

Council Meeting of
August 2, 2011

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

Members of Council:

SUBJECT: Accept and file June 2011 monthly investment report.

RECOMMENDATION

Recommendation of the City Treasurer that City Council accept and file the monthly investment report for June 2011.

FUNDING

Not applicable

BACKGROUND

On January 4, 2011, Your Honorable Body, through passage of Resolution 2011-04, 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 2011.

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.

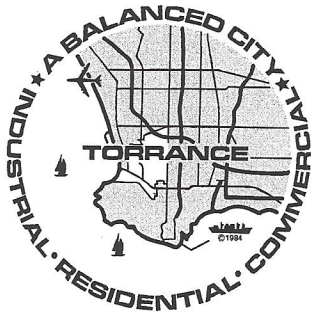
Respectfully submitted,


for 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, 2011

Table of Content

	<u>Page</u>
I. CITY OF TORRANCE – POOLED FUNDS	
• <u>Summary Reports</u>	
○ Investment Portfolio Highlights	1
○ Investment Portfolio Summary	
○ Investment Portfolio Activity	
○ Portfolio Performance	2
○ Return and Interest Earning Summary	
○ Portfolio Diversification	
○ Market Value and Credit Rating	3
○ Portfolio Summary	
○ Value of Portfolio per GASB no. 31	4 - 8
• <u>Detailed Reports</u>	
○ Investment Portfolio Details	
II. RESTRICTED FUNDS – Appear Quarterly	
III. CASH & INVESTMENT PORTFOLIO SHARE	
• Cash & Investment Share as of June 30, 2011	9
• Cash & Investment Reconciliation	10



Investment Portfolio Highlights

RETURN	Current Month	Previous Month
Average City Portfolio YTM	1.432%	1.465%
Average U.S. Treasury Constant LAIF Average Monthly Return	0.450%	0.450%
Average City Portfolio YTM - 1 year	0.448%	0.413%
INTEREST INCOME	2.134%	1.948%
Fiscal year to date	Current Period	Prior Year
Current month	\$2,792,874	\$4,365,023
	\$213,988	\$290,240
MATURITY	Current Month	Prior Month
Average Maturity (days)	783	786
Average Maturity 1 Year Prior	943	794
Weighted Average Maturity (years)	2.15	2.15
VOLUMES	Total \$ Volume	# of Transactions
Purchases	\$33,707,091	6
Maturities	\$35,086,591	10

Investment Report
June 2011

Month End	Year	Number of Securities	Average Balance	Yield to Maturity	Yield to Maturity 365	Rate	Inv Purchased	Inv Redeemed	Average Term	Average Days to Mat
June	2010	97	172,280,902.64	2.105	2.134	0.528%	9	11	1.162	943
July	2010	95	159,759,724.07	1.963	1.990	0.531%	3	4	1.084	872
August	2010	90	156,005,742.99	1.804	1.829	0.513%	3	9	1.014	803
September	2010	93	152,517,311.30	1.834	1.859	0.500%	6	3	1.073	843
October	2010	97	149,927,484.87	1.745	1.769	0.480%	10	6	1.073	837
November	2010	103	148,449,326.74	1.742	1.766	0.454%	10	4	1.141	833
December	2010	105	147,425,111.17	1.722	1.745	0.462%	6	4	1.159	909
January	2011	104	153,975,753.83	1.612	1.634	0.538%	4	5	1.070	834
February	2011	110	165,317,959.66	1.708	1.731	0.512%	11	6	1.172	934
March	2011	107	165,669,229.23	1.662	1.685	0.500%	7	10	1.157	914
April	2011	105	167,983,955.20	1.539	1.56	0.588%	2	4	1.055	830
May	2011	106	177,136,223.90	1.445	1.465	0.413%	6	5	1.013	786
June	2011	102	182,987,408.39	1.413	1.432	0.448%	6	10	1.000	783
Average		101	161,428,863.55	1.715%	1.739%	0.498%	6	6	1.090	855

Portfolio Activity Detail

Investment Number	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS HELD	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
10959	Great Pacific Securities	6/2/2011	FHLMC	AAA/Aaa	6/2/2014	1067	1.375%	1.375%	1,000,000	1,000,000	101,370
10963	Morgan Stanley	6/15/2011	FPCB	AAA/Aaa	6/15/2015	1445	1.680%	1.680%	2,000,000	2,000,000	1,982,760
10964	Great Pacific Securities	6/20/2011	FHLMC	AAA/Aaa	6/20/2016	1816	2.050%	2.050%	2,000,000	2,000,000	1,978,260
10966	Morgan Stanley	6/29/2011	FHLMC	AAA/Aaa	6/29/2016	1825	2.000%	2.011%	1,999,006	1,999,006	1,978,260
10968	Stone & Youngberg	6/27/2011	FHLMC	AAA/Aaa	6/27/2016	1823	2.000%	2.000%	2,000,000	2,000,000	1,975,700
10969	Great Pacific Securities	6/28/2011	FHLMC	AAA/Aaa	6/28/2016	1824	2.500%	2.045%	1,021,500	1,021,351	1,015,010

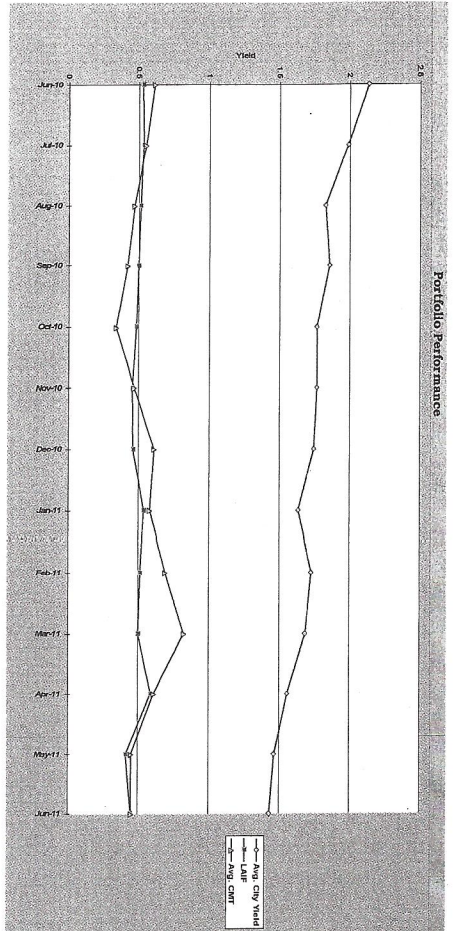
MATURITIES/CALLS

Investment Number	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS HELD	RATE	YIELD	PAR VALUE	COST	MARKET VALUE
10891	Higgins Capital	6/3/2010	FHLMC	AAA/Aaa	6/3/2011	365/365	0.580%	2.474%	10,020,500	10,020,356	9,031,200
10892	Higgins Capital	6/15/2010	FHLMC	AAA/Aaa	6/15/2012	365/731	1.125%	1.125%	4,000,000	4,000,000	4,000,000
10886	Higgins Capital	6/3/2010	FPCB	AAA/Aaa	6/3/2013	365/1096	1.680%	1.680%	1,000,000	1,000,000	1,000,000
10904	Chigroup	9/9/2010	FPCB	AAA/Aaa	9/9/2013	274/1096	1.040%	1.040%	1,000,000	1,000,000	1,000,000
10885	Chigroup	6/2/2010	FHLMC	AAA/Aaa	6/2/2014	365/1461	2.250%	2.250%	1,000,000	1,000,000	1,000,000
10888	Wedbush	6/2/2010	FHLMC	AAA/Aaa	6/2/2014	365/1461	2.250%	2.250%	1,000,000	1,000,000	1,000,000
10911	Chigroup	10/8/2010	FHLMC	AAA/Aaa	7/7/2014	251/1368	1.350%	1.350%	1,000,000	1,000,000	1,000,000
10894	Chigroup	6/28/2010	FHLMC	AAA/Aaa	9/29/2014	366/1354	2.000%	2.000%	1,000,000	1,000,000	1,000,000
10927	Great Pacific Securities	12/15/2010	FHLMC	AAA/Aaa	12/15/2015	182/1826	2.100%	2.100%	1,000,000	1,000,000	1,000,000
10960	Chigroup	5/26/2011	FHLMC	AAA/Aaa	12/30/2015	35/1679	1.750%	1.750%	2,000,000	2,000,000	2,000,000

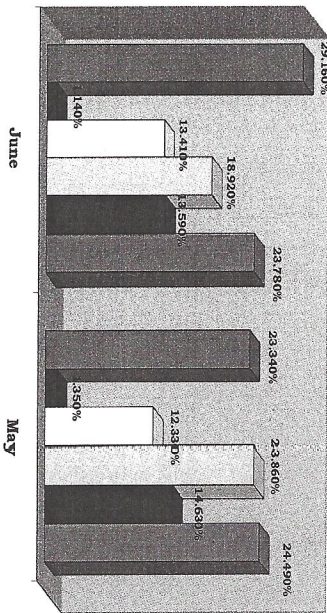
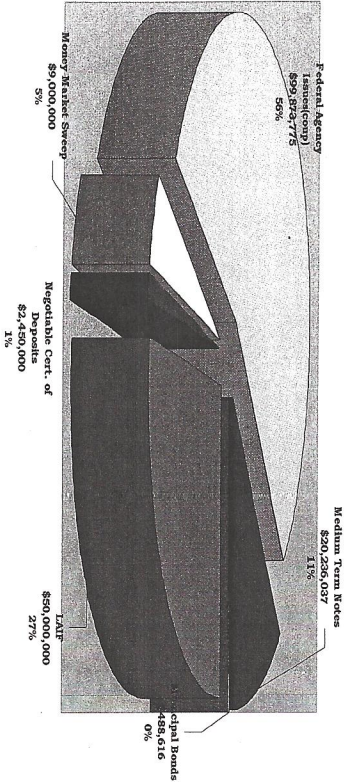
State of California	Beginning Balance	Rate	Yield	Deposits	Withdrawals	Interest	Ending Balance
Local Agency Pool	9,400,000	0.448%	0.448%	4,400,000	4,800,000	9,000,000	13,700%
City	7,000,000	0.448%	0.448%	4,800,000	4,800,000	7,000,000	19,000,000
Redevelopment Agency	34,000,000	0.448%	0.448%	4,800,000	4,800,000	7,000,000	19,000,000
TRANS Repayment	\$ 50,400,000					\$ 50,000,000	



Investment Report
June 2011



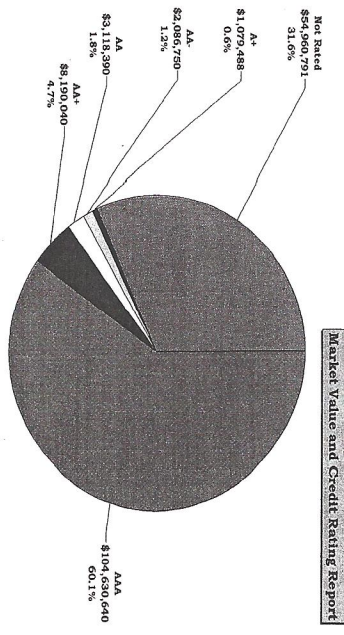
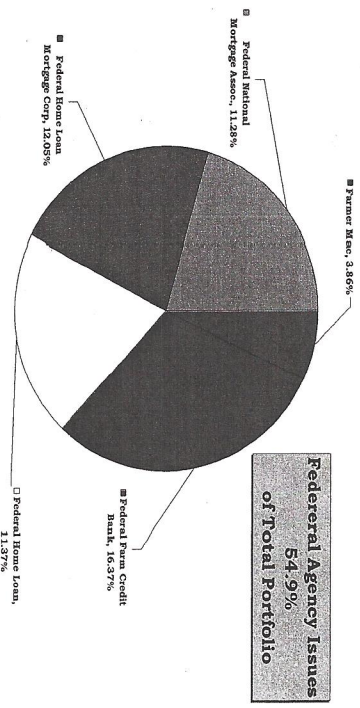
Portfolio Diversification



- 01 day to 6 months
- 06 months to 1 year
- 01 year to 2 years
- 02 years to 3 years
- 03 years to 4 years
- 04 years to 5 years

Interest Earnings Summary

CD/Coupon/Discount Investments:	Month Ending June 30	Fiscal Year End
Interest Collected	272,323	2,916,107
Plus Accrued Interest at Last Reported Interest at	607,131	607,131
Less Accrued Interest at	666,985	852,305
Interest Earned	212,469	2,690,933
Adjusted by Premium	-15,534	-113,271
Adjusted by Capital	196,934	2,596,962
Cash/Checking Accounts:		
Interest Collected	0	187,630
Plus Accrued Interest at	61,508	61,508
Less Accrued Interest at	44,434	53,975
Interest Earned	17,074	185,133
Total Interest Earned	229,523	2,886,846
Total Adjustments for Premiums and Discounts	-15,534	-113,271
Total Capital Gains or Total Earnings this Period	\$213,988	\$2,792,875

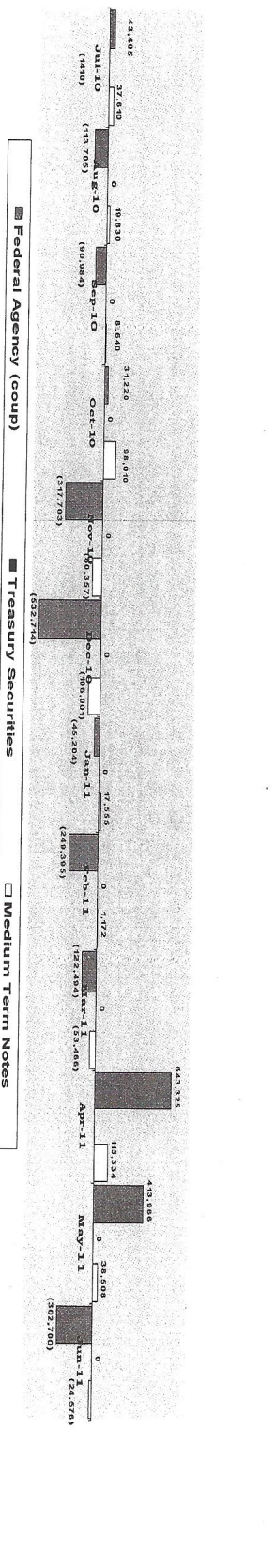




Investment Report June 2011

Portfolio Summary

Local Agency Investment Fund	Book Value	% of Portfolio	% per Policy	Duration	Days to Maturity	Current Yield	
Certificates of Deposit - Collateralized	0	0	0	180	0	0.000%	
Money Market Sweep Account	2,450,000	1.35%	1.023	367	5 years	2.145%	
Federal Agency Issues - COUDOTS	9,000,000	4.94%	1	1	N/A	0.100%	
Federal Farm Credit Bank	99,873,775	54.85%	75%	1,530	1,252	5 years	1.913%
Federal Home Loan Bank	7,000,000	3.86%	30%	1,110	1,157	5 years	1.395%
Federal Home Loan Mortgage Corp.	29,652,511	16.37%	30%	1,167	1,234	5 years	1.605%
Federal National Mortgage Assoc.	20,546,549	11.37%	30%	994	1,035	5 years	1.187%
Treasury Securities - Coupons	22,082,462	12.05%	30%	1,361	1,425	5 years	1.699%
Medium Term Notes	20,592,254	11.28%	30%	1,273	1,336	5 years	1.750%
Municipal Bond Issues - Coupon	0	0.00%	100%	0	0	5 years	0.000%
Total Investments & Averages	20,236,037	11.12%	20%	1,219	807	5 years	1.878%
Effective Rate of Return	488,616	0.27%		3,848	366		7.999%
Pending Redemptions	182,048,428	100.00%		1,000	783		1.432%
Accrued Interest at Purchase	0	1.42%					1.74%
Total Accrued Interest	14,138						
TOTAL CASH & INVESTMENTS	182,062,567						



Portfolio Note:
 **Maximum allowed by Investment Policy is \$50 million per agency. General LAF account = \$ 3,500,000
 RDA LAF account = \$ 6,000,000
 TRANS payment = \$17,000,000
 I certify that this report accurately reflects all pooled investments and is in conformity with the City of Tallahassee Investment Policy Statement adopted by resolution 2011-04 on January 4, 2011. A copy of this policy is available at the office of the City Clerk. The investment program herein shows sufficient cash recovered by the Investment Agency Committee.

[Signature]
 City Treasurer

[Signature]
 City Manager

[Signature]
 Director of Finance

[Signature]
 City Attorney

[Signature]
 City Treasurer

GAIB Required securities	Beginning Investment Value as of July 1, 2010	Purchase/Redemption of Principal	Change in Market Value	Ending Investment Value as of June 30, 2011
Federal Agency (coup)	104,259,550	-3,157,535	-666,635	100,435,380
Treasury Securities	1,001,410	-1,000,000	-1,410	0
Medium Term Notes	13,317,850	7,257,920	72,258	20,648,028
Municipal Bonds	783,841	-295,225	0	488,616
SUB-TOTAL PER GAIB 31	\$119,362,651	\$2,805,159	(\$595,787)	\$121,572,024
Non-GAIB	28,775,000	21,225,000	0	50,000,000
LAF	0	9,000,000	0	9,000,000
Money Market	0	0	0	0
Federal Agency -	0	0	0	0
Treasury Security -	0	0	0	0
Certificate of	0	0	0	0
Deposits - Disc.	0	0	0	0
Negotiable	2,450,000	0	0	2,450,000
Certificate: Deposits	0	0	0	0
Commercial paper	0	0	0	0
TOTAL PORTFOLIO	\$150,587,651	\$33,030,159	(\$595,787)	\$183,022,024



**City of Torrance
Portfolio Management
Portfolio Summary
June 30, 2011**

City of Torrance
3031 W. Torrance Blvd.
Torrance, CA
(310) 618-5801

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM
Local Agency Investment Funds	50,000,000.00	50,000,000.00	50,000,000.00	27.47	1	1	0.448
Cert. of Deposit - Insured	2,450,000.00	2,494,075.50	2,450,000.00	1.35	1,023	387	2.145
Money Market Sweep Account	9,000,000.00	9,000,000.00	9,000,000.00	4.94	1	1	0.010
Federal Agency/ Issues - Coupon	99,399,000.00	100,435,379.99	99,873,775.07	54.86	1,530	1,252	1.913
Medium Term Notes	20,085,000.00	20,648,028.20	20,236,037.46	11.12	1,219	807	1.878
Municipal Bond Issues - Coupon	488,615.92	488,615.92	488,615.92	0.27	3,848	366	7.999
Investments	181,422,615.92	183,066,099.61	182,048,428.45	100.00%	1,000	783	1.432

Cash and Accrued Interest	Subtotal	Subtotal	Subtotal
Accrued Interest at Purchase		14,138.47	14,138.47
Total Cash and Investments	181,422,615.92	183,080,238.08	182,062,566.92

Total Earnings	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	213,988.31	2,792,874.21	2,792,874.21
Average Daily Balance	182,987,408.39	160,536,915.13	
Effective Rate of Return	1.42%	1.74%	

I certify that this report accurately reflects all pooled investments and is in conformity with the City of Torrance Investment Policy Statement adopted by Res. 2011-04 & Res. RA2011-01 on Jan. 4, 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 month's estimated expenditures.

Dana Cortez, City Treasurer

Reporting period 06/01/2011-06/30/2011

Run Date: 07/12/2011 - 15:36

**City of Torrance
Portfolio Management
Portfolio Details - Investments
June 30, 2011**

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 GENL	9,000,000.00		9,000,000.00	9,000,000.00	9,000,000.00	0.448		0.448	1	
SYS10001	10001	Local Agency Invest. Fund RDA	7,000,000.00		7,000,000.00	7,000,000.00	7,000,000.00	0.448		0.448	1	
SYS1000a	1000A	LAIF - TRANS FUNDS	34,000,000.00	07/01/2010	34,000,000.00	34,000,000.00	34,000,000.00	0.448		0.448	1	
		Subtotal and Average	49,870,000.00		50,000,000.00	50,000,000.00	50,000,000.00			0.448	1	
Cert. of Deposit - Insured												
31918DDA0	10839	First Bank Lexington Tennessee	245,000.00	12/16/2009	245,000.00	249,824.05	245,000.00	2.050		2.050	535	12/17/2012
02586TG32	10829	American Express Centurian	245,000.00	09/23/2009	245,000.00	246,533.70	245,000.00	1.800		1.800	84	09/23/2011
05568PSJ7	10832	BMW Bank of North America	245,000.00	09/23/2009	245,000.00	250,024.95	245,000.00	2.300		2.300	451	09/24/2012
149159GX7	10830	Cathay Bank	245,000.00	10/05/2009	245,000.00	246,592.50	245,000.00	1.750		1.750	96	10/05/2011
254670KM1	10831	Discover Bank	245,000.00	09/23/2009	245,000.00	249,312.00	245,000.00	2.050		2.050	451	09/24/2012
36159SJS1	10838	GE Money Bank	245,000.00	12/11/2009	245,000.00	250,424.30	245,000.00	2.350		2.350	529	12/11/2012
46147ULM0	10824	Investors Community Bank	245,000.00	08/24/2009	245,000.00	249,753.00	245,000.00	2.250		2.250	420	08/24/2012
50968SEAY	10823	Lake Forest B&T	245,000.00	08/26/2009	245,000.00	251,066.20	245,000.00	2.350		2.350	423	08/27/2012
59740JGR4	10833	MidFirst Bank	245,000.00	10/14/2009	245,000.00	250,277.30	245,000.00	2.350		2.350	472	10/15/2012
86789UBH1	10822	SunSouth Bank	245,000.00	08/18/2009	245,000.00	250,267.50	245,000.00	2.200		2.200	413	08/17/2012
		Subtotal and Average	2,450,000.00		2,450,000.00	2,494,075.50	2,450,000.00			2.145	387	
Money Market Sweep Account												
SYS10131	10131	Bank of America	0.00		0.00	0.00	0.00	0.450	AA	0.450	1	
SYS1000	1000	Union Bank of California	9,000,000.00		9,000,000.00	9,000,000.00	9,000,000.00	0.010		0.010	1	
		Subtotal and Average	9,446,505.05		9,000,000.00	9,000,000.00	9,000,000.00			0.010	1	
Federal Agency Issues - Coupon												
31315PMT3	10930	Farmer Mac	2,000,000.00	12/30/2010	2,000,000.00	2,019,900.00	2,000,000.00	2.570	AAA	2.570	1,643	12/30/2015
31315PON2	10936	Farmer Mac	3,000,000.00	02/03/2011	3,000,000.00	3,042,570.00	3,000,000.00	1.340	AAA	1.340	948	02/03/2014
31315PSU4	10951	Farmer Mac	2,000,000.00	03/14/2011	2,000,000.00	2,013,540.00	2,000,000.00	1.630	AAA	1.630	987	03/14/2014
31331XT36	10678	FEDERAL FARM CREDIT BANK	1,000,000.00	08/01/2007	1,000,000.00	1,053,000.00	1,000,000.00	5.250	AAA	5.250	397	08/01/2012
31331GCF4	10776	FEDERAL FARM CREDIT BANK	1,000,000.00	09/23/2008	1,000,000.00	1,006,890.00	1,000,026.69	3.125	AAA	3.113	84	09/23/2013
31331GVD8	10800	FEDERAL FARM CREDIT BANK	1,000,000.00	05/08/2009	1,000,000.00	1,030,340.00	1,000,000.00	2.200	AAA	2.200	647	04/08/2013
31331GZJ7	10835	FEDERAL FARM CREDIT BANK	1,000,000.00	10/27/2009	1,000,000.00	1,009,170.00	1,000,000.00	2.875	AAA	2.875	1,214	10/27/2014
31331JKA0	10870	FEDERAL FARM CREDIT BANK	1,000,000.00	04/09/2010	1,000,000.00	1,014,830.00	1,000,000.00	2.900	AAA	2.900	1,378	04/09/2015
31331XMMW8	10879	FEDERAL FARM CREDIT BANK	500,000.00	05/05/2010	500,000.00	556,775.00	537,674.00	5.000	AAA	2.192	1,029	04/25/2014
31331JQD8	10883	FEDERAL FARM CREDIT BANK	1,000,000.00	06/08/2010	1,000,000.00	1,019,810.00	1,000,000.00	2.590	AAA	2.590	1,438	06/08/2015
31331JQ55	10907	FEDERAL FARM CREDIT BANK	1,000,000.00	10/06/2010	1,000,000.00	1,001,110.00	1,000,000.00	1.150	AAA	1.150	1,193	10/06/2014

Portfolio CITY

AP

PM (PRF_PW2) 7.2.5

**City of Torrance
Portfolio Management
Portfolio Details - Investments
June 30, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
31331JQ89	10908	FEDERAL FARM CREDIT BANK		10/18/2010	1,000,000.00	1,001,960.00	1,000,000.00	1.000	AAA	1.000	840	10/18/2013
31331JX99	10916	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	998,560.00	1,000,000.00	1.230	AAA	1.230	1,222	11/04/2014
31331JZ48	10918	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	995,410.00	1,000,000.00	1.230	AAA	1.230	1,222	11/04/2014
31331JBR3	10922	FEDERAL FARM CREDIT BANK		11/19/2010	1,000,000.00	993,750.00	996,691.18	1.620	AAA	1.804	1,599	11/18/2015
31331JBP3	10931	FEDERAL FARM CREDIT BANK		12/28/2010	2,000,000.00	2,017,760.00	2,000,000.00	2.450	AAA	2.450	1,641	12/28/2015
31331JTE7	10933	FEDERAL FARM CREDIT BANK		01/11/2011	1,000,000.00	1,002,320.00	1,000,000.00	0.750	AAA	0.750	560	01/11/2013
31331KCF5	10941	FEDERAL FARM CREDIT BANK		02/16/2011	2,000,000.00	2,026,240.00	1,999,750.00	2.800	AAA	2.804	1,691	02/16/2016
31331KCK4	10942	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,024,520.00	1,000,000.00	2.030	AAA	2.030	1,327	02/17/2015
31331KDA5	10943	FEDERAL FARM CREDIT BANK		02/24/2011	2,000,000.00	2,015,980.00	2,000,000.00	1.700	AAA	1.700	969	02/24/2014
31331XZQ4	10942	FEDERAL FARM CREDIT BANK		03/01/2011	1,000,000.00	1,095,010.00	1,083,437.62	5.000	AAA	1.100	796	09/04/2013
31331JGK6	10952	FEDERAL FARM CREDIT BANK		03/29/2011	775,000.00	780,711.75	775,000.00	2.100	AAA	2.100	1,284	01/05/2015
31331KGH7	10953	FEDERAL FARM CREDIT BANK		03/30/2011	2,000,000.00	2,027,680.00	1,998,505.56	2.540	AAA	2.561	1,734	03/30/2016
31331VPU2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,273,560.00	2,238,450.00	4.950	AAA	2.280	1,736	04/01/2016
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,014,600.00	1,000,000.00	1.400	AAA	1.400	1,011	04/07/2016
31331JZP7	10962	FEDERAL FARM CREDIT BANK		05/27/2011	1,024,000.00	1,024,010.24	1,022,976.00	1.250	AAA	1.287	1,236	11/17/2014
3133XT6J0	10768	FEDERAL FARM CREDIT BANK		06/15/2011	2,000,000.00	1,982,760.00	2,000,000.00	1.680	AAA	1.680	1,445	06/15/2015
3133XT6W1	10789	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,060,620.00	2,000,000.00	2.625	AAA	2.625	606	02/26/2013
3133XTA97	10790	FEDERAL HOME LOAN BANK		02/27/2009	2,000,000.00	2,024,340.00	2,000,000.00	2.150	AAA	2.150	241	02/27/2012
3133XUBA0	10817	FEDERAL HOME LOAN BANK		03/06/2009	1,000,000.00	1,003,610.00	1,000,000.00	2.100	AAA	2.100	67	09/08/2011
3133XUPB3	10827	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,019,840.00	1,000,000.00	2.150	AAA	2.150	1,125	07/30/2014
3133XWHJ1	10846	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,020,560.00	1,000,000.00	2.125	AAA	2.125	1,161	09/04/2014
3133XXPD3	10865	FEDERAL HOME LOAN BANK		12/28/2009	1,500,000.00	1,513,335.00	1,500,000.00	2.050	AAA	2.050	728	06/28/2013
3133XXKF1	10884	FEDERAL HOME LOAN BANK		03/28/2010	2,000,000.00	2,017,680.00	2,000,000.00	1.500	AAA	1.500	999	03/28/2014
3133XXBS9	10899	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,023,140.00	1,000,000.00	2.000	AAA	2.000	1,427	05/28/2015
313370TX6	10901	FEDERAL HOME LOAN BANK		08/26/2010	1,000,000.00	1,030,910.00	1,022,801.22	2.000	AAA	1.002	851	10/29/2013
313370WA2	10902	FEDERAL HOME LOAN BANK		09/23/2010	1,000,000.00	1,002,870.00	999,772.22	1.000	AAA	1.649	1,545	09/23/2015
31337CQ7	10912	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,007,530.00	1,000,000.00	1.375	AAA	1.375	1,174	09/17/2014
31337IR32	10921	FEDERAL HOME LOAN BANK		10/28/2010	1,000,000.00	1,000,430.00	1,000,000.00	1.000	AAA	1.010	1,580	10/28/2015
31337ZNX8	10944	FEDERAL HOME LOAN BANK		11/24/2010	1,000,000.00	992,892.00	1,000,000.00	1.050	AAA	1.757	1,607	11/24/2015
31337ZW26	10950	FEDERAL HOME LOAN BANK		02/28/2011	1,000,000.00	1,011,100.00	1,000,000.00	2.000	AAA	2.000	1,246	11/28/2014
31337RCV8	10956	FEDERAL HOME LOAN BANK		03/15/2011	1,000,000.00	1,023,030.00	1,000,000.00	2.500	AAA	2.500	1,719	03/15/2016
313374DV9	10969	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,007,680.00	1,002,594.71	1.250	AAA	1.164	1,125	07/30/2014
3134G1VSO	10903	FEDERAL HOME LOAN MORTGAGE CO		06/28/2011	1,000,000.00	1,015,010.00	1,021,380.56	2.500	AAA	2.045	1,824	06/28/2016
3134G1VH3	10909	FEDERAL HOME LOAN MORTGAGE CO		10/21/2010	1,000,000.00	1,000,500.00	1,000,000.00	1.125	AAA	1.125	843	10/21/2013
		FEDERAL HOME LOAN MORTGAGE CO		10/28/2010	1,000,000.00	1,000,580.00	1,000,000.00	1.200	AAA	1.200	1,032	04/28/2014

Portfolio CITY

AP

City of Torrance
Portfolio Management
Portfolio Details - Investments
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
3128X1CS4	10915	FEDERAL HOME LOAN MORTGAGE CO		10/27/2010	1,000,000.00	1,093,910.00	1,090,572.72	4.580	AAA	0.730	872	11/19/2013
3134G1XV1	10917	FEDERAL HOME LOAN MORTGAGE CO		11/16/2010	1,000,000.00	996,440.00	1,000,000.00	1.700	AAA	1.710	1,599	11/16/2015
3134G1XX7	10919	FEDERAL HOME LOAN MORTGAGE CO		11/09/2010	1,000,000.00	998,820.00	1,000,000.00	1.000	AAA	1.744	1,592	11/09/2015
3134G1YF5	10920	FEDERAL HOME LOAN MORTGAGE CO		11/17/2010	1,000,000.00	992,640.00	1,000,000.00	1.750	AAA	1.834	1,600	11/17/2015
3134G1ZU1	10923	FEDERAL HOME LOAN MORTGAGE CO		11/23/2010	2,000,000.00	1,979,260.00	1,996,844.44	1.750	AAA	1.834	1,606	11/23/2015
3134G1ZU1	10926	FEDERAL HOME LOAN MORTGAGE CO		12/10/2010	2,000,000.00	1,979,260.00	1,996,895.04	1.750	AAA	1.829	1,606	11/23/2015
3134G1X58	10937	FEDERAL HOME LOAN MORTGAGE CO		02/04/2011	2,000,000.00	2,003,440.00	1,999,301.72	2.500	AAA	2.548	1,672	01/28/2016
3134G17A6	10949	FEDERAL HOME LOAN MORTGAGE CO		03/23/2011	1,000,000.00	1,009,080.00	1,000,000.00	1.750	AAA	1.750	1,180	09/23/2014
3134G2HES	10957	FEDERAL HOME LOAN MORTGAGE CO		05/23/2011	2,000,000.00	2,005,580.00	1,999,842.22	1.250	AAA	1.253	1,057	05/23/2014
3134G2HC9	10958	FEDERAL HOME LOAN MORTGAGE CO		05/25/2011	2,000,000.00	2,004,600.00	2,000,000.00	1.500	AAA	1.500	1,243	11/25/2014
3134G2HL9	10959	FEDERAL HOME LOAN MORTGAGE CO		06/02/2011	1,000,000.00	1,001,370.00	1,000,000.00	1.375	AAA	1.375	1,067	06/02/2014
3134G2LB6	10964	FEDERAL HOME LOAN MORTGAGE CO		06/20/2011	2,000,000.00	1,978,260.00	2,000,000.00	2.050	AAA	2.050	1,816	06/20/2016
3134G2LW0	10966	FEDERAL HOME LOAN MORTGAGE CO		06/29/2011	2,000,000.00	1,978,100.00	1,999,005.56	2.000	AAA	2.011	1,825	06/29/2016
3136FHPX7	10799	FEDERAL NATIONAL MORT ASSOC		05/14/2009	2,000,000.00	2,010,400.00	2,000,000.00	2.125	AAA	2.125	1,048	05/14/2014
31388AYN6	10815	FEDERAL NATIONAL MORT ASSOC		07/28/2009	2,000,000.00	2,003,400.00	2,000,000.00	3.000	AAA	3.000	1,123	07/28/2014
31386J4C2	10856	FEDERAL NATIONAL MORT ASSOC		02/23/2010	1,000,000.00	1,009,640.00	1,000,000.00	2.000	AAA	2.000	784	08/23/2013
31386FMB4	10886	FEDERAL NATIONAL MORT ASSOC		07/28/2010	1,000,000.00	1,001,080.00	1,000,000.00	1.500	AAA	2.229	1,488	07/28/2015
31386FPM9	10897	FEDERAL NATIONAL MORT ASSOC		08/25/2010	1,000,000.00	1,000,570.00	1,000,000.00	1.000	AAA	1.743	1,151	08/25/2014
31386FPG8	10900	FEDERAL NATIONAL MORT ASSOC		09/15/2010	1,600,000.00	1,603,696.00	1,600,000.00	1.375	AAA	1.994	1,537	09/15/2015
31386FPE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	1,979,420.00	1,998,797.22	1.725	AAA	1.746	1,536	09/14/2015
31386FPA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,005,650.00	1,000,000.00	1.000	AAA	1.000	812	09/20/2013
31386FPQ5	10910	FEDERAL NATIONAL MORT ASSOC		10/26/2010	1,000,000.00	1,002,000.00	1,000,000.00	0.850	AAA	0.850	756	07/26/2013
31386FPRB5	10914	FEDERAL NATIONAL MORT ASSOC		10/20/2010	1,000,000.00	1,001,050.00	1,000,000.00	1.000	AAA	1.897	1,572	10/20/2015
31386G0AS2	10946	FEDERAL NATIONAL MORT ASSOC		02/28/2011	1,000,000.00	1,001,780.00	1,000,000.00	1.500	AAA	1.500	970	02/28/2014
31386FPA45	10948	FEDERAL NATIONAL MORT ASSOC		03/10/2011	2,000,000.00	2,016,900.00	1,996,750.79	2.375	AAA	2.429	1,671	01/27/2016
31398A4Y5	10961	FEDERAL NATIONAL MORT ASSOC		05/27/2011	2,000,000.00	1,984,920.00	1,996,705.60	1.550	AAA	1.600	1,579	10/27/2015
31386FRQW6	10968	FEDERAL NATIONAL MORT ASSOC		06/27/2011	2,000,000.00	1,975,700.00	2,000,000.00	2.000	AAA	2.000	1,823	06/27/2016
Subtotal and Average			100,492,554.97		99,399,000.00	100,435,379.99	99,873,775.07			1.913	1,252	

Medium Term Notes												
88679EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,079,890.00	1,065,954.98	4.375	AA-	1.200	776	08/15/2013
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,075,100.00	1,006,505.89	4.625	AA+	4.300	837	10/15/2013
084670AU2	10938	Berkshire Hathaway		02/08/2011	3,000,000.00	3,078,180.00	3,055,834.02	2.125	AA+	0.956	591	02/11/2013
17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,056,070.00	3,008,692.45	1.750	AAA	1.112	546	12/28/2012
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,079,488.20	1,078,670.17	0.750	A+	1.000	868	11/15/2013

Portfolio CITY
AP

City of Torrance
Portfolio Management
Portfolio Details - Investments
June 30, 2011

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												
36962G4H4	10913	General Electric	1,000,000.00	10/19/2010	1,000,000.00	1,025,390.00	1,025,056.57	2.800	AA+	1.125	557	01/08/2013
36962G4T8	10925	General Electric	1,000,000.00	11/19/2010	1,000,000.00	982,990.00	981,367.96	2.250	AA+	2.710	1,592	11/09/2015
36962HAY3	10812	General Electric Capital Corp	2,000,000.00	06/22/2009	2,000,000.00	2,050,460.00	2,008,684.47	2.625	AAA	2.320	546	12/28/2012
36962G4X9	10935	General Electric Capital Corp	2,000,000.00	01/10/2011	2,000,000.00	2,028,380.00	1,997,392.20	2.100	AA+	2.154	921	01/07/2014
594918AB0	10821	MicroSoft Corp	1,000,000.00	08/17/2009	1,000,000.00	1,056,830.00	1,000,000.00	2.950	AAA	2.949	1,066	06/01/2014
89233P4H6	10945	Toyota Motor Credit Corp	1,000,000.00	02/23/2011	1,000,000.00	1,006,860.00	1,001,763.40	1.375	AA-	1.290	773	08/12/2013
931142CN1	10820	Wal-Mart Stores	2,000,000.00	08/14/2009	2,000,000.00	2,104,760.00	2,004,715.03	3.000	AA	2.902	948	02/03/2014
931142CT8	10928	Wal-Mart Stores	1,000,000.00	12/15/2010	1,000,000.00	1,013,630.00	1,001,400.32	2.250	AA	2.213	1,468	07/08/2015
Subtotal and Average			20,239,732.46		20,085,000.00	20,648,028.20	20,236,037.46			1.878	807	
Municipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001TXAlloCRef Bd	488,615.92	12/18/2001	488,615.92	488,615.92	488,615.92	8.000		7.999	366	07/01/2012
Subtotal and Average			488,615.92		488,615.92	488,615.92	488,615.92			7.999	366	
Total and Average			182,987,408.39		181,422,615.92	183,066,099.61	182,048,428.45			1.432	783	

City of Torrance
Portfolio Management
Portfolio Details - Cash
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
			0.00	Accrued Interest at Purchase		14,138.47	14,138.47				0
				Subtotal		14,138.47	14,138.47				
			Total Cash and Investments		181,422,615.92	183,080,238.08	182,062,566.92			1.432	783

II. RESTRICTED FUNDS

Reports Appear Quarterly

**III. CASH & INVESTMENT PORTFOLIO
SHARE**

CASH AND INVESTMENT PORTFOLIO SHARE (A)
AS OF JUNE 30, 2011

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	59,358,335.52	58,346,717.37	32.61
Parks & Recr Facility & Open Space	4,150,579.08	4,079,842.58	2.28
State Gas Tax	9,283,974.57	9,125,751.85	5.10
Federal Housing, Community Dev	290,443.19	285,493.29	0.16
Street Lighting	-	-	0.00
Traffic Congestion Relief Act 2000 - AB2928	803,508.20	789,814.36	0.44
Proposition 1B	803,204.32	789,515.66	0.44
Police Asset Forfeiture	4,121,402.40	4,051,163.14	2.26
Drainage Improvement	19,781.60	19,444.47	0.01
Measure R Local Return	2,270,124.97	2,231,436.22	1.25
Government Cable	3,342,276.49	3,285,315.53	1.84
Local Return - Proposition C	5,485,196.14	5,391,714.34	3.01
Grants/Donations	1,195,094.84	1,174,727.36 (B)	0.66
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	127,108.72	124,942.46	0.07
Seismic Education Fund	59,169.23	58,160.83	0.03
Rehabilitation Housing	698,234.43	686,334.73	0.38
Meadow Park Parking Lot	30,772.26	30,247.82	0.02
Police Inmate Welfare Fund	51,488.33	50,610.84	0.03
Capital Improvements	22,136,512.10	21,759,249.21	12.16
Geologic Hazard Abatement	14,564.86	14,316.64	0.01
El Camino Training Fund-Fire	693,650.25	681,828.67	0.38
El Camino Training Fund-Police	10,173.38	10,000.00	0.01
Vanpool/Rideshare Fund	74,297.79	73,031.57	0.04
Torrance Public Financing	(8,556.71)	(8,410.88) (C)	(0.00)
Animal Control Fund	33,398.95	32,829.75	0.02
Redevelopment-Capital Proj	7,514,134.25	7,386,074.15	4.13
Redevelopment Debt Service	(791,614.17)	(778,123.04) (D)	(0.43)
Underground Storage Tank Fund	3,052.01	3,000.00	0.00
DNA Sampling Fund	63,207.21	62,130.00	0.03
Airport Fund	5,168,726.71	5,080,638.36	2.84
Transit Operations	6,029,704.80	5,926,943.18	3.31
Development Impact Fund	860,740.68	846,071.45	0.47
Water Operations	4,557,410.24	4,479,740.29	2.50
Emergency Medical Service Enterprise Fund	-	-	0.00
Sanitation Operations	775,072.93	761,863.70	0.43
Cultural Arts Enterprise	218,118.64	214,401.34	0.12
Sewer Enterprise Fund	11,215,819.96	11,024,673.65	6.16
Parks & Recreation Enterprise Fund	(1,034,910.48)	(1,017,272.95) (E)	(0.57)
Self Insurance Fund	9,369,408.75	9,209,730.01	5.15
Fleet Services	13,306,839.28	13,080,056.64	7.31
Postemployment/Compensated Absences Fund	6,254,897.95	6,148,298.46	3.44
Trust & Agency	3,493,084.77	3,433,553.65	1.92
TOTAL	182,048,428.45	178,945,856.70	100.00

- (A) The difference between the Share of Investments total of \$182,048,428.45 and the Pooled Cash and Investments total of \$178,945,856.70 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)
- (B) T-030 Del Amo Blvd. Extension ARRA Federal Grant has a negative cash balance of <\$392,324.03>. The Department will submit reimbursement request either on August or September 2011.
- T 051Crenshaw Blvd. Rehabilitation has a negative cash balance of <83,475.61>, \$74,032.78 of this balance represents 10% retention fee.
- ARRA 09 Southern Border has a negative cash balance of <\$19,599.62>, drawdown request for quarter ending June 2011 amounting to \$16,897.87 was received on 07/13/2011.
- Recovery Bryne 2009 has a negative cash balance of <\$42,720.20>, a drawdown request for quarter ending June 2011 amounting to \$37,276.15 was received on 07/13/2011.
- (C) A written requisition for disbursement from the Construction Fund for the Certificates of Participation Series 2004 A&B will be requested when the cost exceed \$10,000.00
- (D) Additional property tax increments are projected to be received from the County for FY2010/11 by August 20, 2011 to cover the annual debt service payments
- (E) Negative cash balance represents net losses from prior years and decrease in subsidy from the General Fund.



City of Torrance
Investment Report
June 2011

**CASH AND INVESTMENT RECONCILIATION
AS OF JUNE 30, 2011**

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		182,048,428.45
CASH AND INVESTMENTS PER BOOKS		178,945,856.70
CASH IN BANKS:		
Cash in B of A General Account		(\$363,623.34)
OUTSTANDING WARRANTS:		
General Account	855,995.37	
Payroll Account	89,375.47	
Workers Compensation Account	<u>326,882.79</u>	
		1,272,253.63
Miscellaneous outstanding adjusting journal entries		699,043.31
Housing Fund restricted cash		(322,783.26)
Payroll for PE 6/30/11 posted on 6/30/11 and paid on 7/08/11		1,817,681.41
INVESTMENTS PER BOOKS		\$182,048,428.45