

LONG BEACH PUBLIC TRANSPORTATION COMPANY
Quarterly Investment Report
As of June 30, 2018

| | September 30, 2017 | | | December 31, 2017 | | | March 31, 2018 | | | June 30, 2018 | | |
|--|---------------------|------------|------------|---------------------|------------|------------|---------------------|------------|------------|----------------------|------------|------------|
| | Amount Invested | | | Amount Invested | | | Amount Invested | | | Amount Invested | | |
| Cash on Hand | | | | | | | | | | | | |
| Bank Accounts: | | | | | | | | | | | | |
| General | \$ 1,487,801 | | | \$ 3,090,436 | | | \$ 7,443,018 | | | \$ 7,976,846 | | |
| Workers Compensation | \$ 233,066 | | | \$ 290,172 | | | \$ 209,396 | | | \$ 368,023 | | |
| Investments | | | | | | | | | | | | |
| Local Agency Investment Fund (LAIF) | \$29,262,033 | | | \$38,183,425 | | | \$36,440,729 | | | \$34,726,961 | | |
| Money Market Funds: | | | | | | | | | | | | |
| Fidelity Municipal | \$ 118,793 | | | \$ 155,963 | | | \$ 278,720 | | | \$ 204,161 | | |
| Corporate Investment Account | \$ 26,396,096 | | | \$ 26,328,449 | | | \$ 26,137,213 | | | \$ 26,312,825 | | |
| Total Cash & Investments | \$57,497,789 | | | \$68,048,445 | | | \$70,509,076 | | | \$ 69,588,816 | | |
| | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun |
| Effective Yield | | | | | | | | | | | | |
| LAIF - Annual | 1.05% | 1.08% | 1.11% | 1.14% | 1.17% | 1.24% | 1.35% | 1.41% | 1.52% | 1.66% | 1.76% | 1.85% |
| 90 - Day Treasury Bill | 1.07% | 1.01% | 1.03% | 1.07% | 1.23% | 1.32% | 0.00% | 0.00% | 0.00% | 1.76% | 1.86% | 1.90% |
| Portfolio Return (Time weighted by Month) | | | | | | | | | | | | |
| Investments - Monthly | 0.21% | 0.23% | -0.08% | 0.21% | 0.23% | -0.08% | -0.32% | -0.09% | 0.21% | -0.16% | 0.39% | 0.05% |

* See attached listing for investment account details provided by Fidelity and investment manager Halbert Hargrove

The Company's investment portfolio does not impede the Company from meeting its expenditure requirements over the next six months. The Company's investment portfolio is in compliance with the Statement of Investment Policy. This report was prepared by Ashley Liang, CPA.

LONG BEACH PUBLIC TRANSPORTATION COMPANY

Corporate Investment Account

As of June 30, 2018

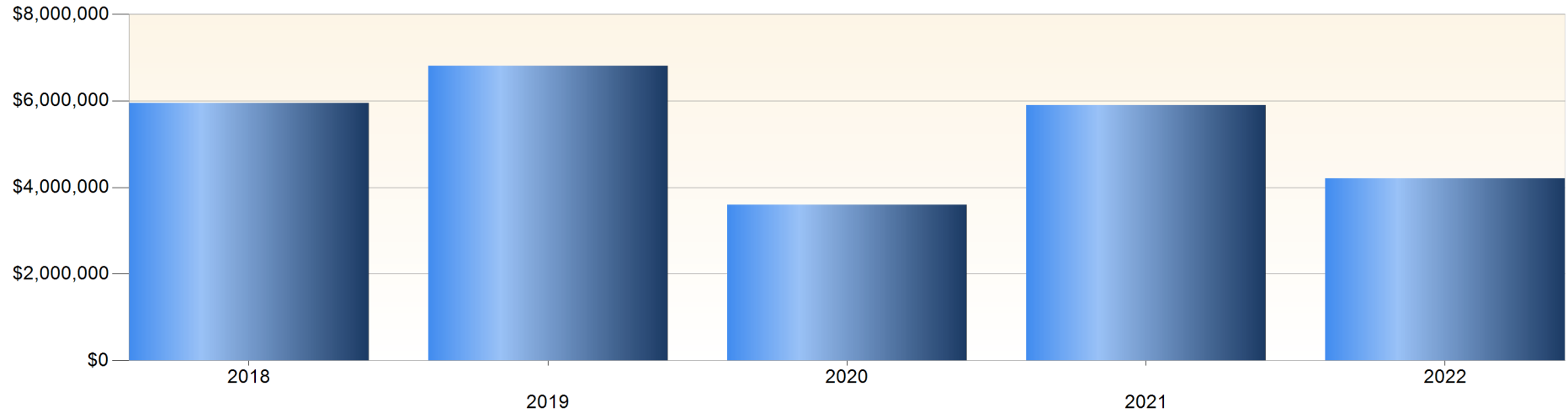
| Corporate Bonds | Due | Market Value | Cost Basis | Duration | Rating |
|---------------------------------------|------------|---------------------|---------------------|----------|--------|
| GENERAL ELEC CAP CORP MTN | 11/15/2020 | \$ 684,236 | \$ 700,000 | 2.28 | A |
| TOYOTA MOTOR CREDIT CORP | 1/12/2022 | \$ 701,932 | \$ 700,000 | 3.26 | AA- |
| BANK AMER CHRLT NC MTN | 12/7/2018 | \$ 698,838 | \$ 700,000 | 0.43 | A+ |
| PEPSICO INC NOTE CALL MAKE WHOLE | 1/7/2019 | \$ 698,866 | \$ 700,000 | 0.51 | A+ |
| AMGEN INC NOTE CALL MAKE WHOLE | 5/10/2019 | \$ 695,443 | \$ 700,000 | 0.85 | A |
| TORONTO DOMINION BANK MTN | 7/2/2019 | \$ 695,849 | \$ 700,000 | 0.98 | AA- |
| BLACKROCK INC NOTE CALL MAKE WHOLE | 12/10/2019 | \$ 722,071 | \$ 700,000 | 1.39 | AA- |
| APPLE INC NOTE CALL MAKE WHOLE | 2/7/2020 | \$ 691,159 | \$ 700,000 | 1.56 | AA+ |
| GENZYME CORP NOTE CALL MAKE WHOLE | 6/15/2020 | \$ 726,096 | \$ 700,000 | 1.86 | AA |
| TEXAS INSTRS INC NOTE CALL MAKE WHOLE | 3/12/2021 | \$ 697,753 | \$ 700,000 | 2.56 | A+ |
| PRUDENTIAL FINL INC S BOOK MTN | 11/16/2021 | \$ 726,089 | \$ 700,000 | 3.11 | A |
| Corporate Bonds Total | | \$ 7,738,332 | \$ 7,700,000 | | |

| Government Agency Bonds | Due | Market Value | Cost Basis | Duration | Rating |
|---|------------|----------------------|----------------------|----------|--------|
| UNITED STATES TREAS NTS NOTE | 11/15/2018 | \$ 1,760,395 | \$ 1,750,000 | 0.37 | AA+ |
| UNITED STATES TREAS NTS NOTE | 11/30/2018 | \$ 2,243,318 | \$ 2,250,000 | 0.41 | AA+ |
| FEDERAL HOME LN BKS BOND | 12/14/2018 | \$ 1,247,450 | \$ 1,250,000 | 0.45 | AA+ |
| FEDERAL NATL MTG ASSN NOTE | 2/19/2019 | \$ 1,995,540 | \$ 2,000,000 | 0.62 | AA+ |
| UNITED STATES TREAS NTS NOTE | 9/30/2019 | \$ 1,983,120 | \$ 2,000,000 | 1.22 | AA+ |
| UNITED STATES TREAS NTS NOTE | 2/15/2020 | \$ 1,473,225 | \$ 1,500,000 | 1.59 | AA+ |
| FEDERAL FARM CR BKS BOND | 2/17/2021 | \$ 966,400 | \$ 1,000,000 | 2.54 | AA+ |
| FEDERAL HOME LOAN BANKS BOND | 5/25/2021 | \$ 1,960,260 | \$ 2,000,000 | 0.14 | AA+ |
| FEDERAL FARM CR BKS BOND | 7/26/2021 | \$ 1,443,795 | \$ 1,500,000 | 2.95 | AA+ |
| UNITED STATES TREAS NTS NOTE | 1/31/2022 | \$ 1,919,920 | \$ 2,000,000 | 3.43 | AA+ |
| FANNIE MAE | 10/5/2022 | \$ 1,451,610 | \$ 1,500,000 | 4.03 | AA+ |
| Government & Government Agency Bonds | | \$ 18,445,033 | \$ 18,750,000 | | |

| | |
|----------------------------------|----------------------|
| Total Market Value | \$ 26,183,365 |
| Accrued Interest-Fidelity | \$ 129,461 |
| Total Investment Value | \$ 26,312,825 |



BOND AND NOTE ANALYSIS



Maturity by Year

| Description | Principal | Value | Annual Income | Yield to Maturity (Cost) | Modified Duration (Cost) | Call Modified Duration (Market) | Yield to Call (Market) | Yield to Maturity (Market) |
|---|---------------------|---------------------|-------------------|--------------------------|--------------------------|---------------------------------|------------------------|----------------------------|
| Redeems in 2018 | 5,950,000.00 | 5,962,959.37 | 132,787.50 | 1.4% | 2.04 | 0.41 | 2.2% | 2.2% |
| United States Treas Nts 11/15/2018 3.750% | 1,750,000.00 | 1,760,395.00 | 65,625.00 | 1.7% | 0.90 | 0.37 | 2.1% | 2.1% |
| Accrued Income | | 8,381.45 | | | | | | |
| United States Treas Nts 11/30/2018 1.375% | 2,250,000.00 | 2,243,317.50 | 30,937.50 | 1.1% | 3.66 | 0.41 | 2.1% | 2.1% |
| Accrued Income | | 2,620.39 | | | | | | |
| Bank Amer Chrlt Nc Mtn 2.05000% 12/07/20 | 700,000.00 | 698,838.00 | 14,350.00 | 1.7% | 1.13 | 0.43 | 2.4% | 2.4% |
| 12/07/2018 2.050% | | | | | | | | |
| Accrued Income | | 940.98 | | | | | | |
| Federal Home Loan Banks Bond 1.75000% 12/14/2018 1.750% | 1,250,000.00 | 1,247,450.00 | 21,875.00 | 1.4% | 1.22 | 0.45 | 2.2% | 2.2% |
| Accrued Income | | 1,016.05 | | | | | | |



BOND AND NOTE ANALYSIS

| Description | Principal | Value | Annual Income | Yield to Maturity (Cost) | Modified Duration (Cost) | Call Modified Duration (Market) | Yield to Call (Market) | Yield to Maturity (Market) |
|---|---------------------|---------------------|-------------------|--------------------------|--------------------------|---------------------------------|------------------------|----------------------------|
| Redeems in 2019 | 6,800,000.00 | 6,832,333.04 | 151,425.00 | 1.8% | 2.89 | 0.93 | 2.5% | 2.5% |
| Pepsico Inc Sr Nt 01/07/2019 2.250% Call 12/07/2018 100.00 | 700,000.00 | 698,866.00 | 15,750.00 | 1.3% | 2.07 | 0.51 | 2.6% | 2.6% |
| Accrued Income | | 7,612.50 | | | | | | |
| Federal Natl Mtg Assn 02/19/2019 1.875% | 2,000,000.00 | 1,995,540.00 | 37,500.00 | 1.8% | 4.59 | 0.62 | 2.2% | 2.2% |
| Accrued Income | | 13,750.00 | | | | | | |
| Amgen Inc Note Call Make Whole 1.90000% 05/10/2019 1.900% Call 05/26/2017 100.00 | 700,000.00 | 695,443.00 | 13,300.00 | 1.8% | 1.93 | 0.85 | 2.7% | 2.7% |
| Accrued Income | | 1,879.35 | | | | | | |
| Toronto-Dominion Bank 07/02/2019 2.125% | 700,000.00 | 695,849.00 | 14,875.00 | 1.4% | 2.85 | 0.98 | 2.7% | 2.7% |
| Accrued Income | | 7,396.18 | | | | | | |
| United States Treas Nts 1.75000% 09/30/2 09/30/2019 1.750% | 2,000,000.00 | 1,983,120.00 | 35,000.00 | 2.2% | 1.47 | 1.22 | 2.4% | 2.4% |
| Accrued Income | | 8,797.81 | | | | | | |
| Blackrock Inc Ser 2 Note 12/10/2019 5.000% | 700,000.00 | 722,071.00 | 35,000.00 | 2.1% | 3.73 | 1.39 | 2.8% | 2.8% |
| Accrued Income | | 2,008.20 | | | | | | |
| Redeems in 2020 | 3,600,000.00 | 3,591,379.08 | 85,319.00 | 2.4% | 2.25 | 1.77 | 2.8% | 2.8% |
| Apple Inc Note Call Make Whole 1.90000% 02/07/2020 1.900% | 700,000.00 | 691,159.00 | 13,300.00 | 2.3% | 1.93 | 1.56 | 2.7% | 2.7% |
| Accrued Income | | 5,290.61 | | | | | | |
| United States Treas Nts Note 1.37500% 02 02/15/2020 1.375% | 1,500,000.00 | 1,473,225.00 | 20,625.00 | 2.2% | 1.98 | 1.59 | 2.5% | 2.5% |
| Accrued Income | | 7,748.62 | | | | | | |
| Genzyme Corp Note Call Make Whole 5.0000 06/15/2020 5.000% | 700,000.00 | 726,096.00 | 35,000.00 | 2.1% | 2.93 | 1.86 | 3.0% | 3.0% |
| Accrued Income | | 1,530.05 | | | | | | |



BOND AND NOTE ANALYSIS

| Description | Principal | Value | Annual Income | Yield to Maturity (Cost) | Modified Duration (Cost) | Call Modified Duration (Market) | Yield to Call (Market) | Yield to Maturity (Market) |
|--|---------------------|---------------------|-------------------|--------------------------|--------------------------|---------------------------------|------------------------|----------------------------|
| Redeems in 2020 | 3,600,000.00 | 3,591,379.08 | 85,319.00 | 2.4% | 2.25 | 1.77 | 2.8% | 2.8% |
| Ge Capital International Fdg 2.34200% 11 11/15/2020 2.342% | 700,000.00 | 684,236.00 | 16,394.00 | 3.2% | 2.40 | 2.28 | 3.3% | 3.3% |
| Accrued Income | | 2,093.80 | | | | | | |
| Redeems in 2021 | 5,900,000.00 | 5,822,101.98 | 113,850.00 | 1.6% | 4.59 | 1.90 | 6.9% | 2.6% |
| Federal Farm Cr Bks Bond 1.47000% 02/17/ 02/17/2021 1.470% Call 11/17/2016 100.00 | 1,000,000.00 | 966,400.00 | 14,700.00 | 1.5% | 4.34 | 2.54 | 2.8% | 2.8% |
| Accrued Income | | 5,441.44 | | | | | | |
| Texas Instrument 03/12/2021 2.750% Call 02/12/2021 100.00 | 700,000.00 | 697,753.00 | 19,250.00 | 1.5% | 4.16 | 2.56 | 2.9% | 2.9% |
| Accrued Income | | 5,828.47 | | | | | | |
| Federal Home Loan Banks Bond 1.25000% 05 05/25/2021 1.250% Call 08/25/2018 100.00 | 2,000,000.00 | 1,960,260.00 | 25,000.00 | 1.2% | 4.80 | 0.14 | 14.6% | 2.0% |
| Accrued Income | | 2,513.59 | | | | | | |
| Federal Farm Cr Bks Bond 1.56000% 07/26/ 07/26/2021 1.560% Call 10/26/2016 100.00 | 1,500,000.00 | 1,443,795.00 | 23,400.00 | 1.6% | 4.79 | 2.95 | 2.8% | 2.8% |
| Accrued Income | | 10,083.98 | | | | | | |
| Prudential Financial 11/16/2021 4.500% | 700,000.00 | 726,089.00 | 31,500.00 | 2.8% | 4.39 | 3.11 | 3.3% | 3.3% |
| Accrued Income | | 3,937.50 | | | | | | |
| Redeems in 2022 | 4,200,000.00 | 4,103,990.55 | 83,100.00 | 2.2% | 4.40 | 3.62 | 2.8% | 2.8% |
| Toyota Mtr Crd Corp Be Mtn 3.30000% 01/1 01/12/2022 3.300% | 700,000.00 | 701,932.00 | 23,100.00 | 3.3% | 3.36 | 3.26 | 3.2% | 3.2% |
| Accrued Income | | 10,848.07 | | | | | | |



BOND AND NOTE ANALYSIS

| Description | Principal | Value | Annual Income | Yield to Maturity (Cost) | Modified Duration (Cost) | Call Modified Duration (Market) | Yield to Call (Market) | Yield to Maturity (Market) |
|--|----------------------|----------------------|-------------------|--------------------------|--------------------------|---------------------------------|------------------------|----------------------------|
| Redeems in 2022 | 4,200,000.00 | 4,103,990.55 | 83,100.00 | 2.2% | 4.40 | 3.62 | 2.8% | 2.8% |
| United States Treas Nts Note 1.50000% 01 01/31/2022 1.500% | 2,000,000.00 | 1,919,920.00 | 30,000.00 | 1.9% | 4.62 | 3.43 | 2.7% | 2.7% |
| Accrued Income | | 12,513.81 | | | | | | |
| Fannie Mae 10/05/2022 2.000% | 1,500,000.00 | 1,451,610.00 | 30,000.00 | 2.2% | 4.60 | 4.03 | 2.8% | 2.8% |
| Accrued Income | | 7,166.67 | | | | | | |
| Total | 26,450,000.00 | 26,312,764.02 | 566,481.50 | 1.8% | 3.23 | 1.56 | 3.5% | 2.5% |



**JOHN CHIANG
TREASURER
STATE OF CALIFORNIA**



PMIA Performance Report

| Date | Daily Yield* | Quarter to Date Yield | Average Maturity (in days) |
|----------|--------------|-----------------------|----------------------------|
| 06/13/18 | 1.83 | 1.73 | 184 |
| 06/14/18 | 1.85 | 1.73 | 184 |
| 06/15/18 | 1.86 | 1.73 | 184 |
| 06/16/18 | 1.86 | 1.73 | 184 |
| 06/17/18 | 1.86 | 1.74 | 184 |
| 06/18/18 | 1.86 | 1.74 | 181 |
| 06/19/18 | 1.87 | 1.74 | 179 |
| 06/20/18 | 1.87 | 1.74 | 178 |
| 06/21/18 | 1.89 | 1.74 | 183 |
| 06/22/18 | 1.89 | 1.75 | 186 |
| 06/23/18 | 1.89 | 1.75 | 186 |
| 06/24/18 | 1.89 | 1.75 | 186 |
| 06/25/18 | 1.89 | 1.75 | 184 |
| 06/26/18 | 1.89 | 1.75 | 183 |
| 06/27/18 | 1.90 | 1.75 | 181 |
| 06/28/18 | 1.90 | 1.76 | 183 |
| 06/29/18 | 1.92 | 1.76 | 194 |
| 06/30/18 | 1.92 | 1.76 | 193 |
| 07/01/18 | 1.92 | 1.92 | 193 |
| 07/02/18 | 1.93 | 1.92 | 196 |
| 07/03/18 | 1.93 | 1.92 | 195 |
| 07/04/18 | 1.93 | 1.92 | 195 |
| 07/05/18 | 1.93 | 1.93 | 194 |
| 07/06/18 | 1.93 | 1.93 | 193 |
| 07/07/18 | 1.93 | 1.93 | 193 |
| 07/08/18 | 1.93 | 1.93 | 193 |
| 07/09/18 | 1.93 | 1.93 | 191 |
| 07/10/18 | 1.93 | 1.93 | 192 |
| 07/11/18 | 1.93 | 1.93 | 191 |
| 07/12/18 | 1.94 | 1.93 | 189 |
| 07/13/18 | 1.94 | 1.93 | 190 |

*Daily yield does not reflect capital gains or losses

[View Prior Month Daily Rates](#)

LAIF Performance Report

Quarter Ending 06/30/18

Apportionment Rate: 1.90%
 Earnings Ratio: 0.00005216919081336
 Fair Value Factor: 0.998126869
 Daily: 1.92%
 Quarter to Date: 1.76%
 Average Life: 193

PMIA Average Monthly Effective Yields

June 2018 1.854
 May 2018 1.755
 Apr 2018 1.661

**Pooled Money Investment Account
Portfolio Composition
06/30/18
\$88.8 billion**

