

Council Meeting of
December 4, 2007

Honorable Mayor and Members
Of the City Council
City Hall
Torrance, California

Members of the Council:

SUBJECT: Accept and file Investment Report for October 2007

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the attached monthly investment report for the month of October 2007.

FUNDING

Not applicable

BACKGROUND

On March 06, 2007, Your Honorable Body, through passage of Resolution 23-07, adopted an official "Statement of Investment Policy" as recommended by the City Treasurer. The City's Statement of Investment Policy requires the City Treasurer to report a monthly statement of investment activity. This requirement was providing the attached report, which demonstrates the City of Torrance investment activity during the month of October 2007.

Investment Committee Note

The Investment Committee, made up of the Finance Director, City Manager, Assistant City Attorney, and City Treasurer, as created by your Honorable Body, has reviewed the attached report and find that it is in concurrence with the City of Torrance Investment Policy.

Respectfully submitted,



Linda M. Barnett
City Treasurer

Noted:



LeRoy J. Jackson
Investment Committee Member

 Cc: City Manager
City Clerk

CITY OF TORRANCE

MONTHLY INVESTMENT PORTFOLIO REPORT For the Month of October 31, 2007

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**City of Torrance
Investment Portfolio Highlights
For October 2007**

RETURN

	<u>Current Month</u>	<u>Previous Month</u>
Average City Portfolio YTM	4.777	4.750
Average U.S. Treasury Constant Maturity	4.090	3.970
LAIF Average Monthly Return	5.137	5.231
Average City Portfolio YTM - 1 year prior	4.209	4.100

INTEREST INCOME

	<u>Current Period</u>	<u>Prior Year</u>
Fiscal year to date	2,651,204	1,802,794
Current month	635,601	453,475

MATURITY

	<u>Current Month</u>	<u>Prior Month</u>
Average Maturity (days)	604	604
Average Maturity 1 Year Prior (days)	534	534
Weighted Average Maturity (years)	1.66	1.66

VOLUMES

	<u>Total \$ Volume</u>	<u># of Transactions</u>
Purchases	18,321,895	16
Maturities	18,722,100	14

Transactions include 9 deposits to and 6 withdrawals from LAIF, 1 purchases and 1 maturities of the Union of Bank Money Market Sweep Account.

VALUE OF PORTFOLIO PER GASB STATEMENT NO. 31

<u>GASB required securities</u>	<u>Beginning Investment Value as of July 1,2007</u>	<u>Purchase/Redempt. Of Principal</u>	<u>Change in Market Value</u>	<u>Ending Investment Value as of</u>
Federal Agency (coup)	81,334,705	138,679	447,216	81,920,600
Treasury Securities	18,771,260	-27,716	271,717	19,015,261
Medium Term Notes	27,303,734	438,894	249,743	27,992,371
Municipal Bonds	1,778,745	-350,643	0	1,428,102
SUB-TOTAL PER GASB 31	129,188,444	199,214	968,676	130,356,334
<u>Non-GASB securities</u>				
LAIF	33,000,000	975,000	0	33,975,000
Money Market	0	0	0	0
Federal Agency – Disc.	0	-18,704	18,704	0
Treasury Security – Disc.	0	0	0	0
Certificate of Deposits -Disc.	0	0	0	0
Commercial paper	0	1,540,544	0	1,540,544
TOTAL PORTFOLIO	162,188,444	2,696,054	987,380	165,871,878

The market values contained on this report are received from Union Bank of California and are believed to be reliable.

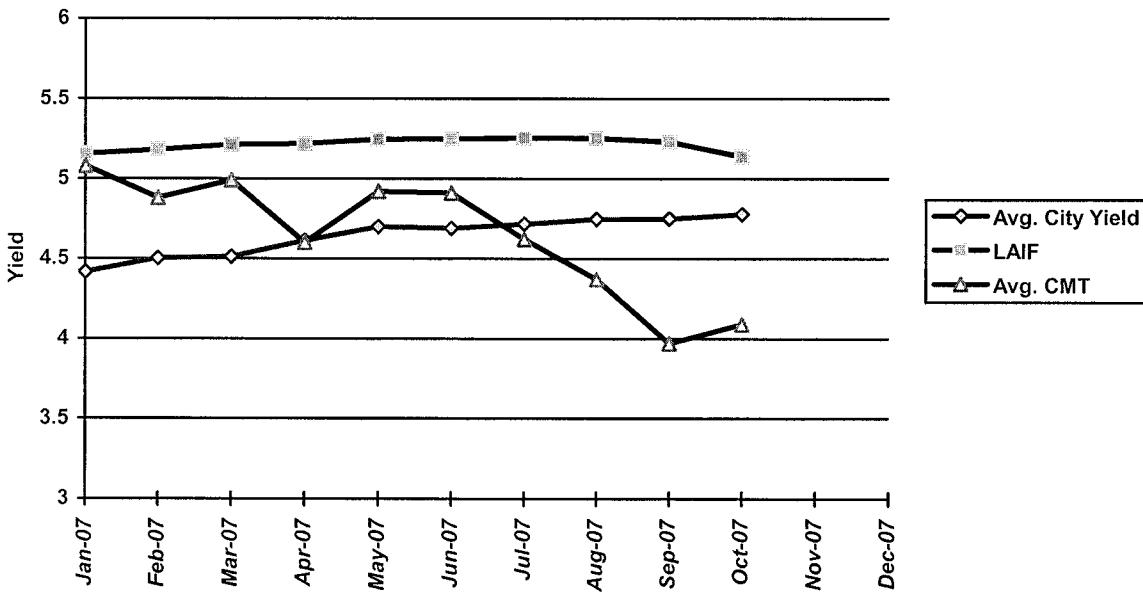
CITY OF TORRANCE

City Treasurer's Office

*Monthly Investment Report Summary
For the month of October 2007*

I. Return

48.96% of the portfolio is invested at one-year maturity or less as of October 31, 2007. The City Average yield on the portfolio was 4.777% compared to 4.090% for the U.S. Treasury at Constant Maturity (CMT) of 18 months. The portfolio performed above the benchmark as of October 31, 2007 by 69 basis points.



II. Volumes

The investment activity in October included 1 redemption in the Union Bank of California money market account.

III. Diversification of Investments

The activity in the month of October consisted of 6 purchases totaling \$7.5 million with an average yield to maturity of 5.09% and 6 redemptions, 3 calls and 1 sale for a total of \$8.7 million with an average yield to maturity of 3.97%. The activity in the LAIF Account consisted of 10 deposits of \$10.3 million and 7 withdrawals of \$9.5 million. The portfolio decreased by \$.5 million.

<u>Asset Category</u>	<u>October</u>	<u>September</u>
1. LAIF	20.51%	19.93%
2. Money Market Sweep	0.00%	0.00%
3. Federal Agency Issues(coup)	49.27%	49.27%
4. Federal Agency Issues(disc)	0.00%	0.95%
5. Treasury Securities	11.45%	11.42%
6. Treasury Securities(disc)	0.00%	0.00%
7. Medium Term Notes	16.98%	16.64%
8. Municipal Bonds	.86%	.86%
9. Commercial Paper(disc)	<u>0.93%</u>	<u>0.93%</u>
	100.00%	100.00%

IV. Maturity

As of October 31, 2007, the current maturity allocation is 41.17% of the portfolio invested between the 6 month to 3-year maturity levels. 33.15% of our portfolio is under the 0-6 month maturity level, we are adequately meeting the 6-month liquidity requirement of SB 564* with approximately \$54.4 million available for expenditures.

<u>As of Maturity</u>	<u>October</u>	<u>September</u>
0 to 6 months	33.15%	35.25%
6 months to 1 year	15.81%	15.64%
1 to 2 years	12.46%	12.63%
2 to 3 years	12.90%	13.36%
3 to 4 years	6.08%	6.62%
4 to 5 years	15.95%	14.09%
5 years and after	3.65%	2.41%

V. Value

The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will note the unrealized gain/(loss) monthly although we will not physically apply it to earnings until year-end, as GASB 31 requires. The portfolio paper gain or loss is the difference between the book and market value of securities with a maturity term of one year or greater at purchase. The disclosure of paper losses reveals the worse case scenario of liquidity in our portfolio. The philosophy of the city is to buy and hold to maturity.

NOTE: *SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and moneys of the local agency. It also requires a statement of compliance of the portfolio with the statement of investment policy and a statement of the local agency's ability to meet the expenditure requirements of the pool for the next six months.

**City of Torrance
Investment Portfolio Summary
As of October 31, 2007**

Investment Type	Book Value (\$)	Percent of Portfolio	Percent Permitted by Policy	Average Term	Average Days to Maturity	Maturity Allowed by Policy	365 Equiv.
Local Agency Investment Fund	33,975,000	20.51	**	1	1	N/A	5.137
Money Market Sweep Account	00	.00		1	1		4.880
Federal Agency Issues – Coupon	81,615,284	49.27	75	1,452	1005	5 years	4.958
Farmer Mac	1,000,000	.61	30	176	176	5 years	4.373
Federal Farm Credit Bank	13,998,809	8.47	30	337	366	5 years	4.465
Federal Home Loan Bank	38,632,379	23.39	30	415	482	5 years	4.752
Federal Home Loan Mortgage Corp.	18,986,412	11.50	30	379	422	5 years	4.687
Federal National Mortgage Assoc.	8,997,684	5.46	30	217	226	5 years	4.652
Treasury Securities – Coupon	18,967,121	11.45	100	1,222	395	5 years	3.821
Medium Term Notes	28,132,581	16.98	20	1,268	450	5 years	4.254
Municipal Bond Issue	1,428,102	.86		3,848	1,704	N/A	7.999
Federal Agency Disc	0.00	.00				5 years	.000
Commercial Paper Disc-Amort	1,546,506	.93		115	44		5.593
Treasury Discount-Amort	00	.00					.000
Certificate of Deposits-Disc	00	.00					.000
Total Investments & Averages	165,664,595	100.00		1,105	632		4.777
Pending Redemptions							
Accrued Interest at Purchase	23,272						
Total Cash & Purchase Interest	23,272						
Total Cash & Investments	165,687,867						

Portfolio Notes:

**Maximum allowed by Investment Policy is \$40 million per Agency.

General LAIF account = \$26,475,000

RDA LAIF account = \$7,500,000

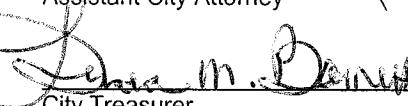
I certify that this report accurately reflects all pooled investments and is in conformity with the City of Torrance Investment Policy Statement adopted by Res. 07-23 on March 6, 2007. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet six month's estimated expenditures.


Linda M. Barnett
City Treasurer

11-27-07
Date

Reviewed by the Investment Advisory Committee


Mary Giordano
City Manager
Director of Finance


Ron Rohr
Assistant City Attorney

Linda M. Barnett
City Treasurer

**City of Torrance
Portfolio Management
Activity Summary
October 2006 through October 2007**

Month End	Year	Number of Securities	Yield to Maturity			Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
			360	365	Equivalent					
October	2006	107	130,413,578.00	4,152	4,210	5.098	8	5	1,124	557
November	2006	106	129,007,328.20	4,167	4,225	5.125	5	6	1,163	580
December	2006	107	127,296,010.21	4,238	4,297	5.129	4	3	1,136	568
January	2007	111	136,375,095.76	4,357	4,417	5.156	7	4	1,079	554
February	2007	111	145,787,945.58	4,439	4,501	5.181	3	3	1,048	544
March	2007	112	145,915,518.74	4,450	4,512	5.214	2	1	1,069	539
April	2007	115	149,185,490.26	4,549	4,612	5,220	7	4	1,031	538
May	2007	120	161,418,165.47	4,636	4,700	5,248	10	5	1,011	560
June	2007	125	164,612,410.59	4,626	4,690	5,250	7	2	1,092	610
July	2007	127	175,269,777.75	4,652	4,717	5,255	5	4	1,050	577
August	2007	130	169,819,611.53	4,684	4,749	5,253	8	5	1,056	585
September	2007	130	165,210,959.42	4,686	4,751	5,231	4	4	1,090	604
October	2007	127	164,833,882.31	4,713	4,778	5,137	6	10	1,105	632
	Average	118	151,197,320.61	4,488%	4,551%	5,192	6	4	1,081	573
										∞

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
(I) PURCHASES*											
10691 CitiGroup		10/09/2007 FHLB	AAA/Aaa	10/09/2012	1804	5.100%	5.100%	2,000,000	2,000,000	2,000,000	2,000,000
10692 CitiGroup		10/01/2007 Colgate-Palmolive AA/Aaa	AA/Aaa	11/06/2008	371	5.580%	4.880%	500,000	503,675	503,396	503,396
10693 CitiGroup		10/16/2007 FHLB	AAA/Aaa	10/16/2012	1811	5.250%	5.250%	1,000,000	1,000,000	1,000,000	1,000,000
10694 CitiGroup		10/12/2007 Household	AA-/Aa3	10/15/2010	1079	5.000%	5.069%	1,000,000	1,000,000	1,000,000	1,000,000
10695 CitiGroup		10/15/2007 FHLMC	AAA/Aaa	10/15/2012	1810	5.050%	5.050%	1,000,000	1,000,000	1,000,000	1,000,000
10696 CitiGroup		10/22/2007 FHLB	AAA/Aaa	10/22/2012	1817	5.150%	5.150%	2,000,000	2,000,000	2,000,000	2,000,000

\$27,500,000	\$7,503,675	\$7,503,396
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5.083%

Weighted Average Yield

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
(II) MATURITIES**										
10674 Dean Witter		07/19/2007 FHLB	AAA/Aaa	10/05/2007	5.090%	5.161%	800,000	800,000	800,000	800,000
10623 Brookstreet		10/11/2006 Home Depot	BBB/Baa	10/05/2007	5.200%	2.883%	1,000,000	1,003,879	982,330	982,330
10491 Dean Witter		10/15/2003 FFCB	AAA/Aaa	10/15/2007	3.450%	3.448%	1,000,000	1,000,000	1,000,000	1,000,000
10622 CitiGroup		10/16/2006 FFCB	AAA/Aaa	10/16/2007	5.250%	5.250%	1,000,000	1,000,000	1,000,000	1,000,000
10621 Brookstreet		04/19/2004 FHLMC	AAA/Aaa	10/19/2007	2.920%	2.919%	1,000,000	1,000,000	1,000,000	1,000,000
10516 Union Bank of California		04/22/2004 FFCB	AAA/Aaa	10/22/2007	2.610%	2.609%	1,000,000	1,000,000	1,000,000	1,000,000
10526 First Tennessee		04/29/2004 FFCB	AAA/Aaa	10/29/2007	3.100%	3.099%	1,000,000	1,000,000	1,000,000	1,000,000
10649 Great Pacific Securities		04/05/2007 FFCB	AAA/Aaa	10/30/2007	5.400%	5.398%	1,000,000	1,000,000	1,000,000	1,000,000
10635 Dean Witter		01/17/2007 FHLB	AAA/Aaa	10/30/2007	5.500%	5.518%	200,000	200,000	200,000	200,000
10681 Dean Witter		08/02/2007 FNMA	AAA/Aaa	10/31/2007	5.100%	5.171%	775,000	775,000	775,000	775,000

\$8,775,000	\$8,778,379	\$8,757,330
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Weighted Average Yield

* At purchase date these investments net or exceeded the quality rating requirements set forth by the Investment Policy.
 ** At maturity date these investments net or exceeded the quality rating requirements set forth by the Investment Policy

(III) LAI TRANSACTIONS

DEALER	DESCRIPTION	BEGIN BAL.	RATE	YIELD	DEPOSITS	WITHDRAWALS	INTEREST	END BAL.
State of California -	Local Agency Pool	25,600,000	5.137%	5.137%	9,100,000	8,225,000	368,577	26,475,000
	City	7,500,000	5.137%	5.137%	200,000	200,000	135,044	7,500,000
	RDA	\$33,100,000			\$9,300,000	\$8,425,000	\$ 503,620.89	\$33,975,000

**City of Torrance
Portfolio Management
Interest Earnings Summary
October 31, 2007**

	October 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	607,085.83	1,951,942.83
Plus Accrued Interest at End of Period	1,418,040.89	1,418,040.89
Less Accrued Interest at Beginning of Period	(1,526,131.11)	(1,410,319.55)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	498,995.61	1,959,664.17
Adjusted by Premiums and Discounts	19,882.12	70,445.65
Adjusted by Capital Gains or Losses	-21,549.75	-21,549.75
Earnings during Periods	497,327.98	2,008,560.07
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	503,620.41	971,987.78
Plus Accrued Interest at End of Period	138,966.01	138,966.01
Less Accrued Interest at Beginning of Period	(504,313.37)	(468,309.86)
Interest Earned during Period	138,273.05	642,643.93
Total Interest Earned during Period	637,268.66	2,602,308.10
Total Adjustments from Premiums and Discounts	19,882.12	70,445.65
Total Capital Gains or Losses	-21,549.75	-21,549.75
Total Earnings during Period	635,601.03	2,651,204.00

City of Torrance
Portfolio Management
Portfolio Details - Investments
October 31, 2007

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Local Agency Investment Funds												
SYS10000	10000	Local Agency Invest Fund GENIL			26,475,000.00	26,475,000.00		5.137		5.137	1	
SYS10001	10001	Local Agency Invest Fund RDA			7,500,000.00	7,500,000.00		5.137		5.137	1	
		Subtotal and Average	31,046,774.19		33,975,000.00	33,975,000.00				5.137	1	
Money Market Sweep Account												
SYS10131	10131	Bank of America			0.00	0.00		0.00		3.250	AA2	3.250
SYS1000	1000	Union Bank of California			0.00	0.00		0.00		5.120		5.120
		Subtotal and Average	0.00		0.00	0.00		0.00		0.000	0	
Federal Agency Issues - Coupon												
31315PLV9	10655	Farmer Mac		04/25/2007	1,000,000.00	1,005,760.00		1,000,000.00	5.550		5.550	04/25/2012
31331TQP9	10507	FEDERAL FARM CREDIT BANK		02/09/2004	1,000,000.00	997,810.00		1,000,000.00	3.000		3.001	11/09/2007
31331TVG3	10513	FEDERAL FARM CREDIT BANK		03/24/2004	1,000,000.00	995,630.00		1,000,000.00	3.000		3.001	12/24/2007
31331TYD7	10519	FEDERAL FARM CREDIT BANK		04/15/2004	1,000,000.00	985,000.00		1,000,000.00	3.080		3.080	10/15/2008
31331SMB6	10559	FEDERAL FARM CREDIT BANK		02/02/2005	1,000,000.00	999,060.00		999,999.69	3.700		3.711	11/02/2007
31331SNB5	10567	FEDERAL FARM CREDIT BANK		03/10/2005	1,000,000.00	995,630.00		998,979.13	3.550		4.000	01/28/2008
31331SD42	10576	FEDERAL FARM CREDIT BANK		06/30/2005	1,000,000.00	995,630.00		1,000,000.00	4.125		4.125	06/30/2008
31331VYF7	10600	FEDERAL FARM CREDIT BANK		05/04/2006	1,000,000.00	1,012,190.00		1,000,000.00	5.250		5.250	05/04/2009
31331VA48	10618	FEDERAL FARM CREDIT BANK		09/13/2006	1,000,000.00	1,000,310.00		1,000,080.07	5.250		5.151	12/04/2007
31331XMQ2	10640	FEDERAL FARM CREDIT BANK		01/26/2007	1,000,000.00	1,013,750.00		1,000,000.00	5.000		5.002	05/26/2010
31331XNU2	10645	FEDERAL FARM CREDIT BANK		02/12/2007	1,000,000.00	1,002,810.00		1,000,000.00	5.350		5.350	02/12/2010
31331XVL3	10653	FEDERAL FARM CREDIT BANK		04/16/2007	1,000,000.00	1,003,130.00		1,000,000.00	5.200		5.200	04/16/2010
31331XWQ1	10654	FEDERAL FARM CREDIT BANK		04/25/2007	1,000,000.00	1,003,440.00		999,750.00	5.390		5.396	04/25/2012
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,027,500.00		1,000,000.00	5.250		5.250	1/7/35 08/01/2012
31331XZ4	10688	FEDERAL FARM CREDIT BANK		09/14/2007	1,000,000.00	1,010,000.00		1,000,000.00	5.250		5.250	1/779 09/14/2012
31331WN4	10445	FEDERAL HOME LOAN BANK		02/06/2003	833,333.33	829,950.00		833,319.59	3.750		3.557	97 02/06/2008
31331YYU5	10469	FEDERAL HOME LOAN BANK		06/05/2003	1,000,000.00	990,000.00		1,000,000.00	3.250		3.250	21/7 06/05/2008
31331YKX9	10480	FEDERAL HOME LOAN BANK		07/30/2003	1,000,000.00	986,250.00		1,000,000.00	3.000		3.000	27/2 07/30/2008
31331XFJ3	10482	FEDERAL HOME LOAN BANK		08/13/2003	1,000,000.00	994,060.00		1,000,000.00	4.000		4.000	28/6 08/13/2008
31331YVV1	10503	FEDERAL HOME LOAN BANK		01/12/2004	1,000,000.00	989,690.00		999,611.60	3.375		3.433	26/3 07/21/2008
313315X45	10524	FEDERAL HOME LOAN BANK		04/21/2004	1,000,000.00	984,690.00		1,000,000.00	3.420		3.420	53/7 04/21/2009
31331AMZ7	10562	FEDERAL HOME LOAN BANK		03/03/2005	1,000,000.00	995,940.00		1,000,000.00	4.000		4.000	123 03/03/2008
31331AQ4	10563	FEDERAL HOME LOAN BANK		03/07/2005	1,000,000.00	997,810.00		1,000,000.00	3.825		3.827	36 12/07/2007
31331AQV2	10564	FEDERAL HOME LOAN BANK		03/08/2005	1,000,000.00	994,380.00		1,000,000.00	4.000		4.000	31/2 09/08/2008
31331EFR5	10581	FEDERAL HOME LOAN BANK		01/30/2006	1,000,000.00	1,000,000.00		1,000,000.00	5.000		5.000	88 01/28/2008
31331FCM6	10594	FEDERAL HOME LOAN BANK		04/28/2006	1,000,000.00	1,004,690.00		1,000,000.00	5.400		5.400	90/9 04/28/2010

**City of Torrance
Portfolio Management
Portfolio Details - Investments
October 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3133XFHS8	10598	FEDERAL HOME LOAN BANK	05/19/2006	1,000,000.00	1,016,880.00	1,000,000.00	5.520	Aaa	5.520	1.295	05/19/2011	
3133XGD76	10608	FEDERAL HOME LOAN BANK	08/11/2006	1,000,000.00	1,008,380.00	1,000,000.00	5.700	Aaa	5.700	1.014	08/11/2010	
3133XGTS3	10616	FEDERAL HOME LOAN BANK	09/08/2006	1,000,000.00	1,007,190.00	1,000,000.00	5.375	Aaa	5.375	1.042	09/08/2010	
3133XGZP2	10619	FEDERAL HOME LOAN BANK	10/02/2006	1,000,000.00	1,006,250.00	1,000,000.00	5.150	Aaa	5.150	701	10/02/2009	
3133XHEX6	10624	FEDERAL HOME LOAN BANK	10/27/2006	1,000,000.00	1,005,940.00	1,000,000.00	5.200	Aaa	5.200	1.456	10/27/2011	
3133XEZP7	10625	FEDERAL HOME LOAN BANK	10/20/2006	1,000,000.00	1,003,440.00	999,448.23	5.000	Aaa	5.038	316	09/12/2008	
3133XJ2S6	10634	FEDERAL HOME LOAN BANK	12/13/2006	1,000,000.00	1,001,880.00	1,000,000.00	5.500	Aaa	5.500	1,503	12/13/2011	
3133XJF60	10635	FEDERAL HOME LOAN BANK	01/17/2007	800,000.00	800,000.00	800,000.00	5.500	Aaa	5.500	1,538	01/17/2012	
3133XJPZ5	10639	FEDERAL HOME LOAN BANK	01/26/2007	1,000,000.00	1,007,810.00	1,000,000.00	5.200	Aaa	5.200	998	07/26/2010	
3133XJU99	10644	FEDERAL HOME LOAN BANK	02/05/2007	1,000,000.00	1,002,810.00	1,000,000.00	5.350	Aaa	5.350	462	02/05/2009	
3133XJUD8	10646	FEDERAL HOME LOAN BANK	02/09/2007	1,000,000.00	1,012,500.00	1,000,000.00	5.500	Aaa	5.500	1,561	02/09/2012	
3133XKAK1	10647	FEDERAL HOME LOAN BANK	03/20/2007	1,000,000.00	1,001,880.00	1,000,000.00	5.000	Aaa	5.000	505	03/20/2009	
3133XKD6	10648	FEDERAL HOME LOAN BANK	03/30/2007	1,000,000.00	1,002,190.00	1,000,000.00	5.030	Aaa	5.030	512	03/27/2009	
3133XXKF75	10651	FEDERAL HOME LOAN BANK	04/20/2007	1,000,000.00	1,007,810.00	1,000,000.00	5.050	Aaa	5.050	1,266	04/20/2011	
3133XXKF14	10652	FEDERAL HOME LOAN BANK	04/23/2007	1,000,000.00	1,000,630.00	1,000,000.00	5.700	Aaa	5.700	1,635	04/23/2012	
3133XXKPE9	10656	FEDERAL HOME LOAN BANK	05/04/2007	1,000,000.00	1,005,940.00	1,000,000.00	5.125	Aaa	5.125	1,280	05/04/2011	
3133XXKQ65	10658	FEDERAL HOME LOAN BANK	05/15/2007	1,000,000.00	1,009,060.00	1,000,000.00	5.200	Aaa	5.200	1,657	05/15/2012	
3133XXKYE9	10662	FEDERAL HOME LOAN BANK	05/25/2007	1,000,000.00	1,015,630.00	1,000,000.00	5.200	Aaa	5.200	1,667	05/25/2012	
3133XL2U6	10665	FEDERAL HOME LOAN BANK	05/29/2007	1,000,000.00	1,004,690.00	1,000,000.00	5.250	Aaa	5.250	575	05/29/2009	
3133XLAF0	10667	FEDERAL HOME LOAN BANK	06/20/2007	1,000,000.00	1,007,500.00	1,000,000.00	5.600	Aaa	5.600	1,693	06/20/2012	
3133XLVX8	10679	FEDERAL HOME LOAN BANK	08/06/2007	500,000.00	507,190.00	500,000.00	5.400	Aaa	5.400	1,740	08/06/2012	
3133XLWBS	10680	FEDERAL HOME LOAN BANK	08/14/2007	500,000.00	507,970.00	500,000.00	5.460	Aaa	5.480	1,748	08/14/2012	
3133XNMSS8	10684	FEDERAL HOME LOAN BANK	08/27/2007	1,000,000.00	1,013,440.00	1,000,000.00	5.125	Aaa	5.125	1,761	08/27/2012	
3133XMSM9	10685	FEDERAL HOME LOAN BANK	09/01/2007	1,000,000.00	1,008,440.00	1,000,000.00	5.600	Aaa	5.600	1,775	09/01/2012	
3133XMG39	10691	FEDERAL HOME LOAN BANK	10/09/2007	2,000,000.00	2,000,000.00	2,000,000.00	5.100	Aaa	5.100	1,804	10/09/2012	
3133XMG70	10693	FEDERAL HOME LOAN BANK	10/16/2007	1,000,000.00	1,000,000.00	1,000,000.00	5.250	Aaa	5.250	1,811	10/16/2012	
3133XMPZ8	10696	FEDERAL HOME LOAN MORTGAGE CO	10/22/2007	2,000,000.00	2,000,000.00	2,000,000.00	5.150	Aaa	5.150	1,817	10/22/2012	
3128XGD3	10508	FEDERAL HOME LOAN MORTGAGE CO	01/30/2004	1,000,000.00	983,660.00	994,599.66	3,110	Aaa	3,644	406	12/11/2008	
3128X4YE5	10584	FEDERAL HOME LOAN MORTGAGE CO	01/30/2006	1,000,000.00	1,002,300.00	1,000,000.00	5.000	Aaa	5.030	265	07/23/2008	
3128X4K67	10585	FEDERAL HOME LOAN MORTGAGE CO	03/07/2006	1,000,000.00	1,000,560.00	1,000,000.00	5.250	Aaa	5.250	127	03/07/2008	
3128X4N56	10605	FEDERAL HOME LOAN MORTGAGE CO	06/09/2006	1,000,000.00	1,010,350.00	995,755.13	5,250	Aaa	5,461	1,211	02/24/2011	
3128X5KL1	10620	FEDERAL HOME LOAN MORTGAGE CO	09/29/2006	1,000,000.00	1,009,730.00	1,000,000.00	5,500	Aaa	5,500	1,428	09/29/2011	
3128X5MP0	10628	FEDERAL HOME LOAN MORTGAGE CO	11/07/2006	1,000,000.00	1,000,700.00	1,000,000.00	5,250	Aaa	5,250	372	11/07/2008	
3128X5NT1	10629	FEDERAL HOME LOAN MORTGAGE CO	11/14/2006	1,000,000.00	1,008,780.00	1,000,000.00	5,350	Aaa	5,350	1,474	11/14/2011	
3128X5PV4	10631	FEDERAL HOME LOAN MORTGAGE CO	11/24/2006	1,000,000.00	1,006,460.00	1,000,000.00	5,125	Aaa	5,125	1,119	11/24/2010	
3128X5QW1	10633	FEDERAL HOME LOAN MORTGAGE CO	12/05/2006	1,000,000.00	1,001,490.00	1,000,000.00	5,250	Aaa	5,250	1,495	12/05/2011	

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3128X5TD0	10636	FEDERAL HOME LOAN MORTGAGE CO	12/26/2006		1,000,000.00	1,001,320.00	999,711.81	5.100	Aaa	5.127	421	12/26/2008
3128X5VF2	10637	FEDERAL HOME LOAN MORTGAGE CO	12/27/2006		1,000,000.00	1,005,900.00	1,000,000.00	5.400	Aaa	5.400	1,517	12/27/2011
3128X52A5	10650	FEDERAL HOME LOAN MORTGAGE CO	04/17/2007		1,000,000.00	1,000,490.00	1,000,000.00	5.550	Aaa	5.550	1,629	04/17/2012
3128X52N7	10661	FEDERAL HOME LOAN MORTGAGE CO	05/16/2007		1,000,000.00	1,009,380.00	999,093.91	5.250	Aaa	5.272	1,615	04/03/2012
3128X6CS3	10666	FEDERAL HOME LOAN MORTGAGE CO	06/20/2007		1,000,000.00	1,008,150.00	1,000,000.00	5.625	Aaa	5.625	1,327	06/20/2011
3128X6CX2	10668	FEDERAL HOME LOAN MORTGAGE CO	06/15/2007		1,000,000.00	1,014,790.00	999,562.96	5.400	Aaa	5.418	957	06/15/2010
3128X6HP4	10676	FEDERAL HOME LOAN MORTGAGE CO	07/30/2007		1,000,000.00	1,008,020.00	1,000,000.00	5.550	Aaa	5.550	1,002	07/30/2010
3137EAAX7	10677	FEDERAL HOME LOAN MORTGAGE CO	07/23/2007		1,000,000.00	1,018,750.00	997,893.95	5.125	Aaa	5.205	1,026	08/23/2010
3128X6LK0	10687	FEDERAL HOME LOAN MORTGAGE CO	09/18/2007		1,000,000.00	1,006,330.00	1,000,000.00	5.350	Aaa	5.350	1,783	09/18/2012
3128X6NS1	10695	FEDERAL HOME LOAN MORTGAGE CO	10/15/2007		1,000,000.00	1,000,000.00	1,000,000.00	5.050	Aaa	5.050	1,810	10/15/2012
3136F7FE2	10578	FEDERAL NATIONAL MORT ASSOC	07/28/2005		1,000,000.00	997,810.00	1,000,000.00	4.300	Aaa	4.300	88	01/28/2008
3136F7F44	10606	FEDERAL NATIONAL MORT ASSOC	06/22/2006		1,000,000.00	1,017,500.00	1,000,000.00	5.500	Aaa	5.500	1,329	06/22/2011
3136F8FJ9	10641	FEDERAL NATIONAL MORT ASSOC	01/30/2007		1,000,000.00	1,002,500.00	1,000,000.00	5.300	Aaa	5.300	456	01/30/2009
3136F8LU7	10657	FEDERAL NATIONAL MORT ASSOC	05/09/2007		1,000,000.00	1,004,380.00	1,000,000.00	5.250	Aaa	5.250	1,285	05/09/2011
3135GM6J7	10659	FEDERAL NATIONAL MORT ASSOC	05/10/2007		1,000,000.00	1,004,060.00	999,304.98	5.400	Aaa	5.417	1,607	03/26/2012
3136F8MV4	10663	FEDERAL NATIONAL MORT ASSOC	05/23/2007		1,000,000.00	1,005,310.00	1,000,000.00	5.750	Aaa	5.750	1,666	05/23/2012
3136F8PP4	10673	FEDERAL NATIONAL MORT ASSOC	07/02/2007		1,000,000.00	1,005,630.00	1,000,000.00	5.375	Aaa	5.375	609	07/02/2009
3135GM6V0	10683	FEDERAL NATIONAL MORT ASSOC	08/16/2007		1,000,000.00	1,004,380.00	998,378.92	5.400	Aaa	5.440	1,614	04/02/2012
3136F8SU0	10690	FEDERAL NATIONAL MORT ASSOC	09/18/2007		1,000,000.00	1,000,310.00	1,000,000.00	5.200	Aaa	5.200	1,783	09/18/2012
Subtotal and Average			81,193,548.39		81,633,333.33	81,920,600.00		81,615,284.25		4.958	1,005	
Treasury Securities - Coupon												
912828AZ3	10475	U.S.TREASURY NOTE	06/16/2003		5,000,000.00	4,953,150.00	5,013,048.47	2.625	Aaa	2.110	196	05/15/2008
912828BG4	10484	U.S.TREASURY NOTE	08/15/2003		1,000,000.00	992,730.00	999,279.61	3.250	Aaa	3.350	288	08/15/2008
912828DK3	10565	U.S.TREASURY NOTE	02/15/2005		1,000,000.00	997,190.00	999,767.67	3.375	Aaa	3.460	106	02/15/2008
912828DK3	10574	U.S.TREASURY NOTE	05/09/2005		1,000,000.00	997,190.00	998,903.47	3.375	Aaa	3.775	106	02/15/2008
912828DT4	10577	U.S.TREASURY NOTE	07/13/2005		1,000,000.00	997,420.00	999,584.76	3.750	Aaa	3.831	196	05/15/2008
912828DZ0	10579	U.S.TREASURY NOTE	07/25/2005		1,000,000.00	997,110.00	995,584.04	3.875	Aaa	4.057	987	07/15/2010
912828EC0	10580	U.S.TREASURY NOTE	08/15/2005		1,000,000.00	999,920.00	999,753.65	4.125	Aaa	4.159	288	08/15/2008
912828FT2	10626	U.S.TREASURY NOTE	10/23/2006		1,000,000.00	1,005,390.00	998,008.80	4.625	Aaa	4.854	334	09/30/2008
912828FV7	10627	U.S.TREASURY NOTE	10/31/2006		1,000,000.00	1,008,750.00	1,000,456.04	4.875	Aaa	4.858	365	10/31/2008
912828FM7	10638	U.S.TREASURY NOTE	01/22/2007		1,000,000.00	1,006,950.00	1,000,491.01	5.000	Aaa	4.930	273	07/31/2008
912828GP9	10664	U.S.TREASURY NOTE	05/23/2007		2,000,000.00	2,016,880.00	1,991,083.16	4.500	Aaa	4.814	546	04/30/2009
912828GR5	10669	U.S.TREASURY NOTE	06/08/2007		1,000,000.00	1,012,580.00	988,122.67	4.500	Aaa	5.008	926	05/15/2010
912828GG9	10671	U.S.TREASURY NOTE	06/15/2007		1,000,000.00	1,017,030.00	992,362.38	4.750	Aaa	5.109	837	02/15/2010
912828FX3	10672	U.S.TREASURY NOTE	06/15/2007		1,000,000.00	1,012,970.00	990,974.04	4.625	Aaa	5.100	745	11/15/2009

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**City of Torrance
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Portfolio Details - Investments
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Subtotal and Average			1,983,017.81	19,000,000.00	19,015,260.00	18,967,120.77		3.821	395			
Medium Term Notes												
02003MAG9	10573	ALLSTATE LIFE GLOBAL TRUST	5/09/2005	1,000,000.00	985,620.00	999,492.21	3,850	Aa2	4.080	85	01/25/2008	
060505BH6	10596	Bank of America	04/13/2006	1,000,000.00	977,840.00	977,933.26	3,375	AA2	5.230	474	02/17/2009	
06423EPM1	10556	Bank One NA Illinois	01/18/2005	1,000,000.00	985,920.00	1,000,038.48	3,700			75	01/15/2008	
172967BS9	10466	Citigroup	05/12/2003	1,000,000.00	984,300.00	1,001,073.36	3,500	Aa1	3.040	92	02/01/2008	
172967BS9	10572	Citigroup	04/28/2005	1,585,000.00	1,575,965.50	1,582,656.98	3,500	Aa1	4.130	92	02/01/2008	
19416QCH1	10692	Colgate-Palmolive Co.	10/01/2007	500,000.00	503,395.89	503,395.89	5,580		4.880	371	11/06/2008	
369962GB78	10465	General Electric Capital Corp	05/12/2003	1,000,000.00	990,770.00	1,001,806.82	3,500	Aaa	3.150	182	05/01/2008	
369966RFV3	10476	General Electric Capital Corp	06/19/2003	2,000,000.00	1,957,360.00	2,000,000.00	2,450	Aaa	2.450	227	06/15/2008	
375766AM4	10472	Gillette Company	05/27/2003	1,000,000.00	982,790.00	999,684.53	2,500	Aa3	2.558	213	06/01/2008	
38143UBE0	10660	Goldman Sachs	05/14/2007	1,210,000.00	1,192,600.20	1,193,981.91	4,500		5.050	957	06/15/2010	
441812KG8	10613	Household Finance Co	08/22/2006	1,000,000.00	993,650.00	992,735.44	4,750	Aa3	5.260	561	05/15/2009	
40429CCX8	10632	Household Finance Co	11/20/2006	1,000,000.00	996,390.00	1,002,222.65	5,250	Aa3	5.170	1,170	01/14/2011	
441812KH6	10642	Household Finance Co	01/30/2007	1,000,000.00	974,660.00	979,323.56	4,125	Aa3	5.224	746	11/16/2009	
40429XB39	10694	Household Finance Co	10/12/2007	1,000,000.00	1,000,000.00	1,000,000.00	5,000	Aa3	5,000	1,079	10/15/2010	
59018YVY0	10630	MERRILL LYNCH	11/17/2006	1,000,000.00	983,620.00	993,479.03	4,790	Aa3	5,050	1,007	08/04/2010	
59018YSK8	10643	MERRILL LYNCH	01/30/2007	2,000,000.00	1,963,300.00	1,975,634.44	4,125	Aa3	5,200	441	01/15/2009	
59217EAD6	10477	Met Life	06/19/2003	1,000,000.00	981,180.00	1,000,295.13	2,600	Aa2	2.550	231	06/19/2008	
59217EAD6	10481	Met Life	07/25/2003	1,000,000.00	981,180.00	995,083.27	2,600	Aa2	3,450	231	06/19/2008	
792718BX6	10538	Procter & Gamble	08/02/2004	1,000,000.00	992,460.00	1,003,256.32	4,300	Aa3	3,850	288	08/15/2008	
89233PJA2	10675	Toyota Motor Credit	07/23/2007	1,000,000.00	1,001,680.00	974,880.00	4,540	Aa1	5,500	943	06/01/2010	
90327QCC0	10670	USAA Capital Corp	06/12/2007	2,000,000.00	1,985,460.00	1,969,406.16	4,640		5,420	775	12/15/2009	
949746EX5	10464	Wells Fargo Co	05/12/2003	1,000,000.00	989,910.00	1,001,839.99	3,500	Aa1	3,031	155	04/04/2008	
949746EX5	10557	Wells Fargo Co	01/24/2005	1,000,000.00	989,910.00	999,080.67	3,500	Aa1	3,750	155	04/04/2008	
949746JQ5	10569	Wells Fargo Co	04/04/2005	1,000,000.00	993,350.00	999,379.43	4,125	Aa1	4,310	130	03/10/2008	
98153BAE4	10604	World Savings Bank	06/05/2006	1,000,000.00	998,780.00	986,101.87	4,500	Aa3	5,440	592	06/15/2009	
		Subtotal and Average	612,903.23		28,295,000.00	27,992,091.59				4,254	450	
Municipal Bond Issues - Coupon												
SVS10423	10423	Skpk-2001 TxAllocRef Bd	12/18/2001	1,428,101.91	1,428,101.91	1,428,101.91	8,000			7,999	1,704	07/01/2012
		Subtotal and Average	1,428,101.91		1,428,101.91	1,428,101.91				7,999	1,704	
Commercial Paper Disc. -Amortizing												
61745BYS0	10682	Morgan Stanley & Co. Inc.	08/15/2007	773,000.00	766,901.03	770,052.94	5,490			5,578	25	11/26/2007
61745AA33	10686	Morgan Stanley & Co. Inc.	08/30/2007	784,000.00	773,643.36	776,454.00	5,500			5,608	63	01/03/2008

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**City of Torrance
Portfolio Management
Portfolio Details - Investments
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
		Subtotal and Average	774,637.33		1,557,000.00	1,540,544.39	1,546,506.94			5.563	44	
Federal Agency Disc. - Amortizing												
		Subtotal and Average	748,439.38									
		Total and Average	37,787,462.24		165,888,435.24	165,871,597.89	165,664,595.27	4.777	632			

II. RESTRICTED FUNDS

CASH AND INVESTMENTS HELD BY FISCAL AGENT
FOR PERIOD ENDING
September 30, 2007

TORRANCE IMPROVEMENTS

Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>City of Torrance 2004A&B COP Refunding - #360645 (Maturity - June 1, 2034)</i>						
Construction Fund Acct#360646	3,960,202.86			3,960,202.86	2.47	MBIA INVEST. AGREEMENT**
Required Reserve Acct #360649	8.58			8.58	4.21	Hamilton Trsy Money Fd Premier
Required Reserve Acct #360649	2,777,212.50	2,777,213.00		2,777,213.00	4.95	MBIA Invest Agreement**
Lease Paymt Fund Acct # 360648	4,006.27			4,006.27	4.18	Hamilton Trsy Money Fd Premier

Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance PFA 98COP</i>						
Lease payment Fund Acct #428584	334.32			334.32	4.25	Fidelity US Trsy Port III
Acq & Constr Fund Acct # 428587						Fidelity US Trsy Port III
Reserve Acct # 428590						Fidelity US Trsy Port III
Reserve Acct # 428590	553,085.00	553,085.00		553,085.00	5.61	AIG Investment Agmnt 5.61% due 11/28/28 *J

WATER ENTERPRISE REVENUE BONDS

Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>2004 Torrance Water Refunding Bond #360700-(Maturity March 1, 2014)</i>						
Debt Service Fund #360759	247.18				4.85	JP Morgan Prime MM Premier
Cost of Issuance acct #360758						JP Morgan Prime MM Premier
Reserve Cash Acct #360760						
Reserve Acct. # 360760	33,815.03			33,815.03	4.85	JP Morgan Prime MM Premier
Required Reserve Acct # 360760	505,000.00	505,000.00		505,000.00	4.34	FSA Capital Management Invest Agmt.

REDEVELOPMENT AGENCY

Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance RDA (Downtown) 98A (matures Sept. 1, 2028)</i>						
Interest / Debt Service Acct # 428478	4,827.77			4,827.77	4.25	Fidelity Treas Money Market
Reserve Acct # 428469	586,890.00	586,890.00		586,890.00	4.950	AIM Prime Money Market

CASH AND INVESTMENTS HELD BY FISCAL AGENT
FOR PERIOD ENDING
September 30, 2007

Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
Torrance RDA (Industrial) 98B (matures Sept. 1, 2028)	8,516.04			8,516.04	4.25	Fidelity US Trsy Port III
Costs of Issuance / Interest Acct # 428529	1,037,984.75			1,037,984.75	4.95	AIM Prime Money Market
Reserve Acct # 428517			1,037,985.00			BNY Cash Reserve
Bank of New York Western Trust Co.	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
Torrance RDA (Industrial) 99C (matures Sept. 1, 2028)						
Interest Acct # 428877	312.16			312.16	4.26	Fidelity US Trsy Port III
Reserve acct # 428882	1,300,480.00	1,300,480.00		0.00	5.980	AMBAC Investment Agmnt **
TOTAL: ALL CASH & INVESTMENTS	10,772,922.46			10,772,610.80		

** Investment Agreements were authorized by Council through their approval of the bond documents

- (1) Reserve requirements may be overfunded due to an accumulation of funds which are adjusted at every scheduled payout.
 These funds will be transferred to the lease payment/principal/interest account when interest/principal payouts are made by the City.
- (2) Over/under funded reserve requirements is for memorandum purposes only. Reserve requirements as outlined in the bond indenture require that at time (day of) of semi-annual payments to bondholders that the market value of the investments held in reserve is equal to the reserve requirement. Due to market fluctuations throughout the year it is normal to see both over and under funded situations.

CITY OF TORRANCE DEFERRED COMPENSATION ACCOUNTS
Quarter Ending

September 30, 2007

457PLAN A

PERMANENT EMPLOYEES

Participant Account Summary

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Outstanding Loans	Ending Balance
112,736,827.28	1,834,103.23	15,531,734.75	599,377.41	781,862.09	(3,310.39)		(1,628,251.60)	(15,531,734.75)	(11),360,642.52	114,340,608.02
Investment Type										
Fixed Funds (GCF)	Book Value	Market Value								
	1,096,364.68	1,096,364.68								
Variable Funds	68,837,381.06	68,834,381.06								
Stable Value Fund	43,789,128.23	43,789,128.23								
Self-Direct	617,734.05	617,734.05								
Outstanding Loans	1,360,642.52									
Totals	115,701,250.84									
Totals										

(1) Participant Loan Outstanding Balance included in Total Assets

457PLAN B

RECURRENCE/PART-TIME/TEMPORARY EMPLOYEES

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Outstanding Loans	Ending Balance
1,857,772.51	75,355.14	37,863.38	8,222.67	268.13	0.00	0.00	(103,273.87)	(37,863.38)		1,838,344.58
Investment Type										
Fixed Funds	Book Value	Market Value								
	93,463.17	93,463.17								
Variable Funds	1,727,248.70	1,727,248.70								
Govt Guaranteed	17,632.71	17,439.99								
Totals	1,838,344.58									
Totals										

401(A)

MANAGEMENT, POLICE, FIRE, ENGINEERS

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Outstanding Loans	Ending Balance
4,357,934.89	86,637.37	\$71,059.47	18,735.91	19,986.14	(156.99)	0	(52,119.30)	(571,059.47)	(1)	21,782.81
Investment Type										
Fixed Funds	Book Value	Market Value								
	720.14	720.14								
Variable Funds	2,827,643.96	2,827,643.96								
Stable Value Fund	1,588,234.04	1,588,234.04								
Self-Direct Fund	14,419.88	14,419.88								
Outstanding Loans	21,782.81									
Totals	4,452,801.83									
Totals										

(1) Outstanding Loan Balance included in Total Assets

RETIREMENT/HEALTH SAVINGS PLAN (RHSP)

MANAGEMENT, POLICE, FIRE, MISC.

Beginning Balance	Contributions	Distributions	Fees	Gain/Loss	Ending Balance
3,394,033.82	72,502.39	(84,507.63)	(4,039.04)	52,141.97	3,430,131.51
Investment Type					
Variable Funds	Book Value	Market Value			
	1,369,592.34	1,369,592.34			
Stable Value Funds	1,860,339.17	1,860,339.17			
Totals	3,430,131.51				

III. CASH & INVESTMENT PORTFOLIO SHARE

CITY OF TORRANCE
CASH AND INVESTMENT PORTFOLIO SHARE (A)
AS OF OCTOBER 31, 2007

	FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
N	General	43,979,161.01	42,472,387.20	26.55
R	Parks & Recr Facility & Open Space	3,310,123.84	3,196,715.40	2.00
R	State Gas Tax	6,925,907.45	6,688,618.34	4.18
R	Federal Housing, Community Dev	1,146,086.98	1,106,820.80	0.69
R	Work Investment Network - WIN	(1,791.47)	(1,730.09) (B)	(0.00)
R	Street Lighting	342,398.29	330,667.35	0.21
R	Traffic Congestion Relief Act 2000 - AB2928	675,417.05	652,276.53	0.41
R	Police Asset Forfeiture	3,355,986.06	3,241,006.33	2.03
N	Government Cable	2,327,909.75	2,248,153.03	1.41
R	Local Return - Proposition C	5,096,522.55	4,921,910.15	3.08
R	Grants/Donations	(89,410.85)	(86,347.54) (C)	(0.05)
R	Citizens Options for Public Safety (COPS) Grant Funds - AB3229	492,228.17	475,363.90	0.30
R	Seismic Education Fund	47,933.30	46,291.05	0.03
R	Rehabilitation Housing	562,919.98	543,633.73	0.34
R	Police Inmate Welfare Fund	83,054.30	80,208.77	0.05
N	Capital Improvements	18,967,221.31	18,317,383.71	11.45
R	Vanpool/Rideshare Fund	279,943.98	270,352.80	0.17
R	Torrance Improvement Fund	5,251,148.60	5,071,238.55	3.17
R	Animal Control Fund	60,194.84	58,132.50	0.04
R	Redevelopment-Capital Proj	7,501,839.40	7,244,818.24	4.53
R	Redevelopment Debt Service	(477,937.88)	(461,563.21) (D)	(0.29)
N	DNA Sampling Fund	7,641.82	7,380.00	0.00
N	Airport Fund	6,883,029.20	6,647,209.15	4.15
N	Transit Operations	3,673,541.16	3,547,681.65	2.22
R	Development Impact Fund	418,976.21	404,621.63	0.25
N	Water Operations	11,100,706.38	10,720,384.13	6.70
N	Emergency Medical Service Enterprise Fund	5,377.70	5,193.45	0.00
N	Sanitation Operations	3,062,275.20	2,957,358.33	1.85
N	Cultural Arts Enterprise	427,142.57	412,508.20	0.26
N	Sewer Enterprise Fund	11,246,601.31	10,861,280.54	6.79
N	Parks & Recr Enterprise Fund	(270,904.15)	(261,622.68) (E)	(0.16)
N	Self Insurance Fund	6,445,140.81	6,224,323.29	3.89
N	Fleet Services	13,063,045.86	12,615,491.73	7.89
R	Postemployment/Compensated Absences Fund	6,805,569.62	6,572,403.42	4.11
R	Trust & Agency	2,959,594.93	2,858,195.99	1.79
TOTAL		165,664,595.27	159,988,746.37	100.00

R = Restricted Funds

N = Non-Restricted Funds

- (A) The difference between the Share of Investments total of \$165,664,595.27 and the Pooled Cash and Investments total of \$159,988,746.37 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)
- (B) Reimbursement in the amount of \$24,158 was received on 11/14/07.
- (C) T-048-Sepulveda Blvd Rehab/Water Main has a negative cash balance of <\$408,607>. Reimbursement in the amount of \$228,399 was received on 11/15/07.
FEAP 331-Lago Seco Park Development - Primary Elements has a negative cash balance of <\$175,416>. Final reimbursement is expected in December.
- (D) \$1,897,201 debt service payment for Downtown and Industrial was disbursed in August. However, tax increments for these project areas will be received in November.
- (E) Revenues for the winter session for approximately \$300,000 is expected to be collected during the registration period from 11/27/07 through 12/11/07.

**CITY OF TORRANCE
CASH AND INVESTMENT RECONCILIATION
AS OF OCTOBER 31, 2007**

INVESTMENTS PER PORTFOLIO SUMMARY
(City Pool)

165,664,595.27

CASH AND INVESTMENTS PER BOOKS

159,988,746.37

CASH IN BANKS:

Cash in B of A General Account	(\$579,821.54)
Cash in B of A Payroll Account	0.00

OUTSTANDING WARRANTS:

General Account	1,202,578.92
Payroll Account	391,028.78
Workers Compensation Account	103,213.26
Housing Account	254,840.00
	1,951,660.96

Miscellaneous outstanding adjusting journal entries	539,601.31
Payroll for PE 10/27/07 posted on 10/27/07 and paid on 11/2/07	2,776,886.29
Payroll for PE 11/10/07 posted on 10/31/07 and paid on 11/16/07	987,521.88

INVESTMENTS PER BOOKS

\$165,664,595.27