

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

Members of Council:

SUBJECT: Accept and file Investment Reports for July and August 2015

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the attached monthly investment reports for the months of July and August 2015.

FUNDING

Not applicable

BACKGROUND

On December 19, 2014, Your Honorable Body, through passage of Resolution 2014-132, 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.

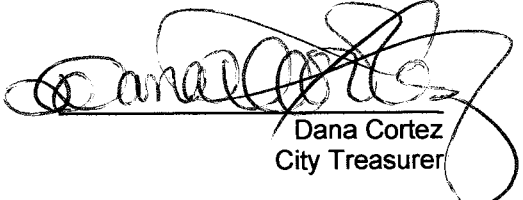
Investment Committee Note

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

Treasurer's Note

The recent turmoil in the markets will not have any material bearing on our portfolio. The drop in 2008-March of 2009 was far more severe and the global financial systems were concurrently frozen. The latest turmoil is associated with a strong dollar, commodity price drop, oil/energy price drop, and the ensuing emerging market disfunction. Presently the U.S. economy is doing well and growing. The risk to the U.S. economy would be a significant slowdown in global GDP. The portfolio is structured to be able to handle a slowdown. The portfolio is managed to maximize duration after addressing our cash flow needs.

Respectfully submitted,



Dana Cortez
City Treasurer

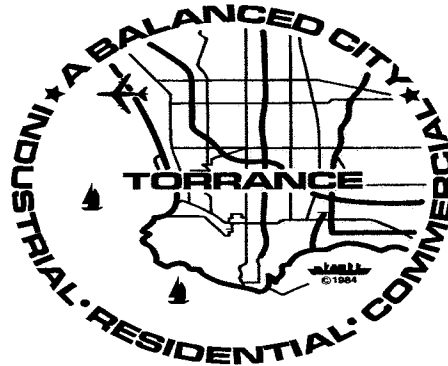
Noted:



LeRoy J. Jackson
Investment Committee Member

CC: City Manager
City Clerk

Investment Advisory Committee Regular Meeting



Agenda

❖ Call to Order

- Approval of meeting minutes for August 13, 2015
- Review, accept, and file July 2015 and August 2015 Investment Reports presented by the City Treasurer

❖ Oral Communication

❖ Adjournment

October 6, 2015

2:00pm

City Manager's
Conference Room



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

Investment Activity during the Period

The investment activity for July included 7 purchases and 3 redemptions.

Purchases- Issuer	Par Value	Term	Coupon	Yield	Structure
Capital One	247,000	5YR	2.35%	2.353%	Bullet
EverBank	245,000	5YR	2.00%	2.002%	Bullet
Capital One Bank	245,000	5YR	2.30%	2.303%	Bullet
Medallion Bank	245,000	4YR	1.90%	1.901%	Bullet
World Foremost Bank	200,000	5YR	2.40%	2.403%	Bullet
Farmer Mac	1,000,000	5YR	1.75%	1.750%	Bullet
Chevron Corp	2,000,000	5YR	2.43%	2.403%	*Bullet

Redemptions- Issuer	Par Value	Term	Coupon	Yield	Status
Wal-Mart Stores	1,000,000	5YR	2.25%	2.215%	Mat
SAFR National Bank	245,000	3YR	0.80%	0.800%	Mat
EverBank	245,000	4YR	0.90%	0.900%	Sold

*Can be called (1) one month prior to maturity

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 \$29.3 million with an average monthly yield of 0.320%. During the month of July the City's LAIF account paid out the set aside TRAN payment. Activity detailed on page 3 of the Investment Report. The LAIF ending balance as of July 31, 2015 was \$29.3 million, which is a decrease of \$20.7 million. The aggregate investment portfolio balance on June 30, 2015 was \$189,752,721. As of July 31, 2015 the ending balance is \$171,722,900 resulting in a decrease of \$18.0 million from the previous month. Large payments for the month were TRAN and PERS pre-payment, each in excess of \$30 million.

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 720 days or 1.94 years. This is an 84 day increase from the previous month. The increase in days to maturity directly correlated to the 7 purchases and 3 redemption and the TRAN payment set aside.
- ❖ 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 \$35 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.

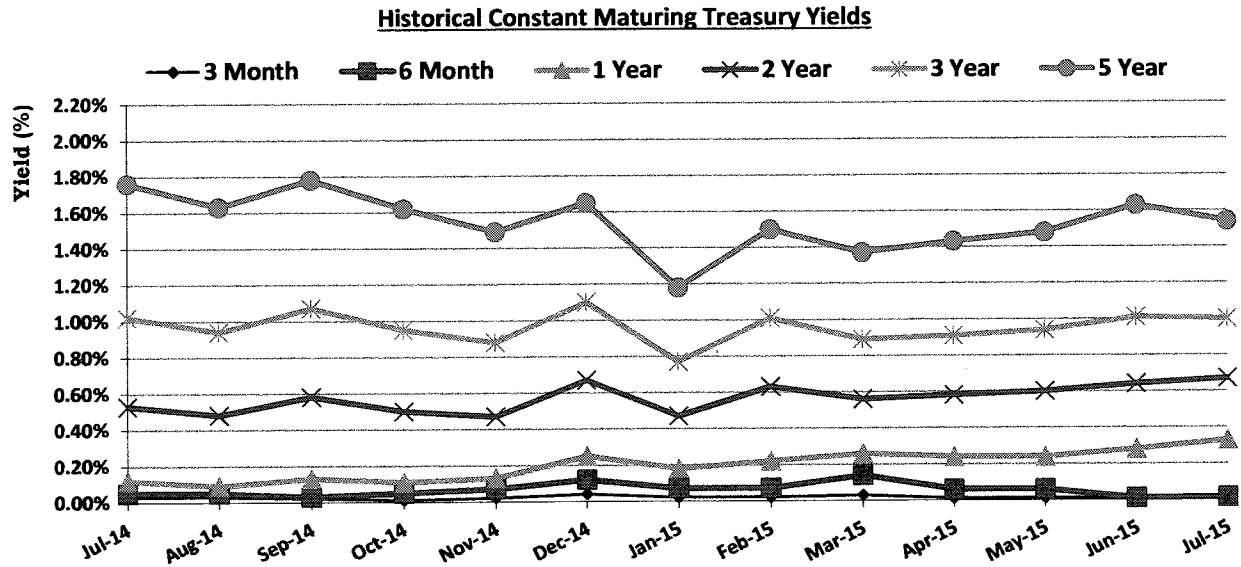
Investment Comparison to Benchmark

For the month of July the City's yield to maturity on pooled investments was 1.059%. The yield increased by 10 basis points or 0.10% from the previous month. The average effective rate of return for fiscal year-to-date is 0.97%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was 0.670% which reflects an increase of 3 basis points or 0.03% compared to the prior month. The portfolio performed above the CMT benchmark by 42 basis points or 0.42%. 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



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

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.





City of Torrance, California
Monthly Investment Portfolio Report
July 31, 2015

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Investment Report
July 2015

Portfolio Highlights

	Current Month	Prior Month
RETURN		
Effective Rate of Return	0.950%	0.880%
City Portfolio YTM	1.059%	0.935%
U.S. Treasury Constant Maturity (2 year)	0.670%	0.640%
LAIF Monthly Return	0.320%	0.299%
City Portfolio YTM (Prior Year)	1.024%	0.908%
INTEREST INCOME		
Fiscal Year to Date	\$143,527	\$1,561,718
Current Month	\$142,527	\$133,024
MATURITY		
Days to Maturity	720	636
Days to Maturity (Prior Year)	969	803
Average Maturity (Years)	1.97	1.74
VOLUMES		
Purchases/Deposits	\$ 39,859,633	7
Maturities/Redemptions	\$ 57,839,221	3
	Total Volume (\$)	# of Transactions

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 (%)					
July	2014	108	170,758,425.42	1.054	1.069	0.244	1	1	1,380	969
August	2014	108	154,702,981.90	1.051	1.066	0.260	1	1	1,370	936
September	2014	107	154,475,862.46	1.060	1.075	0.246	0	1	1,387	921
October	2014	105	152,458,075.33	1.045	1.060	0.261	0	2	1,384	891
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
Average:		106	165,218,429.38	0.973	0.988	0.272	2	2	1,244	760

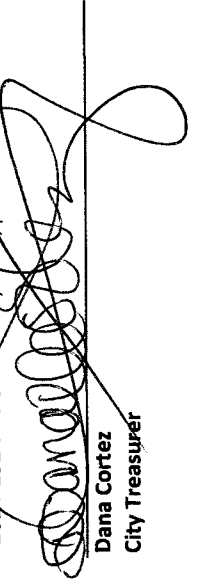
**Investment Report
July 2015**

Portfolio Summary

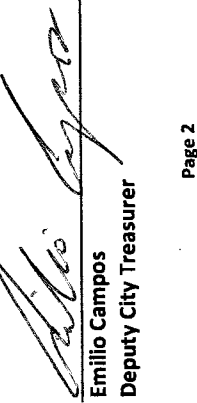
	Book Value (\$)	BV % of Portfolio	Market Value (\$)	MV % of Portfolio	S&P Rating	% per Policy	Modified Duration	Days to Maturity	Maximum Term	YTM
Local Agency Investment Fund (LAIF)	\$29,300,000	17.06%	\$29,300,000	17.03%		\$50Mil	0.000	1	N/A	0.320%
Union Bank Custodial - Money Market Account	\$0	0.00%	\$0	0.00%		100%	0.000	1	N/A	0.001%
U.S. Treasury Securities	\$4,984,663	2.90%	\$5,044,060	2.93%	AA+	100%	2.974	1,113	5 Year	1.419%
Federal Agency Issues	\$107,022,819	62.34%	\$107,209,675	62.32%	AA+	75%	2.309	864	5 Year	1.060%
Farmer Mac	10,999,898	6.410%	11,007,330	6.40%		30%	2.405	897	5 Year	0.934%
Federal Farm Credit Bank	18,039,674	10.510%	18,131,220	10.54%		30%	2.071	770	5 Year	1.237%
Federal Home Loan Bank	23,534,855	13.710%	23,540,205	13.68%		30%	2.664	1,002	5 Year	1.193%
Federal Home Loan Mortgage Corporation	39,507,783	23.010%	39,523,870	22.98%		30%	2.165	812	5 Year	0.935%
Federal National Mortgage Association	14,940,609	8.700%	15,007,050	8.72%		30%	2.349	871	5 Year	1.061%
Negotiable Certificates of Deposit	\$9,757,000	5.68%	\$9,724,814	5.65%	FDIC	20%	2.646	1008	5 Years	1.244%
Medium-Term Notes	\$20,658,418	12.02%	20,741,706	12.058%		20%	2.004	761	5 Year	1.926%
3M Company	2,084,233	1.21%	2,079,626	1.21%	AA-	5%	1.878	695	5 Year	0.891%
Barclays Bank	3,000,000	1.75%	3,014,910	1.75%	A	5%	1.220	454	5 Year	3.287%
Bank of Montreal	1,000,549	0.58%	1,000,340	0.58%	A+	5%	2.062	772	5 Year	1.373%
Chevron Corp.	3,054,161	1.78%	3,033,810	1.76%	AA	5%	4.412	1,714	5 Year	1.935%
Colgate Palmolive Co.	1,996,919	1.16%	2,013,560	1.17%	AA-	5%	3.153	1,188	5 Year	1.549%
General Electric	998,836	0.58%	1,004,540	0.58%	AA+	5%	0.273	100	5 Year	2.710%
General Electric Capital Corporation	4,000,682	2.33%	4,052,620	2.36%	AA+	5%	0.727	268	5 Year	2.137%
IBM	1,013,746	0.59%	1,012,970	0.59%	AA	5%	0.967	356	5 Year	0.530%
Royal Bank of Canada	1,001,125	0.58%	999,650	0.58%	AA	5%	1.844	685	5 Year	1.189%
Toyota Motor Credit Corporation	2,508,167	1.46%	2,529,680	1.47%	AA-	5%	2.427	920	5 Year	1.894%
		0.00%		0.00%						
Total Investments:	\$171,722,900	100.00%	\$172,020,255	100.00%			1.918	720		1.059%
Earnings Allowance Rate:										
0.250%										
Cash in Bank (General):	\$1,516,582									
Cash in Bank (Housing):	\$2,161,357									
Total Funds:	\$175,400,839									

Effective Rate of Return	
Month Ending	0.950%
Fiscal YTD	0.950%

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 2, 2014, per California Government Code §53601. A copy of this policy is available at the office of the City Clerk.



Dana Cortez
 City Treasurer



Emilio Campos
 Deputy City Treasurer

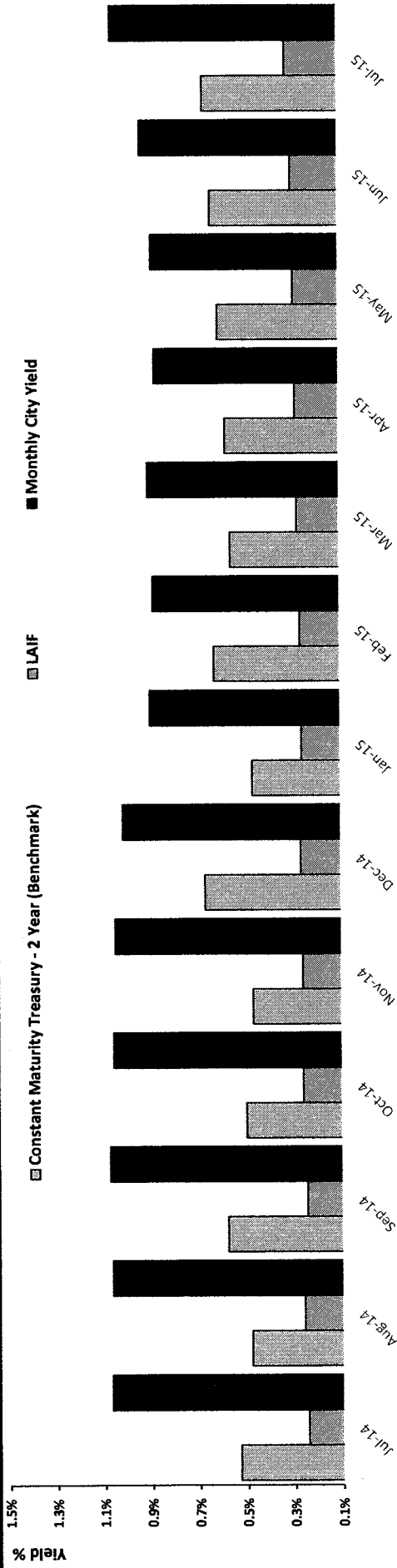
Date: 10/10/15

**Investment Report
July 2015**

Portfolio Monthly Activity Detail													
Purchases	Investment Number	Broker	Purchase Date	Description	Quality Rating	Maturity Date	Term	Coupon (%)	Yield (%)	Par Value (\$)	Book Value (\$)	Market Value (\$)	
	11176	MULTI Bank	07/08/15	CAPITAL ONE	FDIC	07/08/20	5 Year	2.350%	2.353%	247,000	247,000	245,463	
	11177	MULTI Bank	07/14/15	EVERBANK	FDIC	07/14/20	5 Year	2.000%	2.002%	245,000	245,000	243,410	
	11178	MULTI Bank	07/15/15	CAPITAL ONE BANK USA	FDIC	07/15/20	5 Year	2.300%	2.303%	245,000	245,000	243,415	
	11179	MULTI Bank	07/21/15	MEDALLION BANK SLC	FDIC	07/22/19	4 Year	1.900%	1.901%	245,000	245,000	243,138	
	11180	MULTI Bank	07/16/15	WORLD FOREMOST BANK	FDIC	07/16/20	5 Year	2.400%	2.403%	200,000	200,000	198,698	
	11181	GPS	07/15/15	FARMER MAC	Implied AA+	06/15/20	5 Year	1.750%	1.750%	1,000,000	1,000,000	999,010	
	11182	VS	07/31/15	CHEVRON CORP.	AA	06/24/20	5 Year	2.427%	2.120%	2,000,000	2,028,412	2,025,580	
										4,182,000	4,210,412	4,198,714	
Maturities/Calls/Sales	Investment Number	Broker	Purchase Date	Description	Quality Rating	Maturity Date	Days Held/Days to Maturity	Coupon (%)	Yield (%)	Par Value (\$)	Book Value (\$)	Market Value (\$)	
	10928	D/W	12/15/10	Wal-Mart Stores	AA	07/08/15	1666/1666	2.250%	2.215%	1,000,000	1,000,000	1,000,000	
	11043	V5	07/31/12	SAFR NATIONAL BANK	FDIC	07/31/15	1095/1095	0.800%	0.800%	245,000	245,000	245,000	
	11059	VS	09/14/12	EVERBANK	FDIC	07/07/15	1026/1461	0.900%	0.900%	245,000	245,000	245,000	
										\$1,490,000	\$1,490,000	\$1,490,000	
Summary													
LAIF			Beginning Balance	Coupon (%)	Yield (%)	Deposits (\$)	Withdrawals (\$)	Interest Earned (\$)	Ending Balance (\$)				
		City	18,600,000	0.320%	0.320%	31,433,820	20,733,820	33,820	29,300,000				
		TRAN Repayment	31,400,000	0.320%	0.320%	-	31,400,000	-	0				
			\$50,000,000			\$31,433,820	\$52,133,820	\$33,820	\$29,300,000				

Investment Report
July 2015

Portfolio Performance



Portfolio Earnings Summary July 31, 2015 Fiscal YTD

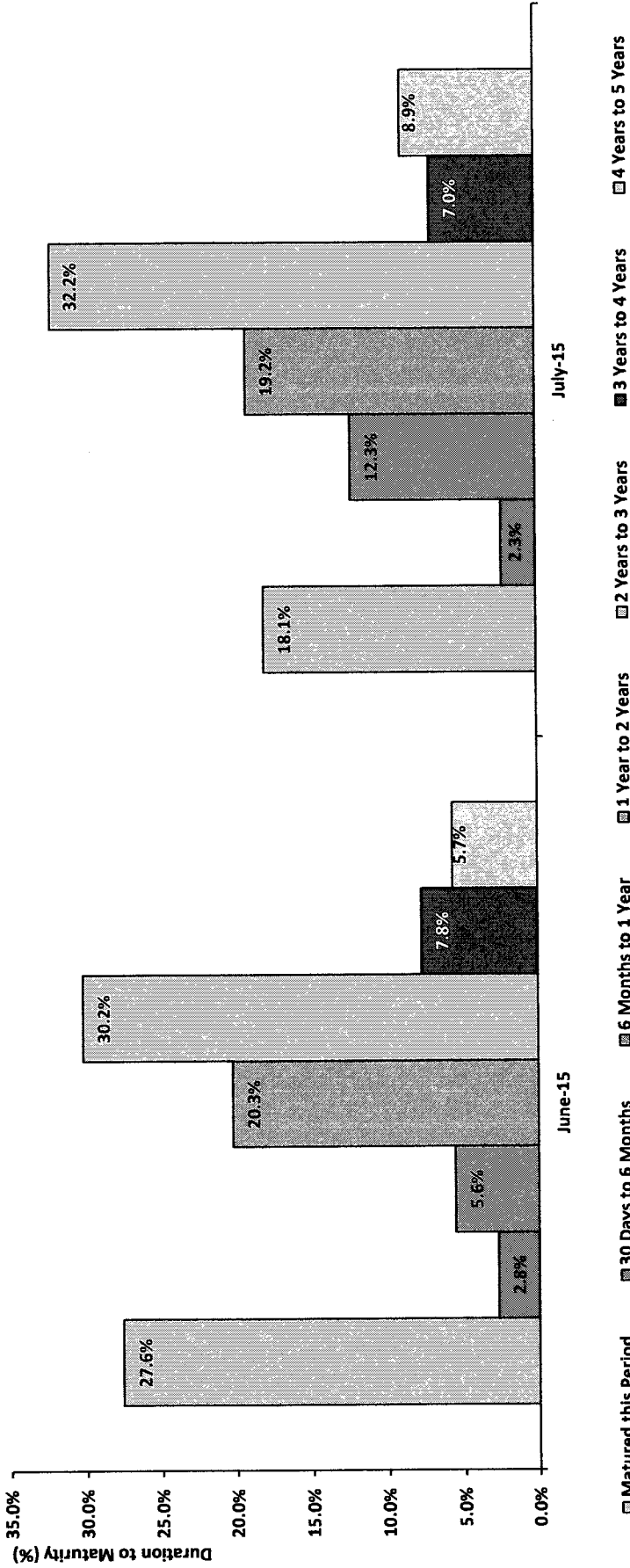
	July 31, 2015	Fiscal YTD
CD/Coupon/Discount Investments:		
Interest Collected	401,881.03	401,881.03
Plus Interest at End of Period	301,639.23	301,639.23
Less Accrued Interest at Beginning of Period	(519,851.96)	(519,851.96)
Interest Earned during this Period	\$183,668.30	\$183,668.30
Adjusted By Premium	(50,233.89)	(50,233.89)
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	\$133,434.41	\$133,434.41

Cash/Checking Accounts:		
Interest Collected	33,834.62	33,834.62
Plus Accrued Interest at End of Period	57,639.61	57,639.61
Less Interest at Beginning of Period	(81,381.15)	(81,381.15)
Interest Earned this Period	\$10,093.08	\$10,093.08

Total Interest Earned	\$193,761.38	\$193,761.38
Total Adjustments from Premium and Discounts	(50,233.89)	(50,233.89)
Total Capital Gains or Loss	0.00	0.00
Total Earnings this Period	\$143,527.49	\$143,527.49

Investment Report
July 2015

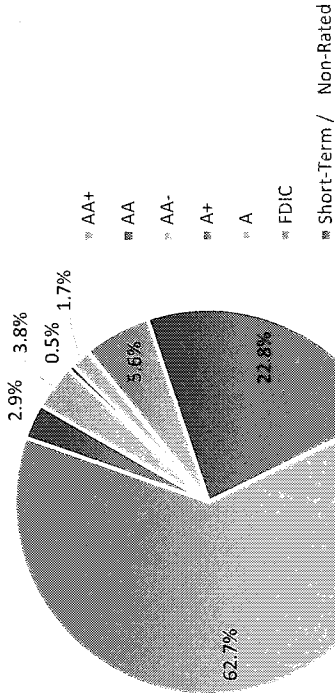
Maturity Distribution (Book Value)



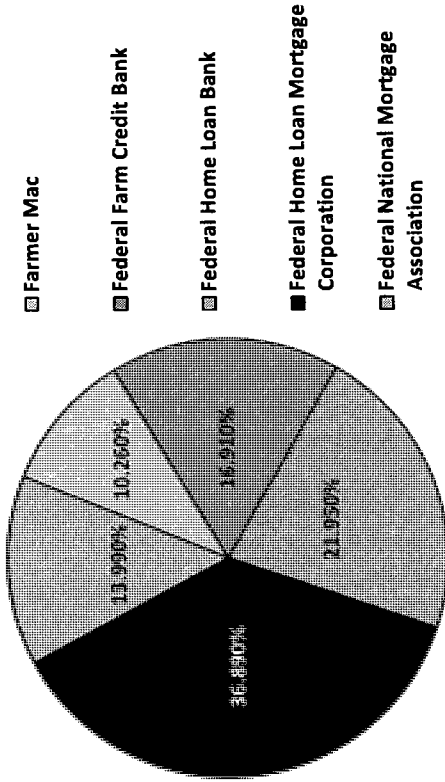
NOTE: *SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and monies of the local agency. It also requires a statement of compliance of the portfolio with the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

Portfolio Distribution

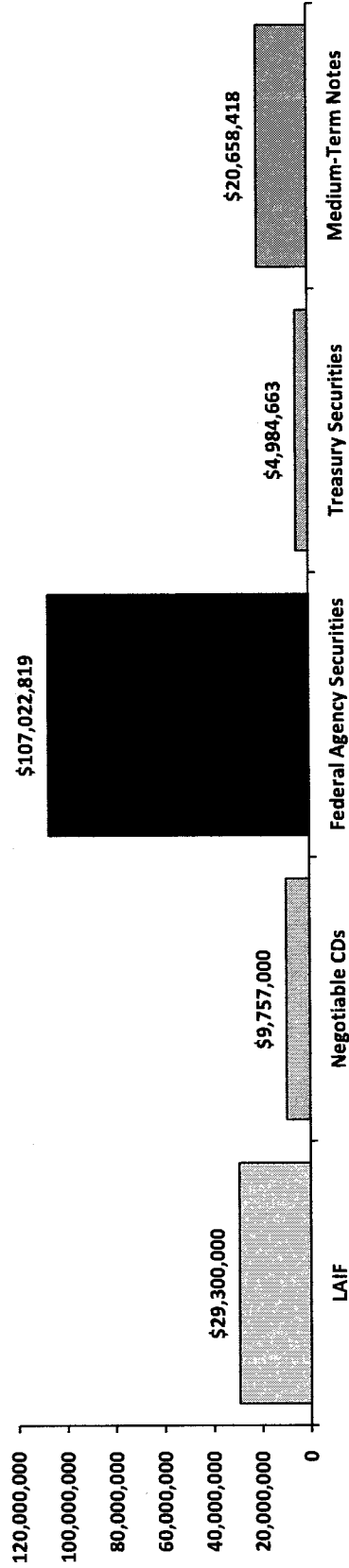
Assigned Credit Ratings (Total Portfolio - MV)



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



Portfolio Sectors (Book Value)



**Investment Report
July 2015**

Value of Portfolio per GASB 31

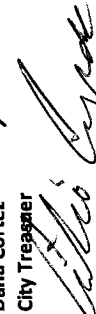
	Beginning Investment Value As of July 1, 2015	Purchase / Redemption of Principal	Change in Market Value	Ending Investment Value As of July 31, 2015
U.S. Treasury Securities	5,039,460	-	4,600	5,044,060
Federal Agency (Coupon)	106,168,850	1,000,000	40,825	107,209,675
Negotiable Certificate of Deposits	9,066,537	692,000	(33,723)	9,724,814
Medium-Term Notes	19,723,207	1,028,412	(9,913)	20,741,706
Municipal Bonds	-	-	-	-
Sub-total per GASB 31:	\$139,998,054	2,720,412	\$1,789	\$142,720,255
Non-GASB				
Local Agency Investment Funds	50,000,000	(20,700,000)	-	29,300,000
Money Market	-	-	-	-
Federal Agency - Disc.	-	-	-	-
Treasury Security - Disc.	-	-	-	-
Certificate of Deposits -Disc.	-	-	-	-
Commercial paper	-	-	-	-
Sub-total Non-GASB:	\$50,000,000	(\$20,700,000)	\$0	\$29,300,000
Total Portfolio:	\$189,998,054	(\$17,979,588)	\$1,789	\$172,020,255

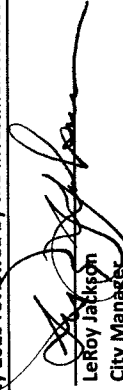
The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We report the unrealized gain/(loss) monthly and book realized gain/(loss) at year end as a GASB 31 requirement.

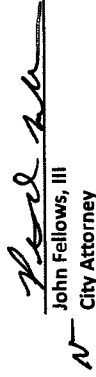
GASB 31 is a reporting requirement that reports the "Fair Value" of investments held in our portfolio. Fair value is the amount at which a financial instrument (investment) could be exchanged in a current transaction between willing parties at current market prices. It is important to understand the 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 July 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

**City of Torrance
Portfolio Management
Portfolio Details - Investments
July 31, 2015**

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			29,300,000.00	29,300,000.00	29,300,000.00	0.320		0.320	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			0.00	0.00	0.00	0.320		0.320	1	
		Subtotal and Average	37,109,677.42		29,300,000.00	29,300,000.00	29,300,000.00			0.320	1	

Money Market Sweep Account

316175108S	1000	Union Bank of California			0.00	0.00	0.00			0.000	1	
		Subtotal and Average	964,207.63		0.00	0.00	0.00			0.000	0	

Federal Agency Issues - Coupon

31315PWE5	11083	FARMER MAC		01/08/2013	3,000,000.00	3,001,200.00	3,000,000.00	0.930		0.935	881	01/08/2018
31315PNZ8	11086	FARMER MAC		01/30/2013	2,000,000.00	2,009,580.00	2,000,589.33	1.050		1.038	913	01/30/2018
31315PXM6	11097	FARMER MAC		05/02/2013	2,000,000.00	1,996,040.00	1,999,449.44	0.950		0.860	1,005	05/02/2018
31315PXF1	11099	FARMER MAC		05/02/2013	2,000,000.00	2,001,060.00	1,999,849.44	0.400		0.410	275	05/02/2016
3132X0AL5	11170	FARMER MAC		06/01/2015	1,000,000.00	1,000,440.00	1,000,000.00	1.100	AA+	1.100	1,035	06/01/2018
3132X0BG5	11181	FARMER MAC		07/15/2015	1,000,000.00	998,010.00	1,000,000.00	1.750		1.750	1,780	06/15/2020
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,061,280.00	2,033,466.67	4.950	AA+	2.280	244	04/01/2016
3133EAA81	11041	FEDERAL FARM CREDIT BANK		07/30/2012	1,000,000.00	999,230.00	1,000,000.00	0.780	AA+	0.780	548	01/30/2017
3133EAX29	11060	FEDERAL FARM CREDIT BANK		09/18/2012	1,000,000.00	1,000,040.00	1,000,000.00	0.980	AA+	0.980	779	09/18/2017
3133EC5A8	11075	FEDERAL FARM CREDIT BANK		11/28/2012	2,000,000.00	1,998,180.00	2,000,000.00	0.870	AA+	0.870	849	11/27/2017
3133ECE26	11087	FEDERAL FARM CREDIT BANK		01/30/2013	1,000,000.00	999,230.00	1,000,000.00	0.940	AA+	1.022	913	01/30/2018
3133ED3Z3	11108	FEDERAL FARM CREDIT BANK		10/04/2013	3,000,000.00	3,022,140.00	3,000,000.00	1.230	AA+	1.230	795	10/04/2017
3133ED4Q2	11114	FEDERAL FARM CREDIT BANK		10/11/2013	1,000,000.00	1,009,230.00	1,000,000.00	1.480	AA+	1.480	1,045	06/11/2018
3133EDDV1	11119	FEDERAL FARM CREDIT BANK		01/23/2014	1,000,000.00	1,004,210.00	999,168.30	1.160	AA+	1.198	814	10/23/2017
3133EDEB4	11121	FEDERAL FARM CREDIT BANK		02/07/2014	3,000,000.00	3,021,150.00	3,009,503.22	1.100	AA+	0.931	697	06/28/2017
3133EDGW6	11128	FEDERAL FARM CREDIT BANK		03/11/2014	1,000,000.00	3,016,530.00	2,997,536.08	1.300	AA+	1.330	1,045	06/11/2018
313370TW8	11040	FEDERAL HOME LOAN BANK		07/25/2012	1,000,000.00	1,016,820.00	1,015,037.64	2.000	AA+	0.620	405	09/09/2018
313380P92	11055	FEDERAL HOME LOAN BANK		09/26/2012	1,000,000.00	999,550.00	1,000,000.00	1.000	AA+	1.000	787	09/26/2017
313380MF1	11057	FEDERAL HOME LOAN BANK		09/18/2012	1,000,000.00	999,540.00	1,000,000.00	1.000	AA+	1.005	779	09/18/2017
3133824S9	11089	FEDERAL HOME LOAN BANK		02/27/2013	1,000,000.00	998,210.00	1,000,000.00	1.100	AA+	1.100	941	02/27/2018
313383AA9	11105	FEDERAL HOME LOAN BANK		06/12/2013	4,000,000.00	3,978,920.00	4,000,000.00	1.000	AA+	1.000	1,046	06/12/2018
3133834R9	11108	FEDERAL HOME LOAN BANK		05/24/2013	1,000,000.00	1,000,030.00	999,199.77	0.375	AA+	0.465	328	05/24/2016
313379VE6	11118	FEDERAL HOME LOAN BANK		01/14/2014	1,000,000.00	1,005,180.00	998,891.04	1.010	AA+	1.070	688	06/18/2017
313381GD1	11122	FEDERAL HOME LOAN BANK		02/20/2014	2,000,000.00	2,003,360.00	1,994,072.37	1.250	AA+	1.356	1,054	06/20/2018
313373SZ6	11123	FEDERAL HOME LOAN BANK		02/26/2014	2,000,000.00	2,030,220.00	2,028,950.00	2.125	AA+	0.428	314	06/10/2016
313375RN9	11124	FEDERAL HOME LOAN BANK		02/27/2014	2,000,000.00	2,008,280.00	2,007,744.96	1.000	AA+	0.363	223	03/11/2016
3130A27K6	11148	FEDERAL HOME LOAN BANK		06/26/2014	2,000,000.00	2,002,720.00	2,000,000.00	1.250	AA+	2.020	1,425	06/26/2019

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City of Torrance
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
313380CP0	11161	FEDERAL HOME LOAN BANK		05/22/2015	1,000,000.00	992,770.00	993,293.86	1.240	AA+	1.420	1,406	06/07/2019
313383HU8	11172	FEDERAL HOME LOAN BANK		06/12/2015	2,000,000.00	2,003,600.00	1,997,665.33	1.750	AA+	1.775	1,777	06/12/2020
3130A5JY6	11174	FEDERAL HOME LOAN BANK		06/30/2015	2,000,000.00	2,000,140.00	2,000,000.00	1.000	AA+	2.174	1,795	06/30/2020
3130A5LY3	11175	FEDERAL HOME LOAN BANK		06/30/2015	500,000.00	500,845.00	500,000.00	1.625	AA+	2.343	1,795	06/30/2020
3137EADP0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,006,500.00	998,901.25	1.000	AA+	1.071	585	03/08/2017
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,017,450.00	1,013,638.94	2.500	AA+	0.810	300	05/27/2016
3134G3ZL3	11079	FEDERAL HOME LOAN MORTGAGE CO		12/26/2012	2,000,000.00	1,991,400.00	2,000,000.00	0.850	AA+	0.850	878	12/26/2017
3134G33B4	11082	FEDERAL HOME LOAN MORTGAGE CO		01/11/2013	1,000,000.00	998,630.00	1,000,000.00	1.000	AA+	1.000	894	01/11/2018
3137EADJ5	11095	FEDERAL HOME LOAN MORTGAGE CO		04/23/2013	3,000,000.00	3,015,660.00	3,019,996.59	1.000	AA+	0.660	727	07/28/2017
3137EAA4	11096	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	5,000,000.00	5,242,700.00	5,242,814.93	5.500	AA+	0.420	352	07/18/2016
3137EADH9	11101	FEDERAL HOME LOAN MORTGAGE CO		05/13/2013	5,000,000.00	5,027,150.00	5,026,112.52	1.000	AA+	0.722	698	06/29/2017
3134G44N5	11102	FEDERAL HOME LOAN MORTGAGE CO		05/28/2013	2,000,000.00	1,988,800.00	2,000,000.00	0.750	AA+	0.750	850	11/28/2017
3137EAA4	11107	FEDERAL HOME LOAN MORTGAGE CO		05/22/2013	4,000,000.00	4,194,160.00	4,193,024.86	5.500	AA+	0.452	352	07/18/2016
3137EADL0	11132	FEDERAL HOME LOAN MORTGAGE CO		04/23/2014	1,000,000.00	1,003,360.00	996,934.58	1.000	AA+	1.145	790	09/29/2017
3137EAD55	11135	FEDERAL HOME LOAN MORTGAGE CO		04/29/2014	2,000,000.00	2,009,260.00	2,005,812.47	0.875	AA+	0.631	440	10/14/2016
3137EADJ5	11139	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	2,000,000.00	2,010,440.00	1,998,656.23	1.000	AA+	1.009	727	07/28/2017
3137EAD55	11142	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	1,000,000.00	1,004,630.00	1,002,840.95	0.875	AA+	0.637	440	10/14/2016
3134G3XJ4	11155	FEDERAL HOME LOAN MORTGAGE CO		04/29/2015	1,000,000.00	1,001,150.00	1,007,949.81	1.500	AA+	1.290	1,426	06/27/2019
3134G6Z89	11166	FEDERAL HOME LOAN MORTGAGE CO		06/10/2015	1,000,000.00	999,660.00	1,000,000.00	1.000	AA+	2.124	1,775	06/10/2020
3134G6V42	11167	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	3,000,000.00	3,011,940.00	3,000,000.00	2.000	AA+	2.000	1,794	06/29/2020
3134G6N41	11169	FEDERAL HOME LOAN MORTGAGE CO		05/28/2015	1,000,000.00	1,001,560.00	1,000,000.00	1.250	AA+	2.032	1,761	05/27/2020
3134G64U4	11171	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	2,000,000.00	1,997,180.00	2,000,000.00	1.300	AA+	1.300	1,063	06/29/2018
3134G64X8	11173	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	1,002,240.00	1,002,240.00	1,000,000.00	2.000	AA+	2.000	1,794	06/29/2020
3135G0PQ0	11100	FEDERAL NATIONAL MORT ASSOC		04/26/2013	3,000,000.00	3,003,630.00	3,010,211.57	0.875	AA+	0.720	817	10/26/2017
3136G1LZ0	11103	FEDERAL NATIONAL MORT ASSOC		05/28/2013	2,000,000.00	1,990,780.00	2,000,000.00	0.750	AA+	0.750	850	11/28/2017
3135G0WJ8	11117	FEDERAL NATIONAL MORT ASSOC		01/14/2014	1,000,000.00	995,580.00	980,921.51	0.875	AA+	1.581	1,024	05/21/2018
3135G0WJ8	11120	FEDERAL NATIONAL MORT ASSOC		01/31/2014	2,000,000.00	1,991,160.00	1,970,403.74	0.875	AA+	1.421	1,024	05/21/2018
3135G0WJ8	11125	FEDERAL NATIONAL MORT ASSOC		03/03/2014	2,000,000.00	1,991,160.00	1,975,781.29	0.875	AA+	1.320	1,024	05/21/2018
3135G0Y74	11133	FEDERAL NATIONAL MORT ASSOC		04/23/2014	1,000,000.00	1,014,330.00	997,765.63	1.625	AA+	1.695	1,214	11/27/2016
3135G0CM3	11136	FEDERAL NATIONAL MORT ASSOC		04/29/2014	1,000,000.00	1,008,900.00	1,007,341.89	1.250	AA+	0.610	424	09/28/2016
3135G0PQ0	11140	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,001,210.00	994,718.79	0.875	AA+	1.116	817	10/26/2017
3135G0GY3	11141	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,009,090.00	1,007,083.22	1.250	AA+	0.771	548	01/30/2017
3135G0PQ0	11150	FEDERAL NATIONAL MORT ASSOC		06/30/2014	1,000,000.00	1,001,210.00	996,380.91	0.875	AA+	1.040	817	10/26/2017
Subtotal and Average					106,500,000.00	107,209,675.00	107,022,819.13			1.060	864	

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Treasury Securities - Coupon												
912828WD8	11137	U.S.TREASURY NOTE		04/29/2014	2,000,000.00	2,009,380.00	1,979,717.88	1.250	AA+	1.575	1,187	10/31/2018
912828VK3	11143	U.S.TREASURY NOTE		05/09/2014	3,000,000.00	3,034,680.00	3,004,944.65	1.375	AA+	1.317	1,064	06/30/2018
		Subtotal and Average	4,984,475.93		5,000,000.00	5,044,060.00	4,984,662.53			1.419	1,113	
Medium Term Notes												
88579YAE1	11104	3M Company		05/23/2013	1,080,000.00	1,079,805.60	1,082,737.21	1.000	AA-	0.864	695	06/26/2017
88579YAE1	11145	3M Company		05/14/2014	1,000,000.00	999,820.00	1,001,495.96	1.000	AA-	0.920	695	06/26/2017
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	3,014,910.00	3,000,000.00	2.500	A	3.287	454	10/28/2016
06366RHAG	11056	Bank of Montreal		09/11/2012	1,000,000.00	1,000,340.00	1,000,548.89	1.400	A+	1.373	772	09/11/2017
166764AN0	11156	Chevron Corp		04/28/2015	1,000,000.00	1,008,230.00	1,025,749.05	2.193	AA	1.569	1,567	11/15/2019
166764AG5	11182	Chevron Corp		07/31/2015	2,000,000.00	2,025,580.00	2,028,412.00	2.427	AA	2.120	1,789	06/24/2020
19416QED8	11116	Colgate Palmolive Co		11/01/2013	2,000,000.00	2,013,560.00	1,996,919.00	1.500	AA-	1.549	1,188	11/01/2018
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,004,540.00	998,835.50	2.250	AA+	2.710	100	11/09/2015
36962GSN0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,052,400.00	2,000,863.81	2.800	AA+	2.868	527	01/09/2017
36962G4N1	11024	General Electric Capital Corp		02/22/2012	2,000,000.00	2,000,220.00	1,999,818.33	1.025	AA+	1.388	10	08/11/2015
459200GX3	11144	IBM		05/13/2014	1,000,000.00	1,012,970.00	1,013,746.38	1.950	AA	0.530	358	07/22/2016
78010UD20	11147	Royal Bank of Canada		06/16/2014	1,000,000.00	999,650.00	1,001,125.00	1.250	AA	1.189	685	06/16/2017
89233PSS1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,016,300.00	1,001,233.72	2.050	AA-	1.960	530	01/12/2017
89236TAY1	11131	Toyota Motor Credit Corp		04/11/2014	1,500,000.00	1,513,380.00	1,506,933.13	2.000	AA-	1.850	1,180	10/24/2018
		Subtotal and Average	18,921,813.62		20,580,000.00	20,741,705.60	20,658,417.99			1.926	761	

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												
33764JHM0	11052	First Bank of P R #30387		08/01/2012	245,000.00	247,075.15	245,000.00	1.250	FDIC	1.251	366	08/01/2016
330459AE8	11110	1st Nat'l Bank Kentucky #2759		10/03/2013	245,000.00	246,460.20	245,000.00	0.800	FDIC	0.901	429	10/03/2016
32110YFW0	11163	First National Bank of America		05/28/2015	245,000.00	241,089.80	245,000.00	1.600	FDIC	0.000	1,763	05/29/2020
33648JN6	11127	First State Bank West Virginia		03/11/2014	245,000.00	245,497.35	245,000.00	0.450	FDIC	0.451	223	03/11/2016
88413QBG2	11168	Third Federal Savings and Loan		05/28/2015	245,000.00	241,996.30	245,000.00	1.300	FDIC	1.303	1,215	11/28/2018
02587CAW0	11152	American Express		08/21/2014	245,000.00	245,147.00	245,000.00	2.100	FDIC	2.101	1,481	09/21/2019
02005QNB0	11044	Ally Bank		08/01/2012	245,000.00	245,000.00	245,000.00	1.150	FDIC	1.157	2	08/03/2015
02587DXP8	11158	American Express Cent #27471		04/30/2015	245,000.00	241,846.85	245,000.00	1.950	FDIC	1.952	1,734	04/30/2020
06740AYC7	11090	Barclays Bank		03/12/2013	245,000.00	246,336.23	245,000.00	1.250	FDIC	1.200	954	03/12/2018
05568P291	11073	BMW Bank of No America #35141		11/02/2012	245,000.00	245,414.05	245,000.00	0.950	FDIC	0.950	93	11/02/2015
060624XH1	11091	Bank of Baroda #33681		03/08/2013	245,000.00	244,365.45	245,000.00	1.250	FDIC	1.251	950	03/08/2018
14042E4P2	11178	Capital One#4297		07/15/2015	245,000.00	243,414.85	245,000.00	2.300	FDIC	2.303	1,810	07/15/2020
140420TE0	11176	Capital One Bank USA #33954		07/08/2015	247,000.00	245,463.66	247,000.00	2.350	FDIC	2.353	1,803	07/08/2020
148159HR9	11094	Cathay Bank #18503		04/12/2013	245,000.00	244,093.50	245,000.00	1.000	FDIC	1.001	985	04/12/2018

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Negotiable CD												
17284CBZ6	11093	CIT Bank #35575		04/17/2013	245,000.00	243,983.25	245,000.00	1.150	FDIC	1.151	990	04/17/2018
20033AAU0	11084	Comenity Capital Bank		01/18/2013	245,000.00	246,376.90	245,000.00	0.750	FDIC	0.750	536	01/18/2017
20451PLA2	11164	COMPASS BANK		05/29/2015	245,000.00	242,486.30	245,000.00	1.300	FDIC	1.301	1,032	05/29/2018
20786ABD6	11165	CONNECTONE BANK		06/05/2015	245,000.00	241,391.15	245,000.00	1.500	FDIC	1.501	1,404	06/05/2019
225645CZ1	11126	Crescent Bank & Trust		03/05/2014	245,000.00	245,286.65	245,000.00	1.500	FDIC	1.500	1,123	08/28/2018
23204HBD9	11146	Customer Bank #34444		05/28/2014	245,000.00	245,485.10	245,000.00	0.800	FDIC	0.802	485	11/28/2016
254672NC8	11160	Discover Bank #5649		05/06/2015	245,000.00	241,788.05	245,000.00	1.900	FDIC	1.902	1,740	05/06/2020
29976DZD5	11177	EverBank #34775		07/14/2015	245,000.00	243,409.95	245,000.00	2.000	FDIC	2.002	1,809	07/14/2020
307660HE3	11113	Farm Bureau Bank #35157		10/15/2013	245,000.00	246,440.60	245,000.00	0.900	FDIC	0.900	440	10/14/2016
308862DD0	11134	Farmers & Merchants Bk #16810		04/25/2014	245,000.00	242,670.05	245,000.00	1.450	FDIC	1.452	1,151	09/25/2018
36160XN52	11051	GE Capital Bank #33778		08/03/2012	245,000.00	245,000.00	245,000.00	1.150	FDIC	1.150	2	08/03/2015
38148JUS6	11159	Goldman Sachs Bank #33124		05/06/2015	245,000.00	241,788.05	245,000.00	1.900	FDIC	1.802	1,740	05/06/2020
45083AEJ7	11154	Iberia Bank		04/16/2015	245,000.00	243,282.55	245,000.00	1.100	FDIC	1.101	989	04/16/2018
48124JRY6	11085	JPMORGAN		01/28/2013	245,000.00	244,890.00	245,000.00	0.750	FDIC	0.750	811	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	1,335	03/28/2019
564759QS0	11162	Manufacturers & Traders Trust		05/27/2015	245,000.00	242,476.50	245,000.00	1.050	FDIC	1.051	1,032	05/29/2018
58403BY42	11179	Medallion Bank Salt Lake City		07/21/2015	245,000.00	243,198.00	245,000.00	1.900	FDIC	1.901	1,451	07/22/2019
628825JK8	11151	NCB FSB #32612		07/16/2014	245,000.00	244,490.40	245,000.00	1.000	FDIC	0.861	716	07/17/2017
70153RHF8	11130	Parkway Bank #19008		04/10/2014	245,000.00	245,352.80	245,000.00	0.500	FDIC	0.502	254	04/11/2016
71270QLZ7	11153	Peoples United Bank		02/04/2015	245,000.00	244,485.50	245,000.00	1.750	FDIC	1.751	1,648	02/04/2020
74267GTZ0	11112	Private Bank & Trust Co #33306		10/04/2013	245,000.00	246,369.55	245,000.00	1.000	FDIC	1.001	430	10/04/2016
795450NT8	11053	Sallie Mae Bank		08/08/2012	245,000.00	245,031.85	245,000.00	1.100	FDIC	1.106	9	08/10/2015
856283UK0	11098	STATE BANK of INDIA		05/14/2013	245,000.00	243,777.45	245,000.00	1.150	FDIC	0.000	1,017	05/14/2018
87164YGD0	11157	Synchrony Bank Retail		04/28/2015	245,000.00	241,996.75	245,000.00	1.900	FDIC	1.902	1,717	04/13/2020
94768NJD7	11081	Webster Bank #18221		12/12/2012	245,000.00	246,516.55	245,000.00	1.000	FDIC	1.001	864	12/12/2017
981571BP6	11180	WORLD FOREMOST BANK		07/16/2015	200,000.00	198,698.00	200,000.00	2.400	FDIC	2.403	1,811	07/16/2020
Subtotal and Average					9,787,000.00	9,724,814.34	9,757,000.00			1.244	1,008	
Total and Average					171,137,000.00	172,020,254.94	171,722,899.65			1.059	720	

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Portfolio Details - Cash
July 31, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase	5,253.11	5,253.11	5,253.11				0
		Subtotal			5,253.11	5,253.11	5,253.11				
		Total Cash and Investments	178,091,994.16		171,137,000.00	172,025,508.05	171,728,152.76			1.059	720



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CITY OF TORRANCE
FISCAL AGENT FOR SUCCESSOR RDA
RESTRICTED
CASH BALANCE REPORT
July 31, 2015

	Book Value
Bank of America City of Torrance Successor RDA Agency Account # xx-046	1,380.44
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>2,264,469.81</u>
TOTAL	<u><u>\$ 2,265,850.25</u></u>

CITY OF TORRANCE

INTEROFFICE COMMUNICATION

DATE: 10/7/15

TO: Dana Cortez, City Treasurer
 FROM: Eric E. Tsao, Finance Director *ETsao*
 SUBJECT: Cash & Investment Report for July 2015



City of Torrance
 Investment Report
 July 2015

CASH AND INVESTMENTS RECONCILIATION AS OF JULY 31, 2015 (PRE-CLOSE)

INVESTMENTS PER PORTFOLIO SUMMARY		\$ 171,722,899.65
Cash in Bank of America General Account	\$ 1,516,582.42	
Cash in Bank of America Housing Account	<u>2,161,356.56</u>	
		3,677,938.98
TOTAL FUNDS PER INVESTMENT REPORT		\$ 175,400,838.63
OUTSTANDING WARRANTS:		
General Account	\$ (2,089,564.35)	
Payroll Account	(153,937.10)	
Workers' Compensation Account	(185,233.55)	
Housing Account	<u>(9,637.00)</u>	
		(2,438,372.00)
DEPOSITS IN TRANSIT:		
07/31/2015 Deposit in transit	13,876.53	
July 2015 Global Water cash collection interfaced on 07/31/15	<u>65,513.43</u>	
		79,389.96
MISCELLANEOUS OUTSTANDING ADJUSTING JOURNAL ENTRIES:		
07/15/15 Interfaced Discrepancy, interfaced on 8/12/15	2,629.80	
07/31/15 Receipts interfaced on 8/11/15	(1,224.00)	
07/31/15 Positive Pay Exception for WC Check No.419406, rejected on 08/03/15	331.15	
07/2015 Payroll voided check no.956022 interfaced in July, voided in bank on 08/04/15	184.07	
IVR & Parking Web credit card receipts will be interfaced in August 2015	<u>439.00</u>	
		2,360.02
TOTAL CASH AND INVESTMENTS PER BOOKS		\$ 173,044,216.61



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

Investment Activity during the Period

The investment activity for August included 2 purchases and 5 redemptions.

Purchases- Issuer	Par Value	Term	Coupon	Yield	Structure
IBM	2,000,000	5YR	1.63%	2.050%	Bullet
BMW Bank	245,000	5YR	2.25%	2.253%	Bullet

Redemptions- Issuer	Par Value	Term	Coupon	Yield	Status
GE Capital Corp	2,000,000	4YR	1.03%	1.399%	Mat
Ally Bank	245,000	3YR	1.15%	1.15%	Mat
GE Capital Bank	245,000	3YR	1.15%	1.15%	Mat
Sallie Mae Bank	245,000	3YR	1.10%	1.100%	Mat
BMW Bank	245,000	3YR	0.95%	0.950%	Sold

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 \$22.0 million with an average monthly yield of 0.330%. Activity detailed on page 3 of the Investment Report. The aggregate investment portfolio balance on July 31, 2015 was \$171,722,900. As of August 31, 2015 the ending balance is \$163,598,899 resulting in a decrease of \$8.1 million from the previous month which is normal for this period of the Fiscal Year.

Liquidity of the Portfolio

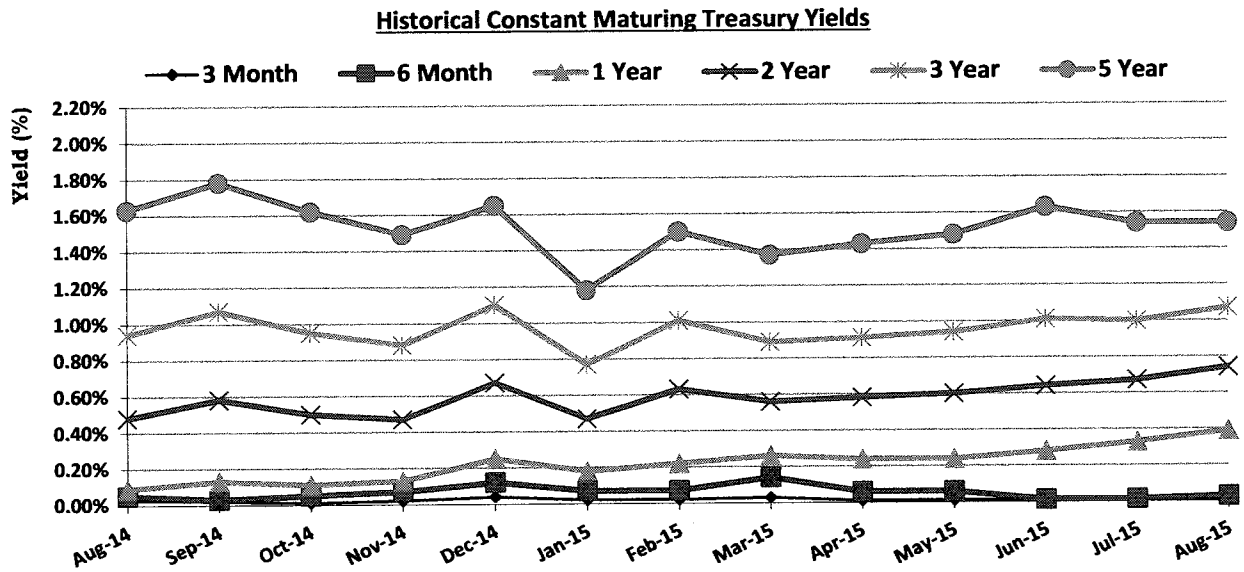
- ❖ The current goal is to keep the investment portfolio at an average maturity between 2 to 3 years based on current economic conditions. The goal was set between 2 to 3 years as a gauge to meet liquidity needs and in order to take advantage of rising interest rates. Average maturity is a moving target which is contingent upon the current state or conditions of the economy. The portfolio's current average maturity is 752 days or 2.09 years. This is a 32 day increase from the previous month. The increase in days to maturity directly correlated to the 2 purchases and 5 redemption and the TRAN payment set aside.
- ❖ 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 \$25 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 August the City's yield to maturity on pooled investments was 1.103%. The yield increased by 5 basis points or 0.05% from the previous month. The average effective rate of return for fiscal year-to-date is 0.98%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was 0.740% which reflects an increase of 7 basis points or 0.07% compared to the prior month. The portfolio performed above the CMT benchmark by 44 basis points or 0.44%. 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.



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





City of Torrance, California
Monthly Investment Portfolio Report
August 31, 2015

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Investment Report
August 2015

Portfolio Highlights

	Current Month	Prior Month
RETURN		
Effective Rate of Return	1.020%	0.940%
City Portfolio YTM	1.103%	1.059%
U.S. Treasury Constant Maturity (2 year)	0.740%	0.670%
LAIF Monthly Return	0.330%	0.320%
City Portfolio YTM (Prior Year)	1.021%	1.024%

	Current Period	Prior Month
INTEREST INCOME		
Fiscal Year to Date	\$286,437	\$143,527
Current Month	\$143,544	\$142,527

	Current Month	Prior Month
MATURITY		
Days to Maturity	752	720
Days to Maturity (Prior Year)	936	969
Average Maturity (Years)	2.06	1.97

	Total Volume (\$)	# of Transactions
Purchases/Deposits	\$ 9,965,089	2
Maturities/Redemptions	\$ 18,038,289	5

Portfolio Activity Summary

Month/End	Year	# of Securities	Yield to Maturity		Average Balance	Managed Pool Rate	# of Investments Purchased	# of Investments Redeemed	Average Term	Average Days to Maturity
			360 (%)	365 (%)						
August	2014	108	1.051	1.066	154,702,981.90	0.260	1	1	1,370	936
September	2014	107	1.060	1.075	154,475,862.46	0.246	0	1	1,387	921
October	2014	105	1.045	1.060	152,458,075.33	0.261	0	2	1,384	891
November	2014	104	1.037	1.052	150,209,729.99	0.261	0	1	1,367	853
December	2014	103	1.003	1.017	150,471,885.60	0.267	0	1	1,313	789
January	2015	101	0.889	0.901	159,817,780.44	0.262	0	2	1,137	670
February	2015	100	0.875	0.888	171,931,521.26	0.266	1	2	1,124	654
March	2015	100	0.895	0.907	169,938,884.08	0.278	0	0	1,154	648
April	2015	102	0.866	0.878	172,571,119.93	0.283	5	3	1,086	600
May	2015	107	0.878	0.890	179,612,929.93	0.290	8	3	1,094	596
June	2015	115	0.943	0.956	183,442,413.43	0.299	9	1	1,115	636
July	2015	119	1.045	1.059	178,091,994.16	0.320	7	3	1,262	720
August	2015	116	1.088	1.103	165,225,756.09	0.330	2	5	1,326	752
Average:		107	0.975	0.989	164,787,664.86	0.279	3	2	1,240	744



**Investment Report
August 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
Local Agency Investment Fund (LAIF)	\$22,000,000	13.45%	\$22,000,000	13.44%		\$50MII	0.000	1	N/A	0.330%
Union Bank Custodial - Money Market Account	\$0	0.00%	\$0	0.00%		100%	0.000	1	N/A	0.001%
U.S. Treasury Securities	\$4,985,048	3.05%	\$5,034,370	3.07%	AA+	100%	2.889	1,082	5 Year	1.419%
Federal Agency Issues	\$106,973,440	65.37%	\$107,072,265	65.39%	AA+	75%	2.226	834	5 Year	1.060%
Farmer Mac	10,999,912	6.720%	10,998,320	6.72%		30%	2.321	866	5 Year	0.934%
Federal Farm Credit Bank	18,035,179	11.020%	18,107,650	11.06%		30%	1.988	740	5 Year	1.237%
Federal Home Loan Bank	23,530,334	14.380%	23,517,175	14.36%		30%	2.582	971	5 Year	1.194%
Federal Home Loan Mortgage Corporation	39,466,157	24.120%	39,454,520	24.09%		30%	2.083	782	5 Year	0.935%
Federal National Mortgage Association	14,941,858	9.130%	14,994,600	9.16%		30%	2.265	840	5 Year	1.061%
Negotiable Certificates of Deposit	\$9,022,000	5.51%	\$8,997,529	5.49%	FDIC	20%	2.908	1106	5 Years	1.288%
Medium-Term Notes	\$20,618,411	12.59%	20,646,419	12.608%		20%	2.350	897	5 Year	1.990%
3M Company	2,084,048	1.27%	2,086,344	1.27%	AA-	5%	1.797	664	5 Year	0.891%
Barclays Bank	3,000,000	1.83%	3,012,960	1.84%	A	5%	1.136	423	5 Year	3.287%
Bank of Montreal	1,000,527	0.61%	1,000,350	0.61%	A+	5%	1.979	741	5 Year	1.373%
Chevron Corp.	3,053,177	1.87%	3,014,510	1.84%	AA	5%	4.325	1,683	5 Year	1.935%
Colgate Palmolive Co.	1,996,998	1.22%	1,998,380	1.22%	AA-	5%	3.066	1,157	5 Year	1.549%
General Electric	999,192	0.61%	1,003,400	0.61%	AA+	5%	0.189	69	5 Year	2.710%
General Electric Capital Corporation	2,000,814	1.22%	2,048,320	1.25%	AA+	5%	1.327	496	5 Year	2.868%
IBM	2,974,663	1.82%	2,966,750	1.81%	AA	5%	3.250	1,243	5 Year	1.532%
Royal Bank of Canada	1,001,075	0.61%	997,680	0.61%	AA	5%	1.761	654	5 Year	1.189%
Toyota Motor Credit Corporation	2,507,917	1.53%	2,517,725	1.54%	AA-	5%	2.341	889	5 Year	1.894%
Earnings Allowance Rate:		0.250%								
Total Investments:	\$163,598,899	100.00%	\$163,750,583	100.00%			2.001	752		1.103%
Cash in Bank (General):	\$5,982,274									
Cash in Bank (Housing):	\$2,218,066									
Total Funds:	\$171,799,239									

Effective Rate of Return	
Month Ending	Fiscal YTD
1.020%	0.980%

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.

 Dana Cortez, City Treasurer Emilio Campos, Deputy City Treasurer

Date: 9.29.15

**Investment Report
August 2015**

Portfolio Monthly Activity Detail												
Purchases		Broker	Purchase Date	Description	Quality Rating	Maturity Date	Term	Coupon (%)	Yield (%)	Par Value (\$)	Book Value (\$)	Market Value (\$)
<u>Investment Number</u>												
11183	MS		08/15/15	IBM	AA-	05/15/20	5 Year	1.625%	2.050%	2,000,000	1,962,091	1,954,620
11184	MULTI		08/14/15	BMW Bank	FDIC	08/14/20	5 Year	2.250%	2.253%	245,000	245,000	245,125
										2,245,000	2,207,091	2,199,745
Maturities/Calls/Sales												
<u>Investment Number</u>	Broker	Purchase Date	Description	Quality Rating	Maturity Date	Days Held/Days to Maturity	Coupon (%)	Yield (%)	Par Value (\$)	Book Value (\$)	Market Value (\$)	
11024	WDBUSH	02/22/12	GE Capital Corp	AA+	08/11/15	1266/1266	1.025%	1.399%	2,000,000	2,000,000	2,000,000	
11044	VS	08/01/15	Ally Bank	FDIC	08/03/15	1097/1097	1.150%	1.150%	245,000	245,000	245,000	
11051	WDBUSH	08/03/12	GE Capital Bank	FDIC	08/03/15	1095/1095	1.150%	1.150%	245,000	245,000	245,000	
11053	V5	08/08/12	Sallie Mae Bank	FDIC	08/10/15	1097/1097	1.100%	1.100%	245,000	245,000	245,000	
11073	HC	11/02/12	BMW Bank	FDIC	11/02/15	1012/1095	0.950%	0.950%	245,000	245,000	245,000	
									\$2,980,000	\$2,980,000	\$2,980,000	
LAIF												
			Beginning Balance									
	City		29,300,000	Coupon (%)	Yield (%)	Deposits (\$)	Withdrawals (\$)	Interest Earned (\$)	Ending Balance (\$)			
	TRAN Repayment		0	0.330%	0.330%	5,000,000	12,300,000	-	22,000,000			
			\$29,300,000			\$5,000,000	\$12,300,000	\$0	\$22,000,000			

Investment Report
August 2015

Portfolio Performance

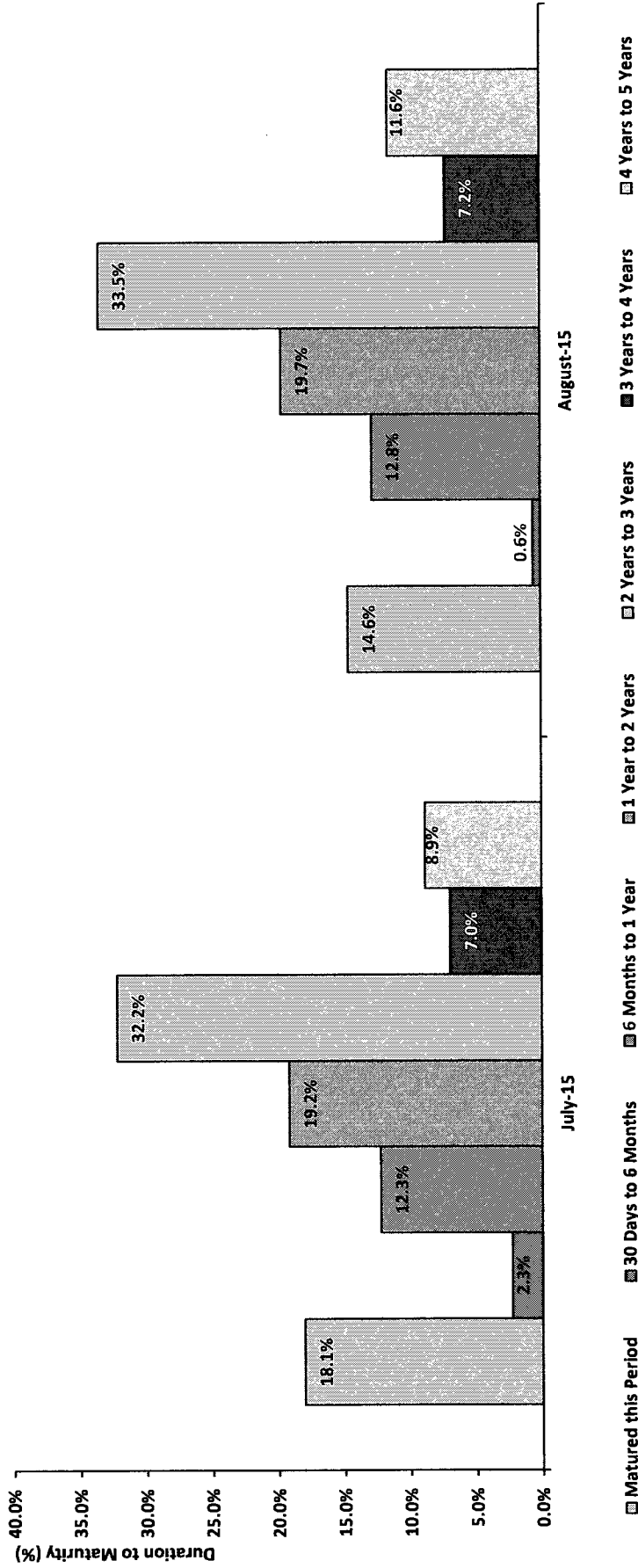


	August 31, 2015	Fiscal YTD
Portfolio Earnings Summary		
CD/Coupon/Discount Investments:		
Interest Collected	23,319.30	412,283.65
Plus Interest at End of Period	466,538.68	466,538.68
Less Accrued Interest at Beginning of Period	(301,639.24)	(507,570.13)
Interest Earned during this Period	\$188,218.74	\$371,252.20
Adjusted By Premium	(50,801.14)	(101,035.03)
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	\$137,417.60	\$270,217.17

Cash/Checking Accounts:		
Interest Collected	652.40	34,487.02
Plus Accrued Interest at End of Period	63,113.58	63,113.58
Less Interest at Beginning of Period	(57,639.61)	(81,381.15)
Interest Earned this Period	\$6,126.37	\$16,219.45
Total Interest Earned		
Total Interest Earned	\$194,345.11	\$387,471.65
Total Adjustments from Premium and Discounts	(50,801.14)	(101,035.03)
Total Capital Gains or Loss	0.00	0.00
Total Earnings this Period	\$143,543.97	\$286,436.62

Investment Report
August 2015

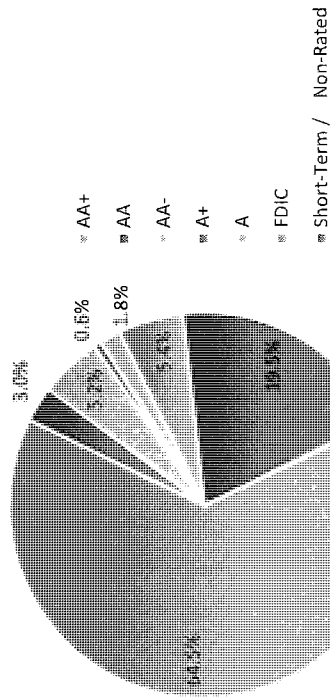
Maturity Distribution (Book Value)



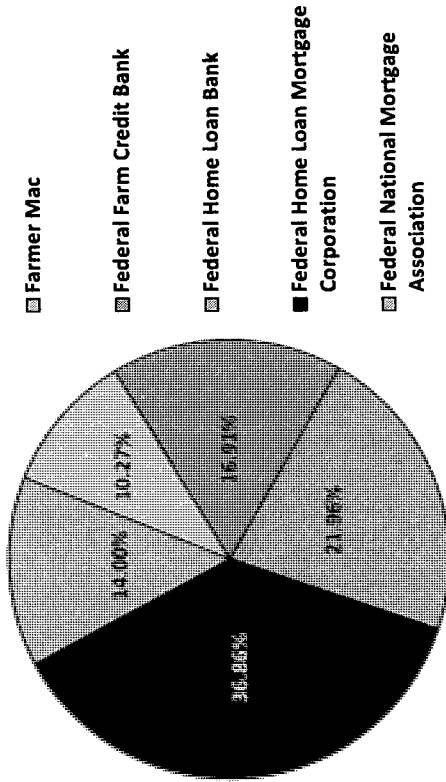
NOTE: *SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and monies of the local agency. It also requires a statement of compliance of the portfolio with the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

Portfolio Distribution

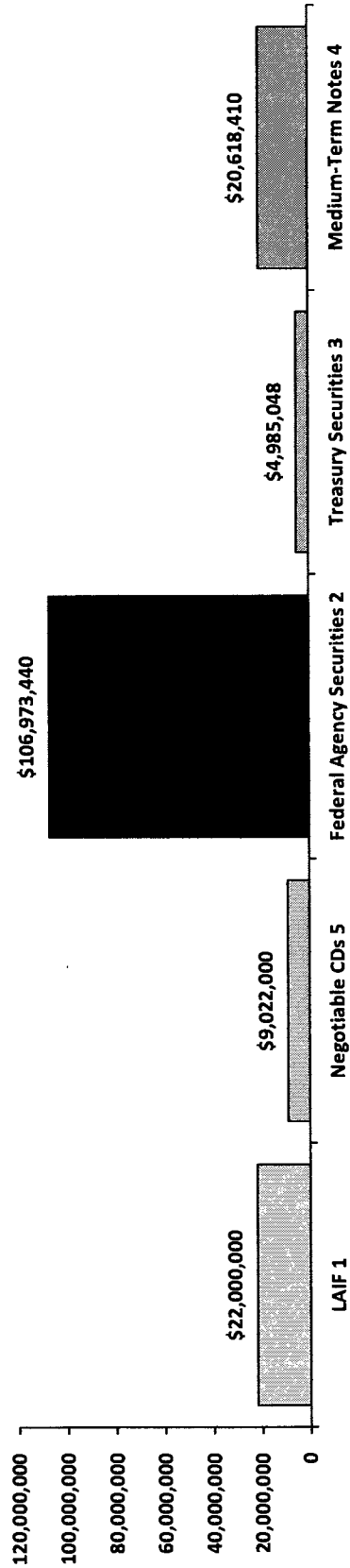
Assigned Credit Ratings (Total Portfolio - MV)



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



Portfolio Sectors (Book Value)



**Investment Report
August 2015**


Value of Portfolio per GASB 31

	Beginning Investment Value As of July 1, 2015	Purchase / Redemption of Principal	Change in Market Value	Ending Investment Value As of August 31, 2015
U.S. Treasury Securities	5,039,460	-	(5,090)	5,034,370
Federal Agency (Coupon)	106,168,850	1,000,000	(96,585)	107,072,265
Negotiable Certificate of Deposits	9,066,537	(43,000)	(26,008)	8,997,529
Medium-Term Notes	19,723,207	990,212	(67,000)	20,646,419
Municipal Bonds	-	-	-	-
Sub-total per GASB 31:	\$139,998,054	1,947,212	(\$194,683)	\$141,750,583
Non-GASB				
Local Agency Investment Funds	50,000,000	(28,000,000)	-	22,000,000
Money Market	-	-	-	-
Federal Agency - Disc.	-	-	-	-
Treasury Security - Disc.	-	-	-	-
Certificate of Deposits - Disc.	-	-	-	-
Commercial paper	-	-	-	-
Sub-total Non-GASB:	\$50,000,000	(\$28,000,000)	\$0	\$22,000,000
Total Portfolio:	\$189,998,054	(\$26,052,788)	(\$194,683)	\$163,750,583

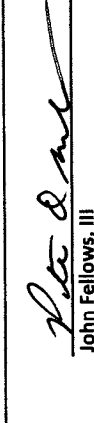
The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We report the unrealized gain/(loss) monthly and book realized gain/(loss) at year end as a GASB 31 requirement.


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.

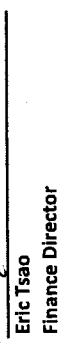
Investment Report for August 2015 reviewed by the Investment Advisory Committee


Dana Cortez
City Treasurer


Lefroy Jackson
City Manager


John Fellows, III
City Attorney


Emilio Campos
Deputy City Treasurer


Eric Tsao
Finance Director

**City of Torrance
Portfolio Management
Portfolio Details - Investments
August 31, 2015**

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			22,000,000.00	22,000,000.00	22,000,000.00	0.330		0.330	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			0.00	0.00	0.00	0.330		0.330	1	
		Subtotal and Average	22,519,354.84		22,000,000.00	22,000,000.00	22,000,000.00	0.330		0.330	1	

Money Market Sweep Account

316175106S	1000	Union Bank of California			0.00	0.00	0.00			0.000	1	
		Subtotal and Average	1,465,400.11		0.00	0.00	0.00			0.000	0	

Federal Agency Issues - Coupon

31315PWE5	11083	FARMER MAC		01/08/2013	3,000,000.00	2,998,110.00	3,000,000.00	0.930		0.935	860	01/08/2018
31315PNZ8	11086	FARMER MAC		01/30/2013	2,000,000.00	2,007,160.00	2,000,579.33	1.050		1.038	882	01/30/2018
31315PXM6	11097	FARMER MAC		05/02/2013	2,000,000.00	1,994,440.00	1,999,466.11	0.850		0.860	974	05/02/2018
31315PXF1	11099	FARMER MAC		05/02/2013	2,000,000.00	2,000,380.00	1,999,866.11	0.400		0.410	244	05/02/2016
3132X0AL5	11170	FARMER MAC		06/01/2015	1,000,000.00	998,570.00	1,000,000.00	1.100	AA+	1.100	1,004	06/01/2018
3132X0BG5	11181	FARMER MAC		07/15/2015	1,000,000.00	998,660.00	1,000,000.00	1.750		1.750	1,749	06/15/2020
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,053,540.00	2,029,283.33	4.950	AA+	2.280	213	04/01/2016
3133EAA81	11041	FEDERAL FARM CREDIT BANK		07/30/2012	1,000,000.00	998,940.00	1,000,000.00	0.780	AA+	0.780	517	01/30/2017
3133EAX29	11060	FEDERAL FARM CREDIT BANK		09/18/2012	1,000,000.00	999,370.00	1,000,000.00	0.980	AA+	0.980	748	09/18/2017
3133ECSA8	11075	FEDERAL FARM CREDIT BANK		11/28/2012	2,000,000.00	1,995,380.00	2,000,000.00	0.870	AA+	0.870	818	11/27/2017
3133ECE26	11087	FEDERAL FARM CREDIT BANK		01/30/2013	1,000,000.00	998,320.00	1,000,000.00	0.940	AA+	1.022	882	01/30/2018
3133ED3Z3	11109	FEDERAL FARM CREDIT BANK		10/04/2013	3,000,000.00	3,018,750.00	3,000,000.00	1.230	AA+	1.230	784	10/04/2017
3133ED4Q2	11114	FEDERAL FARM CREDIT BANK		10/11/2013	1,000,000.00	1,008,120.00	1,000,000.00	1.480	AA+	1.480	1,014	06/11/2018
3133EDDY1	11119	FEDERAL FARM CREDIT BANK		01/23/2014	1,000,000.00	1,005,080.00	999,199.41	1.160	AA+	1.198	783	10/23/2017
3133EDEB4	11121	FEDERAL FARM CREDIT BANK		02/07/2014	3,000,000.00	3,016,620.00	3,009,088.23	1.100	AA+	0.931	666	06/26/2017
3133EDGW6	11128	FEDERAL FARM CREDIT BANK		03/11/2014	3,000,000.00	3,013,530.00	2,997,607.84	1.300	AA+	1.330	1,014	06/11/2018
313370TW8	11040	FEDERAL HOME LOAN BANK		07/25/2012	1,000,000.00	1,014,740.00	1,013,904.15	2.000	AA+	0.620	374	09/09/2016
313380P92	11055	FEDERAL HOME LOAN BANK		09/26/2012	1,000,000.00	999,010.00	1,000,000.00	1.000	AA+	1.000	756	09/26/2017
313380MF1	11057	FEDERAL HOME LOAN BANK		09/18/2012	1,000,000.00	997,180.00	1,000,000.00	1.000	AA+	1.005	748	09/18/2017
3133824S9	11089	FEDERAL HOME LOAN BANK		02/27/2013	1,000,000.00	997,180.00	1,000,000.00	1.100	AA+	1.100	910	02/27/2018
313383AA9	11105	FEDERAL HOME LOAN BANK		06/12/2013	4,000,000.00	3,974,240.00	4,000,000.00	1.000	AA+	1.000	1,015	06/12/2018
3133834R9	11108	FEDERAL HOME LOAN BANK		05/24/2013	1,000,000.00	999,620.00	999,274.10	0.375	AA+	0.465	297	06/24/2016
313379VE6	11118	FEDERAL HOME LOAN BANK		01/14/2014	1,000,000.00	1,004,290.00	998,940.11	1.010	AA+	1.070	657	06/19/2017
313381GD1	11122	FEDERAL HOME LOAN BANK		02/20/2014	2,000,000.00	2,000,640.00	1,994,243.53	1.250	AA+	1.356	1,023	06/20/2018
313373SZ6	11123	FEDERAL HOME LOAN BANK		02/26/2014	2,000,000.00	2,026,760.00	2,026,139.32	2.125	AA+	0.428	283	06/10/2016
313375RN9	11124	FEDERAL HOME LOAN BANK		02/27/2014	2,000,000.00	2,006,800.00	2,006,888.83	1.000	AA+	0.363	192	03/11/2016
3130A27K6	11148	FEDERAL HOME LOAN BANK		06/26/2014	2,000,000.00	2,001,480.00	2,000,000.00	1.250	AA+	2.020	1,394	06/26/2019

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

City of Torrance
Portfolio Management
Portfolio Details - Investments
August 31, 2015

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												
313380CP0	11161	FEDERAL HOME LOAN BANK		05/22/2015	1,000,000.00	992,750.00	993,439.01	1.240	AA+	1.420	1,375	06/07/2019
313383HU8	11172	FEDERAL HOME LOAN BANK		06/12/2015	2,000,000.00	2,001,220.00	1,997,705.33	1.750	AA+	1.775	1,746	06/12/2020
3130A5JY6	11174	FEDERAL HOME LOAN BANK		06/30/2015	2,000,000.00	2,001,780.00	2,000,000.00	1.000	AA+	2.174	1,764	06/30/2020
3130A5LY3	11175	FEDERAL HOME LOAN BANK		06/30/2015	500,000.00	499,525.00	500,000.00	1.625	AA+	2.343	1,764	06/30/2020
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,004,470.00	998,958.38	1.000	AA+	1.071	554	03/08/2017
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,015,430.00	1,012,256.61	2.500	AA+	0.810	288	05/27/2016
3134G32L3	11079	FEDERAL HOME LOAN MORTGAGE CO		12/26/2012	2,000,000.00	1,989,860.00	2,000,000.00	0.850	AA+	0.850	847	12/26/2017
3134G33B4	11082	FEDERAL HOME LOAN MORTGAGE CO		01/11/2013	1,000,000.00	987,860.00	1,000,000.00	1.000	AA+	1.000	863	01/11/2018
3137EADJ5	11095	FEDERAL HOME LOAN MORTGAGE CO		04/23/2013	3,000,000.00	3,008,070.00	3,019,159.92	1.000	AA+	0.660	696	07/28/2017
3137EAG4	11096	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	5,000,000.00	5,217,150.00	5,221,913.64	5.500	AA+	0.420	321	07/18/2016
3137EADH9	11101	FEDERAL HOME LOAN MORTGAGE CO		05/13/2013	5,000,000.00	5,028,950.00	5,024,973.89	1.000	AA+	0.722	667	06/29/2017
3134G44N5	11102	FEDERAL HOME LOAN MORTGAGE CO		05/28/2013	2,000,000.00	1,987,420.00	2,000,000.00	0.750	AA+	0.750	819	11/28/2017
3137EAG4	11107	FEDERAL HOME LOAN MORTGAGE CO		05/22/2013	4,000,000.00	4,173,720.00	4,176,336.83	5.500	AA+	0.452	321	07/18/2016
3137EADL0	11132	FEDERAL HOME LOAN MORTGAGE CO		04/23/2014	1,000,000.00	1,002,470.00	997,052.78	1.000	AA+	1.145	759	09/29/2017
3137EADS5	11135	FEDERAL HOME LOAN MORTGAGE CO		04/29/2014	2,000,000.00	2,007,540.00	2,005,409.76	0.875	AA+	0.631	409	10/14/2016
3137EADJ5	11139	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	2,000,000.00	2,005,380.00	1,999,670.62	1.000	AA+	1.009	696	07/28/2017
3137EADS5	11142	FEDERAL HOME LOAN MORTGAGE CO		04/30/2014	1,000,000.00	1,003,770.00	1,002,644.12	0.875	AA+	0.637	409	10/14/2016
3134G3XJ4	11155	FEDERAL HOME LOAN MORTGAGE CO		04/29/2015	1,000,000.00	1,001,450.00	1,007,780.19	1.500	AA+	1.280	1,395	06/27/2019
3134G6Z89	11166	FEDERAL HOME LOAN MORTGAGE CO		06/10/2015	1,000,000.00	1,000,280.00	1,000,000.00	1.000	AA+	2.124	1,744	06/10/2020
3134G6V42	11167	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	3,000,000.00	3,012,930.00	3,000,000.00	2.000	AA+	2.000	1,763	06/29/2020
3134G6N41	11169	FEDERAL HOME LOAN MORTGAGE CO		05/28/2015	1,000,000.00	1,001,320.00	1,000,000.00	1.250	AA+	2.032	1,730	05/27/2020
3134G64U4	11171	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	2,000,000.00	1,995,060.00	2,000,000.00	1.300	AA+	1.300	1,032	06/29/2018
3134G64X8	11173	FEDERAL HOME LOAN MORTGAGE CO		06/29/2015	1,000,000.00	1,001,410.00	1,000,000.00	2.000	AA+	2.000	1,763	06/29/2020
3135G0PQ0	11100	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	3,000,000.00	3,002,850.00	3,009,831.02	0.875	AA+	0.720	786	10/26/2017
3136G1LZ0	11103	FEDERAL NATIONAL MORT ASSOC		05/28/2013	2,000,000.00	1,990,280.00	2,000,000.00	0.750	AA+	0.750	819	11/28/2017
3135G0WJ8	11117	FEDERAL NATIONAL MORT ASSOC		01/14/2014	1,000,000.00	993,820.00	981,488.19	0.875	AA+	1.581	993	05/21/2018
3135G0WJ8	11120	FEDERAL NATIONAL MORT ASSOC		01/31/2014	2,000,000.00	1,987,640.00	1,971,282.84	0.875	AA+	1.421	993	05/21/2018
3135G0WJ8	11125	FEDERAL NATIONAL MORT ASSOC		03/03/2014	2,000,000.00	1,987,640.00	1,976,500.66	0.875	AA+	1.320	993	05/21/2018
3135G0YT4	11133	FEDERAL NATIONAL MORT ASSOC		04/23/2014	1,000,000.00	1,012,550.00	997,821.68	1.625	AA+	1.695	1,183	11/27/2018
3135G0CM3	11136	FEDERAL NATIONAL MORT ASSOC		04/29/2014	1,000,000.00	1,007,300.00	1,006,813.69	1.250	AA+	0.610	393	09/28/2016
3135G0PQ0	11140	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,000,950.00	994,915.61	0.875	AA+	1.116	786	10/26/2017
3135G0GY3	11141	FEDERAL NATIONAL MORT ASSOC		04/30/2014	1,000,000.00	1,010,620.00	1,006,688.98	1.250	AA+	0.771	517	01/30/2017
3135G0PQ0	11150	FEDERAL NATIONAL MORT ASSOC		06/30/2014	1,000,000.00	1,000,950.00	996,515.79	0.875	AA+	1.040	786	10/26/2017
Subtotal and Average					106,500,000.00	107,072,265.00	106,973,439.94			1.060	834	

**City of Torrance
Portfolio Management
Portfolio Details - Investments
August 31, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Treasury Securities - Coupon												
912828WD8	11137	U.S.TREASURY NOTE		04/29/2014	2,000,000.00	2,005,960.00	1,980,247.57	1.250	AA+	1.575	1,156	10/31/2018
912828VK3	11143	U.S.TREASURY NOTE		05/09/2014	3,000,000.00	3,028,410.00	3,004,800.58	1.375	AA+	1.317	1,033	06/30/2018
		Subtotal and Average	4,984,861.56		5,034,370.00	4,985,048.15				1.419	1,062	
Medium Term Notes												
88578YAE1	11104	3M Company		05/23/2013	1,080,000.00	1,083,294.00	1,082,617.33	1.000	AA-	0.864	664	06/26/2017
88579YAE1	11145	3M Company		05/14/2014	1,000,000.00	1,003,050.00	1,001,430.45	1.000	AA-	0.920	664	06/26/2017
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	3,012,960.00	3,000,000.00	2.500	A	3.287	423	10/28/2016
06366RHA6	11056	Bank of Montreal		09/11/2012	1,000,000.00	1,000,350.00	1,000,527.22	1.400	A+	1.373	741	09/11/2017
166764AN0	11156	Chevron Corp		04/28/2015	1,000,000.00	1,005,970.00	1,025,248.75	2.193	AA	1.569	1,536	11/15/2019
166764AG5	11182	Chevron Corp		07/31/2015	2,000,000.00	2,008,540.00	2,027,928.53	2.427	AA	2.120	1,758	06/24/2020
19416QED8	11116	Colgate Palmolive Co		11/01/2013	2,000,000.00	1,998,390.00	1,996,998.00	1.500	AA-	1.549	1,157	11/01/2018
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,003,400.00	999,191.98	2.250	AA+	2.710	69	11/09/2015
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,048,320.00	2,000,813.79	2.900	AA+	2.868	486	01/09/2017
459200GX3	11144	IBM		05/13/2014	1,000,000.00	1,012,130.00	1,012,571.48	1.950	AA	0.530	325	07/22/2016
459200HM6	11183	IBM		08/18/2015	2,000,000.00	1,954,820.00	1,962,090.92	1.625	AA-	2.050	1,718	05/15/2020
78010UD20	11147	Royal Bank of Canada		08/16/2014	1,000,000.00	997,680.00	1,001,075.00	1.250	AA	1.189	654	06/16/2017
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,014,230.00	1,001,162.68	2.050	AA-	1.960	499	01/12/2017
89236TAY1	11131	Toyota Motor Credit Corp		04/11/2014	1,500,000.00	1,503,495.00	1,506,754.29	2.000	AA-	1.850	1,149	10/24/2018
		Subtotal and Average	20,188,570.21		20,580,000.00	20,646,419.00	20,618,410.42			1.990	897	

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												
33764JHM0	11052	First Bank of P R #30387		08/01/2012	245,000.00	247,021.25	245,000.00	1.250	FDIC	1.251	335	08/01/2016
330459AE8	11110	1st Nat'l Bank Kentucky #2759		10/03/2013	245,000.00	245,646.80	245,000.00	0.900	FDIC	0.901	398	10/03/2016
32110YFW0	11163	First National Bank of America		05/29/2015	245,000.00	241,935.05	245,000.00	1.600	FDIC	0.000	1,732	05/29/2020
33648FJN6	11127	First State Bank West Virginia		03/11/2014	245,000.00	245,120.05	245,000.00	0.450	FDIC	0.451	192	03/11/2016
88413QBQ2	11188	Third Federal Savings and Loan		05/28/2015	245,000.00	242,324.60	245,000.00	1.300	FDIC	1.303	1,184	11/28/2018
02587CAW0	11152	American Express		08/21/2014	245,000.00	245,820.75	245,000.00	2.100	FDIC	2.101	1,450	08/21/2019
02587DXP8	11158	American Express Cent #27471		04/30/2015	245,000.00	242,662.70	245,000.00	1.950	FDIC	1.952	1,703	04/30/2020
06740AYC7	11090	Barclays Bank		03/12/2013	245,000.00	245,552.72	245,000.00	1.250	FDIC	1.200	923	03/12/2018
05560ACP7	11184	BMW Bank of No America #35141		08/14/2015	245,000.00	245,124.95	245,000.00	2.250	FDIC	2.253	1,809	08/14/2020
06062AXH1	11091	Bank of Baroda #33681		03/08/2013	245,000.00	244,642.30	245,000.00	1.250	FDIC	1.251	919	03/08/2018
140420TE2	11176	Capital One		07/08/2015	247,000.00	247,870.71	247,000.00	2.350	FDIC	2.353	1,772	07/08/2020
14042E4P2	11178	Capital One		07/15/2015	245,000.00	244,230.70	245,000.00	2.300	FDIC	2.303	1,779	07/15/2020
149159HR9	11094	Cathay Bank #18503		04/12/2013	245,000.00	241,822.35	245,000.00	1.000	FDIC	1.001	954	04/12/2018
17284CBZ6	11093	CIT Bank #35575		04/17/2013	245,000.00	244,278.70	245,000.00	1.150	FDIC	1.151	959	04/17/2018

Portfolio City
AP
PM (PRF_PM2) 7.3.0

**City of Torrance
Portfolio Management
Portfolio Details - Investments
August 31, 2015**

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												
20033AAU0	11084	Comenity Capital Bank		01/18/2013	245,000.00	246,474.90	245,000.00	0.750	FDIC	0.750	505	01/18/2017
20451PLA2	11164	COMPASS BANK		05/29/2015	245,000.00	242,831.75	245,000.00	1.300	FDIC	1.301	1,001	05/29/2018
20786ABD6	11165	CONNECTONE BANK		06/05/2015	245,000.00	241,991.40	245,000.00	1.500	FDIC	1.501	1,373	06/05/2019
225645CZ1	11126	Crescent Bank & Trust		03/05/2014	245,000.00	245,526.75	245,000.00	1.500	FDIC	1.500	1,092	08/28/2018
23204HBD9	11146	Customer Bank #34444		09/28/2014	245,000.00	245,610.05	245,000.00	0.800	FDIC	0.802	454	11/28/2016
254672NC8	11160	Discover Bank #5649		05/06/2015	245,000.00	242,606.35	245,000.00	1.900	FDIC	1.902	1,709	05/06/2020
29976DZD5	11177	EverBank #34775		07/14/2015	245,000.00	244,233.15	245,000.00	2.000	FDIC	2.002	1,778	07/14/2020
307660HE3	11113	Farm Bureau Bank #35157		10/15/2013	245,000.00	246,487.15	245,000.00	0.900	FDIC	0.900	409	10/14/2016
308662DD0	11134	Farmers & Merchants Bk #16810		04/25/2014	245,000.00	242,971.40	245,000.00	1.450	FDIC	1.452	1,120	09/25/2018
38148JUS6	11159	Goldman Sachs Bank #33124		05/06/2015	245,000.00	241,528.35	245,000.00	1.900	FDIC	1.902	1,709	05/06/2020
45083AEJ7	11154	Iberia Bank		04/16/2015	245,000.00	242,412.80	245,000.00	1.100	FDIC	1.101	958	04/16/2018
48124JRY6	11085	JPMORGAN		01/28/2013	245,000.00	244,326.25	245,000.00	0.750	FDIC	0.750	880	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	1,304	03/28/2019
564759QS0	11162	Manufacturers & Traders Trust		05/27/2015	245,000.00	242,821.95	245,000.00	1.050	FDIC	1.051	1,001	05/29/2018
58403BY42	11179	Medallion Bank Salt Lake City		07/21/2015	245,000.00	243,836.25	245,000.00	1.900	FDIC	1.901	1,420	07/22/2019
628625JK8	11151	NCB FSB #32612		07/16/2014	245,000.00	244,742.75	245,000.00	1.000	FDIC	0.861	685	07/17/2017
70153RHF8	11130	Parkway Bank #19008		04/10/2014	245,000.00	245,367.50	245,000.00	0.500	FDIC	0.502	223	04/11/2016
71270QLZ7	11153	Peoples United Bank		02/04/2015	245,000.00	245,232.75	245,000.00	1.750	FDIC	1.751	1,617	02/04/2020
74267GTZ0	11112	Private Bank & Trust Co #33306		10/04/2013	245,000.00	246,411.20	245,000.00	1.000	FDIC	1.001	399	10/04/2016
856283JK0	11088	STATE BANK OF INDIA		05/14/2013	245,000.00	244,086.15	245,000.00	1.150	FDIC	0.000	986	05/14/2018
87164YGD0	11157	Synchrony Bank Retail		04/28/2015	245,000.00	242,807.25	245,000.00	1.900	FDIC	1.902	1,686	04/13/2020
94768NJ07	11081	Webster Bank #18221		12/12/2012	245,000.00	246,700.30	245,000.00	1.000	FDIC	1.001	833	12/12/2017
98157BP6	11180	WORLD FOREMOST BANK		07/16/2015	200,000.00	199,368.00	200,000.00	2.400	FDIC	2.403	1,780	07/16/2020
		Subtotal and Average	9,101,032.26		9,022,000.00	8,997,529.03	9,022,000.00			1.288	1,106	
		Total and Average	165,255,756.09		163,102,000.00	163,750,583.03	163,598,898.51			1.103	752	

**City of Torrance
Portfolio Management
Portfolio Details - Cash
August 31, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase		13,648.94	13,648.94				0
				Subtotal		13,648.94	13,648.94				
		Total Cash and Investments	165,255,756.09		163,102,000.00	163,764,231.97	163,612,647.45			1.103	752



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CITY OF TORRANCE
FISCAL AGENT FOR SUCCESSOR RDA
RESTRICTED
CASH BALANCE REPORT
August 31, 2015

	Book Value
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>469.81</u>
TOTAL	<u><u>\$ 567.72</u></u>

CITY OF TORRANCE

INTEROFFICE COMMUNICATION

DATE: 10/7/15

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



City of Torrance
 Investment Report
 August 2015

CASH AND INVESTMENTS RECONCILIATION AS OF AUGUST 31, 2015 (PRE-CLOSE)

INVESTMENTS PER PORTFOLIO SUMMARY		\$ 163,598,898.51
Cash in Bank of America General Account	\$ 5,982,273.54	
Cash in Bank of America Housing Account	<u>2,218,065.94</u>	
		8,200,339.48
TOTAL FUNDS PER INVESTMENT REPORT		\$ 171,799,237.99
OUTSTANDING WARRANTS:		
General Account	\$ (817,295.13)	
Payroll Account	(115,042.37)	
Workers' Compensation Account	(111,795.63)	
Housing Account	<u>(12,941.00)</u>	
		(1,057,074.13)
DEPOSITS IN TRANSIT:		
08/31/2015 Deposit in transit	42,903.08	
August 2015 Global Water cash collection interfaced on 08/31/15	<u>174,599.87</u>	
		217,502.95
MISCELLANEOUS OUTSTANDING ADJUSTING JOURNAL ENTRIES:		
IVR & Parking Web credit card receipts will be interfaced in September 2015	(85.00)	
Duplicate for July 2015 IVR & parking citation credit card receipt - correction interfaced on 9/9/15	37,724.00	
Bank error on 8/21/15 deposit - reversed by bank on 9/4/15	(5,889.77)	
015 TREAS 310 DES Misc wire in on 08/25/15 Invoice 838.61 - correction interfaced on 9/01/15	(838.61)	
LACMTA wire to Bank of America on 08/25/15 - correction interfaced on 9/03/15	(238,586.56)	
015 TREAS 310 DES Misc wire in Misc wire in on 08/27/15 Invoice 150.85 - correction interfaced on 9/01/15	(150.85)	
Cash deposit on 8/27/15 pending interface	(6,308.10)	
Cash deposit on 8/31/15 - correction interfaced on 9/03/15	(7,278.89)	
Union Bank Investment No.11179 interface error	12.75	
Union Bank Interest pending interface	(8.35)	
Union Bank Investment No.11024 Interface error	(5,144.25)	
Union Bank Investment No.11024 Interface error	<u>5,182.45</u>	
		(221,371.18)
TOTAL CASH AND INVESTMENTS PER BOOKS		\$ 170,738,295.63

