

SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
Balance Sheets
as of October 31, 2012
(Unaudited)
ASSETS

	October 31	
	2012	2011
Current assets:		
Cash and investments ⁽¹⁾	\$ 104,198,582	\$ 87,635,380
Tenant lease receivable, net of allowance of 2012: \$52,329 and 2011: \$35,803	6,903,956	6,738,544
Grants receivable	5,710,738	7,904,410
Notes receivable-current portion	1,440,606	1,696,413
Prepaid expenses and other current assets	7,433,447	9,703,546
Total current assets	125,687,329	113,678,293
Cash designated for capital projects and other ⁽¹⁾	9,104,666	8,303,996
Restricted assets:		
Cash and investments:		
Bonds reserve ⁽¹⁾	47,829,175	45,098,156
Passenger facility charges and interest unapplied ⁽¹⁾	61,161,354	53,168,015
Customer facility charges and interest unapplied ⁽¹⁾ *	33,836,705	23,825,648
Commercial paper reserve ⁽¹⁾	3,444	63,115
SBD Bond Guarantee ⁽¹⁾	4,000,000	4,000,000
Bond proceeds held by trustee ⁽¹⁾	100,215,709	333,884,887
Commercial paper interest held by trustee ⁽¹⁾	12,906	12,855
Passenger facility charges receivable	4,749,891	5,341,807
Customer facility charges receivable*	1,243,982	1,074,943
OCIP insurance reserve	6,002,863	6,239,213
Total restricted assets	259,056,029	472,708,639
Noncurrent assets:		
Capital assets:		
Land and land improvements	24,487,048	24,481,944
Runways, roads and parking lots	269,781,498	273,648,762
Buildings and structures	461,504,339	464,491,924
Machinery and equipment	12,941,928	10,329,046
Vehicles	5,389,417	5,422,530
Office furniture and equipment	31,227,168	30,646,264
Works of art	2,349,793	2,446,120
Construction-in-progress	727,599,012	412,402,051
Total capital assets	1,535,280,203	1,223,868,641
Less accumulated depreciation	(554,412,720)	(523,939,427)
Total capital assets, net	980,867,483	699,929,214
Other assets:		
Notes receivable - long-term portion	40,893,940	42,365,476
Investments-long-term portion ⁽¹⁾	10,393,535	7,379,809
Deferred costs - bonds (net)	4,625,671	4,895,534
Net pension asset	7,019,017	7,575,330
Security deposit	614,645	500,000
Total other assets	63,546,808	62,716,149
Total noncurrent assets	1,044,414,291	762,645,363
TOTAL ASSETS	\$ 1,438,262,315	\$ 1,357,336,291

⁽¹⁾ Total cash and investments, \$370,756,076 for 2012 and \$563,371,859 for 2011

* ConRAC Facility

SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
Balance Sheets
as of October 31, 2012
(Unaudited)

LIABILITIES AND NET ASSETS

	October 31	
	2012	2011
Current liabilities:		
Accounts payable and accrued liabilities	\$ 74,609,173	\$ 51,607,965
Deposits and other current liabilities	2,848,568	2,835,013
Total current liabilities	77,457,741	54,442,978
Current liabilities - payable from restricted assets:		
Current portion of long-term debt	5,415,000	5,905,000
Accrued interest on bonds and commercial paper	10,938,570	10,553,589
Total liabilities payable from restricted assets	16,353,570	16,458,589
Long-term liabilities:		
Commercial paper notes payable	19,924,000	20,729,000
Deferred rent liability	21,391	108,387
Other long-term liabilities	1,477,907	1,576,948
Long term debt - bonds net of amortized premium	623,971,622	629,973,939
Total long-term liabilities	645,394,920	652,388,274
Total liabilities	739,206,231	723,289,841
Authority net assets:		
Invested in capital assets, net of related debt	430,699,467	376,613,273
Other restricted	169,862,965	149,237,176
Unrestricted:		
Designated	16,123,683	15,879,326
Undesignated	82,369,969	92,316,671
Total net assets	699,056,084	634,046,447
TOTAL LIABILITIES AND NET ASSETS	\$ 1,438,262,315	\$ 1,357,336,288



San Diego County Regional Airport Authority
Authority Detail Income Statement - Supplemental Schedule
For the four months ended October 31, 2012
(Unaudited)

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	Month to Date				Year to Date			
	Budget	Actual	Variance Favorable (Unfavorable)	Percent	Prior Year Actual	Budget	Actual	Variance Favorable (Unfavorable)
Landing Fees								
1112 - Landing Fees - Signatory	\$1,805,643	\$1,756,998	\$(48,645)	(3)	\$1,693,250	\$7,446,923	\$7,405,396	\$(41,527)
1113 - Landing Fee Rebate	(36,153)	(21,729)	14,424	40	(70,988)	(145,181)	(136,934)	8,247
Total Landing Fees	1,769,490	1,735,268	(34,221)	(2)	1,622,262	7,301,742	7,268,462	(33,280)
Aircraft Parking Fees								
1150 - Terminal Aircraft Parking	207,542	212,729	5,187	2	193,128	830,167	835,349	5,182
1155 - Remote Aircraft Parking	67,450	62,262	(5,188)	(8)	73,235	269,800	269,802	2
Total Aircraft Parking Fees	274,992	274,991	(1)	0	266,363	1,099,967	1,105,151	5,184
Building and Other Rents								
1210 - Terminal Rent	3,550,053	3,600,056	50,003	1	2,725,130	14,200,156	14,363,363	163,207
1215 - Federal Inspection Services	34,310	25,780	(8,530)	(25)	33,316	136,146	119,575	(16,571)
Total Building and Other Rents	3,584,363	3,625,836	41,473	1	2,758,446	14,336,302	14,482,938	146,636
Security Surcharge								
1310 - Airside Security Charges	416,667	416,668	1	0	403,846	1,666,667	1,666,672	5
1320 - Terminal Security Charge	1,302,425	1,302,424	(1)	0	1,024,636	5,209,700	5,209,696	(4)
Total Security Surcharge	1,719,092	1,719,092	0	0	1,428,482	6,876,367	6,876,368	1
Other Aviation Revenue								
3100 - Fuel Franchise Fees	14,574	14,737	163	1	12,611	52,766	56,431	3,666
3105 - New Capital Recovery	118,950	118,951	1	0	118,951	475,800	475,804	4
Total Other Aviation Revenue	133,524	133,688	164	0	131,562	528,566	532,235	3,670
Non-Airline Terminal Rents								
5010 - Terminal Rent - Non-Airline	79,984	79,387	(598)	(1)	74,488	319,937	310,197	(9,740)
Total Non-Airline Terminal Rents	79,984	79,387	(598)	(1)	74,488	319,937	310,197	(9,740)
Concession Revenue								
5110 - Terminal Concessions	1,121,319	1,131,647	10,328	1	1,187,388	4,678,024	4,776,448	98,424
5120 - Rental car license fees	1,860,625	1,784,183	(76,442)	(4)	2,041,062	9,151,292	9,133,833	(17,458)
5130 - License Fees - Other	237,317	283,489	46,172	19	231,727	958,664	1,097,107	138,443
Total Concession Revenue	3,219,261	3,199,319	(19,942)	(1)	3,460,177	14,787,979	15,007,388	219,409
								1
								14,521,770

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Parking and Ground Transportation								
5210 - Parking	\$2,771,258	\$3,027,002	\$255,744	9	\$2,926,721	\$10,184,081	\$11,529,607	\$1,345,527
5220 - AVI fees	124,099	129,982	5,883	5	73,774	409,556	420,783	11,226
5240 - Ground Transportation Per	2,595	1,550	(1,045)	(40)	49,755	234,739	7,210	(227,529)
5250 - Citations	1,984	512	(1,472)	(74)	2,012	8,434	19,487	11,054
Total Parking and Ground Transportation	2,899,936	3,159,046	259,110	9	3,052,262	10,836,810	11,977,087	1,140,277
								11
								10,701,005
Ground Rentals								
5310 - Ground Rental - Fixed	609,999	624,178	14,178	2	476,935	2,439,998	2,492,037	52,039
5320 - Ground Rental - Percentage	42,183	74,389	32,207	76	53,414	195,456	286,093	90,637
Total Ground Rentals	652,182	698,567	46,385	7	530,349	2,635,454	2,778,130	142,676
								5
								2,225,683
Grant Reimbursements								
5410 - TSA Reimbursements	18,583	16,126	(2,457)	(13)	17,000	73,733	63,985	(9,748)
5420 - Planning Grants	0	0	0	0	(1)	0	0	0
Total Grant Reimbursements	18,583	16,126	(2,457)	(13)	16,999	73,733	63,985	(9,748)
								(13)
								175,400
Other Operating Revenue								
5510 - Finger Printing Fee	4,508	8,000	3,492	77	5,213	18,033	26,943	8,910
5520 - Utilities Reimbursements	45,191	43,458	(1,734)	(4)	43,361	180,765	173,276	(7,489)
5530 - Miscellaneous Other Revenue	5,358	4,486	(872)	(16)	12,366	21,433	6,381	(15,052)
5540 - Service Charges	3,458	7,822	4,363	126	10,590	13,833	26,231	12,398
5570 - FBO Fees	3,333	8,347	5,014	150	2,611	13,333	11,529	(1,804)
5580 - Equipment Rental	417	2,000	1,583	380	2,000	1,667	8,000	6,333
Total Other Operating Revenue	62,266	74,113	11,846	19	76,140	249,065	252,361	3,295
								1
								296,183
Total Operating Revenue	14,413,673	14,715,432	301,759	2	13,417,530	59,045,922	60,654,301	1,608,380
								3
								52,965,340
Personnel Expenses								
Salaries								
1110 - Salaries & Wages	2,204,640	1,913,403	(291,236)	(13)	1,540,500	8,769,145	7,313,001	(1,456,143)
1210 - Paid Time Off	0	165,123	(165,123)	0	161,543	0	722,557	(722,557)
1220 - Holiday Pay	0	342	(342)	0	0	0	111,975	(111,975)
1240 - Other Leave With Pay	0	6,649	(6,649)	0	5,783	0	40,209	(40,209)
1250 - Special Pay	0	30,746	(30,746)	0	254,228	0	366,038	(366,038)
Total Salaries	2,204,640	2,116,263	88,377	4	1,962,053	8,769,145	8,553,781	215,364
								2
								8,097,396
2110 - Overtime	74,958	85,454	(10,495)	(14)	67,392	287,633	314,237	(26,604)
								(9)
								295,570

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(Unaudited)

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	Budget	Actual	Variance Favorable (Unfavorable)	Variance Percent	Prior Year Actual	Budget	Actual	Variance Favorable (Unfavorable)	Variance Percent	Prior Year Actual
Personnel Expenses	3,025,291	2,896,616	128,675	4	2,745,762	12,037,327	11,378,494	658,833	5	11,119,424
Personnel Expenses										
Contract Services										
1100 - Temporary Staffing	\$1,500	\$18,955	\$(17,455)	(1,164)	\$12,808	\$10,250	\$109,417	\$(99,167)	(967)	\$97,550
1110 - Auditing Services	31,000	43,112	(12,112)	(39)	15,000	124,000	177,612	(53,612)	(43)	105,000
1120 - Legal Services	100,000	81,750	18,250	18	82,113	400,000	556,493	(156,493)	(39)	346,570
1130 - Services - Professional	836,129	624,912	211,217	25	690,124	3,333,487	2,818,895	514,592	15	2,768,905
1150 - Outside Svs - Other	179,725	192,735	(13,010)	(7)	174,567	756,451	567,966	188,484	25	750,697
1160 - Services - Custodial	1,284,164	1,265,499	18,665	1	1,299,224	5,121,814	5,172,610	(50,796)	(1)	5,129,434
1990 - OH Contra	0	(105,809)	105,809	0	(120,648)	0	(600,691)	600,691	0	(392,017)
1998 - Capital Proj OH Alloc Co	(157,797)	0	(157,797)	(100)	0	(579,812)	0	(579,812)	(100)	0
Total Contract Services	2,274,722	2,121,155	153,567	7	2,153,189	9,166,189	8,802,303	363,886	4	8,806,139
Safety and Security										
1170 - Services - Fire, Police,	503,705	497,284	6,421	1	465,091	2,000,649	1,970,412	30,237	2	1,930,465
1180 - Services - SDUPD-Harbor	1,140,808	1,234,229	(93,421)	(8)	993,335	4,381,192	4,588,547	(207,354)	(5)	4,012,773
1185 - Guard Services	156,908	137,389	19,519	12	134,971	627,632	559,096	68,536	11	547,348
Total Safety and Security	1,801,421	1,868,902	(67,481)	(4)	1,593,397	7,009,473	7,118,054	(108,581)	(2)	6,490,587
Space Rental										
2100 - Rent	973,241	950,448	22,793	2	945,905	3,892,963	3,803,886	89,077	2	3,804,747
Total Space Rental	973,241	950,448	22,793	2	945,905	3,892,963	3,803,886	89,077	2	3,804,747
Utilities										
3100 - Telephone & Other Commun	42,473	28,792	13,682	32	30,800	129,843	112,786	17,057	13	121,623
3110 - Utilities - Gas & Electr	600,050	520,477	79,573	13	613,880	2,250,200	2,052,551	197,649	9	2,228,205
3120 - Utilities - Water	70,000	69,890	110	0	106,309	250,000	271,520	(21,520)	(9)	410,625
Total Utilities	712,523	619,159	93,364	13	750,990	2,630,043	2,436,857	193,186	7	2,760,452

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	Budget	Actual	Variance Favorable (Unfavorable)	Percent	Prior Year Actual	Budget	Actual	Variance Favorable (Unfavorable)
Maintenance								
64100 - Facilities Supplies	\$68,050	\$115,630	\$(47,580)	(70)	\$56,546	\$287,950	\$250,720	\$37,230
64110 - Maintenance - Annual R	387,094	695,126	(308,033)	(80)	594,029	1,841,671	2,064,814	(223,144)
64122 - Contractor Labor	0	0	0	0	0	0	110	(110)
64123 - Contractor Burden	0	0	0	0	0	0	140	(140)
64124 - Maintenance-Overhead	0	90	(90)	0	0	0	585	(585)
64125 - Major Maintenance - Mat	15,000	36,855	(21,855)	(146)	34,974	522,250	145,999	376,251
64127 - Contract Overhead (co	0	0	0	0	0	0	121	(121)
64140 - Refuse & Hazardous Waste	30,000	55,601	(25,601)	(85)	14,599	140,000	116,084	23,916
Total Maintenance	500,144	903,301	(403,158)	(81)	700,149	2,791,871	2,578,574	213,297
Equipment and Systems								
65100 - Equipment & Systems	31,445	11,348	20,098	64	4,757	193,601	61,143	132,458
65101 - OH Contra	(5,140)	182	(5,322)	(104)	(1,238)	(19,090)	(3,743)	(15,347)
Total Equipment and Systems	26,305	11,530	14,775	56	3,519	174,510	57,400	117,111
Materials and Supplies								
65110 - Office & Operating Suppl	27,523	31,208	(3,685)	(13)	16,283	103,810	80,926	22,884
65120 - Safety Equipment & Suppl	8,990	2,598	6,392	71	5,176	24,645	25,264	(619)
65130 - Tools - Small	1,500	2,777	(1,277)	(85)	1,766	6,000	4,001	1,999
65199 - OH Contra	(4,780)	(2,901)	(1,879)	(39)	(2,507)	(16,731)	(5,796)	(10,935)
Total Materials and Supplies	33,233	33,683	(450)	(1)	20,718	117,724	104,395	13,329
Insurance								
67170 - Insurance - Property	33,123	28,498	4,626	14	25,976	132,492	113,990	18,502
67171 - Insurance - Liability	18,860	17,254	1,606	9	18,860	75,439	69,015	6,424
67172 - Insurance - Public Office	11,688	10,530	1,157	10	10,625	46,750	43,070	3,680
67173 - Insurance Miscellaneous	8,773	8,767	6	0	8,384	35,091	35,068	23
67199 - Insurance - Claims	250	0	250	100	0	1,000	12,421	(11,421)
Total Insurance	72,693	65,048	7,645	11	63,845	290,773	273,564	17,209
								6
								248,588

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	Budget	Actual	Variance Favorable (Unfavorable)	Variance Percent	Prior Year Actual	Budget	Actual	Variance Favorable (Unfavorable)
Employee Development and Suppo								
6120 - Awards - Service	\$4,639	\$3,018	\$1,621	35	\$965	\$23,859	\$5,146	\$18,713
6130 - Book & Periodicals	4,951	4,862	89	2	6,664	23,053	24,046	(993)
6210 - Finger Printing Expenses	42	192	(150)	(361)	0	167	497	(330)
6220 - Permits/Certificates/Lic	3,801	34,625	(30,824)	(811)	278	14,628	40,933	(26,305)
6260 - Recruiting	0	824	(824)	0	14	2,000	1,799	201
6280 - Seminars & Training	37,375	10,046	27,329	73	37,589	128,925	53,300	75,625
6290 - Transportation	14,943	13,082	1,861	12	14,304	59,133	51,842	7,291
6299 - OH Contra	(3,602)	(507)	(3,096)	(86)	(3,707)	(12,597)	(2,367)	(10,230)
6305 - Travel-Employee Developm	17,860	22,403	(4,543)	(25)	9,123	56,471	57,359	(888)
6310 - Tuition	3,500	6,866	(3,366)	(96)	3,268	12,600	15,039	(2,439)
6320 - Uniforms	4,755	2,320	2,435	51	4,370	25,020	10,416	14,604
Total Employee Development and Suppo	88,264	97,731	(9,467)	(11)	72,869	333,259	258,009	75,250
Business Development								
6100 - Advertising	118,824	100,396	18,428	16	4,846	403,091	236,321	166,770
6110 - Allowance for Bad Debts	0	0	0	0	20,885	6,250	3,175	3,075
6200 - Memberships & Dues	47,053	19,163	27,890	59	24,964	109,790	108,776	1,014
6230 - Postage & Shipping	4,351	9,155	(4,805)	(110)	2,778	22,631	23,241	(611)
6240 - Promotional Activities	66,703	12,528	54,175	81	78,494	360,972	292,954	68,018
6250 - Promotional Materials	5,589	35,229	(29,640)	(530)	6,534	39,645	62,071	(22,426)
6300 - Travel-Business Developm	19,358	20,335	(977)	(5)	44,648	58,783	57,284	1,499
Total Business Development	261,879	196,807	65,072	25	183,148	1,001,162	783,824	217,339
Equipment Rentals and Repairs								
6140 - Computer Licenses & Agre	27,500	50,387	(22,887)	(83)	35,352	103,000	128,223	(25,223)
6150 - Equipment Rental/Leasing	30,391	25,958	4,433	15	18,916	119,568	97,270	22,298
6270 - Repairs - Office Equipme	95,208	132,769	(37,560)	(39)	91,208	414,144	347,178	66,965
6279 - OH Contra	(23,755)	(42,754)	18,999	80	(37,751)	(95,019)	(105,517)	10,498
Total Equipment Rentals and Repairs	129,345	166,359	(37,014)	(29)	107,725	541,693	467,154	74,538
al Non-Personnel Expenses	6,873,769	7,034,122	(160,353)	(2)	6,595,452	27,949,661	26,684,020	1,265,641
al Departmental Expenses before Depreciation	9,899,060	9,930,738	(31,678)	0	9,341,214	39,986,987	38,062,514	1,924,474

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San Diego County Regional Airport Authority



Review of the Unaudited Financial Statements for the Four Months Ended October 31, 2012

Presented by:

Vernon D. Evans, CPA

Vice President, Finance / Treasurer & CFO

Kathy Kiefer

Director, Accounting

November 26, 2012

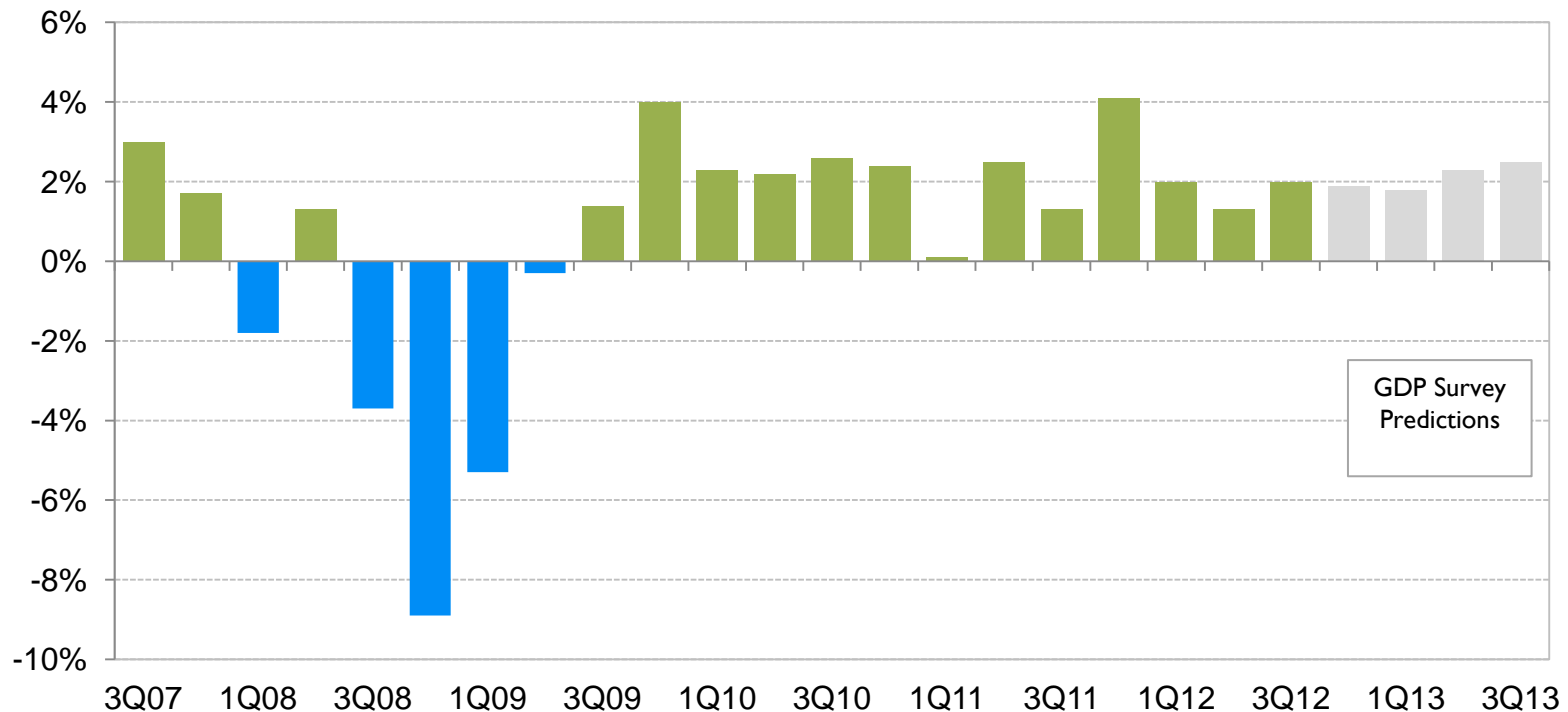


GDP Growth Beats Expectations



- At 2.0%, growth in third-quarter GDP came in fractionally higher than expected and well above second-quarter growth of 1.3%.
- Contributing to GDP, was personal consumption, led by consumer buying of durable goods which hints at consumer optimism to make large purchases.

U.S. Gross Domestic Product
Third Quarter 2007 – Third Quarter 2012



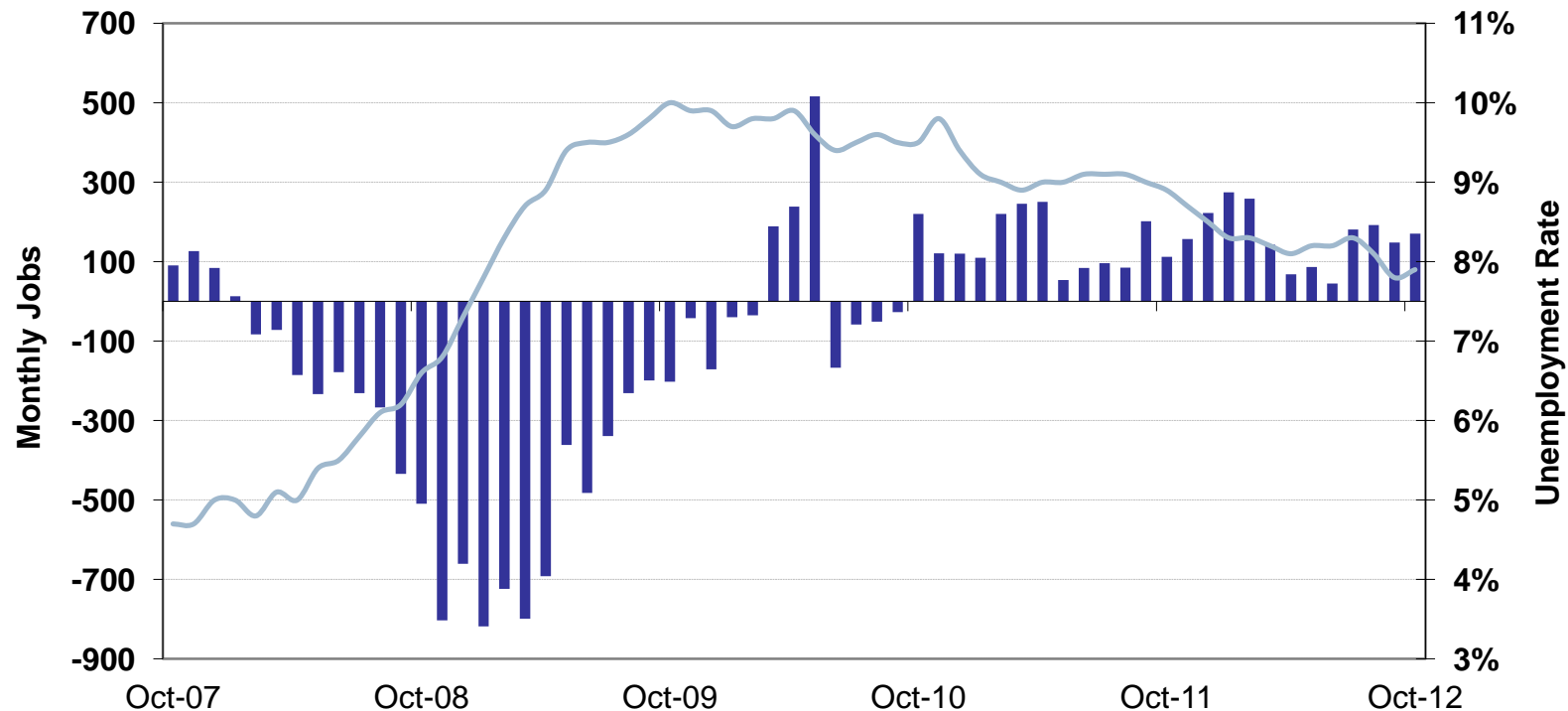
Gross Domestic Product (GDP) is a measure of the United States' production over the quarter, often shown as quarter on quarter change. GDP includes consumption, government spending, investment, and net exports. It is the measure of economic activity in the United States.



The Jobs Report Better Than Expected

- The October employment report surprised to the upside with 171,000 new jobs, and the unemployment rate ticked up to 7.9% from 7.8%.
- While the recent pick-up in hiring is positive, and may give hope for continuation in the remainder of the year, the rate of job creation is still below what is necessary to drive down the unemployment rate.

Change in Non-Farm Payrolls/ Unemployment Rate
October 2007 – October 2012





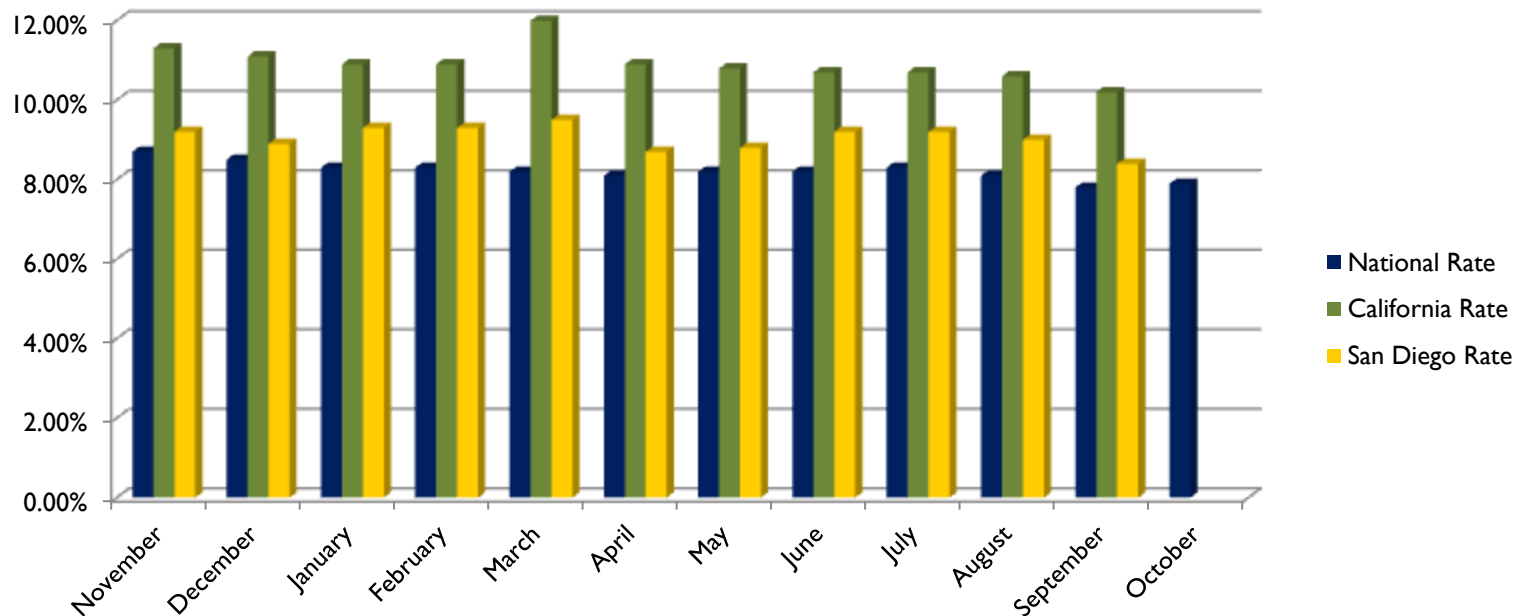
Unemployment Rate Remains High to be updated



The Federal unemployment rate increased to 7.9% for the month of October, 2012, and the National U-6 rate increased to 14.6%. In California, the State unemployment rate for September decreased to 10.2%, and the State U-6 rate decreased to 19.6%. Locally, San Diego's unemployment rate for the month of September was 8.4% (p), a decrease of 0.6%.



Unemployment Rates



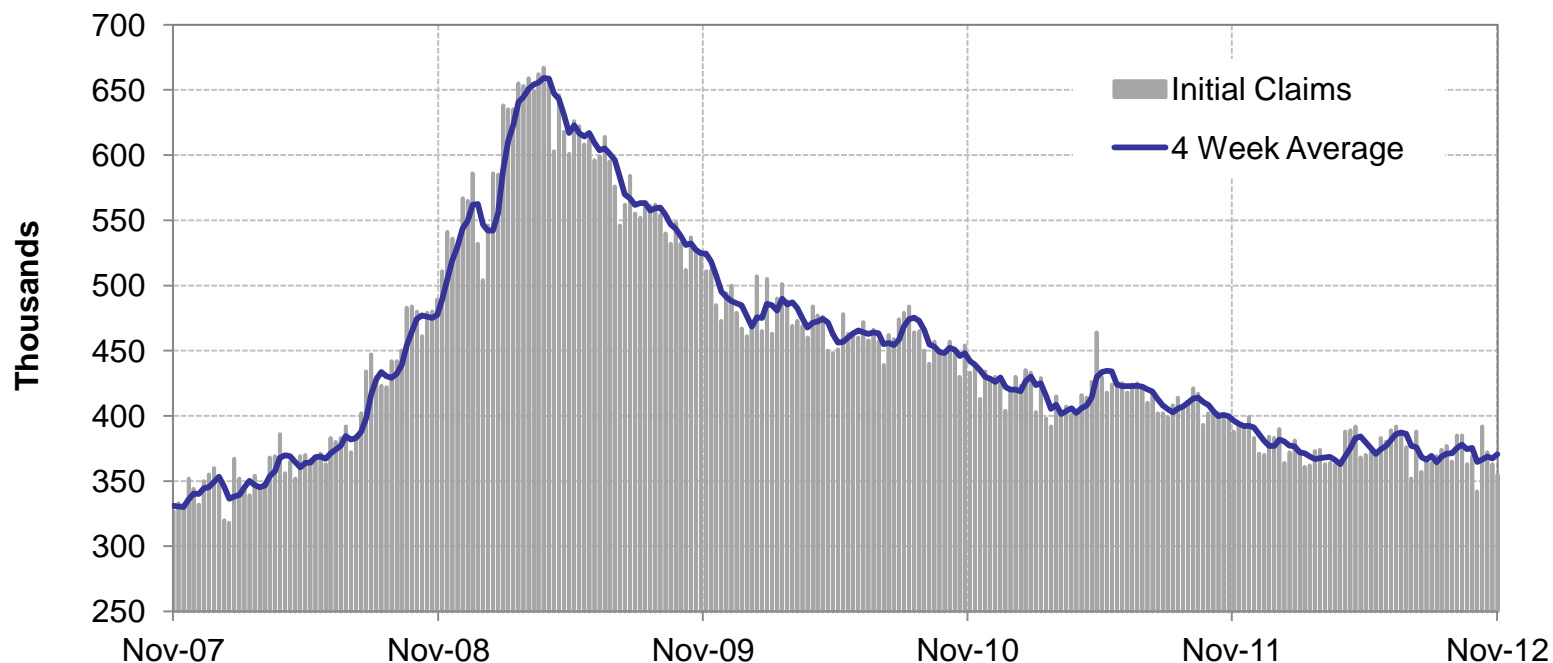


Initial Jobless Claims Remain Elevated

- For the week ending November 3rd, initial claims for unemployment fell by 8,000 to 355,000. The 4-week moving average, which helps smooth out some of the weekly volatility, was up 3,250 from the prior week to a 4-week average of 370,500.
- Although claims declined sharply in late 2011 / early 2012, further progress in reducing claims has stalled for over the past six months now. The 4-week average is still well above the 350,000 level that many economist think is needed to indicate strong job growth.

4-Week Moving Average - Initial Jobless Claims

November 2007 – November 2012

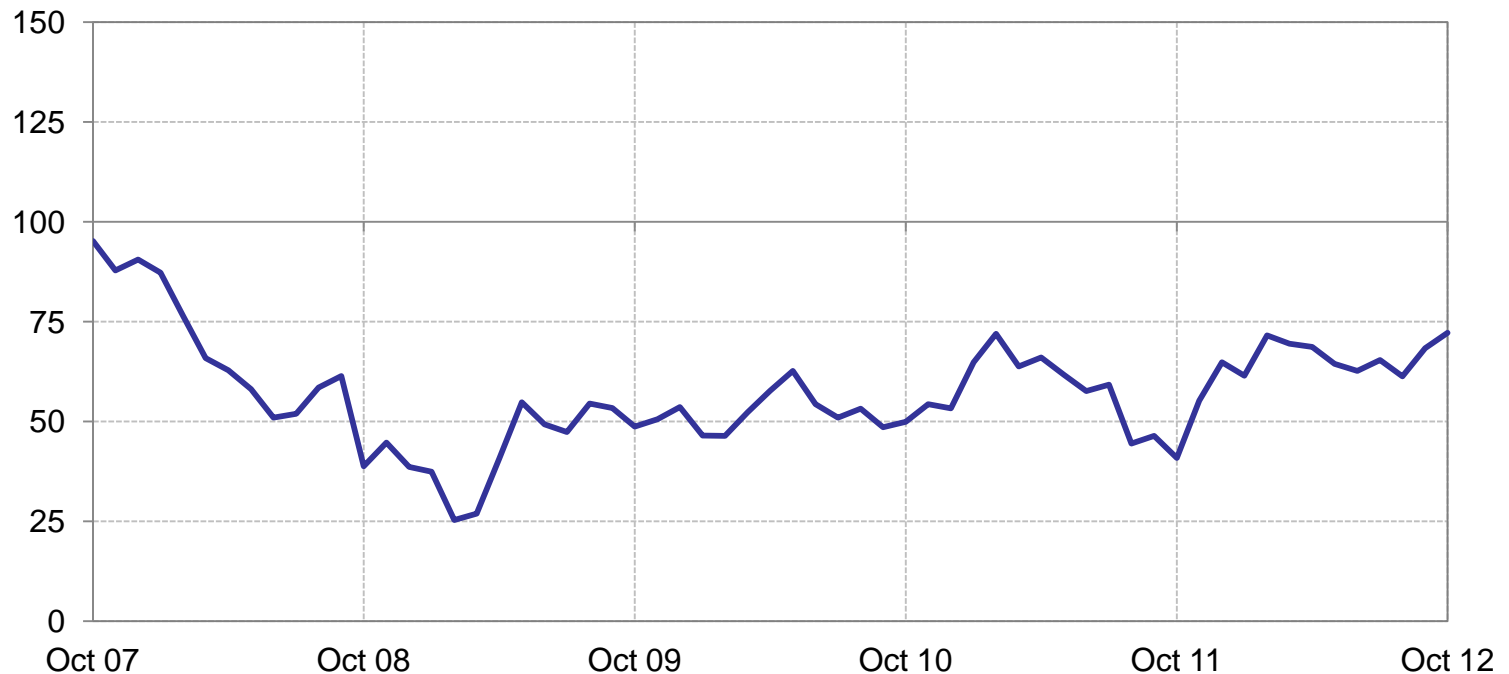




Consumer Confidence Improves

- The Consumer Confidence Index improved to 72.2 in October from an upwardly revised 68.4 in September, and it is its highest level since February 2011.
- The report suggested that the consumers' assessment of current conditions had improved significantly with improvements in the labor market a key reason. In addition, their outlook regarding their financial situation and short-term outlook had also improved.

Consumer Confidence Index
October 2007 – October 2012





Existing Home Sales Trending Upward

- Existing home sales in September declined by 1.7% to 4.75 million units. Although the monthly sales rate declined slightly in September, the upward trend in sales along with price improvements and decreases in inventory, suggest that the housing market has hit bottom and has been making a comeback.
- Existing home sales have been getting a boost from the Fed's policy as downward pressure has been placed on mortgage rates.

U.S. Existing Home Sales (MoM)
September 2007 – September 2012





Jet Fuel Prices Continue to Fall



- Average U.S. Gulf Coast Kerosene-Type Jet Fuel Spot Prices over the past 30 days are down 3.6% compared to the prior 30 days.
- On October 6, jet fuel's closing price of \$2.94 per gallon was down over 10%, compared to its most recent high of \$3.28 on September 14th.

U.S. Gulf Coast Kerosene-Type Jet Fuel Spot Price FOB

November 1, 2007 – November 6, 2012





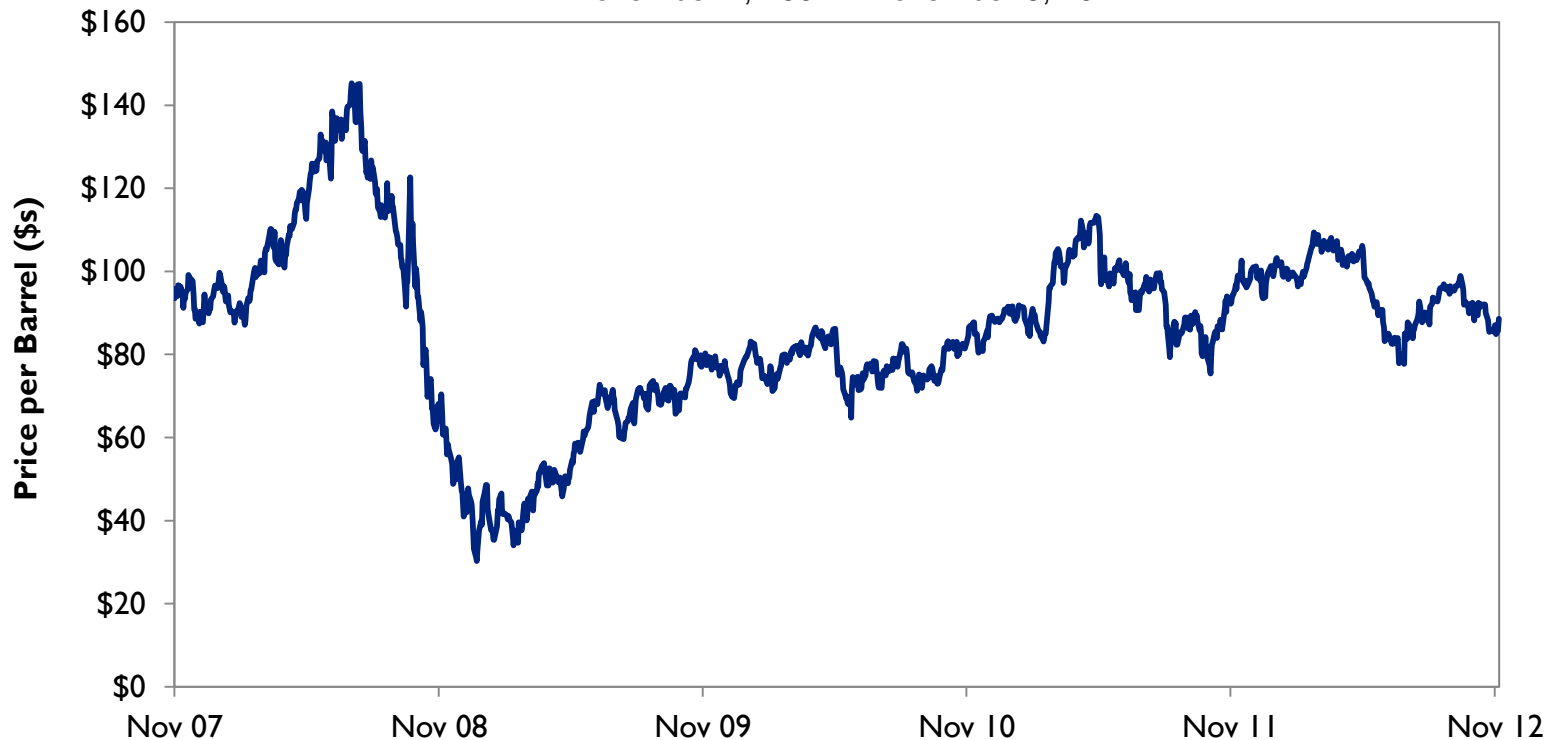
Oil Prices Trending Lower



- Average crude oil prices (WTI spot) over the past 30 days have continued to trend downward, falling 6.25%, compared to the prior 30 days. Prices have continued to trend lower on continued fears of a global slow down.
- Oil closed at \$88.62 on November 6, compared to its high of \$98.94 on September 14, a decline of over 10%.

West Texas Intermediate Oil Price Per Barrel (WTI Spot)

November 1, 2007 – November 6, 2012





Equity Markets Down For Month

- Since reaching new highs in October, the equity markets have trended downward driven by investor uncertainty regarding the “fiscal cliff,” the European debt crisis, and the potential for higher taxes in 2013.
- The DJIA and S&P are both down over 5% over the past month, but both are still up year-to-date with the DJIA up 3.68% and the S&P500 up 8.84%.

Dow Jones Industrial and S&P 500 Indices
November 1, 2007 – November 13, 2012

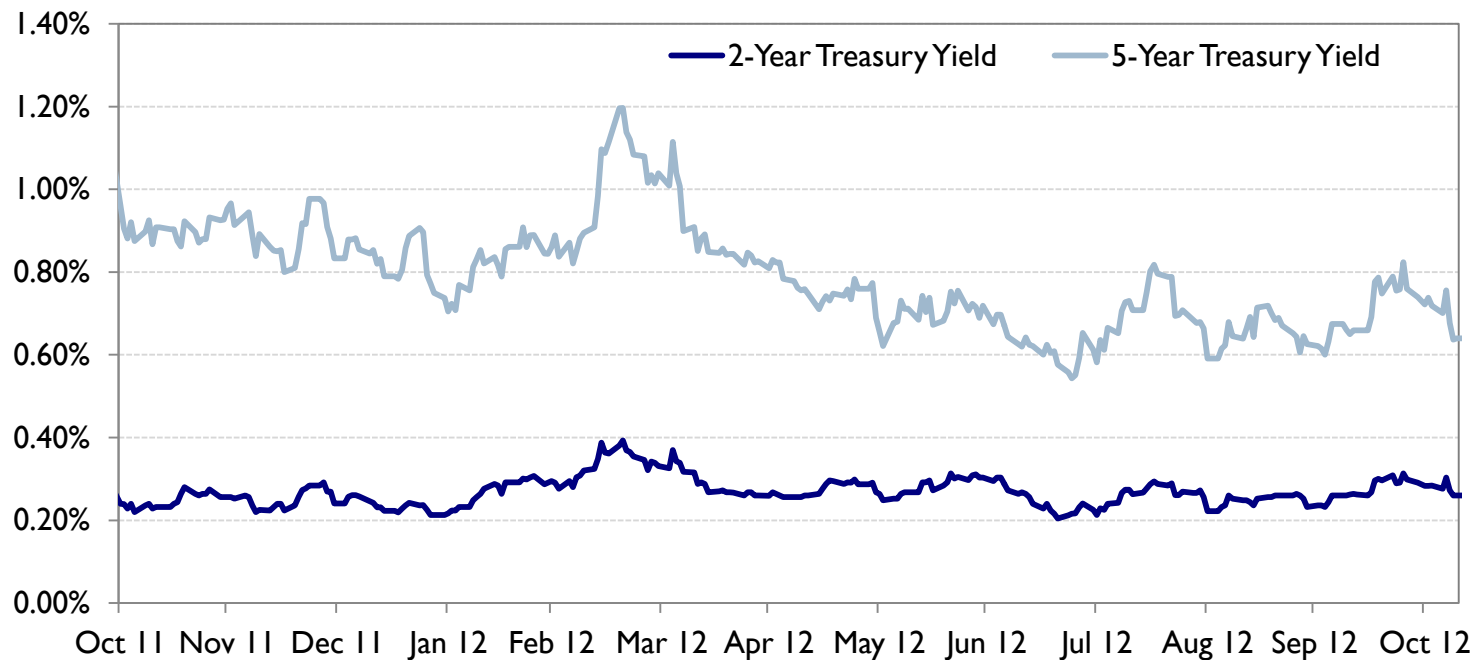




Treasury Yields Remain Range Bound

- Both 2-Year and 5-Year Treasury yields reached the top of their five month trading range in October, but have since fallen to the middle of their respective trading ranges.
- Yields were temporarily boosted by improvements in retail sales forecasts, U.S. employment data, and Moody's affirmation of Spain's investment grade rating.

2- and 5-Year U.S. Treasury Yields
October 31, 2011 – November 9, 2012

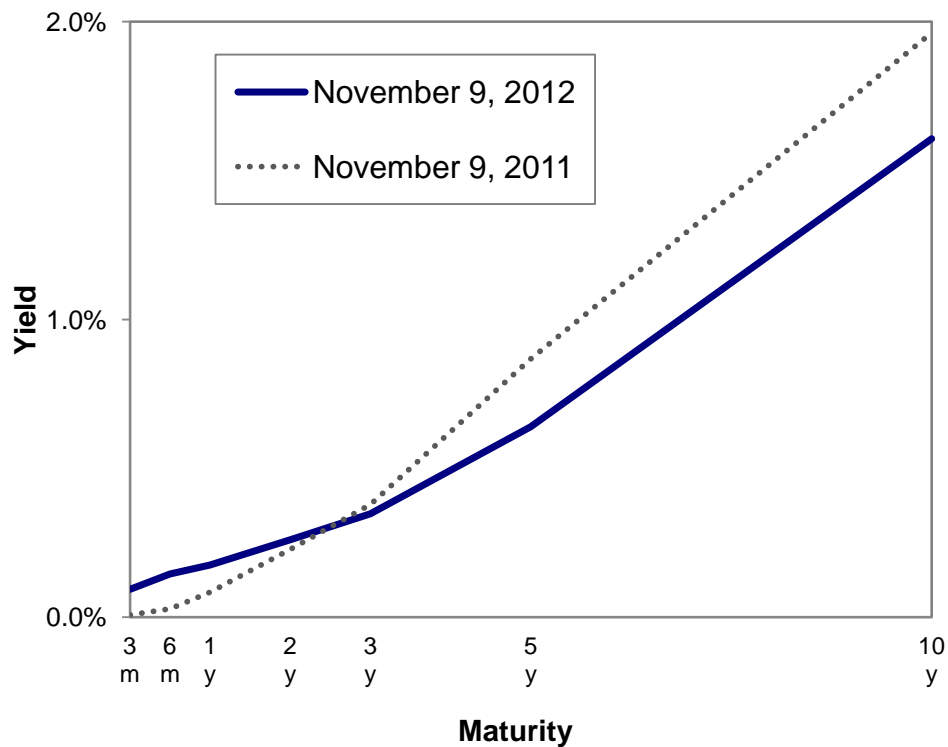


Yield Curve Has Flattened

- Over the last year, continued uncertainty regarding the global economy and the Federal Reserve's Operation Twist and QE3 actions have continued to cause long-term rates to fall and short-term rates to rise.

U.S. Treasury Yield Curve

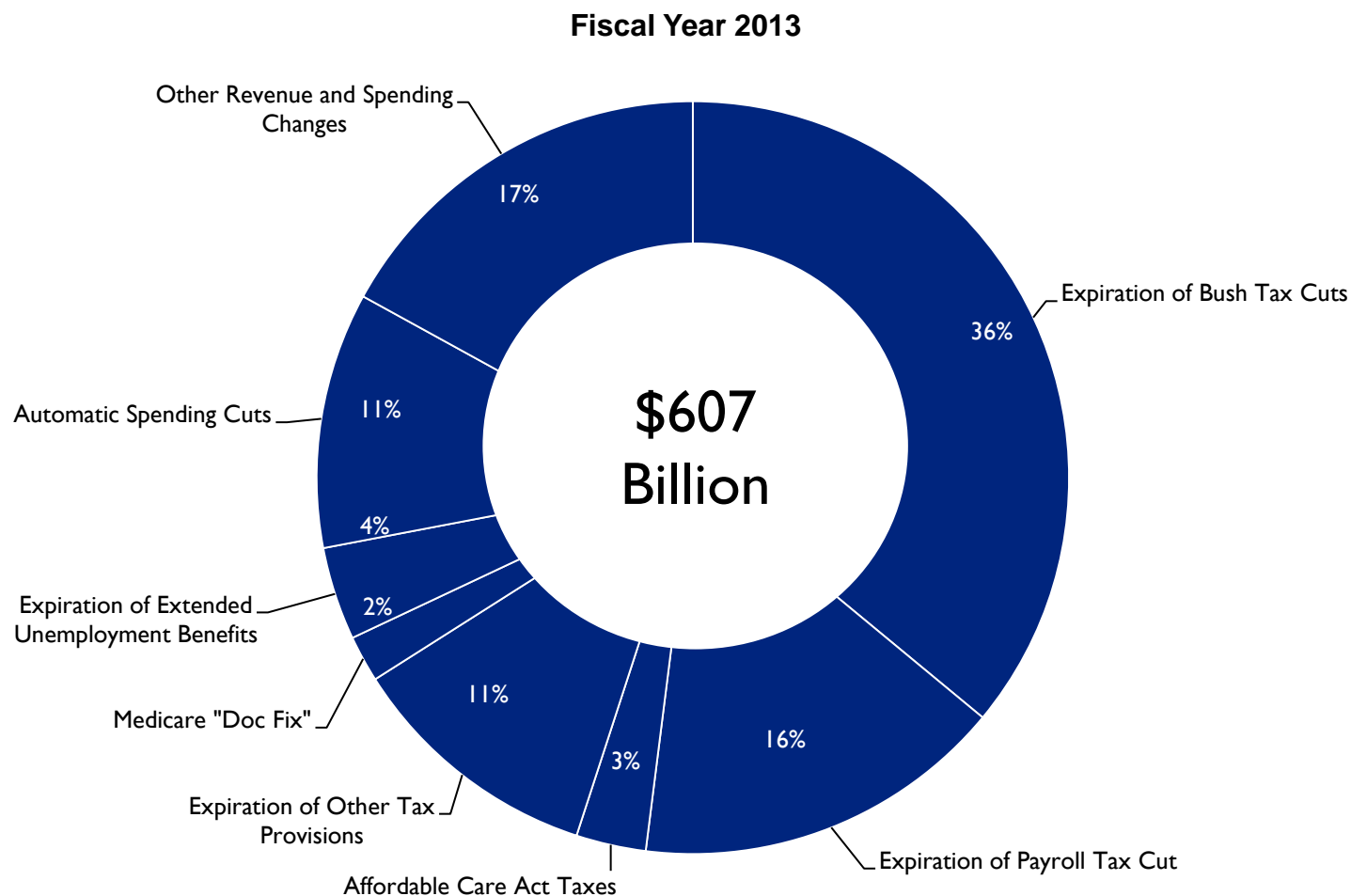
November 9, 2011 versus November 2, 2012



	11/9/11	11/9/12	Change
3 Month	0.01%	0.09%	0.09%
6 Month	0.03%	0.15%	0.12%
1 year	0.08%	0.18%	0.09%
2 year	0.23%	0.26%	0.03%
3 year	0.38%	0.35%	-0.03%
5 year	0.87%	0.64%	-0.23%
10 year	1.96%	1.61%	-0.36%



The Looming “Fiscal Cliff” Creates Uncertainty

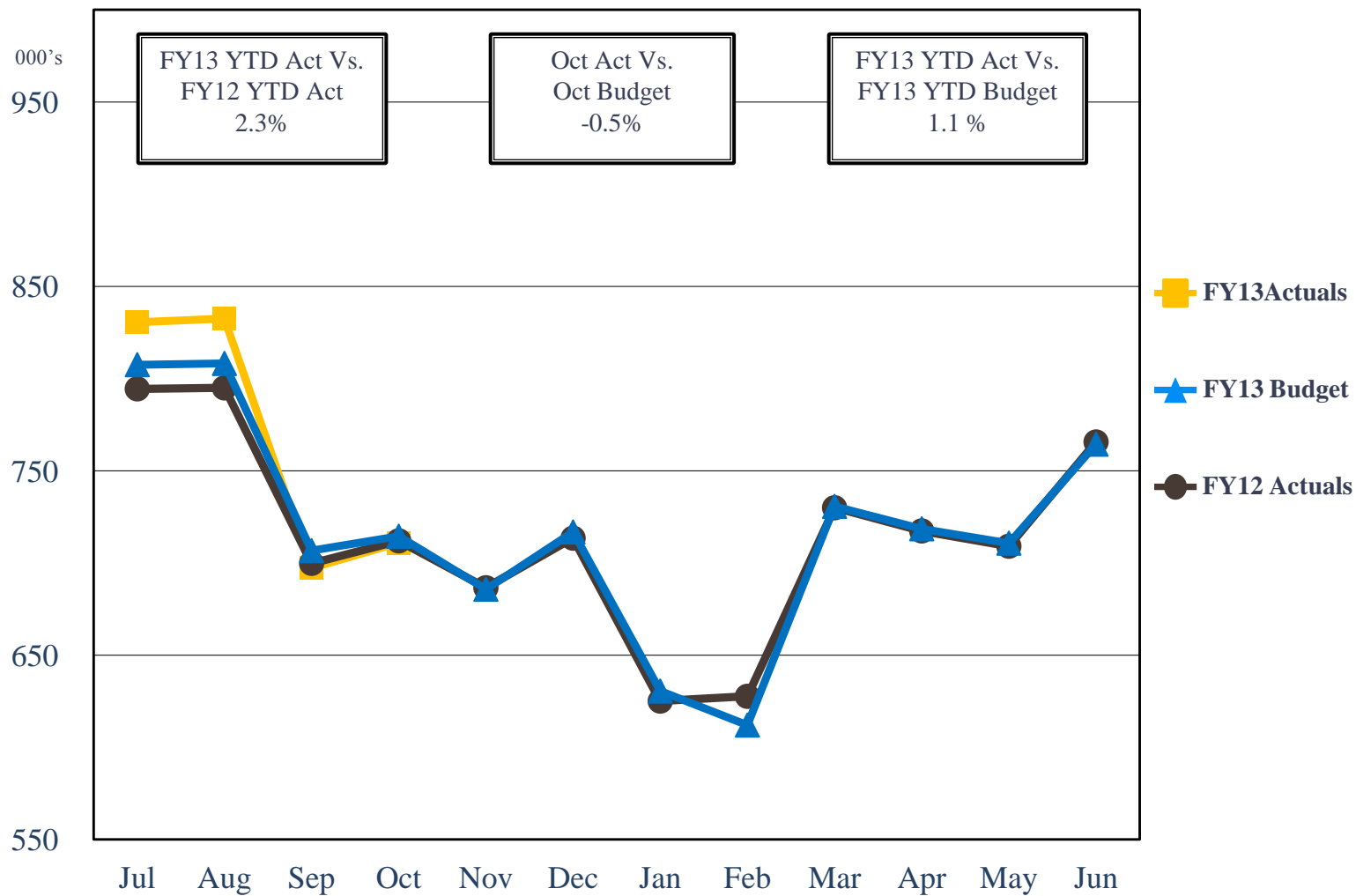


Unaudited Financial Statements For the Four Months Ended October 31, 2012



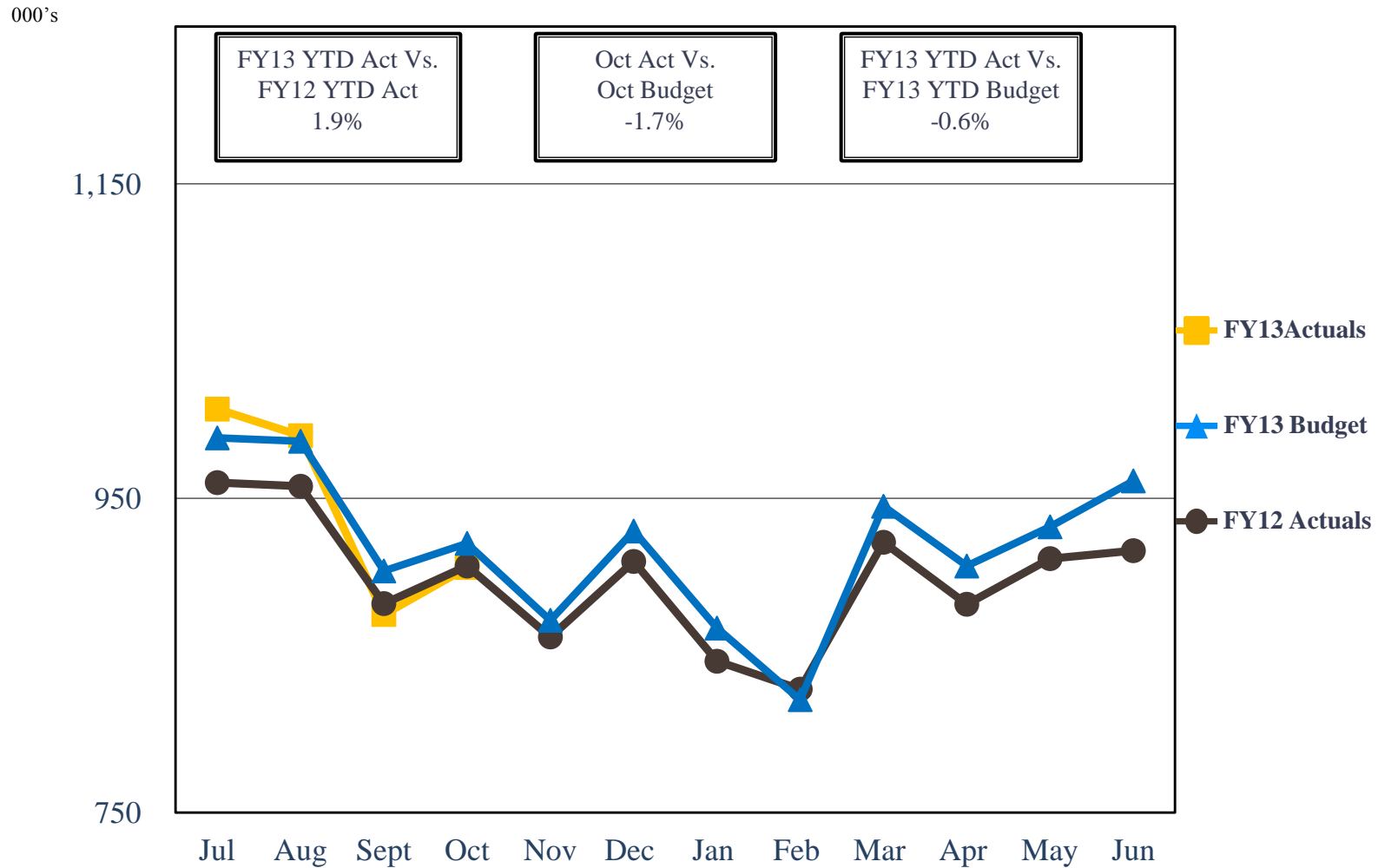


Enplanements



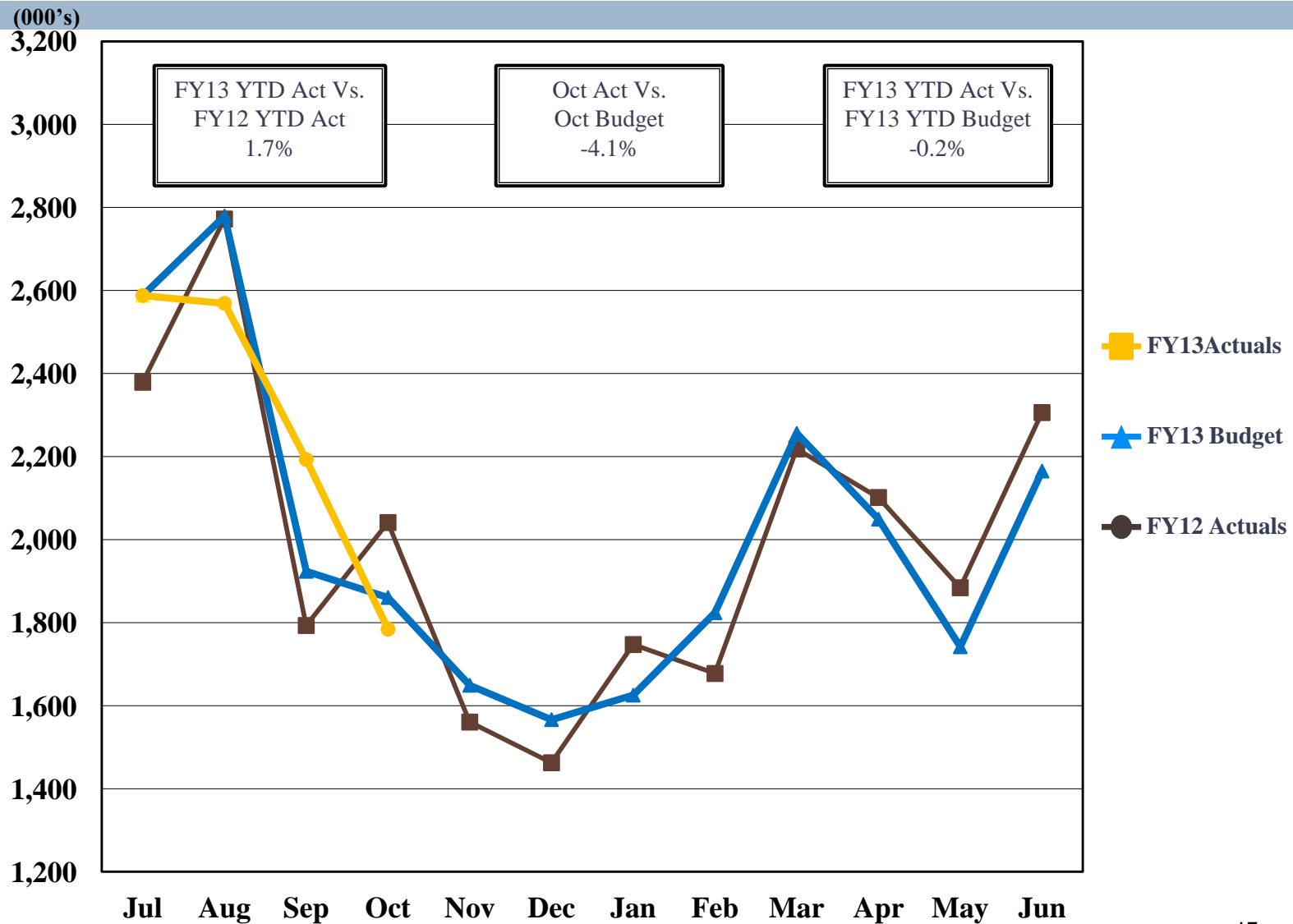


Gross Landing Weight Units (000 lbs)





Car Rental License Fees



Revenues & Expenses (Unaudited)
For the Month Ended
October 31, 2012





Operating Revenues

for the Month Ended October 31, 2012 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Aviation revenue:					
Landing fees	\$ 1,769	\$ 1,735	\$ (34)	(2)%	\$ 1,622
Aircraft parking fees	275	275	0	-	266
Building rentals	3,584	3,626	42	1%	2,758
Security surcharge	1,719	1,719	0	-	1,428
Other aviation revenue	134	134	0	-	132
Total aviation revenue	\$ 7,481	\$ 7,489	\$ 8	-	\$ 6,206



Operating Revenues

for the Month Ended October 31, 2012 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Terminal rent non-airline	\$ 80	\$ 79	\$ (1)	(1)%	\$ 74
Concession revenue:					
Terminal concession revenue:					
Food and beverage	576	555	(21)	(4)%	570
Gifts and news	299	320	21	7%	349
Other	246	257	11	4%	268
Total terminal concession revenue	1,121	1,132	11	1%	1,187
Car rental and license fee revenue:					
Rental car and license fees	1,861	1,784	(77)	(4)%	2,041
License fees-other	237	283	46	19%	232
Total rental car and license fees	2,098	2,067	(31)	(1)%	2,273
Total concession revenue	\$ 3,219	\$ 3,199	\$ (20)	(1)%	\$ 3,460




Operating Revenues

for the Month Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Parking revenue:					
Short-term parking revenue	\$ 429	\$ 476	\$ 47	11%	\$ 406
Long-term parking revenue	2,342	2,551	209	9%	2,521
Total parking revenue	2,771	3,027	256	9%	2,927
Ground transportation permits and citations	129	132	3	2%	126
Ground rentals	652	699	47	7%	530
Grant reimbursements	19	16	(3)	(16)%	17
Other operating revenue	62	74	12	19%	76
Subtotal	3,633	3,948	315	9%	3,676
Total operating revenues	\$ 14,413	\$ 14,715	\$ 302	2%	\$ 13,416

Operating Expenses

for the Month Ended October 31, 2012 (Unaudited)

(In thousands)

	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Operating expenses:					
Salaries and benefits	\$ 3,025	\$ 2,897	\$ 128	4%	\$ 2,745
Contractual services	2,275	2,121	154	7%	2,153
Safety and security	1,801	1,869	(68)	(4)%	1,593
Space rental	973	950	23	2%	946
Utilities	713	619	94	13%	751
Maintenance	500	903	(403)	(81)%	700
Equipment and systems	26	12	14	54%	4
Materials and supplies	33	34	(1)	(3)%	21
Insurance	73	65	8	11%	64
Employee development and support	88	98	(10)	(11)%	73
Business development	262	197	65	25%	183
Equipment rental and repairs	129	166	(37)	(29)%	108
Total operating expenses	\$ 9,898	\$ 9,931	\$ (33)	-	\$ 9,341



Financial Summary

for the Month Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Total operating revenues	\$ 14,413	\$14,715	\$ 302	2%	\$ 13,416
Total operating expenses	9,898	9,931	\$ (33)	-	9,341
Income from operations	4,515	4,784	269	6%	4,075
Depreciation	3,380	3,380	0	2%	3,948
Operating income (loss)	\$ 1,135	\$ 1,404	\$ 269	24%	\$ 128



Nonoperating Revenues & Expenses for the Month Ended October 31, 2012 (Unaudited)



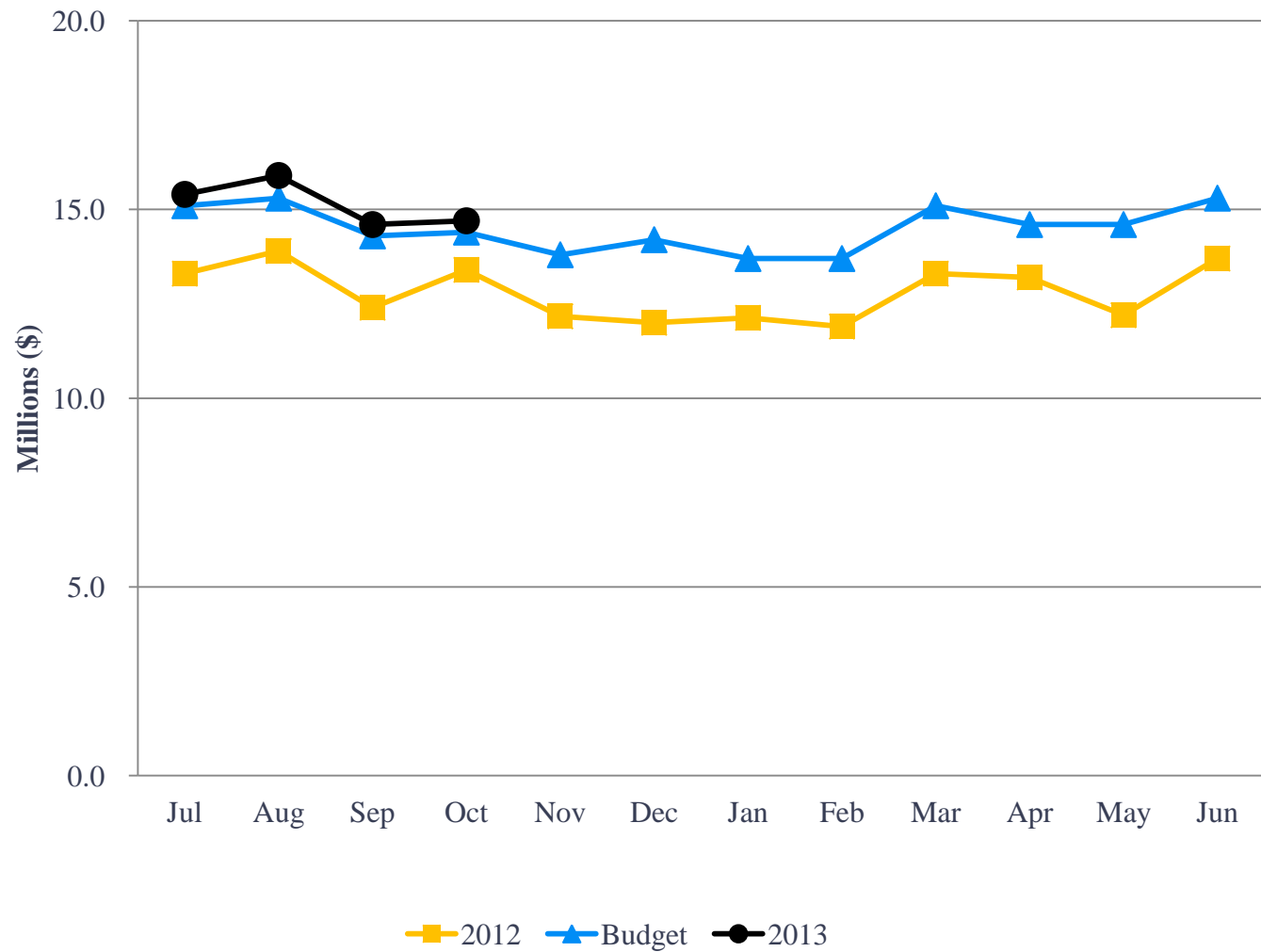
(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Nonoperating revenues (expenses):					
Passenger facility charges	\$ 2,919	\$ 3,054	\$ 135	5%	\$ 3,205
Customer facility charges (ConRAC Facility)	950	1,007	57	6%	1,053
Quieter Home Program	(238)	(249)	(11)	(5)%	(599)
Interest income	373	421	48	13%	496
BAB interest rebate	416	416	0	-	416
Interest expense	(2,928)	52	2,980	102%	(726)
Bond amortization	91	90	(1)	(1)%	203
Other nonoperating revenue (expenses)	(2)	(109)	(107)	-	(2,168)
Nonoperating revenue, net	1,581	4,682	3,101	196%	1,880
Income before grant contributions	2,716	6,086	3,370	124%	2,008
Capital grant contributions	1,462	1,476	14	1%	3,410
Net income	\$ 4,178	\$ 7,562	\$ 3,384	81%	\$ 5,418

Revenues & Expenses (Unaudited)
For the Four Months Ended
October 31, 2012









Monthly Operating Revenue, FY 2013 (Unaudited)



Operating Revenues

for the Four Months Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Aviation revenue:					
Landing fees	\$ 7,302	\$ 7,268	\$ (34)	-	\$ 6,793
Aircraft parking fees	1,100	1,105	5	-	1,059
Building rentals	14,336	14,483	147	1%	10,766
Security surcharge	6,876	6,876	0	-	5,605
Other aviation revenue	529	532	3	1%	531
Total aviation revenue	\$ 30,143	\$ 30,264	\$ 121	-	\$ 24,754



Operating Revenues



for the Four Months Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Terminal rent non-airline	\$ 320	\$ 310	\$ (10)	(3)%	\$ 292
Concession revenue:					
Terminal concession revenue:					
Food and beverage	2,382	2,373	(9)	-	2,168
Gifts and news	1,263	1,417	154	12%	1,436
Other	1,031	986	(45)	(4)%	996
Total terminal concession revenue	4,676	4,776	100	2%	4,600
Car rental and license fee revenue:					
Rental car license fees	9,151	9,134	(17)	-	8,985
License fees-other	959	1,097	138	14%	936
Total rental car and license fees	10,110	10,231	121	1%	9,921
Total concession revenue	\$ 14,788	\$ 15,009	\$ 221	1%	\$ 14,523



Operating Revenues

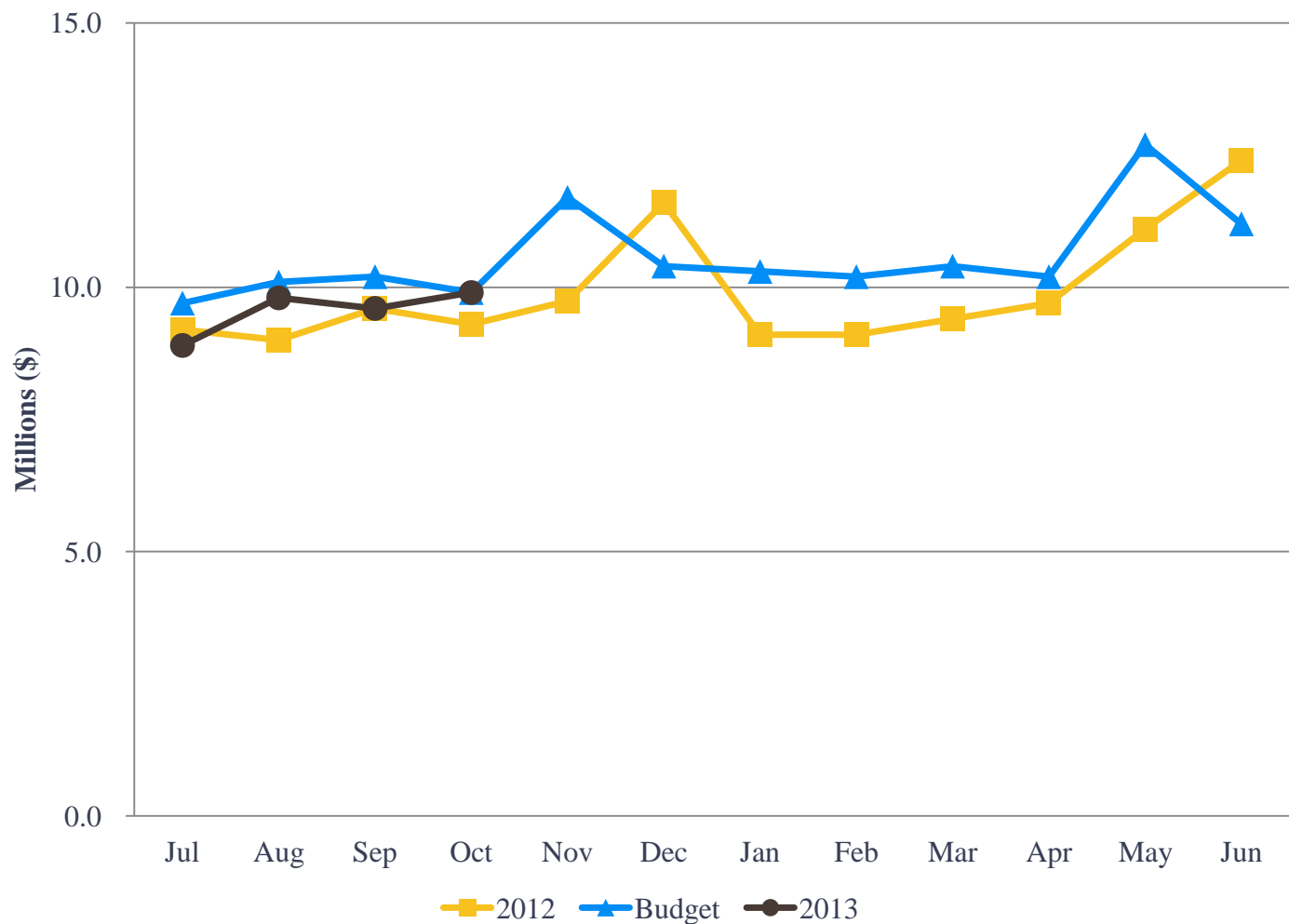
for the Four Months Ended October 31, 2012 (Unaudited)



(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Parking revenue:					
Short-term parking revenue	\$ 1,825	\$ 2,157	\$ 332	18%	\$ 1,685
Long-term parking revenue	8,358	9,373	1,015	12%	8,436
Total parking revenue	10,183	11,530	1,347	13%	10,121
Ground transportation permits and citations	653	447	(206)	(32)%	579
Ground rentals	2,635	2,778	143	5%	2,226
Grant reimbursements	74	64	(10)	(14)%	175
Other operating revenue	249	252	3	1%	296
Subtotal	13,794	15,071	1,277	9%	13,397
Total operating revenues	\$ 59,045	\$ 60,654	\$ 1,609	3%	\$ 52,966



Monthly Operating Expenses, FY 2013 (Unaudited)





Operating Expenses

for the Four Months Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Operating expenses:					
Salaries and benefits	\$ 12,037	\$ 11,378	\$ 659	5%	\$ 11,119
Contractual services	9,166	8,802	364	4%	8,806
Safety and security	7,009	7,118	(109)	(2)%	6,491
Space rental	3,893	3,804	89	2%	3,805
Utilities	2,630	2,437	193	7%	2,760
Maintenance	2,792	2,579	213	8%	2,566
Equipment and systems	175	57	118	67%	40
Materials and supplies	118	104	14	12%	69
Insurance	291	274	17	6%	249
Employee development and support	333	258	75	23%	196
Business development	1,001	784	217	22%	522
Equipment rental and repairs	542	467	75	14%	456
Total operating expenses	\$ 39,987	\$ 38,062	\$ 1,925	5%	\$ 37,079



Financial Summary

for the Four Months Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Total operating revenues	\$ 59,045	\$ 60,654	\$ 1,609	3%	\$ 52,966
Total operating expenses	39,987	38,062	1,925	5%	37,079
Income from operations	19,058	22,592	3,534	19%	15,887
Depreciation	13,855	13,865	(10)	-	16,011
Operating income (loss)	\$ 5,203	\$ 8,727	\$ 3,524	68%	\$ (124)

Nonoperating Revenues & Expenses

for the Four Months Ended October 31, 2012 (Unaudited)

(In thousands)	Budget	Actual	Variance Favorable (Unfavorable)	% Change	Prior Year
Nonoperating revenues (expenses):					
Passenger facility charges	\$ 11,550	\$ 11,953	\$ 403	3%	\$ 11,716
Customer facility charges (ConRAC Facility)	3,827	4,095	268	7%	3,924
Quieter Home Program	(923)	309	1,232	133%	(495)
Interest income	1,493	1,523	30	2%	2,052
BAB interest rebate	1,665	1,665	0	-	1,665
Interest expense	(11,259)	133	11,392	101%	(1,820)
Bond amortization	351	360	9	3%	366
Other nonoperating revenue (expenses)	(7)	(732)	(725)	-	(1,074)
Nonoperating revenue, net	6,697	19,306	12,609	188%	16,334
Income before grant contributions	11,900	28,033	16,133	136%	16,210
Capital grant contributions	5,123	5,478	355	7%	10,582
Net income	\$ 17,023	\$ 33,511	\$ 16,488	97%	\$ 26,792



Balance Sheets (Unaudited)

(In thousands)

October

2012

2011

Current assets:

Cash and investments

\$ 104,199 \$ 87,635

Tenant lease receivable, net of allowance
of 2012: \$52,329 and 2011: \$35,803

6,904 6,739

Grants receivable

5,711 7,904

Notes receivable-current portion

1,441 1,696

Prepaid expenses and other current assets

7,433 9,704

Total current assets

125,688 113,678

Cash designated for capital projects and other

\$ 9,105 \$ 8,304



Balance Sheets (Unaudited)



(In thousands)

October

2012

2011

Restricted assets:

Cash and investments:

Bonds reserve	\$ 47,829	\$ 45,098
Passenger facility charges and interest unapplied	61,161	53,168
Customer facility charges and interest applied*	33,837	23,826
Commercial paper reserve	3	63
SBD bond guarantee	4,000	4,000
Bond proceeds held by trustee	100,216	333,885
Commercial paper interest held by trustee	13	13
Passenger facility charges receivable	4,750	5,342
Customer facility charges receivable*	1,244	1,075
OCIP insurance reserve	6,003	6,239
Total restricted assets	\$ 259,056	\$ 472,709

*ConRAC Facility



Balance Sheets (Unaudited)



Noncurrent assets:

Capital assets:

Land and land improvements
Runways, roads and parking lots
Buildings and structures
Machinery and equipment
Vehicles
Office furniture and equipment
Works of art
Construction-in-progress

Total capital assets

Less: accumulated depreciation

Total capital assets, net

(In thousands)

October

	2012	2011
\$	24,487	\$ 24,482
	269,781	273,649
	461,504	464,492
	12,942	10,329
	5,389	5,423
	31,227	30,646
	2,350	2,446
	727,598	412,401
	1,535,278	1,223,868
	(554,413)	(523,939)
\$	980,865	\$ 699,929



Balance Sheets (Unaudited)



Other assets:

Notes receivable - long-term portion

Investments - long-term portion

Deferred costs - bonds (net)

Net pension asset

Security deposit

Total other assets

Total noncurrent assets

TOTAL ASSETS

(In thousands)

October

	2012	2011
\$	40,894	\$ 42,365
	10,394	7,380
	4,626	4,896
	7,019	7,575
	615	500
	63,548	62,716
	1,044,413	762,645
	\$ 1,438,262	\$ 1,357,336



Balance Sheets (Unaudited)



(In thousands)

October

2012

2011

Current liabilities:

Accounts payable and accrued liabilities

\$ 74,609 \$ 51,608

Deposits and other current liabilities

2,849 2,835

Total current liabilities

77,458 54,443

Current liabilities - payable from restricted assets:

Current portion of long-term debt

5,415 5,905

Accrued interest on bonds

and commercial paper

10,939 10,554

Total liabilities payable from restricted assets

\$ 16,354 \$ 16,459



Balance Sheets (Unaudited)



(In thousands)

October

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

	2012	2011
\$ 19,924	\$ 20,729	
21	108	
1,478	1,577	
623,972	629,974	
645,395	652,388	
\$ 739,207	\$ 723,290	



Balance Sheets (Unaudited)



Authority net assets:

Invested in capital assets, net of related debt

Other restricted

Unrestricted:

Designated

Undesignated

Total net assets

TOTAL LIABILITIES AND NET ASSETS

(In thousands)

October

	2012	2011
\$	430,699	\$ 376,613
	169,863	149,237
	16,124	15,879
	82,369	92,317
	699,055	634,046
\$ 1,438,262	\$ 1,357,336	



Questions

