

2023

BUILDING BETTER

SUSTAINABLE DEVELOPMENT

THRIVING COMMUNITIES

GROWING GATEWAY

A MESSAGE FROM THE CEO

We are honoured to operate on the lands and waters of the Sm'algayax speaking Ts'msyen people. Working with Indigenous communities to develop meaningful relationships, we are taking steps to ensure our joint values are reflected in a shared vision for the future.

The Port of Prince Rupert moved 23.5 million tonnes of cargo in 2023, five percent less than the previous year, marking a third consecutive year of volume decline, most evident in the Port's intermodal container business. This reflects challenges of shifting global shipping routes, soft demand for imports, and competition with other North American trade gateways for discretionary cargo. In a business that measures success in terms of volume, this is troubling. When volumes decline at the Port of Prince Rupert, we know that there is a direct impact both on the Prince Rupert Port Authority's results and on the economy locally, throughout northern BC, the province, and Canada as a whole.

This challenge continues to motivate our team. As we've said before, our goal is to build a diverse port complex that can weather the natural market fluctuations of the trade that flows through it. Despite a decline in volumes, significant milestones were reached in 2023 that support the evolution of

the trade gateway to become more competitive, resilient, and sustainable in the near and long-term. Please read on to learn more about the development project milestones that were achieved in 2023.

None of this progress would have been possible if it were not for the skills and dedication of the people working in the gateway industry. Their efforts continue to solidify Prince Rupert as one of the most productive and innovative gateways in North America and we thank them for their ongoing contributions to enabling trade.

We encourage you to visit our full Annual Report online for a more detailed review of our 2023 activities: 2023.rupertport.com



Shaun Stevenson,
President & CEO



Frans Tjallingii,
Board Chair

2023 TRADE RESULTS



DECLINE IN PORT WIDE VOLUMES
TO 23.4 MILLION TONNES



INCREASE IN TOTAL LPG
EXPORT VOLUMES



INCREASE IN TOTAL COAL
EXPORT VOLUME



DECLINE IN WOOD PELLET
EXPORT VOLUMES



INCREASE IN BULK
GRAIN EXPORT VOLUMES



DECREASE IN CONTAINER
VOLUME AT FAIRVIEW TERMINAL



2023 GROWING GATEWAY

Significant progress was made towards growing and diversifying the Port of Prince Rupert in 2023. Two major projects that will enable greater efficiency and competitive advantages for the trade gateway hit critical milestones. For a full overview on port development and performance, visit 2023.rupertport.com

EXPORT LOGISTICS PROJECT

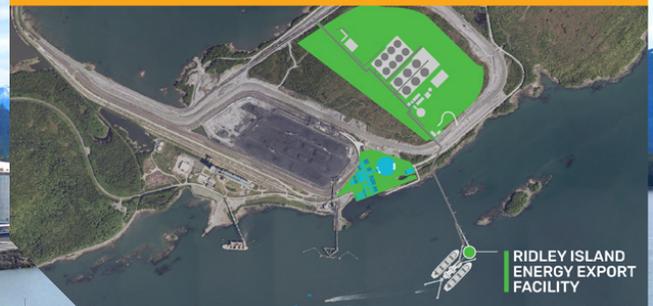
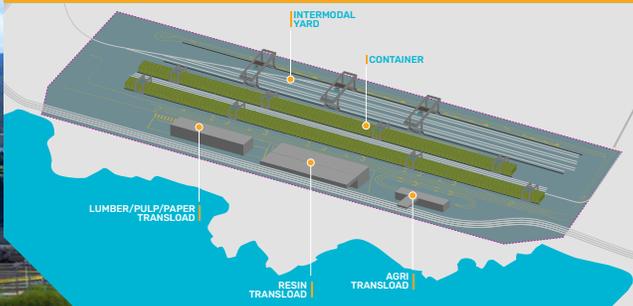
Construction began on CANXPORT in 2023. The innovative large-scale facility will help grow container traffic at Fairview Terminal through rail-to-container transloading of agricultural, forestry, plastic resin products and more.

- Ray-Mont Logistics will develop and operate the site's transload facilities
- CANXPORT will provide 400,000 TEUs of annual capacity
- Operations will commence in Q3 2026

ENERGY EXPORT EXPANSION

The Ridley Island Energy Export Facility (REEF) executed a long-term lease on a 190-acre site administered by PRPA in 2022. The REEF project is a joint venture between AltaGas and Vopak to develop a large-scale bulk liquid storage export facility.

- Early works began in Q4 2023
- Designed to handle products such as propane, butane, and methanol
- Will provide 7 million tonnes of capacity



2023 THRIVING COMMUNITIES

In 2023, PRPA's Community Investment Fund partnered with local northwest organizations to complete 11 projects across the region that support health and wellness, recreation, education, arts, and culture. For more details on the Community Investment Fund projects and other PRPA community programs, visit 2023.rupertport.com

\$1.2 M

INVESTED IN 11 PROJECTS IN 2023

INVESTING IN THE PORT WORKFORCE

Construction began on the International Longshore and Warehouse Union's new local Union Hall in 2023. Located in downtown Prince Rupert, the development replaces a century-old hall with a state-of-the-art, three-story building to support the current and future waterfront workforce. PRPA, the BC Maritime Employers Association, and DP World Prince Rupert contributed \$2.6 million to the project.



INVESTING IN LOCAL HEALTHCARE

PRPA invested \$225,000 in new equipment and other upgrades to Prince Rupert Regional Hospital and Acropolis Manor in 2023. PRPA partnered with Northern Health to purchase a new state-of-the-art laparoscopic surgical tower for the hospital and transform the common spaces at the long-term care residence with bright decals and door-wraps. PRPA also collaborated with the North Coast Health Improvement Society to buy new hospital beds for both healthcare facilities.



\$18.9 M

COMMITTED TO THE COMMUNITY INVESTMENT FUND SINCE 2010

2023 SUSTAINABLE DEVELOPMENT

The Port of Prince Rupert made strides in supporting PRPA's carbon reduction strategy, which aims to reduce carbon intensity in the local airshed 30% from 2010 levels by 2030 and reach carbon neutrality by 2050. For more details on sustainability initiatives, visit 2023.rupertport.com



DECARBONIZING THE PORT

PRPA continued to advance multiple projects and initiatives designed to cut carbon and other greenhouse gas emissions from port-related activity. As part of those actions, PRPA committed to developing the West Coast Green Shipping Corridor, which brings together multiple governments and industry partners to create efficient shipping routes linking Edmonton and Prince Rupert with ports in Asia and the Middle East.



ENHANCING MARINE SAFETY

In preparation for the start of marine fuel bunkering services at the Port of Prince Rupert, PRPA's Marine Operations Team took part in sessions with Vancouver Fraser Port Authority to learn their approach and procedures for overseeing bunkering operations. PRPA also partnered with Wolverine Terminals and Western Canada Marine Response Corporation to conduct emergency spill training in Prince Rupert harbour.

2023 FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Year-Ended December 31, 2023 (expressed in \$000's)

YEARS	2023	2022
ASSETS		
Current assets:		
Cash and cash equivalents	66,528	35,381
Term deposits	72,687	85,325
Accounts receivable	18,021	22,174
Prepaid expenses	1,224	725
<i>Total current assets</i>	<i>158,460</i>	<i>143,605</i>
Non-current assets:		
Employee benefits	3,940	4,161
Term deposits	-	2,016
Property and equipment	312,185	318,188
Intangible assets	95	161
<i>Total non-current-assets</i>	<i>316,220</i>	<i>324,526</i>
TOTAL ASSETS	474,680	468,131

LIABILITIES AND EQUITY OF CANADA

Current liabilities:

Accounts payable and accrued liabilities	\$28,165	\$24,955
Current portion of deferred revenue	179	1,724
Current portion of deferred contributions	8,290	19,001
<i>Total current liabilities</i>	<i>36,634</i>	<i>45,680</i>

Non-current liabilities:

Deferred revenue	6,102	6,169
Deferred contributions	62,547	70,588
<i>Total non-current liabilities</i>	<i>68,649</i>	<i>76,757</i>
TOTAL LIABILITIES	105,283	122,437

EQUITY OF CANADA

Contributed capital	36,213	36,213
Surplus	333,184	309,481
Total equity of Canada	369,397	345,694
TOTAL LIABILITIES & EQUITY OF CANADA	474,680	468,131

CONSOLIDATED STATEMENT OF NET INCOME

Year-Ended December 31, 2023 (expressed in \$000's)

YEARS	2023	2022
REVENUE		
	62,568	66,016
EXPENSES		
Depreciation and amortization	9,252	6,753
Federal stipend	3,373	3,234
Operating and administrative	7,219	4,043
Payments in lieu of municipal taxes	900	1,794
Professional and consulting fees	5,294	5,107
Repairs and maintenance	1,859	1,574
Salaries and benefits	16,666	15,481
<i>Total expenses</i>	<i>44,563</i>	<i>37,986</i>
INCOME FROM OPERATIONS	18,005	28,030
OTHER INCOME AND EXPENSES		
Interest income	6,765	2,545
Gain on sale of assets	20	-
Gain on foreign exchange	3	11
OTHER INCOME AND EXPENSES	6,788	2,556
NET INCOME	24,793	30,586

STATEMENT OF COMPREHENSIVE INCOME

December 31, 2023 (expressed in \$000's)

YEARS	2023	2022
NET INCOME	24,793	30,586
OTHER COMPREHENSIVE INCOME		
Defined benefit plan actuarial gain (loss)	(1,090)	1,203
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	23,703	31,789

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year Ended December 31, 2023 (expressed in \$000's)

	CONTRIBUTED CAPITAL	SURPLUS	TOTAL
BALANCE – DECEMBER 31, 2021	36,213	277,692	313,905
Total comprehensive income for the year 2022			
Net income for the year	-	30,586	30,586
Other comprehensive income			
Defined benefit plan actuarial gain	-	1,203	1,203
	-	31,789	31,789
BALANCE – DECEMBER 31, 2022	36,213	309,481	345,694
Total comprehensive income for the year 2023			
Net income for the year	-	24,793	24,793
Other comprehensive income			
Defined benefit plan actuarial gain	-	(1,090)	(1,090)
	-	23,703	23,703
BALANCE – DECEMBER 31, 2023	36,213	333,184	369,397

CONSOLIDATED STATEMENT OF CASH FLOWS

Year-Ended December 31, 2023 (expressed in \$000's)

YEARS	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	24,793	30,586
Adjustments for depreciation, amortization and other adjustments	9,252	6,753
Loss (gain) on disposal of property and equipment	(20)	-
Net Change in Working Capital	4,383	5,972
	38,408	43,311

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from sale of property and equipment	20	-
Acquisition of property and equipment	(22,414)	(22,116)
Government contributions	477	1,356
Purchase (Sale) of term deposits	14,656	(80,225)
	(7,261)	(100,985)

NET INCREASE (DECREASE)

IN CASH AND CASH EQUIVALENTS **31,147** (57,674)

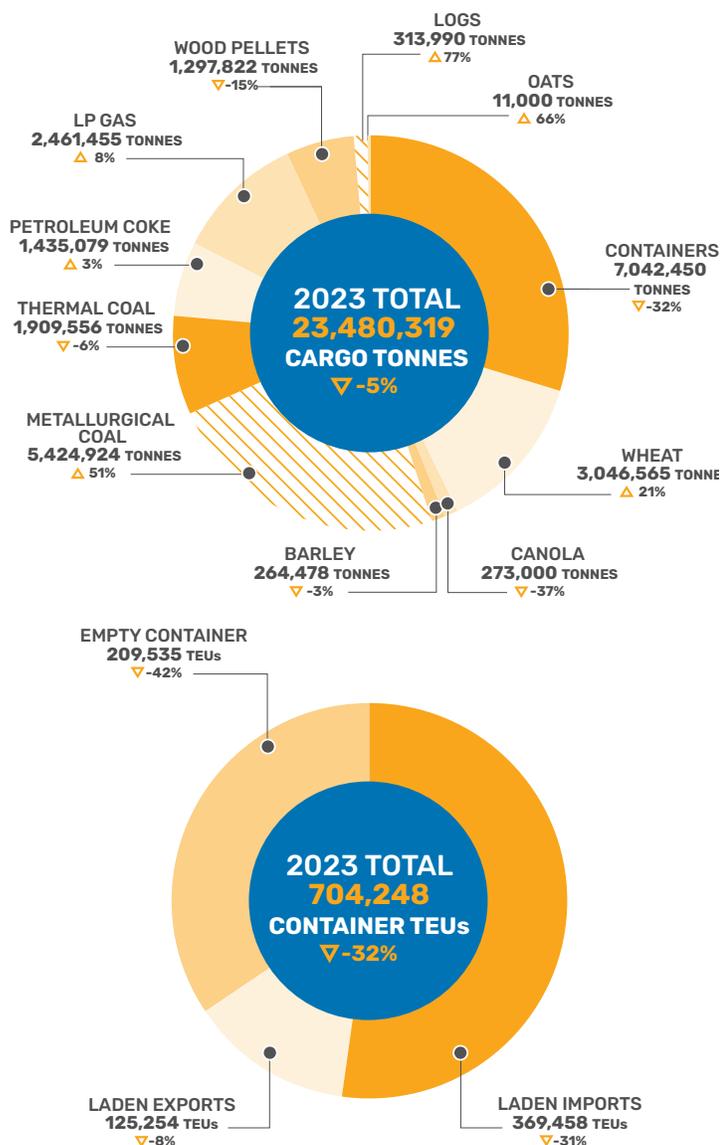
CASH AND CASH EQUIVALENTS

BEGINNING OF YEAR **35,381** **93,055**

CASH AND CASH EQUIVALENTS

END OF YEAR **66,528** **35,381**

* To see our full audited financial statements please visit rupertport.com/port-authority/financial-statements



THE PORT OF PRINCE RUPERT

1. Marine Emergency Response Service
2. Port Authority Office at Atlin Terminal/Cow Bay Marina
3. Northland Cruise Terminal
4. Downtown Rail Yard
5. Westview Wood Pellet Terminal
6. Marine Fueling Facility
7. Marine Rail Barge Facility
8. BC & Alaska Ferries Terminals
9. Port Authority Office at Scott Road
10. Tugboat Services
11. Fairview Container Terminal
12. Fairview-Ridley Connector Corridor
13. Kaien Rail Sidings
14. Proposed Second Container Terminal
15. Federal Container Examination Facility
16. Project Cargo Terminal
17. Prince Rupert Grain Terminal
18. Trigon Pacific Terminals
19. Proposed Trigon Expansion Area
20. Ridley Island Propane Export Terminal
21. Ridley Energy Export Facility
22. Ray-mont Logistics
23. Road Rail Utility Corridor
24. CANXPORT Ridley Island Logistics Project
25. Proposed South Kaien Island Logistics Project
26. CN Rail Mainline
27. Zanardi Rail Bridge
28. Watson Island Propane Export Terminal
29. Tugboat Services
30. Wilson Rail Siding
31. Quickload

PRINCE RUPERT
Port Authority
CANADA'S LEADING EDGE



[f](#) [X](#) [in](#) @rupertport
 Prince Rupert Port Authority
 200-215 Cow Bay Rd.
 Prince Rupert, BC, V8J 1A2
 VISIT [2023.RUPERTPORT.COM](https://2023.rupertport.com)
 FOR FULL 2023 ANNUAL REPORT

