

Fourth Quarter 2024 Investment Report

RTD staff provides a quarterly investment report to the Board of Directors per RTD's Investment Policy to provide information on the character of RTD's financial investments as well as the investment return for the period. RTD funds are invested in high quality, short-term investments which are often affected by changing economic conditions and expectations and also by actions of the Federal Reserve Open Market Committee.

In view of the current economic environment, the Federal Reserve Open Market Committee decided to maintain the target range for the federal funds rate at $4\frac{1}{4}$ to $4\frac{1}{2}$ percent during their most recent meeting. The chairman stated "The Committee seeks to achieve maximum employment and inflation at the rate of 2 percent over the longer run. The Committee judges that the risks to achieving its employment and inflation goals are roughly in balance."

RTD's Investment Policy (the "Policy") is conservative in nature and seeks to satisfy the three primary objectives of: safety, liquidity and yield, in that order of importance.

The Policy specifies that:

"Quarterly reports shall outline the District's total investment return and compare the portfolio's performance to a publicly available index of securities having similar quality and duration characteristics to the portfolio or sub-portfolio being measured. For the liquidity tier of the portfolio (cash and cash equivalents), the specified index shall be the 3-month U.S. Treasury Bill Index as published by Bank of America Merrill Lynch for the period being measured. For the enhanced cash portion of the portfolio (securities maturing between 90 days and 5 years and with a target duration of 1 year), the designated performance benchmark will be the Merrill Lynch 1-year U.S. Treasury Note Index."

RTD manages its investment holdings in two main tiers:

1. The Liquidity Tier is intended to hold cash in very short-term investments which provide a small yield but allows immediate access for use in RTD's day-to-day operations with no exposure to gains or losses caused by fluctuations in interest rates.
2. The Enhanced Cash Tier has slightly longer holding periods than the Liquidity Tier to attempt to generate additional investment income that may have some minor exposure to gains and losses caused by fluctuations in interest rates if not held to maturity.



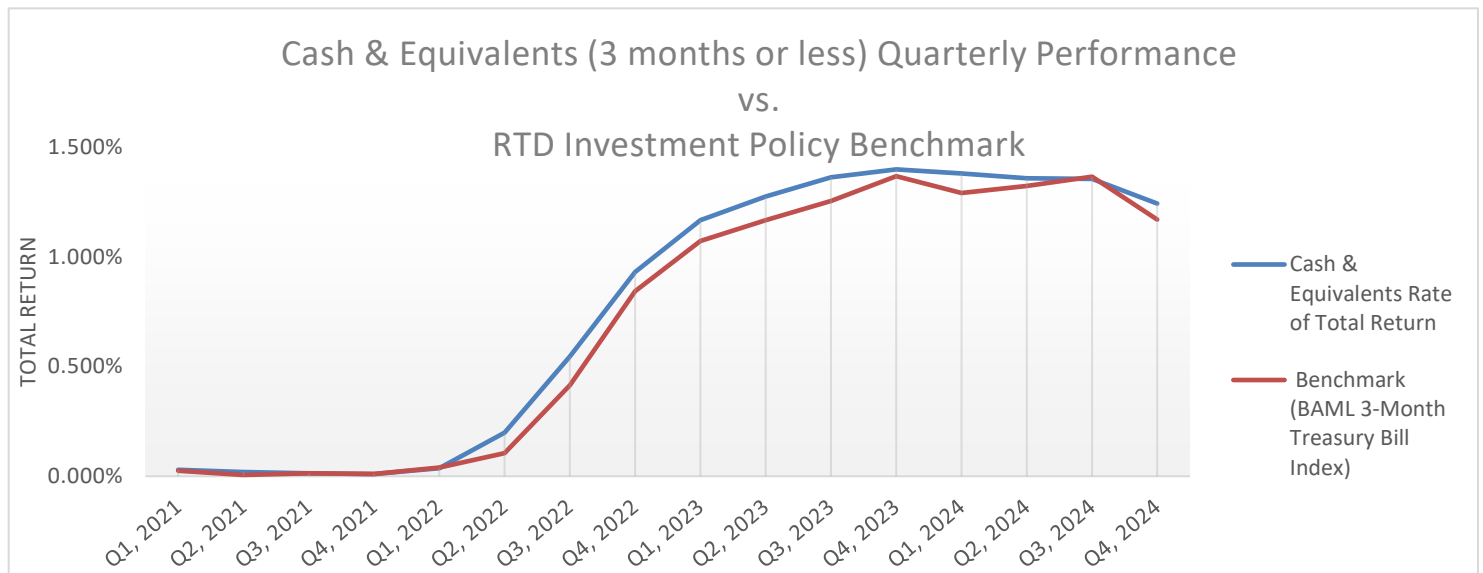
The total return on the liquidity and enhanced cash tiers of the District's unrestricted portfolio and investment benchmarks were as follows:

<u>Liquidity Tier:</u>	<u>4th Quarter</u>	<u>Y-T-D</u>
RTD cash and cash equivalents:	1.243%	5.34%
B of A/Merrill Lynch 3-month U.S. T-Bill Index	1.171%	5.15%

<u>Enhanced Cash Tier:</u>		
RTD enhanced cash:	-0.119%	3.916%
B of A/Merrill Lynch 1-year U.S. Treasury Note Index:	0.885%	4.816%

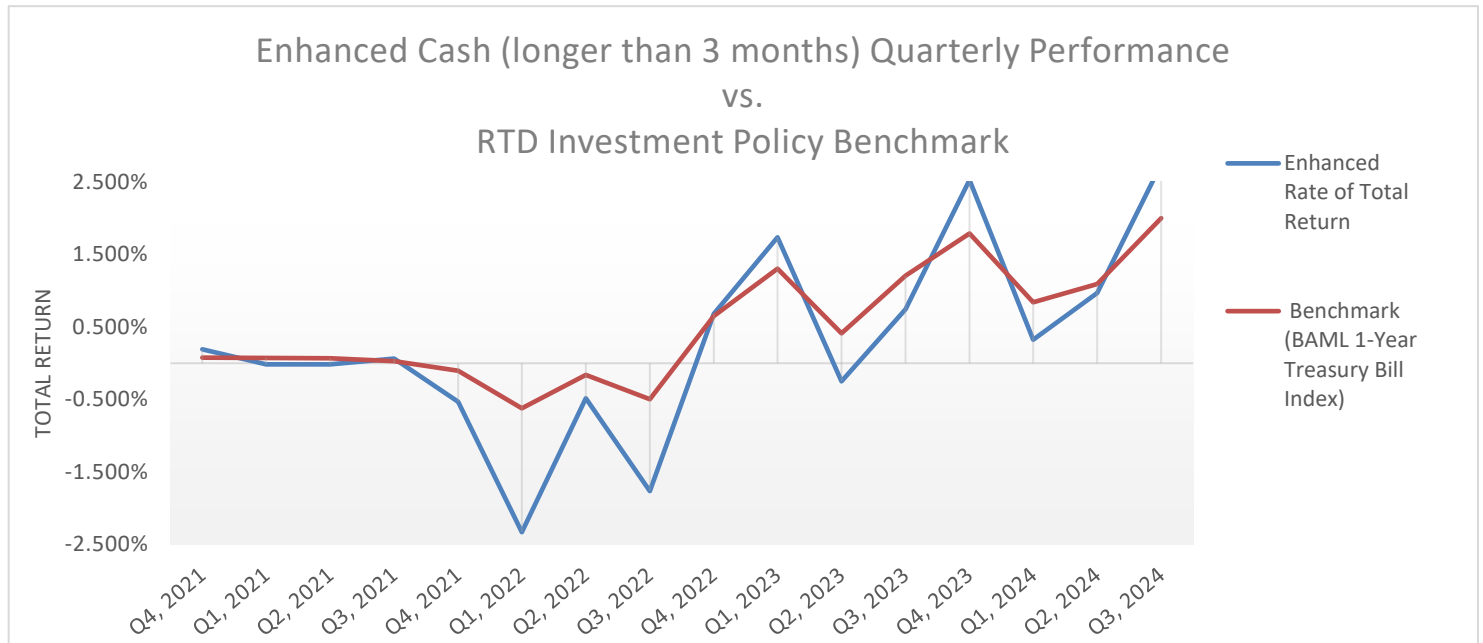
The yield of the District's unrestricted portfolio for the month of December was 3.81%. Year-to-date investment earnings produced income of approximately \$44.762 million.

Historical performance of the RTD Liquidity Tier investments relative to the Investment Policy benchmark is reflected in the following graph:





Historical performance of RTD Enhanced Cash Tier investments relative to the Investment Policy benchmark is reflected in the following graph:



In addition to the Liquidity and Enhanced Cash Tiers of the District's portfolio, all other reserves are invested in accordance with state law and additional guiding documents such as bond indentures, and escrow agreements.

The following shows a graphical depiction of RTD's unrestricted, enhanced cash holdings as well as the credit rating distribution of those investments:

Moody's Rating Distribution

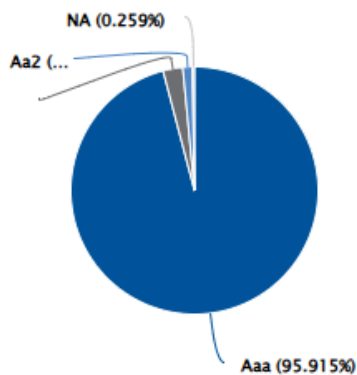


Chart calculated by: Ending Market Value + Accrued

S&P Rating Distribution

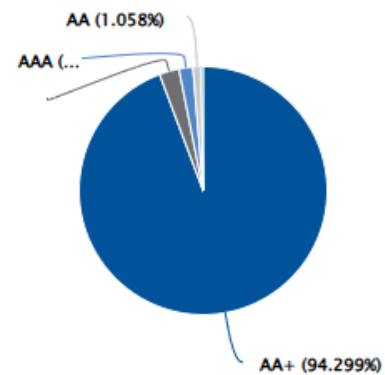
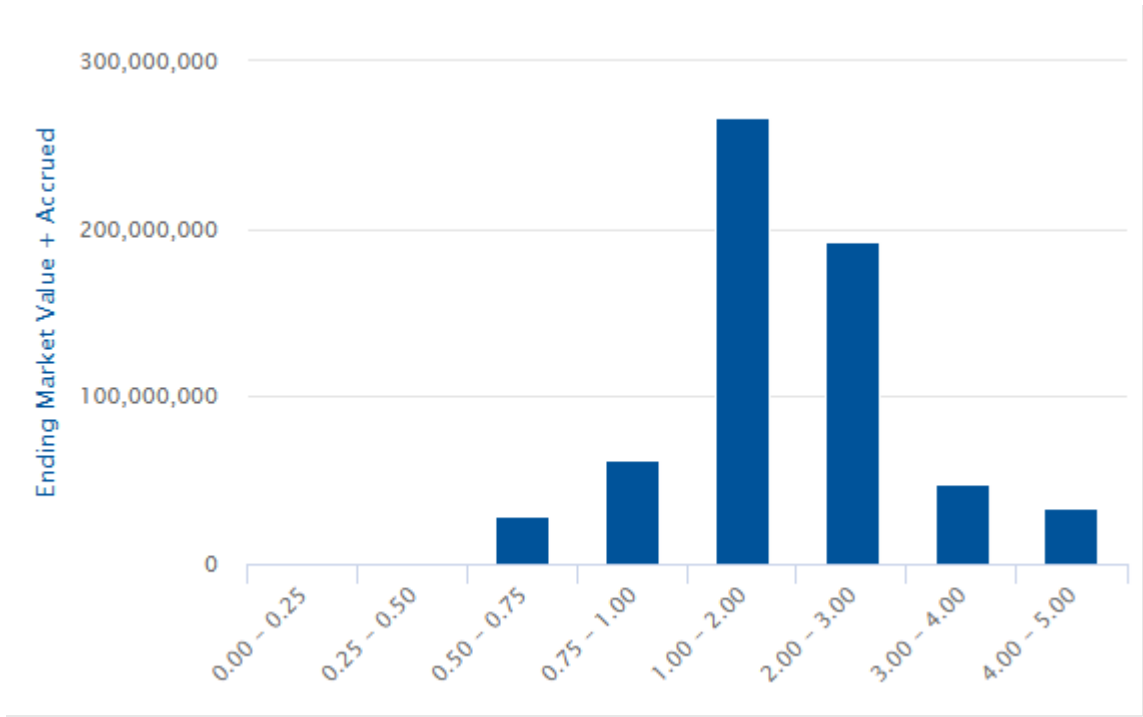


Chart calculated by: Ending Market Value + Accrued



The following shows a graphical depiction of RTD’s unrestricted, enhanced cash investment duration (holding term in years) which indicates investment price sensitivity to interest rate changes. Generally, investments with longer durations are more sensitive to interest rate changes which can result in gains or losses if not held to maturity.



**REGIONAL TRANSPORTATION DISTRICT
2024 RETURN ON INVESTMENT REPORT
UNRESTRICTED ONLY (BASE & FASTRAKS)
AS OF DECEMBER 31, 2024**

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	TOTAL <u>UNRESTRICTED INVESTMENTS</u>	
<u>WEIGHTED AVG BOOK VALUE AND/OR FAIR VALUE:</u>	<u>2023</u>	<u>2024</u>
JANUARY	979,111,531	1,083,726,173
FEBRUARY	995,529,872	1,087,370,698
MARCH	1,000,907,104	1,086,423,086
APRIL	1,004,333,840	1,086,409,646
MAY	999,277,621	1,093,254,467
JUNE	1,013,161,616	1,066,057,362
JULY	990,247,708	1,048,325,817
AUGUST	1,024,505,515	1,056,350,678
SEPTEMBER	1,020,094,669	1,042,166,248
OCTOBER	1,023,414,406	1,048,996,176
NOVEMBER	1,023,877,650	1,049,886,317
DECEMBER	1,057,160,302	1,067,519,878
ANNUALIZED WABV AND/OR WAFV	1,011,047,177	1,068,010,443
YTD INVESTMENT EARNINGS BASE & FT	39,580,979	44,761,884
ANNUAL INVESTMENT EARNINGS	39,580,979	44,761,884
2023 YTD YIELD, 2024 YTD YIELD	3.9	4.2

**REGIONAL TRANSPORTATION DISTRICT
QUARTERLY INVESTMENT REPORT
FOR THE QUARTER ENDING DECEMBER 31, 2024**

	QUARTERLY WEIGHTED AVERAGE FAIR VALUE BOOK VALUE	QUARTERLY EARNINGS PER G/L	DECEMBER 31, 2024 QUARTER YIELD ON WEIGHTED AVERAGE	ADJUSTMENT TO FAIR VALUE	DECEMBER 31, 2024 UNREALIZED TOTAL RETURN ON WEIGHTED AVERAGE
<u>RTD Unrestricted Portfolio:</u>					
Cash Base/Fastracks Equivalents	<u>425,581,784</u>	<u>5,290,550</u>	1.243%		
Enhanced Cash RTD BASE	472,399,517	3,143,521	0.665%	(3,770,391)	-0.132%
Enhanced Cash FASTRACKS	<u>157,546,821</u>	<u>1,421,042</u>	0.902%	<u>(1,550,599)</u>	-0.082%
Total Enhanced Cash	<u>629,946,338</u>	<u>4,564,563</u>	0.725%	<u>(5,320,990)</u>	-0.119%

<u>Total Return</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	<u>June 30, 2024</u>	<u>March 31, 2024</u>
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Cash Equivalents (Base & FasTracks)	1.243%	1.356%	1.356%	1.381%
ML 3-Month U.S. Treasury Bill index	1.171%	1.366%	1.323%	1.291%
Enhanced Cash (Base & FasTracks)	-0.119%	2.744%	0.967%	0.324%
ML 1-YEAR U.S. Treasury Note Index	0.885%	2.000%	1.092%	0.839%