

# CITY OF TORRANCE

## MONTHLY INVESTMENT PORTFOLIO REPORT

For the Month of November 2010

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City of Torrance  
Investment Report  
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**Investment Portfolio Highlights**

RETURN	Current Month	Previous Month
Average City Portfolio YTM	1.766	1.769
Average U.S. Treasury Constant Maturity	.470	.340
LAI F Average Monthly Return	.454	.480
Average City Portfolio YTM - 1 year prior	2.898	2.893

INTEREST INCOME	Current Period	Prior Year
Fiscal year to date	\$1,182,777	\$1,621,165
Current month	\$219,768	\$368,641

MATURITY	Current Month	Prior Month
Average Maturity (days)	883	837
Average Maturity 1 Year Prior (days)	869	885
Weighted Average Maturity (years)	2.42	2.30

VOLUMES	Total \$ Volume	# of Transactions
Purchases	\$23,332,918	27
Maturities	\$27,099,642	17

Transactions include 3 deposits to and 5 withdrawals from LAIF, 14 purchases and 8 maturities of the Union of Bank Money Market Sweep Account.

**Activity Summary  
November 2009 through November 2010**

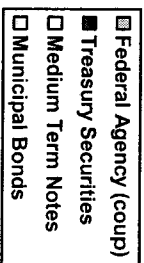
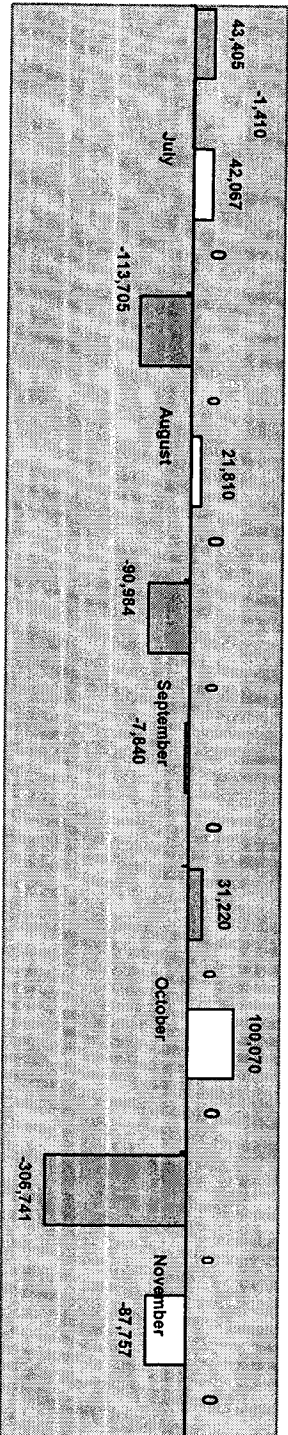
Month End	Year	Number of Securities	Average Balance	Yield to Maturity 360 Days	Yield to Maturity 365 Days	Managed Pool Rate	Purchased Investments	Investments Redeemed	Average Term	Average Days to Maturity
November	2009	100	149,620,161.47	2.855	2.895	0.611	3	3	1.242	869
December	2009	102	148,276,586.11	2.681	2.718	0.569	8	6	1.225	883
January	2010	103	154,340,502.72	2.454	2.488	0.560	7	6	1.111	806
February	2010	102	164,020,836.85	2.322	2.354	0.577	7	9	1.052	764
March	2010	105	161,231,038.66	2.372	2.405	0.547	7	4	1.116	815
April	2010	102	160,143,409.68	2.138	2.168	0.588	7	10	1.057	810
May	2010	99	169,888,452.49	1.922	1.948	0.560	11	14	987	794
June	2010	97	172,280,902.64	2.105	2.134	0.528	9	11	1.162	943
July	2010	95	159,722,146.67	1.963	1.990	0.531	2	4	1.085	873
August	2010	90	156,005,742.83	1.803	1.828	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	883
<b>Average</b>	<b>99</b>	<b>99</b>	<b>157,380,291.76</b>	<b>2.149%</b>	<b>2.179%</b>	<b>0.540</b>	<b>7</b>	<b>7</b>	<b>1.103</b>	<b>840</b>



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	GASB required securities		Beginning Investment Value as of		Purchase/Redemption of		Change in Market Value		Ending Investment Value as of	
			July 1, 2010		Principal		November 30, 2010			
Federal Agency (coup)			104,259,550		-4,277,820		-436,805	99,544,925		
Treasury Securities			1,001,410		-1,000,000		-1,410	0		
Medium Term Notes			13,334,170		3,187,770		68,350	16,590,290		
Municipal Bonds			783,841		-144,718		0	639,123		
<b>SUB-TOTAL PER GASB</b>			<b>\$119,378,971</b>		<b>(\$2,234,768)</b>		<b>(\$369,865)</b>	<b>\$116,774,338</b>		
Non-GASB securities										
LAIIF										
Money Market			28,775,000		-1,375,000		0	27,400,000		
Federal Agency - Disc.			0		1,000,004		0	1,000,004		
Treasury Security - Disc.			0		0		0	0		
Certificate of Deposits -Disc.			0		0		0	0		
Negotiable Certificate Deposits			2,450,000		0		0	2,450,000		
Commercial paper			0		0		0	0		
<b>TOTAL PORTFOLIO</b>			<b>\$150,603,971</b>		<b>(\$2,609,764)</b>		<b>(\$369,865)</b>	<b>\$147,624,342</b>		

The market values contained on this report are received from Union Bank of California and are believed to be reliable.



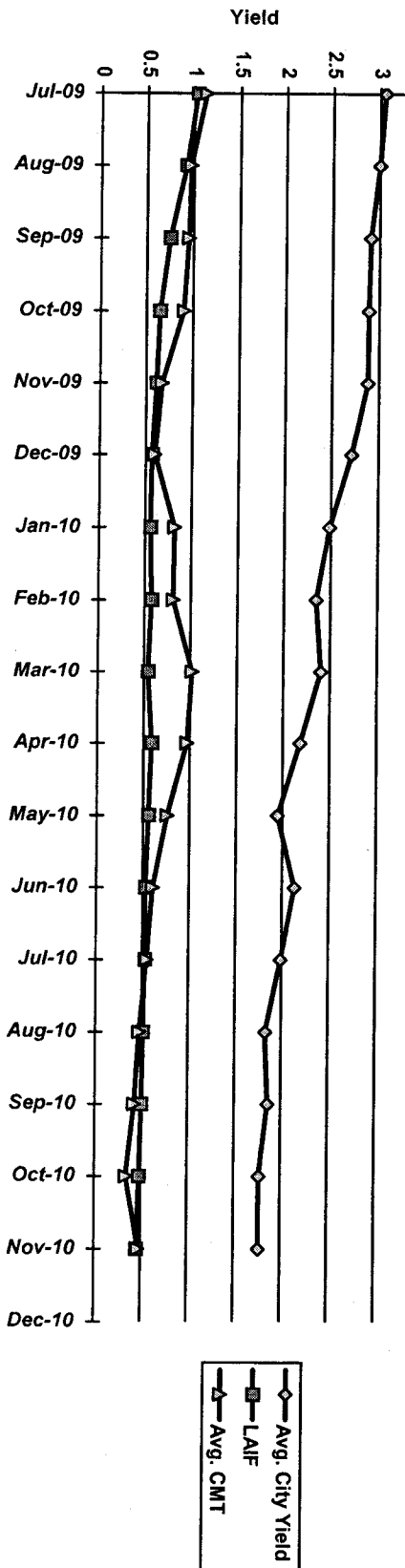
The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will note the unrealized gain/(loss) monthly although we will not physically apply it to earnings until year-end, as GASB 31 requires. The portfolio paper gain or loss is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



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I. Return

26.15% of the portfolio is invested at one-year maturity or less as of November 30, 2010. The City Average yield on the portfolio was 1.766% compared to .470% for the U.S. Treasury at Constant Maturity (CMT) of 24 months. The portfolio performed above the benchmark as of November 30, 2010 by 130 basis points.



II. Interest Earnings Summary

**CD/Coupon/Discount Investments:**  
 Interest Collected  
 Plus Accrued Interest at Period End  
 Less Accrued Interest at Beginning of Period  
**Interest Earned during Period**  
 Adjusted by Premium and Discount  
 Adjusted by Capital Gains or Loss  
**Earnings during Period**  
 Cash/Checking Accounts:  
 Interest Collected  
 Plus Accrued Interest at Period End  
 Less Accrued Interest at Beginning of Period  
**Interest Earned during Period**  
 Total Interest Earned during Period  
 Total Adjustments from Premiums and Discounts  
 Total Capital Gains or Losses  
**Total Earnings during Period**

**Month Ending November 30**

178,674
631,282
(591,865)
<b>218,092</b>
(10,431)
00
<b>207,661</b>
4
16,037
(3,933)
<b>\$12,108</b>
230,199
(10,431)
0
<b>\$219,768</b>

**Fiscal Year End**

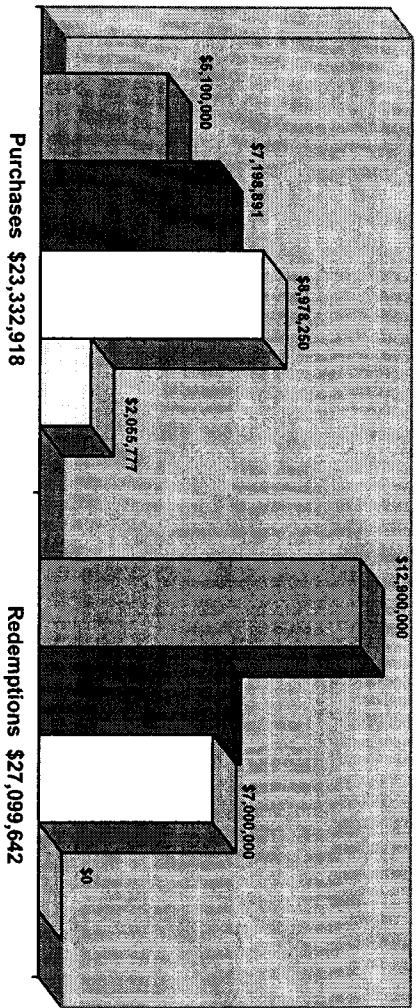
1,247,308
631,283
(735,303)
<b>1,143,287</b>
(38,181)
00
<b>1,105,106</b>
114,859
16,037
(53,225)
<b>\$77,671</b>
1,220,958
(38,181)
0
<b>\$1,182,777</b>



City of Torrance  
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III. Volumes

Activity by Type



- LAIIF
- Money Market Account
- Federal Agency Issues - Coupon
- Medium Term Notes

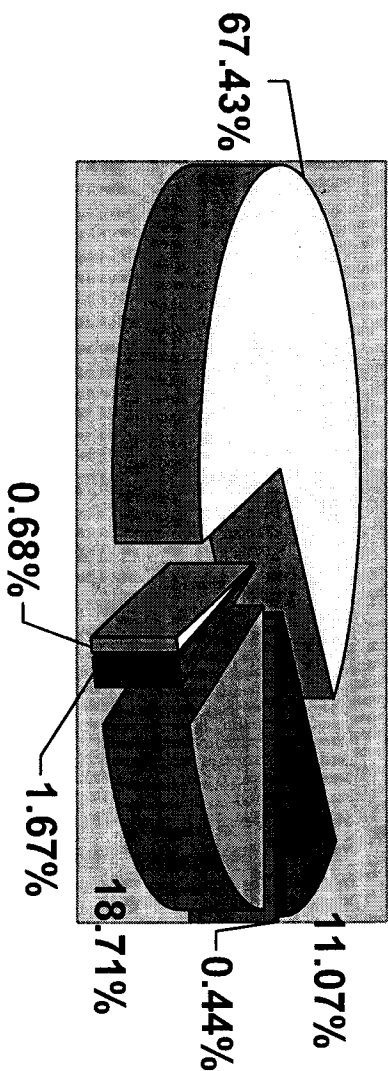
The investment activity for November included 27 deposits and 17 redemptions. In the month of November there were 10 purchases for a total of \$11.1 million with an average yield of 1.69%. There were 4 calls for a total of \$7 million with an average yield of 3.032%. The activity in the LAIF Account consisted of 3 deposits for a total of \$5.1 million and 5 withdrawals for a total of \$12.9 million. The portfolio decreased by \$3.7 million.

Investment Number.	BROKER	PURCHASE DATE	DESCRIPTION	QUALITY RATING	MATURITY DATE	DAYS TO MATURITY	RATE	YIELD	PAR VALUE	COST	MARKET VALUE	
<b>PURCHASES</b>												
10916	Stone & Youngberg	11/04/2010	FFCB	AAA/Aaa	11/04/2014	1461	1.230%	1.230%	1,000,000	1,000,000	995,310	
10917	Citigroup	11/16/2010	FHLMC	AAA/Aaa	11/16/2015	1835	1.700%	1.710%	1,000,000	999,500	999,150	
10918	Great Pacific	11/04/2010	FFCB	AAA/Aaa	11/04/2014	1431	1.230%	1.230%	1,000,000	1,000,000	991,560	
10919	Morgan Stanley	11/09/2010	FHLMC	AAA/Aaa	11/09/2015	1826	1.000%	1.744%	1,000,000	1,000,000	990,460	
10920	Great Pacific	11/17/2010	FHLMC	AAA/Aaa	11/17/2015	1826	1.750%	1.834%	1,000,000	996,000	994,970	
10921	Higgins Capital	11/24/2010	FHLB	AAA/Aaa	11/24/2015	1826	1.050%	1.757%	1,000,000	1,000,000	1,000,000	
10922	Citigroup	11/19/2010	FFCB	AAA/Aaa	11/16/2015	1823	1.620%	1.804%	1,000,000	991,250	994,060	
10923	Citigroup	11/23/2010	FHLMC	AAA/Aaa	11/23/2015	1826	1.750%	1.834%	2,000,000	1,992,000	1,999,280	
10924	Wedbush	11/22/2010	COCA-COLA	AA+/Aa2	11/15/2013	1089	7.50%	1.000%	1,085,000	1,077,046	1,076,829	
10925	Morgan Stanley	11/19/2010	GE	AA+/Aa2	11/09/2015	1816	2.250%	2.710%	1,000,000	978,730	969,140	
<b>MATURITIES/CALLS</b>												
10876	Great Pacific	05/18/2010	FHLMC	AAA/Aaa	05/18/2015		3.000%	3.000%	2,000,000	2,000,000	2,000,000	
18077	Dean Witter	05/19/2010	FHLMC	AAA/Aaa	05/19/2015		3.050%	3.050%	2,000,000	2,000,000	2,000,000	
10878	Higgins Capital	05/19/2010	FNMA	AAA/Aaa	05/19/2015		3.125%	3.125%	1,000,000	1,000,000	1,000,000	
10881	Dean Witter	5/26/2010	FHLMC	AAA/Aaa	05/26/2015		3.000%	3.000%	2,000,000	2,000,000	2,000,000	
<b>State of California Local Agency Pool</b>												
		<b>Beginning Balance</b>	<b>Rate</b>	<b>Yield</b>	<b>Deposits</b>	<b>Withdrawals</b>	<b>Interest</b>	<b>Ending Balance</b>				
City		28,600,000	.454	.454	5,100,000	12,900,000		20,800,000				
Redevelopment Agency		6,600,000	.454	.454				6,600,000				
<b>TOTAL</b>		<b>35,200,000</b>						<b>27,400,000</b>				

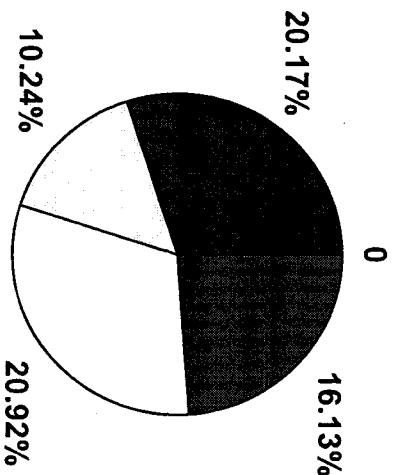


IV. Diversification of Investments

November 30, 2010



- LAIF
- Negotiable Cert. of Deposits
- Money Market Sweep
- Federal Agency Issues(coup
- Medium Term Notes
- Municipal Bonds



Federerel Agency Issues  
 of Total Portfolio  
 67.4%

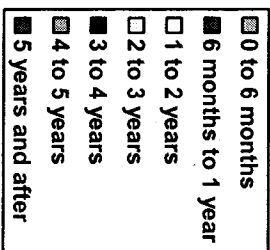
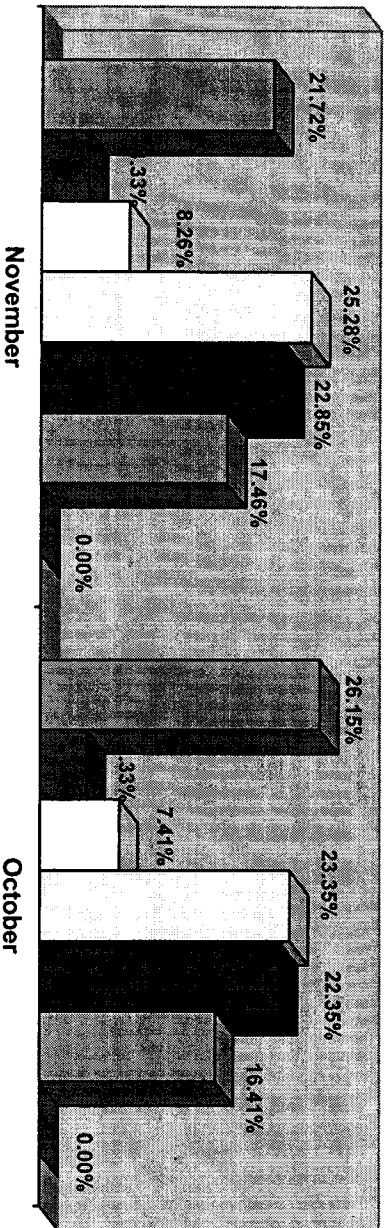
- Farmer Mac
- Federal Farm Credit Bank
- Federal Home Loan
- Federal Home Loan Mortgage Corp
- Federal National Mortgage Assoc.



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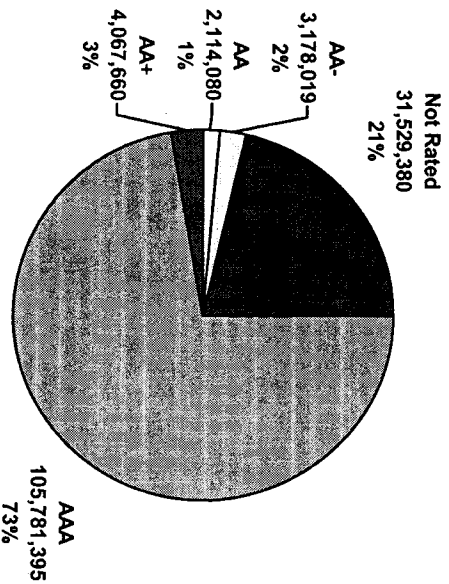
V. Maturity Distribution

As of November 30, 2010, the current maturity allocation is 37.97% of the portfolio invested between the 6 month to 3-year maturity levels. 21.72% of our portfolio is under the 0-6 month maturity level, we are adequately meeting the 6-month liquidity requirement of SB 564\* with approximately \$31.9 million available for expenditures.



IV. Market Value and Credit Rating

Market Value and Credit Rating Report





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**Investment Portfolio Summary  
As of November 30, 2010**

Investment Type	Book Value	Percent of Portfolio	Percent Permitted by Policy	Average Term	Average Days to Maturity	Maturity Allowed by Policy	365 Equiv.
Local Agency Investment Fund	27,400,000	18.71%	**	1	1	N/A	.454%
Certificates of Deposit - Collateralized	00	.00		180	0	5 years	.00%
Negotiable CDs	2,450,000	1.67%		1,023	599	5 years	2.145%
Money Market Sweep Account	1,000,004	.68%		1	1		.04%
Federal Agency Issues - Coupons	98,760,789	67.43%	75%	1,433	1,156	5 years	2.008%
Farmer Mac	0	0.00%	30%			5 years	
Federal Farm Credit Bank	23,535,014	16.13%	30%	1,183	1,274	5 years	1.799%
Federal Home Loan Bank	30,527,537	20.92%	30%	899	933	5 years	1.254%
Federal Home Loan Mortgage Corp.	15,100,022	10.24%	30%	1,276	1,338	5 years	1.836%
Federal National Mortgage Assoc.	29,598,214	20.17%	30%	1,120	1,195	5 years	1.659%
Treasury Securities - Coupons	00	.00%	100%	0	0	5 years	.00%
Medium Term Notes	16,214,377	11.07%		1,265	823	5 years	2.313%
Municipal Bond Issues - Coupon	639,123	.44%	20%	3,848	578		7.999%
Total Investments & Averages	146,464,293	100.00		1,141	883		1.766%
Effective Rate of Return	1.80%	Fiscal YTD	1.84%				
Pending Redemptions	0						
Accrued Interest at Purchase	27,610						
Total Accrued Interest	27,610						
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b>146,491,903</b>						

Portfolio Notes:  
\*\*Maximum allowed by Investment Policy is \$50 million per agency.

General LAIF account = \$ 20,800,000  
RDA LAIF account = \$ 6,600,000

I certify that this report accurately reflects all pooled investments and is in conformity with the city of Torrance Investment Policy Statement adopted by re-solution 09-118 on December 8, 2009. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet six months of estimated expenditures.

Dana Cortez  
City Treasurer

Reviewed by the Investment Advisory Committee:

*Cheryl...*  
City Manager

*for Luis...*  
City Attorney

*...*  
Director of Finance

*...*  
City Treasurer



**City of Torrance  
Portfolio Management  
Portfolio Details - Investments  
November 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
SYS10000	10000	Local Agency Invest Fund GENL	20,800,000.00		20,800,000.00	20,800,000.00	20,800,000.00	0.454	0.454		1	
SYS10001	10001	Local Agency Invest Fund RDA	6,600,000.00		6,600,000.00	6,600,000.00	6,600,000.00	0.454	0.454		1	
		<b>Subtotal and Average</b>	<b>30,640,000.00</b>		<b>27,400,000.00</b>	<b>27,400,000.00</b>	<b>27,400,000.00</b>		<b>0.454</b>		<b>1</b>	

<b>Cert. of Deposit - Insured</b>												
319180DDA0	10839	First Bank Lexington Tennessee	245,000.00	12/16/2009	245,000.00	249,557.00	245,000.00	2.050	2.050		747	12/17/2012
02566TG32	10829	American Express Centurian	245,000.00	09/23/2009	245,000.00	247,481.85	245,000.00	1.800	1.800		296	09/23/2011
05568PSJ7	10832	BMW Bank of North America	245,000.00	09/23/2009	245,000.00	250,066.60	245,000.00	2.300	2.300		663	09/24/2012
149159GX7	10830	Cathay Bank	245,000.00	10/05/2009	245,000.00	247,440.20	245,000.00	1.750	1.750		308	10/05/2011
254670KVN1	10831	Discover Bank	245,000.00	09/23/2009	245,000.00	249,194.40	245,000.00	2.050	2.050		663	09/24/2012
36159SJS1	10838	GE Money bank	245,000.00	12/11/2009	245,000.00	250,282.20	245,000.00	2.350	2.350		741	12/11/2012
46147ULM0	10824	Investors Community Bank	245,000.00	08/24/2009	245,000.00	249,855.90	245,000.00	2.250	2.250		632	08/24/2012
509685EAY	10823	Lake Forest B&T	245,000.00	08/28/2009	245,000.00	251,453.30	245,000.00	2.350	2.350		635	08/27/2012
59740JGR4	10833	MidFirst Bank	245,000.00	10/14/2009	245,000.00	250,294.45	245,000.00	2.350	2.350		684	10/15/2012
86789UBH1	10822	SunSouth Bank	245,000.00	08/18/2009	245,000.00	250,571.30	245,000.00	2.200	2.200		625	08/17/2012
		<b>Subtotal and Average</b>	<b>2,450,000.00</b>		<b>2,450,000.00</b>	<b>2,456,197.20</b>	<b>2,450,000.00</b>		<b>2.145</b>		<b>599</b>	

<b>Money Market Sweep Account</b>												
SYS10131	10131	Bank of America	0.00		0.00	0.00	0.00	0.450	0.450		1	
SYS1000	1000	Union Bank of California	1,000,003.58		1,000,003.58	1,000,003.58	1,000,003.58	0.040	0.040		1	
		<b>Subtotal and Average</b>	<b>1,000,003.58</b>		<b>1,000,003.58</b>	<b>1,000,003.58</b>	<b>1,000,003.58</b>		<b>0.040</b>		<b>1</b>	

<b>Federal Agency Issues - Coupon</b>												
31331XT36	10878	FEDERAL FARM CREDIT BANK	1,000,000.00	08/01/2007	1,000,000.00	1,077,810.00	1,000,000.00	5.250	AAA	5.250	609	08/01/2012
31331GCF4	10776	FEDERAL FARM CREDIT BANK	1,000,000.00	09/23/2008	1,000,000.00	1,021,880.00	1,000,095.05	3.125	AAA	3.113	296	09/23/2011
31331GV08	10800	FEDERAL FARM CREDIT BANK	1,000,000.00	05/08/2009	1,000,000.00	1,034,690.00	1,000,000.00	2.200	AAA	2.200	859	04/08/2013
31331GZJ7	10835	FEDERAL FARM CREDIT BANK	1,000,000.00	10/27/2009	1,000,000.00	1,025,310.00	1,000,000.00	2.875	AAA	2.875	1,426	10/27/2014
31331JAA1	10842	FEDERAL FARM CREDIT BANK	1,000,000.00	12/22/2009	1,000,000.00	1,001,560.00	1,000,000.00	3.000	AAA	3.000	1,482	12/22/2014
31331JCX9	10857	FEDERAL FARM CREDIT BANK	1,000,000.00	02/02/2010	1,000,000.00	1,005,000.00	999,830.56	2.950	AAA	2.972	1,524	02/02/2015
31331JDL4	10859	FEDERAL FARM CREDIT BANK	1,000,000.00	02/11/2010	1,000,000.00	1,003,130.00	1,000,000.00	2.420	AAA	2.420	1,168	02/11/2014
31331JUU3	10866	FEDERAL FARM CREDIT BANK	1,000,000.00	03/30/2010	1,000,000.00	1,007,810.00	1,000,000.00	2.950	AAA	2.950	1,580	03/30/2015
31331JUU3	10867	FEDERAL FARM CREDIT BANK	1,000,000.00	03/30/2010	1,000,000.00	1,007,810.00	998,267.78	2.950	AAA	2.993	1,580	03/30/2015
31331JKA0	10870	FEDERAL FARM CREDIT BANK	1,000,000.00	04/09/2010	1,000,000.00	1,020,940.00	1,000,000.00	2.900	AAA	2.900	1,590	04/09/2015
31331JLF1	10873	FEDERAL FARM CREDIT BANK	3,000,000.00	04/13/2010	3,000,000.00	3,016,890.00	2,999,801.17	2.390	AAA	2.395	1,209	03/24/2014
31331XWV8	10879	FEDERAL FARM CREDIT BANK	500,000.00	05/05/2010	500,000.00	565,470.00	545,476.31	5.000	AAA	2.192	1,241	04/25/2014
31331JNR0	10883	FEDERAL FARM CREDIT BANK	1,000,000.00	05/18/2010	1,000,000.00	1,010,940.00	1,000,000.00	2.970	AAA	2.970	1,629	05/18/2015

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments -**  
**November 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
31331JUN9	10886	FEDERAL FARM CREDIT BANK		06/03/2010	1,000,000.00	1,005,000.00	1,000,000.00	1.650	AAA	1.680	915	06/03/2013
31331JOD8	10893	FEDERAL FARM CREDIT BANK		06/08/2010	1,000,000.00	1,026,250.00	1,000,000.00	2.590	AAA	2.590	1,650	06/08/2015
31331JCB4	10904	FEDERAL FARM CREDIT BANK		09/09/2010	1,000,000.00	1,000,630.00	1,000,000.00	1.040	AAA	1.040	1,013	09/09/2013
31331JQ55	10907	FEDERAL FARM CREDIT BANK		10/06/2010	1,000,000.00	997,500.00	1,000,000.00	1.150	AAA	1.150	1,405	10/06/2014
31331JQ89	10908	FEDERAL FARM CREDIT BANK		10/18/2010	1,000,000.00	998,750.00	1,000,000.00	1.000	AAA	1.000	1,052	10/18/2013
31331JUN41	10911	FEDERAL FARM CREDIT BANK		10/08/2010	1,000,000.00	999,690.00	1,000,000.00	1.350	AAA	1.351	1,314	07/07/2014
31331JX99	10916	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	995,310.00	1,000,000.00	1.230	AAA	1.230	1,434	11/04/2014
31331JZ48	10918	FEDERAL FARM CREDIT BANK		11/04/2010	1,000,000.00	991,560.00	1,000,000.00	1.230	AAA	1.230	1,434	11/04/2014
31331JZR3	10922	FEDERAL FARM CREDIT BANK		11/19/2010	1,000,000.00	994,060.00	991,544.12	1.620	AAA	1.804	1,811	11/16/2015
3133XQJA1	10742	FEDERAL HOME LOAN BANK		04/15/2008	2,000,000.00	2,024,380.00	2,000,000.00	3.700	AAA	3.700	866	04/15/2013
3133XT60	10788	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,071,260.00	2,000,000.00	2.625	AAA	2.625	818	02/26/2013
3133XT6W1	10789	FEDERAL HOME LOAN BANK		02/27/2009	2,000,000.00	2,040,620.00	2,000,000.00	2.150	AAA	2.150	453	02/27/2012
3133XTA97	10790	FEDERAL HOME LOAN BANK		03/06/2009	1,000,000.00	1,013,130.00	1,000,000.00	2.100	AAA	2.100	279	09/06/2011
3133XUBA0	10817	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,030,630.00	1,000,000.00	2.150	AAA	2.150	1,337	07/30/2014
3133XUPB3	10827	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,031,250.00	1,000,000.00	2.125	AAA	2.125	1,373	09/04/2014
3133XWDX4	10845	FEDERAL HOME LOAN BANK		01/05/2010	2,000,000.00	2,003,120.00	2,000,000.00	2.250	AAA	2.250	947	07/05/2013
3133XWHJ1	10846	FEDERAL HOME LOAN BANK		12/28/2009	1,500,000.00	1,523,445.00	1,500,000.00	2.050	AAA	2.050	940	06/28/2013
3133XWP52	10850	FEDERAL HOME LOAN BANK		01/27/2010	1,000,000.00	1,001,560.00	1,000,000.00	1.250	AAA	1.250	513	04/27/2012
3133XWTG4	10855	FEDERAL HOME LOAN BANK		02/18/2010	1,000,000.00	1,003,750.00	1,000,000.00	2.170	AAA	2.170	1,083	11/18/2013
3133XTX74	10861	FEDERAL HOME LOAN BANK		03/03/2010	2,000,000.00	2,008,760.00	2,000,000.00	2.100	AAA	2.100	1,007	09/03/2013
3133XXPD3	10865	FEDERAL HOME LOAN BANK		03/26/2010	2,000,000.00	2,029,380.00	2,000,000.00	1.500	AAA	1.500	1,211	03/26/2014
3133XXYF1	10884	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,027,190.00	1,000,000.00	2.000	AAA	2.000	1,639	05/28/2015
3133XXYB5	10890	FEDERAL HOME LOAN BANK		06/11/2010	2,000,000.00	2,005,000.00	2,000,000.00	1.500	AAA	1.500	831	03/11/2013
3133XXYB5	10891	FEDERAL HOME LOAN BANK		06/03/2010	4,000,000.00	4,007,520.00	4,000,241.97	0.580	AAA	0.568	184	06/03/2011
3133XX6S9	10899	FEDERAL HOME LOAN BANK		08/26/2010	1,000,000.00	1,033,130.00	1,028,515.14	2.000	AAA	1.002	1,063	10/29/2013
313370TX6	10901	FEDERAL HOME LOAN BANK		09/23/2010	1,000,000.00	998,130.00	999,188.89	1.000	AAA	1.649	1,757	09/23/2015
313370WA2	10902	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,005,630.00	1,000,000.00	1.375	AAA	1.375	1,386	09/17/2014
313371CQ7	10912	FEDERAL HOME LOAN BANK		10/28/2010	1,000,000.00	992,810.00	999,591.67	1.000	AAA	1.010	1,792	10/28/2015
3128XGQMT	10921	FEDERAL HOME LOAN MORTGAGE CO		11/24/2010	1,000,000.00	1,000,000.00	1,000,000.00	1.050	AAA	1.757	1,819	11/24/2015
3128X8TZ5	10798	FEDERAL HOME LOAN MORTGAGE CO		03/24/2009	1,000,000.00	1,006,920.00	999,337.22	2.375	AAA	2.396	1,209	03/24/2014
3128X8E73	10801	FEDERAL HOME LOAN MORTGAGE CO		04/20/2009	2,000,000.00	2,014,460.00	2,000,000.00	2.500	AAA	2.500	859	04/08/2013
3128X8ZV3	10814	FEDERAL HOME LOAN MORTGAGE CO		05/19/2009	1,000,000.00	1,008,010.00	1,000,000.00	2.170	AAA	2.170	719	11/19/2012
3128X8XX3	10858	FEDERAL HOME LOAN MORTGAGE CO		07/14/2009	1,000,000.00	1,003,840.00	1,000,000.00	3.400	AAA	3.400	1,321	07/14/2015
3134G1QY3	10898	FEDERAL HOME LOAN MORTGAGE CO		02/17/2010	1,000,000.00	1,006,020.00	1,000,000.00	3.000	AAA	3.000	1,539	02/17/2015
3134G1VSO	10903	FEDERAL HOME LOAN MORTGAGE CO		08/24/2010	1,000,000.00	1,002,310.00	1,000,000.00	1.450	AAA	1.450	1,181	02/24/2014
		FEDERAL HOME LOAN MORTGAGE CO		10/21/2010	1,000,000.00	998,680.00	1,000,000.00	1.125	AAA	1.125	1,055	10/21/2013

Portfolio CITY AP

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
3134G1WH3	10909	FEDERAL HOME LOAN MORTGAGE CO		10/28/2010	1,000,000.00	1,000,970.00	1,000,000.00	1.200	AAA	1.200	1,244	04/28/2014
3128X1CS4	10915	FEDERAL HOME LOAN MORTGAGE CO		10/27/2010	1,000,000.00	1,111,150.00	1,112,740.87	4.580	AAA	0.730	1,084	11/19/2013
3134G1XV1	10917	FEDERAL HOME LOAN MORTGAGE CO		11/16/2010	1,000,000.00	989,150.00	999,583.33	1.700	AAA	1.710	1,811	11/16/2015
3134G1XX7	10919	FEDERAL HOME LOAN MORTGAGE CO		11/09/2010	1,000,000.00	990,460.00	999,561.11	1.000	AAA	1.744	1,804	11/09/2015
3134G1YF5	10920	FEDERAL HOME LOAN MORTGAGE CO		11/17/2010	1,000,000.00	994,970.00	996,622.22	1.750	AAA	1.834	1,812	11/17/2015
3134G1ZU1	10923	FEDERAL HOME LOAN MORTGAGE CO		11/23/2010	2,000,000.00	1,989,280.00	1,992,177.78	1.750	AAA	1.834	1,818	11/23/2015
3136FHCF0	10793	FEDERAL NATIONAL MORT ASSOC		03/05/2009	1,000,000.00	1,003,750.00	1,000,000.00	2.250	AAA	2.250	450	02/24/2012
3136FHHPX7	10799	FEDERAL NATIONAL MORT ASSOC		05/14/2009	2,000,000.00	2,025,000.00	2,000,000.00	2.125	AAA	2.125	1,260	05/14/2014
3136FHXF7	10808	FEDERAL NATIONAL MORT ASSOC		06/10/2009	2,000,000.00	2,000,620.00	2,000,000.00	2.000	AAA	2.000	740	12/10/2012
31398AYN6	10815	FEDERAL NATIONAL MORT ASSOC		07/28/2009	2,000,000.00	2,030,620.00	2,000,000.00	3.000	AAA	3.000	1,335	07/28/2014
3136FJ4C2	10856	FEDERAL NATIONAL MORT ASSOC		02/23/2010	1,000,000.00	1,014,380.00	1,000,000.00	2.000	AAA	2.000	996	08/23/2013
3136FMCJ1	10862	FEDERAL NATIONAL MORT ASSOC		03/10/2010	1,000,000.00	1,006,560.00	1,000,000.00	2.650	AAA	2.650	1,379	09/10/2014
3136FMCT9	10863	FEDERAL NATIONAL MORT ASSOC		03/17/2010	1,000,000.00	1,007,190.00	1,000,000.00	2.760	AAA	2.760	1,567	03/17/2015
31398AM74	10871	FEDERAL NATIONAL MORT ASSOC		04/21/2010	1,000,000.00	1,006,560.00	1,000,000.00	2.250	AAA	2.250	1,055	10/21/2013
3136FMSX3	10880	FEDERAL NATIONAL MORT ASSOC		05/14/2010	1,000,000.00	1,003,750.00	1,000,000.00	2.375	AAA	2.375	1,260	05/14/2014
3136FMUJ8	10885	FEDERAL NATIONAL MORT ASSOC		06/02/2010	1,000,000.00	1,009,380.00	1,000,000.00	2.250	AAA	2.250	1,279	06/02/2014
3136FMUJ8	10888	FEDERAL NATIONAL MORT ASSOC		06/02/2010	2,000,000.00	2,018,760.00	2,000,000.00	2.250	AAA	2.250	1,279	06/02/2014
3136FMWS9	10892	FEDERAL NATIONAL MORT ASSOC		06/15/2010	4,000,000.00	4,015,000.00	4,000,000.00	1.125	AAA	1.125	562	06/15/2012
3136FMQZ3	10894	FEDERAL NATIONAL MORT ASSOC		06/28/2010	2,000,000.00	2,013,760.00	2,000,000.00	2.000	AAA	1.992	1,398	09/29/2014
3136FM3D4	10896	FEDERAL NATIONAL MORT ASSOC		07/28/2010	1,000,000.00	1,006,250.00	1,000,000.00	1.500	AAA	2.229	1,700	07/28/2015
3136FPAM9	10897	FEDERAL NATIONAL MORT ASSOC		08/25/2010	1,000,000.00	1,002,500.00	1,000,000.00	1.000	AAA	1.743	1,363	08/25/2014
3136FPFG8	10900	FEDERAL NATIONAL MORT ASSOC		09/15/2010	1,600,000.00	1,600,000.00	1,600,000.00	1.375	AAA	1.994	1,749	09/15/2015
3136FPPE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	2,010,000.00	1,998,213.89	1.725	AAA	1.746	1,748	09/14/2015
3136FPGA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,000,940.00	1,000,000.00	1.000	AAA	1.000	1,024	09/20/2013
3136FPQGS	10910	FEDERAL NATIONAL MORT ASSOC		10/26/2010	1,000,000.00	997,500.00	1,000,000.00	0.850	AAA	0.850	968	07/26/2013
3136FPRB5	10914	FEDERAL NATIONAL MORT ASSOC		10/20/2010	1,000,000.00	997,500.00	1,000,000.00	1.000	AAA	1.897	1,784	10/20/2015
<b>Subtotal and Average</b>					<b>99,042,393.84</b>	<b>99,544,925.00</b>	<b>98,760,789.08</b>			<b>2.008</b>	<b>1,156</b>	

**Medium Term Notes**

88579EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,086,330.00	1,084,083.97	4.375	AA-	0.613	988	08/15/2013
084664AF8	10709	Berkshire Hathaway		01/15/2008	1,000,000.00	1,001,300.00	1,000,201.47	4.200	AA+	3.648	14	12/15/2010
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,095,920.00	1,008,163.95	4.625	AA+	4.300	1,049	10/15/2013
084664AF8	10795	Berkshire Hathaway		03/10/2009	1,000,000.00	1,001,300.00	1,000,385.83	4.200	AA+	3.170	14	12/15/2010
17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,070,260.00	3,012,091.73	1.750	AAA	1.112	758	12/28/2012
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,085,829.95	1,077,113.66	0.750	AA-	1.000	1,080	11/15/2013
36962G4H4	10913	General Electric		10/19/2010	1,000,000.00	1,024,810.00	1,034,676.10	2.800	AAA	1.125	769	01/08/2013

Portfolio CITY

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**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2010**

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>												
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	969,140.00	978,872.59	2.250	AA+	2.710	1,804	11/09/2015
36967HAY3	10812	General Electric Capital Corp		06/22/2009	2,000,000.00	2,083,200.00	2,012,080.64	2.625	AAA	2.320	758	12/28/2012
564918AB0	10821	Microsoft Corp		08/17/2009	1,000,000.00	1,052,260.00	1,000,000.00	2.950	AAA	2.949	1,278	06/01/2014
931142CN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,114,080.00	2,005,777.43	3.000	AA	2.902	1,160	02/03/2014
949746NB3	10715	Wells Fargo Co		01/23/2008	1,000,000.00	1,004,860.00	1,000,930.07	4.875	AA-	4.000	42	01/12/2011
		<b>Subtotal and Average</b>	<b>14,876,549.48</b>		<b>16,085,000.00</b>	<b>16,590,289.95</b>	<b>16,214,377.44</b>			<b>2.313</b>	<b>823</b>	
<b>Municipal Bond Issues - Coupon</b>												
SYS10423	10423	Skpk-2001TYAllockRef Bd		12/18/2001	639,123.03	639,123.03	639,123.03	8.000		7.999	578	07/01/2012
		<b>Subtotal and Average</b>	<b>639,123.03</b>		<b>639,123.03</b>	<b>639,123.03</b>	<b>639,123.03</b>			<b>7.999</b>	<b>578</b>	
		<b>Total and Average</b>	<b>148,449,326.74</b>		<b>146,174,126.61</b>	<b>147,670,538.76</b>	<b>146,464,293.13</b>			<b>1.766</b>	<b>883</b>	

**City of Torrance**  
**Portfolio Management**  
**Portfolio Details - Cash**  
**November 30, 2010**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
<b>Local Agency Investment Funds</b>											
SVS1000a	1000A	LAIF - TRANS FUNDS		07/01/2010	0.00	0.00	0.00	0.454		0.454	1
		<b>Average Balance</b>	<b>0.00</b>	<b>Accrued Interest at Purchase</b>		<b>27,610.60</b>	<b>27,610.60</b>				<b>0</b>
		<b>Subtotal</b>				<b>27,610.60</b>	<b>27,610.60</b>				
		<b>Total Cash and Investments</b>	<b>148,449,326.74</b>		<b>146,174,126.61</b>	<b>147,698,149.36</b>	<b>146,491,903.73</b>			<b>1.766</b>	<b>883</b>

**CASH AND INVESTMENT PORTFOLIO SHARE (A)  
AS OF NOVEMBER 30, 2010**

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	25,809,131.56	25,211,477.36	18.17
Parks & Recr Facility & Open Space	4,087,968.86	3,993,305.01	2.79
State Gas Tax	7,348,941.14	7,178,763.95	5.02
Federal Housing, Community Dev	264,273.11	258,153.42	0.18
Street Lighting	27,701.47	27,060.00	(0.11)
Traffic Congestion Relief Act 2000 - AB2928	1,397,247.85	1,364,892.21	0.95
Proposition 1B	945,932.93	924,028.25	0.65
Police Asset Forfeiture	4,067,246.09	3,973,062.11	2.78
Drainage Improvement	19,905.41	19,444.47	0.01
Measure R Local Return	1,371,211.07	1,339,458.35	0.94
Government Cable	3,198,335.43	3,124,272.55	2.18
Local Return - Proposition C	5,948,138.93	5,810,399.69	4.06
Grants/Donations	(908,691.34)	(887,649.05) (B)	(0.62)
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	179,442.09	175,286.80	0.12
Seismic Education Fund	56,828.50	55,512.54	0.04
Rehabilitation Housing	680,657.61	664,895.83	0.46
Meadow Park Parking Lot	41,319.65	40,362.82	0.03
Police Inmate Welfare Fund	51,302.51	50,114.51	0.04
Capital Improvements	23,307,867.59	22,768,134.40	15.91
Geologic Hazard Abatement	14,656.03	14,316.64	0.01
El Camino Training Fund-Fire	654,330.81	639,178.67	0.45
El Camino Training Fund-Police	10,237.06	10,000.00	0.01
Vanpool/Rideshare Fund	48,010.28	46,898.52	0.03
Torrance Improvement Fund	(23,454.06)	(22,910.94) (C)	(0.02)
Animal Control Fund	3,253.49	3,178.15	0.00
Redevelopment-Capital Proj	6,362,039.34	6,214,715.53	4.34
Torrance Improvements Debt Service	15,835.47	15,468.77	0.01
Redevelopment Debt Service	6,736.19	6,580.20	0.00
Underground Storage Tank Fund	3,071.12	3,000.00	0.00
DNA Sampling Fund	54,635.17	53,370.00	0.04
Airport Fund	5,238,007.39	5,116,712.45	3.58
Transit Operations	4,687,898.46	4,579,342.22	3.20
Development Impact Fund	1,008,148.40	984,803.01	0.69
Water Operations	5,695,648.65	5,563,756.25	3.89
Emergency Medical Service Enterprise Fund	32,430.22	31,679.24	(0.40)
Sanitation Operations	2,193,628.07	2,142,830.89	1.50
Cultural Arts Enterprise	305,169.57	298,102.85	0.21
Sewer Enterprise Fund	11,064,475.70	10,808,259.01	7.55
Parks & Recreation Enterprise Fund	(664,083.99)	(648,706.00) (D)	(0.45)
Self Insurance Fund	8,649,183.44	8,448,896.93	5.91
Fleet Services	13,250,612.41	12,943,772.01	9.05
Postemployment/Compensated Absences Fund	6,411,600.27	6,263,128.79	4.38
Trust & Agency	3,547,463.21	3,465,315.68	2.42
<b>TOTAL</b>	<b>146,464,293.13</b>	<b>143,072,664.09</b>	<b>100.00</b>

- (A) The difference between the Share of Investments total of \$146,464,293.13 and the Pooled Cash and Investments total of \$143,072,664.09 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)
- (B) 2008 UASI Grant for Fire-Breathing Apparatus has a negative cash balance of <\$303,960>. The reimbursement request was submitted to the City of Los Angeles in mid September. The City of Los Angeles processes the reimbursement and sends it to the State.
- FEAP653 Lomita Right of Way Open Space has a negative cash balance of <\$396,675> Reimbursement requests will be submitted by the end of FY 2010-11.
- FEAP726 2007 Buffer Zone Protection Plan Grant has a negative cash balance of <\$177,198> The State has received the reimbursement claim and the funds are expected to be received in February, 2011.
- T-051 Crenshaw Blvd. Rehabilitation (ARRA-Federal Grant) has a negative cash balance of <\$112,992>. Department plans to submit a reimbursement request in January, 2011.
- (C) Amount represents expenditures for T-051 Crenshaw Boulevard between Maricopa Street and Sepulveda Boulevard rehabilitation project. Drawdown is pending.
- (D) Negative cash balance represents net losses from prior years.



City of Torrance  
Investment Report  
November 2010

**CASH AND INVESTMENT RECONCILIATION  
AS OF NOVEMBER 30, 2010**

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		<b>146,464,293.13</b>
CASH AND INVESTMENTS PER BOOKS		<b>143,072,664.09</b>
CASH IN BANKS:		
Cash in B of A General Account		(\$503,270.89)
Cash in B of A Payroll Account		0.00
OUTSTANDING WARRANTS:		
General Account	325,656.07	
Payroll Account	126,112.27	
Workers Compensation Account	105,800.35	
		557,568.69
Miscellaneous outstanding adjusting journal entries		1,993,153.93
Housing Fund restricted cash		(572,943.03)
Payroll for PE 11/30/10 posted on 11/30/10 and paid on 12/10/10		1,917,120.34
INVESTMENTS PER BOOKS		<b>\$146,464,293.13</b>