Council Meeting of
May 1, 2012

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

Members of Council:

SUBJECT: Accept and file March 2012 monthly investment report.

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the monthly investment report for March 2012.

FUNDING

Not applicable

BACKGROUND

On December 20, 2011, Your Honorable Body, through passage of Resolution 2011-1024, adopted an official "Statement of Investment Policy" as recommended by the City Treasurer. The City's Statement of Investment Policy requires the City Treasurer to report a monthly statement of investment activity. This requirement was providing the attached report, which demonstrates the City of Torrance investment activity during the month of March 2012.

Investment Committee Note

The Investment Committee, made up of the Finance Director, City Manager, City Attorney and City Treasurer, as created by your Honorable Body, has reviewed the attached report and find that it is in concurrence with the City of Torrance Investment Policy.

Respectfully submitted,

Dana Cortez
City Treasurer

Noted:

LeRoy J. Jackson
Investment Committee Member

CC: City Manager
City Clerk

CITY of TORRANCE
Monthly Investment Portfolio Report
March 31, 2012

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II. RESTRICTED FUNDS – Reports appear quarterly

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Investment Report
March 2012

Investment Portfolio Highlights

Average City Portfolio YTM	1.446%	1.437%
Average U.S. Treasury Constant	0.510%	0.430%
LAIF Average Monthly Return	0.383%	0.389%
Average City Portfolio YTM - 1 year	1.661%	1.718%

Fiscal year to date	$1,934,247	$2,116,398
Current month	$198,979	$241,282

Average Maturity (days)	1020	982
Average Maturity 1 Year Prior	909	935
Weighted Average Maturity (years)	2.79	2.69

Purchases	$11,100,000	7
Maturities	$25,067,204	13

Portfolio Activity Summary

Month End	Year	Number of Securities	Average Balance	Yield to Maturity	Yield to Maturity 365	Managed Pool Rate	Inv Purchased	Inv Redeemed	Average Term	Average Days to Mat
March	2011	107	165,733,809.87	1.652	1.675	0.508%	7	10	1,150	909
April	2011	105	167,986,247.29	1.542	1.564	0.588%	2	4	1,055	830
May	2011	106	177,136,223.90	1.445	1.465	0.413%	6	5	1,013	786
June	2011	102	182,987,408.39	1.413	1.432	0.448%	6	10	1,000	783
July	2011	113	159,086,446.05	1.734	1.758	0.381%	16	5	1,362	1105
August	2011	111	156,107,063.51	1.732	1.756	0.408%	2	5	1,363	1085
September	2011	104	151,370,240.25	1.723	1.747	0.378%	2	9	1,363	1071
October	2011	100	150,533,371.55	1.721	1.744	0.385%	5	10	1,355	1052
November	2011	97	149,056,539.20	1.668	1.691	0.401%	6	9	1,309	1011
December	2011	99	148,528,510.95	1,606	1,628	0.382%	6	4	1,278	986
January	2012	100	158,978,462.55	1.489	1.510	0.395%	10	9	1,194	920
February	2012	104	172,417,574.90	1.418	1.438	0.389%	10	7	1,227	982
March	2012	102	170,844,028.64	1.426	1.446	0.383%	3	5	1,284	1020
	Average	104	162,311,103.66	1.578%	1.600%	0.420%	6	7	1,227	965

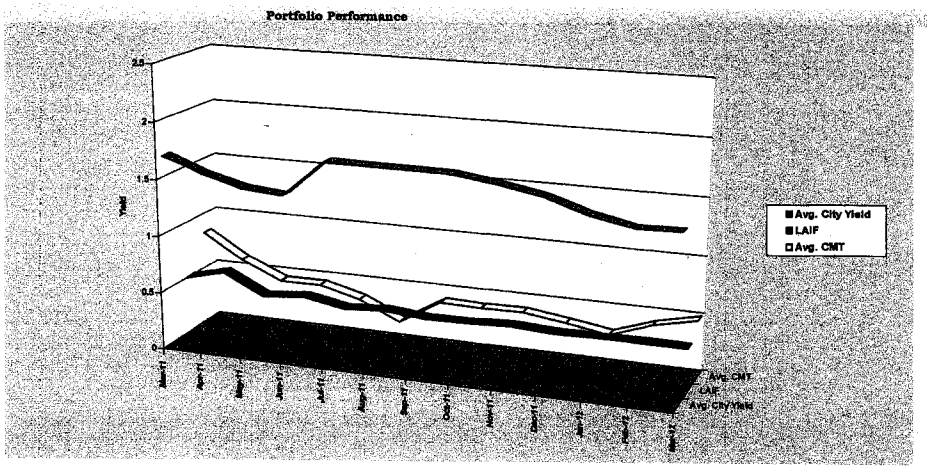
Portfolio Activity Detail

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DATS HELD/ DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
PURCHASES											
11027	WedBush Securities	3/28/2012	FHLMC	AA+	9/28/2015	1275	0.750%	0.750%	2,000,000	2,000,000	2,000,000
11028	Morgan Stanley	3/8/2012	FFCB	AA+	3/8/2017	1802	1.250%	1.250%	2,000,000	2,000,000	2,000,000
11031	Citigroup/Smith Barn	3/28/2012	FNMA	AA+	3/28/2017	1332	1.125%	1.332%	2,000,000	2,000,000	2,000,000
								1.111%	**6,000,000**	**6,000,000**	**6,000,000**
MATURITIES/CALLS											
10951	Vining Sparks	3/14/2011	FAMCA	AA+	3/14/2014	366/1096	1.630%	1.626%	2,000,000	2,000,000	2,000,000
10865	Higgins Capital	3/26/2010	FHLB	AA+	3/26/2014	731/1461	3.500%	1.498%	2,000,000	2,000,000	2,000,000
10949	Citigroup/Smith Barn	3/23/2011	FHLMC	AA+	9/23/2014	366/1280	1.750%	1.745%	1,000,000	1,000,000	1,000,000
10953	Citigroup/Smith Barn	3/30/2011	FFCB	AA+	3/30/2016	366/1827	2.540%	2.633%	2,000,000	2,000,000	2,000,000
10985	Morgan Stanley	9/8/2011	FHLMC	AA+	9/8/2016	182/1827	1.125%	1.128%	2,000,000	2,000,000	2,000,000
								1.724%	**9,000,000**	**9,000,000**	**9,000,000**

State of California Local Agency Pool	Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest	Ending Balance
City	17,600,000	0.383%	0.383%	5,100,000	15,900,000		6,800,000
Redevelopment Agency	0	0.383%	0.383%	-	0		0
TRANS Repayment	19,000,000	0.383%	0.383%	-	0		19,000,000
	$ 36,600,000						$ 25,800,000

Investment Report
March 2012

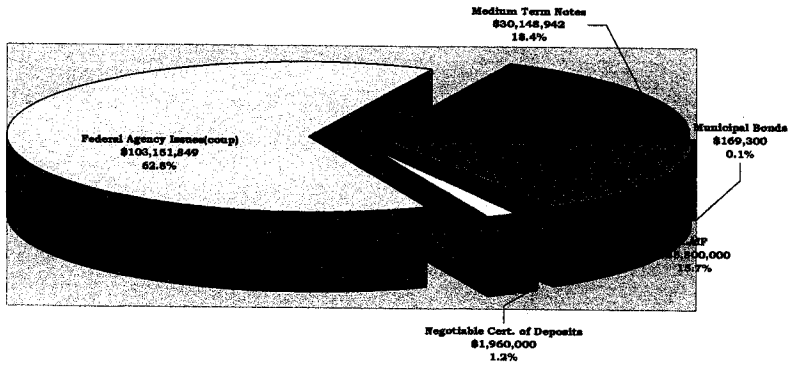
Portfolio Performance

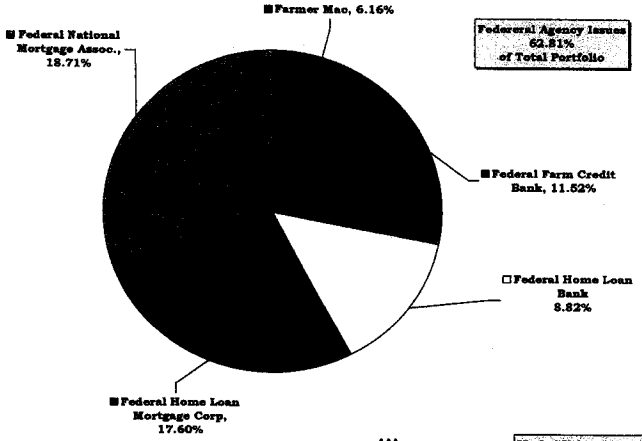


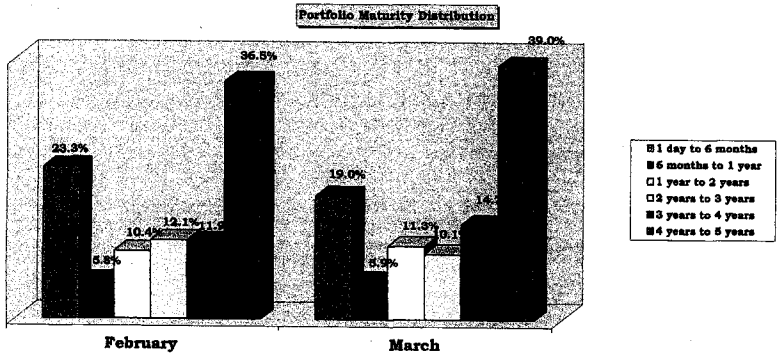
Interest Earnings Summary

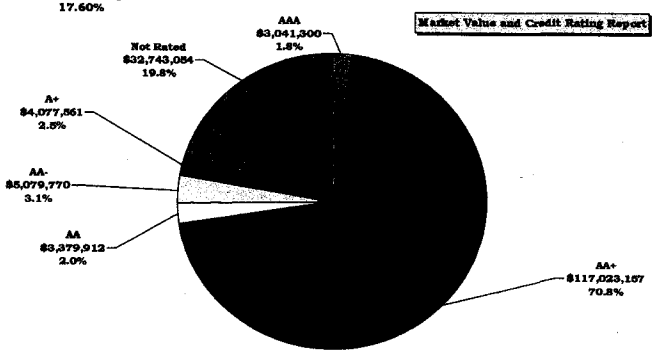
CD/Coupon/Discount Investments:	Month Ending March 31	Fiscal Year End
Interest Collected	0	1,879,701
Plus Accrued Interest at	781,423	781,423
Less Accrued Interest at	-570,930	-630,614
Interest Earned	**$ 210,493**	**$ 2,030,510**
Adjusted by Premium	-22,204	-189,880
Adjusted by Capital	-	36,031
Earnings during	**$ 188,289**	**$ 1,876,661**
Cash/Checking Accounts:		
Interest Collected	18	66,663
Plus Accrued Interest at	78,294	78,294
Less Accrued Interest at	-67,622	-87,371
Interest Earned	**$ 10,690**	**$ 57,586**
Total Interest Earned	**221,183**	**2,088,096**
Total Adjustments from Premiums and Discounts	**-22,204**	**-189,880**
Total Capital Gains or Total Earnings this Period	**-**	**36,031**
	$198,979	**$1,934,247**

Portfolio Diversification









Investment Report
March 2012

Portfolio Summary

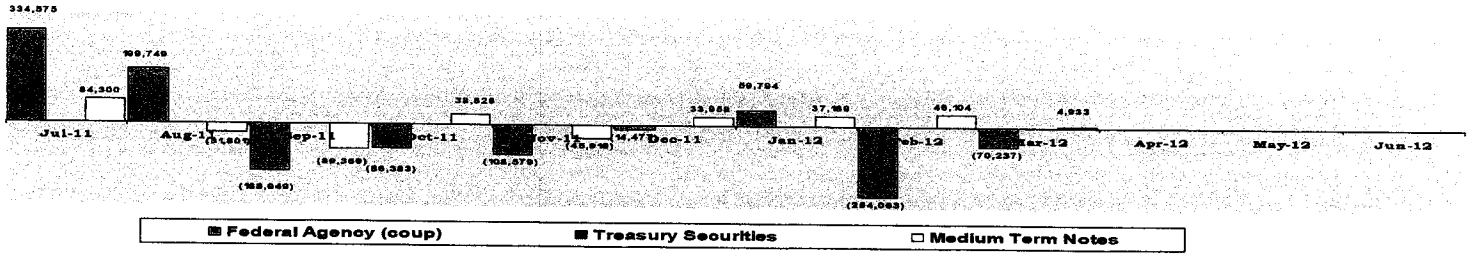
	Book Value	% of Portfolio	% per Policy	Duration	Days to Maturity		Current Yield
Local Agency Investment Fund	25,800,000	15.71%	**	1	1	N/A	0.389%
Certificates of Deposit – Collateralized	0	0		180	0	5 years	0.000%
Negotiable CDs	1,960,000	1.19%		1,097	187	5 years	2.238%
Money Market Sweep Account	2,999,250	1.83%		1	1		0.010%
Federal Agency Issues – Coupons	103,151,849	62.81%	75%	1,630	1,357	5 years	1.565%
Farmer Mac	10,085,779	6.16%	30%	1,149	1192	5 years	1.083%
Federal Farm Credit Bank	18,783,108	11.52%	30%	1,066	1,140	5 years	1.203%
Federal Home Loan Bank	14,428,219	8.82%	30%	1,036	1075	5 years	1.220%
Federal Home Loan Mortgage Corp.	29,058,829	17.60%	30%	1,403	1,449	5 years	1.103%
Federal National Mortgage Assoc.	30,795,914	18.71%	30%	1,504	1,585	5 years	1.286%
Treasury Securities – Coupons	0	0.00%	100%	0	0	5 years	0.000%
Medium Term Notes	30,148,942	18.36%	20%	1,323	896	5 years	2.002%
Municipal Bond Issues – Coupon	169,300	0.10%		3,848	91		7.999%
Total Investments & Averages	**164,229,341**	**100.00%**		**1,284**	**1020**		**1.446%**

Effective Rate of Return	**Month Ending**	**Fiscal YTD**
	1.37%	1.63%
Pending Redemptions	0	
Accrued Interest at Purchase	1,144	
Total Accrued Interest	1,144	
TOTAL CASH & INVESTMENTS	**164,230,485**	

VALUE OF PORTFOLIO PER GASB NO.31

GASB required securities	Beginning Investment Value as July 1, 2011	Purchase/Redemption of Principal	Change in Market Value	Ending Investment Value as of March 31, 2012
Federal Agency (coup)	100,435,380	3,399,947	-108,570	103,726,757
Treasury Securities	0	0	0	0
Medium Term Notes	20,648,028	9,944,880	78,203	30,671,111
Municipal Bonds	488,616	-319,316	0	169,300
SUB-TOTAL PER GASB 31	**$121,572,024**	**$13,025,511**	**($30,367)**	**$134,567,168**
Non-GASB				
LAIF	50,000,000	-24,200,000	0	25,800,000
Money Market	9,000,000	-6,000,750	0	2,999,250
Federal Agency –	0	0	0	0
Treasury Security –	0	0	0	0
Certificate of Deposits -Disc.	0	0	0	0
Negotiable Certificate Deposits	2,450,000	-490,000	0	1,960,000
Commercial paper	0	0	0	0
TOTAL PORTFOLIO	**$183,022,024**	**($17,665,239)**	**($30,367)**	**$165,326,418**

The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will note the unrealized gain/(loss) monthly although we will not physically apply it to earnings until year-end, as GASB 31 requires. The portfolio paper gain or loss is the difference between the book and market value of securities with a maturity term of one year or greater at purchase. The disclosure of paper losses reveals the worse case scenario of liquidity in our portfolio. The philosophy of the city is to buy and hold to maturity.
NOTE: SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and moneys of the local agency. It also requires a statement of compliance of the portfolio with the statement of investment policy and a statement of the local agency's ability to meet the expenditure requirements of the pool for the next six months.



Portfolio Notes:
**Maximum allowed by Investment Policy is $50 million per agency. General LAIF account = $ 17,600,000,000 RDA LAIF account = $ 0 TRANS payment = $19,000,000
I certify that this report accurately reflects all pooled investments and is in conformity with the city of Torrance Investment Policy Statement adopted by resolution 2011-1024 on December 20, 2011. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet six months of estimated expenditures.
Reviewed by the Investment Advisory Committee:

Dana Cortes
City Treasurer

City Manager

Director of Finance

City Attorney

City Treasurer

City of Torrance
Portfolio Management
Portfolio Details - Investments
March 31, 2012

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			6,800,000.00	6,800,000.00	6,800,000.00	0.383		0.383	1	
SYS10001	10001	Local Agency Invest. Fund RDA			0.00	0.00	0.00	0.389		0.389	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			19,000,000.00	19,000,000.00	19,000,000.00	0.383		0.383	1	
		Subtotal and Average	**32,329,032.26**		**25,800,000.00**	**25,800,000.00**	**25,800,000.00**			**0.383**	**1**	
Cert. of Deposit - Insured												
86789UBH1	10822	SunSouth Bank		08/18/2009	245,000.00	246,822.80	245,000.00	2.200		2.200	138	08/17/2012
46147ULM0	10824	Investors Community Bank		08/24/2009	245,000.00	246,751.75	245,000.00	2.250	AA	2.250	145	08/24/2012
509685EA7	10823	Lake Forest B&T		08/26/2009	245,000.00	247,160.90	245,000.00	2.350		2.350	148	08/27/2012
05568PSJ7	10832	BMW Bank of North America		09/23/2009	245,000.00	247,148.65	245,000.00	2.300		2.300	176	09/24/2012
254670KW1	10831	Discover Bank		09/23/2009	245,000.00	246,918.35	245,000.00	2.050		2.050	176	09/24/2012
59740JGR4	10833	MidFirst Bank		10/14/2009	245,000.00	247,462.25	245,000.00	2.350		2.350	197	10/15/2012
36159SJS1	10838	GE Money bank		12/11/2009	245,000.00	248,131.10	245,000.00	2.350		2.350	254	12/11/2012
319180DA0	10839	First Bank Lexington Tennessee		12/16/2009	245,000.00	247,940.00	245,000.00	2.050		2.050	260	12/17/2012
		Subtotal and Average	**1,960,000.00**		**1,960,000.00**	**1,978,335.80**	**1,960,000.00**			**2.238**	**187**	
Money Market Sweep Account												
SYS10131	10131	Bank of America			0.00	0.00	0.00	0.450		0.450	1	
SYS1000	1000	Union Bank of California			2,999,250.00	2,999,250.00	2,999,250.00	0.010		0.010	1	
		Subtotal and Average	**1,526,139.23**		**2,999,250.00**	**2,999,250.00**	**2,999,250.00**			**0.010**	**1**	
Federal Agency Issues - Coupon												
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,016,850.00	1,000,000.00	5.250	AA+	5.250	122	08/01/2012
3133XT6J0	10788	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,037,020.00	2,000,000.00	2.625	AA+	2.625	331	02/26/2013
31331GVD8	10800	FEDERAL FARM CREDIT BANK		05/08/2009	1,000,000.00	1,019,810.00	1,000,000.00	2.200	AA+	2.200	372	04/08/2013
3134G2SQ6	10977	FEDERAL HOME LOAN MORTGAGE CO		07/26/2011	2,000,000.00	1,999,960.00	2,000,000.00	0.400	AA+	0.699	481	07/26/2013
31331X2Q4	10947	FEDERAL FARM CREDIT BANK		03/01/2011	1,000,000.00	1,065,510.00	1,054,666.03	5.000	AA+	1.100	521	09/04/2013
3136FPGA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,000,640.00	1,000,000.00	1.000	AA+	1.000	537	09/20/2013
313373E99	10973	FEDERAL HOME LOAN BANK		07/15/2011	400,000.00	400,252.00	400,170.40	1.150	AA+	0.929	572	10/25/2013
3133XY6S9	10899	FEDERAL HOME LOAN BANK		08/26/2010	1,000,000.00	1,025,870.00	1,015,454.77	2.000	AA+	1.002	576	10/29/2013
3128X1CS4	10915	FEDERAL HOME LOAN MORTGAGE CO		10/27/2010	1,000,000.00	1,070,250.00	1,062,070.82	4.580	AA+	0.730	597	11/19/2013
31315PQN2	10936	Farmer Mac		02/03/2011	3,000,000.00	3,043,650.00	3,000,000.00	1.340	AA+	1.340	673	02/03/2014
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,015,910.00	1,000,000.00	1.400	AA+	1.400	736	04/07/2014
31331XWW8	10879	FEDERAL FARM CREDIT BANK		05/05/2010	500,000.00	544,705.00	527,642.46	5.000	AA+	2.192	754	04/25/2014
31331KRV4	10976	FEDERAL FARM CREDIT BANK		07/18/2011	2,000,000.00	2,001,880.00	2,000,000.00	1.050	AA+	1.050	838	07/18/2014
3133XUBA0	10817	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,006,600.00	1,000,000.00	2.150	AA+	2.150	850	07/30/2014

City of Torrance
Portfolio Management
Portfolio Details - Investments
March 31, 2012

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												
313373RC8	10956	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,016,950.00	1,001,963.00	1.250	AA+	1.164	850	07/30/2014
3133XUPB3	10827	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,008,010.00	1,000,000.00	2.125	AA+	2.125	886	09/04/2014
313370WA2	10902	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,004,890.00	1,000,000.00	1.375	AA+	1.375	899	09/17/2014
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	1,011,350.00	1,000,000.00	1.150	AA+	1.150	918	10/06/2014
3134G3GG9	11008	FEDERAL HOME LOAN MORTGAGE CO		01/09/2012	1,000,000.00	1,001,340.00	1,000,386.11	0.850	AA+	0.833	1,013	01/09/2015
3134G3MR8	11018	FEDERAL HOME LOAN MORTGAGE CO		02/13/2012	1,000,000.00	997,470.00	1,000,000.00	0.550	AA+	0.550	1,048	02/13/2015
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,036,060.00	1,000,000.00	2.030	AA+	2.030	1,052	02/17/2015
31331JKA0	10870	FEDERAL FARM CREDIT BANK		04/09/2010	1,000,000.00	1,000,350.00	1,000,000.00	2.900	AA+	2.900	1,103	04/09/2015
3134G23S9	10995	FEDERAL HOME LOAN MORTGAGE CO		11/07/2011	1,000,000.00	1,002,280.00	1,000,000.00	1.050	AA+	1.050	1,131	05/07/2015
3133XYKF1	10884	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,010,030.00	1,000,000.00	2.000	AA+	2.000	1,152	05/28/2015
31331JQD8	10893	FEDERAL FARM CREDIT BANK		06/08/2010	1,000,000.00	1,003,710.00	1,000,000.00	2.590	AA+	2.590	1,163	06/08/2015
3134G3EN6	11003	FEDERAL HOME LOAN MORTGAGE CO		12/30/2011	1,000,000.00	1,000,500.00	1,000,000.00	1.000	AA+	1.000	1,185	06/30/2015
31315PDZ9	10986	Farmer Mac		08/23/2011	2,000,000.00	2,090,880.00	2,086,211.26	2.375	AA+	1.042	1,207	07/22/2015
3133766B6	10993	FEDERAL HOME LOAN BANK		10/27/2011	1,000,000.00	1,002,920.00	1,000,000.00	1.000	AA+	1.000	1,209	07/24/2015
3136FPEE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	2,010,320.00	1,999,547.22	1.725	AA+	1.746	1,261	09/14/2015
3134G3SD3	11027	FEDERAL HOME LOAN MORTGAGE CO		03/28/2012	2,000,000.00	1,997,720.00	2,000,000.00	0.750	AA+	0.750	1,275	09/28/2015
3136FPRB5	10914	FEDERAL NATIONAL MORT ASSOC		10/20/2010	1,000,000.00	1,000,300.00	1,000,000.00	1.000	AA+	1.897	1,297	10/20/2015
3136FTJT7	10994	FEDERAL NATIONAL MORT ASSOC		11/04/2011	1,000,000.00	1,000,830.00	1,000,000.00	1.300	AA+	1.300	1,312	11/04/2015
3134G23F7	10996	FEDERAL HOME LOAN MORTGAGE CO		11/16/2011	1,000,000.00	1,002,000.00	1,000,000.00	1.250	AA+	1.250	1,324	11/16/2015
31331K5T3	11013	FEDERAL FARM CREDIT BANK		01/11/2012	1,000,000.00	999,720.00	1,000,000.00	1.020	AA+	1.020	1,380	01/11/2016
31315PZH5	11020	Farmer Mac		02/03/2012	2,000,000.00	1,987,180.00	2,000,000.00	0.875	AAA	0.875	1,403	02/03/2016
3134G3MX5	11021	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	1,000,000.00	993,810.00	1,000,000.00	0.800	AA+	0.800	1,424	02/24/2016
313372W26	10950	FEDERAL HOME LOAN BANK		03/15/2011	1,000,000.00	1,022,670.00	1,000,000.00	2.500	AA+	2.500	1,444	03/15/2016
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,311,200.00	2,200,800.00	4.950	AA+	2.280	1,461	04/01/2016
3134G2LB6	10964	FEDERAL HOME LOAN MORTGAGE CO		06/20/2011	2,000,000.00	2,007,220.00	2,000,000.00	2.050	AA+	2.050	1,541	06/20/2016
3136FRQW6	10968	FEDERAL NATIONAL MORT ASSOC		06/27/2011	2,000,000.00	2,012,380.00	2,000,000.00	2.000	AA+	2.000	1,548	06/27/2016
313374DV9	10969	FEDERAL HOME LOAN BANK		06/28/2011	1,000,000.00	1,017,290.00	1,010,630.56	2.500	AA+	2.045	1,549	06/28/2016
3134G2LW0	10966	FEDERAL HOME LOAN MORTGAGE CO		06/29/2011	2,000,000.00	2,006,480.00	1,999,755.56	2.000	AA+	2.011	1,550	06/29/2016
31315PZA0	10971	Farmer Mac		07/06/2011	2,000,000.00	2,010,240.00	2,000,000.00	2.250	AA+	2.250	1,557	07/06/2016
3136FRUE1	10965	FEDERAL NATIONAL MORT ASSOC		07/06/2011	2,000,000.00	2,008,860.00	2,000,000.00	2.075	AA+	2.075	1,557	07/06/2016
3136FRUP6	10967	FEDERAL NATIONAL MORT ASSOC		07/15/2011	3,000,000.00	3,059,460.00	3,000,000.00	2.000	AA+	2.000	1,566	07/15/2016
31315PA25	10984	Farmer Mac		07/27/2011	1,000,000.00	1,044,860.00	999,567.78	2.000	AA+	2.011	1,578	07/27/2016
3136FRE58	10978	FEDERAL NATIONAL MORT ASSOC		07/27/2011	2,000,000.00	2,009,420.00	2,000,000.00	2.000	AA+	2.000	1,578	07/27/2016
3136FRV59	10987	FEDERAL NATIONAL MORT ASSOC		09/14/2011	1,000,000.00	1,002,740.00	1,000,000.00	1.050	AA+	1.516	1,627	09/14/2016
3136FTFU8	10990	FEDERAL NATIONAL MORT ASSOC		10/26/2011	2,000,000.00	2,005,960.00	2,000,000.00	1.250	AA+	1.839	1,669	10/26/2016
3136FTEP0	10991	FEDERAL NATIONAL MORT ASSOC		10/26/2011	1,800,000.00	1,810,170.00	1,800,000.00	1.375	AA+	1.689	1,669	10/26/2016
31331KX47	10999	FEDERAL FARM CREDIT BANK		11/28/2011	2,000,000.00	2,002,580.00	2,000,000.00	1.510	AA+	1.510	1,702	11/28/2016

City of Torrance
Portfolio Management
Portfolio Details - Investments
March 31, 2012

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												
3134G3BQ2	10998	FEDERAL HOME LOAN MORTGAGE CO		11/28/2011	2,000,000.00	2,008,520.00	2,000,000.00	1.375	AA+	1.713	1,702	11/28/2016
3134G25C2	10997	FEDERAL HOME LOAN MORTGAGE CO		11/29/2011	1,000,000.00	999,590.00	1,000,000.00	1.500	AA+	1.500	1,703	11/29/2016
3136FTSH3	11000	FEDERAL NATIONAL MORT ASSOC		12/20/2011	1,000,000.00	1,002,890.00	1,000,000.00	1.250	AA+	1.810	1,724	12/20/2016
3136FTSJ9	11001	FEDERAL NATIONAL MORT ASSOC		12/20/2011	2,000,000.00	2,003,320.00	2,000,000.00	1.500	AA+	1.754	1,724	12/20/2016
313376M51	11004	FEDERAL HOME LOAN BANK		12/21/2011	1,000,000.00	1,000,060.00	1,000,000.00	1.450	AA+	1.450	1,725	12/21/2016
3136FTTT6	11002	FEDERAL NATIONAL MORT ASSOC		12/28/2011	1,000,000.00	1,003,310.00	1,000,000.00	1.375	AA+	1.815	1,732	12/28/2016
3136FTUX5	11005	FEDERAL NATIONAL MORT ASSOC		12/28/2011	2,000,000.00	2,000,680.00	2,000,000.00	0.500	AA+	1.844	1,732	12/28/2016
31331K5N6	11014	FEDERAL FARM CREDIT BANK		01/11/2012	1,000,000.00	999,240.00	1,000,000.00	1.330	AA+	1.330	1,745	01/10/2017
313376Q99	11007	FEDERAL HOME LOAN BANK		01/13/2012	2,000,000.00	1,997,040.00	2,000,000.00	1.125	AA+	1.125	1,748	01/13/2017
3134G3GM6	11009	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	1,000,000.00	999,560.00	1,000,000.00	1.300	AA+	1.300	1,748	01/13/2017
3134G3GX2	11010	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	2,000,000.00	2,004,900.00	2,000,000.00	1.400	AA+	1.400	1,748	01/13/2017
3136FTH44	11016	FEDERAL NATIONAL MORT ASSOC		02/08/2012	2,000,000.00	2,006,060.00	2,000,000.00	1.000	AA+	1.343	1,774	02/08/2017
3134G3MT4	11026	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	2,000,000.00	1,986,520.00	2,000,000.00	1.125	AA+	1.125	1,790	02/24/2017
3134G3NA4	11019	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	3,000,000.00	2,987,580.00	3,000,000.00	0.750	AA+	0.750	1,794	02/28/2017
3134G3NA4	11022	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	2,000,000.00	1,991,720.00	2,000,000.00	0.750	AA+	1.313	1,794	02/28/2017
3136FTV89	11025	FEDERAL NATIONAL MORT ASSOC		02/28/2012	2,000,000.00	1,999,860.00	1,996,366.67	0.500	AA+	1.331	1,794	02/28/2017
3133EAGH5	11028	FEDERAL FARM CREDIT BANK		03/08/2012	2,000,000.00	1,996,940.00	2,000,000.00	1.250	AA+	1.250	1,802	03/08/2017
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	986,130.00	996,616.16	1.000	AA+	1.071	1,802	03/08/2017
3136FT3W7	11031	FEDERAL NATIONAL MORT ASSOC		03/28/2012	2,000,000.00	1,993,780.00	2,000,000.00	1.125	AA+	1.332	1,822	03/28/2017
		Subtotal and Average	**104,707,461.46**		**102,700,000.00**	**103,726,757.00**	**103,151,848.80**			**1.565**	**1,357**	
Medium Term Notes												
17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,033,990.00	3,004,321.94	1.750	AA+	1.112	271	12/28/2012
36962G4H4	10913	General Electric		10/19/2010	1,000,000.00	1,016,970.00	1,012,688.61	2.800	AA+	1.125	282	01/08/2013
084670AU2	10938	Berkshire Hathaway		02/08/2011	3,000,000.00	3,043,350.00	3,029,842.32	2.125	AA+	0.956	316	02/11/2013
89233P4H6	10945	Toyota Motor Credit Corp		02/23/2011	1,000,000.00	1,011,970.00	1,001,137.75	1.375	AA-	1.290	498	08/12/2013
88579EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,053,190.00	1,042,646.28	4.375	AA-	1.200	501	08/15/2013
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,059,050.00	1,004,374.11	4.625	AA+	4.300	562	10/15/2013
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,089,741.45	1,080,671.41	0.750	A+	1.000	593	11/15/2013
36962G4X9	10935	General Electric Capital Corp		01/10/2011	2,000,000.00	2,041,480.00	1,998,169.36	2.100	AA+	2.154	646	01/07/2014
931142CN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,090,400.00	2,003,349.09	3.000	AA	2.902	673	02/03/2014
594918AB0	10821	MicroSoft Corp		08/17/2009	1,000,000.00	1,054,120.00	1,000,000.00	2.950	AAA	2.949	791	06/01/2014
36962G5M2	11012	General Electric Capital Corp		01/10/2012	2,000,000.00	2,042,920.00	2,004,254.68	2.150		2.070	1,013	01/09/2015
89233P5Z5	11023	Toyota Motor Credit Corp		02/17/2012	2,000,000.00	1,999,660.00	1,997,122.22	1.051	AA-	1.102	1,052	02/17/2015
931142CT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,042,760.00	1,001,139.03	2.250	AA	2.213	1,193	07/08/2015
36962G4N1	11024	General Electric Capital Corp		02/22/2012	2,000,000.00	1,986,300.00	1,977,708.53	1.260	AA+	1.597	1,227	08/11/2015

City of Torrance
Portfolio Management
Portfolio Details - Investments
March 31, 2012

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												
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,027,720.00	984,576.28	2.250	AA+	2.710	1,317	11/09/2015
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	2,987,820.00	3,000,000.00	4.375	A+	3.287	1,671	10/28/2016
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,074,720.00	2,002,864.92	2.900	AA+	2.868	1,744	01/09/2017
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,014,950.00	1,004,075.30	2.050	AA-	1.960	1,747	01/12/2017
		Subtotal and Average	**30,152,095.66**		**30,085,000.00**	**30,671,111.45**	**30,148,941.83**			**2.002**	**896**	
Muncipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001TxAllocRef Bd		12/18/2001	169,300.03	169,300.03	169,300.03	8.000		7.999	91	07/01/2012
		Subtotal and Average	**169,300.03**		**169,300.03**	**169,300.03**	**169,300.03**			**7.999**	**91**	
		Total and Average	**170,844,028.64**		**163,713,550.03**	**165,344,754.28**	**164,229,340.66**			**1.446**	**1,020**	

City of Torrance
Portfolio Management
Portfolio Details - Cash
March 31, 2012

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		1,144.43	1,144.43				0
				Subtotal		1,144.43	1,144.43				
	Total Cash and Investments		170,844,028.64		163,713,550.03	165,345,898.71	164,230,485.09			1.446	1,020

II. RESTRICTED FUNDS

Reports Appear Quarterly

III. CASH & INVESTMENT PORTFOLIO SHARE

City of Torrance
Investment Report
March 2012

CASH AND INVESTMENT PORTFOLIO SHARE (A)
AS OF MARCH 31, 2012

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	47,300,540.69	46,659,410.94	28.82
Parks & Recr Facility & Open Space	4,217,885.19	4,160,714.35	2.57
State Gas Tax	11,361,254.68	11,207,259.86	6.92
Federal Housing, Community Dev	565,995.20	558,323.48	0.34
Street Lighting	27,431.82	27,060.00	0.02
Traffic Congestion Relief Act 2000 - AB2928	446,184.06	440,136.31	0.27
Proposition 1B	486,743.56	480,146.05	0.30
Police Asset Forfeiture	4,189,808.03	4,133,017.76	2.55
Drainage Improvement	19,711.65	19,444.47	0.01
Measure R Local Return	2,840,732.23	2,802,227.85	1.73
Government Cable	3,790,580.61	3,739,201.62	2.31
Local Return - Proposition C	5,040,783.55	4,972,458.83	3.07
TDA Article 3 Bicycle Fund	56,201.73	55,439.95	0.03
Grants/Donations	(1,889,757.03)	(1,864,142.54) (B)	(1.15)
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	229,676.20	226,563.08	0.14
Seismic Education Fund	59,827.34	59,016.42	0.04
Rehabilitation Housing	695,765.40	686,334.73	0.42
Meadow Park Parking Lot	18,118.40	17,872.82	0.01
Police Inmate Welfare Fund	51,949.57	51,245.43	0.03
Capital Improvements	19,538,409.13	19,273,578.01	11.90
Geologic Hazard Abatement	14,513.36	14,316.64	0.01
El Camino Training Fund-Fire	357,218.04	352,376.17	0.22
El Camino Training Fund-Police	10,137.41	10,000.00	0.01
Vanpool/Rideshare Fund	13,720.10	13,534.13	0.01
Torrance Public Financing - 1998 COP Fire/Police	(11,167.45)	(11,016.08) (C)	(0.01)
Animal Control Fund	-	-	0.00
Successor Agency - Skypark Capital Project	6,878.54	6,785.31	0.00
Successor Agency - Downtown Capital Project	172,032.34	169,700.55	0.10
Successor Agency - Industrial Capital Project	79,282.56	78,207.93	0.05
Successor Agency - Low Mod Housing Capital Project	867.38	855.62	0.00
Successor Agency - Downtown Debt Service	748,405.63	738,261.45	0.46
Successor Agency - Skypark Debt Service	(279,705.57)	(275,914.33) (D)	(0.17)
Successor Agency - Industrial Debt Service	(900,596.67)	(888,389.64) (E)	(0.55)
Underground Storage Tank Fund	3,041.22	3,000.00	0.00
DNA Sampling Fund	70,465.11	69,510.00	0.04
Airport Fund	5,360,969.99	5,288,305.34	3.26
Transit Operations	6,439,552.43	6,352,268.26	3.92
Development Impact Fund	991,930.81	978,485.80	0.60
Water Operations	6,851,188.87	6,758,325.22	4.17
Emergency Medical Service Enterprise Fund	-	-	0.00
Sanitation Operations	227,790.99	224,703.42	0.14
Cultural Arts Enterprise	154,605.35	152,509.77	0.09
Sewer Enterprise Fund	10,191,864.78	10,053,720.32	6.21
Parks & Recreation Enterprise Fund	(444,772.96)	(438,744.34) (F)	(0.27)
Self Insurance Fund	7,616,199.95	7,512,967.04	4.64
Fleet Services	15,641,720.99	15,429,707.08	9.52
Postemployment/Compensated Absences Fund	8,313,653.15	8,200,966.69	5.06
Trust & Agency	3,551,702.30	3,503,561.14	2.16
TOTAL	**164,229,340.66**	**162,003,312.91**	**100.00**

(A) The difference between the Share of Investments total of $164,229,340.66 and the Pooled Cash and Investments total of $162,003,312.91 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)

(B) T-030 Del Amo Blvd. extension project - Federal Grant MTA pass thru has a negative cash balance of <$1,269,306.42>. Reimbursement request in the amount of $1,409,088.22 was submitted on April 3, 2012.

T-030 Del Amo Blvd. extension project - ARRA-Federal Grant has a negative cash balance of <$312,417.80>. The balance of $312,147.80 represents the 10% retention. Department will request reimbursement when releasing the retention.

T-030 Del Amo Blvd. extension project - MTA Grant has a negative cash balance of <$245,404.48>. Reimbursement request in the amount of $683,730.52 was submitted on April 3, 2012.

I-077 Madrona marsh restoration project - State Grant has a negative cash balance of <$378,795.23>. Department will submit the final request for reimbursement when the last payment is processed.

T-051 Crenshaw Blvd. rehabilitation project - Federal Grant - SAFETEA-LU has a negative cash balance of <$162,940.09>. Reimbursement check in the amount of $136,377.77 was received on April 16, 2012.

EECBG Energy Project - Fed Grant has a negative cash balance of <$132,701.64>. Department will submit the reimbursement request.

2008 UASI Grant-Fire - UASI Grant-P25 Radios has a negative cash balance of <$495,121.99>, reimbursement has been requested in Jan 2012.

(C) A written requisition for disbursement from the Construction Fund for the Certificates of Participation Series 2004 A&B will be requested in April 2012.

(D) Skypark bond principal and interest payments made on 7-1-2011 and 1-1-2012 which will be offset by future property taxes.

(E) Industrial bond semi-annual payment made on September 2011 and February 23, 2012 which will be offset by future property taxes.

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

City of Torrance
Investment Report
March 2012

CASH AND INVESTMENTS RECONCILIATION
AS OF MARCH 31, 2012

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		**164,229,340.66**
CASH AND INVESTMENTS PER BOOKS		**162,003,312.91**
CASH IN BANKS:		
Cash in B of A General Account		(643,626.52)
OUTSTANDING WARRANTS:		
General Account	789,056.48	
Payroll Account	154,206.77	
Workers Compensation Account	162,183.92	
		1,105,447.17
Miscellaneous outstanding adjusting journal entries		881,011.84
Housing Fund restricted cash		(744,730.07)
Payroll for PE 03/31/12 posted on 03/31/12 and paid on 04/13/12		1,627,925.33
INVESTMENTS PER BOOKS		**164,229,340.66**