



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

August 2023 Report (Data through June 30, 2023)

# Executive Summary for August 2023 Report

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

	Prior Year June-22 Data	Prior Month May-23 Data	Current Month June-23 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$136.7	\$128.4	\$200.8
Number of Invoices Paid	225	262	285
Value of Invoices Paid	\$83.7	\$113.2	\$180.1

- The Authority has not made a penalty payment in over six years (77 months) and did not have any aged invoices in the June 2023 reporting period.
- The Authority currently has a total of \$200.8M in disputed invoices, which represents a \$72.4M increase in total disputes from the prior month.

## Cash Management Report (\$ in millions)

	Prior Year June-22 Data	Prior Month May-23 Data	Current Month June-23 Data
Prop IA Bond Fund Ending Cash Balance	\$72.4	\$793.6	\$749.2
Cap-and-Trade Ending Cash Balance	\$2,104.7	\$2,381.2	\$2,562.0
Rail Property Management Fund Ending Cash Balance	\$11.3	\$11.6	\$11.6
<b>Total Funds Ending Cash Balance</b>	<b>\$2,188.5</b>	<b>\$3,186.4</b>	<b>\$3,322.8</b>

- The Proposition IA cash balance fell \$44.4M month-over-month to \$749.2M. Cash expenditures were \$53.7M. The Authority has \$165.8M available through commercial paper for additional Proposition IA cash as needed.
- The Cap-and-Trade cash balance rose \$180.7M month-over-month to \$2.6B. The cash balance also reflects proceeds from the May 2023 auction of \$241.9M.
- A Cap-and-Trade auction occurred on August 16, 2023.
- The Rail Property Management Fund cash balance rose \$38.7K month-over-month to \$11.6M. Payments received totaled \$174.5K and cash expenditures were \$135.8K. The Rail Property Management Fund receives revenues from leases/rents collected on Authority-owned property, and proceeds are used for property-related expenditures.
- In June HSR received \$9,285,000 in Disaster-Response Emergency Operations Account (DREOA) funding for the 2023 Feb/Mar Winter Storms. The amount was calculated based on best estimates at the time on work that had already been performed and expected to be performed due to the flooding that occurred in Fresno, Kings and Tulare counties. DREOA funding is included in the Prop IA cash balance.

# Executive Summary for August 2023 Report

## Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year June-22 Data	Prior Month May-23 Data	Current Month June-23 Data
Budget (Fiscal Year)	\$97.2	\$96.5	\$96.5
Monthly Expenditures	\$14.0	\$7.2	\$10.1
YTD Expenditures	\$67.5	\$63.1	\$73.3
Percentage of Budget Expended YTD	69.4%	65.4%	75.9%
Percentage of Personal Services Budget Expended YTD	70.8%	72.3%	79.6%
Percentage of Operating Expenses and Equipment Expended YTD	65.3%	39.7%	62.2%
Percentage of Fiscal Year Completed	100%	91.7%	100%
Total Authorized Positions	429	429	429
Total Filled Positions	300	354	355
Vacant Positions	129	75	74
Vacancy Rate	30.1%	17.5%	17.2%

- At 100% of the Fiscal Year completed, \$73.3M or 75.9% of the Administrative Budget (\$96.5M) has been spent, resulting in a budget underutilization value of 24.1%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of June 30, 2023, the Authority's vacancy rate is 17.2%. The statewide vacancy rate is 20.4% as of June 30<sup>th</sup>, 2023. The Authority has filled a net total of 55 positions over the past year, (from 300 to 355 filled positions).
- During the reporting month, the Authority completed recruitment for seven vacant position; however, the filled positions were offset by five separations from the Authority and one vacated position from internal promotions/transfers, resulting in a net increase of one filled positions for the reporting month.

# Executive Summary for August 2023 Report

## Capital Outlay Budget Summary

(\$ in millions)

	Prior Year June-22 Data	Prior Month May-23 Data	Current Month June-23 Data
Budget (Fiscal Year)	\$2,312.6	\$2,303.3	\$2,303.3
Monthly Expenditures	\$167.9	\$145.8	\$255.0
YTD Expenditures	\$1,211.7	\$1,087.5	\$1,342.5
Percentage of Budget Expended Year to Date	52.4%	47.2%	58.3%
Percentage of Fiscal Year Completed	100%	91.7%	100%

- At 100% of the fiscal year completed, YTD Capital Outlay expenditures are \$1,342.5M or 58.3% of the fiscal year budget. The underutilization of budget is detailed in the table below.
- Construction Package Monthly Expenditures totaled \$131.4M, which includes: CPI: \$60.2M, CP2-3: \$47.6M, and CP4: \$23.6M.
- Design-Build (DB) Monthly Expenditures totaled \$97.5M, which includes: CPI: \$40.1M, CP2-3: \$42.0M, and CP4: \$15.3M.
  - Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$9.6M, which includes: CPI (\$3.1M), CP2-3 (\$4.2M), and CP4 (\$2.3M)
- As of June 30, 2023, the percentage of DB contract dollars expended to date for each Construction Package are as follows: CPI: 65.1%, CP2-3: 68.1%, and CP4: 91.1%.

## 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: 100%						
<b>Construction</b>	<b>\$1,882.3</b>	<b>\$1,417.2</b>	<b>\$142.4</b>	<b>\$1,123.1</b>	<b>60%</b>	<b>79%</b>
Design Build with TIA Payment*	\$1,109.4	\$798.5	\$97.5	\$839.7	76%	105%
Design Build Contracts w/o TIA Payment*	(\$1,109.4)	(\$798.5)	(\$87.9)	(\$738.1)	67%	92%
Time Impact Analysis (TIA) Payments	n/a	n/a	(\$9.6)	(\$101.6)	9%	13%
Right-of-Way / Third Party	\$259.5	\$200.0	\$17.2	\$81.9	32%	41%
PCM / RDP / ETO / Legal	\$300.1	\$169.4	\$19.2	\$172.1	57%	102%
Environmental Mitigation / Resource Agency	\$44.5	\$40.8	\$3.8	\$19.9	45%	49%
Other Construction (SR 99, Stations, etc.)	\$89.4	\$32.9	\$4.8	\$9.4	11%	29%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$79.4	\$175.7	\$0.0	\$0.0	N/A	N/A
Fiscal-Year Contingency – Transferred Out*	(\$312.7)	n/a	n/a	n/a	(57%)	N/A
<b>Project Development</b>	<b>\$177.6</b>	<b>\$172.9</b>	<b>\$22.8</b>	<b>\$84.5</b>	<b>48%</b>	<b>49%</b>
<b>Bookend Projects (Local Assistance)</b>	<b>\$243.4</b>	<b>\$239.4</b>	<b>\$89.9</b>	<b>\$135.0</b>	<b>55%</b>	<b>56%</b>
<b>TOTAL</b>	<b>\$2,303.3</b>	<b>\$1,829.4</b>	<b>\$255.0</b>	<b>\$1,342.5</b>	<b>58%</b>	<b>73%</b>

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

# Executive Summary for August 2023 Report

## Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$8,537	76.4%
Project Development	\$1,437	12.9%
Local Assistance	\$745	6.7%
Support Funding – Project Delivery	\$120	1.1%
Support Funding – Construction	\$140	1.3%
Administration	\$199	1.8%
<b>Total</b>	<b>\$11,177</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	\$2,522.4	\$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
<b>Total</b>	<b>\$3,550.8</b>	<b>\$2,546.0</b>	<b>\$997.6</b>	<b>\$2,947.2</b>	<b>\$2,522.4</b>	<b>\$448.6</b>

\*Closeout Documents submitted to EPA

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

# Executive Summary for August 2023 Report

## Contracts and Expenditures Report

(\$ in millions)

	Prior Year June-22 Data	Prior Month May-23 Data	Current Month June-23 Data
Number of Contracts	219	230	200
Total Value of Active Contracts	\$9,835.1	\$11,759.3	\$11,799.9
Number of Purchase Orders	100	131	131
Total Value of Purchase Orders	\$3.3	\$3.5	\$4.3
Total Value Contracts and Purchase Orders	\$9,838.3	\$11,762.8	\$11,804.2
Cumulative Small Business Utilization Rate	23.4%	23.6%	23.4%

- 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 June 30, 2023, the Authority had 200 active contracts and 131 active purchase orders (PO's) with a total value of \$11.8B.
- Month-over-Month the value of active contracts increased by \$40.6M.
- The Month-over-Month change in value of active contracts is primarily due to executed change orders for design-build contracts (\$99.1M), with CPI (\$1.1M), CP2-3 (\$88.8M), CP4 (\$9.2M); two contract amendments (\$7.1M); 14 new contracts (\$42.1M); and the removal of 46 expired contracts (\$107.7M).
- The top three new contracts or amendments are SmithGroup (\$14.2M), Arup (\$11.7M), and City of Wasco (\$9M).
- The Authority's Small Business Utilization Rate (SBU) goal is 30.0%. The August-23 report reflects a 23.4% SBU. The current rate represents an 7.2% increase from the inception of SBU reporting in Feb-15 of 16.2%.
- SBU rates by CP (construction) : CPI 24.2%, CP2-3 18.9%, CP4 21.2% and all other contracts (non-construction) 28.3%.
- The 30% SBU goal is comprised of: 17% Small Business (SB) and Micro Business (MB), 10% Disadvantaged Business Enterprise (DBE), and 3% Disabled Veteran Business Enterprise (DVBE). The Authority's overall achievement for each program is: 9.5% SB and MB, 10.0% DBE, and 4.0% DVBE.
- 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 May 31, 2023, there are **778** small businesses actively working on the high-speed rail project, including **262** DBE's and **96** Certified DVBE's.

# Executive Summary for August 2023 Report

## Contingency Summary (data is cumulative through June 30, 2023, \$ in millions)

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
<b>Project Contingency</b>					
CPI	\$2,791.6	\$1.1	\$107.0	\$2,022.4	\$769.2
CP2-3	\$2,691.5	\$88.8	\$0.0	\$1,720.7	\$970.8
CP4	\$518.5	\$9.6	\$0.0	\$407.1	\$111.4
<b>Total Project Contingency Subtotal</b>	<b>\$6,001.6</b>	<b>\$99.5</b>	<b>\$107.0</b>	<b>\$4,150.1</b>	<b>\$1,851.5</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	\$12.1	\$0.0	\$136.4	\$394.4
<b>Other Contingency Subtotal</b>	<b>\$1,231.2</b>	<b>\$12.1</b>	<b>\$0.0</b>	<b>\$272.3</b>	<b>\$958.9</b>
<b>Total Contingency</b>	<b>\$7,232.8</b>	<b>\$111.6</b>	<b>\$107.0</b>	<b>\$4,422.4</b>	<b>\$2,810.4</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 (June 2023 Activity, \$ in millions)

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
<b>Contingency Category: Project Contingency</b>					
	CPI	HSR 13-06	A/B	\$107.0	PG&E and AT&T Facilities Relocation
<b>Total Monthly Change Orders &gt;\$25M and Governance Actions</b>				<b>\$107.0</b>	

### Table Code Legend

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

- Amounts shown in the Total Monthly Authorizations Over \$25M (\$107.0M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.