

Council Meeting of
December 9, 2008

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

Members of Council:

SUBJECT: Accept and file Investment Reports for October 2008

RECOMMENDATION

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

FUNDING

Not applicable

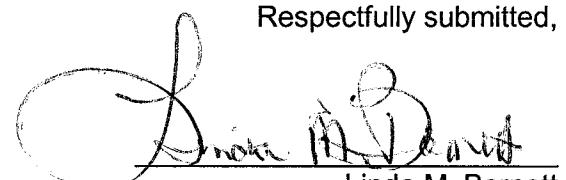
BACKGROUND

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 October 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

CITY OF TORRANCE**MONTHLY INVESTMENT PORTFOLIO REPORT
For the Month of October 2008**Table of Contents

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**City of Torrance
Investment Portfolio Highlights
For October 2008**

RETURN

	<u>Current Month</u>	<u>Previous Month</u>
Average City Portfolio YTM	4.105	4.104
Average U.S. Treasury Constant Maturity	1.800	2.000
LAIF Average Monthly Return	2.709	2.774
Average City Portfolio YTM - 1 year prior	4.777	4.750

INTEREST INCOME

	<u>Current Period</u>	<u>Prior Year</u>
Fiscal year to date	2,632,118	3,286,988
Current month	599,512	643,272

MATURITY

	<u>Current Month</u>	<u>Prior Month</u>
Average Maturity (days)	1069	1,051
Average Maturity 1 Year Prior (days)	632	604
Weighted Average Maturity (years)	2.93	2.88

VOLUMES

	<u>Total \$ Volume</u>	<u># of Transactions</u>
Purchases	11,025,782	8
Maturities	15,076,782	11

Transactions include 6 deposits to and 7 withdrawals from LAIF, 0 purchases and 0 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 1,2008</u>	<u>Purchase/Redempt. Of Principal</u>	<u>Change in Market Value</u>	<u>Ending Investment Value as of October 31, 2008</u>
Federal Agency (coup)	117,807,309	3,888,201	-318,319	121,377,191
Treasury Securities	9,181,240	-3,000,000	15,490	6,196,730
Medium Term Notes	25,558,720	-2,953,080	-921,093	21,684,547
Municipal Bonds	1,309,154	-123,706	0	1,185,448
SUB-TOTAL PER GASB 31	153,856,423	-2,188,585	-1,223,922	150,443,916
<u>Non-GASB securities</u>				
LAIF	48,200,000	-28,550,000	0	19,650,000
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	200,000	0	200,000
Commercial paper	0	983,890	1,870	985,760
TOTAL PORTFOLIO	208,056,423	-35,573,399	-1,203,348	171,279,676

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

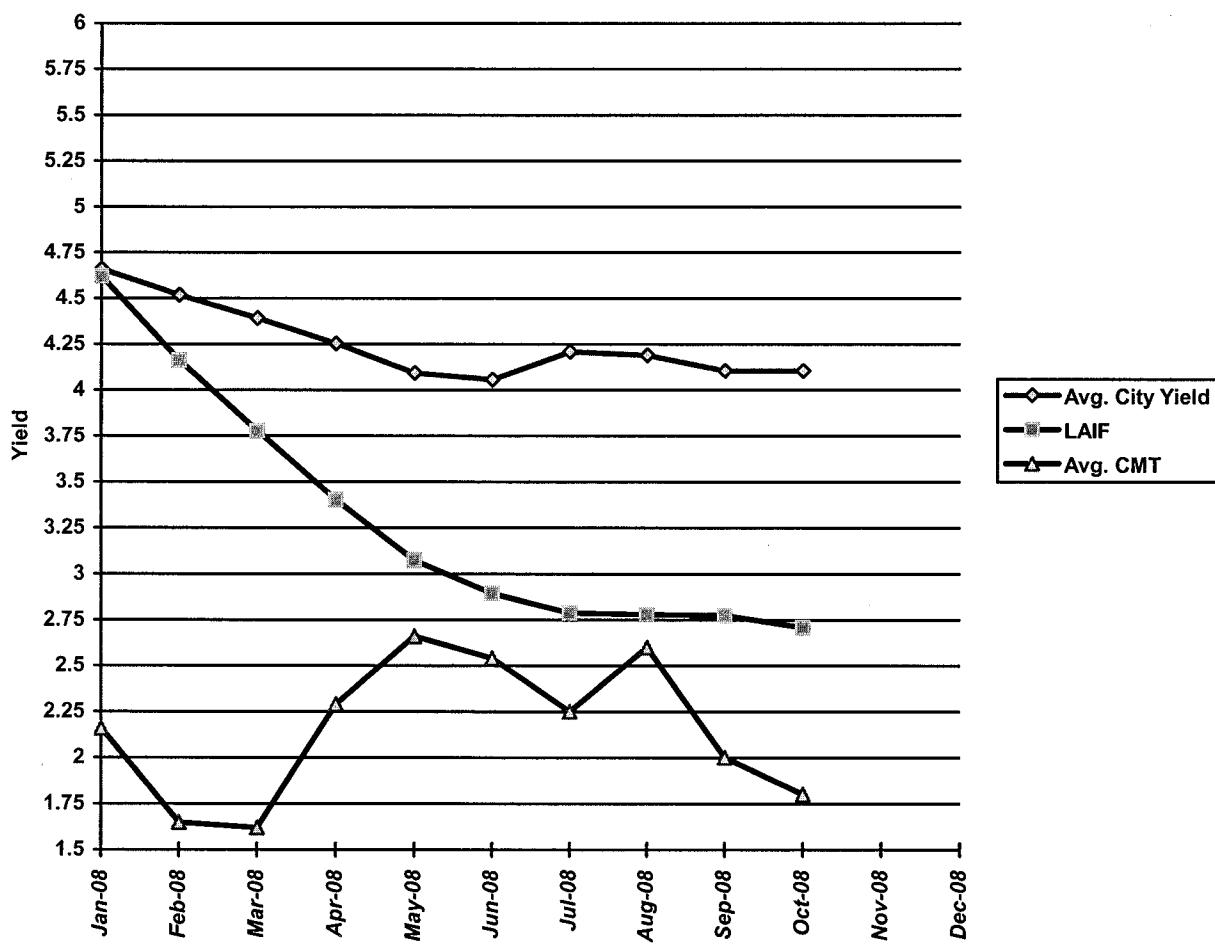
CITY OF TORRANCE

City Treasurer's Office

*Monthly Investment Report Summary
For the month of October 2008*

I. Return

17.20% of the portfolio is invested at one-year maturity or less as of October 31, 2008. The City Average yield on the portfolio was 4.105% compared to 1.800% for the U.S. Treasury at Constant Maturity (CMT) of 36 months. The portfolio performed above the benchmark as of October 31, 2008 by 231 basis points.



II. Volumes

The investment activity for August included 0 deposits and 0 redemption in the Union Bank of California money market account.

III. Diversification of Investments

The activity in the month of October consisted of 3 purchases totaling \$4.2 million with an average yield to maturity of 3.87% and 1 redemption, and 3 calls for a total of \$4.0 million with an average yield to maturity of 5.106%. The activity in the LAIF Account consisted of 6 deposits for a total of \$6.6 million and 7 withdrawals for a total of \$10.9 million. The portfolio decreased by \$4.1 million.

<u>Asset Category</u>	<u>October</u>	<u>September</u>
1. LAIF	11.38	13.53
2. Certificate of Deposit	.12	.00
3. Money Market Sweep	0.00	0.00
4. Federal Agency Issues(coup)	70.60	68.42
5. Federal Agency Issues(disc)	0.00	0.00
6. Treasury Securities	3.46	3.95
7. Treasury Securities(disc)	0.00	0.00
8. Medium Term Notes	13.18	12.87
9. Municipal Bonds	.69	.67
10. Commercial Paper(disc)	<u>0.57</u>	<u>0.56</u>
	100.00%	100.00%

IV. Maturity

As of October 31, 2008, the current maturity allocation is 26.67% of the portfolio invested between the 6 month to 3-year maturity levels. 14.90% 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 \$25.90 million available for expenditures.

<u>As of Maturity</u>	<u>October</u>	<u>September</u>
0 to 6 months	14.90%	18.13%
6 months to 1 year	2.30%	2.27%
1 to 2 years	10.45%	8.63%
2 to 3 years	13.92%	13.76%
3 to 4 years	23.91%	21.38%
4 to 5 years	32.80%	35.26%
5 years and after	<u>1.72%</u>	<u>.57%</u>
	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 October 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	19,650,000	11.38	**	1	1	N/A	2.709
Money Market Sweep Account	00	0.00		1	1		2.220
Federal Agency Issues – Coupon	121,910,725	70.60	75	1,571	1,339	5 years	4.147
Farmer Mac	00	.00	30	00	00	5 years	.000
Federal Farm Credit Bank	53,036,627	30.68	30	447	478	5 years	4.998
Federal Home Loan Bank	52,878,790	30.67	30	435	462	5 years	4.230
Federal Home Loan Mortgage Corp.	6,995,308	4.02	30	235	242	5 years	6.710
Federal National Mortgage Assoc.	9,000,000	5.23	30	804	879	5 years	3.814
Treasury Securities – Coupon	5,978,209	3.46	100	1,027	398	5 years	4.817
Medium Term Notes	22,748,052	13.18	20	1,202	760	5 years	4.741
Municipal Bond Issue	1,185,448	.69		3,848	1,338	N/A	7.999
Federal Agency Disc	00	.00				5 years	.000
Commercial Paper Disc-Amort	988,480	.57		179	128	5 years	3.293
Treasury Discount-Amort	00	.00					.000
Certificate of Deposits-Disc	200,000	.12					3.300
Total Investments & Averages	172,660,915	100.00		1,331	1,069		4.105
Pending Redemptions							
Accrued Interest at Purchase	26,924						
Total Cash & Purchase Interest	26,924						
Total Cash & Investments	172,687,838						

Portfolio Notes:

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

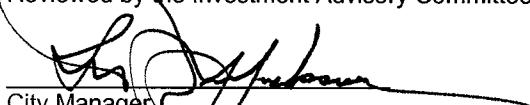
General LAIF account = \$12,700,000

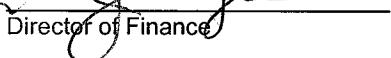
RDA LAIF account = \$ 6,950,000

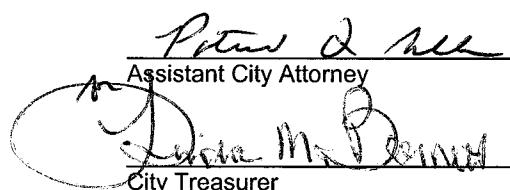
I certify that this report accurately reflects all pooled investments and is in conformity with the City of Torrance Investment Policy Statement adopted by Res. 07-110 on December 4, 2007. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet six month's estimated expenditures.


 Linda M. Barnett Date
 Linda M. Barnett
 City Treasurer

Reviewed by the Investment Advisory Committee


 City Manager


 Director of Finance


 Peter D. Lee
 Assistant City Attorney

 Linda M. Barnett
 City Treasurer

**City of Torrance
Portfolio Management
Activity Summary**

October 2007 through October 2008

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360	365 Equivalent					
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
August	2008	121	179,060,067.82	4.132	4.189	2.779	3	13	1,326	1,079
September	2008	116	174,777,539.06	4.048	4.104	2.774	3	8	1,295	1,051
October	2008	115	173,786,048.44	4.050	4.106	2.709	3	4	1,331	1,069
	Average	125	182,132,967.08	4.311%	4.371%	3.683	7	8	1,175	857

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
(I) PURCHASES*											
10778 Stone & Young		10/07/2008 FFCB	AAA/Aaa	09/17/2012	1416	3.990%	4.003%	2,000,000	1,999,000	1,999,071	
10779 Stone & Young		10/15/2008 FFCB	AAA/Aaa	10/15/2013	1809	4.250%	4.250%	2,000,000	2,000,000	1,953,760	
10780 Preferred Bank		10/22/2008 Preferred Bank		03/23/2009	142	3.300%	3.346%	200,000	200,000	200,000	
											\$4,152,831
											\$4,199,000
											\$4,200,000

\$4,152,831

Weighted Average Yield

3.866%

invest no.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
(II) MATURITIES**										
10619 Citigroup		10/02/2006 FHILB	AAA/Aaa	10/02/2008	5.150%	5.142%	1,000,000	1,000,000	1,000,000	
10633 Citigroup		10/16/2007 FHILB	AAA/Aaa	10/16/2008	5.250%	5.236%	1,000,000	1,000,000	1,000,000	
10634 Dean Witter		10/27/2006 FHILB	AAA/Aaa	10/27/2008	5.200%	5.193%	1,000,000	1,000,000	1,000,000	
10627 Dean Witter		10/31/2006 USTN	AAA/Aaa	10/31/2008	4.875%	4.853%	1,000,000	1,000,000	1,000,000	
										\$4,000,000
										\$4,000,000
										\$4,000,000

\$4,000,000

Weighted Average Yield

5.106%

* 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) LIAF TRANSACTIONS

DEALER	DESCRIPTION	BEGIN BAL.	RATE	YIELD	DEPOSITS	WITHDRAWALS	INTEREST	END BAL.
- State of California -	Local Agency Pool	12,683,611	2.709%	2.709%	6,650,000	10,900,000	123,424	8,433,611
	City Tran Acct	4,266,389	2.709%	2.709%				4,266,389
	RDA	6,950,000	2.709%	2.709%				6,950,000
		\$23,900,000						\$19,650,000

**City of Torrance
Portfolio Management
Interest Earnings Summary
October 31, 2008**

	October 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	544,300.00	2,341,525.47
Plus Accrued Interest at End of Period	1,586,750.66	1,586,750.66
Less Accrued Interest at Beginning of Period	(1,587,129.04)	(1,690,974.34)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	<hr/> 543,921.62	<hr/> 2,237,301.79
Adjusted by Premiums and Discounts	8,782.35	34,675.02
Adjusted by Capital Gains or Losses	0.00	78,029.28
Earnings during Periods	<hr/> 552,703.97	<hr/> 2,350,006.09
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	<hr/> 0.00	<hr/> 0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	<hr/> 0.00	<hr/> 0.00
Cash/Checking Accounts:		
Interest Collected	176,493.04	561,556.04
Plus Accrued Interest at End of Period	518,734.35	518,734.35
Less Accrued Interest at Beginning of Period	(648,419.54)	(798,178.01)
Interest Earned during Period	<hr/> 46,807.85	<hr/> 282,112.38
Total Interest Earned during Period	<hr/> 590,729.47	<hr/> 2,519,414.17
Total Adjustments from Premiums and Discounts	<hr/> 8,782.35	<hr/> 34,675.02
Total Capital Gains or Losses	<hr/> 0.00	<hr/> 78,029.28
Total Earnings during Period	<hr/> 599,511.82	<hr/> 2,632,118.47

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**City of Torrance
Portfolio Management
Portfolio Details - Investments**
October 31, 2008

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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
Local Agency Investment Funds												
SYS10000	10000	Local Agency Invest Fund GEN'L	6,372,749.98		6,372,749.98	6,372,749.98	2,709	2,709		2,709	1	
SYS10001	10001	Local Agency Invest. Fund RDA	6,950,000.00		6,950,000.00	6,950,000.00	2,709	2,709		2,709	1	
SYS1000a	1000A	LAIF - TRANS FUNDS	6,327,250.02		6,327,250.02	6,327,250.02	2,709	2,709		2,709	1	
		Subtotal and Average	19,882,354.39			19,650,000.00				19,650,000.00		2,709
Cert. of Deposit - Collateralized												
SYS10780	10780	PREFERRED BANK	10/22/2008		200,000.00	200,000.00	200,000.00	3,300		3,300	142	03/23/2009
		Subtotal and Average	64,516.13			200,000.00				200,000.00		3,300
Money Market Sweep Account												
SYS10131	10131	Bank of America	0.00		0.00	0.00	0.00			4,620	Aa2	4,620
SYS1000	1000	Union Bank of California	0.00		0.00	0.00	0.00			0.017	0.017	1
		Subtotal and Average	0.00			0.00				0.00		0
Federal Agency Issues - Coupon												
31331VVF7	10600	FEDERAL FARM CREDIT BANK	05/04/2006		1,000,000.00	1,013,440.00	1,000,000.00	5,250	Aaa	5,250	184	05/04/2009
31331XMQ2	10640	FEDERAL FARM CREDIT BANK	01/26/2007		1,000,000.00	1,025,940.00	1,000,000.00	5,000	Aaa	5,002	571	05/26/2010
31331XT36	10678	FEDERAL FARM CREDIT BANK	08/01/2007		1,000,000.00	1,046,250.00	1,000,000.00	5,250	Aaa	5,250	1,369	08/01/2012
31331XZ24	10688	FEDERAL FARM CREDIT BANK	09/14/2007		1,000,000.00	1,020,000.00	1,000,000.00	5,250	Aaa	5,250	1,413	09/14/2012
31331YGL8	10704	FEDERAL FARM CREDIT BANK	12/05/2007		1,000,000.00	1,001,560.00	1,000,000.00	4,875	Aaa	4,875	1,495	12/05/2012
31331YHR4	10706	FEDERAL FARM CREDIT BANK	12/14/2007		1,000,000.00	1,003,130.00	1,000,000.00	4,400	Aaa	4,400	1,504	12/14/2012
31331YKW9	10708	FEDERAL FARM CREDIT BANK	12/28/2007		1,000,000.00	1,009,380.00	1,000,000.00	4,250	Aaa	4,250	1,152	12/28/2011
31331YPL8	10710	FEDERAL FARM CREDIT BANK	01/24/2008		1,000,000.00	1,002,190.00	1,000,000.00	3,750	Aaa	3,750	814	01/24/2011
31331YQP8	10716	FEDERAL FARM CREDIT BANK	01/25/2008		2,500,000.00	2,457,825.00	2,516,250.00	3,800	Aaa	3,657	1,546	01/25/2013
31331YQQ6	10717	FEDERAL FARM CREDIT BANK	01/30/2008		3,500,000.00	3,504,375.00	3,522,750.00	3,850	Aaa	3,674	1,185	01/30/2012
31331YRA0	10718	FEDERAL FARM CREDIT BANK	02/04/2008		1,000,000.00	993,750.00	1,000,000.00	3,200	Aaa	3,200	825	02/04/2011
31331YRD4	10719	FEDERAL FARM CREDIT BANK	02/06/2008		1,000,000.00	997,500.00	1,000,000.00	3,625	Aaa	3,625	1,192	02/06/2012
31331YQP8	10721	FEDERAL FARM CREDIT BANK	02/04/2008		1,000,000.00	983,130.00	1,000,000.00	3,800	Aaa	3,800	1,546	01/25/2013
31331YSB7	10723	FEDERAL FARM CREDIT BANK	02/01/2008		1,000,000.00	976,880.00	1,000,000.00	3,790	Aaa	3,790	1,553	02/01/2013
31331YTS9	10726	FEDERAL FARM CREDIT BANK	02/11/2008		2,000,000.00	1,961,260.00	2,000,000.00	3,750	Aaa	3,750	1,563	02/11/2013
31331YXJ4	10734	FEDERAL FARM CREDIT BANK	03/11/2008		2,000,000.00	1,971,260.00	2,000,000.00	3,950	Aaa	3,950	1,591	03/11/2013
31331YA83	10739	FEDERAL FARM CREDIT BANK	04/03/2008		1,000,000.00	962,810.00	1,000,000.00	3,980	Aaa	3,980	1,614	04/03/2013
31331YA83	10741	FEDERAL FARM CREDIT BANK	04/03/2008		3,000,000.00	2,888,430.00	3,000,000.00	3,980	Aaa	3,980	1,614	04/03/2013
31331YYJ6	10744	FEDERAL FARM CREDIT BANK	04/18/2008		2,000,000.00	1,975,620.00	1,998,515.07	4,000	Aaa	4,045	1,577	02/25/2013
31331YN63	10756	FEDERAL FARM CREDIT BANK	05/15/2008		1,000,000.00	998,750.00	1,000,000.00	3,800	Aaa	3,800	1,291	05/15/2012
31331YT26	10757	FEDERAL FARM CREDIT BANK	06/02/2008		2,000,000.00	1,995,000.00	1,999,710.37	3,620	Aaa	3,627	943	06/02/2011

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

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CUSIP	Federal Agency Issues - Coupon	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
31331YT42	10758		FEDERAL FARM CREDIT BANK	06/03/2008	1,000,000.00	993,130.00	1,000,000.00	4.240	Aaa	4.240	1,675	06/03/2013	
31331Y2G4	10768		FEDERAL FARM CREDIT BANK	07/01/2008	1,000,000.00	1,011,560.00	1,000,000.00	4.850	Aaa	4.850	1,703	07/01/2013	
31331Y4A5	10771		FEDERAL FARM CREDIT BANK	07/28/2008	1,000,000.00	1,003,750.00	1,000,000.00	3.875	Aaa	3.875	999	07/28/2011	
31331Y6E5	10772		FEDERAL FARM CREDIT BANK	08/13/2008	1,000,000.00	1,002,810.00	1,000,000.00	4.750	Aaa	4.750	1,746	08/13/2013	
31331Y3F5	10773		FEDERAL FARM CREDIT BANK	08/14/2008	5,000,000.00	5,018,750.00	5,006,138.97	4.750	Aaa	4.712	1,717	07/15/2013	
31331Y6T2	10774		FEDERAL FARM CREDIT BANK	08/20/2008	5,000,000.00	5,001,550.00	5,000,000.00	4.500	Aaa	4.500	1,388	08/20/2012	
31331GCf4	10776		FEDERAL FARM CREDIT BANK	08/23/2008	1,000,000.00	990,310.00	1,000,339.19	3.125	Aaa	3.113	1,056	09/23/2011	
31331GBS7	10777		FEDERAL FARM CREDIT BANK	08/30/2008	3,000,000.00	2,993,853.03	3,100	Aaa	3.219	685	09/17/2010		
31331GBT5	10778		FEDERAL FARM CREDIT BANK	10/07/2008	2,000,000.00	1,999,070.59	3,980	Aaa	4.003	1,416	09/17/2012		
31331GDF3	10779		FEDERAL FARM CREDIT BANK	10/15/2008	2,000,000.00	1,993,760.00	2,000,000.00	4.250	Aaa	4.250	1,809	10/15/2013	
3133XFHS8	10599		FEDERAL HOME LOAN BANK	05/19/2006	1,000,000.00	1,013,130.00	1,000,000.00	5.520	Aaa	5.520	929	05/19/2011	
3133XJPZ5	10639		FEDERAL HOME LOAN BANK	01/26/2007	1,000,000.00	1,006,250.00	1,000,000.00	5.200	Aaa	5.200	632	07/26/2010	
3133XJUD8	10646		FEDERAL HOME LOAN BANK	02/09/2007	1,000,000.00	1,007,190.00	1,000,000.00	5.500	Aaa	5.500	1,195	02/09/2012	
3133XXKF75	10651		FEDERAL HOME LOAN BANK	04/20/2007	1,000,000.00	1,009,380.00	1,000,000.00	5.050	Aaa	5.050	900	04/20/2011	
3133XXKPE9	10656		FEDERAL HOME LOAN BANK	05/04/2007	1,000,000.00	1,000,000.00	1,000,000.00	5.125	Aaa	5.125	914	05/04/2011	
3133XXKQ65	10658		FEDERAL HOME LOAN BANK	05/15/2007	1,000,000.00	1,014,380.00	1,000,000.00	5.200	Aaa	5.200	1,291	05/15/2012	
3133XXKEY9	10662		FEDERAL HOME LOAN BANK	05/25/2007	1,000,000.00	1,030,630.00	1,000,000.00	5.200	Aaa	5.200	1,301	05/25/2012	
3133XLVX8	10679		FEDERAL HOME LOAN BANK	08/06/2007	500,000.00	510,155.00	500,000.00	5.400	Aaa	5.400	1,374	08/06/2012	
3133XLWB5	10680		FEDERAL HOME LOAN BANK	08/14/2007	500,000.00	510,625.00	500,000.00	5.460	Aaa	5.460	1,382	08/14/2012	
3133XM3S8	10684		FEDERAL HOME LOAN BANK	08/27/2007	1,000,000.00	1,030,630.00	1,000,000.00	5.125	Aaa	5.125	1,395	08/27/2012	
3133XMG39	10691		FEDERAL HOME LOAN BANK	10/09/2007	2,000,000.00	2,038,120.00	2,000,000.00	5.100	Aaa	5.100	1,438	10/09/2012	
3133XMP28	10696		FEDERAL HOME LOAN BANK	10/22/2007	2,000,000.00	2,040,000.00	2,000,000.00	5.150	Aaa	5.150	1,451	10/22/2012	
3133XNJA8	10701		FEDERAL HOME LOAN BANK	12/17/2007	1,000,000.00	998,060.00	1,000,000.00	4.550	Aaa	4.550	1,507	12/17/2012	
3133XNHs1	10702		FEDERAL HOME LOAN BANK	12/03/2007	885,000.00	894,445.10	885,000.00	4.520	Aaa	4.520	1,493	12/03/2012	
3133XNYV5	10712		FEDERAL HOME LOAN BANK	01/22/2008	1,000,000.00	991,560.00	1,000,000.00	4.050	Aaa	4.050	1,543	01/22/2013	
3133XPB29	10724		FEDERAL HOME LOAN BANK	02/13/2008	1,000,000.00	975,310.00	993,337.04	3.850	Aaa	4.006	1,565	02/13/2013	
3133XPFF90	10725		FEDERAL HOME LOAN BANK	02/05/2008	1,000,000.00	978,130.00	1,000,000.00	3.660	Aaa	3.660	1,557	02/05/2013	
3133XPMS0	10727		FEDERAL HOME LOAN BANK	02/25/2008	1,000,000.00	980,000.00	1,000,000.00	3.750	Aaa	3.750	1,577	02/25/2013	
3133XPMT8	10728		FEDERAL HOME LOAN BANK	02/27/2008	1,000,000.00	983,750.00	1,000,000.00	3.875	Aaa	3.875	1,579	02/27/2013	
3133XPXP4	10731		FEDERAL HOME LOAN BANK	02/27/2008	2,000,000.00	2,003,120.00	2,000,000.00	3.800	Aaa	3.800	1,213	02/27/2012	
3133XPY73	10732		FEDERAL HOME LOAN BANK	02/27/2008	2,000,000.00	1,986,880.00	1,999,355.56	4.250	Aaa	4.272	1,579	02/27/2013	
3133XPY24	10733		FEDERAL HOME LOAN BANK	03/13/2008	1,000,000.00	1,002,500.00	999,367.50	3.950	Aaa	3.950	1,228	03/13/2012	
3133XQCL4	10735		FEDERAL HOME LOAN BANK	03/26/2008	2,750,000.00	2,688,977.50	2,750,000.00	3.720	Aaa	3.720	1,606	03/26/2013	
3133XQEH1	10736		FEDERAL HOME LOAN BANK	03/18/2008	1,000,000.00	987,500.00	999,853.24	4.000	Aaa	4.006	1,598	03/18/2013	
3133XQZ6	10738		FEDERAL HOME LOAN BANK	04/16/2008	2,000,000.00	1,930,620.00	1,999,708.33	3.750	Aaa	3.754	1,627	04/16/2013	
3133XQKA9	10740		FEDERAL HOME LOAN BANK	04/02/2008	1,000,000.00	991,250.00	1,000,000.00	4.150	Aaa	4.150	1,613	04/02/2013	

Portfolio CITY

AP

PM (PRF_Pm2) SymRep 6.41.202b

**City of Torrance
Portfolio Management
Portfolio Details - Investments**
October 31, 2008

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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												
3133XQJA1	10742	FEDERAL HOME LOAN BANK	04/15/2008	2,000,000.00	1,951,880.00	2,000,000.00	3,700		Aaa	3.700	1,626	04/15/2013
3133XQVY5	10746	FEDERAL HOME LOAN BANK	05/13/2008	2,000,000.00	1,980,000.00	1,989,616.67	4,125		Aaa	4,131	1,654	05/13/2013
3133XQWWD0	10747	FEDERAL HOME LOAN BANK	05/08/2008	1,500,000.00	1,503,285.00	1,498,948.13	3,700		Aaa	3,742	1,102	11/08/2011
3133XQWX6	10748	FEDERAL HOME LOAN BANK	05/07/2008	1,500,000.00	1,498,535.00	1,500,000.00	3,760		Aaa	3,760	1,283	05/07/2012
3133XQYL0	10750	FEDERAL HOME LOAN BANK	05/19/2008	1,000,000.00	1,001,880.00	1,000,000.00	3,720		Aaa	3,721	1,203	02/17/2012
3133XQZB8	10751	FEDERAL HOME LOAN BANK	05/14/2008	1,000,000.00	995,630.00	1,000,000.00	3,625		Aaa	3,625	1,290	05/14/2012
3133XQRG72	10753	FEDERAL HOME LOAN BANK	05/21/2008	2,000,000.00	2,001,880.00	2,000,000.00	3,500		Aaa	3,500	937	05/27/2011
3133XRTE4	10755	FEDERAL HOME LOAN BANK	05/28/2008	1,000,000.00	998,380.00	1,000,000.00	3,560		Aaa	3,560	938	05/28/2011
3133XRCRCH1	10759	FEDERAL HOME LOAN BANK	06/12/2008	2,000,000.00	2,002,500.00	1,988,772.22	4,000		Aaa	4,027	1,319	06/12/2012
3133XRFD7	10761	FEDERAL HOME LOAN BANK	06/11/2008	1,000,000.00	1,006,880.00	1,000,000.00	4,250		Aaa	4,250	1,318	06/11/2012
3133XRFU9	10762	FEDERAL HOME LOAN BANK	06/17/2008	2,245,000.00	2,251,308.45	2,244,831.21	3,800		Aaa	3,804	958	06/17/2011
3133XRKU3	10764	FEDERAL HOME LOAN BANK	06/25/2008	1,000,000.00	1,013,130.00	1,000,000.00	4,350		Aaa	4,350	1,332	06/25/2012
3133XRNW6	10767	FEDERAL HOME LOAN BANK	07/14/2008	1,000,000.00	1,006,880.00	1,000,000.00	4,250		Aaa	4,250	985	07/14/2011
3133XRSS1	10770	FEDERAL HOME LOAN BANK	07/22/2008	2,000,000.00	2,010,620.00	2,000,000.00	4,020		Aaa	4,020	993	07/22/2011
3138XF67	10722	FEDERAL HOME LOAN MORTGAGE CO	02/05/2008	2,000,000.00	1,956,780.00	2,000,000.00	4,000		Aaa	4,000	1,557	02/05/2013
3138XF7V1	10737	FEDERAL HOME LOAN MORTGAGE CO	04/01/2008	1,000,000.00	984,120.00	989,791.67	3,900		Aaa	3,911	1,612	04/01/2013
3138XTLX0	10745	FEDERAL HOME LOAN MORTGAGE CO	04/29/2008	2,000,000.00	1,963,900.00	1,985,516.67	3,920		Aaa	3,987	1,840	04/29/2013
3138XTSAS3	10754	FEDERAL HOME LOAN MORTGAGE CO	05/28/2008	1,000,000.00	986,060.00	1,000,000.00	4,400		Aaa	4,400	1,669	05/28/2013
3138XTFG32	10763	FEDERAL HOME LOAN MORTGAGE CO	06/30/2008	1,000,000.00	1,007,890.00	1,000,000.00	4,050		Aaa	4,050	789	12/30/2010
3136FBN92	10720	FEDERAL NATIONAL MORT ASSOC	01/29/2008	2,000,000.00	1,951,260.00	2,000,000.00	3,625		Aaa	3,625	1,550	01/29/2013
3136FBS3X1	10730	FEDERAL NATIONAL MORT ASSOC	02/22/2008	2,000,000.00	1,981,260.00	2,000,000.00	4,125		Aaa	4,248	1,574	02/22/2013
3136FGMV2	10749	FEDERAL NATIONAL MORT ASSOC	05/05/2008	1,000,000.00	995,940.00	1,000,000.00	3,250		Aaa	3,250	915	05/05/2011
3136FGNE9	10752	FEDERAL NATIONAL MORT ASSOC	05/14/2008	1,000,000.00	993,700.00	1,000,000.00	4,000		Aaa	4,000	1,655	05/14/2013
3136FGWQ2	10765	FEDERAL NATIONAL MORT ASSOC	07/02/2008	1,000,000.00	1,007,810.00	1,000,000.00	4,000		Aaa	4,000	608	07/02/2010
3136FGWQ2	10766	FEDERAL NATIONAL MORT ASSOC	07/02/2008	1,000,000.00	1,007,810.00	1,000,000.00	4,000		Aaa	4,000	608	07/02/2010
3136FGXY4	10769	FEDERAL NATIONAL MORT ASSOC	07/14/2008	1,000,000.00	1,002,810.00	1,000,000.00	4,050		Aaa	4,050	804	01/14/2011
Subtotal and Average			6,702,825.53		121,880,000.00	121,377,261.64		121,910,725.46		4,147	1,339	
Treasury Securities - Coupon												
912828DZ0	10579	U.S. TREASURY NOTE	07/25/2005	1,000,000.00	1,042,660.00	997,221.57	3,875		Aaa	4,057	621	07/15/2010
912828GP9	10664	U.S. TREASURY NOTE	05/23/2007	2,000,000.00	2,033,440.00	1,997,060.38	4,500		Aaa	4,814	180	04/30/2009
912828GR5	10669	U.S. TREASURY NOTE	06/08/2007	1,000,000.00	1,047,580.00	992,817.16	4,500		Aaa	5,008	560	05/15/2010
912828GG9	10671	U.S. TREASURY NOTE	06/15/2007	1,000,000.00	1,040,940.00	995,702.13	4,750		Aaa	5,109	471	02/15/2010
912828FX3	10672	U.S. TREASURY NOTE	06/15/2007	1,000,000.00	1,032,110.00	995,408.27	4,625		Aaa	5,100	379	11/15/2009
										4,817	398	

**City of Torrance
Portfolio Management
Portfolio Details - Investments**
October 31, 2008

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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
Medium Term Notes												
060505BH6	10596	Bank of America	04/13/2006	1,000,000.00	986,460.00	994,980.53	3.375	Aa2	5.230	108	02/17/2009	
060505AR5	10699	Bank of America	11/02/2007	990,000.00	923,719.50	990,094.47	4.875	Aa2	4.871	1,414	09/15/2012	
084664AF8	10709	Berkshire Hathaway	01/15/2008	1,000,000.00	1,012,420.00	1,010,994.32	4.200	Aaa	3.648	774	12/15/2010	
084664AD3	10714	Berkshire Hathaway	01/18/2008	1,000,000.00	957,410.00	1,014,085.57	4.625	Aaa	4.300	1,809	10/15/2013	
19416QCH1	10692	Colgate-Palmolive Co.	10/01/2007	500,000.00	500,015.00	500,046.52	5.580	Aa3	4.880	5	11/06/2008	
36962GK78	10703	General Electric Capital Corp	12/03/2007	1,000,000.00	963,140.00	997,278.40	4.250	Aaa	4.404	681	09/13/2010	
36966RV94	10729	General Electric Capital Corp	02/14/2008	2,000,000.00	1,788,040.00	2,000,000.00	4.000	Aaa	4.000	1,201	02/15/2012	
36966RY39	10760	General Electric Capital Corp	05/30/2008	2,000,000.00	1,814,740.00	2,000,000.00	4.150	Aaa	4.150	1,291	05/15/2012	
38143UBE0	10660	Goldman Sachs	05/14/2007	1,210,000.00	1,141,622.90	1,200,090.50	4.500	Aa3	5.050	591	06/15/2010	
38141GBU7	10743	Goldman Sachs	04/18/2008	1,000,000.00	945,190.00	1,050,957.62	6.600	Aa3	4.840	1,170	01/15/2012	
40429CCX8	10632	Household Finance Co	11/20/2006	1,000,000.00	920,180.00	1,001,528.67	5.250	Aa3	5.110	804	01/14/2011	
40429XB39	10694	Household Finance Co	10/12/2007	1,000,000.00	955,850.00	1,000,000.00	5,000	Aa3	5.000	713	10/15/2010	
40429XC95	10700	Household Finance Co	11/29/2007	1,000,000.00	958,350.00	1,000,000.00	5,050	Aa3	5.050	744	11/15/2010	
59018YYV0	10630	MERRILL LYNCH	11/17/2006	1,000,000.00	921,750.00	995,843.13	4.790	A2	5.050	641	08/04/2010	
59018YSK8	10643	MERRILL LYNCH	01/30/2007	2,000,000.00	1,985,580.00	1,995,845.50	4.125	A2	5.200	75	01/15/2009	
64052WAE3	10697	New York Life Global	11/02/2007	1,000,000.00	992,850.00	999,871.51	4.625	Aaa	4.630	653	08/16/2010	
90327QCQ0	10670	USAA Capital Corp	06/12/2007	2,000,000.00	1,998,040.00	1,983,822.10	4.640	Aa1	5.420	409	12/15/2009	
94S746NB3	10715	Wells Fargo Co	01/23/2008	1,000,000.00	998,640.00	1,017,943.64	4.875	Aa1	4.000	802	01/12/2011	
98153BAE4	10604	World Savings Bank	06/05/2006	1,000,000.00	920,560.00	994,869.21	4.500	Aa3	5.440	226	06/15/2009	
		Subtotal and Average	2,000,000.00		22,700,000.00	21,684,547.40		22,748,051.69		4,741	760	
Municipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001 T Alloc Ref Bd	12/18/2001	1,185,448.08	1,185,448.08	1,185,448.08	8,000		7,999	1,338	07/01/2012	
		Subtotal and Average	1,185,448.08		1,185,448.08	1,185,448.08			7,999	1,338		
Commercial Paper Disc. -Amortizing												
61745AQ93	10775	Morgan Stanley & Co. Inc.	09/11/2008	1,000,000.00	985,760.00	988,480.00	3,240		3,293	128	03/09/2009	
		Subtotal and Average	987,130.00		1,000,000.00	985,760.00			3,293	128		
		Total and Average	32,813,065.92		172,625,448.08	171,279,747.12		172,630,914.74		4,105	1,069	

**City of Torrance
Portfolio Management
Portfolio Details - Cash
October 31, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity
Average Balance	0.00	Accrued Interest at Purchase			26,923.60	26,923.60	26,923.60			0	
		Subtotal			26,923.60	26,923.60	26,923.60				
Total Cash and Investments	173,786,048.44		172,625,448.08		171,306,670.72	172,687,838.34		4.105		1,069	

II. RESTRICTED FUNDS

Reports Appear Quarterly

CITY OF TORRANCE DEFERRED COMPENSATION ACCOUNTS
Quarter Ending

September 30, 2008

457PLAN A
PERMANENT BENEFITS

Participant Account Summary

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Outstanding Loans	Ending Balance
103,764,812.36	1,876,342.96	5,962,179.48	532,394.53	(7,408,954.05)	(5,020.48)		(1,387,086.68)	(5,942,179.48)	(1),1953,800.81	103,392,488.64
Investment Type	Book Value	Market Value								
Fixed Funds (GCF)	632,216.90	652,216.90								
Variable Funds	50,621,857.89	50,621,857.89								
Stable Value Fund	50,599,192.66	50,599,192.66								
Self-Direct	1,520,021.19	1,520,021.19								
Outstanding Loan	1,953,800.81	1,953,800.81								
Totals	105,347,089.45	105,347,089.45								

(1) Participant Loan Outstanding Balance included in Total Assets

457PLAN B
ACQUISITION PARTNERSHIP BENEFAITS

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Hardship	Payouts	Acct. Transfers Out	Outstanding Loans	Ending Balance
1,910,534.59	85,944.67	44,072.16	8,928.07	(5,388.97)	0.00	0.00	(83,854.31)	(44,072.16)		1,916,164.05
Investment Type	Book Value	Market Value								
Variable Funds	97,883.33	97,883.33								
Fixed Funds	1,795,728.51	1,795,728.51								
Govt Guaranteed	22,552.21	22,542.97								
Totals	1,916,164.05	1,916,154.81								

(1) Outstanding Loan Balance included in Total Assets

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
4,424,473.80	87,651.56	210,197.10	21,562.95	(332,168.54)	(377.58)	0	(33,813.83)	(210,197.10)	(1)	23,109.89
Investment Type	Book Value	Market Value								
Fixed Funds	683.18	683.18								
Variable Funds	2,283,629.62	2,283,629.62								
Stable Value Fund	1,863,974.08	1,863,974.08								
Self-Direct Fund	19,041.48	19,041.48								
Outstanding Loans	23,109.89	23,109.89								
Totals	4,190,438.25	4,190,438.25								

(1) Outstanding Loan Balance included in Total Assets

RETIREMENT HEALTH SAVINGS PLAN (RHSP)
MANAGEMENT, POLICE, FIRE, MSC

Beginning Balance	Contributions	Distributions	Fees	Gain/Loss	Ending Balance
3,731,771.10	34,738.97	(94,804.69)	(4,429.26)	-95,433.04	3,571,843.08
Investment Type	Book Value	Market Value			
Variable Funds	1,268,858.98	1,268,858.98			
Stable Value Funds	2,302,984.10	2,302,984.10			
Totals	3,571,843.08	3,571,843.08			

CASH AND INVESTMENTS HELD BY FISCAL AGENT
FOR PERIOD ENDING
September 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
<i>City of Torrance 2004A&B COP Refunding - #3060645 (Maturity - June 1, 2024 & June 1, 2034)</i>						
Construction Fund Acct #360646	3,143,992.28			3,143,992.28	1.22	Dreyfus Inst'l Res Treasury
	71,844.65			71,844.35	1.21	Dreyfus Inst'l Res Treasury
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						
Lease Paymnt Fund Acct # 360648	1,447.24			1,447.24	1.21	Dreyfus Inst'l Res Treasury

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	108.59				108.59	1.60
Acq & Constr Fund Acct # 428587						
Reserve Acct # 428590						
Reserve Acct # 428590	553,085.00	553,085.00		553,085.00	5.61	AlG Investment Agmt 5.61% due 11/28/28 ** /

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	87.31				87.31	2.30
Cost of Issuance acct #360758						
Reserve Cash Acct #360760						
Reserve Acct. #360760	56,801.76			56,801.76	2.29	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	1,755.30				1,755.30	1.59
Reserve Acct # 428469	586,890.00	586,890.00		586,890.00	2.050	Fidelity Treas Money Market
						AIM Prime Money Market

CASH AND INVESTMENTS HELD BY FISCAL AGENT
FOR PERIOD ENDING
September 30, 2008

Bank	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance RDA (Industrial) 98B (matures Sept. 1, 2028)</i>						
Costs of Issuance / Interest Acct # 428529	3,089.15					
Reserve Acct # 428517	1,037,984.75					
Reserve Acct # 428517	1,037,985.00					

Bank	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance RDA (Industrial) 99C (matures Sept. 1, 2028)</i>						
Interest Acct # 428877	94.06					
Reserve acct # 428882	1,300,480.00	1,300,480.00		0.00	1,300,480.00	5.980
TOTAL: ALL CASH & INVESTMENTS	10,039,873.09			10,039,873.33		

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** 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.

III. CASH & INVESTMENT PORTFOLIO SHARE

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

	FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
N	General	43,447,951.06	42,986,285.40	25.16
R	Parks & Recr Facility & Open Space	3,546,420.62	3,508,737.36	2.05
R	State Gas Tax	7,710,588.77	7,628,658.23	4.47
R	Federal Housing, Community Dev	1,037,530.57	1,026,506.06	0.60
R	Street Lighting	48,582.38	48,066.16	0.03
R	Traffic Congestion Relief Act 2000 - AB2928	387,378.84	383,262.66	0.22
R	Proposition 1B	2,468,679.76	2,442,448.27	1.43
R	Police Asset Forfeiture	3,120,923.82	3,087,761.76	1.81
N	Government Cable	2,142,047.96	2,119,287.16	1.24
R	Local Return - Proposition C	6,161,335.80	6,095,867.19	3.57
R	Grants/Donations	(147,660.01)	(146,091.02) (B)	(0.09)
R	Citizens Options for Public Safety (COPS) Grant Funds - AB3229	256,546.34	253,820.35	0.15
R	Seismic Education Fund	50,896.97	50,356.15	0.03
R	Rehabilitation Housing	594,387.52	588,071.73	0.34
R	Police Inmate Welfare Fund	51,114.50	50,571.37	0.03
N	Capital Improvements	22,982,011.09	22,737,810.73	13.31
R	Vanpool/Rideshare Fund	313,435.84	310,105.36	0.18
R	Torrance Improvement Fund	5,480,295.39	5,422,063.32	3.17
R	Animal Control Fund	23,752.56	23,500.17	0.01
R	Redevelopment-Capital Proj	8,599,640.68	8,508,263.33	4.98
R	Redevelopment Debt Service	267,359.95	264,519.06	0.15
N	DNA Sampling Fund	10,915.99	10,800.00	0.01
N	Airport Fund	6,784,589.72	6,712,498.58	3.93
N	Transit Operations	3,094,010.44	3,061,134.36	1.79
R	Development Impact Fund	727,127.38	719,401.13	0.42
N	Water Operations	6,825,164.45	6,752,642.18	3.95
N	Emergency Medical Service Enterprise Fund	9,123.26	9,026.32	0.01
N	Sanitation Operations	3,282,352.51	3,247,475.16	1.90
N	Cultural Arts Enterprise	404,893.46	400,591.18	0.23
N	Sewer Enterprise Fund	10,948,401.44	10,832,066.82	6.34
N	Parks & Recr Enterprise Fund	(59,085.01)	(58,457.19) (C)	(0.03)
N	Self Insurance Fund	8,438,046.51	8,348,386.21	4.89
N	Fleet Services	13,610,354.47	13,465,734.69	7.88
R	Postemployment/Compensated Absences Fund	7,000,702.97	6,926,315.48	4.05
R	Trust & Agency	3,041,096.72	3,008,782.88	1.76
TOTAL		172,660,914.74	170,826,268.60	100.00

R = Restricted Funds

N = Non-Restricted Funds

- (A) The difference between the Share of Investments total of \$172,660,914.74 and the Pooled Cash and Investments total of \$170,826,268.60 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 \$509,321. Invoice for \$443,561 was submitted to Caltrans for reimbursement on Oct. 13, 2008.
- (C) Revenue for the winter session for approximately \$300,000 is expected to be collected during the registration period from 11/18/08 through 12/2/08.

**CITY OF TORRANCE
CASH AND INVESTMENT RECONCILIATION
AS OF OCTOBER 31, 2008**

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)	172,660,914.74
CASH AND INVESTMENTS PER BOOKS	170,826,268.60
CASH IN BANKS:	
Cash in B of A General Account	(\$1,437,255.79)
Cash in B of A Payroll Account	0.00
OUTSTANDING WARRANTS:	
General Account	1,043,359.96
Payroll Account	313,291.26
Workers Compensation Account	126,124.86
Housing Account	<u>252,236.56</u> 1,735,012.64
Miscellaneous outstanding adjusting journal entries	9,568.86
Payroll for PE 11/8/08 posted on 10/31/08 and paid on 11/14/08	1,527,320.43
INVESTMENTS PER BOOKS	\$172,660,914.74