

SUBJECT*Statement of Investment Policy***RECOMMENDATION***To approve Long Beach Transit's Statement of Investment Policy.***BACKGROUND**

The Statement of Investment Policy establishes policies and procedures for Long Beach Transit's (LBT) cash management system and investment activities. The policy applies to all financial assets of the agency, excluding pension plan assets, which are covered under a separate investment policy.

The California Government Code requires an annual review and adoption of LBT's Investment Policy. Each year, staff evaluates the policy to ensure it meets the objectives of preservation of principal, liquidity, yield, safety, compliance with current law, Governmental Accounting Standards Board (GASB), as well as the needs of LBT.

The policy was updated to reflect the changes in the Local Agency Investment Guidelines, the California Government Code, GASB or the State of California's Local Agency Investment Fund (LAIF) Policy, which require amendments to our existing investment policy.

As detailed in the Quarterly Investment Reports, LBT's investments continue to be handled by the State of California's LAIF and the Corporate Investment Account, which contains investment vehicles similarly structured to LAIF.



Kenneth A. McDonald
President and Chief Executive Officer

Attachment