



Quarterly Report of the Controller-Treasurer Periods Ending 12/31/2021 and 03/31/2022



BART Board of Directors
June 9, 2022

Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

- 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 \$400 billion.
 - ✓ The District established a Section 115 Trust for prefunding the District's pension obligation on February 5, 2020.
 - **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

Periods Ending 12/31/2021 and 03/31/2022

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

Quarterly Change

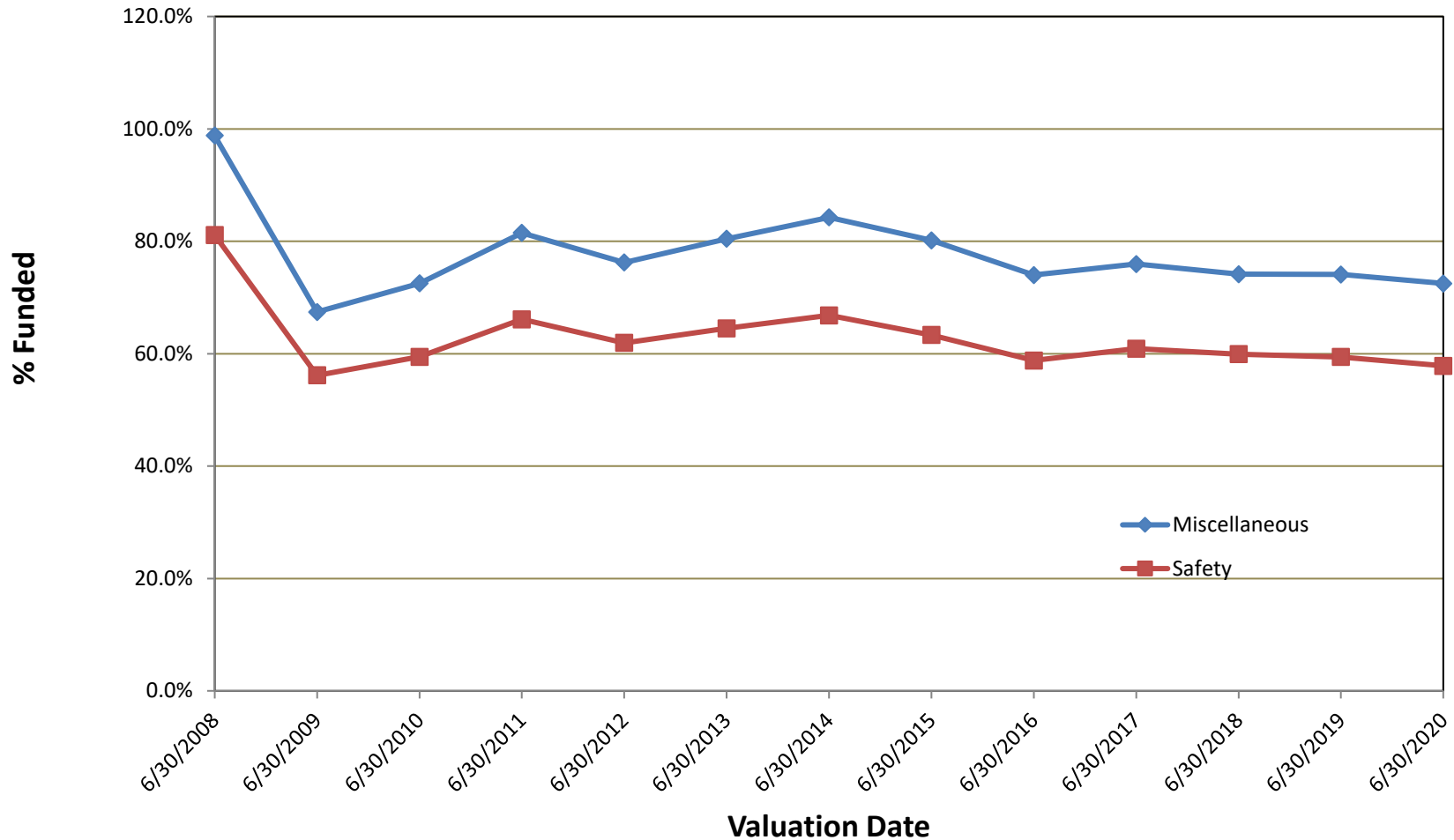
	<u>Net Assets</u> <u>September 30, 2021</u>	<u>Contributions</u>	<u>Expenses</u>	<u>Gain (Loss)</u>	<u>Net Assets</u> <u>December 31, 2021</u>	<u>Inception to-date</u> <u>Return</u>
Retiree Health Benefit Trust	\$ 503,636,504	\$ 10,623,846	\$ (7,545,937)	\$ 26,172,139	\$ 532,886,552	8.0%
Section 115 Pension Trust	30,268,073	-	-	(138,871)	30,129,202	1.0%
Survivors Benefit Trust	10,570,524	200,035	(108,005)	555,123	11,217,677	21.5%
	<u>\$ 544,475,101</u>	<u>\$ 10,823,881</u>	<u>\$ (7,653,942)</u>	<u>\$ 26,588,391</u>	<u>\$ 574,233,431</u>	

	<u>Net Assets</u> <u>December 31, 2021</u>	<u>Contributions</u>	<u>Expenses</u>	<u>Gain (Loss)</u>	<u>Net Assets</u> <u>March 31, 2022</u>	<u>Inception to-date</u> <u>Return</u>
Retiree Health Benefit Trust	\$ 532,886,552	\$ 9,106,154	\$ (7,492,489)	\$ (28,558,733)	\$ 505,941,484	7.5%
Section 115 Pension Trust	30,129,202	-	-	(1,440,911)	28,688,291	* -1.4%
Survivors Benefit Trust	11,217,677	197,988	(110,040)	(587,868)	10,717,757	12.7%
	<u>\$ 574,233,431</u>	<u>\$ 9,304,142</u>	<u>\$ (7,602,529)</u>	<u>\$ (30,587,512)</u>	<u>\$ 545,347,532</u>	

* Excludes \$5,000,000 allocation for fiscal year 2022 through March 31, 2022 that have not yet been remitted to the Trust.

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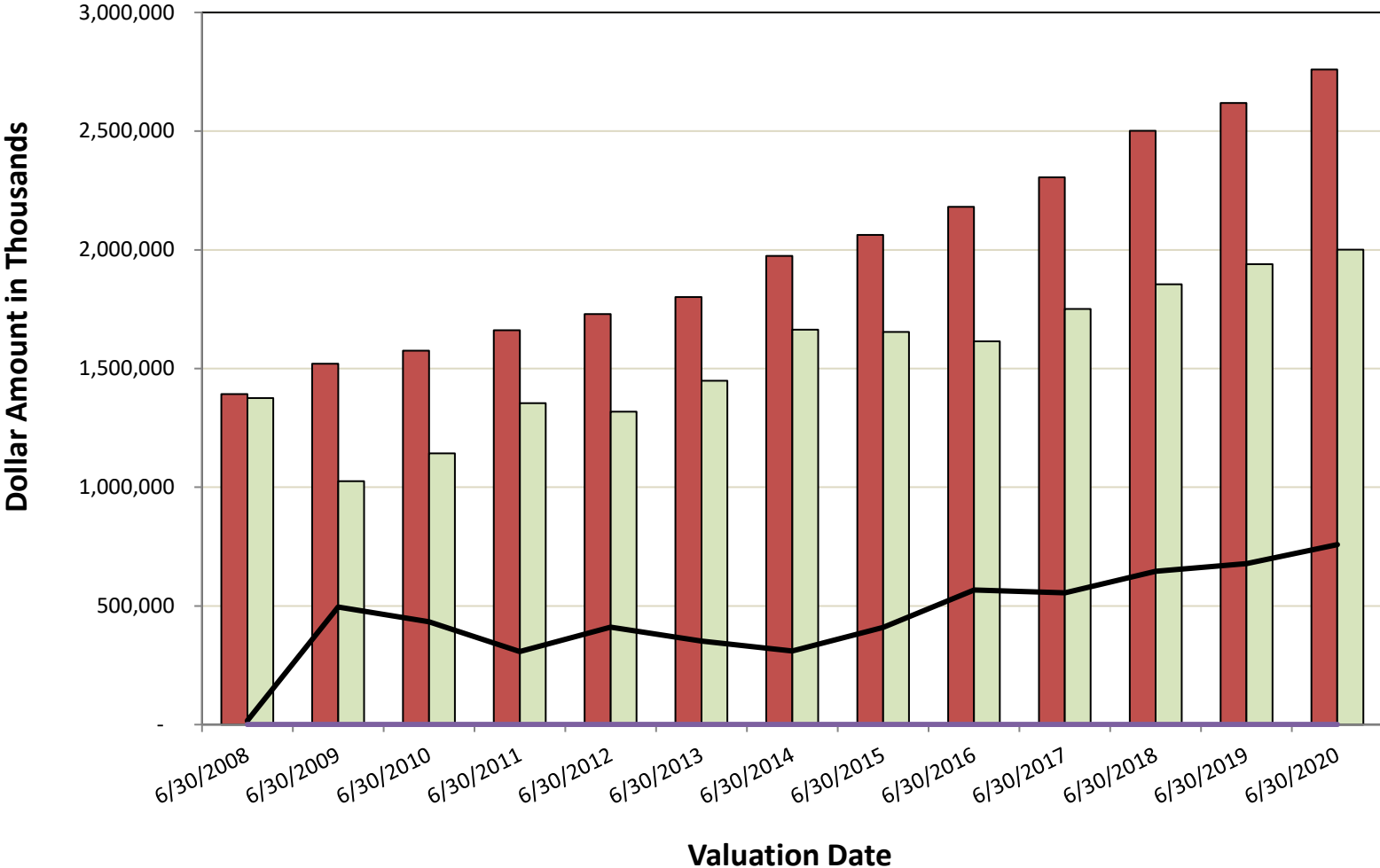
CALPERS Pension Plan Funding Progress



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CALPERS Miscellaneous Pension Plan Funding Progress

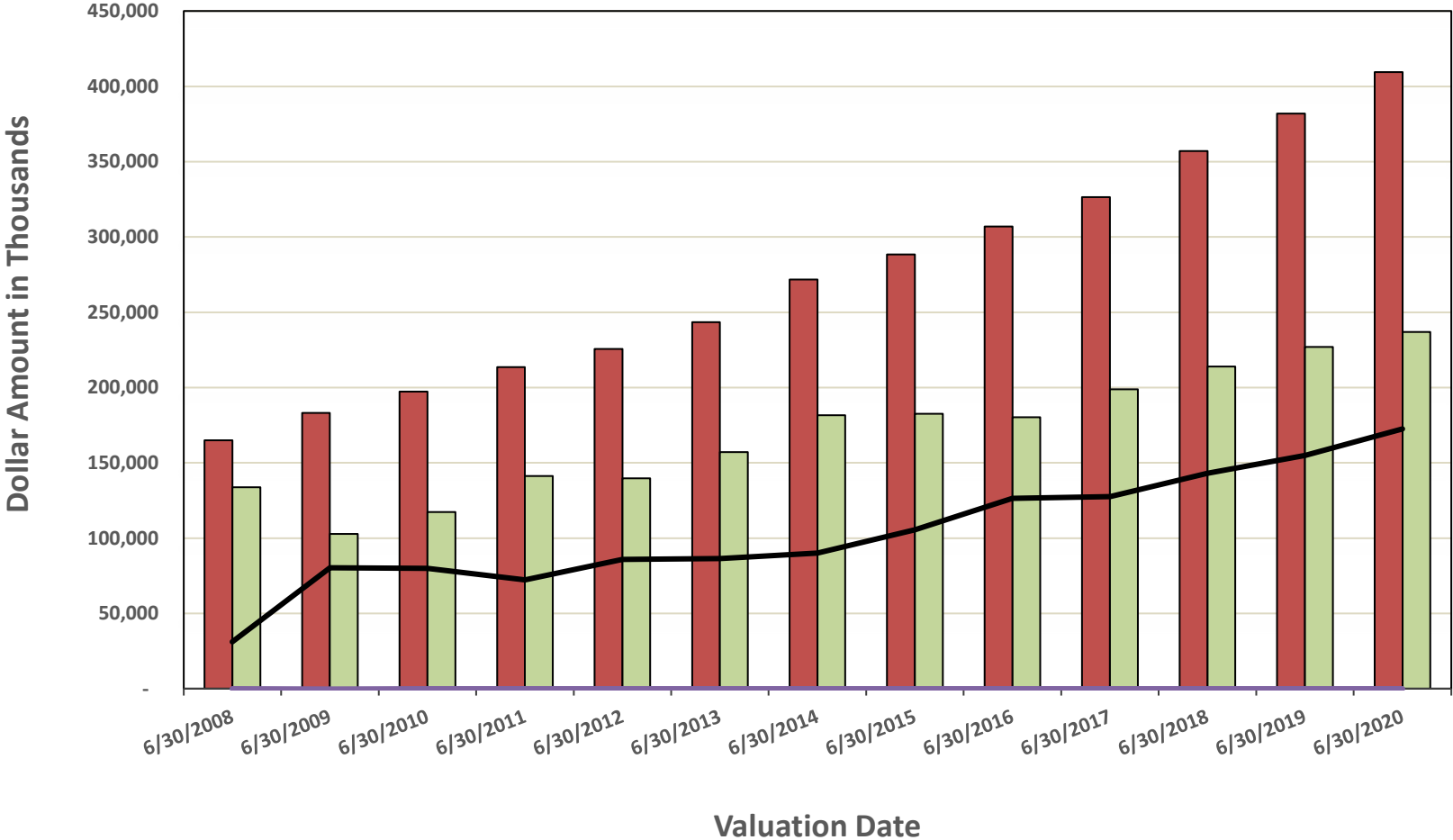
■ Accrued Liability
 ■ Market Value of Assets
 — Unfunded Liability



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CALPERS Safety Pension Plan Funding Progress

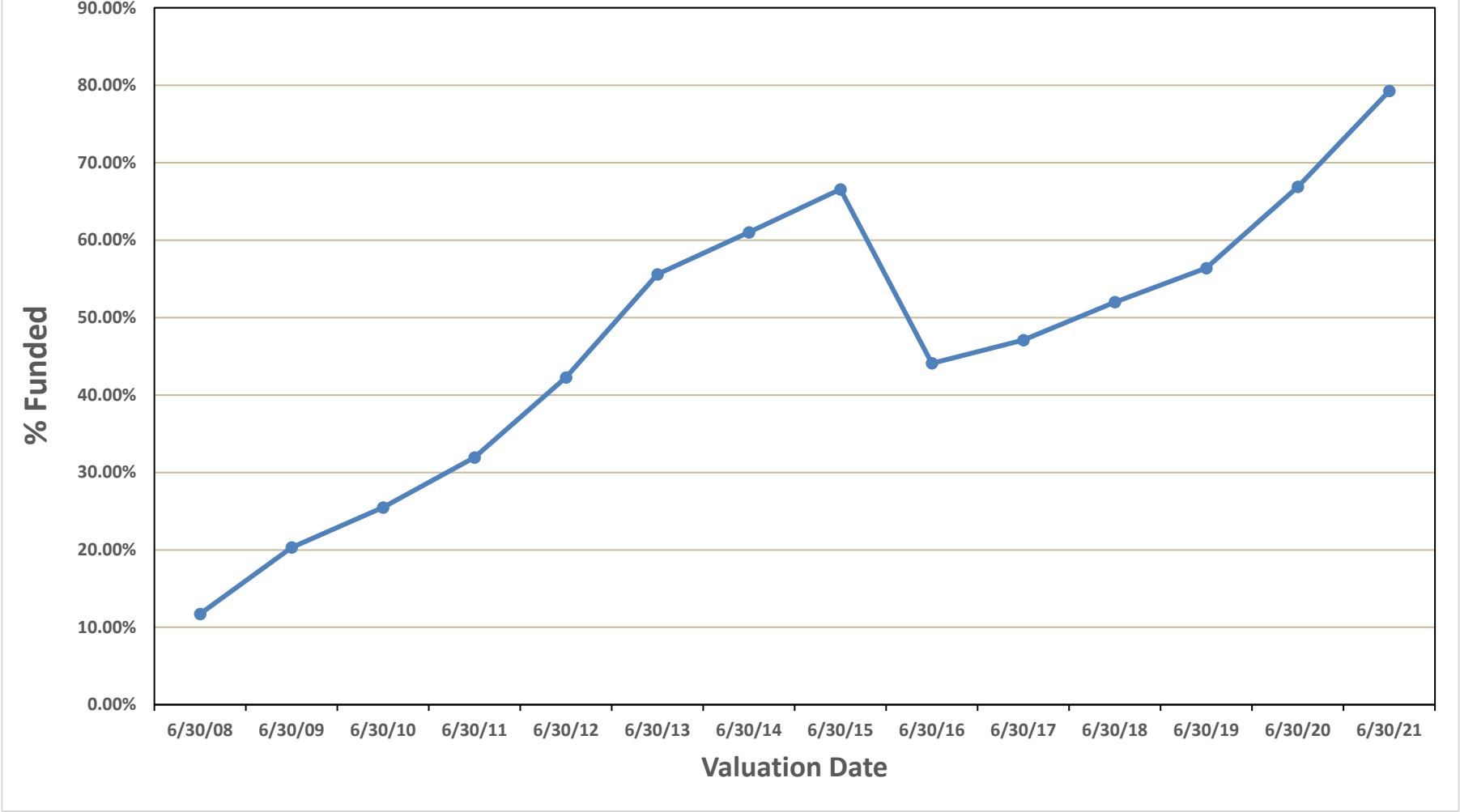
■ Accrued Liability
 ■ Market Value of Assets
 — Unfunded Liability



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Periods Ending 12/31/2021 and 03/31/2022

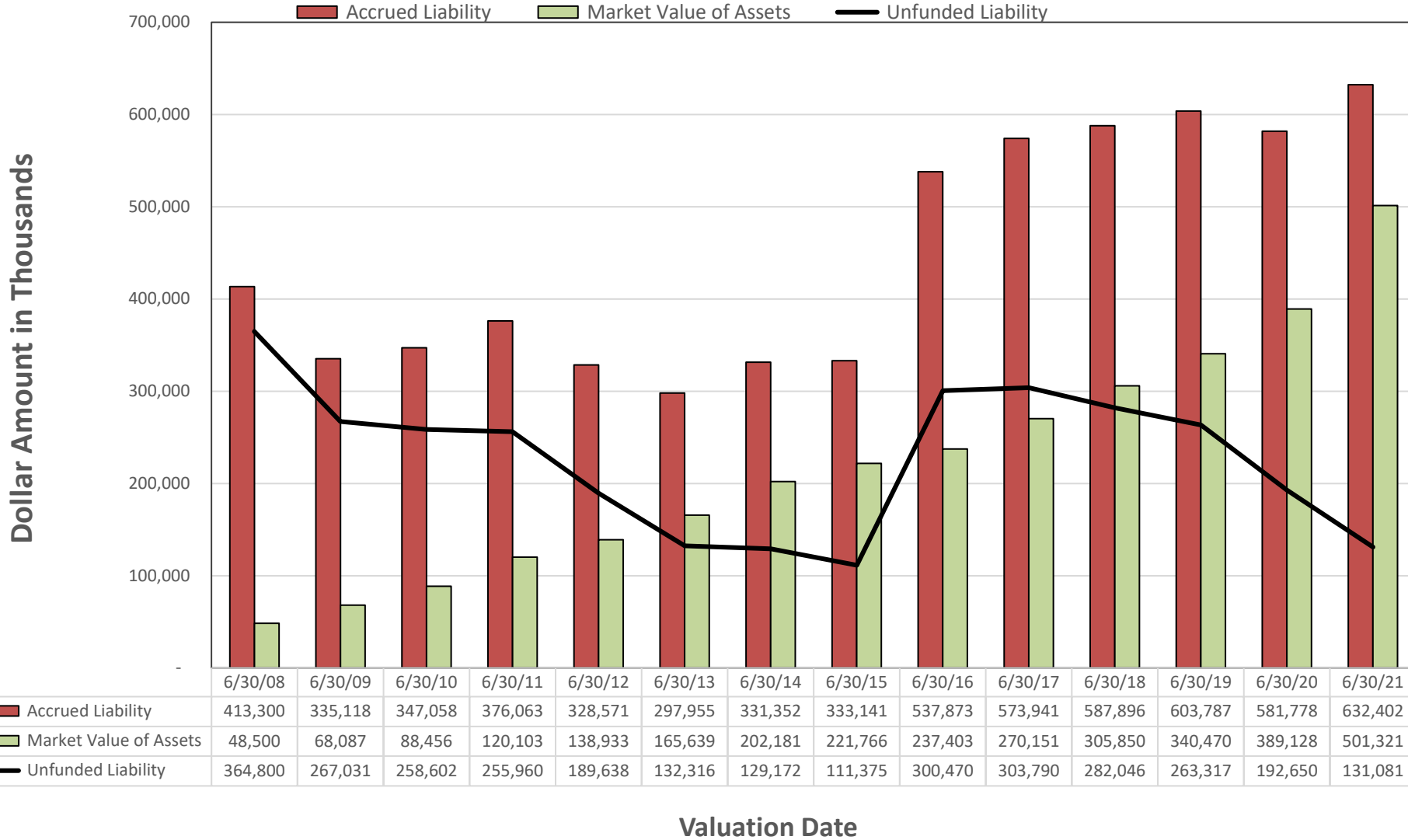
Retiree Health Benefits Plan Funding Progress



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Funding Progress Retiree Health Benefits Plan



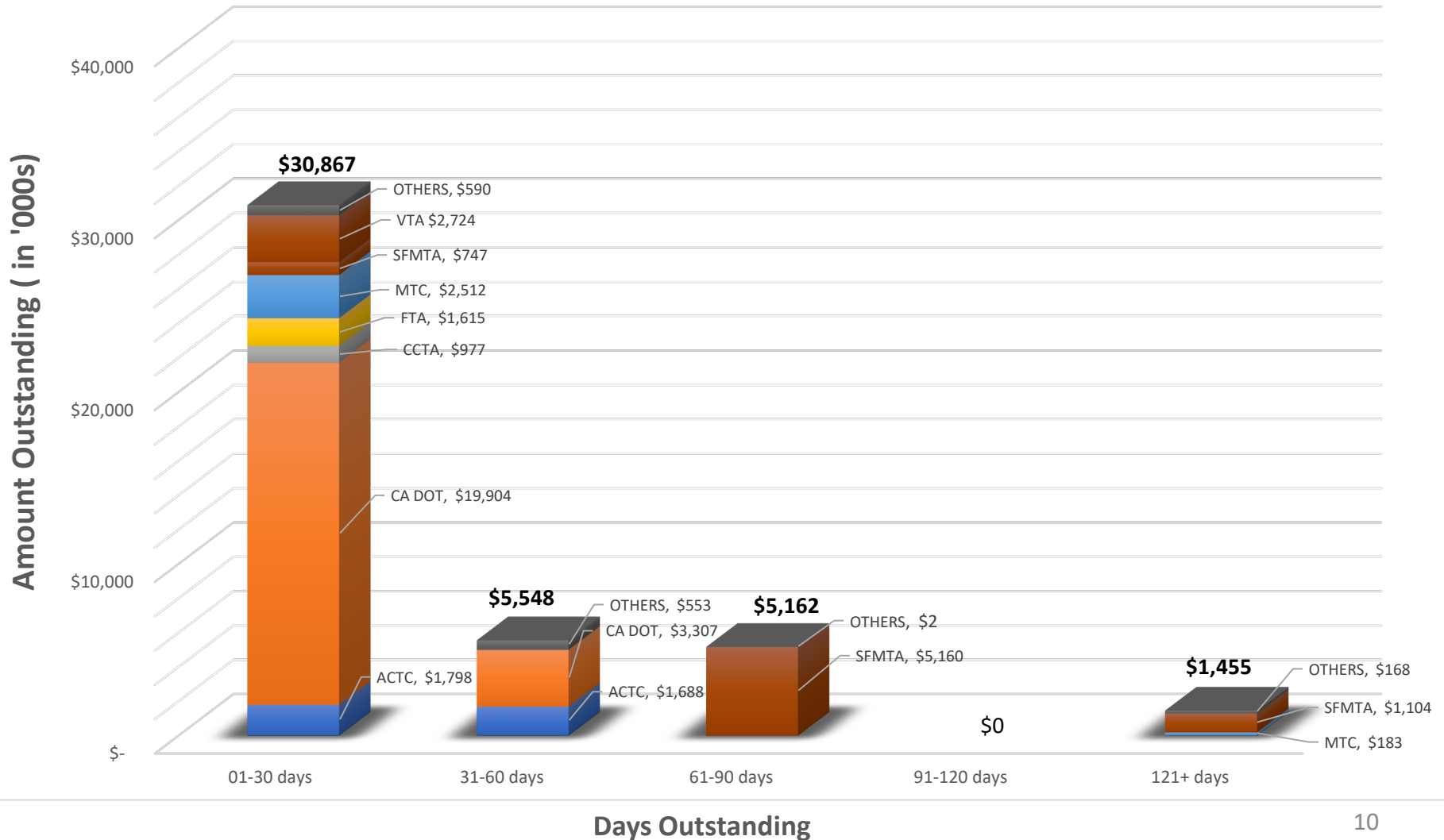
Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

Accounts Receivable

- The status of receivables from our funding partners is shown in the chart below. The amount outstanding is \$43,031,672 as of March 31, 2022.

Outstanding Billed Grants Receivable as of March 31, 2022



Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

Cash and Investments

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.

	<u>12/31/2021</u>	<u>% Allocation</u>	<u>3/31/2022</u>	<u>% Allocation</u>
Cash on hand and Cash In Bank	\$ 296,739,961	39%	\$ 159,192,315	20%
CD & Interest Checking	81,195,983	11%	21,206,128	3%
Government Securities	284,560,000 *	37%	510,275,000**	64%
Mutual Fund - Bond Fund	30,129,202	4%	28,688,291	4%
Local Agency Investment Fund	74,999,193	10%	75,058,097	9%
Total Cash Investments	<u>\$ 767,624,339</u>	<u>100%</u>	<u>\$ 794,419,831</u>	<u>100%</u>

* Invested in U.S. Treasury and Federal Home Loan Bank Discount Notes

** Invested in U.S. Treasury

➤ Weighted average return on our Investments in Government Securities were .06% (12/31/2021) and .43% (03/31/2022) compared to .05% reported in previous quarter. The weighted average maturity (WAM) of our Investment portfolio is 73 days. The yield on Local Agency Investment Fund for the quarter 12/31/2021 is .23% and for quarter 03/31/2022 is .32%.

Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

Breakdown of Cash and Investments

	December 31, 2021			March 31, 2022		
	General Fund	Capital Fund	Total	General Fund	Capital Fund	Total
Restricted	\$ 23,145,799	\$ 29,825,038	\$ 52,970,837	\$ 20,774,382	\$ 28,948,613	\$ 49,722,995
Unrestricted	\$ 440,915,684	\$ 273,737,818	\$ 714,653,502	\$ 458,231,036	\$ 286,465,800	\$ 744,696,836
	\$ 464,061,483	\$ 303,562,856	\$ 767,624,339	\$ 479,005,418	\$ 315,414,413	\$ 794,419,831
Allocated		\$ 246,261,539			\$ 253,737,867	
Scheduled to be Allocated		\$ 57,301,317			\$ 61,676,546	
Total		\$ 303,562,856			\$ 315,414,413	

Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

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	\$ 657,520,000	\$ 57,167,323	
Measure AA General Obligation Bonds	\$ 980,000,000	\$ 980,000,000	\$ 655,180,000	\$ 54,655,594	\$2.50/\$100,000
Measure RR General Obligation Bonds	\$ 3,500,000,000	\$ 1,360,000,000	\$ 1,179,660,000	\$ 54,626,500	\$3.50/\$100,000
Total		<u>\$ 3,324,260,000</u>	<u>\$ 2,492,360,000</u>	<u>\$ 166,449,417</u>	

* Effective November 2021 after taking into consideration balances of cash on hand available for debt service.

** Sales Tax Revenue Bonds with outstanding balances.

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Operating and Other Reserves

Quarterly Changes

		October - December 2021			January - March 2022		March 31, 2022
		September 30, 2021	Additions	Usage	Additions	Usage	
Operating Reserve	(1)	\$ 53,708,182	\$ -	\$ -	\$ -	\$ -	\$ 53,708,182
Insurance Calamity Reserve	(2)	9,000,000	-	-	-	-	9,000,000
Operating Reserve - Economic Uncertainty							-
General Reserve for Economic Uncertainty	(3)	25,345,543					25,345,543
From Federal Assistance - CRRSAA	(3)	206,822,640	42,013,189	(39,221,039)		(89,560,386)	120,054,404
From Federal Assistance - ARP	(3)		74,010,950	-	106,446,719	-	180,457,669
Operating Reserve - Fiscal Stability - Pension	(4)	30,268,073		(138,871)	5,000,000	(1,440,911)	33,688,291
Operating Reserve - Low Carbon Fuel Standards Credits	(5)	18,498,668	-	-	-	-	18,498,668
Working Capital Reserve Fund	(6)	83,869,753	7,514	-	33,972	-	83,911,239
Operating Reserve - eBART Operations	(7)	5,390,000	-	-	-	-	5,390,000
Total		<u>\$ 432,902,859</u>	<u>\$ 116,031,653</u>	<u>\$ (39,359,910)</u>	<u>\$ 111,480,691</u>	<u>\$ (91,001,297)</u>	<u>\$ 530,053,997</u>

Quarterly Report of the Controller-Treasurer

Periods Ending 12/31/2021 and 03/31/2022

Fiscal Year-To-Date Changes

		<u>July 2021 - March 31, 2022</u>			
		<u>June 30, 2021</u>	<u>Additions</u>	<u>Usage</u>	<u>March 31, 2022</u>
Operating Reserve	(1)	\$ 53,708,182	\$ -	\$ -	\$ 53,708,182
Insurance Calamity Reserve	(2)	9,000,000	-	-	9,000,000
Operating Reserve - Economic Uncertainty			-	-	-
General Reserve for Economic Uncertainty	(3)	25,345,543	-	-	25,345,543
From Federal Assistance - CRRSAA	(3)	169,512,957	167,285,855	(216,744,408)	120,054,404
From Federal Assistance - ARP	(3)		180,457,669	-	180,457,669
Operating Reserve - Fiscal Stability - Pension	(4)	30,256,998	5,000,000	(1,568,707)	33,688,291
Operating Reserve - Low Carbon Fuel Standards Credits	(5)	18,498,668	-	-	18,498,668
Working Capital Reserve Fund	(6)	83,865,700	45,539	-	83,911,239
Operating Reserve - eBART Operations	(7)	5,390,000	-	-	5,390,000
Total		<u>\$ 395,578,048</u>	<u>\$ 352,789,063</u>	<u>\$ (218,313,115)</u>	<u>\$ 530,053,997</u>

- (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, FY20, FY21, and FY22 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) FY21 year end operating allocation for eBART non-labor operating cost.