



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

**Supplemental Committee Report December 21, 2023**  
(Data through October 31, 2023)

# Executive Summary for Supplemental Committee Report December 21, 2023

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

	Prior Year Oct-22 Data	Prior Month Sept-23 Data	Current Month Oct-23 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$132.2	\$157.2	\$194.1
Number of Invoices Paid	194	264	239
Value of Invoices Paid	\$53.1	\$238.9	\$254.8

- The Authority has not made a penalty payment in over six years (81 months) and did not have any aged invoices in the October 2023 reporting period.
- The Authority currently has a total of \$194.1M in disputed invoices, which represents a \$36.9M increase in total disputes from the prior month.

## Cash Management Report (\$ in millions)

	Prior Year Oct-22 Data	Prior Month Sept-23 Data	Current Month Oct-23 Data
Prop 1A Bond Fund Ending Cash Balance	\$111.3	\$408.6	\$478.0
Cap-and-Trade Ending Cash Balance	\$1,769.5	\$2,453.7	\$2,647.2
Rail Property Management Fund Ending Cash Balance	\$11.8	\$12.0	\$12.1
<b>Total Funds Ending Cash Balance</b>	<b>\$1,892.7</b>	<b>\$2,874.3</b>	<b>\$3,137.3</b>

- The Proposition 1A cash balance rose \$69.4M month-over-month to \$478.0M. The Authority received \$300M in Proposition 1A bond proceeds in Oct-23. Cash expenditures were \$235.6M. The Authority has \$409.8M available through commercial paper for additional Proposition 1A cash as needed.
- The Cap-and-Trade cash balance rose \$193.4M month-over-month to \$2.6B. Proceeds from the Aug-2023 Cap-and-Trade auction were \$216.8M and are included in the cash balance. The Nov 2023 Cap and Trade auction proceeds are estimated at \$355.6M and are not reflected in cash balances.
- The Rail Property Management Fund cash balance rose \$94.2K month-over-month to \$12.1M. Payments received totaled \$291K and cash expenditures were \$196.8K. The Rail Property Management Fund receives revenues from leases/rents collected on Authority-owned property, and proceeds are used for property-related expenditures.

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<b><u>Administrative Budget and Expenditures Report</u></b> (\$ in millions)	Prior Year Oct-22 Data	Prior Month Sept-23 Data	Current Month Oct-23 Data
Budget (Fiscal Year)	\$93.4	\$95.2	\$95.2
Monthly Expenditures	\$5.2	\$5.8	\$6.8
YTD Expenditures	\$20.3	\$17.7	\$24.5
Percentage of Budget Expended YTD	21.8%	18.6%	25.7%
Percentage of Personal Services Budget Expended YTD	26.3%	21.0%	28.0%
Percentage of Operating Expenses and Equipment Expended YTD	6.1%	8.9%	16.4%
Percentage of Fiscal Year Completed	33.3%	25.0%	33.3%
Total Authorized Positions	429	429	429
Total Filled Positions	326	361	361
Vacant Positions	103	68	68
Vacancy Rate	24.0%	15.9%	15.9%

- At 33.3% of the Fiscal Year completed, \$24.5M or 25.7% of the Administrative Budget (\$95.2M) has been spent, resulting in a budget underutilization value of 7.6%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of October 31, 2023, the Authority's vacancy rate is 15.9%. The statewide vacancy rate is 20.4% for October 2023. The Authority has filled a net total of 35 positions over the past year, (from 326 to 361 filled positions).
- During the reporting month, the Authority completed recruitment for eight vacant positions; however, the filled positions were offset by six separations from the Authority and two vacated positions from internal promotions/transfers, resulting in no net change of vacant positions for the reporting month.

# Executive Summary for Supplemental Committee Report December 21, 2023

<b>Capital Outlay Budget Summary</b> (\$ in millions)	Prior Year Oct-22 Data	Prior Month Sept-23 Data	Current Month Oct-23 Data
Budget (Fiscal Year)	\$2,303.3	\$1,825.3	\$1,825.3
Monthly Expenditures	\$122.5	\$123.6	\$199.7
YTD Expenditures	\$333.8	\$441.9	\$641.6
Percentage of Budget Expended Year to Date	14.0%	24.2%	35.2%
Percentage of Fiscal Year Completed	33.3%	25.0%	33.3%

- At 33.3% of the fiscal year completed, YTD Capital Outlay expenditures are \$641.6M or 35.2% of the fiscal year budget.
- Construction Package Monthly Expenditures totaled \$180.2M, which includes: CP1: \$119.0M, CP2-3: \$51.4M, and CP4: \$9.8M.
- Design-Build (DB) Monthly Expenditures totaled \$166.3M, which includes: CP1: \$112.3M, CP2-3: \$46.4M, and CP4: \$7.6M.
  - Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$7.3M, which includes: CP1 (\$3.1M), CP2-3 (\$4.2M), and CP4 (\$0)
- As of October 31, 2023, the percentage of DB contract dollars expended to date for each Construction Package are as follows: CP1: 65.5%, CP2-3: 71.5%, and CP4: 96.4%.

## 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%						
<b>Construction</b>	<b>\$1,475.3</b>	<b>\$1,475.3</b>	<b>\$186.9</b>	<b>\$604.9</b>	<b>41%</b>	<b>41%</b>
Design Build with TIA Payment*	\$878.6	\$878.6	\$166.3	\$524.4	60%	60%
Design Build Contracts w/o TIA Payment*	(\$878.6)	(\$878.6)	(\$173.6)	(\$561.7)	64%	64%
Time Impact Analysis (TIA) Payments	N/A	N/A	(\$7.3)	(\$37.3)	4%	4%
Right-of-Way / Third Party	\$254.1	\$254.1	\$3.8	\$16.7	7%	7%
PCM / RDP / ETO / Legal	\$231.6	\$231.6	\$15.6	\$61.0	26%	26%
Environmental Mitigation / Resource Agency	\$26.7	\$26.7	\$1.2	\$2.8	11%	11%
Other Construction (SR46, Stations, etc.)	\$19.8	\$19.8	\$0.0	\$0.0	0%	0%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$64.7	\$64.7	\$0.0	\$0.0	N/A	N/A
Fiscal-Year Contingency – Transferred Out*	\$327.4	N/A	N/A	N/A	60%	N/A
<b>Project Development</b>	<b>\$168.5</b>	<b>\$168.5</b>	<b>\$12.8</b>	<b>\$36.7</b>	<b>22%</b>	<b>22%</b>
<b>Bookend Projects (Local Assistance)</b>	<b>\$181.4</b>	<b>\$181.4</b>	<b>\$0.0</b>	<b>\$0.0</b>	<b>0%</b>	<b>0%</b>
<b>TOTAL</b>	<b>\$1,825.3</b>	<b>\$1,825.3</b>	<b>\$199.7</b>	<b>\$641.6</b>	<b>35%</b>	<b>35%</b>

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

# Executive Summary for Supplemental Committee Report December 21, 2023

## Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$9,151	77.3%
Project Development	\$1,472	12.4%
Local Assistance	\$745	6.3%
Support Funding – Project Delivery	\$131	1.1%
Support Funding – Construction	\$137	1.2%
Administration	\$203	1.7%
<b>Total</b>	<b>\$11,839.2</b>	<b>100%</b>

## 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	\$2,545.4	\$0	\$2,498.6	\$2,522.3	\$0
FY10 Grant	\$928.6	\$0.0	\$928.6	\$359.8	\$0.0	\$359.8
EPA Brownfields*	\$.600	\$.557	\$.043	<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	\$59.6	\$0.0	\$59.6
RAISE Grant - Merced Extension (Design)**	\$25.0	\$0.0	\$25.0	\$16.0	\$0.0	\$16.0
RAISE Grant - Fresno Depot**	\$20.0	\$0.0	\$20.0	\$13.2	\$0.0	\$13.2
CRISI Grant – Shafter Grade Separations**	\$201.9	\$0.0	\$201.9	\$89.9	\$0.0	\$89.9
<b>Total</b>	<b>\$3,752.7</b>	<b>\$2,546.0</b>	<b>\$1,199.5</b>	<b>\$3,037.1</b>	<b>\$2,522.3</b>	<b>\$538.5</b>

\*Closeout Documents submitted to EPA

\*\*Federal Grants awarded, pending formal grant agreements

December 5, 2023, HSR was awarded a Federal State Partnership (FSP) grant for \$3.1B to support high-speed rail in the Central Valley. This grant is not reflected in the table above.

# Executive Summary for Supplemental Committee Report December 21, 2023

<b><u>Contracts and Expenditures Report</u></b> (\$ in millions)	Prior Year Oct-22 Data	Prior Month Sept-23 Data	Current Month Oct-23 Data
Number of Contracts	217	201	201
Total Value of Active Contracts	\$10,277.6	\$12,041.1	\$12,303.8
Number of Purchase Orders	80	123	131
Total Value of Purchase Orders	\$3.3	\$4.2	\$4.5
Total Value Contracts and Purchase Orders	\$10,280.9	\$12,045.3	\$12,308.3
Cumulative Small Business Utilization Rate	23.4%	23.6%	23.2%

- 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 October 31, 2023, the Authority had 201 active contracts and 131 active purchase orders (PO's) with a total value of \$12.3B.
- Month-over-Month the value of active contracts increased by \$262.7M. The change in value of active contracts is primarily due to executed change orders for design-build contracts (\$250.4M), with CP1 (\$235.2K), CP2-3 (\$2.5M), CP4 (\$12.7M); six new contracts (\$2.5M); four contract amendments (\$53.0M).

<b><u>Small Business Utilization</u></b>	DBE <sup>1</sup> (10% Min. Target)	DVBE <sup>2</sup> (3% Min. Target)	MB & SB <sup>3</sup>	Totals (Historic 30% Overall Target)
Construction	9.8%	4.0%	9.0%	22.8%
Professional Services	12.9%	2.7%	12.6%	28.2%
Overall Cumulative Total	10.0%	3.9%	9.2%	23.2%

- On November 2, 2023, the Board adopted new Small Business Utilization (SBU) targets. These will be reported in a revised table as more new contracts are executed with the new targets.
- The current SBU rate represents a 7.0% increase from the inception of reporting in Feb-15 of 16.2%.
- SBU rates for the DBs are as follows: CP1 24.7%, CP2-3 18.5%, CP4 21.9%
- As of September 30, 2023, there are **814** small businesses actively working on the high-speed rail project, including **283** DBE's and **99** Certified DVBE's.

1. Disadvantaged Business Enterprise (DBE)
2. California Disabled Veteran Business Enterprise (DVBE)
3. Micro Business (MB) & Small Business (SB)

# Executive Summary for Supplemental Committee Report December 21, 2023

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

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
<b>Project Contingency</b>					
CP1	\$2,791.6	\$0.8	\$234.4	\$2,274.4	\$517.1
CP2-3	\$2,691.5	\$2.5	\$73.3	\$1,974.5	\$717.0
CP4	\$518.5	\$12.7	\$0.0	\$457.8	\$60.6
<b>Total Project Contingency Subtotal</b>	<b>\$6,001.6</b>	<b>\$16.0</b>	<b>\$307.7</b>	<b>\$4,706.8</b>	<b>\$1,294.8</b>
<b>Other Contingency</b>					
Unallocated Contingency	\$492.3	\$0.0	\$0.0	\$82.1	\$410.2
Interim Use/Project Reserve	\$208.1	\$0.0	\$0.0	\$53.9	\$154.3
Other	\$530.8	\$23.1	\$0.0	\$163.4	\$367.4
<b>Other Contingency Subtotal</b>	<b>\$1,231.2</b>	<b>\$23.1</b>	<b>\$0.0</b>	<b>\$299.3</b>	<b>\$931.9</b>
<b>Total Contingency</b>	<b>\$7,232.8</b>	<b>\$39.1</b>	<b>\$307.7</b>	<b>\$5,006.1</b>	<b>\$2,226.7</b>

- 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 (October 2023 Activity, \$ in millions)

### Table Code Legend

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
<b>Contingency Category: Project Contingency</b>					
CP 1 Contingency	CP1	HSR13-06	A/B	\$154.4	TPZP All Delays From Feb. 2021 to Aug. 2023 (CO99.4)
CP 1 Contingency	CP1	HSR13-06	A/B	\$80.0	TPZP Escalation Costs Related to Above and Future (CO99.5)
CP 2-3 Contingency	CP2-3	HSR13-57	A/B	\$33.7	DFJV Tule River Viaduct – North Approach
CP 2-3 Contingency	CP2-3	HSR13-57	A/B	\$39.5	DFJV Tule River Viaduct – Pergola
<b>Total Monthly Change Orders &gt;\$25M and Governance Actions</b>				<b>\$307.7</b>	

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

- Amounts shown in the Total Monthly Authorizations Over \$25M (\$307.7M) 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 (November 30, 2023)

### Capital Outlay Expenditure Summary Update

(\$ in millions)

	Current Month Oct-23 Data	Preliminary Nov-23 Data
Construction Package 1 – DB	\$112.3	\$23.9
Construction Package 1 – Total for CP	\$119.0	\$28.7
Construction Package 2-3 – DB	\$46.4	\$39.8
Construction Package 2-3 – Total for CP	\$51.4	\$45.1
Construction Package 4 – DB	\$7.6	\$7.8
Construction Package 4 – Total for CP	\$9.8	\$11.3
All Construction Packages – DB	\$166.3	\$71.4
All Construction Packages – Total CP	\$180.2	\$85.1
All Capital Expenditures – DB's, other CP work, Proj Dev, and Bookends	\$199.7	\$100.9

### Administrative Position Summary Update

	Current Month Oct-23 Data	Preliminary Nov-23 Data
Authorized Positions	429	429
Filled Positions	361	363
Vacant Positions	68	66
Vacancy Rate	15.9%	15.4%

### Federal Grant Summary

	Current Month Oct-23 Data	Preliminary Nov/Dec-23 Data
Previously Awarded Grants	\$3,753	\$3,753
New Grant Awards	\$0	\$3,074 <sup>1</sup>
Pending Grant Applications	\$3,456	\$435 <sup>1,2</sup>

1. Awarded FFY 23 Federal State Partnership (FSP) – Construction for \$3,073,600,000 (12/8) and FFY 23 Corridor Identification and Development Program (CIDP) for \$500,000 (12/8).
2. Not Awarded FFY 23 Wildlife Crossings Pilot Program (WCPP) for \$2,029,379 (12/5) and FFY 23 Federal State Partnership (FSP) – Design for \$193,607,246 (12/8)