



Controller-Treasurer's Quarterly Report Period Ending December 31, 2022



BART Board of Directors
May 11, 2023

Controller-Treasurer's Quarterly Report

Period Ending December 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.

Controller-Treasurer's Quarterly Report

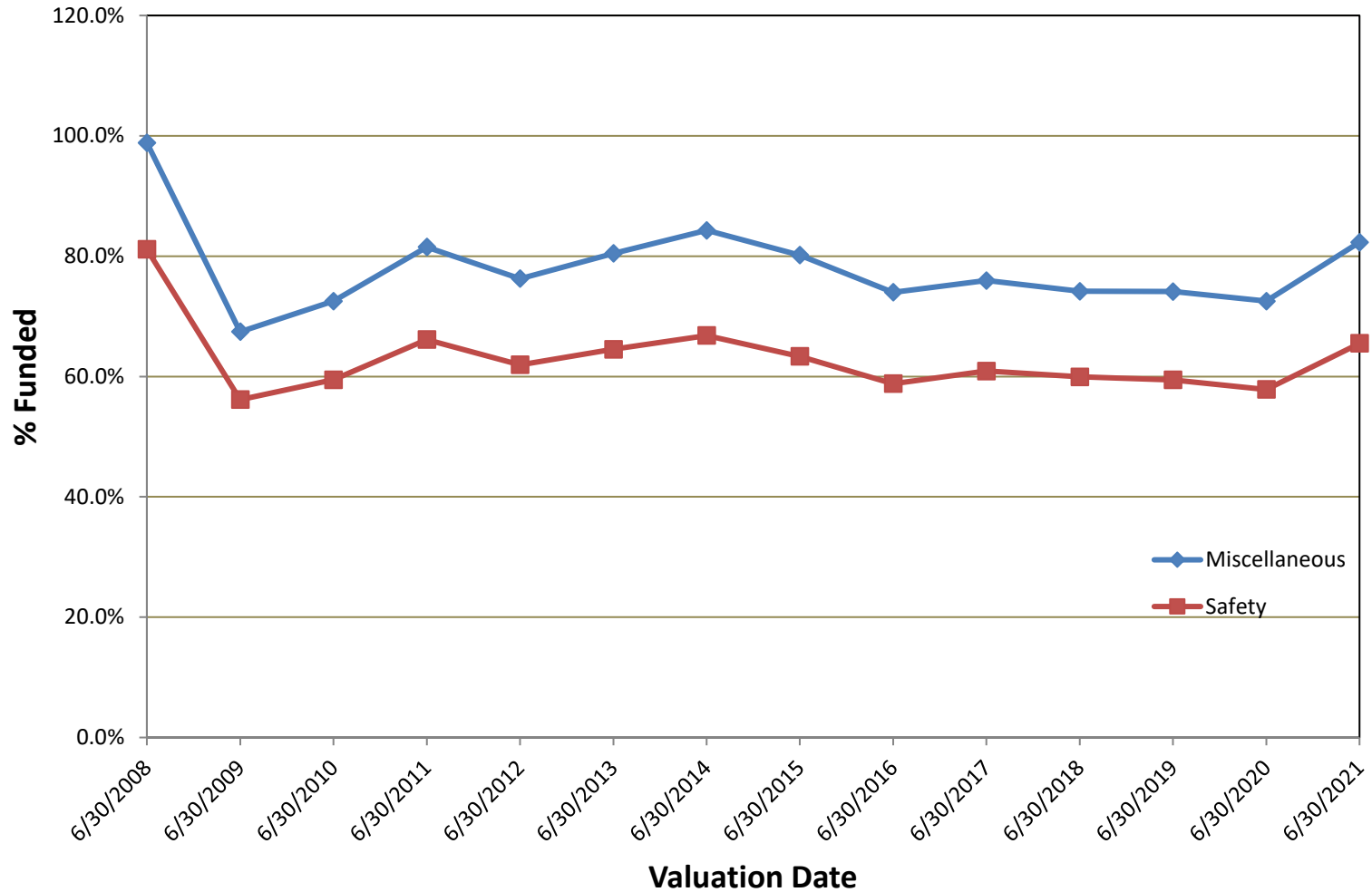
Period Ending December 31, 2022

Funding Summary of Pension Benefit Obligations

	<u>Report Date</u>	<u>Market Value of Assets</u>	<u>Total Liability</u>	<u>Unfunded Liability</u>	<u>% Funded</u>
Funds Managed by CALPERS					
Miscellaneous Employees	6/30/2021	\$ 2,428,597,412	\$ 2,949,517,562	\$ 520,920,150	82.3%
Safety Employees	6/30/2021	\$ 292,270,831	\$ 446,325,701	\$ 154,054,870	65.5%
Section 115 Pension Trust	12/31/2022	<u>\$ 37,358,915</u>		<u>\$ (37,358,915)</u>	
Total - Pension Benefit Obligations		<u>\$ 2,758,227,158</u>	<u>\$ 3,395,843,263</u>	<u>\$ 637,616,105</u>	

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CALPERS Pension Plan Funding Progress

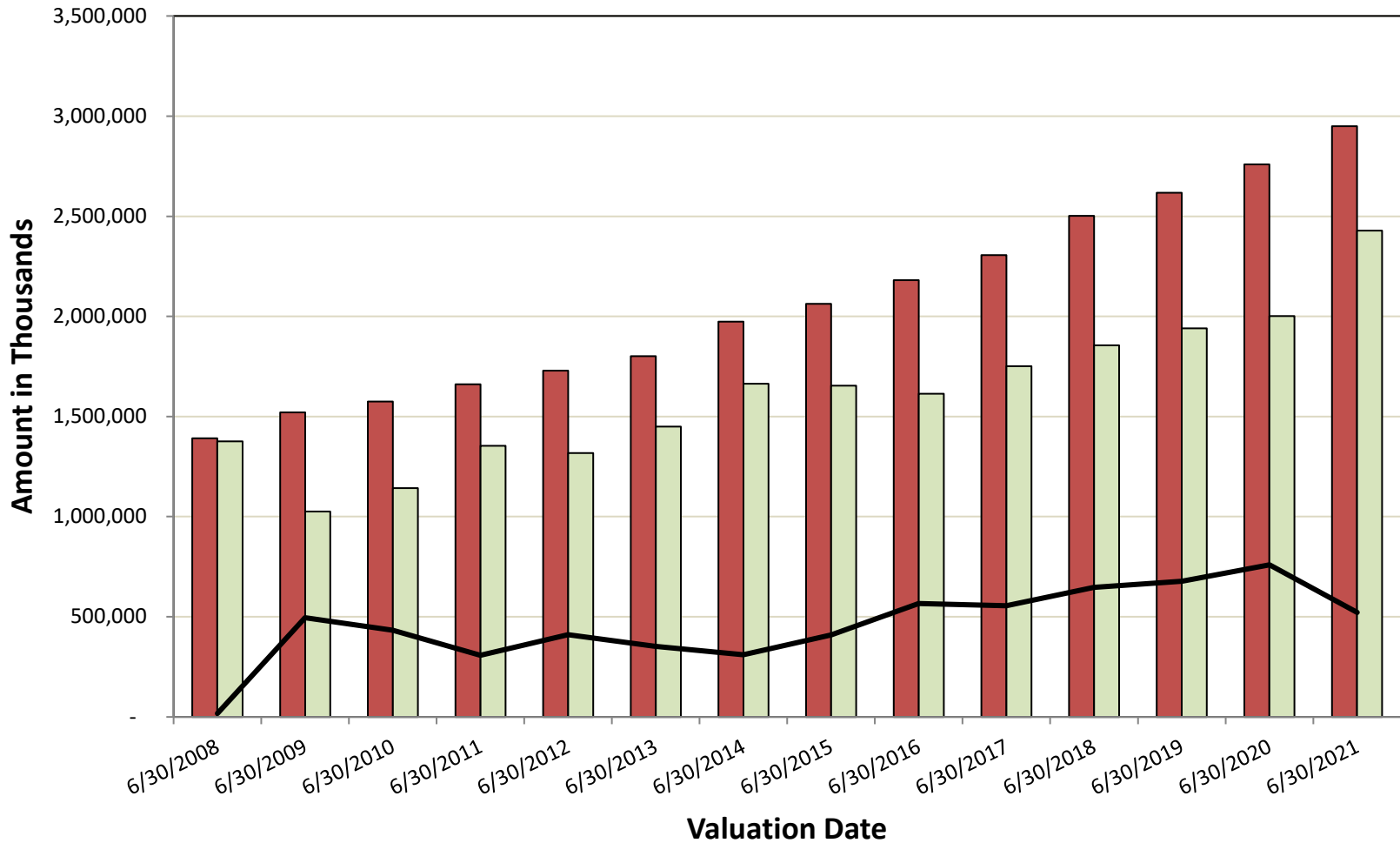


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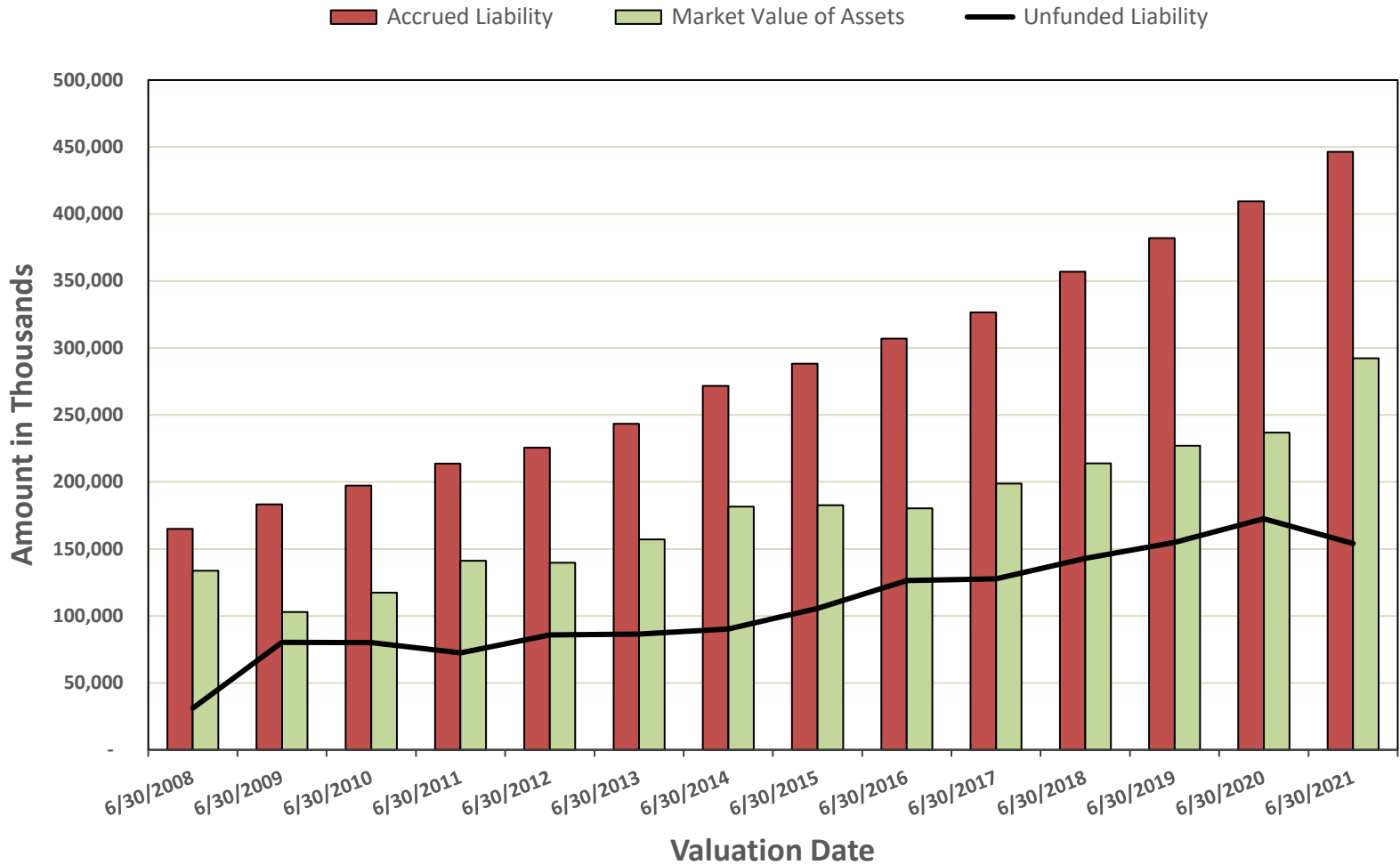
CALPERS Miscellaneous Pension Plan Funding Progress

Accrued Liability Market Value of Assets Unfunded Liability



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CALPERS Safety Pension Plan Funding Progress



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Funding Summary of Other Post Employment Benefit Obligations

	<u>Report Date</u>	<u>Market Value of Assets</u>	<u>Total Liability</u>	<u>Unfunded Liability</u>	<u>% Funded</u>
Retiree Health Benefits	6/30/2022	\$ 450,028,000	\$ 677,530,000	\$ 227,502,000	66.4%
Other Post Employment Benefits					
Life Insurance	6/30/2022	\$ -	\$ 45,887,000	\$ 45,887,000	0.0%
Survivors Benefits	6/30/2022	\$ 9,489,000	\$ 21,030,000	\$ 11,541,000	45.1%

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Funding Progress Retiree Health Benefits Plan

■ Accrued Liability
 ■ Market Value of Assets
 — Unfunded Liability



Valuation Date

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Summary of Trust Assets for Other Post Employment Benefits

Quarterly Change

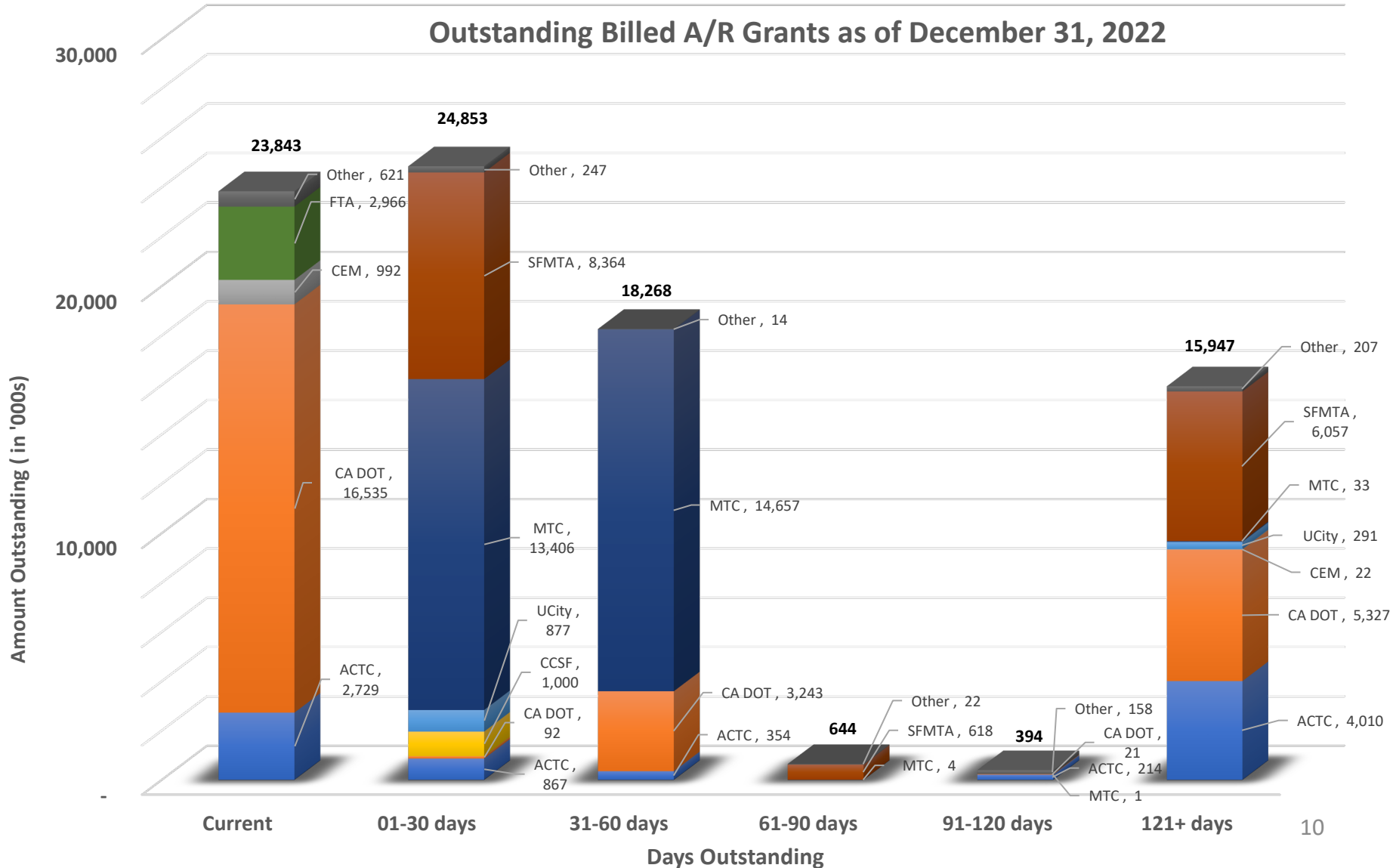
	<u>Net Assets</u> <u>September 30, 2022</u>	<u>Contributions</u>	<u>Expenses</u>	<u>Gain (Loss)</u>	<u>Net Assets</u> <u>December 31, 2022</u>	<u>Inception to-date</u> <u>Return</u>
Retiree Health Benefit Trust	\$ 431,691,614	\$ 9,757,462	\$ (7,888,868)	\$ 22,979,693	\$ 456,539,901	6.5%
Section 115 Pension Trust	36,803,870			555,045	37,358,915	-2.6%
Survivors Benefit Trust	9,166,403	202,120	(103,434)	447,055	9,712,144	1.9%
Total	<u>\$ 477,661,887</u>	<u>\$ 9,959,582</u>	<u>\$ (7,992,302)</u>	<u>\$ 23,981,793</u>	<u>\$ 503,610,960</u>	

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Accounts Receivable

- The status of receivables from our funding partners is shown in the chart below. The amount outstanding is \$83,949,000 as of December 31, 2022.



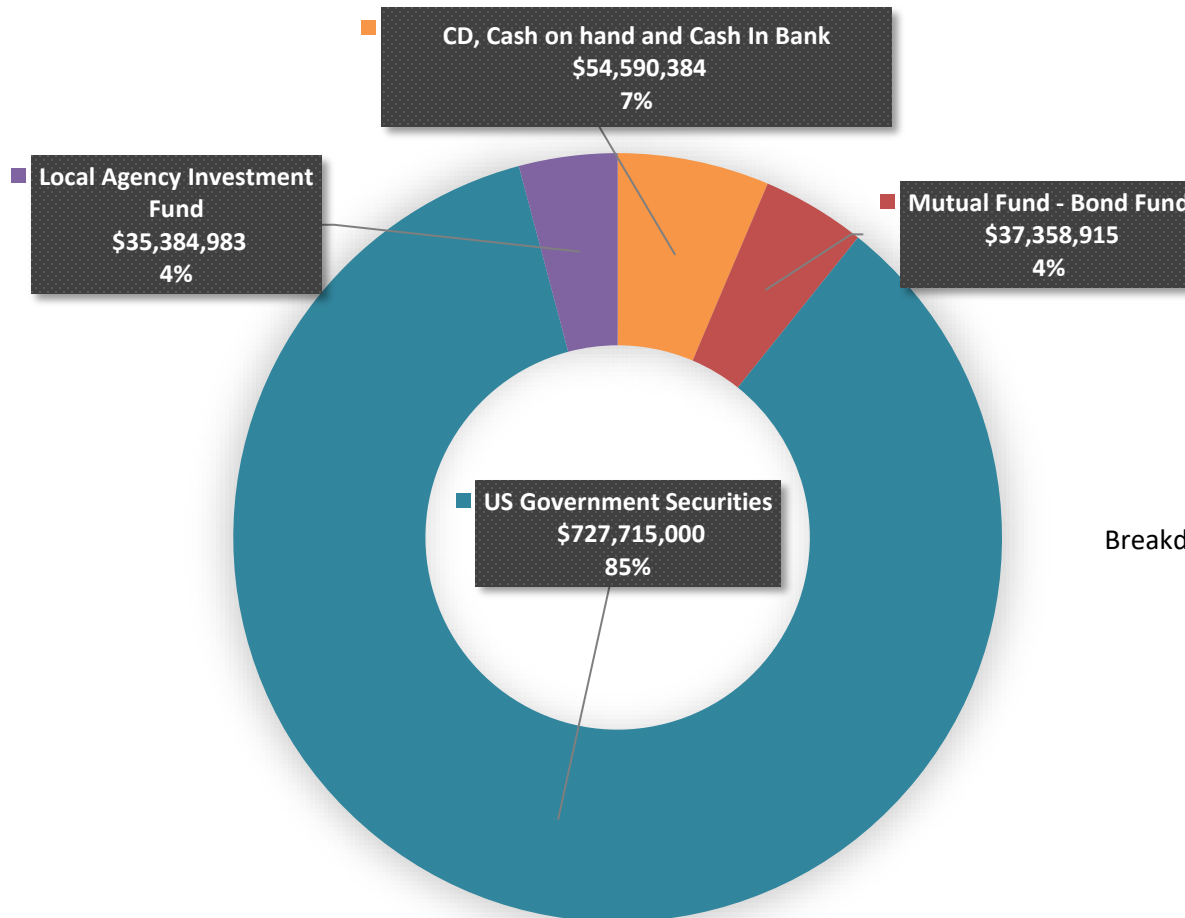
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Cash and Investments

DISTRICT FINANCES

The District's cash and investments for the General Fund and Working Capital Fund as of the end of the quarter is \$855,049,282. Weighted average return on our Investments in the current quarter is 4.07% compared to 2.92% reported in the previous quarter. The yield on Local Agency Investment Fund for the quarter is 2.07%.



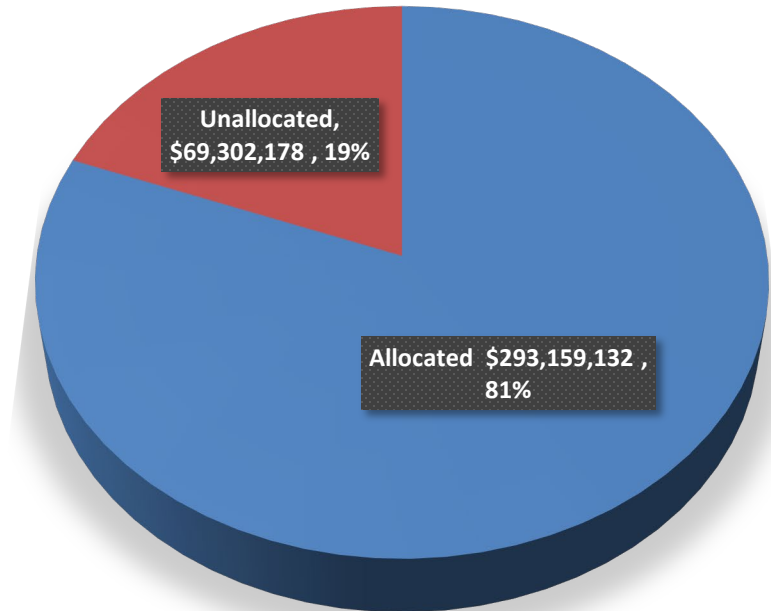
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Breakdown of Cash and Investments

	December 31, 2022		
	General Fund	Capital Fund	Total
Restricted	\$ 18,872,736	\$ 21,026,092	\$ 39,898,828
Unrestricted	\$ 473,715,236	\$ 341,435,218	\$ 815,150,454
	\$ 492,587,972	\$ 362,461,310	\$ 855,049,282

Capital Fund



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Summary of Outstanding Bonds

	<u>Authorized</u>	<u>Issued</u>	<u>09-30-2022</u>	<u>Issuance</u>	<u>Payments</u>	<u>12/31/2022</u>	<u>Annual Debt Service</u>	<u>Property Tax Assessments ***</u>
Sales Tax Revenue Bonds **		\$ 984,260,000	\$ 626,070,000	\$ -		\$ 626,070,000	\$ 59,919,129	
Measure AA General Obligation Bonds	\$ 980,000,000	\$ 980,000,000	\$ 628,865,000	\$ -		\$ 628,865,000	\$ 54,655,344	\$5.30/\$100,000
Measure RR General Obligation Bonds	\$ 3,500,000,000	\$ 2,060,000,000	\$ 1,855,420,000			\$1,855,420,000	\$ 84,679,275	\$8.70/\$100,000
Total		<u>\$ 4,024,260,000</u>	<u>\$ 3,110,355,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$3,110,355,000</u>	<u>\$ 199,253,748</u>	

** Sales Tax Revenue Bonds with outstanding balances.

*** Net of Cash Available for Debt Service collected from prior year's assessment.

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Operating and Other Reserves

Quarterly Changes

		October 2022 - December 2022				Dec. 31, 2022
		Sept. 30, 2022	Additions	Usage	Gain (Loss)	
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 - ARP	(3)	346,982,531	95,528,828	(67,153,752)		375,357,607
Operating Reserve - Fiscal Stability - Pension	(4)	36,803,870			555,045	37,358,915
Operating Reserve - Low Carbon Fuel Standards Credits	(5)	18,498,668				18,498,668
Working Capital Reserve Fund	(6)	84,356,820			609,967	84,966,787
Operating Reserve - eBART Operations	(7)	5,390,000				5,390,000
Total		\$ 580,085,614	\$ 95,528,828	\$ (67,153,752)	\$ 1,165,012	\$ 609,625,702

- (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.