



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

March 2023 Report (Data through January 31, 2023)

Executive Summary for March 2023 Report

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

	Prior Year Jan-22 Data	Prior Month Dec-22 Data	Current Month Jan-23 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$96.3	\$144.4	\$138.9
Number of Invoices Paid	244	265	231
Value of Invoices Paid	\$111.2	\$200.3	\$50.8

- The Authority has not made a penalty payment in over six years and did not have any aged invoices in the January 2023 reporting period.
- The Authority currently has a total of \$138.9M in disputed invoices, which represents a \$5.5M decrease in total disputes from the prior month.

Cash Management Report (\$ in millions)

	Prior Year Jan-22 Data	Prior Month Dec-22 Data	Current Month Jan-23 Data
Prop IA Bond Fund Ending Cash Balance	\$32.1	\$102.2	\$89.4
Cap-and-Trade Ending Cash Balance	\$1,623.5	\$1,682.9	\$1,642.6
Rail Property Management Fund Ending Cash Balance	\$11.8	\$11.0	\$11.1
Total Funds Ending Cash Balance	\$1,667.5	\$1,796.1	\$1,743.1

- The Proposition IA cash balance fell \$12.8M month-over-month to \$89.4M. Cash expenditures were \$13.3M. SMIF Interest Income was \$447.4K. The Authority has \$1.67B 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 fell \$40.4M month-over-month to \$1,642.6M. Cash expenditures were \$40.4M. Proceeds from the Feb-2023 auction are estimated at \$220.7M for the Authority. Proceeds from the Nov-2022 Cap-and-Trade auction are estimated at \$238.5M for the Authority. Proceeds for both auctions are not reflected in cash balances as they are still pending action by the Department of Finance and/or the State Controller's Office.
- The Rail Property Management Fund cash balance rose \$175.0K month-over-month to \$11.1M. Payments received totaled \$239.1K and cash expenditures were \$64.1K. 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 March 2023 Report

Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Jan-22 Data	Prior Month Dec-22 Data	Current Month Jan-23 Data
Budget (Fiscal Year)	\$97.2	\$93.4	\$96.5
Monthly Expenditures	\$4.9	\$5.6	\$6.0
YTD Expenditures	\$32.1	\$32.0	\$38.0
Percentage of Budget Expended YTD	33.0%	34.2%	39.3%
Percentage of Personal Services Budget Expended YTD	40.0%	39.6%	44.6%
Percentage of Operating Expenses and Equipment Expended YTD	12.7%	15.6%	20.1%
Percentage of Fiscal Year Completed	58.3%	50.0%	58.3%
Total Authorized Positions	429	429	429
Total Filled Positions	292	333	337
Vacant Positions	137	96	92
Vacancy Rate	31.9%	22.4%	21.4%

- At 58.3% of the Fiscal Year completed, \$38.0M or 39.3% of the Administrative Budget (\$96.5M) has been spent, resulting in a budget underutilization value of 19.0%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of January 31, 2023, the Authority's vacancy rate is 21.4%, 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 45 positions over the past year, (from 292 to 337 filled positions).
- During the reporting month, the Authority completed recruitment for 7 vacant positions; however, the filled positions were offset by 2 separations from the Authority and 1 vacated position from internal promotions/transfers, resulting in a net increase of 4 filled positions for the reporting month.

Executive Summary for March 2023 Report

Capital Outlay Budget Summary

(\$ in millions)

	Prior Year Jan-22 Data	Prior Month Dec-22 Data	Current Month Jan-23 Data
Budget (Fiscal Year)	\$2,312.6	\$2,303.3	\$2,303.3
Monthly Expenditures	\$178.0	\$73.3	\$81.2
YTD Expenditures	\$702.9	\$532.5	\$613.7
Percentage of Budget Expended Year to Date	30.4%	23.1%	26.6%
Percentage of Fiscal Year Completed	58.3%	50.0%	58.3%

- At 58.3% of the fiscal year completed, YTD Capital Outlay expenditures are \$613.7M or 26.6% of the fiscal year budget. The underutilization of budget is detailed in the table below.
- Construction Package Monthly Expenditures totaled \$63.8M, which includes: CPI: \$18.5M, CP2-3: \$37.6M, and CP4: \$7.8M.
- Design-Build (DB) Monthly Expenditures totaled \$50.5M, which includes: CPI: \$14.3M, CP2-3: \$31.9M, and CP4: \$4.3M.
 - Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$6.7M, which includes: CPI (\$3.1M), CP2-3 (\$2.2M), and CP4 (\$1.4M)
- As of January 31, 2023, the percentage of DB contract dollars expended to date for each Construction Package are as follows: CPI: 61.8%, CP2-3: 65.2%, 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: 58.3%						
Construction	\$1,882.4	\$1,417.2	\$69.0	\$569.6	30%	40%
Design Build with TIA Payment*	\$1,062.1	\$798.5	\$50.5	\$426.1	40%	53%
Design Build Contracts w/o TIA Payment*	(\$1,062.1)	(\$798.5)	(\$43.8)	(\$371.1)	35%	46%
Time Impact Analysis (TIA) Payments**	<i>n/a</i>	<i>n/a</i>	(\$6.7)	(\$55.0)	5%	7%
Right-of-Way / Third Party	\$257.1	\$200.0	\$5.5	\$35.4	14%	18%
PCM / RDP / ETO / Legal	\$300.8	\$169.4	\$11.8	\$93.6	31%	55%
Environmental Mitigation / Resource Agency	\$42.2	\$40.8	\$1.2	\$9.9	23%	24%
Other Construction (SR 99, Stations, etc.)	\$87.4	\$32.9	\$0.0	\$4.6	5%	14%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$132.7	\$175.7	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Fiscal-Year Contingency – Transferred Out*	(\$259.4)	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	(48%)	<i>n/a</i>
Project Development	\$177.6	\$172.9	\$4.5	\$24.1	14%	14%
Bookend Projects (Local Assistance)	\$243.4	\$239.4	\$7.7	\$20.00	8%	8%
TOTAL	\$2,303.3	\$1,829.4	\$81.2	\$613.7	27%	34%

*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 March 2023 Report

Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$7,985	76.7%
Project Development	\$1,379	13.2%
Local Assistance	\$630	6.0%
Support Funding – Project Delivery	\$120	1.2%
Support Funding – Construction	\$113	1.1%
Administration	\$187	1.8%
Total	\$10,412.8	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 March 2023 Report

Contracts and Expenditures Report

(\$ in millions)

	Prior Year Jan-22 Data	Prior Month Dec-22 Data	Current Month Jan-23 Data
Number of Contracts	203	218	217
Total Value of Contracts	\$8,792.3	\$10,810.6	\$10,906.3
Number of Purchase Orders	58	75	77
Total Value of Purchase Orders	\$2.2	\$3.3	\$3.4
Total Value Contracts and Purchase Orders	\$8,794.5	\$10,813.9	\$10,909.8
Cumulative Small Business Utilization Rate	23.6%	23.5%	23.3%

- 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 January 31, 2022, the Authority had 217 active contracts and 77 active purchase orders (PO's) with a total value of \$10.9B.
- Month-over-Month the value of contracts increased by \$95.8M, primarily due to executed change orders for design-build contracts (\$86.5M), two contract amendments (\$2.9M), and two new contracts (\$6.9M).
- The Feb-23 report reflects a Small Business Utilization Rate (SBU) of 23.3%. The current rate represents an 7.1% 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 December 31, 2022, there are **761** small businesses actively working on the high-speed rail project, including **259** DBE's and **92** Certified DVBE's.

Executive Summary for March 2023 Report

Contingency Summary (data is cumulative through January 31, 2023, \$ in millions)

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
Project Contingency					
CPI	\$1,944.5	\$5.2	\$74.2	\$1,774.2	\$170.3
CP2-3	\$1,638.4	\$5.0	\$0.0	\$1,582.2	\$56.3
CP4	\$417.8	\$2.0	\$0.0	\$373.1	\$44.6
Total Project Contingency Subtotal	\$4,000.7	\$12.1	\$74.2	\$3,729.5	\$271.2
Other Contingency					
Unallocated Contingency	\$425.9	\$0.0	\$0.0	\$82.1	\$343.8
Interim Use/Project Reserve	\$208.1	\$0.0	\$0.0	\$53.9	\$154.3
Other	\$525.0	\$6.7	\$0.0	\$114.1	\$410.9
Other Contingency Subtotal	\$1,159.0	\$6.7	\$0.0	\$250.0	\$909.0
Total Contingency	\$5,159.7	\$18.8	\$74.2	\$3,979.5	\$1,180.2

- 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 (January 2023 Activity, \$ in millions)

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
Contingency Category: Project Contingency					
	CPI	HSR 13-06	A/B	\$74.2	Scope of Work Changes - Downtown Fresno Bridges
Total Monthly Change Orders >\$25M and Governance Actions				\$74.2	

Table Code Legend

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

- Amounts shown in the Total Monthly Authorizations Over \$25M (\$74.2M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.

Preliminary Numbers for the March F&A Report

Look Ahead at Next Month's F&A Report with Preliminary Data (February 28, 2023)

Capital Outlay Expenditure Summary Update

(\$ in millions)

	Current Month Jan-23 Data	Preliminary Feb-23 Data
Construction Package 1 – DB	\$14.3	\$19.5
Construction Package 1 – Total for CP	\$18.5	\$24.2
Construction Package 2-3 – DB	\$31.9	\$41.8
Construction Package 2-3 – Total for CP	\$37.6	\$45.6
Construction Package 4 – DB	\$4.3	\$3.8
Construction Package 4 – Total for CP	\$7.8	\$6.4
All Construction Packages – DB	\$50.5	\$65.0
All Construction Packages – Total CP	\$63.8	\$76.2
All Capital Expenditures – DB's, other CP work, Proj Dev, and Bookends	\$81.2	\$102.5

Administrative Position Summary Update

	Current Month Jan-23 Data	Preliminary Feb-23 Data
Authorized Positions	429	429
Filled Positions	337	341
Vacant Positions	92	88
Vacancy Rate	21.4%	20.5%

Federal Grant Summary

	Current Month Jan-23 Data	Preliminary Feb-23 Data
(\$ in millions)		
Previously Awarded Grants	\$3,531	\$3,531
New Grant Awards	\$0	\$0
Pending Grant Applications	\$303	\$328