

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- MARCH 31, 2022

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	\$ 5,202,392	\$ 3,311,415	\$ -	\$12,927,078
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	2,528,394	2,410,872	2,538,874	-	7,478,140
OPERATING INCOME	1,884,877	2,791,520	772,541	-	5,448,938

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	\$ 600,482	\$ 625,892	\$ -	\$1,961,347
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	621,920	517,589	434,739	-	1,574,248
OPERATING INCOME	113,053	82,893	191,153	-	387,099

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- MARCH 31, 2022 (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 DREDGING 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>
<i>OPERATING REVENUES</i>	\$19,658	\$ 16,575	\$ 43,255	\$ -	\$79,488
<i>OPERATING EXPENSES (EXCLUDING DEPRECIATION)</i>	20,737	72,902	20,175	-	113,814
<i>OPERATING INCOME</i>	(1,079)	(56,327)	23,080	-	(34,326)

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 IN 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>FY 2022 TOTAL</i>
<i>OPERATING REVENUES</i>	\$7,747	\$ 8,080	\$ 7,448	\$ -	\$23,275
<i>OPERATING EXPENSES (EXCLUDING DEPRECIATION)</i>	4,508	3,060	-	-	7,568
<i>OPERATING INCOME</i>	3,239	5,020	7,448	-	15,707

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- MARCH 31, 2022 (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.

	FY 2022 JUL-SEP	FY 2022 OCT-DEC	FY 2022 JAN-MAR	FY 2022 APR-JUN	FY 2022 TOTAL
OPERATING REVENUES	\$2,001	\$ 10,001	\$ 1	\$ -	\$12,003
OPERATING EXPENSES (EXCLUDING DEPRECIATION)	1,539	1,539	4,375	-	7,453
OPERATING INCOME	462	8,462	(4,374)	-	4,550

4. CONSOLIDATED BALANCE SHEET

	PDA	DPH	HD	RLF	FTZ
ASSETS					
CURRENT ASSETS	\$11,013,444	\$2,614,191	\$270,624	\$302,997	\$12,456
CAPITAL ASSETS	80,744,608	12,588,849	775,162	-	-
ALL OTHER	3,340,525	861,140	-	947,811	-
	95,098,577	16,064,180	1,045,786	1,250,808	12,456
LIABILITIES					
CURRENT LIABILITIES	4,560,647	673,730	9,633	2,607	-
NONCURRENT LIABILITIES	9,688,160	4,615,306	252,250	-	-
ALL OTHER	2,488,994	418,902	0	-	-
	16,737,801	5,707,938	261,883	2,607	-
NET POSITION					
NET INVESTMENT IN CAPITAL ASSETS	79,648,510	12,413,641	775,162	-	-
OTHER	(1,287,734)	(2,057,399)	8,741	1,248,201	12,456
	78,360,776	10,356,242	783,903	1,248,201	12,456
	95,098,577	16,064,180	1,045,786	1,250,808	12,456

PEASE DEVELOPMENT AUTHORITY

QUARTERLY STATUS REPORT- MARCH 31, 2022 (CONTINUED):

CURRENT FISCAL YEAR INITIATIVES

- ONGOING SIGNIFICANT CAPITAL IMPROVEMENT PROGRAM INCLUDES:
 - \$19 MILLION PSM TERMINAL SUBSTANTIALLY COMPLETE
 - \$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) IN CONSTRUCTION PHASE

- PORTSMOUTH AIRPORT SAFETY AND SECURITY IMPROVEMENTS INCLUDING COMMUNICATIONS UPGRADES, GATE SECURITY UPGRADES AND ENHANCED EMPLOYEE TRAINING.

- "GREEN" INITIATIVES INCLUDING PURCHASE OF TWO HYBRID VEHICLES, PURCHASE OF ELECTRIC VEHICLE CHARGING STATIONS AND INVESTIGATING FUTURE SOLAR OPTIONS.

- POTENTIAL CARGO FACILITY DEVELOPMENT.

- CONTINUING MAINTENANCE OF AIRFIELD DRAINAGE SYSTEM.

- CORPORATE DRIVE DRAINAGE AND ROADWAY IMPROVEMENTS.

- RECEIVED FEDERAL ASSISTANCE FOR PORTSMOUTH AIRPORT UNDER THE AMERICAN RECOVERY GRANT PROGRAM IN THE AMOUNT OF \$1,964,072.

- CONTINUE 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- MARCH 31, 2022 (CONCLUDED):

POTENTIAL RISKS AND SENSITIVITIES

- SUBSURFACE SOIL CONTAMINATION WITH POTENTIAL SIGNIFICANT LEVELS OF THE HEAVY METAL MERCURY AT MARKET STREET MARINE TERMINAL (DPH).
- PRESENCE OF PER-AND POLYFLUOROALKYL (PFAS) AND RELATED EMERGING CONTAMINANTS OF CONCERN AT THE PEASE 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.
- CONSTRUCTION MATERIALS AND EQUIPMENT PRICE INFLATION.
- 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