



CALIFORNIA
High-Speed Rail Authority

Finance & Audit Committee
Financial Reports Executive Summary

Supplemental Committee Report March 21, 2024 (Data through January 31, 2024)

Executive Summary for Supplemental Committee Report March 21, 2024

(Data through January 31, 2024)

Accounts Payable Aging And Disputes Report

(\$ in millions)

	Prior Year Jan-23 Data	Prior Month Dec-23 Data	Current Month Jan-24 Data
Total Aged Invoices	\$0	\$0	\$0
Dispute Summary	\$138.9	\$115.2	\$98.6
Number of Invoices Paid	231	265	286
Value of Invoices Paid	\$50.8	\$274.8	\$84.9

- The Authority has not made a penalty payment in over seven years (84 months) and did not have any aged invoices in the January 2024 reporting period.
- The Authority currently has a total of \$98.6M in disputed invoices, which represents a \$16.5M decrease in total disputes from the prior month.

Cash Management Report

(\$ in millions)

	Prior Year Jan-23 Data	Prior Month Dec-23 Data	Current Month Jan-24 Data
Prop 1A Bond Fund Ending CashBalance	\$89.4	\$119.5	\$58.4
Cap-and-Trade Ending Cash Balance	\$1,642.6	\$2,565.2	\$2,897.2
Rail Property Management Fund Ending Cash Balance	\$11.1	\$12.1	\$12.1
Total Funds Ending Cash Balance	\$1,743.1	\$2,696.7	\$2,967.8

- The Proposition 1A cash balance fell \$61.0M month-over-month to \$58.4M. Cash expenditures were \$64.4M. The Authority has \$409.8M available through commercial paper for additional Proposition 1A cash as needed. On February 7th, 2024, the Treasury's Office issued \$170.0M in Prop 1A commercial paper, proceeds for commercial paper are currently not reflected in this report.
- The Cap-and-Trade cash balance rose \$332.1M month-over-month to \$2.9B. The balance reflects proceeds from the November 2023 auction of \$357.3M. The latest Cap and Trade auction was held February 14th, 2024, and proceeds are estimated at \$325.5M.
- The Rail Property Management Fund cash balance rose \$36.0K month-over-month to \$12.1M. Payments received totaled \$345.1K and cash expenditures were \$309.2K. 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 Jan-23 Data	Prior Month Dec-23 Data	Current Month Jan-24 Data
Budget (Fiscal Year)	\$96.5	\$95.2	\$98.0
Monthly Expenditures	\$6.0	\$7.2	\$6.6
YTD Expenditures	\$38.0	\$37.9	\$44.5
Percentage of Budget Expended YTD	39.3%	39.8%	45.4%
Percentage of Personal Services Budget Expended YTD	44.6%	43.1%	48.8%
Percentage of Operating Expenses and Equipment Expended YTD	20.1%	26.5%	30.9%
Percentage of Fiscal Year Completed	58.3%	50.0%	58.3%
Total Authorized Positions	429	429	429
Total Filled Positions	337	361	364
Vacant Positions	92	68	65
Vacancy Rate	21.4%	15.9%	15.2%

- At 58.3% of the Fiscal Year completed, \$44.5M or 45.4% of the Administrative Budget (\$98.0M) has been spent, resulting in a budget underutilization value of 12.9%. The budget underutilization is due to position vacancies and low OE&E spending.
- As of January 2024, the Authority's vacancy rate is 15.2% and the statewide vacancy rate is 20.0%. The Authority has filled a net total of 27 positions over the past year, (from 337 to 364 filled positions).
- During the reporting month, the Authority completed recruitment for six vacant positions; however, the filled positions were offset by one separation from the Authority and two vacated position from internal promotion, resulting in a net decrease of three vacant positions.

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Capital Outlay Budget Summary (\$ in millions)	Prior Year Jan-23 Data	Prior Month Dec-23 Data	Current Month Jan-24 Data
Budget (Fiscal Year)	\$2,303.3	\$1,825.3	\$1,850.3
Monthly Expenditures	\$81.2	\$138.9	\$102.5
YTD Expenditures	\$613.7	\$967.0	\$1,069.5
Percentage of Budget Expended Year to Date	26.6%	53.0%	57.8%
Percentage of Fiscal Year Completed	58.3%	50.0%	58.3%

- At 58.3% of the fiscal year completed, YTD Capital Outlay expenditures are \$1,069.5M or 57.8% of the fiscal year budget.
- Construction Package Monthly Expenditures totaled \$59.5M, which includes: CP1: \$23.5M, CP2-3: \$25.2M, and CP4: \$10.8M.
- Design-Build (DB) Monthly Expenditures totaled \$41.7M, which includes: CP1: \$14.8M, CP2-3: \$19.6M, and CP4: \$7.3M.
- Monthly expenditures Time Impact Analysis (TIA) settlement payments totaling \$6.1M, which includes: CP1 \$0.0M, CP2-3 \$3.8M, and CP4 \$2.3M.
- The percentage of DB contract dollars expended to date for each Construction Package are as follows: CP1: 66.2%, CP2-3: 72.7%, and CP4: 97.7%.

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: 58.3%						
Construction	\$1,499.2	\$1,719.6	\$70.8	\$982.5	66%	57%
Design Build with TIA Payment*	\$879.3	\$1,276.1	\$41.7	\$810.8	92%	64%
Design Build Contracts w/o TIA Payment*	(\$879.3)	(\$1,276.1)	(\$35.6)	(\$748.2)	85%	59%
Time Impact Analysis (TIA) Payments	N/A	N/A	(\$6.1)	(\$62.6)	7%	5%
Right-of-Way / Third Party	\$259.5	\$169.4	\$6.5	\$46.2	18%	27%
PCM / RDP / ETO / Legal	\$241.5	\$220.7	\$19.9	\$116.9	48%	53%
Environmental Mitigation / Resource Agency	\$26.1	\$17.4	\$0.9	\$4.7	18%	27%
Other Construction (SR46, Stations, etc.)	\$44.8	\$35.9	\$1.7	\$3.8	9%	11%
Fiscal-Year EAC, Project, and Unallocated Contingencies	\$48.2	\$0.0	\$0.0	\$0.0	N/A	N/A
Fiscal-Year Contingency – Transferred Out*	\$343.9	N/A	N/A	N/A	63%	N/A
Project Development	\$169.6	\$171.5	\$13.4	\$68.8	41%	40%
Bookend Projects (Local Assistance)	\$181.4	\$111.1	\$18.2	\$18.2	10%	16%
TOTAL	\$1,850.3	\$2,002.2	\$102.5	\$1,069.5	58%	53%

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

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(Data through January 31, 2024)

Total Project Expenditures

Program Category	Expenditures to Date (\$ in millions)	Percentage of Total Expenditures
Construction	\$9,524	77.5%
Project Development	\$1,502	12.2%
Local Assistance	\$763	6.2%
Support Funding – Project Delivery	\$141	1.2%
Support Funding – Construction	\$145	1.2%
Administration	\$214	1.7%
Total	\$12,289.2	100%

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
FY10 Grant	\$928.6	\$0.0	\$928.6	\$359.8	\$0.0	\$359.8
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
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	\$6,826.2	\$2,545.4	\$4,273.6	\$3,805.5	\$2,522.3	\$1,306.9

*Federal Grants awarded, pending formal grant agreements.

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(Data through January 31, 2024)

<u>Contracts and Expenditures Report</u> (\$ in millions)	Prior Year Jan-23 Data	Prior Month Dec-23 Data	Current Month Jan-24 Data
Number of Contracts	217	204	209
Total Value of Active Contracts	\$10,906.3	\$12,623.7	\$12,711.1
Number of Purchase Orders	77	119	125
Total Value of Purchase Orders	\$3.4	\$3.8	\$3.9
Total Value Contracts and Purchase Orders	\$10,909.8	\$12,627.5	\$12,715.0
Cumulative Small Business Utilization Rate	23.3%	23.1%	22.7%

- 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 209 active contracts and 125 active purchase orders (PO's) with a total value of \$12.7B.
- Month-over-Month the value of active contracts increased by \$87.4M. The change in value of active contracts is primarily due to executed change orders for design-build contracts (\$83.5M), with CP1 (\$67.7M), CP2-3 (\$6.8M), CP4 (\$8.9M); four new contracts (\$4.0M).

<u>Small Business Utilization</u>	DBE ¹ (10% Min. Target)	DVBE ² (3% Min. Target)	MB & SB ³	Totals (Historic 30% Overall Target)
Construction	9.6%	4.0%	8.8%	22.3%
Professional Services	12.7%	2.7%	12.7%	28.1%
Overall Cumulative Total	9.8%	3.9%	9.0%	22.7%

- 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 6.5% increase from the inception of reporting in February 2015 of 16.2%.
- SBU rates for the DBs are as follows: CP1 23.5%, CP2-3 18.5%, CP4 21.4%
- As of December 31, 2023, there are **822** small businesses actively working on the high-speed rail project, including **287** DBE's and **101** Certified DVBE's.

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

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

Contingency Category	Total Allocation	Monthly Authorized (Under \$25M)	Monthly Authorized (Over \$25M)	Cumulative Authorized	Remaining Balance
Project Contingency					
CP1	\$2,853.4	\$20.4	\$154.4	\$2,449.5	\$403.9
CP2-3	\$2,712.5	\$6.8	\$0.0	\$2,113.8	\$598.7
CP4	\$538.0	\$8.9	\$0.0	\$470.4	\$67.6
Total Project Contingency Subtotal	\$6,103.9	\$36.1	\$154.4	\$5,033.7	\$1,070.2
Other Contingency					
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	\$1.3	\$0.0	\$168.1	\$478.7
Other Contingency Subtotal	\$1,347.3	\$1.3	\$0.0	\$304.0	\$1,043.3
Total Contingency	\$7,451.2	\$37.4	\$154.4	\$5,337.7	\$2,113.5

- 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
Contingency Category: Project Contingency					
CP 1 Contingency	CP 1	HSR13-06	A/B	\$62.5	TPZP – PGE/ATT Facilities Relocation (CO 48.9)
CP 1 Contingency	CP 1	HSR13-06	A/B	\$91.9	Wong Harris – PCM Increase
Total Monthly Change Orders >\$25M and Governance Actions				\$154.4	

Table Code Legend

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

- Amounts shown in the Total Monthly Authorizations Over \$25M (\$154.4M) are also included in the Contingency Summary Table.
- Authorization totals include rounding adjustments.