



Quarterly Report of the Controller-Treasurer Period Ending 06/30/2021



BART Board of Directors
November 18, 2021

Quarterly Report of the Controller-Treasurer

Period Ended 06/30/2021

- The District currently provides benefits to employees which include, but are not limited to:
 - **Retirement Pension Plan** managed by the California Public Employee Retirement System (CalPERS) and funded by contributions from the District and its employees. CalPERS is the largest pension plan in the United States with assets of approximately \$400 billion.
 - ✓ The District established a Section 115 Trust for prefunding the District's pension obligation on February 5, 2020.
 - **Retiree Medical Benefits** coverage funded by a Trust established by the District in 2005.
 - a. Invested in a combination of stocks, bonds, REIT & cash,
 - b. Benchmark 6.5%,
 - c. Quarterly Report to the Unions
 - **Survivor Benefits** of active and retired employees funded by the employees (\$15/month).
 - ✓ The Trust was established on May 18, 2020.
 - **Life Insurance** for retired employees.
 - The District also accrues liabilities through Property & Casualty insurance and workers compensation claims and maintains the required reserves related to its self-funded insurance programs for worker's compensation and general liability based on an annual actuarial study.

Quarterly Report of the Controller-Treasurer

Period Ended 06/30/2021

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

Quarterly Change

	<u>Net Assets March 31, 2021</u>	<u>Increase (Decrease) During the Quarter</u>	<u>Net Assets June 30, 2021</u>	<u>Inception to-date Return</u>
Retiree Health Benefit Trust	\$ 472,204,932	\$ 29,115,914	\$ 501,320,846	7.9%
Section 115 Pension Trust	\$ 20,027,993	\$ 10,229,005	\$ 30,256,998 *	1.7%
Survivors Benefit Trust	\$ 9,474,129	\$ 976,248	\$ 10,450,377	18.9%
Total	<u>\$ 501,707,054</u>	<u>\$ 40,321,167</u>	<u>\$ 542,028,221</u>	

Annual Change

	<u>Net Assets June 30, 2020</u>	<u>Increase (Decrease) During the Year</u>	<u>Net Assets June 30, 2021</u>	<u>Annual/YTD Return</u>
Retiree Health Benefit Trust	\$ 389,127,916	\$ 112,192,930	\$ 501,320,846	23.6%
Section 115 Pension Trust	\$ 20,294,375	\$ 9,962,623	\$ 30,256,998 *	-1.0%
Survivors Benefit Trust	\$ 8,672,830	\$ 1,777,547	\$ 10,450,377	18.9%
Total	<u>\$ 418,095,121</u>	<u>\$ 123,933,100</u>	<u>\$ 542,028,221</u>	

* Includes \$10,000,000 allocation for FY21 transmitted to the Trust after June 30, 2021.

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Period Ended 06/30/2021

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

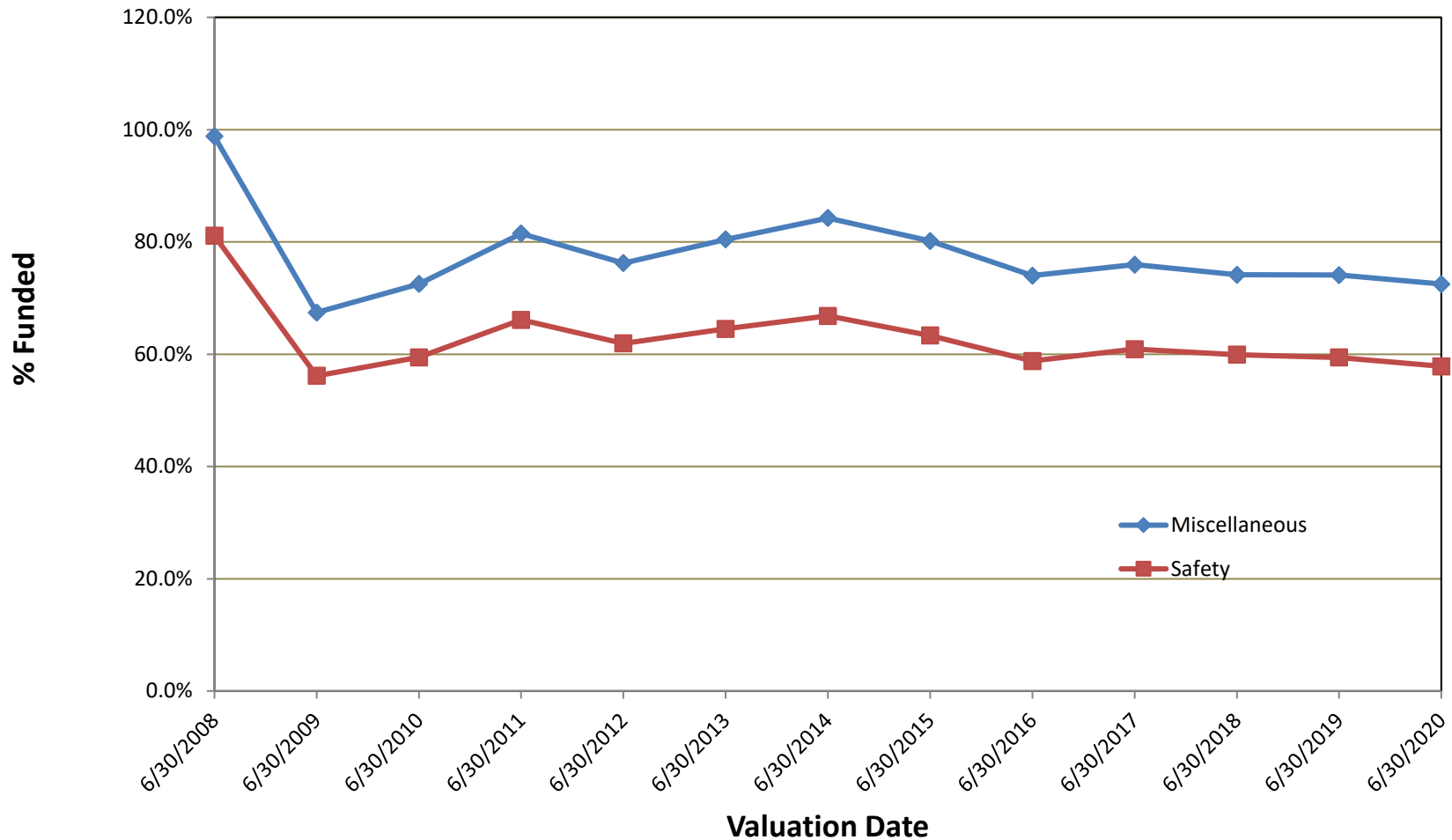
	<u>Report Date</u>	<u>Market Value of Assets</u>	<u>Total Liability</u>	<u>Unfunded Liability</u>	<u>% Funded</u>	<u>% Funded Prior Valuation</u>
Retirement Pension with CALPERS						
Miscellaneous Employees	6/30/2020	\$ 2,001,179,865	\$ 2,759,872,021	\$ 758,692,156	72.5%	74.1%
Safety Employees	6/30/2020	\$ 236,885,370	\$ 409,469,083	\$ 172,583,713	57.9%	59.4%
Section 115 Pension Trust *	6/30/2021	\$ 30,256,998				
Retiree Health Benefits	6/30/2020	\$ 389,128,000	\$ 581,778,000	\$ 192,650,000	66.9%	56.4%
Other Post Employment Benefits						
Life Insurance	6/30/2020	\$ -	\$ 39,107,000	\$ 39,107,000	0.0%	0.0%
Survivors Benefits	6/30/2020	\$ 8,676,000	\$ 21,014,000	\$ 12,338,000	41.3%	23.4%

* Balance of Section 115 Pension Trust for prefunding of the District's pension obligation; this includes \$10,000,000 allocation in FY21 transmitted to the Trust after June 30, 2021.

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Period Ended 06/30/2021

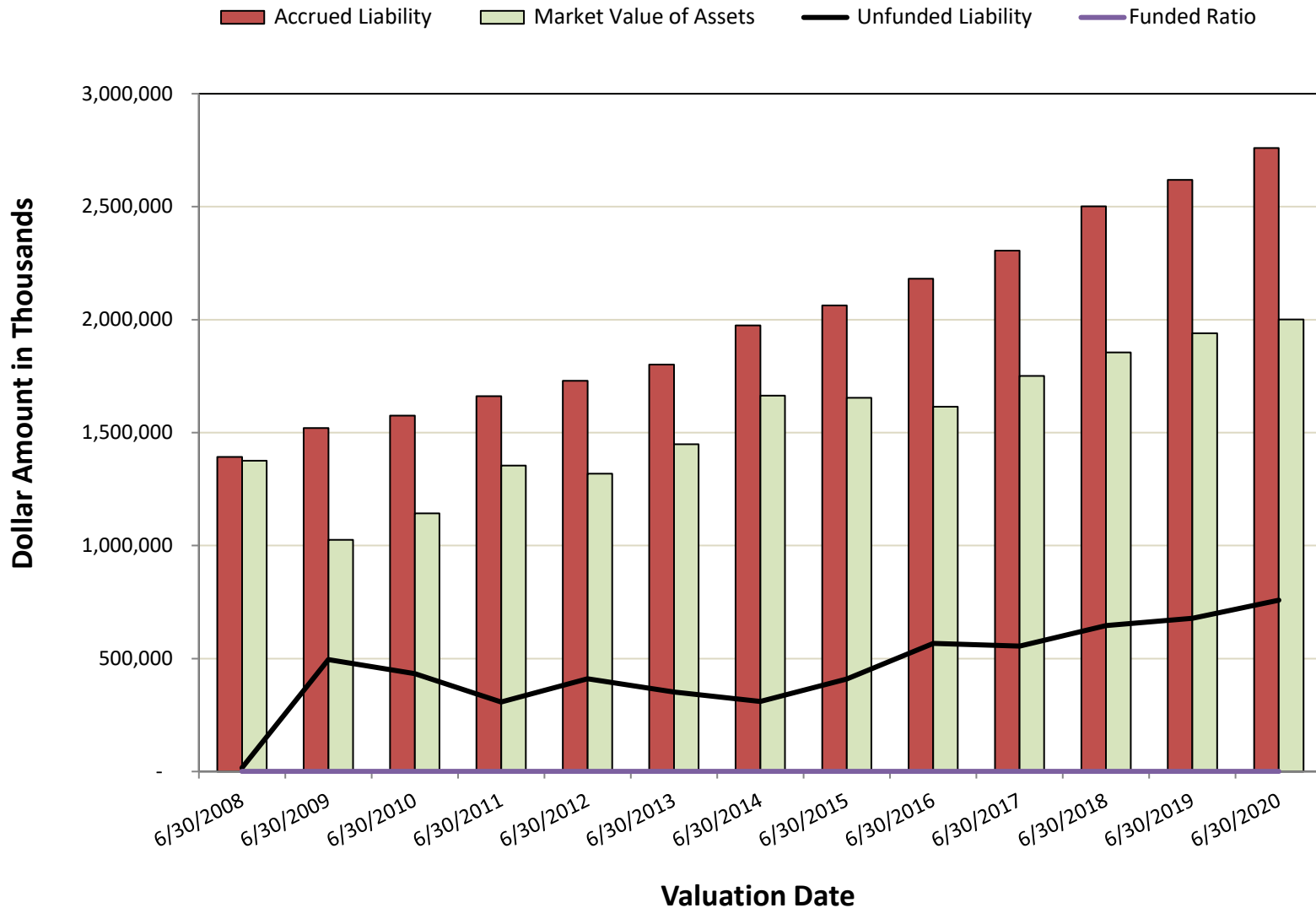
CALPERS Pension Plan Funding Progress



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Period Ended 06/30/2021

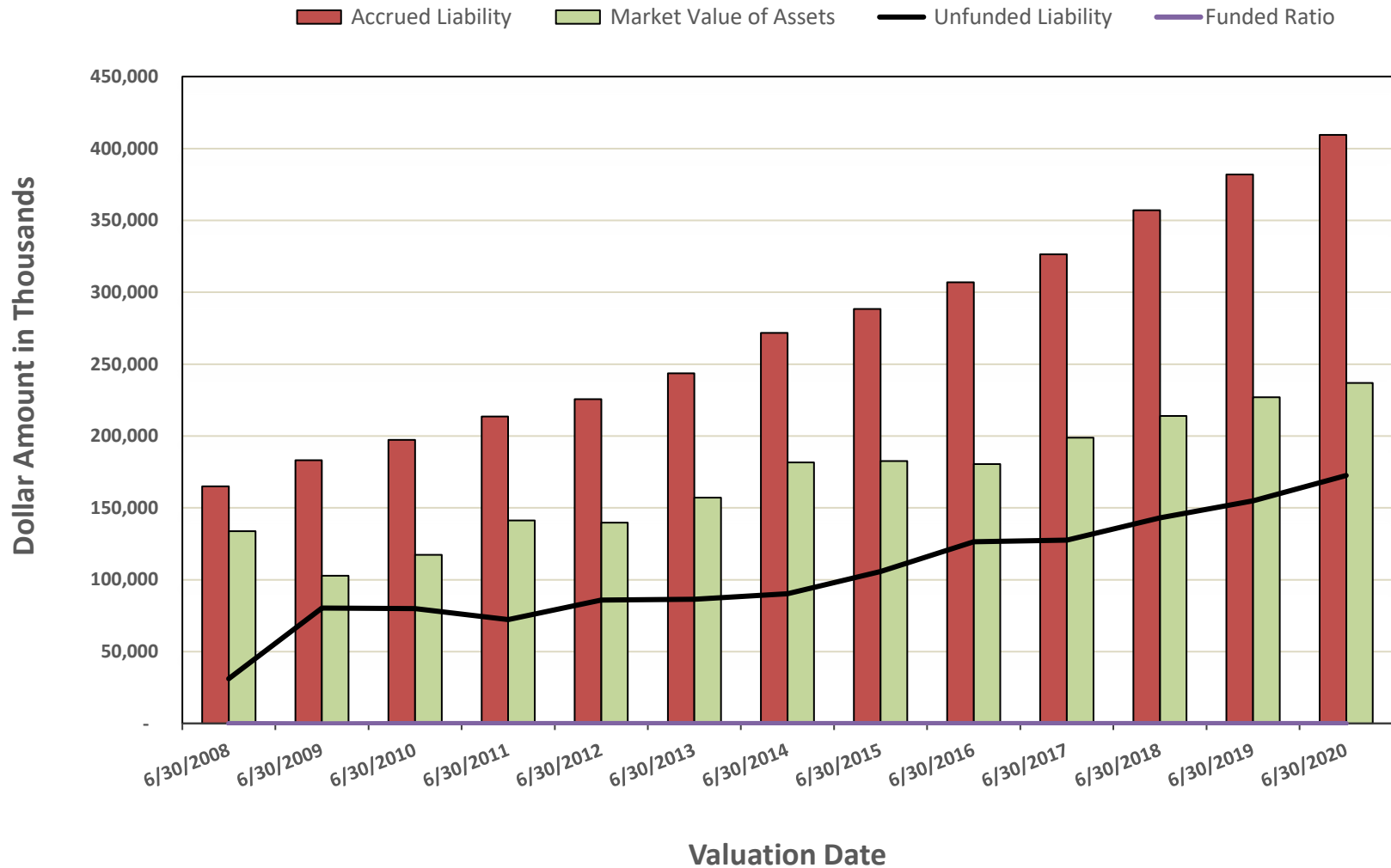
CALPERS Miscellaneous Pension Plan Funding Progress



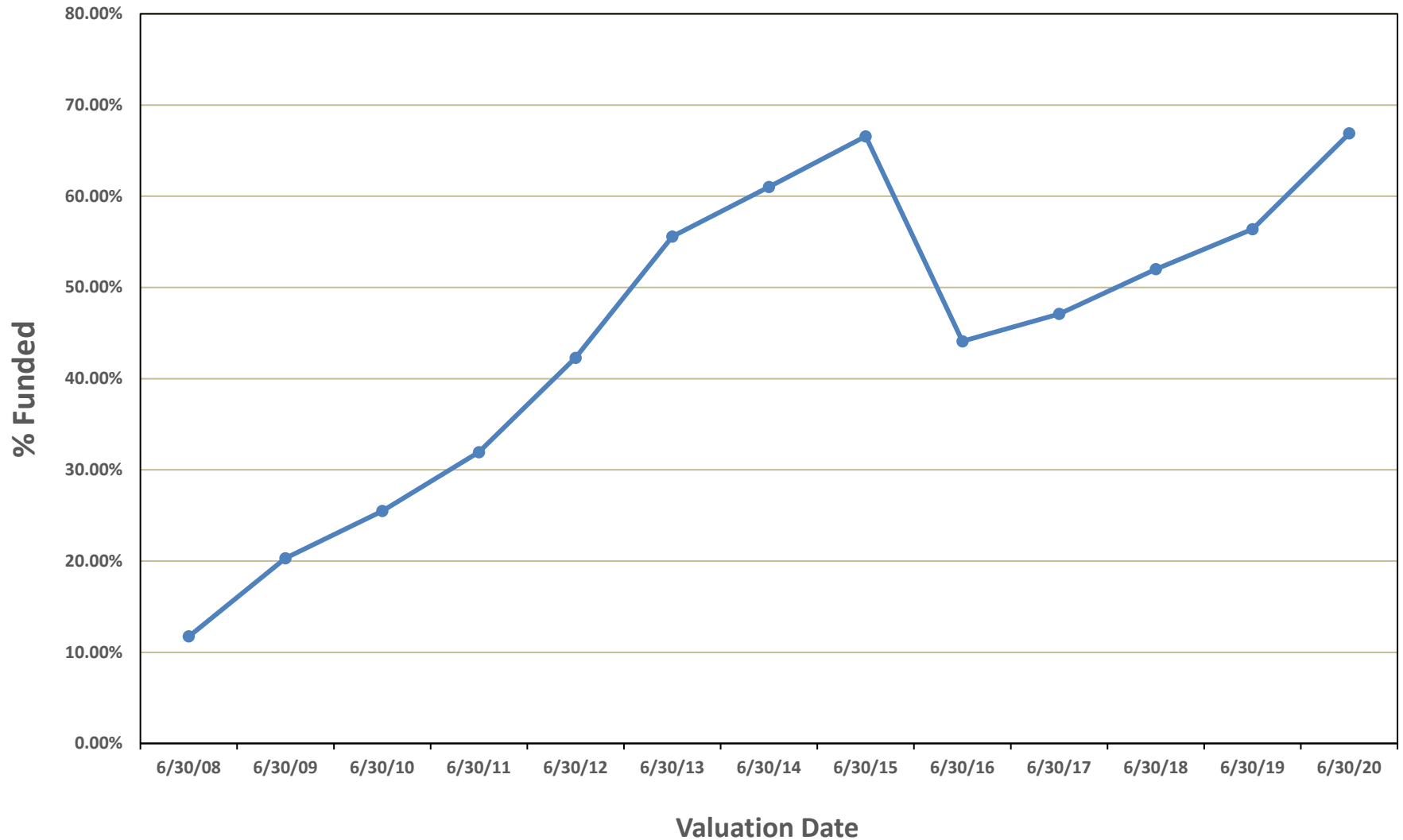
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Period Ended 06/30/2021

CALPERS Safety Pension Plan Funding Progress



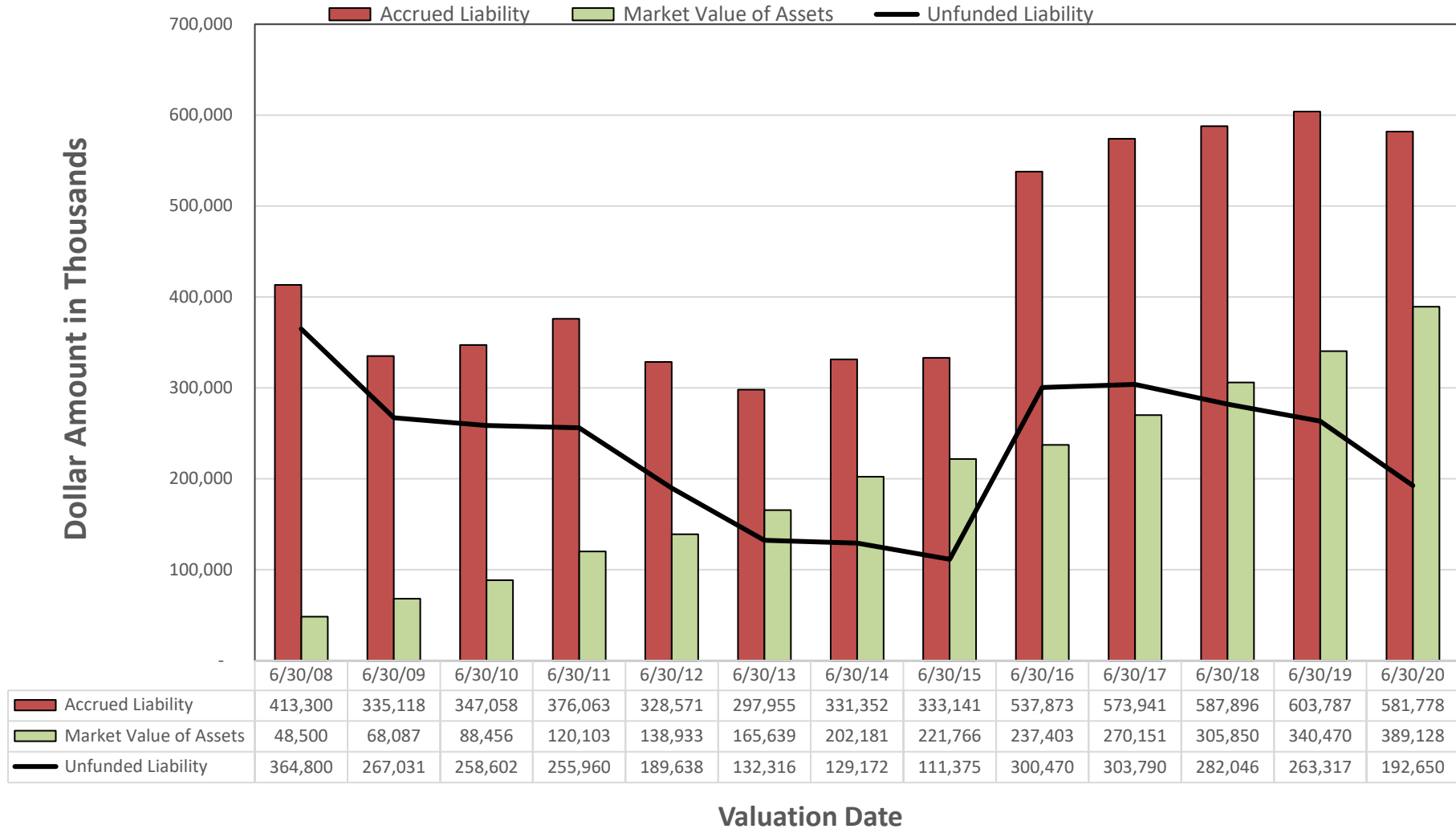
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Period Ended 06/30/2021
Retiree Health Benefits Plan Funding Progress



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Period Ended 06/30/2021

Funding Progress Retiree Health Benefits Plan



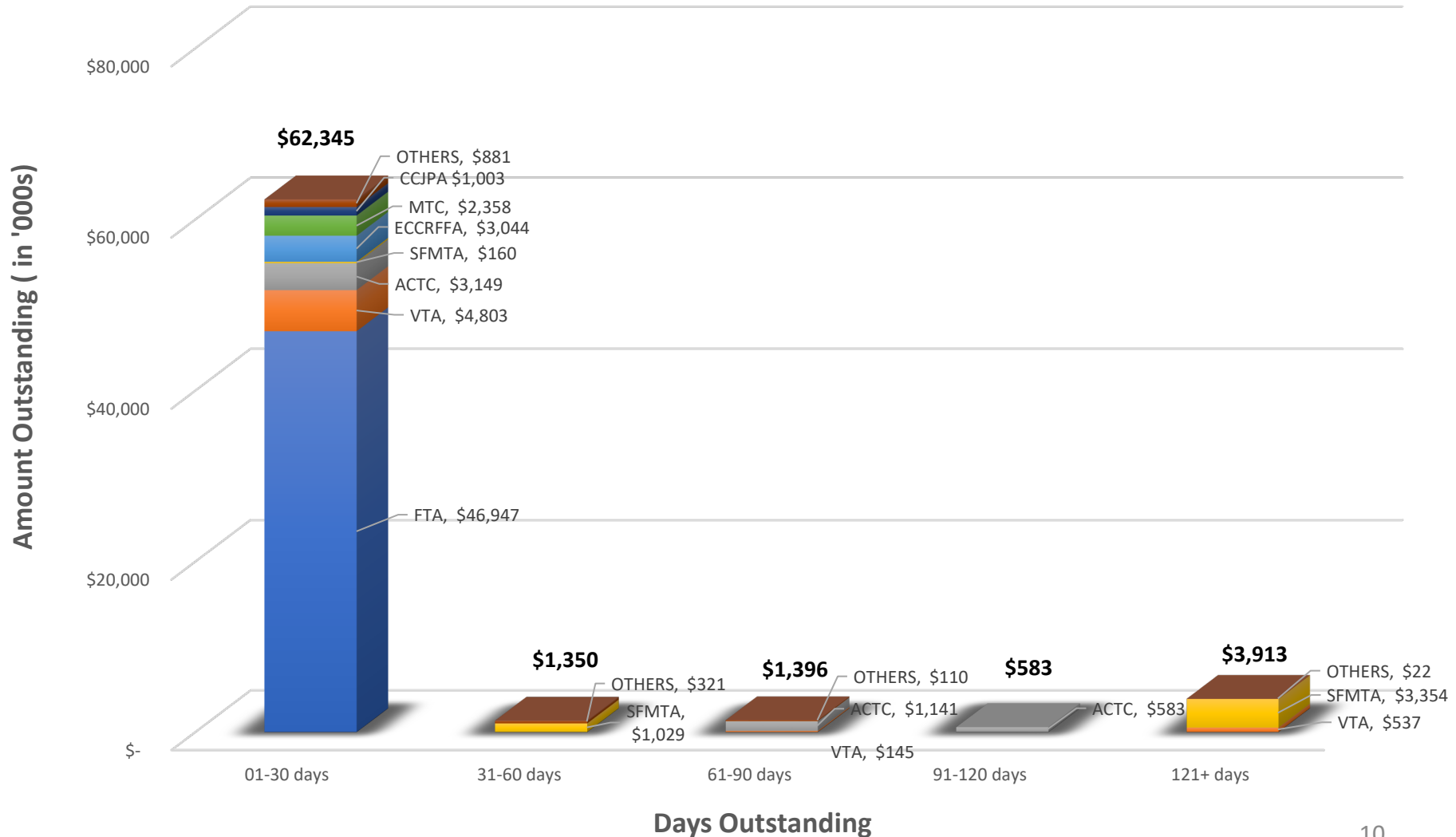
Quarterly Report of the Controller-Treasurer

Period Ended 06/30/2021

Accounts Receivable

- The time to receive reimbursement from our funding partners is shown in the chart below. The amount outstanding is \$69,587,286 as of June 30, 2021.

Outstanding Billed A/R Grants as of June 30, 2021



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Period Ended 06/30/2021

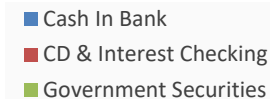
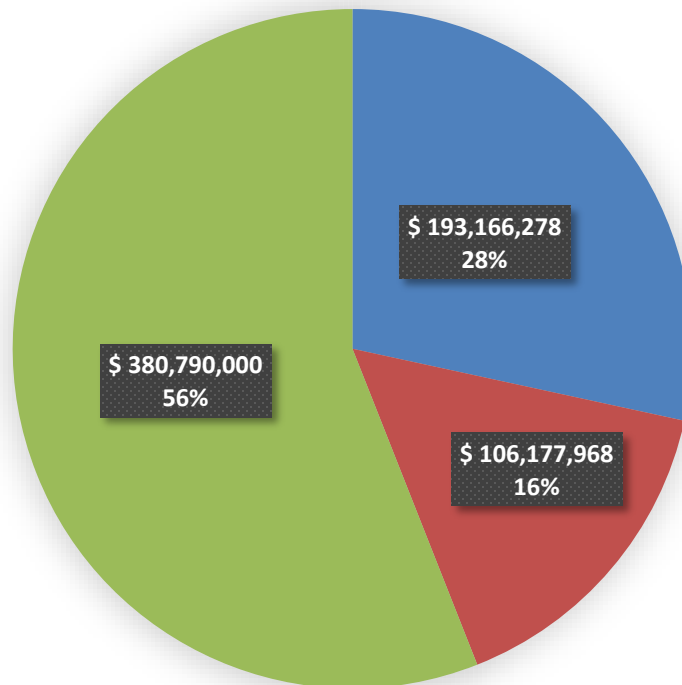
DISTRICT FINANCES

Shown below are the composition of the District's cash and investments for the General Fund and Working Capital Fund as of the end of the quarter.

Total Cash and Investments - \$680,134,247

- Total Cash in Banks: \$193,166,278
- Total CD: \$888,676 and High Interest Checking Account: \$105,289,292
- Total Government Securities: \$380,790,000

Weighted average return on our Investments and weighted average maturity (WAM) of our Investment portfolio in the current quarter were unchanged from the previous quarter at .05% and 73 days, respectively.



Breakdown of Government Securities

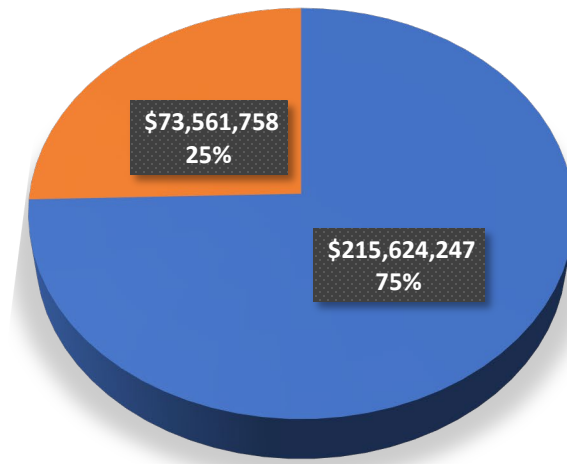
- * US Treasury
- * Federal Home Loan Bank Discount Note
- * International Bank for Reconstruction and Development

Quarterly Report of the Controller-Treasurer

Period Ended 06/30/2021

Breakdown of Cash and Investments

	<u>General Fund</u>	<u>Capital Fund</u>	<u>Total</u>
Restricted	\$ 45,569,967	\$ 12,587,519	\$ 58,157,486
Unrestricted	\$ 345,378,275	\$ 276,598,486	\$ 621,976,761
Total	<u>\$ 390,948,242</u>	<u>\$ 289,186,005</u>	<u>\$ 680,134,247</u>



■ Allocated
■ Scheduled to be Allocated

CAPITAL FUND

Quarterly Report of the Controller-Treasurer

Period Ended 06/30/2021

Summary of Outstanding Bonds

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding Balance</u>	<u>Annual Debt Service</u>	<u>Property Tax Assessments</u> *
Sales Tax Revenue Bonds **		\$ 984,260,000	\$ 686,295,000	\$ 57,167,323	
Measure AA General Obligation Bonds	\$ 980,000,000	\$ 980,000,000	\$ 681,780,000	\$ 54,655,594	\$2.50/\$100,000
Measure RR General Obligation Bonds	\$ 3,500,000,000	\$ 1,360,000,000	\$ 1,190,110,000	\$ 54,626,500	\$3.50/\$100,000
Total		<u><u>\$ 3,324,260,000</u></u>	<u><u>\$ 2,558,185,000</u></u>	<u><u>\$ 166,449,417</u></u>	

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

** Sales Tax Revenue Bonds with outstanding balances.

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Period Ended 06/30/2021

Operating and Other Reserves

		March 31, 2021	Increase (Decrease) During the Quarter	June 30, 2021	June 30, 2020	Year to-date Increase (Decrease) FY21
Operating Reserve	(1)	\$ 53,708,182	\$ -	\$ 53,708,182	\$ 53,708,182	\$ -
Insurance Calamity Reserve	(2)	9,000,000	-	9,000,000	9,000,000	-
Operating Reserve - Economic Uncertainty						
General Reserve for Economic Uncertainty	(3)	25,345,543		25,345,543	25,345,543	-
From Federal Assistance - CARES Act	(3)	21,537,608	(21,537,608)	-	65,206,043	(65,206,043)
From Federal Assistance - CRRSAA	(3)	103,717,002	65,795,955	169,512,957		169,512,957
Operating Reserve - Fiscal Stability - Pension	(4)	20,027,993	10,229,005	30,256,998	20,294,375	9,962,623
Operating Reserve - Low Carbon Fuel Standards Credits	(5)	18,498,668	-	18,498,668	18,498,668	-
Working Capital Reserve Fund	(6)	83,861,875	3,825	83,865,700	83,198,688	667,012
Operating Reserve - Quality of Life	(7)	-	-		1,500,000	(1,500,000)
Operating Reserve - eBART Operations	(8)	-	5,390,000	5,390,000	-	5,390,000
Total		<u>\$ 335,696,871</u>	<u>\$ 59,881,177</u>	<u>\$ 395,578,048</u>	<u>\$ 276,751,499</u>	<u>\$ 118,826,549</u>

- (1) Cumulative balance of operating reserves per "Financial Stability Policy" approved by the Board.
- (2) This reserve was set aside in the 1960s to cover catastrophic losses associated with District property damage, public liability and workers' compensation claims.
- (3) Operating reserve set aside due to uncertain economic conditions.
- (4) Amount set aside in FY18, FY19, FY20, and FY21 for pension contribution or for prefunding of the District's pension obligation. A Section 115 Pension Trust has been created for this reserve.
- (5) Portion of proceeds from sale of Low Carbon Fuel Standards credits sold set aside to support operations per "Low Carbon Fuel Standard Policy" approved by the Board in July 2017.
- (6) Working capital fund.
- (7) Operating reserve set aside in FY19 for quality-of-life initiatives.
- (8) FY21 year end operating allocation for eBART non-labor operating cost.