



RECOMMENDED ACTION

To approve the updated Investment Policy Statement for the financial assets of Long Beach Transit.

STAFF REPRESENTATIVE

Ashley Liang, Treasurer, Finance and Budget

BACKGROUND

Long Beach Transit's (LBT) Investment Policy Statement (IPS) establishes policies and procedures for the agency's financial assets and investment activities. California Government Code, Section 53646(a)(1), requires an annual review of the IPS and recommends its approval by the governing body to provide transparency and disclosure.

Each year, staff evaluates the policy to ensure it meets the IPS objectives of safety, liquidity, return on investment, ethics, conflicts of interest, as well as compliance with current laws and Governmental Accounting Standards Board (GASB).

The recommended change to the IPS is to update the table referenced under California Government Code, Section 53600, which is shown on the attached IPS in Appendix A (Allowable Investment Instruments Per State Government Code).

There were no additional changes to the California Government Code, GASB or the State of California's Local Agency Investment Fund (LAIF) Policy that required further amendments to the policy.

As detailed in LBT's Quarterly Investment Reports, LBT's assets continue to be held at the State's LAIF and Corporate Investment Account which contains investment vehicles similarly structured to LAIF.

ALTERNATIVES CONSIDERED

There are no alternative options as the IPS must follow state guidelines for allowable investment instruments per California Government Code, Section 53600.

STAFF RECOMMENDATION

Staff is requesting LBT's Board of Directors to approve the updated Investment Policy Statement for the financial assets of Long Beach Transit.

A handwritten signature in blue ink, reading 'K. McDonald'.

Kenneth A. McDonald
President and Chief Executive Officer

Attachment