

Council Meeting of
March 4, 2014

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

Members of Council:

SUBJECT: City Treasurer - Accept and file Investment Report for January 2014

RECOMMENDATION

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

FUNDING

Not applicable

BACKGROUND

On December 17, 2013, Your Honorable Body, through passage of Resolution 2013-86, 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 is provided in the attached report.


Investment Committee Note

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

Respectfully submitted,


Dana Cortez
City Treasurer

Noted:


LeRoy J. Jackson
City Manager

CC: City Manager
City Clerk

2
**Investment Report Summary Notes for
January 2014**

Investment Activity during the Period

The investment activity for January included 4 purchases and 3 redemptions.

Purchases

<u>Issuer</u>	<u>PAR VALUE</u>	<u>TERM</u>	<u>RATE</u>	<u>YIELD</u>	<u>Structure</u>
Federal National Mortgage Association	1,000,000	4.3 years	.875%	1.581%	Bullet
Federal Home Loan Bank	1,000,000	3.3 years	1.010%	1.070%	Bullet
Federal Farm Credit Bank	1,000,000	3.8 years	1.160%	1.198%	Bullet
Federal National Mortgage Association	2,000,000	4.3 years	.875%	1.421%	Bullet

Redemptions

<u>Issuer</u>	<u>PAR VALUE</u>	<u>TERM</u>	<u>RATE</u>	<u>YIELD</u>	<u>STATUS</u>
GECC	2,000,000	3 years	2.10%	2.150%	Matured
Federal Home Loan Bank	2,000,000	5 years	1.25%	1.123%	Called
Federal Home Loan Mortgage Corp	2,000,000	5 years	1.40%	1.398%	Called

The LAIF balance increased by \$.4 million and the average monthly yield was .244%. During the month of January we had 6 LAIF deposits and 4 withdrawals. The total portfolio increased by \$15.1 million due to Property Tax triple flip payment.

Liquidity of the Portfolio

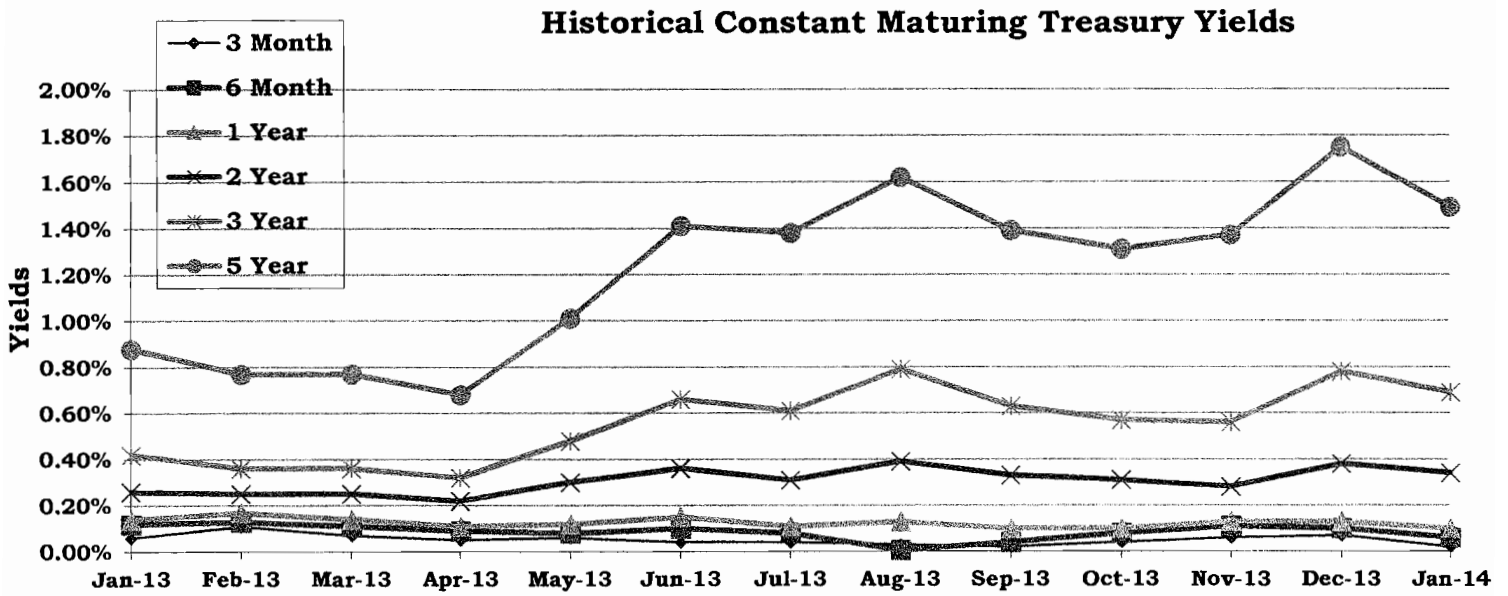
- The current goal is to keep the portfolio at an average maturity between 2 to 3 years based on current economic trends. The goal was set between 2 to 3 years as a gauge to meet liquidity needs and in order to take advantage of rising interest rates. Average maturity is a moving target which is contingent upon the current state or conditions of the economy. The portfolio's current average maturity is 888 days or 2.4 years.
- The City is in compliance with California Government Code Section 53646 which requires local agency to report its ability to meet pooled expenditure requirements for the next six (6) months. Currently, our projected cash flows for the next six months show that anticipated inflows exceed outflows in the amount of \$20.7 million excluding LAIF that has a projected average balance of \$11 million for the same period.
- The goal is to keep an average \$10-\$20 million in liquid assets in order to meet operational needs and for any unexpected expenditures that may arise. During the second half of the fiscal year, per TRAN requirements, we set aside 50% of the TRAN payments in January and the remaining balance in May which increases our liquidity by the amount of these payments. For this fiscal year the TRAN payment is \$30 million plus interest.

Investment Comparison to Benchmark

For the month of January the City's yield to maturity on pooled investments was .967%. The yield decreased 9 basis points or .09% from the previous month. The average effective rate of return for fiscal year-to-date is 1.13%. The average yield on the 2 year U.S. Constant Maturing Treasury (CMT) was .34% which reflects a slight decrease of 4 basis points or .04% compared to the prior month. The portfolio performed above the benchmark (CMT) by 63 basis points or .63%. As the economy improves and interest rates continue to slowly move upward we will see the spread between the portfolio performance and our benchmark contract. Our portfolio is a buy and hold portfolio, and in an interest rising environment, we can expect that there will be periods where the portfolio will appear to underperform in relation to our benchmark. This is expected behavior for the portfolio as buy and hold portfolios tend to lag in catching-up to rising interest rates. We will see the same happen with LAIF rates. Although the LAIF portfolio does not exceed 18 months, in general, we can expect that LAIF yields will also lag as rates rise.

Investment Report Summary Notes for January 2014

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





CITY of TORRANCE
Monthly Investment Portfolio Report
January 31, 2014

Table of Content

I. CITY OF TORRANCE – POOLED FUNDS

	<u>Page</u>
• <u>Summary Reports</u>	
○ Portfolio Highlights.....	1
○ Portfolio Activity Summary.....	1
○ Portfolio Summary.....	2
○ Investment Portfolio Monthly Activity.....	3
○ Portfolio Performance.....	4
○ Portfolio Earnings Summary.....	4
• <u>Portfolio Distribution Reports</u>	
○ Maturity Distribution.....	5
○ Market Value and Credit Rating.....	6
○ Federal Agencies Distribution.....	6
○ Portfolio Sectors.....	6
○ Value of Portfolio per GASB 31.....	7
• <u>Detailed Reports</u>	
○ Investment Portfolio Details.....	8-12

II. RESTRICTED FUNDS – as of December 31, 2013

• Cash Balance RDA Successor Account.....	13
• Cash and Investment Held by Fiscal Agent.....	14-15
• Deferred Compensation Accounts.....	16-17

III. CASH & INVESTMENT PORTFOLIO SHARE

• Cash & Investment Share as of January 31, 2014	18
• Cash & Investment Reconciliation.....	19



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Monthly Investment Portfolio Report
January 31, 2014

Table of Content

I. CITY OF TORRANCE – POOLED FUNDS

	<u>Page</u>
• <u>Summary Reports</u>	
○ Portfolio Highlights.....	1
○ Portfolio Activity Summary.....	1
○ Portfolio Summary.....	2
○ Investment Portfolio Monthly Activity.....	3
○ Portfolio Performance.....	4
○ Portfolio Earnings Summary.....	4
• <u>Portfolio Distribution Reports</u>	
○ Maturity Distribution.....	5
○ Market Value and Credit Rating.....	6
○ Federal Agencies Distribution.....	6
○ Portfolio Sectors.....	6
○ Value of Portfolio per GASB 31.....	7
• <u>Detailed Reports</u>	
○ Investment Portfolio Details.....	8-12

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• Cash Balance RDA Successor Account.....	13
• Cash and Investment Held by Fiscal Agent.....	14-15
• Deferred Compensation Accounts.....	16-17

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Investment Report

January 2014

Investment Portfolio Highlights

RETURN	<u>Current Month</u>	<u>Previous Month</u>
Effective Rate of Return	0.970%	1.060%
Average City Portfolio YTM	0.967%	1.057%
Average U.S. Treasury Constant Maturity - 2 year	0.340%	0.380%
LAIF Average Monthly Return	0.244%	0.264% ✕
Average City Portfolio YTM - 1 year prior	1.158%	1.267%
INTEREST INCOME	<u>Current Period</u>	<u>Prior Year</u>
Fiscal year to date	\$962,332	\$1,129,549
Current month	\$123,516	\$150,102
MATURITY	<u>Current Month</u>	<u>Prior Month</u>
Average Maturity (days)	888	983
Average Maturity 1 Year Prior (days)	946	1034
Weighted Average Maturity (years)	2.43	2.69
VOLUMES	<u>Total \$ Volume</u>	<u># of Transactions</u>
Purchases	\$46,575,018	10
Maturities/Redemptions	\$32,253,458	7

Portfolio Activity Summary

Month End	Year	Number of Securities	Average Balance	Yield to Maturity 360	Maturity	Yield to Managed Pool Rate	Investments Purchased	Investments Redeemed	Average Term	Average Days to Mat
January	2013	105	152,968,256.16	1.141	1.157	0.300%	6	3	1,272	946
February	2013	103	163,915,502.52	1.071	1.086	0.286%	2	4	1,199	897
March	2013	103	162,544,755.27	1.088	1.103	0.285%	3	3	1,228	895
April	2013	101	163,304,432.84	0.968	0.981	0.264%	6	8	1,120	822
May	2013	106	176,251,178.31	0.903	0.916	0.245%	9	4	1,081	800
June	2013	107	179,938,768.77	0.956	0.969	0.244%	2	0	1,199	885
July	2013	103	145,319,168.79	1.068	1.083	0.267%	1	4	1,441	1,059
August	2013	101	143,718,235.33	1.003	1.017	0.271%	0	2	1,333	963
September	2013	97	147,018,331.76	0.988	1.002	0.257%	0	4	1,314	930
October	2013	102	148,793,736.36	1.073	1.088	0.266%	7	2	1,475	1,059
November	2013	101	139,220,177.47	1.098	1.113	0.263%	1	2	1,513	1,077
December	2013	97	139,854,277.57	1.043	1.058	0.264%	0	4	1,414	983
January	2014	98	150,440,914.52	0.954	0.967	0.244%	4	3	1,274	888
Average		102	154,774,473.70	1.027%	1.041%	0.266%	3	3	1,297	939

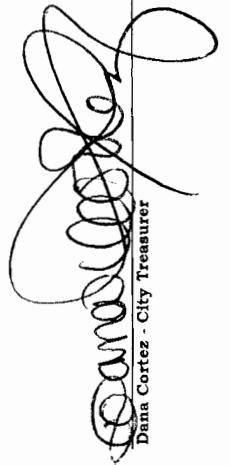


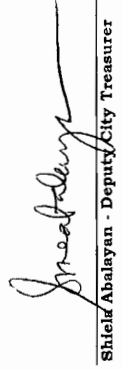
Investment Report January 2014

Investment Portfolio Summary

	Book Value	% of Portfolio	Market Value	% of Portfolio	% per \$50Mmil	Modified Duration (MV)	Days to Maturity (BV)	Maximum Term	YTM (BV)
Local Agency Investment Fund (State of California)	\$31,800,000	19.81%	\$31,800,000	19.82%	0.00%	1	N/A	0.244%	
Union Bank Custodial - Money Market Account (For Pending Purchases/Interest)	\$0	0.00%	\$0	0.00%	100%	1	N/A	0.001%	
Negotiable Certificates of Deposit	\$6,370,000	3.97%	\$6,366,284	3.97%	20%	905	5 Years	0.564%	
Federal Agency Issues	\$101,316,652	63.10%	\$100,904,265	62.89%	75%	1190	5 Year	0.968%	
Farmer Mac	\$14,499,658	9.03%	\$14,417,140	8.99%	30%	1425	5 Year	1.125%	
Federal Farm Credit Bank	\$17,610,496	10.97%	\$17,706,755	11.04%	30%	979	5 Year	1.265%	
Federal Home Loan Bank	\$17,031,729	10.61%	\$16,869,960	10.51%	30%	1319	5 Year	0.927%	
Federal Home Loan Mortgage Corporation	\$39,232,406	24.44%	\$39,060,560	24.35%	30%	1071	5 Year	0.763%	
Federal National Mortgage Association	\$12,942,363	8.06%	\$12,849,850	8.01%	30%	1404	5 Year	1.065%	
U.S. Treasury Securities	\$0				100%		5 Year		
Medium Term Notes	\$21,068,832	13.12%	\$21,372,664	13.32%	20%	769	5 Year	2.176%	
3m	\$1,084,895	0.68%	\$1,075,334	0.67%	5%	1241	5 Year	0.864%	
Barclay	\$3,000,000	1.87%	\$3,048,030	1.90%	5%	1000	5 Year	3.287%	
Bank of Montreal	\$1,000,939	0.62%	\$995,450	0.62%	5%	1318	5 Year	1.373%	
Colgate Palmolive Co.	\$1,995,497	1.24%	\$1,987,580	1.24%	5%	1734	5 Year	1.599%	
General Electric	\$992,419	0.62%	\$1,029,400	0.64%	5%	646	5 Year	2.710%	
General Electric Capital Corp	\$5,993,104	3.73%	\$6,157,040	3.84%	5%	657	5 Year	2.117%	
MicroSoft Corp	\$1,000,000	0.62%	\$1,008,660	0.63%	5%	120	5 Year	2.949%	
Toyota Motor Center Corp	\$3,001,468	1.87%	\$3,044,470	1.90%	5%	613	5 Year	1.389%	
Wal-Mart Stores	\$3,000,510	1.87%	\$3,026,700	1.89%	5%	175	5 Year	2.672%	
Total Investments	\$160,555,484	100.00%	\$160,443,213	100.00%	2.56%	888	Earnings Credit	0.967%	
Cash in Bank - General	\$2,214,598						Earnings Credit	0.250%	
Cash in Bank - Housing	\$1,651,044						Earnings Credit	0.250%	
Total Funds	\$164,421,126								
Effective Rate of Return Month Ending 0.97% Fiscal YTD 1.13%									

I certify that this report accurately reflects all pooled investments and is in conformity with the City of Torrance Investment Policy Statement adopted by Resolution 2013-86 on December 17, 2013, per California Government Code §53601. A copy of this policy is available at the office of the City Clerk.


 Dana Cortez - City Treasurer


 Shield Abalsayan - Deputy City Treasurer



Investment Report

January 2014

Portfolio Monthly Activity Detail

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS HELD/ MATURITY	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
PURCHASES											
11117	Wedbush	1/14/2014	FNMA	AA+/Aaa	5/21/2018	1570	0.875%	1.581%	1,000,000	970,721	977,160
11118	Wedbush	1/14/2014	FHLEB	AA+/Aaa	6/19/2017	1234	1.010%	1.070%	1,000,000	998,008	1,007,360
11119	Morgan Stanley	1/23/2014	FFCB	AA+/Aaa	10/23/2017	1360	1.160%	1.198%	1,000,000	998,608	1,004,090
11120	Great Pacific	1/31/2014	FNMA	AA+/Aaa	5/21/2018	1570	0.875%	1.421%	2,000,000	1,954,580	1,954,320
									5,000,000	4,921,917	4,942,930
MATURITIES / CALLS / SALES											
10935	Morgan Stanley	1/10/2011	General Electric Capital Corp	AA+/A1	1/7/2014	1093/1093	2.100%	2.150%	2,000,000	2,000,000	2,000,000
11007	Morgan Stanley	1/13/2012	FHLEB	AA+/Aaa	1/13/2014	731/1827	1.250%	1.123%	2,000,000	2,000,000	2,000,000
11010	Morgan Stanley	1/13/2012	FHLMC	AA+/Aaa	1/13/2014	731/1827	1.400%	1.398%	2,000,000	2,000,000	2,000,000
									6,000,000	6,000,000	6,000,000

State of California Local Agency Pool	Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest Earned	Ending Balance
City	16,400,000	0.244%	0.244%	20,206,495	19,806,495	6,495	16,800,000
TRAN Repayment				15,000,000			15,000,000
	\$16,400,000			\$35,206,495	\$19,806,495	\$ 6,495	31,800,000

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Investment Report

January 2014

Portfolio Monthly Activity Detail

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS HELD/ MATURITY	RATE	YIELD	PAR VALUE	BOOK VALUE	MARKET VALUE
PURCHASES											
11117	Wedbush	01/14/2014	FNMA	AA+/Aaa	05/21/2018	1570	0.875%	1.581%	1,000,000	970,721	977,160
11118	Wedbush	01/14/2014	PHLB	AA+/Aaa	06/19/2017	1234	1.010%	1.070%	1,000,000	998,008	1,007,360
11119	Morgan Stanley	01/23/2014	FFCB	AA+/Aaa	10/23/2017	1360	1.160%	1.198%	1,000,000	998,608	1,004,090
11120	Great Pacific	01/31/2014	FNMA	AA+/Aaa	05/21/2018	1570	0.875%	1.421%	2,000,000	1,954,580	1,954,320
							1.338%		5,000,000	4,921,917	4,942,930
MATURITIES / CALLS / SALES											
10935	Morgan Stanley	01/10/2011	GECC	AA+/A1	01/07/2014	1093/1093	2.100%	2.150%	2,000,000	2,000,000	2,000,000
11007	Morgan Stanley	01/13/2012	PHLB	AA+/Aaa	01/13/2014	731/1827	1.250%	1.123%	2,000,000	2,000,000	2,000,000
11010	Morgan Stanley	01/13/2012	FHLMC	AA+/Aaa	01/13/2014	731/1827	1.400%	1.398%	2,000,000	2,000,000	2,000,000
							1.557%		6,000,000	6,000,000	6,000,000

State of California Local Agency Pool

Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest Earned	Ending Balance
16,400,000	0.244%	0.244%	20,206,495	19,806,495	6,495	16,800,000
			15,000,000			15,000,000
\$16,400,000			\$35,206,495	\$19,806,495	\$ 6,495	31,800,000

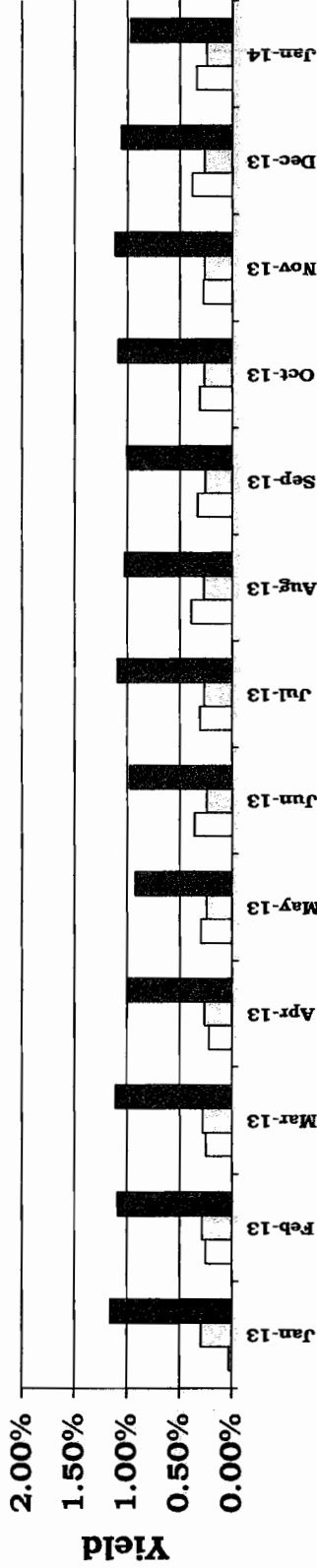
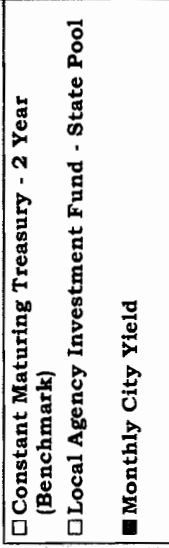
City
TRAN Repayment



Investment Report

January 2014

Portfolio Performance



Portfolio Earnings Summary

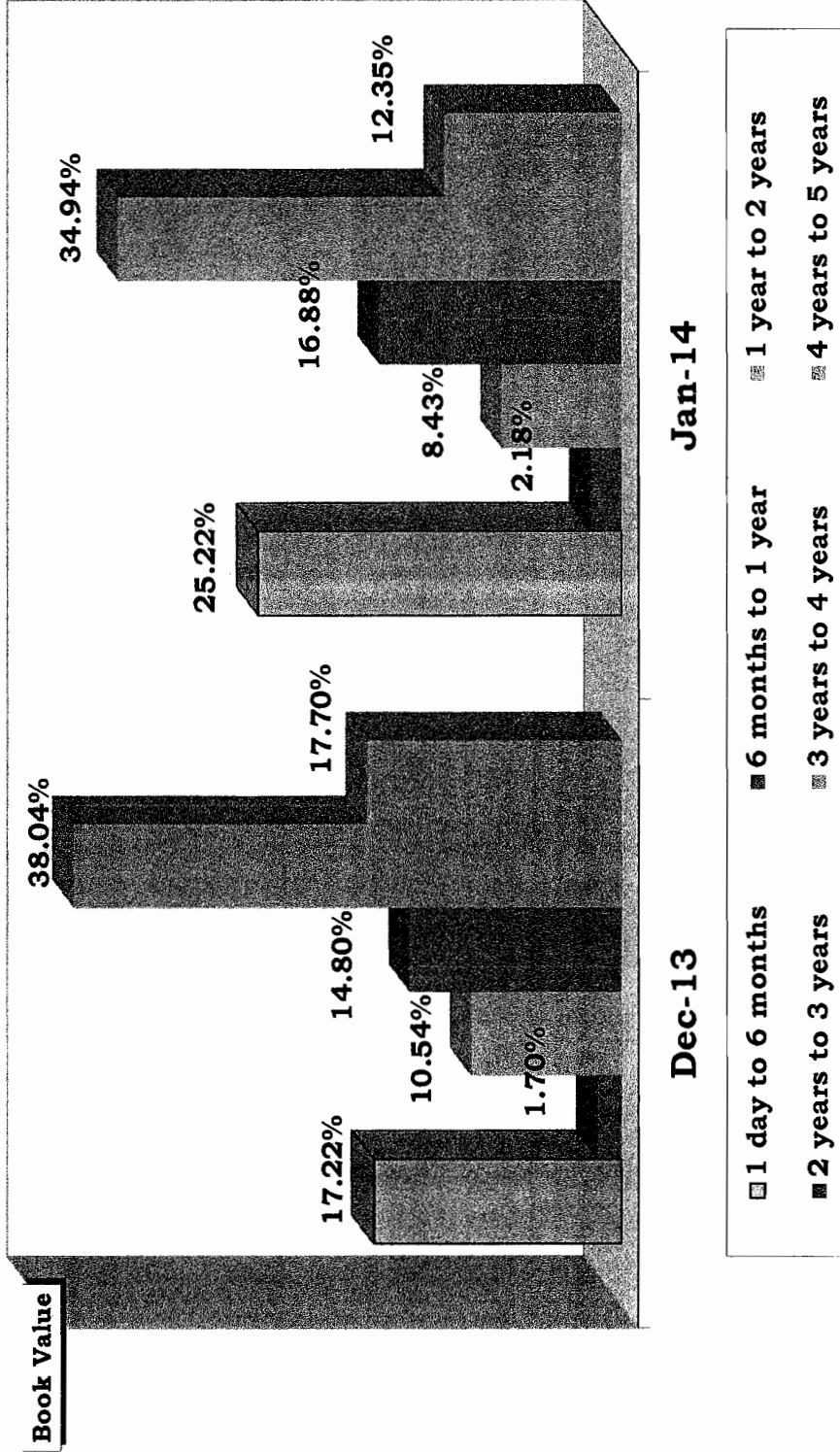
	January 31, 2014	Fiscal Year to Date
CD/Coupon/Discount Investments:		
Interest Collected	\$446,958.10	\$1,476,961.01
Plus Interest at End of Period	\$352,236.84	\$352,236.84
Less Accrued Interest at Beginning of Period	(\$633,384.43)	(\$598,102.52)
Interest Earned	\$165,810.51	\$1,231,095.33
Adjusted By Premium	(\$46,884.57)	(\$359,929.42)
Adjusted by Capital	\$0.00	\$70,290.08
Earnings during Cash/Checking Accounts:	\$118,925.94	\$941,455.99
Interest Collected	\$6,499.84	\$41,941.44
Plus Accrued Interest at End of Period	\$5,030.98	\$5,030.98
Less Interest at Beginning of Period	(\$6,941.05)	(\$26,096.69)
Interest Earned	\$4,589.77	\$20,875.73
Total Interest Earned	\$170,400.28	\$1,251,971.06
Total Adjustments from Premium and Discounts	(\$46,884.57)	(\$359,929.42)
Total Capital Gains or Loss	\$0.00	\$70,290.08
Total Earnings this Period	\$123,515.71	\$962,331.72



Investment Report

January 2014

Maturity Distribution



NOTE: *SB 564 passed in 1995, effective February 1, 1996, requires that local agencies submit a quarterly report to the legislative body containing detailed information on all securities, investments, and monies of the local agency. It also requires a statement of compliance of the portfolio with the statement of investment policy and a statement of the local agency's ability to meet the expenditure requirements of the pool for the next six months.

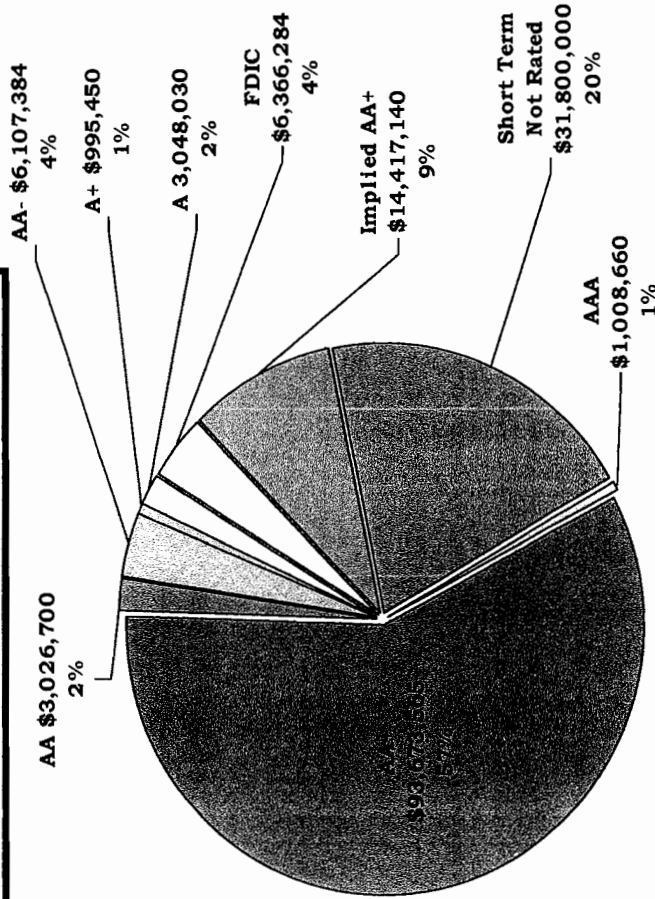


Investment Report

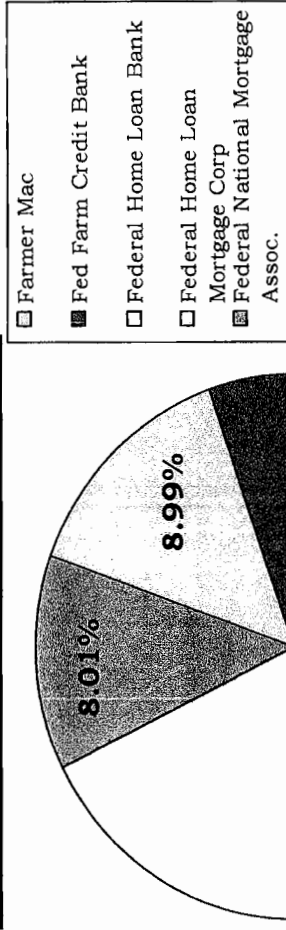
January 2014

Portfolio Distribution

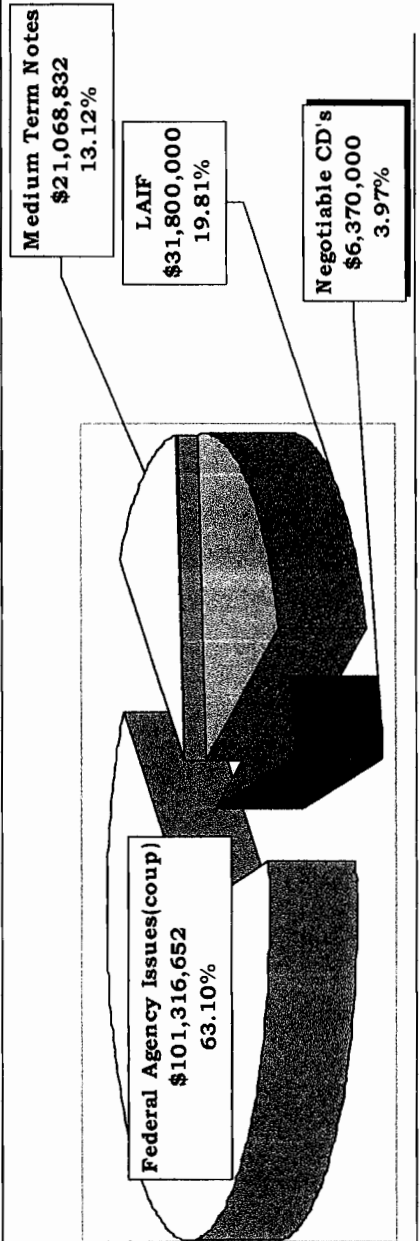
Market Value and Credit Rating Report



Federal Agencies Distribution (MV)



Portfolio Sectors (Book Value)





Investment Report January 2014

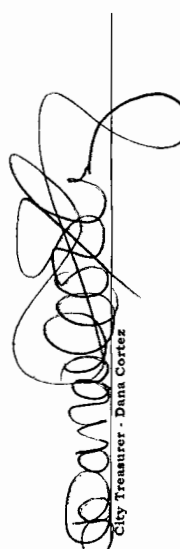
Value of Portfolio per GASB 31

	<u>Beginning Investment Value as of</u> <u>July 1, 2013</u>	<u>Purchase/Redemption of Principal</u>	<u>Change in Market Value</u>	<u>Ending Investment Value as of</u> <u>January 31, 2014</u>
Federal Agency (Coupon)	\$105,287,920	(\$4,700,330)	\$316,675	\$100,904,265
U.S. Treasury Securities	\$0	\$0	\$0	\$0
Negotiable Certificate Deposits	\$6,843,933	(\$490,000)	\$12,351	\$6,366,284
Medium Term Notes	\$25,441,688	(\$4,089,740)	\$20,716	\$21,372,664
Municipal Bonds	\$0	\$0	\$0	\$0
SUBTOTAL PER GASB 31	\$137,573,541	(\$9,280,070)	\$349,742	\$128,643,213
Non-GASB				
Local Agency Investment Funds	\$40,100,000	(\$8,300,000)	\$0	\$31,800,000
Money Market	\$0	\$0	\$0	\$0
Federal Agency - Disc.	\$0	\$0	\$0	\$0
Treasury Security - Disc.	\$0	\$0	\$0	\$0
Certificate of Deposits - Disc.	\$0	\$0	\$0	\$0
Commercial paper	\$0	\$0	\$0	\$0
TOTAL PORTFOLIO	\$177,673,541	(\$17,580,070)	\$349,742	\$160,443,213

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 longer 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.

GASB31 requires Governmental entities, including governmental external investment pools, should report investments at fair value in the balance sheet (or other statement of financial position). Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

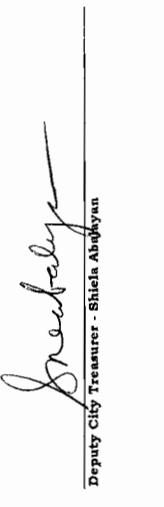
Reviewed by the Investment Advisory Committee:


City Treasurer - Dana Cortez


City Manager - LeRoy Johnson


City Attorney - John Feller III


Finance Director - Eric Tsao


Deputy City Treasurer - Shiela Abagyan

Monthly Investment Reports
Portfolio Management
Portfolio Details - Investments
January 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Local Agency Investment Funds												
SYS10000	10000	Local Agency Invest Fund GEN'L			16,800,000.00	16,800,000.00	16,800,000.00	0.244		0.244	1	
SYS1000a	1000A	LAIF - TRANS FUNDS		07/01/2013	15,000,000.00	15,000,000.00	15,000,000.00	0.244		0.244	1	
		Subtotal and Average	20,445,161.29		31,800,000.00	31,800,000.00	31,800,000.00			0.244	1	
Money Market Sweep Account												
316175108S	1000	Union Bank of California			0.00	0.00	0.00	0.001		0.001	1	
		Subtotal and Average	2,708,591.08		0.00	0.00	0.00			0.000	0	
Negotiable CD's												
33764JHM0	11052	First Bank of Puerto Rico		08/01/2012	245,000.00	246,864.45	245,000.00	1.250	FDIC	1.251	912	08/01/2016
330459AE8	11110	1st National Bank Kentucky		10/03/2013	245,000.00	245,117.60	245,000.00	0.900	FDIC	0.900	975	10/03/2016
332135FA5	11069	First National Bank of Omaha		10/10/2012	245,000.00	245,046.55	245,000.00	0.550	FDIC	0.550	68	04/10/2014
02005QNG0	11044	Ally Bank		08/01/2012	245,000.00	246,663.55	245,000.00	1.150	FDIC	1.150	548	08/03/2015
02587DLD8	11070	American Express Cent		10/04/2012	245,000.00	246,046.15	245,000.00	1.550	FDIC	1.550	1,341	10/04/2017
037830NA0	11047	Apple Bank Savings		08/01/2012	245,000.00	245,000.00	245,000.00	0.500	FDIC	0.500	2	02/03/2014
06740AYC7	11090	Barclays Bank		03/12/2013	245,000.00	241,528.11	245,000.00	1.000	FDIC	0.000	1,500	03/12/2018
06426NGR7	11068	Bank of China		09/26/2012	245,000.00	245,673.75	245,000.00	0.650	FDIC	0.650	237	09/26/2014
05568PZ91	11073	BMW Bank of North America		11/02/2012	245,000.00	246,305.85	245,000.00	0.950	FDIC	0.000	639	11/02/2015
060624XH1	11091	Bank of Baroda		03/08/2013	245,000.00	241,675.35	245,000.00	1.250	FDIC	0.000	1,496	03/08/2018
149159HR9	11094	Cathay Bank		04/12/2013	245,000.00	241,239.25	245,000.00	1.000	FDIC	1.001	1,531	04/12/2018
17284CBZ6	11093	CIT BANK		04/17/2013	245,000.00	241,097.15	245,000.00	1.150	FDIC	0.000	1,536	04/17/2018
20033AAU0	11084	Comenity Capital Bank		01/18/2013	245,000.00	244,860.35	245,000.00	0.750	FDIC	0.750	1,082	01/18/2017
254671GK0	11058	Discover Bank		09/19/2012	245,000.00	246,766.45	245,000.00	1.250	FDIC	1.250	961	09/19/2016
29976DNC9	11059	EverBank		09/14/2012	245,000.00	246,793.40	245,000.00	0.900	FDIC	0.900	956	09/14/2016
307660HE3	11113	Farm Bureau Bank		10/15/2013	245,000.00	245,061.25	245,000.00	0.900	FDIC	0.000	986	10/14/2016
36160XN52	11051	GE Capital Bank		08/03/2012	245,000.00	246,443.05	245,000.00	1.150	FDIC	1.150	548	08/03/2015
36157PSB6	11111	GE Money bank		10/04/2013	245,000.00	245,191.10	245,000.00	1.200	FDIC	0.000	976	10/04/2016
38143AXS9	11045	Goldman Sachs Bank		08/01/2012	245,000.00	246,629.25	245,000.00	1.200	FDIC	1.200	548	08/03/2015
48124JRY6	11085	JPMORGAN		01/28/2013	245,000.00	242,607.09	245,000.00	0.750	FDIC	0.000	1,457	01/28/2018
74267GTZ0	11112	Private Bank & Trust Co		10/04/2013	245,000.00	244,919.15	245,000.00	1.000	FDIC	0.000	976	10/04/2016
786580X96	11043	Safra National Bank		07/31/2012	245,000.00	246,705.20	245,000.00	0.800	FDIC	0.800	545	07/31/2015
795450NT8	11053	Sallie Mae Bank		08/08/2012	245,000.00	246,661.10	245,000.00	1.100	FDIC	1.100	555	08/10/2015
84603M2H8	11046	Sovereign Bank		08/01/2012	245,000.00	245,546.35	245,000.00	0.850	FDIC	0.850	181	08/01/2014
856283UK0	11098	STATE BANK OF INDIA		05/14/2013	245,000.00	240,798.25	245,000.00	1.150	FDIC	0.000	1,563	05/14/2018
94768NJD7	11081	Webster Bank		12/12/2012	245,000.00	245,044.10	245,000.00	1.000	FDIC	0.000	1,410	12/12/2017

Portfolio CITY
AP
PM (PRE_PM2)7.2.5

Data Updated: SET_TR: 02/07/2014 13:44
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Monthly Investment Reports
 Portfolio Management
 Portfolio Details - Investments
 January 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Subtotal and Average			6,370,000.00		6,370,000.00	6,366,283.85	6,370,000.00			0.564	905	
Federal Agency Issues - Coupon												
31315PKX0	11071	FARMER MAC		10/25/2012	2,000,000.00	1,993,160.00	2,000,000.00	0.650		1.053	1,362	10/25/2017
31315PWE5	11083	FARMER MAC		01/08/2013	3,000,000.00	2,969,550.00	3,000,000.00	0.930		0.935	1,437	01/08/2018
31315PNZ8	11086	FARMER MAC		01/30/2013	2,000,000.00	1,986,080.00	2,000,959.33	1.050		1.038	1,459	01/30/2018
31315PXM6	11097	FARMER MAC		05/02/2013	2,000,000.00	1,961,540.00	1,999,149.44	0.850		0.860	1,551	05/02/2018
31315PXF1	11099	FARMER MAC		05/02/2013	2,000,000.00	1,994,400.00	1,999,549.44	0.400		0.410	821	05/02/2016
31315P6A2	11115	FARMER MAC		10/04/2013	3,500,000.00	3,512,390.00	3,500,000.00	1.940		1.940	1,705	10/03/2018
31331XVW8	10879	FEDERAL FARM CREDIT BANK		05/05/2010	500,000.00	505,575.00	503,120.92	5.000	AA+	2.192	83	04/25/2014
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	1,006,870.00	1,000,000.00	1.150	AA+	1.150	247	10/06/2014
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,019,280.00	1,000,000.00	2.030	AA+	2.030	381	02/17/2015
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,191,980.00	2,108,766.67	4.950	AA+	2.280	790	04/01/2016
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,002,350.00	1,000,000.00	1.400	AA+	1.400	65	04/07/2014
3133EAA81	11041	FEDERAL FARM CREDIT BANK		07/30/2012	1,000,000.00	993,710.00	1,000,000.00	0.780	AA+	0.780	1,094	01/30/2017
3133EAX29	11060	FEDERAL FARM CREDIT BANK		09/18/2012	1,000,000.00	993,600.00	1,000,000.00	0.980	AA+	0.980	1,325	09/18/2017
3133EA2K3	11066	FEDERAL FARM CREDIT BANK		09/28/2012	1,000,000.00	1,000,020.00	1,000,000.00	0.450	AA+	0.450	604	09/28/2015
3133EA2H0	11067	FEDERAL FARM CREDIT BANK		10/01/2012	1,000,000.00	1,000,020.00	1,000,000.00	0.440	AA+	0.440	607	10/01/2015
3133EC5A8	11075	FEDERAL FARM CREDIT BANK		11/28/2012	2,000,000.00	1,978,320.00	2,000,000.00	0.870	AA+	0.870	1,395	11/27/2017
3133ECE26	11087	FEDERAL FARM CREDIT BANK		01/30/2013	1,000,000.00	990,720.00	1,000,000.00	0.940	AA+	1.022	1,459	01/30/2018
3133ED3Z3	11109	FEDERAL FARM CREDIT BANK		10/04/2013	3,000,000.00	3,015,900.00	3,000,000.00	1.230	AA+	1.230	1,341	10/04/2017
3133ED4Q2	11114	FEDERAL FARM CREDIT BANK		10/11/2013	1,000,000.00	1,004,320.00	1,000,000.00	1.480	AA+	1.480	1,591	06/11/2018
3133EDDV1	11119	FEDERAL FARM CREDIT BANK		01/23/2014	1,000,000.00	1,004,090.00	998,608.30	1.160	AA+	1.198	1,360	10/23/2017
313373RC8	10956	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,005,570.00	1,000,418.80	1.250	AA+	1.164	179	07/30/2014
313373W56	11037	FEDERAL HOME LOAN BANK		04/30/2012	2,000,000.00	2,007,900.00	2,000,000.00	2.000	AA+	1.425	1,178	04/24/2017
313370TW8	11040	FEDERAL HOME LOAN BANK		07/25/2012	1,000,000.00	1,034,660.00	1,035,440.47	2.000	AA+	0.620	951	09/09/2016
313380P92	11055	FEDERAL HOME LOAN BANK		09/26/2012	1,000,000.00	991,470.00	1,000,000.00	1.000	AA+	1.000	1,333	09/26/2017
313380MF1	11057	FEDERAL HOME LOAN BANK		09/18/2012	1,000,000.00	991,650.00	1,000,000.00	1.000	AA+	1.005	1,325	09/18/2017
3133824S9	11089	FEDERAL HOME LOAN BANK		02/27/2013	1,000,000.00	988,890.00	1,000,000.00	1.100	AA+	1.100	1,487	02/27/2018
313383AA9	11105	FEDERAL HOME LOAN BANK		06/12/2013	4,000,000.00	3,923,560.00	4,000,000.00	1.000	AA+	1.000	1,592	06/12/2018
3133837E5	11106	FEDERAL HOME LOAN BANK		06/06/2013	4,000,000.00	3,921,880.00	4,000,000.00	0.625	AA+	0.625	1,586	06/06/2018
3133834R9	11108	FEDERAL HOME LOAN BANK		05/24/2013	1,000,000.00	997,020.00	997,861.94	0.375	AA+	0.465	874	06/24/2016
313379VE6	11118	FEDERAL HOME LOAN BANK		01/14/2014	1,000,000.00	1,007,360.00	998,007.81	1.010	AA+	1.070	1,234	06/19/2017
3134G3GM6	11009	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	1,000,000.00	1,005,850.00	1,000,000.00	1.300	AA+	1.300	1,077	01/13/2017
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,006,000.00	997,872.96	1.000	AA+	1.071	1,131	03/08/2017
3134G3MR8	11018	FEDERAL HOME LOAN MORTGAGE CO		02/13/2012	1,000,000.00	1,000,230.00	1,000,000.00	0.550	AA+	0.550	377	02/13/2015
3134G3NA4	11019	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	3,000,000.00	3,001,380.00	3,000,000.00	0.750	AA+	0.750	1,123	02/28/2017

Portfolio CITY
 AP
 PM (PRF_PM2) 7.2.5

**Monthly Investment Reports
Portfolio Management
Portfolio Details - Investments
January 31, 2014**

CUSIP	Investment # - Coupon	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												
3134G3MX5	11021	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	1,000,000.00	1,000,390.00	1,000,000.00	0.800	AA+	0.800	753	02/24/2016
3134G3NA4	11022	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	2,000,000.00	2,000,920.00	2,000,000.00	0.750	AA+	1.313	1,123	02/28/2017
3134G3MT4	11026	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	2,000,000.00	2,000,960.00	2,000,000.00	1.125	AA+	1.125	1,119	02/24/2017
3134G3SD3	11027	FEDERAL HOME LOAN MORTGAGE CO		03/28/2012	2,000,000.00	2,001,940.00	2,000,000.00	0.750	AA+	0.750	604	09/28/2015
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,047,200.00	1,038,520.79	2.500	AA+	0.810	846	05/27/2016
3134G3WD8	11039	FEDERAL HOME LOAN MORTGAGE CO		06/12/2012	2,000,000.00	2,005,560.00	2,000,000.00	1.250	AA+	1.250	1,227	06/12/2017
3134G32L3	11079	FEDERAL HOME LOAN MORTGAGE CO		12/26/2012	2,000,000.00	1,963,240.00	2,000,000.00	0.850	AA+	0.850	1,424	12/26/2017
3134G33B4	11082	FEDERAL HOME LOAN MORTGAGE CO		01/11/2013	1,000,000.00	987,400.00	1,000,000.00	1.000	AA+	1.000	1,440	01/11/2018
3137EADJ5	11095	FEDERAL HOME LOAN MORTGAGE CO		04/23/2013	3,000,000.00	2,997,600.00	3,035,056.79	1.000	AA+	0.660	1,273	07/28/2017
3137EAAQ4	11096	FEDERAL HOME LOAN MORTGAGE CO		04/26/2013	5,000,000.00	5,599,500.00	5,620,938.17	5.500	AA+	0.420	898	07/18/2016
3137EADH9	11101	FEDERAL HOME LOAN MORTGAGE CO		05/13/2013	5,000,000.00	5,001,550.00	5,046,607.81	1.000	AA+	0.722	1,244	06/29/2017
3134G44N5	11102	FEDERAL HOME LOAN MORTGAGE CO		05/28/2013	2,000,000.00	1,961,240.00	2,000,000.00	0.750	AA+	0.750	1,396	11/29/2017
3137EAAQ4	11107	FEDERAL HOME LOAN MORTGAGE CO		05/22/2013	4,000,000.00	4,479,600.00	4,493,409.37	5.500	AA+	0.452	898	07/18/2016
3136G0VA6	11050	FEDERAL NATIONAL MORT ASSOC		08/14/2012	1,000,000.00	995,110.00	1,000,000.00	0.750	AA+	1.226	1,290	08/14/2017
3136G0D57	11054	FEDERAL NATIONAL MORT ASSOC		09/27/2012	1,000,000.00	999,020.00	1,000,000.00	0.750	AA+	1.240	1,334	09/27/2017
3136G0D24	11061	FEDERAL NATIONAL MORT ASSOC		09/25/2012	1,000,000.00	995,910.00	1,000,000.00	0.500	AA+	1.093	1,332	09/25/2017
3136G0F97	11065	FEDERAL NATIONAL MORT ASSOC		09/27/2012	1,000,000.00	998,390.00	1,000,000.00	0.750	AA+	1.179	1,334	09/27/2017
3136G06R7	11076	FEDERAL NATIONAL MORT ASSOC		11/28/2012	1,000,000.00	997,390.00	1,000,000.00	0.625	AA+	1.068	1,395	11/27/2017
3135G0PQ0	11100	FEDERAL NATIONAL MORT ASSOC		04/26/2013	3,000,000.00	2,967,570.00	3,017,061.57	0.875	AA+	0.720	1,363	10/26/2017
3136G1LZ0	11103	FEDERAL NATIONAL MORT ASSOC		05/28/2013	2,000,000.00	1,964,980.00	2,000,000.00	0.750	AA+	0.750	1,396	11/28/2017
3135G0WJ8	11117	FEDERAL NATIONAL MORT ASSOC		01/14/2014	1,000,000.00	977,160.00	970,721.12	0.875	AA+	1.581	1,570	05/21/2018
3135G0WJ8	11120	FEDERAL NATIONAL MORT ASSOC		01/31/2014	2,000,000.00	1,954,320.00	1,954,580.00	0.875	AA+	1.421	1,570	05/21/2018
Subtotal and Average					100,000,000.00	100,904,265.00	101,316,651.70			0.968	1,190	
Medium Term Notes												
88579YAE1	11104	3M Company		05/23/2013	1,080,000.00	1,075,334.40	1,084,895.01	1.000	AA-	0.864	1,241	06/26/2017
06738XXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	3,048,030.00	3,000,000.00	2.500	A	3.287	1,000	10/28/2016
06366RHA6	11056	Bank of Montreal		09/11/2012	1,000,000.00	995,450.00	1,000,938.89	1.400	A+	1.373	1,318	09/11/2017
19416QED8	11116	Colgate Palmolive Co		11/01/2013	2,000,000.00	1,987,580.00	1,995,497.00	1.549	AA-	1.599	1,734	11/01/2018
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,029,400.00	992,418.85	2.250	AA+	2.710	646	11/09/2015
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,104,000.00	2,001,764.31	2.900	AA+	2.868	1,073	01/09/2017
36962G5M2	11012	General Electric Capital Corp		01/10/2012	2,000,000.00	2,034,500.00	2,001,440.96	2.150	AA+	2.070	342	01/09/2015
36962G4N1	11024	General Electric Capital Corp		02/22/2012	2,000,000.00	2,018,540.00	1,989,898.89	0.993	AA+	1.389	556	08/11/2015
594918AB0	10821	MicroSoft Corp		08/17/2009	1,000,000.00	1,008,660.00	1,000,000.00	2.950	AAA	2.949	120	06/01/2014
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,029,710.00	1,002,512.43	2.050	AA-	1.960	1,076	01/12/2017
89233P5Z5	11023	Toyota Motor Credit Corp		02/17/2012	2,000,000.00	2,014,760.00	1,998,955.56	1.000	AA-	1.102	381	02/17/2015

Monthly Investment Reports
 Portfolio Management
 Portfolio Details - Investments
 January 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
Medium Term Notes												
931142CN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,000,000.00	2,000,010.12	3.000	AA	2.902	2	02/03/2014
931142CT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,026,700.00	1,000,500.32	2.250	AA	2.213	522	07/08/2015
		Subtotal and Average	21,455,679.77		21,080,000.00	21,372,664.40	21,068,832.34			2.176	769	
		Total and Average	150,440,914.52		159,250,000.00	160,443,213.25	160,555,484.04			0.967	888	

Portfolio CITY
 AP
 PM (PRF_PM2) 7.2.5

Monthly Investment Reports
Portfolio Management
Portfolio Details - Cash
January 31, 2014

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		Average Balance	0.00			5,580.97	5,580.97				0
		Accrued Interest at Purchase				5,580.97	5,580.97				
		Subtotal									
		Total Cash and Investments	150,440,914.52		159,250,000.00	160,448,794.22	160,561,065.01			0.967	888

II. RESTRICTED FUNDS

**CITY OF TORRANCE
CASH INVESTMENT HELD BY FISCAL AGENT
FOR THE QUARTER ENDING 12-31-13**

TORRANCE IMPROVEMENTS

Bank of New York Mellon	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description	Credit Rating
<i>City of Torrance 2004A&B COP Refunding - #3060645 (Maturity - June 1, 2024 & June 1, 2034)</i>							
Construction Fund Acct #360646	938,627.36			938,627.36		Dreyfus Inst'l Res Treasury #6541 CUSIP# S99994190	AAA
Required Reserve Acct #360649	2,754,195.00	2,777,212.50	(23,017.50)	2,754,195.00		Dreyfus Inst'l Res Treasury #6541 CUSIP# S99994190	AAA
Bank of New York Mellon							
<i>City of Torrance COP Series 2009</i>							
Reserve Fund Acct #360695	1,258,018.76	1,257,856.25	162.51	1,258,018.76		Dreyfus Inst'l Res Treasury #6541 CUSIP# S99994190	AAA

WATER ENTERPRISE REVENUE BONDS

Bank of New York Mellon	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description	Credit Rating
<i>2004 Torrance Water Refunding Bond #360700-(Maturity March 1, 2014)</i>							
Debit Service #360759	43,956.24			43,956.24	0.01	JP Morgan Prime MM Premier #350 CUSIP#S99999780	AAA
Required Reserve Acct # 360760	516,080.26	505,000.00	11,080.26	516,080.26	0.00	FSA Capital Mgmt Invest Agmt. CUSIP#S86253100	

REDEVELOPMENT SUCCESSOR AGENCY

Bank of New York Mellon	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description	Credit Rating
<i>Torrance RDA (Downtown) 98A (matures Sept 1, 2028)</i>							
Interest / Debt Service Acct # 428478	0.00			0.00			
Reserve Acct # 428469	586,579.71	586,890.00	(310.29)	586,579.71	0.06	INVESCO Prime Private CUSIP#S99990340	AAA

**CITY OF TORRANCE
CASH INVESTMENT HELD BY FISCAL AGENT
FOR THE QUARTER ENDING 12-31-13**

Bank of New York Mellon	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance RDA (Industrial) 98B (matures Sept. 1, 2028)</i>						
Reserve Acct # 428517	1,037,984.75	1,037,984.75	0.00	1,037,984.75	0.05	INVESCO Prime Private CUSIP#S99990340
AAA						
Bank of New York Mellon						
	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value	Yield	Investment Description
<i>Torrance RDA (Industrial) 99C (matures Sept. 1, 2028)</i>						
Interest Acct # 428877	0.00			0.00		
Reserve acct # 428882	1,295,088.55	1,300,480.00	(5,391.45)	1,295,088.55	0.01	MBIA FINL GUARANTY INS POL.# 29278 CUSIP S86460550
A						
Bank of New York Mellon						
	Book Value	Reserve Requirement	Over/Under Funded Reserve(1)(2) (market value)	Market Value		
TOTAL: ALL CASH & INVESTMENTS HELD BY FISCAL AGENT						
	\$ 8,386,574.39	\$ 7,465,423.50	\$ (17,476.47)	\$ 8,386,574.39		

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

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

CITY OF TORRANCE
EMPLOYEES DEFERRED COMPENSATION PLANS
FOR THE QUARTER ENDING 12-31-13



<i>PERMANENT EMPLOYEES</i>										
457PLAN A										
Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Revenue Sharing Net Change	Withdrawals	Acct. Transfers Out	Outstanding Loans	Ending Balance
146,218,949.69	2,063,902.29	5,288,035.09 *	1,944,058.95	4,389,570.50	393,517.45	(409,754.09) **	(2,342,957.52)	(5,297,322.09) *	4,337,950.88 (1)	156,585,951.15
				<u>Book Value</u>						
				77,727,803.91						
				69,650,900.17						
				4,869,296.19						
				4,337,950.88						
				<u>156,585,951.15</u>						
										(1) Participant Loan Outstanding Balance included in Total Assets

* Transfer in and Transfer out amounts are not matching due to a trade transaction on Dec. 31, 2013 which was settled on Jan. 2, 2014.
 ** The large change in the Revenue Sharing Account was due to an approved action on June 13, 2013 Deferred Compensation Committee meeting to distribute these funds.
 ** Shown below is the breakdown of transactions for the quarter of the Revenue Sharing also known as Forfeiture/Asset Holding Account.

457 Plan Revenue Sharing										
587,917.40	8,792.21		1,017.37		(419,563.67)					178,163.31

<i>RECURRENT/PART-TIME/TEMPORARY EMPLOYEES</i>										
457PLAN B										
Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Forfeiture	Withdrawals	Acct. Transfers Out	Ending Balance	
2,740,195.84	65,285.66	62,412.13	22,448.83	3,186.61	(5,163.75)	0.02	(77,937.94)	(62,412.13)	2,748,015.27	
				<u>Book Value</u>						
				167,904.63						
				294,546.98						
				2,285,563.66						
				<u>2,748,015.27</u>						

<i>MANAGEMENT, POLICE, FIRE, ENGINEERS</i>										
401(A)										
Beginning Balance	Contributions	Acct. Transfers In	Interest	Change in Value	Fees	Forfeiture	Withdrawals	Acct. Transfers Out	Ending Balance	
9,330,896.99	347,215.55	254,373.92	123,748.24	320,079.50	(698.20)	4.71	(59,670.44)	(254,373.92)	10,216,576.99	
				<u>Book Value</u>						
				6,006,771.75						
				3,911,775.91						
				143,028.69						
				<u>155,000.64</u>						
										(1) Outstanding Loan Balance included in Total Assets

**CITY OF TORRANCE
EMPLOYEES DEFERRED COMPENSATION PLANS
FOR THE QUARTER ENDING 12-31-13**



RETIREMENT HEALTH SAVINGS PLAN (RHSP)

MANAGEMENT, POLICE, FIRE, MISC.

Beginning Balance	Contributions	Distributions	Fees	Gain/Loss	Ending Balance
3,371,058.10	88,759.14	(95,969.26)	(3,958.58)	171,852.98	3,531,742.38
Investment Type					
Stable Value/Cash Mngt Fund				Book Value	Market Value
Bond Funds				121,935.70	121,935.70
Balanced/Asset Alloc Funds				186,692.88	186,692.88
U.S. Stock Funds				2,162,459.58	2,162,459.58
Intern'l/Global Stock Funds				1,013,445.25	1,013,445.25
				47,208.93	47,208.93
Totals				3,531,742.34	3,531,742.34

Public Agency Retirement Services (PARS) *

Beginning Balance	Contributions	Transfer In	Distributions	Fees	Gain/Loss	Transfer Out	Ending Balance
8,905,617.23	298,593.84	253,522.65	(161,325.39)	(13,316.82)	415,189.41	(253,522.65)	9,444,758.27

Public Agency Retirement Services (PARS) *

Beginning Balance	Contributions	Transfer In	Distributions	Fees	Gain/Loss	Transfer Out	Ending Balance
2,382.85	750.00		(544.32)	(1.49)			2,587.04

* Covers the period of October 2013 thru December 2013



CITY OF TORRANCE FISCAL AGENT FOR SUCCESSOR RDA
RESTRICTED CASH BALANCE REPORT
January 31, 2014

	Book Value
Bank of America City of Torrance Successor RDA Agency Account # xx-046	1,003,790.18
Bank of America City of Torrance Successor RDA Agency - Low Mod Account # xx-140	-
Local Agency Investment Fund (LAIF) City of Torrance Successor RDA Agency Account# -xx-3001	<u>777.25</u>
TOTAL	<u><u>\$ 1,004,567.43</u></u>

III. CASH & INVESTMENT PORTFOLIO SHARE

City of Torrance
Investment Report
January 2014

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

FUND	CASH & INVESTMENTS PER BOOKS	PERCENT OF TOTAL
General	34,673,200.37	21.34
Parks & Recr Facility & Open Space	3,701,905.83	2.28
State Gas Tax	14,186,063.31	8.74
Federal Housing, Community Dev	629,468.66	0.39
Street Lighting	27,060.00	0.02
Proposition 1B	1,672,475.57	1.03
Police Asset Forfeiture	3,811,920.70	2.35
Drainage Improvement	19,444.47	0.01
Measure R Local Return	4,701,084.91	2.9
Government Cable	4,513,150.59	2.78
Local Return - Proposition C	3,873,771.90	2.39
TDA Article 3 Bicycle Fund	239,320.73	0.15
Grants/Donations	(52,931.47) (A)	-0.03
CDBG Fund	(165,510.18) (B)	-0.1
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	222,365.03	0.14
Seismic Education Fund	58,051.19	0.04
Rehabilitation Housing	706,334.73	0.44
Meadow Park Parking Lot	65,357.76	0.04
Police Inmate Welfare Fund	56,559.38	0.03
Capital Improvements	17,125,358.40	10.56
Geologic Hazard Abatement	14,316.64	0.01
El Camino Training Fund-Fire	62,372.10	0.04
El Camino Training Fund-Police	8,000.00	0
Vanpool/Rideshare Fund	20,566.99	0.01
Torrance Public Financing - 1998 COP Fire/Police	(2,334.00)	0
Animal Control Fund	-	0
Successor Agency - Low Mod Housing Capital Project	9,309.41 (C)	0.01
Successor Agency - Downtown Debt Service	14,354.35 (D)	0.01
Successor Agency - Industrial Debt Service	144,670.07 (E)	0.09
DNA Sampling Fund	9,537.39	0.01
Airport Fund	6,756,472.14	4.16
Transit Operations	13,495,427.07	8.32
Development Impact Fund	1,389,684.15	0.86
Water Operations	8,910,650.81	5.49
Emergency Medical Service Enterprise Fund	-	0
Sanitation Operations	(557,000.00) (F)	-0.34
Cultural Arts Enterprise	(70,619.95) (G)	-0.04
Sewer Enterprise Fund	8,599,037.90	5.3
Parks & Recreation Enterprise Fund	271,577.81	0.17
Self Insurance Fund	3,806,216.63	2.35
Fleet Services	18,025,099.28	11.11
Postemployment/Compensated Absences Fund	8,466,060.35	5.22
Trust & Agency	2,786,187.94	1.72
TOTAL CASH AND INVESTMENTS PER BOOKS	162,224,038.96	100
Redev Obligation Retirement Fund	1,003,790.18 (H)	

- (A) T-030 Del Amo Blvd. extension project - MTA Grant has a negative cash balance of <\$506,675.19>. METRO is holding approximately \$701,873 of reimbursement and will issue the check to City when the final review is completed.
T-131 Intersection Improvements - Measure R HW - MTA Grant has a negative cash balance of <\$250,711.47>. Quarterly reimbursement request will be submitted in February 2014.
FEAP764 Torrance Transit Terminal project - Measure R HW-MTA Grant has a negative cash balance of <\$458,362.04>. Quarterly reimbursement request will be submitted in February 2014.
FEAP810 Pueblo Park Renovation - County Grant has a negative cash balance of <\$82,736.90>. Per Department, this grant requires additional documents before the reimbursement request can be submitted. Department is in process to prepare those documents.
I-102 Stormwater Basin Enhancement Program - State Grant has a negative cash balance of <\$25.42>. Department will request the reimbursement when more expenses are accumulated.
- (B) CDBG Fund has a negative cash balance of <\$165,510.18> due to Home Improvement Program charges. Reimbursement request will be submitted in February 2014.
- (C) Funds will be used to pay Coleman Court and Ocean Terrace Senior rental subsidy.
- (D) Residuals that will be used to pay Downtown bond debt.
- (E) Residuals that will be used to pay Industrial bond debt.
- (F) Sanitation Operations Fund has a negative cash balance due to the purchase of green waste containers from Toter, Inc. for \$613,481 in May 2012 & \$500,176.05 in September 2012 and a \$145,095.72 transfer to Fleet Veh Repl Fd for a refuse truck in November 2013.
- (G) Finance Department is monitoring and working with General Services.
- (H) The cash balance of Redev Obligation Retirement Fund for \$1,003,790.18 is in a separate Bank of America account.



City of Torrance
Investment Report
January 2014

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

INVESTMENTS PER PORTFOLIO SUMMARY		\$ 160,555,484.04
Cash in Bank of America General Account	\$ 2,214,597.92	
Cash in Bank of America Housing Account	<u>1,651,044.25</u>	
		3,865,642.17
TOTAL FUNDS PER INVESTMENT REPORT		\$ 164,421,126.21
OUTSTANDING WARRANTS:		
General Account	\$ (819,285.99)	
Payroll Account	(112,448.46)	
Workers' Compensation Account	(142,140.94)	
Housing Account	<u>(10,504.47)</u>	
		(1,084,379.86)
MISCELLANEOUS OUTSTANDING ADJUSTING JOURNAL ENTRIES:		
01/23/14 Receipts interfaced discrepancy, correction interfaced on 02/05/14	\$ 0.01	
01/17/14 Receipts interfaced on 02/06/14	(39.00)	
01/21/14 Receipts interfaced on 02/06/14	(86.00)	
01/31/14 Receipts interfaced on 02/03/14	(1,124,108.33)	
IVR & Parking Web credit card receipts will be interfaced in February 2014	(216.00)	
01/2014 Deposit in transit	<u>11,741.93</u>	
		(1,112,707.39)
TOTAL CASH AND INVESTMENTS PER BOOKS		\$ 162,224,038.96