



Meeting Notice

1111 Broadway, Suite 800, Oakland, CA 94607

• 510.208.7400

• www.AlamedaCTC.org

Commission Chair
Councilmember At-Large,
Rebecca Kaplan, City of Oakland

Commission Vice Chair
Supervisor Richard Valle, District 2

AC Transit
Director Elsa Ortiz

Alameda County
Supervisor Scott Haggerty, District 1
Supervisor Wilma Chan, District 3
Supervisor Nate Miley, District 4
Supervisor Keith Carson, District 5

BART
Director Rebecca Saltzman

City of Alameda
Mayor Trish Spencer

City of Albany
Mayor Peter Maass

City of Berkeley
Councilmember Kriss Worthington

City of Dublin
Mayor David Haubert

City of Emeryville
Vice Mayor John Bauters

City of Fremont
Mayor Lily Mei

City of Hayward
Mayor Barbara Halliday

City of Livermore
Mayor John Marchand

City of Newark
Councilmember Luis Freitas

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Councilmember Dan Kalb

City of Piedmont
Mayor Jeff Wieler

City of Pleasanton
Mayor Jerry Thorne

City of San Leandro
Mayor Pauline Cutter

City of Union City
Mayor Carol DuTra-Vernaci

Executive Director
Arthur L. Dao

Finance and Administration Committee

Monday, September 11, 2017, 10:30 a.m.

**1111 Broadway, Suite 800
Oakland, CA 94607**

Mission Statement

The mission of the Alameda County Transportation Commission (Alameda CTC) is to plan, fund, and deliver transportation programs and projects that expand access and improve mobility to foster a vibrant and livable Alameda County.

Public Comments

Public comments are limited to 3 minutes. Items not on the agenda are covered during the Public Comment section of the meeting, and items specific to an agenda item are covered during that agenda item discussion. If you wish to make a comment, fill out a speaker card, hand it to the clerk of the Commission, and wait until the chair calls your name. When you are summoned, come to the microphone and give your name and comment.

Recording of Public Meetings

The executive director or designee may designate one or more locations from which members of the public may broadcast, photograph, video record, or tape record open and public meetings without causing a distraction. If the Commission or any committee reasonably finds that noise, illumination, or obstruction of view related to these activities would persistently disrupt the proceedings, these activities must be discontinued or restricted as determined by the Commission or such committee (CA Government Code Sections 54953.5-54953.6).

Reminder

Please turn off your cell phones during the meeting. Please do not wear scented products so individuals with environmental sensitivities may attend the meeting.

Glossary of Acronyms

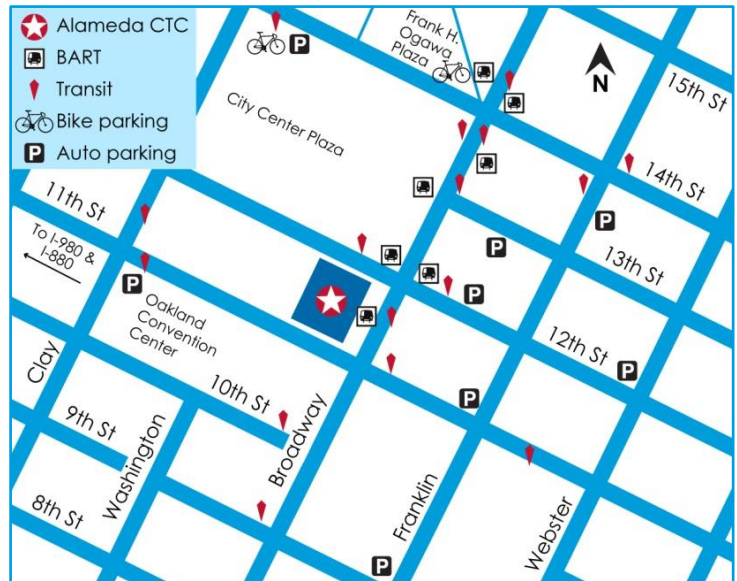
A glossary that includes frequently used acronyms is available on the Alameda CTC website at www.AlamedaCTC.org/app_pages/view/8081.

Location Map

Alameda CTC

1111 Broadway, Suite 800
Oakland, CA 94607

Alameda CTC is accessible by multiple transportation modes. The office is conveniently located near the 12th Street/City Center BART station and many AC Transit bus lines. Bicycle parking is available on the street and in the BART station as well as in electronic lockers at 14th Street and Broadway near Frank Ogawa Plaza (requires purchase of key card from bikelink.org).



Garage parking is located beneath City Center, accessible via entrances on 14th Street between 1300 Clay Street and 505 14th Street buildings, or via 11th Street just past Clay Street. To plan your trip to Alameda CTC visit www.511.org.

Accessibility

Public meetings at Alameda CTC are wheelchair accessible under the Americans with Disabilities Act. Guide and assistance dogs are welcome. Call 510-208-7450 (Voice) or 1-800-855-7100 (TTY) five days in advance to request a sign-language interpreter.



Meeting Schedule

The Alameda CTC meeting calendar lists all public meetings and is available at www.AlamedaCTC.org/events/upcoming/now.

Paperless Policy

On March 28, 2013, the Alameda CTC Commission approved the implementation of paperless meeting packet distribution. Hard copies are available by request only. Agendas and all accompanying staff reports are available electronically on the Alameda CTC website at www.AlamedaCTC.org/events/month/now.

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Finance and Administration Committee Meeting Agenda

Monday, September 11, 2017, 10:30 a.m.

1111 Broadway, Suite 800, Oakland, CA 94607 • PH: (510) 208-7400 • www.AlamedaCTC.org

Chair: Mayor David Haubert, City of Dublin
Vice Chair: Supervisor Keith Carson, Alameda County, District 5
Commissioners: Scott Haggerty, Elsa Ortiz, Trish Spencer, Jerry Thome, Jeff Wieler
Ex-Officio Members: Rebecca Kaplan, Richard Valle
Staff Liaison: Patricia Reavey
Executive Director: Arthur L. Dao
Clerk: Vanessa Lee

1. Pledge of Allegiance
2. Roll Call
3. Public Comment

	Page	A/I
4. Consent Calendar		
4.1. Approve the June 12, 2017 FAC meeting minutes.	1	A
4.2. FY2016-17 Fourth Quarter Report of Claims Acted Upon Under the Government Claims Act.	3	I
4.3. Approve Commissioner Travel to the Self-Help Counties Coalition Focus on the Future Conference.	7	A
5. Regular Matters		
5.1. Approval of Alameda CTC FY16-17 Year-End Investment Report.	9	A
5.2. Discussion of Socially Responsible Investments.	27	I

6. Closed Session

6.1. Closed Session - Pursuant to Government Code Section 54957: Public Employee Performance Evaluation: Executive Director.

7. Committee Member Reports

8. Staff Reports

9. Adjournment

Next Meeting: October 9, 2017

All items on the agenda are subject to action and/or change by the Committee.

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Finance and Administration Committee
Meeting Minutes
Monday, June 12, 2017, 10:30 a.m.

4.1

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1. Pledge of Allegiance

2. Roll Call

A roll call was conducted. All members were present with the exception of Commissioner Carson, Commissioner Spencer, and Commissioner Valle.

Subsequent to the roll call

Commissioner Spencer arrived during Item 7.

3. Public Comment

There were no public comments.

4. Consent Calendar

4.1. Approve the May 8, 2017 FAC meeting minutes.

Commissioner Haggerty suggested that last names be used in the minutes for future meetings.

Commissioner Thorne moved to approve the Consent Calendar. Commissioner Haggerty seconded the motion. The motion passed with the following votes:

Yes: Haubert, Haggerty, Ortiz, Thorne, Wieler, Kaplan
No: None
Abstain: None
Absent: Carson, Spencer, Valle

5. Regular Matters

5.1. Approve and authorize the Executive Director to negotiate and execute professional services agreements with Wendel, Rosen, Black & Dean, LLP and with Meyers, Nave, Riback, Silver & Wilson, PLC, for a combined total not-to-exceed amount of \$850,000, to provide General Legal Counsel Services for the Alameda County Transportation Commission and Sunol Smart Carpool Lane Joint Powers Authority.

Seung Cho recommended that the Commission approve and authorize the Executive Director to negotiate and execute professional services agreements with Wendel, Rosen, Black & Dean, LLP and Meyers, Nave, Riback, Silver & Wilson, PLC, for a combined total not-to-exceed amount of \$850,000, to provide General Legal Counsel Services for the Alameda County Transportation Commission and Sunol Smart Carpool Lane Joint Powers Authority. Mr. Cho directed committee members to Attachment A, a proposed scope distribution by tasks between the two firms provided in the staff report, and reviewed key aspects of the procurement and selection process for the contract.

Commissioner Haggerty moved to approve this item. Commissioner Ortiz seconded the motion. The motion passed with the following votes:

Yes: Haubert, Haggerty, Ortiz, Thorne, Wieler, Kaplan
No: None
Abstain: None
Absent: Carson, Spencer, Valle

6. Committee Member Reports

There were no committee reports.

7. Staff Reports

There were no staff reports.

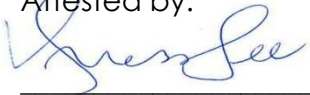
8. Adjournment/ Next Meeting

The next meeting is:

Date/Time: Monday, July 10, 2017 at 10:30a.m.

Location: Alameda CTC Offices, 1111 Broadway, Suite 800, Oakland, CA 94607

Attested by:



Vanessa Lee,
Clerk of the Commission



Memorandum

4.2

1111 Broadway, Suite 800, Oakland, CA 94607 • 510.208.7400 • www.AlamedaCTC.org

DATE: September 5, 2017

SUBJECT: FY2016-17 Fourth Quarter Report of Claims Acted Upon Under the Government Claims Act

RECOMMENDATION: Receive the FY2016-17 Fourth Quarter Report of Claims Acted Upon Under the Government Claims Act.

Summary

Tort claims against Alameda CTC and other California government entities are governed by the Government Claims Act (Act). The Act allows the Commission to delegate authority to an agency employee to review, reject, allow, settle, or compromise tort claims pursuant to a resolution adopted by the Commission. If the authority is delegated to an employee, that employee can only reject claims or allow, settle, or compromise claims \$50,000 or less. The decision to allow, settle, or compromise claims over \$50,000 must go before the Commission for review and approval.

California Government Code section 935.4 states:

“A charter provision, or a local public entity by ordinance or resolution, may authorize an employee of the local public entity to perform those functions of the governing body of the public entity under this part that are prescribed by the local public entity, but only a charter provision may authorize that employee to allow, compromise, or settle a claim against the local public entity if the amount to be paid pursuant to the allowance, compromise or settlement exceeds fifty thousand dollars (\$50,000). A Charter provision, ordinance, or resolution may provide that, upon the written order of that employee, the auditor or other fiscal officer of the local public entity shall cause a warrant to be issued upon the treasury of the local public entity in the amount for which a claim has been allowed, compromised, or settled.”

On June 30, 2016, the Commission adopted a resolution which authorized the Executive Director to reject claims or allow, settle, or compromise claims up to and including \$50,000.

Background

There have only been a handful of small claims filed against Alameda CTC and its predecessors over the years, and many of these claims were erroneously filed, and should have been filed with other agencies (such as Alameda County, AC Transit, and Caltrans). As staff moves forward with the implementation of Measure BB, Alameda CTC may experience an increase in claims against the agency as Alameda CTC puts more projects on the streets and highways of Alameda County and as Alameda CTC's name is recognized as a funding agency on these projects. Staff works directly with the agency's insurance provider, the Special District Risk Management Authority (SDRMA), when claims are received so that responsibility may be determined promptly and they might be resolved expediently or referred to the appropriate agency. This saves Alameda CTC money because when working with the SDRMA directly, much of the legal costs to address these claims are covered by insurance.

Fiscal Impact: There is no fiscal impact.

Attachment

- A. Report on Claims Acted Upon by Staff under the Government Claims Act
April 1, 2017 – June 30, 2017

Staff Contact

[Patricia Reavey](#), Deputy Executive Director of Finance and Administration

**Claims Acted Upon by Staff Under the Government Claim Act
April 1, 2017 - June 30, 2017**

Claimant	Submitted By	Received Date	Amount	Action Taken	Date	Notes
Allison F. Walton	Jenny & Jenny, LLP	June 14, 2017	\$9,986.90	Claim Rejected due to insufficient information.	June 27, 2017	Claim failed to identify a specific date of the occurrence giving rise to the claim or to identify a place of the occurrence as required by the Government Claims Act. Caltrans is carrying out this project, not Alameda CTC.

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Memorandum

4.3

1111 Broadway, Suite 800, Oakland, CA 94607 • PH: (510) 208-7400 • www.AlamedaCTC.org

DATE: September 5, 2017

SUBJECT: Commissioner Travel to Focus on the Future Conference

RECOMMENDATION: Approve Commissioner travel to the Self-Help Counties Coalition Focus on the Future Conference.

Summary

Per the Commissioner Travel and Expenditure Policy adopted in March 2016, all conference attendance for Alameda CTC Commissioners must be preapproved by the Finance and Administration Committee (FAC) to be eligible for reimbursement under this Policy.

Commissioner Haggerty plans to attend this year's Self Help Counties Coalition Focus on the Future Conference in San Francisco, California. Approval of this item will authorize Commissioner Haggerty to be reimbursed for all reasonable and necessary expenditures while attending the conference on authorized agency business.

Background

The Focus on the Future Conference provides a forum for Self-Help Counties and other transportation agencies, elected officials, and the private sector to share experiences and highlight upcoming transportation projects. Commissioner Scott Haggerty plans to attend the conference in San Francisco, California from October 29, 2017 through October 31, 2017. Requests for reimbursement of expenditures must be submitted on the authorized Alameda CTC Expense Reimbursement Form within 30 calendar days after the conclusion of the conference along with required documentation per the adopted policy.

Fiscal Impact

The fiscal impact of this trip will include all reasonable and necessary expenditures incurred during the conference which are included in the adopted FY2017-18 budget.

Staff Contact

[Patricia Reavey](#), Deputy Executive Director of Finance and Administration

[Vanessa Lee](#), Clerk of the Commission

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Memorandum

5.1

1111 Broadway, Suite 800, Oakland, CA 94607 • PH: (510) 208-7400 • www.AlamedaCTC.org

DATE: September 5, 2017

SUBJECT: Alameda CTC FY2016-17 Year-End Unaudited Investment Report

RECOMMENDATION: Approve the Alameda CTC FY2016-17 Year-End Unaudited Investment Report.

Summary

Alameda CTC's investments are in compliance with the Agency's investment policy and the portfolios have met the benchmark goals on a yield to maturity basis for the quarter. Alameda CTC has sufficient cash flow to meet expenditure requirements over the next six months.

The Year-End Consolidated Investment Report (Attachment A) provides balance and average return on investment information for all cash and investments held by the Alameda CTC as of June 30, 2017. The report also shows balances as of June 30, 2016 for comparison purposes. The *Portfolio Review for Quarter Ending June 30, 2017* (Attachment B), prepared by GenSpring, provides a review and outlook of current market conditions, an investment strategy to maximize return without compromising safety and liquidity, and an overview of the strategy used to develop the bond portfolios.

Portfolio Highlights

The following are key highlights of cash and investment information as of June 30, 2017:

- As of June 30, 2017, total cash and investments held by the Alameda CTC was \$460.1 million, an increase of \$41.1 million or 9.8 percent over June 30, 2016 mostly related to Measure BB sales tax collections.
- Compared to prior year-end balances:
 - The 1986 Measure B investment balance decreased \$4.1 million or 3.0 percent due to capital projects expenditures.
 - The 2000 Measure B investment balance increased \$5.5 million or 3.5 percent, in large part due to an accumulation of sales tax revenues primarily in the debt service fund which has been set aside to pay the principal and interest payments due on outstanding bonds in September 2017 and March 2018.

- The 2014 Measure BB investment balance increased \$32.5 million or 49.4 percent mostly due to the accumulation of funds as Alameda CTC continues efforts to finalize contracts for construction projects in addition to working with member agencies to put required agreements in place for Measure BB discretionary projects.
- The Non-Sales Tax investment balance increased \$7.2 million or 12.3 percent primarily due to the reimbursement of grant funds which outpaced expenditures during the third quarter as non-sales tax capital projects wind down.

Investment yields have decreased slightly with the approximate average return on investments through the fourth quarter at 0.46 percent compared to the prior year's average return of 0.52 percent. This decrease is due to a significant negative GASB 31 adjustment required at year-end which is not a realized loss. Return on investments were projected for the FY2016-17 budget year at varying rates ranging from 0.2 - 0.7 percent depending on investment type.

Fiscal Impact: There is no fiscal impact.

Attachments

- A. Consolidated Investment Report as of June 30, 2017
- B. Portfolio Review for Quarter Ending June 30, 2017 (provided by GenSpring)
- C. Fixed Income Portfolio as of June 30, 2017

Staff Contacts

[Patricia Reavey](#), Deputy Executive Director of Finance and Administration

[Lily Balinton](#), Director of Finance

[Yoana Navarro](#), Accounting Manager

Alameda CTC Consolidated Investment Report As of June 30, 2017							
1986 Measure B	Un-Audited		Interest Earned			FY 2015-2016	
			As of June 30, 2017			Investment Balance	Interest earned
	Investment Balance	Interest earned	Approx. ROI	Budget	Difference	June 30, 2016	FY 2015-2016
Bank Accounts	\$ 1,408,153	\$ 3,139	0.22%			\$ 2,924,961	8,766
State Treasurer Pool (LAIF) ⁽¹⁾	8,870,047	60,947	0.69%			11,813,529	66,495
Investment Advisor ^{(1) (2)}	114,869,946	440,961	0.38%			114,550,807	848,350
Loan to Non-Sales Tax General Fund	10,000,000	-	-			10,000,000	-
1986 Measure B Total	\$ 135,148,145	\$ 505,047	0.37%	\$ 210,000	\$ 295,047	\$ 139,289,297	\$ 923,611
						<i>Approx. ROI</i>	<i>0.66%</i>
2000 Measure B	Un-Audited		Interest Earned			FY 2015-2016	
			As of June 30, 2017			Investment Balance	Interest earned
	Investment Balance	Interest earned	Approx. ROI	Budget	Difference	June 30, 2016	FY 2015-2016
Bank Accounts	\$ 10,111,276	\$ 6,716	0.07%			\$ 6,165,527	\$ 15,678
State Treasurer Pool (LAIF) ⁽¹⁾	30,080,706	150,261	0.50%			29,950,590	125,025
Investment Advisor ^{(1) (2)}	105,179,502	524,229	0.50%			96,790,098	559,614
2014 Series A Bond Project Fund ⁽¹⁾	1,157	2,294	0.10%			5,779,115	28,731
2014 Series A Bond Interest Fund ⁽¹⁾	3,523,504	29,420	0.83%			9,183,098	82,602
2014 Series A Bond Principal Fund ⁽¹⁾	7,154,278	38,315	0.54%			-	-
Project Deferred Revenue ^{(1) (3)}	5,084,680	46,023	0.91%			7,757,967	36,354
2000 Measure B Total	\$ 161,135,104	\$ 797,258	0.49%	\$ 440,000	\$ 357,258	\$ 155,626,395	\$ 848,003
						<i>Approx. ROI</i>	<i>0.54%</i>
2014 Measure BB	Un-Audited		Interest Earned			FY 2015-2016	
			As of June 30, 2017			Investment Balance	Interest earned
	Investment Balance	Interest earned	Approx. ROI	Budget	Difference	June 30, 2016	FY 2015-2016
Bank Accounts	\$ 7,207,912	\$ 10,950	0.15%			\$ 12,751,139	\$ 33,307
State Treasurer Pool (LAIF) ⁽¹⁾	61,126,500	317,549	0.52%			53,076,601	133,117
Investment Advisor ^{(1) (2)}	30,036,879	119,911	0.40%			-	-
2014 Measure BB Total	\$ 98,371,291	\$ 448,409	0.46%	\$ 220,000	\$ 228,409	\$ 65,827,740	\$ 166,424
						<i>Approx. ROI</i>	<i>0.25%</i>
Non-Sales Tax	Un-Audited		Interest Earned			FY 2015-2016	
			As of June 30, 2017			Investment Balance	Interest earned
	Investment Balance	Interest earned	Approx. ROI	Budget	Difference	June 30, 2016	FY 2015-2016
Bank Accounts	\$ 7,411,637	\$ 17,508	0.24%			\$ 20,552,837	\$ 34,696
State Treasurer Pool (LAIF) ⁽¹⁾	46,456,536	295,646	0.64%			33,621,829	132,922
California Asset Management Program (CAMP)	14,014,683	14,683	0.10%			-	-
Project Deferred Revenue ^{(1) (4)}	7,586,899	59,757	0.79%			14,133,566	68,462
Loan from 1986 Measure B	(10,000,000)	-	-			(10,000,000)	-
Non-Sales Tax Total	\$ 65,469,754	\$ 387,594	0.59%	\$ 105,000	\$ 282,594	\$ 58,308,232	\$ 236,079
						<i>Approx. ROI</i>	<i>0.40%</i>
Alameda CTC TOTAL	\$ 460,124,294	\$ 2,138,309	0.46%	\$ 975,000	\$ 1,163,309	\$ 419,051,665	\$ 2,174,117

Notes:

- (1) All investments are marked to market on the financial statements at the end of the fiscal year per GASB 31 requirements.
- (2) See attachments for detail of investment holdings managed by Investment Advisor.
- (3) Project funds in deferred revenue are invested in LAIF with interest accruing back to the respective fund which includes TVTC funds.
- (4) Project funds in deferred revenue are invested in LAIF with interest accruing back to the respective fund which include VRF, TVTC, San Leandro Marina, TCRP, PTMISEA and Cal OES.
- (5) Alameda CTC has sufficient cash flow to meet expenditure requirements over the next six months.

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Alameda County Transportation Commission
Portfolio Review for the Quarter Ending
June 30, 2017

Fixed Income Market Review and Outlook

U.S. economic data progressively firmed, rebounding from the softness of the first quarter of 2017. Most of the labor-related indicators, including the unemployment rate and weekly initial jobless claims, continued to hover near their lowest of the cycle.

The Federal Reserve raised its target overnight rate in June by 0.25%—its third quarter-point move since December—yet yields were down over that span.

The 10-year US Treasury yield ended June at 2.30%, up for the month though nearly all of it came in the last week. Yields for shorter maturities also rose, such as the 2-year US Treasury, while yields for the longer maturities fell for a third straight month.

Higher quality bonds suffered during June with US core bonds down modestly, while corporate and high yield bonds outperformed. Yet, most bond indices notched solid returns for the second quarter of 2017. Non-US bonds were also down modestly during June, but had a strong second quarter.

Portfolio Allocation

As of the end of the quarter, the consolidated Alameda CTC portfolio consisted of 38.2% US Government Agency securities, 37.6% US Treasury securities, 23.6% High Grade Corporate Bonds and 0.6% of cash and cash equivalents.

Compliance with Investment Policy Statement

For the quarter ending June 30, 2017 the Alameda CTC portfolio continues to have one compliance item of note which is expected to remain through the maturity of the bond in July 2017;

Anheuser Busch bonds were purchased for both the 1986 Measure B and the 2000 Measure B investment portfolios in May of 2015. The invested amounts are \$3,000,000 in each account. The security has a maturity date of 7/15/17. The credit ratings at the time of purchase were A2/A by Moody's and S&P, respectively. In part due to a proposed merger, the security's credit rating was downgraded to A3 by Moody's and A- by S&P. Based on the

credit outlook and strong fundamentals, we recommend that Alameda CTC continue to hold the security, and the Alameda CTC investment officer agreed.

Budget Impact

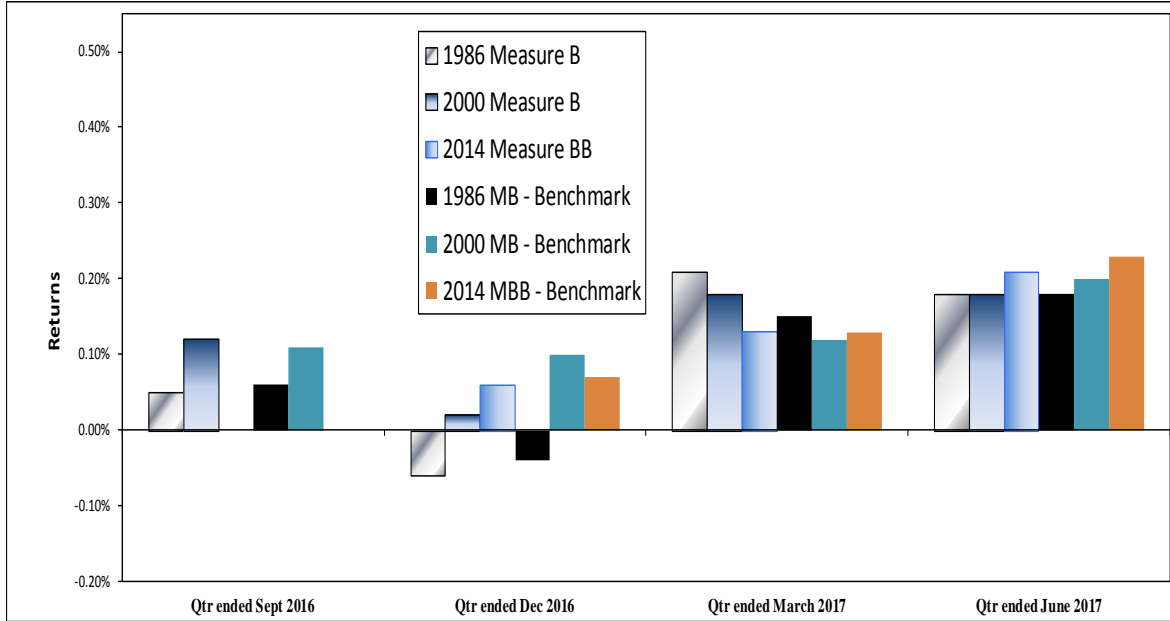
The portfolio's performance is reported on a total return basis. This method includes the coupon interest, amortization of discounts and premiums, capital gains and losses and price changes (i.e., unrealized gains and losses) but does not include the deduction of management fees. For the quarter ending June 30, 2017, the 1986 Measure B portfolio returned **0.18%**. This compares to the benchmark return of **0.18%**. For the quarter ending June 30, 2017, the 2000 Measure B portfolio returned **0.18%**. This compares to the benchmark return of **0.20%**. For the quarter ending June 30, 2017, the 2014 Measure BB portfolio returned **0.21%**. This compares to the benchmark return of **0.23%**. The exhibit below shows the performance of the Alameda CTC's portfolios relative to their respective benchmarks.

The portfolio's yield to maturity, the return the portfolio will earn in the future if all securities are held to maturity, is also reported. This calculation is based on the current market value of the portfolio including unrealized gains and losses. For the quarter ending June 30, 2017, the 1986 Measure B portfolio's yield to maturity or call was **1.33%**. The benchmark's yield to maturity was **1.22%**. For the quarter ending June 30, 2017, the 2000 Measure B portfolio's yield to maturity or call was **1.14%**. The benchmark's yield to maturity was **1.13%**. For the quarter ending June 30, 2017, the 2014 Measure BB portfolio's yield to maturity or call was **1.18%**. The benchmark's yield to maturity was **1.06%**.

Alameda CTC

Quarterly Review - Account vs. Benchmark

Rolling 4 Quarters



Trailing 12 Months	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Trailing 12 Months
MONTHLY PERFORMANCE DATA													
1986 Measure B	0.02%	-0.02%	0.05%	0.03%	-0.15%	0.06%	0.12%	0.08%	0.01%	0.09%	0.08%	0.01%	0.38%
2000 Measure B	0.04%	0.03%	0.05%	0.04%	-0.08%	0.06%	0.10%	0.07%	0.01%	0.08%	0.06%	0.04%	0.50%
2014 Measure BB					0.00%	0.06%	0.09%	0.04%	0.00%	0.07%	0.07%	0.07%	0.40%
Benchmark - 1986 MB ¹	0.01%	-0.05%	0.10%	0.01%	-0.10%	0.05%	0.11%	0.07%	-0.03%	0.09%	0.06%	0.03%	0.35%
Benchmark - 2000 MB ²	0.03%	-0.01%	0.09%	0.04%	0.01%	0.05%	0.10%	0.06%	-0.04%	0.08%	0.04%	0.08%	0.53%
Benchmark - 2014 MBB ³					0.02%	0.05%	0.07%	0.06%	0.00%	0.08%	0.06%	0.09%	0.43%

Note: Past performance is not an indication of future results. Performance is presented prior to the deduction of investment management fees.

¹ (1986 Measure B) Benchmark is a customized benchmark comprised of 25% ML 1 -3 year Tsy index, 25% ML 6mo. Tsy index and 50% ML 1 year Tsy index

² (2000 Measure B) Benchmark is currently a customized benchmark comprised of 50% ML 6mo. Tsy index and 50% ML 1 year Tsy index.

³ (2014 Measure BB) Benchmark is the ML 6mo. Tsy index

Bond Portfolios

The Bond portfolios, including the Interest, Project and Principal Funds, were originally invested by buying allowable high grade fixed income securities. As of June 30, 2017 the average life of the cash flows for the Interest Fund was roughly 0.20 years, the average life of the cash flows of the Project Fund was anticipated to be approximately 1 week, and the average life of the cash flows of the Principal Fund was 0.50 years.

One way to measure the anticipated return of the portfolios is their *yield to maturity*. This is the return the portfolio will earn in the future if all securities are held to maturity. This calculation is based on the current market value of the portfolio. As of the end of the quarter the Interest Fund portfolio's yield to maturity was **1.14%**, the Project Fund portfolio's yield to maturity was **0.86%** (the current money market fund yield), and the Principal Fund portfolio's yield to maturity was **0.91%**. By comparison, an investment in a U.S. Treasury note of comparable average maturity at the end of the month would yield approximately **1.00%**, **0.70%**, and **1.11%** respectively.

For the quarter ending June 30, 2017, the Alameda CTC Series 2014 Bonds Interest Fund, Project Fund, and Principal Fund portfolios were invested in compliance with Section 5.11 of the Bond Indenture dated February 1, 2014.

GenSpring has prepared this customized report regarding your portfolio based on sources we believe to be reliable and accurate. We have relied upon and assumed without independent verification, the accuracy and completeness of all information from public sources. This report is not intended to replace your custodial statements, which should be considered your official record for all pertinent account information. While this report is provided in a different format from your custodian, and may vary in content and scope, you should compare the asset information to that of your custody statement. The data herein is unaudited. Views and opinions are current as of the date of the report and are subject to change. Past performance is not indicative of future results.

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
ACTA 1986 Measure B
Account # N001
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				1,169,529.03		1,169,529.03		1,169,529.03	1.02		0.0
	pendingcash	PENDING SETTLEMENT				1,385.66		1,385.66		1,385.66	0.00		0.0
						1,170,914.69		1,170,914.69		1,170,914.69	1.02		0.0
CORPORATE BONDS													
3,000,000.0000	03523tbn7	ANHEUSER BUSCH INBEV WORLDWIDE	A3	A-	100.78	3,023,430.00	99.99	2,999,739.00	19,020.83	3,018,759.83	2.61	1.57	0.0
		1.375% Due 07-15-17											
1,000,000.0000	911312ap1	UNITED PARCEL SERVICE INC	A1	A+	100.33	1,003,320.00	99.94	999,386.00	2,812.50	1,002,198.50	0.87	1.36	0.3
		1.125% Due 10-01-17											
2,500,000.0000	713448db1	PEPSICO INC	A1	A+	100.05	2,501,250.00	99.89	2,497,317.50	5,416.67	2,502,734.17	2.17	1.37	0.3
		1.000% Due 10-13-17											
2,500,000.0000	458140a4	INTEL CORP	A1	A+	100.55	2,513,750.00	99.98	2,499,387.50	1,500.00	2,500,887.50	2.18	1.40	0.5
		1.350% Due 12-15-17											
1,700,000.0000	05531fam5	BB&T CORPORATION	A2	A-	99.52	1,691,806.00	99.95	1,699,126.20	11,571.81	1,710,698.01	1.48	1.55	0.5
		1.450% Due 01-12-18											
1,000,000.0000	166764av2	CHEVRON CORP NEW	AA2	AA-	99.72	997,200.00	99.97	999,744.00	4,512.08	1,004,256.08	0.87	1.40	0.7
		1.365% Due 03-02-18											
2,500,000.0000	594918as3	MICROSOFT CORP	AAA	AAA	99.70	2,492,500.00	99.70	2,492,585.00	4,166.67	2,496,751.67	2.17	1.36	0.8
		1.000% Due 05-01-18											
2,000,000.0000	037833aj9	APPLE INC	AA1	AA+	99.75	1,994,940.00	99.64	1,992,750.00	3,222.22	1,995,972.22	1.73	1.43	0.8
		1.000% Due 05-03-18											
1,000,000.0000	58933yag0	MERCK & CO INC	A1	AA	100.05	1,000,510.00	99.90	998,950.00	1,552.78	1,000,502.78	0.87	1.42	0.9
		1.300% Due 05-18-18											
2,000,000.0000	717081dw0	PFIZER INC	A1	AA	99.92	1,998,360.00	99.81	1,996,260.00	2,000.00	1,998,260.00	1.74	1.41	0.9
		1.200% Due 06-01-18											
1,000,000.0000	89236tcp8	TOYOTA MOTOR CREDIT CORP	AA3	AA-	100.08	1,000,807.00	100.17	1,001,744.00	7,233.33	1,008,977.33	0.87	1.38	1.0
		1.550% Due 07-13-18											
1,000,000.0000	478160br4	JOHNSON & JOHNSON	AAA	AAA	99.64	996,390.00	99.47	994,743.00	3,750.00	998,493.00	0.87	1.44	1.6
		1.125% Due 03-01-19											
1,000,000.0000	06406hcr8	BANK NEW YORK MTN BK ENT	A1	A	100.85	1,008,470.00	100.68	1,006,809.00	7,150.00	1,013,959.00	0.88	1.79	1.6
		2.200% Due 03-04-19											
2,000,000.0000	084664cg4	BERKSHIRE HATHAWAY FIN CORP	AA2	AA	100.29	2,005,840.00	100.24	2,004,754.00	10,011.11	2,014,765.11	1.75	1.56	1.7
		1.700% Due 03-15-19											
2,000,000.0000	191216bv1	COCA COLA CO	AA3	AA-	99.85	1,997,040.00	99.61	1,992,120.00	2,368.06	1,994,488.06	1.73	1.58	1.9
		1.375% Due 05-30-19											
						26,225,613.00		26,175,415.20	86,288.06	26,261,703.26	22.79	1.47	0.8
GOVERNMENT BONDS													
3,000,000.0000	912828tg5	UNITED STATES TREAS NTS	AAA	AA+	99.93	2,997,890.64	99.97	2,999,115.00	6,256.91	3,005,371.91	2.61	0.84	0.1
		0.500% Due 07-31-17											
2,000,000.0000	3130a6sw8	FEDERAL HOME LOAN BANKS	AAA	AA+	99.97	1,999,340.00	99.91	1,998,234.00	666.67	1,998,900.67	1.74	1.19	0.5
		1.000% Due 12-19-17											
3,000,000.0000	912828hr4	UNITED STATES TREAS NTS	AAA	AA+	105.50	3,164,882.82	101.41	3,042,195.00	39,666.67	3,081,861.67	2.65	1.23	0.6
		3.500% Due 02-15-18											
2,000,000.0000	3137eadp1	FEDERAL HOME LN MTG CORP	AAA	AA+	99.52	1,990,460.00	99.74	1,994,822.00	5,541.67	2,000,363.67	1.74	1.25	0.7
		0.875% Due 03-07-18											
3,000,000.0000	912828qb9	UNITED STATES TREAS NTS	AAA	AA+	104.16	3,124,921.89	101.17	3,035,157.00	21,802.08	3,056,959.08	2.64	1.30	0.7
		2.875% Due 03-31-18											

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
ACTA 1986 Measure B
Account # N001
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
2,500,000.0000	3130a4gj5	FEDERAL HOME LOAN BANKS 1.125% Due 04-25-18	AAA	AA+	100.02	2,500,500.00	99.89	2,497,267.50	5,156.25	2,502,423.75	2.17	1.26	0.8
6,000,000.0000	912828xa3	UNITED STATES TREAS NTS 1.000% Due 05-15-18	AAA	AA+	100.48	6,029,062.50	99.76	5,985,468.00	7,663.04	5,993,131.04	5.21	1.28	0.9
5,000,000.0000	3135g0wj8	FEDERAL NATL MTG ASSN 0.875% Due 05-21-18	AAA	AA+	100.20	5,010,000.00	99.66	4,982,900.00	4,861.11	4,987,761.11	4.34	1.26	0.9
2,500,000.0000	912828qq6	UNITED STATES TREAS NTS 2.375% Due 05-31-18	AAA	AA+	103.19	2,579,687.50	100.96	2,524,022.50	5,112.85	2,529,135.35	2.20	1.32	0.9
5,000,000.0000	3137eabp3	FEDERAL HOME LN MTG CORP 4.875% Due 06-13-18	AAA	AA+	106.92	5,346,000.00	103.37	5,168,415.00	12,187.50	5,180,602.50	4.50	1.31	0.9
5,000,000.0000	3135g0e33	FEDERAL NATL MTG ASSN 1.125% Due 07-20-18	AAA	AA+	100.57	5,028,500.00	99.80	4,989,900.00	25,156.25	5,015,056.25	4.34	1.32	1.0
3,000,000.0000	3130a8pk3	FEDERAL HOME LOAN BANKS 0.625% Due 08-07-18	AAA	AA+	99.65	2,989,500.00	99.22	2,976,744.00	7,500.00	2,984,244.00	2.59	1.34	1.1
2,500,000.0000	912828re2	UNITED STATES TREAS NTS 1.500% Due 08-31-18	AAA	AA+	101.40	2,535,066.98	100.23	2,505,665.00	12,533.97	2,518,198.97	2.18	1.30	1.1
5,000,000.0000	3135g0ym9	FEDERAL NATL MTG ASSN 1.875% Due 09-18-18	AAA	AA+	102.08	5,104,000.00	100.62	5,031,220.00	26,822.92	5,058,042.92	4.38	1.36	1.2
5,000,000.0000	912828rh5	UNITED STATES TREAS NTS 1.375% Due 09-30-18	AAA	AA+	101.18	5,059,001.10	100.04	5,001,955.00	17,281.42	5,019,236.42	4.35	1.34	1.2
3,000,000.0000	3137eacd7	FEDERAL HOME LN MTG CORP 0.875% Due 10-12-18	AAA	AA+	99.85	2,995,620.00	99.39	2,981,712.00	5,760.42	2,987,472.42	2.60	1.36	1.3
3,000,000.0000	3136g0x22	FEDERAL NATL MTG ASSN 1.000% Due 10-29-18	AAA	AA+	100.06	3,001,740.00	99.55	2,986,485.00	5,166.67	2,991,651.67	2.60	1.34	1.3
4,000,000.0000	912828rp7	UNITED STATES TREAS NTS 1.750% Due 10-31-18	AAA	AA+	101.77	4,070,625.00	100.56	4,022,344.00	11,793.48	4,034,137.48	3.50	1.33	1.3
1,970,000.0000	313376br5	FEDERAL HOME LOAN BANKS 1.750% Due 12-14-18	AAA	AA+	100.85	1,986,745.00	100.54	1,980,614.36	1,627.99	1,982,242.35	1.72	1.37	1.4
1,300,000.0000	912828n22	UNITED STATES TREAS NTS 1.250% Due 12-15-18	AAA	AA+	100.00	1,300,000.00	99.85	1,298,070.80	710.38	1,298,781.18	1.13	1.35	1.4
1,590,000.0000	912828b33	UNITED STATES TREAS NTS 1.500% Due 01-31-19	AAA	AA+	100.38	1,596,024.61	100.20	1,593,229.29	10,003.75	1,603,233.04	1.39	1.37	1.6
1,950,000.0000	912828c24	UNITED STATES TREAS NTS 1.500% Due 02-28-19	AAA	AA+	100.66	1,962,796.88	100.21	1,954,036.50	9,776.49	1,963,812.99	1.70	1.37	1.6
1,500,000.0000	912828sh4	UNITED STATES TREAS NTS 1.375% Due 02-28-19	AAA	AA+	100.13	1,501,933.59	100.01	1,500,175.50	6,893.68	1,507,069.18	1.31	1.37	1.6
5,000,000.0000	912828sn1	UNITED STATES TREAS NTS 1.500% Due 03-31-19	AAA	AA+	100.29	5,014,453.15	100.24	5,011,915.00	18,852.46	5,030,767.46	4.36	1.36	1.7
3,500,000.0000	912828st8	UNITED STATES TREAS NTS 1.250% Due 04-30-19	AAA	AA+	99.89	3,496,308.59	99.75	3,491,390.00	7,413.19	3,498,803.19	3.04	1.39	1.8
4,000,000.0000	3130abf92	FEDERAL HOME LOAN BANKS 1.375% Due 05-28-19	AAA	AA+	99.96	3,998,360.00	99.89	3,995,720.00	7,486.11	4,003,206.11	3.48	1.43	1.9
2,000,000.0000	3137eacb1	FEDERAL HOME LN MTG CORP 0.875% Due 07-19-19	AAA	AA+	98.91	1,978,200.00	98.81	1,976,166.00	7,875.00	1,984,041.00	1.72	1.47	2.0
						88,361,620.25		87,524,938.45	291,568.92	87,816,507.37	76.19	1.31	1.2
TOTAL PORTFOLIO						115,758,147.94		114,871,268.34	377,856.97	115,249,125.31	100.00	1.33	1.1

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
ACTIA 2000 Measure B
Account # N001UNBI
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				250,907.99		250,907.99		250,907.99	0.24		0.0
	pendingcash	PENDING SETTLEMENT				1,396.61		1,396.61		1,396.61	0.00		0.0
						252,304.60		252,304.60		252,304.60	0.24		0.0
CORPORATE BONDS													
3,000,000.0000	03523tbn7	ANHEUSER BUSCH INBEV WORLDWIDE 1.375% Due 07-15-17	A3	A-	100.78	3,023,430.00	99.99	2,999,739.00	19,020.83	3,018,759.83	2.85	1.57	0.0
1,000,000.0000	48126eaa5	JPMORGAN CHASE & CO 2.000% Due 08-15-17	A3	A-	100.77	1,007,690.00	100.07	1,000,710.00	7,555.56	1,008,265.56	0.95	1.42	0.1
1,500,000.0000	06406hce7	BANK NEW YORK MTN BK ENT 1.300% Due 01-25-18	A1	A	100.29	1,504,380.00	99.93	1,498,980.00	8,450.00	1,507,430.00	1.43	1.42	0.6
1,500,000.0000	459200hk0	INTERNATIONAL BUSINESS MACHS 1.250% Due 02-08-18	A1	A+	100.03	1,500,390.00	99.96	1,499,430.00	7,447.92	1,506,877.92	1.43	1.31	0.6
1,500,000.0000	36962g6w9	GENERAL ELEC CAP CORP MTN BE 1.625% Due 04-02-18	A1	AA-	100.35	1,505,235.00	100.16	1,502,326.50	6,026.04	1,508,352.54	1.43	1.42	0.7
2,000,000.0000	68389xac9	ORACLE CORP 5.750% Due 04-15-18	A1	AA-	104.21	2,084,120.00	103.17	2,063,492.00	24,277.78	2,087,769.78	1.96	1.69	0.8
3,000,000.0000	037833aj9	APPLE INC 1.000% Due 05-03-18	AA1	AA+	99.75	2,992,410.00	99.64	2,989,125.00	4,833.33	2,993,958.33	2.84	1.43	0.8
2,000,000.0000	89236tcp8	TOYOTA MOTOR CREDIT CORP 1.550% Due 07-13-18	AA3	AA-	100.15	2,002,900.00	100.17	2,003,488.00	14,466.67	2,017,954.67	1.90	1.38	1.0
1,000,000.0000	084664by6	BERKSHIRE HATHAWAY FIN CORP 2.000% Due 08-15-18	AA2	AA	101.50	1,015,000.00	100.48	1,004,814.00	7,555.56	1,012,369.56	0.96	1.57	1.1
1,000,000.0000	25468pdd5	DISNEY WALT CO MTNS BE 1.500% Due 09-17-18	A2	A+	100.67	1,006,670.00	99.99	999,891.00	4,333.33	1,004,224.33	0.95	1.51	1.2
1,000,000.0000	07330nad7	BB&T BRH BKG & TR CO GLOBAL BK 2.300% Due 10-15-18	A1	A	101.67	1,016,700.00	100.64	1,006,364.00	4,855.56	1,011,219.56	0.96	1.80	1.3
1,000,000.0000	291011ax2	EMERSON ELEC CO 5.250% Due 10-15-18	A2	A	108.13	1,081,300.00	104.41	1,044,115.00	11,083.33	1,055,198.33	0.99	1.78	1.2
2,000,000.0000	191216bf6	COCA COLA CO 1.650% Due 11-01-18	AA3	AA-	100.58	2,011,540.00	100.25	2,004,910.00	5,500.00	2,010,410.00	1.91	1.46	1.3
1,000,000.0000	594918bf0	MICROSOFT CORP 1.300% Due 11-03-18	AAA	AAA	99.93	999,280.00	99.84	998,411.00	2,094.44	1,000,505.44	0.95	1.42	1.3
2,000,000.0000	69353rch9	PNC BK N A PITTSBURGH PA 2.200% Due 01-28-19	A2	A	100.72	2,014,360.00	100.54	2,010,762.00	18,700.00	2,029,462.00	1.91	1.85	1.5
1,500,000.0000	713448de5	PEPSICO INC 1.500% Due 02-22-19	A1	A+	100.15	1,502,295.00	99.86	1,497,841.50	8,062.50	1,505,904.00	1.42	1.59	1.6
						26,267,700.00		26,124,399.00	154,262.85	26,278,661.85	24.84	1.54	0.9
GOVERNMENT BONDS													
4,000,000.0000	3135g0zl0	FEDERAL NATL MTG ASSN 1.000% Due 09-27-17	AAA	AA+	100.32	4,012,960.00	99.97	3,998,980.00	10,444.44	4,009,424.44	3.80	1.10	0.2
5,000,000.0000	3137eadl0	FEDERAL HOME LN MTG CORP 1.000% Due 09-29-17	AAA	AA+	100.32	5,015,900.00	99.98	4,998,825.00	12,777.78	5,011,602.78	4.75	1.09	0.2
5,000,000.0000	912828m72	UNITED STATES TREAS NTS 0.875% Due 11-30-17	AAA	AA+	99.99	4,999,414.05	99.90	4,994,800.00	3,705.60	4,998,505.60	4.75	1.12	0.4
2,000,000.0000	3137eadx4	FEDERAL HOME LN MTG CORP 1.000% Due 12-15-17	AAA	AA+	100.35	2,007,000.00	99.92	1,998,472.00	888.89	1,999,360.89	1.90	1.17	0.5

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
ACTIA 2000 Measure B
Account # N001UNBI
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
5,000,000.0000	912828ue8	UNITED STATES TREAS NTS 0.750% Due 12-31-17	AAA	AA+	99.84	4,992,187.50	99.80	4,989,975.00	104.17	4,990,079.17	4.74	1.15	0.5
2,500,000.0000	912828pt1	UNITED STATES TREAS NTS 2.625% Due 01-31-18	AAA	AA+	100.95	2,523,632.83	100.83	2,520,712.50	27,373.96	2,548,086.46	2.40	1.20	0.6
3,000,000.0000	3135g0tg8	FEDERAL NATL MTG ASSN 0.875% Due 02-08-18	AAA	AA+	99.80	2,993,970.00	99.81	2,994,150.00	10,427.08	3,004,577.08	2.85	1.20	0.6
1,200,000.0000	912828hr4	UNITED STATES TREAS NTS 3.500% Due 02-15-18	AAA	AA+	105.50	1,265,953.13	101.41	1,216,878.00	15,866.67	1,232,744.67	1.16	1.23	0.6
3,000,000.0000	313378a43	FEDERAL HOME LOAN BANKS 1.375% Due 03-09-18	AAA	AA+	100.35	3,010,350.00	100.10	3,003,003.00	12,833.33	3,015,836.33	2.86	1.23	0.7
2,000,000.0000	912828q45	UNITED STATES TREAS NTS 0.875% Due 03-31-18	AAA	AA+	100.20	2,003,984.38	99.72	1,994,300.00	4,398.91	1,998,698.91	1.90	1.26	0.7
4,900,000.0000	912828qb9	UNITED STATES TREAS NTS 2.875% Due 03-31-18	AAA	AA+	101.95	4,995,320.34	101.17	4,957,423.10	35,610.07	4,993,033.17	4.71	1.30	0.7
1,525,000.0000	912828qg8	UNITED STATES TREAS NTS 2.625% Due 04-30-18	AAA	AA+	101.66	1,550,376.96	101.09	1,541,619.45	6,744.40	1,548,363.85	1.47	1.31	0.8
4,000,000.0000	3135g0wj8	FEDERAL NATL MTG ASSN 0.875% Due 05-21-18	AAA	AA+	99.90	3,996,036.00	99.66	3,986,320.00	3,888.89	3,990,208.89	3.79	1.26	0.9
2,000,000.0000	3137eabp3	FEDERAL HOME LN MTG CORP 4.875% Due 06-13-18	AAA	AA+	106.92	2,138,400.00	103.37	2,067,366.00	4,875.00	2,072,241.00	1.97	1.31	0.9
2,000,000.0000	3130a8pk3	FEDERAL HOME LOAN BANKS 0.625% Due 08-07-18	AAA	AA+	99.65	1,993,000.00	99.22	1,984,496.00	5,000.00	1,989,496.00	1.89	1.34	1.1
4,000,000.0000	912828re2	UNITED STATES TREAS NTS 1.500% Due 08-31-18	AAA	AA+	100.83	4,033,209.84	100.23	4,009,064.00	20,054.35	4,029,118.35	3.81	1.30	1.1
3,000,000.0000	313375k48	FEDERAL HOME LOAN BANKS 2.000% Due 09-14-18	AAA	AA+	101.15	3,034,449.00	100.74	3,022,248.00	17,833.33	3,040,081.33	2.87	1.38	1.2
2,000,000.0000	3135g0ym9	FEDERAL NATL MTG ASSN 1.875% Due 09-18-18	AAA	AA+	102.08	2,041,600.00	100.62	2,012,488.00	10,729.17	2,023,217.17	1.91	1.36	1.2
3,000,000.0000	912828rh5	UNITED STATES TREAS NTS 1.375% Due 09-30-18	AAA	AA+	101.18	3,035,400.66	100.04	3,001,173.00	10,368.85	3,011,541.85	2.85	1.34	1.2
4,000,000.0000	3135g0e58	FEDERAL NATL MTG ASSN 1.125% Due 10-19-18	AAA	AA+	99.79	3,991,720.00	99.69	3,987,560.00	9,000.00	3,996,560.00	3.79	1.37	1.3
3,000,000.0000	912828rp7	UNITED STATES TREAS NTS 1.750% Due 10-31-18	AAA	AA+	102.00	3,059,892.87	100.56	3,016,758.00	8,845.11	3,025,603.11	2.87	1.33	1.3
3,750,000.0000	912828wd8	UNITED STATES TREAS NTS 1.250% Due 10-31-18	AAA	AA+	100.32	3,762,031.26	99.88	3,745,612.50	7,897.42	3,753,509.92	3.56	1.34	1.3
3,500,000.0000	912828n22	UNITED STATES TREAS NTS 1.250% Due 12-15-18	AAA	AA+	100.00	3,500,000.00	99.85	3,494,806.00	1,912.57	3,496,718.57	3.32	1.35	1.4
3,000,000.0000	3135g0h63	FEDERAL NATL MTG ASSN 1.375% Due 01-28-19	AAA	AA+	100.23	3,006,858.00	99.99	2,999,589.00	17,531.25	3,017,120.25	2.85	1.38	1.5
2,250,000.0000	3135g0za4	FEDERAL NATL MTG ASSN 1.875% Due 02-19-19	AAA	AA+	101.36	2,280,559.50	100.77	2,267,428.50	15,468.75	2,282,897.25	2.16	1.39	1.6
						79,244,206.32		78,804,047.05	274,579.98	79,078,627.03	74.92	1.26	0.9
TOTAL PORTFOLIO						105,764,210.92		105,180,750.65	428,842.83	105,609,593.48	100.00	1.33	0.9

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
2014 Measure BB
Account # N001UNB4
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				44,523.48		44,523.48		44,523.48	0.15		0.0
	pendingcash	PENDING SETTLEMENT				438.57		438.57		438.57	0.00		0.0
						44,962.05		44,962.05		44,962.05	0.15		0.0
CORPORATE BONDS													
600,000.0000	713448cw6	PEPSICO INC	A1	A+	100.12	600,720.00	99.99	599,964.00	3,075.00	603,039.00	2.00	1.25	0.0
		1.125% Due 07-17-17											
600,000.0000	89233p6s0	TOYOTA MTR CRD CORP MTN BE	AA3	AA-	100.14	600,864.00	99.98	599,886.00	1,791.67	601,677.67	2.00	1.32	0.3
		1.250% Due 10-05-17											
600,000.0000	68389xan5	ORACLE CORP	A1	AA-	100.14	600,852.00	99.95	599,700.00	1,520.00	601,220.00	2.00	1.37	0.3
		1.200% Due 10-15-17											
600,000.0000	594918ap9	MICROSOFT CORP	AAA	AAA	99.99	599,952.00	99.86	599,169.60	670.83	599,840.43	1.99	1.24	0.4
		0.875% Due 11-15-17											
600,000.0000	478160b17	JOHNSON & JOHNSON	AAA	AAA	100.17	601,008.00	99.93	599,583.60	750.00	600,333.60	2.00	1.30	0.4
		1.125% Due 11-21-17											
600,000.0000	458140a14	INTEL CORP	A1	A+	100.18	601,074.00	99.98	599,853.00	360.00	600,213.00	2.00	1.40	0.5
		1.350% Due 12-15-17											
600,000.0000	037833bn9	APPLE INC	AA1	AA+	100.10	600,594.00	99.96	599,781.60	2,773.33	602,554.93	2.00	1.36	0.6
		1.300% Due 02-23-18											
600,000.0000	084664ce9	BERKSHIRE HATHAWAY FIN CORP	AA2	AA	100.21	601,230.00	100.04	600,235.80	2,755.00	602,990.80	2.00	1.39	0.7
		1.450% Due 03-07-18											
600,000.0000	191216ba7	COCA COLA CO	AA3	AA-	99.92	599,532.00	99.82	598,935.60	1,725.00	600,660.60	1.99	1.39	0.7
		1.150% Due 04-01-18											
300,000.0000	89236tcx1	TOYOTA MOTOR CREDIT CORP	AA3	AA-	99.89	299,655.00	99.80	299,414.40	850.00	300,264.40	1.00	1.46	0.8
		1.200% Due 04-06-18											
300,000.0000	68389xac9	ORACLE CORP	A1	AA-	104.21	312,618.00	103.17	309,523.80	3,641.67	313,165.47	1.03	1.69	0.8
		5.750% Due 04-15-18											
600,000.0000	17275rau6	CISCO SYS INC	A1	AA-	100.29	601,734.00	100.20	601,191.00	440.00	601,631.00	2.00	1.44	0.9
		1.650% Due 06-15-18											
						6,619,833.00		6,607,238.40	20,352.50	6,627,590.90	22.00	1.37	0.5
GOVERNMENT BONDS													
1,500,000.0000	3137eadv8	FEDERAL HOME LN MTG CORP	AAA	AA+	100.08	1,501,170.00	99.99	1,499,856.00	5,218.75	1,505,074.75	4.99	0.99	0.0
		0.750% Due 07-14-17											
1,500,000.0000	3137eadj5	FEDERAL HOME LN MTG CORP	AAA	AA+	100.28	1,504,155.00	100.00	1,499,947.50	6,375.00	1,506,322.50	4.99	1.04	0.1
		1.000% Due 07-28-17											
1,000,000.0000	912828nr7	UNITED STATES TREAS NTS	AAA	AA+	101.34	1,013,359.38	100.11	1,001,149.00	9,906.77	1,011,055.77	3.33	1.02	0.1
		2.375% Due 07-31-17											
1,000,000.0000	912828tg5	UNITED STATES TREAS NTS	AAA	AA+	99.93	999,257.81	99.97	999,705.00	2,085.64	1,001,790.64	3.33	0.84	0.1
		0.500% Due 07-31-17											
1,500,000.0000	3135g0mz3	FEDERAL NATL MTG ASSN	AAA	AA+	99.97	1,499,620.50	99.97	1,499,500.50	4,484.38	1,503,984.88	4.99	1.08	0.2
		0.875% Due 08-28-17											
800,000.0000	3133edxa5	FEDERAL FARM CR BKS	AAA	AA+	100.40	803,176.20	100.02	800,125.60	2,070.00	802,195.60	2.66	1.09	0.3
		1.150% Due 10-10-17											
1,500,000.0000	912828f54	UNITED STATES TREAS NTS	AAA	AA+	100.18	1,502,636.72	99.94	1,499,077.50	2,770.83	1,501,848.33	4.99	1.08	0.3
		0.875% Due 10-15-17											
1,500,000.0000	3130a6lz8	FEDERAL HOME LOAN BANKS	AAA	AA+	99.92	1,498,731.00	99.85	1,497,739.50	1,692.71	1,499,432.21	4.99	1.09	0.3
		0.625% Due 10-26-17											

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
2014 Measure BB
Account # N001UNB4
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
700,000.0000	3135g0pq0	FEDERAL NATL MTG ASSN 0.875% Due 10-26-17	AAA	AA+	100.16	701,127.00	99.93	699,505.80	1,105.90	700,611.70	2.33	1.09	0.3
1,000,000.0000	912828pf1	UNITED STATES TREAS NTS 1.875% Due 10-31-17	AAA	AA+	101.18	1,011,796.88	100.25	1,002,506.00	3,158.97	1,005,664.97	3.34	1.12	0.3
1,250,000.0000	912828m72	UNITED STATES TREAS NTS 0.875% Due 11-30-17	AAA	AA+	100.08	1,250,976.56	99.90	1,248,700.00	926.40	1,249,626.40	4.16	1.12	0.4
1,250,000.0000	3130a3hf4	FEDERAL HOME LOAN BANKS 1.125% Due 12-08-17	AAA	AA+	100.31	1,253,875.00	99.97	1,249,630.00	898.44	1,250,528.44	4.16	1.19	0.4
1,150,000.0000	3137eadx4	FEDERAL HOME LN MTG CORP 1.000% Due 12-15-17	AAA	AA+	100.16	1,151,828.50	99.92	1,149,121.40	511.11	1,149,632.51	3.83	1.17	0.5
1,250,000.0000	912828n55	UNITED STATES TREAS NTS 1.000% Due 12-31-17	AAA	AA+	100.15	1,251,855.48	99.92	1,249,021.25	33.97	1,249,055.22	4.16	1.16	0.5
1,000,000.0000	912828pt1	UNITED STATES TREAS NTS 2.625% Due 01-31-18	AAA	AA+	101.36	1,013,632.81	100.83	1,008,285.00	10,949.59	1,019,234.59	3.36	1.20	0.6
1,000,000.0000	912828h94	UNITED STATES TREAS NTS 1.000% Due 02-15-18	AAA	AA+	99.96	999,609.38	99.86	998,596.00	3,756.91	1,002,352.91	3.32	1.22	0.6
1,000,000.0000	3137eadp1	FEDERAL HOME LN MTG CORP 0.875% Due 03-07-18	AAA	AA+	99.77	997,745.00	99.74	997,411.00	2,770.83	1,000,181.83	3.32	1.25	0.7
1,500,000.0000	912828uz1	UNITED STATES TREAS NTS 0.625% Due 04-30-18	AAA	AA+	99.50	1,492,441.40	99.47	1,492,032.00	1,579.48	1,493,611.48	4.97	1.27	0.8
2,000,000.0000	3135g0wj8	FEDERAL NATL MTG ASSN 0.875% Due 05-21-18	AAA	AA+	99.66	1,993,232.00	99.66	1,993,160.00	1,944.44	1,995,104.44	6.64	1.26	0.9
						23,440,226.62		23,385,069.05	62,240.11	23,447,309.16	77.85	1.13	0.4
TOTAL PORTFOLIO						30,105,021.67		30,037,269.50	82,592.61	30,119,862.11	100.00	1.18	0.4

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
Interest Fund
Account # N001UNB2
 June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Duration
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				286,580.72		286,580.72		286,580.72	8.12		0.0
	pendingcash	PENDING SETTLEMENT				180.75		180.75		180.75	0.01		0.0
						286,761.47		286,761.47		286,761.47	8.13		0.0
CORPORATE BONDS													
950,000.0000	478160aq7	JOHNSON & JOHNSON 5.550% Due 08-15-17	AAA	AAA	115.02	1,092,709.00	100.48	954,575.20	19,918.33	974,493.53	27.06	1.65	0.1
GOVERNMENT BONDS													
1,540,000.0000	912828tm2	UNITED STATES TREAS NTS 0.625% Due 08-31-17	AAA	AA+	98.58	1,518,163.28	99.94	1,539,037.50	3,217.05	1,542,254.55	43.62	0.99	0.2
750,000.0000	912828ur9	UNITED STATES TREAS NTS 0.750% Due 02-28-18	AAA	AA+	98.00	734,970.70	99.70	747,712.50	1,880.10	749,592.60	21.19	1.21	0.7
						2,253,133.98		2,286,750.00	5,097.15	2,291,847.15	64.82	1.06	0.3
TOTAL PORTFOLIO						3,632,604.45		3,528,086.67	25,015.48	3,553,102.15	100.00	1.14	0.2

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
Project Fund
Account # N001UNB3
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Dur- ation
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				1,157.45		1,157.45		1,157.45	99.93		0.0
	pendingcash	PENDING SETTLEMENT				0.76		0.76		0.76	0.07		0.0
						1,158.21		1,158.21		1,158.21	100.00		0.0
TOTAL PORTFOLIO						1,158.21		1,158.21	0.00	1,158.21	100.00	0.00	0.0

FIXED INCOME PORTFOLIO
Alameda County Transportation Commission
Alameda CTC 2014 Principal
Account # N001UNB5
June 30, 2017

Quantity	Security Symbol	Security	Moody	S & P	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Total Market Value	Pct Assets	Yield To Mat	Dur-ation
CASH													
	61747c70s	MORGAN STANLEY GOVERNMENT INST				1,786,485.47		1,786,485.47		1,786,485.47	24.98		0.0
	pendingcash	PENDING SETTLEMENT				497.42		497.42		497.42	0.01		0.0
						1,786,982.89		1,786,982.89		1,786,982.89	24.99		0.0
GOVERNMENT BONDS													
2,000,000.0000	3135g0tg8	FEDERAL NATL MTG ASSN	AAA	AA+	99.82	1,996,422.00	99.81	1,996,100.00	6,951.39	2,003,051.39	27.92	1.20	0.6
		0.875% Due 02-08-18											
3,372,000.0000	912828h94	UNITED STATES TREAS NTS	AAA	AA+	99.95	3,370,306.41	99.86	3,367,265.71	12,668.29	3,379,934.00	47.09	1.22	0.6
		1.000% Due 02-15-18											
						5,366,728.41		5,363,365.71	19,619.68	5,382,985.39	75.01	1.22	0.6
TOTAL PORTFOLIO						7,153,711.30		7,150,348.60	19,619.68	7,169,968.28	100.00	0.91	0.5

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Memorandum

5.2

1111 Broadway, Suite 800, Oakland, CA 94607 • 510.208.7400 • www.AlamedaCTC.org

DATE: September 5, 2017

SUBJECT: Socially Responsible Investments

RECOMMENDATION: Socially responsible investment discussion regarding the investment strategy of the Alameda CTC.

Summary

At its meeting in May 2017, the Finance and Administration Committee (FAC) expressed the desire to receive information regarding socially responsible investments (SRI) in order to support a discussion regarding whether socially responsible investments should be incorporated into the investment strategy of the Alameda CTC.

SRI, or social investment, also known as sustainable, socially conscious, "green" or ethical investment, is any investment strategy which seeks to consider both financial return and social good to bring about social change. In general, the intent of socially responsible investors is to encourage corporate practices that promote environmental stewardship, consumer protection, human rights, and diversity. Some avoid businesses involved in alcohol, tobacco, fast food, gambling, pornography, weapons, fossil fuel production, the military and various others. The areas of concern recognized by SRI practitioners are sometimes summarized under the heading of Environment, Social justice, and corporate Governance (ESG). SRI also is used more broadly to include proactive practices such as impact investing, shareholder advocacy and community investing.

Options for Alameda CTC:

1. Incorporate a full SRI investment program into the Alameda CTC investment strategy;
2. Ban specific corporate investments based on the Commission's priorities until the investment policy is reviewed in 2018; then review specific bans on corporate investments to ensure priorities have not changed; or
3. Maintain the status quo and not incorporate SRI into the investment strategy of the Alameda CTC.

Based on the research completed by staff, staff recommends that the Commission choose option number 3 above. The Commission may want to give the practice of SRI

time to evolve and become more definitive before deciding if an SRI program is right for the Alameda CTC.

Background

At the direction of the FAC, staff surveyed many governmental agencies including Alameda CTC's member agencies, the State of California, Metropolitan Transportation Commission, and other transportation authorities in the bay area to see if SRI has been incorporated into their investment strategies, and if so, how this was accomplished. The results show that very few of the governmental agencies surveyed have incorporated SRI into their investment strategies, and the few that have incorporated SRI have varying priorities and have done so only as negative screening or by banning specific corporate investments or industries such as fossil fuel companies and gun manufacturers, as opposed to a full SRI program.

In addition, staff worked with our investment advisor to identify corporate securities that would be considered socially responsible in the market place and also allowed in the agency's portfolio and/or available within the confines and requirements of the California Government Code and Alameda CTC's investment policy. What we found at the time of this writing was that there were no short-term corporate bond funds available which would fit within these requirements. Therefore, implementing an SRI program would severely limit the corporate securities available for investment in our portfolio, hinder the ability for the portfolio to remain diversified, and have a negative impact on the return on investment (ROI) of the portfolio. Mutual funds are the fastest growing investment segment in the SRI space, but many of them are not rated and therefore not allowed as an investment in the agency's portfolio per the California Government Code. The agency would be forced to put much of the investment portfolio into US Treasuries, especially based on the short term nature of the portfolio, forgoing an average of 30 to 50 basis points in return on each investment.

Questions about SRI remain in the absence of guidance from regulators because there is no standardized definition for SRI, companies aren't required to disclose environmental /social/governance behaviors and associated risks, and there is no audit system to assess what companies report as sustainable. Another challenge facing the practice is the lack of long-term performance data. While the concept of SRI evolves, there is continued debate amongst scholars and practitioners as to the benefits, effectiveness and consequences of SRI.

- In a 2016 Wall Street Journal article, anonymous February 28, 2016, *Does Socially Responsible Investing make Financial Sense*, "Alex Edmans, a professor of finance at London Business School, argues that it does. David J. Vogel, a professor at the Haas School of Business, counters that in most cases it doesn't."
- In a 2015 article from CNBC, Woods, Jennifer September 24, 2015, *Doing well while doing good: Socially responsible investing*, it states, "Jury's still

out - Opinions are mixed about the impact of SRI strategies on performance. However, David Kathman, a mutual fund analyst with Morningstar, said that based on numerous academic studies, the general consensus is that there will be times when a social screening will hurt you and times when it will help you, but over time it doesn't make a difference."

Recently, the City of Portland gave up on investing in corporate securities completely after months of activists urging them to divest from one company or another. They want to avoid having to continually decide which corporations they should consider "bad actors." However, Mayor Ted Wheeler believes the hit will be too hard and expressed his concerns about the financial impact and his ability to deliver on his campaign promises.

SRI is a noble concept which has grown ten-fold over the last 10 years, and is rooted in making positive change in our communities. The Alameda CTC supports positive change in our communities in all of its endeavors including: the Safe Routes to School Program and Student Youth Pass Program, congestion management capital projects, and the Paratransit Program to name a few. Many reports and research papers have been written on the topic of SRI, and for the most part, however, they all conclude that more research and information is needed on the topic. In a white paper from the University of Oxford, Daggars, J.; Nicholls, A. 2016, titled *The Landscape of Social Impact Investment Research: Trends and Opportunities*, the authors discuss the lack of data available in the field and the need for more academic research as opposed to practitioner and policy oriented research. The Commission may want to give the practice of SRI time to evolve and become more definitive before deciding if an SRI program is right for the Alameda CTC.

While the integration of an SRI program into Alameda CTC's investment strategy could allow the agency to invest funds in companies that the Commission may agree to support based on 22 varying opinions and priorities, there is concern that there could be controversy in the decision making process and it could divide the Commission in its quest to come to agreement on those priorities. In addition, incorporating SRI could increase risk for the agency as some governmental agencies have been sued for banning and or restricting specific investments (e.g. the City of Oakland was sued by the federal government after passing the Nuclear Free Zone Ordinance and banning investments in Treasury securities).

Alameda CTC has a very, focused mission – improving transportation in Alameda County and providing funds to the projects and programs specified in the Transportation Expenditure Plans adopted in 1986 and 2000 for Measure B and 2014 for Measure BB. The primary objectives for the Alameda CTC investment portfolio is to safeguard the assets, provide adequate liquidity to meet the agency's needs, and achieve a market rate of return on investments as required per California Government Code Section 53600.5. The Public Utilities Code Local Transportation Authority Improvement Act states in Section 130001(c), "Recognizing the scarcity of resources available for all transportation development, the commissions shall give priority to low-cost highway and transit

improvements, and shall work toward maximizing the effectiveness of existing resources available to the commissions." In addition, the practice of disallowing specific investments or investment types will increase the cost for the management of the agency's portfolio, further reducing ROI and increasing risk in the portfolio, which is in direct contrast to the primary objectives of the agency's portfolio as defined in the California Government Code.

Fiscal Impact: There will be no fiscal impact if the Commission decides to maintain the status quo and not incorporate SRI into the investment strategy of the Alameda CTC (option 3). If the Commission decides they would like to implement a full SRI program or establish SRI screens on specific investments (options 1 and 2 respectively), there will be a fiscal impact due to increased portfolio management costs as well as an anticipated reduction in ROI, which our investment advisors predict will be from 30 to 50 basis points on each untapped corporate investment.

Staff Contact

[Patricia Reavey](#), Deputy Executive Director of Finance and Administration