

ALAMEDA-CONTRA COSTA TRANSIT DISTRICT



STAFF REPORT

MEETING DATE: 3/25/2026

Staff Report No. 26-135

TO: AC Transit Board of Directors
FROM: Salvador Llamas, General Manager/Chief Executive Officer
SUBJECT: Monthly Report on Investments for November, December, and January

BRIEFING ITEM

AGENDA PLANNING REQUEST:

RECOMMENDED ACTION(S):

Consider receiving the Monthly Report on Investments for the months of November, December, 2025 and January, 2026.

Staff Contact:
Chris Andrichak, Chief Financial Officer

STRATEGIC IMPORTANCE:

Goal - Financial Stability and Resiliency
Initiative - Financial Efficiency and Revenue Maximization

The Monthly Report on Investments is provided to the Board of Directors to demonstrate 1) the District's compliance with Investment Policy Guidelines; and 2) the District's ability to meet its liquidity needs in the near term.

BUDGETARY/FISCAL IMPACT:

There are no budgetary or fiscal impacts associated with this report.

BACKGROUND/RATIONALE:

As of November 30, 2025, the District had the following investments (\$ millions):

Money Market (General Fund - Principal)	\$31.01
Money Market (General Fund - Small banks)	\$1.83
Money Market (Other - Principal)	\$12.99
Treasury Bills and Notes	\$153.27
Local Agency Investment Fund (LAIF)	\$15.19

As of December 31, 2025, the District had the following investments (\$ millions):

Money Market (General Fund - Principal)	\$36.49
Money Market (General Fund - Small banks)	\$1.83
Money Market (Other - Principal)	\$13.01
Treasury Bills and Notes	\$148.48
LAIF	\$15.24

As of January 31, 2026, the District had the following investments (\$ millions):

Money Market (General Fund - Principal)	\$37.38
Money Market (General Fund - Small banks)	\$1.83
Money Market (Other - Principal)	\$13.74
Treasury Bills and Notes	\$148.38
LAIF	\$15.29

In compliance with Section 15.0 of Board Policy 349, Investment Policy, the Monthly Report on Investments for November, December, and January is forwarded to the Board of Directors for review. The portfolio detailed in the report complies with Board Policy 349, and the District is well-positioned to meet its expenditure obligations over the next six months.

Investment returns have aligned with the federal funds rate, as the District’s funds are primarily invested in Treasury bills and money market accounts. In response to the District’s budget deficit, maintaining adequate liquidity has become an elevated priority. This strategic shift has led to more conservative investment positioning, resulting in slightly lower returns for the current period. Given the continued emphasis on liquidity preservation, returns are expected to remain muted in the near term.

ADVANTAGES/DISADVANTAGES:

This report does not recommend a course of action with notable advantages or disadvantages.

ALTERNATIVES ANALYSIS:

This report is required under state law.

PRIOR RELEVANT BOARD ACTION/POLICIES:

Board Policy 349 - Investment Policy

ATTACHMENTS:

1. Monthly Investment Report for November 2025
2. Monthly Investment Report for December 2025
3. Monthly Investment Report for January 2026

Prepared by:

Sue Lee, Director of Revenue Management

Approved/Reviewed by:

Chris Andrichak, Chief Financial Officer