RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

TABLE OF CONTENTS

RETIREMENT PLANS FOR
SACRAMENTO REGIONAL TRANSIT
DISTRICT EMPLOYEES
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Brent Bernegger, Director of Finance/Treasury
Paul Selenis, Accounting Manager
Jamie Adelman, Senior Accountant

Human Resources Department
Leanee Medina-Estrada, Sr. HR Analyst
June Moua, Sr. HR Analyst
Bonnie Estep, Administrative Technician

Gilbert Associates, Inc.
CPAs and Advisors
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INDEPENDENT AUDITOR'S REPORT

Members of the Board of Directors
Sacramento Regional Transit District
Sacramento, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Retirement Plans for Sacramento Regional Transit District Employees (the Plans) as of and for the years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Plans' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Retirement Plans for Sacramento Regional Transit District Employees as of June 30, 2013 and 2012, and the changes in fiduciary net position for the years then ended in conformity with accounting principles generally accepted in the United States of America.

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Schedules of Funding Progress and Schedules of District Contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Plans financial statements. The accompanying Combining Statements and supplemental Schedules of Investment and Administrative Expenses are presented for purposes of additional analysis and are not a required part of the financial statements.

The Combining Statements and Schedules of Investment and Administrative Expenses are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statements and Schedules of Investment and Administrative Expenses are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Gilbert Associates, Inc.

GILBERT ASSOCIATES, INC
Sacramento, California

November 1, 2013

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

STATEMENTS OF PLAN NET POSITION
JUNE 30, 2013 AND 2012

	2013	2012
Assets		
Investments, at fair value:		
Equity securities	$ 132,915,236	$ 112,619,361
Fixed income securities	82,065,476	74,983,002
Total investments	214,980,712	187,602,363
Cash and short-term investments	9,340,395	6,110,164
Receivables		
Securities sold	16,059,204	691,915
Interest and dividends	412,844	567,121
Other receivables and prepaids	68,196	64,694
Total receivables	16,540,244	1,323,730
Total assets	240,861,351	195,036,257
Liabilities		
Securities purchased payable	28,158,801	4,532,559
Accounts payable	705,376	1,334,008
Total liabilities	28,864,177	5,866,567
Net position held in trust for pension benefits	$ 211,997,174	$ 189,169,690

(Schedules of funding progress for the Plans are presented on pages 20 and 22.)

The accompanying notes are an integral part of these financial statements.

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

STATEMENTS OF CHANGES IN PLAN NET POSITION FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

	2013	2012
Additions		
Contributions:		
Employer	$ 14,493,114	$ 12,464,458
Member	14,416	-
Total contributions	14,507,530	12,464,458
Investment Income:		
Net appreciation in fair value of investments	23,688,270	250,516
Interest, dividends, and other income	3,409,525	4,615,417
Investment expenses	(978,516)	(1,152,811)
Net investment income	26,119,279	3,713,122
Total additions	40,626,809	16,177,580
Deductions		
Benefits paid to participants	17,517,586	16,854,683
Administrative expenses	281,739	344,443
Total deductions	17,799,325	17,199,126
Net increase (decrease) in plan net position	22,827,484	(1,021,546)
Net position held in trust for pension benefits - Beginning of fiscal year	189,169,690	190,191,236
Net position held in trust for pension benefits - End of fiscal year	$ 211,997,174	$ 189,169,690

The accompanying notes are an integral part of these financial statements.

1. DESCRIPTION OF THE PLANS

ATU/IBEW Plan

The Retirement Plan for Sacramento Regional Transit District Employees who are Members of Amalgamated Transit Union (ATU) Local 256 and International Brotherhood of Electrical Workers (IBEW) Local 1245 (the ATU/IBEW Plan) is a noncontributory single employer defined benefit pension plan covering contract employees of Sacramento Regional Transit District (the District). Participants should refer to their respective ATU/IBEW Plan agreements for more complete information. The ATU Plan and the IBEW Plan are accounted for by the District as one Plan (collectively, the “ATU/IBEW Plan”). The ATU/IBEW Plan is reported as a pension trust fund in the District’s financial statements.

General - The ATU/IBEW Plan provides defined pension, disability, and death benefits to employees who are members of the ATU and IBEW. ATU members’ benefits are fully vested after ten (10) years. IBEW employees fully vest after five (5) years of service. Membership in the Plan commences upon the first day of the month following employment. Contributions to the ATU/IBEW Plan are authorized or amended by the Retirement Board based on a sound actuarial basis. The authority under which benefit provisions are established and amended rests with the District’s Board of Directors as a result of labor negotiations. Assembly Bill 1064, effective January 1, 2004, mandates that the Retirement Boards be comprised of equal representation of management and Bargaining Group employees. The Retirement Board shall consist of not more than 4 members and 2 alternates. Two (2) voting members and one (1) alternate shall be appointed by the District’s Board of Directors and two (2) voting members and one (1) alternate shall be appointed by the ATU and IBEW member groups.

ATU/IBEW Plan membership at June 30, consisted of:

	2013	2012
Retirees and beneficiaries currently receiving benefits	473	468
Terminated members entitled to but not yet collecting benefits	44	48
Current active members	690	669
	1,207	1,185

Retirement Benefits – A participant is eligible for normal service retirement under the ATU/IBEW Plan upon attaining age 55 and completing 10 or more years of service for ATU employees and completing 5 or more years of service for the IBEW employees.

In addition, ATU and IBEW members are eligible to retire upon reaching 25 or more years of service. The normal service retirement benefit is the greater of the benefit accrued under the ATU/IBEW Plan provisions in effect on February 28, 1993 or the participant’s benefit under the current Plan provisions. Under the current ATU/IBEW Plan provisions, the participant receives a percentage of the average final earnings, as defined, multiplied by the participant’s service at retirement. The percentage for IBEW members is equal to: a) 2.0%, if the participant retires prior to age 60, or b) 2.5%, if the participant terminates or retires on or after age 60, or after earning at least 30 years of service.

1. DESCRIPTION OF THE PLANS (Continued)

The percentage for ATU members is as follows:

Age/Service	Benefit
55 or 25 years	2.00%
56 or 26 years	2.10%
57 or 27 years	2.20%
58 or 28 years	2.30%
59 or 29 years	2.40%
60 or 30 (or more) years	2.50%

The benefits begin at retirement and continue for the participant's life with no cost of living adjustment unless the participant elects to receive reduced benefits with continuing benefits to a beneficiary after death.

Disability Benefits – A participant is eligible for a disability benefit if the participant is unable to perform the duties of his or her job with the District, cannot be transferred to another job with the District, and has submitted satisfactory medical evidence of permanent disqualification from his or her job. Members of the ATU are required to have ten years of service and members of the IBEW are required to have at least 5 years of service to qualify for disability. The disability benefit is equal to the retirement allowance, as defined by the ATU/IBEW Plan, multiplied by service accrued through the date of disability. The disability benefit cannot exceed the retirement benefit. The benefit begins at disability and continues until recovery or for the participant's life unless the participant elects to receive reduced benefits with continuing benefits to a beneficiary after death.

Pre-Retirement Death Benefit – A participant's surviving spouse is eligible for a pre-retirement death benefit if the participant is vested. The pre-retirement death benefit is the actuarial equivalent of the normal retirement benefit, as if the participant retired on the date of death. The death benefit begins when the participant dies and continues for the life of the surviving spouse or until remarriage.

Administration – The ATU/IBEW Plan is administered by the ATU/IBEW Plan's Retirement Board. All expenses incurred in the administration of the ATU/IBEW Plan are paid by the ATU/IBEW Plan.

Plan Termination – Should the ATU/IBEW Plan be terminated, the ATU/IBEW Plan's net position will first be applied to provide for retirement benefits to retired members. Any remaining net position will be allocated to other members, oldest first, on the basis of the actuarial present value of their benefits.

1. DESCRIPTION OF THE PLANS (Continued)

Salaried Plan

The Retirement Plan for Sacramento Regional Transit District Salaried Employees (the Salaried Plan) is a noncontributory single employer defined benefit pension plan covering full or part-time employees in an authorized non-contract salaried job classification of the District. Participants should refer to the Salaried Plan agreement for more complete information. The Salaried Plan is reported as a pension trust fund in the District's financial statements.

General - The Salaried Plan provides defined pension, disability, and death benefits to salaried employees. Membership in the Salaried Plan commences the first day of the month following employment. Members' benefits are fully vested after five or nine years. Members of the Administrative Employees' Association (AEA), non-representative salaried employees, and the Management and Confidential Employees' Group (MCEG) fully vest when a member has at least 5 years of service. Members of the American Federation of State, County & Municipal Employees, Local 146, AFL-CIO (AFSCME) are vested as follows:

Years of Service	Percentage Vested
5	20%
6	40%
7	60%
8	80%
9 or more	100%

Contributions to the Salaried Plan are authorized by the Retirement Board based on a sound actuarial basis. The authority under which benefit provisions are established and amended rests with the District's Board of Directors as a result of labor negotiations. Assembly Bill 1064, effective January 1, 2004, mandates that the Retirement Board be comprised of equal representation of management and salaried employees. The Retirement Board shall consist of not more than 4 members and 2 alternates. Two voting members and one (1) alternate shall be appointed by the District's Board of Directors and two (2) voting members and one (1) alternate shall be appointed by the AEA, MCEG, and AFSCME.

Salaried Plan membership as of June 30, consisted of:

	2013	2012
Retirees and beneficiaries currently receiving benefits	213	212
Terminated members entitled to but not yet collecting benefits	52	55
Current active members	252	241
	517	508

1. DESCRIPTION OF THE PLANS (Continued)

Retirement Benefits – A participant of AEA and MCEG is eligible for normal service retirement upon attaining age 55 and completing 5 years of service. A participant of AFSCME is eligible for the normal service retirement upon attaining age 55 and completing 9 years of service. The normal service retirement benefit is the greater of the benefit accrued under the plan provisions in effect on February 1, 1994, or the participant's benefit under the current plan provisions. Under the current plan provisions, AEA, MCEG and AFSCME participants receive a percentage of the average final earnings, as defined, multiplied by the participant's service at retirement as follows:

Age/Service	Benefit
55 or 25 years	2.00%
56 or 26 years	2.10%
57 or 27 years	2.20%
58 or 28 years	2.30%
59 or 29 years	2.40%
60 or 30 (or more) years	2.50%

The benefits begin at retirement and continue for the participant's life with no cost of living adjustments unless the participant elects to receive reduced benefits with continuing benefits to a beneficiary after death.

Disability Benefits – A participant is eligible for a disability benefit if the participant is unable to perform the duties of his or her job with the District, cannot be transferred to another job with the District, and has submitted satisfactory medical evidence of permanent disqualification from his or her job. Members of the AEA, non-representative salaried employees, and MCEG are eligible for disability retirement after 5 years of service. Members of the AFSCME are eligible for disability retirement after 9 years of service. The disability benefit is equal to the retirement allowance, as defined by the Salaried Plan, multiplied by service accrued through the date of disability. The disability benefit cannot exceed the retirement benefit. The benefit begins at disability and continues until recovery or for the participant's life unless the participant elects to receive reduced benefits with continuing benefits to a beneficiary after death.

Pre-Retirement Death Benefit – A participant's surviving spouse is eligible for a pre-retirement death benefit if the participant has completed nine years of service with the District. The pre-retirement death benefit is the actuarial equivalent of the normal retirement benefit, as if the participant retired on the date of death. The death benefit begins when the participant dies and continues for the life of the surviving spouse or until remarriage.

Administration – The Salaried Plan is administered by the Salaried Plan's Retirement Board. All expenses incurred in the administration of the Salaried Plan are paid by the Salaried Plan.

Plan Termination – Should the Salaried Plan be terminated, plan net position will first be applied to provide for retirement benefits to retired members. Any remaining net position will be allocated to other members, oldest first, on the basis of the actuarial present value of their benefits.

1. DESCRIPTION OF THE PLANS (Continued)

PEPRA Employees

The Public Employees' Pension Reform Act (PEPRA) of 2013 created new pension rules for employees hired after January 1, 2013. 'PEPRA employees' were hired under both the ATU/IBEW Plan and the Salaried Plan and are required to contribute 50% of the normal cost of their plan. The benefits under PEPRA were reduced in an effort to reduce the pension liability of local agencies in the state of California.

The general benefits as listed above for the ATU/IBEW and Salaried Plans are the same for PEPRA employees. PEPRA creates a new defined benefit formula of 2% at age 62 for all members hired after January 1, 2013, with an early retirement age of 52 and a maximum benefit factor of 2.5% at age 67. PEPRA also puts a ceiling on wages that can be used to calculate the pension benefit. Employer paid member contributions are not allowed under PEPRA; therefore, the District is required to subtract the employees' contributions from each pay check and deposit the balance in the Pension Plans' assets. As of January 1, 2013, all new employees are required to contribute 50% of the normal cost of the pension benefits.

As of October 4, 2013 Assembly Bill 1222 provided a temporary exemption to the January 1, 2013 PEPRA law for employees of Transit Agencies. Along with changes to employee retirement benefits, this exemption eliminated employee contributions through January 1, 2015. Therefore all contributions received will be refunded during November 2013 and these employees will now be included in the existing plans.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The ATU/IBEW and Salaried Plans are reported as pension trust funds which report resources that are required to be held in trust for the members and beneficiaries of the defined benefit pension plans. The ATU/IBEW and Salaried Plans are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting.

The ATU/IBEW and Salaried Plans have adopted Governmental Accounting Standards Board (GASB) Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as their source of accounting and reporting principles. The District's contributions to the ATU/IBEW and Salaried Plans are recognized in the period in which the contributions are due pursuant to formal commitments or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the ATU/IBEW and Salaried Plans' agreements.

Cash and Short-Term Investments – The ATU/IBEW and Salaried Plans consider all highly liquid investments with a maturity of three months or less to be short-term investments.

Investments – Investments are stated at fair value based on quoted market prices (or, if not available, at estimated fair value determined by third-party pricing services). Realized gains or losses on the sale of investments are recorded on the trade date as the difference between proceeds received and the fair value at the beginning of the year, or cost if acquired during the year. Net appreciation (depreciation) in fair value of investments includes net unrealized market appreciation and depreciation of investments and net realized gains and losses on the sale of investments during the period. Interest income includes dividends and interest paid on the ATU/IBEW and Salaried Plans' investments. The investment assets for the ATU/IBEW and the Salaried Plans are combined into one commingled investment portfolio. The balances of investments owned by the plans are calculated based on a percentage of ownership as determined by the Plans' custodian, State Street.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires the ATU/IBEW and Salaried Plans administrator to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

New Pronouncements - For the fiscal year ended June 30, 2013, the ATU/IBEW and Salaried Plans implemented GASB pronouncement 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, and GASB pronouncement 65, Items Previously Reported as Assets and Liabilities. The implementation of the two GASB statements resulted in certain changes in presentation but did not have a material impact on the Plans' financial statements.

For the fiscal year ended June 30, 2012, the Plans did not implement new GASB pronouncements as they did not apply to the ATU/IBEW and Salaried Plans' financial activity or were immaterial. The following pronouncement will be applicable in the future:

GASB Statement No. 67 (GASB 67) "Financial Reporting for Pension Plans," an amendment of GASB 25. This statement replaces the requirements of Statements No. 25, "Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans", and No. 50, "Pension Disclosures", as they relate to pension plans that are administered through trusts or equivalent arrangements. For defined benefit pension plans, this Statement establishes standards of financial reporting for separately issued financial reports and specifies the required approach to measuring the pension liability of employers and nonemployer contributing entities for benefits provided through the pension plan (the net pension liability), about which information is required to be presented.

The ATU/IBEW and Salaried Plans will adopt GASB 67 effective for the fiscal year ended June 30, 2014, and are in the process of evaluating the impact it will have on the Plans.

3. CONTRIBUTION REQUIREMENTS

The ATU/IBEW and Salaried Plans' funding policy provides for actuarially determined periodic contributions. Contribution rates for retirement benefits are determined using the entry age normal cost method. During the fiscal years ended June 30, 201313 and June 30, 201212, the District made 100% of the actuarially determined contributions to the ATU/IBEW and Salaried Plans of $14,493,114 and $12,464,458, respectively, for both PEPRA and non-PEPRA employees.

NON-PEPRA EMPLOYEES

For the fiscal year ended June 30, 2013 and 2012, the actuarially determined rate for the ATU/IBEW Plan was 24.27% and 22.63%, respectively, of covered payroll. For the fiscal year ended June 30, 2013 and 2012, the actuarially determined rate for the Salaried Plan was 27.71% and 23.19%, respectively, of covered payroll. No contributions are required by the ATU/IBEW and Salaried Plans' members pursuant to each respective bargaining agreement for employees hired before January 1, 2013; however, ATU/IBEW Plan members can buy-back service.

3. CONTRIBUTION REQUIREMENTS (Continued)

PEPRA EMPLOYEES

As of January 1, 2013, all new employees are required to contribute 50% of the normal cost of the pension benefit. The employee contributions for the fiscal year ending June 30, 2013 were 5.75% or $13,346 and 4.75% or $1,070, for the ATU/IBEW Plan and the Salaried Plan, respectively. The employer portion of the actuarially determined rate for the ATU/IBEW Plan and Salaried Plan was 17.29% and 21.52%, respectively, of covered payroll for the fiscal year ended June 30, 2013. These rates were actuarially determined on December 4, 2012, using the member data from actuarial valuations of the Plans as of June 30, 2012.

4. CASH AND INVESTMENTS

CASH AND SHORT-TERM INVESTMENTS

At June 30, 2013 and 2012, the reported amount of cash and short-term investments of the ATU/IBEW and Salaried Plans was $9,340,395 and $6,110,164, respectively. The amount was collateralized with securities held by the counterparty’s trust department or agent in the District’s name.

INVESTMENTS

An annual Board-adopted policy, the Statement of Investment Objectives and Policy Guidelines for the Sacramento Regional Transit District Retirement Plans (Policy), governs the ATU/IBEW and Salaried Plans’ investments. This Policy focuses on the continued feasibility of achieving, and the appropriateness of, the Asset Allocation Policy, the Investment Objectives, the Investment Policies and Guidelines, and the Investment Restrictions.

All of the ATU/IBEW and Salaried Plans’ investments are reported at fair value measured by quoted market prices.

The following table identifies the investment types that are authorized by the ATU/IBEW and Salaried Plans’ Retirement Boards. The table also identifies certain provisions of the Investment Objectives and Policy that address interest rate risk, credit risk and concentration of credit risk.

4. CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity (1)	Minimum Rating	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Municipal Debt	None	Baa	None	None
U.S. Treasury Obligations	None	N/A	None	None
U.S. Agency Securities	None	N/A	None	None
Bankers' Acceptances	None	N/A	None	None
Commercial Paper	None	A2	None	None
Certificates of Deposit	None	N/A	None	None
Repurchase Agreements with US Treasury and Agency Securities as Collateral	None	N/A	None	None
Corporate Bonds	None	Baa	None	None
Mortgage Pass-Through Securities	None	None	None	None
Collateralized Mortgage Obligations	None	Aaa	None	None
Asset-Backed Securities	None	None	None	None
Mutual Funds	N/A	N/A	25% (2)	5%
Real Estate Investment Trust	N/A	N/A	25% (2)	5%
Depository Receipts	N/A	N/A	25% (2)	5%
Stocks	N/A	N/A	25% (2)	5%

(1) The fixed income portion of the ATU/IBEW and Salaried Plans shall be limited in duration to between 75% and 125% of the benchmark.

(2) No more than 25% of the fair value on the purchase cost basis of the total common stock portfolio (equity securities) shall be invested in a single industry at the time of purchase.

4. CASH AND INVESTMENTS (Continued)

INVESTMENT RISK FACTORS

There are many factors that can affect the value of investments. Such factors as interest rate risk, credit risk, custodial credit risk, concentration of credit risk, and foreign currency risk may affect both equity and fixed income securities.

INTEREST RATE RISK

Interest rate risk is the risk that the value of fixed income securities will decline because of rising interest rates. The prices of fixed income securities with a longer time to maturity, measured by duration, tend to be more sensitive to changes in interest rates and, therefore, more volatile than those with shorter duration.

The following table provides information about the interest rate risks associated with the ATU/IBEW and Salaried Plans' investments at June 30, 2013.

	Maturity in Years				
	Less than 1	1 – 5	6 – 10	More than 10	Fair Value
Collateralized Mortgage Obligations	$ -	$ 447,744	$ 3,282,652	$ 11,336,807	$ 15,067,203
Corporate Bonds	1,913,214	5,151,928	4,924,728	3,682,513	15,672,383
Municipal Bonds	-	147,936	511,095	860,904	1,519,935
U.S. Government Agency Obligations	-	5,169	2,670,433	18,228,014	20,903,616
U.S. Government Issued Obligations	2,034,567	15,002,039	1,020,850	2,093,446	20,150,902
Asset-Backed Securities	-	29,625	750,131	7,971,681	8,751,437
Total	$ 3,947,781	$ 20,784,441	$ 13,159,889	$ 44,173,365	$ 82,065,476

The following table provides information about the interest rate risks associated with the ATU/IBEW and Salaried Plan's investments at June 30, 2012.

	Maturity in Years				
	Less than 1	1 – 5	6 – 10	More than 10	Fair Value
Collateralized Mortgage Obligations	$ -	$ -	$ 2,785,880	$ 18,873,386	$ 21,659,266
Corporate Bonds	996,652	5,517,287	5,839,921	3,455,701	15,809,561
Municipal Bonds	-	-	706,715	540,601	1,247,316
U.S. Government Agency Obligations	-	-	1,208,701	14,095,110	15,303,811
U.S. Government Issued Obligations	3,723,070	3,323,568	3,911,544	3,029,178	13,987,360
Asset-Backed Securities	-	72,875	180,696	6,722,117	6,975,688
Total	$ 4,719,722	$ 8,913,730	$ 14,633,457	$ 46,716,093	$ 74,983,002

In accordance with the ATU/IBEW and Salaried Plans' investment policy, investments may include mortgage pass-through securities, collateralized mortgage obligations, asset-backed securities, callable bonds and corporate debts that are considered to be highly sensitive to changes in interest rates.

4. CASH AND INVESTMENTS (Continued)

COLLATERALIZED MORTGAGE OBLIGATIONS

Collateralized mortgage obligations (CMO's) are bonds that represent claims to specific cash flow from large pools of home mortgages. The streams of principal and interest payments on the mortgages are distributed to the different classes of CMO interests.

CMO's are often highly sensitive to changes in interest rates and any resulting change in the rate at which homeowners sell their properties, refinance, or otherwise pre-pay their loans. Investors in these securities may not only be subjected to such prepayment risk, but also exposed to significant market and liquidity risks.

CORPORATE DEBT – RANGE NOTES

Range notes are securities which pay two different interest rates depending on whether or not a benchmark index falls within a pre-determined range as structured per the note. If the benchmark index rate does not fall within the pre-determined range, the note will not earn the coupon rate for that time period. With this pre-determined range feature, range notes are highly sensitive to changes in interest rates. As of June 30, 2013, the ATU/IBEW and Salaried Plans held range notes with a fair value of $461,132. As of June 30, 2012, the ATU/IBEW and Salaried Plans held range notes with a fair value of $410,863.

MORTGAGE PASS-THROUGH SECURITIES

These securities are issued by Government Sponsored Enterprises (GSEs), which are a group of financial services corporations created by the United States Congress. The GSEs include: the Federal National Mortgage Association (Fannie Mae), the Federal Home Loan Mortgage Association (Freddie Mac), and the Federal Home Loan Banks. Another institution that issues these securities is the Government National Mortgage Association (Ginnie Mae). These securities are highly sensitive to interest rate fluctuations because they are subject to early payment. In a period of declining interest rate, the resulting reduction in expected total cash flows affects the fair value of these securities.

ASSET-BACKED SECURITIES

Asset-backed securities generate a return based upon either the payment of interest or principal on obligations in an underlying pool. The relationship between interest rates and prepayments make the fair value highly sensitive to changes in interest rates.

CALLABLE BONDS

Although bonds are issued with clearly defined maturities, an issuer may be able to redeem, or call, a bond earlier than its maturity date. The Plans must then replace the called bond with a bond that may have a lower yield than the original bond. The call feature causes the fair value to be highly sensitive to changes in interest rates. As of June 30, 2013, the ATU/IBEW and Salaried Plans held callable bonds with a fair value of $8,687,269. As of June 30, 2012, the ATU/IBEW Plan and the Salaried Plan held callable bonds with a fair value of $7,075,035.

<u>CREDIT RISK</u>

Fixed income securities are subject to credit risk, which is the risk that a bond issuer or other counterparty to a debt instrument will not fulfill its obligation to pay interest or principal in a timely manner, or that negative perceptions of the issuer's ability to make these payments will cause security prices to decline. The circumstances may arise due to a variety of factors such as financial weakness, bankruptcy, litigation and/or adverse political developments.

4. CASH AND INVESTMENTS (Continued)

A bond's credit quality is an assessment of the issuer's ability to pay interest on the bond, and ultimately, to pay the principal. Credit quality is evaluated by one of the independent bond-rating agencies, for example Moody's Investors Services (Moody's). The lower the rating the greater the chance, in the rating agency's opinion, the bond issuer will default, or fail to meet their payment obligations. Generally, the lower a bond's credit rating, the higher its yield should be to compensate for the additional risk.

Certain fixed income securities, including obligations of the U.S. government or those explicitly guaranteed by the U.S. government, are not considered to have credit risk.

For the fiscal years ending June 30, 2013 and 2012, the ATU/IBEW and Salaried Plans were in adherence with the credit risk provisions of the Statement of Investment Objectives and Policy Guidelines which require a minimum overall portfolio quality rating and a minimum credit rating at the time of purchase.

The following table provides information on the credit ratings and fair value associated with the ATU/IBEW and Salaried Plans' investments as of June 30, 2013.

Investment Rating	Fair Value	Percentage of Portfolio
Not applicable	$ 142,255,631	63.42%
Not rated	32,782,618	14.61%
Aaa	26,066,985	11.62%
Aa1	161,421	0.07%
Aa2	2,330,204	1.04%
Aa3	594,388	0.26%
A1	1,980,502	0.88%
A2	1,153,566	0.51%
A3	3,561,172	1.59%
Baa1	2,931,397	1.31%
Baa2	6,144,684	2.74%
Baa3	924,069	0.41%
Ba1	403,728	0.18%
Ba2	149,447	0.07%
Ba3	497,729	0.22%
B1	250,690	0.11%
B2	403,456	0.18%
B3	392,918	0.18%
Caa1	498,613	0.22%
Caa3	758,752	0.34%
Ca	79,137	0.04%
Total Cash & Investments	$ 224,321,107	100.00%

4. CASH AND INVESTMENTS (Continued)

The following table provides information on the credit ratings and fair value associated with the ATU/IBEW and Salaried Plans' investments as of June 30, 2012.

Investment Rating	Fair Value	Percentage of Portfolio
Not applicable	$ 118,729,525	61.29%
Not rated	21,585,365	11.14%
Aaa	28,856,744	14.90%
Aa1	236,918	0.12%
Aa2	2,093,888	1.08%
Aa3	610,123	0.32%
A1	1,827,332	0.94%
A2	2,109,140	1.09%
A3	2,562,112	1.32%
Baa1	2,136,207	1.10%
Baa2	5,779,755	2.98%
Baa3	1,464,482	0.76%
Ba1	351,157	0.18%
Ba2	39,266	0.02%
Ba3	726,862	0.38%
B1	270,052	0.14%
Caa1	1,513,420	0.78%
Caa3	2,287,910	1.18%
Ca	532,269	0.28%
Total Cash & Investments	$ 193,712,527	100.00%

CONCENTRATION OF CREDIT RISK

Concentration of credit risk is the risk of loss attributed to the magnitude of an entity's investment in a single issuer.

The investment policies of the ATU/IBEW and Salaried Plans state that an investment in each domestic or international equity fund managers' securities of a single issuer shall not exceed 5% (at cost) of the value of the portfolios and/or of the total outstanding shares. As of June 30, 2013 and 2012, the ATU/IBEW and Salaried Plans did not have domestic or international equity fund managers' investments in a single issuer that exceeded 5% (at cost) of the value of the portfolios and/or of the total outstanding shares. As of June 30, 2013 and 2012, the Plans held more than 5% of the Plans' investments in the following fixed-income securities investment.

	2013	2012
Federal National Mortgage Association	$ 20,519,153	$ 10,058,322

4. CASH AND INVESTMENTS (Continued)

CUSTODIAL CREDIT RISK

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The ATU/IBEW and Salaried Plans' investment policy does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments. The ATU/IBEW and Salaried Plans' investment securities are not exposed to custodial credit risk because all securities are held by the ATU/IBEW and Salaried Plans' custodian bank in the District's name.

FOREIGN CURRENCY RISK

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The ATU/IBEW and Salaried Plans' investment policy states international equity securities shall be comprised of American Depository Receipts (ADR) of non-U.S. companies, common stocks of non-U.S. companies, preferred stocks of non-U.S. companies, foreign convertible securities including debentures convertible to common stocks, and cash equivalents.

The following table provides information on deposits and investments held in various foreign currencies, which are stated in U.S. dollars. The ATU/IBEW and Salaried Plans do have foreign currency deposits and investments which may be used for hedging purposes.

At June 30, 2013 the ATU/IBEW and Salaried Plans had no foreign currency risk. At June 30, 2012, the U.S. dollar balances organized by investment type and currency denominations for the ATU/IBEW and Salaried Plans are as follows:

	Foreign Currency	2012 U.S. Dollars
Cash	Japanese Yen	$ 60,532
	Pound Sterling	13,877
	Euro Currency	11,121
	Swiss Franc	5,938
	Hong Kong Dollar	(370)
Stocks	Euro Currency	8,248
	Total	$ 99,346

5. FUNDED STATUS AND METHOD

ATU/IBEW Plan

The annual required contributions for the ATU/IBEW Plan were determined as part of the July 1, 2011 and July 1, 2010 actuarial valuations using the entry age actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses) and (b) projected salary increases of 3.51% to 12.54% for ATU/IBEW employees. Both (a) and (b) included an inflation component of 3.25%, and no cost of living adjustment. The actuarial value of assets was determined using the market value adjusted to reflect investment earnings greater than (or less than) the assumed rate over a five-year period. The ATU/IBEW Plan's unfunded actuarial accrued liabilities are being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization of the unfunded liability at June 30, 2012 was 20 years and 22 years at June 30, 2011.

The actuarial assumptions included in the July 1, 2012 actuarial valuation were consistent with the assumptions used in the July 1, 2011 valuation; however, the July 1, 2010 actuarial valuation used an investment rate of return of 8.00%, had projected salary increases of 3.76% to 12.82%, and an inflation rate of 3.50%.

Schedule of Funded Status

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/2012	$ 136,651,230	$ 199,249,752	$ 62,598,522	68.58%	$ 37,110,134	168.68%

5. FUNDED STATUS AND METHOD (continued)

Salaried Plan

The annual required contributions for the Salaried Plan were determined as part of the July 1, 2011 and July 1, 2010 actuarial valuations using the entry age actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses) and (b) projected salary increases of 3.25% to 15.6% for salaried employees. Both (a) and (b) included an inflation component of 3.25% and no cost of living adjustments. The actuarial value of assets was determined using the market value adjusted to reflect investment earnings greater than (or less than) the assumed rate over a five-year period. The Salaried Plan's unfunded actuarial accrued liabilities are being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization of the unfunded liability at June 30, 2012 is 20 years and 22 years at June 30, 2011.

The actuarial assumptions included in the July 1, 2012 actuarial valuation were consistent with the assumptions used in the July 1, 2011 valuation; however, the July 1, 2010 actuarial valuation used an investment rate of return of 8.00%, had projected salary increases of 3.50% to 15.9%, and an inflation rate of 3.50%.

Schedule of Funded Status

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/2012	$ 53,365,642	$ 97,903,776	$ 44,538,134	54.51%	$ 19,626,841	226.92%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation. Actuarial methods and assumptions used include techniques designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of plan assets.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effect of legal or contractual funding limitations.

REQUIRED SUPPLEMENTARY INFORMATION

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULE OF FUNDING PROGRESS
EMPLOYEES WHO ARE MEMBERS OF
ATU LOCAL 256 AND IBEW LOCAL 1245
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/2007	$ 125,257,646	$ 154,996,244	$ 29,738,598	80.81%	$ 44,718,496	66.50%
06/30/2008	134,022,855	171,092,073	37,069,218	78.33%	44,916,133	82.53%
06/30/2009	134,537,202	179,294,287	44,757,085	75.04%	43,626,223	102.59%
06/30/2010	134,517,986	190,222,989	55,705,003	70.72%	38,342,969	145.28%
06/30/2011	136,269,214	200,302,461	64,033,247	68.03%	38,558,226	166.07%
06/30/2012	136,651,230	199,249,752	62,598,522	68.58%	37,110,134	168.68%

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULE OF DISTRICT CONTRIBUTIONS
EMPLOYEES WHO ARE MEMBERS OF
ATU LOCAL 256 AND IBEW LOCAL 1245
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Year Ended	Annual Required Contributions	Actual Contributions	Percentage Contributed
06/30/2008	$ 7,680,725	$ 7,680,725	100%
06/30/2009	6,937,170	6,937,170	100%
06/30/2010	7,425,798	7,425,798	100%
06/30/2011	6,809,060	6,809,060	100%
06/30/2012	7,884,551	7,884,551	100%
06/30/2013	8,693,568	8,693,568	100%

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULE OF FUNDING PROGRESS
SALARIED EMPLOYEES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/2007	$ 44,561,443	$ 72,273,554	$ 27,712,111	61.66%	$ 21,929,109	126.37%
06/30/2008	48,659,603	79,072,546	30,412,943	61.54%	21,114,983	144.03%
06/30/2009	50,164,727	82,942,062	32,777,335	60.48%	22,601,919	145.02%
06/30/2010	50,994,346	86,869,623	35,875,277	58.70%	19,466,160	184.30%
06/30/2011	52,145,118	96,435,226	44,290,108	54.07%	19,105,372	231.82%
06/30/2012	53,365,642	97,903,776	44,538,134	54.51%	19,626,841	226.92%

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULE OF DISTRICT CONTRIBUTIONS
SALARIED EMPLOYEES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Year Ended	Annual Required Contributions	Actual Contributions	Percentage Contributed
06/30/2008	$ 4,132,017	$ 4,132,017	100%
06/30/2009	3,819,900	3,819,900	100%
06/30/2010	4,268,586	4,268,586	100%
06/30/2011	3,717,655	3,717,655	100%
06/30/2012	4,579,907	4,579,907	100%
06/30/2013	5,799,546	5,799,546	100%

COMBINING STATEMENTS

RETIREMENT PLANS FOR
SACRAMENTO REGIONAL TRANSIT
DISTRICT EMPLOYEES

STATEMENTS OF PLAN NET POSITION
JUNE 30, 2013

	ATU/IBEW	Salaried	Total
Assets			
Investments, at fair value:			
Equity securities	$ 94,534,988	$ 38,380,248	$ 132,915,236
Fixed income securities	59,156,304	22,909,172	82,065,476
Total investments	153,691,292	61,289,420	214,980,712
Cash and short-term investments	6,709,653	2,630,742	9,340,395
Receivables			
Securities sold	11,572,630	4,486,574	16,059,204
Interest and dividends	297,032	115,812	412,844
Other receivables and prepaids	36,702	31,494	68,196
Total receivables	11,906,364	4,633,880	16,540,244
Total assets	172,307,309	68,554,042	240,861,351
Liabilities			
Securities purchased payable	20,292,862	7,865,939	28,158,801
Accounts payable	600,417	104,959	705,376
Total liabilities	20,893,279	7,970,898	28,864,177
Net position held in trust for pension benefits	$ 151,414,030	$ 60,583,144	$ 211,997,174

RETIREMENT PLANS FOR
SACRAMENTO REGIONAL TRANSIT
DISTRICT EMPLOYEES

STATEMENTS OF PLAN NET POSITION
JUNE 30, 2012

	ATU/IBEW	Salaried	Total
Assets			
Investments, at fair value:			
Equity securities	$ 81,020,673	$ 31,598,688	$ 112,619,361
Fixed income securities	54,159,882	20,823,120	74,983,002
Total investments	135,180,555	52,421,808	187,602,363
Cash and short-term investments	4,408,781	1,701,383	6,110,164
Receivables			
Securities sold	499,949	191,966	691,915
Interest and dividends	409,079	158,042	567,121
Other receivables and prepaids	36,116	28,578	64,694
Total receivables	945,144	378,586	1,323,730
Total assets	140,534,480	54,501,777	195,036,257
Liabilities			
Securities purchased payable	3,273,847	1,258,712	4,532,559
Accounts payable	1,059,209	274,799	1,334,008
Total liabilities	4,333,056	1,533,511	5,866,567
Net position held in trust for pension benefits	$ 136,201,424	$ 52,968,266	$ 189,169,690

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

STATEMENTS OF CHANGES IN PLAN NET POSITION FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	ATU/IBEW	Salaried	Total
Additions			
Contributions:			
Employer	$ 8,693,568	$ 5,799,546	$ 14,493,114
Member	13,346	1,070	14,416
Total contributions	8,706,914	5,800,616	14,507,530
Investment Income:			
Net appreciation in fair value of investments	16,957,815	6,730,455	23,688,270
Interest, dividends, and other income	2,454,274	955,251	3,409,525
Investment expenses	(699,252)	(279,264)	(978,516)
Net investment income	18,712,837	7,406,442	26,119,279
Total additions	27,419,751	13,207,058	40,626,809
Deductions			
Benefits paid to participants	12,070,149	5,447,437	17,517,586
Administrative expenses	136,996	144,743	281,739
Total deductions	12,207,145	5,592,180	17,799,325
Net increase in plan net position	15,212,606	7,614,878	22,827,484
Net position held in trust for pension benefits - Beginning of fiscal year	136,201,424	52,968,266	189,169,690
Net position held in trust for pension benefits - End of fiscal year	$ 151,414,030	$ 60,583,144	$ 211,997,174

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

STATEMENTS OF CHANGES IN PLAN NET POSITION FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	ATU/IBEW	Salaried	Total
Additions			
Contributions:			
Employer	$ 7,884,551	$ 4,579,907	$ 12,464,458
Total contributions	7,884,551	4,579,907	12,464,458
Investment Income:			
Net appreciation in fair value of investments	169,427	81,089	250,516
Interest, dividends, and other income	3,332,992	1,282,425	4,615,417
Investment expenses	(810,770)	(342,041)	(1,152,811)
Net investment income	2,691,649	1,021,473	3,713,122
Total additions	10,576,200	5,601,380	16,177,580
Deductions			
Benefits paid to participants	11,755,523	5,099,160	16,854,683
Administrative expenses	210,063	134,380	344,443
Total deductions	11,965,586	5,233,540	17,199,126
Net increase/(decrease) in plan net position	(1,389,386)	367,840	(1,021,546)
Net position held in trust for pension benefits - Beginning of fiscal year	137,590,810	52,600,426	190,191,236
Net position held in trust for pension benefits - End of fiscal year	$ 136,201,424	$ 52,968,266	$ 189,169,690

SUPPLEMENTAL SCHEDULES

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULES OF INVESTMENT AND ADMINISTRATIVE EXPENSES
EMPLOYEES WHO ARE MEMBERS OF
ATU LOCAL 256 AND IBEW LOCAL 1245
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

Investment Expenses:

Vendor Names	Type of Services	2013	2012
Metropolitan West Asset Management, L.L.C.	Asset Management	$ 159,504	$ 152,077
Robeco Investment Management	Asset Management	144,263	131,559
Atlanta Capital Management Co.	Asset Management	102,288	87,650
JP Morgan Investment Management, Inc.	Asset Management	94,137	80,028
SSgA S&P 500	Asset Management	19,533	362
SSgA MSCI EAFE	Asset Management	16,296	308
Goldman Sachs Asset Management, L.P.	Asset Management	-	149,872
Brandes Investment Partners, Inc.	Asset Management	-	89,660
Callan Associates, Inc.	Performance Evaluation	76,065	74,302
State Street Bank and Trust Company	Custodian Services	87,166	44,952
Total		$ 699,252	$ 810,770

Administrative Expenses:

Vendor Names	Type of Services	2013	2012
Hanson Bridgett	Consulting Services	$ 86,893	$ 148,143
Cheiron EFI	Actuarial Services	21,490	40,642
AON Risk Services, Inc.	Fiduciary Insurance	18,678	16,190
Law Offices of John Kagel	Arbitration	5,229	1,736
CALAPRS	Dues & Training Course	1,345	250
Sacramento Occupational Medical Group	Medical Evaluation	1,095	1,750
MP Radocy, Inc.	Arbitration	994	-
Information Services	Technical Support	520	1,056
United Parcel Service	Shipping	122	-
Other	Misc	630	296
Total		$ 136,996	$ 210,063

RETIREMENT PLANS FOR SACRAMENTO REGIONAL TRANSIT DISTRICT EMPLOYEES

SCHEDULES OF INVESTMENT AND ADMINISTRATIVE EXPENSES
SALARIED EMPLOYEES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 AND 2012

Investment Expenses:

Vendor Names	Type of Services	2013	2012
Metropolitan West Asset Management, L.L.C.	Asset Management	$ 62,291	$ 58,341
Robeco Investment Management	Asset Management	57,237	48,989
Atlanta Capital Management Co.	Asset Management	41,271	35,044
JP Morgan Investment Management, Inc.	Asset Management	36,332	35,185
SSgA S&P 500	Asset Management	9,728	144
SSgA MSCI EAFE	Asset Management	7,334	123
Goldman Sachs Asset Management, L.P.	Asset Management	-	59,679
Brandes Investment Partners, Inc.	Asset Management	-	35,216
Callan Associates, Inc.	Performance Evaluation	29,932	28,637
State Street Bank and Trust Company	Custodian Services	35,139	40,683
Total		$ 279,264	$ 342,041

Administrative Expenses:

Vendor Names	Type of Services	2013	2012
Hanson Bridgett	Consulting Services	$ 102,613	$ 87,548
AON Risk Services, Inc.	Fiduciary Insurance	25,203	24,361
Cheiron EFI	Actuarial Services	15,719	19,142
CALAPRS	Dues & Training Course	250	2,750
Information Services	Technical Support	230	-
United Parcel Service	Shipping	156	-
Board Members Reimbursement	Travel Reimbursement	-	119
Other	Miscellaneous	572	460
Total		$ 144,743	$ 134,380