October YTD 2023 Discussion Items:

- Financial Performance Report
- Asset Liability Management Report
October YTD 2023 Financial Performance Report
# October YTD performance

<table>
<thead>
<tr>
<th>Revenues &amp; Other Financing (in thousands)</th>
<th>October 2023 YTD Budget</th>
<th>October 2023 YTD Actuals</th>
<th>Variance ($) (Under)/Over</th>
<th>Actuals as % of Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tax Revenues</td>
<td>$1,879,710</td>
<td>$1,908,944</td>
<td>$29,233</td>
<td>102%</td>
</tr>
<tr>
<td>Other Revenues &amp; Financing</td>
<td>$341,878</td>
<td>$1,455,262</td>
<td>$1,113,383</td>
<td>426%</td>
</tr>
<tr>
<td>Total Revenues &amp; Other Financing</td>
<td>$2,221,589</td>
<td>$3,364,205</td>
<td>$1,142,617</td>
<td>151%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenditures (in thousands)</th>
<th>October 2023 YTD Budget</th>
<th>October 2023 YTD Actuals</th>
<th>Variance ($) (Under)/(Over)</th>
<th>Actuals as % of Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transit Operations</td>
<td>$410,191</td>
<td>$379,182</td>
<td>$31,009</td>
<td>92%</td>
</tr>
<tr>
<td>System Expansion Projects</td>
<td>$1,654,237</td>
<td>$1,422,834</td>
<td>$231,403</td>
<td>86%</td>
</tr>
<tr>
<td>Non-System Expansion Projects</td>
<td>$207,460</td>
<td>$144,902</td>
<td>$62,558</td>
<td>70%</td>
</tr>
<tr>
<td>Debt Service</td>
<td>$109,880</td>
<td>$106,953</td>
<td>$2,927</td>
<td>97%</td>
</tr>
<tr>
<td>Other Expenses</td>
<td>$39,272</td>
<td>$37,028</td>
<td>$2,244</td>
<td>94%</td>
</tr>
<tr>
<td>Total Expenses</td>
<td>$2,421,040</td>
<td>$2,090,900</td>
<td>$330,140</td>
<td>86%</td>
</tr>
</tbody>
</table>
**October YTD revenue & other financing**

**Actuals were $1.1B higher than planned**
- Federal grants (11% favorable)
- Ridership / fares (4% unfavorable)
- Tax revenues (2% favorable)
- Investment income (260% favorable)
- TIFIA
  Not budgeted
October YTD transit operations

Actuals were $31M or 8% lower than planned

- **Link**
  - (6% under YTD budget)

- **Sounder**
  - (19% under YTD budget)

- **ST Express**
  - (1% under YTD budget)

- **Tacoma Link**
  - (36% under YTD budget)
October YTD system expansion projects

Actuals were $231M or 86% lower than planned

- Link (9% under budget)
- Stride (41% under budget)
- Sounder (37% under budget)
- Regional Express (12% under budget)
- Other (12% under budget)
October YTD agency projects
(excluding system expansion)

Actuals were $63M or 30% lower than planned

- Enhancements  
  (52% under YTD budget)
- State of Good Repair  
  (39% under YTD budget)
- Administrative  
  (20% under YTD budget)
Asset and Liability Management Report
Asset and Liability Management Highlights

- The Agency continues to have strong liquidity. Investment balances remain favorable, and there are no planned debt issuances in the medium term (3 to 5 years).

- Staff continues to monitor Fed actions and the market. As needed, the portfolio is adjusted to minimize risk and maximize returns.
ALM Report Highlights

Rising interest rates in Q3 result in higher yields on the Agency's investments.

- The portfolio continues to overweight the State Investment Pool to capture high short-term rates, while also locking in yield in medium and long term in the Unrestricted portfolio.
Portfolio Performance

The portfolio continues to outperform Budget driven by:

- **Portfolio Action**
  - $1B of TIFIA drawn on August 15th, interest rate 1.91%
  - Funds have been invested at an average yield of 4.99%
  - Action generates ~$30 million of 2024 net interest income

- **Rising Interest Rates**
  - During Q3 yields rebounded, led by the 10-year treasury increasing by .73%, while the 2-year increased by .15%.

2023 Year End Forecast of $161 million
Thank you.