

# LONG BEACH PUBLIC TRANSPORTATION COMPANY

## Quarterly Investment Report

As of September 30, 2017

	December 31, 2016			March 31, 2017			June 30, 2017			September 30, 2017		
		Amount Invested			Amount Invested			Amount Invested			Amount Invested	
	<b>Cash on Hand</b>											
	Bank Accounts:											
	General	\$ 2,831,015			\$ 2,235,038			\$ 3,309,653			\$ 1,487,801	
	Workers Compensation	\$ 250,080			\$ 263,361			\$ 238,205			\$ 233,066	
	<b>Investments</b>											
	Local Agency											
	Investment Fund (LAIF)	\$42,553,523			\$46,280,302			\$41,211,083			\$29,262,033	
Money Market Funds:												
Fidelity Municipal	\$ 91,180			\$ 2,923,375			\$ 65,575			\$ 118,793		
Corporate Investment Account	\$ 26,136,616			\$ 23,389,807			\$ 26,358,685			\$ 26,396,096		
<b>Total Cash &amp; Investments</b>	<b>\$71,862,414</b>			<b>\$75,091,883</b>			<b>\$71,183,201</b>			<b>\$57,497,789</b>		
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
<b>Effective Yield</b>												
LAIF - Annual	0.65%	0.68%	0.72%	0.75%	0.78%	0.82%	0.84%	0.93%	0.98%	1.05%	1.08%	1.11%
90 - Day Treasury Bill	0.33%	0.45%	0.51%	0.51%	0.52%	0.74%	0.00%	0.00%	0.00%	1.07%	1.01%	1.03%
<b>Portfolio Return</b> (Time weighted by Month)												
Investments - Monthly	-0.12%	-0.48%	0.01%	0.11%	0.19%	0.03%	0.32%	0.18%	-0.09%	0.21%	0.23%	-0.08%

\* 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 not in compliance with the Statement of Investment Policy. The Morgan Stanley bond rating fell to BBB+ and the bond is in the process of being sold. This report was prepared by Ashley Liang, CPA.

# LONG BEACH PUBLIC TRANSPORTATION COMPANY

## Corporate Investment Account

As of September 30, 2017

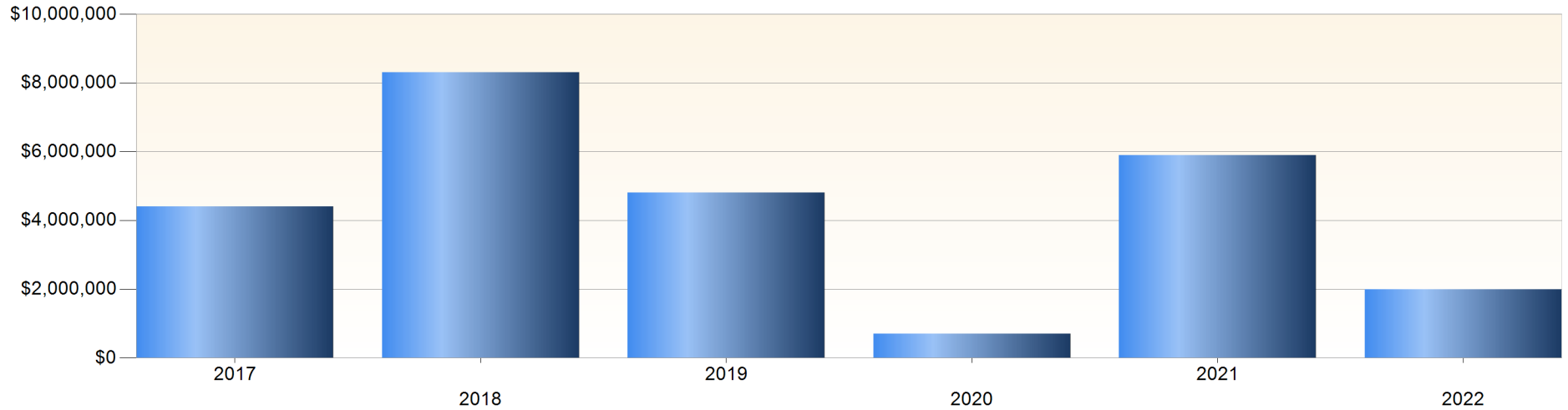
Corporate Bonds	Due	Market Value	Cost Basis	Duration	Rating
MORGAN STANLEY MTN	1/5/2018	\$ 700,686	\$ 700,756	0.26	BBB+
WACHOVIA CORP GLOBAL MTN	2/1/2018	\$ 709,667	\$ 710,161	0.33	A
GENERAL ELEC CAP CORP MTN	5/1/2018	\$ 716,520	\$ 715,909	0.57	AA-
QUALCOMM INC NOTE CALL MAKE WHOLE	5/18/2018	\$ 699,930	\$ 700,870	0.63	A
PEPSICO INC NOTE CALL MAKE WHOLE	1/7/2019	\$ 705,586	\$ 708,156	1.16	A+
AMGEN INC NOTE CALL MAKE WHOLE	5/10/2019	\$ 701,078	\$ 701,135	1.57	A
TORONTO DOMINION BANK MTN	7/2/2019	\$ 703,549	\$ 708,309	1.71	AA-
BLACKROCK INC NOTE CALL MAKE WHOLE	12/10/2019	\$ 746,879	\$ 743,893	2.06	AA-
GENZYME CORP NOTE CALL MAKE WHOLE	6/15/2020	\$ 754,768	\$ 752,717	2.51	AA
TEXAS INSTRS INC NOTE CALL MAKE WHOLE	3/12/2021	\$ 716,065	\$ 729,303	3.28	A+
PRUDENTIAL FINL INC S BOOK MTN	11/16/2021	\$ 757,015	\$ 746,096	3.73	A
Corporate Bonds Total		\$ 7,911,743	\$ 7,917,304		

Government Agency Bonds	Due	Market Value	Cost Basis	Duration	Rating
UNITED STATES TREAS NTS	10/31/2017	\$ 2,399,448	\$ 2,398,263	0.08	AA+
FEDERAL HOME LN BKS BOND	11/17/2017	\$ 2,009,620	\$ 2,010,054	0.13	AA+
UNITED STATES TREAS NTS NOTE	3/15/2018	\$ 1,998,120	\$ 1,997,564	0.46	AA+
UNITED STATES TREAS NTS NOTE	11/30/2018	\$ 2,249,393	\$ 2,257,100	1.15	AA+
FEDERAL HOME LOAN BANKS BOND	12/14/2018	\$ 1,254,500	\$ 1,255,655	1.18	AA+
FEDERAL NATL MTG ASSN NOTE	2/19/2019	\$ 2,011,120	\$ 2,003,247	1.36	AA+
FEDERAL FARM CR BKS BOND	2/17/2021	\$ 986,500	\$ 1,000,008	3.27	AA+
FEDERAL HOME LOAN BANKS BOND	5/25/2021	\$ 1,981,200	\$ 2,000,007	3.54	AA+
FEDERAL FARM CR BKS BOND	7/26/2021	\$ 1,473,795	\$ 1,500,008	3.68	AA+
UNITED STATES TREAS NTS NOTE	1/31/2022	\$ 1,970,080	\$ 1,967,510	4.16	AA+
Government & Government Agency Bonds		\$ 18,333,776	\$ 18,389,415		

Total Market Value	\$ 26,245,519
Accrued Interest-Fidelity	\$ 150,578
Total Investment Value	<u>\$ 26,396,096</u>



## 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)
<b>Redeems in 2017</b>	4,400,000.00	4,453,822.83	118,000.00	1.0%	2.39	0.10	1.1%	1.1%
United States Treasury 10/31/2017 0.750%	2,400,000.00	2,399,448.00	18,000.00	0.8%	1.50	0.08	1.0%	1.0%
Accrued Income		7,532.61						
Federal Home Ln Bks Cons Bd 11/17/2017 5.000%	2,000,000.00	2,009,620.00	100,000.00	1.1%	3.33	0.13	1.3%	1.3%
Accrued Income		37,222.22						
<b>Redeems in 2018</b>	8,300,000.00	8,376,432.85	175,362.50	1.3%	1.83	0.75	1.4%	1.4%
Morgan Stanley Mtn 1.87500% 01/05/2018	700,000.00	700,686.00	13,125.00	1.5%	0.29	0.26	1.5%	1.5%
01/05/2018 1.875%								
Accrued Income		3,138.59						
Wachovia Corp Global Mtn 02/01/2018 5.750%	700,000.00	709,667.00	40,250.00	1.4%	0.38	0.33	1.6%	1.6%
Accrued Income		6,708.33						



## 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)
<b>Redeems in 2018</b>	<b>8,300,000.00</b>	<b>8,376,432.85</b>	<b>175,362.50</b>	<b>1.3%</b>	<b>1.83</b>	<b>0.75</b>	<b>1.4%</b>	<b>1.4%</b>
United States Treas Nts 03/15/2018 1.000%	2,000,000.00	1,998,120.00	20,000.00	1.2%	0.79	0.46	1.2%	1.2%
Accrued Income		883.98						
General Elec Cap Corp Mtn Be 05/01/2018 5.625%	700,000.00	716,520.00	39,375.00	1.7%	3.54	0.57	1.6%	1.6%
Accrued Income		16,406.25						
Qualcomm Inc Note Call Make Whole 1.4000 05/18/2018 1.400%	700,000.00	699,930.00	9,800.00	1.2%	0.99	0.63	1.4%	1.4%
Accrued Income		3,568.48						
United States Treas Nts 11/30/2018 1.375%	2,250,000.00	2,249,392.50	30,937.50	1.1%	3.66	1.15	1.4%	1.4%
Accrued Income		10,397.03						
Federal Home Loan Banks Bond 1.75000% 12 12/14/2018 1.750%	1,250,000.00	1,254,500.00	21,875.00	1.4%	1.22	1.18	1.4%	1.4%
Accrued Income		6,514.69						
<b>Redeems in 2019</b>	<b>4,800,000.00</b>	<b>4,895,913.65</b>	<b>116,425.00</b>	<b>1.7%</b>	<b>3.46</b>	<b>1.53</b>	<b>1.7%</b>	<b>1.7%</b>
Pepsico Inc Sr Nt 01/07/2019 2.250% Call 12/07/2018 100.00	700,000.00	705,586.00	15,750.00	1.3%	2.07	1.24	1.6%	1.6%
Accrued Income		3,675.00						
Federal Natl Mtg Assn 02/19/2019 1.875%	2,000,000.00	2,011,120.00	37,500.00	1.8%	4.59	1.36	1.5%	1.5%
Accrued Income		4,375.00						
Amgen Inc Note Call Make Whole 1.90000% 05/10/2019 1.900% Call 05/26/2017 100.00	700,000.00	701,078.00	13,300.00	1.8%	1.93	1.57	1.8%	1.8%
Accrued Income		5,168.21						
Toronto-Dominion Bank 07/02/2019 2.125%	700,000.00	703,549.00	14,875.00	1.4%	2.85	1.71	1.8%	1.8%
Accrued Income		3,677.43						



## 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)
<b>Redeems in 2019</b>	<b>4,800,000.00</b>	<b>4,895,913.65</b>	<b>116,425.00</b>	<b>1.7%</b>	<b>3.46</b>	<b>1.53</b>	<b>1.7%</b>	<b>1.7%</b>
Blackrock Inc Ser 2 Note 12/10/2019 5.000%	700,000.00	746,879.00	35,000.00	2.1%	3.73	2.06	1.9%	1.9%
Accrued Income		10,806.01						
<b>Redeems in 2020</b>	<b>700,000.00</b>	<b>765,095.87</b>	<b>35,000.00</b>	<b>2.1%</b>	<b>2.93</b>	<b>2.51</b>	<b>2.0%</b>	<b>2.0%</b>
Genzyme Corp Note Call Make Whole 5.0000 06/15/2020 5.000%	700,000.00	754,768.00	35,000.00	2.1%	2.93	2.51	2.0%	2.0%
Accrued Income		10,327.87						
<b>Redeems in 2021</b>	<b>5,900,000.00</b>	<b>5,942,224.94</b>	<b>113,850.00</b>	<b>1.6%</b>	<b>4.59</b>	<b>2.38</b>	<b>3.9%</b>	<b>1.9%</b>
Federal Farm Cr Bks Bond 1.47000% 02/17/ 02/17/2021 1.470% Call 11/17/2016 100.00	1,000,000.00	986,500.00	14,700.00	1.5%	4.34	3.27	1.9%	1.9%
Accrued Income		1,797.55						
Texas Instrument 03/12/2021 2.750% Call 02/12/2021 100.00	700,000.00	716,065.00	19,250.00	1.5%	4.16	3.28	2.1%	2.1%
Accrued Income		1,015.97						
Federal Home Loan Banks Bond 1.25000% 05 05/25/2021 1.250% Call 11/25/2017 100.00	2,000,000.00	1,981,200.00	25,000.00	1.2%	4.80	0.15	7.5%	1.5%
Accrued Income		8,763.59						
Federal Farm Cr Bks Bond 1.56000% 07/26/ 07/26/2021 1.560% Call 10/26/2016 100.00	1,500,000.00	1,473,795.00	23,400.00	1.6%	4.79	3.68	2.0%	2.0%
Accrued Income		4,260.33						
Prudential Financial 11/16/2021 4.500%	700,000.00	757,015.00	31,500.00	2.8%	4.39	3.73	2.4%	2.4%
Accrued Income		11,812.50						



## 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	2,000,000.00	1,975,134.35	30,000.00	1.9%	4.62	4.16	1.9%	1.9%
United States Treas Nts Note 1.50000% 01 01/31/2022 1.500%	2,000,000.00	1,970,080.00	30,000.00	1.9%	4.62	4.16	1.9%	1.9%
Accrued Income		5,054.35						
<b>Total</b>	<b>26,100,000.00</b>	<b>26,408,624.49</b>	<b>588,637.50</b>	<b>1.4%</b>	<b>3.08</b>	<b>1.46</b>	<b>2.0%</b>	<b>1.6%</b>