

# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/16

- 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.
  - **Retiree Medical Benefits** coverage funded by a Trust established by the District in 2005.  
The Trust as of September 30, 2016
    - a. Invested in a combination of stocks, bonds, REIT & cash,
    - b. Benchmark 6.75%,
    - c. Total net assets \$246.7 million and inception to date return is 6.5%,
    - d. Quarterly Report to the Unions
  - **Survivor Benefits** of active and retired employees funded by the employees (\$15/month).
  - **Life Insurance** for retired employees which is currently unfunded but with a net required OPEB contribution of \$18.7 million as of September 30, 2016.
  - 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 09/30/16

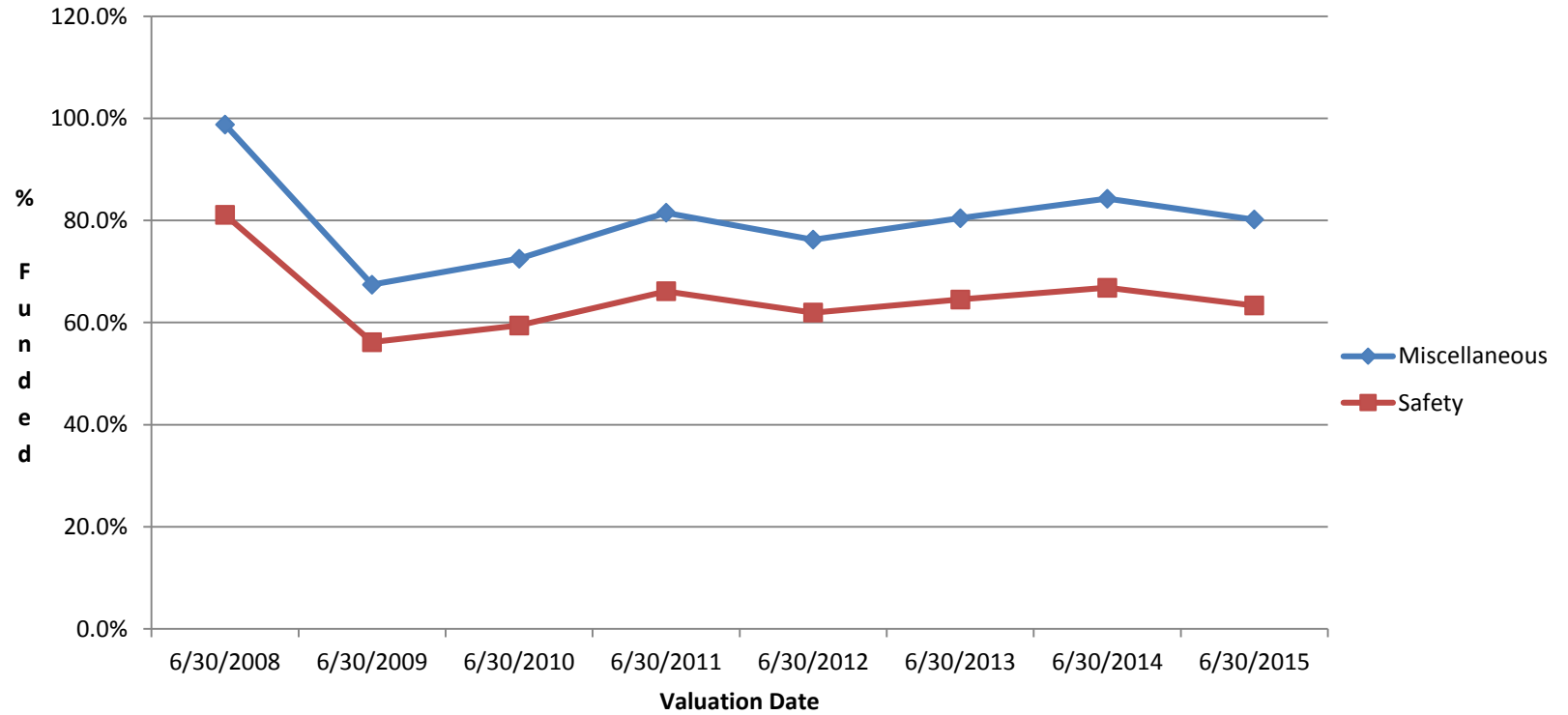
### Funding Summary of Pension, Retiree Health & Other Post-Employment Benefits

	Valuation Date	Market Value of Assets	Total Pension Liability	Unfunded Pension Liability	% Funded
<b>Retirement Pension with CALPERS</b>					
<b>Miscellaneous Employees</b>	6/30/2015	\$ 1,653,930,454	\$ 2,063,048,906	\$ 409,118,452	80.2%
<b>Safety Employees</b>	6/30/2015	\$ 182,630,907	\$ 288,315,795	\$ 105,684,888	63.3%
<b>Retiree Health Benefits</b>	6/30/2015	\$ 221,765,847	\$ 333,141,399	\$ 111,375,552	66.6%
<b>Other Post Employment Benefits</b>					
<b>Life Insurance</b>	6/30/2015	\$ -	\$ 30,658,870	\$ 30,658,870	0.0%
<b>Survivors Benefits</b>			----- Note A -----		

Note A Actuarial valuation for this plan is currently being calculated.

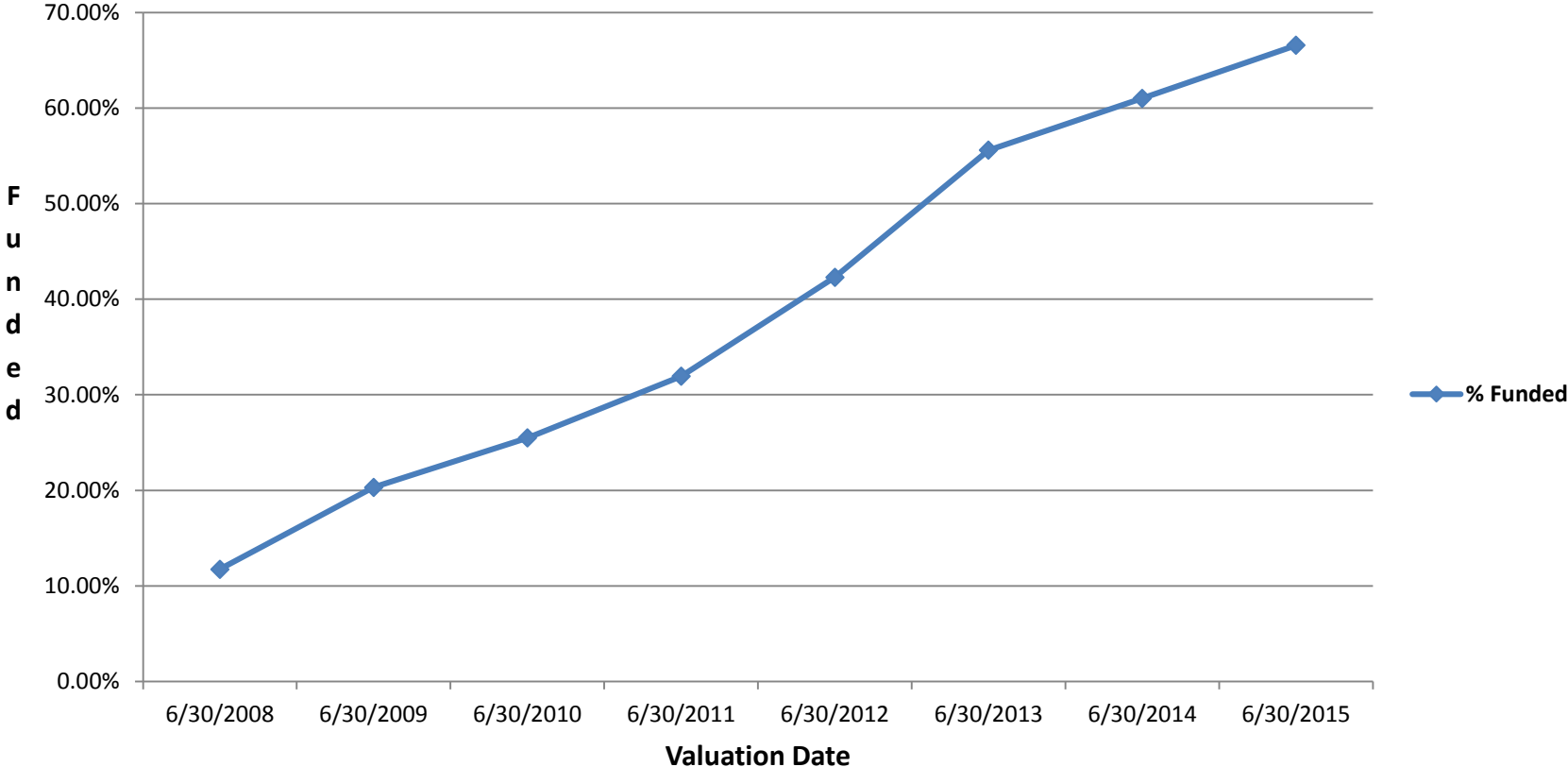
# Quarterly Report of the Controller-Treasurer Period Ended 09/30/16

## CALPERS Pension Plan Funding Progress



# Quarterly Report of the Controller-Treasurer Period Ended 09/30/16

## Retiree Health Benefits Plan



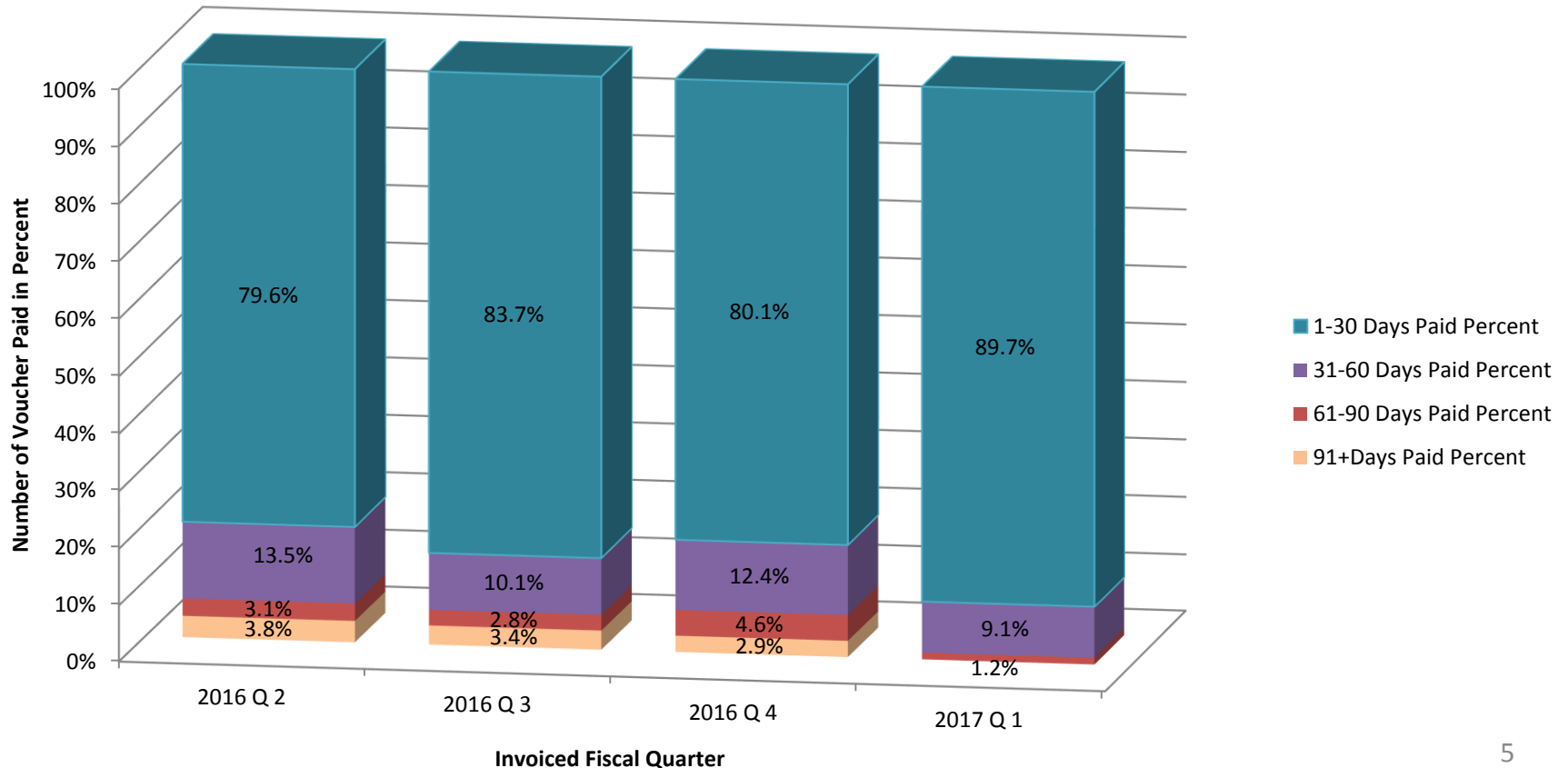
# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/16

### Accounts Payable

- One goal is to pay 93% of our invoices within 30 days. We continue to keep our focus on getting our vendors paid as quickly as possible. During the most recent quarter, the District was able to process 89.7% of all paid invoices within 30 days. Of those that were not processed in 30 days, 9.1% were processed within 60 days, and 1.2% were processed within 90 days. The trend depicting the past year is shown here:

### Quarterly Number of Voucher Payment Trend



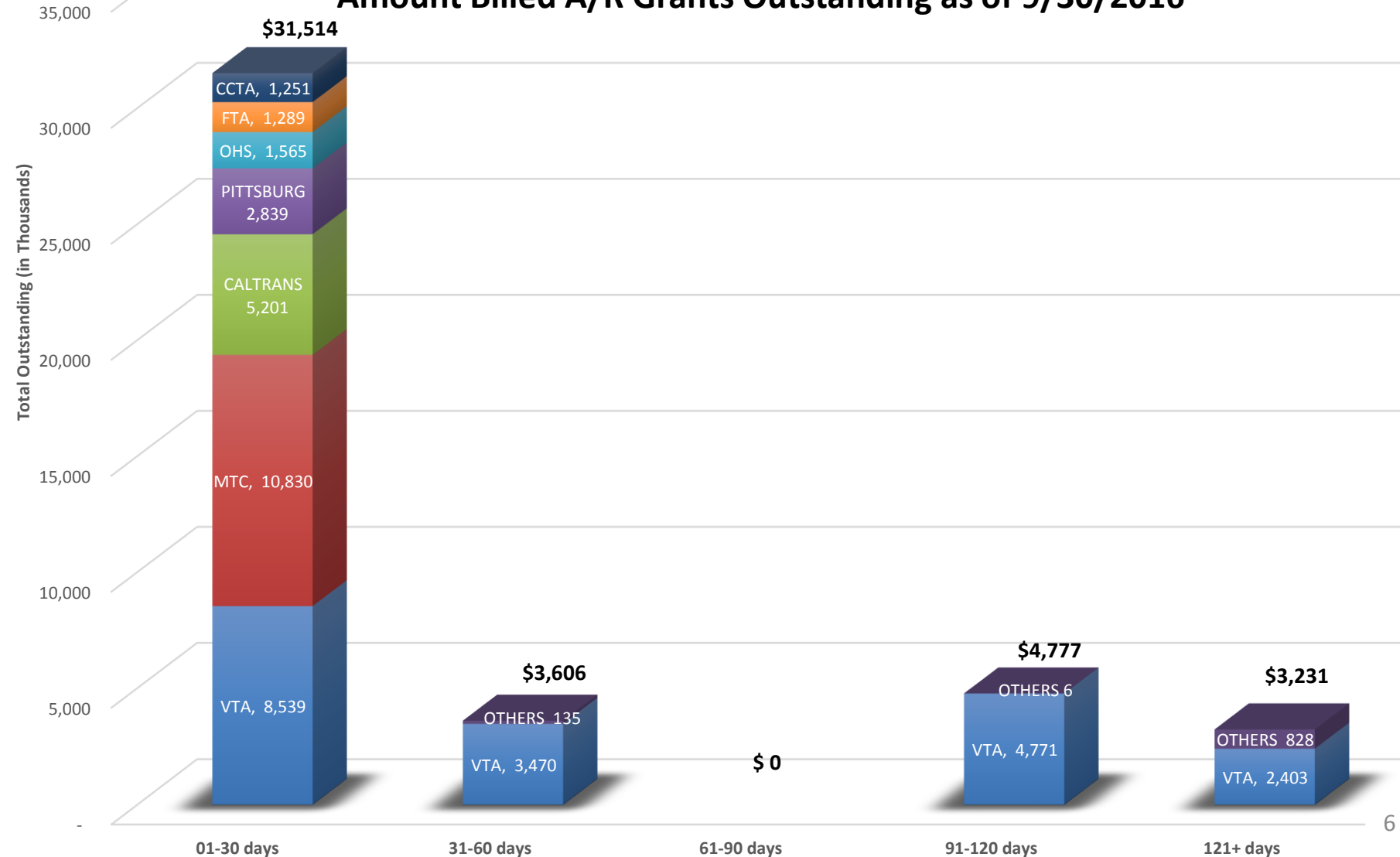
# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/16

### Accounts Receivable

➤ The time to receive reimbursement funding from our funding partners is shown in the chart below. The amount outstanding is \$43,128,000 as of September 30, 2016.

### Amount Billed A/R Grants Outstanding as of 9/30/2016



# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/16

### 3. DISTRICT FINANCES

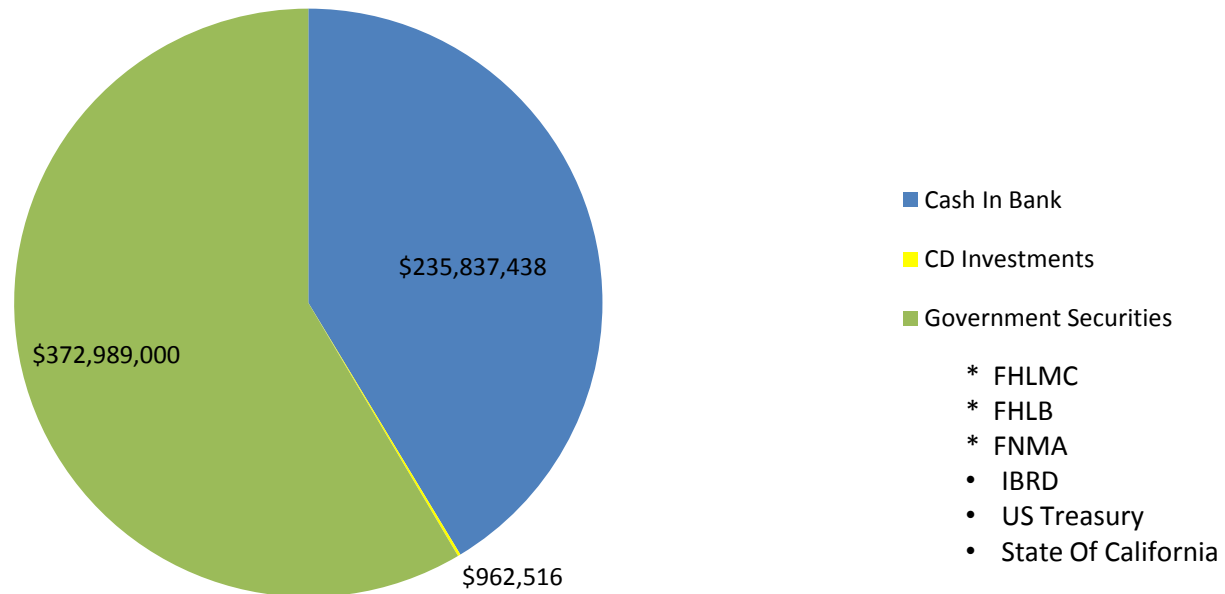
The District continues to actively search for investments which meets the Investment Policy and generates a yield higher than zero. These investments, listed below, are in compliance with the District's Investment Policy.

#### Operating Reserve

- Balance: \$40,740,161 or 6.3% (Policy goal is 15% of Annual Operating Expenses or about \$96M)

#### Cash and Investments

- Total Cash in Banks: \$235,837,438
- Total CD Investments: \$962,516
- Total Government Securities: \$372,989,000
- Return on T-Bill Investments: Weighted average is .60% - Poor investment environment, but always looking. The weighted average maturity (WAM) of our T-Bill Investment portfolio is 148 days.
- Pie chart showing the difference in cash, cd investments and government securities



# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/16

### **Debt**

- The District currently has two types of debt outstanding:
  1. Sales Tax Revenue Debt
  2. General Obligation Debt

### **Sales Tax Revenue Debt**

- Currently outstanding debt of \$595.06 million.
- Annual Debt Service \$50.4 million.
- Debt Services comes “off the top” of sales tax revenues remitted to the district by the State Board of Equalization.
- This directly impacts the operating budget.

### **General Obligation Bonds**

- These were passed by a 2/3 majority of eligible voters.
- Currently outstanding debt of \$600.2 million.
- Issued \$740 of \$980 authorized.
- Debt paid by annual assessment of BART property tax holders and does not impact the operating budget.
- Most recent assessment as of this current year is \$8.00/\$100,000