



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

**JUNE 2015**  
**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

ASSETS	JUNE 30,	
	2015	2014
<b>FIXED</b>		
Land .....	\$1,109,705	\$1,361,104
Building .....	366,750	366,750
Other Improvements .....	25,341,411	25,341,411
Equipment .....	2,790,742	2,790,742
Provision for Depreciation .....	(7,764,926)	(6,879,009)
Total .....	21,843,682	22,980,998
Construction in Progress .....	244,198	228,770
Net Fixed Assets .....	22,087,880	23,209,768
<b>CURRENT AND ACCRUED ASSETS</b>		
Current Fund Cash & Pooled Investments .....	799,885	774,722
Debt Service Fund Cash .....	4,761	13,172
Accounts Receivable .....	197,957	158,209
Prepayments .....	18,582	28,127
Total Current and Accrued Assets .....	1,021,185	974,230
<b>TOTAL ASSETS</b> .....	\$23,109,065	\$24,183,998
<b>NET POSITION AND LIABILITIES</b>		
<b>NET POSITION</b>		
Net Investment in Capital Assets .....	\$19,836,780	\$16,959,769
Unrestricted .....	857,043	650,897
Total Net Assets .....	20,693,823	17,610,666
<b>LONG-TERM LIABILITIES</b>		
Interfund Loan Payable .....	2,251,100	6,250,000
Total Long-Term Liabilities .....	2,251,100	6,250,000
<b>CURRENT AND ACCRUED LIABILITIES</b>		
Accounts & Notes Payable .....	104,111	235,015
Deposits Payable .....	45,000	65,000
Taxes Payable .....	10,270	10,145
Interest Payable .....	4,761	13,172
Total Current and Accrued Liabilities .....	164,142	323,332
<b>TOTAL NET POSITION AND LIABILITIES</b> .....	\$23,109,065	\$24,183,998

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

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

	<u>JUNE</u> <u>2015</u>	<u>JUNE</u> <u>2014</u>
<b>OPERATING REVENUES</b>		
Switching Revenues .....	\$57,324	\$72,895
Demurrage and Other Operating Revenues .....	5,506	4,917
Total Operating Revenues .....	62,830	77,812
<b>OPERATING EXPENSES</b>		
MAINTENANCE OF WAY AND STRUCTURES		
Salaries and Wages .....	16,806	13,170
Supplies and Expense .....	32,605	37,256
MECHANICAL		
Salaries and Wages .....	-	-
Supplies and Expense .....	-	48
TRANSPORTATION		
Salaries and Wages .....	43,365	21,106
Supplies and Expense .....	12,473	33,885
ADMINISTRATION AND GENERAL EXPENSE		
Salaries and Wages .....	-	-
Supplies and Expense .....	45,563	39,436
TAXES - STATE .....	1,511	1,327
DEPRECIATION .....	73,827	73,826
Total Operating Expenses .....	226,150	220,054
<b>OPERATING INCOME (LOSS) .....</b>	<b>(163,320)</b>	<b>(142,242)</b>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income .....	620	606
Gain or Loss on Disposition of Assets .....	(251,399)	-
Miscellaneous .....	47,073	25,061
Interest Expense .....	(1,587)	(4,391)
Net Non-Operating Revenues .....	(205,293)	21,276
<b>CHANGE IN NET POSITION .....</b>	<b>(\$368,613)</b>	<b>(\$120,966)</b>
<b>TOTAL NET POSITION - JANUARY 1 .....</b>		
<b>TOTAL NET POSITION - JUNE 30 .....</b>		

YEAR TO DATE			
JUNE 30, 2015	JUNE 30, 2014	2015/2014 VARIANCE	PERCENT CHANGE
\$418,224	\$430,854	(\$12,630)	-2.9%
88,923	33,512	55,411	165.3%
<u>507,147</u>	<u>464,366</u>	<u>42,781</u>	9.2%
71,567	90,948	(19,381)	-21.3%
238,128	217,911	20,217	9.3%
153	4,828	(4,675)	-96.8%
4,036	8,713	(4,677)	-53.7%
251,967	173,906	78,061	44.9%
128,563	159,008	(30,445)	-19.1%
6,999	-	-	100.0%
168,404	222,135	(53,731)	-24.2%
9,201	7,521	1,680	22.3%
442,963	442,955	8	0.0%
<u>1,321,981</u>	<u>1,327,925</u>	<u>(12,943)</u>	-1.0%
(814,834)	(863,559)	55,724	-6.5%
8,082	4,058	4,024	99.2%
3,747,501	-	3,747,501	100.0%
290,989	198,544	92,445	46.6%
(18,511)	(26,609)	8,098	-30.4%
<u>4,028,061</u>	<u>175,993</u>	<u>3,852,068</u>	2188.8%
3,213,227	(687,566)	\$3,900,793	-567.3%
<u>17,480,596</u>	<u>18,298,232</u>		
<u>\$20,693,823</u>	<u>\$17,610,666</u>		

CITY OF TACOMA, WASHINGTON  
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STATEMENTS OF CASH FLOWS

	YEAR TO DATE	
	JUNE 30, 2015	JUNE 30, 2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash from Customers .....	\$666,373	\$526,769
Cash Paid to Suppliers .....	(659,087)	(591,799)
Cash Paid to Employees .....	(330,686)	(269,682)
Taxes Paid .....	(17,155)	(11,227)
Net Cash Provided by (Used in) Operating Activities .....	(\$340,555)	(345,939)
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Transfers from Other Funds .....	-	5,839
Net Cash Provided by Non-Capital Financing Activities .....	-	5,839
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Capital Expenditures, Net .....	251,399	(137,657)
Principal Payments on Long-Term Debt .....	(3,998,900)	-
Interest Paid .....	(26,359)	(26,515)
Proceeds from Capital Contributions .....	-	122,000
Gain (Loss) from Sale of Plant .....	3,998,900	-
Gain from Disposition of Property .....	(251,399)	-
Proceeds from Leased Property .....	290,989	260,946
Net Cash Provided by Capital and Related Financing Activities .....	264,630	218,774
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on Investments .....	8,082	4,058
Net Cash Provided by Investing Activities .....	8,082	4,058
Net Increase (Decrease) in Cash and Equity in Pooled Investments .....	(\$67,843)	(\$117,268)
<b>Cash &amp; Equity in Pooled Investments at January 1 .....</b>	<b>872,489</b>	<b>905,162</b>
<b>Cash &amp; Equity in Pooled Investments at June 30 .....</b>	<b>\$804,646</b>	<b>\$787,894</b>



	YEAR TO DATE	YEAR TO DATE
	JUNE 30,	JUNE 30,
	2015	2014
<b>Reconciliation of Operating Loss to</b>		
<b>Net Cash Provided by Operating Activities:</b>		
Operating Loss .....	(\$814,834)	(\$863,559)
Adjustments to Reconcile Operating Income to Net		
Cash Provided by Operating Activities:		
Depreciation .....	442,963	442,955
Cash provided from changes in operating		
assets and liabilities:		
Accounts Receivable .....	159,225	62,403
Materials and Supplies .....	(70,048)	23,629
Prepayments .....	(18,582)	33,751
Taxes and Other Payables .....	(7,954)	(5,706)
Interfund Payable .....	(31,325)	(39,412)
Total Adjustments .....	<u>474,279</u>	<u>517,620</u>
Net Cash Used in Operating		
Activities .....	<u><u>(\$340,555)</u></u>	<u><u>(\$345,939)</u></u>



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