



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

November 2022 Report (Data through September 30, 2022)

# Executive Summary for November 2022 Report

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

	Prior Year Sep-21 Data	Prior Month Aug-22 Data	Current Month Sep-22 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$53.6	\$122.8	\$130.0
Number of Invoices Paid	255	257	260
Value of Invoices Paid	\$139.5	\$112.9	\$100.1

- The Authority has not made a penalty payment in over five years (68 months) and did not have any aged invoices in the September 2022 reporting period.
- The Authority currently has a total of \$130M in disputed invoices, which represents a \$7.1M increase in total disputes from the prior month.

## Cash Management Report (\$ in millions)

	Prior Year Sep-21 Data	Prior Month Aug-22 Data	Current Month Sep-22 Data
Prop IA Bond Fund Ending Cash Balance	\$115.6	\$64.7	\$43.5
Cap-and-Trade Ending Cash Balance	\$1,690.7	\$1,918.7	\$1,822.4
Rail Property Management Fund Ending Cash Balance	\$11.1	\$11.5	\$11.6
<b>Total Funds Ending Cash Balance</b>	<b>\$1,817.4</b>	<b>\$1,994.9</b>	<b>\$1,877.5</b>

- The Proposition IA cash balance fell \$21.2M month-over-month to \$43.5M. No new bond proceeds were received in the reporting month and cash expenditures were \$21.2M. The Authority has \$1.260B available through commercial paper, and expects the Treasurer's Office to sell Proposition IA bonds at the Spring 2023 sale.
- The Cap-and-Trade cash balance fell \$96.3M month-over-month to \$1,822.4M. No quarterly auction proceeds were credited for the month and cash expenditures were \$96.3M. Proceeds from the Aug-2022 Cap-and-Trade auction are estimated at \$160.7M for the Authority, but are not reflected in cash balances as they are still pending allocation by the Department of Finance and the State Controller's Office. The next Cap-and-Trade auction is scheduled for November 16, 2022.
- The Rail Property Management Fund cash balance increased \$100,931 month-over-month to \$11.6M. Payments received totaled \$189,506 and cash expenditures were \$88,575. 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 November 2022 Report

## Administrative Budget and Expenditures Report

(\$ in millions)

	Prior Year Sep-21 Data	Prior Month Aug-22 Data	Current Month Sep-22 Data
Budget (Fiscal Year)	\$91.1	\$93.4	\$93.4
Monthly Expenditures	\$4.5	\$5.0	\$5.5
YTD Expenditures	\$13.1	\$9.7	\$15.2
Percentage of Budget Expended YTD	14.4%	10.4%	16.2%
Percentage of Personal Services Budget Expended YTD	17.6%	13.1%	19.7%
Percentage of Operating Expenses and Equipment Expended YTD	4.2%	1.2%	4.2%
Percentage of Fiscal Year Completed	25.0%	16.7%	25.0%
Total Authorized Positions	429	429	429
Total Filled Positions	283	320	328
Vacant Positions	146	109	101
Vacancy Rate	34.0%	25.4%	23.5%

- At 25% of the Fiscal Year completed, \$15.2M or 16.2% of the Administrative Budget (\$93.4M) has been spent, resulting in a budget underutilization value of 8.8%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of September 30, 2022, the Authority's vacancy rate is 23.5%, primarily due to 73 new state positions being added in the beginning of the 2021-22 fiscal year (Sep-21). The Authority has filled a net total of 45 positions over the past year, (from 283 to 328 filled positions).
- During the reporting month, the Authority completed recruitment for 12 vacant positions; however, the filled positions were offset by 1 separations from the Authority and 3 vacated position from internal promotions/transfers, resulting in a net increase of 8 filled position for the reporting month.

# Executive Summary for November 2022 Report

## Capital Outlay Budget Summary

(\$ in millions)

	Prior Year Sep-21 Data	Prior Month Aug-22 Data	Current Month Sep-22 Data
Budget (Fiscal Year)	\$2,312.6	\$2,303.3	\$2,303.3
Monthly Expenditures	\$65.6	\$69.5	\$74.4
YTD Expenditures	\$256.0	\$136.8	\$211.2
Percentage of Budget Expended Year to Date	11.1%	5.9%	9.2%
Percentage of Fiscal Year Completed	25.0%	16.7%	25.0%

- At 25% of the fiscal year completed, YTD Capital Outlay expenditures are \$211.2M or 9.2% of the fiscal year budget. The underutilization of budget is detailed in the table below.
- Construction Package Monthly Expenditures totaled **\$63.3M**, which includes: CPI: \$20.4M, CP2-3: \$30.5M, and CP4: \$12.4M.
- Design-Build (DB) Monthly Expenditures totaled **\$50.9M**, which includes: CPI: \$15.1M, CP2-3: \$26.5M, and CP4: \$9.2M.
  - Monthly expenditures include CP 1 (\$3.1M) Time Impact Analysis (TIA) settlement payments.
- As of September 30, 2022, the percentage of DB contract dollars expended to date for each Construction Package are as follows: CPI: 63.5%, CP2-3: 69.6%, and CP4: 86.3%.

## 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%						
<b>Construction</b>	<b>\$1,882.4</b>	<b>\$1,882.4</b>	<b>\$70.0</b>	<b>\$197.3</b>	<b>10%</b>	<b>10%</b>
Design Build with TIA Payment*	\$899.8	\$865.3	\$50.9	\$142.4	16%	16%
Design Build Contracts w/o TIA Payment*	(\$899.8)	(\$865.3)	(\$47.8)	(\$124.9)	14%	14%
Time Impact Analysis (TIA) Payments**	<i>n/a</i>	<i>n/a</i>	(\$3.1)	(\$17.5)	2%	2%
Right-of-Way / Third Party	\$252.8	\$250.7	\$2.9	\$8.5	3%	3%
PCM / RDP / ETO / Legal	\$242.1	\$244.3	\$14.6	\$39.7	16%	16%
Environmental Mitigation / Resource Agency	\$41.6	\$40.8	\$1.4	\$5.3	13%	13%
Other Construction (SR 99, Stations, etc.)	\$98.2	\$98.2	\$0.2	\$1.4	1%	1%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$347.9	\$383.1	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
Fiscal-Year Contingency – Transferred Out*	(\$44.1)	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	(8%)	<i>n/a</i>
<b>Project Development</b>	<b>\$177.6</b>	<b>\$177.6</b>	<b>\$1.7</b>	<b>\$3.9</b>	<b>2%</b>	<b>2%</b>
<b>Bookend Projects (Local Assistance)</b>	<b>\$243.4</b>	<b>\$243.4</b>	<b>\$2.7</b>	<b>\$10.1</b>	<b>4%</b>	<b>4%</b>
<b>TOTAL</b>	<b>\$2,303.3</b>	<b>\$2,303.3</b>	<b>\$74.4</b>	<b>\$211.2</b>	<b>9%</b>	<b>9%</b>

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

\*\*Time Impact Analysis (TIA) payment.

# Executive Summary for November 2022 Report

## Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$7,622.9	76%
Project Development	\$1,359.8	14%
Local Assistance	\$620.2	6%
Support Funding – Project Delivery	\$112.5	1%
Support Funding – Construction	\$107.5	1%
Administration	\$176.8	2%
<b>Total</b>	<b>\$9,999.8</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	\$2,545.8	\$0.0	\$2,499.0	\$2,523.7	\$0.0
FY10 Grant	\$928.6	\$0.0	\$928.6	\$359.8	\$0.0	\$359.8
EPA Brownfields	\$.600	\$.451	\$.149	<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	\$50.7	\$0.0	\$50.7
RAISE Grant – Merced Extension (Design)	\$25.0	\$0.0	\$25.0	\$16.0	\$0.0	\$16.0
<b>Total</b>	<b>\$3,530.8</b>	<b>\$2,546.3</b>	<b>\$977.7</b>	<b>\$2,925.5</b>	<b>\$2,523.7</b>	<b>\$426.5</b>

- Federal Grants awarded for Wasco SR 46 Grade Separation (RAISE) and Merced Extension – Design (RAISE) are pending formal grant agreements.

# Executive Summary for November 2022 Report

## Contracts and Expenditures Report

(\$ in millions)

	Prior Year Sep-21 Data	Prior Month Aug-22 Data	Current Month Sep-22 Data
Number of Contracts	201	216	216
Total Value of Contracts	\$8,523.2	\$9,855.9	\$9,979.0
Number of Purchase Orders	51	102	95
Total Value of Purchase Orders	\$2.8	\$3.8	\$3.7
Total Value Contracts and Purchase Orders	\$8,526.0	\$9,859.8	\$9,982.7
Cumulative Small Business Utilization Rate	23.2%	23.3%	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 September 30, 2022, the Authority had 216 active contracts and 95 active purchase orders (PO's) with a total value of \$10.0B.
- Month-over-Month the value of contracts increased by \$123.1M, primarily due to executed change orders for design-build contracts (\$123M) and one contract amendment with the Department of Human Resources (\$75K).
- The Nov-22 report reflects a Small Business Utilization Rate (SBU) of 23.4%. The current rate represents a 7.2% increase from the inception of SBU reporting in Feb-15 of 16.2%.
- 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 August 31, 2022, there are **725** small businesses actively working on the high-speed rail project, including **233** DBE's and **87** Certified DVBE's.

# Executive Summary for November 2022 Report

## Contingency Summary (data is cumulative through September 30, 2022, \$ in millions)

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
<b>Project Contingency</b>					
CPI	\$1,944.5	\$7.9	\$0.0	\$1,508.0	\$436.5
CP2-3	\$1,638.4	\$2.8	\$0.0	\$1,194.1	\$444.4
CP4	\$417.8	\$6.5	\$0.0	\$321.3	\$96.5
<b>Total Project Contingency Subtotal</b>	<b>\$4,000.7</b>	<b>\$17.2</b>	<b>\$0.0</b>	<b>\$3,023.3</b>	<b>\$977.4</b>
<b>Other Contingency</b>					
Unallocated Contingency	\$425.9	\$0.0	\$0.0	\$6.1	\$419.7
Interim Use/Project Reserve	\$208.1	\$0.0	\$0.0	\$53.9	\$154.3
Other	\$525.0	\$0.0	\$0.0	\$80.3	\$444.7
<b>Other Contingency Subtotal</b>	<b>\$1,159.0</b>	<b>\$0.0</b>	<b>\$0.0</b>	<b>\$140.3</b>	<b>\$1,018.7</b>
<b>Total Contingency</b>	<b>\$5,159.7</b>	<b>\$17.2</b>	<b>\$0.0</b>	<b>\$3,163.6</b>	<b>\$1,996.1</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 (September 2022 Activity, \$ in millions)

Contingency Category	Project	Contract #	Code (See legend)	Authorizations (\$ in millions)	Comments
Contingency Category: Project Contingency					
				\$0.0	None
<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 December F&A Report

## Look Ahead at Next Month's F&A Report with Preliminary Data (October 31, 2022)

### Capital Outlay Expenditure Summary Update

(\$ in millions)

	Current Month Sep-22 Data	Preliminary Oct-22 Data
Construction Package 1 – DB	\$15.1	\$16.6
Construction Package 1 – Total for CP	\$20.4	\$21.7
Construction Package 2-3 – DB	\$26.5	\$60.1
Construction Package 2-3 – Total for CP	\$30.5	\$63.6
Construction Package 4 – DB	\$9.2	\$20.9
Construction Package 4 – Total for CP	\$12.4	\$24.5
All Construction Packages – DB	\$50.9	\$97.6
All Construction Packages – Total CP	\$63.3	\$109.8
All Capital Expenditures – DB's, other CP work, Proj Dev, and Bookends	\$74.4	\$122.5

### Administrative Position Summary Update

	Current Month Sep-22 Data	Preliminary Oct-22 Data
Authorized Positions	429	429
Filled Positions	328	327
Vacant Positions	101	102
Vacancy Rate	23.5%	23.8%

### Federal Grant Summary

	Current Month Sep-22 Data	Preliminary Oct-22 Data
(\$ in millions)		
Previously Awarded Grants	\$3,531	\$3,531
New Grant Awards	\$0	\$0
Pending Grant Applications	\$1,268	\$1,335