

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- SEPTEMBER 30, 2021

I. FINANCIAL REVIEW- PEASE DEVELOPMENT AUTHORITY

THE PDA, EFFECTIVE JUNE 1, 1990, WAS THE SUCCESSOR ENTITY TO THE PEASE REDEVELOPMENT COMMISSION WHICH HAD THE MANDATE FOR THE CONVERSION AND REDEVELOPMENT OF THE PEASE AIR FORCE BASE. THE INCOME STATEMENT NOTED BELOW REFLECTS CONSOLIDATED OPERATIONS OF THE PEASE TRADEPORT, PSM, SKYHAVEN AIRPORT, GOLF COURSE AND ADMINISTRATIVE OVERHEADS.

INCOME STATEMENT – PEASE DEVELOPMENT AUTHORITY

	<i>FY 2022 JUL-SEP</i>	<i>FY 2022 OCT-DEC</i>	<i>FY 2022 JAN-MAR</i>	<i>FY 2022 APR-JUN</i>	<i>FY 2022 TOTAL</i>
OPERATING REVENUES	\$4,413,271	\$ -	\$ -	\$ -	\$4,413,271
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	2,528,394	-	-	-	2,528,394
OPERATING INCOME	1,884,877	-	-	-	1,884,877

2. FINANCIAL REVIEW- DIVISION OF PORTS AND HARBORS- UNRESTRICTED FUNDS

PURSUANT TO CHAPTER 290, LAWS OF 2001, THE NEW HAMPSHIRE STATE PORT AUTHORITY WAS TRANSFERRED TO THE PDA EFFECTIVE JULY 1, 2001. THE INCOME STATEMENT NOTED BELOW REFLECTS CONSOLIDATED OPERATIONS OF UNRESTRICTED FUNDS SPECIFIC TO THE OPERATIONS OF HARBOR MANAGEMENT, HAMPTON HARBOR, PORTSMOUTH FISH PIER, RYE HARBOR, MARKET STREET TERMINAL AND ADMINISTRATIVE OVERHEADS.

INCOME STATEMENT- DIVISION OF PORTS AND HARBORS (DPH)

	<i>FY 2022 JUL-SEP</i>	<i>FY 2022 OCT-DEC</i>	<i>FY 2022 JAN-MAR</i>	<i>FY 2022 APR-JUN</i>	<i>FY 2022 TOTAL</i>
OPERATING REVENUES	\$734,973	\$ -	\$ -	\$ -	\$734,973
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	621,920	-	-	-	621,920
OPERATING INCOME	113,053	-	-	-	113,053

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- SEPTEMBER 30, 2021 (CONTINUED):

3. FINANCIAL REVIEW- DIVISION OF PORTS AND HARBORS- RESTRICTED FUNDS

AS A RESULT OF THE TRANSFER OF THE DIVISION OF PORTS AND HARBORS TO THE PDA, THREE RESTRICTED FUNDS WERE ALSO CONVEYED TO THE PDA INCLUDING:

INCOME STATEMENT- HARBOR DREDGING AND PIER MAINTENANCE FUND (HD)

ESTABLISHED TO INITIATE AND IMPLEMENT HARBOR DEREDGING PROJECTS AND TO MAINTAIN PUBLIC PIERS.

	<i>FY 2022 JUL-SEP</i>	<i>FY 2022 OCT-DEC</i>	<i>FY 2022 JAN-MAR</i>	<i>FY 2022 APR-JUN</i>	<i>FY 2022 TOTAL</i>
OPERATING REVENUES	\$19,658	\$ -	\$ -	\$ -	\$19,658
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	20,737	-	-	-	20,737
OPERATING INCOME	(1,079)	-	-	-	(1,079)

INCOME STATEMENT- REVOLVING LOAN FISHERY FUND (RLF)

ESTABLISHED THROUGH AN \$810,000 GRANT FROM THE ECONOMIC DEVELOPMENT ADMINISTRATION (EDA) IN 1994 TO PROVIDE DIRECT ASSISTANCE TO THE FISHING INDUSTRY AND AID THE CREATION OF ECONOMIC OPPORTUNITIES WITHIN THE INDUSTRY.

	<i>FY 2022 JUL-SEP</i>	<i>FY 2022 OCT-DEC</i>	<i>FY 2022 JAN-MAR</i>	<i>FY 2022 APR-JUN</i>	<i>#VALUE!</i>
OPERATING REVENUES	\$7,747	\$ -	\$ -	\$ -	\$7,747
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	4,508	-	-	-	4,508
OPERATING INCOME	3,239	-	-	-	3,239

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- SEPTEMBER 30, 2021 (CONTINUED):

3. FINANCIAL REVIEW- DIVISION OF PORTS AND HARBORS- RESTRICTED FUNDS (CONTINUED):

INCOME STATEMENT- FOREIGN TRADE ZONE FUND (FTZ)

THE UNITED STATES DEPARTMENT OF COMMERCE DESIGNATES FOREIGN TRADE ZONES AS OUTSIDE THE COMMERCE OF THE UNITED STATES FOR THE PURPOSE OF DUTY ASSESSMENT. AS SUCH, GOODS ENTERING THE FOREIGN TRADE ZONE DO NOT INCUR DUTY FEES WITHIN THE DESIGNATED ZONES. THE DPH IS THE GRANTEE OF FOREIGN TRADE ZONE #81.

	<i>FY 2022 JUL-SEP</i>	<i>FY 2022 OCT-DEC</i>	<i>FY 2022 JAN-MAR</i>	<i>FY 2022 APR-JUN</i>	<i>FY 2022 TOTAL</i>
OPERATING REVENUES	\$2,001	\$ -	\$ -	\$ -	\$2,001
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	1,539	-	-	-	1,539
OPERATING INCOME	462	-	-	-	462

4. CONSOLIDATED BALANCE SHEET

	<i>PDA</i>	<i>DPH</i>	<i>HD</i>	<i>RLF</i>	<i>FTZ</i>
ASSETS					
CURRENT ASSETS	\$5,165,298	\$2,519,332	\$301,589	\$267,008	\$9,906
CAPITAL ASSETS	82,626,766	12,100,239	810,868	-	-
ALL OTHER	3,340,524	861,140	-	980,336	-
	91,132,588	15,480,711	1,112,457	1,247,344	9,906
LIABILITIES					
CURRENT LIABILITIES	4,521,649	825,277	259,602	1,509	1,539
NONCURRENT LIABILITIES	9,686,642	4,615,381	0	-	-
ALL OTHER	2,488,994	418,902	0	-	-
	16,697,285	5,859,560	259,602	1,509	1,539
NET POSITION					
NET INVESTMENT IN CAPITAL ASSETS	80,001,844	11,799,776	810,868	-	-
OTHER	(5,566,541)	(2,178,625)	41,987	1,245,835	8,367
	74,435,303	9,621,151	852,855	1,245,835	8,367
	91,132,588	15,480,711	1,112,457	1,247,344	9,906

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- SEPTEMBER 30, 2021 (CONTINUED):

CURRENT FISCAL YEAR INITIATIVES

- COMPLETED FY2021 INDEPENDENT FINANCIAL AUDIT WITH NO FINDINGS (CLEAN AUDIT).

- ONGOING SIGNIFICANT CAPITAL IMPROVEMENT PROGRAM INCLUDES:
 - \$19 MILLION PSM TERMINAL EXPANSION SHOULD BE COMPLETED BY END OF CALENDAR YEAR
 - \$21 MILLION PSM RUNWAY RECONSTRUCTION SUBSTANTIALLY COMPLETE
 - FUNCTIONAL REPLACEMENT OF BARGE DOCK- MARKET STREET MARINE TERMINAL- DIVISION OF PORTS AND HARBORS (DPH)
 - PORTSMOUTH FISH PIER REPAIR AND CONSTRUCTION (DPH) SUBSTANTIALLY COMPLETE
 - MAIN WHARF REHABILITATION AND MODIFICATION PROJECT (DPH) IS OUT TO BID

- EXECUTED NEW LEASE FOR LONZA BIOLOGICS EXPANSION (28.93 ACRES)

- SUBMITTED APPLICATION FOR ADDITIONAL FEDERAL ASSISTANCE FOR PORTSMOUTH AND SKYHAVENT AIRPORTS UNDER THE AMERICAN RECOVERY GRANT PROGRAM IN THE AMOUNT OF \$1,964,072 AND \$32,000 RESPECTIVELY.

- CONTINUED TO MONITOR AND ENHANCE IMPLEMENTATION OF STATE OF NEW HAMPSHIRE COVID-19 GUIDELINES IN AN EFFORT TO PROTECT OUR EMPLOYEES AND MEMBERS OF THE PUBLIC.

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- SEPTEMBER 30, 2021 (CONCLUDED):

POTENTIAL RISKS AND SENSITIVITIES

- SUBSURFACE SOIL CONTAMINATION WITH POTENTIAL SIGNIFICANT LEVELS OF THE HEAVY METAL MERCURY (DPH).
- PRESENCE OF PER-AND POLYFLUOROALKYL (PFAS) AND RELATED EMERGING CONTAMINANTS OF CONCERN AT THE PORTSMOUTH TRADE PORT.
- \$252,250 LOAN AMORTIZATION PERIOD AND INTEREST RATE- HB 25-FIN-A FOR PISCATAQUA RIVER TURNING BASIN (DPH).
- LONG TERM FINANCING ALTERNATIVES- INTEREST RATE EXPOSURE.
- ONGOING CORONAVIRUS IMPACT- LOST REVENUES AND INCREMENTAL EXPENSES.
- CONSUMER PRICE INDEX-LEASE AGREEMENTS AND ASSOCIATED REVENUE ESCALATION.
- NET PENSION LIABILITY AND OTHER POSTEMPLOYMENT BENEFITS (OPEB):

	<u>NET PENSION</u>	<u>OPEB</u>	<u>TOTAL</u>
○ JUNE 30, 2021	\$ 6,170,435	\$ 8,041,994	\$ 14,212,429
○ JUNE 30, 2020	4,197,804	5,630,108	9,827,912
○ JUNE 30, 2019	4,384,392	7,291,881	11,676,273
○ JUNE 30, 2018	4,986,400	8,238,717	13,225,117
○ JUNE 30, 2017	5,489,977	-	5,489,977
○ JUNE 30, 2016	4,255,991	-	4,255,991