2-3: \$67.4M, and CP4: \$4.7M.
 - Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling **\$8.6M**, which includes: CPI (\$3.1M), CP2-3 (\$4.0M), and CP4 (\$1.44M)
- As of November, 30 2022, the percentage of DB contract dollars expended to date for each Construction Package are as follows: CPI: 62.4%, CP2-3: 63.6%, and CP4: 88.0%.

Capital Outlay Expenditure Breakout

Expenditure Category (\$ in millions)	FY Budget	FY Forecast	Monthly Expenditures	YTD Expenditures	% Spent (Budget)	% Spent (Forecast)
Percentage of Fiscal Year Complete: 33.3%						
Construction	\$1,882.4	\$1,882.4	\$119.1	\$434.2	23%	23%
Design Build with TIA Payment*	\$1064.4	\$865.3	\$87.1	\$327.1	31%	38%
Design Build Contracts w/o TIA Payment*	(\$1064.4)	(\$865.3)	(\$78.6)	(\$293.3)	28%	34%
Time Impact Analysis (TIA) Payments**	n/a	n/a	(\$8.6)	(\$33.9)	3%	4%
Right-of-Way / Third Party	\$256.9	\$250.7	\$13.2	\$24.4	10%	10%
PCM / RDP / ETO / Legal	\$250.1	\$244.3	\$14.9	\$70.2	28%	29%
Environmental Mitigation / Resource Agency	\$42.2	\$40.8	\$0.8	\$8.0	19%	20%
Other Construction (SR 99, Stations, etc.)	\$94.4	\$104.7	\$3.1	\$4.5	5%	4%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$174.4	\$376.6	n/a	n/a	n/a	n/a
Fiscal-Year Contingency – Transferred Out*	(\$217.6)	n/a	n/a	n/a	(40%)	n/a
Project Development	\$177.6	\$177.6	\$6.4	\$14.9	8%	8%
Bookend Projects (Local Assistance)	\$243.4	\$243.4	\$0.0	\$10.1	4%	4%
TOTAL	\$2,303.3	\$2,303.3	\$125.4	\$459.2	20%	20%

*Numbers in parenthesis are non-adds but included to provide additional detail. FY Project Contingency starting budget was \$392M.

**Time Impact Analysis (TIA) payment.

Executive Summary for January 2023 Report

Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$7,859.8	77%
Project Development	\$1,370.9	13%
Local Assistance	\$620.2	6%
Support Funding – Project Delivery	\$116.2	1%
Support Funding – Construction	\$110.0	1%
Administration	\$181.8	2%
Total	\$10,259.0	100%

Federal Funds and State Match Liability

Federal Grant Awarded (\$ in millions)	Federal Funds			State Match		
	Authorized Amount	Expenditures to Date	Remaining Balance	State Match Liability	Approved Match to Date	Remaining Match
ARRA Grant	\$2,552.6	\$2,545.5	\$0	\$2,498.6	\$2,522.4	\$0
FY10 Grant	\$928.6	\$0.0	\$928.6	\$359.8	\$0	\$359.8
EPA Brownfields	\$.600	\$.464	\$.136	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
RAISE Grant – Wasco SR 46 Grade Separation	\$24.0	\$0.0	\$24.0	\$50.7	\$0	\$50.7
RAISE Grant – Merced Extension (Design)	\$25.0	\$0.0	\$25.0	\$16.0	\$0	\$16.0
Total	\$3,530.8	\$2,546.0	\$977.7	\$2,925.1	\$2,522.4	\$426.5

- Federal Grants awarded for Wasco SR 46 Grade Separation (RAISE) and Merced Extension – Design (RAISE) are pending formal grant agreements.

Executive Summary for January 2023 Report

Contracts and Expenditures Report

(\$ in millions)

	Prior Year Nov-21 Data	Prior Month Oct-22 Data	Current Month Nov-22 Data
Number of Contracts	206	217	221
Total Value of Contracts	\$8,614.6	\$10,277.6	\$10,425.8
Number of Purchase Orders	49	80	80
Total Value of Purchase Orders	\$2.5	\$3.3	\$3.3
Total Value Contracts and Purchase Orders	\$8,617.1	\$10,280.9	\$10,429.2
Cumulative Small Business Utilization Rate	23.4%	23.4%	23.7%

- Contracts are predominately issued for a variety of services, such as design-build and environmental work, while purchase orders are generally used to acquire goods (i.e. office supplies).
- As of November 30, 2022, the Authority had 221 active contracts and 80 active purchase orders (PO's) with a total value of \$10.4B.
- Month-over-Month the value of contracts increased by \$148.3M, primarily due to executed change orders for design-build contracts (\$101.5M), a contract amendment (\$1.8M), and two new contracts (\$44.9M).
- The Jan-23 report reflects a Small Business Utilization Rate (SBU) of 23.7%. The current rate represents an 7.5% increase from the inception of SBU reporting in Feb-15 of 16.2%.
- The Authority anticipates SBU to increase as construction activity ramps up moving closer to the SBU goal of 30%, per the Small and Disadvantaged Business Enterprise Policy approved in Aug-12.
- As of October 31, 2022, there are **752** small businesses actively working on the high-speed rail project, including **247** DBE's and **90** Certified DVBE's.

Executive Summary for January 2023 Report

Contingency Summary (data is cumulative through November 30, 2022, \$ in millions)

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
Project Contingency					
CPI	\$1,944.5	\$0.6	\$0.0	\$1,625.6	\$318.9
CP2-3	\$1,638.4	\$1.0	\$107.0	\$1,525.3	\$113.2
CP4	\$417.8	\$9.0	\$0.0	\$362.0	\$55.7
Total Project Contingency Subtotal	\$4,000.7	\$10.6	\$107.0	\$3,512.8	\$487.9
Other Contingency					
Unallocated Contingency	\$425.9	\$0.0	\$75.9	\$82.1	\$343.8
Interim Use/Project Reserve	\$208.1	\$0.0	\$0.0	\$53.9	\$154.3
Other	\$525.0	\$0.2	\$22.0	\$105.4	\$419.6
Other Contingency Subtotal	\$1,159.0	\$0.2	\$98.0	\$241.3	\$917.7
Total Contingency	\$5,159.7	\$10.8	\$205.0	\$3,754.1	\$1,405.5

- Total Allocation contingency amounts have been updated for the Expenditure Authorization.
- Contingency Category “Other” refers to Non-Design Build Central Valley Scope and Non-Central Valley Scope.
- Cumulative Authorized is the total amount of individual contingency transfers that have received approval through the HSR governance process for which a change order/amendment has not been executed and all executed change orders/amendments involving the transfer of contingency.
- Balance is the remaining contingency balance after all HSR approved contingency transfers for which a change order/amendment has not been executed and all executed change orders/amendments involving the transfer of contingency.

Change Orders and HSR Governance Actions over \$25M (November 2022 Activity, \$ in millions)

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
Contingency Category: Project Contingency					
	CP2-3	HSR 13-57	A/B	\$205.0	Deer Creek Viaduct
Total Monthly Change Orders >\$25M and Governance Actions				\$205.0	

Table Code Legend

Code	Item
A	Scope Change
B	Cost Change
C	Unallocated
D	Other

- Amounts shown in the Total Monthly Authorizations Over \$25M (\$205.0M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.

Preliminary Numbers for the January F&A Report

Look Ahead at Next Month's F&A Report with Preliminary Data (December 31, 2022)

Capital Outlay Expenditure Summary Update

(\$ in millions)

	Current Month Nov-22 Data	Preliminary Dec-22 Data
Construction Package 1 – DB	\$15.0	\$19.7
Construction Package 1 – Total for CP	\$24.7	\$25.9
Construction Package 2-3 – DB	\$67.4	\$23.5
Construction Package 2-3 – Total for CP	\$79.3	\$28.1
Construction Package 4 – DB	\$4.7	\$5.3
Construction Package 4 – Total for CP	\$8.9	\$7.7
All Construction Packages – DB	\$87.1	\$48.5
All Construction Packages – Total CP	\$113.0	\$61.7
All Capital Expenditures – DB's, other CP work, Proj Dev, and Bookends	\$125.4	\$73.3

Administrative Position Summary Update

	Current Month Nov-22 Data	Preliminary Dec-22 Data
Authorized Positions	429	429
Filled Positions	328	333
Vacant Positions	101	96
Vacancy Rate	23.5%	22.4%

Federal Grant Summary

	Current Month Nov-22 Data	Preliminary Dec-22 Data
(\$ in millions)		
Previously Awarded Grants	\$3,531	\$3,531
New Grant Awards	\$0	\$0
Pending Grant Applications	\$1,571	\$303