



INFORMATION ITEM

Fiscal Year 2021 First Quarter Investment Report

STAFF REPRESENTATIVE

Lisa Patton, Executive Director/VP, Finance and Budget

BACKGROUND

Under the provisions of Section 53600 et seq. of the California Government Code, Long Beach Transit (LBT) is required to submit a quarterly report of its investment holdings to all members of the LBT Board of Directors.

Attached is the Quarterly Investment Report as of September 30, 2020. LBT's assets are held at the State's Local Agency Investment Fund (LAIF), City National Bank general account, Wells Fargo workers' compensation account and the Corporate Investment Account which contains investment vehicles similarly structured to LAIF.

The cash and investment balance as of September 30, 2020 decreased by \$3.3 million when compared to the prior quarter. The decrease is primarily due to the capital expenditures of Proposition 1B Bond funds for the purchase of the agency's corporate office.

Proposition 1B funds were made available to transit operators over a ten-year period for transit rehabilitation, safety or modernization improvements, capital service enhancements or expansions, new capital projects, bus rapid transit improvements, or buses and rail cars procurement, rehabilitation or replacement.

The objectives of the investment holdings in this financial market continue to be to preserve principal and maintain liquidity.

The \$79.5 million total cash and investment balance includes \$43.5 million in restricted funds. The restricted funds are designated for various capital grants and self-insurance programs.

These funds are held until related expenditures are incurred.

STAFF RECOMMENDATION – N/A

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Kenneth A. McDonald
President and Chief Executive Officer

Attachments