



# CALIFORNIA

## High-Speed Rail Authority

### **Finance & Audit Committee**

# **Financial Reports Executive Summary**

Supplemental Committee Report August 22, 2024 (Data through June 30, 2024)

# Executive Summary Supplemental Committee Report August 22, 2024

(Data through June 30, 2024)

## Accounts Payable Aging And Disputes Report

(\$ in millions)

	Prior Year Jun-23 Data	Prior Month May-24 Data	Current Month Jun-24 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$200.8	\$112.0	\$160.2
Number of Invoices Paid	285	250	287
Value of Invoices Paid	\$180.1	\$130.8	\$204.8

- The Authority has not made a penalty payment in over seven years (89 months) and did not have any aged invoices in the June 2024 reporting period.
- The Authority currently has a total of \$160.2M in disputed invoices, which represents a \$48.2M increase in total disputes from the prior month.

## Cash Management Report

(\$ in millions)

	Prior Year Jun-23 Data	Prior Month May-24 Data	Current Month Jun-24 Data
Prop 1A Bond Fund Ending CashBalance	\$749.2	\$526.3	\$446.0
Cap-and-Trade Ending Cash Balance	\$2,562.0	\$3,252.3	\$3,138.3
Rail Property Management Fund Ending Cash Balance	\$11.6	\$12.2	\$12.2
<b>Total Funds Ending Cash Balance</b>	<b>\$3,322.8</b>	<b>\$3,790.8</b>	<b>\$3,596.6</b>

- The Proposition 1A cash balance fell \$80.3M month-over-month to \$446.0M. Cash expenditures were \$80.3M for June. The Authority has an additional \$512M available through commercial paper which was authorized in Spring 2024.
- The Cap-and-Trade cash balance fell \$114.0M month-over-month to \$3.1B. Proceeds from the May 22<sup>nd</sup>, 2024, Cap-and-Trade auction are estimated at \$281.1M for the Authority and is not reflected in this month's report.
- The Rail Property Management Fund stayed consistent at \$12.2M. Payments received totaled \$135.4K and cash expenditures were \$99.7K. 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 Supplemental Committee Report August 22, 2024

(Data through June 30, 2024)

## Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Jun-23 Data	Prior Month May-24 Data	Current Month Jun-24 Data
Budget (Fiscal Year)	\$96.5	\$98.0	\$98.0
Monthly Expenditures	\$10.1	\$7.6	\$10.3
YTD Expenditures	\$73.3	\$72.1	\$82.4
Percentage of Budget Expended YTD	75.9%	73.6%	84.1%
Percentage of Personal Services Budget Expended YTD	79.6%	77.4%	85.3%
Percentage of Operating Expenses and Equipment Expended YTD	62.2%	57.3%	79.1%
Percentage of Fiscal Year Completed	100%	91.7%	100%
Total Authorized Positions	429	429	429
Total Filled Positions	355	360	360
Vacant Positions	74	69	69
Vacancy Rate	17.2%	16.1%	16.1%

- At 100% of the Fiscal Year completed, \$82.4M or 84.1% of the Administrative Budget (\$98.0M) has been spent, resulting in a budget underutilization value of 15.9%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of June 2024, the Authority's vacancy rate is 16.1% and the statewide vacancy rate is 17.6%. The Authority has filled a net total of 5 positions over the past year (from 355 to 360 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, resulting in no change in vacant positions.

# Executive Summary Supplemental Committee Report August 22, 2024

(Data through June 30, 2024)

<b>Capital Outlay Budget Summary</b> (\$ in millions)	Prior Year Jun-23 Data	Prior Month May-24 Data	Current Month Jun-24 Data
Budget (Fiscal Year)	\$2,303.3	\$1,850.3	\$1,850.3
Monthly Expenditures	\$255.0	\$203.0	\$177.0
YTD Expenditures	\$1,342.5	\$1,609.5	\$1,786.5
Percentage of Budget Expended Year to Date	58.3%	87.0%	96.6%
Percentage of Fiscal Year Completed	100%	91.7%	100%

- At 100% of the fiscal year completed, YTD Capital Outlay expenditures are \$1,786.5M or 96.6% of the fiscal year budget.
- Construction Package Monthly Expenditures totaled \$122.9M, which includes: CP1: \$49.2M, CP2-3: \$64.1M, and CP4: \$9.5M.
- Design-Build (DB) Monthly Expenditures totaled \$90.2M, which includes: CP1: \$33.5M, CP2-3: \$54.0M, and CP4: \$2.8M.
- Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$7.1M, which includes: CP1: \$2.9M, CP2-3: \$4.2M, and CP4: \$0.0.
- The percentage of DB contract dollars expended to date for each Construction Package are as follows: CP1: 69.6%, CP2-3: 76.0%, and CP4: 98.4%.

## 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: 100%						
<b>Construction</b>	<b>\$1,631.4</b>	<b>\$1,719.6</b>	<b>\$140.7</b>	<b>\$1,614.7</b>	<b>99%</b>	94%
Design Build with TIA Payment*	\$1,256.4	\$1,276.1	\$90.6	\$1,256.1	100%	98%
Design Build Contracts w/o TIA Payment*	(\$1,256.4)	(\$1,276.1)	(\$83.5)	(\$1,152.9)	92%	90%
Time Impact Analysis (TIA) Payments	N/A	N/A	(\$7.1)	(\$103.2)	8%	8%
Right-of-Way / Third Party	\$111.4	\$169.4	\$16.8	\$108.2	97%	64%
PCM / RDP / ETO / Legal	\$234.7	\$220.7	\$27.2	\$228.0	97%	103%
Environmental Mitigation / Resource Agency	\$13.0	\$17.4	\$2.4	\$10.9	84%	62%
Other Construction (SR46, Stations, etc.)	\$13.9	\$35.9	\$3.8	\$11.6	83%	32%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$2.0	\$0.0	\$0.0	\$0.0	N/A	N/A
Fiscal-Year Contingency – Transferred Out*	\$390.0	N/A	N/A	N/A	72%	N/A
<b>Project Development</b>	<b>\$175.2</b>	<b>\$171.5</b>	<b>\$23.0</b>	<b>\$128.1</b>	<b>73%</b>	75%
<b>Bookend Projects (Local Assistance)</b>	<b>\$43.7</b>	<b>\$111.1</b>	<b>\$13.3</b>	<b>\$43.7</b>	<b>100%</b>	39%
<b>TOTAL</b>	<b>\$1,850.3</b>	<b>\$2,002.2</b>	<b>\$177.0</b>	<b>\$1,786.5</b>	<b>97%</b>	<b>89%</b>

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

# Executive Summary Supplemental Committee Report August 22, 2024

(Data through June 30, 2024)

## Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$10,157.5	77.9%
Project Development	\$1,556.5	11.9%
Local Assistance	\$780.0	6.0%
Support Funding – Project Delivery	\$144.1	1.1%
Support Funding – Construction	\$172.1	1.3%
Administration	\$222.4	1.7%
<b>Total</b>	<b>\$13,032.6</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	Match to Date	Remaining Match
ARRA Grant	\$2,552.6	\$2,545.0	\$0.0	\$2,498.2	\$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	\$14.0	\$11.0	\$16.0	\$9.0	\$7.0
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>\$2,559.6</b>	<b>\$4,259.6</b>	<b>\$3,805.6</b>	<b>\$2,531.3</b>	<b>\$1,298.4</b>

\*Federal Grants awarded, pending formal grant agreements.

# Executive Summary Supplemental Committee Report August 22, 2024

(Data through June 30, 2024)

<b>Contracts and Expenditures Report - Active</b> (\$ in millions)	Prior Year Jun-23 Data	Prior Month May-24 Data	Current Month Jun-24 Data
Number of Contracts	200	183	191
Total Value of Contracts	\$11,799.9	\$12,793.3	\$12,975.6
Number of Purchase Orders	131	111	115
Total Value of Purchase Orders	\$4.3	\$3.7	\$4.0
Total Value Contracts and Purchase Orders	\$11,804.2	\$12,796.9	\$12,979.6
Total Expenditures Contracts and Purchase Orders	\$7,792.2	\$8,925.4	\$9,126.8
Cumulative Small Business Utilization Rate	23.4%	23.6%	23.7%

- 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 115 active purchase orders (PO's) with a total value of \$13.0B.
- Month-over-Month the value of active contracts increased by \$182.3M. The change in value of active contracts is primarily due to executed change orders for design-build contracts \$154.0M (CP1: \$4.2M, CP2-3: \$144.9M, CP4: \$4.8M); the addition of eight new contracts for \$13.7M and four contract amendments \$16.0M; and the removal of 1 completed contract(s) (\$1.5M).

<b>Small Business Utilization</b>	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	10.0%	4.1%	8.9%	23.0%
Professional Services	11.9%	2.9%	17.6%	31.8%
Overall Cumulative Total	10.1%	4.0%	9.6%	23.7%

- 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 7.5% increase from the inception of reporting in February 2015 of 16.2%.
- SBU rates for the DBs are as follows: CP1 23.9%, CP2-3 20.2%, CP4 20.9%
- As of April 30, 2024, there are **848** small businesses actively working on the high-speed rail project, including **294** DBE's and **107** Certified DVBE's.

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

# Executive Summary Supplemental Committee Report August 22, 2024

(Data through June 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	\$4.2	\$0.0	\$2,491.8	\$361.6
CP2-3	\$2,712.5	\$2.0	\$143.1	\$2,394.1	\$318.4
CP4	\$538.0	\$2.2	\$0.0	\$506.3	\$31.6
<b>Total Project Contingency Subtotal</b>	<b>\$6,103.9</b>	<b>\$8.5</b>	<b>\$143.1</b>	<b>\$5,392.2</b>	<b>\$711.7</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	\$0.6	\$0.0	\$170.0	\$476.8
<b>Other Contingency Subtotal</b>	<b>\$1,347.3</b>	<b>\$0.6</b>	<b>\$0.0</b>	<b>\$305.9</b>	<b>\$1,041.4</b>
<b>Total Contingency</b>	<b>\$7,451.2</b>	<b>\$9.0</b>	<b>\$143.1</b>	<b>\$5,698.2</b>	<b>\$1,753.0</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>					
CP 2-3 Contingency	CP2-3	HSR13-57	A/B	\$143.1	DFJV Cross Creek Viaduct and Wildlife Cross
<b>Total Monthly Change Orders &gt;\$25M and Governance Actions</b>				<b>\$143.1</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 (\$143.1M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.