Annual Comprehensive Financial Report

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT

For Fiscal Year Ended June 30, 2024

Bevan Dufty, President, Board of Directors
Robert Powers, General Manager

San Francisco Bay Area
Rapid Transit District
Oakland, California

Annual Comprehensive
Financial Report

For the Fiscal Year Ended June 30, 2024

Prepared by the

Office of the Controller - Treasurer

Christopher S. Gan, CPA, Controller/Treasurer (Interim)

San Francisco Bay Area Rapid Transit District
Annual Comprehensive Financial Report
For Fiscal Year Ended June 30, 2024

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SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
2150 Webster Street, P.O. Box 12688
Oakland, CA 94604-2688
(510) 464-6000

2024

Letter of Transmittal

<>, 2024

The Board of Directors and Citizens of our Service Area
San Francisco Bay Area Rapid Transit District
Oakland, California

Dear Honorable Board of Directors and Citizens of our Service Area:

Subject: Annual Comprehensive Financial Report

I am pleased to submit to you the Annual Comprehensive Financial Report of the San Francisco Bay Area Rapid Transit District (BART or the District) for the fiscal year ended June 30, 2024. The District's financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP) as promulgated by the Governmental Accounting Standards Board. Public Utility Code 28769 requires the Board of Directors to have an annual audit of all books and accounts of the District by an independent public accountant.

BART is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Uniform Guidance. Information related to the Single Audit, including the Schedule of Federal and State awards, findings, and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations are set forth in a separate Single Audit report.

Crowe LLP, a firm of licensed Certified Public Accountants, has audited the BART's financial statements. The main goal of the independent audit is to provide reasonable assurance that the financial statements of BART as of and for the fiscal year ended June 30, 2024, are free from material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified (clean) opinion on BART's financial statements as of and for the fiscal year ended June 30, 2024. The independent auditor's report is located at the beginning of the financial section of this report.

The responsibility for the accuracy of the data and for the completeness and fairness of the presentation, including all disclosures, rests with BART's management. Management assumes full responsibility for the completeness and reliability of information contained in this report based on existing comprehensive structure of internal accounting controls. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free from material misstatements. All material disclosures necessary to enable the reader to gain an understanding of BART's financial activities have been included. I believe that the reported data is accurate in all material respects and that its presentation fairly depicts BART's financial position and changes in its financial position.

BART's Management's Discussion and Analysis (MD&A), shown on pages 16 to 26, provides a narrative introduction, overview, and analysis of the financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Governance

BART is designated as a special purpose district, established in 1957 pursuant to California Public Utilities Code Section 28500 et seq., known as the San Francisco Bay Area Rapid Transit District Act or BART Act.[1] BART's Board of Directors is the legislative body responsible for establishing BART policy. Senior staff work closely with the Board of Directors to help ensure delivery of safe and reliable service.

There are nine members of the Board of Directors, each representing a district within BART's geographical service area. Each Director is elected by voters within their election district and serves a four-year term. Elections are on a two-year cycle, alternating between odd numbered districts elections (Districts 1, District 3, District 5, District 7, and District 9) and even numbered district elections (District 2, District 4, District 6, and District 8).

Regular meetings of the Board of Directors are held in person. Members of the public may attend these meetings in person or via teleconference with the exception of closed sessions. More information about BART's Board of Directors, board meetings, and public comment opportunities can be found at www.bart.gov.

Demographics

The BART system consists of five lines of service that run through urban and suburban landscapes, supporting 50 stations across five counties: San Francisco, San Mateo, Alameda, Contra Costa, and Santa Clara.

As a protected right-of-way commuter rail system, BART trains have exclusive use of its tracks and are not affected by traffic conditions that often impact travel times on roads and highways. The right-of-way system bypasses congestion and helps people spend less time traveling. When taking BART, passengers can expect more predictable transit speeds and travel times.

BART is one of many options people can choose to meet their mobility needs. The Bay Area transportation system also offers a complex network consisting of highways, local streets, sidewalks, bikeways, bus routes, ferry service, and rail lines. BART trains run on routes that are often parallel to congested highways and offer the public an alternative and often faster and lower cost solution to driving.

BART is an important link between local and regional transportation systems, helping people travel swiftly and easily. BART works closely with transit operators in the region to ensure seamless connectivity across transportation services. A trip can be completed through a combination of travel methods, both rail and non-rail. To ensure riders' needs are met, BART also focuses on the connectivity of transportation options and the infrastructure needed to accommodate multimodal transportation. For instance, many BART stations have valet and self-park options for bikes. BART has also made it easier for passengers who want to bring their bike with them on BART; some stations now have bike stair channels, and BART trains have leaning bars and straps for bicycles. BART also updated its policy to allow bikes on escalators with the growing popularity of e-bikes, which are heavier to carry up and down stairs.

[1] https://leginfo.legislature.ca.gov/faces/codes_displayexpandedbranch.xhtml?tocCode=PUC&division=10.&title=&part=2.&chapter=&article=

Budget Process and Summary

Each year, BART adopts a two-year budget, which includes the current fiscal year (which was already budgeted in a previous year) and a budget for the next fiscal year. BART is not required to, but strives to, balance its budget. A two-year budget is a helpful tool for supporting long-term strategic decision making.

BART's budget consists of an operating and a capital budget. The operating budget funds the annual operations and maintenance of the BART system. The capital budget funds the construction, expansion, renovation, replacement, and improvement of physical assets (new train cars, equipment, station access improvements, etc.). Each budget is divided into revenues (sources) and expenses (uses). Generally, operating revenue is intended to be ongoing and is funded annually. Capital funding, on the other hand, is split between formulaic sources, which are generally allocated each year, and competitive grant sources that are awarded periodically based on assessment criteria. Capital funding is typically spent over multiple fiscal years, depending on the duration of the capital project.

Fund Structure

BART's operating budget functions as a single general fund. There are no internal service or enterprise funds; revenue is not assigned to specific cost centers or organizational units.

BART maintains several other dedicated and grant funds for the purpose of funding capital projects, which are budgeted as separate projects with balanced revenues and expenditures.

Basis of Budgeting

The basis of budgeting used by BART is accrual basis and runs on July 1 through June 30 fiscal year. In accrual basis budgeting, financial transactions are recorded at the time they occur even if the related cash is received or disbursed during another period. This budgeting practice is in accordance with Generally Accepted Accounting Principles (GAAP).

Financial Policies and Reporting

BART has developed and regularly updates key financial policies, which create a financial framework and sets of rules that BART conforms to. They include a Financial Stability Policy and Investment Policy. Each year, BART completes an Annual Comprehensive Financial Report, which is audited by an independent auditor using Generally Accepted Government Auditing Standards. Over the course of the fiscal year, staff publish monthly financial reports and present quarterly results to the BART Board of Directors.

BART issues two forms of debt to finance capital investments. Some debt is secured by BART's dedicated share of sales tax revenue in the three BART District counties. This debt is serviced by the operating budget. BART's sales tax revenue bonds are rated AA by Fitch and AA+ by S&P Global Ratings. If approved by voters in the BART District, BART also issues general obligation bond debt. The debt service for this borrowing is covered by supplemental property tax assessments. BART's general obligation bonds are rated AAA by Fitch and Aaa by Moody's. BART's debt is governed by its Debt Policy, which sets its overall debt limit.

Budget Development Process

The key processes of budget formulation and approval are governed by the BART Act. To adhere to these rules, BART begins budget development in September and budget adoption happens each June. The annual budget cycle is further divided into three major phases: the pro forma phase, the preliminary phase, and the adoption phase. Each phase is outlined in the following sections.

Phase 1: Pro Forma Phase
This first phase of the budget cycle lasts from September through December. Leaders articulate their goals and priorities for a given budget cycle. The pro forma budget serves as a baseline budget for the fiscal year and frames and informs conversations with leaders as well as budget instructions to Departments. The pro forma budget incorporates any known, anticipated, or planned increases, decreases, and adjustments. The pro forma budget functions as the baseline for internal and external budget development and discussion.

Phase 2: Preliminary Budget Phase
The second phase of the budget development cycle lasts from January through March. In this second phase, Performance & Budget staff meet with departments to provide guidance and discuss budget needs. Early in this phase, Departments prepare and submit budget requests for review or approval. There are generally two types of budget requests: requests for adjustments and requests for new needs. Adjustment requests are cost neutral, while new need requests can increase a Department's overall budget.

Performance & Budget analyzes all department requests to ensure they meet budget guidance and are technically accurate. Requests are then compiled and submitted to the General Manager's Office. The General Manager reviews them and determines which requests to approve. Afterward, the Performance & Budget Office prepares the preliminary budget. The preliminary budget incorporates all approved adjustments, new initiatives, and organizational changes.

BART is required by Board Rules to prepare a preliminary budget memo by March 31 of each calendar year.

Phase 3: Adopted Budget Phase
The third phase of the budget lasts from April through budget adoption in June. At this stage of budget development, BART's leadership focuses on finalizing all budget entries. The budget is then presented to the Board of Directors through a series of presentations at board meetings, which are open to the public. These presentations typically summarize the different components of the preliminary budget, such as operating revenues, capital budgets, and costs, while providing a forum for the Board of Directors to ask questions to BART leadership. Public participation is also encouraged during this time and allows the community to voice concerns and request funding to improve services.

Before final submission of the budget to the Board of Directors, staff ensure that final numbers and data are accurate. The Board of Directors is ultimately responsible for approving the final budget, which must be approved each year on or before June 30th. Within 90 days of the budget adoption, BART publishes the approved budget and posts it on www.bart.gov. Once the budget has been adopted, any further budget adjustments require approval from the Board of Directors.

Five Year Outlook

Projected operating deficits (excluding emergency assistance) for the years FY25 through FY29 total $1,600,000,000 and average $354,000,000 per year. In this scenario, emergency assistance will offset projected deficits through FY25 and contribute $294,000,000 toward closing the FY26 deficit, leaving a $35,400,000 gap. The remaining projected deficits for FY27 through FY29 total $1,100,000,000.

Prior to the COVID-19 Pandemic, rail passenger revenue contributed the majority of funding for BART operations. In FY19, the last fiscal year before the Pandemic, fare revenue and parking fees (a subset of operating revenues) provided $520,000,000 in revenue, or 66% of operating expenses. These two sources are budgeted at $252,200,000 in FY25 and $274,600,000 in FY26, covering just a quarter of operating expenses. Nearly $2,000,000,000 of one-time emergency assistance has enabled BART to sustain operations since 2020, but the last of this funding will be exhausted in FY26.

The primary deficit driver is depressed fare revenue. While BART will continue to contain expenses in the face of sustained consumer inflation and generate additional revenues, BART will not be able to balance annual deficits of this magnitude without assistance. To sustain service at the projected level, a combination of new revenues, further expenditure reductions, and continued operational efficiencies efforts are needed.

Ridership Outlook

BART ridership has experienced significant growth since the early days of the Pandemic. However, that growth began to slow down in mid-2023. Over the first three months of 2023, ridership grew 35% over the same period a year earlier. For the last three months of 2023, that growth was 9%. The FY25 & FY26

Adopted Budget assumes that modest growth continues but at a diminishing rate. Real time ridership data is used to project future ridership levels and inform service plans to ensure that passengers' needs are met.

End of Direct COVID-19 Effects and the New Normal

At the beginning of calendar year 2022, the Bay Area began to recover from the effects of the Omicron variant surge. Average weekday ridership grew from 85,500 in January 2022 to 140,500 in June 2022, a 64% increase. After June, ridership continued to grow but at a lower rate; average weekday ridership grew to 161,900 in September 2022, a 15% increase over June. The time period prior to June 2022 is considered to have "direct COVID-19 effects," i.e., ridership was affected by public health interventions. This applies to both the decrease in ridership in late 2021 as well as the growth experienced in early 2022 as public health interventions were lifted.

The time period after June 2022 is considered to be free of direct COVID-19 effects, and the observed growth was due to secondary COVID-19 effects e.g., remote work policies, mode shift, and personal perception of health and safety. This marks the beginning of stable ridership that represents endogenous growth in a post-COVID-19 world.

Year-over-Year Growth Factors

According to the January 2024 Bay Area Council Return to Office Survey, 85% of surveyed employers are already operating at their "new normal" for their long-term remote work policy. While return-to-office rates had been an important driver of ridership earlier on in the Pandemic, the survey results have stayed steady around 85% since September 2023. Furthermore, ridership observations show that peak period peak direction ridership growth has converged with off-peak ridership growth, suggesting that return-to-office is no longer an outsized contributor to commute ridership. Looking ahead, the main drivers of ridership growth are assumed to be mode shift and modest increases in both work and non-work trips. Forecasts assume that the rate of growth continues to decrease throughout the budget period, continuing the observed trend.

Rail Service Plan

In response to the flattening of traditional peak commute ridership and relatively strong off-peak ridership, BART implemented a new service schedule in September 2023, with all lines operating on a base schedule of 20-minute headways (three trains per hour). Every day of the week, BART now runs 5-line service until 9 PM, and 3-line service (Orange Line Richmond – Berryessa/North San Jose, Yellow line Antioch – Millbrae, Blue line Daly City – Dublin/Pleasanton) from 9 PM to system close. The more heavily used Yellow Line trains run at 10-minute headways on weekdays before 9 PM. This service plan is responsive to new commute patterns and leans into ridership growth opportunities. It dramatically increases train service during evenings and weekends while maintaining adequate daytime service on weekdays. The following table summarizes the service.

Service Plan

Day of Week	Hours of Service	Service
Monday-Friday	5:00 AM – 9:00 PM	10-minute headways (6 trains per hour) on Yellow 20-minute headways (3 trains per hour) on other 4 lines
	9:00 PM – 12:00 AM	20-minute headways (3 trains per hour) on 3 lines (Orange, Yellow, Blue Lines)
Saturday-Sunday	Saturday: 6:00 AM – 9:00 PM Sunday: 8:00 AM – 9:00 PM	20-minute headways (3 trains per hour) on 5 lines
	9:00 PM – 12:00 AM	20-minute headways (3 trains per hour) on 3 lines (Orange, Yellow, Blue Lines)

In addition to modifying the number of trains per hour, BART has adjusted train sizing to improve safety and efficiency while reducing traction power costs. To maximize police and staff presence and cleanliness, BART trains now have enough cars to cover peak-hour demand, with no more than needed to minimize empty spaces; this is a shift from BART's Pandemic-era strategy of only running 10-car trains to maximize social distancing. BART now operates 8-car trains on the Yellow line as well as selected Red and Blue line trains, and 6-car trains on all other lines on weekdays and weekends. This has also resulted in a nearly 20% reduction in BART's traction power costs, helping to reduce deficits. Train crowding is regularly monitored, and trains can lengthen should demand warrant it. Running shorter trains has also helped improve cleanliness and the riders' perception of safety on board trains. Lastly, the revised schedule includes new improvements to timed transfers at Millbrae, Bay Fair, and the BART-to-Antioch transfer platform.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to BART for its Annual Comprehensive Financial Report ("AFCR") for the year ended June 30, 2023. This was the second year that BART has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report and it must satisfy both generally accepted accounting principles and legal requirements.

A Certificate of Achievement is valid for a period of only one year. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

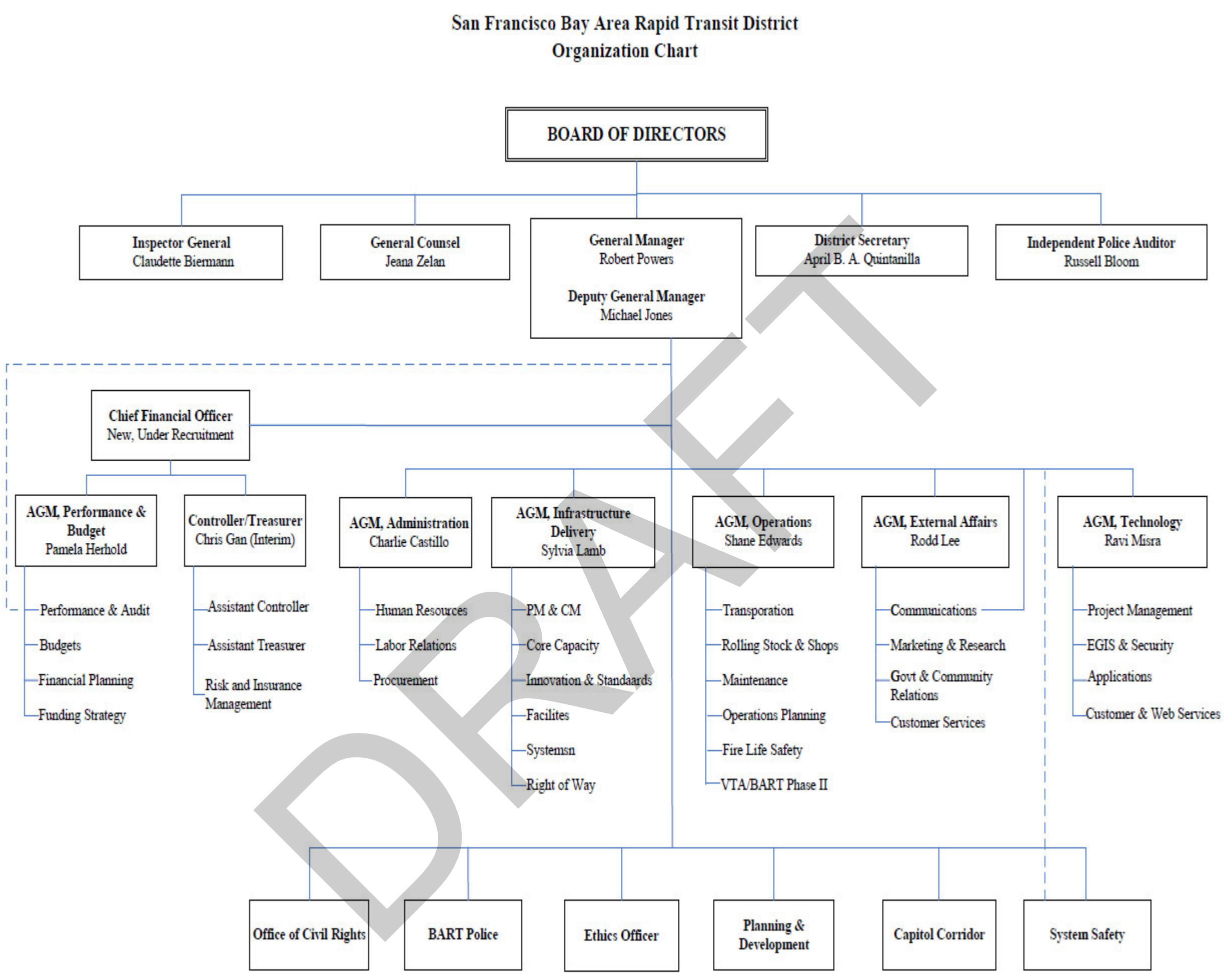
I want to express my appreciation to the entire staff of the Accounting Department, who have worked diligently and whose professionalism and dedication are responsible for the preparation of these financial statements. Special thanks also to the Budget Department for their contributions to the preparation of this report. I would also like to acknowledge the Board of Directors and our General Manager for their continuous support in maintaining the highest standard of professionalism in the management of BART's finances. Finally, I want to thank our independent auditors, Crowe LLP, for their invaluable professional support throughout this audit engagement.

Respectfully submitted,

Christopher S. Gan, CPA
Controller-Treasurer (Interim)

San Francisco Bay Area Rapid Transit District

Organizational Chart



San Francisco Bay Area Rapid Transit District

Board of Directors and District Information as of October 31, 2024

District #1
Debora Allen, Director
Stations Included: Concord, Lafayette, Pleasant Hill/Contra Costa Centre, Walnut Creek
Counties Included: Contra Costa

District #2
Mark Foley, Vice President
Stations Included: Antioch, Concord (partial), North Concord/Martinez, Pittsburg/Bay Point, Pittsburg Center
Counties Included: Contra Costa

District #3
Rebecca Saltzman, Director
Stations Included: Bay Fair, Downtown Berkeley, El Cerrito del Norte (partial), El Cerrito Plaza (partial), North Berkeley, Orinda, Rockridge, San Leandro
Counties Included: Alameda/Contra Costa

District #4
Robert Raburn, Director
Stations Included: Bay Fair, Coliseum, Fruitvale, Hayward (partial), Oakland International Airport, San Leandro, and South Hayward (partial)
Counties Included: Alameda

San Francisco Bay Area Rapid Transit District

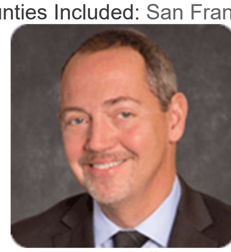
Board of Directors and District Information as of October 31, 2024

District #5
Melissa Hernandez , Director
Stations Included: Castro Valley, Dublin/Pleasanton, Hayward, West Dublin/Pleasanton
Counties Included: Alameda

District #6
Liz Ames, Director
Stations Included: Fremont, South Hayward (partial), Union City, Warm Springs/South Fremont
Counties Included: Alameda

District #7
Lateefah Simon, Director
Stations Included: Ashby, El Cerrito del Norte (partial), El Cerrito Plaza (partial), MacArthur (partial), Montgomery (partial), Richmond, West Oakland, Embarcadero (partial)
Counties Included: Alameda/Contra Costa/San Francisco

District #8
Janice Li, Director
Stations Included: Balboa Park, Embarcadero (partial), Glen Park (partial), Montgomery (partial), Powell Street(partial)
Counties Included: San Francisco



District #9
Bevan Dufty, President
Stations Included: 16th Street Mission, 24th Street Mission, Glen Park, Civic Center, Powell Street, Balboa Park (partial)

San Francisco Bay Area Rapid Transit District

LIST OF BOARD APPOINTED OFFICIALS

Robert M. Powers
General Manager

April 8. A. Quintanilla
District Secretary

Christopher Gan (Interim)
Controller-Treasurer

Claudette Biemeret
Inspector General

Jeana Zelan
General Counsel

Russell Bloom
Independent Police Auditor

Executive Staff

Michael Jones
Deputy General Manager

Charlie Castillo
Assistant General Manager, Administration

Alicia Trost
Chief Communication Officer

Kevin Franklin
Police Chief

Jeffrey Lau
Chief Safety Officer

Rudy Garza
Director of Office of Civil Rights

Shane Edwards
Assistant General Manager, Operations

Pamela Herhold
Assistant General Manager, Performance & Budget

Ravindra Misra
Assistant General Manager, Technology

Robert Padgette
Managing Director Capitol Corridor

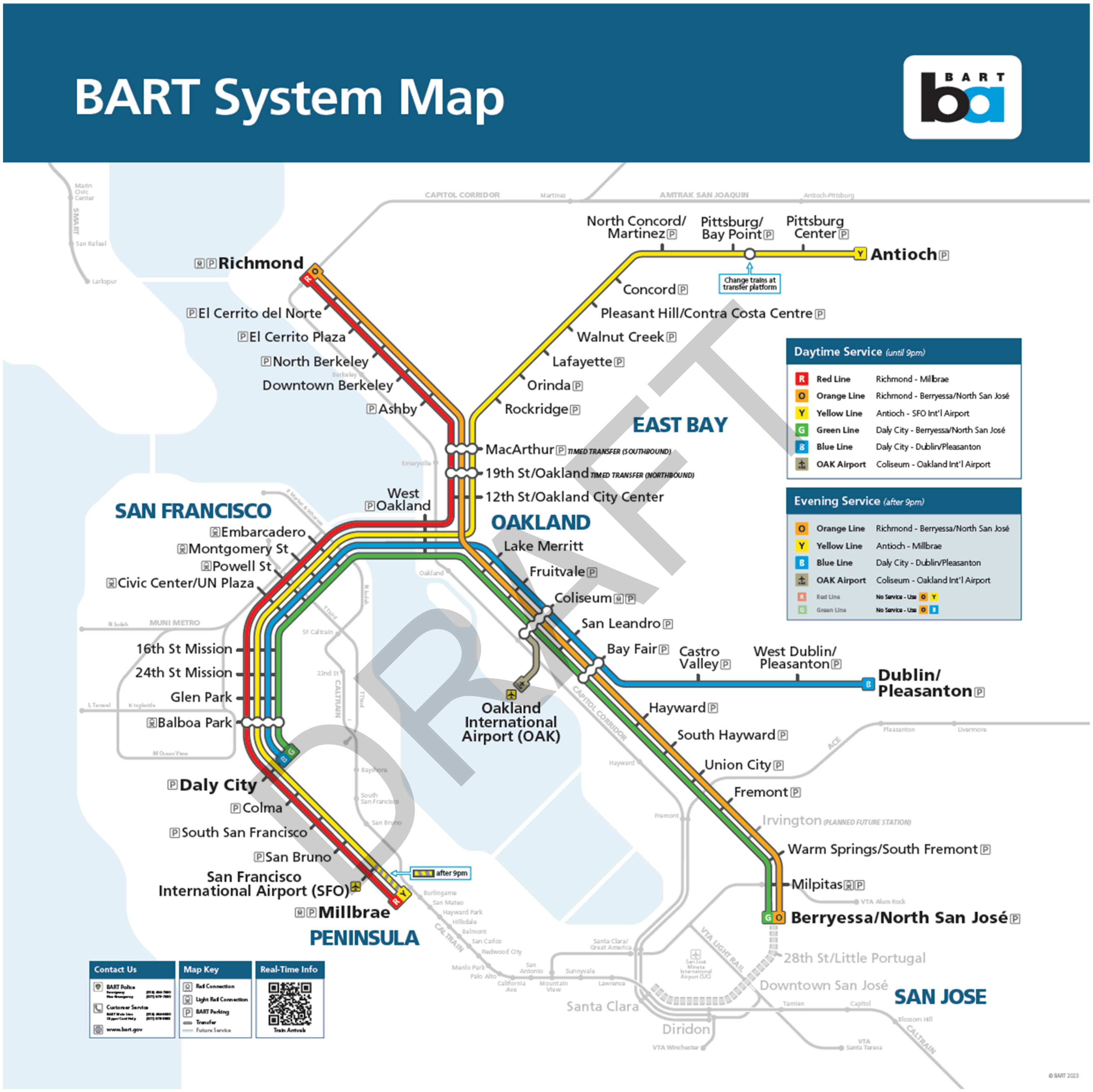
Reddrick Lee
Assistant General Manager, External Affairs

Sylvia lamb
Assistant General Manager, Office of Infrastructure and Delivery

Val Menotti
Chief Planning & Development Officer

DRAFT

San Francisco Bay Area Rapid Transit District



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

San Francisco Bay Area Rapid Transit District
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

San Francisco Bay Area Rapid Transit District

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Directors
San Francisco Bay Area Rapid Transit District
Oakland, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and fiduciary activities of the San Francisco Bay Area Rapid Transit District ("the District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and fiduciary activities of the District, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States *(Government Auditing Standards)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

(Continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in net pension liability and related ratios, the schedule of employer pension contributions, the schedule of changes in net OPEB liability and related ratios, and the schedule of employer OPEB contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

(Continued)

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The combining statement of fiduciary net position and the combining statement of changes in fiduciary net position are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statement of fiduciary net position and the combining statement of changes in fiduciary net position are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated <>, 2024 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

[redacted]

San Francisco, California
<>, 2024

Introduction

The following discussion and analysis of the financial performance and activity of the San Francisco Bay Area Rapid Transit District (the District or BART) provide an introduction and understanding of the basic financial statements of the District for the years ended June 30, 2024 and 2023. This discussion was prepared by management and should be read in conjunction with the financial statements and the notes thereto, which follow this section.

The District is an independent agency created in 1957 by the legislature of the State of California for the purpose of providing an adequate, modern, interurban mass rapid transit system in the various portions of the metropolitan area surrounding the San Francisco Bay. The District started its revenue operations in September 1972. It presently operates a 131-mile, 50-station system serving the five counties of Alameda, Contra Costa, San Francisco, San Mateo and Santa Clara. On June 13, 2020 the District celebrated the opening of the Berryessa Extension in Santa Clara County, which added two (2) stations and 10 miles of track to the system. The Operating and Maintenance agreement provides guidance on the financial, maintenance and operating responsibilities of each party, where Valley Transportation Authority (VTA) owns the extensions including the transit centers and the District operates the service and maintains the system. The governance of the District is vested in a Board of Directors composed of nine members, each representing an election district within the District.

The Financial Statements

The basic financial statements provide information about the District's Enterprise Fund and Fiduciary Funds. The financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (GASB).

Enterprise fund – The enterprise fund summarizes the District's business activities related to operating, capital, and financing transactions. The enterprise fund consolidates the financial information associated with the District's General Fund, Capital Funds and Debt Service Funds.

- General Fund: The General Fund accounts for the District's operating activities. Revenues and expense in the General Fund are distinguished between operating and nonoperating. Operating revenues includes receipts from passenger fares, parking revenues, telecommunication revenues, advertising, and other income associated with transit operations. Operating expenses consists of labor and non-labor expenses associated with providing transit services. Sales tax revenues, property tax revenues, and funding from local, state, and federal agencies that are used for paying operating expenses are recognized in the General Fund as nonoperating income.

- Capital Funds: These funds account for financial resources to be used for the acquisition or construction of capital assets. Major sources of revenues for these funds comes primarily from grants, allocations from the General Fund, and proceeds from sale of bonds and the related interest income earned. Upon completion of a capital project, all of the associated cost are capitalized and transferred to the District's General fund.

- Debt Service Funds: These funds account for transactions related to long-term debt obligations associated with the District's Sales Tax Revenue and General Obligation bonding programs. Transactions recorded on these funds includes the recognition of the debt obligations upon issuance of the bonds, recognition of the discount or premiums related to the bond issuance and the subsequent amortization, receipt of funds to cover debt service from sales tax revenues allocated by the General Fund and from property tax assessments, payments of debt obligations, both principal and interest expense, and recognition of investment income earned from funds held prior to making the debt service payments.

(Continued)

Fiduciary Funds – BART's Fiduciary funds shows the financial position and summarizes the activities of the District's Retiree Health Benefit Trust and Survivors' Benefit Trust (the Trust). Balances reflected in the fiduciary fund financial statements are not reflected in the Enterprise Fund since the trust assets are restricted to be used for the benefit of the beneficiaries of those funds.

Overview of the Enterprise Fund Financial Statements

The *Statement of Net Position* reports assets, deferred outflows of resources, liabilities, deferred inflows of resources and the difference as *net position*. The entire equity section is combined to report total *net position* and is displayed in three components - *net investment in capital assets; restricted net position; and unrestricted net position*.

The *Statement of Revenues, Expenses and Change in Net Position* consist of operating and nonoperating revenues and expenses based upon definitions provided by GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, as amended by GASB Statement No. 36, *Recipient Reporting for Certain Shared Nonexchange Revenues*, and GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as amended by GASB Statement No. 37, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus*. Accordingly, significant recurring sources of the District's revenues, such as capital contributions, are reported separately, after nonoperating revenues and expenses.

The *Statement of Cash Flows* are presented using the direct method and include a reconciliation of operating loss to net cash used in operating activities.

Condensed Statements of Revenues, Expenses and Change in Net Position

A summary of the District's Statements of Revenues, Expenses and Change in Net Position for the years 2024 and 2023 is as follows (dollar amounts in thousands):

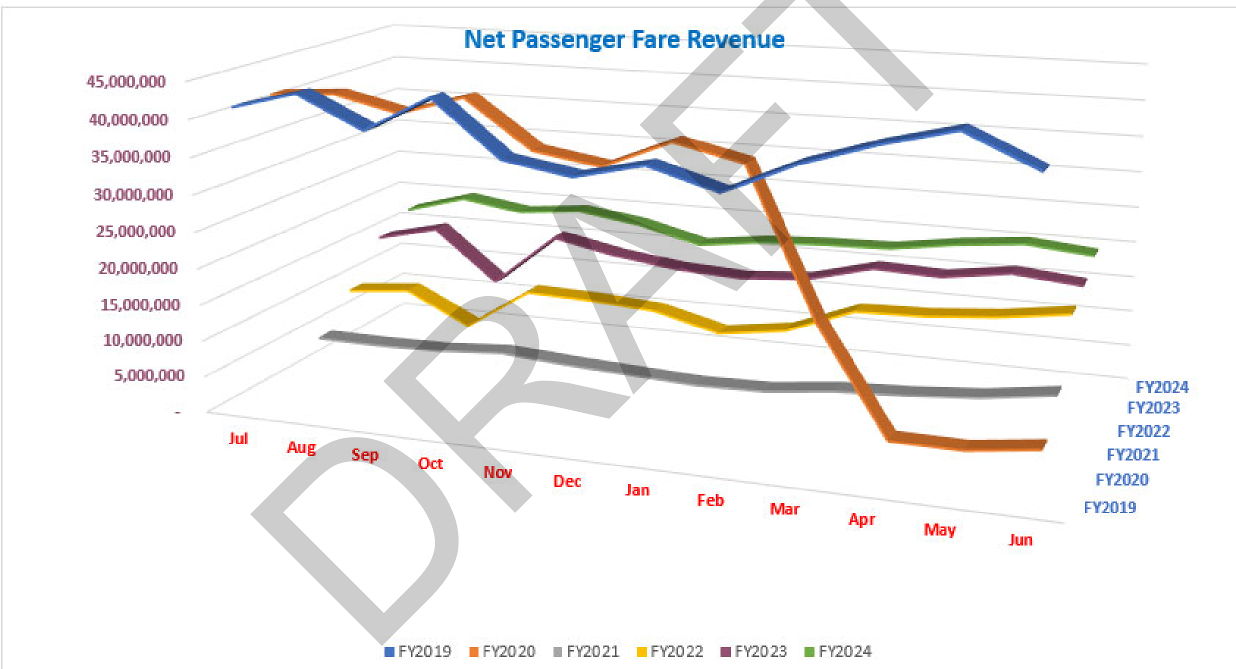
			Change Increase (Decrease)	
	2024	2023	Amount	Percent
Fare revenues	$ 218,988	$ 188,311	$ 30,677	16.29 %
Other revenues	39,636	33,369	6,267	18.78 %
Operating revenues	258,624	221,680	36,944	16.67 %
Operating expenses, net	1,346,951	1,204,557	142,394	11.82 %
Operating loss	(1,088,327)	(982,877)	(105,450)	10.73 %
Nonoperating revenues, net				
Transactions and use tax - sales tax	320,133	327,128	(6,995)	(2.14) %
Property tax	218,718	211,132	7,586	3.59 %
Operating financial assistance	320,534	515,016	(194,482)	(37.76) %
Investment income	74,565	51,653	22,912	44.36 %
Interest expense	(98,036)	(99,581)	1,545	(1.55) %
Planning and studies	(23,354)	(42,660)	19,306	(45.26) %
Gain from Exchange of Property	29,436	-	29,436	100.00 %
Nonoperating revenues, net	841,996	962,688	(120,692)	(12.54) %
Capital contributions	655,790	593,205	62,585	10.55 %
Change in net position	409,459	573,016	(163,557)	(28.54) %
Net position, beginning of year	8,243,348	7,670,332	573,016	7.47 %
Net position, end of year	$ 8,652,807	$ 8,243,348	$ 409,459	4.97 %

(Continued)

Operating Revenues

Operating revenues increased by $36,944,000 in fiscal year 2024 driven primarily by partial recovery in transit ridership. Fare revenues increased by $30,677,000. Average weekday ridership in fiscal year 2024 was 162,000 exits compared to 150,000 exits in fiscal year 2023. Total ridership in fiscal year 2024 were 49,600,000 trips, an increase of approximately 8% compared to the 45,900,000 trips in fiscal year 2023. The District's ridership and fare revenues remained well below pre-pandemic levels (42% and 45%, respectively, of 2019's level) due to prevalence of remote work arrangement in the San Francisco Bay Area. Parking revenues in the current fiscal year increased by $2,797,000 due also to growth in ridership. Advertising revenue were lower by $1,033,000 and lease revenue declined by $1,622,000 in the current fiscal year but these were offset by $2,268,000 increase in telecommunication revenues and $3,626,000 increase in other non-transportation revenue related sources primarily from fees and permits, traffic fines and easements fees.

The chart below shows the monthly net passenger fare revenue from fiscal year 2019 to 2024.



Operating Expenses, Net

In fiscal year 2024, net operating expenses increased by $142,394,000 compared to the previous year.

Net labor expense increased by $96,072,000 in fiscal year 2024 primarily driven by $45,591,000 increase in pension expense, mostly from amount recognized under GASB 68 on the District's pension funds managed by CalPERS, due to differences between the projected and actual earnings on plan investments and differences between the expected and actual experience on the plan in fiscal year 2023 (GASB 68 report measurement date), offset by $8,289,000 decrease in Retiree Medical post-employment benefit expense mainly due to favorable return on assets of the Retiree Health Benefit Trust. Salaries and wages, including overtime, increased by 4% or $22,580,000 due to contractual increases in wages and 169 increase in employee headcount, based on average monthly headcount of employees paid. Other labor related changes during the fiscal year were from: a) $7,216,000 increase in earned leave pay due to contractual increases in wages and from revaluation of unused earned leave; b) $3,642,000 decrease in payroll expense in fiscal year 2024 due to discontinuation of state mandated COVID related benefits paid to employees; c) increase in labor expense due to $5,267,000 decrease in labor reimbursement from capital projects; d) increase of $7,100,000 in health insurance premium, a 9.1% increase compared to fiscal year 2023 due to the increase in employee headcount and also increase in premium; and d) $16,789,000 increase in workers compensation to update the self-insurance reserves based on the latest valuation report.

Total non-labor expense increased by $46,312,000 in fiscal year 2024 mostly from the following factors: a) $15,731,000 increase in uninsured public liability insurance claims necessitating a need to increase the insurance liability reserves; b) $15,567,000 increase in depreciation and amortization expense as new assets are placed in service, including the new rail cars; c) $4,147,000 increase in purchased transportation from higher contract expenses related to paratransit services; d) $9,016,000 increase in materials cost and maintenance related expenses due to operational need, including an increase of $4,193,000 related to provisions for obsolete legacy C-Car parts; e) $1,267,000 increase in professional and technical services; f) $1,496,000 increase in Interchange fees, Clipper and other bank fees generally attributable to increase in ridership; g) $1,938,000 loss recognized from train car derailed on January 1, 2024; and offset by h) $4,778,000 decrease in traction power from changes in service plan in September 2023 which was expected to bring savings of $8,000,000, however, such savings were eroded by increase in transmission and distribution fees; and i) $1,011,000 decrease in miscellaneous expenses primarily from election cost incurred in fiscal year 2023.

Nonoperating Revenues, Net

Net nonoperating revenues decreased by $120,692,000 in fiscal year 2024. Total nonoperating revenues decreased by $141,543,000 driven by the following: a) sales tax revenue declined by 2% or $6,995,000 as household finances tighten and consumers pull back on non-essential items b) property tax revenue increased by $7,586,000 in the current fiscal year. Property tax collections used for general operations increased by $3,205,000 due to continued rise in property value for tax assessments purposes, while Property tax collections earmarked for debt service of outstanding Measure AA and Measure RR General Obligation Bonds also increased by $4,381,000 based on debt service requirements; c) $22,912,000 increase in investment income driven by higher yields on investments due to increase in interest rates; d) a gain of $29,436,000 was recognized related to the transfer of a parcel of land to the developer on the East side of the Richmond Transit Village as part of the consideration for the parking garage given to the District in 2014, which occurred in fiscal year 2024; and by e) $194,482,000 decrease in financial assistance for general operations mostly from; $238,279,000 decline in emergency relief grants received from the Federal Transit Administration, as remaining funds allocated were fully drawn during the year, which were offset by 1) $34,651,000 increase in State Transit Assistance (STA); 2) $4,424,000 increase in operating financial assistance from Valley Transportation Authority (VTA) to support the phase 1 extension to Berryessa; and 3) $5,000,000 received from the City and County of San Francisco's Office of Economic Development to partially fund the Station Attendant Program in four San Francisco BART stations. Total nonoperating expenses increased by $20,851,000. Interest expense decreased by $1,545,000 due to lower outstanding debt obligations. Planning related expenses associated with the Link21 project decreased by $19,306,000 compared to fiscal year 2023.

Capital Contributions

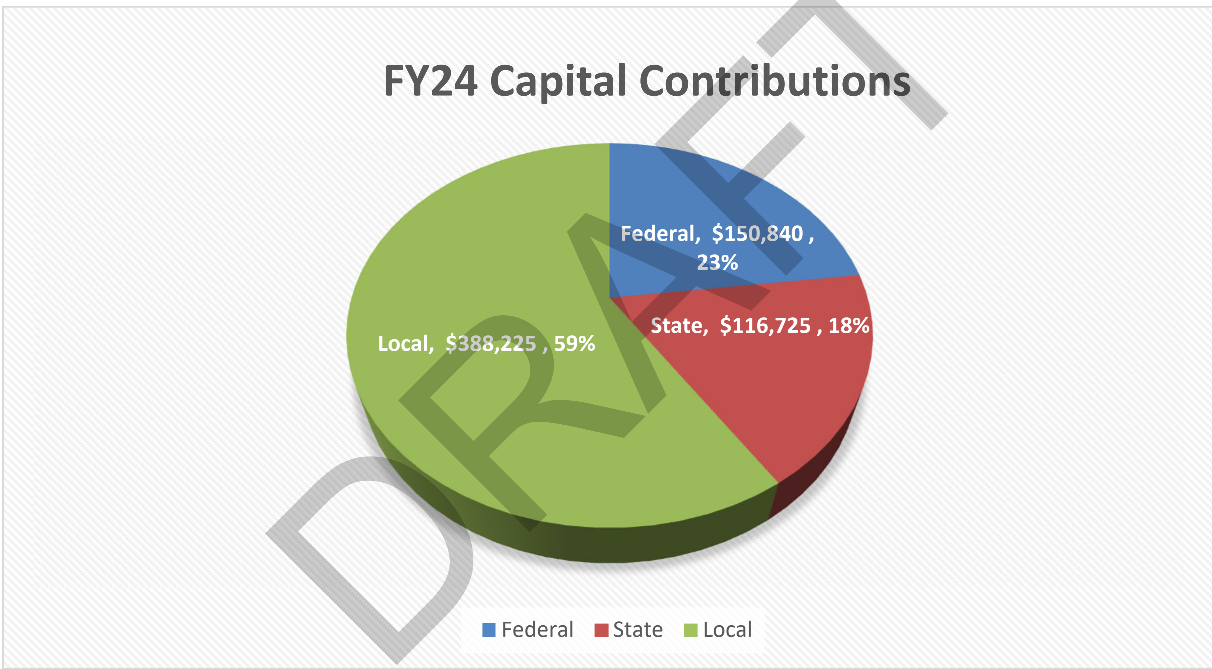
Revenues from capital contributions are related to grants and other financial assistance received by the District from federal, state, and local agencies to fund capital projects. The District receives mostly reimbursement-type grants of which the District has to first incur eligible costs under the provider's program

(Continued)

before qualifying for the grant resources. Revenues from capital contributions are recognized at the time when the eligible project costs are incurred.

In fiscal year 2024 the District received capital contributions of $655,790,000 from the following sources (dollar amounts in thousands):

Federal	$ 150,840
State	116,724
Local	388,226
	$ 655,790



Major funding from federal sources came from the Federal Transit Administration Section 5309-9, 5337 and 5307 grants. A significant portion of these funding were allocated and spent to support the Rail Car Procurement Project, Communication Base Train Control (CBTC). Clipper 2 Upgrade, Core Capacity Substation Project, Next Generation Fare Gates, and Hayward Maintenance Complex Phase 2. Other projects funded by federal dollars include Aerial Guideway Soundwall Rehabilitation, Traction Power Portable Substation, Traction Power Substation Replacement, Non-Vital Relay Replacement, Concord Truing Machine, Accessibility Improvement and Way Finding Improvement Projects, Wayside Equipment, and MUX Cable Replacement. Major sources of revenues from the State includes the State's SB1 Public Transportation Account, California Greenhouse Gas Reduction Fund, and from Department of Housing and Community Development under the Affordable Housing and Sustainable Communities (AHSC) Program, which were used to fund, among others, the Rail Car Procurement Project, CBTC, North Berkeley Station

(Continued)

Access Improvement, Next Generation Fare Gates, and Clipper 2 Upgrade Program Integration. Major sources of local revenues came from the Metropolitan Transportation Commission (MTC) Exchange Fund and Tax and Regulatory Agreement between BART and MTC, which were used to fund the Rail Car Procurement Project. Other local funding sources were provided by VTA subsidy for capital projects, MTC Regional Measure 2, Alameda County Transportation Commission (ACTC) Measure BB, City and County of San Francisco Proposition A GO Bonds, San Francisco Municipal Transportation Agency (SFMTA), San Francisco County Transportation Authority (SFCTA) Measure K and Measure L, West Contra Costa Advisory Committee (WCCTAC), City of Oakland, and Contra Costa Transportation Authority (CCTA) Measure J, which were used to fund, among others, BART 19th Street Station Modernization, San Francisco Canopy and Escalator Replacements, Powell Street Station Gateway and Elevator Renovation, Embarcadero Platform Elevator, El Cerrito Del Norte Gateway Improvement, Next Generation Faregates, 19th Street Modernization, 20th Street Improvement, San Francisco Stations Fire Alarm Replacement, Warm Springs Irvington Station Design, and Bike Parking facilities.

The major additions in fiscal year 2024 to capital projects are detailed on page 23.

Condensed Statements of Net Position

A comparison of the District's *Statements of Net Position* as of June 30, 2024 and 2023 is as follows (dollar amounts in thousands):

			Change Increase (Decrease)	
	2024	2023	Amount	Percent
Current assets	$ 1,472,341	$ 1,502,099	$ (29,758)	(1.98) %
Capital assets, net	11,517,595	10,932,815	584,780	5.35 %
Noncurrent assets - other	592,718	827,122	(234,404)	(28.34) %
Total assets	13,582,654	13,262,036	320,618	2.42 %
Deferred outflows of resources	392,459	439,995	(47,536)	(10.80) %
Current liabilities	504,433	488,397	16,036	3.28 %
Noncurrent liabilities	4,557,744	4,692,446	(134,702)	(2.87) %
Total liabilities	5,062,177	5,180,843	(118,666)	(2.29) %
Deferred inflows of resources	260,129	277,840	(17,711)	(6.37) %
Net position				
Net investment in capital assets	8,342,567	7,855,281	487,286	6.20 %
Restricted	199,070	197,431	1,639	0.83 %
Unrestricted (deficit)	111,170	190,636	(79,466)	(41.68) %
Total net position	$ 8,652,807	$ 8,243,348	$ 409,459	4.97 %

(Continued)

Current Assets

In fiscal year 2024, current assets decreased by $29,758,000 primarily from: a) $72,383,000 decrease in government receivables due to timing in receiving payments for outstanding invoices and invoicing driven by project schedules; b) $2,271,000 decrease in other receivables primarily due to $7,829,000 decrease in property tax receivables, offset by 3,363,000 increase in interest receivable mostly related to leases recognized under GASB 87, from investments in federal agency obligations, and $2,833,000 increase in prepaid assets; c) and offset by $44,883,000 increase in cash, cash equivalents and investments.

Noncurrent Assets - Other

Noncurrent assets – other decreased in fiscal year 2024 by $234,404,000 mainly due to decrease of $207,971,000 in non-current restricted cash and investments, and $25,491,000 decrease in lease receivable. The decrease in non-current restricted cash and investments was attributable to the decrease of $232,864,000 in restricted cash and investments from full utilization of remaining project fund balance funded by the 2019 Measure AA General Obligation Bonds (GOB), partial utilization of the 2022 Measure RR GOB and 2019 Sales Tax Revenue Bonds, and usage of various cash advances from grants received from the State, offset by $22,746,000 increase in funds set aside for debt service payment of the District's outstanding Measure AA General Obligation Bonds, Measure RR General Obligation Bonds and Sales Tax Revenue Bonds, and $2,109,000 increase in the Oakland Airport Connector's Capital Asset Replacement Program (CARP) Account

Current Liabilities

Current liabilities increased in fiscal year 2024 by $16,036,000 mostly from a) $3,780,000 net increase in Accounts Payable and Other Liabilities due to: 1) $8,695,000 increase in liabilities related to salaries and benefits due to timing in payments and remittances, and when compensated absences are earned and taken; offset by 2) $3,587,000 decrease in payable to vendors and contractors due to timing in receipt and settlement of invoices; and 3) $1,328,000 decrease in interest payable primarily due to lower principal balances of outstanding bond obligations; b) $1,363,000 increase in current liability to recognize the current portion of the loan from Pacific Gas & Electric Company (PG&E); c) $17,090,000 increase in current portion of long-term debt based on debt service schedule; d) $17,375,000 increase in short term portion of the reserves for general liability and workers compensation self-insured programs, and offset by e) $24,613,000 decrease in unearned revenue principally from: 1) $29,994,000 decrease in deferred gain primarily from recognizing the revenue associated with the transfer of a parcel of land to the developer on the East side of the Richmond Transit Village as part of the consideration for the parking garage given to the District in 2014, which occurred in fiscal year 2024; 2) $4,233,000 decrease in deferred passenger fare and parking revenues; 3) $1,817,000 increase in subsidies received in advance from Valley Transportation Authority (VTA) for operating the Silicon Valley Extension, Phase I; 4) $7,635,000 increase in liabilities recognized from funds received in advance from local and State agencies classified as current; and (f) $1,037,000 increase in current liabilities to recognize the current portion of the obligations for the retiree life insurance program.

Noncurrent Liabilities

Noncurrent liabilities decreased in fiscal year 2024 by $134,702,000 principally from the following factors: a) $118,647,000 decreased in long-term debt from: 1) $73,975,000 decrease in outstanding sales tax revenue bonds and general obligation bonds for principal payments made in fiscal year 2024; 2) decrease of $27,582,000 in premium on bonds payable associated with the annual amortization of premiums on all outstanding bonds; and 3) $17,090,000 decrease in long-term debt from higher amount of outstanding principal balances reclassified to current liability in fiscal year 2024 compared to balance reclassified in

(Continued)

fiscal year 2023; b) $62,682,000 decrease for retiree medical, survivors benefit, and retiree life insurance post-employment obligations per GASB 74-75 actuarial valuations report primarily from positive returns on the assets of the Retiree Health Benefit Trust and the Survivor's Benefit Trust; c) $1,348,000 decrease in the long term portion of unearned fiber optics revenue; d) $4,975,000 decrease in lease obligations recognized under GASB 87; and offset by e) $24,355,000 increase in the balance of pension liability per GASB 68 actuarial valuation report; d) $16,916,000 increase in reserves to fund self-insurance liabilities for workers compensation and general liability; f) $1,765,000 increase in unused compensated balance due to timing when leave credits are earned and taken; and g) $9,792,000 increase in long-term portion of liability related to the loan from PG&E.

Capital Assets

Details of capital assets, net of accumulated depreciation, as of June 30, 2024 and 2023 are as follows (dollar amounts in thousands):

	2024	2023
Land and easements	$ 718,958	$ 719,632
Construction in progress	1,798,972	1,780,537
Stations, track, structures and improvements	5,642,774	5,635,116
Buildings	540,894	551,972
Systemwide operation and control	184,609	127,178
Revenue transit vehicles	1,420,297	988,315
Service and miscellaneous equipment	145,823	148,368
Capitalized construction and start-up costs	277,168	298,808
Repairable property items	690,328	578,152
Lease assets	57,330	64,047
Right-to-use SBITA assets	11,120	7,847
Information systems	29,322	32,843
Total capital assets, net	$ 11,517,595	$ 10,932,815

During fiscal year 2024, capital additions to construction in progress amounted to $895,262,000 related to acquisitions and/or major improvements for the following assets (dollar amounts in thousands):

	2024
Guideway	$ 169,439
Passenger stations	90,349
Maintenance and administration building	31,834
Revenue transit vehicles	403,508
Communication and information system	158,288
Automatic fare collections and other equipment	41,844
	$ 895,262

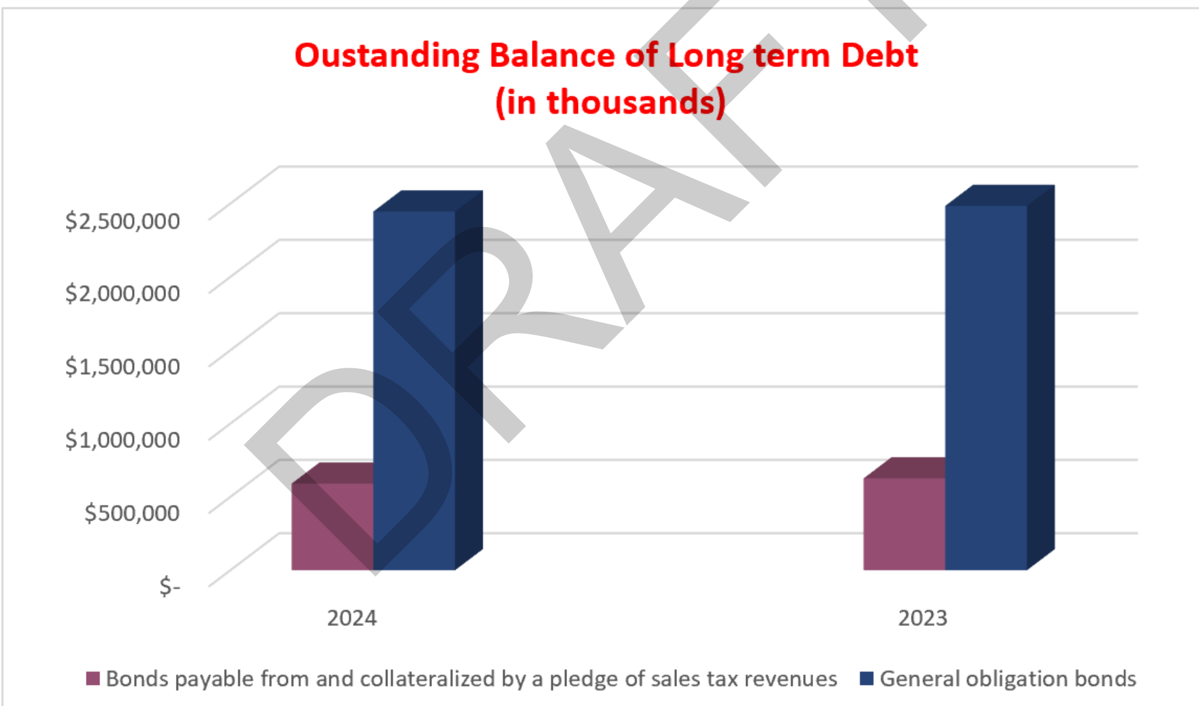
(Continued)

Additional information related to the District's capital assets can be found in Note 4 – Capital Assets and Note 9 – Long-Term Debt.The District has entered into contracts for the construction of various facilities and equipment totaling approximately $2,931,035,000 at June 30, 2024.

Long-Term Debt

The outstanding balance of total long-term debt (including current portion but excluding unamortized balance of bond premium/discounts) as of June 30, 2024 and 2023 are as follows (dollar amounts in thousands):

	2024	2023
Bonds payable from and collateralized by a pledge of sales tax revenues	$ 590,805	$ 626,070
General obligation bonds	2,445,575	2,484,285
	$ 3,036,380	$ 3,110,355



Sales Tax Revenue Bonds are rated "AA+" by Standard and Poor's Global Ratings (S&P) and "AA" by Fitch Ratings. General Obligation Bonds are rated "Aaa" by Moody's and "AAA" by Fitch Ratings.

Principal payments made on outstanding bonds during the year were $31,015,000 for Sales Tax Revenue Bonds and $42,960,000 for the General Obligation Bonds. Additional information on the District's long-term debt obligations can be found in Note 9 – Long -Term Debt.

Economic Factors and Next Year's Budgets

On June 13, 2024, the District's Board of Directors adopted BART'S two-year budget. The budget is balanced in fiscal year 2025 (FY25) and fiscal year 2026 (FY26) projects a deficit of $35,435,000. Total operating budget in FY25 is $1,126,052,000 and the capital forecasted budget is $1,243,659,000. A total of $328,236,000 in federal assistance is budgeted in FY25 to balance the budget.

The Adopted FY25 & FY26 Budget addresses the highly uncertain and challenging fiscal outlook faced by BART. The reduction in ridership since the beginning of the COVID-19 pandemic has resulted in significant operating deficits for BART. With ridership still hovering around 43% of pre-pandemic levels and not projected to significantly increase in the next few years, staff continue to project annual operating deficits of approximately $354,000,000 over the next five years. While federal and state emergency assistance will balance those deficits in FY25, and most of FY26, it is clear that BART's current revenue model needs to shift away from a dependence on fares paid by riders toward more external funding sources typical of most North American transit operators. As the District advocates for new funding, staff continue to work to minimize costs growth with the goal of preserving current service levels as long as possible. In the near term, the District faces significant budget deficits that must be mitigated.

The FY25 operating budget is $41,904,000 (3.9%) higher than the budget in the prior fiscal year.

- The service schedule continues to provide robust nighttime and weekend service, emphasizing ridership growth opportunities, and relying less on outdated commuting models.
- A technical adjustment increased the number of operating budget positions by 226.7 full time equivalent positions (FTE), primarily the result of a one-time adjustment that shifted exiting personnel from the capital budget to the operating budget in order to better characterize the work employees were doing and ultimately create a more accurate accounting of costs.
- The addition of 61 positions were added to the operating budget to ensure adequate staffing to reliably maintain current service levels, primarily in the Transportation Department.
- Wages for employees increased per the terms of BART's collectively-bargained adopted labor contracts.

On the revenue side, the adopted FY25 budget assumes that over the course of the year, BART averages 43% of pre-COVID ridership expectations. The costs associated with running frequent service despite lower ridership are offset by federal emergency funding.

FY25 operating revenues continue to be constrained due to the COVID-related ridership decline, though revenue is projected to improve over FY24 levels. For FY25, rail passenger revenue is budgeted to be 8% higher ($218,404,000) than FY24 actuals, and 4.5% higher ($235,136,000) than the FY24 budget. FY25 sales tax revenue is estimated to be $320,310,000 which is an increase of 1% compared to the budget in FY24. FY25 property tax revenue is estimated to be $64,260,000, which is an increase of 5% compared to the budget in FY24. Both the sales and property tax increases are in line with the observed increase in their respective actual revenues versus budget over FY24.

The FY25 Budget contains reductions and deferrals to planned allocations. Due to the decrease in fare revenue that resulted from the pandemic, BART reduced planned capital allocations to conserve available funding for operations. In FY25 and FY26, planned allocations of $34,000,000 and $40,000,000, respectively, have been deferred to align with updated cash flow needs for the projects; note that the funding is not being cut; it is being deferred to future years to better align with when funding will be needed. A total of $92,190,000 is included in budget allocations in FY25.

(Continued)

A full $250,514,000 (20%) of capital expenses in FY25 are directed to System Reinvestment investments to keep BART's existing system reliable and safe. Service and Capacity Enhancement represents 77% ($961,072,000) of the budget and will focus on investments to enhance the rider experience, support more frequent service and add system redundancy to improve reliability. The Earthquake Safety Program, which represents 1% ($12,410,000) of the FY25 capital budget, will focus on the Transbay Tube Seismic Retrofit project. Other capital work on essential security upgrades, life safety improvements, and ADA/system accessibility improvements will also continue.

Contacting the District's Financial Management

The District's financial report is designed to provide the District's Board of Directors, management, investors, creditors, legislative and oversight agencies, citizens and customers with an overview of the District's finances and to demonstrate its accountability for funds received. For additional information about this report, please contact Christopher Gan, Interim Controller-Treasurer, at 2150 Webster Street, P.O. Box 12688, Oakland, California 94612.

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(Dollar amounts in thousands)

ASSETS	
Current assets	
Unrestricted assets	
Cash and cash equivalents	$ 81,405
Investments	882,887
Government receivables	290,255
Lease receivables	685
Receivables and other assets	50,821
Materials and supplies	79,841
Total unrestricted current assets	1,385,894
Restricted assets	
Cash and cash equivalents	2,562
Investments	80,181
Receivables and other assets	3,704
Total restricted current assets	86,447
Total current assets	1,472,341
Noncurrent assets	
Capital assets	
Nondepreciable/amortizable	2,517,930
Depreciable/amortizable, net of accumulated depreciation/amortization	8,999,665
Unrestricted assets	
Lease receivables	62,902
PPP receivable	39,925
Receivables and other assets	36
Restricted assets	
Cash and cash equivalents	333,079
Investments	143,178
Receivables and other assets	13,598
Total noncurrent assets	12,110,313
Total assets	13,582,654
DEFERRED OUTFLOWS OF RESOURCES	
Losses on refundings of debt	8,856
Pension related	336,559
Other postemployment benefits related	47,044
Total deferred outflows of resources	392,459

(Continued)

STATEMENT OF NET POSITION
June 30, 2024
(Dollar amounts in thousands)

LIABILITIES	
Current liabilities	
Accounts payable and other liabilities	$ 320,488
Unearned revenue	38,074
Lease liability	7,204
SBITA liability	3,254
PG&E Loan, current portion	1,363
Current portion of long-term debt	91,065
Current portion of other post employment benefit	1,037
Self-insurance liabilities	41,948
Total current liabilities	504,433
Noncurrent liabilities	
Accounts payable and other liabilities	57,556
Unearned revenue	18,329
Lease liability, net of current portion	52,980
SBITA liability, net of current portion	4,658
Long-term debt, net of current portion	3,129,677
PG&E loan, net of current portion	9,792
Self-insurance liabilities, net of current portion	53,158
Net other postemployment benefits liability, net of current portion	164,827
Retiree life insurance benefits liability	46,415
Net pension liability	1,020,352
Total noncurrent liabilities	4,557,744
Total liabilities	5,062,177
DEFERRED INFLOWS OF RESOURCES	
Pension related	20
Other postemployment benefits related	116,151
Lease related	105,390
PPP related	38,568
Total deferred inflows of resources	260,129
NET POSITION	
Net investment in capital assets	8,342,567
Restricted for debt service and other liabilities	199,070
Unrestricted	111,170
Total net position	$ 8,652,807

The accompanying notes are an integral part of these basic financial statements.

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
PROPRIETARY FUND FINANCIAL STATEMENTS
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
Year ended June 30, 2024
(Dollar amounts in thousands)

Operating revenues	
Fares	$ 218,988
Other	39,636
Total operating revenues	258,624
Operating expenses	
Transportation	292,416
Maintenance	466,374
Police services	117,146
Construction and engineering	14,411
General and administrative	289,614
Depreciation and amortization	318,014
Total operating expenses	1,497,975
Less - capitalized costs	(151,024)
Net operating expenses	1,346,951
Operating loss	(1,088,327)
Nonoperating revenues (expenses)	
Transactions and use tax - sales tax	320,133
Property tax	218,718
Operating financial assistance	320,534
Investment income	74,565
Interest expense	(98,036)
Planning and studies	(23,354)
Gain from exchange of property	29,436
Total nonoperating revenues, net	841,996
Change in net position before capital contributions	(246,331)
Capital contributions	655,790
Change in net position	409,459
Net position, beginning of year	8,243,348
Net position, end of year	$ 8,652,807

The accompanying notes are an integral part of these basic financial statements.

STATEMENT OF CASH FLOWS
Year ended June 30, 2024
(Dollar amounts in thousands)

Cash flows from operating activities	
Receipts from customers	$ 213,539
Payments to suppliers	(232,093)
Payments to employees	(720,054)
Other operating cash receipts	24,119
Receipts of principal and interest related to leases	978
Net cash used in operating activities	(713,511)
Cash flows from noncapital financing activities	
Transactions and use tax (sales tax) received	260,001
Property tax received	68,084
Operating financial assistance received	286,609
Net cash provided by noncapital financing activities	614,694
Cash flows from capital and related financing activities	
Transactions and use tax (sales tax) received	60,131
Property tax received	158,463
Capital grants received	783,257
Expenditures for facilities, property and equipment	(908,650)
Payments related to planning and studies	(23,354)
Principal and interest payments related to leases	(1,913)
Principal and interest payments related to SBITA	(5,705)
Principal paid on long-term debt	(73,975)
Interest paid on long-term debt	(123,768)
Deposit refunded	613
Net cash used in capital and related financing activities	(134,901)
Cash flows from investing activities	
Proceeds from sale and maturity of investments	686,170
Purchase of investments	(497,552)
Interest received	70,631
Net cash provided by investing activities	259,249
Net change in cash and cash equivalents	25,531
Cash and cash equivalents, beginning of year	391,515
Cash and cash equivalents, end of year	$ 417,046
Reconciliation of cash and cash equivalents to the Statement of Net Position	
Current unrestricted cash and cash equivalents	$ 81,405
Current restricted cash and cash equivalents	2,562
Noncurrent restricted cash and cash equivalents	333,079
Total cash and cash equivalents	$ 417,046

(Continued)

(Dollar amounts in thousands)

Reconciliation of operating loss to net cash used in operating activities	
Operating loss	$ (1,088,327)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation and amortization	318,014
Provision for inventory obsolescence	3,867
Provision for doubtful accounts	3,611
Amortization of deferred charges	16
Gain on disposal of assets	31,374
Net effect of changes in:	
Receivables and other assets	(51,758)
Materials and supplies	(3,738)
Accounts payable and other liabilities	25,485
Self-insurance liabilities	34,291
Unearned revenue	(5,286)
Net pension liability	24,335
Deferred outflows of resources related to pensions	101,598
Deferred inflows of resources related to pensions	(69,195)
Net other postemployment benefits liability	(61,626)
Deferred outflows of resources related to other postemployment benefits	24,215
Deferred inflows of resources related to other postemployment benefits	(387)
Net cash used in operating activities	$ (713,511)
Noncash transactions	
Capital assets acquired with a liability at year-end	$ 173,132
Change in fair value of investments	(1,797)
Amortization of long-term debt premium and discount	(27,896)
Amortization of loss on refunding of debt	911
Capital grants included in government receivables	244,952
Increase in lease assets	(1,823)

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
FIDUCIARY FUND FINANCIAL STATEMENTS
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2024
(Dollar amounts in thousands)

ASSETS	
Cash and cash equivalents	$ 40,000
Receivables and other assets	
Receivable from BART	584
Interest & dividend receivables	779
Pending trades receivables	39,099
Prepaid expenses	11
Total receivables and other assets	40,473
Investments	
Domestic common stocks	59,480
Foreign stocks	5,408
U.S. Treasury obligations	38,160
Mortgage Backed Securities	34,533
Mutual funds - equity	329,849
Mutual funds - fixed income securities	107,345
Corporate obligations	35,279
Foreign obligations	894
Total investments	610,948
Total assets	691,421
LIABILITIES	
Accounts payable	148
Pending trades payable	71,986
Total liabilities	72,134
Net position restricted for other postemployment benefits	$ 619,287

The accompanying notes are an integral part of these basic financial statements.

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
FIDUCIARY FUND FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year ended June 30, 2024
(Dollar amounts in thousands)

Additions	
Employer contributions	$ 50,573
Employee and retiree contributions	845
Net investment income (expense)	
Interest and dividend income	14,881
Net realized and unrealized gains (losses) on investments	69,248
Investment expense	(250)
Net investment income (expense)	83,879
Total additions	135,297
Deductions	
Benefit payments	32,968
Legal fees	6
Audit fees	38
Insurance expense	22
Administrative fees	259
Total deductions	33,293
Change in net position	102,004
Net position restricted for other postemployment benefits, beginning of year	517,283
Net position restricted for other postemployment benefits, end of year	$ 619,287

The accompanying notes are an integral part of these basic financial statements.

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Reporting Entity: The San Francisco Bay Area Rapid Transit District (the District or BART) is a public agency created by the legislature of the State of California in 1957 and regulated by the San Francisco Bay Area Rapid Transit District Act, as amended, and subject to transit district law as codified in the California Public Utilities Code. The disbursement of funds received by the District is controlled by statutes and by provisions of various grant contracts entered into with federal, state and local agencies.

Basis of Accounting and Presentation: The basic financial statements provide information about the District's Enterprise Fund and the Retiree Health Benefit Trust and Survivor Benefit Trust (the Trusts). Separate statements for each fund category – proprietary and fiduciary – are presented. The basic financial statements are reported using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Revenues from property taxes are recognized in the fiscal year for which the taxes are levied; revenue from sales taxes are recognized in the fiscal year when the underlying exchange takes place; revenue from grants is recognized in the fiscal year in which all eligibility requirements have been satisfied; and revenue from investments is recognized when earned.

The Enterprise Fund, a proprietary fund, distinguishes operating revenues and expenses from nonoperating items. The District's operating revenues are generated directly from its transit operations and consist principally of passenger fares. Operating expenses for the transit operations include all costs related to providing transit services. These costs include labor, fringe benefits, materials, supplies, services, utilities, leases and rentals, and depreciation and amortization on capital assets. All other revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The Trusts, fiduciary funds, are used to account for assets held by the District as a trustee to pay retiree health care premiums and survivor benefits. The assets of the Trusts cannot be used to support the District's programs. Separate financial statements are maintained for the Retiree Health Benefit Trust and Survivor Benefit Trust, the former receives contributions from the District, whereas the latter is solely funded by employee, retiree and survivor contributions.

Cash Equivalents: For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments: The District records investment transactions on the trade date. Investments in nonparticipating interest-earning investment contracts (e.g. nonnegotiable certificates of deposits and guaranteed investment contracts) are reported at cost and all other investments are at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The District measures its investments at fair value and categorizes its fair value measurements within the fair value hierarchy established by GAAP. As a matter of policy, the District usually holds investments until their maturity.

Restricted Assets: Certain assets are classified as restricted assets on the statement of net position because their use is subject to externally imposed stipulations, either by certain bond covenants, laws or regulations or provisions of debt agreements. Restricted assets are further categorized as current and non current based on the planned use, i.e., current restricted assets are expected to be consumed or realized within a year. Noncurrent restricted assets on the other hand includes cash and claims to cash that are restricted as to withdrawal or use for other than current operations, that are designated for disbursement in the acquisition or construction of noncurrent assets, or that are segregated for the liquidation of long-term debts. Cash and cash equivalent and investments specifically capital funds and debt service funds are included in the noncurrent restricted assets.

(Continued)

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Grants/Contributions: The District receives grants from the Federal Transit Administration (FTA) and other agencies of the U.S. Department of Transportation, the State of California, and local transportation funds for the acquisition of transit-related equipment, improvements and preventative maintenance. Capital grants receivables represent amounts expected from governmental agencies to reimburse the District for costs incurred for capital projects (Note 11) and are reported as government receivables on the statement of net position.

Materials and Supplies: Materials and supplies consist primarily of replacement parts for the system and rail vehicles, which are stated at cost using the average-cost method. Materials and supplies are expensed as consumed.

Bond Discounts, Premiums and Losses on Refunding: The bond discounts, premiums and losses on refunding are amortized over the term of the bonds as a component of interest expense. The unamortized portion of these items, except the losses on refunding, which are reported as deferred outflows of resources, are presented as an adjustment of the face amount of bonds payable.

Capital Assets: Capital assets are stated at cost (except for lease assets and right-to-use SBITA assets, the measurement of which is discussed in “Leases” and “SBITAs” below and in Note 5 and Note 6 or at acquisition value of donated assets and depreciated using the straight-line method over the estimated useful lives of the assets ranging from 2 to 80 years. The District’s policy is to capitalize acquisitions of capital assets with a cost of $5,000 or more and a useful life of more than one year, and all costs related to capital projects, regardless of amounts. Upon disposition, costs and accumulated depreciation/amortization are removed from the accounts and resulting gains or losses are included in operations.

The District capitalizes as intangible capital assets, internally generated intangibles such as computer software, lease assets, and right-to-use SBITA assets. Easements and rights-of-way are capitalized and recorded as part of land and are not amortized as they have indefinite useful lives while computer software is amortized over a period of 20 years. Lease assets and SBITA assets are amortized over the shorter of their estimated useful lives or the contract term.

Major improvements and betterments to existing facilities and equipment are capitalized. Costs for maintenance and repairs that do not extend the useful life or the service utility of the applicable assets are charged to expense as incurred.

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment, lease assets, right-to-use SBITA assets, are depreciated/amortized using the straight-line method over the following estimated useful lives or the lease term lease assets:

Capital assets category	Lives in years
Tangible asset	
Stations, tracks, structures and improvements	2-80
Buildings	8-80
System-wide operation and control	3-30
Revenue transit vehicles	5-40
Service and miscellaneous equipment	3-30
Capitalized construction and start-up costs	3-80
Repairable property items	5-50

(Continued)

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Intangible assets	
Lease assets	2-52
Land	
Buildings	
Equipment	
Vehicles	
Right-to-use SBITA assets	1.5-10
Information systems	2-20

<u>Leases</u>: The District has implemented GASB Statement No. 87, *Leases*, the objective of which is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments.

Lessee Leases

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. The District recognizes lease liabilities with an initial, individual value of $5,000 or more.

Key estimates and assumptions related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District's incremental borrowing rate of 3% was used as the discount rate for lessee leases entered into prior to June 30, 2022 and 4.2% for leases entered into after June 30, 2022.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with capital assets and lease liabilities are reported with current liabilities and long term debt on the statement of net position. Please refer to Note 5 for further information.

Lessor Leases

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District's incremental borrowing rate of 3% was used as the discount rate for lessor leases entered into prior to June 30, 2022 and 4.2% for leases entered into after June 30, 2022.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable. Please refer to Note 5 for further information.

<u>Subscription Based Information Technology Arrangements (SBITAs)</u>: A SBITA is a contract that conveys control of the right to use another party's (a SBITA vendor's) IT software, alone or in combination with tangible capital assets (with underlying IT assets), as specified in the contract, for a period of time, in an exchange or exchange-like transaction.

The District is required to recognize a right-to-use (ROU) subscription assets and a corresponding subscription liability on its financial statements for SBITAs that meet the criteria.

The District has various noncancellable SBITA contracts with terms ranging from 15-111 months, for which an intangible right-to-use SBITA asset and SBITA liability has been recognized. The District recognizes SBITA liabilities with an initial, individual value of $5,000 or more.

The District's incremental borrowing rate of 3% was used as the discount rate for SBITAs entered into prior to June 30, 2022 and 4.2% for SBITAs entered into after June 30, 2022.

<u>Public-Private and Public-Public Partnerships and Availability Payment Arrangements</u>: A PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. APAs are considered a financing transaction. The District has no contracts that meet APA criteria.

Beginning July 1, 2022, if ownership on improvements constructed by the operator (e.g., parking garage, housing, retail space, etc.) under a TOD ground lease arrangement transfers to BART at the end of the lease, the District is required to recognize the estimated net book value of the capital asset as a PPP receivable. In addition, the District recognizes a receivable for any installment payments at the present value of PPP payments expected to be received during the PPP term.

The District recognizes a corresponding deferred inflow of resources when the assets are placed in service. PPP revenue recognized as deferred inflow of resources is amortized over the PPP or ground lease term.

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unearned Revenue: Unearned revenue consists of (1) prepayments of revenues related to license fees paid by telecommunication companies for the use of the District's right of way for wireless accessibility to their customers; (2) estimated passenger tickets sold but unused; (3) advances received from grant agreements; and (4) value of property received in exchange for the District's property not yet transferred at the end of the fiscal year. The detailed balances of unearned revenue as of June 30, 2024, is presented below (dollar amounts in thousands):

	Current	Non Current	Total
Telecom & Cell Site license fees	$ 4,190	$ 14,915	$ 19,105
Passenger/Parking tickets	14,242	-	14,242
Grant advances	7,973	3,284	11,257
VTA advances	9,696	-	9,696
Other Advances	1,973	130	2,103
Total	$ 38,074	$ 18,329	$ 56,403

Compensated Absences: Compensated absences are reported and accrued as a liability in the period incurred. Compensated absences have a total balance of $82,564,000 as of June 30, 2024, and are shown in the statement of net position under accounts payable and other liabilities (see Note 8) as follows (dollar amounts in thousands):

Compensated Absences July 1, 2023	$ 80,118
Leave benefits earned	69,539
Leave benefits used	(67,093)
Compensated Absences June 30, 2024	82,564
Less: Noncurrent portion	54,323
Current portion of Compensated Absences	$ 28,241

Pollution Remediation: The recognition of pollution remediation obligations (including contamination) addresses the current or potential detrimental effects of existing pollution by estimating costs associated with participating in pollution remediation activities, such as site assessments and cleanups. There are no known material remediation obligations that the District is currently or potentially involved in.

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position: Net investment in capital assets include capital assets net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction or improvement of those assets. Restricted net position consists of assets where constraints on their use are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation. Restricted net position includes amounts restricted for debt service and other liabilities. Unrestricted net position consists of net position that does not meet the definition of restricted or net investment in capital assets. This net position component includes net position that has been designated by management for specific purposes, which in the case of the District include allocations to fund capital projects, and other liabilities, which indicate that management does not consider them to be available for general operations. Generally, the District's policy is to spend restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Transactions and Use Tax (Sales Tax) Revenues: The State of California legislation authorizes the District to impose a 0.5% transaction and use tax within District boundaries, which is collected and administered by the State Board of Equalization. Of the amounts available for distribution, 75% is paid directly to the District for the purpose of paying operating expenses, except for the portion that is paid directly to trustees to cover principal and interest payments of maturing sales tax revenue bonds. The remaining 25% is allocated by the Metropolitan Transportation Commission (MTC) to the District, the City and County of San Francisco, and the Alameda-Contra Costa Transit District for transit services. The District records the total transactions and use taxes earned (including amounts paid to the trustees) as nonoperating revenue.

Property Taxes, Collection and Maximum Rates: The State of California Constitution Article XIII.A provides that the general purpose maximum property tax rate on any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100% of market value as defined by Article XIII.A and may be adjusted by no more than 2% per year, unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1% tax levy among the counties, cities, school districts and other districts, such as the District.

The District receives an allocation of property tax revenues for transit operations. Additionally, beginning in fiscal year 2006, the District received property tax allocations for the debt service payments on Measure AA General Obligation Bonds. Beginning in fiscal year 2018, the District also received property tax allocation for the debt service of Measure RR General Obligation Bonds. As required by the law of the State of California, the District utilizes the services of each of the three BART Counties of Alameda, Contra Costa and San Francisco for the assessment and collection of taxes for District purposes. District taxes are collected at the same time and on the same tax rolls as county, school district and other special district taxes. Property taxes are recorded as revenue in the fiscal year of levy. Assessed values are determined annually by the Assessor's Offices of City and County of San Francisco, County of Alameda and County of Contra Costa on January l, and become a lien on the real properties at January 1. The levy date for secured and unsecured properties is July 1 of each year. Secured taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively. Unsecured property tax is due on July 1 and becomes delinquent after August 31.

Operating Financial Assistance: Financial assistance grants for operations from federal, state and local agencies are reported as nonoperating revenue in the period in which all eligibility requirements have been satisfied (Note 11).

(Continued)

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Collective Bargaining: Approximately 87% of the District's employees are subject to collective bargaining. The current bargaining units consist of the following:

- American Federation of State, County and Municipal Employees (AFSCME), Local 3993
- Amalgamated Transit Union (ATU), Local 1555
- Service Employees International Union (SEIU), Local 1021
- BART Police Officers Association (BPOA)
- BART Police Managers Association (BPMA)

Capitalized Costs: The District initially charges employee salaries, wages and benefits to operating expenses by functional expense category. Labor costs included in those amounts that are associated with capital projects are subsequently adjusted to be included in the cost of the related capital asset. This adjustment is reflected in the statement of revenues, expenses and change in net position as a reduction of operating expenses.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the District's Pension Plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by California Public Employees' Retirement System (CalPERS). For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms.

Other Post-Employment Benefits (OPEB): The District currently has the following OPEB Plans: Retiree Health Benefit Plan, Survivor Benefit Plan and Life Insurance. For purposes of measuring the net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to OPEB, information about the fiduciary net position of the District's OPEB Plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the Plans Benefit payments and contribution due from employer or retirees and survivors (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents, and Investments of the Enterprise Fund

Cash, cash equivalents and investments are reported in the Enterprise Fund as follows (dollar amounts in thousands):

	Unrestricted	Restricted	Total
Cash and cash equivalents	$ 81,405	$ 335,641	$ 417,046
Investments	882,887	223,359	1,106,246
Total	$ 964,292	$ 559,000	$ 1,523,292

In March 2019, the Board approved the creation of Pension Funding Policy and an Internal Revenue Service (IRS) Section 115 Irrevocable Supplemental Pension Trust for the purpose of providing additional funds to pay down the District's liability base or be used as stabilization funds if the required CalPERS pension contributions exceed the budgeted projections. In fiscal year 2024, investment income of $1,800,000 was recognized by the Trust. The balance of the Section 115 Irrevocable Supplemental Pension Trust account as of June 30, 2024 was $39,881,000 and is reflected as part of restricted cash and cash equivalents.

Investment Policy: The California Public Utilities Code, Section 29100, and the California Government Code (CGC), Section 53601, provide the basis for the District's investment policy. To meet the objectives of the investment policy – (1) preservation of capital, (2) liquidity, and (3) yield – the investment policy, approved by the Board of Directors, specifically identifies the types of permitted investments, as well as any maturity limits and other restrictions. The following table presents the authorized investment, requirements, and restrictions per the CGC and the District's investment policy:

	Maximum Maturity (1)		Maximum % of Portfolio		% with One Issuer		Minimum Rating (2)	
Investment Type	CGC	District	CGC	District	CGC	District	CGC	District
U.S. Treasury Obligations (bills, bonds, or notes)	5 years	5 years	None	None	None	None	None	None
U.S. Agencies	5 years	5 years	None	None	None	None	None	None
Bankers' Acceptances	180 days	180 days	40%	40%	30%	30%	None	None
Commercial Paper (3)	270 days	270 days	25%	25%	10%	10%	P1	P1
Negotiable Certificates	5 years	5 years	30%	30%	None	None	None	None
Repurchase Agreements	1 year	1 year	None	None	None	None	None	None
Reverse Repurchase Agreements	92 days	90 days	20%	20%	None	None	None	None
Local Agency Investment Fund	N/A	N/A	None	20%	None	None	None	None
Non-Negotiable Time Deposits	5 years	5 years	30%	30%	None	None	None	None
Medium Term Notes/Bonds (3)	5 years	5 years	30%	30%	None	None	A	A
Municipal Securities of California Local Agencies	5 years	5 years	None	None	None	None	None	None
Mutual Funds	N/A	N/A	20%	20%	10%	10%	AAA	AAA
Notes, Bonds, or Other Obligations	5 years	5 years	None	None	None	None	None	None
Mortgage Pass-Through Securities	5 years	5 years	20%	20%	None	None	AAA	AAA
Financial Futures (3)	N/A	N/A	None	None	None	None	None	None

Footnotes
(1) In the absence of a specified maximum, the maximum is 5 years.
(2) Minimum credit rating categories include modifications (+/-).
(3) District will not invest in these investment types unless specifically authorized by the Board.

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments Authorized by Debt Agreements: The District must maintain required amounts of cash and investments with fiscal agents under the terms of certain debt issuances. These funds are unexpended bond proceeds and funds set aside for debt service. The table below identifies the investment types that are authorized for investments held by fiscal agents. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Securities of the U.S. Government and its agencies	None	None	None	None
Housing Authority Bonds or project notes issued by public agencies or municipalities fully secured by the U.S.	None	None	None	None
Obligations of any state, territory, or commonwealth of the U.S. or any agency or political subdivisions thereof	None	Aa1/AA+	None	None
Collateralized time deposits	None	A-1	None	None
Commercial paper	None	Aaa/AAA	None	None
Repurchase agreements	None	None	None	None
Money market mutual funds	None	None	None	None
Investment agreements	None	Aa1/AA+	None	None
Other investments approved by the Board that will not adversely affect ratings on bonds	None	None	None	None
Corporate bonds, notes, and debentures	None	Aa1/AA+	None	None
Local Agency Investment Fund	None	None	None	None

Interest Rate Risk: Interest rate risk is the risk that changes in market rates will adversely affect the fair value of an investment. One of the District's primary objectives is to provide sufficient liquidity to meet its cash outflow needs, however, the District does not have any policies specifically addressing interest rate risk, except as outlined in the CGC. A summary of investments by type of investments and by segmented time distribution as of June 30, 2024, is as follows (dollar amounts in thousands):

		Investment Maturities (in Years)	
	Total	Less Than 1	1 - 5
Money market mutual funds*	$ 310,598	$ 310,598	$ -
U.S. Treasuries	357,869	357,869	-
U.S. government agencies	708,963	708,963	-
Commercial paper	52,118	52,118	-
Certificates of deposit	802	802	-
Total investments subject to interest rate risk	1,430,350	$ 1,430,350	$ -
Deposits with banks	51,896		
Mutual funds	39,881		
Imprest funds	1,165		
Total cash and investments	$ 1,523,292		

* Weighted-average maturity

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

Credit Risk: The District's credit rating risk is governed by Section 53601 of the CGC which, among others, limits investments in money market mutual funds to those funds with the highest evaluations granted by the rating agencies, which is AAAm. There are no investment limits on the securities of U.S. Treasury or certain U.S. government agencies that are backed by the full faith and credit of the United States government. The following is a summary of the credit quality distribution for securities with credit exposure as rated by Standard & Poor's, Fitch Ratings and/or Moody's as of June 30, 2024 (dollar amounts in thousands):

		Credit Ratings			
	Total	AAA	AA	A	Not Rated
Money market mutual funds	$ 310,598	$ 310,598	$ -	$ -	$ -
Commercial paper	52,118	52,118	-	-	-
Mutual funds	39,881	-	-	-	39,881
Certificates of deposit	802	-	-	-	802
Total investments subject to credit risk	403,399	$ 362,716	$ -	$ -	$ 40,683
U.S. Treasuries	357,869				
U.S. government agencies	708,963				
Deposits with banks	51,896				
Imprest funds	1,165				
Total cash and cash equivalents and investments	$ 1,523,292				

Fair Value Hierarchy: The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs (the District does not value any of its investments using Level 3 inputs).

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

The following is a summary of the fair value of investments of the District as of June 30, 2024 (dollar amounts in thousands):

Investments by Fair Value Level	Total	Level 1	Level 2
Money market mutual funds	$ 310,598	$ 285,814	$ 24,784
U.S. Treasuries	357,869	357,869	-
U.S. government agencies	708,963	-	708,963
Commercial paper	52,118	-	52,118
Mutual funds	39,881	39,881	-
Total investments at fair value	1,469,429	$ 683,564	$ 785,865
Excluded from fair value hierarchy reporting:			
Certificate of deposit	802		
Total investments	$ 1,470,231		
Cash and cash equivalents			
Deposits with banks	51,896		
Imprest funds	1,165		
Total cash and cash equivalents and investments	$ 1,523,292		

Investments valued at $683,564,000 in fiscal year 2024 are classified in Level 1 of the fair value hierarchy. This asset category consists of U.S. Treasury securities, mutual funds and some money market mutual funds which are valued using Institutional Bond quotes, i.e., quoted market prices in active markets.

Investments valued at $785,865,000 in fiscal year 2024 are classified in Level 2 of the fair value hierarchy. Fair value was determined using Matrix Pricing techniques maintained by various pricing vendors. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Concentration of Credit Risk: The District does not have a policy to limit investments in any one issuer to no more than 5% of the total portfolio. However, the District is required to disclose investments that represent a concentration of 5% or more of investments in any one issuer other than U.S. Treasury obligations and pooled investments. The District has investments in FHLB and FHDN of $294,372,000 and $295,924,00, respectively, as of June 30, 2024, which exceed 5% of total investments.

Custodial Credit Risk – Deposits: For deposits, custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The CGC Section 53652 requires California banks and savings and loan associations to secure governmental deposits by pledging government securities as collateral. The market value of pledged securities must equal at least 110% of the District's deposits. California law also allows financial institutions to secure governmental deposits by pledging first trust deed mortgage notes having a value of 150% of the District's total deposits. Such collateral is considered to be held in the District's name.

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

Custodial Credit Risk – Investments: For investments, custodial credit risk is the risk that in the event of a failure of the counterparty, the District may not be able to recover the value of its investments. The exposure to the District is limited as the District's investments are held in the District's name by a third-party safe-keeping custodian that is separate from the counterparty or in the custody of a trust department, as required by bond covenants.

Investments of the Retiree Health Benefit Trust and Survivor Benefit Trust

Investment Policy: The investment objective of the Trusts is to achieve consistent long-term growth for the Trusts and to maximize income consistent with the preservation of capital for the sole and exclusive purpose of providing benefits to participants and their beneficiaries and defraying reasonable expenses of administering the Trusts. The District's Board of Directors establishes the general investment policy and guidelines for the Trusts. Allowable investments under the Trusts investment guidelines include:

- Cash equivalents such as U.S. Treasury bills, money market mutual funds, short-term interest fund (STIF) trusts, commercial paper rated A1/P1, banker's acceptances, certificates of deposits and repurchase agreements;
- Fixed income securities, which include U.S. agency and corporation bonds (including Yankees) and preferred stock and Rule 144A issues, and mortgage or asset-backed securities; and
- Equity securities, including U.S. traded common, preferred stocks and convertible stocks and bonds, including American Depository Receipts.

Interest Rate Risk: The Trusts' investment policies mitigate exposure to changes in interest rates by requiring that the assets of the Trust be invested in accordance with the following asset allocation guidelines:

Asset Class	Minimum	Maximum	Preferred
Equity securities	45%	70%	60%
Fixed income securities	25%	45%	35%
Cash equivalents	3%	10%	5%

Fixed income securities have the following maturity restrictions: (1) maximum maturity for any single security is 40 years, and (2) the weighted average portfolio maturity may not exceed 25 years.

A summary of investments by type of investments and by segmented time distribution as of June 30, 2024, is as follows (dollar amounts in thousands):

		Investment Maturities			
	Total	Less Than 1	1 - 5	6 - 10	More Than 10
U.S. Treasury obligations	$ 38,160	$ 17,646	$ 8,718	$ 4,490	$ 7,306
Mortgage backed securities	34,533	-	-	405	34,128
Corporate obligations	35,279	537	15,162	15,261	4,319
Foreign obligations	894	-	-	894	-
Total investments subject to interest rate risk	108,866	$ 18,183	$ 23,880	$ 21,050	$ 45,753
Domestic common stocks	59,480				
Foreign stocks	5,408				
Mutual funds - equity	329,849				
Mutual funds - fixed income securities	107,345				
Cash and cash equivalents	40,000				
Total cash and cash equivalents and investments	$ 650,948				

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

Credit Risk: The Trusts' credit risk policy is defined in its Statement of Investment Policy approved by the District's Board of Directors. The policy states that the Board recognizes that some risk is necessary to produce long-term investment results that are sufficient to meet the Trusts' objectives and that the Trusts' investment managers are expected to make reasonable efforts to control risk. The investment policy requires that all of the Trusts' assets be invested in liquid securities, defined as securities that can be transacted quickly and efficiently for the Trusts, with minimal impact on market prices. The investment policy also demands that no single investment shall exceed five percent of the total Trusts assets, at market value, except obligations of the U.S. government, short-term money market funds, index funds and other diversified commingled accounts; and for actively managed equity accounts, where, for issues that comprise more than 4% of the account's stated benchmark, the limit shall be 125% of the weight of the common stock benchmark.

The following is a summary of the credit quality distribution for securities with credit exposure as rated by Standard & Poor's and/or Moody's as of June 30, 2024 (dollar amounts in thousands):

		Credit Ratings				
	Total	AAA	AA	A	BBB	Not Rated
Mortgage backed securities	$ 34,533	$ 34,533	$ -	$ -	$ -	$ -
Corporate obligations	35,279	16,130	352	11,064	7,733	-
Foreign obligations	894	-	-	536	358	-
Mutual funds - fixed income securities	107,345	-	-	-	-	107,345
Total investments subject to credit risk	178,051	$ 50,663	$ 352	$ 11,600	$ 8,091	$ 107,345
U.S. Treasury obligations	38,160					
Domestic common stocks	59,480					
Foreign stocks	5,408					
Mutual funds - equity	329,849					
Cash and cash equivalents	40,000					
Total cash and cash equivalents and investments	$ 650,948					

Fair Value Hierarchy: The Trusts categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

(Continued)

NOTE 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

The following is a summary of the fair value hierarchy of the fair value of investments of the Trusts as of June 30, 2024 (dollar amounts in thousands):

Investments by Fair Value Level	Total	Level 1	Level 2
Domestic common stocks	$ 59,480	$ 59,480	$ -
Foreign stocks	5,408	5,408	-
U.S. Treasury obligations	38,160	38,160	-
Mortgage backed securities	34,533	-	34,533
Mutual funds - equity	329,849	329,849	-
Mutual funds - fixed income securities	107,345	107,345	-
Corporate obligations	35,279	-	35,279
Foreign obligations	894	-	894
Total investments at fair value	610,948	$ 540,242	$ 70,706
Money market mutual funds & cash in banks	40,000		
Total cash and cash equivalents and investments	$ 650,948		

Investments classified in Level 1 of the fair value hierarchy valued at $540,242,000 in fiscal year 2024 are valued using quoted prices in active markets.

Investments amounting to $70,706,000 in fiscal year 2024 are classified under Level 2 of the fair value hierarchy and are valued using matrix pricing, which is used to value securities based on the securities' relationship to benchmark quoted prices.

Concentration of Credit Risk: The Trusts' investment policies mitigate exposure to concentration of credit risk by diversifying the portfolio and limiting investments in any one issuer to no more than 5% of the total portfolio with the following exceptions: obligations of the U.S. Government, diversified short term money market funds, index funds, other diversified comingled accounts and actively managed equity accounts. As of June 30, 2024, none of the investments exceed 5% of total investments or 5% of the fiduciary net position except pooled investments.

Custodial Credit Risk – Investments: For investments, custodial credit risk is the risk that in the event of a failure of the counterparty, the Trusts may not be able to recover the value of its investments. The exposure to the Trusts is limited as the Trusts' investments are in the custody of a third-party custodian that is separate from the counterparty.

NOTE 3 – RECEIVABLES AND OTHER ASSETS

Amounts other than leases and PPP receivables are aggregated into a single accounts receivables and other assets account (net of allowance for doubtful accounts) in the statement of net position as of June 30, 2024 (dollar amounts in thousands):

Prepaid expenses	$	20,874
Deposit for Power Supply		13,598
Property tax receivables		882
Contract Warranty Receivable		3,390
Imprest deposits for self-insurance liabilities		5,259
Interest receivable		10,567
Capitol Corridor Joint Powers Authority receivable (Note 16)		1,973
Telecommunications		8,675
Loans receivable		897
Other		9,254
Allowance for doubtful accounts		(7,210)
Total receivables and other assets	$	68,159
Current, unrestricted portion	$	50,821
Current, restricted portion		3,704
Noncurrent, unrestricted portion		36
Noncurrent, restricted portion		13,598
Total receivables and other assets	$	68,159

(Continued)

NOTE 4 – CAPITAL ASSETS

Changes to capital assets during the fiscal year ended June 30, 2024, were as follows (dollar amounts in thousands):

	July 1, 2023	Additions and Transfers	Retirements and Transfers	June 30, 2024
Capital assets, not being depreciated or amortized				
Land and easements	$ 719,632	$ -	$ (674)	$ 718,958
Construction in progress	1,780,537	895,262	(876,827)	1,798,972
Total capital assets, not being depreciated or amortized	2,500,169	895,262	(877,501)	2,517,930
Capital assets, being depreciated and amortized				
Tangible asset				
Stations, track, structures and improvements	7,509,507	170,230	-	7,679,737
Buildings	596,523	-	(1,995)	594,528
System-wide operation and control	773,630	76,229	(799)	849,060
Revenue transit vehicles	1,635,364	466,963	(441,910)	1,660,417
Service and miscellaneous equipment	504,006	15,585	(3,173)	516,418
Capitalized construction and start-up costs	682,688	1,362	-	684,050
Repairable property items	802,269	147,365	(19)	949,615
Intangible assets				
Lease assets				
Land	1,129	-	-	1,129
Buildings	60,474	-	(78)	60,396
Equipment	2,338	334	(192)	2,480
Vehicles	21,032	2,522	(5,062)	18,492
Right-to-use SBITA asset	10,122	7,460	(10)	17,572
Information systems	78,080	1,088	-	79,168
Total capital assets, being depreciated and amortized	12,677,162	889,138	(453,238)	13,113,062
Less accumulated depreciation and amortization				
Tangible asset				
Stations, track, structures and improvements	(1,874,391)	(162,572)	-	(2,036,963)
Buildings	(44,551)	(9,083)	-	(53,634)
System-wide operation and control	(646,452)	(18,798)	799	(664,451)
Revenue transit vehicles	(647,049)	(33,043)	439,972	(240,120)
Service and miscellaneous equipment	(355,638)	(18,000)	3,043	(370,595)
Capitalized construction and start-up costs	(383,880)	(23,002)	-	(406,882)
Repairable property items	(224,117)	(35,189)	19	(259,287)
Intangible asset				
Lease assets				
Land	(309)	(9,531)	5,290	(4,550)
Buildings	(7,968)	-	-	(7,968)
Equipment	(1,094)	-	-	(1,094)
Vehicles	(11,555)	-	-	(11,555)
Right-to-use SBITA asset	(2,275)	(4,187)	10	(6,452)
Information systems	(45,237)	(4,609)	-	(49,846)
Total accumulated depreciation and amortization	(4,244,516)	(318,014)	449,133	(4,113,397)
Total capital assets, being depreciated and amortized, net	8,432,646	571,124	(4,105)	8,999,665
Total capital assets, net	$ 10,932,815	$ 1,466,386	$ (881,606)	$ 11,517,595

(Continued)

NOTE 4 – CAPITAL ASSETS (Continued)

To replace the District's aging fleet of revenue rail vehicles, on May 10, 2012, the Board of Directors authorized the award of a contract to Bombardier Transit Corporation for the procurement of additional and replacement cars. The base contract provides for the design, engineering, manufacture, testing, supply spare parts, special tools, test equipment, cab simulator, documentation, drawings, program management, in-service support, warranty, training and data submittal, management and support of 260 heavy rail transit vehicles, with several options to procure additional vehicles thereafter, including two options for 150 vehicles, one option for 115 vehicles, and one option for 100 vehicles. The District awarded the base contract for 260 vehicles and exercised options to the additional vehicles for a total purchase of 775 vehicles, comprised of 310 "D" (control cab-equipped) and 465 "E" (non- control) cars. The total project cost for the 775 vehicles is approximately $2,190,000,000 and is being paid from funding sources including funds from FTA, MTC, VTA and from the District. In addition to the 775 new vehicles on order, the District plans to acquire an additional 425 new cars to enable a peak capacity of 30 scheduled ten-car trains per hour via the Transbay Tube, for the network as expanded to Santa Clara by Phase II of the Silicon Valley Extension. These additional cars will be all "E" (non-control cars), which will bring the revenue fleet to 310 "D" and 890 "E" cars, for a total of 1,200 cars. As of June 30, 2024, a total of 698 cars have been delivered, and 697 cars are deployed in revenue service.

At an election held on November 8, 2016, the District obtained an authorization to issue General Obligation Bonds (Measure RR) up to $3,500,000,000 to finance its System Renewal Program in order to keep BART safe; prevent accidents/breakdowns/delays; relieve overcrowding; and to address critical infrastructure needs which include replacing and upgrading 90 miles of severely worn tracks, tunnels damaged by water intrusion, 44-year old train control systems, and other deteriorating infrastructure. Please see Note 9 for a summary of major projects and related expenses funded by Measure RR.

NOTE 4 – CAPITAL ASSETS (Continued)

Construction in progress with a balance of $1,798,972,000 as of June 30, 2024, is composed of the following projects (dollar amounts in thousands):

Project ID	Project Name	Project Balance
49GH004	CBTC - CIG	$ 297,094
15EJRRA	A-Line 34.5kV AC cable replacement	139,056
40FA000	775 Car acquisition planning	115,530
40FD001	New car phase II procurement	100,385
15EK600	Substation for core capacity	78,922
15EKRR1	TP-switch stations & gap break	64,070
49GH000	Train control modernization	52,405
01RQ100	HMC phase 2 preliminary engineering	50,247
15TC002	Renewal of tunnels & structures	45,917
15LK001	Canopy/Escalators replacement	44,277
15EJRRR	R-Line 34.kV AC cable replacement	41,097
15EK350	Substn replace/install group II	40,542
40FA001	Rail car procurement	36,270
01RQ103	HMC East storage yard	31,159
15EJRRC	C-Line 34.5kV AC cable replacement	25,864
47CJ016	Clipper C2 upgrade program integration	25,451
15ELRR1	MPR installation & rectifier rehabilitation	21,842
47CJ112	Next generation fare gates part 2 of 2	21,004
15LK002	San Francisco escalator replacement	20,489
15NU002	Accessibility improvement program	17,065
49GH006	CBTC enabling works	16,949
15CQ008	KLine interlocksK23,K25,K33C15	16,812
02DD000	WSX Irvington station design	16,601
09EK300	Emergency generator for TBT	14,732
15EJRRK	K-Line 34.5kV AC cable replacement	14,317
20AJ003	Replace trunked radio SWD phase 1	12,715
15EK201	Traction power portable substation	12,341
15TD000	Wayside equipment	11,289
15TC023	Fences systemwide	9,983
60CC004	Renewal and upgrade OCC	9,859
15EK601	TCCP EB TPSS procurement & installation	9,736
15IJ200	Station fire alarm replacement R&K line	9,576
54RR260	Fire services yards - OHY	9,165
15IJRR2	Fire alarm replacement phase 3	8,757
15CQ020	Richnond yard track rehabilitation	8,706

NOTE 4 – CAPITAL ASSETS (Continued)

Project ID	Project Name	Project Balance
57RR204	N Berkeley station access improvement	$ 8,089
54RR350	Turntable rep backlog-OCY/ORY	6,986
60CC002	Transit operations facility	6,963
59CT002	Wayfinding improve phase IV	6,912
40FA002	New car warranty-reimburseable	6,893
15AARR1	Tunnel LED lighting upgrade	6,659
20AJ001	Engineering services phased radio replacement	6,319
60CC000	New OCC	6,090
04SO140	eBART FY22 cap allocation	6,024
49GH008	CBTC deployment	5,809
45GA000	Station hardening	5,769
15ELRR2	34.5kV blocking scheme systemwide	5,376
47CJ011	BHU replacement - phase 1	5,370
09AU000	TBT retrofit #1 (underwater)	5,314
03QJ001	Concord truing machine	5,235
15QN004	ROW fencing replacement	5,132
01ZP000	OAC CARP work	4,705
15QN003	Tunnel waterproof W Line	4,419
79PB000	Convert to digital CCTV - SF	4,214
15TC004	Water intrusion train control	4,197
63EA010	Network infrastructure refresh	4,112
49GH005	CBTC CIG-ineligible	4,037
15CQ015	A85 interlocking replacement	3,929
15CQ018	Rail relay	3,922
15EKRR5	CWC traction power substation	3,894
20LN001	Wayside line replacement unit wayside	3,718
15CH001	Tail track extension- Dublin & Millbrae	3,682
96DARR1	FTA core capacity (Measure RR)	3,376
65MA000	CCTA Mobility on demand agreement	3,299
15QJ001	Reroof facilites building SWD	3,237
09JA000	Link21	3,223
11FE001	EMB new platform elevator	3,185
15TC013	Slope stabilizations SWD	3,163
15TC018	Renew catwalks	3,101
03SO003	Concord station modernization	3,058
05OH000	Building renovation to enhance fire safety	3,042
11CS001	Negative return mapping	3,010
	Others	173,285
	Total Construction in Progress June 30, 2024	$ 1,798,972

The District has entered into contracts for the construction of various facilities and equipment totaling approximately $2,931,035,000 at June 30, 2024.

(Continued)

NOTE 5 - LEASES

Lessee:

The District is lessee on various noncancellable leases of non-revenue vehicles, warehouse storage space, office and miscellaneous equipment, and parcels used for parking. The lease terms range from 24 to 624 months, with monthly payments ranging from $104 to $208,000. The District recognizes a lease liability and lease asset with an initial, individual value of $5,000 or more.

Activity in lease liabilities is presented below (dollar amounts in thousands):

	July 1, 2023	Increases	Decreases	June 30, 2024
Total lease liabilities	$ 66,547	$ 2,840	$ (9,203)	$ 60,184

Future payments under noncancelable lessee leases at June 30, 2024 are as follows (dollar amounts in thousands):

Year ending June 30	Lease Payments	Principal	Interest Payment
2025	$ 8,944	$ 7,204	$ 1,740
2026	5,946	4,404	1,542
2027	4,292	2,871	1,421
2028	3,488	2,143	1,345
2029	3,122	1,838	1,284
2030-2034	13,998	8,388	5,610
2035-2039	12,585	8,173	4,412
2040-2044	12,500	9,397	3,103
2045-2049	12,500	10,919	1,581
2050-2054	5,000	4,847	153
Total minimum rental payments	$ 82,375	$ 60,184	$ 22,191

(Continued)

NOTE 5 - LEASES (Continued)

Lessor:

The District is the lessor for noncancellable leases of parcels of land (ground leases) and office space. The District recognized a lease receivable of $63,587,000 and a deferred inflow of resources of $105,390,000 in the statement of financial position as of June 30, 2024. The District recognized $1,417,000 in lease revenue and $2,797,000 in interest revenue on leases for the year ended June 30, 2024. Listed below are the various lessor leases with cash consideration for office and ground leases with corresponding contract terms:

Lease Description	Asset Category	Contract Start Date	Contract End Date
Asian Health Services - 101 8th Street Oakland, CA 94607	Building	10/31/2022	10/31/2025
BikeHub, Inc. - 1775 and 1773 Broadway Oakland, CA 94612	Building	7/1/2022	6/30/2025
Coliseum Transit Village One, LP - Coliseum Station Oakland, CA 94611	Land	8/31/2017	8/30/2083
1.80 Acres - Fruitvale Development Corp., Inc.	Land	12/9/2003	12/8/2078
1.84 Acres - Gateway Millbrae Office LLC - Office	Land	12/1/2019	11/30/2118
1.96 Acres - Gateway Millbrae Hotel Development LLC - Hotel	Land	12/1/2019	11/30/2118
2.75 Acres - Gateway Millbrae Residential LLC - Market Rate Housing	Land	12/1/2019	11/30/2118
Metropolitan Transportation Commission - Freeway Lease Area #04-ALA-880-50	Land	2/1/2020	9/30/2024
Richmond Business Hub, LLC - 1500 MacDonald Ave. Richmond, CA 94801	Land	8/30/2019	8/31/2029
Walnut Creek Transit Lifestyle Associates, LLC - STATE HWY 680 Walnut Creek, CA 9459	Land	2/1/2020	9/7/2083
1393 - Workday Inc. - 6002 Stoneridge Mall Road Pleasanton, CA 94588	Land	1/30/2014	12/31/2108

NOTE 5 - LEASES (Continued)

Schedule of future receipts related to lessor leases follows (dollar amounts in thousands):

Year ending June 30	Lease Receivable	Principal	Interest Revenue
2025	$ 2,453	$ 685	$ 1,768
2026	2,125	354	1,771
2027	1,995	208	1,787
2028	2,024	220	1,804
2029	2,053	232	1,821
2030-2034	11,650	271	11,379
2035-2039	12,818	278	12,540
2040-2044	13,511	323	13,188
2045-2049	14,257	374	13,883
2050-2054	15,062	893	14,169
2055-2059	15,928	1,696	14,232
2060-2064	16,861	1,970	14,891
2065-2069	17,867	2,288	15,579
2070-2074	18,950	2,659	16,291
2075-2079	20,042	2,902	17,140
2080-2084	20,152	2,161	17,991
2085-2089	19,759	609	19,150
2090-2094	21,218	708	20,510
2095-2099	22,790	822	21,968
2100-2104	24,483	955	23,528
2105-2109	26,071	1,443	24,628
2110-2114	27,095	19,789	7,306
2115-2119	24,250	21,747	2,503
Total minimum rental income	$ 353,414	$ 63,587	$ 289,827

NOTE 6 - SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs)

The District has entered into numerous subscription based information technology arrangements. The District has evaluated and reported these agreements under GASB Statement No. 96, S*ubscription Based Information Technology Arrangements*. The District has recorded SBITA liabilities during the fiscal year amounting to $7,912,000. During the fiscal year, principal and interest payments amounted to $5,765,000 and $266,000, respectively.

	July 1, 2023	Increases	Decreases	June 30, 2024
Total SBITA liabilities	$ 6,216	$ 7,461	$ (5,765)	$ 7,912

(Continued)

NOTE 6 - SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs) (Continued)

Future payments under noncancelable SBITA contracts at June 30, 2024 are as follows (dollar amounts in thousands):

Year ending June 30	SBITA Payments	Principal	Interest Payment
2025	$ 3,593	$ 3,254	$ 339
2026	3,041	2,842	199
2027	1,163	1,085	78
2028	193	162	31
2029	199	175	24
2030-2034	420	394	26
Total minimum subscription payments	$ 8,609	$ 7,912	$ 697

NOTE 7 - PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIPS

The District has various agreements which have been evaluated and reported under GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. As of June 30, 2024, the District recorded the following PPPs (dollar amounts in thousands):

PPP Transit Oriented Development Project	Description	Remaining Ground lease term as of June 30, 2024 (in years)	Long term receivable-PPP as of June 30, 2024
Coliseum	Affordable and Market Rate Housing, Retail and Parking	59	$ 11,041
Fruitvale Phase I	Affordable and Market Rate Housing, Retail and Community Service	54	3,262
Walnut Creek Parcel 1	Parking, Police Zone Command Facility, Intermodal Bus Facility & Offsite Improvement	59	9,485
Castro Valley	Affordable Housing	48	773
San Leandro Phase I	Affordable Housing	55	11,958
San Leandro Phase I	BART Patron Parking	55	1,630
San Leandro Phase II	Senior Housing	57	1,544
San Leandro Phase II	Parking	57	232
	Total		$ 39,925

(Continued)

NOTE 8 - ACCOUNTS PAYABLE AND OTHER LIABILITIES

The District reports the following aggregated payables as accounts payable and other liabilities in the statement of net position as of June 30, 2024 (dollar amounts in thousands):

	Current	Non-Current	Total
Payable to vendors and constractors	$ 200,476	$ 3,233	$ 203,709
Employee salaries and benefits	38,470	-	38,470
Accrued compensated absences	28,241	54,323	82,564
Accrued interest payable	53,301	-	53,301
Liabilities at the end of year	$ 320,488	$ 57,556	$ 378,044

NOTE 9 - LONG-TERM DEBT

Long-term debt activity related to bonds for the fiscal year ended June 30, 2024 is summarized as follows (dollar amounts in thousands):

	July 1, 2023	Additions	Payments/ Amortization	June 30, 2024
2015A Sales Tax Revenue Refunding Bonds	$ 119,180	$ -	$ (2,935)	$ 116,245
2016A Sales Tax Revenue Refunding Bonds	70,260	-	(3,835)	66,425
2017A Sales Tax Revenue Refunding Bonds	118,260	-	(9,185)	109,075
2017B Sales Tax Revenue Refunding Bonds	15,060	-	(15,060)	-
2019A Sales Tax Revenue Bonds	223,020	-	-	223,020
2019B Sales Tax Revenue Refunding Bonds	80,290	-	(4,250)	76,040
2013C General Obligation Bonds - Measure AA	62,505	-	(10,825)	51,680
2015D General Obligation Refunding Bonds - Measure AA	254,920	-	(10,190)	244,730
2017E General Obligation Refunding Bonds - Measure AA	68,935	-	-	68,935
2019F General Obligation Bonds - Measure AA	199,005	-	(6,340)	192,665
2019G General Obligation Refunding Bonds - Measure AA	43,500	-	-	43,500
2017A General Obligation Bonds - Measure RR	246,710	-	(5,555)	241,155
2019B General Obligation Bonds - Measure RR	296,975	-	(5,800)	291,175
2020C General Obligation Bonds - Measure RR	625,005	-	-	625,005
2022D General Obligation Bonds - Measure RR	686,730	-	-	686,730
	3,110,355	-	(73,975)	3,036,380
Add (less):				
Original issue premiums and discounts, net	211,944	-	(27,582)	184,362
Total long-term debt	3,322,299	$ -	$ (101,557)	3,220,742
Less current portion of long-term debt	(73,975)			(91,065)
Long-term debt, net of current portion	$ 3,248,324			$ 3,129,677

(Continued)

NOTE 9 - LONG-TERM DEBT (Continued)

2015 Series A Sales Tax Revenue Refunding Bonds (the 2015A Refunding Bonds): In October 2015, the District issued the 2015 Series A Sales Tax Revenue Refunding Bonds, with a principal amount of $186,640,000 and a premium of $31,350,000 to, along with other District funds, provide sufficient funds to (1) refund $231,250,000 principal amount of the District's 2005 Refunding Bonds; (2) refund $720,000 principal amount of the District's 2006 Bonds; and (3) fund costs of issuance associated with the 2015A Refunding Bonds. The 2015A Refunding Bonds are special obligations of the District, payable from and secured by a pledge of Sales Tax Revenues derived from a transaction and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco. On June 30, 2024, the 2015A Refunding Bonds consist of serial bonds amounting to $116,245,000 with interest rate of 5%, with various maturity dates from July 1, 2024 to July 1, 2034.

2016 Series A Sales Tax Revenue Refunding Bonds (the 2016A Refunding Bonds): In August 2016, the District issued 2016 Series A Sales Tax Revenue Refunding Bonds, with a principal amount of $83,800,000 and a premium of $11,855,000 to provide sufficient funds, along with other District funds, to (1) refund $94,450,000 principal amount of the District's 2006A Refunding Bonds, and (2) to fund costs of issuance associated with the 2016A Refunding Bonds. The 2016A Refunding Bonds are special obligations of the District, payable from and secured by a pledge of Sales Tax Revenues derived from a transaction and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco. On June 30, 2024, the 2016A Refunding Bonds consist of serial bonds amounting to $66,425,000 with interest rates ranging from 2.125% to 5%, with various maturity dates from July 1, 2024 to July 1, 2036.

2017 Series A and 2017 Series B Sales Tax Revenue Refunding Bonds (the 2017A Refunding Bonds and 2017B Refunding Bonds): In December 2017, the District issued 2017 Series A Sales Tax Revenue Refunding Bonds with a principal amount of $118,260,000 and 2017 Series B Sales Tax Revenue Refunding Bonds with a principal amount of $67,245,000 to provide sufficient funds, along with other District funds, to (1) refund all of the outstanding principal balance amounting to $115,095,000 of the District's 2010 Sales Tax Refunding Bonds, refund a portion of the outstanding principal balance amounting to $26,820,000 of the District's 2012 Series A Sales Tax Refunding Bonds, and refund a portion of outstanding principal balance amounting to $86,025,000 of the District's 2012 Series B Sales Tax Revenue Bonds and 2) fund costs of issuance associated with the 2017 Series A and 2017 Series B Refunding Bonds. The 2017A Refunding Bonds and 2017B Refunding Bonds are special obligations of the District, payable from and secured by a pledge of Sales Tax Revenues derived from a transaction and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco. On June 30, 2024, the remaining outstanding balance of the 2017B Refunding Bonds were fully paid. On June 30, 2024, the 2017A Refunding Bonds consist of serial bonds amounting to $109,075,000 with interest rates ranging from 3% to 5%, with various maturity dates from July 1, 2024 to July 1, 2034.

2019 Series A Sales Tax Revenue Bonds (the 2019A Bonds): In October 2019, the District issued 2019 Series A Sales Tax Revenue Bonds with a principal amount of $223,020,000 to provide sufficient funds (1) to fund the acquisition, renovation, improvement and equipping of facilities which will serve as the District's new headquarters; (2) to provide capitalized interest through July 1, 2021; and (3) to fund costs of issuance associated with the 2019A Bonds. The 2019A Bonds are special obligations of the District, payable from and secured by a pledge of Sales Tax Revenues derived from a transaction and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco. On June 30, 2024, the 2019A Bonds consist of serial bonds amounting to $113,485,000 with interest rates ranging from 4% to 5%, with various maturity dates from July 1, 2029 to July 1, 2039 and term bonds with interest rate of 3% in the amount of $109,535,000 due on July 1, 2044, with mandatory redemptions at various dates beginning July 1, 2040 through July 1, 2044.

NOTE 9 - LONG-TERM DEBT (Continued)

2019 Series B Sales Tax Revenue Refunding Green Bonds (the 2019B Refunding Bonds): In October 2019, the District issued 2019 Series B Sales Tax Revenue Green Bonds with a principal amount of $80,290,000 to provide sufficient funds to (1) refund $72,335,000 of the District's 2012A Bonds; and (2) fund costs of issuance associated with issuance of the 2019B Refunding Bonds. The 2019B Refunding Bonds are special obligations of the District, payable from and secured by a pledge of Sales Tax Revenues derived from a transaction and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco. On June 30, 2024, the 2019B Refunding Bonds consist of serial bonds amounting to $76,040,000 with interest rates ranging from 1.971% to 3.098%, with various maturity dates from July 1, 2024 to July 1, 2036.

2013 Measure AA General Obligation Bonds, Series C (the 2013C Measure AA GO Bonds): On November 21, 2013, the District issued the 2013 Series C Measure AA General Obligation Bonds, with a principal amount of $240,000,000. The 2013C Measure AA GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No

other revenues of the District are pledged to the payment of the 2013C Measure AA GO Bonds. The 2013C Measure AA GO Bonds constitute the third issue of general obligation bonds issued pursuant to the Measure AA authorization to provide financing for earthquake safety improvements to District facilities in the Three District Counties, including strengthening tunnels, bridges, overhead tracks, the underwater Transbay Tube and the Berkeley Hills Tunnel. In August 2019, a portion of the 2013C Measure AA GO Bonds in the amount of $59,540,000 were refunded using other District funds and proceeds from the 2019 Series G Measure AA Green Bond Refunding GO Bonds. On June 30, 2024, the 2013C Measure AA GO Bonds consist of $51,680,000 in serial bonds due from August 1, 2024 to August 1, 2033 with interest ranging from 3% to 5%.

2015 Measure AA General Obligation Bonds Refunding Series D (the 2015D Measure AA Refunding GO Bonds): In October 2015, the District issued the 2015 Series D Measure AA Refunding General Obligation Bonds, with a principal amount of $276,805,000 and a premium of $42,300,000. The 2015D Measure AA Refunding GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2015D Measure AA Refunding GO Bonds. The purpose of the 2015D Measure AA Refunding GO Bonds is to apply the proceeds and refund $34,680,000, principal amount of the District's 2005A Measure AA Refunding GO Bonds and to advance refund $265,735,000 principal amount of the District's 2007B GO Bonds, and to pay costs of issuance of the 2015D Measure AA Refunding GO Bonds. The refunded bonds were issued to finance earthquake safety improvements to the District facilities, including aerial trackway structures, overhead and underground trackway structures, stations and administrative, maintenance, and operations facilities, and to finance additional retrofits to facilitate rapid return to service after an earthquake or other disasters.

NOTE 9 - LONG-TERM DEBT (Continued)

On June 30, 2024, the 2015D Measure AA Refunding GO Bonds consist of $244,730,000 in serial bonds due from August 1, 2024 to August 1, 2035 with interest ranging from 4% to 5%. The serial bonds maturing on or after August 1, 2026 are subject to redemption prior to their respective stated maturities, at the option of the District, from any source of available funds, as a whole or in part, on any date on or after August 1, 2025, at the principal amount of such 2015D Measure AA Refunding GO Bonds called for redemption, together with interest accrued thereon to the date fixed for redemption, without premium. If less than all of the 2015D Measure AA Refunding GO Bonds are called for redemption, the 2015D Measure AA Refunding GO Bonds shall be redeemed in inverse order of maturities (or as otherwise directed by the District), and if less than all of the 2015D Measure AA Refunding GO Bonds of any given maturity are called for redemption, the portions of 2015D Measure AA Refunding GO Bonds of a given maturity shall be determined by lot.

<u>2017 Measure AA General Obligation Bonds Refunding Series E (the 2017E Measure AA Refunding GO Bonds)</u>: In June 2017, the District issued the 2017 Series E Measure AA Refunding General Obligation Bonds, with a principal amount of $84,735,000 and a premium of $9,341,000. The 2017E Measure AA Refunding GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2017E Measure AA Refunding GO Bonds. The purpose of the 2017E Measure AA Refunding GO Bonds is to apply the proceeds, together with other District funds, to current refund $93,780,000, principal amount of the District's 2007B Measure AA Refunding GO Bonds and to pay costs of issuance of the 2017E Measure AA Refunding GO Bonds. The refunded bonds were issued to finance earthquake safety improvements to the District facilities, including aerial trackway structures, overhead and underground trackway structures, stations and administrative, maintenance, and operations facilities, and to finance additional retrofits to facilitate rapid return to service after an earthquake or other disasters.

On June 30, 2024, the 2017E Measure AA Refunding GO Bonds consist of $68,935,000 in serial bonds due from August 1, 2036 to August 1, 2037 with interest ranging from 4% to 5%. The serial bonds maturing on or after August 1, 2036 are subject to redemption prior to their respective stated maturities, at the option of the District, from any source of available funds, as a whole or in part, on any date on or after August 1, 2027, at the principal amount of such 2017E Measure AA Refunding GO Bonds called for redemption, together with interest accrued thereon to the date fixed for redemption, without premium. If less than all of the 2017E Measure AA Refunding GO Bonds are called for redemption, the 2017E Measure AA Refunding GO Bonds shall be redeemed in inverse order of maturities (or as otherwise directed by the District), and if less than all of the 2017E Measure AA Refunding GO Bonds of any given maturity are called for redemption, the portions of 2017E Measure AA Refunding GO Bonds of a given maturity shall be determined by lot.

<u>2019 Measure AA General Obligation Bonds (Green Bonds) Series F-1 and Series F-2 (the 2019F-1 Measure AA GO Bonds and 2019F-2 Measure AA GO Bonds)</u>: In August 2019, the District issued the 2019 Measure AA General Obligation Bonds Series F-1 with a principal amount of $205,100,000 and 2019 Measure AA General Obligation Series F-2 with a principal amount of $34,900,000. The 2019 Measure AA GO Bonds Series F-1 and Series F-2 are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2019 Measure AA GO Bond Series F-1 and Series F-2. On June 30, 2024, the 2019F-1 Measure AA GO Bonds consist of $192,665,000 in serial bonds due from August 1, 2024 to August 1, 2038 with interest ranging from 3% to 5%. The total outstanding balance of $34,900,000 on the 2019F-2 Measure AA Go Bonds were fully paid in September 2019.

(Continued)

NOTE 9 - LONG-TERM DEBT (Continued)

The 2019F-1 Measure AA GO Bonds and 2019F-2 Measure AA GO Bonds constitute the last issuance of general obligation bonds issued pursuant to the Measure AA authorization to provide financing for earthquake safety improvements to District facilities in the Three District Counties, including strengthening tunnels, bridges, overhead tracks, the underwater Transbay Tube and the Berkeley Hills Tunnel.

2019 Measure AA General Obligation Bonds Green Bond Refunding Series G (the 2019G Measure AA Refunding GO Bonds): In August 2019, the District issued the 2019 Measure AA Refunding Green Bond General Obligation Bonds Series G, with a principal amount of $43,500,000. The 2019G Measure AA Refunding GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2019G Measure AA Refunding GO Bonds. The purpose of the 2019G Measure AA Refunding GO Bonds is to apply the proceeds, together with other District funds, to refund $59,540,000, principal amount of the District's 2013C Measure AA GO Bonds and to pay costs of issuance. The refunded bonds were issued to finance earthquake safety improvements authorized under Measure AA and were redeemed on August 1, 2023. At June 30, 2024, the 2019G Measure AA Refunding GO Bonds consist of $36,745,000 in serial bonds due from August 1, 2029 to August 1, 2034 with interest ranging from 2.622% to 2.922% and term bonds in the amount of $6,755,000, with interest of 3.145% due from August 1, 2035 to August 1, 2037.

2017 Measure RR General Obligation Bonds (the 2017A Measure RR GO Bonds): In June 2017, the District issued the 2017 Series A Measure RR General Obligation Bonds with an aggregate principal amount of $300,000,000 and a premium of $35,641,000. The 2017A Measure RR GO Bonds were issued in 2 series, 2017A-1 Measure RR Bonds in the amount of $271,600,000 and 2017A-2 Measure RR Bonds (Federally Taxable) in the amount of $28,400,000. The 2017A Measure RR GO Bonds are part of a $3,500,000,000 authorization approved at an election held on November 8, 2016 (Election of 2016), by over two-thirds of the qualified voters of the District voting on a ballot measure ("Measure RR") titled "BART Safety, Reliability and Traffic Relief" to keep BART safe; prevent accidents/breakdowns/delays; relieve overcrowding; reduce traffic congestion/pollution; and improve earthquake safety and access for seniors/disabled by replacing and upgrading 90 miles of severely worn tracks, tunnels damaged by water intrusion; 44-year old train control systems; and other acquisition or improvement of real property. The 2017A Measure RR GO Bonds constitute the first issue of general obligation bonds being issued pursuant to the Measure RR authorization. Proceeds from the 2017A Measure RR Bonds will be applied to (1) finance the projects described in Measure RR, and (2) pay a portion of the debt service on the 2017A Measure RR Bonds through February 1, 2018, including the debt service in full of the 2017A-2 Bonds.

The 2017A Measure RR GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2017A Measure RR GO Bonds.

NOTE 9 - LONG-TERM DEBT (Continued)

At June 30, 2024, the 2017A-1 Measure RR GO Bonds consist of $110,035,000 in serial bonds due from August 1, 2024 to August 1, 2037 with interest ranging from 3% to 5%, a $58,500,000 term bond with interest of 4% due from August 1, 2038 to August 1, 2042, and a $72,620,000 term bond with interest of 5% due from August 1, 2043 to August 1, 2047. The 2017A-1 serial bonds maturing on or after August 1, 2028 are subject to redemption prior to their respective stated maturities, at the option of the District, from any source of available funds, as a whole or in part, on any date on or after August 1, 2027, at the principal amount of such 2017A-1 Measure RR GO Bonds called for redemption, together with interest accrued thereon to the date fixed for redemption, without premium. If less than all of the 2017A-1 Measure RR GO Bonds are called for redemption, the 2017A-1 Measure RR GO Bonds shall be redeemed in inverse order of maturities (or as otherwise directed by the District), and if less than all of the 2017A-1 Measure RR GO Bonds of any given maturity are called for redemption, the portions of 2017A-1 Measure RR GO Bonds of a given maturity shall be determined by lot. The 2017A-1 Term Bonds maturing on August 1, 2038 to August 1, 2047 are subject to mandatory sinking fund redemption beginning August 1, 2038, at a redemption price equal to the principal amount to be redeemed (without premium), together with interest accrued thereon to the date fixed for redemption. The full principal balance of $28,400,000 for the 2017A-2 Measure RR GO Bonds were fully paid on August 1, 2017.

<u>2019 Measure RR General Obligation Bonds (Green Bonds) Series B-1 and B-2 (the 2019B-1 Measure RR GO Bonds and 2019B-2 Measure RR GO Bonds)</u>: In August 2019, the District issued the 2019 Measure RR General Obligation Bonds Series B-1 with an aggregate principal amount of $313,205,000 and 2019 Measure RR General Obligation Bonds Series B-2 with an aggregate principal amount of $46,795,000. The 2019B-1 Measure RR GO Bonds and 2019B-2 Measure RR GO Bonds constitute the second issuance under authorization approved at an election held on November 8, 2016 (Election of 2016), by over two-thirds of the qualified voters of the District voting on a ballot measure ("Measure RR") titled "BART Safety, Reliability and Traffic Relief".

The 2019 Measure RR GO Bonds Series B-1 and Series B-2 are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged for debt service of these bonds. The full principal balance of $46,795,000 pertaining to the 2019B-2 Measure RR GO Bonds were fully paid in September 2019. On June 30, 2024, the 2019B-1 Measure RR GO Bonds consist of $143,345,000 in serial bonds due from August 1, 2023 to August 1, 2039 with interest ranging from 3% to 5%, a term bond with principal balance of $37,750,000 due from August 1, 2040 to August 1, 2044 with 4% interest, and a term bond with principal balance of $110,080,000 due from August 1, 2040 to August 1, 2049, with 3% interest.

<u>2020 Measure RR General Obligation Bonds (Green Bonds) Series C-1 and C-2 (the 2020C-1 Measure RR GO Bonds and 2020C-2 Measure RR GO Bonds)</u>: On August 27, 2020, the District issued the 2020C Measure RR General Obligation Bonds, with an aggregate principal amount of $700,000,000. The 2020C Measure RR GO Bonds were issued in 2 series, 2020 Series C-1 Green Bonds in the amount of $625,005,000 and 2020 Series C-2 Federally Taxable Green Bonds in the amount of $74,995,000. The 2020C-1 and 2020C-2 Measure RR GO Bonds constitute the third issuance under authorization approved at an election held on November 8, 2016 (Election of 2016), by over two-thirds of the qualified voters of the District voting on a ballot measure ("Measure RR") titled "BART Safety, Reliability and Traffic Relief". The 2020C-1 and 2020C-2 Measure RR GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District

NOTE 9 - LONG-TERM DEBT (Continued)

are pledged to the payment of the 2020C-1 and 2020C-2 Measure RR GO Bonds. Proceeds from the 2020C-1 and 2020C-2 Measure RR Bonds will be used to finance specific acquisition, construction and improvement projects for District facilities approved by the voters and to pay the costs of issuance. The full principal balance of $74,995,000 pertaining to the 2020C-2 Measure RR GO Bonds were fully paid in September 2020. On June 30, 2024, the 2020C-1 Measure RR GO Bonds consist of $305,365,000 in serial bonds due from August 1, 2024 to August 1, 2042 with interest ranging from 2% to 5%, serial bonds with a principal balance of $31,125,000 with 2% interest due on August 1, 2046, a term bond with principal balance of $86,385,000 due from August 1, 2043 to August 1, 2045 with 4% interest, and a term bond with principal balance of $202,130,000 due from August 1, 2047 to August 1, 2050, with 3% interest.

<u>2022 Measure RR General Obligation Bonds (Green Bonds) Series D-1 and D-2 (the 2022D-1 Measure RR GO Bonds and 2022D-2 Measure RR GO Bonds)</u>: On May 25, 2022, the District issued the 2022D Measure RR General Obligation Bonds, with an aggregate principal amount of $700,000,000. The 2022D Measure RR GO Bonds were issued in 2 series, 2022 Series D-1 Green Bonds in the amount of $686,730,000 and 2022 Series D-2 Federally Taxable Green Bonds in the amount of $13,270,000. The 2022D-1 and 2022D-2 Measure RR GO Bonds constitute the fourth issuance under authorization approved at an election held on November 8, 2016 (Election of 2016), by over two-thirds of the qualified voters of the District voting on a ballot measure (“Measure RR”) titled “BART Safety, Reliability and Traffic Relief”. The 2022D-1 and 2022D-2 Measure RR GO Bonds are general obligations of the District, payable from and secured solely by ad valorem taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except for certain personal property which is taxable at limited rates) levied in Alameda and Contra Costa Counties and the City and County of San Francisco. No other revenues of the District are pledged to the payment of the 2022D-1 and 2022D-2 Measure RR GO Bonds. Proceeds from the 2022D-1 and 2022D-2 Measure RR Bonds will be used to finance specific acquisition, construction and improvement projects for District facilities approved by the voters and to pay the costs of issuance. The full principal balance of $13,270,000 pertaining to the 2022D-2 Measure RR GO Bonds were fully paid on June 15, 2022.

On June 30, 2024, the 2022D-1 Measure RR GO Bonds consist of $190,590,000 in serial bonds due from August 1, 2024 to August 1, 2042 with interest ranging from 3% to 5%, a term bond with principal balance of $75,000,000 due from August 1, 2043 to August 1, 2047 with 5.25% interest, a term bond with principal balance of $80,570,000 due from August 1, 2043 to August 1, 2047 with 4% interest, a term bond with principal balance of $20,000,000 due from August 1, 2048 to August 1, 2052 with 4.125% interest, and a term bond with a principal balance of $320,570,000 due from August 1, 2048 to August 1, 2052, with 4.25% interest.

After the issuance of the 2022 Measure RR GO Bonds, Series D-1 and Series D-2, the remaining Measure RR General Obligation Bonds that can be issued by the District as authorized under Measure RR is $1,440,000,000.

NOTE 9 - LONG-TERM DEBT (Continued)

Measure RR proceeds, uses and balances are listed below (dollar amounts in thousands):

2017 RR GO Bond Series A-1 and A-2 proceeds		$ 300,000
2019 RR GO Bond Series B-1 and B-2 proceeds		360,000
2020 RR GO Bond Series C-1 and C-2 proceeds		700,000
2022 RR GO Bond Series D-1 and D-2 proceeds		700,000
Total bonds proceeds as of June 30, 2024		$ 2,060,000
Project fund expenditures:		
Fiscal year 2017	$ 17,891	
Fiscal year 2018	87,434	
Fiscal year 2019	229,156	
Fiscal year 2020	309,032	
Fiscal year 2021	407,274	
Fiscal year 2022	354,724	
Fiscal year 2023	299,879	
Fiscal year 2024	206,713 *	1,912,103
Balance of bond proceeds as of June 30, 2024		$ 147,897

*Includes accrual of $41,549,000

The following are the major projects and related expenses funded by proceeds from Measure RR GO Bonds issued through June 30, 2024 (dollar amounts in thousands):

Project Description	Cumulative Project Expenses through June 30, 2023	FY24 Project Expenses	Cumulative Project Expenses through June 30, 2024
Rails, ties, fasteners	$ 146,636	$ 10,609	$ 157,245
A-Line 34.5kV AC cable replacement	118,388	20,661	139,049
Link21	106,530	24,642	131,172
TBT retrofit #1 (underwater)	112,702	2,198	114,900
M-Line 34.5 KV replacement phase II	103,508.00	142	103,650
34.5 KV AC cable replacement	81,081	9,700	90,781
R-Line 34.kV AC cable replacement	62,631	19,951	82,582
TP-Switch stations & gap break	63,422	635	64,057
Rail relay	53,660	7,318	60,978
Renewal of tunnels &structures	47,923	7,327	55,250
Emergency generator to transbay tube	49,029	4,902	53,931
San Francisco escalator replacement	36,445	15,701	52,146

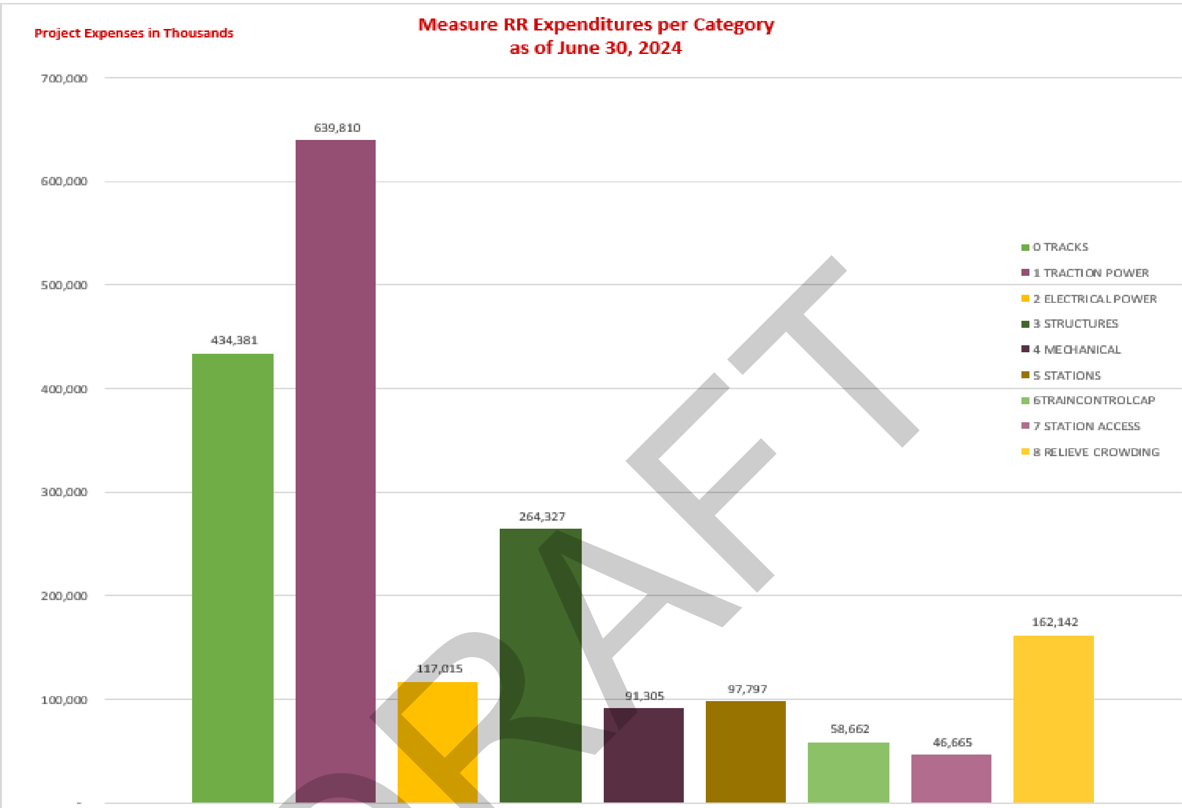
(Continued)

NOTE 9 - LONG-TERM DEBT (Continued)

Project Description	Cumulative Project Expenses through June 30, 2023	FY24 Project Expenses	Cumulative Project Expenses through June 30, 2024
Substation replacement/installation group II	$ 31,016	$ 2,273	$ 33,289
A77 interlocking replacement	31,169	1,106	32,275
KLine interlocks K23,K25,K33C15	21,954	9,695	31,649
Stations emergency lighting	25,781	4,547	30,328
Aerial fall protection	27,432	78	27,510
C-Line 34.5kV AC cable replacement	23,312	2,864	26,176
A65/A75 Interlocking replacement	23,880	125	24,005
MPR Install & rectifier rehabilitation	20,586	1,220	21,806
CBTC project development	20,137	9	20,146
C35 interlocking	19,406	-	19,406
CBTC M&E interlocks	18,797	215	19,012
Rail re-profiling	18,241	274	18,515
M&E line rail equipment	16,936	1,028	17,964
Substation for core capacity	11,651	5,582	17,233
Oakland yard tracks project	13,034	2,340	15,374
K-Line 34.5kV AC cable replacement	11,175	3,164	14,339
CWS bulk supply transformer	13,132	241	13,373
C25 interlocking	13,179	20	13,199
Direct fixation pads	10,265	1,884	12,149
Replace cross pass doors TBT control	12,011	-	12,011
Civic Center platform stairs	10,978	339	11,317
Canopy/escalators replacement	8,296	1,783	10,079
Fences systemwide	9,409	575	9,984
Fire services yard ORY	9,965	-	9,965
EL Cerrito del Norte station modernization	9,767	14	9,781
19th St.station modernization construction	9,616	(6)	9,610
Facilities HVAC replacement phase#1&2	9,247	43	9,290
Fire services yard OHY	9,311	(146)	9,165
Train control room UPS system	7,037	2,032	9,069
Track C55 interlocking	9,031	-	9,031
Richmond yard track rehabilitation	2,498	6,208	8,706
El Cerrito Del Norte gateway	8,599	13	8,612
CBTC Hitachi D-B	7,905	686	8,591
R65 mainline interlocking	8,541	15	8,556
UC intermodal station Phase 2A	8,015	19	8,034
HMC phase 2 preliminary engineering	7,974	-	7,974
Rails, ties, fasteners phase 2	7,803	-	7,803
Fire Services yard OCY	7,462	-	7,462
Fire alarm replacement phase 3	2,834	4,493	7,327
Turntabel replacement backlog OCY/ORY	6,485	501	6,986
Tunnel LED lighting upgrade	6,246	417	6,663
CBTC enabling works	4,482	2,081	6,563
Third rail replacement phase 3	6,419	-	6,419
Powell street - gateway station	5,490	693	6,183
34.5kV blocking scheme systemwide	5,269	108	5,377
FTA core capacity	5,375	-	5,375
N Berkeley station access improvement	3,791	1,543	5,334
Platform edge structure rehabilitation	5,059	184	5,243
Others	137,437	24,667	162,104
Total Measure RR Project Expenses	$ 1,705,390	$ 206,713	$ 1,912,103

NOTE 9 - LONG-TERM DEBT (Continued)

Cumulative Measure RR Project Expenses per category are presented below (dollar amounts in thousands):



Of the total expended amount of $1,912,103,000, $1,829,293,000 was reimbursed by the Trustee from the bond proceeds as of June 30, 2024.

Defeased Bonds: During fiscal year 2020, the District issued in August 2019, Measure AA Refunding General Obligation Bonds Series G, and together with other District funds, refunded a portion of the outstanding principal balance amounting to $59,540,000 of the District's 2013C Measure AA General Obligation Bonds.

On the above-described defeasance, the District placed in irrevocable trusts, the required amounts to pay the future debt service payments on the defeased bonds. The advance refunding met the requirement of the in-substance debt defeasance, and the defeased bonds were removed from the District's long-term debt. Accordingly, the trust accounts assets and liabilities for the defeased bonds are not included in the District's financial statements.

The outstanding defeased bonds associated with the 2013C, Measure AA General Obligation Bonds were redeemed in August 2023.

(Continued)

NOTE 9 - LONG-TERM DEBT (Continued)

Arbitrage Bonds: The District is subject to certain bond covenants, including the rules set forth by IRS Code Section 148a, which requires that interest earned on the proceeds of a tax-exempt bond issuance does not exceed the interest expense related to those bonds, which qualifies those bonds as arbitrage bonds. Any excess interest income is subject to a 100% tax and is payable to the Federal Government. The District has recorded an estimated arbitrage liability with a balance amounting to $178,000, in fiscal year 2024, which is included in accounts payable and other liabilities in the statement of net position.

Pledge of Revenue to Repay Sales Tax Revenue Bonds: The District issues sales tax revenue bonds primarily to finance a portion of its capital projects. The sales tax revenue bonds are special obligations of the District, payable from and secured by a pledge of sales tax revenues derived from a seventy-five percent (75.0%) portion of a transactions and use tax levied by the District in Alameda and Contra Costa Counties and the City and County of San Francisco in an amount equal to one-half of one percent (0.5%) of gross retail receipts.

The sales tax revenue bonds outstanding as of June 30, 2024 consist of the 2015A Refunding Bonds, the 2016A Refunding Bonds, the 2017A Refunding Bonds, the 2019A Bonds, and the 2019B Refunding Bonds. Interest on the sales tax revenue bonds is payable on January 1 and July 1 of each year, and the principal is payable on July 1 of the scheduled year until July 1, 2044. The total principal and interest remaining on these sales tax revenue bonds is $785,935,000 as of June 30, 2024, which is 9.37% of the total projected sales tax revenues of $8,384,842,000 as of June 30, 2024, covering the period from fiscal year 2025 through fiscal year 2044 based on the last scheduled bond principal payment as of June 30, 2024.

The pledged sales tax revenues recognized in fiscal year 2024 was $320,133,000 compared to total debt service payments of $59,283,000 in fiscal year 2024.

Events of Default and Acceleration Clauses: The District is considered to be in default if the District fails to pay the principal or redemption price of or sinking fund installment for, or interest on, any outstanding bond, when and as the same will become due and payable, whether on the interest payment date, at maturity, by call redemption, or otherwise. If the District defaults on its obligations under the bond indenture, the Trust Agreements do not contain provision allowing for the accelerated provision in the event of a default in the payment of principal and interest on the GO Bonds and Sales Tax Revenue Bonds when due. In the event of a default by the District, each holder of the bonds will have the right to exercise the remedies, subject to the limitations thereon, set forth in the respective Trust Agreements.

NOTE 9 - LONG-TERM DEBT (Continued)

Debt Service Requirements - Sales Tax Revenue Bonds: The following is a schedule of long-term debt principal and interest payments required for sales tax revenue bonds as of June 30, 2024 (dollar amounts in thousands):

	2015A Sales Tax Revenue Refunding Bonds		2016A Sales Tax Revenue Refunding Bonds		2017A Sales Tax Revenue Refunding Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 16,215	$ 5,407	$ 4,030	$ 2,235	$ 12,065	$ 4,892
2026	17,090	4,574	4,235	2,028	12,520	4,277
2027	17,870	3,700	4,450	1,833	13,105	3,636
2028	18,760	2,784	4,630	1,652	13,665	2,967
2029	19,695	1,823	4,825	1,463	14,250	2,269
2030 - 2034	21,630	4,053	26,270	5,351	38,485	5,031
2035 - 2038	4,985	126	17,985	943	4,985	75
	$ 116,245	$ 22,467	$ 66,425	$ 15,505	$ 109,075	$ 23,147

	2019A Sales Tax Revenue Refunding Bonds		2019B Sales Tax Revenue Refunding Bonds		Total Sales Tax Revenue Refunding Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ -	$ 7,999	$ 4,440	$ 1,998	$ 36,750	$ 22,531
2026	-	7,999	4,640	1,903	38,485	20,781
2027	-	7,999	4,870	1,795	40,295	18,963
2028	-	7,999	5,115	1,674	42,170	17,076
2029	3,210	7,998	5,375	1,543	47,355	15,096
2030 - 2034	19,920	37,897	34,590	5,141	140,895	57,473
2035 - 2039	90,355	29,174	17,010	800	135,320	31,118
2040 - 2044	109,535	11,744	-	-	109,535	11,744
2045 - 2047	-	348	-	-	-	348
	$ 223,020	$ 119,157	$ 76,040	$ 14,854	$ 590,805	$ 195,130

NOTE 9 - LONG-TERM DEBT (Continued)

Debt Service Requirements - General Obligation Bonds: The following is a schedule of long-term principal and interest payments required for general obligation bonds as of June 30, 2024 (dollar amounts in thousands):

	2013C Measure AA General Obligation Bonds		2015D Measure AA Refunding General Obligation Bonds		2017E Measure AA General Obligation Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 10,640	$ 2,250	$ 11,405	$ 11,021	$ -	$ 3,089
2026	10,420	1,755	12,600	10,478	-	3,088
2027	10,125	1,266	14,000	9,813	-	3,088
2028	9,840	767	15,490	9,075	-	3,089
2029	9,500	284	17,095	8,261	-	3,089
2030 - 2034	1,155	208	113,725	26,104	-	15,443
2035 - 2038	-	-	60,415	2,462	68,935	9,154
	$ 51,680	$ 6,530	$ 244,730	$ 77,214	$ 68,935	$ 40,040

	2019F Measure AA General Obligation Bonds		2019G Measure AA General Obligation Bonds		Total Measure AA General Obligation Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 6,660	$ 7,743	$ -	$ 1,228	$ 28,705	$ 25,331
2026	6,925	7,437	-	1,229	29,945	23,987
2027	7,270	7,118	-	1,229	31,395	22,514
2028	7,560	6,784	-	1,228	32,890	20,943
2029	7,940	6,397	-	1,228	34,535	19,259
2030 - 2034	51,195	24,839	32,470	3,680	198,545	70,274
2035 - 2039	105,115	10,902	11,030	526	245,495	23,044
	$ 192,665	$ 71,220	$ 43,500	$ 10,348	$ 601,510	$ 205,352

(Continued)

NOTE 9 - LONG-TERM DEBT (Continued)

	2017A Measure RR General Obligation Bonds		2019B Measure RR General Obligation Bonds		2020C Measure RR General Obligation Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 5,665	$ 10,964	$ 6,090	$ 11,214	$ 9,560	$ 20,159
2026	5,950	10,673	6,395	10,902	10,035	19,670
2027	6,250	10,369	6,715	10,574	10,530	19,155
2028	6,560	10,048	7,050	10,230	11,065	18,616
2029	6,890	9,712	7,405	9,869	11,610	18,049
2030 - 2034	39,890	43,022	42,960	43,258	66,565	81,805
2035 - 2039	49,630	33,181	54,500	31,647	80,635	67,767
2040 - 2044	60,840	21,736	65,570	20,563	133,040	54,422
2045 - 2049	59,480	6,129	77,540	8,541	171,060	32,076
2050 - 2053	-	-	16,950	254	120,905	3,912
	$ 241,155	$ 155,834	$ 291,175	$ 157,052	$ 625,005	$ 335,631

	2022D Measure RR General Obligation Bonds		Total Measure RR General Obligation Bonds		Total Measure AA & RR General Obligation Bonds	
Year ending June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 4,295	$ 29,946	$ 25,610	$ 72,283	$ 54,315	$ 97,614
2026	4,515	29,725	26,895	70,970	56,840	94,957
2027	4,740	29,494	28,235	69,592	59,630	92,106
2028	4,975	29,251	29,650	68,145	62,540	89,088
2029	5,230	28,996	31,135	66,626	65,670	85,885
2030 - 2034	30,320	140,684	179,735	308,769	378,280	379,043
2035 - 2039	32,470	132,254	217,235	264,849	462,730	287,893
2040 - 2044	132,425	114,812	391,875	211,533	391,875	211,533
2045 - 2049	162,730	83,536	470,810	130,282	470,810	130,282
2050 - 2053	305,030	32,539	442,885	36,705	442,885	36,705
	$ 686,730	$ 651,237	$ 1,844,065	$ 1,299,754	$ 2,445,575	$ 1,505,106

Pacific Gas & Electric (PG&E) Lighting Retrofit Loan

In December 2023, the District entered into an agreement with PG&E to avail of non interest bearing lighting retrofit loans for the various stations of the District. The total loan amount is $11,836,000 for a term ranging from 87-106 months.

NOTE 9 - LONG-TERM DEBT (Continued)

Long term debt balance as of June 30, 2024, related to the PG&E loan is presented below (dollar amounts in thousands):

	Additions	Payments	June 30, 2024
Phase 1	$ 2,980	$ 164	$ 2,816
Phase 2	3,414	193	3,221
Phase 3	2,693	135	2,558
Phase 4	2,750	190	2,560
	$ 11,837	$ 682	11,155
Less: Current Portion of PG&E retrofit loan			(1,363)
Long-term debt, net of current portion			$ 9,792

The following is the schedule of PG&E principal payments as of June 30, 2024 (dollar amounts in thousands):

Year ending June 30:	Principal
2025	$1,363
2026	1,363
2027	1,363
2028	1,363
2029	1,363
2030 - 2034	4,340
	$11,155

Lease and SBITA Related Debts

Below are the schedule of principal and interest payments for lease and SBITA related debts (dollar amounts in thousands):

	Leases			SBITAs		
Year ending June 30	Lease Payments	Principal	Interest Payment	SBITA Payments	Principal	Interest Payment
2025	$ 8,944	$ 7,204	$ 1,740	$ 3,593	$ 3,254	$ 339
2026	5,946	4,404	1,542	3,041	2,842	199
2027	4,292	2,871	1,421	1,163	1,085	78
2028	3,488	2,143	1,345	193	162	31
2029	3,122	1,838	1,284	199	175	24
2030-2034	13,998	8,388	5,610	420	394	26
2035-2039	12,585	8,173	4,412	-	-	-
2040-2044	12,500	9,397	3,103	-	-	-
2045-2049	12,500	10,919	1,581	-	-	-
2050-2054	5,000	4,847	153	-	-	-
Total minimum payments	$ 82,375	$ 60,184	$ 22,191	$ 8,609	$ 7,912	$ 697

NOTE 10 - RISK MANAGEMENT

The District faces numerous types of risks: Liabilities to patrons from District related activities, injuries to the District's employees from work related hazards, damage to property and operating systems from fire, flood, explosion and earth movement, acts of terrorism which can cause either damage to our property, loss of operations, loss of revenues, or, injuries to our patrons caused by this peril, and errors and omissions made by the Board of Directors and/or executive management. The District manages its risks through a combination of self-insurance and risk transfer (traditional insurance). The District carries a large self - insured retention for workers' compensation, which is $4,000,000 per accident with a $10,000,000 limit of liability. The District's casualty program carries a retention of $15,000,000 for any one occurrence. Claims in excess of the self-insured retention are covered up to a total of $150,000,000 by insurance policies. The District's property program carries a $5,000,000 self-insured retention with a limit of $50,000,000 per any one occurrence.

The self-insurance programs are administered by independent claims adjustment firms. Claim expenses and liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. Liabilities are discounted at a 3% rate, in part, upon the independent adjustment firms' estimate of reserves necessary for the settlement of outstanding claims and related administrative costs and include estimates of claims that have been incurred but not yet reported, including loss adjustment expenses. Such reserves are estimated by professional actuaries through June 30 and are subject to periodic adjustments as conditions warrant.

The estimated liability for insurance claims on June 30, 2024 is believed to be sufficient to cover any costs arising out of claims filed or to be filed for accidents occurring through that date. At June 30, 2024, the estimated amounts of these liabilities were $95,106,000.

Insurance liabilities during fiscal year 2024 are presented below (dollar amounts in thousands):

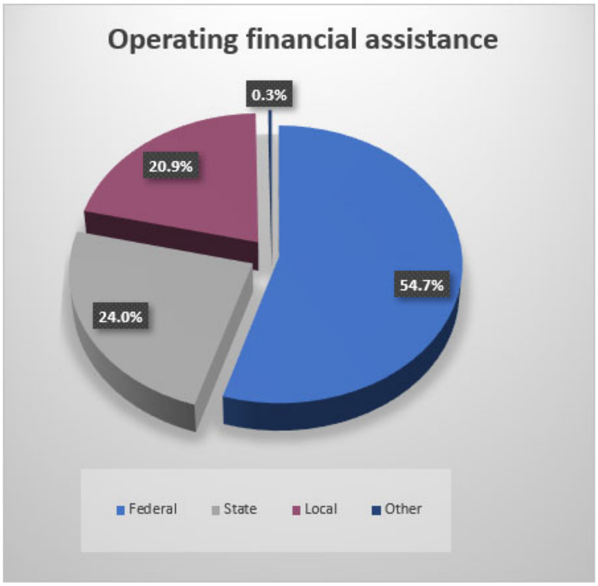
Liabilities at beginning of year	$	60,816
Current year claims and changes in estimates		58,271
Payment of claims		(23,981)
Liabilities at end of year		95,106
Less: current portion		41,948
Net noncurrent portion	$	53,158

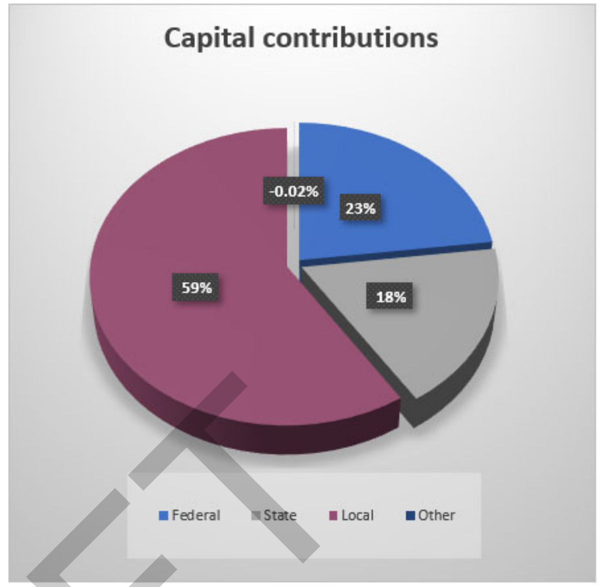
NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS

The District reports the following aggregated operating financial assistance and capital contributions in the statement of revenues, expenses, and change in net position for the year ended June 30, 2024 (dollar amounts in thousands):

	Operating Financial Assistance	Capital Contributions
Federal	$ 175,457	$ 150,840
State	76,939	116,724
Local	67,134	388,333
Other	1,004	(107)
	$ 320,534	$ 655,790

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)





Federal Operating Financial Assistance and Capital Contributions

The District is a recipient of grants from the Federal Transit Administration under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), the Coronavirus Response and Relief Appropriation Act of 2021 (CRRSAA), and American Rescue Plan Act (ARPA). The grants specifically cover operating shortfall resulting from the effect of the pandemic and to cover additional expenses incurred associated with preventing the spread and dealing with and responding to issues brought by the coronavirus. Eligibility period starts on January 20, 2020, up to December 31, 2023. The District recognized from these relief grants a total of $169,489,000 in operating financial assistance in fiscal year 2024 (dollar amounts in thousands):

	Award	Recognized in Prior Years	Recognized in FY 2024
CARES Act	$ 377,053	$ 377,053	$ -
CRRSAA	378,138	378,138	-
ARPA	853,114	683,625	169,489
Total	$ 1,608,305	$ 1,438,816	$ 169,489

The District also recognized $5,968,000 of other federal operating financial assistance grants in fiscal year 2024.

Federal capital contributions are grants received from the Federal Transit Administration (FTA) and other agencies of the U.S. Department of Transportation and U.S. Department of Homeland Security to support a variety of projects. Among the major projects funded by federal grants in fiscal year 2024 were the Rail Car Replacement Program, Hayward Maintenance Complex Phase 2, and Communication Base Train Control.

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)

State Operating Financial Assistance and Capital Contributions

Revenues provided by the State of California came from the following sources (dollar amounts in thousands):

	Operating Financial Assistance	Capital Contributions
State Transit Assistance	$ 59,798	$ -
Low Carbon Transit Operations Program	10,266	-
Low Carbon Fuel Standard Program Revenue	6,748	-
Other State Grants	127	116,724
	$ 76,939	$ 116,724

State Transit Assistance: The District is entitled to receive state operating and capital assistance from State Transit Assistance (STA). In fiscal year 2024, the District received total STA of $50,722,000 for general operations. These funds are allocated by MTC based on the ratio of the District's transit operation revenue and local support to the revenue and local support of all state transit agencies. The District also received STA in the amount of $801,000 as part of the settlement agreement with San Mateo County Transit District (SamTrans) to fund the operating cost of the San Francisco International Airport Extension (SFO Extension). In fiscal year 2024, the District earned $6,623,000 of STA revenue – State of Good Repair (SGR) grants funded from fiscal year 23-24 allocation for preventive maintenance projects, $1,001,000 from STA Block Grant to support the elevator attendant program in San Francisco, $336,000 in Alameda County STA Block Grant and $30,000 Contra Costa County STA Block Grant to support transit operations. A total of $285,000 was also earned from MTC STA allocation related to TAP Staff support.

Low Carbon Transit Operations Program: Beginning in fiscal year 2015, the District has applied and received an allocation from the Low Carbon Transit Operations Program (LCTOP). The LCTOP is one of several programs established by the California Legislature in 2014 through Senate Bills 862 (SB 862) and 852 (SB 852). The source of funds for LCTOP is from the state's Cap-and-Trade Program annual proceeds and was created to provide operating and capital assistance for transit agencies to reduce greenhouse gas emissions and improve mobility, with a priority on serving disadvantaged communities. Eligible projects and programs include new or expanded bus or rail services, expanded intermodal transit facilities, equipment acquisition, fueling, maintenance and other operating costs. In November 2023, the District received in cash, the FY23 LCTOP funding from the State of California for $10,266,000. This money was provided by the State to partially offset operating costs associated with the Antioch Extension in fiscal year 2024. The District fully utilized this allocation in fiscal year 2024, including the cumulative interest earned, which amounted to $29,000.

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)

Low Carbon Fuel Standard (LCFS) Program Revenue: The California Air Resources Board identified the Low Carbon Fuel Standard (LCFS) as one of the nine discrete early action measures to reduce California's greenhouse gas (GHG) emissions that cause climate change. The California LCFS requires fuel producers to reduce the carbon content of fuels to help the state meet its greenhouse gas (GHG) emission-reduction goals. The LCFS allows low and zero carbon fuel producers and transportation providers to generate credits and requires high carbon-intensity fuel providers to purchase credits while they work to reduce their carbon content. As a rail transportation agency which operates an electrified commuter rail system, BART generates LCFS credits and can translate these credits into revenues by selling it to high intensity fuel providers, such as oil refineries. In fiscal year 2024, the District generated $6,748,000 from the LCFS program.

Other State Grants: The District receives other types of grants from the State of California for transit-related assets and improvements. Major sources of capital revenues from the State in fiscal year 2024 include Officer Wellness and Mental Health grant form BSCC.

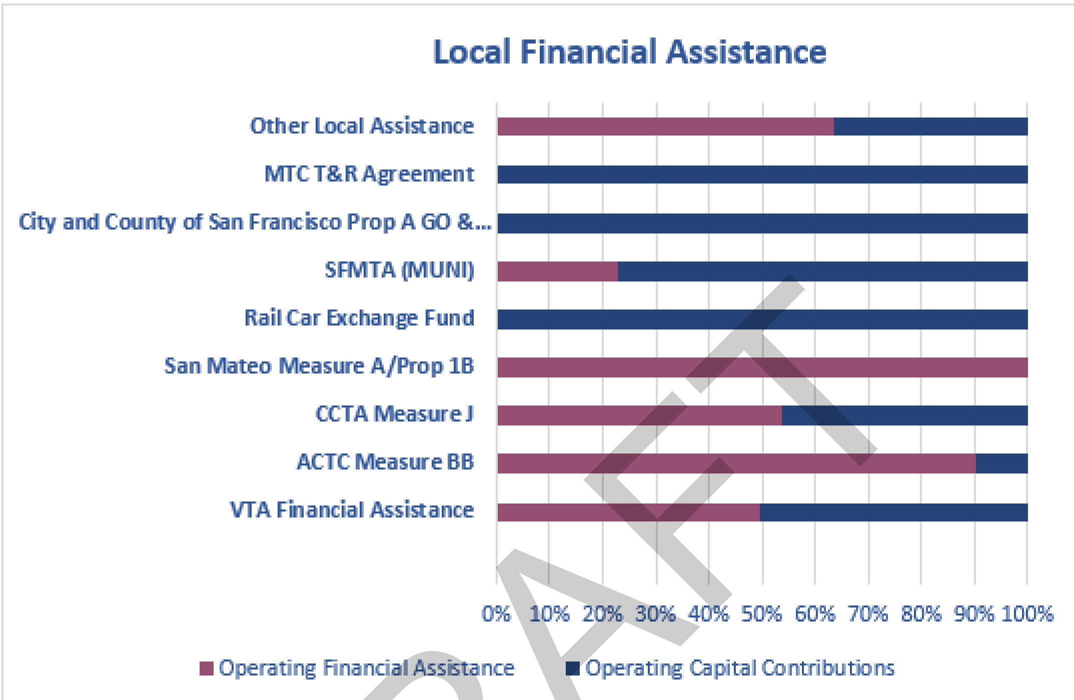
Local Operating and Capital Financial Assistance

Revenues from local funding sources were generated from the following sources (dollar amounts in thousands):

	Operating Financial Assistance	Capital Contributions
VTA Financial Assistance	$ 47,336	$ 48,031
ACTC Measure BB	7,275	800
CCTA Measure J	113	97
San Mateo Measure A/Prop 1B	2,322	-
Rail Car Exchange Fund	-	41,242
SFMTA (MUNI)	1,093	3,730
City and County of San Francisco Prop A GO & CFD Bonds	-	16,439
MTC T&R Agreement	-	272,860
Other Local Assistance	8,995	5,134
	$ 67,134	$ 388,333

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)

Graphical representation of sources of local financial assistance is shown below:



Santa Clara Valley Transportation Authority (VTA) Financial Assistance: On June 13, 2020, the first phase of the Silicon Valley Berryessa Extension Project (SBVX) commenced revenue service. The Phase 1 extension extends the District's Warm Springs Station in Fremont to 2 new stations in the south bay, Milpitas and Berryessa. The Operations and Maintenance agreement requires VTA to be responsible for funding subsidies for the ongoing operating, maintenance and capital costs attributable to the extension including a share on costs associated with the District's core system, both operating and capital costs, and to provide dedicated funding for such cost. Total subsidy received from VTA in fiscal year 2024 are summarized below (dollar amounts in thousands):

	Operating	Capital	Total
Unused subsidy balance, June 30, 2023	$ (638)	$ 4,479	$ 3,841
Cash received	47,974	53,249	101,223
Recognized as revenue FY24	(47,336)	(48,031)	(95,367)
Unused subsidy balance June 30, 2024	$ -	$ 9,697	$ 9,697

On June 30, 2024, the unused subsidy balance of funds received from VTA are shown on the statement of net position as a component of current unearned revenues.

(Continued)

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)

Alameda County Transportation Commission Measure B and BB: The District receives Paratransit funds provided to cities and transit operators from Alameda County Transportation Commission (ACTC) Measure B funds to be used for services aimed at improving mobility for seniors and persons with disabilities. Beginning in April 2015, the ACTC also allocated to the District Measure BB funds to supplement the funding needed for the paratransit program. Additional Measure BB funds were also allocated to the District for transit operations, maintenance, and safety programs. ACTC is the administrator of both Measure B and BB funds. Measure B program ended in March 2022. Measure BB funds revenues for transit operations were $1,819,000 and for paratransit operations, were $5,456,000, in fiscal year 2024. The District also recognized grants revenue from Measure BB capital fund in the amount of $800,000 for the 19th Street Station Modernization Project, in fiscal year 2024.

Rail Car Exchange Fund: The District's fleet replacement project consisting of construction for the A, B, C1 and C2 fleet replacement was formally launched in 2013. To set aside funding for this program, the District and Metropolitan Transportation Commission (MTC) entered into the BART Car Replacement Funding Exchange Agreement on May 24, 2006. Under the agreement, MTC agrees to program federal funds to eligible BART projects that are ready to be delivered within the year of MTC's programming action. In exchange for MTC programming funds for ready-to-go BART projects, the District will deposit an equal amount of local unrestricted funds into a restricted account established to fund BART's car replacement program. MTC is the exclusive administrator of the restricted account and any withdrawal of funds from the account requires prior approval from the MTC Commission and the District's Board. In fiscal year 2024, the District utilized $41,242,000 from this restricted account to cover costs incurred for the rail car replacement project. On June 30, 2024, the restricted account for BART's car replacement program held by MTC, which is excluded from the District's financial statements, reported a balance of $153,996,000.

MTC T&R Agreement

In November 2023, the District entered into a Project Funding Tax and Regulatory agreement with MTC for the purpose of carrying out Transportation Improvement Program (TIP) that is consistent with the Regional transportation plan (RTP). This agreement is for the funding of 669 vehicles for the rail replacement program, prior to MTC receiving the FTA appropriations for the District. MTC will cause the Bay Area Infrastructure Financing Authority (BAIFA) to issue or incur BAIFA obligations to provide the funds for the project. MTC will disburse funds available for payment of costs of the rail car replacement project and will be eligible under the terms of the MTC Letter of No Prejudice (LONP) to be subsequently reimbursed for such advances from Programmed Grant Receipts. The MTC LONP establishes eligibility of the MTC funding Obligations or BAIFA obligations to be repaid with FTA formula funds.

Project expenses incurred in relation to this agreement for fiscal year 2024 amounted to $272,860,000. Of the total project cost incurred, $205,688,000 was reimbursed by MTC as of June 30, 2024.

(Continued)

NOTE 11 - OPERATING FINANCIAL ASSISTANCE AND CAPITAL CONTRIBUTIONS (Continued)

San Mateo Measure A/Prop 1B: This financial assistance relates to the recognition of the 2.0% San Mateo County half cent sales tax (Measure A) received by the District in the current year in the amount of $2,322,000 received from San Mateo County Transit District (Samtrans) to cover the operating shortfall of the BART San Francisco International Airport Extension (SFO Extension) in fiscal year 2024. On February 28, 2007, the District, San Mateo County Transit District (SamTrans), and MTC entered into a Tri-Party Agreement (Agreement) establishing the operational and financial arrangement regarding the BART San Francisco International Airport Extension. To fund the operating costs of the SFO Extension, the Agreement provided that (1) the District would receive up-front funding of $24,000,000 from MTC and $32,000,000 from SamTrans from their shares of Proposition 1B funds; (2) the District would also receive 2.0% of the San Mateo County half cent sales tax, Measure A, which was reauthorized by the voters of San Mateo County in 2004, for 25 years beginning in fiscal year 2009; and (3) MTC shall allocate to the District additional STA revenue-based funds beginning in fiscal year 2009, which would otherwise be available for allocation to SamTrans as a result of the completion of the Traffic Congestion Relief Program projects, in an amount of $801,000 annually. The above funds will be used first to cover any operating deficit on the SFO Extension and then to complete SamTrans' funding commitment of $145,000,000 to the District's Warm Springs Extension Project. In December 2013, MTC adopted Resolution No. 4123, the Transit Core Capacity Challenge Grant Program, which re-directs the $145,000,000 of SFO Net Operating Revenues to BART's New Railcar Procurement Program.

The up-front funding of $24,000,000 from MTC was allocated to the District in 2008 in the form of Regional Measure 2 (RM2) revenues as a local match to capital projects funded by the Transit Capital Priorities Program. For the purpose of the Tri-Party Agreement, the District made up-front deposits equivalent to the RM2 revenues in the reserve account and MTC reimbursed the District with RM2 revenues, as the funds were earned. The District has received the full amount from MTC in fiscal year 2018. SamTrans' $32,000,000 contribution was funded with approximately $22,500,000 in Proposition 1B funds and $9,500,000 in a direct allocation.

At the end of fiscal year June 30, 2022, due to extremely low ridership in the SFO extension as consequence of the COVID-19 pandemic, the entire balance of the program reserves has been fully utilized. Fiscal year 2024 revenues received from Measure A and STA of $3,123,000 were applied to cover the net operating shortfall of the SFO Extension in fiscal year 2024 as shown below (dollar amounts in thousands):

Reserves, beginning of year	$ -
Received/accrued	
Measure A	2,322
STA	801
Total	3,123
Less amount used to cover SFO extension operating shortfall	(3,123)
Reserves, end of year	$ -

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS

Plan Description: All eligible employees participate in the Public Employees' Retirement Fund (the Fund) of CalPERS under the Miscellaneous Plan and the Safety Plan of the San Francisco Bay Area Rapid Transit District. The Fund is an agent multiple-employer defined benefit retirement plan that acts as a common investment and administrative agent for 2891 local public agencies and school districts within the State of California. The Fund provides retirement, disability, and death benefits based on the employee's years of service, age and compensation. Most employees become eligible for benefits after five years of service and 50 years of age (age 52 for employees hired after January 1, 2013, see paragraph below.) These benefit provisions and all other requirements are established by State statute and District contractual agreements.

Pursuant to the California Public Employees' Pension Reform Act of 2013 (PEPRA), new members, defined as active members first hired on or after January 1, 2013, or who were hired after a break in service of more than six months, are required to contribute 50% of the "normal" pension cost. That amount is currently 14.25% of covered payroll for safety and 7.00% of covered payroll for miscellaneous. Represented employees were exempt from this provision; however, as a result of a court decision, they were determined to be covered effective December 30, 2014. There is currently an appeal pending in the U.S. Court of Appeals for the Ninth Circuit related to PEPRA's impact on represented employees which could alter the applicability of PEPRA to represented employees in the future.

Copies of CalPERS' annual financial report may be obtained from their Executive Office by writing or calling the Plan: California PERS, P.O. Box 942709, Sacramento, CA 94229-2709, (916) 326-3420. A separate report for the District's plan is not available.

Benefits Provided: The District provides service retirement and disability retirements, annual cost of living adjustments and death benefits to plan members, who must be public employees or beneficiaries. Benefits are based on years of credited service. Members with five years of total service are eligible to retire at age 50 (or 52 for PEPRA) with statutorily reduced benefits. The death benefit is as follows: The Basic Death Benefit for Miscellaneous and Safety employees; in addition, for Safety employees, the 4th level of 1959 Survivor Benefit.

The Plan's provisions and benefits in effect on June 30, 2024, are summarized as follows:

	Miscellaneous Plan		Safety Plan	
	Prior to	On or After	Prior to	On or After
Hire date	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013
Benefit formula	2.0% @ 55	2.0% @ 62	3.0% @ 50	2.70% @ 57
Benefit vesting schedule	5 years	5 years	5 years	5 years
Benefit payments	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Normal retirement age	55	62	50	57
Monthly benefits, as a percentage of eligible compensation	2.0%	2.0%	3.0%	2.7%
Required employee contribution rates	7.37%	7.75%	10.71%	14.25%
Required employer contribution rates	9.84%	9.84%	27.73%	27.73%

(Continued)

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

Starting in fiscal year 2018, in addition to the contributions noted above, employer contributions include additional unfunded liability payments, details of which are listed below (dollar amounts in thousands):

Miscellaneous plan	$ 66,983
Safety plan	14,677
Total	$ 81,660

On June 30, 2024, the following employees were covered by the benefit terms:

	Miscellaneous Plan	Safety Plan
Inactive employees or beneficiaries currently receiving benefits	3,427	362
Inactive employees entitled to but not yet receiving benefits	71	3
Active employees	3,595	206
Total	$ 7,093	$ 571

Contributions: Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 based on the data as of June 30 two years prior. following notice of a change in the rate. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For fiscal year 2024, employee contribution rate for the Miscellaneous Plan is 7.37% and 7.75% for classic and PEPRA employees, respectively and for the Safety Plan is 10.71% and 14.25% for classic and PEPRA employees, respectively, of their annual covered payroll. For employer's contribution, beginning in fiscal year 2018, CalPERS collects the employer contribution toward the plan's unfunded liability as a dollar amount instead of the prior method, which is based on a contribution rate. The District's actuarially determined employer contribution rate to cover the normal cost in fiscal year 2024 was 9.84% and 27.73% for Miscellaneous and Safety Plans, respectively, of annual covered payroll for the District's employees. Annual covered payroll amounted to $474,207,000 for the fiscal year ended June 30, 2024 for the District's employees. The District's total employer contribution in fiscal year 2024 amounted to $134,656,000, consisting of $52,996,000 for normal cost and $81,660,000 for payment of unfunded liability.

Net Pension Liability: The District's net pension liability for the Plans is measured as the total pension liability, less the pension plan's fiduciary net position. A summary of principle assumptions and methods used to determine the net pension liability is shown below.

(Continued)

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

Actuarial Assumptions: The June 30, 2024 total pension liabilities were based on the following actuarial methods and assumptions:

	Miscellaneous	Safety
Reporting date	June 30, 2024	June 30, 2024
Measurement date	June 30, 2023	June 30, 2023
Valuation date	June 30, 2022	June 30, 2022
Actuarial cost method	Entry Age Normal Cost	Entry Age Normal Cost
Actuarial assumptions:		
Discount rate	6.90%	6.90%
Inflation	2.50%	2.50%
Payroll growth	2.75%	2.75%
Investment rate of return	7.00%	7.00%
Mortality rate table [1]	Derived using CalPERS' Membership	Derived using CalPERS' Membership

[1] Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

Discount Rate: Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates 2017 through 2021, 7.65% for measurement dates 2015 through 2016, and 7.50% for measurement date 2014.

The discount rate assumption is calculated as the sum of the assumed real rate of return and the assumed annual price inflation, currently 4.50% and 2.50%, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Long-Term Rate of Return: The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

Asset Allocation: CalPERS adheres to an Asset Allocation Strategy which establishes asset class allocation policy targets and ranges and manages those asset class allocations within their policy ranges. CalPERS Investment Belief No. 6 recognizes that strategic asset allocation is the dominant determinant of portfolio risk and return. On December 19, 2017, the CalPERS Board of Administration adopted changes to the current asset allocation as shown in the Policy Target Allocation below expressed as a percentage of total assets.

The asset allocation shown below reflect the allocation of the Public Employees' Retirement Fund (PERF) in its entirety as of June 30, 2020. The assets for the District's Miscellaneous and Safety Plan are part of the PERF and are invested accordingly:

Asset Class[1]	Actual Allocation	Policy Target Allocation
Public Equity	53.00%	50.00%
Private equity	6.30%	8.00%
Global Fixed Income	28.30%	28.00%
Real Assets	11.30%	13.00%
Liquidity	0.90%	1.00%
Inflation Senstive Assets	0.00%	0.00%
Trust Level [1]	0.20%	0.00%

[1] Trust Level Multi- Asset Class, Completion overlay, Risk Mitigation, Absolute Return Strategies, Plan Level Transition and Total Fund level portfolios

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of the District as of the June 30, 2023 measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower 5.90% or 1 percentage-point higher 7.90% than the current rate (dollar amounts in thousands):

	Discount Rate - 1% 5.90%	Current Discount Rate 6.90%	Discount Rate + 1% 7.90%
Miscellaneous Plan			
District's Net Pension Liability (Asset)	$ 1,200,594	$ 821,965	$ 505,072
Safety Plan			
District's Net Pension Liability (Asset)	$ 264,074	$ 198,387	$ 144,576

(Continued)

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report.

Change in Net Pension Liability: The following table shows the changes in the net pension liability for the Miscellaneous Plan for the fiscal year ended June 30, 2024, based on a measurement date of June 30, 2023 (dollar amounts in thousands):

	Increase (Decrease)		
Miscellaneous Plan	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2023	$ 3,018,815	$ 2,209,618	$ 809,197
Changes during the year			
Service cost	65,414	-	65,414
Interest on the total pension liability	204,986	-	204,986
Changes of benefit terms	2,920		2,920
Changes of Assumptions	-	-	-
Differences between expected and actual experience	(25)	-	(25)
Net plan to plan resource movement	-	(3)	3
Contributions from the employer	-	99,848	(99,848)
Contributions from the employees	-	27,525	(27,525)
Net investment income	-	134,782	(134,782)
Benefit payments, including refunds of employee contributions	(167,216)	(167,216)	-
Administrative expense	-	(1,625)	1,625
Other miscellaneous income	-	-	-
Net changes	106,079	93,311	12,768
Balance at June 30, 2024	$ 3,124,894	$ 2,302,929	$ 821,965

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

The following table shows the changes in the net pension liability for Safety Plan for the fiscal year ended June 30, 2024, based on measurement date of June 30, 2023 (dollar amounts in thousands):

	Increase (Decrease)		
Safety Plan	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2023	$ 458,381	$ 271,561	$ 186,820
Changes during the year			
Service cost	10,893	-	10,893
Interest on the total pension liability	31,873	-	31,873
Changes of benefit terms	174		174
Changes of assumptions	-	-	-
Differences between expected and			-
actual experience	10,502	-	10,502
Net plan to plan resource movement	-	3	(3)
Contributions from the employer	-	20,488	(20,488)
Contributions from the employees	-	4,762	(4,762)
Net investment income	-	16,822	(16,822)
Benefit payments, including refunds of employee contributions	(25,139)	(25,139)	-
Administrative expense	-	(200)	200
Other miscellaneous income	-	-	-
Net changes	28,303	16,736	11,567
Balance at June 30, 2024	$ 486,684	$ 288,297	$ 198,387

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

The following table shows the changes in the net pension liability for the total of Miscellaneous and Safety Plans for the fiscal year ended June 30, 2024, based on measurement date of June 30, 2023 (dollar amounts in thousands):

	Increase (Decrease)		
Total Miscellaneous and Safety Plans	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2023	$ 3,477,196	$ 2,481,179	$ 996,017
Changes during the year			
Service cost	76,307	-	76,307
Interest on the total pension liability	236,859	-	236,859
Changes of benefit terms	3,095	-	3,095
Changes of assumptions	-	-	-
Differences between expected and actual experience	10,477	-	10,477
Net plan to plan resource movement	-	-	-
Contributions from the employer	-	120,336	(120,336)
Contributions from the employees	-	32,287	(32,287)
Net investment income	-	151,604	(151,604)
Benefit payments, including refunds of employee contributions	(192,355)	(192,355)	-
Administrative expense	-	(1,824)	1,824
Other miscellaneous income	-	-	-
Net changes	134,383	110,048	24,335
Balance at June 30, 2024	$ 3,611,579	$ 2,591,227	$ 1,020,352

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions: For the fiscal year ended June 30, 2024, the District incurred a pension expense of $185,976,000.

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

On June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (dollar amounts in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Miscellaneous Plan		
Pension contributions subsequent to measurement date	$ 110,454	$ -
Changes in assumptions	46,384	-
Differences between actual and expected experience	18,219	(20)
Net differences between projected and actual earnings on plan investments	106,164	-
Total	$ 281,221	$ (20)
Safety Plan		
Pension contributions subsequent to measurement date	$ 24,202	$ -
Changes in assumptions	6,957	-
Differences between actual and expected experience	11,063	-
Net differences between projected and actual earnings on plan investments	13,116	-
Total	$ 55,338	$ -
Total Miscellaneous and Safety Plans		
Pension contributions subsequent to measurement date	$ 134,656	$ -
Changes in assumptions	53,341	-
Differences between actual and expected experience	29,282	(20)
Net differences between projected and actual earnings on plan investments	119,280	-
Total	$ 336,559	$ (20)

The $134,656,000 deferred outflow of resources for pension contributions after the measurement date in fiscal year 2024 will be recognized as a reduction of net pension liability in fiscal year 2025.

(Continued)

NOTE 12 - EMPLOYEES' RETIREMENT BENEFITS (Continued)

Other deferred inflows and deferred outflows of resources as of June 30, 2024 related to pensions will be recognized in future pension expense as follows (dollar amounts in thousands):

Measurement period ending June 30:	Miscellaneous Plan Deferred Outflows / (Inflows) of Resources	Safety Plan Deferred Outflows / (Inflows) of Resources
2025	$ 46,890	$ 13,583
2026	34,732	7,097
2027	85,899	10,077
2028	3,226	379
2028	-	-
Thereafter	-	-
Total	$ 170,747	$ 31,136

NOTE 13 - MONEY PURCHASE PENSION PLAN

Most District employees participate in the Money Purchase Pension Plan (MPPP), which is a supplemental retirement defined contribution plan. Effective January 1981, the District's employees elected to withdraw from the Federal Social Security System (FICA) and established the Money Purchase Pension Plan. The District contributes an amount equal to 6.65% of eligible employees' annual compensation (up to $29,700 after deducting the first $133 paid during each month) up to a maximum annual contribution of $1,868 for all employees except part-time SEIU employees pursuant to their labor agreement. An additional contribution to the MPPP equal to 1.627% of eligible compensation is provided to all employees except for part-time SEIU and employees in the CalPERS safety pension plan. Prior to 2013 payment of this additional contribution was suspended for all CalPERS eligible individuals, with various effective dates, pursuant to labor agreements and District policy as a cost saving measure. These payments resumed on July 1, 2013. However, starting in 2014 per the labor agreements with ATU, SEIU, and AFSCME, the District retained 0.0888% of the 1.627% contribution. The District also retained this same amount for non-represented employees. In addition, the District retained $37 per month of the 1.627% for ATU, SEIU, and AFSCME employees who elected medical to pay for medical premiums.

The annual compensation limit subject to the additional contribution is established by the Internal Revenue Code Section 401(a) (17). Each employee's account is available for distribution upon such employee's termination.

The District's total expense and funded contribution for this Plan for the year ended June 30, 2024 was $13,753,000. The MPPP assets at June 30, 2024 (excluded from the accompanying financial statements) per the plan administrator's unaudited reports were $455,270,000. At June 30, 2024, there were approximately 312 participants receiving payments under this plan.

The Plan issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by writing or calling BART Investments Plans Committee, 2150 Webster Street 4th Floor, Oakland, California 94612, (510) 464-6238.

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS

In addition to the retirement benefits described in Notes 12 and 13, and specified in the District's contractual agreements, the District provides certain other postemployment benefits ("OPEB") to employees, which may include medical benefits to retirees and surviving spouses, retiree life insurance, survivor dental and vision benefits, and medical benefits to survivors of active employees. Most employees who retire directly from the District or their surviving spouses are eligible for medical benefits if the employee retires at or after age 50 with a minimum of 5 years of service with the District, elects to take an annuity from CalPERS and makes a timely election of retiree medical. For employees hired after January 1, 2014, the District makes no contribution to the retiree health benefits if the employee retires with less than ten years of service with the District.

Retiree Health Benefit Plan: This is a single employer OPEB plan that covers the medical benefits of retirees. Eligible retirees covered under this plan only pay the designated premium rate and the balance is paid by the Retiree Health Benefit Trust (RHBT).

In compliance with GASB requirements, the District accounts for OPEB on an accrual basis and created the RHBT. The purpose of establishing the RHBT is to facilitate the provision of medical benefits and other health and welfare benefits ("retiree medical benefits") for the qualifying retirees of the District; to provide the means for financing the costs and expenses of operating and administering such benefits; to hold Trust assets for the sole and exclusive purpose of providing benefits to participants and beneficiaries; and to defray the reasonable expenses of administering the RHBT and designated plans. The RHBT covers the funding for the "retiree medical benefits", which include retiree medical benefits and medical benefits provided to widows and widowers of retirees. Assets placed into the RHBT cannot be used for any other purposes and are not available to satisfy general creditors of the District. Under California state law, the restrictions on the use of any proceeds from liquidation of the RHBT are significant enough to render the RHBT effectively irrevocable.

The RHBT is administered by one or more Trustees appointed by the District's Board of Directors. Currently, the Board has appointed the District's Controller-Treasurer as the Trustee. The RHBT issues a publicly available audited financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to Retiree Health Benefit Trust, San Francisco Bay Area Rapid Transit District, 2150 Webster Street, P.O. Box 12688, Oakland, California 94612.

Survivor Benefit Plan: This is a single-employer OPEB plan that enables eligible surviving dependents of participating employees to continue their BART-provided group health, dental or vision insurance on a financially favorable basis following the death of the participating employee. Subject to the following "benefits cap," the eligible surviving dependents will have their BART-provided group health insurance provided by BART or paid for by BART. BART's obligation to pay for or provide such medical insurance benefits is limited to the greater of the premium cost of (a) the greater Bay Area Blue Shield Access + (currently $2,799.78 for family); or (b) the Bay Area Kaiser basic premium (currently $2,655.67 for family) ("Premium Cap"), or the actual premium cost if less, less the $15.00 per month participation fee. Special rules, premiums, and coverages apply to participants who are Medicare eligible.

Survivor Benefits is available to the "eligible dependents" of all full-time employees of BART, provided that certain requirements are met:

a. All full-time employees are given a single opportunity to elect participation in the program. The election period lasts ninety (90) days from the date of full-time hire. The election must be in writing on a form provided by BART's HR department and must be accepted by the HR department within that time period.

(Continued)

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Because there is only one enrollment opportunity, all full-time employees must elect to participate within this time period even if they do not yet have a spouse or dependents. Failure to enroll and satisfy the other participation requirements will prevent any future dependents from receiving benefits.
c. All participating employees and their benefiting survivors must pay a $15.00 per month participation fee on a continuous basis. The $15.00 fee applies to each family group regardless of size. Participating employees will have the fee deducted from their second paycheck of each month on a post-tax basis.
d. If a participating employee or a benefiting survivor (group) discontinues participation, or stops payment of the monthly fee, they will lose eligibility for Survivor Benefits and will not be able to re-enroll in the program.

In May 2020, the BART Board of Directors approved the creation of the Survivor Benefit Trust of the San Francisco Bay Area Rapid Transit District (SBT) for the purpose of providing retiree survivor health and welfare benefits to survivors of eligible District retirees. The benefits will be available to survivors of employees and retirees who, at the time of hire, elected to contribute to a survivor health benefit program. Survivors of employees and retirees who elected this program and who continue to contribute are eligible for medical, dental and vision coverage at a cost of $15 per month. The SBT is to be maintained in accordance with Government Code Sections 53206, 53620, 53622 et seq. The objective is to achieve consistent long-term growth for the SBT and maximize income consistent with the preservation of capital for the sole and exclusive purpose of providing benefits to beneficiaries and defraying reasonable expenses of administering the SBT. Assets placed into the SBT cannot be used for any other purposes and are not available to satisfy general creditors of the District. Under California state law, the restrictions on the use of any proceeds from liquidation of the SBT are significant enough to render the SBT effectively irrevocable.

The SBT is administered by one or more Trustees appointed by the District's Board of Directors. Currently, the Board has appointed the District's Controller-Treasurer as the Trustee. The SBT issues a publicly available audited financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to Survivor Benefit Trust of the San Francisco Bay Area Rapid Transit District, 2150 Webster St., P.O. Box 12688, Oakland, California 94612, (510) 464-6238.

Retiree Life Insurance Plan: This is a single-employer OPEB plan that provides life insurance to employees who retire from the District on either a service or a disability retirement as follows:

1. First year of retirement, fifty percent (50%) of the employee's annual base earnings rounded to the next higher even thousand dollars ($1,000);
2. Second year of retirement, forty percent (40%) of the employee's annual base earnings rounded to the next higher even thousand dollars ($1,000);
3. Third year of retirement, thirty percent (30%) of the employee's annual base earnings rounded to the next higher even thousand dollars ($1,000);
4. Fourth and subsequent years of retirement, twenty percent (20%) of the employee's annual base earnings rounded to the next higher even thousand dollars ($1,000).

All represented and non represented employees are covered by the retiree life insurance plan except for BPOA and BPMA members. BPOA and BPMA retirees before January 1, 2019 and July 1, 2019, respectively, have retiree life insurance; and BPOA and BPMA employees who retire after the noted dates are not covered in the retiree life insurance.

There are no assets accumulated in trust for the Retiree Life Insurance Plan.

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Basis of Accounting: The financial statements of the Trusts are prepared using the accrual basis of accounting. The RHBT recognizes contributions from the District in accordance with the provisions contained in the District collective bargaining agreements, as described briefly in the following discussion.

Method Used to Value Investments: Investments are reported at fair value as determined by the financial institutions, which have custody of the investments based on fair value measurements under GASB 72.

Funding Policy and Long-Term Contract for Contributions: The District's current collective bargaining agreements with its unions (CBA) describe the District's funding commitments to the RHBT. Beginning in fiscal year 2008, the District funded the Trust with a "ramp up" (increasing) percentage of the "full" actuarial determined required contribution (ADC) in addition to funding the pay-as-you-go amount every year for the following six years. Including fiscal years 2007 and 2008, this "ramp-up" contribution funded an eight-year period covering fiscal years 2006 through 2013. The CBAs include the baseline "ramp-up" percentages, which is the minimum amount that the District is committed to contribute to the Trust during the "ramp-up" period. The District commissions an actuarial study of the retiree medical insurance plan liabilities and funding needs, including the ADC, every year. The revised "ramp-up" percentage became the basis for the District's contribution to the Trust, except when it was less than the baseline "ramp-up" percentage. In addition, in fiscal year 2009 the District contributed into the Trust a lump sum makes up payment reflecting the amounts it would have contributed for fiscal years 2006 and 2007, which was actuarially calculated at $14,629,000.

Beginning in fiscal year 2014, the District contributed to the RHBT each pay period an amount equal to the full GASB compliant ADC. Also, effective on July 1, 2013, retiree medical insurance premiums and related administration fees are paid by the Trust.

Funding Policy: Employer contributions to the retiree health benefits plan are actuarially determined and amounted to $50,573,000 for fiscal year 2024 (including $5,719,000 implied subsidy). The actuarial valuation for fiscal year 2022 was used to determine the actuarially determined contribution for fiscal year 2024. The District also paid in fiscal year 2024 life insurance premiums, on a pay as you go basis, amounting to $1,037,000 (including $901,000 implied subsidy). There were no employer contributions for the survivor benefit plan.

The District does not charge any administration cost to the RHBT. For calendar year 2024, most retirees paid $164.68 per month for their share of the medical premium ($180.22 for police) and for calendar year 2023, medical premium is $160.96 for non-police and $174.97 for police. The balance is paid by the District.

Employer's Net OPEB Liability: The Net OPEB liability is measured as the difference between the District's total OPEB liability and the plan's fiduciary net position (for Retiree Health Plan and Survivor Benefit), as of the measurement date.

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

The net OPEB liability as of June 30, 2024 for the Retiree Health Benefit, Survivor Benefit and Retiree Life Insurance totals $212,279,000, detail of which is presented below (dollar amounts in thousands):

Fiscal Year Ending	June 30, 2024
Measurement Date	June 30, 2024
Valuation Date	June 30, 2023
Retiree Health Benefits	
Total OPEB Liability (TOL)	$ 755,321
Fiduciary Net Position (FNP)	(606,309)
Net OPEB Liability	$ 149,012
Survivor Benefit Plan	
Total OPEB Liability (TOL)	$ 29,830
Fiduciary Net Position (FNP)	(12,978)
Net OPEB Liability	$ 16,852
Retiree Life Insurance	
Total OPEB Liability (TOL)	$ 46,415
Fiduciary Net Position (FNP)	-
Net OPEB Liability	$ 46,415
Total	
Total OPEB Liability (TOL)	$ 831,566
Fiduciary Net Position (FNP)	(619,287)
Net OPEB Liability	$ 212,279

(Continued)

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Significant Actuarial Assumptions Used in Calculating the Total OPEB Liability:

The total OPEB liability for retiree health benefits was determined by an actuarial valuation using the following actuarial assumptions:

Retiree Health Benefits	
Measurement date	June 30, 2024
Valuation date	June 30, 2023, update procedures were used to roll forward the total OPEB liability to June 30,2024
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Discount rate	6.00% Plan assets projected to be sufficient to pay all benefits from the Trust
Long-term investment rate of return	6.00%
General inflation	2.50% per annum
Contribution Policy	Employer contributes full ADC
Mortality, disability, termination, retirement	CalPERS 2000-2019 Experience Study
Mortality improvement	Mortality projected fully generational with Scale MP-2021
Medical trend	Non- Medicare- 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Non-Kaiser) 7.50% for 2025, decreasing to an ultimate rate of 3.45% for 2076 Medicare (Kaiser) 6.25% for 2025, decreasing to an ultimate rate of 3.45% for 2076
Healthcare participation for future retirees	Tier 1: 90% Tier 2: 50% with < 10 years; 70% with 10 years Increasing to 90% with 20 years Spouse Coverage: varies by bargaining unit, 56% to 81% 10% of waived retirees under age 65 on valuation date assumed to elect coverage at 65 Assumptions based on study of recent retirees
Change of assumptions	None

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Discount Rate: The discount rate used to measure the total OPEB liability is 6.0% as of fiscal year 2024 and fiscal year 2023. The projection of cash flows used to determine the discount rate assumed that the Trust contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position is projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments is applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return on Investments: The long-term expected rate of return on investments used is 6.0%, net of investment expenses for fiscal year 2024. The table below reflects the long-term expected real rate of return by asset class. The geometric return method was used to calculate the rate of return. The target allocation for the valuation date was as follows:

Asset class	Strategic Allocation	Long Term Expected Real Rate of Return
U.S Equity	57.40%	6.00%
International Equity	0.80%	6.00%
Fixed Income	33.50%	6.00%
Non U.S. Fixed Income	0.20%	6.00%
Cash Equivalents	8.10%	6.00%
Total	100.00%	

The total OPEB liability for survivor medical benefits was determined by an actuarial valuation as of June 30, 2024 using the following actuarial assumptions:

Survivor Benefit Plan

Measurement date	June 30, 2024
Valuation date	June 30, 2023 update procedures were used to roll forward the total OPEB liability to June 30, 2024
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Discount rate	4.44% based on crossover test
Long-term investment rate of return	6.00% at June 30, 2024
Municipal bond rate	3.93%;at June 30, 2024 (Bond Buyer 20-Bond GO Index) 3.65% at June 30, 2023 (Bond Buyer 20-Bond GO Index)
General inflation	2.50% per annum
Mortality, disability, termination, retirement	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Crossover Test	Administrative expenses = 0.32% of assets Continued future participant contributions No future employer contributions Crossover in 2049
Salary increases	Aggregate 2.75% annually Merit- CalPERS 2000-2019 Experience Study
Medical Trend	Non-Medicare – 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Non-Kaiser) – 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Kaiser) – 6.25% for 2025, decreasing to an ultimate rate of 3.45% in 2076
Participation	Current covered employees and retirees will continue paying premium for coverage. Future retirees will elect to be covered by District retiree healthcare benefits
Change of Assumptions	Discount rate was updated from 4.04% to 4.44% based on crossover test Economic Assumptions: -Municipal bond rate changed from 3.65% to 3.93%

Discount Rate: The discount rate used to measure the total OPEB liability is 4.44% as of fiscal year 2024 based on the blending of the long-term expected return on assets of the plan and the municipal bond rate. Based on the assumptions listed above, the OPEB plan’s fiduciary net position is projected to be available to make all projected OPEB payments for current active and inactive employees through 2049.

Long- Term Expected Rate of Return on Investments: The long-term expected rate of return on investments used is 6%, net of investment expenses for fiscal year 2024. The table below reflects the long-term expected real rate of return by asset class. The geometric return method was used to calculate the rate of return. The target allocation for the valuation date was as follows:

Asset class	Strategic Allocation	10 Year Expected Rate of Return
U.S Equity	60.00%	6.00%
Fixed Income	35.00%	6.00%
Cash Equivalents	5.00%	6.00%
Total	100.00%	

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

The total OPEB liability for retiree life insurance was determined by an actuarial valuation as of June 30, 2024 using the following actuarial assumptions:

Retiree Life Insurance

Measurement date	June 30, 2024
Valuation date	June 30, 2023, update procedures were used to roll forward the total OPEB liability to June 30, 2024
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Discount rate	3.93% at June 30, 2024 (Bond Buyer 20- Bond Index) 3.65% at June 30, 2023 (Bond Buyer 20- Bond Index)
Long -term investment rate of return	N/A
Municipal bond rate	3.93% based on the Bond Buyer 20-year General Obligation Index as of June 30, 2024
General inflation	2.50% annually
Mortality, disability, termination, retirement	CalPERS 2000-2019 Experience Study
Mortality improvement	Post-retirement mortality projected fully generational with Scale MP-2021
Trend	N/A
Life insurance participation for future retirees	100%, except BPOA and BPMA
Benefit valued	Valuation based on death benefit payable, not premiums No administrative expense included
Changes of benefit terms	None
Changes of assumptions	Discount rate was updated based on municipal bond rate as of the measurement date from 3.65% to 3.93%

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Sensitivity of the Net OPEB Liability to Changes in Assumptions

Retiree Health Benefits: The following presents the net OPEB liability of the Retiree Health Benefits Plan as of the June 30, 2024 measurement date, calculated using the current discount rate and healthcare trend rate, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current rate (dollar amounts in thousands):

Discount rate	1% Decrease (5.00%)	Current Rate (6.00%)	1% Increase (7.00%)
Net OPEB liability	$ 245,837	$ 149,012	$ 68,561

Heath care costs trend rate	1% Decrease	Current Rate	1% Increase
Net OPEB liability	$ 50,312	$ 149,012	$ 270,032

Survivor Benefit: The following presents the net OPEB liability of the Survivor Benefit Plan as of the June 30, 2024 measurement date, calculated using the current discount rate and healthcare trend rate, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current rate (dollar amounts in thousands):

Discount rate	1% Decrease (3.44%)	Current Rate (4.44%)	1% Increase (5.44%)
Net OPEB liability	$ 22,878	$ 16,852	$ 12,208

Heath care costs trend rate	1% Decrease	Current Rate	1% Increase
Net OPEB liability	$ 11,737	$ 16,852	$ 23,738

Retiree Life Insurance: The following presents the total OPEB liability of the Retiree Life Insurance Plan as of the June 30, 2024 measurement date, calculated using the current discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current rate. Healthcare trend rates are not applicable to the Retiree Life Insurance Plan (dollar amounts in thousands):

Discount rate	1% Decrease (2.93%)	Current Rate (3.93%)	1% Increase (4.93%)
Total OPEB liability	$ 55,013	$ 46,415	$ 39,641

(Continued)

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

OPEB Expense: For the fiscal year ended June 30, 2024, the District recognized OPEB expense of $13,792,000. The details of the OPEB expense were as follows (dollar amounts in thousands):

	Retiree Health Benefit	Survivor Benefit	Life Insurance	Total
OPEB expense (income)	$ 13,775	$ (3,372)	$ 3,389	$ 13,792

Employees Covered by Benefit Terms: At June 30, 2024 reporting date, the following numbers of employees were covered by the benefit terms:

	Retiree Health Benefit	Survivor Benefit	Retiree Life Insurance
Inactives currently receiving benefits	2,965	260	-
Inactives entitled to but not yet receiving benefits	393	1,333	2,859
Active employees	4,310	3,257	3,917
Total	7,668	4,850	6,776

Deferred Outflows/Inflows of Resources: On June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources (dollar amounts in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Retiree Health Benefits		
Differences between actual and expected experience	$ 7,633	$ 39,230
Changes in assumptions	29,473	10,889
Net difference between projected and actual earnings on plan investments	-	30,823
Total	37,106	80,942
Survivor Benefits		
Differences between actual and expected experience	$ -	$ 10,380
Changes in assumptions	5,073	14,236
Net difference between projected and actual earnings on plan investments	-	460
	5,073	25,076
Retiree Life Insurance		
Differences between actual and expected experience	2,252	738
Changes in assumptions	2,613	9,395
Total	4,865	10,133
Total	$ 47,044	$ 116,151

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB as of June 30, 2024 will be recognized in future OPEB expense as follows (dollar amounts in thousands):

Year ending June 30	Deferred Outflows (Inflows) of Resources
Retiree Medical Benefits	
2025	$ (17,536)
2026	(2,335)
2027	(18,747)
2028	(8,969)
2029	2,698
Thereafter	1,053
Total	$ (43,836)
Survivor Benefits	
2025	$ (4,226)
2026	(2,938)
2027	(3,536)
2028	(4,488)
2029	(3,054)
Thereafter	(1,761)
Total	$ (20,003)
Retiree Life Insurance	
2025	$ (169)
2026	(1,637)
2027	(2,191)
2028	(551)
2029	(384)
Thereafter	(336)
Total	$ (5,268)

(Continued)

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Net OPEB Liability/(Asset): The following table shows the changes in the net OPEB liability on retiree health benefits for the fiscal year ended June 30, 2024 (dollar amounts in thousands):

	Increase (Decrease)		
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023 *	$ 711,264	$ 506,393	$ 204,871
Changes for the year			
Service cost	24,511	-	24,511
Interest	43,170	-	43,170
Changes of benefit terms	-	-	-
Difference between expected and actual experience	8,949	-	8,949
Change of assumptions	-	-	-
Contributions from the employer	-	50,573	(50,573)
Net investment income	-	82,216	(82,216)
Benefit payments, including refunds***	(32,573)	(32,573)	-
Administrative expense	-	(300)	300
Net changes	44,057	99,916	(55,859)
Balance at June 30, 2024 **	$ 755,321	$ 606,309	$ 149,012

* Measurement date June 30, 2023

** Measurement date June 30, 2024

*** Includes $5,719,000 implied subsidy benefit payments for fiscal year 2024

NOTE 14 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

The following table shows the changes in the net OPEB liability on survivor benefit for the fiscal year ended June 30, 2024 (dollar amounts in thousands):

	Increase (Decrease)		
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023 *	$ 32,139	$ 10,890	$ 21,249
Changes for the year			
Service cost	1,929	-	1,929
Interest	1,368	-	1,368
Changes of benefit terms	-	-	-
Difference between expected and actual experience	(2,991)	-	(2,991)
Change of assumptions	(2,220)	-	(2,220)
Contributions from the employee	-	845	(845)
Net investment income	-	1,663	(1,663)
Benefit payments, including refunds	(395)	(395)	-
Administrative expense	-	(6)	6
Net changes	(2,309)	2,107	(4,416)
Balance at June 30, 2024 **	$ 29,830	$ 12,997	$ 16,833

* Measurement date June 30, 2023
** Measurement date June 30, 2024

Net OPEB Liability/(Asset) (Continued): The following table shows the changes in the total OPEB liability on retiree life insurance for the fiscal year ended June 30, 2024 (dollar amounts in thousands):

	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023 *	$ 47,804	$ -	$ 47,804
Changes for the year			
Service cost	1,561	-	1,561
Interest	1,783	-	1,783
Changes of benefit terms	-		-
Difference between expected and actual experience	(181)	-	(181)
Change of assumptions	(3,515)	-	(3,515)
Contributions from the employer	-	-	-
Benefit payments, including refunds***	(1,037)	-	(1,037)
Administrative expense	-	-	-
Net changes	(1,389)	-	(1,389)
Balance at June 30, 2024 **	$ 46,415	$ -	$ 46,415

* Measurement date June 30, 2023
**Measurement date June 30, 2024
*** Includes implied subsidy benefit payments of $901,000 in fiscal year 2024

NOTE 15 - BOARD OF DIRECTORS' EXPENSES

Total Directors' expenses, consisting of travel and other business-related expenses, for the fiscal year ended June 30, 2024 amounted to $25,000.

NOTE 16 - RELATED ORGANIZATIONS AND JOINT VENTURE PROJECTS

Capitol Corridor Joint Powers Authority: The Joint Exercise of Powers Agreement dated December 31, 1996, between the District and five other transportation authorities in surrounding counties (Agencies) provided for the creation of the Capitol Corridor Joint Powers Authority (CCJPA), a public instrumentality of the State of California. The CCJPA was formed for the purpose of administering and managing the operation of the Capitol Corridor Rail Service as part of the California intercity passenger rail system. The District is the managing agency of CCJPA and in that capacity, it provides all necessary administrative support to CCJPA. CCJPA entered into an Interagency Transfer Agreement with the State of California and assumed administration and operation commencing on July 1, 1998. The initial term of the Interagency Transfer Agreement was for three years beginning July 1, 1998 and was extended for three additional years effective July 1, 2001. In 2004, State legislation was enacted that eliminated the sunset date of the Interagency Transfer Agreement, which now exists indefinitely.

The governing board of CCJPA consists of sixteen members, of which six members are from the District and two members are from each of the five other Agencies. Neither the District nor the other Agencies are responsible for any debt, liabilities and obligations of CCJPA and the District would not be entitled to any of CCJPA's net assets should it terminate.

The District charged the CCJPA a total of $7,255,000 for marketing, administrative services and Link 21 related operating expenses during fiscal year 2024. In addition, CCJPA reimburses the District for its advances for capital project expenses, overhead and other operating expenses. Reimbursements for expenses incurred by the District on behalf of and in providing services to the CCJPA are netted against the corresponding expense in the statement of revenues, expenses and change in net position. Unreimbursed expenses and advances for capital project costs from CCJPA amount to $1,973,000 as of June 30, 2024. All unreimbursed expenses and advances are included as current receivables and other assets in the statement of net position. As the District has no ownership involvement or ongoing financial interest or responsibility in CCJPA, its financial statements include only amounts related to the services and advances it provides to CCJPA.

East Bay Paratransit Consortium: In 1994, the District and the Alameda-Contra Costa Transit District (AC Transit) executed an agreement establishing the East Bay Paratransit Consortium (the Consortium). The purpose of the Consortium is to enable the District and AC Transit to jointly provide paratransit services in the overlapping service area of the District and AC Transit. Revenues and expenses for the Consortium are split 31.0% and 69.0% between the District and AC Transit, respectively, except for program coordinator's expenses, which are split 50/50 starting in 2011. The District's financial statements reflect its portion of revenues and expenses as operating activities. In fiscal year 2024, the District supported the project primarily through its own operating funds, with some financial assistance from Alameda County Measure BB funds and from the Contra Costa Transportation Authority Measure J funds (Note 11). The District has no equity interest in the Consortium.

NOTE 16 - RELATED ORGANIZATIONS AND JOINT VENTURE PROJECTS (Continued)

Pleasant Hill BART Station Leasing Authority: In July 2004, the District, the County of Contra Costa (County) and the Contra Costa County Redevelopment Agency (Agency) entered into a Joint Exercise of Powers Agreement (JPA Agreement) to create the Pleasant Hill BART Station Leasing Authority (Pleasant Hill Authority). In 2012, the Agency was dissolved by California Assembly Bill ABX1 26, and the Pleasant Hill Authority now consists of the District and the County. The Pleasant Hill Authority was created as a means of accomplishing the cooperation and coordination among the agencies to provide for the development of a mixed-used transit village located at BART's Pleasant Hill/Contra Costa Centre Station, which includes rental residential, retail and a future office development. The original lease to the Pleasant Hill Authority was for a 99-year term expiring on May 14, 2105. All subsequent leases will be conterminous with the May 14, 2105 date.

On June 30, 2009, the District received as ground lease payments for the full term of the lease, a cash base rent of $99 and a noncash base rent in the form of a newly constructed parking structure located at the Pleasant Hill BART station. The District accepted the completion of the new parking structure and became its new owner effective June 30, 2009. The replacement parking garage was recorded as a capital asset at a value of $51,236,000, which is its final construction cost as reported by its developer. As a result of the Agency's funding of the replacement parking garage, future sublease revenue will be split between the County and BART at 75.0% and 25.0%, respectively, after defeasance of the Agency's final incremental contribution to the parking garage project.

The District agreed that the rent on the 2nd Phase (Block C) of the Pleasant Hill/Contra Costa Centre Transit Village will be shared between the two JPA members, the County and BART. The agreement stipulates that the County will receive 100% of the rental proceeds from the project, up to $4.5M net present value, after which the sharing of revenue will revert to the 75/25 split.

The Pleasant Hill Authority is a public entity separate from any member and as such, its debts, liabilities and obligations shall not be the debts, liabilities and obligations of any of the members. The governing body of the Pleasant Hill Authority is a Board of Directors consisting of four persons – two each from the County and the District.

The Pleasant Hill ground lease agreement qualifies under GASB Statement No. 87, and upon adoption, unearned revenue amounting to $44,289,000 was reclassified to deferred inflow of resources. Please refer to Note 5 - Leases for further information.

Richmond Redevelopment Agency or Successor Agency: On April 11, 2002, the District entered into a Disposition and Development Agreement with Richmond Redevelopment Agency and Richmond Transit, LLC for the development of a mixed-use transit village on the property owned by the Redevelopment Agency, the City of Richmond, and BART.

The transit village will be developed in two phases. The first phase has been completed and consists of the development of the townhouses on the western side of the tracks, and a parking structure that includes retail space incorporated within the structure (the "Phase One Improvements").

The second phase will consist of the development of additional housing and the improvement of Nevin Avenue and the Nevin Avenue walkway on the eastern side of the Tracks (the "Phase Two Improvements").

NOTE 16 - RELATED ORGANIZATIONS AND JOINT VENTURE PROJECTS (Continued)

The District had agreed to issue grant deeds to the developer pertaining to two parcels with approximate total size of 245,070 square feet in both the West side and the East side for the development projects. The agreement states that in exchange for the parcels, the Richmond Redevelopment Agency, at their expense, will construct a parking structure on the West side of BART's property, and transfer ownership of the garage to the District upon completion. The transfer of maintenance and responsibility to the District of the parking structure, which consisted of 750 parking spaces and approximately 9000 +/- square feet of commercial space, occurred in September 2014.

The District allocated the value of the garage, which amounted to $36,260,000, between the two parcels. The total cost of the structure was recorded as part of capital assets. A gain of $6,012,000 was recognized in fiscal year 2015 pertaining to the value allocated to the West side parcel that was transferred to the developer, after deducting the cost. In fiscal year 2024, the transfer for the East side parcel was completed and the District recognized a Gain on Property Exchange of $29,436,000. The parcel of land given up in this exchange amounting to $674,000 was also retired from the fixed asset account during the year.

MacArthur Transit Village: On July 29, 2010, the District entered into a Purchase and Lease Option agreement with MacArthur Transit Community Partners LLC (Developer) pertaining to the development of the MacArthur Transit Village, a mixed-use, transit-oriented project, including affordable and market rate housing, retail/commercial and community space and replacement parking adjacent to the MacArthur BART Station.

The District owned a portion of the project's real property totaling approximately 7.76 acres that has been used to develop the project.

As a consideration for the purchase of parcels totaling 198,642 square feet and 99-year ground lease of a 34,404 square foot parcel, the Developer constructed a parking garage structure, funded in part by the Oakland Redevelopment Agency, with 450 BART parking spaces and approximately 5,200 square feet of retail spaces. The parking structure was completed and transferred to the District in September 2014. In addition to the parking structure, the project includes transit improvements to the BART station's plaza and frontage road. These improvements are also the responsibility of the Developer as part of the consideration for the land. The total value of the garage and the improvements amounted to $27,596,000 and were recognized as part of depreciable capital assets. $1,780,000 of the consideration was allocated to the 99-year term ground lease; and was recorded as deferred ground lease prior to 2017. The land transfers to the master developer's designated assignee developers have occurred on December 29, 2016 for Parcels A and C1 and on June 29, 2017 for Parcel B. The District recognized a gain from exchange of property of $24,839,000 resulting from the completion of required land transfers.

The MacArthur ground lease qualifies under GASB Statement No. 87, and upon adoption, unearned revenue amounting to $1,622,000 was reclassified to deferred inflow of resources. Please refer to Note 5-Leases for further information.

Using the City of Oakland Redevelopment Agency funds, the project acquired two parcels under the District's name which were used for the construction of the BART garage structure. The total consideration paid by the City of Oakland for the two parcels was $5,121,000. The costs of these parcels were recorded by the District as non-depreciable capital assets. The District also recognized a revenue (donated income) equivalent to the value of the land received.

(Continued)

NOTE 16 - RELATED ORGANIZATIONS AND JOINT VENTURE PROJECTS (Continued)

South Hayward Transit Oriented Development: On June 18, 2012, the District and JMJ Development LLC (Developer) entered into an Option Agreement for a–TOD. That agreement also includes the right to purchase approximately 1.65 acres of land from the District. The right to purchase was exercised in fiscal year 2014 for a total consideration of $692,000. Grant deed for the transfer was issued on October 8, 2014. The District recognized a gain of $620,000 from this sale. An Option Agreement between the District and the Developer provided further consideration to the District of a transfer benefit fee (TBF) which guarantees the District a perpetual revenue stream. The TBF amounts to a 1% assessment against successive transfers of each of the development units (i.e., unit sales) or a 1% annual assessment against Gross Annual Rental Revenue from rental of the units. A total of 206 market rate rental units were completed in 2017. The TBF commenced accrual in October 2019, the first anniversary of the project stabilization date.

Millbrae Transit Oriented Development: On August 8, 2019, the District entered into a Lease Option Agreement with Republic Millbrae LLC to separately ground lease four parcels for the development of a transit oriented mixed-use project. Subject to modifications, the project is anticipated to consist of (1) approximately 300 market rate apartment units; (2) approximately 100 affordable apartment units (80 veterans preferred and 20 moderate income); (3) approximately 44,000 square feet of retail space; (4) approximately 150,000 square feet of office space; and (5) an approximately 160 room hotel. The ground lease term is for 99 years. Three of the phases (affordable housing, market rate housing, hotel) have been substantially completed as of December 2022. Please refer to Note 5 for further information.

Santa Clara Valley Transportation Authority: The BART Silicon Valley Extension (SVX) Program (formerly referred to as the Silicon Valley Rapid Transit, or SVRT Project) is a planned 16-mile extension of the regional BART system from BART's Warm Springs Station in Fremont, which opened in March 2017, to the cities of Milpitas, San Jose and Santa Clara in the County of Santa Clara. The SVX Program is being financed and implemented by Santa Clara Valley Transportation Authority (VTA) in coordination with BART per the VTA – BART Comprehensive Agreement executed on November 19, 2001. The Comprehensive Agreement outlines the roles and responsibilities of the two agencies concerning the design, construction, financing, operation and maintenance of this extension. BART and VTA's Operations and Maintenance Agreement describes their rights and responsibilities related to the operation of SVX.

The 16-mile extension is planned to include: six stations – one in Milpitas, four in San Jose and one in the city of Santa Clara; a five-mile tunnel in downtown San Jose and provision of a yard and shops at the end of the line in Santa Clara. The capital cost for the six-station extension is estimated at $9.27 billion in Year-Of-Expenditure ("YOE") dollars. Construction of SVX is being implemented in phases. The first phase, The Silicon Valley Berryessa Extension Project ("SVBX"), comprised of a 10-mile extension of BART service with two stations – one in Milpitas and one in San Jose at Berryessa Road. The first phase, with an estimated capital cost of $2,420,000,000 in YOE dollars, was granted an FTA Full Funding Grant Agreement in March of 2012.

The second phase, the Silicon Valley Santa Clara Extension Project ("SVSX") will comprise six miles of the extension with four stations. Planning and environmental studies for the second phase have been completed. In June 2019, the FTA selected VTA as its first Expedited Project Delivery (EPD) pilot program, and in August 2018, the FTA allocated $125 million to the second phase of the Silicon Valley Extension.

The VTA received a notice of funding opportunity from FTA on July 28, 2020. VTA received a Letter of Intent (LOI) from the Federal Transit Administration (FTA) announcing the project was formally selected for funding through the EPD Pilot Program. The project funding plan includes 25% of the costs to be funded through the EPD Program and the remaining 75% from state and local sources. SVSX is forecasted to start revenue service by 2030.

NOTE 16 - RELATED ORGANIZATIONS AND JOINT VENTURE PROJECTS (Continued)

In order to accommodate the new extension, among other things, BART is constructing a revenue vehicle primary maintenance facility at BART's Hayward Yard, is adding 60 new cars to the revenue vehicle fleet and is enlarging its Transit Operations Facility. BART expects to procure additional revenue vehicles in connection with SVSX and make other improvements to the core BART system as needed to accommodate the extension. VTA has full financial responsibility for SVX project costs, including BART's costs, and the ongoing operating, maintenance and capital costs caused by operation of SVX, both those that occur within and/or outside Santa Clara County.

On June 13, 2020, the first phase of SVBX Project, specifically, the Milpitas and Berryessa/North San Jose stations officially commenced revenue service. The Operating and Maintenance agreement provides guidance on the financial, maintenance and operating responsibilities of each party, where VTA owns the extensions including the transit centers and the District operates the service and maintains the system. The Operations and Maintenance agreement, dated May 22, 2020, requires VTA to be responsible for funding subsidies for the ongoing operating, maintenance and capital costs attributable to the extension including a share of the District's core system, capital costs, and to provide dedicated funding for such costs.

Northern California Power Agency (NCPA): The operation of the BART system requires substantial electricity. The District's annual electric energy requirement is approximately 360,000 megawatt-hours (MWh), with peak electric demand of approximately 62 megawatts (MW). With authorization granted under statute, the District currently procures its electric supply primarily from wholesale resources with support from the Northern California Power Agency (NCPA), a Joint Powers Authority comprised of 16 public entities, including BART. To support the price stability of the District's long-term electric supply planning and budgeting, the Board has also authorized partial District ownership of NCPA's Lodi Energy Center (LEC), a gas-fired generator commissioned in 2012. The District has agreed to unconditionally provide for 6.6% share in operation and maintenance expenses and all capital improvement based on the Generation entitlement share (GES). The Lodi facility is operated according to the needs of the California Independent System Operator (CAISO), the entity responsible for grid operations and facilitation of wholesale electric markets in California. The District pays operations, maintenance, and fuel costs for its share of the facility, and receives a proportionate share of the revenues from the energy, capacity and ancillary services sold into wholesale electric markets. The remainder of the District's electric demand is usually served with non-carbon-emitting resources including two large long-term Power Purchase Agreements, one with Slate Solar for 50.5 MW and one with Sky River Wind for 30MW.

NOTE 17 - COMMITMENTS AND CONTINGENCIES

Litigation: The District is involved in various lawsuits, claims and disputes, which for the most part are normal to the District's operations. It is the opinion of the District's management that the costs that might be incurred in the disposition of these matters, if any, would not materially affect the District's financial position.

Wholesale Electric Procurement: The District purchases electricity and other wholesale products to serve its electrical load requirements and satisfy various compliance obligations as a wholesale market participant. Existing contracts for electricity and other wholesale products currently extend as far as calendar year 2054 with a total remaining contract cost of approximately $201,388,000 as of June 30, 2024. Contract values are determined by wholesale market pricing and are subject to change over time as the District proceeds with its ongoing electric procurement activities.

(Continued)

NOTE 17 - COMMITMENTS AND CONTINGENCIES (Continued)

Included in the above cost obligations are the contracts with NCPA, which are in place through calendar year 2036, with a total remaining contract value of $37,952,000 as of June 30, 2024.

Operations and Maintenance Agreement for the Oakland International Airport Connector: On October 1, 2010, the District entered into an Operations and Maintenance Contract with Doppelmayr Cable Car, Inc., to operate and maintain the Oakland International Airport Connector (OAC) for an amount not to exceed $4,907,000 (base service payment in 2009 dollars) annually for a period of twenty (20) years from revenue service date, subject to annual escalation based on Consumer Price Index. The OAC started revenue operations on November 22, 2014. Total operating expenses incurred under this agreement amounted to $7,563,000 in fiscal year 2024. As part of the contract, the District is also required to deposit to a reserve account, an amount of $768,000 annually, subject to escalation, for Capital Asset Replacement Program (CARP). The District allocated to the CARP reserve account $1,171,000 in fiscal year 2024. The CARP will cover all major maintenance and rehabilitation expenses during the term of the Operations and Maintenance Contract.

Fruitvale Development Corp.: On October 1, 2001, the District entered into a ground lease agreement with Fruitvale Development Corporation (FDC) pertaining to 1.8 acres of land for the purpose of constructing thereon portions of a mixed-use development project commonly known as the Fruitvale Transit Village, which consists of approximately 250,000 square feet of commercial, community service and residential improvements. The lease agreement became effective December 9, 2003, and continues through January 31, 2077.

The terms of the lease require FDC to pay the District a Base Rent and a Percentage Rent. The Base Rent is a fixed amount determined at the inception of the lease subject to periodic CPI adjustments. Percentage Rent is calculated equal to 15.0% of annual net revenues, as defined in the ground lease agreement.

The District provided FDC a Rent Credit with an initial amount of $7,247,000, to acknowledge its assistance in obtaining grants for the construction of a Replacement BART Commuter Parking Garage near the Fruitvale Transit Village. The initial Rent Credit earned interest on the outstanding balance at simple interest based on the prime rate and can only be applied to satisfy the Base Rent. In October 2010, there was a second amendment to the ground lease agreement, which recalculated the initial Rent Credit available to FDC as it relates to the replacement parking. The amount of the Replacement Parking Rent Credit was revised to $4,642,000, after a payment of $5,500,000 coming from the proceeds of the sale of land at the Fruitvale BART Station to the City of Oakland Redevelopment Agency. The second amendment also stated that no interest shall accrue on the revised Replacement Parking Rent Credit and that beginning on December 1, 2003, and continuing throughout the term of the ground lease, base rent and percentage rent shall be subtracted from the Replacement Parking Rent Credit balance, until there is no longer a positive Replacement Parking Rent Credit. The offset base rent for fiscal year 2024 amounted to $0. There was no percentage rent offset for fiscal year 2024. The remaining balance in the Replacement Parking Rent Credit was $1,510,000 as of June 30, 2024.

Based on the agreement, FDC shall not be under any obligation to make any cash payment to the District for base rent and percentage rent at any time that the Replacement Parking Rent Credit still has a positive balance.

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SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
(Dollar amounts in thousands)
Last 10 Years

Miscellaneous Plan	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service cost	$ 65,414	$ 63,485	$ 61,972	$ 57,054	$ 52,659	$ 48,382	$ 45,264	$ 37,959	$ 36,151	$ 36,182
Interest on total pension liability	204,986	197,935	191,351	181,474	173,379	163,858	157,621	152,757	146,226	139,931
Changes of assumptions	2,920	80,743	-	-	-	(16,469)	120,524	-	(32,773)	-
Differences between expected and actual experience	(25)	7,610	33,648	12,856	38,558	11,525	(1,484)	1,193	(4,807)	-
Benefit payments, including refunds of employee contributions	(167,216)	(158,962)	(141,156)	(131,807)	(123,955)	(115,594)	(108,947)	(102,543)	(95,653)	(89,968)
Net change in total pension liability	106,079	190,811	145,815	119,577	140,641	91,702	212,978	89,366	49,144	86,145
Total pension liability - beginning	3,018,815	2,828,004	2,682,189	2,562,612	2,421,971	2,330,269	2,117,291	2,027,925	1,978,781	1,892,636
Total pension liability - ending	$ 3,124,894	$ 3,018,815	$ 2,828,004	$ 2,682,189	$ 2,562,612	$ 2,421,971	$ 2,330,269	$ 2,117,291	$ 2,027,925	$ 1,978,781
Plan fiduciary net position										
Contributions - Employer	$ 99,848	$ 92,996	$ 84,944	$ 76,895	$ 65,138	$ 52,106	$ 47,272	$ 38,283	$ 32,466	$ 28,276
Contributions - Employee	27,525	29,745	28,447	28,551	25,011	22,042	20,144	18,174	17,818	21,375
Plan to Plan resource movement	(3)	1	-	525	(17)	(7)	12	(1)	(36)	-
Net investment income	134,782	(181,396)	451,420	95,892	121,050	147,891	181,091	8,747	37,388	251,137
Benefit payments, including refunds of employee contributions	(167,216)	(158,962)	(141,156)	(131,807)	(123,955)	(115,594)	(108,947)	(102,543)	(95,653)	(89,968)
Administrative expense	(1,625)	(1,513)	(2,005)	(2,735)	(1,323)	(2,735)	(2,389)	(1,009)	(1,865)	-
Other miscellaneous income / (expenses)	-	-	-	-	4	(5,195)	-	-	-	-
Net change in fiduciary net position	93,311	(219,129)	421,650	67,321	85,908	98,508	137,183	(38,349)	(9,882)	210,820
Plan fiduciary net position - beginning	2,209,618	2,428,747	2,007,097	1,939,776	1,853,868	1,755,360	1,618,177	1,656,526	1,666,408	1,455,588
Plan fiduciary net position - ending	$ 2,302,929	$ 2,209,618	$ 2,428,747	$ 2,007,097	$ 1,939,776	$ 1,853,868	$ 1,755,360	$ 1,618,177	$ 1,656,526	$ 1,666,408
Plan net pension liability - ending	$ 821,965	$ 809,197	$ 399,257	$ 675,092	$ 622,836	$ 568,103	$ 574,909	$ 499,114	$ 371,399	$ 312,373
Plan fiduciary net position as a percentage of the total pension liability	73.70%	73.19%	85.88%	74.83%	75.70%	76.54%	75.33%	76.43%	81.69%	84.21%
Covered payroll**	$ 388,212	$ 376,766	$ 402,936	$ 366,202	$ 331,836	$ 307,661	$ 285,848	$ 264,024	$ 246,901	$ 240,171
Plan net pension liability as a percentage of covered payroll	211.73%	214.77%	99.09%	184.35%	187.69%	184.65%	201.12%	189.04%	150.42%	130.06%

** Based on actuarial report
The amounts presented for each fiscal year were determined as of the year end that occurred one year prior.

(Continued)

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
(Dollar amounts in thousands)

Last 10 Years

Safety Plan	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service cost	$ 10,893	$ 10,734	$ 10,023	$ 8,160	$ 7,751	$ 7,563	$ 7,416	$ 6,491	$ 5,935	$ 5,790
Interest on total pension liability	31,873	29,989	28,352	26,416	24,689	23,272	22,274	21,340	20,099	18,885
Changes of benefit terms	174	-	-	-	-	-	-	-	-	-
Changes of assumptions	-	16,895			-	(1,362)	18,632	-	(4,942)	-
Differences between expected and actual experience	10,502	4,719	11,944	10,303	5,967	1,241	745	4,387	4,794	-
Benefit payments, including refunds of employee contributions	(25,139)	(23,204)	(21,311)	(19,418)	(18,181)	(15,962)	(15,408)	(14,803)	(14,140)	(13,199)
Net change in total pension liability	28,303	39,133	29,008	25,461	20,226	14,752	33,659	17,415	11,746	11,476
Total pension liability - beginning	458,381	419,248	390,240	364,779	344,553	329,801	296,142	278,727	266,981	255,505
Total pension liability - ending	$ 486,684	$ 458,381	$ 419,248	$ 390,240	$ 364,779	$ 344,553	$ 329,801	$ 296,142	$ 278,727	$ 266,981
Plan fiduciary net position										
Contributions - Employer	$ 20,488	$ 19,115	$ 17,129	$ 16,614	$ 14,706	$ 12,357	$ 11,742	$ 10,038	$ 9,428	$ 7,442
Contributions - Employee	4,762	5,657	5,258	2,938	2,687	2,136	2,165	1,854	1,917	2,817
Plan to Plan resource movement	3	(1)	-	(525)	17	3	(14)	1	1	-
Net investment income	16,822	(22,113)	53,872	11,338	14,093	16,940	20,183	924	4,015	27,150
Benefit payments, including refunds of employee contributions	(25,139)	(23,204)	(21,311)	(19,418)	(18,181)	(15,962)	(15,408)	(14,803)	(14,140)	(13,199)
Administrative expense	(200)	(182)	(237)	(319)	(153)	(311)	(267)	(112)	(206)	-
Other miscellaneous income / (expenses)	-	-	-	-	1	(590)	-	-	-	-
Net change in fiduciary net position	16,736	(20,728)	54,711	10,628	13,170	14,573	18,401	(2,098)	1,015	24,210
Plan fiduciary net position - beginning	271,561	292,289	237,578	226,950	213,780	199,207	180,806	182,904	181,889	157,679
Plan fiduciary net position - ending	$ 288,297	$ 271,561	$ 292,289	$ 237,578	$ 226,950	$ 213,780	$ 199,207	$ 180,806	$ 182,904	$ 181,889
Plan net pension liability - ending	$ 198,387	$ 186,820	$ 126,959	$ 152,662	$ 137,829	$ 130,773	$ 130,594	$ 115,336	$ 95,823	$ 85,092
Plan fiduciary net position as a percentage of the total pension liability	59.24%	59.24%	69.72%	60.88%	62.22%	62.05%	60.40%	61.05%	65.62%	68.13%
Covered payroll**	$ 29,731	$ 28,494	$ 28,370	$ 22,986	$ 20,974	$ 20,809	$ 20,420	$ 19,738	$ 17,941	$ 17,377
Plan net pension liability as a percentage of covered payroll	667.27%	655.65%	447.51%	664.15%	657.14%	628.44%	639.54%	584.33%	534.10%	489.68%

** Based on actuarial report

The amounts presented for each fiscal year were determined as of the year end that occurred one year prior.

Changes of Benefit Terms: The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the Measurement Date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the Valuation Date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates 2017 through 2021, 7.65% for measurement dates 2015 through 2016, and 7.50% for measurement date 2014.

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SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS
(Dollar amounts in thousands)
Last 10 Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Miscellaneous Plan										
Actuarially determined contribution	$ 110,454	$ 104,135	$ 90,735	$ 85,108	$ 77,622	$ 64,169	$ 56,040	$ 46,709	$ 39,768	$ 32,756
Contributions in relation to the actuarially determined contribution	(110,454)	(104,135)	(90,735)	(85,108)	(77,622)	(64,169)	(56,040)	(46,709)	(39,768)	(32,756)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll **	$ 439,997	$ 406,642	$ 377,709	$ 392,137	$ 403,146	$ 345,828	$ 315,184	$ 288,637	$ 265,778	$ 245,593
Contribution as a percentage of covered payroll	25.10%	25.61%	24.02%	21.70%	19.25%	18.56%	17.78%	16.18%	14.96%	13.34%
Safety Plan										
Actuarially determined contribution	$ 24,202	$ 21,639	$ 20,974	$ 19,410	$ 16,391	$ 13,046	$ 12,162	$ 11,677	$ 10,658	$ 9,512
Contributions in relation to the actuarially determined contribution	(24,202)	(21,639)	(20,974)	(19,410)	(16,391)	(13,046)	(12,162)	(11,677)	(10,658)	(9,512)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll **	$ 34,210	$ 29,014	$ 30,018	$ 29,645	$ 28,061	$ 22,789	$ 21,946	$ 20,953	$ 20,410	$ 19,741
Contribution as a percentage of covered payroll	70.75%	74.58%	69.87%	65.47%	58.41%	57.25%	55.42%	55.73%	52.22%	48.18%

** Based on actual payroll

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The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2024 were derived from the June 30, 2023 funding valuation reports, as presented below:

	Miscellaneous	Safety
Actuarial cost method	Entry Age Normal Cost	Entry Age Normal Cost
Amortization method/period	Level percentage of payroll	Level percentage of payroll
Asset valuation method	Fair Value of Assets	Fair Value of Assets
Inflation	2.50% compounded annually	2.50% compounded annually
Projected salary increase	Varies by entry age	Varies by entry age
Payroll growth	2.75% compounded annually	2.75% compounded annually
Discount Rate	7.00% compounded annually, net of Investment & Administrative Expenses; includes inflation	7.00% compounded annually, net of Investment & Administrative Expenses; includes inflation
	Derived using CalPERS' Membership	Derived using CalPERS' Membership
Retirement age	Based on the 2017 CalPERS Experience Study for the period from 1997-2015	Based on the 2017CalPERS Experience Study for the period from 1997-2015
Mortality [1]	Based on the 2017 CalPERS Experience Study from the period from 1997 to 2015	Based on the 2017CalPERS Experience Study from the period from 1997-2015

[1] Pre-retirement and post-retirement mortality rates include 15 years of projected on-going mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
(Dollar amounts in thousands)
Last 10 Years*

Retiree Health Benefits	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	$ 24,511	$ 23,162	$ 27,787	$ 24,764	$ 23,497	$ 23,480	$ 21,777	$ 21,143
Interest	43,170	40,285	40,125	42,511	41,348	40,503	39,409	36,977
Changes of benefit terms	-	-	-	(2,994)	-	(1,224)	-	-
Difference between expected and actual experience	8,949	(23,998)	(12,079)	(29,719)	(17,434)	(29,522)	(35,022)	-
Change of assumptions	-	39,204	(18,173)	5,333	(4,784)	4,337	35,015	-
Benefit payments, including refunds *	(32,573)	(31,266)	(29,480)	(26,890)	(25,130)	(24,060)	(23,095)	(22,396)
Net changes in total OPEB liability	44,057	47,387	8,180	13,005	17,497	13,514	38,084	35,724
Total OPEB liability- beginning	711,264	663,877	655,697	642,692	625,195	611,681	573,597	537,873
Total OPEB liability- ending	$ 755,321	$ 711,264	$ 663,877	$ 655,697	$ 642,692	$ 625,195	$ 611,681	$ 573,597
Fiduciary net position								
Contributions from the employer	$ 50,573	$ 36,242	$ 44,021	$ 45,978	$ 41,832	$ 39,511	$ 35,569	$ 28,912
Net investment income	82,216	51,680	(65,580)	93,374	32,235	19,355	23,448	26,497
Benefit payments, including refunds *	(32,573)	(31,266)	(29,480)	(26,890)	(25,130)	(24,060)	(23,095)	(22,396)
Administrative expense	(300)	(291)	(254)	(269)	(279)	(186)	(223)	(266)
Net changes in total fiduciary net position	99,916	56,365	(51,293)	112,193	48,658	34,620	35,699	32,747
Total fiduciary net position- beginning	506,393	450,028	501,321	389,128	340,470	305,850	270,151	237,404
Total fiduciary net position- ending	$ 606,309	$ 506,393	$ 450,028	$ 501,321	$ 389,128	$ 340,470	$ 305,850	$ 270,151
Net OPEB liability	$ 149,012	$ 204,871	$ 213,849	$ 154,376	$ 253,564	$ 284,725	$ 305,831	$ 303,446
Plan fiduciary net position as a percentage of the total OPEB liability	80.27%	71.20%	67.79%	76.46%	60.55%	54.46%	50.00%	47.10%
Covered employee payroll	$ 575,509	$ 567,230	$ 505,787	$ 504,541	$ 508,509	$ 463,124	$ 418,573	$ 372,887
Net OPEB liability as a percentage of covered employee payroll	25.89%	36.12%	42.28%	30.60%	49.86%	61.48%	73.07%	81.38%

This schedule is intended to show information for the past ten years. Additional years will be displayed as they become available.
* Includes implied subsidy benefit payments of $5,719,000, $5,980,000, $4,560,000, $4,655,000, $4,413,000, $4,306,000, $4,196,000 and $3,900,000 in fiscal years 2024, 2023, 2022, 2021, 2020, 2019, 2018 and 2017, respectively.

Changes of Benefit terms
2019 - The additional $44 monthly BPO & BPMA retiree contributions cease in 2035 (ceased in 2018 for previous measurement date)
2021- $37/month retiree contributions extended to 2024

Changes in Assumptions
2018 - Discount rate was changed from 6.75% at 6/30/2017 to 6.50% at 6/30/2018
- General inflation was changed from 3.00% in 2017 to 2.75% in 2018
2019 - Demographic assumptions were updated to CalPERS 1997-2015 Experience Study
2020 - Mortality improvement scale was updated to Scale MP-2019
- Medical trend was changed from 7.50% for 2020 to 7.25% for 2021 for Non-Medicare, and from 6.50% for 2020 to 6.30% for 2021 for Medicare
2021 - Discount rate was changed from 6.50% at 6/30/2020 to 6.00% at 6/30/2021
- Mortality improvement scale was updated to Scale MP-2020
- Claim cost was updated using age based claims
- Medical trend rate for Kaiser Senior Advantage Plans was decreased
2022 - General inflation changed from 2.75% to 2.50% per annum
- Salary increases changed from 3.00% to 2.75% annually
- Mortality improvement scale was updated from Scale MP-2020 to Scale MP-2021
- Retiree participation at retirement, spouse coverage at retirement
2023 - Demographic assumption was updated based on CalPERS 2000-2019 Experience Study
- Active participation at retirement assumption
- Expected retirement age assumption
- Medical trend was changed from 6.5% for 2023 to 8.5% for 2024 for Non-Medicare, from 5.65% for 2023 to 7.5% for 2024 for Medicare (Non-Kaiser), and from 4.6% for 2023 to 6.25% for 2024 for Medicare (Kaiser)
2024 – None

(Continued)

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

(Dollar amounts in thousands)
Last 10 Years*

Survivor Benefit Plan	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	$ 1,929	$ 1,987	$ 3,334	$ 3,527	$ 2,011	$ 1,901	$ 2,071	$ 2,559
Interest	1,368	1,358	1,236	1,168	1,260	1,428	1,588	1,396
Changes of benefit terms	-	-	-	142	-	22	-	-
Difference between expected and actual experience	(2,991)	(2,466)	(4,901)	(2,797)	(971)	(5,946)	(1,017)	-
Change of assumptions	(2,220)	(2,389)	(12,368)	(4,132)	13,366	1,935	(9,676)	(7,743)
Benefit payments, including refunds	(395)	(376)	(340)	(296)	(434)	(213)	(329)	(346)
Net changes in total OPEB liability	(2,309)	(1,886)	(13,039)	(2,388)	15,232	(873)	(7,363)	(4,134)
Total OPEB liability- beginning	32,139	34,025	47,064	49,452	34,220	35,093	42,456	46,590
Total OPEB liability- ending	$ 29,830	$ 32,139	$ 34,025	$ 47,064	$ 49,452	$ 34,220	$ 35,093	$ 42,456
Fiduciary net position								
Contributions from the employee	$ 845	$ 797	$ 695	$ 9,456	$ 434	$ 213	$ 329	$ 346
Investment income	1,663	1,014	(1,279)	1,309	-	-	-	-
Administrative expenses	(6)	(34)	(38)	(18)	-	-	-	-
Benefit payments, including refunds	(395)	(376)	(340)	(296)	(434)	(213)	(329)	(346)
Net changes in total fiduciary net position	2,107	1,401	(962)	10,451	-	-	-	-
Total fiduciary net position- beginning	10,890	9,489	10,451	-	-	-	-	-
Total fiduciary net position- ending	$ 12,997	$ 10,890	$ 9,489	$ 10,451	$ -	$ -	$ -	$ -
Net OPEB liability	$ 16,833	$ 21,249	$ 24,536	$ 36,613	$ 49,452	$ 34,220	$ 35,093	$ 42,456
Plan fiduciary net position as a percentage of the total OPEB liability	43.57%	33.88%	27.89%	22.21%	0.00%	0.00%	0.00%	0.00%
Covered employee payroll	575,509	567,230	$ 505,787	$ 504,541	$ 508,509	$ 463,124	$ 418,573	$ 372,887
Net OPEB liability as a percentage of covered employee payroll	2.92%	3.75%	4.85%	7.26%	9.72%	7.39%	8.38%	11.39%

* This schedule is intended to show information for the past ten years. Additional years will be displayed as they become available.

Changes of benefit terms
2019 - The additional $44 monthly BPOA & BPMA retiree contributions cease in 2035 (ceased in 2018 for previous measurement date)
2021 - $37/month retiree contributions reimbursed by Plan to survivors extended to 2024

Changes of Assumptions
2017 - Discount rate changed from 2.85% in 2016 to 3.58% in 2017
2018 - Discount rate changed from 3.58% in 2017 to 3.87% in 2018
- General Inflation changed from 3.0% in 2017 to 2.75% in 2018
2019 - Demographic assumptions were updated to CalPERS 1997-2015 experience Study
2020 - Discount rate was updated based on municipal bond rate as of measurement date
- Mortality improvement scale was updated to Scale MP-2019
2021 - Plan funding through a trust began
- Discount rate based on crossover test
- Decreased medical trend rate for Kaiser Senior Advantage plans
- Mortality improvement scale was updated to Scale MP-2020
2022 - Discount rate was updated from 2.46% to 3.79% based on crossover test
- Economic Assumptions:
General inflation changed from 2.75% to 2.50% per annum
Salary increases changed from 3.00% to 2.75% annually
Mortality improvement scale was updated from Scale MP-2020 to MP-2021
2023 - Discount rate was updated from 3.79% to 4.04% based on crossover test
- Updated medical trend rate
- Updated demographic assumptions based on CalPERS 2000-2019 Experience Study
- Mortality improvement scale was updated from Scale MP-2020 to MP-2021
2024 – Discount rate was updated based on cross over test from 4.04% to 4.44%

(Continued)

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
(Dollar amounts in thousands)
Last 10 Years*

Retiree Life Insurance	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	$ 1,561	$ 1,391	$ 2,430	$ 2,087	$ 1,321	$ 1,146	$ 1,158	$ 1,401
Interest	1,783	1,560	1,215	1,147	1,339	1,402	1,264	1,101
Changes of benefit terms	-	-	-	-	-	(1,032)	-	-
Difference between expected and actual experience	(181)	2,421	(1,133)	1,188	748	(414)	167	-
Change of assumptions	(3,515)	407	(12,428)	733	10,636	1,838	(891)	(4,915)
Benefit payments, including refunds **	(1,037)	(1,308)	(1,181)	(1,030)	(1,367)	(821)	(679)	(685)
Net changes in total OPEB liability	(1,389)	4,471	(11,097)	4,125	12,677	2,119	1,019	(3,098)
Total OPEB liability- beginning	47,804	43,333	54,430	50,305	37,628	35,509	34,490	37,588
Total OPEB liability- ending	$ 46,415	$ 47,804	$ 43,333	$ 54,430	$ 50,305	$ 37,628	$ 35,509	$ 34,490
Covered employee payroll	$ 515,579	$ 511,167	$ 453,877	$ 456,619	$ 508,509	$ 463,124	$ 418,573	$ 372,887
Total OPEB liability as a percentage of covered employee payroll	9.00%	9.35%	9.55%	11.92%	9.89%	8.12%	8.48%	9.25%

There are no assets accumulated in trust for the Retiree Life Insurance plan.

* This schedule is intended to show information for the past ten years. Additional years will be displayed as they become available.

** Includes implied subsidy benefit payments as summarized below:

Year	Implied Subsidy (in thousands)
2024	$ 901
2023	1,168
2022	1,021
2021	892
2020	1,210
2019	679
2018	547
2017	542

Benefit Changes:
2019 - The additional $44 monthly BPOA & BPMA retiree contributions cease in 2035 (ceased in 2018 for previous measurement date)
- BPOA and BPMA members retiring on or after 1/1/19 do not have life insurance benefits provided by the District, nor would they be eligible to purchase life insurance through the District plan

Changes in Assumptions:
2017 - Discount rate was updated based on municipal bond rate as of measurement date
- Mortality improvement scale was updated to Scale MP - 2017
2018 - Discount rate was updated based on municipal bond rate as of measurement date, 3.87% for 2018
2019 - Discount rate was updated based on municipal bond rate as of measurement date, 3.50% for 2019
- CalPERS 1997-2015 Experience study was used
2020 - Discount rate was updated based on municipal bond rate as of measurement date, 2.21% for 2020
- Mortality improvement scale was updated to Scale MP- 2019
2021 - Discount rate was updated based on municipal bond rate as of measurement date, 2.16% for 2021
- Mortality improvement scale was updated to Scale MP – 2020
2022 - Discount rate was updated based on municipal bond rate as of the measurement date
- Economic Assumptions:
Inflation decreased from 2.75% to 2.50%
- Mortality Improvement scale was updated to Scale MP-2021
2023 - Discount rate was updated based on municipal bond rate as of the measurement date
- Updated demographic assumptions based on CalPERS 2000-2019 Experience study
2024 - Discount rate was updated based on municipal bond rate as of the measurement date, 3.93% for 2024

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS
(Dollar amounts in thousands)
Last 10 Years*

	2024	2023	2022	2021	2020	2019	2018	2017
Retiree Health Benefits								
Actuarially determined contribution (ADC)	$ 50,573	$ 36,242	$ 44,021	$ 45,978	$ 41,832	$ 39,511	$ 35,569	$ 28,912
Contributions in relation to the actuarially determined contribution	(50,573)	(36,242)	(44,021)	(45,978)	(41,832)	(39,511)	(35,569)	(28,912)
Contribution deficiency / (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered employee payroll **	$ 575,509	$ 567,230	$ 505,787	$ 504,541	$ 508,509	$ 463,124	$ 418,573	$ 372,887
Contributions as a percentage of covered employee payroll	8.79%	6.39%	8.70%	9.11%	8.23%	8.53%	8.50%	7.75%

	2024	2023	2022	2021	2020	2019	2018	2017
Survivor Benefit Plan								
Actuarially determined contribution (ADC)	$ 1,359	$ 1,270	$ 1,169	$ 1,227	$ 3,019	$ 2,911	$ 2,672	$ 3,138
Contributions in relation to the actuarially determined contribution	-	-	-	-	-	-	-	-
Contribution deficiency / (excess)	$ 1,359	$ 1,270	$ 1,169	$ 1,227	$ 3,019	$ 2,911	$ 2,672	$ 3,138
Covered employee payroll **	$ 575,509	$ 567,230	$ 505,787	$ 504,541	$ 508,509	$ 463,124	$ 418,573	$ 372,887
Contributions as a percentage of covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

	2024	2023	2022	2021	2020	2019	2018	2017
Retiree Life Insurance								
Actuarially determined contribution (ADC)	$ -	$ -	$ -	$ 4,281	$ 3,860	$ 3,624	$ 3,071	$ 2,450
Contributions in relation to the actuarially determined contribution	-	-	-	(1,030)	(1,367)	(821)	(679)	(685)
Contribution deficiency / (excess)	$ -	$ -	$ -	$ 3,251	$ 2,493	$ 2,803	$ 2,392	$ 1,765
Covered employee payroll **	-	-	-	456,619	508,509	463,124	418,573	372,887
Contributions as a percentage of covered employee payroll	%	%	%	0.23%	0.27%	0.18%	0.16%	0.18%

* This schedule is intended to show information for the past ten years. Additional years will be displayed as they become available.

** Based on actual payroll.

(Continued)

Methods and assumptions for the actuarially determined contribution for fiscal year 2024 are as follows:

Retiree Health Benefits

Valuation Date	June 30, 2022
Actuarial Cost Method	Entry Age, level percentage of payroll
Amortization Method	Level percent of payroll
Amortization Period	11- year fixed period for 2023/2024
Asset Valuation Method	Fair value of assets
Discount Rate and Long Term Expected Rate of Return on Assets	6.00%
General Inflation	2.50%
Medical Trend	Non-Medicare- 8.5% for 2024 decreasing to an ultimate rate of 3.45% in 2076 Medicare (Non-Kaiser)- 7.5% for 2024, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Kaiser)- 6.25% for 2024, decreasing to an ultimate rate of 3.45% in 2076
Mortality	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational Scale MP-2021

Survivor Benefits

Valuation date	June 30, 2022
Actuary	Foster & Foster, Inc
Actuarial cost method	Entry age, level percentage of payroll
Amortization method	Level percent of payroll
Amortization period	17-year fixed (closed) period for 2023/2024
Asset valuation method	Market value of assets
Discount rate	6.00%
General Inflation	2.50%
Medical Trend	-Non-Medicare – 8.5% for 2024, decreasing to an ultimate rate of 3.45% in 2076 -Medicare (Non-Kaiser) – 7.50% for 2024, decreasing to an ultimate rate of 3.45% in 2076 -Medicare (Kaiser) – 6.25% for 2024, decreasing to an ultimate rate of 3.45% in 2076
Mortality	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational Scale MP-2021
Annual Money Weighted Rate of Return Net of Investment Expense	15.60%

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENTS – FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
(Dollar amounts in thousands)
June 30, 2024

	Retiree Health Benefit Trust	Survivor Benefit Trust	Total Fiduciary Funds
ASSETS			
Cash and cash equivalents	$ 39,355	$ 645	$ 40,000
Receivables and other assets			
Receivable from BART	-	584	584
Interest and dividend receivables	776	3	779
Pending trades receivables	39,099	-	39,099
Prepaid expenses	11	-	11
Total receivables and other assets	39,886	587	40,473
Investments			
Domestic common stocks	59,480	-	59,480
Domestic preferred stocks	-	-	-
Foreign stocks	5,408	-	5,408
U.S. Treasury obligations	38,160	-	38,160
Mortgage backed securities	34,533	-	34,533
Mutual funds - equity	322,161	7,688	329,849
Mutual funds - fixed income securities	103,263	4,082	107,345
Corporate obligations	35,279	-	35,279
Foreign obligations	894	-	894
Total investments	599,178	11,770	610,948
Total assets	678,419	13,002	691,421
LIABILITIES			
Accounts payable	124	24	148
Pending trades payable	71,986	-	71,986
Total liabilities	72,110	24	72,134
Net position restricted for other postemployment benefits	$ 606,309	$ 12,978	$ 619,287

SAN FRANCISCO BAY AREA RAPID TRANSIT DISTRICT
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENTS – FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
(Dollar amounts in thousands)
Year ended June 30, 2024

	Retiree Health Benefit Trust	Survivor Benefit Trust	Total Fiduciary Funds
Additions			
Employer contributions	$ 50,573	$ -	$ 50,573
Employee and retiree contributions	-	845	845
Net investment income (expense):			
Interest and dividend income	14,573	308	14,881
Net realized and unrealized gains on investments	67,883	1,365	69,248
Investment expense	(240)	(10)	(250)
Net investment income (expense)	82,216	1,663	83,879
Total additions	132,789	2,508	135,297
Deductions			
Benefit payments	32,573	395	32,968
Legal fees	6	-	6
Audit fees	19	19	38
Insurance expense	22	-	22
Administrative fees	253	6	259
Total deductions	32,873	420	33,293
Change in net position	99,916	2,088	102,004
Net position restricted for other postemployment benefits, beginning of year	506,393	10,890	517,283
Net position restricted for other postemployment benefits, end of year	$ 606,309	$ 12,978	$ 619,287

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San Francisco Bay Area Rapid Transit District

STATISTICAL SECTION

Statistical Section

This section of San Francisco Bay Area Rapid Transit District's (BART) annual comprehensive financial report presents trend information about BART's financial results, major revenue sources, outstanding debt obligations, demographic statistics, and operating activities to help the reader understand BART's overall financial condition.

Financial Trends

These schedules contain trend information to help the reader understand how BART's financial performance has changed over time.

Revenue Capacity

These schedules contain information to help the reader assess BART'S local revenue sources: sales taxes, operating assistance, and passenger fares.

Debt Capacity

These schedules present information to help the reader assess the affordability of BART's current outstanding debts and BART's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules contain demographic and economic indicators to assist the reader in understanding the environment within which BART's financial activities take place.

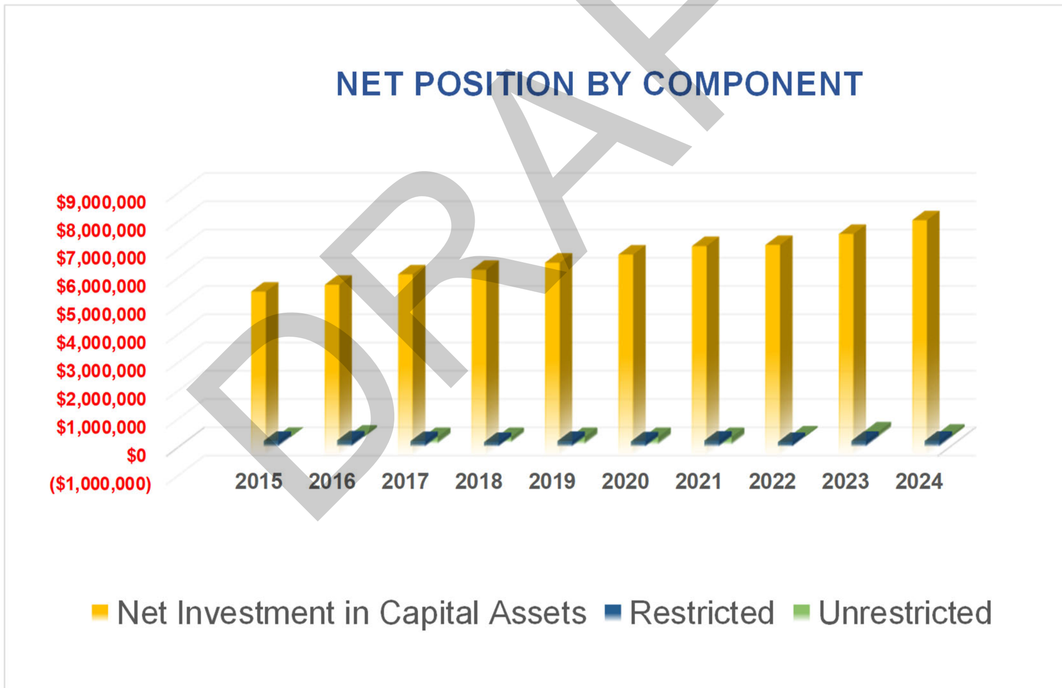
Operating Information

These schedules contain service and facilities statistics to help the reader understand how BART's financial report relates to its services and operating activities and how it compares to the transit industry.

Financial Trends

San Francisco Bay Area Rapid Transit District **Table 1**
Net Position by Component
Last Ten Fiscal Years
(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net Investment in Capital Assets	$ 5,816,753	$ 6,055,965	$ 6,426,653	$ 6,586,781	$ 6,840,499	$ 7,127,402	$ 7,426,365	$ 7,466,830	$ 7,855,281	$ 8,342,567
Restricted	193,944	214,849	190,612	156,387	191,394	178,326	205,370	156,553	197,431	199,070
Unrestricted	6,495	78,141	(242,644)	(191,334)	(261,741)	(275,894)	(278,113)	46,949	190,636	111,170
Total Net Position	**$ 6,017,192**	**$ 6,348,955**	**$ 6,374,621**	**$ 6,551,834**	**$ 6,770,152**	**$ 7,029,834**	**$ 7,353,622**	**$ 7,670,332**	**$ 8,243,348**	**$ 8,652,807**



SOURCE : BART Audited Financial Statements
www.bart.gov/financials

San Francisco Bay Area Rapid Transit District **Table 2**
Changes in Net Position
Last Ten Fiscal Years
(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Operating revenues										
Fares	$ 463,634	$ 489,583	$ 485,674	$ 481,783	$ 482,644	$ 341,587	$ 62,528	$ 135,818	$ 188,311	$ 218,988
Other	50,907	56,217	61,426	64,831	72,040	53,347	27,981	30,294	33,369	39,636
Total operating revenues	**514,541**	**545,800**	**547,100**	**546,614**	**554,684**	**394,934**	**90,509**	**166,112**	**221,680**	**258,624**
Operating expenses										
Transportation	183,296	188,236	209,335	219,590	223,089	221,809	215,274	240,333	269,156	292,416
Maintenance	251,817	285,996	302,699	333,840	370,506	403,242	374,529	409,899	456,702	466,374
Police services	55,722	63,921	64,236	68,166	74,360	84,054	88,054	93,835	97,787	117,146
Construction and engineering	20,309	23,917	26,700	30,139	36,257	39,789	34,769	28,065	28,715	14,411
General and administrative	149,287	150,986	200,376	228,768	225,504	269,863	233,795	116,197	207,053	289,614
Depreciation	170,025	196,452	191,877	219,782	207,345	230,198	228,528	337,540	302,446	318,014
Total operating expenses	**830,456**	**909,508**	**995,223**	**1,100,285**	**1,137,061**	**1,248,955**	**1,174,949**	**1,225,869**	**1,361,859**	**1,497,975**
Less - capitalized costs	(63,315)	(74,762)	(87,158)	(107,469)	(138,887)	(181,426)	(185,185)	(173,064)	(157,302)	(151,024)
Net operating expenses	**767,141**	**834,746**	**908,065**	**992,816**	**998,174**	**1,067,529**	**989,764**	**1,052,805**	**1,204,557**	**1,346,951**
Operating loss	**(252,600)**	**(288,946)**	**(360,965)**	**(446,202)**	**(443,490)**	**(672,595)**	**(899,255)**	**(886,693)**	**(982,877)**	**(1,088,327)**
Nonoperating revenues (expenses)										
Transactions and use tax - sales tax	233,148	241,547	247,185	257,883	280,385	266,895	258,522	310,706	327,128	320,133
Property tax	62,394	55,849	99,163	119,218	123,677	170,582	195,951	124,658	211,132	218,718
Operating financial assistance	107,308	72,794	77,069	54,736	65,693	282,938	497,524	552,639	515,016	320,534
Contribution for BART car replacement funding exchange program	(74,168)	(50,176)	(52,548)	-	-	-	-	-	-	-
Investment income	2,507	2,752	3,747	12,088	19,337	19,653	1,523	1,064	51,653	74,565
Interest expense	(39,088)	(36,217)	(28,423)	(32,846)	(31,132)	(60,906)	(65,837)	(75,808)	(99,581)	(98,036)
Donated assets received	5,121	-	-	-	-	-	-	-	-	-
Planning and Studies	-	-	-	-	-	-	(28,372)	(39,038)	(42,660)	(23,354)
Gain from exchange of property	6,012	7,284	24,839	-	-	-	-	-	-	29,436
Other expense	(20)	(1,247)	(5,070)	(906)	(328)	(3,561)	(2,080)	(2,127)	-	-
Total nonoperating revenues, net	**303,214**	**292,586**	**365,962**	**410,173**	**457,632**	**675,601**	**857,231**	**872,094**	**962,688**	**841,996**
Change in net position before capital contributions	**50,614**	**3,640**	**4,997**	**(36,029)**	**14,142**	**3,006**	**(42,024)**	**(14,599)**	**(20,189)**	**(246,331)**
Capital contributions	256,231	328,123	342,270	233,728	204,176	256,676	365,812	332,321	593,205	655,790
Special Item - settlement of loans	-	-	-	-	-	-	-	-	-	-
Change in net position	**306,845**	**331,763**	**347,267**	**197,699**	**218,318**	**259,682**	**323,788**	**317,722**	**573,016**	**409,459**
Net position, beginning of year	6,209,503	6,017,192	6,348,955	6,374,621	6,551,834	6,770,152	7,029,834	7,353,622	7,670,332	8,243,348
Restatement for adoption of GASB 65	(499,156)	-	-	-	-	-	-	-	-	-
Provison for GASB 75	-	-	(321,601)	-	-	-	-	-	-	-
Loss from Discontinued Opertaion - Livermore Extension	-	-	-	(20,486)	-	-	-	-	-	-
Prior Period Adjustment - Leases GASB 87 Implementation	-	-	-	-	-	-	-	(1,012)	-	-
Net position, end of year	**$ 6,017,192**	**$ 6,348,955**	**$ 6,374,621**	**$ 6,551,834**	**$ 6,770,152**	**$ 7,029,834**	**$ 7,353,622**	**$ 7,670,332**	**$ 8,243,348**	**$ 8,652,807**
Debt service as a percentage of noncapital expenditures	**14.29%**	**10.53%**	**12.22%**	**14.97%**	**11.52%**	**11.93%**	**15.24%**	**16.39%**	**14.21%**	**15.20%**

SOURCE : BART Audited Financial Statements
www.bart.gov/financials

Revenue Capacity

San Francisco Bay Area Rapid Transit District **Table 3**
Operating Revenue Base
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

Fiscal Year	Passenger Fares	Parking Revenue	Advertising Revenue	Telecom Revenue	Non-Transportation Revenue	Other Agency Revenues	Total
2015	$ 463,634	$ 28,404	$ 8,701	$ 6,488	$ 3,558	$ 3,757	$ 514,542
2016	489,583	33,543	9,126	7,793	1,704	4,052	545,800
2017	485,674	35,110	9,707	7,647	4,306	4,656	547,100
2018	481,783	36,164	11,480	7,452	4,021	5,714	546,614
2019	482,644	37,015	17,852	7,104	4,020	6,050	554,684
2020	341,587	28,212	8,159	7,890	4,174	4,912	394,934
2021	62,528	7,183	1,619	9,531	5,126	4,522	90,509
2022	135,818	11,592	1,132	8,252	7,192	2,126	166,112
2023	187,806	14,219	3,332	8,624	4,832	2,867	221,680
2024	218,988	17,016	2,299	10,892	6,455	2,974	258,624

SOURCE : BART Audited Financial Statements
www.bart.gov/financials

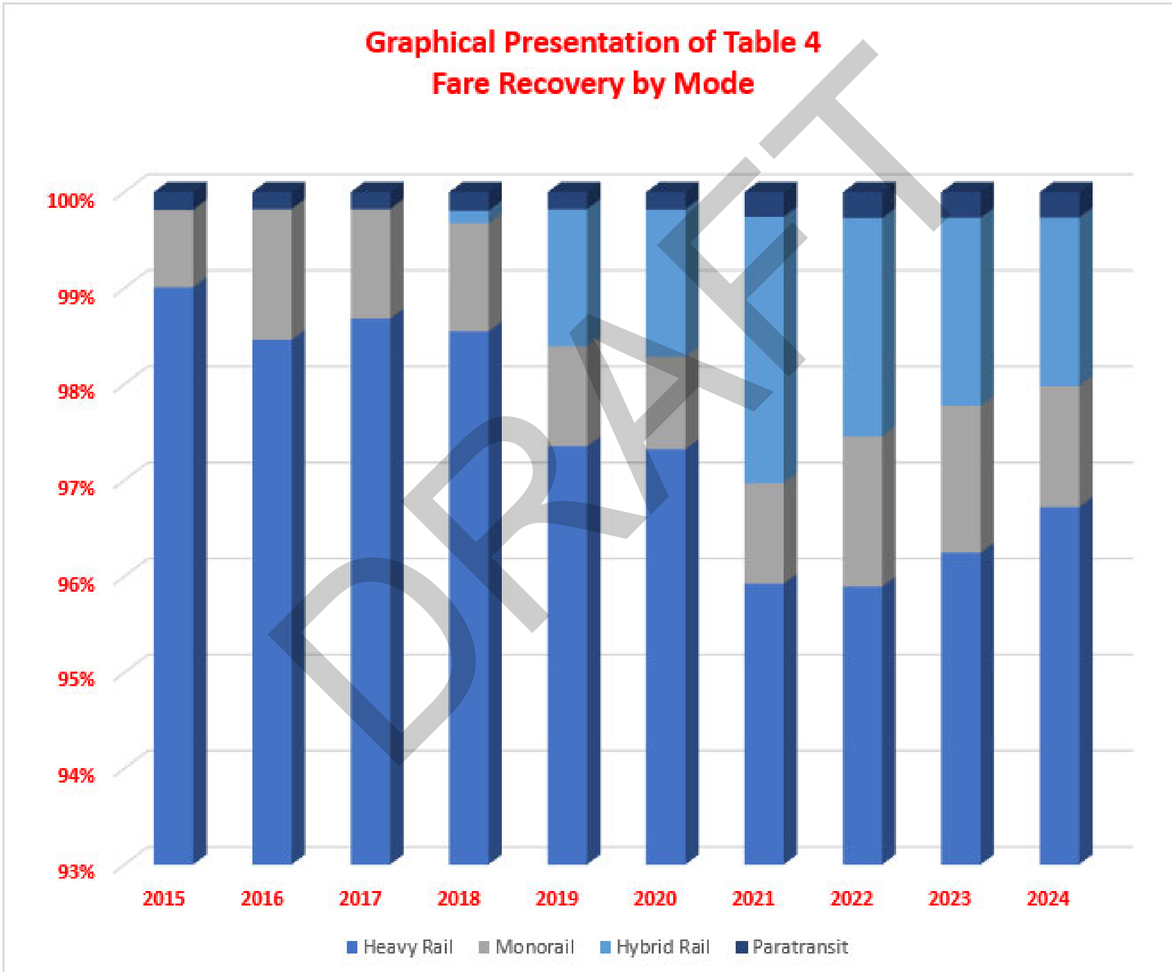
San Francisco Bay Area Rapid Transit District **Table 4**
Business-type Activities - Transit Operations
Farebox Recovery Percentage by Mode
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Heavy Rail	Monorail	Hybrid Rail	Paratransit	All Modes
2015	99.01%	0.81%	0.00%	0.19%	100.00%
2016	98.46%	1.36%	0.00%	0.18%	100.00%
2017	98.68%	1.14%	0.00%	0.18%	100.00%
2018	98.55%	1.13%	0.13%	0.19%	100.00%
2019	97.35%	1.04%	1.42%	0.18%	100.00%
2020	97.32%	0.96%	1.53%	0.18%	100.00%
2021	95.93%	1.04%	2.77%	0.26%	100.00%
2022	95.89%	1.56%	2.27%	0.27%	100.00%
2023	96.25%	1.53%	1.96%	0.27%	100.00%
2024	96.72%	1.26%	1.75%	0.27%	100.00%

Fiscal Year	Heavy Rail	Monorail	Hybrid Rail	Paratransit	All Modes
2015	$ 459,042	$ 3,733	$ -	$ 860	$ 463,634
2016	482,050	6,666	-	867	489,583
2017	479,277	5,536	-	860	485,674
2018	474,797	5,421	628	938	481,783
2019	469,866	5,038	6,877	863	482,644
2020	332,443	3,290	5,238	615	341,587
2021	59,981	653	1,734	160	62,528
2022	130,241	2,124	3,085	369	135,819
2023	181,243	2,878	3,685	505	188,311
2024	211,709	2,757	3,838	584	218,888

SOURCE : National Transit Database

San Francisco Bay Area Rapid Transit District
Business-type Activities - Transit Operations
Farebox Recovery Percentage by Mode
Last Ten Fiscal Years



San Francisco Bay Area Rapid Transit District **Table 5**

Passenger Fare Structure [1]

Last Ten Calendar Years

Calendar year [2]	2015	2016	2017	2018	2019	2020	2021	2022 [4]	2023	2024
Trip Length Tier Minimum Fare [3]										
Short	$ 1.74	$ 1.80	$ 1.80	$ 1.85	$ 1.85	$ 1.95	$ 1.95	$ 2.02	$ 2.02	$ 2.09
Medium	1.93	2.00	2.00	2.05	2.05	2.16	2.16	2.23	2.23	2.31
Long	3.04	3.14	2.14	3.22	3.22	3.39	3.39	3.51	3.51	3.63
Trip Length Tier Per Mile Additional Charge [3]										
Medium	0.141	0.146	0.146	0.150	0.150	0.158	0.158	0.163	0.163	0.169
Long	0.085	0.088	0.088	0.090	0.090	0.095	0.095	0.098	0.098	0.101
Excursion Fare										
Base fare for entering and exiting same station	5.40	5.60	5.60	5.75	5.75	6.05	6.05	6.25	6.25	6.45
Speed Differential	0.054	0.056	0.056	0.058	0.058	0.061	0.061	0.063	0.063	0.063
Surcharge Assumptions										
Capital	0.13	0.13	0.13	0.13	0.13	0.14	0.14	0.14	0.14	0.14
Transbay	0.94	0.97	0.97	1.00	1.00	1.05	1.05	1.09	1.09	1.13
Daly City to West Bay	1.08	1.12	1.12	1.15	1.15	1.21	1.21	1.25	1.25	1.29
San Mateo County	1.24	1.28	1.28	1.31	1.31	1.38	1.38	1.43	1.43	1.48
San Mateo County Actual	1.37	1.41	1.41	1.44	1.44	1.52	1.52	1.57	1.57	1.62
San Francisco Airport base premium	4.27	4.42	4.42	4.54	4.54	4.79	4.79	4.95	4.95	5.12
Oakland Airport base premium	6.00	6.00	6.00	6.16	6.16	6.49	6.49	6.71	6.71	6.94
Mag stripe blue ticket	-	-	-	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Productivity-adjusted Inflation-based percent increase from prior	5.2%	3.4%	3.4%	2.7%	2.7%	5.4%	5.4%	3.4%	3.4%	3.4%

[1] *Fares are calculated based on distance traveled, with surcharges applied to certain trips, adjusted by a speed differential. These components, however, are not visible to the rider, who pays their sum rounded to the nearest nickel.*

[2] *BART has a statutory program in place to increase fares by small, inflation-based amounts every two calendar years.*

[3] *Trip Length Tier Parameters*

Short trip maximum number of miles - 6 miles

Medium trip maximum number of miles - 14 miles

Long trip

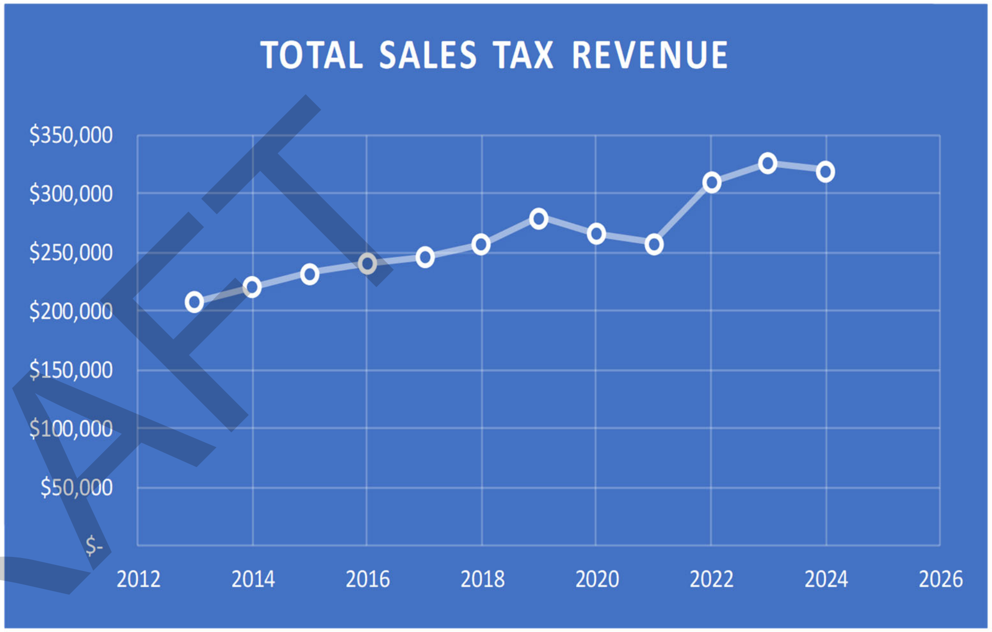
[4] *In 2022, the fare increase planned for January was deferred for 6 months to July.*

Fare rates are available at www.bart.gov

San Francisco Bay Area Rapid Transit District
Sales Tax Revenue
Last Ten Fiscal Years
(Cash Basis of Accounting)
(Amounts expressed in thousands)

Table 6

Fiscal Year	Total Sales Tax Revenue
2015	$ 233,148
2016	241,547
2017	247,185
2018	257,883
2019	280,385
2020	266,895
2021	258,522
2022	310,706
2023	327,128
2024	320,133



SOURCE : BART Audited Financial Statements
www.bart.gov/financials

San Francisco Bay Area Rapid Transit District **Table 7**
City and County of San Francisco Taxable Transactions by Type of Business
Last Ten Calendar Years
(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 [1]
All Other Outlets	$ 5,839,079	$ 6,174,841	$ 5,981,674	$ 6,312,252	$ 6,689,891	$ 4,839,281	$ 5,503,320	$ 6,685,572	$ 6,493,611	$ 3,240,152
Building Material and Garden Equipment and Supplies Dealers	588,279	586,373	605,711	681,369	718,692	642,104	685,895	691,182	636,795	291,503
Clothing and Clothing Accessories Stores	2,163,743	2,132,167	2,056,070	2,046,414	2,029,312	1,163,031	1,587,968	1,746,756	1,576,178	678,624
Food and Beverage Stores	830,061	843,717	863,215	856,217	861,757	746,455	722,410	768,428	794,715	386,313
Food Services and Drinking Places	4,441,352	4,670,360	4,743,633	4,844,464	5,046,263	2,081,728	2,953,373	4,266,095	4,537,493	2,239,627
Gasoline Stations	471,496	428,473	490,255	583,480	548,509	304,977	432,768	612,261	553,559	261,998
General Merchandise Stores	865,959	837,698	814,324	790,845	755,350	560,059	667,930	691,405	628,274	279,091
Home Furnishings and Appliance Stores	1,010,769	965,919	916,777	1,018,006	1,034,213	768,022	919,239	940,945	790,701	361,234
Motor Vehicle and Parts Dealers	565,639	573,965	628,666	674,008	601,929	593,476	625,719	575,323	590,487	280,134
Other Retail Group	2,136,115	2,223,654	2,373,545	2,535,667	2,671,219	2,690,590	2,508,494	2,633,438	2,500,262	1,166,733
Grand Total	**$ 18,912,492**	**$ 19,437,167**	**$ 19,473,870**	**$ 20,342,722**	**$ 20,957,135**	**$ 14,389,723**	**$ 16,607,116**	**$ 19,611,406**	**$ 19,102,077**	**$ 9,185,411**

SOURCE: Board of Equalization
N/A - Data unavailable
[1] *Data available is only for January - June 2024*

San Francisco Bay Area Rapid Transit District **Table 8**

Contra Costa County Taxable Transactions by Type of Business

Last Ten Calendar Years

(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 [1]
All Other Outlets	$ 4,249,805	$ 4,177,784	$ 4,256,199	$ 4,444,000	$ 4,762,302	$ 4,899,331	$ 6,100,481	$ 6,730,812	$ 6,733,076	$ 3,204,677
Building Material and Garden Equipment and Supplies Dealers	1,002,124	1,069,948	1,159,632	1,247,703	1,229,980	1,393,714	1,520,337	1,538,421	1,453,348	704,563
Clothing and Clothing Accessories Stores	902,810	940,766	956,380	1,006,196	1,027,195	776,036	1,126,024	1,170,671	1,169,128	551,520
Food and Beverage Stores	816,995	841,672	894,222	911,240	924,880	1,008,278	1,002,522	1,025,388	1,019,549	498,479
Food Services and Drinking Places	1,613,644	1,704,675	1,786,381	1,853,159	1,959,850	1,480,020	1,981,255	2,274,731	2,430,389	1,222,697
Gasoline Stations	1,341,604	1,249,397	1,409,204	1,638,072	1,611,849	1,059,711	1,431,283	1,906,410	1,670,278	816,053
General Merchandise Stores	1,567,416	1,598,156	1,651,647	1,711,123	1,704,564	1,634,668	1,806,926	1,923,439	1,838,263	829,525
Home Furnishings and Appliance Stores	686,740	718,157	710,526	739,695	700,037	638,465	813,371	783,507	731,479	333,977
Motor Vehicle and Parts Dealers	2,245,947	2,389,936	2,466,061	2,524,584	2,441,947	2,371,368	2,710,019	2,621,355	2,527,060	1,177,079
Other Retail Group	1,359,781	1,413,796	1,467,381	1,532,117	1,718,142	2,781,984	2,565,136	2,546,288	2,800,439	1,380,691
Grand Total	**$ 15,786,866**	**$ 16,104,287**	**$ 16,757,633**	**$ 17,607,889**	**$ 18,080,746**	**$ 18,043,575**	**$ 21,057,354**	**$ 22,521,022**	**$ 22,373,010**	**$ 10,719,263**

SOURCE: Board of Equalization

N/A - Data unavailable

[1] *Data available is only for January - June 2024*

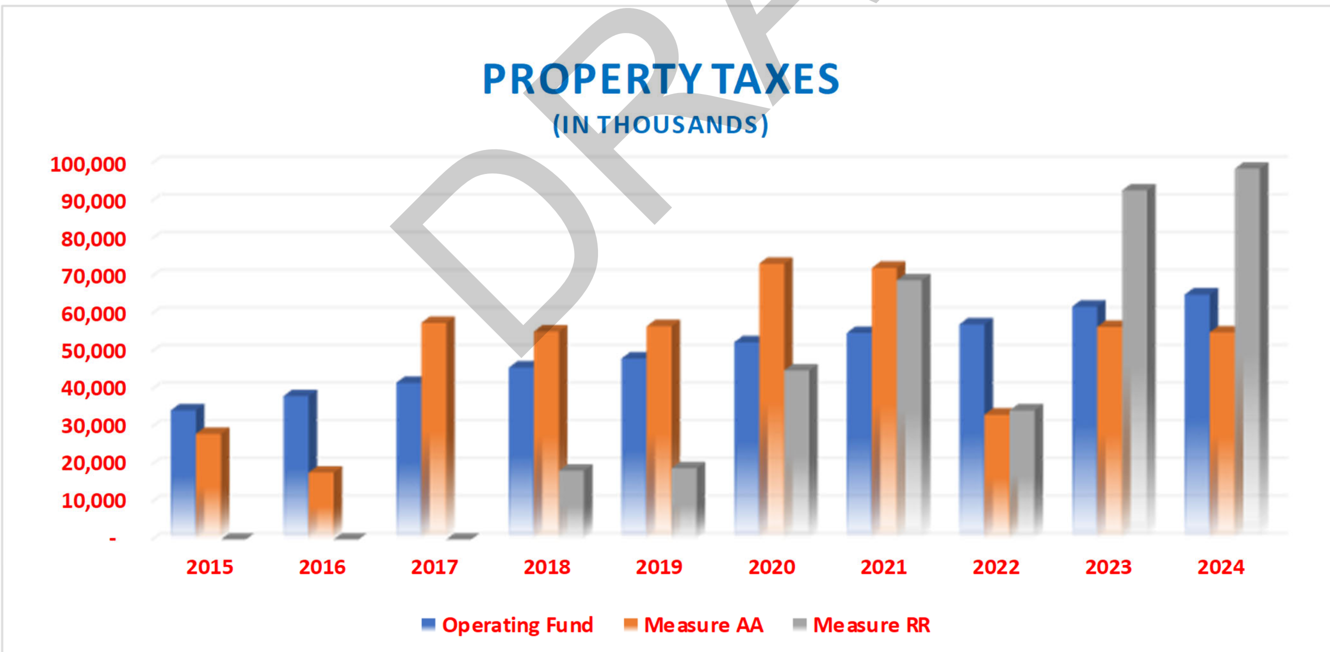
San Francisco Bay Area Rapid Transit District **Table 9**
Alameda County Taxable Transactions by Type of Business
Last Ten Calendar Years
(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 [1]
All Other Outlets	$ 11,067,352	$ 11,571,792	$ 11,915,581	$ 12,215,953	$ 13,194,421	$ 12,244,743	$ 15,332,822	$ 20,413,002	$ 18,320,134	$ 8,046,044
Building Material and Garden Equipment and Supplies Dealers	1,566,918	1,662,615	1,810,222	1,861,085	1,897,573	2,013,946	2,242,196	2,334,922	2,135,797	981,682
Clothing and Clothing Accessories Stores	1,573,419	1,702,836	1,723,977	1,824,581	1,874,869	1,262,678	1,761,513	1,834,632	1,817,892	816,859
Food and Beverage Stores	1,146,357	1,198,454	1,243,767	1,257,774	1,277,945	1,323,098	1,301,005	1,321,542	1,337,128	650,609
Food Services and Drinking Places	3,027,990	3,212,759	3,382,643	3,512,894	3,699,924	2,418,690	3,309,221	3,882,642	4,089,617	2,052,841
Gasoline Stations	1,807,464	1,626,667	1,853,251	2,111,653	2,068,341	1,327,851	1,870,129	2,427,691	2,096,253	973,417
General Merchandise Stores	1,989,749	1,952,448	2,046,788	2,110,422	2,130,021	1,981,213	2,207,098	2,269,182	2,264,111	1,015,283
Home Furnishings and Appliance Stores	1,347,605	1,341,821	1,318,289	1,336,807	1,374,406	1,221,330	1,608,196	1,490,562	1,287,466	605,593
Motor Vehicle and Parts Dealers	3,932,865	4,212,924	4,565,390	5,831,346	4,628,050	4,301,875	4,658,944	4,681,248	4,497,062	2,104,398
Other Retail Group	2,512,594	2,681,005	2,842,175	3,010,788	2,970,613	4,080,577	3,644,471	3,668,247	3,545,039	1,647,505
Grand Total	**$ 29,972,313**	**$ 31,163,321**	**$ 32,702,083**	**$ 35,073,303**	**$ 35,116,163**	**$ 32,176,001**	**$ 37,935,595**	**$ 44,323,669**	**$ 41,390,500**	**$ 18,894,230**

SOURCE: Board of Equalization
N/A - Data unavailable
[1] *Data available is only for January - June 2024*

San Francisco Bay Area Rapid Transit District **Table 10**
Property Taxes (Combined Alameda, Contra Costa & San Francisco Counties)
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Operating Fund	Debt Service Fund Measure AA	Debt Service Fund Measure RR	Total
2015	$ 34,325	$ 28,069	$ -	$ 62,394
2016	38,086	17,763	-	55,849
2017	41,622	57,541	-	99,163
2018	45,701	55,269	18,248	119,218
2019	48,086	56,693	18,898	123,677
2020	52,393	73,277	44,912	170,582
2021	54,884	72,191	68,876	195,951
2022	57,189	33,183	34,286	124,657
2023	61,878	56,498	92,756	211,132
2024	65,082	55,034	98,602	218,718
Total	**$ 499,246**	**$ 505,517**	**$ 376,578**	**$ 1,381,341**



SOURCE : BART Audited Financial Statements
www.bart.gov/financials

San Francisco Bay Area Rapid Transit District
Property Tax Levies and Collections for the General Obligation Bonds Program **Table 11**
Last Ten Fiscal Years
(Amounts expressed in thousands)

		Collected within the Fiscal Year of the Levy			Total Collections	
Fiscal Year	**Total Gross Levy**	**Amount Collected**	**Percentage of Gross Levy**	**Collection in Subsequent Years**	**Amount**	**Percentage of Adjusted Levy**
2015	$ 23,484	$ 27,050	115.18%	$ 1,020	$ 28,069	119.53%
2016	13,833	17,133	123.86%	630	17,763	128.41%
2017	46,110	56,860	123.31%	681	57,541	124.79%
2018	39,227	70,233	179.04%	3,284	73,517	187.41%
2019	46,850	74,375	158.75%	1,216	75,591	161.35%
2020	89,777	113,002	125.87%	5,188	118,189	131.65%
2021	113,483	135,268	119.20%	5,799	141,067	124.31%
2022	48,973	64,780	132.28%	2,689	67,469	137.77%
2023	121,755	140,543	115.43%	8,711	149,254	122.59%
2024	102,176	152,686	149.43%	882	153,568	150.30%
TOTAL	**$ 645,668**	**$ 851,929**		**$ 30,098**	**$ 882,027**	

SOURCE : BART Audited Financial Statements
www.bart.gov/financials

San Francisco Bay Area Rapid Transit District
Assessed Value of Taxable Property
Last Ten Fiscal years
(Amounts expressed in thousands)

Table 12

Year	Alameda County	Contra Costa County	City and County of San Francisco	Total
2014/2015	$ 218,741,967	$ 159,376,249	$ 181,809,981	$ 559,928,197
2015/2016	235,814,982	171,040,563	194,392,572	601,248,117
2016/2017	252,358,011	181,690,537	211,532,524	645,581,072
2017/2018	269,298,241	191,636,194	234,074,597	695,009,032
2018/2019	288,071,312	203,778,854	259,329,479	751,179,645
2019/2020	308,622,532	214,592,251	281,073,307	804,288,090
2020/2021	329,741,834	225,040,914	301,409,161	856,191,909
2021/2022	344,907,786	232,823,690	311,997,808	889,729,284
2022/2023	373,085,485	251,089,790	328,530,494	952,705,769
2023/2024	418,914,400	278,246,627	351,321,331	1,048,482,358
	$ 3,039,556,550	$ 2,109,315,669	$ 2,655,471,254	$ 7,804,343,473

Source: Certificate of Assessed Valuations from Counties

Debt Capacity

San Francisco Bay Area Rapid Transit District **Table 13**
Ratios of outstanding debt by type
Last Ten Fiscal Years
(Amounts expressed in thousands, except per capita amounts)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Principal										
Sales Tax Revenue Bonds	$ 698,800	$ 629,620	$ 595,060	$ 528,810	$ 506,135	$ 712,455	$ 686,295	$ 657,520	$ 626,070	$ 590,805
General Obligation Measure AA	630,795	603,495	591,135	566,220	542,630	707,255	681,780	655,180	628,865	601,510
General Obligation Measure RR	-	-	300,000	271,600	267,030	575,485	1,190,110	1,866,390	1,855,420	1,844,065
PG&E Lighting Retrofit loan	-	-	-	-	-	-	-	-	-	11,154
Total Outstanding Debts - Principal	1,329,595	1,233,115	1,486,195	1,366,630	1,315,795	1,995,195	2,558,185	3,179,090	3,110,355	3,047,534
Interest										
Sales Tax Revenue Bonds	354,270	314,689	275,088	205,785	183,329	308,058	270,508	244,332	219,146	195,130
General Obligation Measure AA	403,923	351,585	311,766	286,742	261,370	318,548	288,639	259,799	231,978	205,350
General Obligation Measure RR	-	-	233,644	225,469	213,356	406,185	778,969	1,436,877	1,372,878	1,299,754
Total Outstanding Debts - Interest	758,193	666,274	820,498	717,996	658,055	1,032,791	1,338,116	1,941,008	1,824,002	1,700,234
Unamortized issue premiums and discounts	82,491	128,513	170,497	165,595	149,297	205,997	250,554	240,840	211,944	184,362
Total Outstanding Debts - Principal & Interest	**$ 2,170,279**	**$ 2,027,902**	**$ 2,477,190**	**$ 2,250,221**	**$ 2,123,147**	**$ 3,233,983**	**$ 4,146,855**	**$ 5,360,938**	**$ 5,146,301**	**$ 4,932,130**
Total Personal Income (Combined Alameda, Contra Costa & San Francisco Counties)	$ 270,602,381	$ 289,506,988	$ 308,726,133	$ 330,962,666	$ 346,721,782	$ 381,058,027	$ 410,823,437	$ 395,177,209	N/A	N/A
Outstanding Debt as a Percentage of Personal income	**0.80%**	**0.70%**	**0.80%**	**0.68%**	**0.61%**	**0.85%**	**1.01%**	**N/A**	**N/A**	**N/A**
Service Area Population (Combined Alameda, Contra Costa & San Francisco Counties)	3,622	3,659	3,683	3,697	3,700	3,681	$ 3,617	$ 3,594	N/A	N/A
Outstanding Debt per Capita	**$ 599.24**	**$ 554.17**	**$ 672.62**	**$ 608.64**	**$ 573.80**	**$ 878.50**	**$ 1,146.65**	**N/A**	**N/A**	**N/A**
Total annual unlinked passenger trips	135,241	137,658	132,802	129,044	128,217	91,007	17,840	38,224	50,764	54,927
Total debt ratio as a percentage of annual unlinked passenger trips	**983.13%**	**895.78%**	**1119.11%**	**1059.04%**	**1026.22%**	**2192.35%**	**14339.86%**	**8316.98%**	**6127.09%**	**5548.34%**

N/A - No data available

SOURCE : BART Audited Financial Statements
www.bart.gov/financials

San Francisco Bay Area Rapid Transit District **Table 14**
Historical Debt Service Coverage Ratios - Sales Tax Revenue Bonds, GO Bonds Measure AA and Measure RR
Last Ten Fiscal Years
(Amounts expressed in thousands)

Source	Fiscal Year	Net Sales Tax Revenue	Amount available for debt service from Sales Tax Revenue Bonds	Surplus Funds from Prior Year	Total amount available for Debt Service	Total Sales Tax Revenue Bonds Outstanding	Aggregate Debt Service Requirement	Debt Service Coverage Ratio
Sales Tax Revenue Bonds	2015	$ 233,148	$ 233,148	$ -	$ 233,148	$ 698,800	$ 55,988	4.16
	2016	241,546	241,546	-	241,546	629,620	50,297	4.80
	2017	247,185	247,185	-	247,185	595,060	51,744	4.78
	2018	257,882	257,882	-	257,882	528,810	50,770	5.08
	2019	280,385	280,385	-	280,385	506,135	46,640	6.01
	2020	266,895	266,895	-	266,895	712,455	47,238	5.65
	2021	258,522	258,522	-	258,522	686,295	47,407	5.45
	2022	310,706	310,706	-	310,706	657,520	57,167	5.44
	2023	327,128	327,128	-	327,128	626,070	59,919	5.46
	2024	320,133	320,133	-	320,133	590,805	60,131	5.32

Source	Fiscal Year	Net Property Tax Revenue	available for debt service on General Obligation	Surplus Funds from Prior Year	Total amount available for Debt Service	Total GO Bonds Outstanding Debt	Aggregate Debt Service Requirement	Debt Service Coverage Ratio
GO Bonds Measure AA	2015	$ 28,069	$ 28,069	$ 28,014	$ 56,083	$ 630,795	$ 23,484	2.39
	2016	17,763	17,763	10,222	27,985	603,495	24,055	1.16
	2017	57,541	57,541	4,115	61,656	591,135	50,224	1.23
	2018	55,269	55,269	10,190	65,459	566,220	49,417	1.32
	2019	56,693	56,693	14,419	71,112	542,630	49,350	1.44
	2020	73,277	73,277	42	73,319	707,255	55,620	1.32
	2021	72,191	72,191	-	72,191	681,780	55,933	1.29
	2022	33,182	33,182	34,191	67,373	655,180	54,655	1.23
	2023	56,498	56,498	8,152	64,650	628,865	54,657	1.18
	2024	55,034	55,034	9,950	64,984	601,510	54,655	1.19
GO Bonds Measure RR	2015	$ -	$ -	$ -	$ -	$ -	$ -	-
	2016	-	-	-	-	-	-	-
	2017	-	-	-	-	300,000	-	-
	2018	18,248	18,248	14	18,262	271,600	12,696	1.44
	2019	18,898	18,898	4,852	23,750	267,030	16,772	1.42
	2020	44,912	44,912	31	44,943	575,485	34,229	1.31
	2021	68,876	68,876	-	68,876	1,190,110	53,153	1.30
	2022	34,286	34,286	26,118	60,404	1,866,390	54,627	1.11
	2023	92,756	92,756	9,427	102,183	1,855,420	84,679	1.21
	2024	98,602	98,602	18,586	117,188	1,844,065	98,533	1.19

SOURCE : BART Audited Financial Statements
www.bart.gov/financials

[1] *Transfer of proceeds from Bonds Issuance*

San Francisco Bay Area Rapid Transit District **Table 15**
Ratio of General Obligation Bonds Outstanding
Last Ten Fiscal years
(Amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Obligation Bonds										
Principal	$ 630,795	$ 603,495	$ 891,135	$ 837,820	$ 809,660	$ 1,282,740	$ 1,871,890	$ 2,521,570	$ 2,484,285	$ 2,445,575
Interest	403,923	351,585	545,410	512,211	474,726	724,733	1,067,608	1,696,676	1,604,854	1,505,106
Premium/discounts	77,315	69,651	107,276	98,724	90,455	147,952	200,924	199,117	177,255	156,182
Total	$ 1,112,033	$ 1,024,731	$ 1,543,821	$ 1,448,755	$ 1,374,841	$ 2,155,425	$ 3,140,422	$ 4,417,363	$ 4,266,394	$ 4,106,863
Assessed Value of Taxable Property (Combined Alameda, Contra Costa & San Francisco Counties)	$ 559,928,197	$ 601,248,117	$ 645,581,072	$ 695,009,032	$ 751,179,646	$ 804,288,089	$ 856,191,909	$ 889,729,283	$ 952,705,770	$ 1,048,482,357
Ratio of General Outstanding Debt per Assessed Value of Taxable Property	**0.20%**	**0.17%**	**0.21%**	**0.21%**	**0.18%**	**0.27%**	**0.37%**	**0.50%**	**0.45%**	**0.39%**
Service Area Population (Combined Alameda, Contra Costa & San Francisco Counties)	3,622	3,659	3,683	3,697	3,700	3,681	3,618	N/A	N/A	N/A
Ratio of General Oustanding Debt per Capita	**$ 307**	**$ 280**	**$ 419**	**$ 392**	**$ 372**	**$ 586**	**$ 868**	**N/A**	**N/A**	**N/A**

N/A - no data available

Source: BART Audited Financial Statements
www.bart.gov/financials

Demographic and Economic Information.

San Francisco Bay Area Rapid Transit District **Table 16**
Demographic and Economic Statistics - Alameda County
Last Ten Fiscal Years

Fiscal Year	Population County of Alameda [2]	Population State of California [2]	Personal Income County of Alameda [1]	Per Capita Personal Income County of Alameda [1]	Unemployment Rate County of Alameda [3]
2015	1,634,326	38,904,296	$ 102,412,663	$ 62,664	5.0%
2016	1,650,765	39,149,186	109,572,257	66,377	4.6%
2017	1,659,824	39,337,785	116,802,392	70,370	3.9%
2018	1,666,596	39,437,463	125,583,845	75,354	3.3%
2019	1,668,412	39,437,610	131,535,494	78,839	3.2%
2020	1,680,380	39,499,738	149,239,559	88,841	13.1%
2021	1,643,837	39,237,836	164,437,681	99,746	6.9%
2022	1,628,997	39,029,342	159,241,119	97,754	2.9%
2023	N/A	N/A	N/A	N/A	3.9%
2024	N/A	N/A	N/A	N/A	5.2%

Sources :

[1] *Bureau of Economic Analysis*

[2] *USAFacts.org*

[3] *Employment Development Department, Labor Market Information resources*

N/A - data is not available

San Francisco Bay Area Rapid Transit District **Table 17**
Demographic and Economic Statistics - City and County of San Francisco
Last Ten Fiscal Years

Fiscal Year	Population of City and County of San Francisco [1]	Population State of California [2]	Personal Income of City and County of San Francisco [1]	Per Capita Personal Income [1]	Unemployment Rate City and County of San Francisco [3]
2015	863,237	38,904,296	$ 91,384,623	$ 105,863	3.80%
2016	871,343	39,149,186	98,482,927	113,024	3.50%
2017	877,471	39,337,785	104,937,684	119,591	3.20%
2018	879,676	39,437,463	113,724,925	129,280	2.60%
2019	878,826	39,437,610	117,635,944	133,856	2.40%
2020	866,606	39,499,738	125,499,720	144,818	12.10%
2021	811,253	39,237,836	131,043,138	160,749	5.90%
2022	808,437	39,029,342	125,970,097	155,819	2.20%
2023	N/A	N/A	N/A	N/A	3.00%
2024	N/A	N/A	N/A	N/A	4.10%

Sources :

[1] Bureau of Economic Analysis

[2] USAFacts.org

[3] Employment Development Department, Labor Market Information resources
N/A - data is not available

San Francisco Bay Area Rapid Transit District **Table 18**
Demographic and Economic Statistics - Contra Costa County
Last Ten Fiscal Years

Fiscal Year	Population of Contra Costa County [1]	Population State of California [2]	Personal Income of Contra Costa County [1]	Per Capita Personal Income fo Contra Costa County [1]	Unemployment Rate of Contra Costa County [3]
2015	1,124,148	38,904,296	$ 76,805,095	$ 68,323	5.3%
2016	1,137,259	39,149,186	81,451,804	71,621	4.8%
2017	1,145,623	39,337,785	86,986,057	75,929	4.1%
2018	1,150,840	39,437,463	91,653,896	79,641	3.5%
2019	1,152,883	39,437,610	97,550,344	84,614	3.3%
2020	1,152,333	39,499,738	106,318,748	92,264	13.0%
2021	1,161,413	39,237,836	115,342,618	99,312	7.3%
2022	1,156,966	39,029,342	109,965,993	95,047	3.2%
2023	N/A	N/A	N/A	N/A	4.1%
2024	N/A	N/A	N/A	N/A	5.3%

Sources :

[1] *Bureau of Economic Analysis*
[2] *USAFacts.org*
[3] *Employment Development Department, Labor Market Information resources*
N/A - data is not available

San Francisco Bay Area Rapid Transit District **Table 19**
Major Employers in Alameda County
Current Year and Nine Years Ago

Employer Name	Number of Employees June 30, 2023 [1]	Rank	Percentage of Total County Employment	Number of Employees June 30, 2014	Rank	Percentage of Total County Employment
University of California, Berkeley	10,000+	1	1.25 %	19,779	1	2.53 %
Western Digital Corp	10,000+	1	1.25	-	20+	-
County of Alameda	9,275	3	1.16	9,042	2	1.16
Grifols Diagnostic Solutions	5,000 - 9,999	4	0.95	-	20+	-
Lawrence Berkeley Lab	5,000 - 9,999	4	0.95	19,779	1	2.53
Lawrence Livermore Natl Lab	5,000 - 9,999	4	0.95	8,007	4	1.02
PG&E Corp	5,000 - 9,999	4	0.95	-	20+	-
Atlas Bates Summit Medical Center	1000 - 4,999	8	0.32	7,443	6	0.95
Bay Area Rapid Transit (BART)	1000 - 4,999	8	0.32	-	20+	-
California State University, East Bay	1000 - 4,999	8	0.32	-	20+	-
Cooper Vision Inc.	1000 - 4,999	8	0.32	-	20+	-
Dell EMC	1000 - 4,999	8	0.32	-	20+	-
East Bay Municipal Utility District (EBMUD)	1000 - 4,999	8	0.32	-	20+	-
Kaiser Permanente Oakland Medical	1000 - 4,999	8	0.32	8,618	3	1.10
Peri Peri Grill House	1000 - 4,999	8	0.32	-	20+	-
California Dept of Transportation (CalTrans)	1000 - 4,999	8	0.32	-	20+	-
UCSF Benioff Children's Hospital	1000 - 4,999	8	0.32	-	20+	-
Valley Care Health System	1000 - 4,999	8	0.32	-	20+	-
Washington Hospital Healthcare	1000 - 4,999	8	0.32	-	20+	-
Total	**56,275 - 119,260**		**11.27 %**	**72,668**		**9.29 %**

Source : ACFR Alameda County, June 30, 2023 - Pg 184

[1] *Data as of June 30, 2024 not available*

San Francisco Bay Area Rapid Transit District **Table 20**
Major Employers in City and County of San Francisco
Current Year and Nine Years Ago

Employer Name	Number of Employees June 30, 2021 [1]	Rank	Number of Employees June 30, 2012	Rank	Percentage of Total County Employment
City and County of San Francisco	35,802	1	25,458	1	5.33 %
University of California, San Francisco	29,500	2	22,664	2	4.74
Salesforce	10,603	3	4,000	9	0.84
San Francisco Unified School District	10,322	4	8,189	5	1.71
Sutter Health	6,100	5	-	-	-
Wells Fargo & Co	5,899	6	8,300	4	1.74
Uber Technologies	5,500	7	-	-	-
Allied Universal	4,095	8	-	-	-
Kaiser Permanente	3,921	9	3,581	10	0.75
First Republic Bank	3,042	10	-	-	-
PG & E Corporation			4,415	7	0.92
California Pacific Medical Center	-		8,559	3	1.79
Gap, Inc	-		6,000	6	1.26
State of California	-		4,184	8	0.88
Total	**114,784**		**95,350**		**19.96 %**

Source : ACFR City and County of San Francisco, June 30, 2021

[1] *Data as of June 30, 2021 to June 30, 2024 are not available*

San Francisco Bay Area Rapid Transit District **Table 21**
Major Employers in Contra Costa County
Current Year and Nine Years Ago

Employer Name	Estimated Number of Employees June 30, 2023 [1]	Rank	Percentage of Total County Employment	Estimated Number of Employees June 30, 2014	Rank	Percentage of Total County Employment
Chevron Corporation	10,000+	T-1	1.88 %	1,500	1	0.30 %
Kaiser Permanente	10,000+	T-1	1.88	-		
Bio-Rad Laboratories Inc	1,000-4,999	T-2	0.56	-		
John Muir Medical Center	1,000-4,999	T-2	0.56	-		
La Raza Market	1,000-4,999	T-2	0.56	-		
USS-POSCO Industries	1,000-4,999	T-2	0.56	-		
Doctors Medical Center				1,500	2	0.30
John Muir Health				1,223	3	0.24
Texaco Inc				1,000	4	0.20
CKS Employee Benefit Systems, Inc.				984	5	0.19
Contra Costa Newspapers. Inc.				960	6	0.19
DMC Foundation				930	7	0.18
Saint Mary's College of California				917	8	0.18
Walmart Stores, Inc.				759	9	0.15
All Others	500,100		94.00	496,327		98.07
Total	**532,100**		**100.00 %**	**506,100**		**100.00 %**

Source : ACFR Contra Costa County, June 30, 2023 -Pg 207

[1] *Data as of June 30, 2024 not available*

Operating Information

San Francisco Bay Area Rapid Transit District
Business-type activities - Transit Operations
(Excluding Claims and Compensated Absences)
Last Ten Fiscal Years

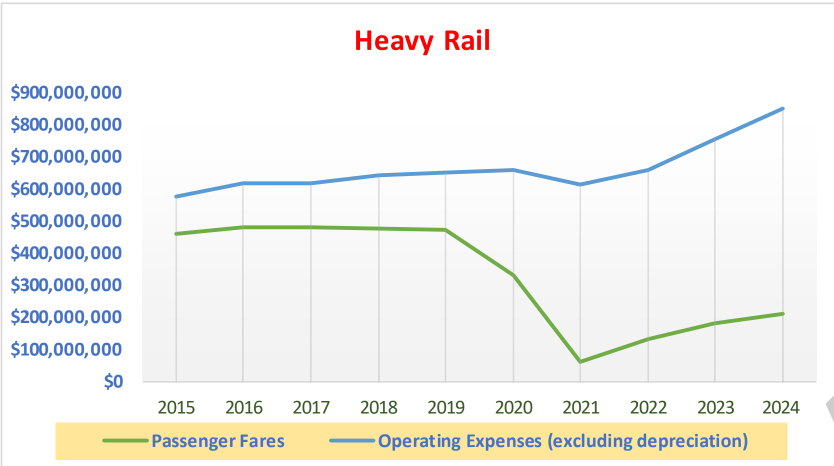
Table 22

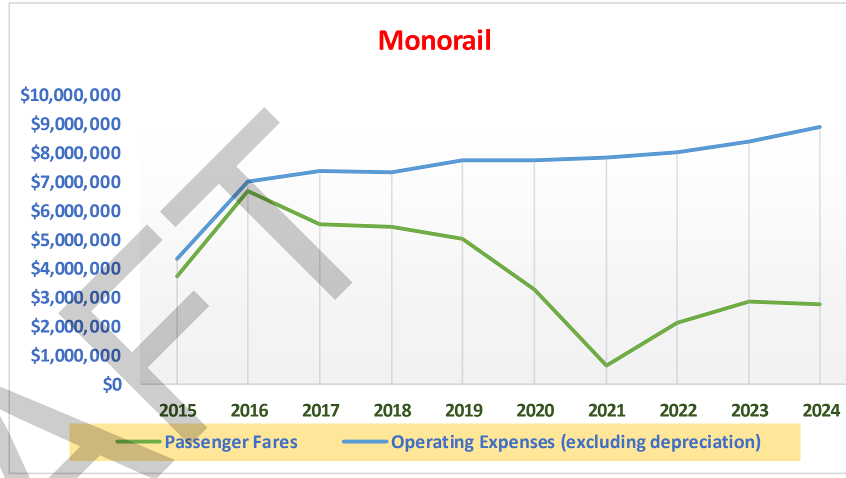
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PASSENGER FARES										
Heavy rail	$ 459,041,781	$ 482,050,036	$ 479,276,684	$ 474,796,843	$ 469,865,645	$ 332,443,427	$ 59,980,709	$ 130,240,843	$ 181,243,024	$ 211,709,150
Monorail	3,732,554	6,666,416	5,536,442	5,420,678	5,038,104	3,289,817	652,596	2,123,705	2,878,424	2,757,060
Hybrid Rail [1]				627,937	6,876,763	5,238,149	1,734,214	3,084,746	3,684,950	3,938,152
Paratransit	859,684	866,615	861,459	937,562	863,487	615,404	161,005	368,195	504,938	583,655
OPERATING EXPENSES (excluding depreciation)										
Heavy rail	$ 575,457,469	$ 618,454,856	$ 618,691,516	$ 644,126,076	$ 651,029,953	$ 658,199,898	$ 611,176,963	$ 659,542,866	$ 754,188,006	$ 851,562,085
Monorail	4,333,277	7,006,324	7,356,347	7,326,356	7,752,447	7,738,282	7,848,857	8,005,186	8,377,661	8,883,741
Hybrid Rail [1]				1,227,804	13,880,433	15,550,731	13,198,004	17,965,406	19,617,059	22,463,561
Paratransit	11,518,412	11,917,053	13,131,902	13,397,188	13,678,318	12,586,161	8,404,442	11,609,302	14,077,251	17,787,757
PASSENGER MILES TRAVELLED										
Heavy rail	1,791,366,239	1,844,823,552	1,808,935,691	1,784,699,309	1,756,364,558	1,238,506,222	233,787,844	514,304,342	670,728,256	740,857,064
Monorail	1,857,603	3,299,491	3,154,096	3,059,958	2,819,118	1,822,531	359,280	1,200,793	1,397,222	1,373,827
Hybrid Rail [1]				1,463,888	15,283,299	11,655,931	4,123,073	7,874,327	9,189,847	8,986,977
TOTAL ACTUAL TRAIN REVENUE MILES										
Heavy rail	8,921,934	9,247,591	9,241,934	9,331,833	9,215,648	7,973,519	5,210,283	8,516,292	9,209,906	9,926,937
Monorail	258,192	414,268	396,059	393,291	388,584	325,053	212,199	262,125	258,323	258,321
Hybrid Rail [1]				45,232	448,424	392,125	256,487	380,283	382,785	356,380
TOTAL ACTUAL TRAIN REVENUE HOURS										
Heavy rail	252,746	262,343	263,378	268,300	263,519	229,211	176,454	267,986	292,634	313,742
Monorail	12,977	20,550	20,041	19,952	19,815	19,172	17,819	19,787	20,044	19,949
Hybrid Rail [1]				1,539	15,016	13,929	11,221	13,360	11,145	12,862
RAIL CARS										
Heavy rail	669	669	669	689	749	861	838	828	879	765
Monorail				16	16	16	16	16	16	16
Hybrid Rail [1]	12	12	12	12	12	12	12	12	12	12
PASSENGER STATIONS										
Heavy rail	44	44	45	45	45	47	47	47	48	48
Monorail	1	1	1	1	1	1	1	1	1	1
Hybrid Rail [1]				2	2	2	2	2	2	2

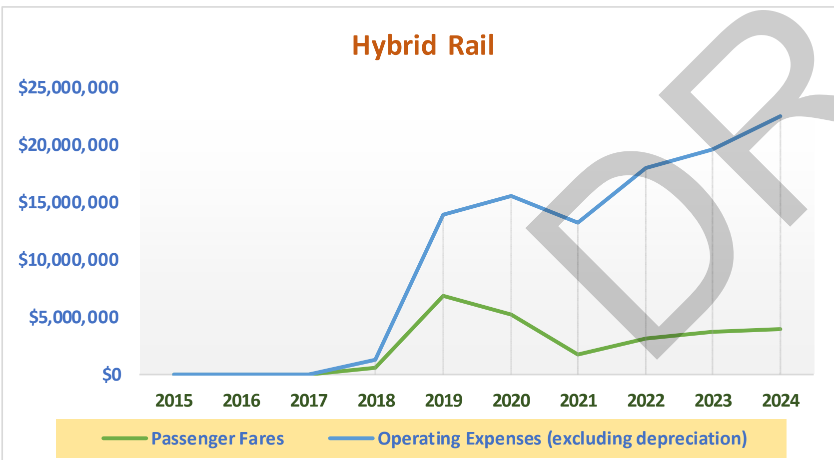
Source: National Transit Database

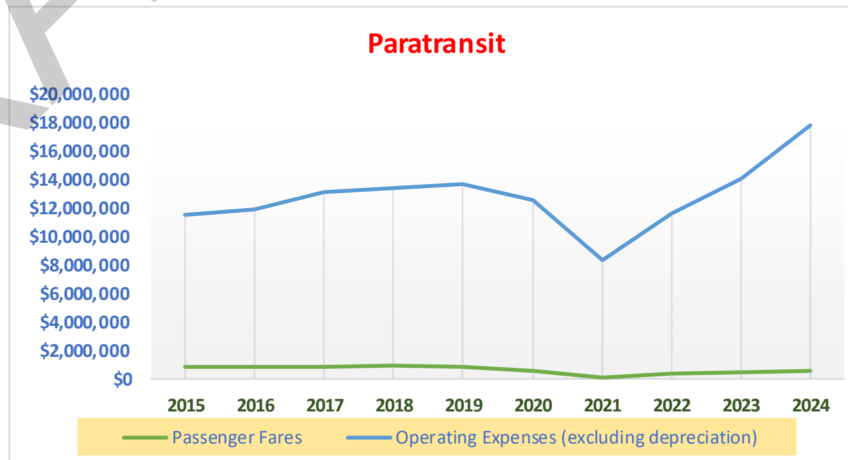
[1] *Hybrid rail services began in FY2018*

Graphical Presentation of Table 22
Passenger Fares and Operating Expenses by Mode









San Francisco Bay Area Rapid Transit District **Table 23**
Business-type activities - Transit Operations
Passenger Boarding by Mode
Last Ten Fiscal Years
Boardings (expressed in thousands)

Fiscal Year	Heavy Rail	Monorail [1]	Hybrid Rail [2]	Total
2015	134,660	581	-	135,241
2016	136,627	1,031	-	137,658
2017	131,810	992	-	132,802
2018	127,875	962	208	129,044
2019	125,105	887	2,225	128,217
2020	88,699	573	1,735	91,007
2021	17,125	113	601	17,840
2022	36,775	378	1,072	38,224
2023	49,043	457	1,264	50,764
2024	53,222	432	1,273	54,927

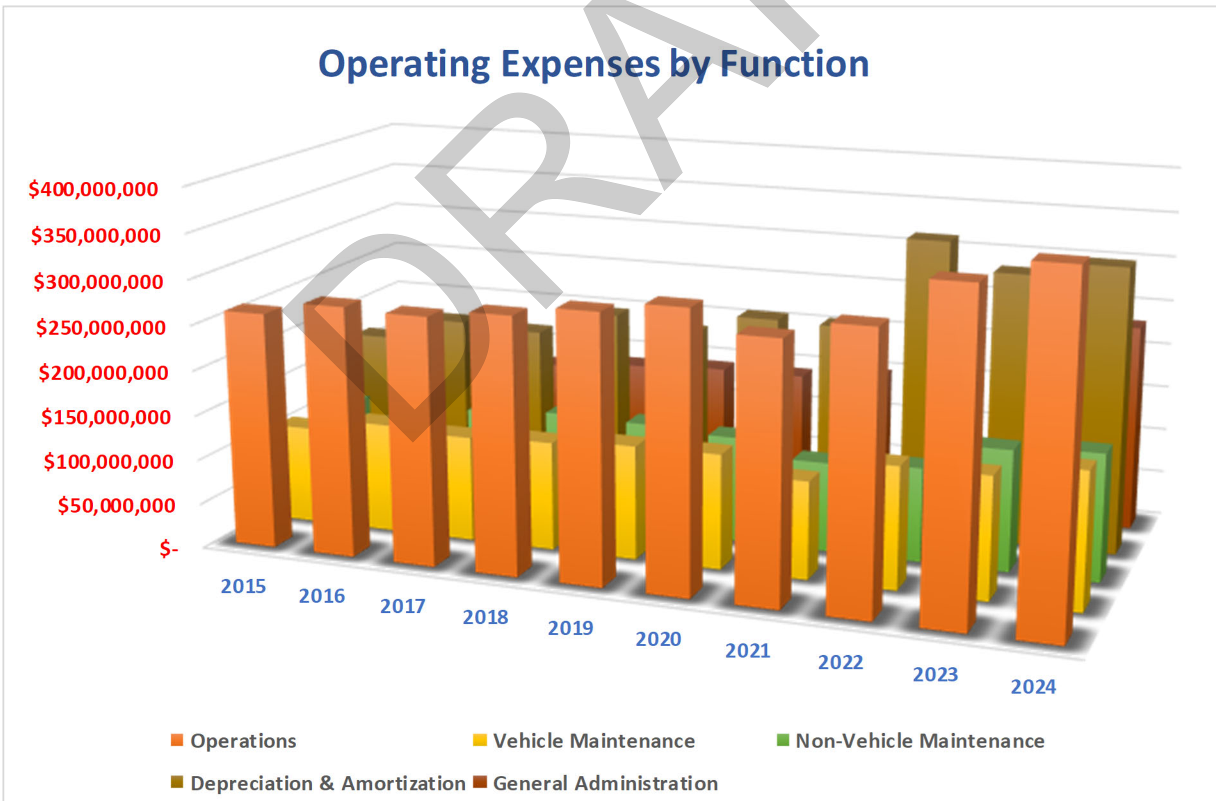
[1] *Revenue service date for the Oakland Airport connector is November 22, 2014*
[2] *Revenue service date for the Antioch Pittsburg eBART line is May 26, 2018*

Source: National Transit Database

San Francisco Bay Area Rapid Transit District
Business-type activities - Transit Operations
Operating Expenses by Function (Bus and Rail)
Last Ten Fiscal Years

Table 24

Fiscal Year	Operations	Vehicle Maintenance	Non-Vehicle Maintenance	General Administration	Depreciation & Amortization	Total
2015	261,872,640	108,466,765	112,910,101	108,059,652	170,025,314	761,334,472
2016	277,170,832	121,680,444	121,351,344	117,175,613	196,452,383	833,830,616
2017	274,391,275	117,156,947	119,608,294	128,023,249	191,877,348	831,057,113
2018	283,264,084	120,855,198	125,534,984	136,423,159	219,782,301	885,859,726
2019	294,969,001	126,852,983	123,323,408	141,195,759	207,344,716	893,685,867
2020	306,921,505	127,697,642	118,107,751	141,348,174	230,198,362	924,273,434
2021	283,641,568	108,306,706	99,862,300	148,817,692	228,528,144	869,156,410
2022	303.169.219	135.076.740	104.976.525	153.900.276	332.529.103	1.029.651.863
2023	353,865,147	135,118,743	134,970,843	184,263,385	302,446,199	1,110,664,317
2024	378,463,855	150,682,895	140,922,497	230,627,897	318,013,692	1,218,710,836

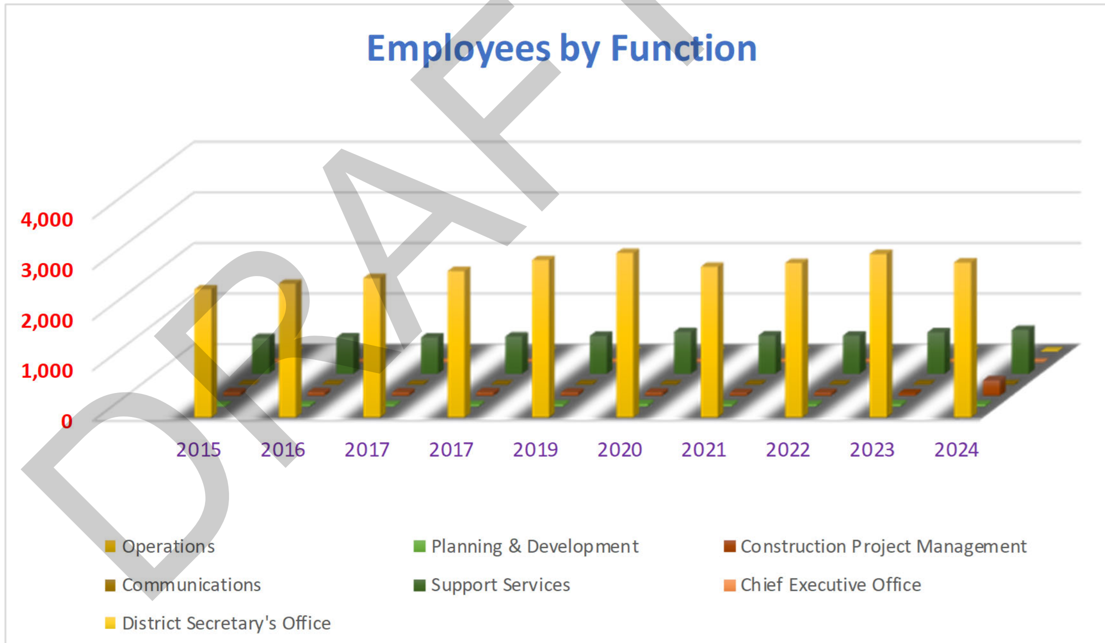


Source: National Transit Database

San Francisco Bay Area Rapid Transit District
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Table 25

	2015	2016	2017	2017	2019	2020	2021	2022	2023	2024
Functions										
Operations	2,536	2,645	2,756	2,895	3,113	3,253	2,979	3,053	3,232	3,063
Planning & Development	26	30	32	35	41	50	42	38	45	39
Construction Project Management	65	64	63	65	63	63	52	56	43	301
Communications	10	10	6	6	8	7	8	7	10	9
Support Services	707	720	717	735	749	826	757	755	819	867
District Secretary's Office	5	5	5	5	5	5	5	5	5	8
Chief Executive Office	5	4	4	4	4	4	4	5	4	5
Total	3,354	3,479	3,584	3,748	3,985	4,209	3,848	3,918	4,158	4,292



SOURCE: BART Operating Budget

San Francisco Bay Area Rapid Transit District **Table 26**
Business-type activities - Transit Operations
Revenues and operating assistance
Comparison to Transit Industry Trend
Percent to Total
Last Ten Fiscal Years

	Operations				Operating Assistance				
Fiscal Year	**Passenger Fares**	**Other**	**Subtotal**	**Directly Generated Dedicated Funds**	**Federal**	**State**	**Local**	**Subtotal**	**Total**
Transportation Industry									
2015	32.52%	4.92%	37.43%	6.70%	24.42%	23.15%	8.29%	62.57%	100.00%
2016	31.30%	5.03%	36.33%	6.75%	24.67%	24.24%	8.01%	63.67%	100.00%
2017	31.35%	4.98%	36.33%	6.86%	25.32%	22.97%	8.52%	63.67%	100.00%
2018	30.66%	5.38%	36.05%	6.11%	26.51%	22.70%	8.63%	63.95%	100.00%
2019	29.53%	4.48%	34.01%	8.17%	26.95%	22.94%	7.92%	65.99%	100.00%
2020	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2024	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
SF BART									
2015	49.08%	5.58%	54.66%	34.15%	8.99%	1.91%	0.28%	45.34%	100.00%
2016	52.99%	6.32%	59.31%	32.99%	5.79%	1.39%	0.52%	40.69%	100.00%
2017	49.83%	6.90%	56.72%	35.54%	6.08%	1.13%	0.53%	43.28%	100.00%
2018	47.81%	9.51%	57.32%	37.42%	0.14%	4.58%	0.54%	42.68%	100.00%
2019	45.50%	10.31%	55.80%	38.09%	0.09%	5.44%	0.57%	44.20%	100.00%
2020	30.15%	6.36%	36.51%	38.61%	16.44%	6.43%	2.02%	63.49%	100.00%
2021	6.00%	2.74%	8.74%	43.61%	38.74%	4.11%	4.80%	91.26%	100.00%
2022	11.78%	2.63%	14.40%	37.76%	38.91%	4.67%	4.26%	85.60%	100.00%
2023	14.21%	6.34%	20.55%	40.62%	31.31%	3.13%	4.38%	79.45%	100.00%
2024	19.73%	11.09%	30.81%	40.31%	15.82%	6.93%	6.12%	69.19%	100.00%

SOURCE : National Transit Database
APTA for Transportation Industry
N/A- data is not available

San Francisco Bay Area Rapid Transit District **Table 27**

Business-type activities - Transit Operations

Operating Expenses by Function

Comparison to Transit Industry Trend

Percent to Total

Last Ten Fiscal Years

Fiscal Year	Vehicle Operations	Non-Vehicle Maintenance	Vehicle Maintenance	General Administration	Purchased Transportation	Total
Transportation Industry						
2015	42.70%	16.10%	10.80%	16.10%	14.20%	100.00%
2016	42.20%	16.40%	11.00%	16.70%	13.70%	100.00%
2017	41.90%	16.40%	11.70%	15.90%	14.20%	100.00%
2018	42.00%	16.00%	11.10%	16.50%	14.50%	100.00%
2019	41.60%	15.60%	11.30%	16.60%	15.00%	100.00%
2020	N/A	N/A	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A	N/A	N/A
2024	N/A	N/A	N/A	N/A	N/A	N/A
SF BART						
2015	42.64%	17.99%	19.02%	17.88%	2.47%	100%
2016	41.82%	18.76%	18.85%	17.87%	2.71%	100%
2017	41.20%	17.95%	18.47%	19.49%	2.90%	100%
2018	40.84%	17.76%	18.58%	19.93%	2.88%	100%
2019	41.23%	18.12%	17.73%	20.04%	2.88%	100%
2020	42.56%	18.09%	16.79%	19.88%	2.67%	100%
2021	43.07%	16.58%	15.31%	22.76%	2.27%	100%
2022	42.38%	18.60%	14.85%	21.57%	2.60%	100%
2023	42.23%	16.70%	16.72%	22.80%	1.55%	100%
2024	40.22%	15.45%	16.45%	25.12%	2.75%	100%

SOURCE : National Transit Database
APTA for Transportation Industry

N/A - APTA data not available

San Francisco Bay Area Rapid Transit District **Table 28**
Capital Assets by Mode
Last Ten Fiscal Years

	Stations by Mode			*Track Miles by Mode*			*Rail Cars by Mode*		
Fiscal Year	**Heavy Rail [1]**	**Monorail [2]**	**Hybrid Rail [3]**	**Heavy Rail [1]**	**Monorail [2]**	**Hybrid Rail [3]**	**Heavy Rail [1]**	**Monorail [2]**	**Hybrid Rail [3]**
2015	44	1.000	-	209.689	6.148	-	669.000	12.000	-
2016	44	1.000	-	209.689	6.148	-	669.000	12.000	-
2017	45	1.000	-	220.139	6.148	-	669.000	12.000	-
2018	45	1.000	2.000	220.139	6.148	17.325	689.000	12.000	8.000
2019	45	1.000	2.000	220.139	6.148	17.325	749.000	12.000	8.000
2020	45	1.000	2.000	238.765	6.148	17.325	861.000	12.000	8.000
2021	45	1.000	2.000	238.765	6.148	17.325	838.000	12.000	8.000
2022	48	1.000	2.000	238.765	6.148	17.325	828.000	12.000	8.000
2023	48	1.000	2.000	238.765	6.148	17.325	879.000	12.000	8.000
2024	48	1.000	2.000	238.765	6.148	17.325	765.000	12.000	8.000

San Francisco Bay Area Rapid Transit District
2150 Webster Street, P.O. Box 12688
Oakland, CA 94604-2688

(510) 464-6000

www.bart.gov

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