



CALIFORNIA

High-Speed Rail Authority

Finance & Audit Committee

Financial Reports Executive Summary

Supplemental Committee Report November 21, 2024 (Data through September 30, 2024)

Executive Summary for Supplemental Committee Report November 21, 2024

(Data through September 30, 2024)

Accounts Payable Aging And Disputes Report

(\$ in millions)

	Prior Year Sep-23 Data	Prior Month Aug-24 Data	Current Month Sep-24 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$157.2	\$156.5	\$165.0
Number of Invoices Paid	264	249	242
Value of Invoices Paid	\$238.9	\$92.2	\$163.0

- The Authority has not made a penalty payment in over seven years (92 months) and did not have any aged invoices in the September 2024 reporting period.
- The Authority currently has a total of \$165.0M in disputed invoices, which represents a \$8.5M increase in total disputes from the prior month.

Cash Management Report

(\$ in millions)

	Prior Year Sep-23 Data	Prior Month Aug-24 Data	Current Month Sep-24 Data
Prop 1A Bond Fund Ending CashBalance	\$408.6	\$262.2	\$313.3
Cap-and-Trade Ending Cash Balance	\$2,453.7	\$3,361.5	\$3,391.6
Rail Property Management Fund Ending Cash Balance	\$12.0	\$12.3	\$12.3
Total Funds Ending Cash Balance	\$2,874.3	\$3,636.0	\$3,717.3

- The Proposition 1A cash balance rose \$51.1M month-over-month to \$313.3M. This is due to expenditures of \$198.9M for September and proceeds of \$250.0M from the August 2024 bond sale posting for the Authority. The Authority has an additional \$1.3B available through commercial paper which was authorized in Fall 2024.
- The Cap-and-Trade cash balance rose \$30.2M month-over-month to \$3.4B. This increase is due to the expenditure corrections to utilize Prop 1A cash. Additionally the Aug-24 Cap and Trade auction proceed estimates have been updated from \$130.4M to \$150.1M due to additional feedback from the Department of Finance. They have indicated that the offset for forest health was lowered in FY 2024-25. The August proceeds are not reflected in cash balances.
- The Rail Property Management Fund stayed consistent at \$12.3M. Payments received totaled \$169.3K and cash expenditures were \$198.3K. The Rail Property Management Fund receives revenues from leases/rents collected on Authority-owned property, and proceeds are used for property-related expenditures.

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Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Sep-23 Data	Prior Month Aug-24 Data ¹	Current Month Sep-24 Data
Budget (Fiscal Year)	\$95.2	\$111.9	\$111.9
Monthly Expenditures	\$5.8	\$6.5	\$6.1
YTD Expenditures	\$17.7	\$12.2	\$18.3
Percentage of Budget Expended YTD	18.6%	10.9%	16.3%
Percentage of Personal Services Budget Expended YTD	21.0%	12.5%	18.6%
Percentage of Operating Expenses and Equipment Expended YTD	8.9%	3.7%	6.1%
Percentage of Fiscal Year Completed	25.0%	16.7%	25.0%
Total Authorized Positions	429	496	496
Total Filled Positions	361	353	356
Vacant Positions	68	143	140
Vacancy Rate	15.9%	28.8%	28.2%

- At 25.0% of the Fiscal Year completed, \$18.3M or 16.3% of the Administrative Budget (\$111.9M) has been spent, resulting in a budget underutilization value of 8.7%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of September 2024, the Authority's vacancy rate is 28.2% and the statewide vacancy rate is 17.6% (September 30, 2024). The Authority has a net total of five vacant position(s) over the past year (from 361 to 356 filled positions).
- During the reporting month, the Authority completed recruitment for 11 vacant positions; however, the filled positions were offset by four separations, four internal promotions from the Authority, resulting in a net decrease of 3 vacant positions.

Footnote(s):

1. Vacancies in August were previously reported as 144 but have been corrected to 143.

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(Data through September 30, 2024)

Capital Outlay Budget Summary

(\$ in millions)

	Prior Year Sep-23 Data	Prior Month Aug-24 Data	Current Month Sep-24 Data
Budget (Fiscal Year)	\$1,825.3	\$2,629.4	\$2,629.4
Monthly Expenditures	\$123.6	\$141.3	\$132.2
YTD Expenditures	\$441.9	\$260.9	\$393.1
Percentage of Budget Expended Year to Date	24.2%	9.9%	15.0%
Percentage of Fiscal Year Completed	25.0%	16.7%	25.0%

- At 25.0% of the fiscal year completed, YTD Capital Outlay expenditures are \$393.1M or 15.0% of the fiscal year budget.
- Construction Package Monthly Expenditures totaled \$100.1M, which includes: CP1: \$48.5M, CP2-3: \$50.5M, and CP4: \$1.0M.
- Design-Build (DB) Monthly Expenditures totaled \$80.5M, which includes: CP1: \$38.1M, CP2-3: \$42.4M, and CP4: \$56.0K.
- Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$8.9M, which includes: CP1: \$2.9M, CP2-3: \$6.0M, and CP4: \$0.0.
- The percentage of DB contract dollars expended to date for each Construction Package are as follows: CP1: 71.8%, CP2-3: 78.5%, 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: 25.0%						
Construction	\$2,389.2	\$2,389.2	\$111.2	\$338.2	14%	14%
Design Build with TIA Payment*	\$1,277.7	\$1,277.7	\$80.6	\$256.1	20%	20%
Design Build Contracts w/o TIA Payment*	(\$1,277.7)	(\$1,277.7)	(\$71.7)	(\$234.8)	18%	18%
Time Impact Analysis (TIA) Payments	N/A	N/A	(\$8.9)	(\$21.3)	2%	2%
Right-of-Way / Third Party	\$231.8	\$231.8	\$4.7	\$13.7	6%	6%
PCM / RDP / ETO / Legal	\$249.7	\$249.7	\$21.4	\$60.6	24%	24%
Environmental Mitigation / Resource Agency	\$52.1	\$52.1	\$1.1	\$1.9	4%	4%
Other Construction (SR46, Stations, etc.)	\$392.5	\$392.5	\$3.4	\$5.9	1%	1%
Other	\$185.4	\$185.4	\$0.0	\$0.0	N/A	N/A
Project Development	\$149.5	\$149.5	\$8.4	\$35.9	24%	24%
Bookend Projects (Local Assistance)	\$90.7	\$90.7	\$12.7	\$19.0	21%	21%
TOTAL	\$2,629.4	\$2,629.4	\$132.2	\$393.1	15%	15%

*Numbers in parenthesis are non-adds but included to provide additional detail.

Executive Summary for Supplemental Committee Report November 21, 2024

(Data through September 30, 2024)

Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$10,488.1	78.1%
Project Development	\$1,592.7	11.8%
Local Assistance	\$799.0	5.9%
Support Funding – Project Delivery	\$142.8	1.1%
Support Funding – Construction	\$185.8	1.4%
Administration	\$229.0	1.7%
Total	\$13,437.4	100.0%

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	\$19.0	\$6.0	\$16.0	\$12.2	\$3.8
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>
Total	\$6,826.8	\$2,564.6	\$4,254.7	\$3,805.6	\$2,534.5	\$1,295.2

Executive Summary for Supplemental Committee Report November 21, 2024

(Data through September 30, 2024)

Contracts and Expenditures Report - Active

(\$ in millions)

	Prior Year Sep-23 Data	Prior Month Aug-24 Data	Current Month Sep-24 Data
Number of Contracts	201	192	194
Total Value of Contracts	\$12,041.1	\$13,149.3	\$13,264.2
Number of Purchase Orders	123	101	109
Total Value of Purchase Orders	\$4.2	\$3.9	\$3.5
Total Value Contracts and Purchase Orders	\$12,045.3	\$13,153.3	\$13,267.6
Total Expenditures Contracts and Purchase Orders	\$8,041.3	\$9,320.5	\$9,480.6
Cumulative Small Business UtilizationRate	23.6%	23.6%	24.0%

- 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 194 active contracts and 109 active purchase orders (PO's) with a total value of \$13.3B.
- Month-over-Month the value of active contracts increased by \$114.8M. The change in value of active contracts is primarily due to executed change orders for design-build contracts \$24.8M (CP1: \$1.5M, CP2-3: \$22.1M, CP4: \$1.1M); the addition of two new contract(s) for \$511.6K; an amendment of three contract(s) for \$89.6M.

Small Business Utilization

	DBE ¹ (10% Min. Target)	DVBE ² (3% Min. Target)	MB & SB ³	Totals (Historical 30% Overall Target)
Construction	10.1%	4.1%	9.0%	23.2%
Professional Services	14.2%	2.3%	11.8%	28.3%
Overall Cumulative Total	10.7%	3.9%	9.4%	24.0%

- 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 7.8% increase from the inception of reporting in February 2015 of 16.2%.
- SBU rates for the DBs are as follows: CP1 24.0%, CP2-3 20.6%, CP4 20.7%
- As of August 31, 2024, there are **866** small businesses actively working on the high-speed rail project, including **301** DBE's and **108** Certified DVBE's.

Footnote(s):

1. Disadvantaged Business Enterprise (DBE)

2. California Disabled Veteran Business Enterprise (DVBE)

3. Micro Business (MB) & Small Business (SB)

Executive Summary for Supplemental Committee Report November 21, 2024

(Data through September 30, 2024)

Contingency Summary (data is cumulative through September 30, 2024, \$ in millions)

Contingency Category	Monthly Executed (Under \$25M)	Number of Executed Change Orders	Monthly Executed (Over \$25M)	Number of Executed Change Orders
Project Contingency				
CP1	\$1.5	10	\$0.0	0
CP2-3	\$22.1	7	\$0.0	0
CP4	\$1.1	4	\$0.0	0
Project Contingency Subtotal	\$24.8	21	\$0.0	0

Contingency Category	Monthly Executed (Under \$25M)	Number of Executed Change Orders	Monthly Executed (Over \$25M)	Number of Executed Change Orders	Remaining Balance
Other Contingency					
Unallocated Contingency	\$0.0	0	\$0.0	0	83.3%
Interim Use/Project Reserve	\$0.0	0	\$0.0	0	74.1%
Other	\$0.0	0	\$0.0	0	72.9%
Other Contingency Subtotal	\$0.0	0	\$0.0	0	76.9%

Contingency Category	Monthly Executed (Under \$25M)	Number of Executed Change Orders	Monthly Executed (Over \$25M)	Number of Executed Change Orders	Remaining Balance
Total Contingency	\$24.8	21	\$0.0	0	\$1,646.3

- Contingency Category "Other" refers to Non-Design Build Central Valley Scope and Non-Central Valley Scope.

Change Orders and HSR Governance Actions over \$25M (September 2024 Activity, \$ in millions)

Table Code Legend

Contingency Category	Project	Contract #	Code (See legend)	Executed (\$ in millions)	Comments
Contingency Category: Project Contingency					
Total Monthly Change Orders >\$25M and Governance Actions				\$0.0	

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

- Amounts shown in the Total Monthly Executed Over \$25M (\$0.0M) are also included in the Contingency Summary Table.
- Totals include rounding adjustments.