

San Diego County Regional Airport Authority



Financial Update for the Three Months
Ended September 30, 2011

Presented by:

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November 3, 2011

Revenues & Expenses (Unaudited)
For the Three Months Ended
September 30, 2011





Balance Sheets (Unaudited)



	(In thousands)	
	September	
	2011	2010
Current assets:		
Cash and investments	\$ 74,795	\$ 73,787
Tenant lease receivable, net of allowance of 2011: \$14,918 and 2010: \$20,055	6,062	6,017
Grants receivable	7,984	7,285
Notes receivable-current portion	1,696	1,613
Prepaid expenses and other current assets	10,955	11,877
Total current assets	101,492	100,579
Cash designated for capital projects and other	\$ 9,402	\$ 20,601



Balance Sheets (Unaudited)



	(In thousands)	
	September	
	<u>2011</u>	<u>2010</u>
Restricted assets:		
Cash and investments:		
Bonds reserve	\$ 45,098	\$ 45,708
Passenger facility charges and interest unapplied	54,361	63,538
Customer facility charges and interest applied*	21,974	13,029
Commercial paper reserve	63	281
SBD bond guarantee	4,000	4,000
Bond proceeds held by trustee	347,839	5,465
Commercial paper interest held by trustee	13	163
Passenger facility charges receivable	4,615	4,760
Customer facility charges receivable*	921	1,147
OCIP insurance reserve	6,239	6,400
Total restricted assets	\$ 485,123	\$ 144,491



Balance Sheets (Unaudited)



(In thousands)

September

2011

2010

Noncurrent assets:

Capital assets:

Land and land improvements

\$ 24,482 \$ 23,454

Runways, roads and parking lots

273,649 235,385

Buildings and structures

464,489 462,703

Machinery and equipment

10,327 10,074

Vehicles

5,423 5,295

Office furniture and equipment

30,601 30,072

Works of art

2,440 2,257

Construction-in-progress

389,727 205,940

Total capital assets

1,201,138 975,180

Less: accumulated depreciation

(519,992) (471,454)

Total capital assets, net

\$ 681,146 \$ 503,726



Balance Sheets (Unaudited)



Other assets:

Notes receivable - long-term portion

Investments - long-term portion

Deferred costs - bonds (net)

Net pension asset

Security Deposits

Total other assets

Total noncurrent assets

TOTAL ASSETS

(In thousands)

September

	<u>2011</u>	<u>2010</u>
Notes receivable - long-term portion	\$ 42,502	\$ 44,221
Investments - long-term portion	13,383	8,383
Deferred costs - bonds (net)	4,945	771
Net pension asset	7,622	8,178
Security Deposits	500	-
Total other assets	<u>68,952</u>	<u>61,553</u>
Total noncurrent assets	<u>750,098</u>	<u>565,279</u>
TOTAL ASSETS	<u><u>\$ 1,346,115</u></u>	<u><u>\$ 830,950</u></u>



Balance Sheets (Unaudited)



(In thousands)

September

	2011	2010
Current liabilities:		
Accounts payable and accrued liabilities	\$ 47,918	\$ 39,893
Deposits and other current liabilities	3,296	3,433
Total current liabilities	51,214	43,326
Current liabilities - payable from restricted assets:		
Current portion of long-term debt	5,905	3,265
Accrued interest on bonds and commercial paper	7,722	803
Total liabilities payable from restricted assets	\$ 13,627	\$ 4,068



Balance Sheets (Unaudited)



(In thousands)

September

Long-term liabilities - other:

Commercial paper notes payable

Deferred rent liability

Other long-term liabilities

Long-term debt - bonds net of amortized premium

Total long-term liabilities

Total liabilities

	<u>2011</u>	<u>2010</u>
\$	20,729	\$ 164,430
	115	540
	1,577	1,196
	630,226	37,915
	<u>652,647</u>	<u>204,081</u>
\$	717,488	\$ 251,475



Balance Sheets (Unaudited)



	(In thousands)	
	September	
	2011	2010
Authority net assets:		
Invested in capital assets, net of related debt	\$ 371,605	\$ 298,656
Other restricted	148,655	147,756
Unrestricted:		
Designated	17,023	32,779
Undesignated	91,344	100,284
Total net assets	628,627	579,475
TOTAL LIABILITIES AND NET ASSETS	\$ 1,346,115	\$ 830,950

Operating Revenues

for the Three Months Ended September 30, 2011 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Aviation revenue:					
Landing fees	\$ 5,204	\$ 5,171	\$ (33)	(1)%	\$ 4,910
Aircraft parking fees	758	793	35	5%	759
Building rentals	7,978	8,008	30	-	7,046
Security surcharge	4,183	4,177	(6)	-	3,721
Other aviation revenue	399	399	-	-	400
Total aviation revenue	\$ 18,522	\$ 18,548	\$ 26	(1)%	\$ 16,836

Operating Revenues

for the Three Months Ended September 30, 2011 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Terminal rent non-airline	\$ 226	\$ 217	\$ (9)	(4)%	\$ 201
Concession revenue:					
Terminal concession revenue:					
Food and beverage	1,583	1,597	14	1%	1,537
Gifts and news	1,046	1,088	42	4%	1,047
Other	703	728	25	4%	747
Total terminal concession revenue	3,332	3,413	81	2%	3,331
Car rental and license fee revenue:					
Rental car license fees	6,622	6,944	322	5%	6,437
License fees-other	696	705	8	1%	740
Total rental car and license fees	7,318	7,649	331	5%	7,177
Total concession revenue	\$10,650	\$11,062	\$ 412	4%	\$10,508

Operating Revenues

for the Three Months Ended September 30, 2011 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Parking revenue:					
Short-term parking revenue	\$ 2,022	\$ 1,279	\$ (743)	(37)%	\$ 1,753
Long-term parking revenue	6,253	5,916	(337)	(5)%	6,362
Total parking revenue	8,275	7,195	(1,080)	(13)%	8,115
Ground transportation permits and citations	535	454	(81)	(16)%	260
Ground rentals	1,664	1,695	32	2%	1,897
Grant reimbursements	54	158	105	197%	136
Other operating revenue	184	220	36	19%	252
Subtotal	10,712	9,722	(990)	(9)%	10,660
Total operating revenues	\$40,110	\$ 39,549	\$ (561)	(1)%	\$ 38,205

Operating Revenues

for the Three Months Ended September 30, 2011 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Operating expenses:					
Salaries and benefits	\$ 8,911	\$ 8,374	\$ 537	6%	\$ 8,645
Contractual services	6,889	6,653	236	3%	6,103
Safety and security	4,886	4,897	(11)	-	4,725
Space rental	2,854	2,859	(5)	-	2,726
Utilities	1,885	2,010	(125)	(7)%	1,845
Maintenance	2,314	1,866	448	19%	1,705
Equipment and systems	77	37	40	52%	62
Materials and supplies	75	48	27	36%	69
Insurance	254	185	69	27%	271
Employee development and support	257	123	134	52%	161
Business development	539	339	200	37%	324
Equipment rental and repairs	448	348	100	22%	308
Total operating expenses	\$29,389	\$27,739	\$ 1,650	6%	\$26,944

Financial Summary

for the Three Months Ended September 30, 2011 (Unaudited)



(In thousands)	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>%</u> <u>Change</u>	<u>Prior</u> <u>Year</u>
Total operating revenues	\$ 40,110	\$ 39,549	\$ (561)	(1)%	\$ 38,205
Total operating expenses	29,389	27,739	1,650	6%	26,944
Income from operations	10,721	11,810	1,089	10%	11,261
Depreciation	12,009	12,062	(55)	-	12,314
Operating income (loss)	\$ (1,288)	\$ (252)	\$ 1,036	80%	\$ (1,053)

Nonoperating Revenues & Expenses

for the Three Months Ended September 30, 2011 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Nonoperating revenues (expenses):					
Passenger facility charges	\$ 8,509	\$ 8,511	\$ 2	-	\$ 8,561
Customer facility charges (ConRAC Facility)	2,769	2,871	102	4%	2,852
Quieter Home Program	(752)	105	857	114%	(936)
Interest income	1,335	1,556	221	17%	1,266
BAB interest rebate	1,249	1,249	-	-	-
Interest expense	(3,003)	(1,094)	1,909	64%	(686)
Bond amortization cost	162	163	-	-	(18)
Other nonoperating revenue (expenses)	-	1,094	1,094	-	43
Nonoperating revenue, net	10,269	14,455	4,186	41%	11,082
Income before grant contributions	8,979	14,203	5,222	58%	10,030
Capital grant contributions	2,667	7,172	4,505	169%	8,991
Net income	\$11,647	\$21,375	\$ 9,727	84%	\$19,022



Questions

