

Council Meeting of  
August 7, 2012

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

Members of Council:

**SUBJECT: Accept and file Investment Reports for June 2012**

**RECOMMENDATION**

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

**FUNDING**

Not applicable

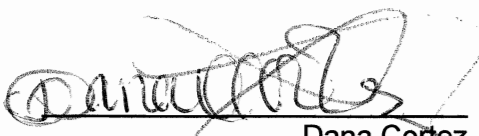
**BACKGROUND**

On December 20, 2011, Your Honorable Body, through passage of Resolution 2011-102, adopted an official "Statement of Investment Policy" as recommended by the City Treasurer. The City's Statement of Investment Policy requires the City Treasurer to report a monthly statement of investment activity. This requirement was providing the attached report, which demonstrates the City of Torrance investment activity during the month of June 2012.

**Investment Committee Note**

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

Respectfully submitted,

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

Noted:



LeRoy J. Jackson  
Investment Committee Member

CC: City Manager  
City Clerk





**CITY of TORRANCE**  
**Monthly Investment Portfolio Report**  
**June 30, 2012**

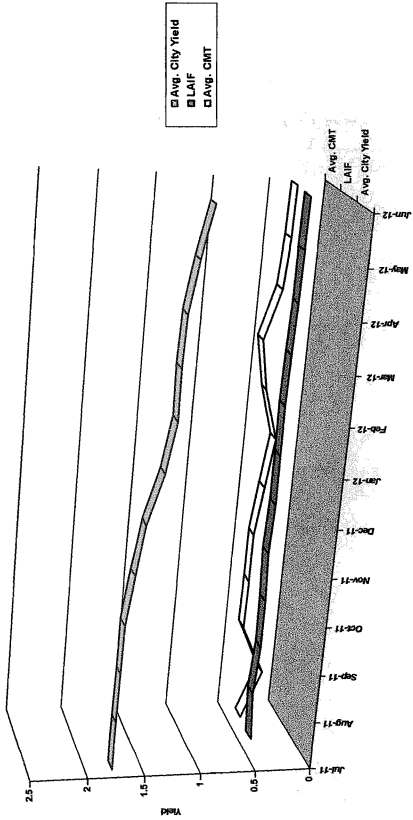
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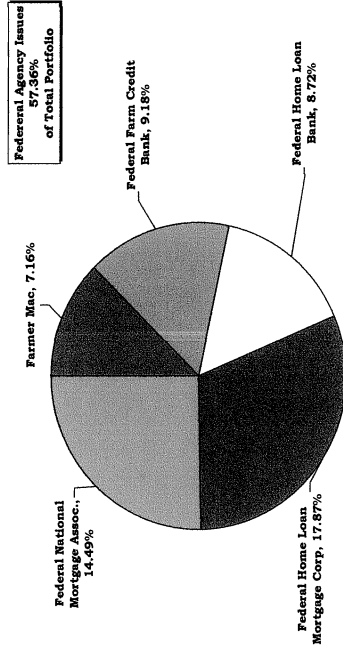




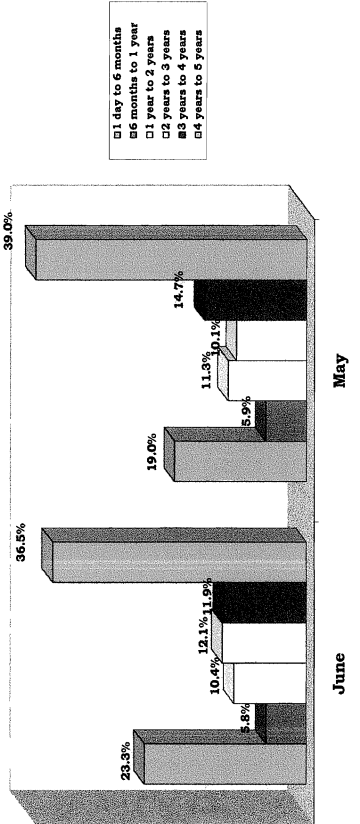
**Portfolio Performance**



**Portfolio Diversification**

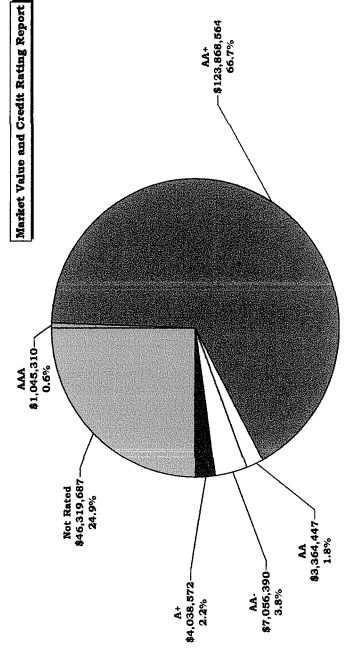


**Portfolio Maturity Distribution**



**Interest Earnings Summary**

CD/Coupon/Discount Investments:	Month Ending	June 30	Fiscal Year End
Interest Collected	179,087	2,565,663	
Plus Accrued Interest at 730,123	730,123	730,123	
Less Accrued Interest at -695,704	-695,704	-630,614	
<b>Interest Earned</b>	<b>213,505</b>	<b>2,665,171</b>	
Adjusted by Premium	-23,507	-313,805	
Adjusted by Capital	36,031	36,031	
<b>Earnings during</b>	<b>185,998</b>	<b>2,387,398</b>	
Cash/Checking Accounts:			
Interest Collected	28,003	121,087	
Plus Accrued Interest at 93,432	93,432	93,432	
Less Accrued Interest at -110,915	-110,915	-87,371	
<b>Interest Earned</b>	<b>10,519</b>	<b>127,148</b>	
<b>Total Interest Earned</b>	<b>224,025</b>	<b>2,792,319</b>	
Less Premiums and Discounts	-23,507	-313,805	
<b>Total Capital Gains or Losses</b>	<b>36,031</b>	<b>36,031</b>	
<b>Total Earnings this Period</b>	<b>\$200,518</b>	<b>\$2,514,546</b>	



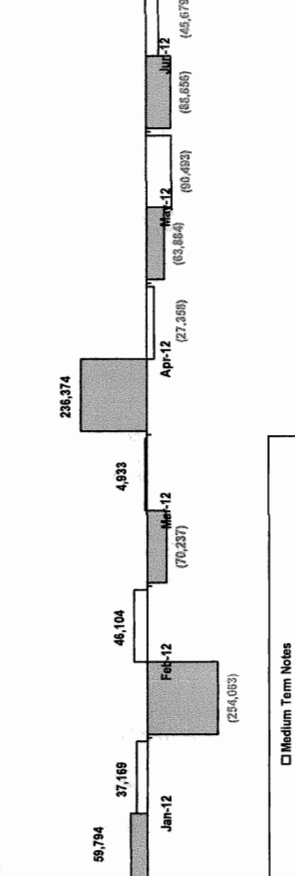


# Investment Report June 2012

## Portfolio Summary

Local Agency Investment Fund	Book Value	% of Portfolio	% per Policy	Duration	Days to Maturity	Current Yield
Collateralized	36,426,398	19.74%	**	1	1	N/A
Negotiable CDs	0	0	0	180	0	5 years
Money Market Sweep Account	1,960,000	1.06%	0	1,097	96	5 years
Federal Agency Issues - Coupons	8,000,000	4.34%	75%	1,634	1,319	5 years
Farmer Mac	13,168,783	7.16%	30%	1,111	1,255	5 years
Federal Farm Credit Bank	16,757,624	9.18%	30%	974	1,057	5 years
Federal Home Loan Bank	16,021,806	8.72%	30%	1,017	1,096	5 years
Federal Home Loan Mortgage Corp.	33,114,404	17.87%	30%	1,399	1,442	5 years
Federal National Mortgage Assoc.	26,797,164	14.49%	30%	1,388	1,494	5 years
Treasury Securities - Coudons	0	0.00%	100%	0	0	5 years
Medium Term Notes	32,128,619	17.41%	20%	1,309	820	5 years
Municipal Bond Issues - Coupon	169,300	0.09%	0	3,848	0	7.999%
<b>Total Investments &amp; Averages</b>	<b>184,544,098</b>	<b>100.00%</b>		<b>1,181</b>	<b>900</b>	<b>1.279%</b>
<b>Effective Rate of Return</b>	<b>Month Ending</b>	<b>Fiscal YTD</b>				
	1.38%	1.56%				
Pending Redemptions	0					
Accrued Interest at Purchase	1,032					
Total Accrued Interest	1,032					
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b>184,545,130</b>					
	334,575					

The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will note the unrealized gain/(loss) monthly although we will not physically apply it to earnings until year-end, as GASB 31 requires. The portfolio paper gain or loss is the difference between the book and market value of securities with a maturity term of one year or greater at purchase. The disclosure of paper losses reveals the worse case scenario of liquidity in our portfolio. The philosophy of the city is to buy and hold to maturity. The investment program herein shown provides sufficient cash flow liquidity to meet six months estimated expenditures reviewed by the Investment Advisory Committee.



Portfolio Notes:  
 \*\*Maximum allowed by Investment Policy is \$50 million per agency. General LAIF account = \$4,000,000,000 TRANS payment = \$33,000,000  
 I certify that this report accurately reflects all pooled investments and is in conformity with the city of Dallas Investment Policy Statement adopted by resolution 2011-102 on December 20, 2011. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet six months estimated expenditures reviewed by the Investment Advisory Committee.

*[Signature]*  
 Diana Cortez  
 City Treasurer

*[Signature]*  
 City Manager

*[Signature]*  
 City Attorney

*[Signature]*  
 City Treasurer

*[Signature]*  
 Director of Finance

# City of Torrance

## Portfolio Management

### Portfolio Details - Investments

#### June 30, 2012

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Local Agency Investment Funds</b>												
SYS10000	10000	Local Agency Invest Fund GEN'L			3,426,398.40	3,426,398.40	3,426,398.40	0.358		0.358	1	
SYS10001	10001	Local Agency Invest. Fund RDA			0.00	0.00	0.00	0.358		0.358	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			33,000,000.00	33,000,000.00	33,000,000.00	0.358		0.358	1	
		<b>Subtotal and Average</b>	<b>35,216,398.40</b>		<b>36,426,398.40</b>	<b>36,426,398.40</b>				<b>0.358</b>	<b>1</b>	
<b>Cert. of Deposit - Insured</b>												
319180DA0	10839	First Bank Lexington Tennessee		12/16/2009	245,000.00	247,280.95	245,000.00	2.050		2.050	169	12/17/2012
05568PSJ7	10832	BMW Bank of North America		09/23/2009	245,000.00	246,031.45	245,000.00	2.300		2.300	85	09/24/2012
254670KW1	10831	Discover Bank		09/23/2009	245,000.00	245,923.65	245,000.00	2.050		2.050	85	09/24/2012
36159SJS1	10838	GE Money bank		12/11/2009	245,000.00	247,040.85	245,000.00	2.350		2.350	163	12/11/2012
46147ULM0	10824	Investors Community Bank		08/24/2009	245,000.00	245,617.40	245,000.00	2.250	AA	2.250	54	08/24/2012
509685EA7	10823	Lake Forest B&T		08/26/2009	245,000.00	245,796.25	245,000.00	2.350		2.350	57	08/27/2012
59740JGR4	10833	MidFirst Bank		10/14/2009	245,000.00	246,332.80	245,000.00	2.350		2.350	106	10/15/2012
86789UBH1	10822	SunSouth Bank		08/18/2009	245,000.00	245,583.10	245,000.00	2.200		2.200	47	08/17/2012
		<b>Subtotal and Average</b>	<b>1,960,000.00</b>		<b>1,960,000.00</b>	<b>1,969,606.45</b>	<b>1,960,000.00</b>			<b>2.238</b>	<b>96</b>	
<b>Money Market Sweep Account</b>												
SYS10131	10131	Bank of America			0.00	0.00	0.00	0.450		0.450	1	
SYS1000	1000	Union Bank of California			8,000,000.00	8,000,000.00	8,000,000.00	0.010		0.010	1	
		<b>Subtotal and Average</b>	<b>2,113,904.97</b>		<b>8,000,000.00</b>	<b>8,000,000.00</b>	<b>8,000,000.00</b>			<b>0.010</b>	<b>1</b>	
<b>Federal Agency Issues - Coupon</b>												
31315PQN2	10936	Farmer Mac		02/03/2011	3,000,000.00	3,047,520.00	3,000,000.00	1.340	AA+	1.340	582	02/03/2014
31315PZA0	10971	Farmer Mac		07/06/2011	2,000,000.00	2,000,420.00	2,000,000.00	2.250	AA+	2.250	1,466	07/06/2016
31315PA25	10984	Farmer Mac		07/27/2011	1,000,000.00	1,043,450.00	999,592.78	2.000	AA+	2.011	1,487	07/27/2016
31315PDZ9	10986	Farmer Mac		08/23/2011	2,000,000.00	2,101,580.00	2,079,696.55	2.375	AA+	1.042	1,116	07/22/2015
31315PZH5	11020	Farmer Mac		02/03/2012	2,000,000.00	2,001,040.00	2,000,000.00	0.875	AA+	0.875	1,312	02/03/2016
31315PVC0	11035	Farmer Mac		04/26/2012	3,090,000.00	3,101,031.30	3,089,493.58	1.200	AA+	1.204	1,760	04/26/2017
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,004,090.00	1,000,000.00	5.250	AA+	5.250	31	08/01/2012
31331GYD8	10800	FEDERAL FARM CREDIT BANK		05/08/2009	1,000,000.00	1,014,590.00	1,000,000.00	2.200	AA+	2.200	281	04/08/2013
31331XWW8	10879	FEDERAL FARM CREDIT BANK		05/05/2010	500,000.00	541,755.00	524,298.62	5.000	AA+	2.192	663	04/25/2014
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	1,016,320.00	1,000,000.00	1.150	AA+	1.150	827	10/06/2014
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,039,990.00	1,000,000.00	2.030	AA+	2.030	961	02/17/2015
31331X2Q4	10947	FEDERAL FARM CREDIT BANK		03/01/2011	1,000,000.00	1,054,790.00	1,045,075.50	5.000	AA+	1.100	430	09/04/2013
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,312,080.00	2,188,250.00	4.950	AA+	2.280	1,370	04/01/2016

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**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**June 30, 2012**

CUSIP	Investment # - Coupon	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,018,420.00	1,000,000.00	1.400	AA+	1.400	645	04/07/2014
31331KRV4	10976	FEDERAL FARM CREDIT BANK		07/18/2011	2,000,000.00	2,000,520.00	2,000,000.00	1.050	AA+	1.050	747	07/18/2014
31331KX47	10999	FEDERAL FARM CREDIT BANK		11/28/2011	2,000,000.00	2,007,280.00	2,000,000.00	1.510	AA+	1.510	1,611	11/28/2016
31331K5T3	11013	FEDERAL FARM CREDIT BANK		01/11/2012	1,000,000.00	1,003,050.00	1,000,000.00	1.020	AA+	1.020	1,289	01/11/2016
3133EAGH5	11028	FEDERAL FARM CREDIT BANK		03/08/2012	2,000,000.00	2,009,660.00	2,000,000.00	1.250	AA+	1.250	1,711	03/08/2017
3133EAKP2	11032	FEDERAL FARM CREDIT BANK		04/04/2012	1,000,000.00	1,005,790.00	1,000,000.00	1.360	AA+	1.360	1,738	04/04/2017
3133XT6J0	10788	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,026,360.00	2,000,000.00	2.625	AA+	2.625	240	02/26/2013
3133XUBA0	10817	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,001,590.00	1,000,000.00	2.150	AA+	2.150	759	07/30/2014
3133XUPB3	10827	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,003,390.00	1,000,000.00	2.125	AA+	2.125	795	09/04/2014
3133XYKF1	10884	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,006,420.00	1,000,000.00	2.000	AA+	2.000	1,061	05/28/2015
3133XY6S9	10899	FEDERAL HOME LOAN BANK		08/26/2010	1,000,000.00	1,022,240.00	1,013,005.95	2.000	AA+	1.002	485	10/29/2013
313370WA2	10902	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,002,380.00	1,000,000.00	1.375	AA+	1.375	808	09/17/2014
313372W26	10950	FEDERAL HOME LOAN BANK		03/15/2011	1,000,000.00	1,015,920.00	1,000,000.00	2.500	AA+	2.500	1,353	03/15/2016
313373RC8	10956	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,017,290.00	1,001,752.43	1.250	AA+	1.164	759	07/30/2014
313374DV9	10969	FEDERAL HOME LOAN BANK		06/28/2011	1,000,000.00	1,011,280.00	1,007,047.22	2.500	AA+	2.045	1,458	06/28/2016
3133766B6	10993	FEDERAL HOME LOAN BANK		10/27/2011	1,000,000.00	1,002,310.00	1,000,000.00	1.000	AA+	1.000	1,118	07/24/2015
313376M51	11004	FEDERAL HOME LOAN BANK		12/21/2011	1,000,000.00	1,000,030.00	1,000,000.00	1.450	AA+	1.450	1,634	12/21/2016
313376Q99	11007	FEDERAL HOME LOAN BANK		01/13/2012	2,000,000.00	2,016,400.00	2,000,000.00	1.125	AA+	1.125	1,657	01/13/2017
313378W56	11037	FEDERAL HOME LOAN BANK		04/30/2012	2,000,000.00	2,048,880.00	2,000,000.00	2.000	AA+	1.425	1,758	04/24/2017
3128X1CS4	10915	FEDERAL HOME LOAN MORTGAGE CO		10/27/2010	1,000,000.00	1,060,110.00	1,052,570.18	4.580	AA+	0.730	506	11/19/2013
3134G2SQ6	10977	FEDERAL HOME LOAN MORTGAGE CO		07/26/2011	2,000,000.00	2,000,040.00	2,000,000.00	0.400	AA+	0.699	390	07/26/2013
3134G23S9	10995	FEDERAL HOME LOAN MORTGAGE CO		11/07/2011	1,000,000.00	1,001,910.00	1,000,000.00	1.050	AA+	1.050	1,040	05/07/2015
3134G23F7	10996	FEDERAL HOME LOAN MORTGAGE CO		11/16/2011	1,000,000.00	1,002,370.00	1,000,000.00	1.250	AA+	1.250	1,233	11/16/2015
3134G25C2	10997	FEDERAL HOME LOAN MORTGAGE CO		11/29/2011	1,000,000.00	1,003,200.00	1,000,000.00	1.500	AA+	1.500	1,612	11/29/2016
3134G3BQ2	10998	FEDERAL HOME LOAN MORTGAGE CO		11/28/2011	2,000,000.00	2,008,260.00	2,000,000.00	1.375	AA+	1.713	1,611	11/28/2016
3134G3EN6	11003	FEDERAL HOME LOAN MORTGAGE CO		12/30/2011	1,000,000.00	1,004,620.00	1,000,000.00	1.000	AA+	1.000	1,094	06/30/2015
3134G3GG9	11008	FEDERAL HOME LOAN MORTGAGE CO		01/09/2012	1,000,000.00	1,001,850.00	1,000,261.11	0.850	AA+	0.833	922	01/09/2015
3134G3GM6	11009	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	1,000,000.00	1,002,590.00	1,000,000.00	1.300	AA+	1.300	1,657	01/13/2017
3134G3GX2	11010	FEDERAL HOME LOAN MORTGAGE CO		01/13/2012	2,000,000.00	2,010,660.00	2,000,000.00	1.400	AA+	1.400	1,657	01/13/2017
3137EADC0	11017	FEDERAL HOME LOAN MORTGAGE CO		01/30/2012	1,000,000.00	1,005,410.00	996,787.54	1.000	AA+	1.071	1,711	03/08/2017
3134G3MR8	11018	FEDERAL HOME LOAN MORTGAGE CO		02/13/2012	1,000,000.00	1,001,070.00	1,000,000.00	0.550	AA+	0.550	957	02/13/2015
3134G3NA4	11019	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	3,000,000.00	3,014,790.00	3,000,000.00	0.750	AA+	0.750	1,703	02/28/2017
3134G3MX5	11021	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	1,000,000.00	1,002,560.00	1,000,000.00	0.800	AA+	0.800	1,333	02/24/2016
3134G3NA4	11022	FEDERAL HOME LOAN MORTGAGE CO		02/28/2012	2,000,000.00	2,009,860.00	2,000,000.00	0.750	AA+	1.313	1,703	02/28/2017
3134G3MT4	11026	FEDERAL HOME LOAN MORTGAGE CO		02/24/2012	2,000,000.00	2,013,140.00	2,000,000.00	1.125	AA+	1.125	1,699	02/24/2017

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# City of Torrance

## Portfolio Management

### Portfolio Details - Investments

#### June 30, 2012

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3134G3SD3	11027	FEDERAL HOME LOAN MORTGAGE CO		03/28/2012	2,000,000.00	2,010,440.00	2,000,000.00	0.750	AA+	0.750	1,184	09/28/2015
3137EACT4	11034	FEDERAL HOME LOAN MORTGAGE CO		04/26/2012	1,000,000.00	1,066,850.00	1,064,784.96	2.500	AA+	0.810	1,426	05/27/2016
3134G3VH0	11038	FEDERAL HOME LOAN MORTGAGE CO		05/24/2012	5,000,000.00	4,994,950.00	5,000,000.00	1.200	AA+	1.200	1,788	05/24/2017
3134G3WD8	11039	FEDERAL HOME LOAN MORTGAGE CO		06/12/2012	2,000,000.00	1,993,400.00	2,000,000.00	1.250	AA+	1.250	1,807	06/12/2017
3136FPEE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	2,004,680.00	1,999,797.22	1.725	AA+	1.746	1,170	09/14/2015
3136FPGA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,000,460.00	1,000,000.00	1.000	AA+	1.000	446	09/20/2013
3136FRUE1	10965	FEDERAL NATIONAL MORT ASSOC		07/06/2011	2,000,000.00	2,000,140.00	2,000,000.00	2.075	AA+	2.075	1,486	07/06/2016
3136FRUP6	10967	FEDERAL NATIONAL MORT ASSOC		07/15/2011	3,000,000.00	3,051,300.00	3,000,000.00	2.000	AA+	2.000	1,475	07/15/2016
3136FRQW6	10968	FEDERAL NATIONAL MORT ASSOC		06/27/2011	2,000,000.00	2,004,920.00	2,000,000.00	2.000	AA+	2.000	1,457	06/27/2016
3136FRE58	10978	FEDERAL NATIONAL MORT ASSOC		07/27/2011	2,000,000.00	2,002,120.00	2,000,000.00	2.000	AA+	2.000	1,487	07/27/2016
3136FRV59	10987	FEDERAL NATIONAL MORT ASSOC		09/14/2011	1,000,000.00	1,001,790.00	1,000,000.00	1.050	AA+	1.516	1,536	09/14/2016
3136FTFU8	10990	FEDERAL NATIONAL MORT ASSOC		10/26/2011	2,000,000.00	2,005,340.00	2,000,000.00	1.250	AA+	1.839	1,578	10/26/2016
3136FTEP0	10991	FEDERAL NATIONAL MORT ASSOC		10/26/2011	1,800,000.00	1,807,578.00	1,800,000.00	1.375	AA+	1.689	1,578	10/26/2016
3136FTSH3	11000	FEDERAL NATIONAL MORT ASSOC		12/20/2011	1,000,000.00	1,003,850.00	1,000,000.00	1.250	AA+	1.810	1,633	12/20/2016
3136FTTT6	11002	FEDERAL NATIONAL MORT ASSOC		12/28/2011	1,000,000.00	1,004,240.00	1,000,000.00	1.375	AA+	1.815	1,641	12/28/2016
3136FTH44	11016	FEDERAL NATIONAL MORT ASSOC		02/08/2012	2,000,000.00	2,009,620.00	2,000,000.00	1.000	AA+	1.343	1,683	02/08/2017
3136FTV89	11025	FEDERAL NATIONAL MORT ASSOC		02/28/2012	2,000,000.00	2,005,420.00	1,997,366.67	0.500	AA+	1.331	1,703	02/28/2017
3136FT3W7	11031	FEDERAL NATIONAL MORT ASSOC		03/28/2012	2,000,000.00	2,009,940.00	2,000,000.00	1.125	AA+	1.332	1,731	03/28/2017
3136G0DQ1	11033	FEDERAL NATIONAL MORT ASSOC		04/26/2012	2,000,000.00	2,002,740.00	2,000,000.00	1.000	AA+	1.000	1,486	07/26/2016
<b>Subtotal and Average</b>					<b>105,390,000.00</b>	<b>106,620,084.30</b>	<b>105,859,780.31</b>			<b>1.463</b>	<b>1,319</b>	

#### Medium Term Notes

88579EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,044,640.00	1,034,876.72	4.375	AA-	1.200	410	08/15/2013
06738KXV8	10889	Barclays Bank		10/28/2011	3,000,000.00	2,949,840.00	3,000,000.00	4.375	A+	3.287	1,580	10/28/2016
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,050,280.00	1,003,663.51	4.625	AA+	4.300	471	10/15/2013
084670AU2	10938	Berkshire Hathaway		02/08/2011	3,000,000.00	3,030,630.00	3,021,178.42	2.125	AA+	0.956	225	02/11/2013
17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,022,320.00	3,002,865.11	1.750	AA+	1.112	180	12/28/2012
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,088,732.40	1,081,338.48	0.750	A+	1.000	502	11/15/2013
36962G4H4	10913	General Electric		10/19/2010	1,000,000.00	1,011,660.00	1,008,565.96	2.800	AA+	1.125	191	01/08/2013
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	1,020,290.00	985,645.72	2.250	AA+	2.710	1,226	11/09/2015
36962G4X9	10935	General Electric Capital Corp		01/10/2011	2,000,000.00	2,031,100.00	1,998,428.41	2.100	AA+	2.154	555	01/07/2014
36962G5N0	11011	General Electric Capital Corp		01/10/2012	2,000,000.00	2,065,820.00	2,002,714.84	2.900	AA+	2.868	1,653	01/09/2017
36962G5M2	11012	General Electric Capital Corp		01/10/2012	2,000,000.00	2,033,700.00	2,003,870.99	2.150	AA+	2.070	922	01/09/2015
36962G4N1	11024	General Electric Capital Corp		02/22/2012	2,000,000.00	1,982,680.00	1,979,361.77	1.260	AA+	1.597	1,136	08/11/2015
594918AB0	10821	MicroSoft Corp		08/17/2009	1,000,000.00	1,045,310.00	1,000,000.00	2.950	AAA	2.949	700	06/01/2014

Portfolio CITY  
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**City of Torrance  
Portfolio Management  
Portfolio Details - Investments  
June 30, 2012**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Medium Term Notes</b>												
89233P4H6	10945	Toyota Motor Credit Corp		02/23/2011	1,000,000.00	1,008,330.00	1,000,929.20	1.375	AA-	1.290	407	08/12/2013
89233P5S1	11015	Toyota Motor Credit Corp		01/13/2012	1,000,000.00	1,022,140.00	1,003,862.18	2.050	AA-	1.960	1,656	01/12/2017
89233P5Z5	11023	Toyota Motor Credit Corp		02/17/2012	2,000,000.00	2,002,360.00	1,997,372.22	1.051	AA-	1.102	961	02/17/2015
89233P6C5	11036	Toyota Motor Credit Corp		05/01/2012	2,000,000.00	1,978,920.00	2,000,000.00	0.500	AA-	0.997	1,033	04/30/2015
931142CN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,074,420.00	2,002,893.77	3.000	AA	2.902	582	02/03/2014
931142CT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,044,410.00	1,001,051.94	2.250	AA	2.213	1,102	07/08/2015
		<b>Subtotal and Average</b>	<b>32,131,896.37</b>		<b>32,085,000.00</b>	<b>32,507,582.40</b>	<b>32,128,619.24</b>			<b>1.940</b>	<b>820</b>	
<b>Municipal Bond Issues - Coupon</b>												
SYS104Z3	104Z3	Skpk-2001TxAllocRef Bd		12/18/2001	169,300.03	169,300.03	169,300.03	8.000		7.999	0	07/01/2012
		<b>Subtotal and Average</b>	<b>169,300.03</b>		<b>169,300.03</b>	<b>169,300.03</b>	<b>169,300.03</b>			<b>7.999</b>	<b>0</b>	
		<b>Total and Average</b>	<b>183,392,700.59</b>		<b>184,030,698.43</b>	<b>185,692,971.58</b>	<b>184,544,097.98</b>			<b>1.279</b>	<b>900</b>	

**City of Torrance  
Portfolio Management  
Portfolio Details - Cash  
June 30, 2012**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		<b>Average Balance</b>	0.00	Accrued Interest at Purchase		1,031.94	1,031.94				0
				Subtotal		1,031.94	1,031.94				
		<b>Total Cash and Investments</b>	<b>183,392,700.59</b>		<b>184,030,698.43</b>	<b>185,694,003.52</b>	<b>184,545,129.92</b>			<b>1.279</b>	<b>900</b>

  
 City of Torrance  
 Investment Report  
 June 2012

**CASH AND INVESTMENT PORTFOLIO SHARE (A)  
AS OF JUNE 30, 2012**

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	61,572,050.85	60,988,354.47	33.37
Parks & Recr Facility & Open Space	4,215,329.27	4,175,368.40	2.28
State Gas Tax	11,480,237.78	11,371,406.37	6.22
Federal Housing, Community Dev	1,068,791.00	1,058,658.98	0.58
Street Lighting	27,318.98	27,060.00	0.01
Traffic Congestion Relief Act 2000 - AB2928	343,519.81	340,263.28	0.19
Proposition 1B	1,944,159.31	1,925,728.89	1.05
Police Asset Forfeiture	4,143,974.73	4,104,690.30	2.25
Drainage Improvement	19,630.57	19,444.47	0.01
Measure R Local Return	3,032,546.26	3,003,798.05	1.64
Government Cable	3,997,450.59	3,959,555.19	2.17
Local Return - Proposition C	4,331,748.99	4,290,684.48	2.35
TDA Article 3 Bicycle Fund	22,369.90	22,157.84	0.01
Grants/Donations	(900,257.32)	(891,722.98) (B)	(0.49)
CDBG Fund	(26,249.06)	(26,000.22) (C)	(0.01)
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	150,653.27	149,225.09	0.08
Seismic Education Fund	62,601.65	62,008.19	0.03
Rehabilitation Housing	692,903.38	686,334.73	0.38
Meadow Park Parking Lot	33,114.74	32,800.82	0.02
Police Inmate Welfare Fund	51,806.90	51,315.78	0.03
Capital Improvements	20,482,890.41	20,288,714.83	11.10
Geologic Hazard Abatement	14,453.66	14,316.64	0.01
El Camino Training Fund-Fire	161,694.46	160,161.61	0.09
El Camino Training Fund-Police	10,095.71	10,000.00	0.01
Vanpool/Rideshare Fund	8,483.20	8,402.78	0.00
Torrance Public Financing - 1998 COP Fire/Police	(10,065.08)	(9,969.66) (D)	(0.01)
Animal Control Fund	-	-	0.00
Successor Agency - Skypark Capital Project	6,674.41	6,611.14	0.00
Successor Agency - Downtown Capital Project	162,912.23	161,367.84	0.09
Successor Agency - Industrial Capital Project	78,956.43	78,207.93	0.04
Successor Agency - Low Mod Housing Capital Project	-	-	0.00
Successor Agency - Downtown Debt Service	745,327.07	738,261.45	0.40
Successor Agency - Skypark Debt Service	(278,555.00)	(275,914.33) (E)	(0.15)
Successor Agency - Industrial Debt Service	(2,277,277.74)	(2,255,689.39)	(1.23)
Underground Storage Tank Fund	3,028.71	3,000.00	0.00
DNA Sampling Fund	73,355.40	72,660.00	0.04
Airport Fund	5,930,105.65	5,873,888.89	3.21
Transit Operations	9,732,198.52	9,639,938.33	5.27
Development Impact Fund	1,338,909.15	1,326,216.44	0.73
Water Operations	7,386,158.40	7,316,138.42	4.00
Emergency Medical Service Enterprise Fund	-	-	0.00
Sanitation Operations	(216,739.90)	(214,685.23) (F)	(0.12)
Cultural Arts Enterprise	241,783.56	239,491.48	0.13
Sewer Enterprise Fund	9,785,297.75	9,692,534.19	5.30
Parks & Recreation Enterprise Fund	(196,373.48)	(194,511.88) (G)	(0.11)
Self Insurance Fund	7,709,940.91	7,636,851.50	4.18
Fleet Services	16,343,411.69	16,188,477.92	8.86
Postemployment/Compensated Absences Fund	7,614,282.13	7,542,099.56	4.13
Trust & Agency	3,429,448.13	3,396,937.31	1.86
<b>TOTAL</b>	<b>184,544,097.98</b>	<b>182,794,639.90</b>	<b>100.00</b>

- (A) The difference between the Share of Investments total of \$184,544,097.98 and the Pooled Cash and Investments total of \$182,794,639.90 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)
- (B) T-030 Del Amo Blvd. extension project - Federal Grant MTA pass thru has a negative cash balance of <\$1,144,052.72>. Reimbursement request has been submitted for the amount of \$1,193,763.68 on July 10, 2012.  
T-030 Del Amo Blvd. extension project - ARRA-Federal Grant has a negative cash balance of <\$312,417.80>. The balance of \$312,147.80 represents the 10% retention. Department will request reimbursement when releasing the retention.  
FEAP702 Fluoridation County Grants project - County Grant has a negative cash balance of <\$165,230.97>. Reimbursement request will be submitted in July 2012.  
FEAP764 Torrance Transit Terminal project - Measure R HW-MTA Grant has a negative cash balance of <\$202,454.68>. Quarterly reimbursement request will be submitted in July 2012.  
EECBG Energy project - Fed Grant has a negative cash balance of <\$144,286.44>. Department will submit the reimbursement request after corrections are made on final invoices from the contractors.  
2008 UASI Grant-Fire - UASI Grant-P25 Radios has a negative cash balance of <\$495,121.99>. Reimbursement request has been submitted in Jan 2012.
- (C) CDBG Fund has a negative cash balance for <\$26,000.22>. Reimbursement check in the amount of \$19,373 was received on 7/17/2012. Balance will be received in July 2012.
- (D) A written requisition for disbursement from the Construction Fund for the Certificates of Participation Series 2004 A&B will be requested when the total amount exceeds \$10,000.
- (E) According to AB1X26, property tax payment of \$1,691,524.71 received on 6/1/12 is in a separate bank account.
- (F) Waste Water cash balance of \$786,414 was transferred from Sanitation to Sewer fund 02/29/12 per Council Item 01/24/12, 13A.
- (G) Negative cash balance represents net losses from prior years and decrease in subsidy from the General Fund.



City of Torrance  
Investment Report  
June 2012

**CASH AND INVESTMENTS RECONCILIATION  
AS OF JUNE 30, 2012**

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		<b>184,544,097.98</b>
CASH AND INVESTMENTS PER BOOKS		<b>182,794,639.90</b>
CASH IN BANKS:		
Cash in B of A General Account		(710,494.27)
OUTSTANDING WARRANTS:		
General Account	690,305.84	
Payroll Account	75,556.20	
Workers Compensation Account	160,959.09	
	<hr/>	926,821.13
Miscellaneous outstanding adjusting journal entries		29,171.39
Housing Fund restricted cash		(1,296,416.19)
Payroll for PE 06/30/12 posted on 06/30/12 and paid on 07/06/12		2,800,376.02
INVESTMENTS PER BOOKS		<b>184,544,097.98</b>