Council Meeting of
September 9, 2008

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

Members of Council:

SUBJECT: Accept and file Investment Reports for July 2008

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the attached monthly investment reports for the month of July 2008.

FUNDING

Not applicable

BACKGROUND

On December 04, 2007, Your Honorable Body, through passage of Resolution 2007-110, 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 months of July 2008.

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

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CITY OF TORRANCE

MONTHLY INVESTMENT PORTFOLIO REPORT
For the Month of July 31, 2008

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City of Torrance
Investment Portfolio Highlights
For July 2008

RETURN

	Current Month	Previous Month
Average City Portfolio YTM	4.208	4.055
Average U.S. Treasury Constant Maturity	2.520	2.540
LAIF Average Monthly Return	2.787	2.894
Average City Portfolio YTM - 1 year prior	4.717	4.690

INTEREST INCOME

	Current Period	Prior Year
Fiscal year to date	670,109	693,710
Current month	670,109	693,710

MATURITY

	Current Month	Prior Month
Average Maturity (days)	1,043	907
Average Maturity 1 Year Prior (days)	577	610
Weighted Average Maturity (years)	2.86	2.49

VOLUMES

	Total $ Volume	# of Transactions
Purchases	91,069,227	18
Maturities	115,942,933	18

Transactions include 10 deposits to and 8 withdrawals from LAIF, 1 purchases and 6 maturities of the Union of Bank Money Market Sweep Account.

VALUE OF PORTFOLIO PER GASB STATEMENT NO. 31

GASB required securities	Beginning Investment Value as of July 1,2008	Purchase/Redempt. Of Principal	Change in Market Value	Ending Investment Value as of July 31. 2008
Federal Agency (coup)	117,807,309	4,991,200	1,215	122,799,724
Treasury Securities	9,181,240	-1,000,000	-4,750	8,176,490
Medium Term Notes	25,558,720	0	4,894	25,563,614
Municipal Bonds	1,309,154	-123,706	0	1,185,448
SUB-TOTAL PER GASB 31	**153,856,423**	**3,867,494**	**1,359**	**157,725,276**
Non-GASB securities				
LAIF	48,200,000	-22,750,000	0	25,450,000
Money Market	6,000,000	-6,000,000	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	-27,234	27,234	0
TOTAL PORTFOLIO	**208,056,423**	**-24,928,444**	**47,297**	**183,175,276**

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

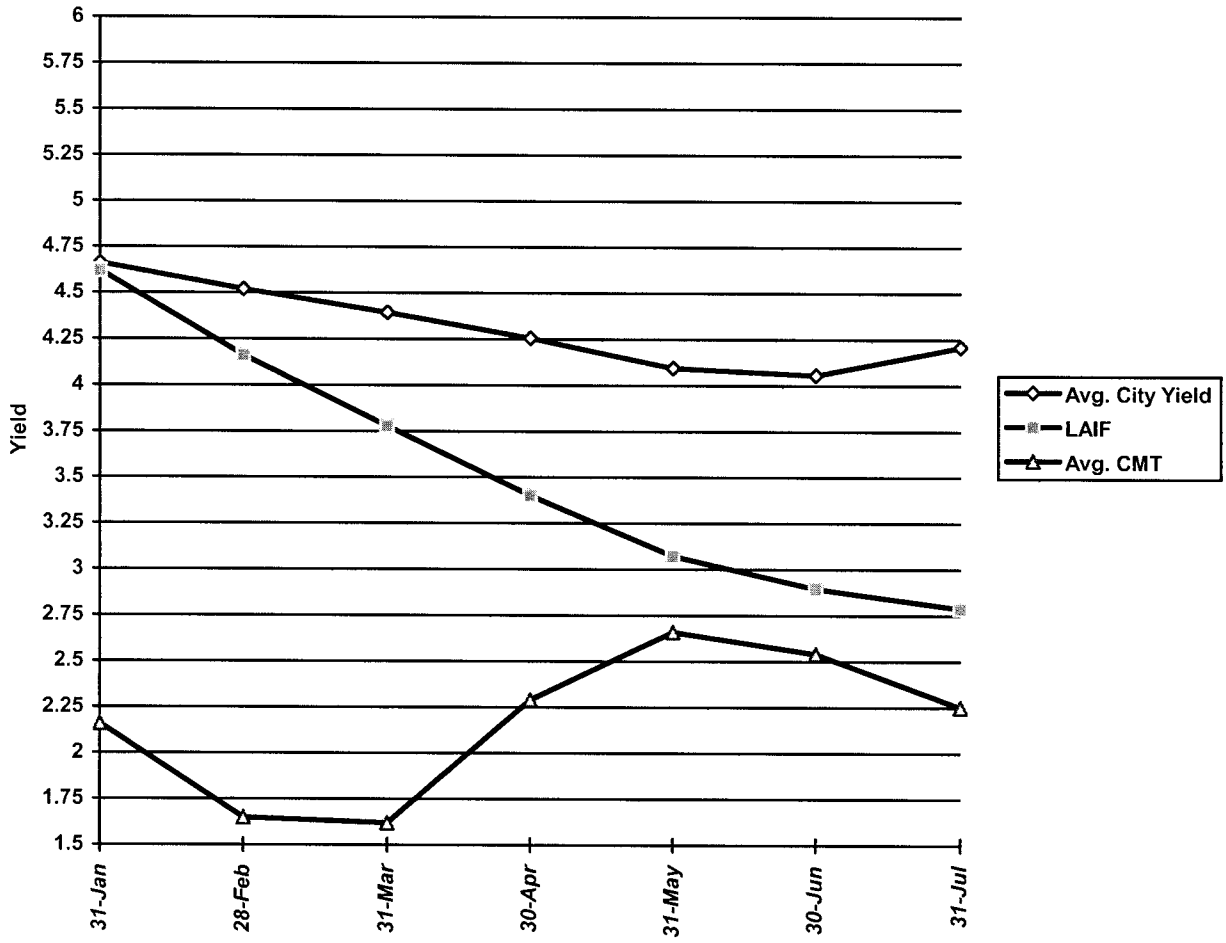
CITY OF TORRANCE

City Treasurer's Office

Monthly Investment Report Summary
For the month of July 2008

I. Return

21.03% of the portfolio is invested at one-year maturity or less as of July 31, 2008. The City Average yield on the portfolio was 4.208% compared to 2.520% for the U.S. Treasury at Constant Maturity (CMT) of 24 months. The portfolio performed above the benchmark as of July 31, 2008 by 168 basis points.



II. Volumes

The investment activity for July included 1 deposits and 6 redemption in the Union Bank of California money market account.

III. Diversification of Investments

The activity in the month of July consisted of 7 purchases totaling $8.0 million with an average yield to maturity of 4.14% and 2 redemptions and 2 calls for a total of $4.0 million with an average yield to maturity of 5.299%. The activity in the LAIF Account consisted of 10 deposits of $33.8 million and 6 withdrawals of $57.4 million. The activity in the sweep account consisted of 1 deposit of $1.0 million and 5 withdrawals of $6.0 million. The portfolio decreased by $24.8 million.

Asset Category	July	June
1. LAIF	13.89	23.16
2. Money Market Sweep	0.00	2.88
3. Federal Agency Issues(coup)	67.07	56.66
4. Federal Agency Issues(disc)	0.00	0.00
5. Treasury Securities	4.35	4.31
6. Treasury Securities(disc)	0.00	0.00
7. Medium Term Notes	14.04	12.36
8. Municipal Bonds	.65	.63
9. Commercial Paper(disc)	0.00	0.00
	100.00%	100.00%

IV. Maturity

As of July 31, 2008, the current maturity allocation is 27.61% of the portfolio invested between the 6 month to 3-year maturity levels. 17.75% 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 $32.5 million available for expenditures.

As of Maturity	July	June
0 to 6 months	17.76%	30.96%
6 months to 1 year	3.28%	3.80%
1 to 2 years	7.23%	5.32%
2 to 3 years	17.10%	12.82%
3 to 4 years	18.98%	14.12%
4 to 5 years	35.10%	32.51%
5 years and after	.55%	.47%
	100.00%	100.00%

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 July 31, 2008

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	25,450,000	13.89	**	1	1	N/A	2.787
Money Market Sweep Account	00	0.00		1	1		2.580
Federal Agency Issues – Coupon	122,900,957	67.07	75	1,587	1,352	5 years	4.313
Farmer Mac	00	.00	30	00	00	5 years	.000
Federal Farm Credit Bank	34,035,986	18.54	30	385	406	5 years	4.416
Federal Home Loan Bank	61,876,251	33.81	30	449	479	5 years	4.321
Federal Home Loan Mortgage Corp.	15,990,003	8.77	30	178	269	5 years	4.262
Federal National Mortgage Assoc.	10,998,717	6.00	30	479	529	5 years	3.807
Treasury Securities – Coupon	7,972,843	4.35	100	950	386	5 years	4.827
Medium Term Notes	25,722,884	14.04	20	1,198	783	5 years	4.745
Municipal Bond Issue	1,185,448	.65		3,848	1,430	N/A	7.999
Federal Agency Disc	00	.00				5 years	.000
Commercial Paper Disc-Amort	00	.00					.000
Treasury Discount-Amort	00	.00					.000
Certificate of Deposits-Disc	00	.00					.000
Total Investments & Averages	183,232,132	100.00		1,299	1,043		4.208
Pending Redemptions							
Accrued Interest at Purchase	12,361						
Total Cash & Purchase Interest	12,361						
Total Cash & Investments	183,244,493						

Portfolio Notes:

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

General LAIF account = $15,750,000

RDA LAIF account = $ 9,700,000

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. 07-110 on December 4, 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 8-26-08

Linda M. Barnett — Date

City Treasurer

Reviewed by the Investment Advisory Committee

City Manager

Assistant City Attorney

Director of Finance

City Treasurer

City of Torrance
Portfolio Management
Activity Summary
July 2007 through July 2008

Month End	Year	Number of Securities	Average Balance	Yield to Maturity 360 Equivalent	Yield to Maturity 365 Equivalent	Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
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
November	2007	126	163,514,491.25	4.684	4.749	4.962	4	5	1,124	639
December	2007	127	164,262,749.72	4.655	4.719	4.801	8	7	1,119	652
January	2008	126	176,545,132.75	4.598	4.661	4.620	10	12	1,025	665
February	2008	129	188,047,543.59	4.452	4.514	4.161	14	11	1,112	804
March	2008	125	187,972,492.91	4.331	4.391	3.777	4	8	1,125	837
April	2008	126	192,345,930.83	4.196	4.254	3.400	9	8	1,146	876
May	2008	133	203,045,113.25	4.037	4.093	3.072	12	5	1,151	889
June	2008	128	209,041,697.28	3.999	4.055	2.894	7	12	1,121	907
July	2008	131	191,237,074.56	4.150	4.208	2.787	7	5	1,299	1,043
	Average	**128**	**180,804,362.73**	**4.449%**	**4.511%**	**4.258**	**8**	**7**	**1,117**	**747**

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July 2008

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
(I) PURCHASES*											
10765	Dean Witter	07/02/2008	FNMA	AAA/Aaa	07/02/2010	335	4.000%	4.000%	1,000,000	1,000,000	1,009,060
10766	Higgins Capital	07/02/2008	FNMA	AAA/Aaa	07/02/2010	335	4.000%	4.000%	1,000,000	1,000,000	1,009,060
10767	Stone & Young	07/14/2008	FHLB	AAA/Aaa	07/14/2011	347	4.250%	4.250%	1,000,000	1,000,000	1,006,560
10768	Stone & Young	07/01/2008	FFCB	AAA/Aaa	07/01/2013	699	4.850%	4.850%	1,000,000	1,000,000	1,015,310
10769	Citigroup	07/14/2008	FNMA	AAA/Aaa	01/14/2011	166	4.050%	4.050%	1,000,000	1,000,000	1,005,000
10770	Stone & Young	07/22/2008	FHLB	AAA/Aaa	07/22/2011	355	4.020%	4.020%	2,000,000	2,000,000	2,007,500
10771	Citigroup	07/28/2008	FFCB	AAA/Aaa	07/28/2011	361	3.875%	3.875%	1,000,000	1,000,000	1,001,250
									$8,000,000	**$8,000,000**	**$8,053,740**
							Weighted Average Yield	**4.149%**			

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
(II) MATURITIES**										
10584	Great Pacific Securities	01/30/2006	FHLMC	AAA/Aaa	07/23/2008	5.000%	5.000%	1,000,000	1,000,000	1,000,000
10638	Brookstreet	01/22/2007	USTN	AAA/Aaa	07/31/2008	5.000%	5.000%	1,000,000	1,000,000	1,000,000
10423		12/18/2001	Muni Bond - City of Torranc	AAA/Aaa	07/01/2012	8.000%	8.000%	123,706	123,706	123,706
10673	Citigroup	07/02/2007	FNMA	AAA/Aaa	07/02/2009	5.375%	5.375%	1,000,000	1,000,000	1,000,000
10676	Dean Witter	07/30/2007	FHLMC	AAA/Aaa	07/30/2010	5.550%	5.550%	1,000,000	1,000,000	1,000,000
								$4,123,706	**$4,123,706**	**$4,123,706**
					Weighted Average Yield		**5.785%**			

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

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

(III) LAIF TRANSACTIONS

	DEALER		DESCRIPTION	BEGIN BAL.	RATE	YIELD	DEPOSITS	WITHDRAWALS	INTEREST	END BAL.
-	State of California	-	Local Agency Pool							
			City	39,999,500	2.787%	2.787%	8,799,490	38,083,555	302,490	10,715,435
			Tran Acct	500	2.787%	2.787%	25,309,000	20,274,935		5,034,565
			RDA	8,200,000	2.787%	2.787%	2,370,570	870,570	70,570	9,700,000
				$48,200,000			$36,479,059	$59,229,059	$ 373,059.12	**$25,450,000**

City of Torrance
Portfolio Management
Interest Earnings Summary
July 31, 2008

	July 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	529,376.58	529,376.58
Plus Accrued Interest at End of Period	1,739,418.69	1,739,418.69
Less Accrued Interest at Beginning of Period	(1,690,131.66)	(1,690,131.66)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	578,663.61	578,663.61
Adjusted by Premiums and Discounts	9,233.56	9,233.56
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	587,897.17	587,897.17
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	379,292.29	379,292.29
Plus Accrued Interest at End of Period	501,097.56	501,097.56
Less Accrued Interest at Beginning of Period	(798,178.01)	(798,178.01)
Interest Earned during Period	82,211.84	82,211.84
Total Interest Earned during Period	**660,875.45**	**660,875.45**
Total Adjustments from Premiums and Discounts	**9,233.56**	**9,233.56**
Total Capital Gains or Losses	**0.00**	**0.00**
Total Earnings during Period	**670,109.01**	**670,109.01**

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City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2008

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 GEN'L			10,715,435.00	10,715,435.00	10,715,435.00	2.787		2.787	1	
SYS10001	10001	Local Agency Invest. Fund RDA			9,700,000.00	9,700,000.00	9,700,000.00	2.787		2.787	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			5,034,565.00	5,034,565.00	5,034,565.00	2.787		2.787	1	
		Subtotal and Average	**32,039,935.48**		**25,450,000.00**	**25,450,000.00**	**25,450,000.00**			**2.787**	**1**	
Money Market Sweep Account												
SYS10131	10131	Bank of America			0.00	0.00	0.00	4.620	Aa2	4.620	1	
SYS1000	1000	Union Bank of California			0.00	0.00	0.00	2.200		2.200	1	
		Subtotal and Average	**0.00**		**0.00**	**0.00**	**0.00**			**0.000**	**0**	
Federal Agency Issues - Coupon												
31331VYF7	10600	FEDERAL FARM CREDIT BANK		05/04/2006	1,000,000.00	1,017,810.00	1,000,000.00	5.250	Aaa	5.250	276	05/04/2009
31331XMQ2	10640	FEDERAL FARM CREDIT BANK		01/26/2007	1,000,000.00	1,033,130.00	1,000,000.00	5.000	Aaa	5.002	663	05/26/2010
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,049,060.00	1,000,000.00	5.250	Aaa	5.250	1,461	08/01/2012
31331X2Z4	10688	FEDERAL FARM CREDIT BANK		09/14/2007	1,000,000.00	1,020,940.00	1,000,000.00	5.250	Aaa	5.250	1,505	09/14/2012
31331YGL8	10704	FEDERAL FARM CREDIT BANK		12/05/2007	1,000,000.00	1,005,630.00	1,000,000.00	4.875	Aaa	4.875	1,587	12/05/2012
31331YHR4	10706	FEDERAL FARM CREDIT BANK		12/14/2007	1,000,000.00	1,004,380.00	1,000,000.00	4.400	Aaa	4.400	1,596	12/14/2012
31331YKW9	10708	FEDERAL FARM CREDIT BANK		12/28/2007	1,000,000.00	1,005,310.00	1,000,000.00	4.250	Aaa	4.250	1,244	12/28/2011
31331YPL8	10710	FEDERAL FARM CREDIT BANK		01/24/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.750	Aaa	3.750	906	01/24/2011
31331YQP8	10716	FEDERAL FARM CREDIT BANK		01/25/2008	2,500,000.00	2,466,400.00	2,516,250.00	3.800	Aaa	3.657	1,638	01/25/2013
31331YQQ6	10717	FEDERAL FARM CREDIT BANK		01/30/2008	3,500,000.00	3,480,330.00	3,522,750.00	3.850	Aaa	3.674	1,277	01/30/2012
31331YRA0	10718	FEDERAL FARM CREDIT BANK		02/04/2008	1,000,000.00	990,940.00	1,000,000.00	3.200	Aaa	3.200	917	02/04/2011
31331YRD4	10719	FEDERAL FARM CREDIT BANK		02/06/2008	1,000,000.00	989,060.00	1,000,000.00	3.625	Aaa	3.625	1,284	02/06/2012
31331YQP8	10721	FEDERAL FARM CREDIT BANK		02/04/2008	1,000,000.00	986,560.00	1,000,000.00	3.800	Aaa	3.800	1,638	01/25/2013
31331YSB7	10723	FEDERAL FARM CREDIT BANK		02/01/2008	1,000,000.00	980,940.00	1,000,000.00	3.790	Aaa	3.790	1,645	02/01/2013
31331YTS9	10726	FEDERAL FARM CREDIT BANK		02/11/2008	2,000,000.00	1,968,760.00	2,000,000.00	3.750	Aaa	3.750	1,655	02/11/2013
31331YXJ4	10734	FEDERAL FARM CREDIT BANK		03/11/2008	2,000,000.00	1,977,500.00	2,000,000.00	3.950	Aaa	3.950	1,683	03/11/2013
31331YA83	10739	FEDERAL FARM CREDIT BANK		04/03/2008	1,000,000.00	988,750.00	1,000,000.00	3.980	Aaa	3.980	1,706	04/03/2013
31331YA83	10741	FEDERAL FARM CREDIT BANK		04/03/2008	3,000,000.00	2,966,250.00	3,000,000.00	3.980	Aaa	3.980	1,706	04/03/2013
31331YVJ6	10744	FEDERAL FARM CREDIT BANK		04/18/2008	2,000,000.00	1,981,260.00	1,997,342.75	4.000	Aaa	4.045	1,669	02/25/2013
31331YN63	10756	FEDERAL FARM CREDIT BANK		05/15/2008	1,000,000.00	992,190.00	1,000,000.00	3.800	Aaa	3.800	1,383	05/15/2012
31331YT26	10757	FEDERAL FARM CREDIT BANK		06/02/2008	2,000,000.00	1,993,120.00	1,999,643.70	3.620	Aaa	3.627	1,035	06/02/2011
31331YT42	10758	FEDERAL FARM CREDIT BANK		06/03/2008	1,000,000.00	997,500.00	1,000,000.00	4.240	Aaa	4.240	1,767	06/03/2013
31331Y2G4	10768	FEDERAL FARM CREDIT BANK		07/01/2008	1,000,000.00	1,015,310.00	1,000,000.00	4.850	Aaa	4.850	1,795	07/01/2013
31331Y4A5	10771	FEDERAL FARM CREDIT BANK		07/28/2008	1,000,000.00	1,001,250.00	1,000,000.00	3.875	Aaa	3.875	1,091	07/28/2011
3133XAQV2	10564	FEDERAL HOME LOAN BANK		03/08/2005	1,000,000.00	1,001,250.00	1,000,000.00	4.000	Aaa	4.000	38	09/08/2008

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2008

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	10599	FEDERAL HOME LOAN BANK		05/19/2006	1,000,000.00	1,017,500.00	1,000,000.00	5.520	Aaa	5.520	1,021	05/19/2011
3133XGD76	10608	FEDERAL HOME LOAN BANK		08/11/2006	1,000,000.00	1,000,940.00	1,000,000.00	5.700	Aaa	5.700	740	08/11/2010
3133XGTS3	10616	FEDERAL HOME LOAN BANK		09/08/2006	1,000,000.00	1,002,810.00	1,000,000.00	5.375	Aaa	5.375	768	09/08/2010
3133XGZP2	10619	FEDERAL HOME LOAN BANK		10/02/2006	1,000,000.00	1,004,690.00	1,000,000.00	5.150	Aaa	5.150	427	10/02/2009
3133XHEX6	10624	FEDERAL HOME LOAN BANK		10/27/2006	1,000,000.00	1,005,630.00	1,000,000.00	5.200	Aaa	5.200	1,182	10/27/2011
3133XEZP7	10625	FEDERAL HOME LOAN BANK		10/20/2006	1,000,000.00	1,002,500.00	999,927.26	5.000	Aaa	5.038	42	09/12/2008
3133XJPZ5	10639	FEDERAL HOME LOAN BANK		01/26/2007	1,000,000.00	1,012,190.00	1,000,000.00	5.200	Aaa	5.200	724	07/26/2010
3133XJUD8	10646	FEDERAL HOME LOAN BANK		02/09/2007	1,000,000.00	1,013,440.00	1,000,000.00	5.500	Aaa	5.500	1,287	02/09/2012
3133XKF75	10651	FEDERAL HOME LOAN BANK		04/20/2007	1,000,000.00	1,013,130.00	1,000,000.00	5.050	Aaa	5.050	992	04/20/2011
3133XKPE9	10656	FEDERAL HOME LOAN BANK		05/04/2007	1,000,000.00	1,005,630.00	1,000,000.00	5.125	Aaa	5.125	1,006	05/04/2011
3133XKQ65	10658	FEDERAL HOME LOAN BANK		05/15/2007	1,000,000.00	1,016,560.00	1,000,000.00	5.200	Aaa	5.200	1,383	05/15/2012
3133XKYE9	10662	FEDERAL HOME LOAN BANK		05/25/2007	1,000,000.00	1,029,690.00	1,000,000.00	5.200	Aaa	5.200	1,393	05/25/2012
3133XLVX8	10679	FEDERAL HOME LOAN BANK		08/06/2007	500,000.00	511,250.00	500,000.00	5.400	Aaa	5.400	1,466	08/06/2012
3133XLWB5	10680	FEDERAL HOME LOAN BANK		08/14/2007	500,000.00	511,875.00	500,000.00	5.460	Aaa	5.460	1,474	08/14/2012
3133XM3S8	10684	FEDERAL HOME LOAN BANK		08/27/2007	1,000,000.00	1,031,880.00	1,000,000.00	5.125	Aaa	5.125	1,487	08/27/2012
3133XM3E9	10685	FEDERAL HOME LOAN BANK		09/10/2007	1,000,000.00	1,003,440.00	1,000,000.00	5.600	Aaa	5.600	1,501	09/10/2012
3133XMG39	10691	FEDERAL HOME LOAN BANK		10/09/2007	2,000,000.00	2,041,260.00	2,000,000.00	5.100	Aaa	5.100	1,530	10/09/2012
3133XMG70	10693	FEDERAL HOME LOAN BANK		10/16/2007	1,000,000.00	1,005,940.00	1,000,000.00	5.250	Aaa	5.250	1,537	10/16/2012
3133XMPZ8	10696	FEDERAL HOME LOAN BANK		10/22/2007	2,000,000.00	2,042,500.00	2,000,000.00	5.150	Aaa	5.150	1,543	10/22/2012
3133XNJA8	10701	FEDERAL HOME LOAN BANK		12/17/2007	1,000,000.00	1,000,630.00	1,000,000.00	4.550	Aaa	4.550	1,599	12/17/2012
3133XNHS1	10702	FEDERAL HOME LOAN BANK		12/03/2007	895,000.00	896,960.05	895,000.00	4.520	Aaa	4.520	1,585	12/03/2012
3133XNNC9	10705	FEDERAL HOME LOAN BANK		12/27/2007	1,000,000.00	1,003,130.00	1,000,000.00	4.875	Aaa	4.875	1,609	12/27/2012
3133XNYV5	10712	FEDERAL HOME LOAN BANK		01/22/2008	1,000,000.00	995,000.00	1,000,000.00	4.050	Aaa	4.050	1,635	01/22/2013
3133XPB29	10724	FEDERAL HOME LOAN BANK		02/13/2008	1,000,000.00	979,060.00	993,000.00	3.850	Aaa	4.006	1,657	02/13/2013
3133XPF90	10725	FEDERAL HOME LOAN BANK		02/05/2008	1,000,000.00	983,440.00	1,000,000.00	3.660	Aaa	3.660	1,649	02/05/2013
3133XPMS0	10727	FEDERAL HOME LOAN BANK		02/25/2008	1,000,000.00	984,060.00	1,000,000.00	3.750	Aaa	3.750	1,669	02/25/2013
3133XPMT8	10728	FEDERAL HOME LOAN BANK		02/27/2008	1,000,000.00	987,190.00	1,000,000.00	3.875	Aaa	3.875	1,671	02/27/2013
3133XPXP4	10731	FEDERAL HOME LOAN BANK		02/27/2008	2,000,000.00	1,990,620.00	2,000,000.00	3.800	Aaa	3.800	1,305	02/27/2012
3133XPY73	10732	FEDERAL HOME LOAN BANK		02/27/2008	2,000,000.00	1,973,760.00	1,998,855.56	4.250	Aaa	4.272	1,671	02/27/2013
3133XPY24	10733	FEDERAL HOME LOAN BANK		03/13/2008	1,000,000.00	995,940.00	998,936.25	3.950	Aaa	3.997	1,320	03/13/2012
3133XQCL4	10735	FEDERAL HOME LOAN BANK		03/26/2008	2,750,000.00	2,707,045.00	2,750,000.00	3.720	Aaa	3.720	1,698	03/26/2013
3133XQEH1	10736	FEDERAL HOME LOAN BANK		03/18/2008	1,000,000.00	991,250.00	999,811.57	4.000	Aaa	4.006	1,690	03/18/2013
3133XQJZ6	10738	FEDERAL HOME LOAN BANK		04/16/2008	2,000,000.00	1,943,120.00	1,999,658.33	3.750	Aaa	3.754	1,719	04/16/2013
3133XQKA9	10740	FEDERAL HOME LOAN BANK		04/02/2008	1,000,000.00	993,750.00	1,000,000.00	4.150	Aaa	4.150	1,705	04/02/2013
3133XQJA1	10742	FEDERAL HOME LOAN BANK		04/15/2008	2,000,000.00	1,953,120.00	2,000,000.00	3.700	Aaa	3.700	1,718	04/15/2013
3133XQVY5	10746	FEDERAL HOME LOAN BANK		05/13/2008	2,000,000.00	1,990,000.00	1,999,554.17	4.125	Aaa	4.131	1,746	05/13/2013

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2008

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												
3133XQWD0	10747	FEDERAL HOME LOAN BANK		05/08/2008	1,500,000.00	1,493,445.00	1,498,441.88	3.700	Aaa	3.742	1,194	11/08/2011
3133XQWX6	10748	FEDERAL HOME LOAN BANK		05/07/2008	1,500,000.00	1,489,695.00	1,500,000.00	3.760	Aaa	3.760	1,375	05/07/2012
3133XQYL0	10750	FEDERAL HOME LOAN BANK		05/19/2008	1,000,000.00	993,440.00	1,000,000.00	3.720	Aaa	3.721	1,295	02/17/2012
3133XQZ88	10751	FEDERAL HOME LOAN BANK		05/14/2008	1,000,000.00	989,060.00	1,000,000.00	3.625	Aaa	3.625	1,382	05/14/2012
3133XR6T2	10753	FEDERAL HOME LOAN BANK		05/27/2008	2,000,000.00	1,993,120.00	2,000,000.00	3.500	Aaa	3.500	1,029	05/27/2011
3133XR7E4	10755	FEDERAL HOME LOAN BANK		05/28/2008	1,000,000.00	991,880.00	1,000,000.00	3.560	Aaa	3.560	1,030	05/28/2011
3133XRCH1	10759	FEDERAL HOME LOAN BANK		06/12/2008	2,000,000.00	1,993,120.00	1,998,272.22	4.000	Aaa	4.027	1,411	06/12/2012
3133XRFD7	10761	FEDERAL HOME LOAN BANK		06/11/2008	1,000,000.00	1,004,060.00	1,000,000.00	4.250	Aaa	4.250	1,410	06/11/2012
3133XRFU9	10762	FEDERAL HOME LOAN BANK		06/17/2008	2,245,000.00	2,246,414.35	2,244,793.79	3.800	Aaa	3.804	1,050	06/17/2011
3133XRKU3	10764	FEDERAL HOME LOAN BANK		06/25/2008	1,000,000.00	1,009,690.00	1,000,000.00	4.350	Aaa	4.350	1,424	06/25/2012
3133XRNW6	10767	FEDERAL HOME LOAN BANK		07/14/2008	1,000,000.00	1,006,560.00	1,000,000.00	4.250	Aaa	4.250	1,077	07/14/2011
3133XRRS1	10770	FEDERAL HOME LOAN BANK		07/22/2008	2,000,000.00	2,007,500.00	2,000,000.00	4.020	Aaa	4.020	1,085	07/22/2011
3128X4N56	10605	FEDERAL HOME LOAN MORTGAGE CO		06/09/2006	1,000,000.00	1,011,900.00	998,178.21	5.250	Aaa	5.461	937	02/24/2011
3128X5KL1	10620	FEDERAL HOME LOAN MORTGAGE CO		09/29/2006	1,000,000.00	1,004,190.00	1,000,000.00	5.500	Aaa	5.500	1,154	09/29/2011
3128X5NT1	10629	FEDERAL HOME LOAN MORTGAGE CO		11/14/2006	1,000,000.00	1,005,950.00	1,000,000.00	5.350	Aaa	5.350	1,200	11/14/2011
3128X5PV4	10631	FEDERAL HOME LOAN MORTGAGE CO		11/24/2006	1,000,000.00	1,007,470.00	1,000,000.00	5.125	Aaa	5.125	845	11/24/2010
3128X52N7	10661	FEDERAL HOME LOAN MORTGAGE CO		05/16/2007	1,000,000.00	1,011,240.00	999,247.58	5.250	Aaa	5.272	1,341	04/03/2012
3128X6CX2	10668	FEDERAL HOME LOAN MORTGAGE CO		06/15/2007	1,000,000.00	1,021,800.00	999,687.96	5.400	Aaa	5.418	683	06/15/2010
3137EAAX7	10677	FEDERAL HOME LOAN MORTGAGE CO		07/23/2007	1,000,000.00	1,038,130.00	998,455.84	5.125	Aaa	5.205	752	08/23/2010
3128X6LK0	10687	FEDERAL HOME LOAN MORTGAGE CO		09/18/2007	1,000,000.00	1,003,780.00	1,000,000.00	5.350	Aaa	5.350	1,509	09/18/2012
3128X6NS1	10695	FEDERAL HOME LOAN MORTGAGE CO		10/15/2007	1,000,000.00	1,019,490.00	1,000,000.00	5.050	Aaa	5.050	1,536	10/15/2012
3128X6P67	10722	FEDERAL HOME LOAN MORTGAGE CO		02/05/2008	2,000,000.00	1,962,960.00	2,000,000.00	4.000	Aaa	4.000	1,649	02/05/2013
3128X7FV1	10737	FEDERAL HOME LOAN MORTGAGE CO		04/01/2008	1,000,000.00	974,160.00	999,666.67	3.900	Aaa	3.911	1,704	04/01/2013
3128X7LX0	10745	FEDERAL HOME LOAN MORTGAGE CO		04/29/2008	2,000,000.00	1,978,540.00	1,994,766.67	3.920	Aaa	3.987	1,732	04/29/2013
3128X7SA3	10754	FEDERAL HOME LOAN MORTGAGE CO		05/28/2008	1,000,000.00	998,220.00	1,000,000.00	4.400	Aaa	4.400	1,761	05/28/2013
3128X7G32	10763	FEDERAL HOME LOAN MORTGAGE CO		06/30/2008	1,000,000.00	1,006,570.00	1,000,000.00	4.050	Aaa	4.050	881	12/30/2010
3136F7F44	10606	FEDERAL NATIONAL MORT ASSOC		06/22/2006	1,000,000.00	1,018,750.00	1,000,000.00	5.500	Aaa	5.500	1,055	06/22/2011
3136F8SU0	10690	FEDERAL NATIONAL MORT ASSOC		09/18/2007	1,000,000.00	1,003,440.00	1,000,000.00	5.200	Aaa	5.200	1,509	09/18/2012
3136F8N92	10720	FEDERAL NATIONAL MORT ASSOC		01/29/2008	2,000,000.00	1,966,260.00	2,000,000.00	3.625	Aaa	3.625	1,642	01/29/2013
3136F83X1	10730	FEDERAL NATIONAL MORT ASSOC		02/22/2008	2,000,000.00	1,988,760.00	1,998,716.67	4.125	Aaa	4.248	1,666	02/22/2013
3136F9MV2	10749	FEDERAL NATIONAL MORT ASSOC		05/05/2008	1,000,000.00	991,250.00	1,000,000.00	3.250	Aaa	3.250	1,007	05/05/2011
3136F9NE9	10752	FEDERAL NATIONAL MORT ASSOC		05/14/2008	1,000,000.00	991,200.00	1,000,000.00	4.000	Aaa	4.000	1,747	05/14/2013
3136F9WQ2	10765	FEDERAL NATIONAL MORT ASSOC		07/02/2008	1,000,000.00	1,009,060.00	1,000,000.00	4.000	Aaa	4.000	700	07/02/2010
3136F9WQ2	10766	FEDERAL NATIONAL MORT ASSOC		07/02/2008	1,000,000.00	1,009,060.00	1,000,000.00	4.000	Aaa	4.000	700	07/02/2010
3136F9XY4	10769	FEDERAL NATIONAL MORT ASSOC		07/14/2008	1,000,000.00	1,005,000.00	1,000,000.00	4.050	Aaa	4.050	896	01/14/2011
		Subtotal and Average	**10,115,755.70**		**122,890,000.00**	**122,799,724.40**	**122,900,957.08**			**4.313**	**1,352**	

Portfolio CITY
AP

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Treasury Securities - Coupon												
912828DZ0	10579	U.S.TREASURY NOTE		07/25/2005	1,000,000.00	1,026,800.00	996,809.95	3.875	Aaa	4.057	713	07/15/2010
912828FT2	10626	U.S.TREASURY NOTE		10/23/2006	1,000,000.00	1,004,610.00	999,642.48	4.625	Aaa	4.854	60	09/30/2008
912828FV7	10627	U.S.TREASURY NOTE		10/31/2006	1,000,000.00	1,007,890.00	1,000,038.90	4.875	Aaa	4.858	91	10/31/2008
912828GP9	10664	U.S.TREASURY NOTE		05/23/2007	2,000,000.00	2,034,220.00	1,995,557.91	4.500	Aaa	4.814	272	04/30/2009
912828GR5	10669	U.S.TREASURY NOTE		06/08/2007	1,000,000.00	1,036,410.00	991,637.13	4.500	Aaa	5.008	652	05/15/2010
912828GG9	10671	U.S.TREASURY NOTE		06/15/2007	1,000,000.00	1,036,480.00	994,862.63	4.750	Aaa	5.109	563	02/15/2010
912828FX3	10672	U.S.TREASURY NOTE		06/15/2007	1,000,000.00	1,030,080.00	994,293.65	4.625	Aaa	5.100	471	11/15/2009
		Subtotal and Average	**1,988,837.68**		**8,000,000.00**	**8,176,490.00**	**7,972,842.65**			**4.827**	**386**	
Medium Term Notes												
060505BH6	10596	Bank of America		04/13/2006	1,000,000.00	996,810.00	990,718.71	3.375	Aa2	5.230	200	02/17/2009
060505AR5	10699	Bank of America		11/02/2007	990,000.00	969,130.80	990,100.57	4.875	Aa2	4.871	1,506	09/15/2012
084664AF8	10709	Berkshire Hathaway		01/15/2008	1,000,000.00	1,014,630.00	1,012,289.47	4.200	Aaa	3.648	866	12/15/2010
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	988,790.00	1,014,796.17	4.625	Aaa	4.300	1,901	10/15/2013
19416QCH1	10692	Colgate-Palmolive Co.		10/01/2007	500,000.00	502,790.00	500,883.86	5.580	Aa3	4.880	97	11/06/2008
36962GK78	10703	General Electric Capital Corp		12/03/2007	1,000,000.00	1,008,190.00	996,913.90	4.250	Aaa	4.404	773	09/13/2010
36966RV94	10729	General Electric Capital Corp		02/14/2008	2,000,000.00	1,932,380.00	2,000,000.00	4.000	Aaa	4.000	1,293	02/15/2012
36966RY59	10760	General Electric Capital Corp		05/30/2008	2,000,000.00	1,958,780.00	2,000,000.00	4.150	Aaa	4.150	1,383	05/15/2012
38143UBE0	10660	Goldman Sachs		05/14/2007	1,210,000.00	1,212,323.20	1,198,563.35	4.500	Aa3	5.050	683	06/15/2010
38141GBU7	10743	Goldman Sachs		04/18/2008	1,000,000.00	1,036,330.00	1,054,931.79	6.600	Aa3	4.840	1,262	01/15/2012
441812KG8	10613	Household Finance Co		08/22/2006	1,000,000.00	1,007,630.00	996,275.93	4.750	Aa3	5.260	287	05/15/2009
40429CCX8	10632	Household Finance Co		11/20/2006	1,000,000.00	1,002,460.00	1,001,702.17	5.250	Aa3	5.170	896	01/14/2011
441812KH6	10642	Household Finance Co		01/30/2007	1,000,000.00	992,970.00	986,918.99	4.125	Aa3	5.224	472	11/16/2009
40429XB39	10694	Household Finance Co		10/12/2007	1,000,000.00	979,570.00	1,000,000.00	5.000	Aa3	5.000	805	10/15/2010
40429XC95	10700	Household Finance Co		11/29/2007	1,000,000.00	983,680.00	1,000,000.00	5.050	Aa3	5.050	836	11/15/2010
59018YVV0	10630	MERRILL LYNCH		11/17/2006	1,000,000.00	970,780.00	995,252.10	4.790	A1	5.050	733	08/04/2010
59018YSK8	10643	MERRILL LYNCH		01/30/2007	2,000,000.00	1,979,500.00	1,990,792.74	4.125	A1	5.200	167	01/15/2009
64952WAE3	10697	New York Life Global		11/02/2007	1,000,000.00	1,010,110.00	999,853.59	4.625	Aaa	4.630	745	08/16/2010
742718BX6	10538	Procter & Gamble		08/02/2004	1,000,000.00	1,000,370.00	1,000,160.52	4.300	Aa3	3.850	14	08/15/2008
90327QCQ0	10670	USAA Capital Corp		06/12/2007	2,000,000.00	2,002,860.00	1,980,218.12	4.640	Aa1	5.420	501	12/15/2009
949746NB3	10715	Wells Fargo Co		01/23/2008	1,000,000.00	1,012,400.00	1,019,985.27	4.875	Aa1	4.000	894	01/12/2011
98153BAE4	10604	World Savings Bank		06/05/2006	1,000,000.00	1,001,130.00	992,527.38	4.500	Aa3	5.440	318	06/15/2009
		Subtotal and Average	**2,000,000.00**		**25,700,000.00**	**25,563,614.00**	**25,722,884.63**			**4.745**	**783**	

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Muncipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001TxAllocRef Bd		12/18/2001	1,185,448.08	1,185,448.08	1,185,448.08	8.000		7.999	1,430	07/01/2012
		Subtotal and Average	**1,185,448.08**		**1,185,448.08**	**1,185,448.08**	**1,185,448.08**			**7.999**	**1,430**	
		Total and Average	**47,329,976.94**		**183,225,448.08**	**183,175,276.48**	**183,232,132.44**			**4.208**	**1,043**	

II. RESTRICTED FUNDS

CASH AND INVESTMENTS HELD BY FISCAL AGENT

FOR PERIOD ENDING

June 30, 2008

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
City of Torrance 2004A&B COP Refunding - #3060645 (Maturity - June 1, 2024 & June 1, 2034)						
Construction Fund Acct #360646	3,143,992.28			3,143,992.28	2.32	Hamilton Trsy Money Fd Premier
	59,062.06			49,062.57	2.32	Hamilton Trsy Money Fd Premier
Required Reserve Acct #360649	2,777,213.00	2,777,213.00		2,777,213.00	4.95	MBIA Invest Agreement**
Required Reserve Acct #360649						Hamilton Trsy Money Fd Premier
Lease Paymt Fund Acct # 360648	1,360.40			1,360.40	1.48	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
Torrance PFA 98COP						
Lease payment Fund Acct #428584	101.78			101.78	1.57	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 Agrmt 5.61% due 11/28/28 **

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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
2004 Torrance Water Refunding Bond #360700-(Maturity March 1, 2014)						
Debt Service Fund #360759	1,121.51			1,121.51	2.31	JP Morgan Prime MM Premier
Cost of Issuance acct #360758						JP Morgan Prime MM Premier
Reserve Cash Acct #360760						
Reserve Acct. #360760	45,620.68			45,620.68	2.31	JP Morgan Prime MM Premier
Required Rerserve Act # 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
Torrance RDA (Downtown) 98A (matures Sept. 1, 2028)						
Interest / Debt Service Acct # 428478	6,257.42			6,257.42	1.56	Fidelity Treas Money Market
Reserve Acct # 428469	586,890.00	586,890.00		586,890.00	2.050	AIM Prime Money Market

CASH AND INVESTMENTS HELD BY FISCAL AGENT

FOR PERIOD ENDING

June 30, 2008

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)						
Costs of Issuance / Interest Acct # 428529	11,047.89			11,047.89	1.56	Fidelity US Trsy Port III
Reserve Acct # 428517	1,037,984.75			1,037,984.75	2.05	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	117.60			117.60	1.57	Fidelity US Trsy Port III
Reserve acct # 428882	1,300,480.00	1,300,480.00	0.00	1,300,480.00	5.980	AMBAC Investment Agmnt **
TOTAL: ALL CASH & INVESTMENTS	**10,029,334.37**			**10,019,334.88**		

**** 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

June 30, 2008

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
108,663,469.29	2,087,080.51	7,269,691.75	584,096.03	(142,805.29)	(2,666.33)		(1,404,361.85)	(7,289,691.75)	**(1)1,781,191.94**	109,764,812.36

Investment Type	Book Value	Market Value
Fixed Funds (GCF)	698,778.64	698,778.64
Variable Funds	59,130,964.54	59,130,964.54
Stable Value Fund	48,757,452.91	48,757,452.91
Sef-Direct	1,177,616.27	1,177,616.27
1) Outstanding Loan	1,781,191.94	1,781,191.94
Totals	111,546,004.30	111,546,004.30

(1) Participant Loan Outstanding Balance included in Total Assets

457PLAN B

RECURRENT/PART-TIME/TEMPORARY EMPLOYEES

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Ending Balance
1,908,084.67	77,987.16	37,014.51	8,660.38	(3,138.58)	0.00	0.00	(81,059.04)	(37,014.51)	1,910,534.59

Investment Type	Book Value	Market Value
Variable Funds	74,618.43	74,618.43
Fixed Funds	1,814,331.64	1,814,331.64
Gov't Guaranteed	21,584.52	21,524.52
Totals	1,910,534.59	1,910,474.59

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
4,352,174.01	99,856.00	262,961.87	20,957.17	4,931.37	(111.63)	0	(53,333.12)	(262,961.87)	(1) **25,379.52**	4,424,473.80

Investment Type	Book Value	Market Value
Fixed Funds	678.20	678.20
Variable Funds	2,598,196.75	2,598,196.75
Stable Value Fund	1,804,199.74	1,804,199.74
Self-direct fund	21,399.11	21,399.11
Outstanding Loans	25,379.52	25,379.52
Totals	4,449,853.32	4,449,853.32

(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
3,813,728.09	20,785.15	(97,901.12)	(4,518.71)	-322.31	3,731,771.10

Investment Type	Book Value	Market Value
Variable Funds	1,367,389.47	1,367,389.47
Stable Value Funds	2,364,381.63	2,364,381.63
Totals	3,731,771.10	3,731,771.10

III. CASH & INVESTMENT PORTFOLIO SHARE

CITY OF TORRANCE
CASH AND INVESTMENT PORTFOLIO SHARE (A)
AS OF JULY 31, 2008

	FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
N	General	50,052,717.50	48,388,101.08	27.32
R	Parks & Recr Facility & Open Space	3,565,123.12	3,446,556.88	1.95
R	State Gas Tax	7,011,572.77	6,778,387.05	3.83
R	Federal Housing, Community Dev	1,088,118.99	1,051,931.13	0.59
R	Street Lighting	320,600.69	309,938.39	0.17
R	Traffic Congestion Relief Act 2000 - AB2928	19,177.20	18,539.42	0.01
R	Proposition 1B	2,484,349.82	2,401,727.14	1.36
R	Police Asset Forfeiture	3,031,909.71	2,931,076.69	1.65
N	Government Cable	2,203,461.56	2,130,180.46	1.20
R	Local Return - Proposition C	6,126,901.28	5,923,137.31	3.34
R	Grants/Donations	(171,245.21)	(165,550.06) (B)	(0.09)
R	Citizens Options for Public Safety (COPS) Grant Funds - AB3229	357,324.83	345,441.18	0.20
R	Seismic Education Fund	51,453.83	49,742.62	0.03
R	Rehabilitation Housing	598,682.26	578,771.73	0.33
R	Police Inmate Welfare Fund	49,798.67	48,142.50	0.03
N	Capital Improvements	23,876,170.36	23,082,114.27	13.03
R	Vanpool/Rideshare Fund	324,513.72	313,721.28	0.18
R	Torrance Improvement Fund	5,782,177.25	5,589,877.86	3.16
R	Animal Control Fund	67,707.17	65,455.41	0.04
R	Redevelopment-Capital Proj	8,677,929.73	8,389,325.54	4.74
R	Redevelopment Debt Service	2,322,577.63	2,245,335.05	1.27
N	DNA Sampling Fund	11,171.53	10,800.00	0.01
N	Airport Fund	7,242,752.51	7,001,878.38	3.95
N	Transit Operations	2,581,637.05	2,495,778.87	1.41
R	Development Impact Fund	734,610.01	710,178.89	0.40
N	Water Operations	9,155,587.49	8,851,097.70	5.00
N	Emergency Medical Service Enterprise Fund	14,143.12	13,672.76	0.01
N	Sanitation Operations	3,395,951.48	3,283,011.43	1.85
N	Cultural Arts Enterprise	251,387.80	243,027.33	0.14
N	Sewer Enterprise Fund	10,911,043.12	10,548,171.68	5.95
N	Parks & Recr Enterprise Fund	321,890.37	311,185.18	0.18
N	Self Insurance Fund	8,148,775.19	7,877,769.23	4.45
N	Fleet Services	12,871,019.31	12,442,964.43	7.02
R	Postemployment/Compensated Absences Fund	6,719,407.16	6,495,938.07	3.67
R	Trust & Agency	3,031,733.41	2,930,906.25	1.65
	TOTAL	**183,232,132.44**	**177,138,333.13**	**100.00**

R = Restricted Funds
N = Non-Restricted Funds

(A) The difference between the Share of Investments total of $183,232,132.44 and the Pooled Cash and Investments total of $177,138,333.13 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)

(B) A-020 Median Landscaping-Hawthorne (Del Amo) has a negative cash balance of $551,330. Reimbursement request in the amount of $208,097 was sent on 8/25/08.

CITY OF TORRANCE
CASH AND INVESTMENT RECONCILIATION
AS OF JULY 31, 2008

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		**183,232,132.44**
CASH AND INVESTMENTS PER BOOKS		**177,138,333.13**
CASH IN BANKS:		
Cash in B of A General Account		($689,311.35)
Cash in B of A Payroll Account		0.00
OUTSTANDING WARRANTS:		
General Account	1,721,667.44	
Payroll Account	117,658.25	
Workers Compensation Account	120,661.76	
Housing Account	281,364.82	2,241,352.27
Miscellaneous outstanding adjusting journal entries		1,691,302.56
Payroll for PE 8/2/08 posted on 8/2/08 and paid on 8/8/08		2,850,455.83
INVESTMENTS PER BOOKS		**$183,232,132.44**