

Financial Performance Report

Q1 2026

Finance and Audit Committee

5/14/2026



Why are we here?

Today we are here to provide information

- Q1 2026 Financial performance
- Asset and liability management report

Q1 2026 budget performance

Q1 2026 YTD budget performance

Revenues & Other Financing Sources (in thousands)	March 2026 YTD Budget	March 2026 YTD Actuals	Variance (\$) Under/(Over)	Actuals as % of Budget
Tax Revenues	\$ 571,044	\$ 589,249	\$ 18,205	103%
Other Revenues	\$ 93,391	\$ 126,984	\$ 33,593	136%
Total Revenues	\$ 664,435	\$ 716,233	\$ 51,798	108%

Expenditures (in thousands)	March 2026 YTD Budget	March 2026 YTD Actuals	Variance (\$) Under/(Over)	Actuals as % of Budget
System Expansion Projects	\$ 342,681	\$ 260,737	\$ 81,943	76%
Transit Operations	\$ 213,486	\$ 201,532	\$ 11,955	94%
Debt Service	\$ 74,967	\$ 72,783	\$ 2,184	97%
Service Delivery Projects	\$ 33,662	\$ 18,558	\$ 15,104	55%
Other Expenses	\$ 26,226	\$ 21,907	\$ 4,319	84%
Total Expenses	\$ 691,022	\$ 575,518	\$ 115,505	83%

2026 Q1 YTD revenues & other sources

Actuals were \$52M or 8% higher than budget

(in millions)



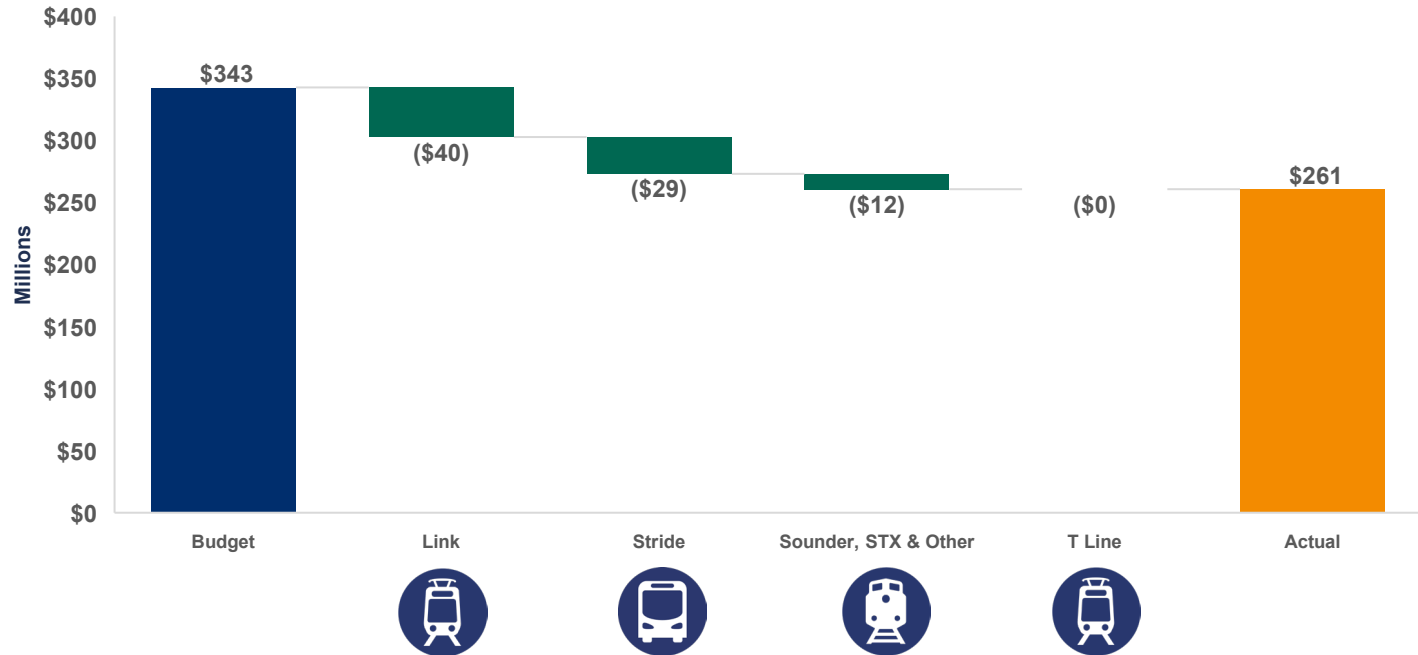
- **Tax revenues**
(3% over budget)
- **Ridership / fares**
(12% over budget)
- **Investment income**
(28% under budget)
- **Federal grants**
(696% over budget)

2026 Q1 YTD system expansion projects

Actuals were \$82M or 24% lower than budget

(in millions)

- **Link**
(22% under budget)
- **Stride**
(31% under budget)
- **Sounder, ST Express & Other**
(19% under budget)
- **T Line**
(8% under budget)

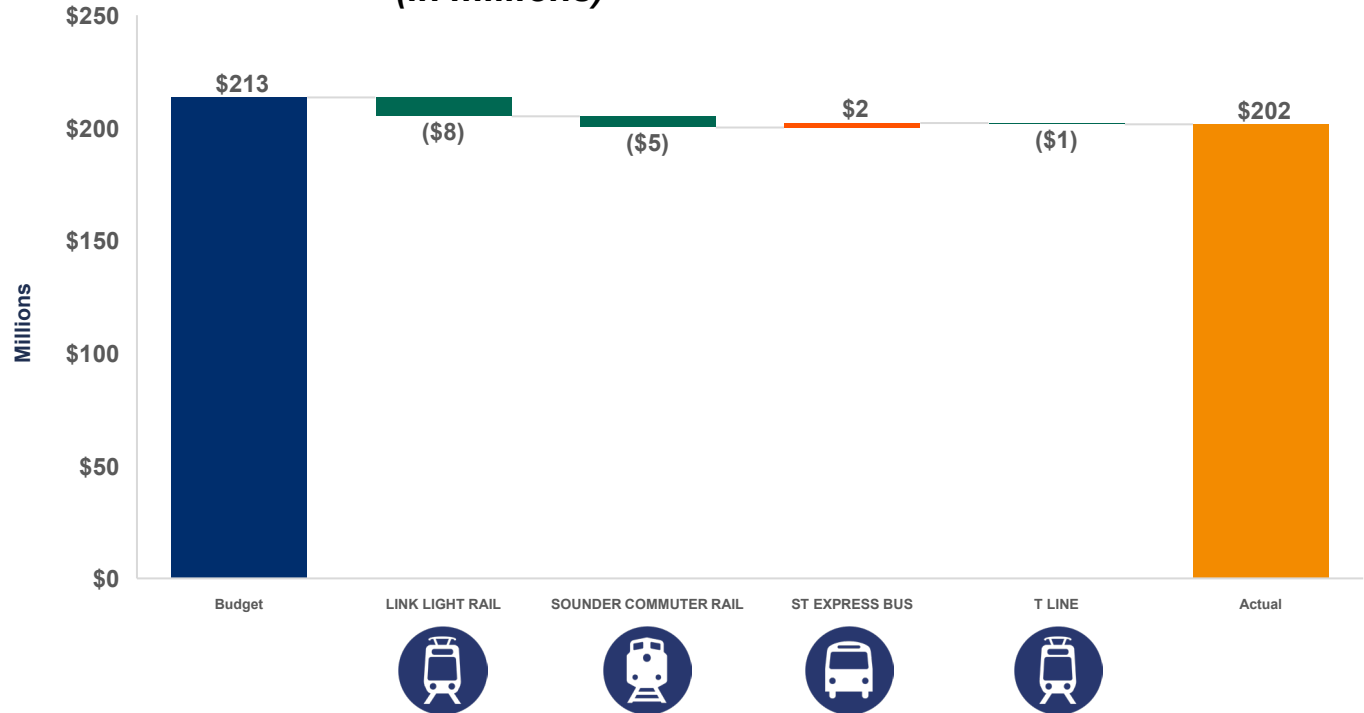


2026 Q1 YTD transit modes operating

Actuals were \$12M or 6% lower than budget

(in millions)

- **Link**
(6% under budget)
- **Souder**
(18% under budget)
- **ST Express**
(4% over budget)
- **T Line**
(11% under budget)



2026 Q1 YTD service delivery projects

Actuals were \$15M or 45% lower than budget

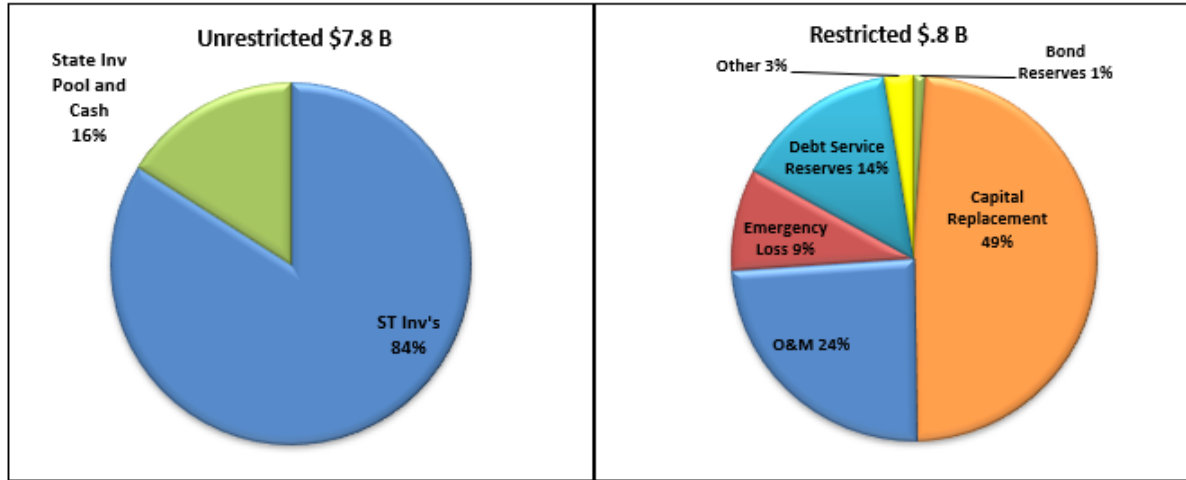
(in millions)

- **Facilities**
(47% under budget)
- **Infrastructure**
(70% under budget)
- **Rolling Stock**
(84% under budget)



***Q1 2026 Asset Liability
Management (ALM) Report***

Investment Portfolio



Agency investments in the combined unrestricted and restricted portfolios were \$8.6 Billion as of March 31, 2026

- Unrestricted funds are available for any Agency needs
- Restricted funds are set aside for specific purposes based on Board policy and other constraints

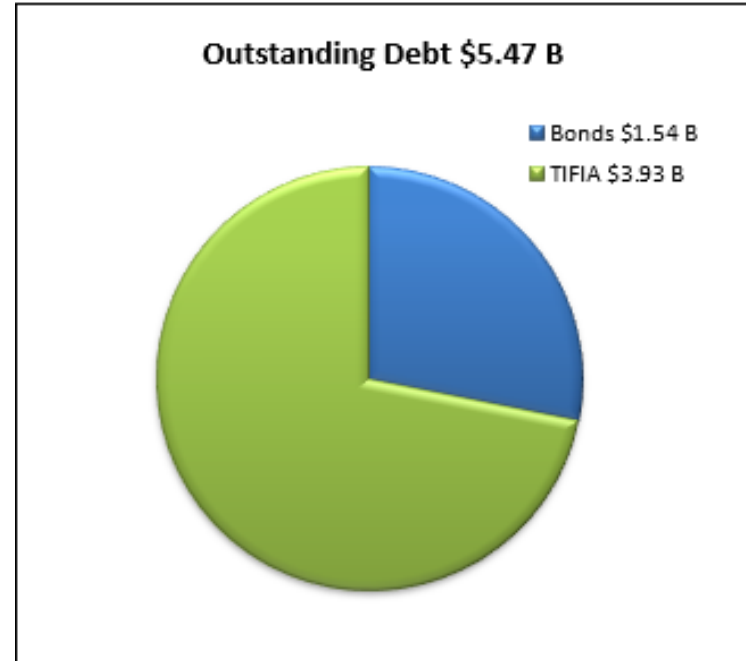
Staff continues to monitor the economic data and adjust the portfolio as appropriate

ALM-Debt Portfolio

The Agency had \$5.5 billion of outstanding bonds and TIFIA borrowings as of March 31, 2026

The Agency reviews the debt portfolio regularly for opportunities to lower borrowing costs and maximize debt capacity

Appropriate action is taken based on market conditions and financial needs. The next slide addresses a current opportunity within the portfolio



Refunding of Series 2016S-1

- The Agency issued debt in 2016 via series 2016S-1 with a principal amount of \$400 million
- The issue has a ten-year call option available November 1, 2026, for certain maturities totaling ~\$225 million
- Market interest rates are currently lower than the 2016S-1 interest rate. This provides an opportunity for the Agency to refund the callable portion of the debt and create savings
- The exercise of the call option via a refunding has net present value savings of ~\$20 million
- The Board will be asked in June to approve the refunding via a resolution

Thank you.



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