

Financial Activities and Investment Report

CVTA Finance Committee: November 12, 2025



Agenda:

- 1) **Review Tax Collections and Distributions [Shephard 5 minutes]**
- 2) **Review YTD FY 2026 Operating Expenses [Shephard 5 minutes]**
- 3) **Update on Financial Management System [Shephard 5 minutes]**
- 4) **Investment Report overview [Parsons 2 minutes]**

Executive Summary:

Tax Collections and Distributions total \$20.1M as of Q1 FY26 (aka 9/30/2025) and \$1.03B LTD.

FY26 Operating Expenses – Preliminary Q1 FY 26 expenses are tracking appropriately at this point in the fiscal year. There are no material changes to annual projections at time.

Financial Mgmt System - Implementation is going well. An internal cross functional team is focused on preparing for a go-live date of January 1, 2026, in the JAMIS grants and financial management system

Tax Collections and Distributions FY 2026

CENTRAL VIRGINIA TRANSPORTATION AUTHORITY Tax Collections and Allocations For the Fiscal Year Ended June 30, 2026

	June Tax Activity 09/30/25	July Tax Activity 10/31/25	August Tax Activity 11/30/25	September Tax Activity 12/31/25	October Tax Activity 01/31/26	November Tax Activity 02/28/26	December Tax Activity 03/31/26	January Tax Activity 04/30/26	February Tax Activity 05/31/26	March Tax Activity 06/30/26	April Accrual 07/31/26	May Accrual 08/31/26	YTD	LTD
Local Distribution Fund														
Receipt of Taxes:														
Sales and Use Tax	\$ 15,388,090												\$ 15,388,090	\$ 763,502,793
Local Fuels Tax	4,700,090												4,700,090	262,594,156
Total Receipt of Taxes	20,088,181	-	-	-	-	-	-	-	-	-	-	-	20,088,181	1,026,096,949
Cash Outflows & Transfers:														
Transfers:														
Operating Fund	626,224												626,224	3,387,158
Regional Fund	6,811,685												6,811,685	357,948,427
Payments to GRTC	2,919,294												2,919,294	153,406,469
Total transfers	10,357,202	-	-	-	-	-	-	-	-	-	-	-	10,357,202	514,742,053
Local Distributions:														
Ashland	39,217												39,217	1,810,982
Charles City	55,154												55,154	2,912,582
Chesterfield	2,672,624												2,672,624	147,202,563
Goochland	410,932												410,932	13,210,664
Hanover	1,376,562												1,376,562	71,025,433
Henrico	2,979,344												2,979,344	162,070,178
New Kent	234,848												234,848	12,097,301
Powhatan	236,739												236,739	11,667,039
Richmond	1,725,558												1,725,558	89,358,154
Total local distributions	9,730,978	-	-	-	-	-	-	-	-	-	-	-	9,730,978	511,354,896
Interest Income	1,431												1,431	2,285
Local Distribution Fund ending balance	\$ 1,431	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,431	\$ 2,284
Operating Fund														
Beginning balance, July 1, 2025													\$ 370,086	
Transfer from Local Distribution Fund	\$ 626,224	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	626,224	\$3,387,158.00
Payment of operating costs	(52,786)												(52,786)	(2,528,227.75)
Interest income	992												992	85,585.64
Operating Fund ending balance	\$ 574,430	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 944,516	\$ 944,516
Regional Fund														
Beginning balance, July 1, 2025													\$ 344,613,333	
Transfer from Local Distribution Fund	\$ 6,811,685	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	6,811,685	\$ 357,948,427
Payment for regional projects	(192,367)												(192,367)	(42,175,700)
Interest income	1,180,839												1,180,839	36,640,762
Regional Fund ending balance	\$ 7,800,156	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 352,413,489	\$ 352,413,489
													Required WCR	\$ 18,000,000
													Interest income allocations	5,500,000
													Interest income not allocated	13,140,762
													Regional Projects (35% tax)	315,772,727
													Ending cash balance	\$ 352,413,489

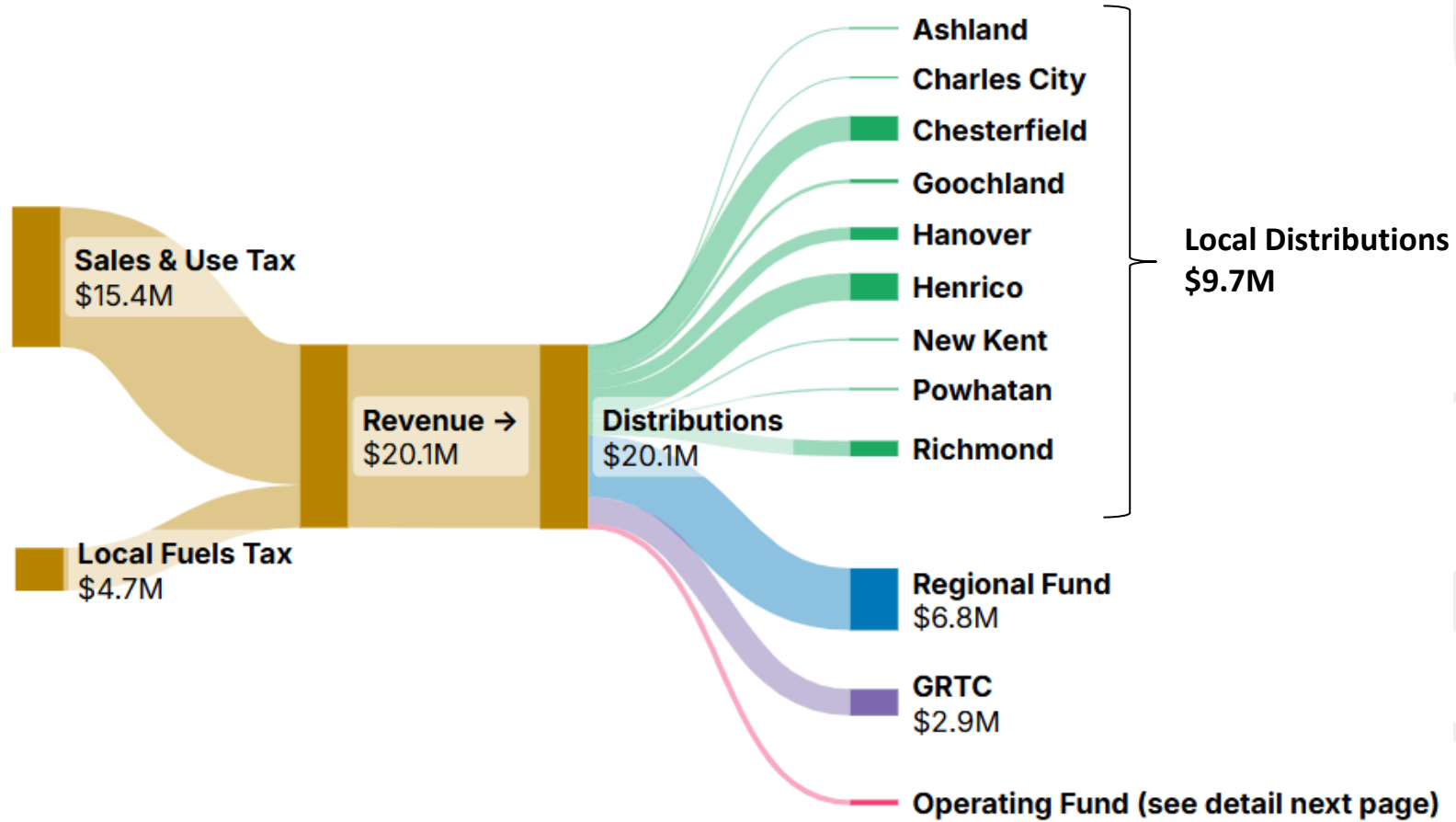
Notes:

- * Activity month is reported. CVTA receives funds three months after the activity month.
- * Each locality has independently validated their individual distribution amount.
- * At its September 27, 2024 meeting, the Authority directed the allocation of \$5.05 million of investment earnings to fund a portion of the Working Capital Reserve (WCR). In order to fully fund the required reserve balance, beginning in FY2025, 100% of the monthly investment earnings from Regional Funds will be allocated to the WCR until it is fully funded. As of May 31, 2025, the required WCR of \$18M was fully funded.

Regional Fund Interest Income:	
LTD interest income	\$ 36,640,762
Commitments:	
Regional Fund working capital reserve (9/27/24)	5,050,000
Regional Fund working capital reserve (9/27/24)	12,950,000
FLT Wayfinding (9/27/24)	1,500,000
FLT Design-Build #2 (6/6/25)	4,000,000
Total commitments	23,500,000
Available balance	\$ 13,140,762

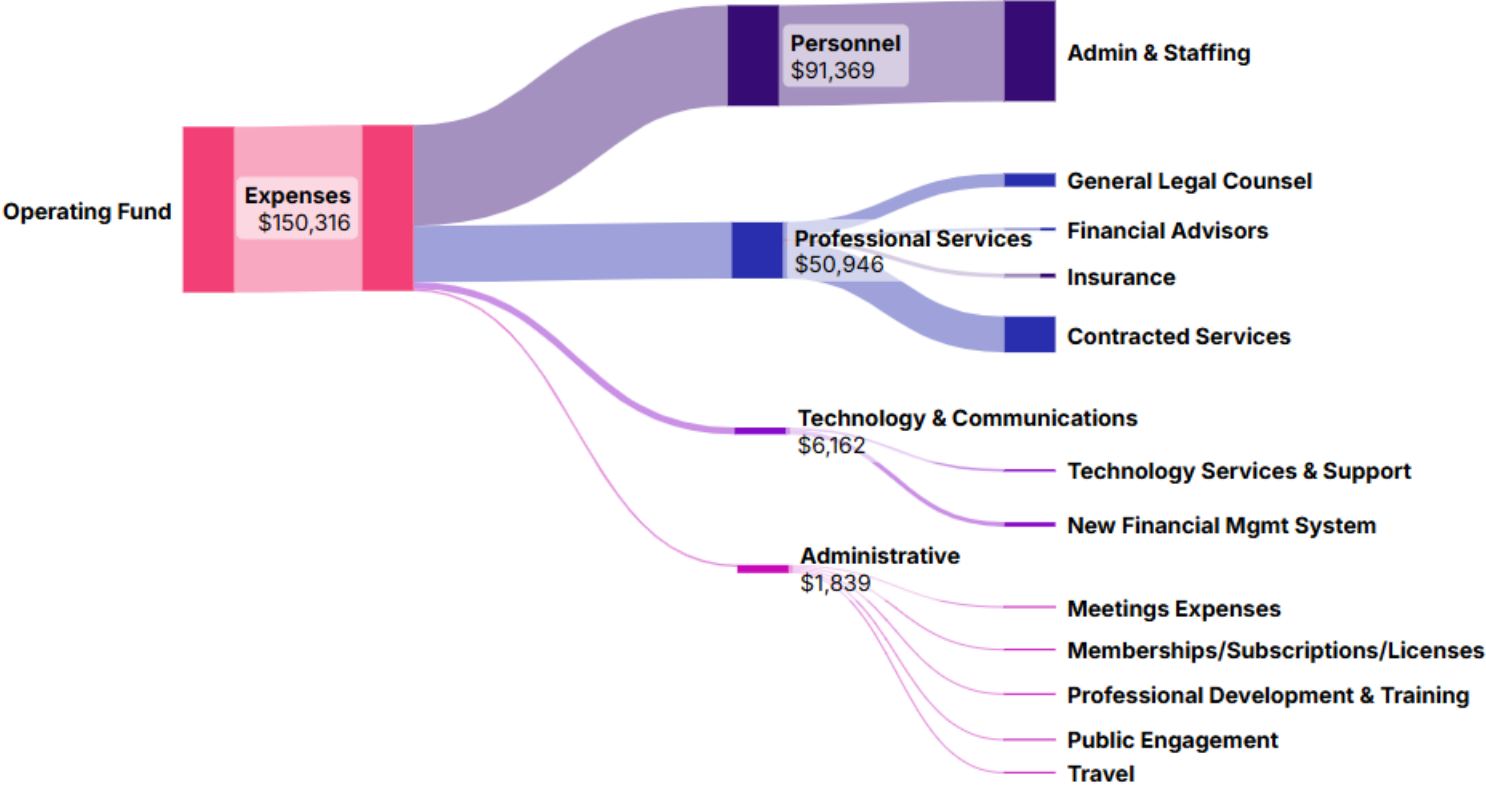
Tax Collections and Distributions FY 2026

Tax Collections and Distributions: Sept 30, 2025



Actual Operating Expenses YTD Sept 30, 2025

Actual Operating Expenses YTD Sept 30, 2025



Actual Operating Expenses YTD Sept 30, 2025

Account	CATEGORY	FY 2026 Budget	FY26 Actuals	FY 2026 Projection	Variance - projection to budget \$	Variance - projection to budget %
	Personnel	\$ 376,000	\$ 91,369	\$ 376,000	\$ -	0%
6110 Salaries	Admin & Staffing	\$ 370,000	\$ 91,369	\$ 370,000	\$ -	
7100 Professional Fees	Member Compensation	\$ 6,000	\$ -	\$ 6,000	\$ -	
	Professional Services	\$ 488,000	\$ 50,946	\$ 488,000	\$ -	0%
7730 Contracted Services	Audit	\$ 22,000	\$ -	\$ 22,000	\$ -	
7721 General Counsel	General Legal Counsel	\$ 48,000	\$ 12,000	\$ 48,000	\$ -	
7730 Contracted Services	Financial Advisors	\$ 82,000	\$ 2,625	\$ 82,000	\$ -	
7640 Insurance	Insurance	\$ 5,000	\$ 3,786	\$ 5,000	\$ -	
7730 Contracted Services	Contracted Services	\$ 331,000	\$ 32,535	\$ 331,000	\$ -	
	Technology & Communications	\$ 15,000	\$ 6,162	\$ 40,000	\$ 25,000	167%
7226 Technology Services	Technology Services & Support	\$ 15,000	\$ 6,162	\$ 40,000	\$ 25,000	
	Administrative	\$ 98,333	\$ 1,839	\$ 90,000	\$ (8,333)	-8%
7236 Meeting Expense	Meetings Expenses	\$ 4,000	\$ 441	\$ 4,000	\$ -	
7410 Organizational Dues	Memberships/Subscriptions/Licenses	\$ 15,000	\$ 400	\$ 15,000	\$ -	
7225 Supplies	Office Expenses & Supplies	\$ 1,000	\$ -	\$ 1,000	\$ -	
6590 Training	Professional Development & Training	\$ 10,000	\$ 830	\$ 10,000	\$ -	
7250 Public Outreach/Adv.	Public Engagement	\$ 30,000	\$ 70	\$ 30,000	\$ -	
7425 Travel	Travel	\$ 10,000	\$ 98	\$ 10,000	\$ -	
	Depreciation expense	\$ 8,333	\$ -	\$ -	\$ (8,333)	
	Contingency	\$ 20,000	\$ -	\$ 20,000	\$ -	
				\$ -	\$ -	
	Total: Operating Only	\$ 977,333	\$ 150,316	\$ 994,000	\$ 16,667	2%

Capital Budget	\$ 25,000	\$ -	\$ -	\$ (25,000)	-100%
Total: Operating + Capital Budget	\$ 1,002,333	\$ 150,316	\$ 994,000	\$ (8,333)	-98%

Actual Operating Expenses as of Q1 FY26 (aka 9/30/2025) -

Preliminary expenses are tracking appropriately at this point in the fiscal year. There are *no material changes* to annual projections at time.

Presentation adjustments around recording of the new financial management system are reflected in projections. The \$25K contribution amount is below Chesterfield's capitalization threshold; this also eliminates related depreciation expense.

Monthly Investment Report – September 2025



MONTHLY INVESTMENT REPORT

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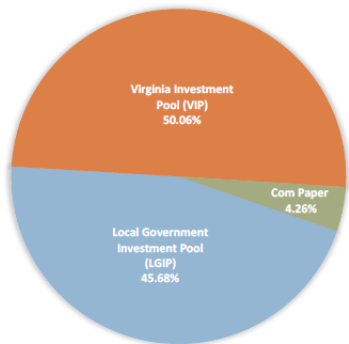
SEPTEMBER 2025

This investment report for September 2025 is presented in accordance with the Investment Policy of the Treasurer of Chesterfield County, Virginia. The objective of the policy is to obtain the highest possible yield on available financial assets, consistent with constraints imposed by safety objectives, cash flow considerations and the laws of the Commonwealth of Virginia that restrict the placement of public funds. All investments held are in compliance with this policy.

Investments at a glance (as of 9/30/2025)

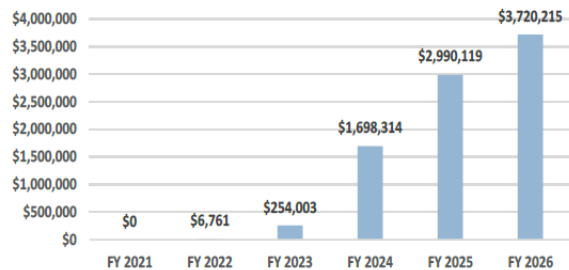
Total Book Value	\$344,892,602.52
Average Days to Maturity	4
Yield to Maturity 365 Day Equivalent	4.45%

Investment Type Allocation



Portfolio Mix	Balance
Local Govt. Invest. Pool (LGIP)	\$157,534,887.17
Virginia Investment Pool (VIP)	\$172,674,694.52
Federal Agency Discount	\$0.00
Federal Agency Coupon	\$0.00
Corporate Bond	\$0.00
Commercial Paper	\$14,683,020.83
Certificate of Deposit	\$0.00
US Treasury Discount	\$0.00
Total	\$344,892,602.52

Cumulative Interest Earnings FY2026



Interest earnings through September 2025 far exceed the same period last year. Short term yields have remained at higher levels and investment balances in the portfolio are also higher. The feds reduced rates by 25 basis points in September and it is expected that there will be two more rate cuts by the end of this year. Cash flow projections provided by the financial advisory committee determine how long funds may be invested.

Benchmark Comparisons

The 91-Day Treasury Bill, 6-Month Treasury Bill and the Virginia Treasury Prime Liquidity are used as benchmarks for Central Virginia Transportation Authority's (CVTA) portfolio performance. The portfolio outperformed all of the yield benchmarks for the month of September. Several very high yielding investments have matured from a year ago which impacted the year over year change.

YIELD BENCHMARKING			
	CURRENT YIELD	YEAR AGO	YoY CHANGE
Portfolio	4.45%	5.42%	-0.97% pts
91-day T-Bill	4.07%	4.92%	-0.85% pts
6-month T-Bill	3.84%	4.55%	-0.71% pts
Va. Treas. Prime Liq.	4.14%	4.65%	-0.51% pts

Compliance Report

The Treasurer's Investment Policy specifies limits on categories of investments to obtain diversification and avoid incurring unreasonable risk inherent in over-investing in specific instruments. CVTA's Investment Portfolio is in compliance with the Treasurer's Investment Policy.

Investment Category	Code of Virginia			Treasurer's Investment Policy			September Actual %
	Maximum Maturity	Authorized % Limit	Rating Requirement	Maximum Maturity	Authorized % Limit	Rating Requirement	
Local Government Investment Pool (LGIP)	N/A	100%	N/A	N/A	100%	N/A	45.68%
Virginia Investment Pool Trust Fund (VIP)	N/A	100%	N/A	N/A	100%	N/A	50.06%
Federal Agency Discount	No Limit	100%	N/A	5 Years	100%	N/A	0.00%
Federal Agency Coupon	No Limit	100%	N/A	5 Years	100%	N/A	0.00%
Corporate Bonds	5 Years	100%	AA/Aa	5 Years	100%	AA/Aa	0.00%
Commercial Paper	270 Days	35%	A1/P1/F1/D1	270 Days	35%	A1/P1/F1/D1	4.26%
Certificate of Deposit	5 Years	100%	A1/P1/AA/Aa	5 Years	100%	A1/P1/AA/Aa	0.00%
U.S. Treasury Discount	No Limit	100%	N/A	5 Years	100%	N/A	0.00%

Understanding Key Investment Terms

Local Government Investment Pool (LGIP)	A State-administered fund that enables governmental entities to realize the economies of large-scale investing and professional funds management.
Virginia Investment Pool Trust Fund (VIP)	A fund, administered by the Virginia Municipal League (VML) and Virginia Association of Counties (VACo), that provides political subdivisions of the Commonwealth of Virginia the ability to pool their funds and invest under the direction and daily supervision of a professional fund manager.
Federal Agency Discount	Fixed income government agency obligations priced below par and maturing in more than one year.
Federal Agency Coupon	Fixed income government agency obligations with a stated interest rate and maturing in more than one year.
Corporate Bonds	Corporate Bonds are debt securities issued by publicly-held corporations to raise money for expansion or other business needs with a rating from at least two agencies of Aa by Moody's Investor Service, Inc., AA by Standard and Poors, Inc. or AA by Fitch, and a maturity of no more than five years.
Commercial Paper	"Prime Quality" paper with a maturity of 270 days or less and rated at least prime 1, A-1, or F-1 by the major credit rating agencies.
Certificate of Deposit	Negotiable certificates of deposits of domestic banks and domestic offices of foreign banks with a rating of at least A-1 or P-1 for maturities one year or less, and AA or Aa for maturities over one year and not exceeding five years.
U.S. Treasury Discount	Fixed income government securities priced below par and maturing in less than one year.

Investments at a glance (as of 9/30/2025):

- The fed lowered rates by 25 basis points in September and are expected to lower them two more times when they meet the week of October 27 and in December. The increase in interest earnings compared to the prior year is due to the increased investment balances in the portfolio.
- The portfolio is outperforming all of the yield benchmarks, but the year over year change benchmark is lagging due to the \$85m of negotiable CD's that matured. All 4 CD's that matured during last fiscal year had yields ranging from 5.35% to 5.61%. Moving forward with the rate cut in September and at least two more expected by year end, yields have already dipped below 4% for bonds and moving downward in the pooled funds.
- We are continuing to maintain the vast majority of the portfolio in pooled funds until we get more solid cash flow projections for project spending