

# Proposed Harbor Department Budget for Fiscal Year 2014



Port of  
**LONG BEACH**  
The Green Port

Al Moro  
Acting Executive Director



**\$1.02 Billion Budget**  
Harbor Department's biggest-ever  
spending plan, with a Port-industry leading  
**\$788 million capital program.**

Port of **LONG BEACH**

# Highlights

- FY2014 Budget totals \$1.02 billion
  - \$63 million or 6.6% more than FY2013 budget
- Increased expenditures:
  - \$44 million more in capital outlay
  - \$8 million in port operations
  - \$5 million in personal services (staffing)
  - \$2 million in interdepartmental charges
- \$200 million in borrowing each year in FY2013 and 2014
- Tidelands Transfer of \$18.4 million, the highest ever
- Investing \$7 million in the Community Mitigation Grant Program

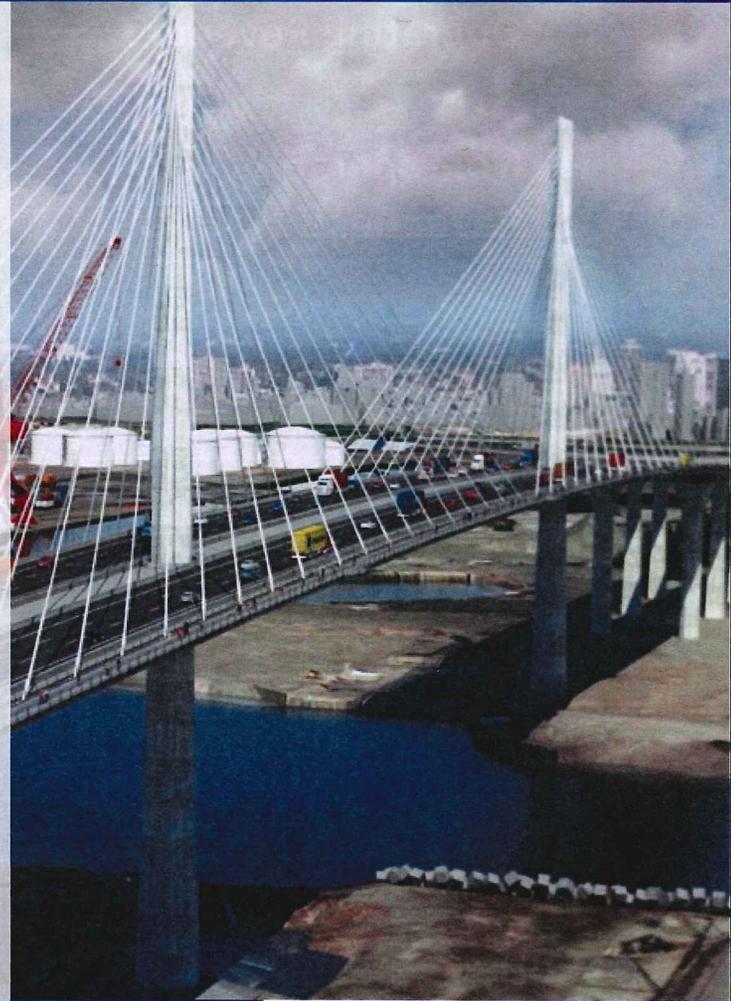


**New Business**  
World's No. 2 and 3  
shipping lines bringing  
more business to Long  
Beach

Port of **LONG BEACH**

## Revenue Assumptions

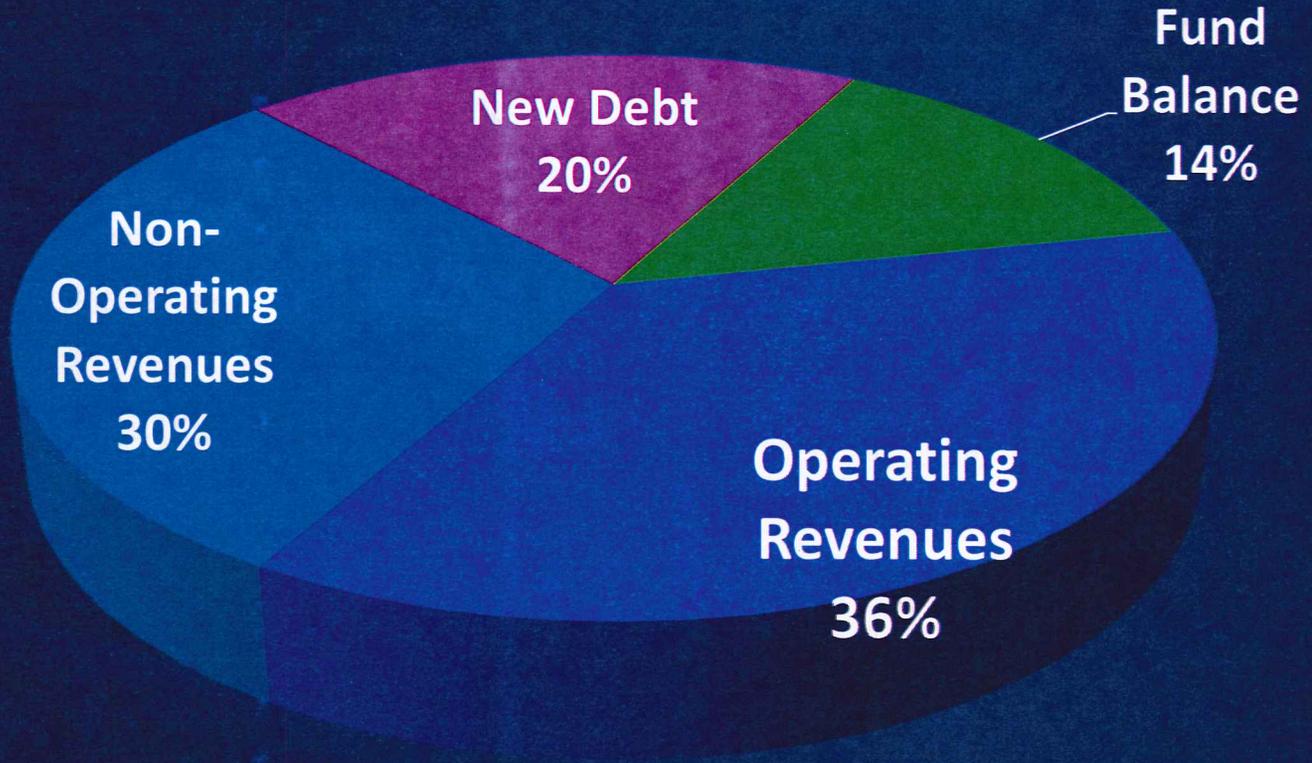
- FY2014 operating revenue is budgeted at 2% higher than FY2013 estimated
- Increase in Non-Operating Revenue from Gerald Desmond Bridge spending and grant reimbursement



## Sources of Funds (\$000)

<b>Operating Revenues</b>		<b>375,208</b>
<b>Non-operating Revenues</b>		<b>304,654</b>
	Interest Income	2,889
	Equity Income Joint Venture	2,500
	Clean Trucks Program	1,000
	Other Agencies	298,265
<b>New Debt Issuance</b>		<b>200,000</b>
<b>Fund Balance</b>		<b>143,468</b>
<b>Total Funds Available</b>		<b>1,023,330</b>

# Sources of Funds



## New Debt

- Port maintains a high 'AA' credit rating
- Lines of credit with 2 banks for up to \$200 million total
- Completing TIFIA loan
  - Requested \$216 million for POLB's share of Gerald Desmond Bridge cost
  - Will seek to Harbor Commission and City Council approval in early FY2014

## Expenditure Highlights

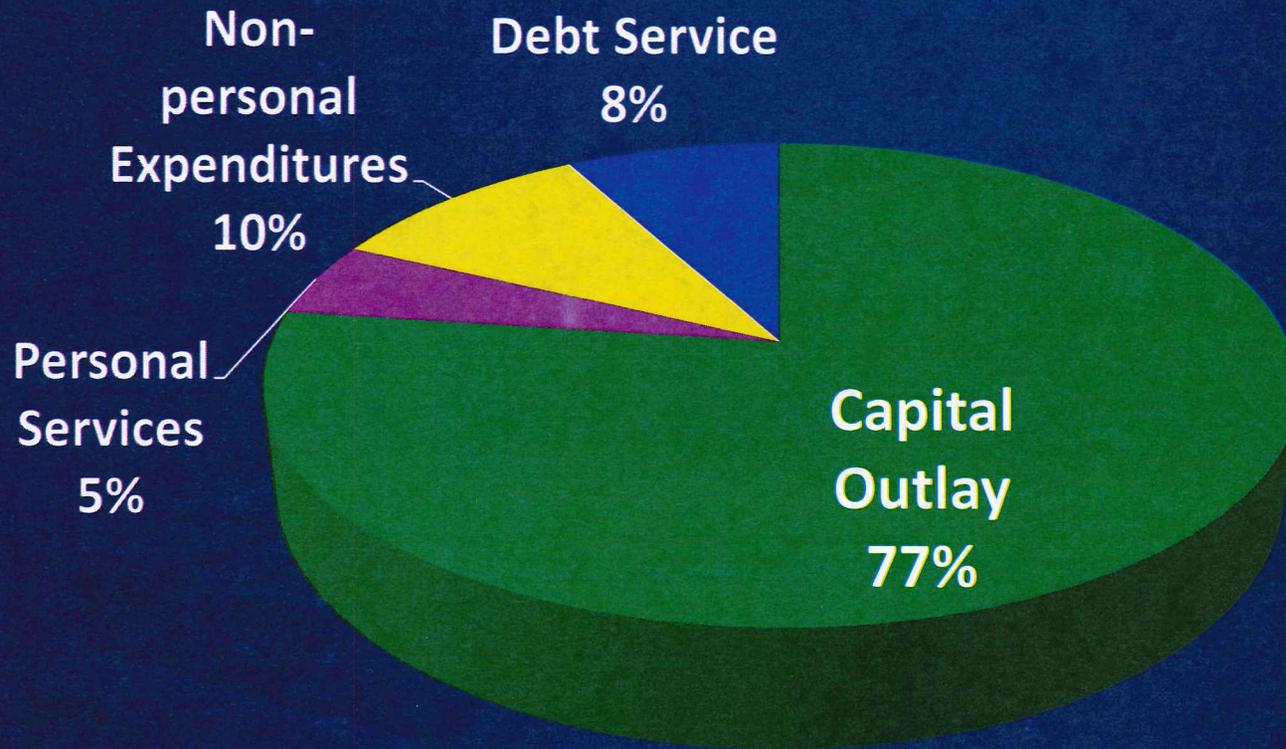
- Adding 52 staff, including:
  - 33 engineering positions
  - 12 security positions
- Higher operations expense:
  - Increases in deferred maintenance
  - Maintenance dredging
- Capital spending in FY2013 very close to budget



## Uses of Funds (Expenditures\$000)

<b>Personal Services</b>		<b>55,461</b>
<b>Non-Personal</b>		
	Port Operations	44,098
	Interdepartmental Charges	28,080
	Clean Trucks	4,900
	Furniture, Fixtures, Equip.	2,888
	Headquarters Relocation	500
	Tidelands Transfer	18,373
<b>Debt</b>		<b>81,370</b>
<b>Capital Outlay</b>		<b>787,662</b>
<b>Total Est. Expenditures</b>		<b>1,023,330</b>

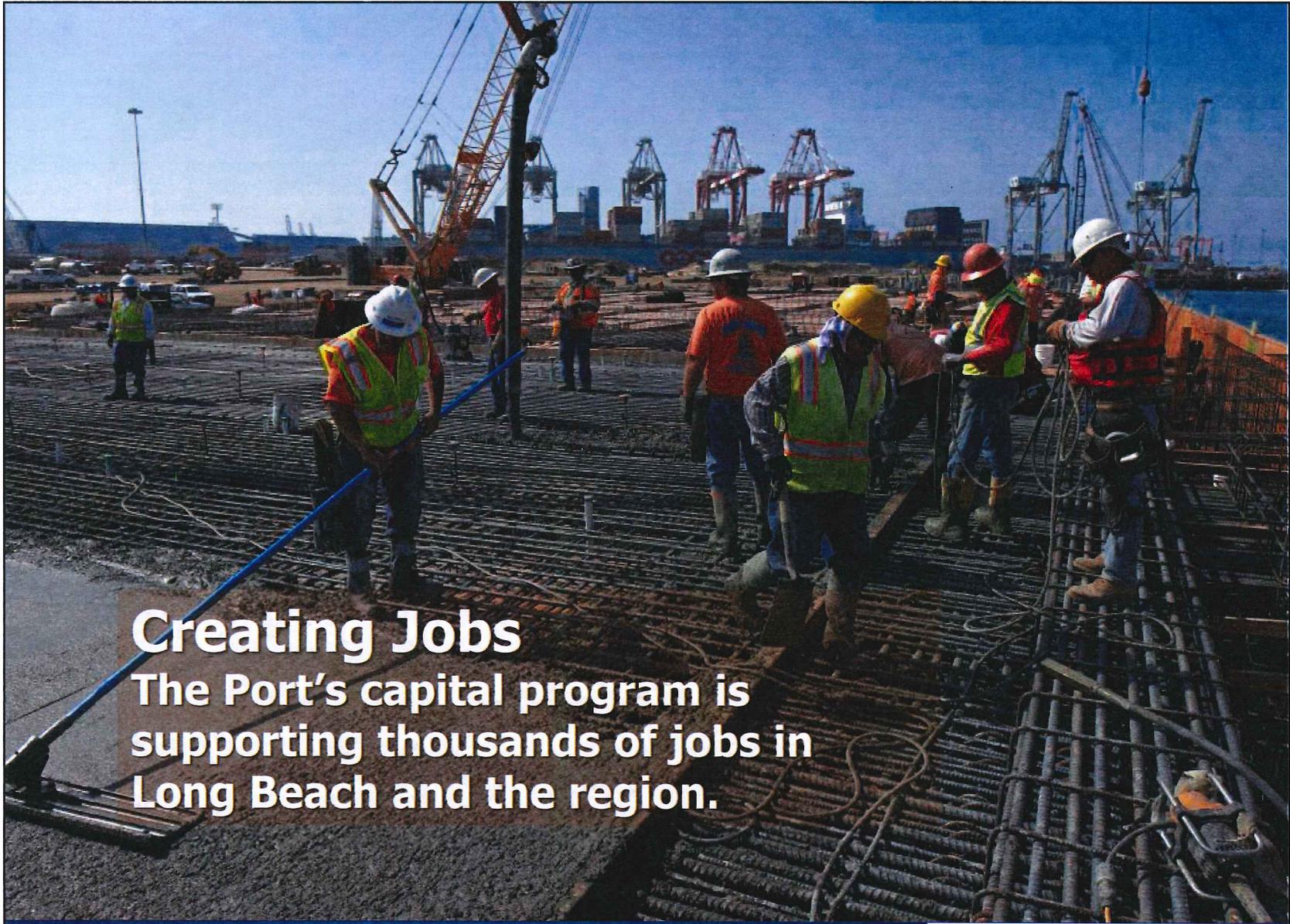
# Uses of Funds



Port of **LONG BEACH**

## Capital Budget (\$000)

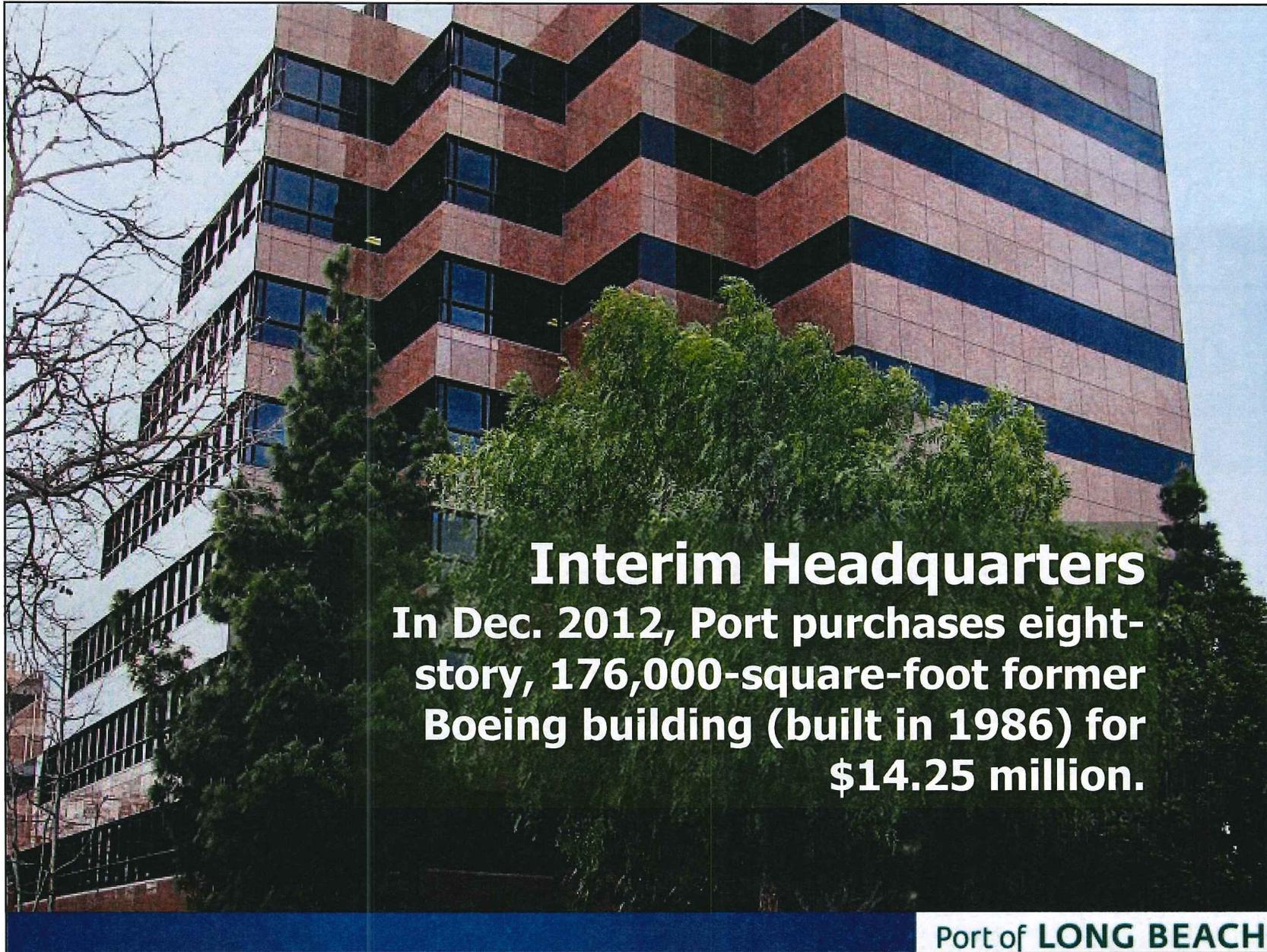
Gerald Desmond Bridge	284,110
Middle Harbor	214,446
Security Projects	61,465
Pier G	60,122
Other Streets, Bridges & Rail	49,576
Cold Ironing	39,537
Wetlands Mitigation	10,000
Back Channel Navigation	9,763
Pier T Cranes	8,848
Maintenance Facility	7,856
Middle Harbor Mitigation Program	7,000
Temporary Headquarters	6,690
Other	28,249
<b>Total Projects</b>	<b>787,662</b>



## **Creating Jobs**

**The Port's capital program is supporting thousands of jobs in Long Beach and the region.**

Port of **LONG BEACH**



## **Interim Headquarters**

**In Dec. 2012, Port purchases eight-story, 176,000-square-foot former Boeing building (built in 1986) for \$14.25 million.**

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**In Conclusion**  
Rebounding cargo  
volumes and growing  
capital programs are  
supporting thousands  
of jobs.

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# Questions