Council Meeting of
June 21, 2011

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

Members of Council:

**SUBJECT: Accept and file April 2011 monthly investment report.**

**RECOMMENDATION**

Recommendation of the City Treasurer that City Council accept and file the monthly investment report for April 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 April 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,

for Dana Cortez
City Treasurer

Noted:

LeRoy J. Jackson
Investment Committee Member

CC: City Manager
City Clerk

8K

# CITY OF TORRANCE

## MONTHLY INVESTMENT PORTFOLIO REPORT
For the Month of April 30, 2011

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# Investment Report
# April 2011

## Investment Portfolio Highlights

| RETURN | Current Month | Previous Month |
|---|---|---|
| Average City Portfolio YTM | 1.560% | 1.685% |
| Average U.S. Treasury Constant | 0.610% | 0.660% |
| LAIF Average Monthly Return | 0.588% | 0.510% |
| Average City Portfolio YTM - 1 year | 2.150% | 2.354% |

| INTEREST INCOME | Current Period | Prior Year |
|---|---|---|
| Fiscal year to date | $2,357,786 | $3,300,033 |
| Current month | $225,377 | $322,419 |

| MATURITY | Current Month | Prior Month |
|---|---|---|
| Average Maturity (days) | 830 | 914 |
| Average Maturity 1 Year Prior | 809 | 813 |
| Weighted Average Maturity (years) | 2.27 | 2.50 |

| VOLUMES | Total $ Volume | # of Transactions |
|---|---|---|
| Purchases | $27,493,563 | 2 |
| Maturities | $16,088,022 | 4 |

## 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 |
|---|---|---|---|---|---|---|---|---|---|---|
| April | 2010 | 102 | 160,143,409.68 | 2.138 | 2.168 | 0.580% | 7 | 10 | 1,057 | 810 |
| May | 2010 | 99 | 169,888,452.49 | 1.922 | 1.948 | 0.560% | 11 | 14 | 987 | 794 |
| June | 2010 | 97 | 172,280,902.64 | 2.105 | 2.134 | 0.528% | 9 | 11 | 1,162 | 943 |
| 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 |
| Janaury | 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 |
| | | **101** | **159,119,821.43** | **1.808%** | **1.833%** | **0.520%** | **7** | **7** | **1,093** | **862** |

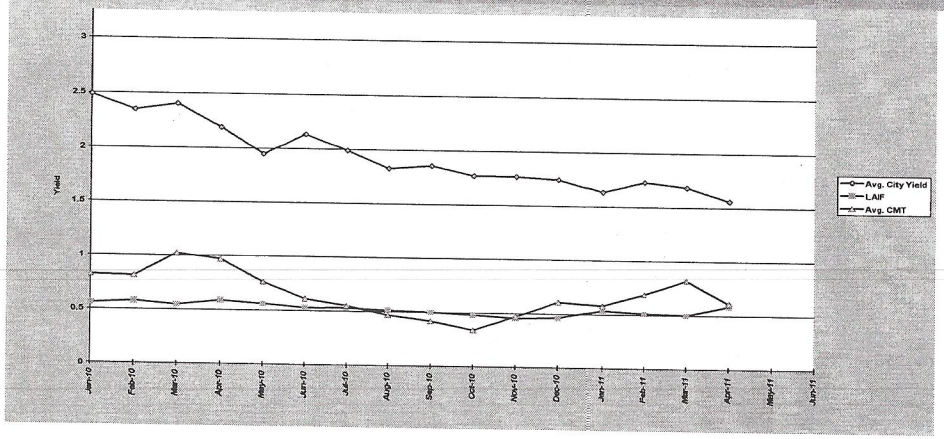
## Portfolio Activity Detail

| Investment Number. | BROKER | PURCHASE DATE | DESCRIPTION | QUALITY RATING | MATURITY DATE | DAYS HELD/ DAYS TO MATURITY | RATE | YIELD | PAR VALUE | COST | MARKET VALUE |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **PURCHASES** | | | | | | | | | | | |
| 10954 | Wedbush | 4/1/2011 | FFCB | AAA/Aaa | 4/1/2016 | 1797 | 4.950% | 2.280% | 2,251,000 | 2,246,817 | 2,260,440 |
| 10955 | Citigroup | 4/7/2011 | FFCB | AAA/Aaa | 4/7/2014 | 1072 | 1.400% | 1.400% | 1,000,000 | 1,000,000 | 1,007,610 |
| | | | | | | | | **2.540%** | **3,251,000** | **3,246,817** | **3,268,050** |
| **MATURITIES/CALLS** | | | | | | | | | | | |
| 10798 | Citigroup | 4/8/2011 | FHLMC | AAA/Aaa | 4/8/2013 | 718/1449 | 2.500% | 2.499% | 2,000,000 | 2,000,000 | 2,000,000 |
| 10742 | Great Pacific Securities | 4/15/2011 | FHLB | AAA/Aaa | 4/15/2013 | 1095/1826 | 3.700% | 3.700% | 2,000,000 | 2,000,000 | 2,000,000 |
| 10932 | Citigroup | 4/5/2011 | FHLB | AAA/Aaa | 7/5/2013 | 90/912 | 1.375% | 1.394% | 1,000,000 | 1,000,000 | 1,000,000 |
| 10871 | Higgins Capital | 4/21/2011 | FNMA | AAA/Aaa | 10/21/2013 | 365/1279 | 2.250% | 2.250% | 1,000,000 | 1,000,000 | 1,000,000 |
| | | | | | | | | **2.674%** | **6,000,000** | **6,000,000** | **6,000,000** |

| State of California<br>Local Agency Pool | Beginning Balance | Rate | Yield | Deposits | Withdrawals | Interest | Ending Balance |
|---|---|---|---|---|---|---|---|
| City | 3,500,000 | 0.588% | 0.588% | 17,600,000 | 6,800,000 | 28,631 | 14,300,000 |
| Redevelopment Agency | 6,600,000 | 0.588% | 0.588% | 400,000 | | 8,391 | 7,000,000 |
| TRANS Repayment | 17,000,000 | 0.588% | 0.588% | | | | 17,000,000 |
| | $ 27,100,000 | | | | | | $ 38,300,000 |

# Investment Report
April 2011

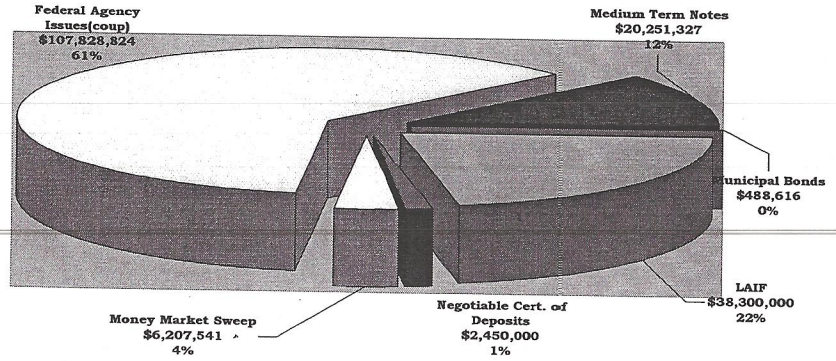
## Portfolio Performance

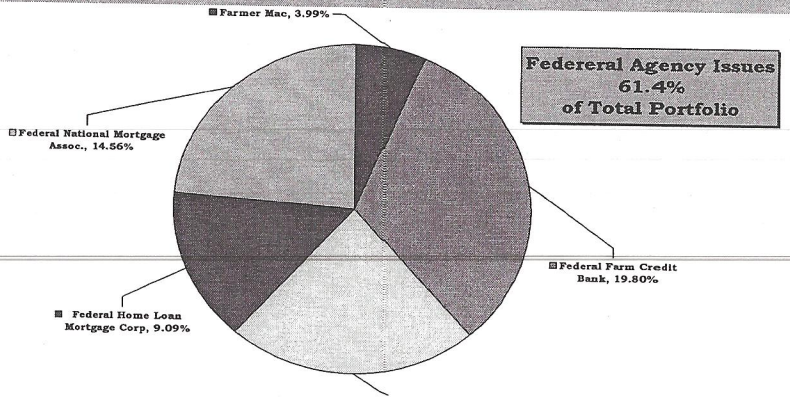



## Interest Earnings Summary

| CD/Coupon/Discount Investments: | Month Ending April 30 | Fiscal Year End |
|---|---|---|
| Interest Collected | 177,372 | 2,431,821 |
| Plus Accrued Interest at | 684,235 | 684,235 |
| Less Accrued Interest at | -631,885 | -834,109 |
| **Interest Earned** | **$ 229,722** | **$ 2,281,946** |
| Adjusted by Premium | -17,288 | -84,372 |
| Adjusted by Capital | - | 2,200 |
| Earnings during | $ 212,434 | $ 2,199,774 |
| Cash/Checking Accounts: | | |
| Interest Collected | 37,066 | 187,520 |
| Plus Accrued Interest at | 23,717 | 23,717 |
| Less Accrued Interest at | -47,840 | -53,225 |
| **Interest Earned** | **$ 12,943** | **$ 158,012** |
| **Total Interest Earned** | **242,665** | **2,439,959** |
| **Total Adjustments from Premiums and Discounts** | **-17,288** | **-84,372** |
| **Total Capital Gains or** | - | **2,200** |
| **Total Earnings this Period** | **$225,377** | **$2,357,787** |

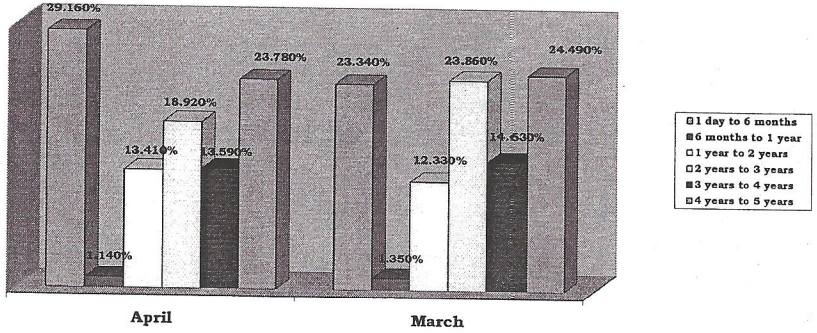
## Portfolio Diversification



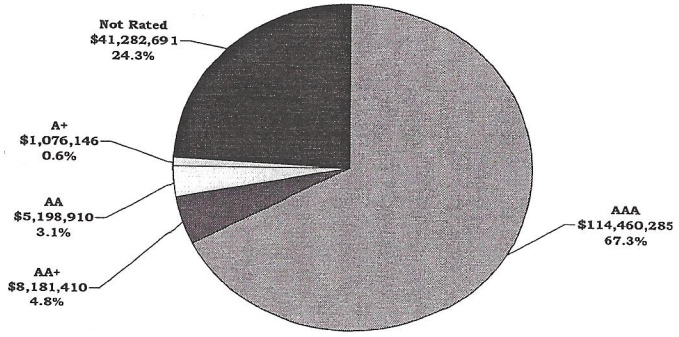




**Federeral Agency Issues 61.4% of Total Portfolio**

## Portfolio Maturity Distribution




## Market Value and Credit Rating Report



# Investment Report
April 2011

## Portfolio Summary

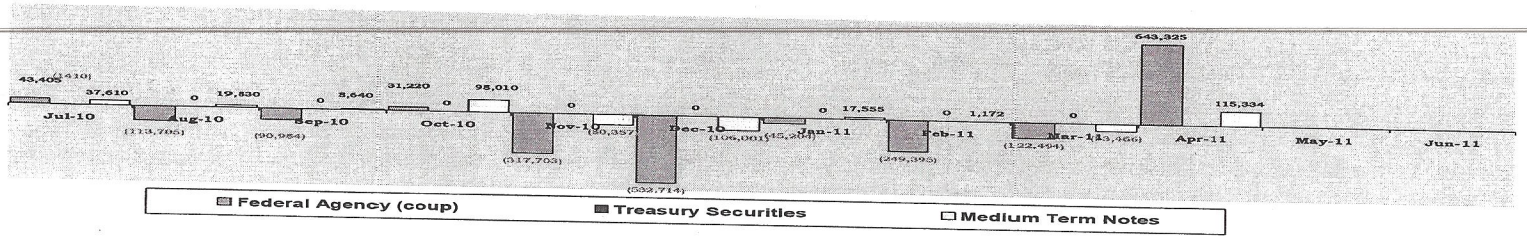
| | Book Value | % of Portfolio | % per Policy | Duration | Days to Maturity | | Current Yield |
|---|---|---|---|---|---|---|---|
| Local Agency Investment Fund | 38,300,000 | 21.82% | ** | 1 | 1 | N/A | 0.588% |
| Certificates of Deposit – Collateralized | 0 | 0 | | 180 | 0 | 5 years | 0.000% |
| Negotiable CDs | 2,450,000 | 1.40% | | 1,023 | 448 | 5 years | 2.145% |
| Money Market Sweep Account | 6,207,541 | 3.54% | | 1 | 1 | | 0.100% |
| Federal Agency Issues – Coupons | 107,828,824 | 61.42% | 75% | 1,448 | 1,176 | 5 years | 1.893% |
| Farmer Mac | 7,000,000 | 3.99% | 30% | 1163 | 1218 | 5 years | 1.573% |
| Federal Farm Credit Bank | 34,627,269 | 19.80% | 30% | 1,135 | 1,308 | 5 years | 1.805% |
| Federal Home Loan Bank | 24,524,083 | 14.01% | 30% | 796 | 855 | 5 years | 1.009% |
| Federal Home Loan Mortgage Corp. | 16,083,697 | 9.09% | 30% | 1,295 | 1,406 | 5 years | 1.804% |
| Federal National Mortgage Assoc. | 25,593,776 | 14.56% | 30% | 1,092 | 1,143 | 5 years | 1.683% |
| Treasury Securities – Coupons | 0 | 0.00% | 100% | 0 | 0 | 5 years | 0.000% |
| Medium Term Notes | 20,251,327 | 11.54% | 20% | 1,219 | 868 | 5 years | 1.877% |
| Municipal Bond Issues – Coupon | 488,616 | 0.28% | | 3,848 | 427 | | 7.999% |
| **Total Investments & Averages** | **175,526,308** | **100.00%** | | **1,055** | **830** | | **1.560%** |

| **Effective Rate of Return** | **Month Ending** | **Fiscal YTD** |
|---|---|---|
| | 1.63% | 1.81% |
| Pending Redemptions | 0 | |
| Accrued Interest at Purchase | 13,771 | |
| Total Accrued Interest | 13,771 | |
| **TOTAL CASH & INVESTMENTS** | **175,540,079** | |

## VALUE OF PORTFOLIO PER GASB NO.31

| GASB required securities | Beginning Investment Value as July 1, 2010 | Purchase/Redemption of Principal | Change in Market Value | Ending Investment Value as of April 30, 2011 |
|---|---|---|---|---|
| Federal Agency (coup) | 104,259,550 | 4,769,431 | -746,327 | 108,282,655 |
| Treasury Securities | 1,001,410 | -1,000,000 | -1,410 | 0 |
| Medium Term Notes | 13,317,850 | 7,257,920 | 58,326 | 20,634,096 |
| Municipal Bonds | 783,841 | -295,225 | 0 | 488,616 |
| **SUB-TOTAL PER GASB 31** | **$119,362,651** | **$10,732,125** | **($689,410)** | **$129,405,366** |
| Non-GASB | | | | |
| LAIF | 28,775,000 | 9,525,000 | 0 | 38,300,000 |
| Money Market | 0 | 6,207,541 | 0 | 6,207,541 |
| 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** | **$150,587,651** | **$26,464,666** | **($689,410)** | **$176,362,907** |

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 Janaury 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 Cortez
City Treasurer

City Manager

City Attorney

Director of Finance

City Treasurer

# City of Torrance
# Portfolio Management
## Portfolio Details - Investments
## April 30, 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 | | | 14,300,000.00 | 14,300,000.00 | 14,300,000.00 | 0.588 | | 0.588 | 1 | |
| SYS10001 | 10001 | Local Agency Invest. Fund RDA | | | 7,000,000.00 | 7,000,000.00 | 7,000,000.00 | 0.588 | | 0.588 | 1 | |
| SYS1000a | 1000A | LAIF - TRANS FUNDS | | 07/01/2010 | 17,000,000.00 | 17,000,000.00 | 17,000,000.00 | 0.588 | | 0.588 | 1 | |
| | | **Subtotal and Average** | **30,854,936.33** | | **38,300,000.00** | **38,300,000.00** | **38,300,000.00** | | | **0.588** | **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 | 596 | 12/17/2012 |
| 02586TG32 | 10829 | American Express Centurian | | 09/23/2009 | 245,000.00 | 246,533.70 | 245,000.00 | 1.800 | | 1.800 | 145 | 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 | 512 | 09/24/2012 |
| 149159GX7 | 10830 | Cathay Bank | | 10/05/2009 | 245,000.00 | 246,592.50 | 245,000.00 | 1.750 | | 1.750 | 157 | 10/05/2011 |
| 254670KW1 | 10831 | Discover Bank | | 09/23/2009 | 245,000.00 | 249,312.00 | 245,000.00 | 2.050 | | 2.050 | 512 | 09/24/2012 |
| 36159SJS1 | 10838 | GE Money bank | | 12/11/2009 | 245,000.00 | 250,424.30 | 245,000.00 | 2.350 | | 2.350 | 590 | 12/11/2012 |
| 46147ULM0 | 10824 | Investors Community Bank | | 08/24/2009 | 245,000.00 | 249,753.00 | 245,000.00 | 2.250 | | 2.250 | 481 | 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 | 484 | 08/27/2012 |
| 59740JGR4 | 10833 | MidFirst Bank | | 10/14/2009 | 245,000.00 | 250,277.30 | 245,000.00 | 2.350 | | 2.350 | 533 | 10/15/2012 |
| 86789UBH1 | 10822 | SunSouth Bank | | 08/18/2009 | 245,000.00 | 250,267.50 | 245,000.00 | 2.200 | | 2.200 | 474 | 08/17/2012 |
| | | **Subtotal and Average** | **2,450,000.00** | | **2,450,000.00** | **2,494,075.50** | **2,450,000.00** | | | **2.145** | **448** | |
| **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 | | | 6,207,540.66 | 6,207,540.66 | 6,207,540.66 | 0.100 | | 0.100 | 1 | |
| | | **Subtotal and Average** | **4,101,891.82** | | **6,207,540.66** | **6,207,540.66** | **6,207,540.66** | | | **0.100** | **1** | |
| **Federal Agency Issues - Coupon** | | | | | | | | | | | | |
| 31315PMT3 | 10930 | Farmer Mac | | 12/30/2010 | 2,000,000.00 | 2,012,040.00 | 2,000,000.00 | 2.570 | AAA | 2.570 | 1,704 | 12/30/2015 |
| 31315PQN2 | 10936 | Farmer Mac | | 02/03/2011 | 3,000,000.00 | 3,022,500.00 | 3,000,000.00 | 1.340 | AAA | 1.340 | 1,009 | 02/03/2014 |
| 31315PSU4 | 10951 | Farmer Mac | | 03/14/2011 | 2,000,000.00 | 2,008,480.00 | 2,000,000.00 | 1.630 | AAA | 1.630 | 1,048 | 03/14/2014 |
| 31331XT36 | 10678 | FEDERAL FARM CREDIT BANK | | 08/01/2007 | 1,000,000.00 | 1,060,100.00 | 1,000,000.00 | 5.250 | AAA | 5.250 | 458 | 08/01/2012 |
| 31331GCF4 | 10776 | FEDERAL FARM CREDIT BANK | | 09/23/2008 | 1,000,000.00 | 1,011,840.00 | 1,000,046.22 | 3.125 | AAA | 3.113 | 145 | 09/23/2011 |
| 31331GVD8 | 10800 | FEDERAL FARM CREDIT BANK | | 05/08/2009 | 1,000,000.00 | 1,029,710.00 | 1,000,000.00 | 2.200 | AAA | 2.200 | 708 | 04/08/2013 |
| 31331G2J7 | 10835 | FEDERAL FARM CREDIT BANK | | 10/27/2009 | 1,000,000.00 | 1,014,080.00 | 1,000,000.00 | 2.875 | AAA | 2.875 | 1,275 | 10/27/2014 |
| 31331JKA0 | 10870 | FEDERAL FARM CREDIT BANK | | 04/09/2010 | 1,000,000.00 | 1,014,030.00 | 1,000,000.00 | 2.900 | AAA | 2.900 | 1,439 | 04/09/2015 |
| 31331XWW8 | 10879 | FEDERAL FARM CREDIT BANK | | 05/05/2010 | 500,000.00 | 555,845.00 | 539,903.23 | 5.000 | AAA | 2.192 | 1,090 | 04/25/2014 |
| 31331JNR0 | 10883 | FEDERAL FARM CREDIT BANK | | 05/18/2010 | 1,000,000.00 | 1,001,210.00 | 1,000,000.00 | 2.970 | AAA | 2.970 | 1,478 | 05/18/2015 |
| 31331JNN9 | 10886 | FEDERAL FARM CREDIT BANK | | 06/03/2010 | 1,000,000.00 | 1,001,070.00 | 1,000,000.00 | 1.680 | AAA | 1.680 | 764 | 06/03/2013 |

# City of Torrance
# Portfolio Management
## Portfolio Details - Investments
## April 30, 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** | | | | | | | | | | | | |
| 31331JQD8 | 10893 | FEDERAL FARM CREDIT BANK | | 06/08/2010 | 1,000,000.00 | 1,019,220.00 | 1,000,000.00 | 2.590 | AAA | 2.590 | 1,499 | 06/08/2015 |
| 31331JC84 | 10904 | FEDERAL FARM CREDIT BANK | | 09/09/2010 | 1,000,000.00 | 1,000,040.00 | 1,000,000.00 | 1.040 | AAA | 1.040 | 862 | 09/09/2013 |
| 31331JQ55 | 10907 | FEDERAL FARM CREDIT BANK | | 10/06/2010 | 1,000,000.00 | 992,050.00 | 1,000,000.00 | 1.150 | AAA | 1.150 | 1,254 | 10/06/2014 |
| 31331JQ89 | 10908 | FEDERAL FARM CREDIT BANK | | 10/18/2010 | 1,000,000.00 | 997,450.00 | 1,000,000.00 | 1.000 | AAA | 1.000 | 901 | 10/18/2013 |
| 31331JN41 | 10911 | FEDERAL FARM CREDIT BANK | | 10/08/2010 | 1,000,000.00 | 996,470.00 | 1,000,000.00 | 1.350 | AAA | 1.351 | 1,163 | 07/07/2014 |
| 31331JX99 | 10916 | FEDERAL FARM CREDIT BANK | | 11/04/2010 | 1,000,000.00 | 989,780.00 | 1,000,000.00 | 1.230 | AAA | 1.230 | 1,283 | 11/04/2014 |
| 31331JZ48 | 10918 | FEDERAL FARM CREDIT BANK | | 11/04/2010 | 1,000,000.00 | 986,090.00 | 1,000,000.00 | 1.230 | AAA | 1.230 | 1,283 | 11/04/2014 |
| 31331J2R3 | 10922 | FEDERAL FARM CREDIT BANK | | 11/19/2010 | 1,000,000.00 | 984,730.00 | 995,220.59 | 1.620 | AAA | 1.804 | 1,660 | 11/16/2015 |
| 31331J6P3 | 10931 | FEDERAL FARM CREDIT BANK | | 12/28/2010 | 2,000,000.00 | 2,008,880.00 | 2,000,000.00 | 2.450 | AAA | 2.450 | 1,702 | 12/28/2015 |
| 31331J7E7 | 10933 | FEDERAL FARM CREDIT BANK | | 01/11/2011 | 1,000,000.00 | 1,001,140.00 | 1,000,000.00 | 0.750 | AAA | 0.750 | 621 | 01/11/2013 |
| 31331KBS8 | 10939 | FEDERAL FARM CREDIT BANK | | 02/11/2011 | 4,000,000.00 | 4,002,480.00 | 3,982,800.00 | 2.600 | AAA | 2.697 | 1,747 | 02/11/2016 |
| 31331KCF5 | 10941 | FEDERAL FARM CREDIT BANK | | 02/16/2011 | 2,000,000.00 | 2,019,960.00 | 1,999,616.67 | 2.800 | AAA | 2.804 | 1,752 | 02/16/2016 |
| 31331KCK4 | 10942 | FEDERAL FARM CREDIT BANK | | 02/17/2011 | 1,000,000.00 | 1,016,300.00 | 1,000,000.00 | 2.030 | AAA | 2.030 | 1,388 | 02/17/2015 |
| 31331KDA5 | 10943 | FEDERAL FARM CREDIT BANK | | 02/24/2011 | 2,000,000.00 | 2,017,520.00 | 2,000,000.00 | 1.700 | AAA | 1.700 | 1,030 | 02/24/2014 |
| 31331X2Q4 | 10947 | FEDERAL FARM CREDIT BANK | | 03/01/2011 | 1,000,000.00 | 1,095,720.00 | 1,089,831.31 | 5.000 | AAA | 1.100 | 857 | 09/04/2013 |
| 31331J6X6 | 10952 | FEDERAL FARM CREDIT BANK | | 03/29/2011 | 775,000.00 | 778,425.50 | 775,000.00 | 2.100 | AAA | 2.100 | 1,345 | 01/05/2015 |
| 31331KGH7 | 10953 | FEDERAL FARM CREDIT BANK | | 03/30/2011 | 2,000,000.00 | 2,016,400.00 | 1,998,034.44 | 2.540 | AAA | 2.561 | 1,795 | 03/30/2016 |
| 31331VPV2 | 10954 | FEDERAL FARM CREDIT BANK | | 04/01/2011 | 2,000,000.00 | 2,260,440.00 | 2,246,816.67 | 4.950 | AAA | 2.280 | 1,797 | 04/01/2016 |
| 31331KGN4 | 10955 | FEDERAL FARM CREDIT BANK | | 04/07/2011 | 1,000,000.00 | 1,007,610.00 | 1,000,000.00 | 1.400 | AAA | 1.400 | 1,072 | 04/07/2014 |
| 3133XT6J0 | 10788 | FEDERAL HOME LOAN BANK | | 02/26/2009 | 2,000,000.00 | 2,060,440.00 | 2,000,000.00 | 2.625 | AAA | 2.625 | 667 | 02/26/2013 |
| 3133XT6W1 | 10789 | FEDERAL HOME LOAN BANK | | 02/27/2009 | 2,000,000.00 | 2,030,420.00 | 2,000,000.00 | 2.150 | AAA | 2.150 | 302 | 02/27/2012 |
| 3133XTA97 | 10790 | FEDERAL HOME LOAN BANK | | 03/06/2009 | 1,000,000.00 | 1,006,880.00 | 1,000,000.00 | 2.100 | AAA | 2.100 | 128 | 09/06/2011 |
| 3133XUBA0 | 10817 | FEDERAL HOME LOAN BANK | | 07/30/2009 | 1,000,000.00 | 1,022,130.00 | 1,000,000.00 | 2.150 | AAA | 2.150 | 1,186 | 07/30/2014 |
| 3133XUPB3 | 10827 | FEDERAL HOME LOAN BANK | | 09/04/2009 | 1,000,000.00 | 1,022,940.00 | 1,000,000.00 | 2.125 | AAA | 2.125 | 1,222 | 09/04/2014 |
| 3133XWHJ1 | 10846 | FEDERAL HOME LOAN BANK | | 12/28/2009 | 1,500,000.00 | 1,517,040.00 | 1,500,000.00 | 2.050 | AAA | 2.050 | 789 | 06/28/2013 |
| 3133XXPD3 | 10865 | FEDERAL HOME LOAN BANK | | 03/26/2010 | 2,000,000.00 | 2,019,900.00 | 2,000,000.00 | 1.500 | AAA | 1.500 | 1,060 | 03/26/2014 |
| 3133XYKF1 | 10884 | FEDERAL HOME LOAN BANK | | 05/28/2010 | 1,000,000.00 | 1,023,980.00 | 1,000,000.00 | 2.000 | AAA | 2.000 | 1,488 | 05/28/2015 |
| 3133XYPB5 | 10891 | FEDERAL HOME LOAN BANK | | 06/03/2010 | 4,000,000.00 | 4,001,720.00 | 4,000,043.40 | 0.580 | AAA | 0.568 | 33 | 06/03/2011 |
| 3133XY6S9 | 10899 | FEDERAL HOME LOAN BANK | | 08/26/2010 | 1,000,000.00 | 1,025,020.00 | 1,024,433.77 | 2.000 | AAA | 1.002 | 912 | 10/29/2013 |
| 313370TX6 | 10901 | FEDERAL HOME LOAN BANK | | 09/23/2010 | 1,000,000.00 | 1,000,910.00 | 999,605.56 | 1.000 | AAA | 1.649 | 1,606 | 09/23/2015 |
| 313370WA2 | 10902 | FEDERAL HOME LOAN BANK | | 09/17/2010 | 1,000,000.00 | 998,670.00 | 1,000,000.00 | 1.375 | AAA | 1.375 | 1,235 | 09/17/2014 |
| 313371CQ7 | 10912 | FEDERAL HOME LOAN BANK | | 10/28/2010 | 1,000,000.00 | 990,230.00 | 1,000,000.00 | 1.000 | AAA | 1.010 | 1,641 | 10/28/2015 |
| 313371R32 | 10921 | FEDERAL HOME LOAN BANK | | 11/24/2010 | 1,000,000.00 | 968,426.00 | 1,000,000.00 | 1.050 | AAA | 1.757 | 1,668 | 11/24/2015 |
| 313372BQ6 | 10934 | FEDERAL HOME LOAN BANK | | 01/18/2011 | 2,000,000.00 | 2,000,100.00 | 2,000,000.00 | 1.000 | AAA | 1.000 | 718 | 04/18/2013 |
| 313372NX8 | 10944 | FEDERAL HOME LOAN BANK | | 02/28/2011 | 1,000,000.00 | 1,011,990.00 | 1,000,000.00 | 2.000 | AAA | 2.000 | 1,307 | 11/28/2014 |

# City of Torrance
# Portfolio Management
## Portfolio Details - Investments
## April 30, 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** | | | | | | | | | | | | |
| 313372W26 | 10950 | FEDERAL HOME LOAN BANK | | 03/15/2011 | 1,000,000.00 | 1,013,150.00 | 1,000,000.00 | 2.500 | AAA | 2.500 | 1,780 | 03/15/2016 |
| 3128X8E73 | 10801 | FEDERAL HOME LOAN MORTGAGE CO | | 05/19/2009 | 1,000,000.00 | 1,000,900.00 | 1,000,000.00 | 2.170 | AAA | 2.170 | 568 | 11/19/2012 |
| 3134G1QY3 | 10898 | FEDERAL HOME LOAN MORTGAGE CO | | 08/24/2010 | 1,000,000.00 | 1,002,930.00 | 1,000,000.00 | 1.450 | AAA | 1.450 | 1,030 | 02/24/2014 |
| 3134G1VS0 | 10903 | FEDERAL HOME LOAN MORTGAGE CO | | 10/21/2010 | 1,000,000.00 | 1,001,190.00 | 1,000,000.00 | 1.125 | AAA | 1.125 | 904 | 10/21/2013 |
| 3134G1WH3 | 10909 | FEDERAL HOME LOAN MORTGAGE CO | | 10/28/2010 | 1,000,000.00 | 994,480.00 | 1,000,000.00 | 1.200 | AAA | 1.200 | 1,093 | 04/28/2014 |
| 3128X1CS4 | 10915 | FEDERAL HOME LOAN MORTGAGE CO | | 10/27/2010 | 1,000,000.00 | 1,092,560.00 | 1,096,906.48 | 4.580 | AAA | 0.730 | 933 | 11/19/2013 |
| 3134G1XV1 | 10917 | FEDERAL HOME LOAN MORTGAGE CO | | 11/16/2010 | 1,000,000.00 | 988,000.00 | 1,000,000.00 | 1.700 | AAA | 1.710 | 1,660 | 11/16/2015 |
| 3134G1XX7 | 10919 | FEDERAL HOME LOAN MORTGAGE CO | | 11/09/2010 | 1,000,000.00 | 989,340.00 | 999,977.78 | 1.000 | AAA | 1.744 | 1,653 | 11/09/2015 |
| 3134G1YF5 | 10920 | FEDERAL HOME LOAN MORTGAGE CO | | 11/17/2010 | 1,000,000.00 | 989,880.00 | 1,000,000.00 | 1.750 | AAA | 1.834 | 1,661 | 11/17/2015 |
| 3134G1ZU1 | 10923 | FEDERAL HOME LOAN MORTGAGE CO | | 11/23/2010 | 2,000,000.00 | 1,967,920.00 | 1,995,511.11 | 1.750 | AAA | 1.834 | 1,667 | 11/23/2015 |
| 3134G1ZU1 | 10926 | FEDERAL HOME LOAN MORTGAGE CO | | 12/10/2010 | 2,000,000.00 | 1,967,920.00 | 1,995,583.09 | 1.750 | AAA | 1.829 | 1,667 | 11/23/2015 |
| 3134G1B29 | 10927 | FEDERAL HOME LOAN MORTGAGE CO | | 12/15/2010 | 1,000,000.00 | 1,000,670.00 | 1,000,000.00 | 2.100 | AAA | 2.227 | 1,689 | 12/15/2015 |
| 3134G1X58 | 10937 | FEDERAL HOME LOAN MORTGAGE CO | | 02/04/2011 | 2,000,000.00 | 2,006,960.00 | 1,995,718.23 | 2.500 | AAA | 2.548 | 1,733 | 01/28/2016 |
| 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 | 1.720 | 1,241 | 09/23/2014 |
| 3136FHPX7 | 10799 | FEDERAL NATIONAL MORT ASSOC | | 05/14/2009 | 2,000,000.00 | 2,014,300.00 | 2,000,000.00 | 2.125 | AAA | 2.125 | 1,109 | 05/14/2014 |
| 31398AYN6 | 10815 | FEDERAL NATIONAL MORT ASSOC | | 07/28/2009 | 2,000,000.00 | 2,010,960.00 | 2,000,000.00 | 3.000 | AAA | 3.000 | 1,184 | 07/28/2014 |
| 3136FJ4C2 | 10856 | FEDERAL NATIONAL MORT ASSOC | | 02/23/2010 | 1,000,000.00 | 1,011,610.00 | 1,000,000.00 | 2.000 | AAA | 2.000 | 845 | 08/23/2013 |
| 3136FMUK8 | 10885 | FEDERAL NATIONAL MORT ASSOC | | 06/02/2010 | 1,000,000.00 | 1,001,510.00 | 1,000,000.00 | 2.250 | AAA | 2.250 | 1,128 | 06/02/2014 |
| 3136FMUK8 | 10888 | FEDERAL NATIONAL MORT ASSOC | | 06/02/2010 | 2,000,000.00 | 2,003,020.00 | 2,000,000.00 | 2.250 | AAA | 2.250 | 1,128 | 06/02/2014 |
| 3136FMWS9 | 10892 | FEDERAL NATIONAL MORT ASSOC | | 06/15/2010 | 4,000,000.00 | 4,003,840.00 | 4,000,000.00 | 1.125 | AAA | 1.125 | 411 | 06/15/2012 |
| 3136FMQ23 | 10894 | FEDERAL NATIONAL MORT ASSOC | | 06/28/2010 | 2,000,000.00 | 2,003,300.00 | 2,000,000.00 | 2.000 | AAA | 1.992 | 1,247 | 09/29/2014 |
| 3136FM3D4 | 10896 | FEDERAL NATIONAL MORT ASSOC | | 07/28/2010 | 1,000,000.00 | 1,002,880.00 | 1,000,000.00 | 1.500 | AAA | 2.229 | 1,549 | 07/28/2015 |
| 3136FPAM9 | 10897 | FEDERAL NATIONAL MORT ASSOC | | 08/25/2010 | 1,000,000.00 | 1,000,990.00 | 1,000,000.00 | 1.000 | AAA | 1.743 | 1,212 | 08/25/2014 |
| 3136FPEG8 | 10900 | FEDERAL NATIONAL MORT ASSOC | | 09/15/2010 | 1,600,000.00 | 1,597,088.00 | 1,600,000.00 | 1.375 | AAA | 1.994 | 1,598 | 09/15/2015 |
| 3136FPEE3 | 10905 | FEDERAL NATIONAL MORT ASSOC | | 09/14/2010 | 2,000,000.00 | 1,987,760.00 | 1,998,630.56 | 1.725 | AAA | 1.746 | 1,597 | 09/14/2015 |
| 3136FPGA9 | 10906 | FEDERAL NATIONAL MORT ASSOC | | 09/20/2010 | 1,000,000.00 | 999,770.00 | 1,000,000.00 | 1.000 | AAA | 1.000 | 873 | 09/20/2013 |
| 3136FPQG5 | 10910 | FEDERAL NATIONAL MORT ASSOC | | 10/26/2010 | 1,000,000.00 | 998,220.00 | 1,000,000.00 | 0.850 | AAA | 0.850 | 817 | 07/26/2013 |
| 3136FPRB5 | 10914 | FEDERAL NATIONAL MORT ASSOC | | 10/20/2010 | 1,000,000.00 | 993,080.00 | 1,000,000.00 | 1.000 | AAA | 1.897 | 1,633 | 10/20/2015 |
| 3135G0AS2 | 10946 | FEDERAL NATIONAL MORT ASSOC | | 02/28/2011 | 1,000,000.00 | 1,003,330.00 | 1,000,000.00 | 1.500 | AAA | 1.500 | 1,031 | 02/25/2014 |
| 3136FP4R5 | 10948 | FEDERAL NATIONAL MORT ASSOC | | 03/10/2011 | 2,000,000.00 | 2,005,160.00 | 1,995,145.13 | 2.375 | AAA | 2.429 | 1,732 | 01/27/2016 |
| | | **Subtotal and Average** | **109,833,489.05** | | **107,375,000.00** | **108,282,654.50** | **107,828,824.24** | | | **1.893** | **1,176** | |
| **Medium Term Notes** | | | | | | | | | | | | |
| 88579EAE5 | 10895 | 3M Company | | 07/20/2010 | 1,000,000.00 | 1,081,830.00 | 1,071,134.69 | 4.375 | AA | 1.200 | 837 | 08/15/2013 |
| 084664AD3 | 10714 | Berkshire Hathaway | | 01/18/2008 | 1,000,000.00 | 1,083,360.00 | 1,006,979.62 | 4.625 | AA+ | 4.300 | 898 | 10/15/2013 |

# City of Torrance
## Portfolio Management
### Portfolio Details - Investments
### April 30, 2011



| CUSIP | Investment # | Issuer | Average Balance | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity | Maturity Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Medium Term Notes** | | | | | | | | | | | | |
| 084670AU2 | 10938 | Berkshire Hathaway | | 02/08/2011 | 3,000,000.00 | 3,069,840.00 | 3,061,609.96 | 2.125 | AA+ | 0.956 | 652 | 02/11/2013 |
| 17314JAT0 | 10874 | Citibank | | 04/15/2010 | 3,000,000.00 | 3,060,180.00 | 3,009,663.67 | 1.750 | AAA | 1.112 | 607 | 12/28/2012 |
| 191216AN0 | 10924 | COCA-COLA | | 11/22/2010 | 1,085,000.00 | 1,076,146.40 | 1,078,225.45 | 0.750 | A+ | 1.000 | 929 | 11/15/2013 |
| 36962G4H4 | 10913 | General Electric | | 10/19/2010 | 1,000,000.00 | 1,026,540.00 | 1,027,805.01 | 2.800 | AA+ | 1.125 | 618 | 01/08/2013 |
| 36962G4T8 | 10925 | General Electric | | 11/19/2010 | 1,000,000.00 | 980,270.00 | 980,654.99 | 2.250 | AA+ | 2.710 | 1,653 | 11/09/2015 |
| 36967HAY3 | 10812 | General Electric Capital Corp | | 06/22/2009 | 2,000,000.00 | 2,068,500.00 | 2,009,654.81 | 2.625 | AAA | 2.320 | 607 | 12/28/2012 |
| 36962G4X9 | 10935 | General Electric Capital Corp | | 01/10/2011 | 2,000,000.00 | 2,021,400.00 | 1,997,219.50 | 2.100 | AA+ | 2.154 | 982 | 01/07/2014 |
| 594918AB0 | 10821 | MicroSoft Corp | | 08/17/2009 | 1,000,000.00 | 1,048,950.00 | 1,000,000.00 | 2.950 | AAA | 2.949 | 1,127 | 06/01/2014 |
| 89233P4H6 | 10945 | Toyota Motor Credit Corp | | 02/23/2011 | 1,000,000.00 | 1,004,450.00 | 1,001,902.43 | 1.375 | AA | 1.290 | 834 | 08/12/2013 |
| 931142CN1 | 10820 | Wal-Mart Stores | | 08/14/2009 | 2,000,000.00 | 2,104,020.00 | 2,005,018.57 | 3.000 | AA | 2.902 | 1,009 | 02/03/2014 |
| 931142CT8 | 10928 | Wal-Mart Stores | | 12/15/2010 | 1,000,000.00 | 1,008,610.00 | 1,001,458.39 | 2.250 | AA | 2.213 | 1,529 | 07/08/2015 |
| | | **Subtotal and Average** | **20,255,022.08** | | **20,085,000.00** | **20,634,096.40** | **20,251,327.09** | | | **1.877** | **868** | |
| **Muncipal Bond Issues - Coupon** | | | | | | | | | | | | |
| SYS10423 | 10423 | Skpk-2001TxAllocRef Bd | | 12/18/2001 | 488,615.92 | 488,615.92 | 488,615.92 | 8.000 | | 7.999 | 427 | 07/01/2012 |
| | | **Subtotal and Average** | **488,615.92** | | **488,615.92** | **488,615.92** | **488,615.92** | | | **7.999** | **427** | |
| | | **Total and Average** | **167,983,955.20** | | **174,906,156.58** | **176,406,982.98** | **175,526,307.91** | | | **1.563** | **830** | |

# City of Torrance
# Portfolio Management
## Portfolio Details - Cash
## April 30, 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 | | 13,770.59 | 13,770.59 | | | | 0 |
| | | | | Subtotal | | 13,770.59 | 13,770.59 | | | | |
| | | Total Cash and Investments | 167,983,955.20 | | 174,906,156.58 | 176,420,753.57 | 175,540,078.50 | | | 1.563 | 830 |

# III. CASH & INVESTMENT PORTFOLIO SHARE

CASH INVESTMENT HELD BY FISCAL AGENTS
for Period Ending
December 31, 2010

## TORRANCE IMPROVEMENTS

| Bank of New York Merllon | 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 | 1,960,688.02 | | | 1,960,688.02 | 0.00 | Dreyfus Inst'l Res Treasury #6541 |
| | | | | | 0.00 | CUSIP#S99994190 |
| Required Reserve Acct #360649 | 2,796,564.99 | 2,775,500.00 | 21,064.99 | 2,796,564.99 | 1.11 | FHLB/cusip 3133XXPV3 |
| Required Reserve Acct #360649 | 19,054.68 | | | 19,054.68 | 0.00 | DREYFUS Inst'l Res Treasury #6541 |
| **Bank of New York Mellon** | | | | | | |
| Cost of Issuance Acct #360691 | 27,870.96 | | | 27,870.96 | 0.00 | DREYFUS Inst'l Res Treasury #6541 |
| Reserve Fund Acct #360695 | 1,260,825.00 | 1,250,000.00 | 10,825.00 | 1,260,825.00 | 1.11 | FHLB CUSIP#3133XXPV3 |
| | 12,120.32 | | | 12,120.32 | | DREYFUS Inst'l Res Treasury #6541 |

| Bank of New York Mellon | Book Value | Reserve Requirement | Over/Under Funded Reserve(1)(2) (market value) | Market Value | Yield | Investment Description |
|---|---|---|---|---|---|---|
| *Torrance PFA 98COP* | | | | | | |
| Reserve Acct # 428590 | 553,085.00 | 553,085.00 | | 553,085.00 | 5.61 | AIG Investment Agrmt 5.61% due 11/28/28 ** |

## WATER ENTERPRISE REVENUE BONDS

| Bank of New York Mellon | 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)* | | | | | | |
| Reserve Acct. #360760 | 23,987.58 | | | 23,987.58 | 0.00 | JP Morgan Prime MM Premier #350 |
| | | | | | | CUSIP#99995260 |
| Required Rerserve Act # 360760 | 505,000.00 | 505,000.00 | 23,987.58 | 505,000.00 | 4.34 | FSA Capital Management Invest Agmt. |

## REDEVELOPMENT AGENCY

| Bank of New York Mellon | 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 | 3,262.50 | | | 3,262.50 | | Fidelity Treasury MM #696 |

CASH INVESTMENT HELD BY FISCAL AGENTS
for Period Ending
December 31, 2010

| | | | | | | |
|---|---|---|---|---|---|---|
| Reserve Acct # 428469 | 585,022.80 | 580,000.00 | | 585,022.80 | 1.110 | FHLB CUSIP#3133XXPV3 |
| | 5,110.84 | | (10,133.64) | 5,110.84 | 0.00 | INVESCO Prime Private |

| Bank of New York Mellon | 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 | | | | | | |
| Reserve Acct # 428517 | 1,038,919.80 | 1,030,000.00 | | 1,038,919.80 | 1.11 | FHLB CUSIP#3133XXPV3 |
| Reserve Acct # 428517 | 2,933.17 | | | 2,933.17 | 0.00 | INVESCO Prime Private CUSIP#S99990340 |
| Reserve Acct # 428517 | 11,386.64 | | | 11,386.64 | 0.00 | INVESCO Prime Private CUSIP#S99990340 |

| Bank of New York Mellon | 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 | 7,256.25 | | | 7,256.25 | 0.01 | Fidelity Treas M Mrkt CUSIP#S99992760 |
| Reserve acct # 428882 | 1,301,171.40 | 1,290,000.00 | (11,171.40) | 1,301,171.40 | 1.110 | FHLB CUSIP#3133XXPV3 |

| | | | | |
|---|---|---|---|---|
| **TOTAL: ALL CASH & INVESTMENTS HELD BY FISCAL AGENT** | **10,114,259.95** | | | **10,114,259.95** |

**** 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.

Deferred Compensation Accounts
Quarter Ending
December 2010

## 457PLAN A

*PERMANENT EMPLOYEES*

**participant Account Summary**

| Beginning Balance | Contributions | Acct. Transfers In | Interest | Change in Value | Fees | Forefeiture | Payouts | Acct. Transfers Out | Outstanding Loans | Ending Balance |
|---|---|---|---|---|---|---|---|---|---|---|
| 118,452,620.71 | 2,202,204.70 | 7,977,318.78 | 1,426,752.36 | 4,417,306.61 | (3,434.13) | 486,274.80 | (2,590,131.63) | (7,869,369.28) | **3,097,214.86** (1) | 127,596,757.78 |

| Investment Type | Book Value | Market Value |
|---|---|---|
| Fixed Funds (GCF) | 75,560.38 | 75,560.38 |
| Variable Funds | 64,872,795.35 | 64,872,795.35 |
| Stable Value Fund | 59,911,263.35 | 59,911,263.35 |
| Self-Direct | 2,737,138.70 | 2,737,138.70 |
| **1) Outstanding Loan** | 3,097,214.86 | 3,097,214.86 |
| Totals | 130,693,972.64 | 130,693,972.64 |

**(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 |
|---|---|---|---|---|---|---|---|---|---|
| 2,276,504.86 | 82,430.72 | 46,737.37 | 15,402.57 | 9,598.13 | 0.00 | 0.00 | (36,901.55) | (46,737.37) | 2,347,034.73 |

| Investment Type | Book Value | Market Value |
|---|---|---|
| Variable Funds | 117,025.99 | 117,025.99 |
| GTD Fixed | 989,814.96 | 989,814.96 |
| Stable Value Fund | 1,240,193.78 | 1,240,193.78 |
| Totals | 2,347,034.73 | 2,347,034.73 |

Deferred Compensation Accounts
Quarter Ending
December 2010

## 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 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 6,181,714.30 | 374,134.21 | 328,628.55 | 57,189.36 | 298,619.69 | (260.43) | 0 | (46,369.59) | (328,628.55) | **47,421.53** | (1) | 6,865,027.54 |

| Investment Type | Book Value | Market Value |
|---|---|---|
| Fixed Funds | 0.00 | 0.00 |
| Variable Funds | 5,214,022.03 | 5,214,022.03 |
| Stable Value Fund | 1,600,805.59 | 1,600,805.59 |
| Self-direct fund | 50,199.92 | 50,199.92 |
| **Outstanding Loans** | 47,421.53 | 47,421.53 |
| Totals | 6,912,449.07 | 6,912,449.07 |

**(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 |
|---|---|---|---|---|---|
| 3,494,289.99 | 21,636.50 | (85,819.05) | (4,200.56) | 131,101.54 | 3,557,008.42 |

| Investment Type | Book Value | Market Value |
|---|---|---|
| Variable Funds | 2,735,376.45 | 2,735,376.45 |
| Stable Value Funds | 821,631.97 | 821,631.97 |
| Totals | 3,557,008.42 | 3,557,008.42 |

**Public Agency Retirement Services (PARS)**

| Beginning Balance | Contributions | Transfer In | Distributions | Fees | Gain/Loss | Transfer Out | Ending Balance |
|---|---|---|---|---|---|---|---|
| 4,941,092.82 | 343,522.92 | 349,527.08 | (87,645.21) | (3,871.57) | 309,672.39 | (349,527.08) | 5,502,771.35 |

City of Torrance
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## CASH AND INVESTMENT PORTFOLIO SHARE (A)
## AS OF APRIL 30, 2011

| FUND | SHARE OF INVESTMENTS | POOLED CASH & INVESTMENTS BALANCE | CASH PERCENT |
|---|---|---|---|
| General | 53,774,341.79 | 55,223,413.64 | 32.10 |
| Parks & Recr Facility & Open Space | 3,947,678.99 | 4,054,058.17 | 2.36 |
| State Gas Tax | 7,811,735.11 | 8,022,240.07 | 4.66 |
| Federal Housing, Community Dev | 270,812.39 | 278,110.05 | 0.16 |
| Street Lighting | 26,349.94 | 27,060.00 | 0.02 |
| Traffic Congestion Relief Act 2000 - AB2928 | 901,730.33 | 926,029.50 | 0.54 |
| Proposition 1B | 871,975.14 | 895,472.49 | 0.52 |
| Police Asset Forfeiture | 3,923,574.75 | 4,029,304.39 | 2.34 |
| Drainage Improvement | 18,934.24 | 19,444.47 | 0.01 |
| Measure R Local Return | 1,861,321.84 | 1,911,479.39 | 1.11 |
| Government Cable | 2,932,836.89 | 3,011,868.85 | 1.75 |
| Local Return - Proposition C | 5,625,514.77 | 5,777,107.05 | 3.36 |
| Grants/Donations | (314,782.09) | (323,264.61) (B) | (0.19) |
| Citizens Options for Public Safety (COPS) Grant Funds - AB3229 | 179,214.22 | 184,043.55 | 0.11 |
| Seismic Education Fund | 54,833.12 | 56,310.72 | 0.03 |
| Rehabilitation Housing | 662,324.59 | 680,172.43 | 0.40 |
| Meadow Park Parking Lot | 32,268.28 | 33,137.82 | 0.02 |
| Police Inmate Welfare Fund | 49,143.56 | 50,467.84 | 0.03 |
| Capital Improvements | 21,407,657.20 | 21,984,535.17 | 12.78 |
| Geologic Hazard Abatement | 13,940.97 | 14,316.64 | 0.01 |
| El Camino Training Fund-Fire | 642,989.36 | 660,316.17 | 0.38 |
| El Camino Training Fund-Police | 9,737.60 | 10,000.00 | 0.01 |
| Vanpool/Rideshare Fund | 62,091.06 | 63,764.24 | 0.04 |
| Torrance Public Financing | (65,102.26) | (66,856.59) (C) | (0.04) |
| Animal Control Fund | (28,381.15) | (29,145.94) (D) | (0.02) |
| Redevelopment-Capital Proj | 6,925,149.83 | 7,111,763.73 | 4.13 |
| Redevelopment Debt Service | (1,218,819.12) | (1,251,662.97) (E) | (0.73) |
| Underground Storage Tank Fund | 2,921.28 | 3,000.00 | 0.00 |
| DNA Sampling Fund | 60,499.70 | 62,130.00 | 0.04 |
| Airport Fund | 4,792,679.48 | 4,921,829.12 | 2.86 |
| Transit Operations | 4,692,424.67 | 4,818,872.72 | 2.80 |
| Development Impact Fund | 924,993.37 | 949,919.42 | 0.55 |
| Water Operations | 4,578,530.23 | 4,701,909.13 | 2.73 |
| Emergency Medical Service Enterprise Fund | 36,078.12 | 37,050.33 | 0.02 |
| Sanitation Operations | 901,247.42 | 925,533.58 | 0.54 |
| Cultural Arts Enterprise | 173,641.70 | 178,320.87 | 0.10 |
| Sewer Enterprise Fund | 10,566,490.89 | 10,851,229.00 | 6.31 |
| Parks & Recreation Enterprise Fund | (971,919.20) | (998,109.77) (F) | (0.58) |
| Self Insurance Fund | 8,388,463.91 | 8,614,510.13 | 5.01 |
| Fleet Services | 13,482,339.67 | 13,845,651.95 | 8.05 |
| Postemployment/Compensated Absences Fund | 6,054,964.58 | 6,218,129.36 | 3.61 |
| Trust & Agency | 3,463,880.75 | 3,557,222.89 | 2.07 |
| **TOTAL** | **167,526,307.91** | **172,040,685.00** | **100.00** |

(A) The difference between the Share of Investments total of $167,526,307.91 and the Pooled Cash and Investments total of $172,040,685.00 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)

(B) FEAP653 Lomita Right of Way Open Space has a negative cash balance of <$809,787>, payment for $425,000 was received on May 16, 2011and full payment of $384,787 was received on May 9, 2011.

T 051Crenshaw Blvd. Rehabilitation has a negative balance of <199,128.70>, reimbursement request in the amoung of $115,653.09 was submitted on May 17, 2011.

I-077 Madrona Marsh Restoration has a negative balance of <$93,309> , reimbursement request in the amount of $52,992 was submitted on April 1, 2011. Check is expected in 6 weeks.

Recovery Bryne 2009 has a negative balance of <$56,517.06>, a drawdown request was submitted in April 2011.

(C) Amount represents expenditures for FEAP715 Alta Loma building renovation. Drawdown requested on April 25, 2011.

(D) Animal license renewals are sent out in May with a due date of June 30, 2011. The cash balance will increase in May and June 2011.

(E) The Industrial Debt Service fund's annual bond principal and interest totalling $2,391,381 has been paid to date. Additional property tax increments are projected to be received from the County in May and June to cover the debt service payments.

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

City of Torrance
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## CASH AND INVESTMENT RECONCILIATION
## AS OF APRIL 30, 2011

| | | |
|---|---|---|
| INVESTMENTS PER PORTFOLIO SUMMARY (City Pool) | | **167,526,307.91** |
| CASH AND INVESTMENTS PER BOOKS | | **172,040,685.00** |
| CASH IN BANKS: | | |
| Cash in B of A General Account | | ($530,532.20) |
| Cash in B of A Payroll Account | | 0.00 |
| OUTSTANDING WARRANTS: | | |
| General Account | 369,650.92 | |
| Payroll Account | 183,778.20 | |
| Workers Compensation Account | 139,411.66 | |
| | | 692,840.78 |
| Miscellaneous outstanding adjusting journal entries | | (5,929,131.11) |
| Housing Fund restricted cash | | (350,352.34) |
| Payroll for PE 4/30/11 posted on 4/30/11 and paid on 5/13/11 | | 1,602,797.78 |
| INVESTMENTS PER BOOKS | | **$167,526,307.91** |