

**Metropolitan Transportation Commission  
Administration Committee**

December 14, 2022

Agenda Item 2d

**MTC Investment Report for September 2022 (Unaudited)**

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**Background:**

In accordance with the adopted investment policy, attached are the comprehensive investment holdings for the Metropolitan Transportation Commission (MTC) and all component units.

Total funds under MTC management are just under \$3.8 billion. The breakdown by fund is as follows:

| <b>Fund</b>                                    | <b>Market Value<br/>(In million)</b> | <b>Percentage<br/>of Total</b> |
|--|--------------------------------------|--------------------------------|
| Bay Area Toll Authority                        | \$2,586.4                            | 68.7%                          |
| BART Car Exchange Program *                    | 349.9                                | 9.3%                           |
| Metropolitan Transportation Commission         | 309.2                                | 8.2%                           |
| FasTrak® (Customer Deposits)                   | 172.3                                | 4.6%                           |
| Bay Area Infrastructure Financing Authority    | 152.3                                | 4.0%                           |
| Clipper® (Customer Deposits)                   | 127.5                                | 3.4%                           |
| Bay Area Headquarters Authority                | 35.1                                 | 0.9%                           |
| Bay Area Housing Finance Authority             | 19.8                                 | 0.5%                           |
| Service Authority for Freeways and Expressways | 14.8                                 | 0.4%                           |
| Portfolio Total                                | \$3,767.3                            | 100.0%                         |

\* *The BART Car Exchange fund is held in trust for future replacement of BART cars.*

As of November 3, 2022, due to delays in processing by the Internal Revenue Service, we have received a partial payment of approximately \$19 million of the Build America Bonds subsidy which was due on October 1, 2022. We are waiting for an additional subsidy payment of approximately \$17 million and we expect full payment.

The portfolio breakdown by investment type is as follows:

| <b>Security Holding</b>                | <b>Portfolio Composite</b> | <b>Policy Limits</b>       |
|--|----------------------------|----------------------------|
| Cash                                   | 9.9%                       | No limit                   |
| Mutual Funds (Custody)                 | 8.3%                       | 20% Portfolio/10% One Fund |
| Mutual Funds (Trust)                   | 5.0%                       | Trustee Funds – No limit   |
| Local Agency Investment Fund (LAIF)    | 5.5%                       | No limit                   |
| CA Asset Mgmt Program (CAMP)           | Less than 0.1%             | No limit                   |
| Government-Sponsored Enterprises (GSE) | 44.6%                      | No limit                   |
| U.S. Treasury                          | 26.2%                      | No limit                   |
| Municipal Bonds                        | 0.5%                       | No limit                   |
| Portfolio Total                        | 100.0%                     |                            |

From time to time, there will be negative balances in the checking account which reflect timing differences between payments and receipt of funds from internal or external sources.

Funds held by trustee are subject to permitted investments authorized in the approved issuing documents and are not subject to mutual fund limits as defined by California law and the MTC Investment Policy.

Credit ratings of mutual funds held in the MTC portfolio are within the limits required by the MTC Investment Policy.

Liquidity Summary of MTC Portfolio

| <b>Maturity</b>       | <b>Market Value (In million)</b> | <b>% of Total Portfolio</b> | <b>Cumulative Minimum Level per MTC Investment Policy</b> |
|-----------------------|----------------------------------|-----------------------------|---|
| 30 days or less       | \$1,354.8                        | 36%                         | 10%   |
| 90 days or less       | 1,932.7 cumulative               | 51% cumulative              | 15%   |
| 1 year or less        | 2,706.5 cumulative               | 72% cumulative              | 30%   |
| 1-5 years             | 1,043.1                          | 27%                         |   |
| Greater than 5 years* | 17.7                             | 1%                          |   |

\* BAAQMD Certificate of Participation matures in November 2053 and is held in the RMI BATA Admin Reserve.

The weighted maturity of the MTC portfolio is 412 days, and the maximum weighted maturity cannot exceed 5 years.

**Issues:**

None identified.

**Recommendations:**

Information.

**Attachments:**

- Attachment A: Comprehensive Investment Holdings for MTC and All Component Units



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