



Quarterly Report of the Controller-Treasurer Period Ending 12/31/2020



BART Board of Directors
March 25, 2021

Quarterly Report of the Controller-Treasurer

Period Ended 12/31/2020

- The District currently provides benefits to employees which include, but are not limited to:
 - **Retirement Pension Plan** managed by the California Public Employee Retirement System (CALPERS) and funded by contributions from the District and its employees. CALPERS is the largest pension plan in the United States with assets of approximately \$300 billion.
 - ✓ The District established a Section 115 Trust for prefunding the District's pension obligation.
 - **Retiree Medical Benefits** coverage funded by a Trust established by the District in 2005.
 - a. Invested in a combination of stocks, bonds, REIT & cash,
 - b. Benchmark 6.5%,
 - c. Quarterly Report to the Unions
 - **Survivor Benefits** of active and retired employees funded by the employees (\$15/month).
 - ✓ The Trust was established on May 18, 2020.
 - **Life Insurance** for retired employees.
 - The District also accrues liabilities through Property & Casualty insurance and workers compensation claims and maintains the required reserves related to its self-funded insurance programs for worker's compensation and general liability based on an annual actuarial study.

Quarterly Report of the Controller-Treasurer

Period Ended 12/31/2020

Summary of Trust Assets for Post Employment Benefits Held by the District

	<u>Net Assets</u> <u>September 30, 2020</u>	<u>Increase (Decrease)</u> <u>During the Quarter</u>	<u>Net Assets</u> <u>December 31, 2020</u>	<u>Inception to-date</u> <u>Return</u>
Retiree Health Benefit Trust	\$ 416,288,140	\$ 42,689,665	\$ 458,977,805	7.70%
Section 115 Pension Trust	\$ 20,343,375	\$ 115,721	\$ 20,459,096	3.30%
Survivors Benefit Trust	\$ 8,700,528	\$ 558,819	\$ 9,259,347	10.00%
Total	<u>\$ 445,332,043</u>	<u>\$ 43,364,205</u>	<u>\$ 488,696,248</u>	

Quarterly Report of the Controller-Treasurer

Period Ended 12/31/2020

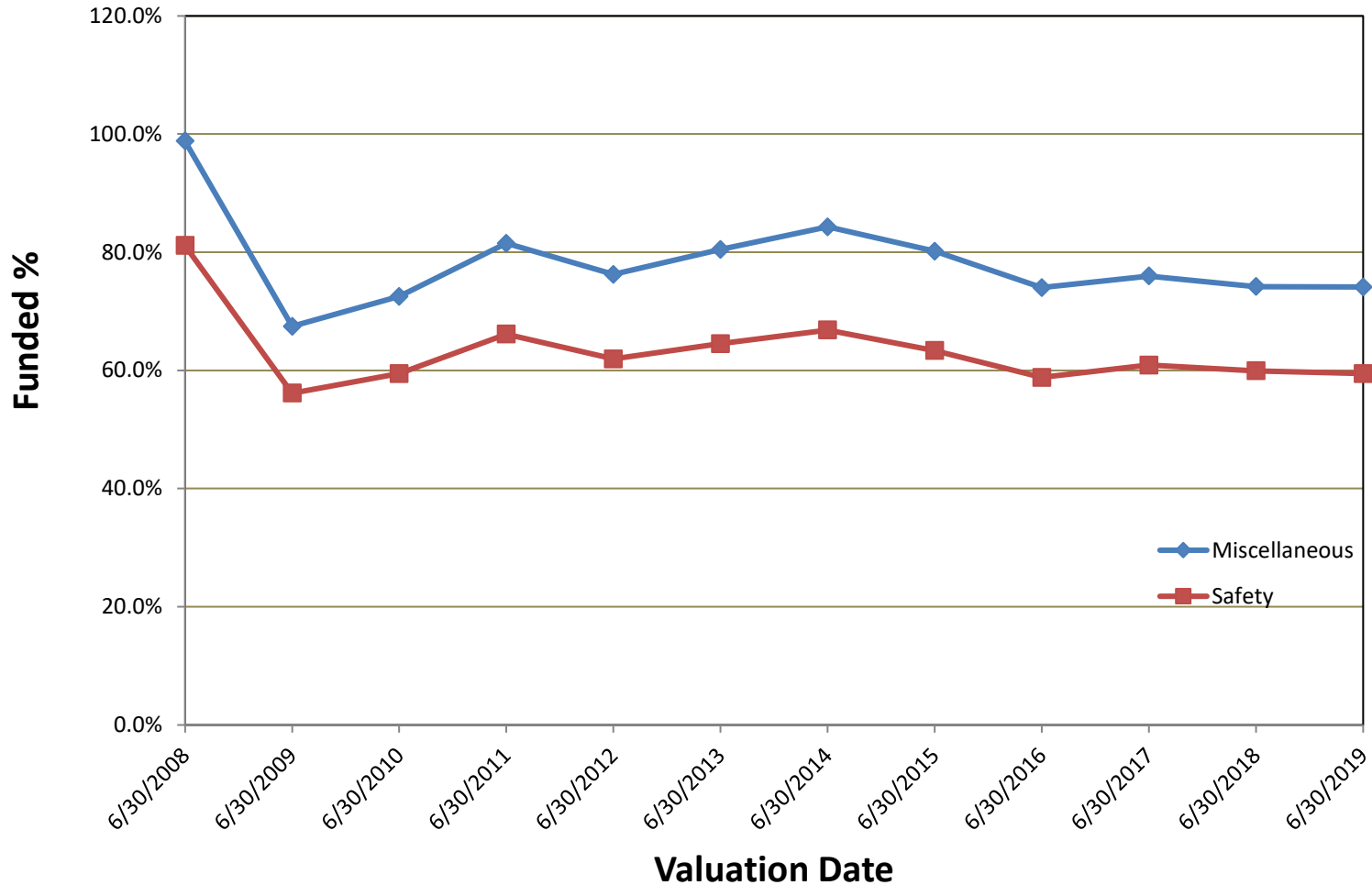
Funding Summary of Pension, Retiree Health & Other Post-Employment Benefits*

	<u>Report Date</u>	<u>Market Value of Assets</u>	<u>Total Liability</u>	<u>Unfunded Liability</u>	<u>% Funded</u>
Retirement Pension with CALPERS					
Miscellaneous Employees	6/30/2019	\$ 1,940,359,779	\$ 2,618,173,479	\$ 677,813,700	74.1%
Safety Employees	6/30/2019	\$ 227,016,977	\$ 381,943,125	\$ 154,926,148	59.4%
Retiree Health Benefits	6/30/2019	\$ 340,470,000	\$ 603,787,000	\$ 263,317,000	56.4%
Other Post Employment Benefits					
Life Insurance	6/30/2019	\$ -	\$ 36,970,000	\$ 36,970,000	0.0%
Survivors Benefits	6/30/2019	\$ 8,143,000	\$ 34,730,000	\$ 26,587,000	23.4%

*Based on latest available actuarial report

Quarterly Report of the Controller-Treasurer Period Ended 12/31/2020

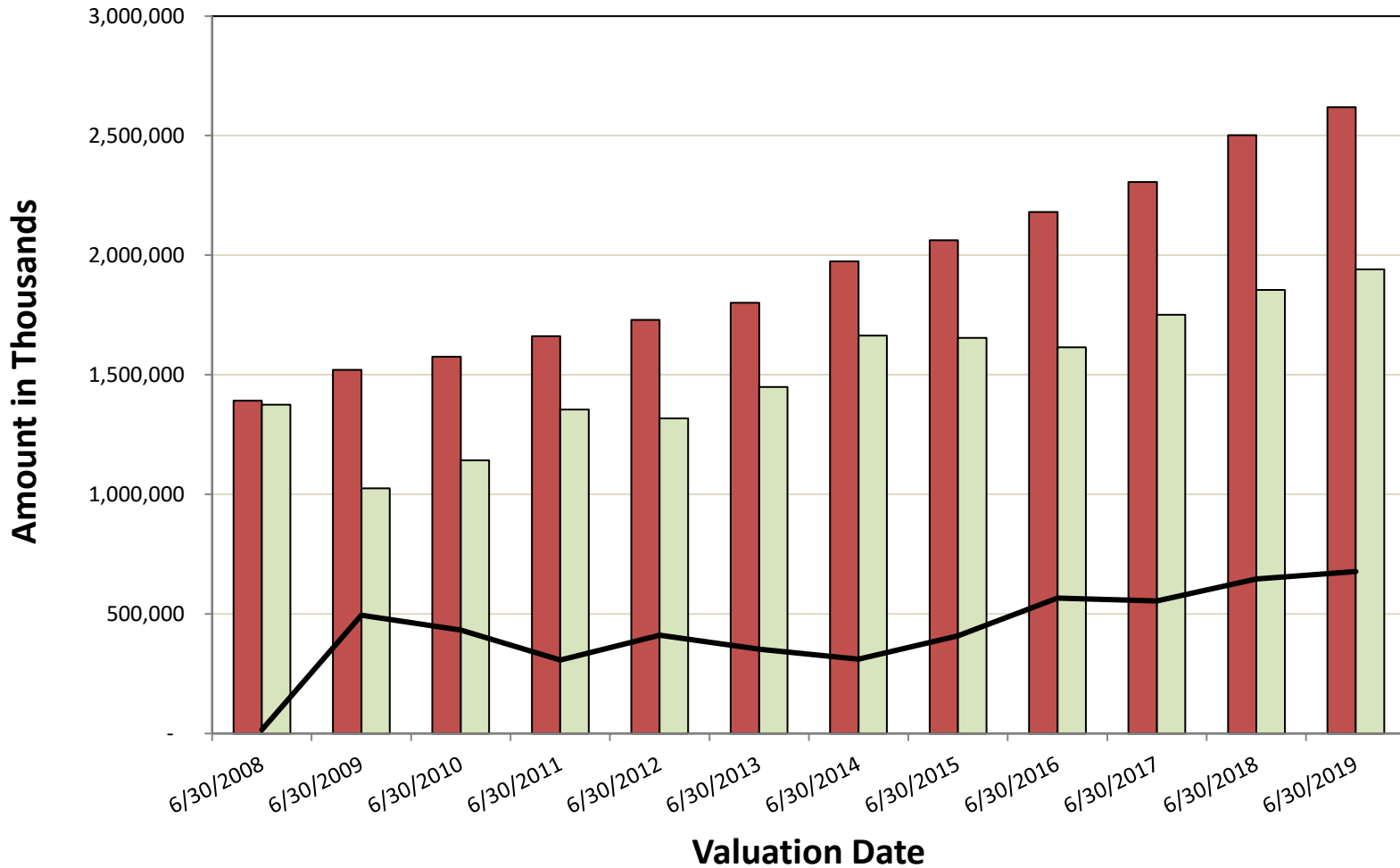
CALPERS Pension Plan Funding Progress



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CALPERS Miscellaneous Pension Plan Funding Progress

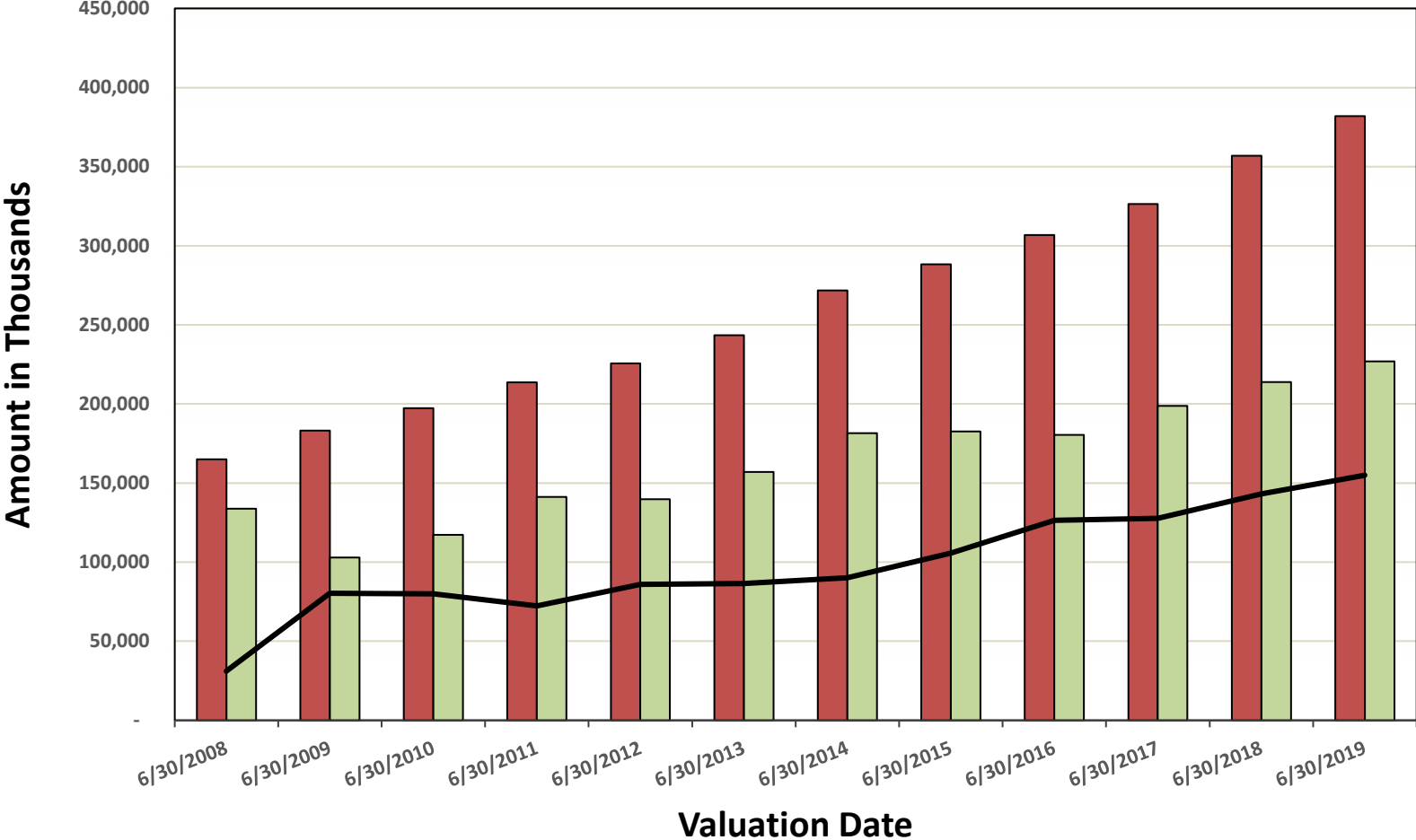
■ Accrued Liability ■ Market Value of Assets — Unfunded Liability



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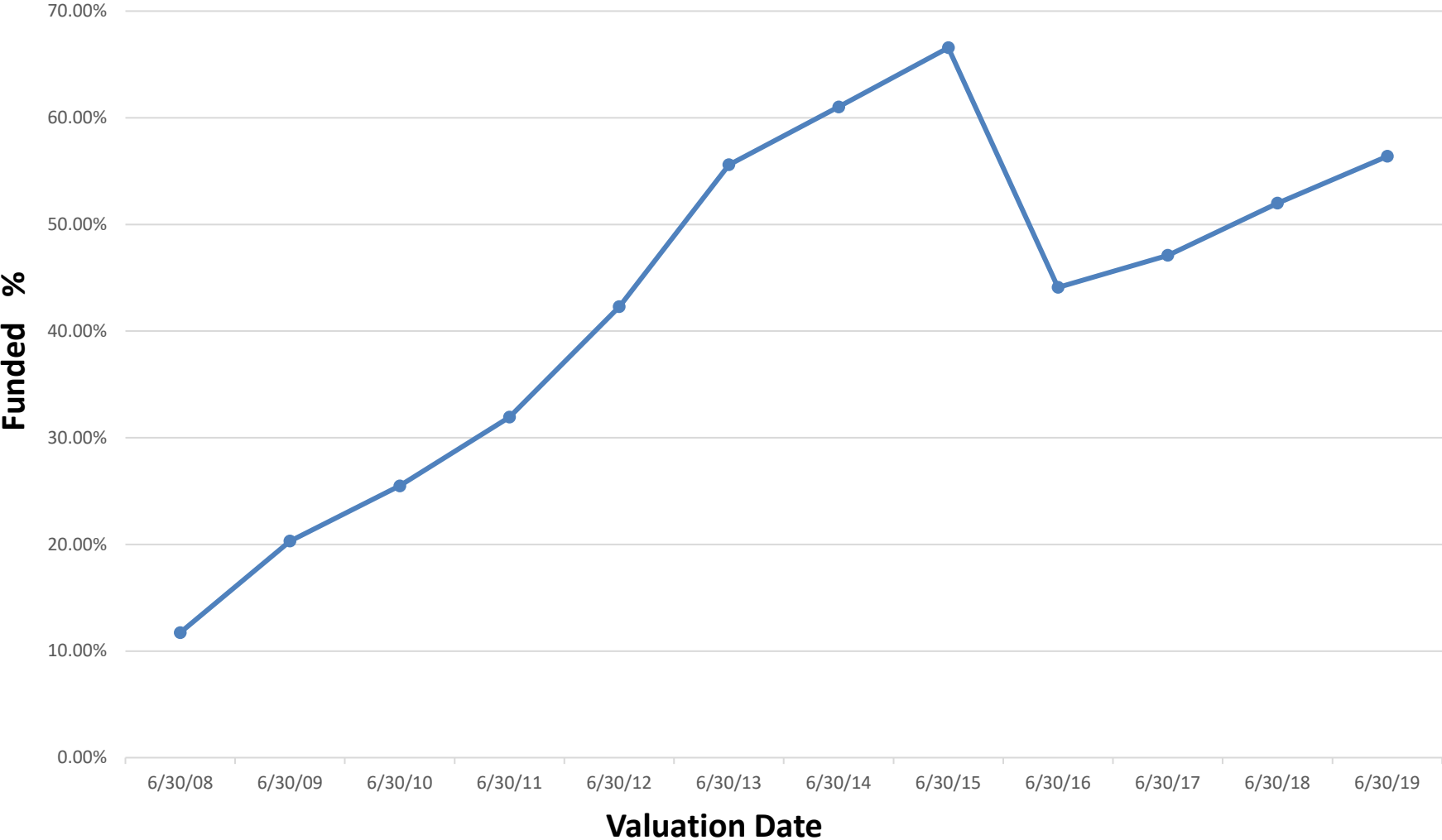
CALPERS Safety Pension Plan Funding Progress

Accrued Liability Market Value of Assets Unfunded Liability



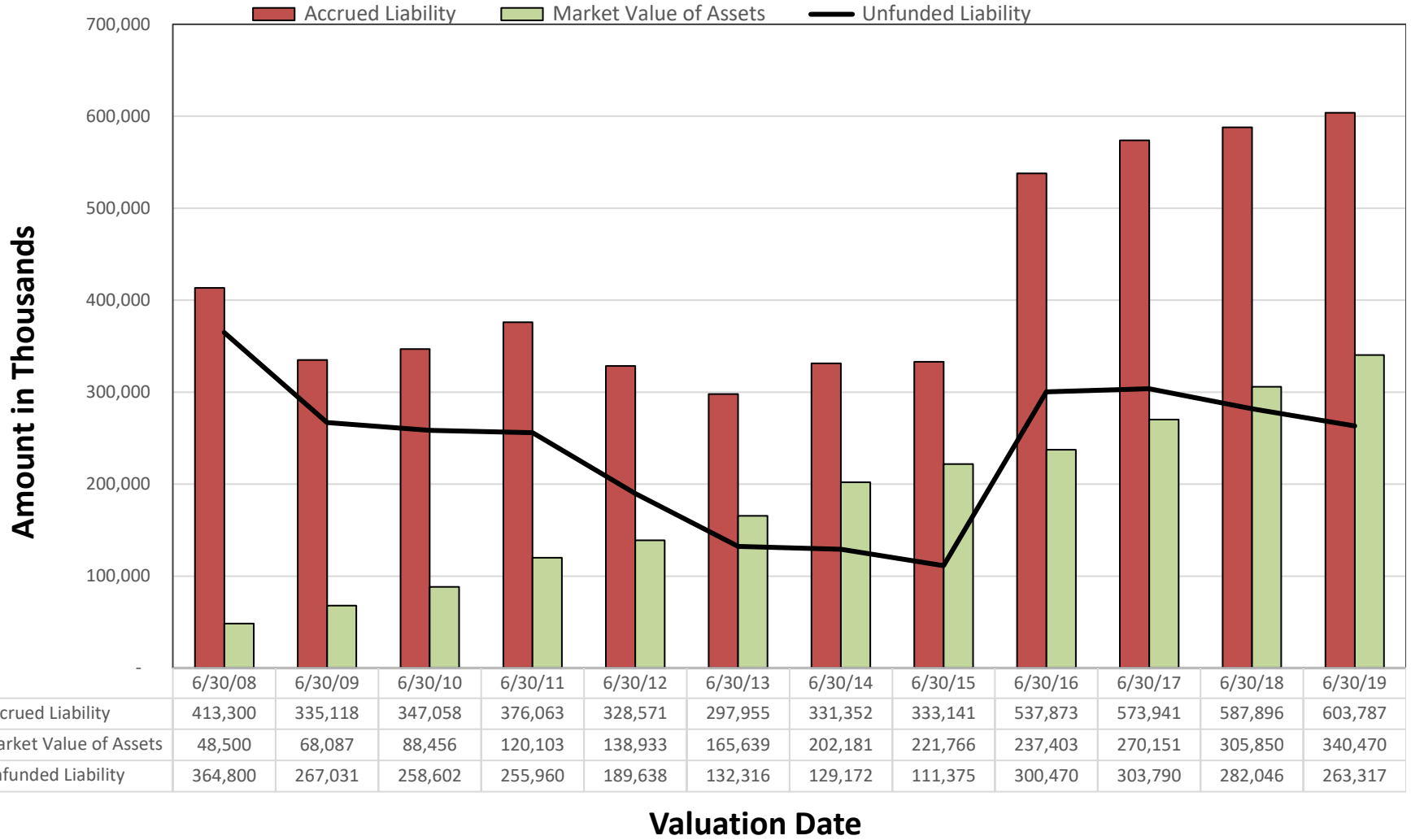
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Retiree Health Benefits Plan Funding Progress



Quarterly Report of the Controller-Treasurer Period Ended 12/31/2020

Funding Progress Retiree Health Benefits Plan



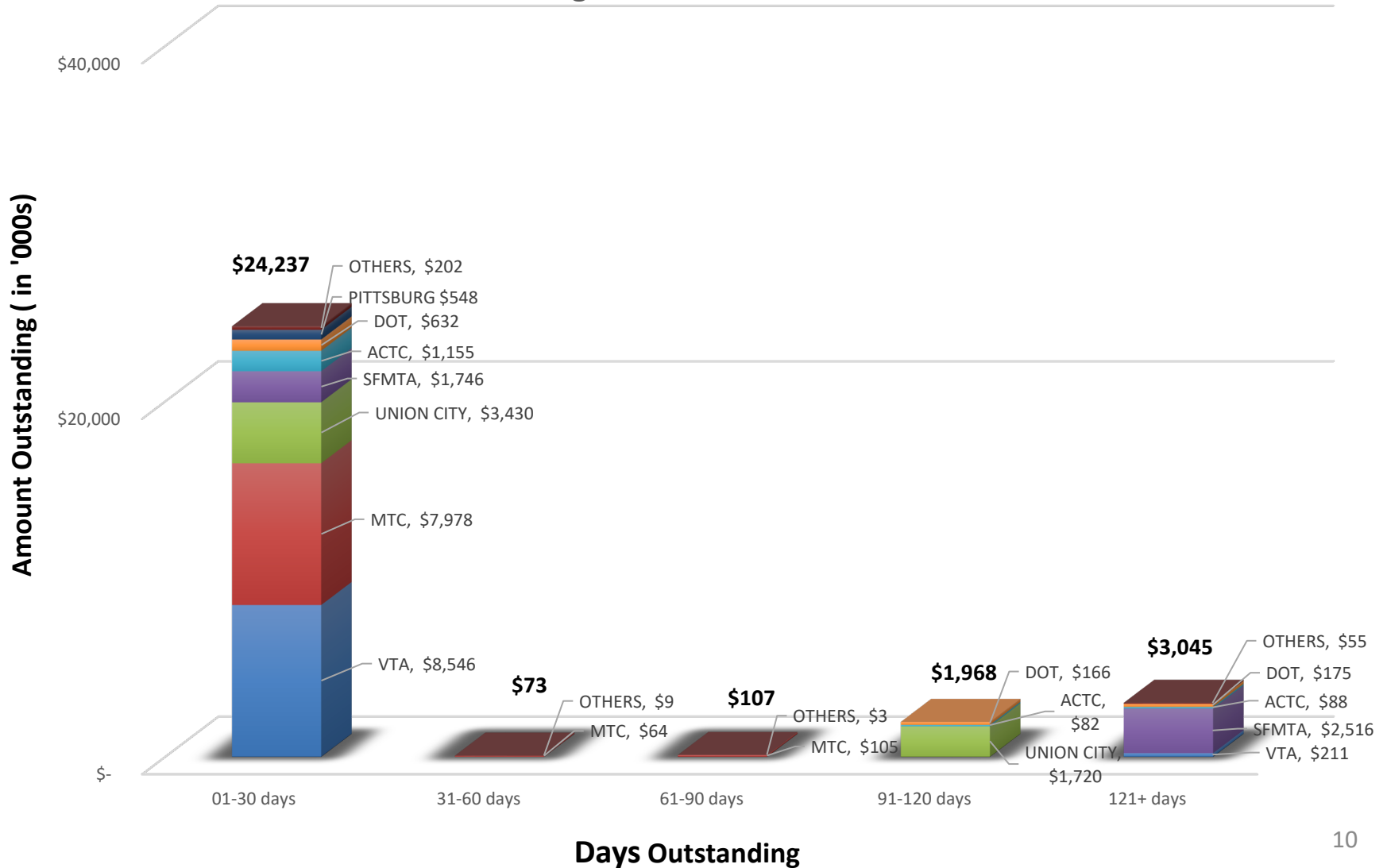
Quarterly Report of the Controller-Treasurer

Period Ended 12/31/2020

Accounts Receivable

- The time to receive reimbursement from our funding partners is shown in the chart below. The amount outstanding is \$29,430,359 as of December 31, 2020.

Outstanding Billed A/R Grants as of December 31, 2020



Quarterly Report of the Controller-Treasurer

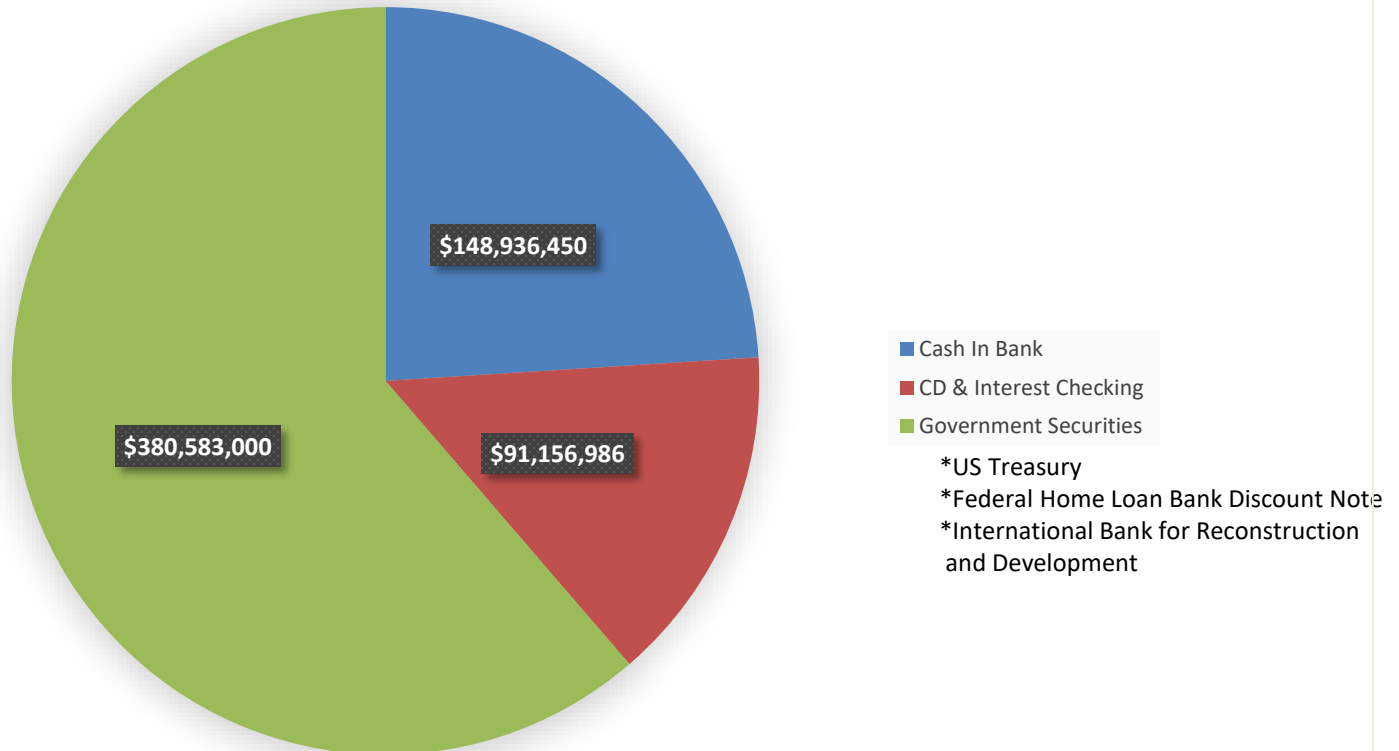
Period Ended 12/31/2020

3. DISTRICT FINANCES

Shown below are the composition of the District's cash and investments for the General Fund and Working Capital Fund as of the end of the quarter.

Total Cash and Investments - \$620,676,436

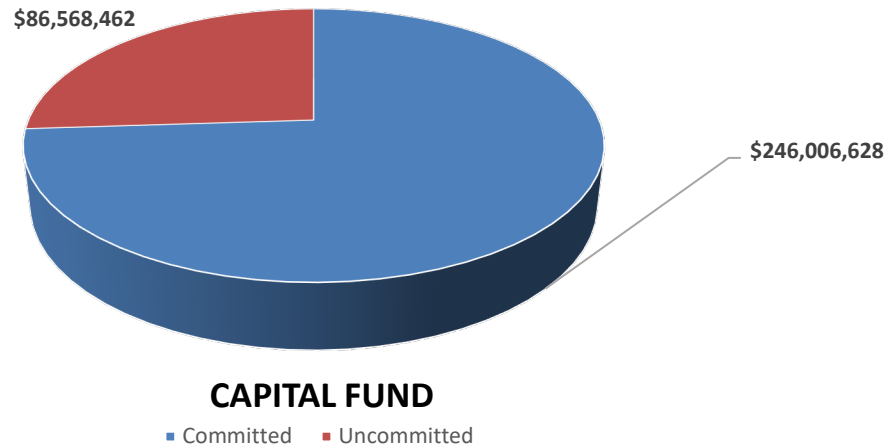
- Total Cash in Banks: \$148,936,450
- Total CD: \$885,783 and High Interest Checking Account: \$90,271,203
- Total Government Securities: \$380,583,000
- Weighted average return on our Investments in the current quarter is .06% compared to .38% reported in previous quarter. The weighted average maturity (WAM) of our Investment portfolio is 109 days.



Quarterly Report of the Controller-Treasurer Period Ended 12/31/2020

Breakdown of Cash and Investments

	General Fund	Capital Fund	Total
Restricted	\$ 34,964,589	\$ 21,971,770	\$ 56,936,359
Unrestricted	\$ 253,136,757	\$ 310,603,320	\$ 563,740,077
Total	\$ 288,101,346	\$ 332,575,090	\$ 620,676,436



Quarterly Report of the Controller-Treasurer

Period Ended 12/31/2020

Summary of Outstanding Bonds

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding Balance</u>	<u>Annual Debt Service</u>	<u>Property Tax Assessments *</u>
Sales Tax Revenue Bonds **		\$ 984,260,000	\$ 686,295,000	\$ 47,407,047***	
Measure AA General Obligation Bonds	\$ 980,000,000	\$ 980,000,000	\$ 681,780,000	\$ 55,933,444	\$7.10/\$100,000
Measure RR General Obligation Bonds	\$ 3,500,000,000	\$ 1,360,000,000	\$ 1,190,110,000	\$ 53,155,789	\$6.80/\$100,000
Total		<u>\$ 3,324,260,000</u>	<u>\$ 2,558,185,000</u>	<u>\$ 156,496,280</u>	

* Effective November 2020

** Sales Tax Revenue Bonds with outstanding balances.

*** Net of \$7,998,800 capitalized interest funded from the proceeds of the bonds issued.

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Period Ended 12/31/2020

Operating and Other Reserves

		September 30, 2020	Increase (Decrease) During the Quarter	December 31, 2020	June 30, 2020	Year to-date Increase (Decrease) FY 2021
Operating Reserve	(1)	\$ 53,708,182	\$ -	\$ 53,708,182	\$ 53,708,182	\$ -
Insurance Calamity Reserve	(2)	9,000,000	-	9,000,000	9,000,000	-
Operating Reserve - Economic Uncertainty	(3)	128,401,114	9,510,774	137,911,888	90,551,586	47,360,302
Operating Reserve - Fiscal Stability - Pension	(4)	20,343,375	115,721	20,459,096	20,294,375	164,721
Operating Reserve - Low Carbon Fuel Standards Credits	(5)	18,498,668	-	18,498,668	18,498,668	-
Working Capital Reserve Fund	(6)	83,491,820	277,605	83,769,425	83,198,688	570,737
Operating Reserve - Quality of Life	(7)	1,500,000	(1,500,000)	-	1,500,000	(1,500,000)
Total		\$ 314,943,159	\$ 8,404,100	\$ 323,347,259	\$ 276,751,499	\$ 46,595,760

- (1) Cumulative balance of operating reserves per "Financial Stability Policy" approved by the Board.
- (2) This reserve was set aside in the 1960s to cover catastrophic losses associated with District property damage, public liability and workers' compensation claims.
- (3) Operating reserve set aside due to uncertain economic conditions.
- (4) Amount set aside in FY18, FY19 and FY20 for pension contribution or for prefunding of the District's pension obligation. A Section 115 Pension Trust has been created for this reserve.
- (5) Portion of proceeds from sale of Low Carbon Fuel Standards credits sold set aside to support operations per "Low Carbon Fuel Standard Policy" approved by the Board in July 2017.
- (6) Working capital fund.
- (7) Operating reserve set aside in FY 19 for quality-of-life initiatives.