Council Meeting of
September 9, 2014

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

Members of Council:

SUBJECT: City Treasurer – Accept and file Investment Report for July 2014

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the attached monthly investment report for the month of July 2014.

FUNDING

Not applicable

BACKGROUND

On December 17, 2013, Your Honorable Body, through passage of Resolution 2012-94, 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 monthly statement of investment activity. This requirement is provided in the attached report.

Investment Committee Note

The Investment Committee, made up of the Finance Director, City Manager, City Attorney, City Treasurer and the Deputy City Treasurer, as created by your Honorable Body, has reviewed the attached report.

Respectfully submitted,

Dana Cortez
City Treasurer

Noted:

LeRoy J. Jackson
City Manager

CC: City Manager
City Clerk

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Investment Report Summary Notes for July 2014

Investment Activity during the Period

The investment activity for July included 1 purchase and 1 redemption.

Purchases

Issuer	PAR VALUE	TERM	RATE	YIELD	Structure
NCB Savings Bank	245,000	3 years	1.000%	1.000%	Bullet

Redemptions

Issuer	PAR VALUE	TERM	RATE	YIELD	STATUS
Federal Home Loan Bank	1,000,000	3.2 years	1.250%	1.165%	Matured

The LAIF balance decreased by $36.5 million and the average monthly yield was .244%. During the month of July we had 4 LAIF deposit and 5 withdrawals (activity detail on page 3 of the investment report). The LAIF balance as of July 31, 2014 was $13 million. The LAIF balance decreased primarily due to the TRAN payment was that made this month in the amount of $30.5 million. June 30, 2014 portfolio balance was $195,002,020 and the balance as of July 31, 2014 was $161,336,826. The total portfolio decreased by $ 33.7 million which is mainly due to the TRAN payment made this month in the amount of $30.5 million.

Liquidity of the Portfolio

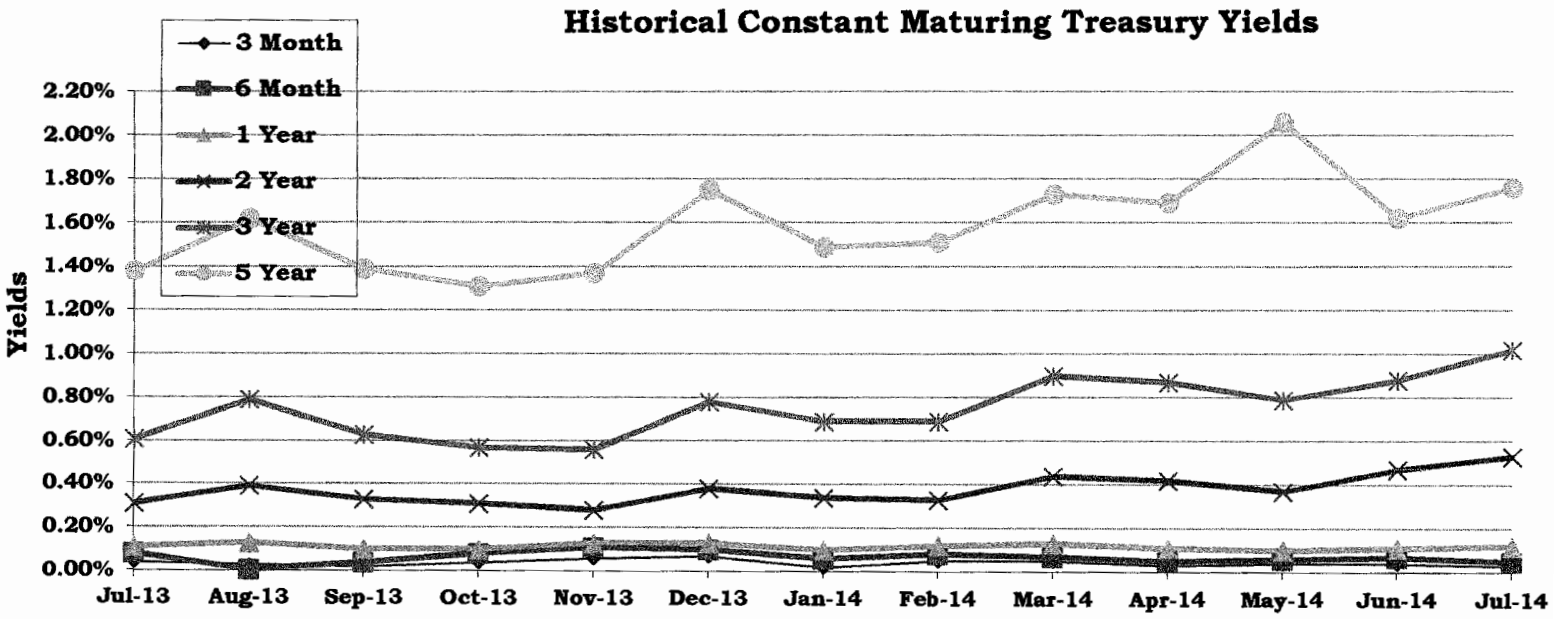
- The current goal is to keep the portfolio at an average maturity between 2 to 3 years based on current economic trends. The goal was set between 2 to 3 years as a gauge to meet liquidity needs and in order to take advantage of rising interest rates. Average maturity is a moving target which is contingent upon the current state or conditions of the economy. The portfolio's current average maturity is 969 days or 2.7 years. This is a 166 day increase from the previous month.
- The City is in compliance with California Government Code Section 53646 which requires local agency to report its ability to meet pooled expenditure requirements for the next six (6) months. Currently, our projected cash flows for the next six months show that anticipated inflows exceed outflows in the amount of $10.8 million excluding LAIF that has a projected average balance of $8.6 million for the same period.
- The goal is to keep an average $10-$20 million in liquid assets in order to meet operational needs and for any unexpected expenditures that may arise. During the second half of the fiscal year, per TRAN requirements, we set aside 50% of the TRAN payments in January and the remaining balance in May which increases our liquidity by the amount of these payments. The TRAN payment is $30.6 million was made in July.

Investment Comparison to Benchmark

For the month of July the City's yield to maturity on pooled investments was 1.069%. The yield increased by 16 basis point or .16% from the previous month. The average effective rate of return for fiscal year-to-date is .95%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was .53% which reflects an increase of 6 basis points or .06% compared to the prior month. The portfolio performed above the benchmark (CMT) by 54 basis points or .54%. As the economy improves and interest rates continue to slowly move upward we will see the spread between the portfolio performance and our benchmark tighten. When the short end of the yield curve begins to rise we can expect LAIF rates to trail also.

Investment Report Summary Notes for July 2014

The graph below tracks the US Constant Maturing Treasury yields for the past twelve month period for a variety of terms.



The Torrance portfolio will stay the course based on the current economic trends. Covering cash flow needs rank as the top priority.

Prepared by the City Treasurer's Dept. for Investment Advisory Committee reference.

CITY of TORRANCE
Monthly Investment Portfolio Report
July 31, 2014

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Additional Documents provided to Committee

Yield Spread Comparison Worksheet — A
City of Torrance Cash and Investments per Books
For The Twelve Months Ended July 31, 2014 (Pre-Close) — B

I. POOLED FUNDS

Investment Report
July 2014

Investment Portfolio Highlights

RETURN	Current Month	Previous Month
Effective Rate of Retun	0.950%	1.040%
Average City Portfolio YTM	1.069%	0.908%
Average U.S. Treasury Constant Maturity - 2 year	0.530%	0.470%
LAIF Average Monthly Return	0.244%	0.228%
Average City Portfolio YTM - 1 year prior	1.090%	0.970%
INTEREST INCOME	Current Period	Prior Year
Fiscal year to date	$137,671	$204,155
Current month	$137,671	$204,155
MATURITY	Current Month	Prior Month
Average Maturity (days)	969	803
Average Maturity 1 Year Prior (days)	1059	885
Weighted Average Maturity (years)	2.65	2.20
VOLUMES	Total $ Volume	# of Transactions
Purchases	$34,198,482	5 *
Maturities/Redemptions	$71,429,918	6 *

*This category includes LAIF activity

Portfolio Activity Summary

Month End	Year	Number of Securities	Average Balance	Yield to Maturity 360	Yield to Maturity 365	Managed Pool Rate	Investments Purchased	Investments Redeemed	Average Term	Average Days to Mat
July	2013	103	145,319,168.79	1.068	1.083	0.267%	1	4	1,441	1,059
August	2013	101	143,718,235.33	1.003	1.017	0.271%	0	2	1,333	963
September	2013	97	147,018,331.76	0.988	1.002	0.257%	0	4	1,314	930
October	2013	102	148,793,736.36	1.073	1.088	0.266%	7	2	1,475	1,059
November	2013	101	139,220,177.47	1.098	1.113	0.263%	1	2	1,513	1,077
December	2013	97	139,854,277.57	1.043	1.058	0.264%	0	4	1,414	983
January	2014	98	150,440,914.52	0.954	0.967	0.244%	4	3	1,274	888
February	2014	94	160,971,307.46	0.902	0.915	0.236%	4	8	1,200	861
March	2014	96	161,451,944.68	0.933	0.946	0.236%	5	3	1,242	887
April	2014	104	166,715,136.76	0.936	0.949	0.233%	12	4	1,205	877
May	2014	107	181,964,818.45	0.886	0.898	0.228%	5	2	1,117	804
June	2014	108	190,885,952.50	0.896	0.909	0.228%	4	3	1,117	803
July	2014	108	170,758,425.42	1.054	1.069	0.244%	1	1	1,380	969
	Average	**101**	**157,408,413.43**	**0.987%**	**1.001%**	**0.249%**	**3**	**3**	**1,310**	**939**

Investment Report
July 2014

Investment Portfolio Summary

	Book Value	BV % of Portfolio	Market Value	MV % of Portfolio	% per Policy	Modified Duration (MV)	Days to Maturity (MV)	Maximum Term	YTM (BV)
Local Agency Investment Fund (State of California)	**$13,023,565**	**8.41%**	**$13,023,565**	**8.43%**	**$50Mil**	**0.00%**	**1**	**N/A**	**0.244%**
Union Bank Custodial - Money Market Account	**$0**	**0.00%**	**$0**	**0.00%**	**100%**	**0.00%**	**1**	**N/A**	**0.001%**
U.S. Treasury Securities	**$4,980,122**	**3.22%**	**$4,961,940**	**3.21%**	**100%**	**3.91%**	**1,478**	**5 Year**	**1.419%**
Federal Agency Issues	**$106,616,647**	**68.86%**	**$106,105,265**	**68.68%**	**75%**	**2.95%**	**1,108**	**5 Year**	**0.989%**
Farmer Mac	$14,499,738	9.37%	$14,444,055	9.35%	30%	3.31%	1,244	5 Year	1.125%
Federal Farm Credit Bank	$20,093,620	12.98%	$20,156,440	13.05%	30%	2.76%	1,032	5 Year	1.275%
Federal Home Loan Bank	$23,100,365	14.92%	$22,890,810	14.82%	30%	3.25%	1,218	5 Year	0.994%
Federal Home Loan Mortgage Corporation	$32,997,315	21.31%	$32,796,960	21.22%	30%	2.54%	951	5 Year	0.717%
Federal National Mortgage Association	$15,925,610	10.29%	$15,817,000	10.24%	30%	3.31%	1,235	5 Year	1.061%
Negotiable Certificates of Deposit	**$7,595,000**	**4.91%**	**$7,614,634**	**4.93%**	**20%**	**2.33%**	**868**	**5 Years**	**0.961%**
Medium Term Notes	**$22,613,638**	**14.61%**	**22,786,056**	**14.75%**	**20%**	**2.11%**	**795**	**5 Year**	**1.878%**
3m	$2,086,458	1.35%	$2,074,426	1.34%	5%	2.85%	1,060	5 Year	0.891%
Barclay	$3,000,000	1.94%	$3,030,750	1.96%	5%	2.18%	819	5 Year	3.140%
Bank of Montreal	$1,000,809	0.65%	$997,760	0.65%	5%	3.10%	1,137	5 Year	1.373%
Colgate Palmolive Co.	$1,995,971	1.29%	$1,969,040	1.27%	5%	4.08%	1,553	5 Year	1.549%
General Electric	$994,558	0.64%	$1,020,720	0.66%	5%	1.25%	465	5 Year	2.710%
General Electric Capital Corp	$5,995,325	3.87%	$6,114,960	3.96%	5%	1.29%	476	5 Year	2.121%
IBM	$1,027,845	0.66%	$1,023,780	0.66%	5%	1.94%	721	5 Year	0.530%
Royal Bank of Canada	$1,001,725	0.65%	$998,620	0.65%	5%	2.81%	1,050	5 Year	1.189%
Toyota Motor Credit Corp	$4,510,621	2.91%	$4,537,690	2.94%	5%	2.11%	804	5 Year	1.543%
Wal-Mart Stores	$1,000,326	0.65%	$1,018,310	0.66%	5%	0.93%	341	5 Year	2.213%
Total Investments	**$154,828,972**	**100.00%**	**$154,491,459**	**100.00%**		**2.58%**	**969**		**1.069%**
Cash In Bank - General	**$4,736,510**							**Earnings Credit**	**0.250%**
Cash In Bank - Housing	**$1,771,344**								
Total Funds	**$161,336,826**								

Effective Rate of Return	
Month Ending	**Fiscal YTD**
0.95%	**0.95%**

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 2013-86 on December 17, 2013, per California Government Code §53601. A copy of this policy is available at the office of the City Clerk.

Dana Cortez - City Treasurer

Not available

Shiela Abalayan - Deputy City Treasurer

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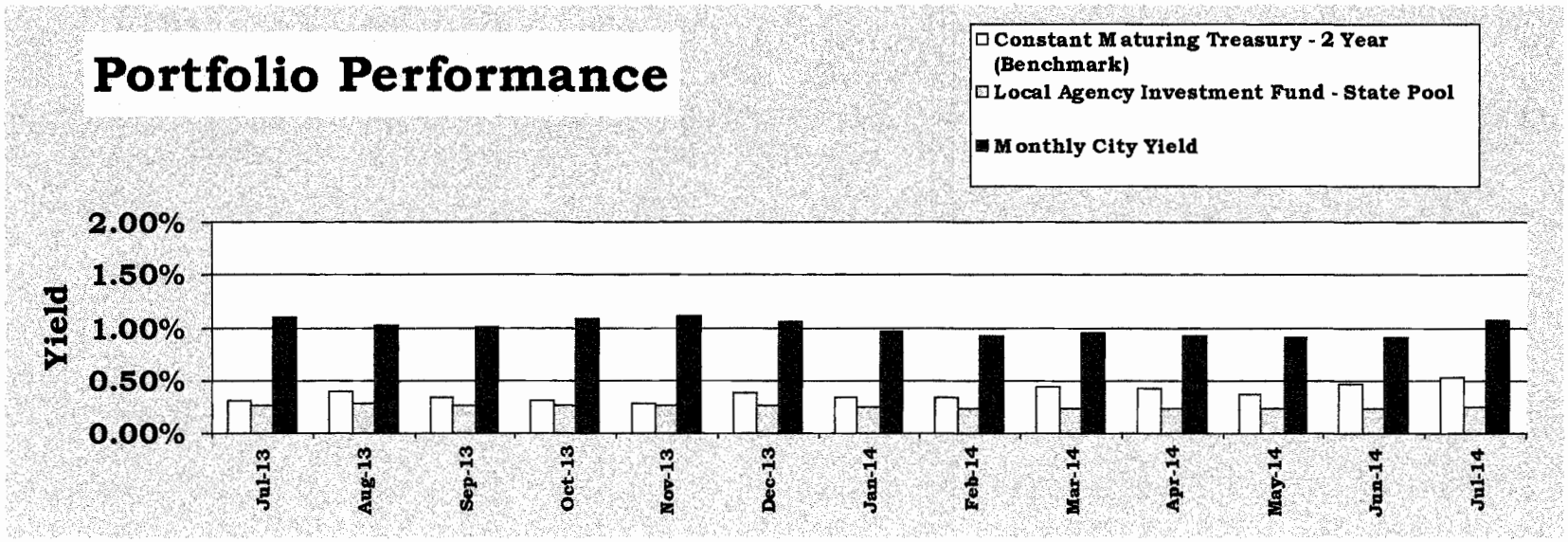
Investment Report
July 2014

Portfolio Monthly Activity Detail

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING		DAYS HELD/ DAYS TO MATURITY	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
PURCHASES											
11151	Higgins Capital	7/16/2014	NCB Savings Bank	FDIC		1,081	1.000%	1.000%	245,000	245,000	243,787
								1.000%	**245,000**	**245,000**	**243,787**
MATURITIES/CALLS/SALES											
10956	Wedbush	5/16/2011	FHLB	AA+/Aaa	7/30/2014	1171	1.250%	1.165%	1,000,000	1,000,000	1,000,000
								1.165%	**1,000,000**	**1,000,000**	**1,000,000**

State of California Local Agency Pool	Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest Earned	Ending Balance
City	19,000,000	0.244%	0.244%	2,500,000	8,500,000	23,565	13,023,565
TRAN Repayment	30,500,000	0.244%	0.244%		30,500,000		0
	$49,500,000			**$ 2,500,000**	**39,000,000**	**$ 23,565**	**13,023,565**

Investment Report
July 2014

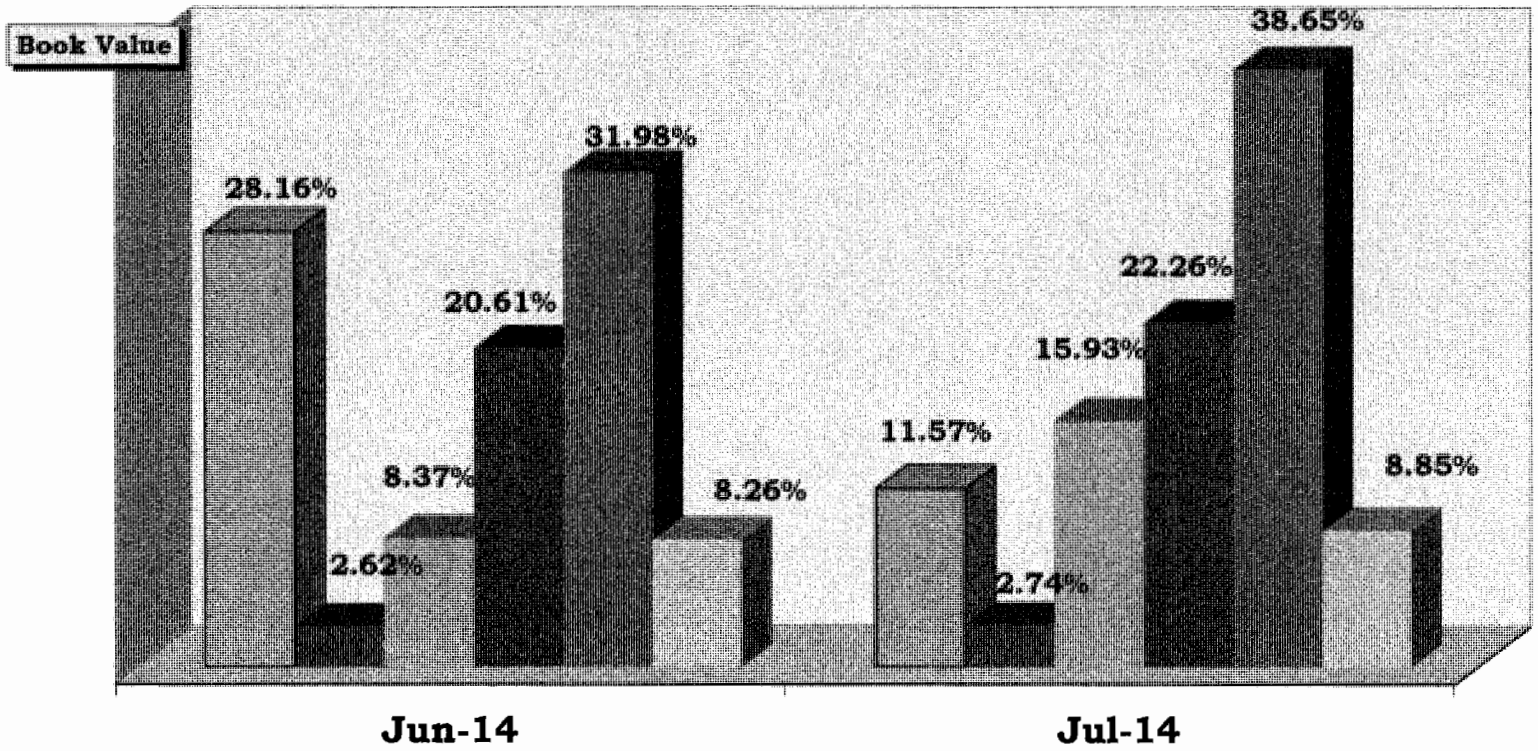


Portfolio Earnings Summary

	July 31, 2014	Fiscal Year to Date
CD/Coupon/Discount Investments:		
Interest Collected	$415,655.21	$415,655.21
Plus Interest at End of Period	$323,649.83	$323,649.83
Less Accrued Interest at Beginning of Period	($557,158.45)	($557,158.45)
Interest Earned	**$182,146.59**	**$182,146.59**
Adjusted By Premium	($49,883.77)	($49,883.77)
Adjusted by Capital		$0.00
Earnings during	**$132,262.82**	**$132,262.82**
Cash/Checking Accounts:		
Interest Collected	$23,578.30	$23,578.30
Plus Accrued Interest at End of Period	$25,853.99	$25,853.99
Less Interest at Beginning of Period	($44,023.73)	($44,023.73)
Interest Earned	**$5,408.56**	**$5,408.56**
Total Interest Earned	**$187,555.15**	**$187,555.15**
Total Adjustments from Premium and Discounts	($49,883.77)	($49,883.77)
Total Capital Gains or Loss	$0.00	$0.00
Total Earnings this Period	**$137,671.38**	**$137,671.38**

Investment Report
July 2014

Maturity Distribution



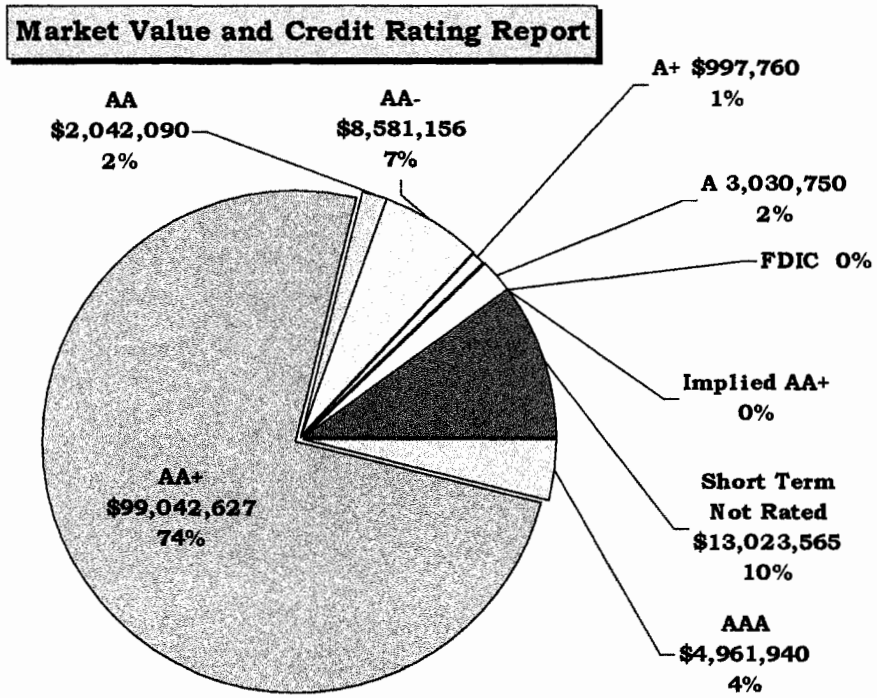
1 day to 6 months	6 months to 1 year	1 year to 2 years
2 years to 3 years	3 years to 4 years	4 years to 5 years

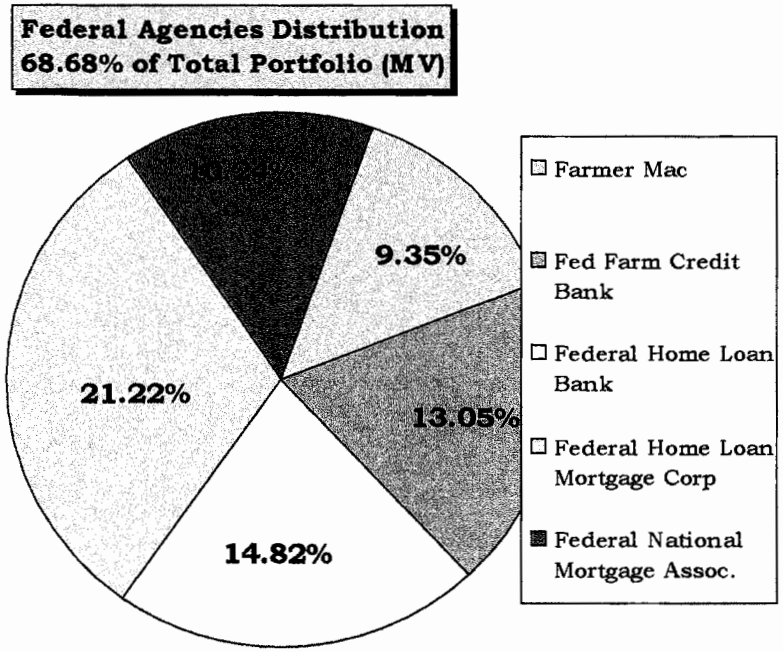
NOTE:*SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and monies of the local agency. It also requires a statement of compliance of the portfolio with the 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.

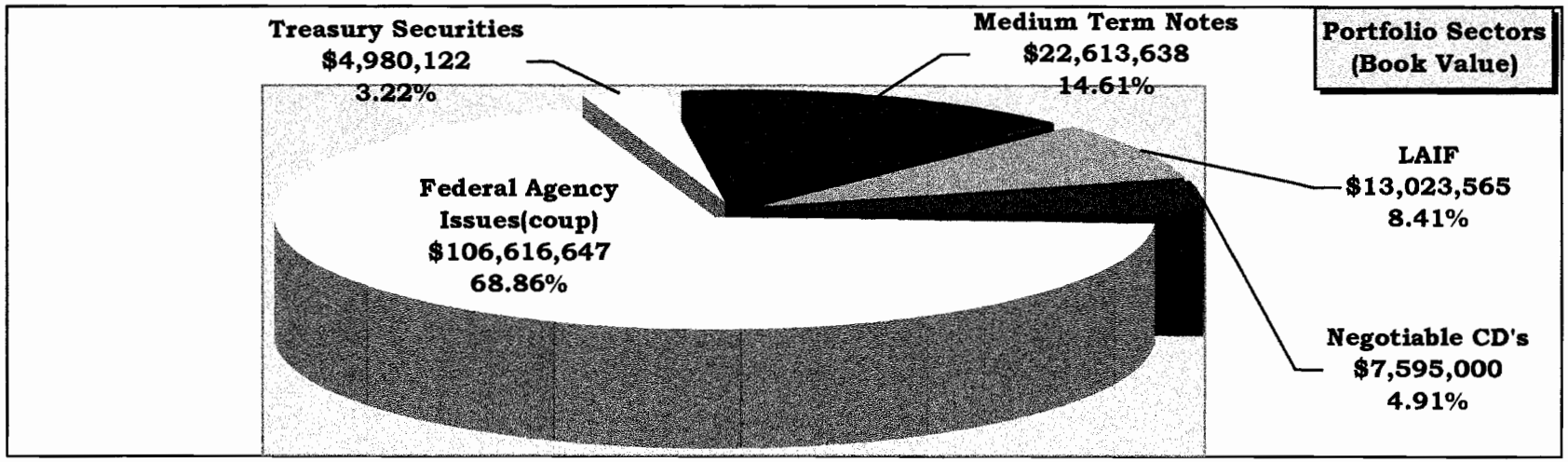
Investment Report

July 2014

Portfolio Distribution







Investment Report

July 2014

Value of Portfolio per GASB 31

	Beginning Investment Value as of July 1, 2014	Purchase/Redemption of Principal	Change in Market Value	Ending Investment Value as of July 31, 2014
U.S. Treasury Securities	$4,991,350	$0	($29,410)	$4,961,940
Federal Agency (Coupon)	$107,469,350	($1,000,000)	($364,085)	$106,105,265
Negotiable Certificate Deposits	$7,367,216	$245,000	$2,418	$7,614,634
Medium Term Notes	$22,844,531	$0	($58,475)	$22,786,056
Municipal Bonds	$0	$0	$0	$0
SUBTOTAL PER GASB 31	**$142,672,447**	**($755,000)**	**($449,552)**	**$141,467,895**
Non-GASB				
Local Agency Investment Funds	$49,500,000	($36,476,435)	$0	$13,023,565
Money Market	$0	$0	$0	$0
Federal Agency – Disc.	$0	$0	$0	$0
Treasury Security – Disc.	$0	$0	$0	$0
Certificate of Deposits -Disc.	$0	$0	$0	$0
Commercial paper	$0	$0	$0	$0
TOTAL PORTFOLIO	**$192,172,447**	**($37,231,435)**	**($449,552)**	**$154,491,459**

The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We report the unrealized gain/(loss) monthly and book realized gain/(loss) at year end as a GASB 31 requirement.

GASB 31 is a reporting requirement that reports the "Fair Value" of investments held in our portfolio. Fair value is the amount at which a financial instrument (investment) could be exchanged in a current transaction between willing parties at current market prices. It is important to understand the relationship between prevailing interest rates and fixed coupon investments. As market interest rates fall, the "Fair Value" of held securities will rise (unrealized Gains). The opposite occurs as market interest rates rise (market prices of held investments will fall). It should be noted that investments held in the city pool are to be held until maturity so both gains and losses (unrealized) will not be taken.

Reviewed by the Investment Advisory Committee:

City Treasurer - Dana Cortez

City Manager - LaRhoy Jackson

City Attorney - John Fellows III

Finance Director - Eric Tsao

Not available

Deputy City Treasurer - Shiela Abalayan

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2014

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			13,023,564.51	13,023,564.51	13,023,564.51	0.244		0.244	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			0.00	0.00	0.00	0.244		0.244	1	
		Subtotal and Average	**27,900,019.25**		**13,023,564.51**	**13,023,564.51**	**13,023,564.51**			**0.244**	**1**	
Money Market Sweep Account												
316175108S	1000	Union Bank of California			0.00	0.00	0.00	0.001		0.001	1	
		Subtotal and Average	**212,746.88**		**0.00**	**0.00**	**0.00**			**0.000**	**0**	
Negotiable CD												
33764JHM0	11052	First Bank of P R #30387		08/01/2012	245,000.00	247,944.90	245,000.00	1.250	FDIC	1.251	731	08/01/2016
330459AE8	11110	1st Nat'l Bank Kentucky #2759		10/03/2013	245,000.00	246,425.90	245,000.00	0.900	FDIC	0.901	794	10/03/2016
33648FJN6	11127	First State Bank West Virginia		03/11/2014	245,000.00	244,794.20	245,000.00	0.450	FDIC	0.451	588	03/11/2016
02005QN90	11044	Ally Bank		08/01/2012	245,000.00	246,359.75	245,000.00	1.150	FDIC	1.157	367	08/03/2015
02587DLD8	11070	American Express Cent #27471		10/04/2012	245,000.00	247,660.70	245,000.00	1.550	FDIC	1.551	1,160	10/04/2017
06740AYC7	11090	Barclays Bank		03/12/2013	245,000.00	244,387.75	245,000.00	1.250	FDIC	1.346	1,319	03/12/2018
06426NGR7	11068	Bank of China #33653		09/26/2012	245,000.00	245,173.95	245,000.00	0.650	FDIC	0.650	56	09/26/2014
05568PZ91	11073	BMW Bank of No America #35141		11/02/2012	245,000.00	246,391.60	245,000.00	0.950	FDIC	0.950	458	11/02/2015
060624XH1	11091	Bank of Baroda #33681		03/08/2013	245,000.00	243,789.70	245,000.00	1.250	FDIC	1.251	1,315	03/08/2018
149159HR9	11094	Cathay Bank #18503		04/12/2013	245,000.00	243,503.05	245,000.00	1.000	FDIC	1.001	1,350	04/12/2018
17284CBZ6	11093	CIT Bank #35575		04/17/2013	245,000.00	243,368.30	245,000.00	1.150	FDIC	1.151	1,355	04/17/2018
20033AAU0	11084	Comenity Capital Bank		01/18/2013	245,000.00	245,935.90	245,000.00	0.750	FDIC	0.750	901	01/18/2017
225645CZ1	11126	Crescent Bank & Trust		03/05/2014	245,000.00	245,343.00	245,000.00	1.500	FDIC	1.500	1,488	08/28/2018
23204HBD9	11146	Customer Bank #34444		05/28/2014	245,000.00	244,524.70	245,000.00	0.800	FDIC	0.802	850	11/28/2016
254671GK0	11058	Discover Bank #5649		09/19/2012	245,000.00	247,795.45	245,000.00	1.250	FDIC	1.251	780	09/19/2016
29976DNQ9	11059	EverBank #34775		09/14/2012	245,000.00	247,829.75	245,000.00	0.900	FDIC	0.901	775	09/14/2016
307660HE3	11113	Farm Bureau Bank #35157		10/15/2013	245,000.00	246,354.85	245,000.00	0.900	FDIC	0.000	805	10/14/2016
308862DD0	11134	Farmers & Merchants Bk #16810		04/25/2014	245,000.00	245,737.45	245,000.00	1.450	FDIC	1.452	1,516	09/25/2018
36160XN52	11051	GE Capital Bank #33778		08/03/2012	245,000.00	246,212.75	245,000.00	1.150	FDIC	1.150	367	08/03/2015
36157PSB6	11111	GE Money Bank #27314		10/04/2013	245,000.00	246,401.40	245,000.00	1.200	FDIC	1.201	795	10/04/2016
38143AXS9	11045	Goldman Sachs Bank #33124		08/01/2012	245,000.00	246,335.25	245,000.00	1.200	FDIC	1.200	367	08/03/2015
48124JRY6	11085	JPMORGAN		01/28/2013	245,000.00	245,310.91	245,000.00	0.750	FDIC	0.750	1,276	01/28/2018
485836FB1	11129	Katahdin Trust Co CD		03/28/2014	245,000.00	245,000.00	245,000.00	1.250	FDIC	1.054	1,700	03/28/2019
628825JK8	11151	NCB FSB #32612		07/16/2014	245,000.00	243,787.25	245,000.00	1.000	FDIC	0.861	1,081	07/17/2017
70153RHF8	11130	Parkway Bank #19008		04/10/2014	245,000.00	244,345.85	245,000.00	0.500	FDIC	0.502	619	04/11/2016
74267GTZ0	11112	Private Bank & Trust Co #33306		10/04/2013	245,000.00	246,256.85	245,000.00	1.000	FDIC	1.001	795	10/04/2016
786580X96	11043	Safra National Bank #26876		07/31/2012	245,000.00	246,381.80	245,000.00	0.800	FDIC	0.800	364	07/31/2015

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Negotiable CD												
795450NT8	11053	Sallie Mae Bank		08/08/2012	245,000.00	246,372.00	245,000.00	1.100	FDIC	1.106	374	08/10/2015
84603M2H8	11046	Sovereign Bank #29950		08/01/2012	245,000.00	245,000.00	245,000.00	0.850	FDIC	0.850	0	08/01/2014
856283UK0	11098	STATE BANK of INDIA		05/14/2013	245,000.00	243,160.05	245,000.00	1.150	FDIC	0.000	1,382	05/14/2018
94768NJD7	11081	Webster Bank #18221		12/12/2012	245,000.00	246,749.30	245,000.00	1.000	FDIC	1.001	1,229	12/12/2017
		Subtotal and Average	**7,476,451.61**		**7,595,000.00**	**7,614,634.31**	**7,595,000.00**			**0.961**	**870**	
Federal Agency Issues - Coupon												
31315PXK0	11071	FARMER MAC		10/25/2012	2,000,000.00	1,999,860.00	2,000,000.00	0.650		1.053	1,181	10/25/2017
31315PWE5	11083	FARMER MAC		01/08/2013	3,000,000.00	2,977,080.00	3,000,000.00	0.930		0.935	1,256	01/08/2018
31315PNZ8	11086	FARMER MAC		01/30/2013	2,000,000.00	1,990,660.00	2,000,839.33	1.050		1.038	1,278	01/30/2018
31315PXM6	11097	FARMER MAC		05/02/2013	2,000,000.00	1,971,900.00	1,999,249.44	0.850		0.860	1,370	05/02/2018
31315PXF1	11099	FARMER MAC		05/02/2013	2,000,000.00	1,997,520.00	1,999,649.44	0.400		0.410	640	05/02/2016
31315P6A2	11115	FARMER MAC		10/04/2013	3,500,000.00	3,507,035.00	3,500,000.00	1.940		1.940	1,524	10/03/2018
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	1,001,920.00	1,000,000.00	1.150	AA+	1.150	66	10/06/2014
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,010,480.00	1,000,000.00	2.030	AA+	2.030	200	02/17/2015
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,149,960.00	2,083,666.67	4.950	AA+	2.280	609	04/01/2016
3133EAA81	11041	FEDERAL FARM CREDIT BANK		07/30/2012	1,000,000.00	996,260.00	1,000,000.00	0.780	AA+	0.780	913	01/30/2017
3133EAX29	11060	FEDERAL FARM CREDIT BANK		09/18/2012	1,000,000.00	994,900.00	1,000,000.00	0.980	AA+	0.980	1,144	09/18/2017
3133EC5A8	11075	FEDERAL FARM CREDIT BANK		11/28/2012	2,000,000.00	1,978,540.00	2,000,000.00	0.870	AA+	0.870	1,214	11/27/2017
3133ECE26	11087	FEDERAL FARM CREDIT BANK		01/30/2013	1,000,000.00	993,150.00	1,000,000.00	0.940	AA+	1.022	1,278	01/30/2018
3133ED3Z3	11109	FEDERAL FARM CREDIT BANK		10/04/2013	3,000,000.00	3,015,570.00	3,000,000.00	1.230	AA+	1.230	1,160	10/04/2017
3133ED4Q2	11114	FEDERAL FARM CREDIT BANK		10/11/2013	1,000,000.00	1,001,010.00	1,000,000.00	1.480	AA+	1.480	1,410	06/11/2018
3133EDDV1	11119	FEDERAL FARM CREDIT BANK		01/23/2014	1,000,000.00	1,004,270.00	998,794.96	1.160	AA+	1.198	1,179	10/23/2017
3133EDEB4	11121	FEDERAL FARM CREDIT BANK		02/07/2014	3,000,000.00	3,009,420.00	3,014,483.07	1.100	AA+	0.931	1,062	06/28/2017
3133EDGW6	11128	FEDERAL FARM CREDIT BANK		03/11/2014	3,000,000.00	3,000,960.00	2,996,674.90	1.300	AA+	1.330	1,410	06/11/2018
313370TW8	11040	FEDERAL HOME LOAN BANK		07/25/2012	1,000,000.00	1,025,740.00	1,028,639.53	2.000	AA+	0.620	770	09/09/2016
313380P92	11055	FEDERAL HOME LOAN BANK		09/26/2012	1,000,000.00	990,680.00	1,000,000.00	1.000	AA+	1.000	1,152	09/26/2017
313380MF1	11057	FEDERAL HOME LOAN BANK		09/18/2012	1,000,000.00	995,310.00	1,000,000.00	1.000	AA+	1.005	1,144	09/18/2017
3133824S9	11089	FEDERAL HOME LOAN BANK		02/27/2013	1,000,000.00	988,560.00	1,000,000.00	1.100	AA+	1.100	1,306	02/27/2018
313383AA9	11105	FEDERAL HOME LOAN BANK		06/12/2013	4,000,000.00	3,920,840.00	4,000,000.00	1.000	AA+	1.000	1,411	06/12/2018
3133837E5	11106	FEDERAL HOME LOAN BANK		06/06/2013	4,000,000.00	3,929,120.00	4,000,000.00	0.875	AA+	0.825	1,405	06/06/2018
3133834R9	11108	FEDERAL HOME LOAN BANK		05/24/2013	1,000,000.00	996,340.00	998,307.88	0.375	AA+	0.465	693	06/24/2016
313379VE6	11118	FEDERAL HOME LOAN BANK		01/14/2014	1,000,000.00	1,001,810.00	998,302.22	1.010	AA+	1.070	1,053	06/19/2017
313381GD1	11122	FEDERAL HOME LOAN BANK		02/20/2014	2,000,000.00	1,978,640.00	1,992,018.53	1.250	AA+	1.356	1,419	06/20/2018
313373SZ6	11123	FEDERAL HOME LOAN BANK		02/26/2014	2,000,000.00	2,057,320.00	2,062,678.16	2.125	AA+	0.428	679	06/10/2016
313375RN9	11124	FEDERAL HOME LOAN BANK		02/27/2014	2,000,000.00	2,017,460.00	2,020,418.53	1.000	AA+	0.363	588	03/11/2016

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2014

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												
3130A27K6	11148	FEDERAL HOME LOAN BANK		06/26/2014	2,000,000.00	1,993,440.00	2,000,000.00	1.250	AA+	2.020	1,790	06/26/2019
3130A2DT0	11149	FEDERAL HOME LOAN BANK		06/30/2014	1,000,000.00	995,550.00	1,000,000.00	1.700	AA+	2.018	1,790	06/26/2019
3134G3GM6	11009	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	1,000,000.00	1,002,670.00	1,000,000.00	1.300	AA+	1.300	896	01/13/2017
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,001,540.00	998,215.72	1.000	AA+	1.071	950	03/08/2017
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,036,110.00	1,030,226.84	2.500	AA+	0.810	665	05/27/2016
3134G32L3	11079	FEDERAL HOME LOAN MORTGAGE CO		12/26/2012	2,000,000.00	1,965,600.00	2,000,000.00	0.850	AA+	0.850	1,243	12/26/2017
3134G33B4	11082	FEDERAL HOME LOAN MORTGAGE CO		01/11/2013	1,000,000.00	988,290.00	1,000,000.00	1.000	AA+	1.000	1,259	01/11/2018
3137EADJ5	11095	FEDERAL HOME LOAN MORTGAGE CO		04/23/2013	3,000,000.00	2,993,460.00	3,030,036.72	1.000	AA+	0.660	1,092	07/28/2017
3137EAAG4	11096	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	5,000,000.00	5,478,150.00	5,494,930.42	5.500	AA+	0.420	717	07/18/2016
3137EADH9	11101	FEDERAL HOME LOAN MORTGAGE CO		05/13/2013	5,000,000.00	4,986,850.00	5,039,776.04	1.000	AA+	0.722	1,063	06/29/2017
3134G44N5	11102	FEDERAL HOME LOAN MORTGAGE CO		05/28/2013	2,000,000.00	1,962,020.00	2,000,000.00	0.750	AA+	0.750	1,215	11/28/2017
3137EAAG4	11107	FEDERAL HOME LOAN MORTGAGE CO		05/22/2013	4,000,000.00	4,382,520.00	4,393,281.20	5.500	AA+	0.452	717	07/18/2016
3137EADL0	11132	FEDERAL HOME LOAN MORTGAGE CO		04/23/2014	1,000,000.00	993,780.00	995,516.13	1.000	AA+	1.145	1,155	09/29/2017
3137EADS5	11135	FEDERAL HOME LOAN MORTGAGE CO		04/29/2014	2,000,000.00	2,007,480.00	2,010,645.02	0.875	AA+	0.631	805	10/14/2016
3134G54K8	11138	FEDERAL HOME LOAN MORTGAGE CO		05/28/2014	1,000,000.00	999,110.00	1,000,000.00	1.250	AA+	1.250	1,215	11/28/2017
3137EADJ5	11139	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	2,000,000.00	1,995,640.00	1,999,483.63	1.000	AA+	1.009	1,092	07/28/2017
3137EADS5	11142	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	1,000,000.00	1,003,740.00	1,005,202.94	0.875	AA+	0.637	805	10/14/2016
3136G06R7	11076	FEDERAL NATIONAL MORT ASSOC		11/28/2012	1,000,000.00	999,210.00	1,000,000.00	0.625	AA+	1.068	1,214	11/27/2017
3135G0PQ0	11100	FEDERAL NATIONAL MORT ASSOC		04/26/2013	3,000,000.00	2,952,810.00	3,014,778.24	0.875	AA+	0.720	1,182	10/26/2017
3136G1LZ0	11103	FEDERAL NATIONAL MORT ASSOC		05/28/2013	2,000,000.00	1,965,340.00	2,000,000.00	0.750	AA+	0.750	1,215	11/28/2017
3135G0WJ8	11117	FEDERAL NATIONAL MORT ASSOC		01/14/2014	1,000,000.00	982,680.00	974,121.25	0.875	AA+	1.581	1,389	05/21/2018
3135G0WJ8	11120	FEDERAL NATIONAL MORT ASSOC		01/31/2014	2,000,000.00	1,965,360.00	1,959,854.58	0.875	AA+	1.421	1,389	05/21/2018
3135G0WJ8	11125	FEDERAL NATIONAL MORT ASSOC		03/03/2014	2,000,000.00	1,965,360.00	1,967,148.88	0.875	AA+	1.320	1,389	05/21/2018
3135G0YT4	11133	FEDERAL NATIONAL MORT ASSOC		04/23/2014	1,000,000.00	996,820.00	997,093.08	1.625	AA+	1.695	1,579	11/27/2018
3135G0CM3	11136	FEDERAL NATIONAL MORT ASSOC		04/29/2014	1,000,000.00	1,011,980.00	1,013,680.21	1.250	AA+	0.610	789	09/28/2016
3135G0PQ0	11140	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	984,270.00	992,357.01	0.875	AA+	1.116	1,182	10/26/2017
3135G0GY3	11141	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,008,900.00	1,011,814.13	1.250	AA+	0.771	913	01/30/2017
3135G0PQ0	11150	FEDERAL NATIONAL MORT ASSOC		06/30/2014	1,000,000.00	984,270.00	994,762.44	0.875	AA+	1.040	1,182	10/26/2017
		Subtotal and Average	**107,575,266.11**		**105,500,000.00**	**106,105,265.00**	**106,616,647.14**			**0.989**	**1,108**	
Treasury Securities - Coupon												
912828WD8	11137	U.S.TREASURY NOTE		04/29/2014	2,000,000.00	1,972,500.00	1,973,481.17	1.250	AAA	1.575	1,552	10/31/2018
912828VK3	11143	U.S.TREASURY NOTE		05/09/2014	3,000,000.00	2,989,440.00	3,006,640.88	1.375	AAA	1.317	1,429	06/30/2018
		Subtotal and Average	**4,979,935.45**		**5,000,000.00**	**4,961,940.00**	**4,980,122.05**			**1.419**	**1,478**	

City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2014

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												
88579YAE1	11104	3M Company		05/23/2013	1,080,000.00	1,077,105.60	1,084,175.74	1.000	AA-	0.864	1,060	06/26/2017
88579YAE1	11145	3M Company		05/14/2014	1,000,000.00	997,320.00	1,002,282.16	1.000	AA-	0.920	1,060	06/26/2017
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	3,030,750.00	3,000,000.00	2.500	A	3.287	819	10/28/2016
06366RHA6	11056	Bank of Montreal		09/11/2012	1,000,000.00	997,760.00	1,000,808.89	1.400	A+	1.373	1,137	09/11/2017
19416QED8	11116	Colgate Palmolive Co		11/01/2013	2,000,000.00	1,969,040.00	1,995,971.00	1.500	AA-	1.549	1,553	11/01/2018
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,020,720.00	994,557.73	2.250	AA+	2.710	465	11/09/2015
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,084,820.00	2,001,464.15	2.900	AA+	2.868	892	01/09/2017
36962G5M2	11012	General Electric Capital Corp		01/10/2012	2,000,000.00	2,016,300.00	2,000,673.59	2.150	AA+	2.070	161	01/09/2015
36962G4N1	11024	General Electric Capital Corp		02/22/2012	2,000,000.00	2,013,840.00	1,993,187.20	1.025	AA+	1.403	375	08/11/2015
459200GX3	11144	IBM		05/13/2014	1,000,000.00	1,023,780.00	1,027,845.25	1.950	AA	0.530	721	07/22/2016
78010UD20	11147	Royal Bank of CAnada		06/16/2014	1,000,000.00	998,620.00	1,001,725.00	1.250	AA	1.189	1,050	06/16/2017
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,024,130.00	1,002,086.19	2.050	AA-	1.960	895	01/12/2017
89233P5Z5	11023	Toyota Motor Credit Corp		02/17/2012	2,000,000.00	2,008,220.00	1,999,455.56	1.000	AA-	1.102	200	02/17/2015
89236TAY1	11131	Toyota Motor Credit Corp		04/11/2014	1,500,000.00	1,505,340.00	1,509,079.24	2.000	AA-	1.850	1,545	10/24/2018
931142CT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,018,310.00	1,000,326.13	2.250	AA	2.213	341	07/08/2015
		Subtotal and Average	**22,614,006.12**		**22,580,000.00**	**22,786,055.60**	**22,613,637.83**			**1.878**	**795**	
		Total and Average	**170,758,425.42**		**153,698,564.51**	**154,491,459.42**	**154,828,971.53**			**1.069**	**969**	

City of Torrance
Portfolio Management
Portfolio Details - Cash
July 31, 2014

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		4,702.79	4,702.79				0
				Subtotal		4,702.79	4,702.79				
		Total Cash and Investments	170,758,425.42		153,698,564.51	154,496,162.21	154,833,674.32			1.069	969

II. RESTRICTED FUNDS

CITY OF TORRANCE
CASH INVESTMENT HELD BY FISCAL AGENT
FOR THE QUARTER ENDING 06-30-14

TORRANCE IMPROVEMENTS

Bank of New York Merllon

	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description	Credit Rating
Bank of New York Mellon							
City of Torrance COP Series 2009							
Reserve Fund Acct #360695	1,258,018.76	1,257,856.25	162.51	1,258,018.76		Dreyfus Inst'l Res Treasury #6541 CUSIP# S99994190	AAA
Bank of New York Mellon							
City of Torrance COP Series 2014	9,674.73			9,674.73	0.02%	Blackrock Liquidity TEMP Fund# 24 CUSIP#S99990760	
Reserve Fund Acct #528183							
Bank of New York Mellon							
City of Torrance COP Series 2014							
Reserve Fund Acct #528184	20.00			20.00	0.05%	Blackrock Liquidity TEMP Fund# 24 CUSIP#S99990760	
Bank of New York Mellon							
City of Torrance COP Series 2014							
Reserve Fund Acct #528185	2,478,135.49			2,478,135.49	0.02%	Blackrock Liquidity TEMP Fund# 24 CUSIP#S99990760	

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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)							
Debit Service #360759							
	0.00			0.00		JP Morgan Prime MM Premier #350 CUSIP#S99999780	AAA
Required Rerserve Act # 360760							
	0.00	0.00	0.00	0.00		FSA Capital Mgmt Invest Agmt. CUSIP#S86253100	

REDEVELOPMENT SUCCESSOR 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							
Reserve Acct # 428469	261.25			261.25	0.01%		
	586,579.71	586,890.00	(310.29)	586,579.71	0.01%	INVESCO Prime Private CUSIP#S99990340	AAA

CITY OF TORRANCE
CASH INVESTMENT HELD BY FISCAL AGENT
FOR THE QUARTER ENDING 06-30-14

Bank of New York Mellon

Torrance RDA (Industrial) 99C (matur	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description	
Interest Acct # 428877							
Reserve acct # 428882	0.00			0.00			
	1,295,088.55	1,300,480.00	(5,391.45)	1,295,088.55	0.01%	MBIA FINL GUARANTY INS POL.# 29278 CUSIP S86460550	A

TOTAL: ALL CASH & INVESTMENTS HELD BY FISCAL AGENT	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value
	$ 5,627,517.24	$ 3,145,226.25	$ (5,539.23)	$ 5,627,517.24

(1) Reserve requirements may be overfunded due to an accumulation of funds which are adjusted at every scheduled payout. These funds will be transferred to the lease payment/principal/interest account when interest/principal payouts are made by the City.

(2) Over/under funded reserve requirements is for memorandum purposes only. Reserve requirements as outlined in the bond indenture require that at time (day of) of semi-annual payments to bondholders that the market value of the investments held in reserve is equal to the reserve requirement. Due to market fluctuations throughout the year it is normal to see both over and under funded situations.

CITY OF TORRANCE
EMPLOYEES DEFERRED COMPENSATION PLANS
FOR THE QUARTER ENDING 06-30-14

457PLAN A

PERMANENT EMPLOYEES

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Revenue Sharing Net Change	Withdrawals	Acct. Transfers Out	Outstanding Loans	Ending Balance
154,387,139.06	1,846,916.36	4,100,404.82 *	443,417.13	3,387,184.40	(7,629.41)	1,751.74 **	(1,986,908.66)	(4,099,404.82) *	4,348,703.92 ##	162,421,574.54

Investment Type	Book Value	Market Value
Variable Funds	83,535,021.07	83,535,021.07
Stable Value Fund	69,397,671.36	69,397,671.36
Self-Direct	5,140,178.19	5,140,178.19
(1) Outstanding Loans	4,348,703.92	4,348,703.92
Totals	162,421,574.54	162,421,574.54

(1) Participant Loan Outstanding Balance included in Total Assets

* Transfer in and Transfer out amounts are not matching due to a trade transaction

** Shown below is the breakdown of transactions for the quarter of the Revenue Sharing Account

457 Plan Revenue Sharing										
188,025.16	9,605.64	-	896.10	-	(8,750.00)	-	-	-	-	189,776.90

457PLAN B

RECURRENT/PART-TIME/TEMPORARY EMPLOYEES

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Forfeiture	Withdrawals	Acct. Transfers Out	Ending Balance
2,771,047.20	63,919.34	56,937.40	13,568.73	5,890.78	(5,250.00)	0.02	(44,565.79)	(56,937.40)	2,804,610.28

Investment Type	Book Value	Market Value
Variable Funds	177,877.22	177,877.22
Fixed Funds (84)	181,580.81	181,580.81
Stable Value Fund	2,445,152.25	2,445,152.25
Totals	2,804,610.28	2,804,610.28

401(A)

MANAGEMENT, POLICE, FIRE, ENGINEERS

Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Forfeiture	Withdrawals	Acct. Transfers Out	Outstanding Loans	Ending Balance
10,215,505.20	91,110.09	264,954.45	25,089.42	243,751.70	(997.74)	4.76	(144,800.36)	(264,954.45)	136,256.65 (1)	10,565,919.72

Investment Type	Book Value	Market Value
Variable Funds	6,401,834.36	6,401,834.36
Stable Value Fund	3,883,903.03	3,883,903.03
Self-direct fund	143,925.68	143,925.68
Outstanding Loans	136,256.65	136,256.65
Totals	10,565,919.72	10,565,919.72

(1) Outstanding Loan Balance included in Total Assets

CITY OF TORRANCE
EMPLOYEES DEFERRED COMPENSATION PLANS
FOR THE QUARTER ENDING 06-30-14

RETIREMENT HEALTH SAVINGS PLAN (RHSP) *MANAGEMENT, POLICE, FIRE, MISC.*

Beginning Balance	Contributions	Distributions	Fees	Gain/Loss	Ending Balance
3,552,906.15	0.00	(63,632.67)	(4,134.23)	128,328.76	3,613,468.01

Investment Type	Book Value	Market Value
Stable Value/Cash Mmgt Fund	112,861.11	112,861.11
Bond Funds	133,119.24	133,119.24
Balanced/Assest Alloc Funds	2,208,830.91	2,208,830.91
U.S. Stock Funds	1,102,668.96	1,102,668.96
Intern'l/Global Stock Funds	55,987.79	55,987.79
Totals	3,613,468.01	3,613,468.01

Public Agency Retirement Services (PARS) *

Beginning Balance	Contributions	Transfer In	Distributions	Fees	Gain/Loss	Transfer Out	Ending Balance
9,709,043.64	311,553.33	519,910.47	(176,474.58)	(6,939.60)	273,373.74	(519,910.47)	10,110,556.53

Public Agency Retirement Services (PARS) *

Excess Benefit Plan

Beginning Balance	Contributions	Transfer In	Distributions	Fees	Gain/Loss	Transfer Out	Ending Balance
2,780.21	750.00		(555.21)	(1.74)			2,973.26

* Covers the period of April 2014 thru June 2014

CITY OF TORRANCE FISCAL AGENT FOR SUCCESSOR RDA
RESTRICTED CASH BALANCE REPORT
June 30, 2014

		Book Value
Bank of America City of Torrance Successor RDA Agency Account # xx-046		998,719.10
Bank of America City of Torrance Successor RDA Agency - Low Mod Account # xx-140		0.00
Local Agency Investment Fund (LAIF) City of Torrance Successor RDA Agency Account# -xx-072		839,795.58
TOTAL	**$**	**1,838,514.68**

III. CASH & INVESTMENT PORTFOLIO SHARE

City of Torrance
Investment Report
July 2014

CASH AND INVESTMENTS PER BOOKS
AS OF JULY 31, 2014 (PRE-CLOSE)

FUND	CASH & INVESTMENTS PER BOOKS	PERCENT OF TOTAL
General	21,709,229.64	13.58
Parks & Recr Facility & Open Space	3,493,357.78	2.19
State Gas Tax	15,308,740.03	9.59
Federal Housing, Community Dev	543,406.92	0.34
Street Lighting	27,060.00	0.02
Proposition 1B	526,151.52	0.33
Police Asset Forfeiture	3,745,927.33	2.35
Drainage Improvement	19,444.47	0.01
Measure R Local Return	5,207,675.55	3.26
Government Cable	4,688,031.87	2.93
Local Return - Proposition C	4,128,937.44	2.59
TDA Article 3 Bicycle Fund	14,909.87	0.01
Grants/Donations	792,079.89 (A)	0.5
CDBG Fund	(94,633.10) (B)	-0.06
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	209,850.43	0.13
Seismic Education Fund	133,946.21	0.08
Rehabilitation Housing	706,334.73	0.44
Meadow Park Parking Lot	70,500.60	0.04
Police Inmate Welfare Fund	45,024.06	0.03
Capital Improvements	17,009,628.49	10.65
Geologic Hazard Abatement	14,316.64	0.01
El Camino Training Fund-Fire	61,947.10	0.04
El Camino Training Fund-Police	8,000.00	0.01
Vanpool/Rideshare Fund	11,643.53	0.01
Torrance Public Financing - 1998 COP Fire/Police	9,674.99	0.01
Animal Control Fund	-	0
Successor Agency - Low Mod Housing Capital Project	15,930.33 (C)	0.01
Successor Agency - Downtown Debt Service	-	0
Successor Agency - Industrial Debt Service	-	0
DNA Sampling Fund	14,827.85	0.01
Airport Fund	7,120,648.04	4.46
Transit Operations	12,776,263.43	8
Development Impact Fund	1,378,565.38	0.86
Water Operations	17,870,908.93	11.19
Emergency Medical Service Enterprise Fund	-	0
Sanitation Operations	(225,097.33) (D)	-0.14
Cultural Arts Enterprise	(53,627.00) (E)	-0.03
Sewer Enterprise Fund	7,474,968.50	4.68
Parks & Recreation Enterprise Fund	581,848.39	0.36
Self Insurance Fund	1,605,819.01	1.01
Fleet Services	18,787,631.32	11.76
Postemployment/Compensated Absences Fund	11,230,380.81	7.03
Trust & Agency	2,732,844.39	1.71
TOTAL CASH AND INVESTMENTS PER BOOKS	159,703,098.04	100
Redev Obligation Retirement Fund	998,719.10 (F)	

(A) T-131 Intersection Improvements - Measure R HW - MTA Grant has a negative cash balance of <$286,646.69>. Quarterly reimbursement request will be submitted in October 2014.

FEAP764 Torrance Transit Terminal project - Measure R HW-MTA Grant has a negative cash balance of <$609,390.03>. Quarterly reimbursement request will be submitted in October 2014.

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(B) CDBG Fund has a negative cash balance of <$94,633.10> due to I 135 Sidewalk Repair for Handicap Accessibility and Home Improvement Program charges. Final reimbursement request will be submitted in August 2014 for both projects.

(C) Funds will be used to pay Coleman Court and Ocean Terrace Senior rental subsidy.

(D) Sanitation Operations Fund has a negative cash balance due to the purchase of green waste containers from Toter, Inc. for $613, 481 in May 2012 & $500,176.05 in September 2012, a $145,095.72 transfer to Fleet Veh Repl Fd for a refuse truck in November 2013 and additional purchases of automated containers for $64,774.80 in February 2014.

(E) Finance Department is monitoring and working with General Services.

(F) The cash balance of Redev Obligation Retirement Fund for $998,719.10 is in a separate Bank of America account.

City of Torrance
Investment Report
July 2014

CASH AND INVESTMENTS RECONCILIATION
AS OF JULY 31, 2014 (PRE-CLOSE)

INVESTMENTS PER PORTFOLIO SUMMARY		$ 154,828,971.53
Cash in Bank of America General Account	$ 4,736,510.39	
Cash in Bank of America Housing Account	1,771,343.66	
		6,507,854.05
TOTAL FUNDS PER INVESTMENT REPORT		**$ 161,336,825.58**
OUTSTANDING WARRANTS:		
General Account	$ (1,293,739.52)	
Payroll Account	(66,899.82)	
Workers' Compensation Account	(236,877.62)	
Housing Account	(13,242.00)	
		(1,610,758.96)
MISCELLANEOUS OUTSTANDING ADJUSTING JOURNAL ENTRIES:		
LAIF Interest Received on 07/15/14 Interfaced on 08/11/14	$ (23,564.51)	
07/07/14 bank deposit adjustment - correction deposit will be made in August 2014	(30.00)	
07/18/14 bank deposit adjustment - correction deposit will be made in August 2014	24.00	
07/22/14 bank deposit adjustment - correction deposit will be made in August 2014	533.05	
07/24/14 bank deposit adjustment - correction deposit will be made in August 2014	200.00	
07/30/14 bank deposit adjustment - correction deposit will be made in August 2014	87.00	
07/22/14 Receipts interfaced on 08/01/14	(95.06)	
07/23/14 Receipts interfaced on 08/01/14	(402.75)	
07/28/14 Receipts interfaced on 08/01/14	(4,122.14)	
07/31/14 Receipts interfaced on 08/01/14	(19,451.42)	
07/30/14 Receipts interfaced discrepancy, correction interfaced on 08/01/14	12,045.90	
Payroll direct deposit returned in July 2014, reissued in August 2014	(2,217.05)	
07/31/14 Payroll Checks, issued on 08/01/14, interfaced in August 2014	9,842.85	
IVR & Parking Web credit card receipts will be interfaced in August 2014	(1,080.00)	
07/2014 Deposit in transit	5,261.55	
		(22,968.58)
TOTAL CASH AND INVESTMENTS PER BOOKS		**$ 159,703,098.04**

Date: 7-31-2014
Provided by: US Treasury Daily Yield Curve Rates
and Wedbush Securities

Yield Spread Comparison Worksheet

Type/Maturity	30	*	60	*	90	*	180	*	1 YR	*	2 YR	*	3 YR	*	5 YR	*
US T-Note	0.010		0.010		0.030		0.050		0.120		0.530		1.020		1.760	
Agency	0.030	0.020	0.030	0.020	0.040	0.010	0.070	0.020	0.130	0.010	0.550	0.020	1.075	0.055	1.850	0.090
CD (negotiable)	-	(0.010)	-	(0.010)	0.250	0.220	0.350	0.300	0.450	0.330	0.800	0.270	1.150	0.130	2.050	0.290
Commercial Paper A1-P1 discount	0.140	0.130	0.170	0.160	0.200	0.170	0.270	0.220								
Medium Term Corp. Notes	0.100	0.090	0.100	0.090	0.180	0.150	0.290	0.240	0.380	0.260	0.740	0.210	1.310	0.290	2.087	0.327
CMT (24 months)										0.53						

Note: All yields are calculated on a 365 day basis.

Difference between US Treasury Notes and other instruments

Overnight Instruments

UBoC MM Acct	0.010%
LAIF	0.244%

CITY OF TORRANCE CASH AND INVESTMENTS PER BOOKS (IN THOUSANDS)
FOR THE TWELVE MONTHS ENDED JULY 31, 2014 (PRE-CLOSE)

Fund	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	
General	25,156	22,042	16,919	11,803	20,190	33,476	36,364	34,406	43,894	56,649	55,070	21,709	
Parks & Recr Facility & Open Space	3,908	3,907	3,930	3,937	3,984	3,702	3,715	3,723	3,706	3,641	3,576	3,493	
State Gas Tax	13,507	13,822	14,048	13,402	13,606	14,183	13,842	13,967	14,183	14,205	14,957	15,309	
Federal Housing, Community Dev	736	704	657	668	618	612	661	691	694	712	514	543	
Street Lighting	27	27	27	27	27	27	27	27	27	27	249	27	
Proposition 1B	1,765	1,735	1,708	1,691	1,679	1,672	1,669	1,664	1,661	1,362	956	526	
Police Asset Forfeiture	4,351	4,099	4,045	3,784	3,506	3,810	3,838	3,883	3,865	3,903	3,779	3,746	
Drainage Improvement	19	19	19	19	19	19	19	19	19	19	19	19	
Measure R Local Return	4,561	4,382	290	4,721	4,676	4,697	4,774	5,109	4,835	5,163	5,147	5,208	
Government Cable	4,869	4,643	4,355	4,726	4,636	4,502	4,926	4,785	4,648	5,056	4,787	4,688	
Local Return - Proposition C	3,586	3,499	3,727	3,760	3,650	3,871	3,950	4,032	4,062	4,088	4,101	4,129	
TDA Article 3 Bicycle Fund	-	-	209	219	229	239	248	252	230	239	15	15	
Grants/Donations	(266)	(65)	(46)	(61)	(75)	(53)	(64)	910	822	845	1,010	792	(A)
CDBG Fund	(37)	(59)	(82)	(98)	(114)	(162)	(450)	(276)	(260)	(196)	(83)	(95)	(B)
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	173	191	173	215	222	221	231	249	263	258	244	210	
Seismic Education Fund	59	60	58	59	63	58	59	72	110	120	131	134	
Rehabilitation Housing	706	706	706	706	706	706	706	706	706	706	706	706	
Meadow Park Parking Lot	42	41	41	38	47	66	65	64	61	60	64	70	
Police Inmate Welfare Fund	64	57	54	55	55	57	57	57	59	60	44	45	
Capital Improvements	18,301	18,229	17,805	18,023	17,194	17,125	16,601	17,055	16,366	15,598	15,342	17,010	
Geologic Hazard Abatement	14	14	14	14	14	14	14	14	14	14	14	14	
El Camino Training Fund-Fire	136	136	136	136	101	62	62	62	62	62	62	62	
El Camino Training Fund-Police	10	10	10	10	10	8	8	8	8	8	8	8	
Vanpool/Rideshare Fund	5	8	11	12	16	19	23	31	34	32	20	12	
Torrance Public Financing	-	-	(1)	-	(2)	(2)	(2)	-	-	-	-	10	
Animal Control Fund	-	-	-	-	-	3	-	-	-	-	-	-	
Successor Agency - Low Mod Housing Capital Project	8	11	7	6	9	9	9	11	11	13	15	16	(C)
Successor Agency - Downtown Debt Service	16	14	14	14	14	14	-	-	-	-	-	-	
Successor Agency - Industrial Debt Service	145	145	145	145	145	145	-	-	-	-	-	-	
DNA Sampling Fund	58	14	4	7	7	10	10	10	13	13	13	15	
Airport Fund	6,600	6,491	6,540	6,334	6,511	6,713	6,811	6,793	6,937	6,800	6,848	7,121	
Transit Operations	8,587	12,077	12,172	12,829	12,044	13,142	13,480	12,090	12,068	12,276	12,563	12,776	
Development Impact Fund	1,088	1,103	1,110	1,110	1,371	1,390	1,389	1,385	1,384	1,375	1,376	1,379	
Water Operations	9,325	9,082	9,236	9,017	8,359	8,832	8,804	8,898	15,963	16,850	17,129	17,871	
Emergency Medical Service Enterprise Fund	-	-	-	-	-	84	-	-	-	-	-	-	
Sanitation Operations	(596)	(620)	(339)	(580)	(556)	(578)	(564)	(653)	(409)	(458)	(246)	(225)	(D)
Cultural Arts Enterprise	(23)	6	(13)	(8)	(2)	(81)	(96)	(95)	(80)	(41)	(66)	(54)	(E)
Sewer Enterprise Fund	8,736	8,670	8,754	8,651	8,653	8,429	8,266	7,927	7,584	7,631	7,516	7,475	
Parks & Recreation Enterprise Fund	195	235	81	242	286	242	139	289	281	489	631	582	
Self Insurance Fund	5,743	5,730	5,701	5,744	5,641	3,898	4,004	4,064	4,167	4,231	4,647	1,606	
Fleet Services	16,925	17,030	17,229	17,662	17,974	18,003	18,299	18,516	17,992	18,446	18,617	18,788	
Postemployment/Compensated Absences Fund	8,549	8,860	9,462	8,150	8,376	10,253	10,333	11,014	11,477	11,479	11,993	11,230	
Trust & Agency	2,458	2,517	2,567	2,437	2,641	2,787	2,668	2,741	2,648	2,578	2,652	2,733	
Grand Total	**149,506**	**149,572**	**141,483**	**139,626**	**146,530**	**162,224**	**164,895**	**164,500**	**180,105**	**194,313**	**194,420**	**159,703**	

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