



# CALIFORNIA

## High-Speed Rail Authority

### **Finance & Audit Committee**

# **Financial Reports Executive Summary**

June 26-27, 2024 Report (Data through April 30, 2024)

# Executive Summary for June 26-27, 2024

(Data through April 30, 2024)

## Accounts Payable Aging And Disputes Report

(\$ in millions)

	Prior Year Apr-23 Data	Prior Month Mar-24 Data	Current Month Apr-24 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$138.5	\$106.3	\$107.1
Number of Invoices Paid	239	283	256
Value of Invoices Paid	\$42.6	\$133.9	\$67.7

- The Authority has not made a penalty payment in over seven years (87 months) and did not have any aged invoices in the April 2024 reporting period.
- The Authority currently has a total of \$107.1M in disputed invoices, which represents a \$836.3K increase in total disputes from the prior month.

## Cash Management Report

(\$ in millions)

	Prior Year Apr-23 Data	Prior Month Mar-24 Data	Current Month Apr-24 Data
Prop 1A Bond Fund Ending CashBalance	\$944.5	\$120.2	\$871.5
Cap-and-Trade Ending Cash Balance	\$2,407.2	\$2,750.3	\$3,051.6
Rail Property Management Fund Ending Cash Balance	\$11.5	\$12.1	\$12.1
<b>Total Funds Ending Cash Balance</b>	<b>\$3,363.3</b>	<b>\$2,882.6</b>	<b>\$3,935.3</b>

- The Proposition 1A cash balance rose \$751.4M month-over-month to \$871.5M. This increase is due to the Authority receiving \$800 million in new bonds sold by STO in April. Cash expenditures were \$49.9M for April. The Authority has an additional \$512M available through commercial paper which was authorized in Spring 2024.
- The Cap-and-Trade cash balance rose \$301.3M month-over-month to \$3.1B. This increase is due to the Authority receiving the February 14<sup>th</sup>, 2024, Cap-and-Trade auction proceeds of \$325.5M in April. Proceeds from the May 22<sup>nd</sup>, 2024, Cap-and-Trade auction are estimated at \$291.6M for the Authority.
- The Rail Property Management Fund cash balance fell \$33.5K month-over-month to \$12.1M. Payments received totaled \$260.6K and cash expenditures were \$294.1K. 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 June 26-27, 2024

(Data through April 30, 2024)

## Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Apr-23 Data	Prior Month Mar-24 Data	Current Month Apr-24 Data
Budget (Fiscal Year)	\$96.5	\$98.0	\$98.0
Monthly Expenditures	\$6.6	\$6.2	\$7.0
YTD Expenditures	\$55.9	\$57.5	\$64.6
Percentage of Budget Expended YTD	58.0%	58.7%	65.9%
Percentage of Personal Services Budget Expended YTD	64.9%	63.2%	70.3%
Percentage of Operating Expenses and Equipment Expended YTD	32.1%	39.4%	46.8%
Percentage of Fiscal Year Completed	83.3%	75.0%	83.3%
Total Authorized Positions	429	429	429
Total Filled Positions	349	362	361
Vacant Positions	<b>80</b>	<b>67</b>	<b>68</b>
Vacancy Rate	18.6%	15.6%	15.9%

- At 83.3% of the Fiscal Year completed, \$64.6M or 65.9% of the Administrative Budget (\$98.0M) has been spent, resulting in a budget underutilization value of 17.5%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of April 2024, the Authority's vacancy rate is 15.9% and the statewide vacancy rate is 19.0%. The Authority has filled a net total of 12 positions over the past year (from 349 to 361 filled positions).
- During the reporting month, the Authority completed recruitment for five vacant positions; however, the filled positions were offset by five separations from the Authority and one vacated position from internal promotions, resulting in a net increase of one vacant position.

# Executive Summary for June 26-27, 2024

(Data through April 30, 2024)

## Capital Outlay Budget Summary

(\$ in millions)

	Prior Year Apr-23 Data	Prior Month Mar-24 Data	Current Month Apr-24 Data
Budget (Fiscal Year)	\$2,303.3	\$1,850.3	\$1,850.3
Monthly Expenditures	\$127.2	\$108.3	\$124.9
YTD Expenditures	\$941.8	\$1,281.6	\$1,406.5
Percentage of Budget Expended Year to Date	40.9%	69.3%	76.0%
Percentage of Fiscal Year Completed	83.3%	75.0%	83.3%

- At 83.3% of the fiscal year completed, YTD Capital Outlay expenditures are \$1,406.5M or 76.0% of the fiscal year budget.
- Construction Package Monthly Expenditures totaled \$104.2M, which includes: CP1: \$38.1M, CP2-3: \$60.4M, and CP4: \$5.6M.
- Design-Build (DB) Monthly Expenditures totaled \$70.4M, which includes: CP1: \$31.3M, CP2-3: \$37.1M, and CP4: \$2.0M.
- Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$16.2M, which includes: CP1: \$12.0M, CP2-3: \$4.2M, and CP4: \$0.0M.
- The percentage of DB contract dollars expended to date for each Construction Package are as follows: CP1: 67.7%, CP2-3: 75.3%, and CP4: 98.2%.

## 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: 83.3%						
<b>Construction</b>	<b>\$1,499.2</b>	<b>\$1,719.6</b>	<b>\$119.9</b>	<b>\$1,287.5</b>	<b>86%</b>	<b>75%</b>
Design Build with TIA Payment*	\$883.0	\$1,276.1	\$70.4	\$1,021.0	116%	80%
Design Build Contracts w/o TIA Payment*	(\$883.0)	(\$1,276.1)	(\$54.2)	(\$934.8)	106%	73%
Time Impact Analysis (TIA) Payments	N/A	N/A	(\$16.2)	(\$86.2)	10%	7%
Right-of-Way / Third Party	\$256.3	\$169.4	\$21.3	\$72.4	28%	43%
PCM / RDP / ETO / Legal	\$263.0	\$220.7	\$25.1	\$181.0	69%	82%
Environmental Mitigation / Resource Agency	\$26.1	\$17.4	\$1.2	\$7.2	28%	42%
Other Construction (SR46, Stations, etc.)	\$43.3	\$35.9	\$1.9	\$5.9	14%	16%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$27.6	\$0.0	\$0.0	\$0.0	N/A	N/A
Fiscal-Year Contingency – Transferred Out*	\$364.5	N/A	N/A	N/A	67%	N/A
<b>Project Development</b>	<b>\$169.6</b>	<b>\$171.5</b>	<b>\$5.0</b>	<b>\$96.3</b>	<b>57%</b>	<b>56%</b>
<b>Bookend Projects (Local Assistance)</b>	<b>\$181.4</b>	<b>\$111.1</b>	<b>\$0.0</b>	<b>\$22.7</b>	<b>13%</b>	<b>20%</b>
<b>TOTAL</b>	<b>\$1,850.3</b>	<b>\$2,002.2</b>	<b>\$124.9</b>	<b>\$1,406.5</b>	<b>76%</b>	<b>70%</b>

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

# Executive Summary for June 26-27, 2024

(Data through April 30, 2024)

## Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$9,830.4	77.8%
Project Development	\$1,524.7	12.1%
Local Assistance	\$759.0	6.0%
Support Funding – Project Delivery	\$140.4	1.1%
Support Funding – Construction	\$164.8	1.3%
Administration	\$215.6	1.7%
<b>Total</b>	<b>\$12,634.9</b>	<b>100.0%</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	\$0.0
FY10 Grant	\$928.6	\$0.0	\$928.6	\$359.8	\$0.0	\$359.8
Brownfields [Closed 2023]	\$0.6	\$0.557	\$0.0	<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	\$60.1	\$0.0	\$60.1
RAISE Grant - Merced Extension (Design)	\$25.0	\$12.7	\$12.3	\$16.0	\$8.1	\$7.9
RAISE Grant - Fresno Depot*	\$20.0	\$0.0	\$20.0	\$13.2	\$0.0	\$13.2
CRISI Grant - Shafter Grade Separation*	\$201.9	\$0.0	\$201.9	\$89.9	\$0.0	\$89.9
Federal State Partnership (FSP) Grant*	\$3,073.6	\$0.0	\$3,073.6	\$768.4	\$0.0	\$768.4
Corridor Identification and Development Program (CIDP) Grant	\$0.5	\$0.0	\$0.5	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
<b>Total</b>	<b>\$6,826.8</b>	<b>\$2,558.7</b>	<b>\$4,261.0</b>	<b>\$3,805.9</b>	<b>\$2,530.5</b>	<b>\$1,299.2</b>

\*Federal Grants awarded, pending formal grant agreements.

# Executive Summary for June 26-27, 2024

(Data through April 30, 2024)

## Contracts and Expenditures Report - Active

(\$ in millions)

	Prior Year Apr-23 Data	Prior Month Mar-24 Data	Current Month Apr-24 Data
Number of Contracts	230	192	191
Total Value of Contracts	\$11,702.6	\$12,633.1	\$12,656.2
Number of Purchase Orders	118	115	107
Total Value of Purchase Orders	\$2.3	\$4.1	\$4.2
Total Value Contracts and Purchase Orders	\$11,704.8	\$12,637.3	\$12,660.3
Total Expenditures Contracts and Purchase Orders	\$7,603.6	\$8,763.3	\$8,818.8
Cumulative Small Business UtilizationRate	23.4%	23.4%	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).
- The Authority has 191 active contracts and 107 active purchase orders (PO's) with a total value of \$12.7B.
- Month-over-Month the value of active contracts increased by \$23.0M. The change in value of active contracts is primarily due to the removal of completed contracts (\$16.5M): and the addition of executed change orders for design-build contracts \$25.3M, with CP1: \$13.0M, CP2-3: \$10.9M, CP4: \$1.3M; five contract amendments \$2.7M; and five new contracts \$3.9M.

## Small Business Utilization

	DBE <sup>1</sup> (10% Min. Target)	DVBE <sup>2</sup> (3% Min. Target)	MB & SB <sup>3</sup>	Totals (Historical 30% Overall Target)
Construction	9.8%	4.0%	8.9%	22.7%
Professional Services	12.9%	2.8%	16.5%	31.5%
Overall Cumulative Total	10.0%	3.9%	9.5%	23.4%

- 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 7.2% increase from the inception of reporting in February 2015 of 16.2%.
- SBU rates for the DBs are as follows: CP1 23.6%, CP2-3 19.7%, CP4 21.3%
- As of March 31, 2024, there are **844** small businesses actively working on the high-speed rail project, including **291** DBE's and **104** 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 June 26-27, 2024

(Data through April 30, 2024)

## Contingency Summary (data is cumulative, \$ in millions)

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
<b>Project Contingency</b>					
CP1	\$2,853.4	\$22.0	\$0.0	\$2,480.1	\$373.3
CP2-3	\$2,712.5	\$10.9	\$0.0	\$2,225.0	\$487.5
CP4	\$538.0	\$1.3	\$0.0	\$492.6	\$45.4
<b>Total Project Contingency Subtotal</b>	<b>\$6,103.9</b>	<b>\$34.3</b>	<b>\$0.0</b>	<b>\$5,197.6</b>	<b>\$906.3</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	\$646.9	\$0.3	\$0.0	\$168.9	\$477.9
<b>Other Contingency Subtotal</b>	<b>\$1,347.3</b>	<b>\$0.3</b>	<b>\$0.0</b>	<b>\$304.9</b>	<b>\$1,042.5</b>
<b>Total Contingency</b>	<b>\$7,451.2</b>	<b>\$34.5</b>	<b>\$0.0</b>	<b>\$5,502.5</b>	<b>\$1,948.7</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 (\$ in millions)

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
<b>Contingency Category: Project Contingency</b>					
None for the reporting month					
<b>Total Monthly Change Orders &gt;\$25M and Governance Actions</b>				<b>\$0.0</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 (\$0.0M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.

# Preliminary Numbers for the July F&A Report

Look Ahead at Next Month's F&A Report with Preliminary Information (Data through May 31, 2024)

## Capital Outlay Expenditure Summary Update

(\$ in millions)	Current Month Apr-24 Data	Preliminary May-24 Data
Construction Package 1 – DB	\$31.3	\$42.3
Construction Package 1 – Total for CP	\$38.1	\$49.8
Construction Package 2-3 – DB	\$37.1	\$92.3
Construction Package 2-3 – Total for CP	\$60.4	\$112.1
Construction Package 4 – DB	\$2.0	\$9.7
Construction Package 4 – Total for CP	\$5.6	\$14.0
All Construction Packages – DB	\$70.4	\$144.3
All Construction Packages – Total CP	\$104.2	\$176.0
All Capital Expenditures – DB's, other CP work, Proj Dev, and Bookends	\$124.9	\$202.8

## Administrative Position Summary Update

	Current Month Apr-24 Data	Preliminary May-24 Data
Authorized Positions	429	429
Filled Positions	361	360
Vacant Positions	68	69
Vacancy Rate	15.9%	16.1%

## Federal Grant Summary

(\$ in millions)	Current Month Apr-24 Data	Preliminary May-24 Data
Previously Awarded Grants	\$6,827	\$6,827
New Grant Awards	\$0	\$0
Pending Grant Applications	\$76 <sup>1</sup>	\$762 <sup>2</sup>

1. Added FFY 24 Grid Resilience and Innovation Partnership (GRIP) Grant for \$60,200,000 (4/17).
2. Added FFY 24 Multimodal Project Discretionary (MEGA) Grant for \$236,095,307 (5/6). Added FFY 24 Consolidated Rail Infrastructure and Safety Improvements (CRISI) Grant for \$449,975,492 (5/28).