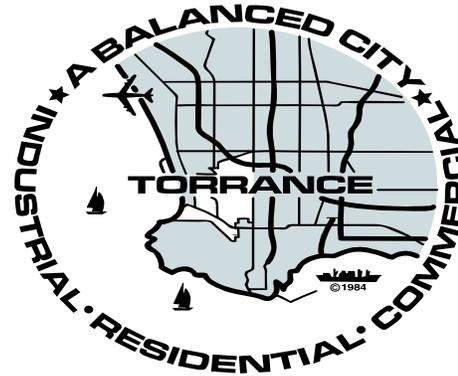


# Investment Advisory Committee Regular Meeting



## Agenda

### ❖ Call to Order

- Approval of meeting minutes for November 30, 2015
- Review, accept, and file November 2015 Investment Report presented by the City Treasurer

### ❖ Oral Communication

### ❖ Adjournment

December 22, 2015

11:00am

City Manager's  
Conference Room

# MINUTES OF THE REGULAR MEETING OF THE INVESTMENT ADVISORY COMMITTEE

## 1. CALL TO ORDER

The meeting was called to order on November 30, 2015 at 11:10 a.m. in the Finance North conference room.

## 2. ROLL CALL

### Committee Members:

**Present:** Committee Members  
**City Manager:** LeRoy Jackson  
**City Attorney:** Della Thompson-Bell for John Fellows III  
**City Treasurer:** Dana Cortez  
**Finance Director:** Eric E. Tsao  
**Deputy City Treasurer:** Emilio Campos

### Staff:

**Assistant to the City Manager:** Not present

**Public:** None

## 3. APPROVAL OF MINUTES

- Motion: Dana Cortez, approval of minutes for October 4, 2015 for September 2015
- Moved: Eric E. Tsao
- 2<sup>nd</sup>: LeRoy Jackson
- Motion passed unanimously

## 4. TREASURER'S REPORT

City Treasurer, Dana Cortez, presented the October 2015 Investment Report:

### Investment Activity during the Period

The investment activity for October included 4 purchases and 5 redemptions.

Purchases- Issuer	Par Value	Term	Coupon	Yield	Structure
Gorham Bank	247,000	4YR	1.35%	1.350%	Bullet
Bank Hapoalim BM NY	245,000	4YR	1.65%	1.651%	Bullet
Federal Home Loan Mortgage	2,000,000	4YR	1.40%	1.381%	Bullet
Apple Inc.	2,000,000	4YR	1.55%	1.590%	Bullet

Redemptions- Issuer	Par Value	Term	Coupon	Yield	Status
Federal Farm Credit Bank	1,000,000	3YR	0.78%	0.779%	Call
Federal Home Loan Bank	1,000,000	3YR	1.00%	1.000%	Call
Federal Home Loan Bank	166,667	3YR	1.00%	1.008%	Call
Federal Home Loan Bank	833,333	3YR	1.00%	1.008%	Call
Federal Home Loan Mortgage	1,000,000	3YR	1.00%	0.999%	Call

# MINUTES OF THE REGULAR MEETING OF THE INVESTMENT ADVISORY COMMITTEE

## Structure explanations:

**Step-Up Bond** – A bond that pays an initial coupon rate for the first period, and then a higher coupon rate for the following periods. A step-up bond is one in which subsequent future coupon payments are received at a higher, predetermined amount than previous or current periods. These bonds usually have a callable component.

**Bullet Bond** – Bullet bonds are non-callable. Bullet bonds cannot be redeemed early by an issuer.

**1X Callable Bond** – Is a callable bond where the issuer only has one option to call the bond. If the options is not exercised it becomes a Bullet Bond.

**6M Callable Bond** – Is a bond with an ongoing 6 month call option.

The Local Agency Investment Fund (LAIF) balance was \$21.0 million with an average monthly yield of 0.357%. Activity detailed on page 3 of the Investment Report. The aggregate investment portfolio balance on September 30, 2015 was \$170,039,469. As of October 31, 2015 the ending balance is \$166,414,370 resulting in a decrease of \$3.6 million from the previous month which is normal for this period of the Fiscal Year as expenditures exceed revenues.

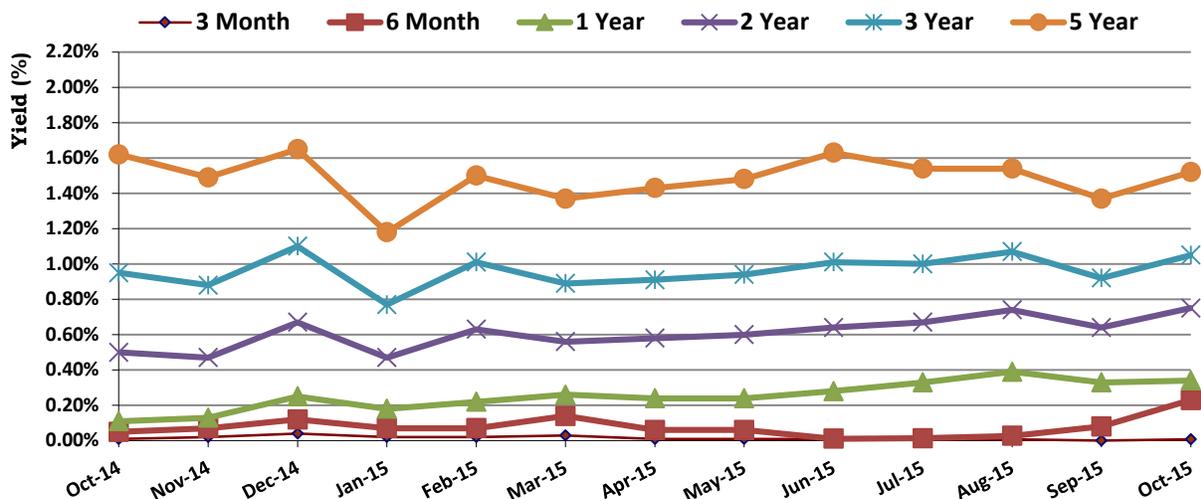
## Liquidity of the Portfolio

- ❖ The current goal is to keep the investment portfolio at an average maturity between 2 to 3 years based on current economic conditions. 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 735 days or 2.04 years. This is a 12 day increase from the previous month. The goal is to keep an average of \$10-\$20 million in liquid assets in order to meet operational needs and for any unexpected expenditures that may arise. The short term liquidity balance is \$26.5 million. 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.

## Investment Comparison to Benchmark

For the month of October the City's yield to maturity on pooled investments was 1.119%. The yield increased by 3 basis points or 0.03% from the previous month. The average effective rate of return for fiscal year-to-date is 0.99%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was 0.750% which reflects an increase of 11 basis points or 0.11% compared to the prior month. The portfolio performed above the CMT benchmark by 37 basis points or 0.37%. As the economy improves and interest rates continue to slowly move upward the spread between the portfolio performance and the benchmark will tighten. When the short end of the yield curve begins to rise LAIF rates are also expect to trail. The graph below tracks the CMT yields for the past twelve month period for a variety of terms. The City's portfolio will stay the course based on the current economic trends. Covering cash flow needs rank as the top priority.

**Historical Constant Maturing Treasury Yields**



# MINUTES OF THE REGULAR MEETING OF THE INVESTMENT ADVISORY COMMITTEE

## 5. Investment Report

- Motion: Treasurer Cortez motioned to accept and file the Investment Reports for October 2015:
- Moved: Eric E. Tsao
- 2<sup>nd</sup>: LeRoy Jackson
- Motion passed unanimously

## 6. City of Torrance Statement of Investment Policy for 2016

- Motion: Treasurer Cortez motioned to review and approve and file the City of Torrance Statement of Investment Policy for 2016 as presented:
- There was no second.
- Committee discussion, California Government code 53601 was last modified by AB1933 in 2014. This change was the addition of paragraph (Q) that provided language allowing the State of California to purchase certain securities from three supra nationals and providing the guidelines of the permissible amount of the portfolio that could be investment in this new sector. This provision became effective January 1, 2015.

No changes were made to the Torrance Statement of Investment of Policy 2015 per the direction of Treasurer Cortez. The recommendation brought forward to the committee was not to adapt this change into the city's policy for 2015. Rationale for this decision was to take a conservative approach before moving forward.

The industry standard for 2015 showed that many agencies decided to include this provision in their policy. Many making modifications to the permissible amount provided in the government code.

Treasurer Cortez provided the committee input on moving forward with this change. The suggested change was that if the committee felt strongly about moving in this direction no more than 10% of the portfolio should be allowed to be invested in this sector. After much discussion the committee with the support of Treasurer Cortez moved to review and approve the policy for 2016 with no changes.

- Modified motion was to review and approve and file the City of Torrance Statement of Investment Policy for 2016 with no changes from the approved 2015 Torrance Statement of Investment Policy.
- Moved: LeRoy Jackson
- 2<sup>nd</sup>: Eric E. Tsao
- Motion passed unanimously

## 7. ADJOURNMENT

- Motion: Dana Cortez, requested a motion to adjourn
- Moved: LeRoy Jackson
- 2<sup>nd</sup>: Eric E. Tsao
- Motion passed unanimously.  
Meeting was adjourned at 11:25 a.m.



## City of Torrance, California Investment Report Summary Notes For the Month of: November 2015

### Investment Activity during the Period

The investment activity for November included 1 purchases and 2 redemptions.

Purchases- Issuer	Par Value	Term	Coupon	Yield	Structure
MicroSoft Corp.	2,000,000	5YR	2.00%	1.944%	Bullet

Redemptions- Issuer	Par Value	Term	Coupon	Yield	Status
General Electric	1,000,000	5YR	2.25%	2.676%	Mat
Federal Home Loan Bank	1,000,000	3YR	1.10%	1.101%	Call

### Structure explanations:

**Step-Up Bond** – A bond that pays an initial coupon rate for the first period, and then a higher coupon rate for the following periods. A step-up bond is one in which subsequent future coupon payments are received at a higher, predetermined amount than previous or current periods. These bonds usually have a callable component.

**Bullet Bond** – Bullet bonds are non-callable. Bullet bonds cannot be redeemed early by an issuer.

**1X Callable Bond** – Is a callable bond where the issuer only has one option to call the bond. If the options is not exercised it becomes a Bullet Bond.

**6M Callable Bond** – Is a bond with an ongoing 6 month call option.

The Local Agency Investment Fund (LAIF) balance was \$17.2 million with an average monthly yield of 0.374%. Activity detailed on page 3 of the Investment Report. The aggregate investment portfolio balance on October 31, 2015 was \$166,414,370. As of November 30, 2015 the ending balance is \$162,545,717 resulting in a decrease of \$3.9 million from the previous month which is normal for this period of the Fiscal Year as expenditures exceed revenues.

### Liquidity of the Portfolio

- ❖ The current goal is to keep the investment portfolio at an average maturity between 2 to 3 years based on current economic conditions. 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 743 days or 2.06 years. This is a 8 day increase from the previous month. The goal is to keep an average of \$10-\$20 million in liquid assets in order to meet operational needs and for any unexpected expenditures that may arise. The short term liquidity balance is \$24.7 million. 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.

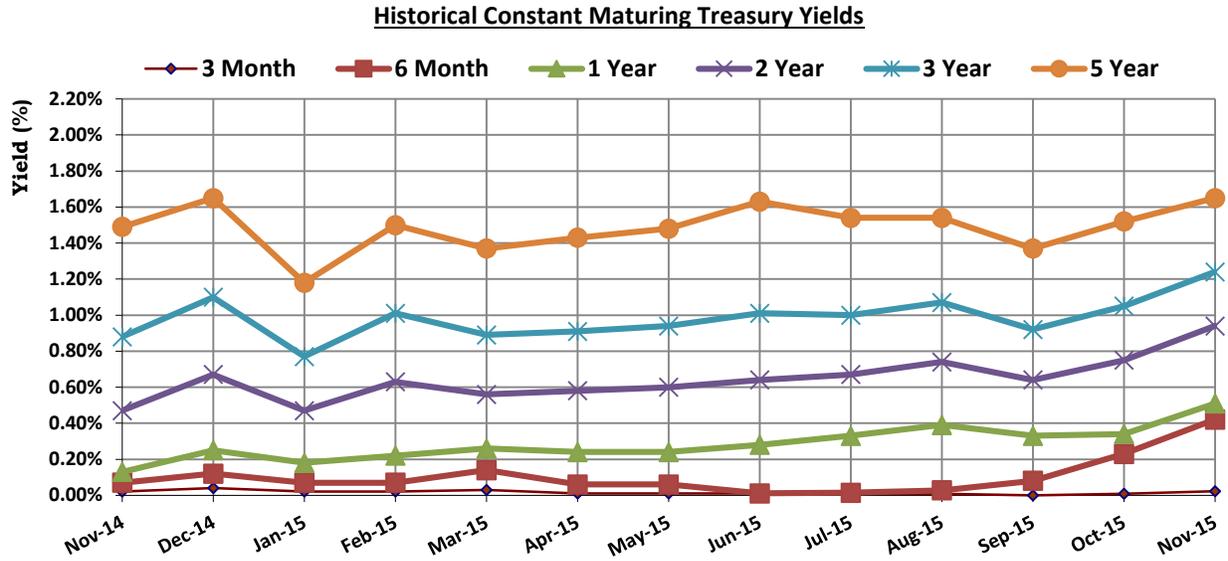
### Investment Comparison to Benchmark

For the month of November the City's yield to maturity on pooled investments was 1.139%. The yield increased by 2 basis points or 0.02% from the previous month. The average effective rate of return for fiscal year-to-date is 1.00%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was 0.940% which reflects an increase of 19 basis points or 0.19% compared to the prior month. The portfolio performed above the CMT benchmark by 20 basis points or 0.20%. As the economy improves and interest rates continue to slowly move upward the spread between the portfolio performance and the benchmark will tighten. When the short end of the yield curve begins to rise LAIF rates are also expect to trail. Rates are reflecting an upward trend as the market anticipates the Fed rate hike of December to materialize. The graph below tracks the CMT yields for the past twelve month period for a variety of



## City of Torrance, California Investment Report Summary Notes For the Month of: November 2015

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





**City of Torrance, California**  
**Monthly Investment Portfolio Report**  
**November 30, 2015**

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Additional Reference Worksheet

- a) Yield Spread Worksheet

**Investment Report  
November 2015**

**Portfolio Highlights**

<b>RETURN</b>	<b>Current Month</b>	<b>Prior Month</b>
Effective Rate of Return	1.120%	1.040%
City Portfolio YTM	1.139%	1.119%
U.S. Treasury Constant Maturity (2 year)	0.940%	0.750%
LAIF Monthly Return	0.374%	0.357%
City Portfolio YTM (Prior Year)	1.046%	1.054%
<b>EFFECTIVE RATE of RETURN</b>	<b>Year To Date</b>	<b>Prior Year To Date</b>
Effective Rate of Return	1.000%	0.980%
<b>INTEREST INCOME</b>	<b>Current Period</b>	<b>Prior Month</b>
Fiscal Year to Date	\$700,031	\$560,950
Current Month	\$150,096	\$147,187
<b>MATURITY</b>	<b>Current Month</b>	<b>Prior Month</b>
Days to Maturity	743	735
Days to Maturity (Prior Year)	853	891
Average Maturity (Years)	2.04	2.01
<b>VOLUMES</b>	<b>Total Volume (\$)</b>	<b># of Transactions</b>
Purchases/Deposits	\$13,393,316	1
Maturities/Redemptions	\$17,210,426	2

**Portfolio Activity Summary**

Month End	Year	# of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	# of Investments Purchased	# of Investments Redeemed	Average Term	Average Days to Maturity
				360 (%)	365 (%)					
November	2014	104	150,209,729.99	1.037	1.052	0.261	0	1	1,367	853
December	2014	103	150,471,885.60	1.003	1.017	0.267	0	1	1,313	789
January	2015	101	159,817,780.44	0.889	0.901	0.262	0	2	1,137	670
February	2015	100	171,931,521.26	0.875	0.888	0.266	1	2	1,124	654
March	2015	100	169,938,884.08	0.895	0.907	0.278	0	0	1,154	648
April	2015	102	172,571,119.93	0.866	0.878	0.283	5	3	1,086	600
May	2015	107	179,612,929.93	0.878	0.890	0.290	8	3	1,094	596
June	2015	115	183,442,413.43	0.943	0.956	0.299	9	1	1,115	636
July	2015	119	178,091,994.16	1.045	1.059	0.320	7	3	1,262	720
August	2015	116	165,279,461.31	1.088	1.103	0.330	2	5	1,326	752
September	2015	122	165,906,018.35	1.068	1.082	0.337	10	4	1,287	723
October	2015	121	165,878,218.18	1.103	1.119	0.357	4	5	1,311	735
November	2015	121	163,637,277.63	1.124	1.139	0.374	1	2	1,342	743
<b>Average:</b>		<b>110</b>	<b>167,414,949.72</b>	<b>0.986</b>	<b>0.999</b>	<b>0.302</b>	<b>4</b>	<b>2</b>	<b>1,224</b>	<b>701</b>

**Investment Report  
November 2015**

**Portfolio Summary**

	Book Value (\$)	BV % of Portfolio	Market Value (\$)	MV % of Portfolio	S&P Rating	% per Policy	Modified Duration	Days to Maturity	Maximum Term	YTM
<b>Local Agency Investment Fund (LAIF)</b>	<b>\$17,200,000</b>	<b>10.58%</b>	<b>\$17,200,000</b>	<b>10.58%</b>		<b>\$50Mil</b>	<b>0.000</b>	<b>1</b>	<b>N/A</b>	<b>0.374%</b>
<b>Union Bank Custodial - Money Market Account</b>	<b>\$0</b>	<b>0.00%</b>	<b>\$0</b>	<b>0.00%</b>		<b>100.00%</b>	<b>0.000</b>	<b>1</b>	<b>N/A</b>	<b>0.001%</b>
<b>U.S. Treasury Securities</b>	<b>\$4,986,180</b>	<b>3.07%</b>	<b>\$5,021,820</b>	<b>3.09%</b>	<b>AA+</b>	<b>100%</b>	<b>2.650</b>	<b>991</b>	<b>5 Year</b>	<b>1.419%</b>
<b>Federal Agency Issues</b>	<b>\$103,352,370</b>	<b>63.59%</b>	<b>\$103,302,720</b>	<b>63.54%</b>	<b>AA+</b>	<b>75%</b>	<b>2.028</b>	<b>761</b>	<b>5 Year</b>	<b>1.053%</b>
Farmer Mac	10,999,952	6.770%	10,984,550	6.76%		30%	2.074	775	5 Year	0.934%
Federal Farm Credit Bank	16,021,692	9.860%	16,071,320	9.89%		30%	1.781	662	5 Year	1.280%
Federal Home Loan Bank	20,034,236	12.330%	19,994,170	12.30%		30%	2.341	885	5 Year	1.124%
Federal Home Loan Mortgage Corporation	41,350,882	25.440%	41,292,150	25.40%		30%	1.962	738	5 Year	0.960%
Federal National Mortgage Association	14,945,608	9.190%	14,960,530	9.20%		30%	2.025	749	5 Year	1.062%
<b>Negotiable Certificates of Deposit</b>	<b>\$10,901,746</b>	<b>6.71%</b>	<b>\$10,912,870</b>	<b>6.71%</b>	<b>FDIC</b>	<b>20%</b>	<b>2.811</b>	<b>1064</b>	<b>5 Years</b>	<b>1.330%</b>
<b>Medium-Term Notes</b>	<b>\$26,105,421</b>	<b>16.07%</b>	<b>26,132,145</b>	<b>16.074%</b>		<b>20%</b>	<b>2.565</b>	<b>977</b>	<b>5 Year</b>	<b>1.850%</b>
3M Company	2,083,492	1.28%	2,078,565	1.28%	AA-	5%	1.546	573	5 Year	0.891%
Apple Inc	4,487,233	2.76%	4,461,390	2.74%	AA+	5%	3.102	1,171	5 Year	1.351%
Barclays Bank	3,000,000	1.85%	3,007,890	1.85%	A	5%	0.894	332	5 Year	3.287%
Bank of Montreal	1,000,462	0.62%	1,000,080	0.62%	A+	5%	1.745	650	5 Year	1.373%
Chevron Corp.	3,050,193	1.88%	3,031,170	1.86%	AA	5%	4.095	1,592	5 Year	1.935%
Colgate Palmolive Corp.	1,997,235	1.23%	2,008,320	1.24%	AA-	5%	2.842	1,066	5 Year	1.549%
General Electric Capital Corporation	2,000,664	1.23%	2,041,020	1.26%	AA+	5%	1.078	405	5 Year	2.868%
IBM	2,973,152	1.83%	2,976,220	1.83%	AA	5%	3.036	1,154	5 Year	1.534%
MicroSoft Corp	2,004,898	1.23%	2,002,380	1.23%	AAA	5%	4.659	1,799	5 Year	1.944%
Royal Bank of Canada	1,000,925	0.62%	998,000	0.61%	AA	5%	1.513	563	5 Year	1.189%
Toyota Motor Credit Corporation	2,507,167	1.54%	2,527,110	1.55%	AA-		2.117	798	5 Year	1.894%
<b>Earnings Allowance Rate: 0.250%</b>	<b>Total Investments:</b>	<b>\$162,545,717</b>	<b>100.00%</b>	<b>\$162,569,555</b>	<b>100.00%</b>		<b>1.972</b>	<b>743</b>		<b>1.139%</b>
	<b>Cash In Bank (General):</b>	<b>\$2,758,437</b>								
	<b>Cash In Bank (Housing):</b>	<b>\$2,369,317</b>								
	<b>Total Funds:</b>	<b>\$167,673,471</b>								

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 2014-132 on December 9, 2014, per California Government Code §53601. A copy of this policy is available at the office of the City Clerk.

Effective Rate of Return	
Month Ending	Fiscal YTD
<b>1.120%</b>	<b>1.000%</b>

Dana Cortez  
City Treasurer

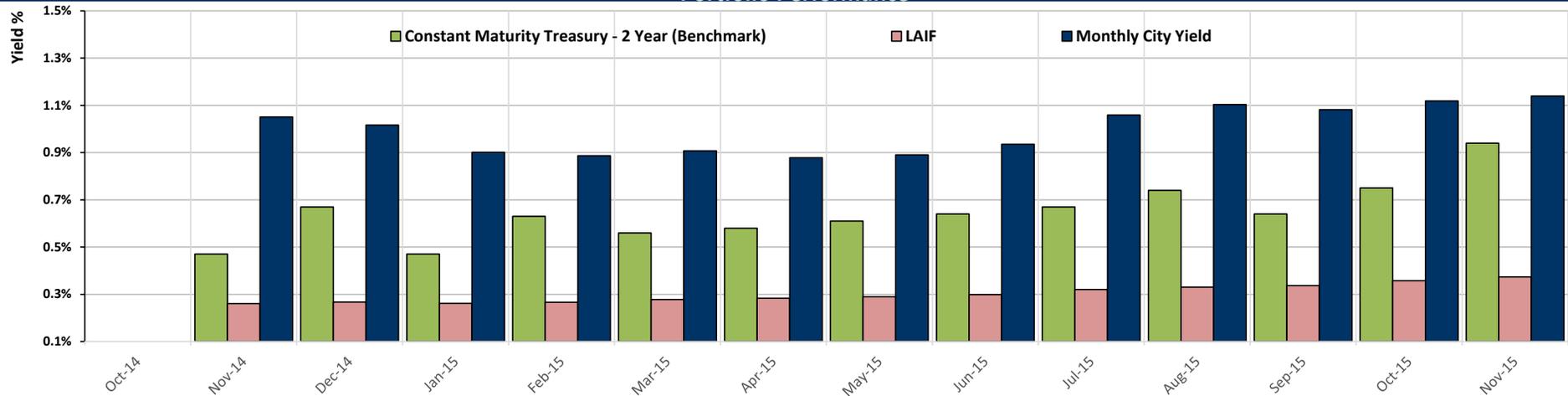
Emilio Campos  
Deputy City Treasurer

Date



**Investment Report  
November 2015**

**Portfolio Performance**



**Portfolio Earnings Summary**

**October 31, 2015**

**Fiscal YTD**

**CD/Coupon/Discount Investments:**

Interest Collected	163,796.26	762,768.57
Plus Interest at End of Period	642,462.62	642,462.62
Less Accrued Interest at Beginning of Period	(609,681.98)	(484,205.19)
<b>Interest Earned during this Period</b>	<b>\$196,576.90</b>	<b>\$921,026.00</b>
Adjusted By Premium	(51,543.16)	(254,347.39)
Adjusted by Capital Gains or Losses	0.00	0.00
<b>Earnings during Periods</b>	<b>\$145,033.74</b>	<b>\$666,678.61</b>

**Cash/Checking Accounts:**

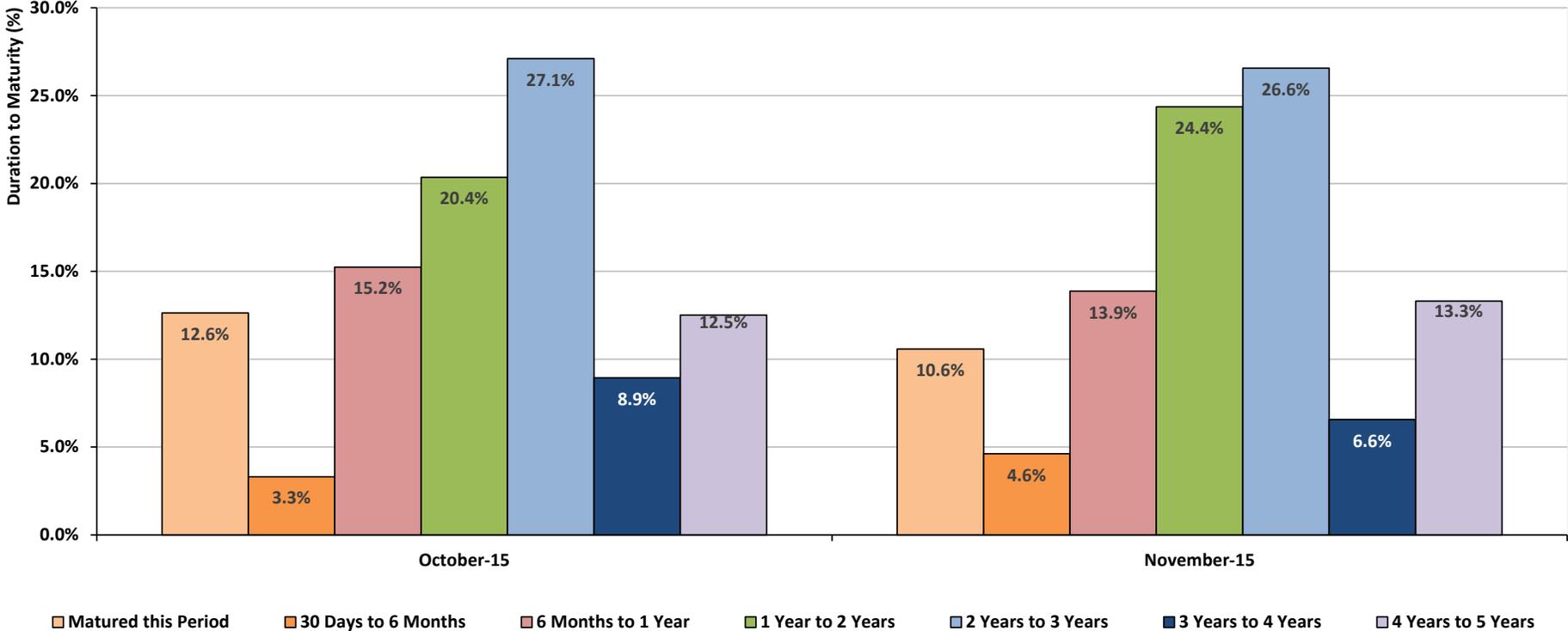
Interest Collected	18.76	56,306.48
Plus Accrued Interest at End of Period	58,426.84	58,426.84
Less Interest at Beginning of Period	(53,383.40)	(81,381.15)
<b>Interest Earned this Period</b>	<b>\$5,062.20</b>	<b>\$33,352.17</b>

**Total Interest Earned**

Total Interest Earned	<b>\$201,639.10</b>	<b>\$954,378.17</b>
Total Adjustments from Premium and Discounts	(51,543.16)	(254,347.39)
Total Capital Gains or Loss	0.00	0.00
<b>Total Earnings this Period</b>	<b>\$150,095.94</b>	<b>\$700,030.78</b>

**Investment Report  
November 2015**

**Maturity Distribution (Book Value)**

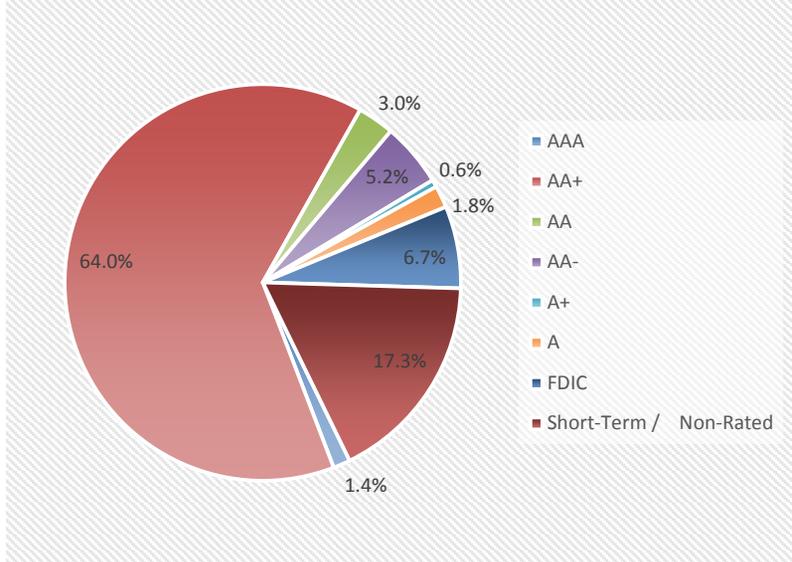


NOTE: \*SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and monies of the local agency. It also requires a statement of compliance of the portfolio with the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

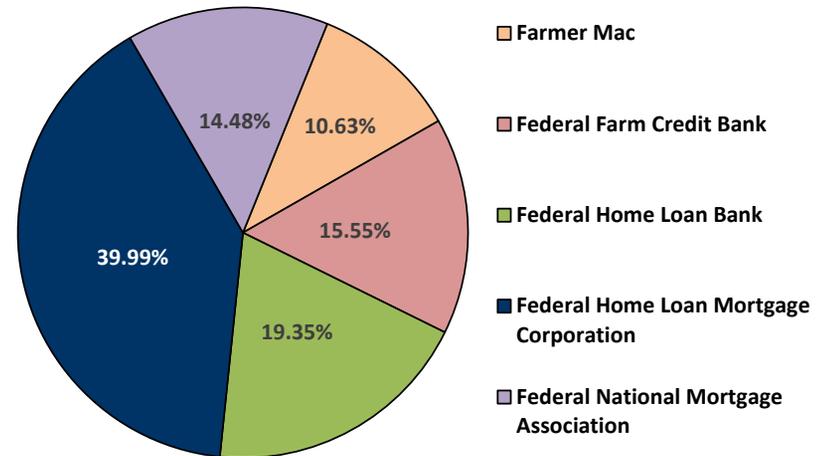
**Investment Report  
November 2015**

**Portfolio Distribution**

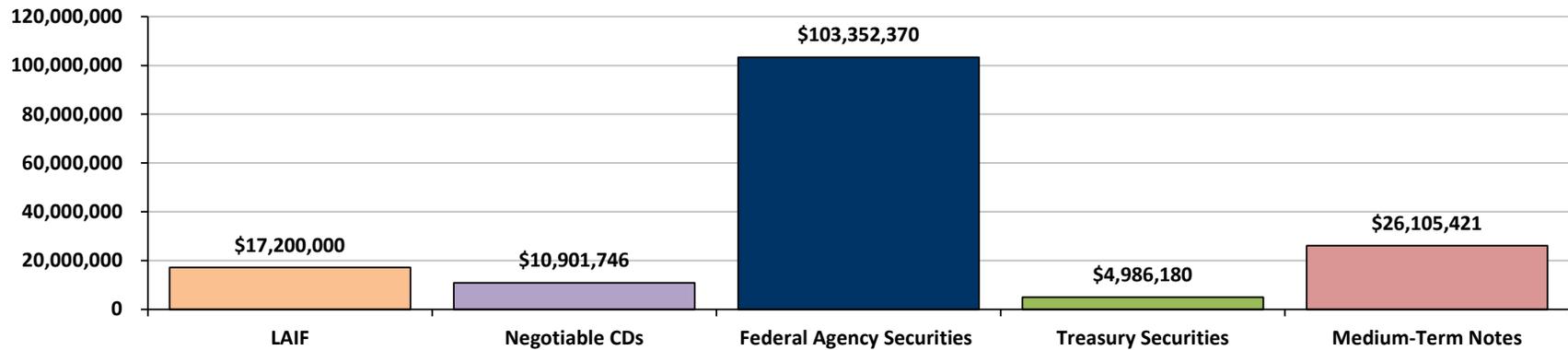
**Assigned Credit Ratings of Investments (Total Portfolio - MV)**



**Federal Agencies Distribution (57.96% of Total Portfolio - Market Value)**



**Portfolio Sectors (Book Value)**



**Investment Report  
November 2015**

**Value of Portfolio per GASB 31 YTD July 1 to Current month, Sort 1 Security, 2 Invest No.**

	Beginning Investment Value			Ending Investment Value
	As of July 1, 2015	Purchase / Redemption of Principal	Change in Market Value	As of November 30, 2015
U.S. Treasury Securities	5,039,460	-	(17,640)	5,021,820
Federal Agency (Coupon)	106,168,850	(2,471,420)	(394,710)	103,302,720
Negotiable Certificate of Deposits	9,066,537	1,836,731	9,602	10,912,870
Medium-Term Notes	19,723,207	6,482,032	(73,094)	26,132,145
Municipal Bonds	-	-	-	-
<b>Sub-total per GASB 31:</b>	<b>\$139,998,054</b>	<b>5,847,343</b>	<b>(\$475,842)</b>	<b>\$145,369,555</b>
<b>Non-GASB</b>				
Local Agency Investment Funds	50,000,000	(32,800,000)	-	17,200,000
Money Market	-	-	-	-
Federal Agency – Disc.	-	-	-	-
Treasury Security – Disc.	-	-	-	-
Certificate of Deposits -Disc.	-	-	-	-
Commercial paper	-	-	-	-
<b>Sub-total Non-GASB:</b>	<b>\$50,000,000</b>	<b>(\$32,800,000)</b>	<b>\$0</b>	<b>\$17,200,000</b>
<b>Total Portfolio:</b>	<b>\$189,998,054</b>	<b>(\$26,952,657)</b>	<b>(\$475,842)</b>	<b>\$162,569,555</b>

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.

**Investment Report for November 2015 reviewed by the Investment Advisory Committee**

\_\_\_\_\_  
Dana Cortez  
City Treasurer

\_\_\_\_\_  
LeRoy Jackson  
City Manager

\_\_\_\_\_  
John Fellows, III  
City Attorney

\_\_\_\_\_  
Emilio Campos  
Deputy City Treasurer

\_\_\_\_\_  
Eric E. Tsao  
Finance Director

**Investment Report  
November 2015**

**Portfolio Summary**

	Book Value (\$)	BV % of Portfolio	Market Value (\$)	MV % of Portfolio	S&P Rating	% per Policy	Modified Duration	Days to Maturity	Maximum Term	YTM
<b>Local Agency Investment Fund (LAIF)</b>	<b>\$17,200,000</b>	<b>10.58%</b>	<b>\$17,200,000</b>	<b>10.58%</b>		<b>\$50Mill</b>	<b>0.000</b>	<b>1</b>	<b>N/A</b>	<b>0.374%</b>
<b>Union Bank Custodial - Money Market Account</b>	<b>\$0</b>	<b>0.00%</b>	<b>\$0</b>	<b>0.00%</b>		<b>100.00%</b>	<b>0.000</b>	<b>1</b>	<b>N/A</b>	<b>0.001%</b>
<b>U.S. Treasury Securities</b>	<b>\$4,986,180</b>	<b>3.07%</b>	<b>\$5,021,820</b>	<b>3.09%</b>	<b>AA+</b>	<b>100%</b>	<b>2.650</b>	<b>991</b>	<b>5 Year</b>	<b>1.419%</b>
<b>Federal Agency Issues</b>	<b>\$103,352,370</b>	<b>63.59%</b>	<b>\$103,302,720</b>	<b>63.54%</b>	<b>AA+</b>	<b>75%</b>	<b>2.028</b>	<b>761</b>	<b>5 Year</b>	<b>1.053%</b>
Farmer Mac	10,999,952	6.770%	10,984,550	6.76%		30%	2.074	775	5 Year	0.934%
Federal Farm Credit Bank	16,021,692	9.860%	16,071,320	9.89%		30%	1.781	662	5 Year	1.280%
Federal Home Loan Bank	20,034,236	12.330%	19,994,170	12.30%		30%	2.341	885	5 Year	1.124%
Federal Home Loan Mortgage Corporation	41,350,882	25.440%	41,292,150	25.40%		30%	1.962	738	5 Year	0.960%
Federal National Mortgage Association	14,945,608	9.190%	14,960,530	9.20%		30%	2.025	749	5 Year	1.062%
<b>Negotiable Certificates of Deposit</b>	<b>\$10,901,746</b>	<b>6.71%</b>	<b>\$10,912,870</b>	<b>6.71%</b>	<b>FDIC</b>	<b>20%</b>	<b>2.811</b>	<b>1064</b>	<b>5 Years</b>	<b>1.330%</b>
<b>Medium-Term Notes</b>	<b>\$26,105,421</b>	<b>16.07%</b>	<b>26,132,145</b>	<b>16.074%</b>		<b>20%</b>	<b>2.565</b>	<b>977</b>	<b>5 Year</b>	<b>1.850%</b>
3M Company	2,083,492	1.28%	2,078,565	1.28%	AA-	5%	1.546	573	5 Year	0.891%
Apple Inc	4,487,233	2.76%	4,461,390	2.74%	AA+	5%	3.102	1,171	5 Year	1.351%
Barclays Bank	3,000,000	1.85%	3,007,890	1.85%	A	5%	0.894	332	5 Year	3.287%
Bank of Montreal	1,000,462	0.62%	1,000,080	0.62%	A+	5%	1.745	650	5 Year	1.373%
Chevron Corp.	3,050,193	1.88%	3,031,170	1.86%	AA	5%	4.095	1,592	5 Year	1.935%
Colgate Palmolive Corp.	1,997,235	1.23%	2,008,320	1.24%	AA-	5%	2.842	1,066	5 Year	1.549%
General Electric Capital Corporation	2,000,664	1.23%	2,041,020	1.26%	AA+	5%	1.078	405	5 Year	2.868%
IBM	2,973,152	1.83%	2,976,220	1.83%	AA	5%	3.036	1,154	5 Year	1.534%
MicroSoft Corp	2,004,898	1.23%	2,002,380	1.23%	AAA	5%	4.659	1,799	5 Year	1.944%
Royal Bank of Canada	1,000,925	0.62%	998,000	0.61%	AA	5%	1.513	563	5 Year	1.189%
Toyota Motor Credit Corporation	2,507,167	1.54%	2,527,110	1.55%	AA-	5%	2.117	798	5 Year	1.894%
<b>Earnings Allowance Rate:</b>							<b>1.972</b>	<b>743</b>		<b>1.139%</b>
<b>Total Investments:</b>	<b>\$162,545,717</b>	<b>100.00%</b>	<b>\$162,569,555</b>	<b>100.00%</b>						
<b>Cash In Bank (General):</b>	<b>\$2,758,437</b>									
<b>Cash In Bank (Housing):</b>	<b>\$2,369,317</b>									
<b>Total Funds:</b>	<b>\$167,673,471</b>									

Effective Rate of Return	
Month Ending	Fiscal YTD
1.120%	1.000%

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 2014-132 on December 9, 2014, per California Government Code §53601. A copy of this policy is available at the office of the City Clerk.

*[Signature]*  
Date 12/14/15

*[Signature]*  
Emilio Campos  
Deputy City Treasurer Page 2

*[Signature]*  
Dana Cortez  
City Treasurer

**Investment Report  
November 2015**

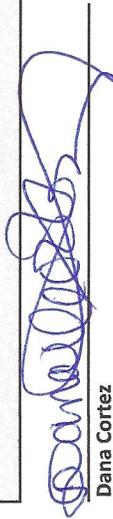
**Value of Portfolio per GASB 31 YTD July 1 to Current month, Sort 1 Security, 2 Invest No.**

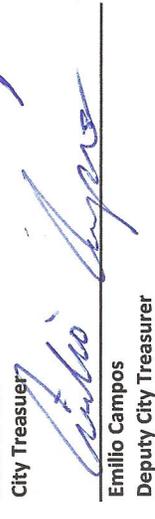
	Beginning Investment Value As of July 1, 2015	Purchase / Redemption of Principal	Change in Market Value	Ending Investment Value As of November 30, 2015
U.S. Treasury Securities	5,039,460	-	(17,640)	5,021,820
Federal Agency (Coupon)	106,168,850	(2,471,420)	(394,710)	103,302,720
Negotiable Certificate of Deposits	9,066,537	1,836,731	9,602	10,912,870
Medium-Term Notes	19,723,207	6,482,032	(73,094)	26,132,145
Municipal Bonds	-	-	-	-
<b>Sub-total per GASB 31:</b>	<b>\$139,998,054</b>	<b>5,847,343</b>	<b>(\$475,842)</b>	<b>\$145,369,555</b>
<b>Non-GASB</b>				
Local Agency Investment Funds	50,000,000	(32,800,000)	-	17,200,000
Money Market	-	-	-	-
Federal Agency - Disc.	-	-	-	-
Treasury Security - Disc.	-	-	-	-
Certificate of Deposits - Disc.	-	-	-	-
Commercial paper	-	-	-	-
<b>Sub-total Non-GASB:</b>	<b>\$50,000,000</b>	<b>(\$32,800,000)</b>	<b>\$0</b>	<b>\$17,200,000</b>
<b>Total Portfolio:</b>	<b>\$189,998,054</b>	<b>(\$26,952,657)</b>	<b>(\$475,842)</b>	<b>\$162,569,555</b>

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.

**Investment Report for November 2015 reviewed by the Investment Advisory Committee**

  
 Dana Cortez  
 City Treasurer

  
 Emilio Campos  
 Deputy City Treasurer

LeRoy Jackson  
 City Manager

John Fellows, III  
 City Attorney

Eric E. Tsao  
 Finance Director

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Local Agency Investment Funds</b>												
SYS10000	10000	Local Agency Invest Fund GEN'L			17,200,000.00	17,200,000.00	17,200,000.00	0.374	LAIF	0.374	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			0.00	0.00	0.00	0.374	LAIF	0.374	1	
<b>Subtotal and Average</b>			<b>17,224,828.67</b>		<b>17,200,000.00</b>	<b>17,200,000.00</b>	<b>17,200,000.00</b>			<b>0.374</b>	<b>1</b>	
<b>Money Market Sweep Account</b>												
316175108S	1000	Union Bank of California			0.00	0.00	0.00		A-1	0.000	1	
<b>Subtotal and Average</b>			<b>175,799.17</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>			<b>0.000</b>	<b>0</b>	
<b>Federal Agency Issues - Coupon</b>												
31315PWE5	11083	FARMER MAC		01/08/2013	3,000,000.00	3,001,440.00	3,000,000.00	0.930	IMP	0.935	769	01/08/2018
31315PNZ8	11086	FARMER MAC		01/30/2013	2,000,000.00	2,002,380.00	2,000,519.33	1.050	IMP	1.038	791	01/30/2018
31315PXM6	11097	FARMER MAC		05/02/2013	2,000,000.00	1,987,020.00	1,999,516.11	0.850	IMP	0.860	883	05/02/2018
31315PXF1	11099	FARMER MAC		05/02/2013	2,000,000.00	2,000,520.00	1,999,916.11	0.400	IMP	0.410	153	05/02/2016
3132X0AL5	11170	FARMER MAC		06/01/2015	1,000,000.00	996,590.00	1,000,000.00	1.100	IMP	1.100	913	06/01/2018
3132X0BG5	11181	FARMER MAC		07/15/2015	1,000,000.00	996,600.00	1,000,000.00	1.750	IMP	1.750	1,658	06/15/2020
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,032,360.00	2,016,733.33	4.950	AA+	2.280	122	04/01/2016
3133EC5A8	11075	FEDERAL FARM CREDIT BANK		11/28/2012	2,000,000.00	2,000,180.00	2,000,000.00	0.870	AA+	0.870	727	11/27/2017
3133ECE26	11087	FEDERAL FARM CREDIT BANK		01/30/2013	1,000,000.00	1,000,100.00	1,000,000.00	0.940	AA+	1.022	791	01/30/2018
3133ED3Z3	11109	FEDERAL FARM CREDIT BANK		10/04/2013	3,000,000.00	3,013,440.00	3,000,000.00	1.230	AA+	1.230	673	10/04/2017
3133ED4Q2	11114	FEDERAL FARM CREDIT BANK		10/11/2013	1,000,000.00	1,006,310.00	1,000,000.00	1.480	AA+	1.480	923	06/11/2018
3133EDDV1	11119	FEDERAL FARM CREDIT BANK		01/23/2014	1,000,000.00	1,003,990.00	999,292.74	1.160	AA+	1.198	692	10/23/2017
3133EDEB4	11121	FEDERAL FARM CREDIT BANK		02/07/2014	3,000,000.00	3,010,050.00	3,007,843.27	1.100	AA+	0.931	575	06/28/2017
3133EDGW6	11128	FEDERAL FARM CREDIT BANK		03/11/2014	3,000,000.00	3,004,890.00	2,997,823.14	1.300	AA+	1.330	923	06/11/2018
313370TW8	11040	FEDERAL HOME LOAN BANK		07/25/2012	1,000,000.00	1,010,480.00	1,010,503.68	2.000	AA+	0.620	283	09/09/2016
313383AA9	11105	FEDERAL HOME LOAN BANK		06/12/2013	4,000,000.00	3,961,280.00	4,000,000.00	1.000	AA+	1.000	924	06/12/2018
3133834R9	11108	FEDERAL HOME LOAN BANK		05/24/2013	1,000,000.00	999,410.00	999,497.07	0.375	AA+	0.465	206	06/24/2016
313379VE6	11118	FEDERAL HOME LOAN BANK		01/14/2014	1,000,000.00	1,002,030.00	999,087.32	1.010	AA+	1.070	566	06/19/2017
313381GD1	11122	FEDERAL HOME LOAN BANK		02/20/2014	2,000,000.00	2,003,740.00	1,994,756.99	1.250	AA+	1.356	932	06/20/2018
313373SZ6	11123	FEDERAL HOME LOAN BANK		02/26/2014	2,000,000.00	2,016,900.00	2,017,707.28	2.125	AA+	0.428	192	06/10/2016
313375RN9	11124	FEDERAL HOME LOAN BANK		02/27/2014	2,000,000.00	2,003,980.00	2,003,520.44	1.000	AA+	0.363	101	03/11/2016
313380CP0	11161	FEDERAL HOME LOAN BANK		05/22/2015	1,000,000.00	988,910.00	993,874.47	1.240	AA+	1.420	1,284	06/07/2019
313383HU8	11172	FEDERAL HOME LOAN BANK		06/12/2015	2,000,000.00	1,999,800.00	1,997,825.33	1.750	AA+	1.775	1,655	06/12/2020
3130A5JY6	11174	FEDERAL HOME LOAN BANK		06/30/2015	2,000,000.00	1,997,380.00	2,000,000.00	1.000	AA+	2.174	1,673	06/30/2020
313379EE5	11189	FEDERAL HOME LOAN BANK		09/14/2015	2,000,000.00	2,010,260.00	2,017,463.67	1.625	AA+	1.371	1,291	06/14/2019
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,002,340.00	999,129.76	1.000	AA+	1.071	463	03/08/2017
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,009,970.00	1,008,109.64	2.500	AA+	0.810	178	05/27/2016

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**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3134G32L3	11079	FEDERAL HOME LOAN MORTGAGE CO		12/26/2012	2,000,000.00	1,991,140.00	2,000,000.00	0.850	AA+	0.850	756	12/26/2017
3137EADJ5	11095	FEDERAL HOME LOAN MORTGAGE CO		04/23/2013	3,000,000.00	3,005,280.00	3,016,649.88	1.000	AA+	0.660	605	07/28/2017
3137EAG4	11096	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	5,000,000.00	5,154,950.00	5,158,909.77	5.500	AA+	0.420	230	07/18/2016
3137EADH9	11101	FEDERAL HOME LOAN MORTGAGE CO		05/13/2013	5,000,000.00	5,007,450.00	5,021,558.01	1.000	AA+	0.722	576	06/29/2017
3134G44N5	11102	FEDERAL HOME LOAN MORTGAGE CO		05/28/2013	2,000,000.00	1,985,360.00	2,000,000.00	0.750	AA+	0.750	728	11/28/2017
3137EAG4	11107	FEDERAL HOME LOAN MORTGAGE CO		05/22/2013	4,000,000.00	4,123,960.00	4,126,272.75	5.500	AA+	0.452	230	07/18/2016
3137EADL0	11132	FEDERAL HOME LOAN MORTGAGE CO		04/23/2014	1,000,000.00	1,000,700.00	997,407.39	1.000	AA+	1.145	668	09/29/2017
3137EADS5	11135	FEDERAL HOME LOAN MORTGAGE CO		04/29/2014	2,000,000.00	2,003,440.00	2,004,201.63	0.875	AA+	0.631	318	10/14/2016
3137EADJ5	11139	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	2,000,000.00	2,003,520.00	1,999,713.77	1.000	AA+	1.009	605	07/28/2017
3137EADS5	11142	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	1,000,000.00	1,001,720.00	1,002,053.62	0.875	AA+	0.637	318	10/14/2016
3134G3XJ4	11155	FEDERAL HOME LOAN MORTGAGE CO		04/29/2015	1,000,000.00	1,001,160.00	1,007,271.31	1.500	AA+	1.290	1,304	06/27/2019
3134G6Z89	11166	FEDERAL HOME LOAN MORTGAGE CO		06/10/2015	1,000,000.00	1,000,930.00	1,000,000.00	1.000	AA+	2.124	1,653	06/10/2020
3134G6V42	11167	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	3,000,000.00	3,001,470.00	3,000,000.00	2.000	AA+	2.000	1,672	06/29/2020
3134G6N41	11169	FEDERAL HOME LOAN MORTGAGE CO		05/28/2015	1,000,000.00	1,000,340.00	1,000,000.00	1.250	AA+	2.032	1,639	05/27/2020
3134G64U4	11171	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	2,000,000.00	2,000,540.00	2,000,000.00	1.300	AA+	1.300	941	06/29/2018
3134G3XJ4	11190	FEDERAL HOME LOAN MORTGAGE CO		09/25/2015	1,000,000.00	1,001,160.00	1,008,237.53	1.500	AA+	1.263	1,304	06/27/2019
3134G7J44	11195	FEDERAL HOME LOAN MORTGAGE CO		09/30/2015	1,000,000.00	1,000,520.00	1,000,000.00	1.800	AA+	1.800	1,765	09/30/2020
3134G7X89	11197	FEDERAL HOME LOAN MORTGAGE CO		10/29/2015	2,000,000.00	1,996,200.00	2,001,366.81	1.400	AA+	1.381	1,336	07/29/2019
3135G0PQ0	11100	FEDERAL NATIONAL MORT ASSOC		04/26/2013	3,000,000.00	2,993,700.00	3,008,689.35	0.875	AA+	0.720	695	10/26/2017
3136G1LZ0	11103	FEDERAL NATIONAL MORT ASSOC		05/28/2013	2,000,000.00	1,990,580.00	2,000,000.00	0.750	AA+	0.750	728	11/28/2017
3135G0WJ8	11117	FEDERAL NATIONAL MORT ASSOC		01/14/2014	1,000,000.00	992,140.00	983,188.26	0.875	AA+	1.581	902	05/21/2018
3135G0WJ8	11120	FEDERAL NATIONAL MORT ASSOC		01/31/2014	2,000,000.00	1,984,280.00	1,973,920.13	0.875	AA+	1.421	902	05/21/2018
3135G0WJ8	11125	FEDERAL NATIONAL MORT ASSOC		03/03/2014	2,000,000.00	1,984,280.00	1,978,658.76	0.875	AA+	1.320	902	05/21/2018
3135G0YT4	11133	FEDERAL NATIONAL MORT ASSOC		04/23/2014	1,000,000.00	1,009,430.00	997,989.82	1.625	AA+	1.695	1,092	11/27/2018
3135G0CM3	11136	FEDERAL NATIONAL MORT ASSOC		04/29/2014	1,000,000.00	1,004,550.00	1,005,229.11	1.250	AA+	0.610	302	09/28/2016
3135G0PQ0	11140	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	997,900.00	995,506.05	0.875	AA+	1.116	695	10/26/2017
3135G0GY3	11141	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,005,770.00	1,005,506.25	1.250	AA+	0.771	426	01/30/2017
3135G0PQ0	11150	FEDERAL NATIONAL MORT ASSOC		06/30/2014	1,000,000.00	997,900.00	996,920.40	0.875	AA+	1.040	695	10/26/2017
<b>Subtotal and Average</b>			<b>104,243,210.43</b>		<b>103,000,000.00</b>	<b>103,302,720.00</b>	<b>103,352,370.28</b>			<b>1.053</b>	<b>761</b>	
<b>Treasury Securities - Coupon</b>												
91282WD8	11137	U.S.TREASURY NOTE		04/29/2014	2,000,000.00	2,002,260.00	1,981,802.48	1.250	AA+	1.575	1,065	10/31/2018
91282VK3	11143	U.S.TREASURY NOTE		05/09/2014	3,000,000.00	3,019,560.00	3,004,377.69	1.375	AA+	1.317	942	06/30/2018
<b>Subtotal and Average</b>			<b>4,985,999.79</b>		<b>5,000,000.00</b>	<b>5,021,820.00</b>	<b>4,986,180.17</b>			<b>1.419</b>	<b>991</b>	

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Medium Term Notes</b>												
88579YAE1	11104	3M Company		05/23/2013	1,080,000.00	1,079,254.80	1,082,257.70	1.000	AA-	0.864	573	06/26/2017
88579YAE1	11145	3M Company		05/14/2014	1,000,000.00	999,310.00	1,001,233.90	1.000	AA-	0.920	573	06/26/2017
037833AJ9	11193	Apple Inc		09/30/2015	2,500,000.00	2,485,950.00	2,490,466.88	1.000	AA+	1.160	884	05/03/2018
037833AX8	11198	Apple Inc		10/30/2015	2,000,000.00	1,975,440.00	1,996,766.56	1.550	AA+	1.590	1,529	02/07/2020
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	3,007,890.00	3,000,000.00	2.500	A	3.287	332	10/28/2016
06366RHA6	11056	Bank of Montreal		09/11/2012	1,000,000.00	1,000,080.00	1,000,462.22	1.400	A+	1.373	650	09/11/2017
166764AN0	11156	Chevron Corp		04/28/2015	1,000,000.00	1,008,170.00	1,023,747.83	2.193	AA	1.569	1,445	11/15/2019
166764AG5	11182	Chevron Corp		07/31/2015	2,000,000.00	2,023,000.00	2,026,444.64	2.427	AA	2.120	1,667	06/24/2020
19416QED8	11116	Colgate Palmolive Co		11/01/2013	2,000,000.00	2,008,320.00	1,997,235.00	1.500	AA-	1.549	1,066	11/01/2018
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,041,020.00	2,000,663.70	2.900	AA+	2.868	405	01/09/2017
459200GX3	11144	IBM		05/13/2014	1,000,000.00	1,008,240.00	1,009,046.77	1.950	AA	0.530	234	07/22/2016
459200HM6	11183	IBM		08/18/2015	2,000,000.00	1,967,980.00	1,964,104.98	1.625	AA-	2.050	1,627	05/15/2020
594918BG8	11199	MicroSoft Corp		11/05/2015	2,000,000.00	2,002,380.00	2,004,898.29	2.000	AAA	1.944	1,799	11/03/2020
78010UD20	11147	Royal Bank of Canada		06/16/2014	1,000,000.00	998,000.00	1,000,925.00	1.250	AA	1.189	563	06/16/2017
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,011,390.00	1,000,949.56	2.050	AA-	1.960	408	01/12/2017
89236TAY1	11131	Toyota Motor Credit Corp		04/11/2014	1,500,000.00	1,515,720.00	1,506,217.76	2.000	AA-	1.850	1,058	10/24/2018
<b>Subtotal and Average</b>			<b>26,105,696.59</b>		<b>26,080,000.00</b>	<b>26,132,144.80</b>	<b>26,105,420.79</b>		<b>1.850</b>	<b>977</b>		
<b>Negotiable CD</b>												
31938QP24	11186	First Business Bank		09/16/2015	161,000.00	161,597.31	161,000.00	1.700	FDIC	1.701	1,385	09/16/2019
33764JHM0	11052	First Bank of P R #30387		08/01/2012	245,000.00	246,710.10	245,000.00	1.250	FDIC	1.251	244	08/01/2016
330459AE8	11110	1st Nat'l Bank Kentucky #2759		10/03/2013	245,000.00	245,801.15	245,000.00	0.900	FDIC	0.901	307	10/03/2016
32110YFW0	11163	First National Bank of America		05/29/2015	245,000.00	243,270.30	245,000.00	1.600	FDIC	0.000	1,641	05/29/2020
32112UBX8	11192	First National Bank of Texas		09/30/2015	247,000.00	247,852.15	247,000.00	1.400	FDIC	1.401	1,217	04/01/2019
33648FJN6	11127	First State Bank West Virginia		03/11/2014	245,000.00	245,120.05	245,000.00	0.450	FDIC	0.451	101	03/11/2016
88413QBG2	11168	Third Federal Savings and Loan		05/28/2015	245,000.00	243,588.80	245,000.00	1.300	FDIC	1.303	1,093	11/28/2018
02587CAW0	11152	American Express		08/21/2014	245,000.00	246,862.00	245,000.00	2.100	FDIC	2.101	1,359	08/21/2019
02006LUH4	11194	Ally Bank		09/30/2015	245,000.00	245,708.05	245,000.00	1.700	FDIC	1.465	1,035	10/01/2018
02587DXP8	11158	American Express Cent #27471		04/30/2015	245,000.00	243,929.35	245,000.00	1.950	FDIC	1.952	1,612	04/30/2020
06740AYC7	11090	Barclays Bank		03/12/2013	245,000.00	246,382.54	245,000.00	1.250	FDIC	1.200	832	03/12/2018
06251AK58	11196	Bank Hapoalim BM NY		10/29/2015	245,000.00	245,056.35	245,000.00	1.650	FDIC	1.651	1,428	10/29/2019
05580ACP7	11184	BMW Bank of No America #35141		08/14/2015	245,000.00	246,340.15	245,000.00	2.250	FDIC	2.253	1,718	08/14/2020
060624XH1	11091	Bank of Baroda #33681		03/08/2013	245,000.00	245,352.80	245,000.00	1.250	FDIC	1.251	828	03/08/2018
14042E4P2	11178	Capital One#4297		07/15/2015	245,000.00	245,465.50	245,000.00	2.300	FDIC	2.303	1,688	07/15/2020
140420TE0	11176	Capital One Bank USA #33954		07/08/2015	247,000.00	249,134.08	247,000.00	2.350	FDIC	2.353	1,681	07/08/2020
149159HR9	11094	Cathay Bank #18503		04/12/2013	245,000.00	242,829.30	245,000.00	1.000	FDIC	1.001	863	04/12/2018

Portfolio CITY  
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PM (PRF\_PM2) 7.3.0

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Negotiable CD</b>												
17284CBZ6	11093	CIT Bank		04/17/2013	245,000.00	245,058.80	245,000.00	1.150	FDIC	1.151	868	04/17/2018
20033AAU0	11084	Comenity Capital Bank		01/18/2013	245,000.00	246,614.55	245,000.00	0.750	FDIC	0.750	414	01/18/2017
20451PLA2	11164	COMPASS BANK		05/29/2015	245,000.00	243,767.65	245,000.00	1.300	FDIC	1.301	910	05/29/2018
20786ABD6	11165	CONNECTONE BANK		06/05/2015	245,000.00	243,221.30	245,000.00	1.500	FDIC	1.501	1,282	06/05/2019
225645CZ1	11126	Crescent Bank & Trust		03/05/2014	245,000.00	246,465.10	245,000.00	1.500	FDIC	1.500	1,001	08/28/2018
23204HBD9	11146	Customer Bank #34444		05/28/2014	245,000.00	245,845.25	245,000.00	0.800	FDIC	0.802	363	11/28/2016
254672NC8	11160	Discover Bank #5649		05/06/2015	245,000.00	243,882.80	245,000.00	1.900	FDIC	1.902	1,618	05/06/2020
29976DZD5	11177	EverBank #34775		07/14/2015	245,000.00	245,477.75	245,000.00	2.000	FDIC	2.002	1,687	07/14/2020
307660HE3	11113	Farm Bureau Bank #35157		10/15/2013	245,000.00	246,465.10	245,000.00	0.900	FDIC	0.000	318	10/14/2016
308862DD0	11134	Farmers & Merchants Bk #16810		04/25/2014	245,000.00	244,125.35	245,000.00	1.450	FDIC	1.452	1,029	09/25/2018
38148JSU6	11159	Goldman Sachs Bank #33124		05/06/2015	245,000.00	242,856.25	245,000.00	1.900	FDIC	1.902	1,618	05/06/2020
383052DH7	11191	Gorham Bank		10/14/2015	247,000.00	247,738.53	247,000.00	1.350	FDIC	1.350	1,231	04/15/2019
45083AEJ7	11154	Iberia Bank		04/16/2015	245,000.00	243,360.95	245,000.00	1.100	FDIC	1.101	867	04/16/2018
48124JRY6	11085	JPMORGAN		01/28/2013	245,000.00	245,304.05	245,000.00	0.750	FDIC	0.750	789	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	1,213	03/28/2019
564759QS0	11162	Manufacturers & Traders Trust		05/27/2015	245,000.00	243,762.75	245,000.00	1.050	FDIC	1.051	910	05/29/2018
58403BY42	11179	Medallion Bank Salt Lake City		07/21/2015	245,000.00	244,980.40	245,000.00	1.900	FDIC	1.901	1,329	07/22/2019
59013JJE0	11187	Merrick Bank		09/21/2015	245,000.00	245,798.70	245,000.00	1.600	FDIC	1.601	1,389	09/20/2019
55406JAK8	11185	M Y SAFRA Bank		09/11/2015	245,000.00	246,467.55	244,745.71	1.600	FDIC	1.630	1,354	08/16/2019
628825JK8	11151	NCB FSB #32612		07/16/2014	245,000.00	245,362.60	245,000.00	1.000	FDIC	0.861	594	07/17/2017
63970QFD3	11188	Nebraskaland National Bank		09/25/2015	245,000.00	245,855.05	245,000.00	1.500	FDIC	1.501	1,394	09/25/2019
70153RHF8	11130	Parkway Bank #19008		04/10/2014	245,000.00	245,276.85	245,000.00	0.500	FDIC	0.502	132	04/11/2016
71270QLZ7	11153	Peoples United Bank		02/04/2015	245,000.00	246,325.45	245,000.00	1.750	FDIC	1.751	1,526	02/04/2020
74267GTZ0	11112	Private Bank & Trust Co #33306		10/04/2013	245,000.00	246,391.60	245,000.00	1.000	FDIC	1.001	308	10/04/2016
856283UK0	11098	STATE BANK of INDIA		05/14/2013	245,000.00	244,902.00	245,000.00	1.150	FDIC	0.000	895	05/14/2018
87164YGD0	11157	Synchrony Bank Retail		04/28/2015	245,000.00	244,056.75	245,000.00	1.900	FDIC	1.902	1,595	04/13/2020
94768NJD7	11081	Webster Bank #18221		12/12/2012	245,000.00	247,129.05	245,000.00	1.000	FDIC	1.001	742	12/12/2017
981571BP6	11180	WORLD FOREMOST BANK		07/16/2015	200,000.00	200,378.00	200,000.00	2.400	FDIC	2.403	1,689	07/16/2020
<b>Subtotal and Average</b>			<b>10,901,742.99</b>		<b>10,902,000.00</b>	<b>10,912,870.16</b>	<b>10,901,745.71</b>			<b>1.330</b>	<b>1,064</b>	
<b>Total and Average</b>			<b>163,637,277.63</b>		<b>162,182,000.00</b>	<b>162,569,554.96</b>	<b>162,545,716.95</b>			<b>1.139</b>	<b>743</b>	

**City of Torrance  
Portfolio Management  
Portfolio Details - Cash  
November 30, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
<b>Average Balance</b>			<b>0.00</b>	Accrued Interest at Purchase		24,246.21	24,246.21				<b>0</b>
				Subtotal		24,246.21	24,246.21				
<b>Total Cash and Investments</b>			<b>163,637,277.63</b>		<b>162,182,000.00</b>	<b>162,593,801.17</b>	<b>162,569,963.16</b>			<b>1.139</b>	<b>743</b>



CITY OF TORRANCE  
FISCAL AGENT FOR SUCCESSOR RDA  
RESTRICTED  
CASH BALANCE REPORT  
November 30, 2015

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	<b>Book Value</b>
Bank of America City of Torrance Successor RDA Agency Account # xx-046	97.91
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	<u>1,302.44</u>
<b>TOTAL</b>	<u><u>\$ 1,400.35</u></u>

# CITY OF TORRANCE

## INTEROFFICE COMMUNICATION

DATE: 12/16/15

TO: Dana Cortez, City Treasurer  
 FROM: Eric E. Tsao, Finance Director *ETS*  
 SUBJECT: Cash & Investments Report for November 2015

### CASH AND INVESTMENTS RECONCILIATION AS OF NOVEMBER 30, 2015 (PRE-CLOSE)

INVESTMENTS PER PORTFOLIO SUMMARY		\$ 162,545,716.95
Cash in Bank of America General Account	\$ 2,758,437.19	
Cash in Bank of America Housing Account	<u>2,369,316.85</u>	
		5,127,754.04
TOTAL FUNDS PER INVESTMENT REPORT		<b>\$ 167,673,470.99</b>
OUTSTANDING WARRANTS:		
General Account	\$ (1,198,696.73)	
Payroll Account	(54,897.88)	
Workers' Compensation Account	(149,106.36)	
Housing Account	<u>(16,763.00)</u>	
		(1,419,463.97)
DEPOSITS IN TRANSIT:		
November 2015 Deposits in transit	59,558.49	
November 2015 Global Water cash collection	<u>420,817.08</u>	
		480,375.57
MISCELLANEOUS OUTSTANDING ADJUSTMENTS:		
IVR & Parking Web credit card receipts will be interfaced in December 2015	(1,945.76)	
08/27/15 Cash deposit on 8/27/15 - correction will be posted by bank in December 2015	(6,308.10)	
09/22/15 Cash Deposit interface error - correction will be interfaced in December 2015	100.00	
09/29/15 Union Bank Investment No 11189 - correction will be interfaced in December 2015	(18,520.00)	
09/29/15 Union Bank Investment No 11190 - correction will be interfaced in December 2015	(8,660.30)	
09/30/15 Union Bank Investment No 11193 - correction will be interfaced in December 2015	10,200.00	
10/08/15 BMW Investment No 11183 - correction will be interfaced in December 2015	(8,395.83)	
10/08/15 Union Bank Investment No. 11073 - correction will be interfaced in December 2015	245,000.00	
10/15/15 Union Bank MMA deposit - correction will be interfaced in December 2015	18.27	
10/22/15 M Y SAFRA Investment No. 11185 - correction will be interfaced in December 2015	(244,730.50)	
10/29/15 Federal Home Loan Mortgage Investment No. 11197 - correction interfaced on 12/02/15	(1,400.00)	
10/30/15 Apple Investment No. 11198 - transaction interfaced on 11/02/15	3,300.00	
10/30/15 LAIF Interest - transaction will be interfaced in December 2015	(22,430.09)	
11/05/15 MicroSoft Corp Investment No. 11199 - correction interfaced on 12/02/15	(5,320.00)	
11/06/15 Union Bank Investment No. 11192 - transaction will be interfaced in December 2015	(284.22)	
11/21/15 Union Bank Investment No. 11187 - transaction will be interfaced in December 2015	(332.93)	
11/25/15 015 TREAS 310 - transaction interfaced on 12/01/15	(54,571.13)	
11/25/15 Union Bank Investment No. 11188 - transaction will be interfaced in December 2015	(312.12)	
11/27/15 CA VAULT DEPOSIT - transaction interfaced on 12/01/15	(10,927.83)	
11/27/15 CBP TREAS 310 - transaction interfaced on 12/02/15	(13,918.91)	
11/27/15 FAA TREAS 310 - transaction interfaced on 12/01/15	(1,307.31)	
11/27/15 FAA TREAS 310 - transaction interfaced on 12/01/15	(1,307.31)	
11/27/15 Fraud Claim honored - replacement check was processed in December 2015	(296.39)	
11/27/15 VERIZON CALIFORN - transaction interfaced on 12/01/15	(124.00)	
11/27/15 VERIZON CALIFORN - transaction interfaced on 12/01/15	(124.00)	
11/27/15 VERIZON CALIFORN - transaction interfaced on 12/01/15	(124.00)	
11/30/15 CA VAULT DEPOSIT - transaction interfaced on 12/01/15	(7,183.22)	
11/30/15 TX BANKING CENTER DEPOSIT - transaction interfaced on 12/01/15	<u>(2,984.00)</u>	
		(152,889.68)
TOTAL CASH AND INVESTMENTS PER BOOKS		<b>\$ 166,581,492.91</b>