



# Quarterly Report of the Controller-Treasurer Period Ending 09/30/18



BART Board of Directors  
January 11, 2019

## Quarterly Report of the Controller-Treasurer

### Period Ended 09/30/18

- The District currently provides benefits to employees which include, but are not limited to:
  - **Retirement Pension Plan** managed by the California Public Employee Retirement System (CALPERS), and funded by contributions from the District and its employees. CALPERS is the largest pension plan in the United States with assets of approximately \$300 billion.
  - **Retiree Medical Benefits** coverage funded by a Trust established by the District in 2005. The Trust as of September 30, 2018.
    - a. Invested in a combination of stocks, bonds, REIT & cash,
    - b. Benchmark 6.5%,
    - c. Total net assets \$320.8 million and inception to date return is 7.0%,
    - d. Quarterly Report to the Unions
  - **Survivor Benefits** of active and retired employees funded by the employees (\$15/month),
  - **Life Insurance** for retired employees.
  - The District also accrues liabilities through Property & Casualty insurance and workers compensation claims and maintains the required reserves related to its self-funded insurance programs for worker's compensation and general liability based on an annual actuarial study.

# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/18

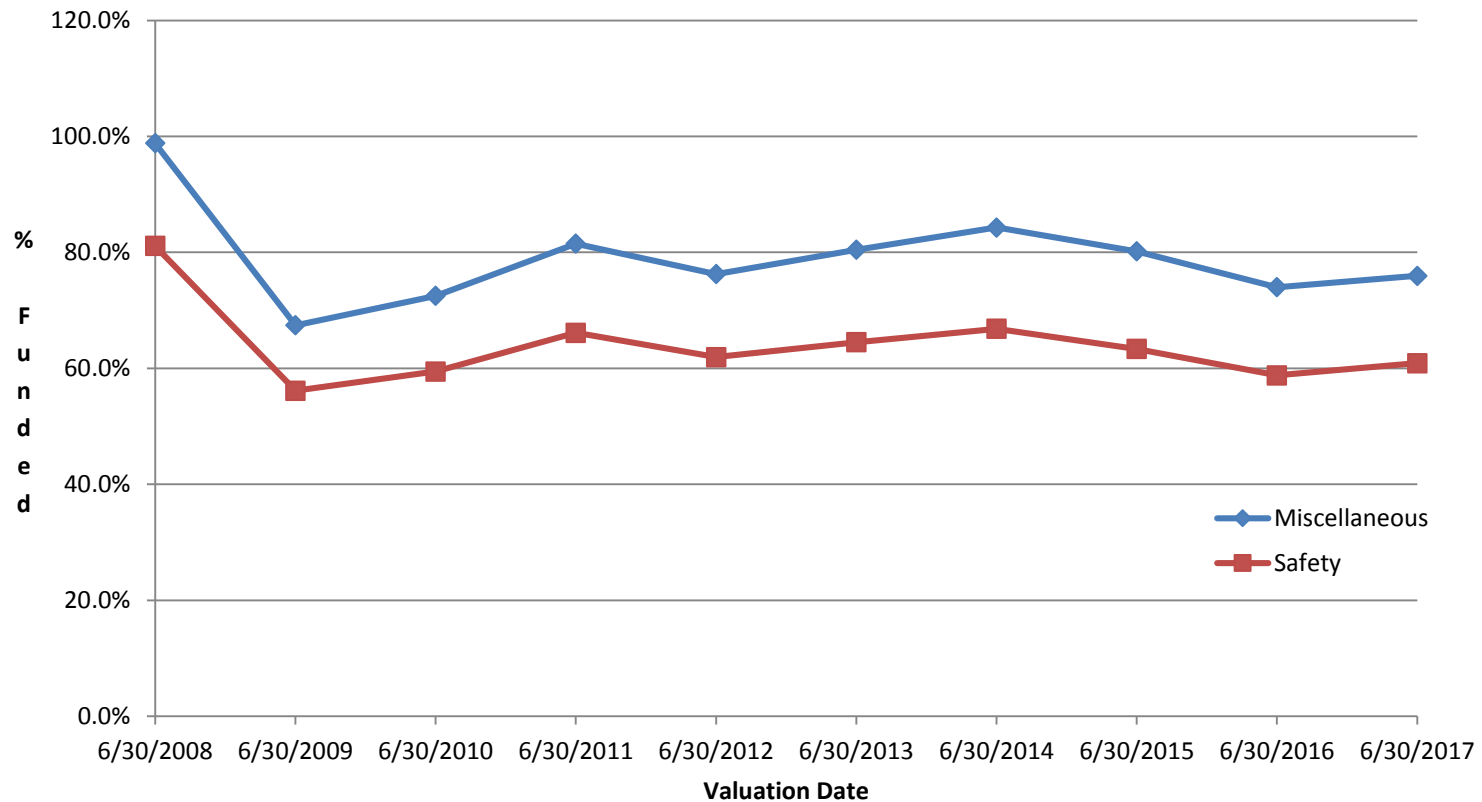
### Funding Summary of Pension, Retiree Health & Other Post-Employment Benefits

	<u>Valuation Date</u>	<u>Market Value of Assets</u>	<u>Total Liability</u>	<u>Unfunded Liability</u>	<u>% Funded</u>
<b>Retirement Pension with CALPERS</b>					
Miscellaneous Employees	6/30/2017	\$ 1,751,505,097	\$ 2,305,983,270	\$ 554,478,173	76.0%
Safety Employees	6/30/2017	\$ 198,776,637	\$ 326,419,179	\$ 127,642,542	60.9%
<b>Retiree Health Benefits</b>	6/30/2017	\$ 270,151,000	\$ 573,941,000	\$ 303,790,000	47.1%
<b>Other Post Employment Benefits</b>					
Life Insurance	6/30/2017	\$ -	\$ 34,429,000	\$ 34,429,000	0.0%
Survivors Benefits	6/30/2017	\$ 7,207,000	\$ 34,124,000	\$ 26,917,000	21.1%

# Quarterly Report of the Controller-Treasurer

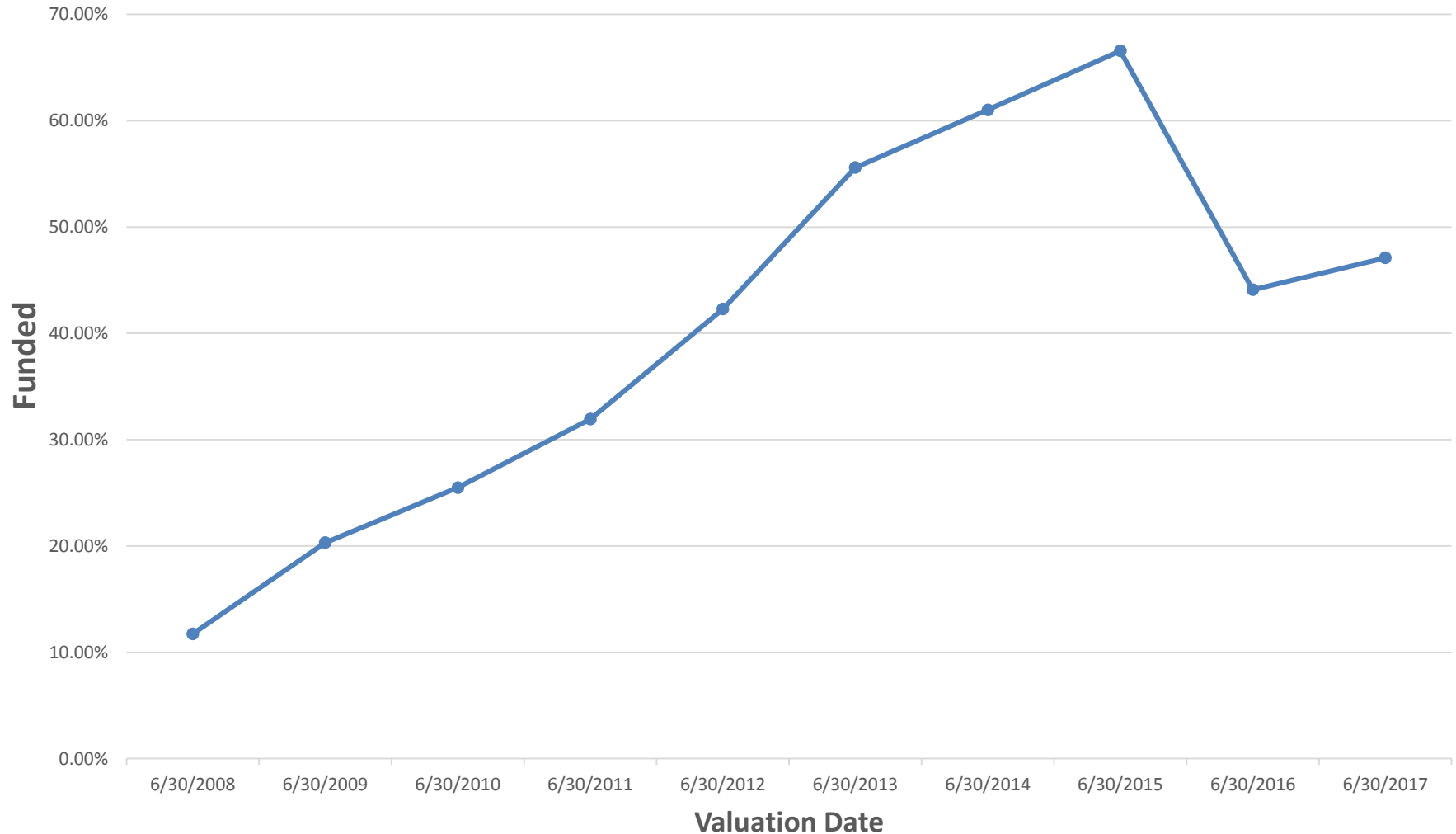
## Period Ended 09/30/18

### CALPERS Pension Plan Funding Progress



# Quarterly Report of the Controller-Treasurer Period Ended 09/30/18

## Retiree Health Benefits Plan



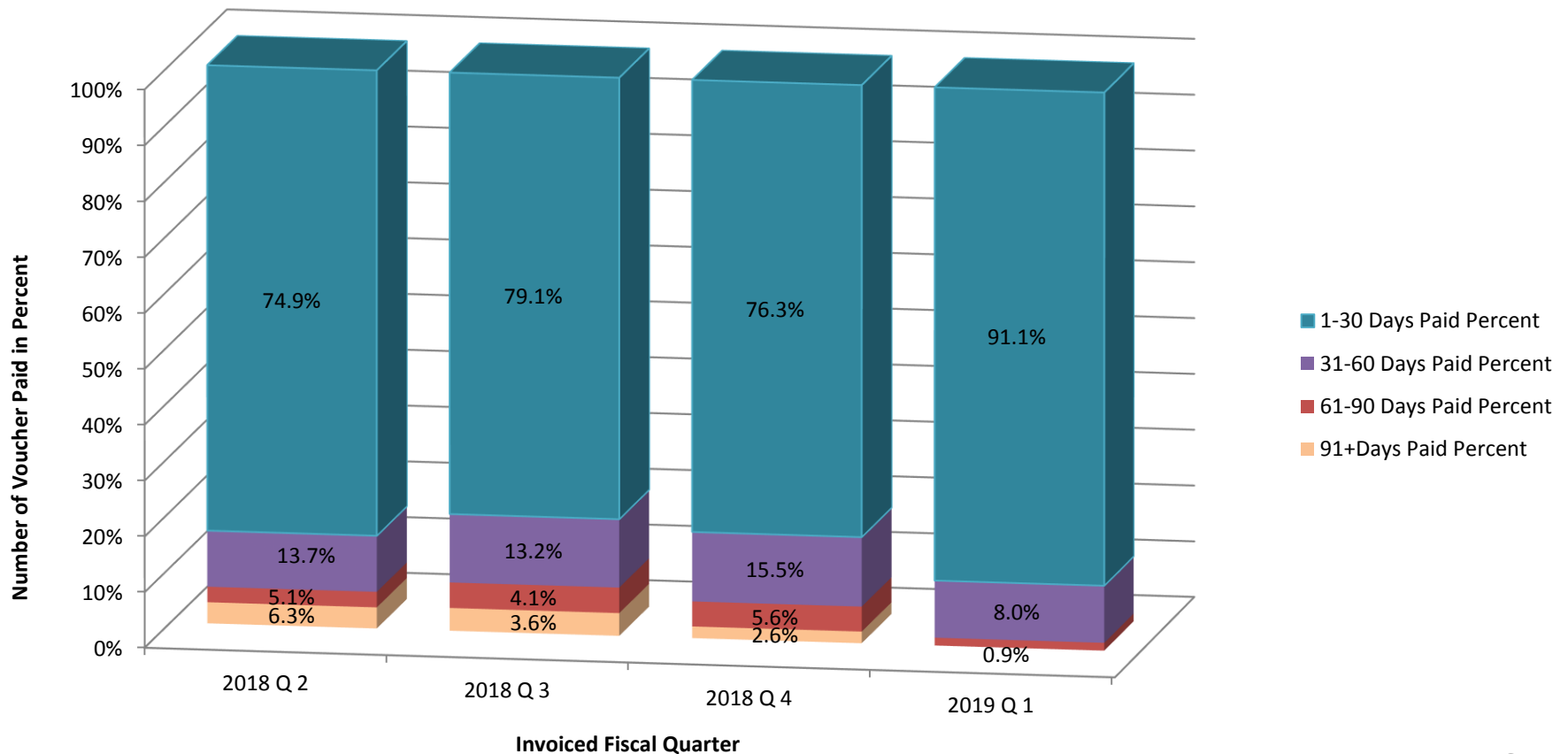
# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/18

### Accounts Payable

- Our goal is to pay 93% of our invoices within 30 days. We continue to keep our focus on getting our vendors paid as quickly as possible. During the most recent quarter, the District was able to process 91.1% of all paid invoices within 30 days. Of those that were not processed in 30 days, 8.0% were processed within 60 days, and .9% were processed within 90 days. The trend depicting the past year is shown here:

### Quarterly Number of Voucher Payment Trend



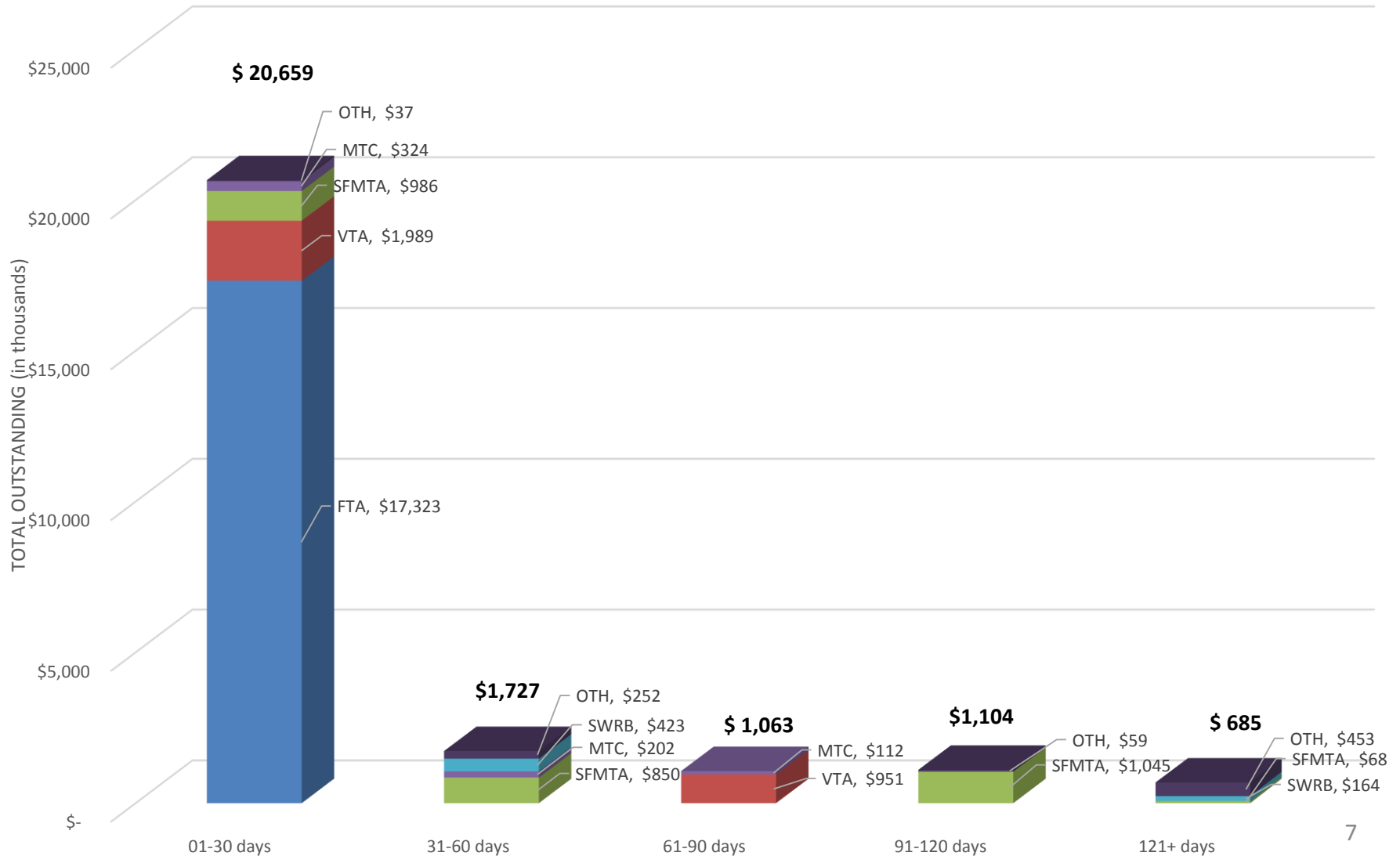
# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/18

### Accounts Receivable

- The time to receive reimbursement from our funding partners is shown in the chart below. The amount outstanding is \$25,238,000 as of September 30, 2018.

### Amount Billed A/R Grants as of 09/30/2018



# Quarterly Report of the Controller-Treasurer

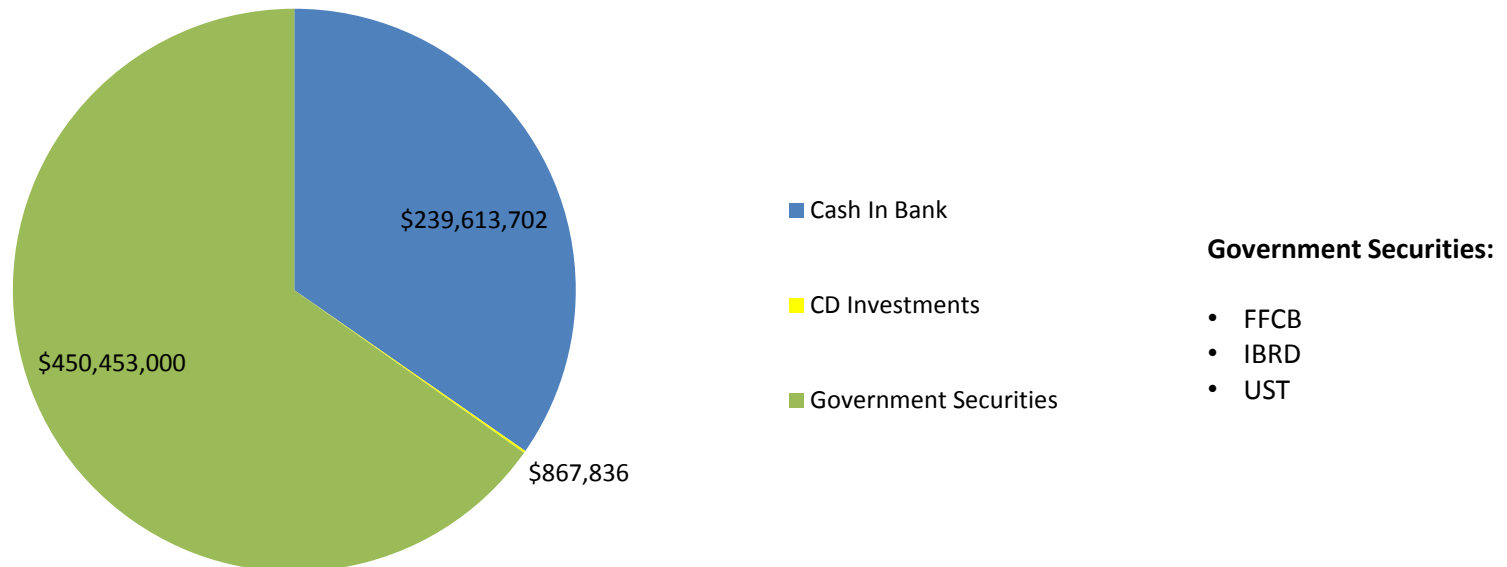
## Period Ended 09/30/18

### 3. DISTRICT FINANCES

The District continues to actively search for investments which meets the Investment Policy and generates a yield higher than zero. Shown below are the composition of the District's cash and investments as of the end of the quarter.

#### Cash and Investments

- Total Cash in Banks: \$239,613,702
- Total CD Investments: \$867,836
- Total Government Securities: \$450,453,000
- Weighted average return on our Investments has been trending higher. Current quarter's rate of return is 1.92% compared to 1.62% reported in previous quarter. The weighted average maturity (WAM) of our Investment portfolio is 133.5 days.
- Pie chart showing the difference in cash, CD investments and government securities





# Quarterly Report of the Controller-Treasurer

## Period Ended 09/30/18

### Debt

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

#### **Sales Tax Revenue Debt**

- Currently outstanding debt of \$506.14 million.
- Annual Debt Service \$46.6 million.
- Debt Service comes “off the top” of sales tax revenues remitted to the district by the State Department of Tax & Fee Administration.
- This directly impacts the operating budget.

#### **General Obligation Bonds**

##### ❖ **Measure AA**

- Currently outstanding debt of \$542.6 million.
- Issued \$740 million of \$980 million authorized by voters.
- Most recent assessment for fiscal year 2018/2019 is \$5.20/\$100,000 (effect. Nov. 2018)

##### ❖ **Measure RR**

- Currently outstanding debt of \$267.0 million.
- Issued \$300 million out of \$3.5 billion authorized by voters.
- Most recent assessment for fiscal year 2018/2019 is \$1.80/\$100,000 (effect. Nov. 2018)