



**CITY OF TACOMA**  
**DEPARTMENT OF PUBLIC WORKS**  
**TACOMA RAIL MOUNTAIN DIVISION**

**SEPTEMBER 2017**  
**FINANCIAL REPORT**



CITY OF TACOMA, WASHINGTON  
DEPARTMENT OF PUBLIC WORKS

# TACOMA RAIL MOUNTAIN DIVISION

(TACOMA EASTERN RAILROAD)

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*Note: These financial statements are interim, unaudited reports prepared primarily for the use of management. Not all transactions reported in these statements have been recorded on the full accrual basis of accounting or in accordance with generally accepted accounting principles.*

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CITY OF TACOMA, WASHINGTON  
DEPARTMENT OF PUBLIC WORKS  
TACOMA RAIL MOUNTAIN DIVISION

STATEMENTS OF NET POSITION

<b>ASSETS</b>	SEPTEMBER 30,	
	2017	2016
<b>FIXED</b>		
Land .....	\$1,109,705	\$1,109,705
Building .....	366,750	366,750
Other Improvements .....	23,234,729	25,586,504
Equipment .....	2,834,035	2,834,035
Less Accumulated Depreciation .....	(9,477,927)	(8,922,778)
Net Fixed Assets .....	18,067,292	20,974,216
<b>CURRENT AND ACCRUED ASSETS</b>		
Current Fund Cash & Pooled Investments .....	1,158,312	899,731
Debt Service Fund Cash .....	-	5,549
Accounts Receivable .....	218,416	243,606
Prepayments .....	13,547	8,783
Total Current and Accrued Assets .....	1,390,275	1,157,669
<b>TOTAL ASSETS</b> .....	<b>\$19,457,567</b>	<b>\$22,131,885</b>
<b>NET POSITION AND LIABILITIES</b>		
<b>NET POSITION</b>		
Net Investment in Capital Assets .....	\$18,067,292	\$18,723,115
Unrestricted .....	1,110,210	927,450
Total Net Assets .....	19,177,502	19,650,565
<b>LONG-TERM DEBT</b>		
Interfund Loan Payable .....	-	2,251,100
Total Long-Term Liabilities .....	-	2,251,100
<b>CURRENT AND ACCRUED LIABILITIES</b>		
Accounts & Notes Payable .....	82,970	17,328
Deposits Payable .....	195,050	195,050
Taxes Payable .....	2,045	12,293
Interest Payable .....	-	5,549
Total Current and Accrued Liabilities .....	280,065	230,220
<b>TOTAL NET POSITION AND LIABILITIES</b> .....	<b>\$19,457,567</b>	<b>\$22,131,885</b>

CITY OF TACOMA, WASHINGTON  
DEPARTMENT OF PUBLIC WORKS  
TACOMA RAIL MOUNTAIN DIVISION

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

	SEPTEMBER 2017	SEPTEMBER 2016
<b>OPERATING REVENUES</b>		
Switching Revenues .....	\$95,808	\$75,315
Demurrage and Other Operating Revenues .....	27,893	8,767
Total Operating Revenues .....	123,701	84,082
<b>OPERATING EXPENSES</b>		
MAINTENANCE OF WAY AND STRUCTURES		
Salaries and Wages .....	29,193	17,874
Supplies and Expense .....	78,928	28,338
MECHANICAL		
Supplies and Expense .....	-	161
TRANSPORTATION		
Salaries and Wages .....	73,737	27,153
Supplies and Expense .....	36,677	15,433
ADMINISTRATION AND GENERAL EXPENSE		
Supplies and Expense .....	9,222	25,986
TAXES - STATE .....	2,012	1,410
DEPRECIATION .....	68,683	74,622
Total Operating Expenses .....	298,452	190,977
<b>OPERATING INCOME (LOSS) .....</b>	(174,751)	(106,895)
NON-OPERATING REVENUES (EXPENSES)		
Interest Income .....	1,188	740
Miscellaneous .....	33,712	9,375
Interest Expense .....	-	(1,919)
Net Non-Operating Revenues .....	34,900	8,196
<b>CHANGE IN NET POSITION .....</b>	(\$139,851)	(\$98,699)
<b>TOTAL NET POSITION - JANUARY 1 .....</b>		
<b>TOTAL NET POSITION - SEPTEMBER 30 .....</b>		

\* Year-to-date Interest Income for 2017 includes a reclassification of interest from Miscellaneous.

YEAR TO DATE			
SEPTEMBER 30, 2017	SEPTEMBER 30, 2016	2017/2016 VARIANCE	PERCENT CHANGE
\$673,818	\$719,712	(\$45,894)	-6.4%
140,790	165,580	(24,790)	-15.0%
814,608	885,292	(70,684)	-8.0%
181,795	141,127	40,668	28.8%
368,569	342,784	25,785	7.5%
4,235	2,131	2,104	98.7%
374,503	347,759	26,744	7.7%
205,396	186,996	18,400	9.8%
183,544	256,384	(72,840)	-28.4%
14,191	14,969	(778)	-5.2%
618,147	671,596	(53,449)	-8.0%
1,950,380	1,963,746	(13,366)	-0.7%
(1,135,772)	(1,078,454)	(57,318)	5.3%
21,730	6,904	14,826	214.7%
219,378	124,138	95,240	76.7%
580	(16,822)	17,402	-103.4%
241,688	114,220	127,468	111.6%
(894,084)	(964,234)	\$70,150	-7.3%
20,071,586	20,614,799		
<u>\$19,177,502</u>	<u>\$19,650,565</u>		

CITY OF TACOMA, WASHINGTON  
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STATEMENTS OF CASH FLOWS

	YEAR TO DATE	
	SEPTEMBER 30, 2017	SEPTEMBER 30, 2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash from Customers .....	\$911,387	\$961,072
Cash Paid to Suppliers .....	(942,343)	(711,788)
Cash Paid to Employees .....	(556,298)	(488,886)
Taxes Paid .....	(96,902)	(22,372)
Net Cash Used in Operating Activities .....	(\$684,156)	(\$261,974)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Interest Paid .....	(5,217)	(16,462)
Proceeds from Leased Property .....	219,378	124,138
Net Cash Provided by Capital and Related Financing Activities .....	214,161	107,676
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on Investments .....	21,730	6,904
Net Cash Provided by Investing Activities .....	21,730	6,904
Net Increase in Cash and Equity in Pooled Investments .....	(\$448,265)	(\$147,394)
<b>Cash &amp; Equity in Pooled Investments at January 1</b>	1,606,577	1,052,674
<b>Cash &amp; Equity in Pooled Investments at September 30</b>	\$1,158,312	\$905,280



	YEAR TO DATE	
	SEPTEMBER 30, 2017	SEPTEMBER 30, 2016
<b>Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:</b>		
Operating Loss .....	(1,135,772)	(1,078,454)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation .....	618,147	671,596
Cash provided from changes in operating assets and liabilities:		
Accounts Receivable .....	96,779	73,612
Interdivision Receivable .....	-	2,169
Materials and Supplies .....	(143,242)	(55,412)
Prepayments .....	(13,547)	39,521
Taxes and Other Payables .....	(82,711)	142,647
Interdivision Payables .....	(23,810)	(57,653)
Total Adjustments .....	<u>451,616</u>	<u>816,480</u>
Net Cash Used in Operating Activities .....	<u><u>(\$684,156)</u></u>	<u><u>(\$261,974)</u></u>



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