Council Meeting of
September 13, 2011

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

Members of Council:

SUBJECT: Accept and file July 2011 monthly investment report.

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the monthly investment report for July 2011.

FUNDING

Not applicable

BACKGROUND

On January 4, 2011, Your Honorable Body, through passage of Resolution 2011-04, 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 July 2011.

Investment Committee Note

The Investment Committee, made up of the Finance Director, City Manager, 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,

Dana Cortez
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
July 31, 2011

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Investment Report
July 2011

Investment Portfolio Highlights

RETURN	Current Month	Previous Month
Average City Portfolio YTM	1.758%	1.432%
Average U.S. Treasury Constant	0.360%	0.450%
LAIF Average Monthly Return	0.381%	0.448%
Average City Portfolio YTM - 1 year	1.990%	2.134%

INTEREST INCOME	Current Period	Prior Year
Fiscal year to date	$219,097	$262,289
Current month	$219,097	$262,289

MATURITY	Current Month	Prior Month
Average Maturity (days)	1105	783
Average Maturity 1 Year Prior	872	943
Weighted Average Maturity (years)	3.03	2.15

VOLUMES	Total $ Volume	# of Transactions
Purchases	$78,120,530	16
Maturities	$90,719,711	5

Portfolio Activity Summary

Month End	Year	Number of Securities	Average Balance	Yield to Maturity	Yield to Maturity 365	Managed Pool Rate	Inv Purchased	Inv Redeemed	Average Term	Average Days to Mat
July	2010	95	159,759,174.07	1.963	1.990	0.531%	3	4	1,084	872
August	2010	90	156,005,742.59	1.804	1.829	0.513%	3	9	1,014	803
September	2010	93	152,517,311.30	1.834	1.859	0.500%	6	3	1,073	843
October	2010	97	149,927,484.87	1.745	1.769	0.480%	10	6	1,073	837
November	2010	103	148,449,326.74	1.742	1.766	0.454%	10	4	1,141	883
December	2010	105	147,425,111.17	1.722	1.745	0.462%	6	4	1,159	909
January	2011	104	153,975,753.83	1.612	1.634	0.538%	4	5	1,070	834
February	2011	110	165,317,959.66	1.708	1.731	0.512%	11	6	1,172	934
March	2011	107	165,669,229.23	1.662	1.685	0.500%	7	10	1,157	914
April	2011	105	167,983,955.20	1.539	1.56	0.588%	2	4	1,055	830
May	2011	106	177,136,223.90	1.445	1.465	0.413%	6	5	1,013	786
June	2011	102	182,987,408.39	1.413	1.432	0.448%	6	10	1,000	783
July	2011	113	159,086,446.05	1.734	1.758	0.381%	16	5	1,362	1105
	Average	102	160,423,368.31	1.686%	1.710%	0.487%	7	6	1,105	871

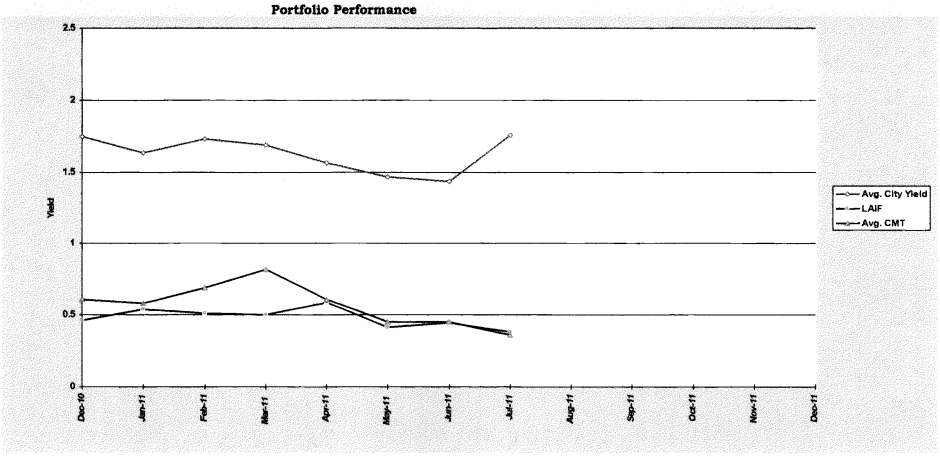
Portfolio Activity Detail

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS HELD/ DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
PURCHASES											
10965	Dean Witter	7/6/2011	FNMA	AAA/Aaa	7/6/2016	1801	2.075%	2.075%	2,000,000	2,000,000	2,012,600
10967	Vinning Sparks	7/15/2011	FNMA	AAA/Aaa	7/15/2016	1810	2.000%	2.000%	3,000,000	3,000,000	3,024,810
10970	Citigroup Smith/Barney	7/26/2011	FHLMC	AAA/Aaa	7/26/2016	1821	2.000%	2.311%	3,000,000	3,000,000	3,008,790
10971	Vinning Sparks	7/6/2011	FAMCA	AAA/Aaa	7/6/2016	1801	2.250%	2.250%	2,000,000	2,000,000	2,016,120
10973	Vinning Sparks	7/15/2011	FHLB	AAA/Aaa	10/25/2013	816	1.150%	0.929%	400,000	401,874	402,324
10974	Vinning Sparks	7/15/2011	FNMA	AAA/Aaa	11/29/2013	851	1.000%	0.916%	750,000	751,301	751,298
10975	Vinning Sparks	7/15/2011	FNMA	AAA/Aaa	7/26/2013	725	0.850%	0.788%	800,000	800,834	800,928
10976	Higgins Capital	7/18/2011	FFCB	AAA/Aaa	7/18/2014	1082	1.050%	1.050%	2,000,000	2,000,000	1,994,060
10977	Great Pacific Securities	7/26/2011	FHLMC	AAA/Aaa	7/26/2013	725	0.400%	0.699%	2,000,000	2,000,000	1,996,780
10978	Citigroup Smith/Barney	7/27/2011	FNMA	AAA/Aaa	7/27/2016	1822	2.000%	2.000%	2,000,000	2,000,000	2,000,520
10979	Higgins Capital	7/27/2011	FNMA	AAA/Aaa	7/27/2015	1456	1.550%	1.550%	1,000,000	1,000,000	1,005,430
10980	Higgins Capital	7/20/2011	FFCB	AAA/Aaa	7/20/2016	1815	2.100%	2.100%	2,000,000	2,000,000	1,997,880
10981	Higgins Capital	7/26/2011	FFCB	AAA/Aaa	1/26/2015	1274	1.340%	1.340%	2,000,000	2,000,000	1,999,740
10982	Citigroup Smith/Barney	7/29/2011	FNMA	AAA/Aaa	7/27/2016	1822	1.250%	2.422%	2,000,000	2,000,000	2,003,760
10983	Citigroup Smith/Barney	7/27/2011	FHLB	AAA/Aaa	7/27/2016	1822	1.250%	2.406%	2,000,000	2,000,000	2,002,560
10984	Vinning Sparks	7/27/2011	FAMCA	AAA/Aaa	7/27/2016	1822	2.000%	2.011%	1,000,000	999,500	999,501
								1.250%	27,950,000	27,953,509	28,017,101
MATURITIES/CALLS											
10423		12/18/2001	COT	AAA/Aaa	7/1/2012	365/365	8.000%	7.997%	156,527	156,527	156,527
10903	Citigroup Smith/Barney	10/21/2010	FHLMC	AAA/Aaa	10/21/2013	273/1096	1.125%	1.128%	1,000,000	1,000,000	1,000,000
10815	Stone & Youngberg	7/28/2009	FNMA	AAA/Aaa	7/28/2014	730/1826	3.000%	3.007%	2,000,000	2,000,000	2,000,000
10896	Higgins Capital	7/28/2010	FNMA	AAA/Aaa	7/28/2015	365/1826	1.500%	3.000%	1,000,000	1,000,000	1,000,000
10937	Great Pacific Securities	2/4/2011	FHLMC	AAA/Aaa	1/28/2016	174/1819	2.500%	1.500%	2,000,000	2,000,000	2,000,000
								2.582%	6,156,527	6,156,527	6,156,527

State of California	Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest	Ending Balance
Local Agency Pool							
City	9,000,000	0.381%	0.381%	45,039,777	49,939,777		4,100,000
Redevelopment Agency	7,000,000	0.381%	0.381%	8,247	8,247		7,000,000
TRANS Repayment	34,000,000	0.381%	0.381%		34,000,000		0
	$ 50,000,000						$ 11,100,000

Investment Report
July 2011

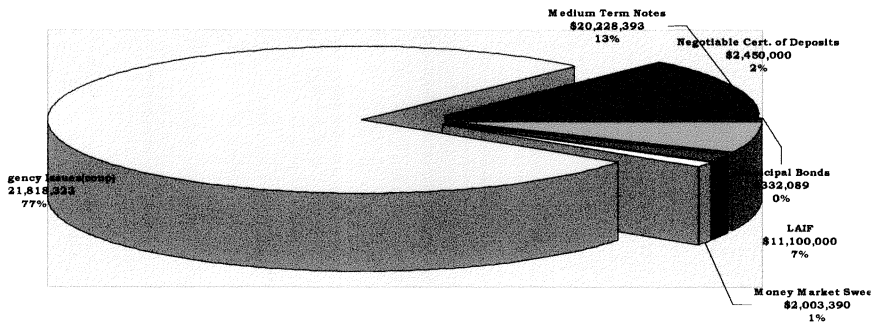
Portfolio Performance

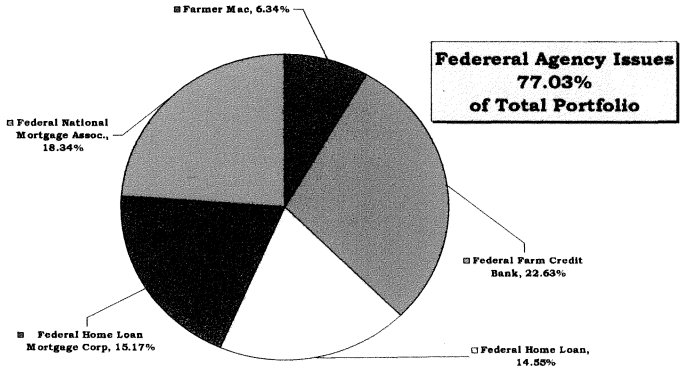


Interest Earnings Summary

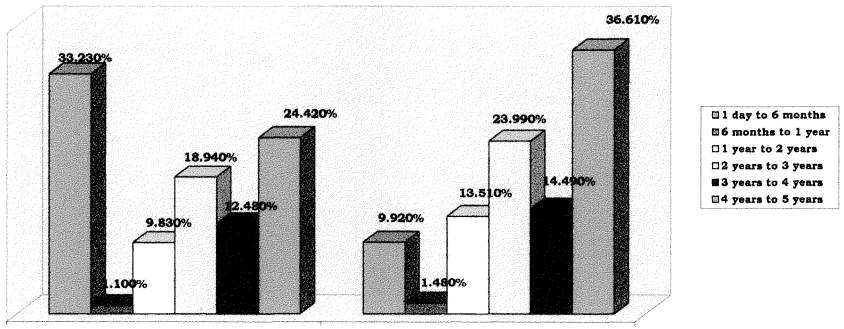
CD/Coupon/Discount Investments:	Month Ending	July 30	Fiscal Year End
Interest Collected		172,194	172,194
Plus Accrued Interest at		685,352	662,152
Less Accrued Interest at		-630,331	-607,131
Interest Earned	**$**	**227,215**	**$ 227,215**
Adjusted by Premium		-17,052	-17,052
Adjusted by Capital		-	-
Earnings during	**$**	**210,163**	**$ 210,163**
Cash/Checking Accounts:			
Interest Collected		39,854	39,854
Plus Accrued Interest at		56,450	56,450
Less Accrued Interest at		-87,371	-87,371
Interest Earned	**$**	**8,934**	**$ 8,934**
Total Interest Earned		**236,149**	**236,149**
Total Adjustments from Premiums and Discounts		**-17,052**	**-17,052**
Total Capital Gains or		-	-
Total Earnings this Period		**$219,097**	**$219,097**

Portfolio Diversification

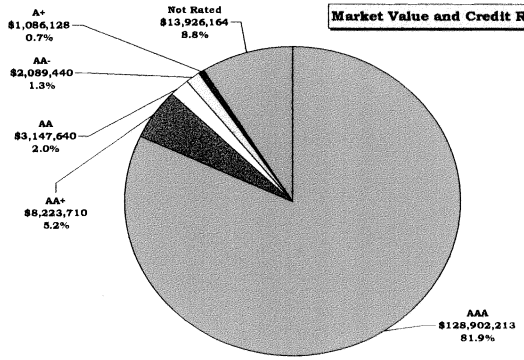




Portfolio Maturity Distribution



Market Value and Credit Rating Report



Investment Report
July 2011

Portfolio Summary

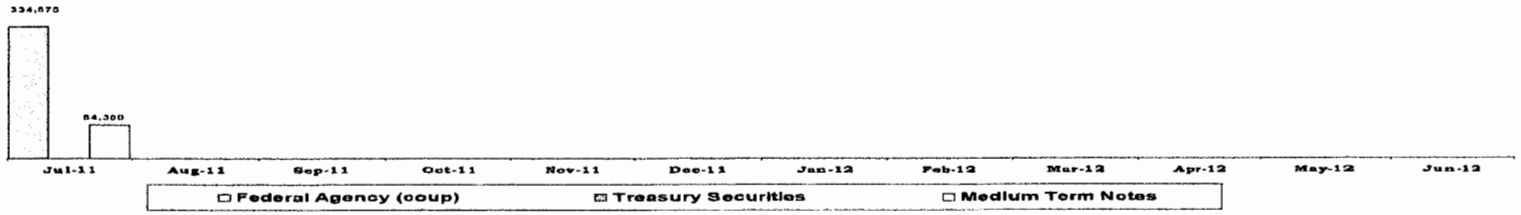
	Book Value	% of Portfolio	% per Policy	Duration	Days to Maturity		Current Yield
Local Agency Investment Fund	11,100,000	7.03%	**	1	1	N/A	0.381%
Certificates of Deposit – Collateralized	0	0		180	0	5 years	0.000%
Negotiable CDs	2,450,000	1.55%		1,023	356	5 years	2.145%
Money Market Sweep Account	2,003,390	1.27%		1	1		0.010%
Federal Agency Issues – Coupons	121,818,323	77.13%	75%	1,532	1,296	5 years	1.867%
Farmer Mac	9,999,501	6.34%	30%	1,267	1330	5 years	1.556%
Federal Farm Credit Bank	35,645,168	22.63%	30%	1,159	1,235	5 years	1.557%
Federal Home Loan Bank	22,946,426	14.55%	30%	1,030	1072	5 years	1.185%
Federal Home Loan Mortgage Corp.	24,081,432	15.17%	30%	1,337	1,397	5 years	1.474%
Federal National Mortgage Assoc.	29,145,797	18.37%	30%	1,366	1,450	5 years	1.565%
Treasury Securities – Coupons	0	0.00%	100%	0	0	5 years	0.000%
Medium Term Notes	20,228,393	12.81%	20%	1,219	776	5 years	1.878%
Municipal Bond Issues – Coupon	332,089	0.21%		3,848	335		7.999%
Total Investments & Averages	**157,932,194**	**100.00%**		**1,362**	**1105**		**1.758%**

Effective Rate of Return	**Month Ending**	**Fiscal YTD**
	1.62%	**0.13%**
Pending Redemptions	0	
Accrued Interest at Purchase	5,465	
Total Accrued Interest	5,465	
TOTAL CASH & INVESTMENTS	**157,937,659**	

VALUE OF PORTFOLIO PER GASB NO.31

GASB required securities	Beginning Investment Value as July 1, 2011	Purchase/Redemption of Principal	Change in Market Value	Ending Investment Value as of July 31, 2011
Federal Agency (coup)	100,435,380	21,946,848	334,575	122,716,803
Treasury Securities	0	0	0	0
Medium Term Notes	20,648,028	0	84,300	20,732,328
Municipal Bonds	488,616	-156,527	0	332,089
SUB-TOTAL PER GASB 31	**$121,572,024**	**$21,790,321**	**$418,875**	**$143,781,220**
Non-GASB				
LAIF	50,000,000	-38,900,000	0	11,100,000
Money Market	9,000,000	-6,996,610	0	2,003,390
Federal Agency –	0	0	0	0
Treasury Security –	0	0	0	0
Certificate of Deposits -Disc.	0	0	0	0
Negotiable Certificate Deposits	2,450,000	0	0	2,450,000
Commercial paper	0	0	0	0
TOTAL PORTFOLIO	**$183,022,024**	[illegible]	**$418,875**	**$159,334,610**

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.



Portfolio Notes:
**Maximum allowed by Investment Policy is $50 million per agency. General LAIF account = $ 3,500,000 RDA LAIF account = $ 6,600,000 TRANS payment = $17,000,000
I certify that this report accurately reflects all pooled investments and is in conformity with the city of Torrance Investment Policy Statement adopted by resolution 2011-04 on January 4, 2011. 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 months of estimated expenditures.
Reviewed by the Investment Advisory Committee:

Dana Cortes
City Treasurer

City Manager

City Attorney

Director of Finance

City Treasurer

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Local Agency Investment Funds												
SYS10000	10000	Local Agency Invest Fund GEN'L			4,100,000.00	4,100,000.00	4,100,000.00	0.381		0.381	1	
SYS10001	10001	Local Agency Invest. Fund RDA			7,000,000.00	7,000,000.00	7,000,000.00	0.381		0.381	1	
SYS1000a	1000A	LAIF - TRANS FUNDS		07/01/2010	0.00	0.00	0.00	0.381		0.381	1	
		Subtotal and Average	**23,454,838.71**		**11,100,000.00**	**11,100,000.00**	**11,100,000.00**			**0.381**	**1**	
Cert. of Deposit - Insured												
319180DA0	10839	First Bank Lexington Tennessee		12/16/2009	245,000.00	249,824.05	245,000.00	2.050		2.050	504	12/17/2012
02586TG32	10829	American Express Centurian		09/23/2009	245,000.00	246,533.70	245,000.00	1.800		1.800	53	09/23/2011
05568PSJ7	10832	BMW Bank of North America		09/23/2009	245,000.00	250,024.95	245,000.00	2.300		2.300	420	09/24/2012
149159GX7	10830	Cathay Bank		10/05/2009	245,000.00	246,592.50	245,000.00	1.750		1.750	65	10/05/2011
254670KW1	10831	Discover Bank		09/23/2009	245,000.00	249,312.00	245,000.00	2.050		2.050	420	09/24/2012
36159SJS1	10838	GE Money bank		12/11/2009	245,000.00	250,424.30	245,000.00	2.350		2.350	498	12/11/2012
46147ULM0	10824	Investors Community Bank		08/24/2009	245,000.00	249,753.00	245,000.00	2.250		2.250	389	08/24/2012
509685EA7	10823	Lake Forest B&T		08/26/2009	245,000.00	251,066.20	245,000.00	2.350		2.350	392	08/27/2012
59740JGR4	10833	MidFirst Bank		10/14/2009	245,000.00	250,277.30	245,000.00	2.350		2.350	441	10/15/2012
86789UBH1	10822	SunSouth Bank		08/18/2009	245,000.00	250,267.50	245,000.00	2.200		2.200	382	08/17/2012
		Subtotal and Average	**2,450,000.00**		**2,450,000.00**	**2,494,075.50**	**2,450,000.00**			**2.145**	**356**	
Money Market Sweep Account												
SYS10131	10131	Bank of America			0.00	0.00	0.00	0.450		0.450	1	
SYS1000	1000	Union Bank of California			2,003,389.82	2,003,389.82	2,003,389.82	0.010		0.010	1	
		Subtotal and Average	**3,483,382.32**		**2,003,389.82**	**2,003,389.82**	**2,003,389.82**			**0.010**	**1**	
Federal Agency Issues - Coupon												
31315PMT3	10930	Farmer Mac		12/30/2010	2,000,000.00	2,018,080.00	2,000,000.00	2.570	AAA	2.570	1,612	12/30/2015
31315PQN2	10936	Farmer Mac		02/03/2011	3,000,000.00	3,046,470.00	3,000,000.00	1.340	AAA	1.340	917	02/03/2014
31315PSU4	10951	Farmer Mac		03/14/2011	2,000,000.00	2,010,240.00	2,000,000.00	1.630	AAA	1.630	956	03/14/2014
31315PZA0	10971	Farmer Mac		07/06/2011	2,000,000.00	2,016,120.00	2,000,000.00	2.250		2.250	1,801	07/06/2016
31315PA25	10984	Farmer Mac		07/27/2011	1,000,000.00	1,009,100.00	999,501.11	2.000		2.011	1,822	07/27/2016
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,048,760.00	1,000,000.00	5.250	AAA	5.250	366	08/01/2012
31331GCF4	10776	FEDERAL FARM CREDIT BANK		09/23/2008	1,000,000.00	1,004,230.00	1,000,016.93	3.125	AAA	3.113	53	09/23/2011
31331GVD8	10800	FEDERAL FARM CREDIT BANK		05/08/2009	1,000,000.00	1,029,480.00	1,000,000.00	2.200	AAA	2.200	616	04/08/2013
31331G2J7	10835	FEDERAL FARM CREDIT BANK		10/27/2009	1,000,000.00	1,006,290.00	1,000,000.00	2.875	AAA	2.875	1,183	10/27/2014
31331JKA0	10870	FEDERAL FARM CREDIT BANK		04/09/2010	1,000,000.00	1,012,970.00	1,000,000.00	2.900	AAA	2.900	1,347	04/09/2015
31331XWW8	10879	FEDERAL FARM CREDIT BANK		05/05/2010	500,000.00	556,695.00	536,559.38	5.000	AAA	2.192	998	04/25/2014
31331JQD8	10893	FEDERAL FARM CREDIT BANK		06/08/2010	1,000,000.00	1,018,720.00	1,000,000.00	2.590	AAA	2.590	1,407	06/08/2015

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	1,007,130.00	1,000,000.00	1.150	AAA	1.150	1,162	10/06/2014
31331JQ89	10908	FEDERAL FARM CREDIT BANK		10/18/2010	1,000,000.00	1,001,120.00	1,000,000.00	1.000	AAA	1.000	809	10/18/2013
31331JX99	10916	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	1,000,080.00	1,000,000.00	1.230	AAA	1.230	1,191	11/04/2014
31331JZ48	10918	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	1,000,070.00	1,000,000.00	1.230	AAA	1.230	1,191	11/04/2014
31331J2R3	10922	FEDERAL FARM CREDIT BANK		11/19/2010	1,000,000.00	1,004,030.00	997,426.47	1.620	AAA	1.804	1,568	11/16/2015
31331J6P3	10931	FEDERAL FARM CREDIT BANK		12/28/2010	2,000,000.00	2,017,620.00	2,000,000.00	2.450	AAA	2.450	1,610	12/28/2015
31331J7E7	10933	FEDERAL FARM CREDIT BANK		01/11/2011	1,000,000.00	1,001,610.00	1,000,000.00	0.750	AAA	0.750	529	01/11/2013
31331KCF5	10941	FEDERAL FARM CREDIT BANK		02/16/2011	2,000,000.00	2,025,060.00	1,999,783.33	2.800	AAA	2.804	1,660	02/16/2016
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,033,600.00	1,000,000.00	2.030	AAA	2.030	1,296	02/17/2015
31331KDA5	10943	FEDERAL FARM CREDIT BANK		02/24/2011	2,000,000.00	2,012,160.00	2,000,000.00	1.700	AAA	1.700	938	02/24/2014
31331X2Q4	10947	FEDERAL FARM CREDIT BANK		03/01/2011	1,000,000.00	1,092,610.00	1,080,240.78	5.000	AAA	1.100	765	09/04/2013
31331J6X6	10952	FEDERAL FARM CREDIT BANK		03/29/2011	775,000.00	779,464.00	775,000.00	2.100	AAA	2.100	1,253	01/05/2015
31331KGH7	10953	FEDERAL FARM CREDIT BANK		03/30/2011	2,000,000.00	2,029,360.00	1,998,672.22	2.540	AAA	2.561	1,703	03/30/2016
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,304,500.00	2,234,266.67	4.950	AAA	2.280	1,705	04/01/2016
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,016,870.00	1,000,000.00	1.400	AAA	1.400	980	04/07/2014
31331J2P7	10962	FEDERAL FARM CREDIT BANK		05/27/2011	1,024,000.00	1,026,447.36	1,023,201.88	1.250	AAA	1.287	1,204	11/17/2014
31331KNY2	10963	FEDERAL FARM CREDIT BANK		06/15/2011	2,000,000.00	2,003,140.00	2,000,000.00	1.680	AAA	1.680	1,414	06/15/2015
31331KRV4	10976	FEDERAL FARM CREDIT BANK		07/18/2011	2,000,000.00	1,994,060.00	2,000,000.00	1.050		1.050	1,082	07/18/2014
31331KSE1	10980	FEDERAL FARM CREDIT BANK		07/20/2011	2,000,000.00	1,997,880.00	2,000,000.00	2.100		2.100	1,815	07/20/2016
31331KSK7	10981	FEDERAL FARM CREDIT BANK		07/26/2011	2,000,000.00	1,999,740.00	2,000,000.00	1.340		1.340	1,274	01/26/2015
3133XT6J0	10788	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,059,200.00	2,000,000.00	2.625	AAA	2.625	575	02/26/2013
3133XT6W1	10789	FEDERAL HOME LOAN BANK		02/27/2009	2,000,000.00	2,020,680.00	2,000,000.00	2.150	AAA	2.150	210	02/27/2012
3133XTA97	10790	FEDERAL HOME LOAN BANK		03/06/2009	1,000,000.00	1,001,850.00	1,000,000.00	2.100	AAA	2.100	36	09/06/2011
3133XUBA0	10817	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,017,710.00	1,000,000.00	2.150	AAA	2.150	1,094	07/30/2014
3133XUPB3	10827	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,018,490.00	1,000,000.00	2.125	AAA	2.125	1,130	09/04/2014
3133XWHJ1	10846	FEDERAL HOME LOAN BANK		12/28/2009	1,500,000.00	1,510,515.00	1,500,000.00	2.050	AAA	2.050	697	06/28/2013
3133XXPD3	10865	FEDERAL HOME LOAN BANK		03/26/2010	2,000,000.00	2,014,280.00	2,000,000.00	1.500	AAA	1.500	968	03/26/2014
3133XYKF1	10884	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,021,760.00	1,000,000.00	2.000	AAA	2.000	1,396	05/28/2015
3133XY6S9	10899	FEDERAL HOME LOAN BANK		08/26/2010	1,000,000.00	1,031,930.00	1,021,984.95	2.000	AAA	1.002	820	10/29/2013
313370TX6	10901	FEDERAL HOME LOAN BANK		09/23/2010	1,000,000.00	1,001,710.00	999,855.56	1.000	AAA	1.649	1,514	09/23/2015
313370WA2	10902	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,009,740.00	1,000,000.00	1.375	AAA	1.375	1,143	09/17/2014
313371CQ7	10912	FEDERAL HOME LOAN BANK		10/28/2010	1,000,000.00	997,480.00	1,000,000.00	1.000	AAA	1.010	1,549	10/28/2015
313371R32	10921	FEDERAL HOME LOAN BANK		11/24/2010	1,000,000.00	992,892.00	1,000,000.00	1.050	AAA	1.757	1,576	11/24/2015
313372NX8	10944	FEDERAL HOME LOAN BANK		02/28/2011	1,000,000.00	1,008,830.00	1,000,000.00	2.000	AAA	2.000	1,215	11/28/2014
313372W26	10950	FEDERAL HOME LOAN BANK		03/15/2011	1,000,000.00	1,033,390.00	1,000,000.00	2.500	AAA	2.500	1,688	03/15/2016
313373RC8	10956	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,013,850.00	1,002,524.52	1.250	AAA	1.164	1,094	07/30/2014
313374DV9	10969	FEDERAL HOME LOAN BANK		06/28/2011	1,000,000.00	1,025,920.00	1,020,186.11	2.500	AAA	2.045	1,793	06/28/2016

City of Torrance
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
313373E99	10973	FEDERAL HOME LOAN BANK		07/15/2011	400,000.00	402,324.00	401,874.40	1.150		0.929	816	10/25/2013
313374V72	10983	FEDERAL HOME LOAN BANK		07/27/2011	2,000,000.00	2,002,560.00	2,000,000.00	1.250		2.406	1,822	07/27/2016
3134G1WH3	10909	FEDERAL HOME LOAN MORTGAGE CO		10/28/2010	1,000,000.00	1,001,520.00	1,000,000.00	1.200	AAA	1.200	1,001	04/28/2014
3128X1CS4	10915	FEDERAL HOME LOAN MORTGAGE CO		10/27/2010	1,000,000.00	1,092,830.00	1,087,405.84	4.580	AAA	0.730	841	11/19/2013
3134G1XV1	10917	FEDERAL HOME LOAN MORTGAGE CO		11/16/2010	1,000,000.00	1,000,610.00	1,000,000.00	1.700	AAA	1.710	1,568	11/16/2015
3134G1XX7	10919	FEDERAL HOME LOAN MORTGAGE CO		11/09/2010	1,000,000.00	1,000,220.00	1,000,000.00	1.000	AAA	1.744	1,561	11/09/2015
3134G1YF5	10920	FEDERAL HOME LOAN MORTGAGE CO		11/17/2010	1,000,000.00	1,000,720.00	1,000,000.00	1.750	AAA	1.834	1,569	11/17/2015
3134G1ZU1	10923	FEDERAL HOME LOAN MORTGAGE CO		11/23/2010	2,000,000.00	2,002,100.00	1,997,511.11	1.750	AAA	1.834	1,575	11/23/2015
3134G1ZU1	10926	FEDERAL HOME LOAN MORTGAGE CO		12/10/2010	2,000,000.00	2,002,100.00	1,997,551.02	1.750	AAA	1.829	1,575	11/23/2015
3134G17A6	10949	FEDERAL HOME LOAN MORTGAGE CO		03/23/2011	1,000,000.00	1,007,530.00	1,000,000.00	1.750	AAA	1.750	1,149	09/23/2014
3134G2HE5	10957	FEDERAL HOME LOAN MORTGAGE CO		05/23/2011	2,000,000.00	2,004,640.00	1,999,875.56	1.250	AAA	1.253	1,026	05/23/2014
3134G2HC9	10958	FEDERAL HOME LOAN MORTGAGE CO		05/25/2011	2,000,000.00	2,006,100.00	2,000,000.00	1.500	AAA	1.500	1,212	11/25/2014
3134G2HL9	10959	FEDERAL HOME LOAN MORTGAGE CO		06/02/2011	1,000,000.00	1,000,660.00	1,000,000.00	1.375	AAA	1.375	1,036	06/02/2014
3134G2LB6	10964	FEDERAL HOME LOAN MORTGAGE CO		06/20/2011	2,000,000.00	2,007,180.00	2,000,000.00	2.050	AAA	2.050	1,785	06/20/2016
3134G2LW0	10966	FEDERAL HOME LOAN MORTGAGE CO		06/29/2011	2,000,000.00	2,011,620.00	1,999,088.89	2.000	AAA	2.011	1,794	06/29/2016
3134G2QH8	10970	FEDERAL HOME LOAN MORTGAGE CO		07/26/2011	3,000,000.00	3,008,790.00	3,000,000.00	2.000		2.311	1,821	07/26/2016
3134G2SQ6	10977	FEDERAL HOME LOAN MORTGAGE CO		07/26/2011	2,000,000.00	1,996,780.00	2,000,000.00	0.400		0.699	725	07/26/2013
3136FHPX7	10799	FEDERAL NATIONAL MORT ASSOC		05/14/2009	2,000,000.00	2,007,280.00	2,000,000.00	2.125	AAA	2.125	1,017	05/14/2014
3136FJ4C2	10856	FEDERAL NATIONAL MORT ASSOC		02/23/2010	1,000,000.00	1,007,820.00	1,000,000.00	2.000	AAA	2.000	753	08/23/2013
3136FPAM9	10897	FEDERAL NATIONAL MORT ASSOC		08/25/2010	1,000,000.00	1,000,140.00	1,000,000.00	1.000	AAA	1.743	1,120	08/25/2014
3136FPEG8	10900	FEDERAL NATIONAL MORT ASSOC		09/15/2010	1,600,000.00	1,602,560.00	1,600,000.00	1.375	AAA	1.994	1,506	09/15/2015
3136FPEE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	2,009,620.00	1,998,880.56	1.725	AAA	1.746	1,505	09/14/2015
3136FPGA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,005,610.00	1,000,000.00	1.000	AAA	1.000	781	09/20/2013
3136FPQG5	10910	FEDERAL NATIONAL MORT ASSOC		10/26/2010	1,000,000.00	1,001,160.00	1,000,000.00	0.850	AAA	0.850	725	07/26/2013
3136FPRB5	10914	FEDERAL NATIONAL MORT ASSOC		10/20/2010	1,000,000.00	1,004,920.00	1,000,000.00	1.000	AAA	1.897	1,541	10/20/2015
3135G0AS2	10946	FEDERAL NATIONAL MORT ASSOC		02/28/2011	1,000,000.00	1,000,670.00	1,000,000.00	1.500	AAA	1.500	939	02/25/2014
3136FP4R5	10948	FEDERAL NATIONAL MORT ASSOC		03/10/2011	2,000,000.00	2,019,600.00	1,997,223.97	2.375	AAA	2.429	1,640	01/27/2016
31398A4Y5	10961	FEDERAL NATIONAL MORT ASSOC		05/27/2011	2,000,000.00	1,996,180.00	1,997,557.60	1.550	AAA	1.600	1,548	10/27/2015
3136FRUE1	10965	FEDERAL NATIONAL MORT ASSOC		07/06/2011	2,000,000.00	2,012,600.00	2,000,000.00	2.075		2.075	1,801	07/06/2016
3136FRUP6	10967	FEDERAL NATIONAL MORT ASSOC		07/15/2011	3,000,000.00	3,024,810.00	3,000,000.00	2.000		2.000	1,810	07/15/2016
3136FRQW6	10968	FEDERAL NATIONAL MORT ASSOC		06/27/2011	2,000,000.00	2,009,680.00	2,000,000.00	2.000	AAA	2.000	1,792	06/27/2016
31398A6L1	10974	FEDERAL NATIONAL MORT ASSOC		07/15/2011	750,000.00	751,297.50	751,301.08	1.000		0.916	851	11/29/2013
3136FPQG5	10975	FEDERAL NATIONAL MORT ASSOC		07/15/2011	800,000.00	800,928.00	800,833.50	0.850	AAA	0.788	725	07/26/2013
3136FRE58	10978	FEDERAL NATIONAL MORT ASSOC		07/27/2011	2,000,000.00	2,000,520.00	2,000,000.00	2.000		2.000	1,822	07/27/2016
3136FRE41	10979	FEDERAL NATIONAL MORT ASSOC		07/27/2011	1,000,000.00	1,005,430.00	1,000,000.00	1.550		1.550	1,456	07/27/2015
3136FRJ46	10982	FEDERAL NATIONAL MORT ASSOC		07/29/2011	2,000,000.00	2,003,760.00	2,000,000.00	1.250		2.422	1,822	07/27/2016

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
		Subtotal and Average	**109,134,168.05**		**121,349,000.00**	**122,716,802.86**	**121,818,323.44**			**1.867**	**1,296**	
Medium Term Notes												
88579EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,079,000.00	1,063,365.12	4.375	AA-	1.200	745	08/15/2013
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,075,850.00	1,006,269.03	4.625	AA+	4.300	806	10/15/2013
084670AU2	10938	Berkshire Hathaway		02/08/2011	3,000,000.00	3,071,340.00	3,052,946.06	2.125	AA+	0.956	560	02/11/2013
17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,056,730.00	3,008,206.83	1.750	AAA	1.112	515	12/28/2012
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,086,128.40	1,078,892.53	0.750	A+	1.000	837	11/15/2013
36962G4H4	10913	General Electric		10/19/2010	1,000,000.00	1,025,870.00	1,023,682.35	2.800	AA+	1.125	526	01/08/2013
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,004,530.00	981,724.44	2.250	AA+	2.710	1,561	11/09/2015
36967HAY3	10812	General Electric Capital Corp		06/22/2009	2,000,000.00	2,066,380.00	2,008,199.31	2.625	AAA	2.320	515	12/28/2012
36962G4X9	10935	General Electric Capital Corp		01/10/2011	2,000,000.00	2,046,120.00	1,997,478.55	2.100	AA+	2.154	890	01/07/2014
594918AB0	10821	MicroSoft Corp		08/17/2009	1,000,000.00	1,062,300.00	1,000,000.00	2.950	AAA	2.949	1,035	06/01/2014
89233P4H6	10945	Toyota Motor Credit Corp		02/23/2011	1,000,000.00	1,010,440.00	1,001,693.88	1.375	AA-	1.290	742	08/12/2013
931142CN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,109,720.00	2,004,563.26	3.000	AA	2.902	917	02/03/2014
931142CT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,037,920.00	1,001,371.29	2.250	AA	2.213	1,437	07/08/2015
		Subtotal and Average	**20,231,968.45**		**20,085,000.00**	**20,732,328.40**	**20,228,392.65**			**1.878**	**776**	
Muncipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001TxAllocRef Bd		12/18/2001	332,088.52	332,088.52	332,088.52	8.000		7.999	335	07/01/2012
		Subtotal and Average	**332,088.52**		**332,088.52**	**332,088.52**	**332,088.52**			**7.999**	**335**	
		Total and Average	**159,086,446.05**		**157,319,478.34**	**159,378,685.10**	**157,932,194.43**			**1.758**	**1,105**	

City of Torrance
Portfolio Management
Portfolio Details - Cash
July 31, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		Average Balance	**0.00**	Accrued Interest at Purchase		5,464.58	5,464.58				**0**
				Subtotal		5,464.58	5,464.58				
	Total Cash and Investments		**159,086,446.05**		**157,319,478.34**	**159,384,149.68**	**157,937,659.01**			**1.758**	**1,105**

II. RESTRICTED FUNDS

Reports Appear Quarterly

III. CASH & INVESTMENT PORTFOLIO SHARE

City of Torrance
Investment Report
July 2011

CASH AND INVESTMENT PORTFOLIO SHARE (A)
AS OF JULY 31, 2011

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	35,620,134.69	35,211,273.04	22.55
Parks & Recr Facility & Open Space	4,132,743.22	4,085,306.00	2.62
State Gas Tax	9,132,836.06	9,028,005.84	5.78
Federal Housing, Community Dev	404,205.19	399,565.57	0.26
Street Lighting	-	-	0.00
Traffic Congestion Relief Act 2000 - AB2928	787,779.60	778,737.16	0.50
Proposition 1B	784,862.86	775,853.90	0.50
Police Asset Forfeiture	4,107,410.67	4,060,264.23	2.60
Drainage Improvement	19,670.25	19,444.47	0.01
Measure R Local Return	2,256,907.04	2,231,001.39	1.43
Government Cable	3,205,679.89	3,168,883.86	2.03
Local Return - Proposition C	5,301,220.80	5,240,371.34	3.36
Grants/Donations	387,687.23	383,237.21	0.25
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	162,707.61	160,839.99	0.10
Seismic Education Fund	55,232.93	54,598.95	0.03
Rehabilitation Housing	694,304.22	686,334.73	0.44
Meadow Park Parking Lot	30,599.05	30,247.82	0.02
Police Inmate Welfare Fund	51,187.89	50,600.34	0.03
Capital Improvements	21,717,210.29	21,467,931.77	13.75
Geologic Hazard Abatement	14,482.88	14,316.64	0.01
El Camino Training Fund-Fire	689,229.92	681,318.67	0.44
El Camino Training Fund-Police	10,116.12	10,000.00	0.01
Vanpool/Rideshare Fund	6,097.79	6,027.80	0.00
Torrance Public Financing	(8,508.54)	(8,410.88) (B)	(0.01)
Animal Control Fund	41,115.41	40,643.47	0.03
Redevelopment-Capital Proj	7,584,579.26	7,497,520.53	4.80
Redevelopment Debt Service	(599,582.03)	(592,699.80) (C)	(0.38)
Underground Storage Tank Fund	3,034.84	3,000.00	0.00
DNA Sampling Fund	66,766.37	66,000.00	0.04
Airport Fund	5,835,365.75	5,768,385.17	3.69
Transit Operations	4,886,465.45	4,830,376.71	3.09
Development Impact Fund	820,152.38	810,738.35	0.52
Water Operations	5,809,422.70	5,742,739.91	3.68
Emergency Medical Service Enterprise Fund	35,534.31	35,126.43	0.02
Sanitation Operations	766,406.38	757,609.27	0.49
Cultural Arts Enterprise	247,982.88	245,136.44	0.16
Sewer Enterprise Fund	10,825,133.50	10,700,878.44	6.85
Parks & Recreation Enterprise Fund	(433,616.10)	(428,638.89) (D)	(0.27)
Self Insurance Fund	7,978,162.92	7,886,586.49	5.05
Fleet Services	13,368,461.67	13,215,013.31	8.46
Postemployment/Compensated Absences Fund	7,560,133.88	7,473,355.75	4.79
Trust & Agency	3,572,877.22	3,531,866.36	2.26
TOTAL	**157,932,194.43**	**156,119,387.78**	**100.00**

(A) The difference between the Share of Investments total of $157,932,194.43 and the Pooled Cash and Investments total of $156,119,387.78 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)

(B) A written requisition for disbursement from the Construction Fund for the Certificates of Participation Series 2004 A&B will be requested when the cost exceed $10,000.00

(C) Property tax increments were received from the County for FY2010/11 on August 19, 2011 to cover the annual debt service payments

(D) Negative cash balance represents net losses from prior years and decrease in subsidy from the General Fund.

City of Torrance
Investment Report
July 2011

CASH AND INVESTMENT RECONCILIATION
AS OF JULY 31, 2011

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		**157,932,194.43**
CASH AND INVESTMENTS PER BOOKS		**156,119,387.78**
CASH IN BANKS:		
Cash in B of A General Account		($1,180,209.31)
OUTSTANDING WARRANTS:		
General Account	1,220,361.74	
Payroll Account	89,281.00	
Workers Compensation Account	116,402.05	
		1,426,044.79
Miscellaneous outstanding adjusting journal entries		(919,632.86)
Housing Fund restricted cash		(447,217.82)
Payroll for PE 7/30/11 posted on 7/30/11 and paid on 8/05/11		2,854,729.94
Payroll for PE 7/31/11 posted on 7/31/11and paid on 8/19/11		79,091.91
INVESTMENTS PER BOOKS		**$157,932,194.43**