Council Meeting of
October 8, 2013

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

Members of Council:

**SUBJECT: City Treasurer - Accept and file Investment Report for August 2013**

**RECOMMENDATION**

Recommendation of the City Treasurer that City Council accept and file the attached monthly investment report for the month of August 2013.

**FUNDING**

Not applicable

**BACKGROUND**

On December 18, 2012, Your Honorable Body, through passage of Resolution 2012-94, adopted an official "Statement of Investment Policy" as recommended by the City Treasurer. The City's Statement of Investment Policy requires the City Treasurer to report a monthly statement of investment activity. This requirement is provided in the attached report.

**Investment Committee Note**

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

Respectfully submitted,

Dana Cortez
City Treasurer

Noted:

LeRoy J. Jackson
City Manager

CC: City Manager
City Clerk

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# Investment Report Summary Notes for August 2013

## Investment Activity during the Period

The investment activity for August included no purchases and 2 redemptions.

***Redemptions***

| Issuer | PAR VALUE | TERM | RATE | YIELD | STATUS |
|---|---|---|---|---|---|
| Toyota Motor Credit Corp. | 1,000,000 | 2.5 years | 1.38% | 1.29% | Matured |
| 3M | 1,000,000 | 3 years | 4.38% | 1.27% | Matured |

The LAIF balance increased by $11.7 million and the average monthly yield was .271%. During the month of August we had 6 LAIF deposits and 5 withdrawals. The total portfolio increased by $2.3 million. This was primarily due to the increase MTA receipts received.

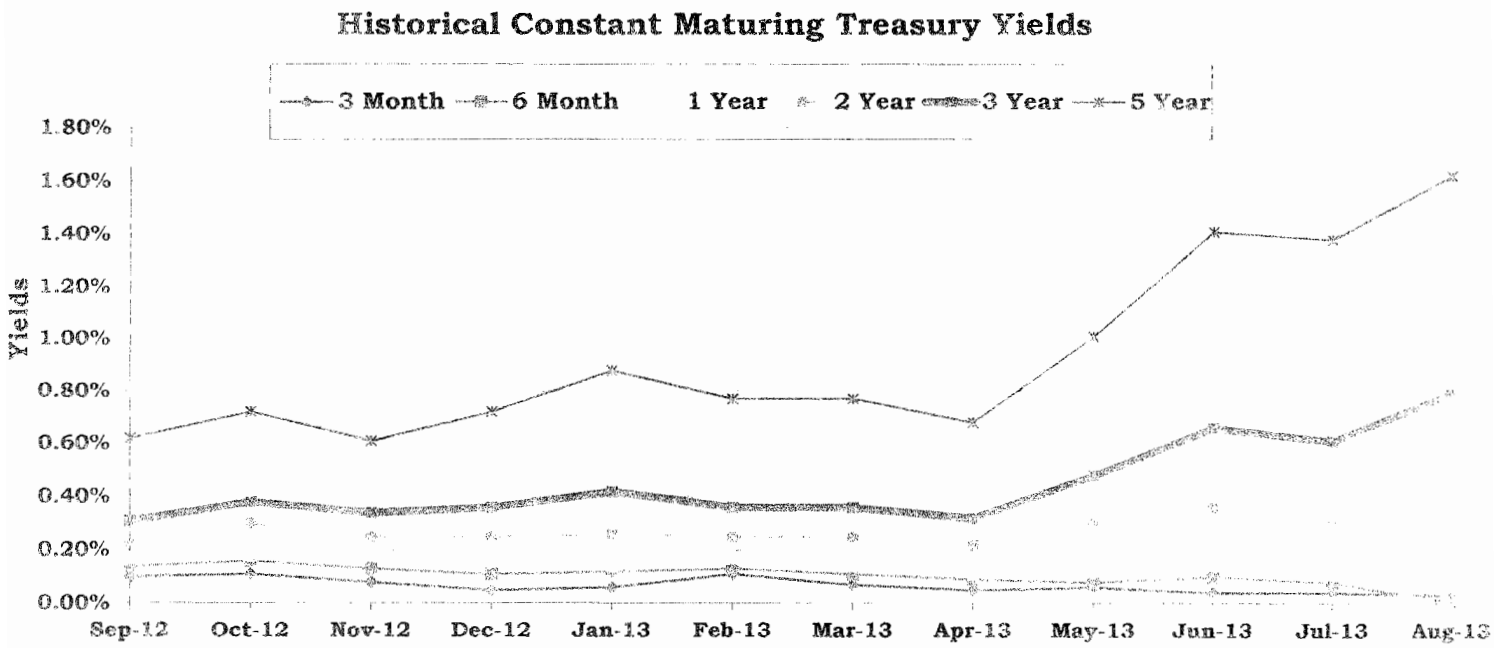
## Liquidity of the Portfolio

- The current goal is to keep the portfolio at an average maturity between 2 to 3 years based on current economic trends. The goal was set between 2 to 3 years as a gauge to meet liquidity needs and in order to take advantage of rising interest rates. Average maturity is a moving target which is contingent upon the current state or conditions of the economy. The portfolio's current average maturity is 963 days or 2.6 years.
- The City is in compliance with California Government Code Section 53646 which requires local agency to report its ability to meet pooled expenditure requirements for the next six (6) months. Currently, our projected cash flows for the next six months show that anticipated revenues exceed expenditures in the amount of $14.3 million.

## Investment Comparison to Benchmark

For the month of August the City's yield to maturity on pooled investments was 1.024. The yield decreased 7 basis points or .07% from the previous month. The Average Effective Rate of Return for Fiscal Year to date is 1.35%. The average yield on the 2 year and 3 year U.S. Constant Maturing Treasury (CMT) was .39% and .79% respectively. The portfolio performed above these benchmarks (CMT) by 63 basis points or .63% and 23 basis points or .23% respectively.

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




## Portfolio Forecast

Prepared by the City Treasurer's Dept. for Investment Advisory Committee reference.

# Investment Report Summary Notes for August 2013

August – Provided a roller coaster of economic news. Although the overall information was fair it did reflect the reality that current monetary policy will be very difficult with a revelation that "tapering" by the Fed may be closer than once thought. This has caused the stock market to react in preparation to the ongoing push for the anticipated tapering. August showed that the Eurozone has returned to growth while housing has shown signs of possible weakening. Markets are concerned that "tapering" maybe coming too soon since the economy has not had the verve to stand on its own. Federal Reserve meeting in September maybe the first affirmation that "tapering" is here.

# CITY of TORRANCE
# Monthly Investment Portfolio Report
# August 31, 2013

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# Investment Report
## August 2013

### Investment Portfolio Highlights

| RETURN | Current Month | Previous Month |
|---|---|---|
| Average City Portfolio YTM | 1.024% | 1.090% |
| Average U.S. Treasury Constant Maturity - 3 year | 0.790% | 0.610% |
| LAIF Average Monthly Return | 0.271% | 0.267% |
| Average City Portfolio YTM - 1 year prior | 1.365% | 1.421% |
| **INTEREST INCOME** | Current Period | Prior Year |
| Fiscal year to date | $330,542 | $346,080 |
| Current month | $126,387 | $166,447 |
| **MATURITY** | Current Month | Prior Month |
| Average Maturity (days) | 963 | 1059 |
| Average Maturity 1 Year Prior (days) | 1039 | 1045 |
| Weighted Average Maturity (years) | 2.64 | 2.90 |
| **VOLUMES** | Total $ Volume | # of Transactions |
| Purchases | $21,837,266 | 6 |
| Maturities/Redemptions | $12,137,266 | 7 |

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### Portfolio Activity Summary

| Month End | Year | Number of Securities | Average Balance | Yield to Maturity 360 | Yield to Maturity 365 | Managed Pool Rate | Investments Purchased | Investments Redeemed | Average Term | Average Days to Mat |
|---|---|---|---|---|---|---|---|---|---|---|
| August | 2012 | 98 | 145,326,323.41 | 1.332 | 1.351 | 0.377% | 10 | 6 | 1,377 | 1,039 |
| September | 2012 | 105 | 147,274,621.15 | 1.337 | 1.356 | 0.348% | 14 | 7 | 1,418 | 1,084 |
| October | 2012 | 106 | 146,172,449.78 | 1.302 | 1.321 | 0.340% | 4 | 5 | 1,393 | 1,040 |
| November | 2012 | 103 | 141,033,428.15 | 1.309 | 1.327 | 0.324% | 5 | 6 | 1,455 | 1,084 |
| December | 2012 | 102 | 140,618,535.89 | 1.249 | 1.266 | 0.326% | 5 | 6 | 1,392 | 1,034 |
| January | 2013 | 105 | 152,968,256.16 | 1.141 | 1.157 | 0.300% | 6 | 3 | 1,272 | 946 |
| February | 2013 | 103 | 163,915,502.52 | 1.071 | 1.086 | 0.286% | 2 | 4 | 1,199 | 897 |
| March | 2013 | 103 | 162,544,755.27 | 1.088 | 1.103 | 0.285% | 3 | 3 | 1,228 | 895 |
| April | 2013 | 101 | 163,304,432.84 | 0.968 | 0.981 | 0.264% | 6 | 8 | 1,120 | 822 |
| May | 2013 | 106 | 176,251,178.31 | 0.903 | 0.916 | 0.245% | 9 | 4 | 1,081 | 800 |
| June | 2013 | 107 | 179,938,768.77 | 0.956 | 0.969 | 0.244% | 2 | 0 | 1,199 | 885 |
| July | 2013 | 103 | 145,319,168.79 | 1.075 | 1.090 | 0.267% | 0 | 4 | 1,441 | 1,059 |
| August | 2013 | 101 | 143,718,235.33 | 1.010 | 1.024 | 0.271% | 0 | 2 | 1,333 | 963 |
| | **Average** | **103** | **154,385,498.96** | **1.134%** | **1.150%** | **0.298%** | **5** | **4** | **1,301** | **965** |

# Investment Report
## August 2013

### Investment Portfolio Summary

| | Book Value | % of Portfolio | % per Policy | Modified Duration | Days to Maturity | Maximum Term | YTM |
|---|---|---|---|---|---|---|---|
| **Local Agency Investment Fund (State of California)** | **$21,500,000** | **14.46%** | **$50Mil** | **0.00%** | **1** | **N/A** | **0.271%** |
| **Union Bank Custodial - Money Market Account (For Pending Purchases/Interest)** | **$0** | **0.00%** | **100%** | **0.00%** | **1** | **N/A** | **0.001%** |
| **Negotiable Certificates of Deposit** | **$6,860,000** | **4.61%** | **20%** | **2.21%** | **834** | **5 Years** | **0.802%** |
| **Federal Agency Issues** | **$97,143,523** | **65.35%** | **75%** | **3.31%** | **1250** | **5 Year** | **0.911%** |
| Farmer Mac | $10,999,327 | 7.40% | 30% | 3.97% | 1489 | 5 Year | 0.854% |
| Federal Farm Credit Bank | $13,638,697 | 9.17% | 30% | 2.37% | 896 | 5 Year | 1.251% |
| Federal Home Loan Bank | $19,040,946 | 12.81% | 30% | 3.64% | 1377 | 5 Year | 0.944% |
| Federal Home Loan Mortgage Corporation | $43,445,589 | 29.23% | 30% | 3.13% | 1184 | 5 Year | 0.795% |
| Federal National Mortgage Association | $10,018,964 | 6.74% | 30% | 4.03% | 1509 | 5 Year | 0.946% |
| **U.S. Treasury Securities** | **$0** | | **100%** | | | **5 Year** | |
| **Medium Term Notes** | **$23,155,649** | **15.58%** | **20%** | **1.83%** | **692** | **5 Year** | **2.264%** |
| 3m | $1,085,494 | 0.73% | 5% | 3.72% | 1394 | 5 Year | 0.864% |
| Barclay | $3,000,000 | 2.02% | 5% | 3.09% | 1153 | 5 Year | 3.287% |
| Bank of Montreal | $1,001,047 | 0.67% | 5% | 3.86% | 1471 | 5 Year | 1.373% |
| Berkshire Hathaway | $1,000,347 | 0.67% | 5% | 0.12% | 44 | 5 Year | 4.300% |
| CocaCola | $1,084,452 | 0.73% | 5% | 0.21% | 75 | 5 Year | 1.000% |
| General Electric | $990,636 | 0.67% | 5% | 2.12% | 799 | 5 Year | 2.710% |
| General Electric Capital Corp | $7,990,851 | 5.38% | 5% | 1.71% | 639 | 5 Year | 2.136% |
| MicroSoft Corp | $1,000,000 | 0.67% | 5% | 0.74% | 273 | 5 Year | 2.949% |
| Toyota Motor Center Corp | $3,001,407 | 2.02% | 5% | 2.05% | 766 | 5 Year | 1.389% |
| Wal-Mart Stores | $3,001,414 | 2.02% | 5% | 0.89% | 328 | 5 Year | 2.672% |
| **Total Investments** | **$148,659,173** | **100.00%** | | **2.54%** | **963** | | **1.024%** |
| **Cash In Bank - General** | **$1,128,443** | | | | **Earnings Credit** | | **0.250%** |
| **Cash In Bank - Housing** | **$1,587,979** | | | | **Earnings Credit** | | **0.250%** |
| **Total Funds** | **$151,375,595** | | | | | | |

Portfolio Notes:

| Effective Rate of Return | |
|---|---|
| **Month Ending** | **Fiscal YTD** |
| **1.04%** | **1.35%** |

I certify that this report accurately reflects all pooled investments and is in conformity with the City of Torrance Investment Policy Statement adopted by Resolution 2012-94 on December 18, 2012, per California Government Code §53601 A copy of this policy is available at the office of the City Clerk.

Dana Cortez - City Treasurer

Shiela Abalayan - Deputy City Treasurer

# Investment Report
## August 2013

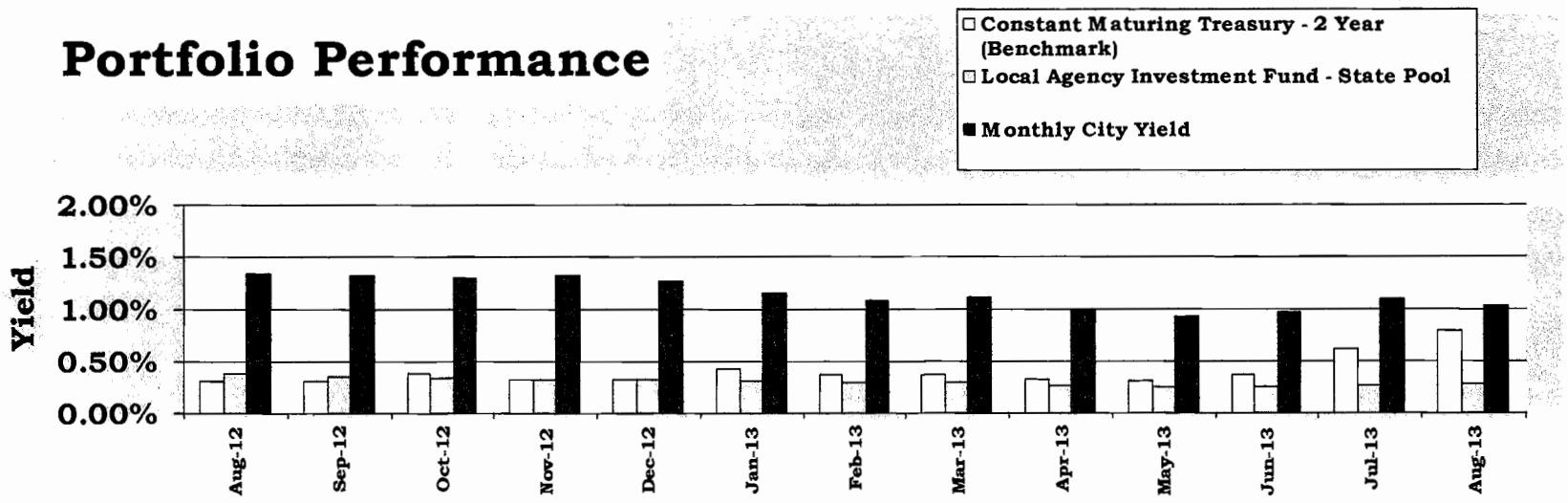
### Portfolio Monthly Activity Detail

| Investment Number. | BROKER | PURCHASE DATE | DESCRIPTION | QUALITY RATING | MATURITY DATE | DAYS HELD/ DAYS TO MATURITY | RATE | YIELD | PAR VALUE | Realized Gain (Loss) | Book Value | MARKET VALUE |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **PURCHASES** | | | | | | | | | | | | |
| None | | | | | | | | | | | | |
| **MATURITIES/CALLS/SALES** | | | | | | | | | | | | |
| 10945 | Morgan Stanley | 02/23/2011 | Toyota Motor Credit Corp | AA-/Aa3 | 08/12/2013 | 901/901 | 1.38% | 1.29% | 1,000,000.00 | | 1,000,000 | 1,000,000 |
| 10895 | Vining Sparks | 07/20/2010 | 3M | AA-/Aa2 | 08/15/2013 | 1122/1122 | 4.38% | 1.27% | 1,000,000.00 | | 1,000,000 | 1,000,000 |
| | | | | | | | | **1.279%** | **$2,000,000** | **$0** | **2,000,000** | **$2,000,000** |

| State of California Local Agency Pool | Beginning Balance | Rate | Yield | Deposits | Withdrawals | Interest Accrued | Ending Balance |
|---|---|---|---|---|---|---|---|
| City TRAN Repayment | 9,800,000 | 0.271% | 0.271% | 19,700,000 | 8,000,000 | - | 21,500,000 |
| | **$9,800,000** | | | **$19,700,000** | **$8,000,000** | **$ -** | **21,500,000** |

# Investment Report
## August 2013

## Portfolio Performance



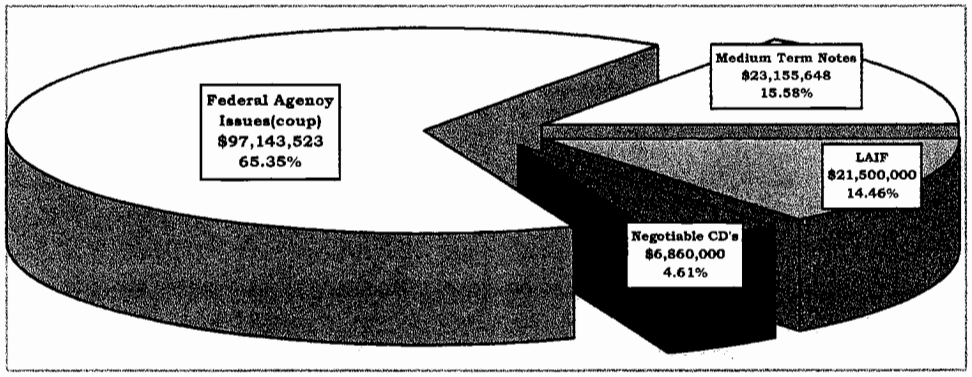

### Portfolio Earnings Summary

| | August 31, 2013 | Fiscal Year to Date |
|---|---|---|
| **CD/Coupon/Discount Investments:** | | |
| Interest Collected | $137,253.58 | $534,766.43 |
| Plus Interest at End of Period | $461,577.58 | $461,577.58 |
| Less Accrued Interest at Beginning of Period | ($420,124.16) | ($626,805.56) |
| **Interest Earned** | **$178,707.00** | **$369,538.45** |
| Adjusted By Premium | ($55,632.45) | ($114,420.70) |
| Adjusted by Capital | $0.00 | $70,290.08 |
| **Earnings during** | **$123,074.55** | **$325,407.83** |
| **Cash/Checking Accounts:** | | |
| Interest Collected | $12.18 | $26,108.87 |
| Plus Accrued Interest at End of Period | $97,792.22 | $97,792.22 |
| Less Interest at Beginning of Period | ($94,491.75) | ($118,766.57) |
| **Interest Earned** | **$3,312.65** | **$5,134.52** |
| **Total Interest Earned** | **$182,019.65** | **$374,672.97** |
| Total Adjustments from Premium and Discounts | ($55,632.45) | ($114,420.70) |
| Total Capital Gains or Loss | $0.00 | $70,290.08 |
| **Total Earnings this Period** | **$126,387.20** | **$330,542.35** |

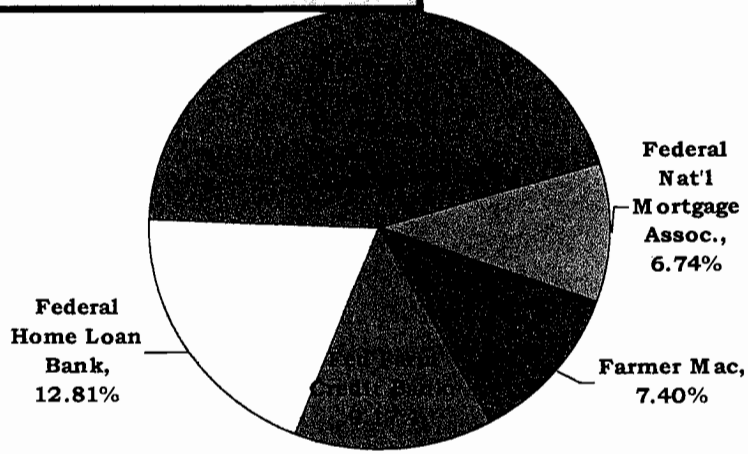
# Investment Report
## August 2013

## Portfolio Distribution

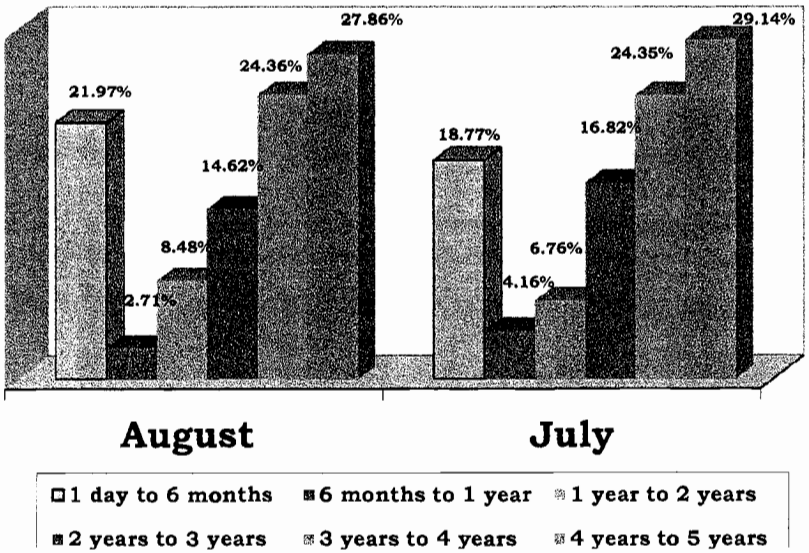
### Portfolio Sectors



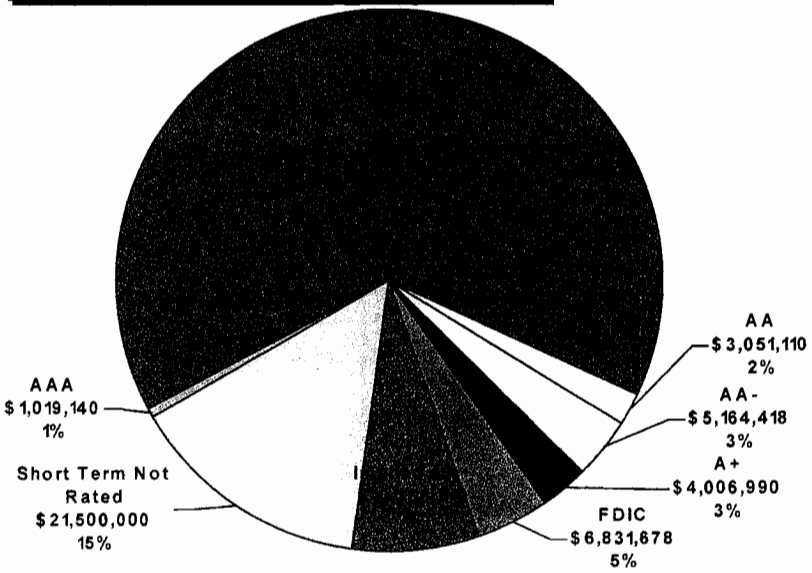

### Federal Agencies Distribution




### Maturity Distribution




### Market Value and Credit Rating Report



# Investment Report

## August 2013

Value of Portfolio per GASB 31

| | Beginning Investment Value as of July 1, 2013 | Purchase/Redemption of Principal | Change in Market Value | Ending Investment Value as of August 31, 2013 |
|---|---|---|---|---|
| Federal Agency (Coupon) | $105,287,920 | ($9,121,890) | ($289,235) | $95,876,795 |
| U.S. Treasury Securities | $0 | $0 | $0 | $0 |
| Negotiable Certificate Deposits | $6,843,933 | $0 | ($12,255) | $6,831,678 |
| Medium Term Notes | $25,441,688 | ($2,000,000) | ($32,700) | $23,408,988 |
| Municipal Bonds | $0 | $0 | $0 | $0 |
| **SUBTOTAL PER GASB 31** | **$137,573,541** | **($11,121,890)** | **($334,190)** | **$126,117,461** |
| Non-GASB | | | | |
| Local Agency Investment Funds | $40,100,000 | ($18,600,000) | $0 | $21,500,000 |
| Money Market | $0 | $0 | $0 | $0 |
| Federal Agency – Disc. | $0 | $0 | $0 | $0 |
| Treasury Security – Disc. | $0 | $0 | $0 | $0 |
| Certificate of Deposits -Disc. | $0 | $0 | $0 | $0 |
| Commercial paper | $0 | $0 | $0 | $0 |
| **TOTAL PORTFOLIO** | **$177,673,541** | **($29,721,890)** | **($334,190)** | **$147,617,461** |

The Governmental Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will note the unrealized gain/(loss) monthly although we will not physically apply it to earnings until year-end, as GASB 31 requires. The portfolio paper gain or loss is the difference between the book and market value of securities with a maturity term of one year or longer at purchase. The disclosure of paper losses reveals the worse case scenario of liquidity in our portfolio. The philosophy of the city is to buy and hold to maturity.
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.

**Reviewed by the Investment Advisory Committee:**

City Treasurer - Dana Cortez

City Manager - LeRoy Jackson

City Attorney - John Fellows III

Finance Director - Eric Tsao

Deputy City Treasurer - Shiela Abalayan

# Monthly Investment Reports
## Portfolio Management
### Portfolio Details - Investments
### August 31, 2013

| CUSIP | Investment # | Issuer | Average Balance | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity | Maturity Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Local Agency Investment Funds** | | | | | | | | | | | | |
| SYS10000 | 10000 | Local Agency Invest Fund GEN'L | | | 21,500,000.00 | 21,500,000.00 | 21,500,000.00 | 0.271 | | 0.271 | 1 | |
| SYS1000a | 1000A | LAIF - TRANS FUNDS | | | 0.00 | 0.00 | 0.00 | 0.267 | | 0.267 | 1 | |
| | | **Subtotal and Average** | **14,593,548.39** | | **21,500,000.00** | **21,500,000.00** | **21,500,000.00** | | | **0.271** | **1** | |
| **Money Market Sweep Account** | | | | | | | | | | | | |
| 316175108S | 1000 | Union Bank of California | | | 0.00 | 0.00 | 0.00 | 0.001 | | 0.001 | 1 | |
| | | **Subtotal and Average** | **1,133,369.71** | | **0.00** | **0.00** | **0.00** | | | **0.000** | **0** | |
| **Negotiable CD's** | | | | | | | | | | | | |
| 33764JHM0 | 11052 | First Bank of Puerto Rico | | 08/01/2012 | 245,000.00 | 245,935.90 | 245,000.00 | 1.250 | FDIC | 1.251 | 1,065 | 08/01/2016 |
| 332135FA5 | 11069 | First National Bank of Omaha | | 10/10/2012 | 245,000.00 | 245,004.90 | 245,000.00 | 0.550 | FDIC | 0.550 | 221 | 04/10/2014 |
| 02005QN90 | 11044 | Ally Bank | | 08/01/2012 | 245,000.00 | 246,112.30 | 245,000.00 | 1.150 | FDIC | 1.150 | 701 | 08/03/2015 |
| 02587DLD8 | 11070 | American Express Cent | | 10/04/2012 | 245,000.00 | 244,630.05 | 245,000.00 | 1.550 | FDIC | 1.550 | 1,494 | 10/04/2017 |
| 037830NA0 | 11047 | Apple Bank Savings | | 08/01/2012 | 245,000.00 | 245,056.35 | 245,000.00 | 0.500 | FDIC | 0.500 | 155 | 02/03/2014 |
| 06740AYC7 | 11090 | Barclays Bank | | 03/12/2013 | 245,000.00 | 240,043.90 | 245,000.00 | 1.000 | FDIC | 1.345 | 1,653 | 03/12/2018 |
| 07370VLN6 | 11064 | Beal Bank USA | | 09/26/2012 | 245,000.00 | 244,985.30 | 245,000.00 | 0.400 | FDIC | 0.400 | 24 | 09/25/2013 |
| 07370TUT8 | 11063 | Beal Bank SSB Plano Texas | | 09/26/2012 | 245,000.00 | 244,985.30 | 245,000.00 | 0.400 | FDIC | 0.400 | 24 | 09/25/2013 |
| 06426NGR7 | 11068 | Bank of China | | 09/26/2012 | 245,000.00 | 245,607.60 | 245,000.00 | 0.650 | FDIC | 0.650 | 390 | 09/26/2014 |
| 06251AYM6 | 11062 | Bank Hapoalim BM NY | | 09/26/2012 | 245,000.00 | 245,000.00 | 245,000.00 | 0.500 | FDIC | 0.500 | 25 | 09/26/2013 |
| 05568PZ91 | 11073 | BMW Bank of North America | | 11/02/2012 | 245,000.00 | 245,472.85 | 245,000.00 | 0.950 | FDIC | 0.000 | 792 | 11/02/2015 |
| 060624XH1 | 11091 | Bank of Baroda | | 03/08/2013 | 245,000.00 | 239,105.30 | 245,000.00 | 1.250 | FDIC | 1.250 | 1,649 | 03/08/2018 |
| 149159HR9 | 11094 | Cathay Bank | | 04/12/2013 | 245,000.00 | 238,627.55 | 245,000.00 | 1.000 | FDIC | 1.001 | 1,684 | 04/12/2018 |
| 17284CBZ6 | 11093 | CIT BANK | | 04/17/2013 | 245,000.00 | 238,487.90 | 245,000.00 | 1.150 | FDIC | 1.150 | 1,689 | 04/17/2018 |
| 20033AAU0 | 11084 | Comenity Capital Bank | | 01/18/2013 | 245,000.00 | 243,096.35 | 245,000.00 | 0.750 | FDIC | 0.750 | 1,235 | 01/18/2017 |
| 254671GK0 | 11058 | Discover Bank | | 09/19/2012 | 245,000.00 | 245,712.95 | 245,000.00 | 1.250 | FDIC | 1.250 | 1,114 | 09/19/2016 |
| 25811L2K4 | 11077 | DORAL BANK | | 12/07/2012 | 245,000.00 | 245,029.40 | 245,000.00 | 0.550 | FDIC | 0.550 | 96 | 12/06/2013 |
| 29976DNQ9 | 11059 | EverBank | | 09/14/2012 | 245,000.00 | 245,754.60 | 245,000.00 | 0.900 | FDIC | 0.900 | 1,109 | 09/14/2016 |
| 36160XN52 | 11051 | GE Capital Bank | | 08/03/2012 | 245,000.00 | 245,994.70 | 245,000.00 | 1.150 | FDIC | 1.150 | 701 | 08/03/2015 |
| 38143AXS9 | 11045 | Goldman Sachs Bank | | 08/01/2012 | 245,000.00 | 246,460.20 | 245,000.00 | 1.200 | FDIC | 1.200 | 701 | 08/03/2015 |
| 062782W52 | 11080 | BANK OF INDIA | | 12/05/2012 | 245,000.00 | 244,997.55 | 245,000.00 | 0.500 | FDIC | 0.500 | 94 | 12/04/2013 |
| 48124JRY6 | 11085 | JPMORGAN | | 01/28/2013 | 245,000.00 | 241,491.36 | 245,000.00 | 0.750 | FDIC | 0.000 | 1,610 | 01/28/2018 |
| 60688TGZ6 | 11078 | Mizuho Corp USA | | 12/12/2012 | 245,000.00 | 245,183.75 | 245,000.00 | 0.550 | FDIC | 0.550 | 102 | 12/12/2013 |
| 786580X96 | 11043 | Safra National Bank | | 07/31/2012 | 245,000.00 | 246,176.00 | 245,000.00 | 0.800 | FDIC | 0.800 | 698 | 07/31/2015 |
| 795450NT8 | 11053 | Sallie Mae Bank | | 08/08/2012 | 245,000.00 | 246,087.80 | 245,000.00 | 1.100 | FDIC | 1.100 | 708 | 08/10/2015 |
| 84603M2H8 | 11046 | Sovereign Bank | | 08/01/2012 | 245,000.00 | 245,639.45 | 245,000.00 | 0.850 | FDIC | 0.850 | 334 | 08/01/2014 |
| 856283UK0 | 11098 | STATE BANK of INDIA | | 05/14/2013 | 245,000.00 | 238,171.85 | 245,000.00 | 1.150 | FDIC | 1.150 | 1,716 | 05/14/2018 |

# Monthly Investment Reports
## Portfolio Management
### Portfolio Details - Investments
### August 31, 2013

| CUSIP | Investment # | Issuer | Average Balance | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity | Maturity Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Negotiable CD's** | | | | | | | | | | | | |
| 94768NJD7 | 11081 | Webster Bank | | 12/12/2012 | 245,000.00 | 242,826.85 | 245,000.00 | 1.000 | FDIC | 0.000 | 1,563 | 12/12/2017 |
| | | **Subtotal and Average** | **6,860,000.00** | | **6,860,000.00** | **6,831,678.01** | **6,860,000.00** | | | **0.802** | **834** | |
| **Federal Agency Issues - Coupon** | | | | | | | | | | | | |
| 31315PXK0 | 11071 | FARMER MAC | | 10/25/2012 | 2,000,000.00 | 1,967,100.00 | 2,000,000.00 | 0.650 | | 1.053 | 1,515 | 10/25/2017 |
| 31315PWE5 | 11083 | FARMER MAC | | 01/08/2013 | 3,000,000.00 | 2,926,470.00 | 2,999,735.42 | 0.930 | | 0.935 | 1,590 | 01/08/2018 |
| 31315PNZ8 | 11086 | FARMER MAC | | 01/30/2013 | 2,000,000.00 | 1,954,940.00 | 2,001,059.33 | 1.050 | | 1.038 | 1,612 | 01/30/2018 |
| 31315PXM6 | 11097 | FARMER MAC | | 05/02/2013 | 2,000,000.00 | 1,928,280.00 | 1,999,066.11 | 0.860 | | 0.783 | 1,704 | 05/02/2018 |
| 31315PXF1 | 11099 | FARMER MAC | | 05/02/2013 | 2,000,000.00 | 1,983,520.00 | 1,999,466.11 | 0.410 | | 0.420 | 974 | 05/02/2016 |
| 31331XWW8 | 10879 | FEDERAL FARM CREDIT BANK | | 05/05/2010 | 500,000.00 | 515,555.00 | 508,694.00 | 5.000 | AA+ | 2.192 | 236 | 04/25/2014 |
| 31331JQ55 | 10907 | FEDERAL FARM CREDIT BANK | | 10/06/2010 | 1,000,000.00 | 1,010,130.00 | 1,000,000.00 | 1.150 | AA+ | 1.150 | 400 | 10/06/2014 |
| 31331KCK4 | 10942 | FEDERAL FARM CREDIT BANK | | 02/17/2011 | 1,000,000.00 | 1,024,660.00 | 1,000,000.00 | 2.030 | AA+ | 2.030 | 534 | 02/17/2015 |
| 31331X2Q4 | 10947 | FEDERAL FARM CREDIT BANK | | 03/01/2011 | 1,000,000.00 | 1,000,140.00 | 1,000,319.68 | 5.000 | AA+ | 1.100 | 3 | 09/04/2013 |
| 31331VPV2 | 10954 | FEDERAL FARM CREDIT BANK | | 04/01/2011 | 2,000,000.00 | 2,218,280.00 | 2,129,683.33 | 4.950 | AA+ | 2.280 | 943 | 04/01/2016 |
| 31331KGN4 | 10955 | FEDERAL FARM CREDIT BANK | | 04/07/2011 | 1,000,000.00 | 1,007,470.00 | 1,000,000.00 | 1.400 | AA+ | 1.400 | 218 | 04/07/2014 |
| 3133EAA81 | 11041 | FEDERAL FARM CREDIT BANK | | 07/30/2012 | 1,000,000.00 | 986,810.00 | 1,000,000.00 | 0.780 | AA+ | 0.780 | 1,247 | 01/30/2017 |
| 3133EAX29 | 11060 | FEDERAL FARM CREDIT BANK | | 09/18/2012 | 1,000,000.00 | 982,330.00 | 1,000,000.00 | 0.980 | AA+ | 0.980 | 1,478 | 09/18/2017 |
| 3133EA2K3 | 11066 | FEDERAL FARM CREDIT BANK | | 09/28/2012 | 1,000,000.00 | 999,200.00 | 1,000,000.00 | 0.450 | AA+ | 0.450 | 757 | 09/28/2015 |
| 3133EA2H0 | 11067 | FEDERAL FARM CREDIT BANK | | 10/01/2012 | 1,000,000.00 | 998,960.00 | 1,000,000.00 | 0.440 | AA+ | 0.440 | 760 | 10/01/2015 |
| 3133EC5A8 | 11075 | FEDERAL FARM CREDIT BANK | | 11/28/2012 | 2,000,000.00 | 1,951,720.00 | 2,000,000.00 | 0.870 | AA+ | 0.870 | 1,548 | 11/27/2017 |
| 3133ECE26 | 11087 | FEDERAL FARM CREDIT BANK | | 01/30/2013 | 1,000,000.00 | 976,500.00 | 1,000,000.00 | 0.940 | AA+ | 1.022 | 1,612 | 01/30/2018 |
| 3133XY6S9 | 10899 | FEDERAL HOME LOAN BANK | | 08/26/2010 | 1,000,000.00 | 1,002,980.00 | 1,001,578.13 | 2.000 | AA+ | 1.002 | 58 | 10/29/2013 |
| 313373RC8 | 10956 | FEDERAL HOME LOAN BANK | | 05/16/2011 | 1,000,000.00 | 1,009,710.00 | 1,000,769.76 | 1.250 | AA+ | 1.164 | 332 | 07/30/2014 |
| 313376Q99 | 11007 | FEDERAL HOME LOAN BANK | | 01/13/2012 | 2,000,000.00 | 2,004,680.00 | 2,000,000.00 | 1.125 | AA+ | 1.125 | 1,230 | 01/13/2017 |
| 313378W56 | 11037 | FEDERAL HOME LOAN BANK | | 04/30/2012 | 2,000,000.00 | 2,018,620.00 | 2,000,000.00 | 2.000 | AA+ | 1.425 | 1,331 | 04/24/2017 |
| 313370TW8 | 11040 | FEDERAL HOME LOAN BANK | | 07/25/2012 | 1,000,000.00 | 1,032,830.00 | 1,041,107.92 | 2.000 | AA+ | 0.620 | 1,104 | 09/09/2016 |
| 313380P92 | 11055 | FEDERAL HOME LOAN BANK | | 09/26/2012 | 1,000,000.00 | 976,900.00 | 1,000,000.00 | 1.000 | AA+ | 1.000 | 1,486 | 09/26/2017 |
| 313380MF1 | 11057 | FEDERAL HOME LOAN BANK | | 09/18/2012 | 1,000,000.00 | 976,980.00 | 1,000,000.00 | 1.000 | AA+ | 1.005 | 1,478 | 09/18/2017 |
| 3133824S9 | 11089 | FEDERAL HOME LOAN BANK | | 02/27/2013 | 1,000,000.00 | 975,890.00 | 1,000,000.00 | 1.100 | AA+ | 1.100 | 1,640 | 02/27/2018 |
| 313383AA9 | 11105 | FEDERAL HOME LOAN BANK | | 06/12/2013 | 4,000,000.00 | 3,861,600.00 | 4,000,000.00 | 1.000 | AA+ | 1.000 | 1,745 | 06/12/2018 |
| 3133837E5 | 11106 | FEDERAL HOME LOAN BANK | | 06/06/2013 | 4,000,000.00 | 3,851,120.00 | 4,000,000.00 | 0.625 | AA+ | 0.625 | 1,739 | 06/06/2018 |
| 3133834R9 | 11108 | FEDERAL HOME LOAN BANK | | 05/24/2013 | 1,000,000.00 | 991,010.00 | 997,490.32 | 0.375 | AA+ | 0.465 | 1,027 | 06/24/2016 |
| 3128X1CS4 | 10915 | FEDERAL HOME LOAN MORTGAGE CO | | 10/27/2010 | 1,000,000.00 | 1,009,500.00 | 1,008,233.88 | 4.580 | AA+ | 0.730 | 79 | 11/19/2013 |
| 3134G3EN6 | 11003 | FEDERAL HOME LOAN MORTGAGE CO | | 12/30/2011 | 1,000,000.00 | 1,002,550.00 | 1,000,000.00 | 1.000 | AA+ | 1.000 | 667 | 06/30/2015 |
| 3134G3GM6 | 11009 | FEDERAL HOME LOAN MORTGAGE CO | | 01/13/2012 | 1,000,000.00 | 995,010.00 | 1,000,000.00 | 1.300 | AA+ | 1.300 | 1,230 | 01/13/2017 |
| 3134G3GX2 | 11010 | FEDERAL HOME LOAN MORTGAGE CO | | 01/13/2012 | 2,000,000.00 | 1,995,500.00 | 2,000,000.00 | 1.400 | AA+ | 1.400 | 1,230 | 01/13/2017 |

# Monthly Investment Reports
## Portfolio Management
### Portfolio Details - Investments
### August 31, 2013

| CUSIP | Investment # | Issuer | Average Balance | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity | Maturity Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Federal Agency Issues - Coupon** | | | | | | | | | | | | |
| 3137EADC0 | 11017 | FEDERAL HOME LOAN MORTGAGE CO | | 01/30/2012 | 1,000,000.00 | 993,420.00 | 997,587.32 | 1.000 | AA+ | 1.071 | 1,284 | 03/08/2017 |
| 3134G3MR8 | 11018 | FEDERAL HOME LOAN MORTGAGE CO | | 02/13/2012 | 1,000,000.00 | 1,001,820.00 | 1,000,000.00 | 0.550 | AA+ | 0.550 | 530 | 02/13/2015 |
| 3134G3NA4 | 11019 | FEDERAL HOME LOAN MORTGAGE CO | | 02/28/2012 | 3,000,000.00 | 3,006,510.00 | 3,000,000.00 | 0.750 | AA+ | 0.750 | 1,276 | 02/28/2017 |
| 3134G3MX5 | 11021 | FEDERAL HOME LOAN MORTGAGE CO | | 02/24/2012 | 1,000,000.00 | 1,002,370.00 | 1,000,000.00 | 0.800 | AA+ | 0.800 | 906 | 02/24/2016 |
| 3134G3NA4 | 11022 | FEDERAL HOME LOAN MORTGAGE CO | | 02/28/2012 | 2,000,000.00 | 2,004,340.00 | 2,000,000.00 | 0.750 | AA+ | 1.313 | 1,276 | 02/28/2017 |
| 3134G3MT4 | 11026 | FEDERAL HOME LOAN MORTGAGE CO | | 02/24/2012 | 2,000,000.00 | 1,981,340.00 | 2,000,000.00 | 1.125 | AA+ | 1.125 | 1,272 | 02/24/2017 |
| 3134G3SD3 | 11027 | FEDERAL HOME LOAN MORTGAGE CO | | 03/28/2012 | 2,000,000.00 | 2,006,060.00 | 2,000,000.00 | 0.750 | AA+ | 0.750 | 757 | 09/28/2015 |
| 3137EACT4 | 11034 | FEDERAL HOME LOAN MORTGAGE CO | | 04/26/2012 | 1,000,000.00 | 1,046,280.00 | 1,045,432.41 | 2.500 | AA+ | 0.810 | 999 | 05/27/2016 |
| 3134G3WD8 | 11039 | FEDERAL HOME LOAN MORTGAGE CO | | 06/12/2012 | 2,000,000.00 | 1,984,860.00 | 2,000,000.00 | 1.250 | AA+ | 1.250 | 1,380 | 06/12/2017 |
| 3134G32L3 | 11079 | FEDERAL HOME LOAN MORTGAGE CO | | 12/26/2012 | 2,000,000.00 | 1,932,960.00 | 2,000,000.00 | 0.850 | AA+ | 0.850 | 1,577 | 12/26/2017 |
| 3134G33B4 | 11082 | FEDERAL HOME LOAN MORTGAGE CO | | 01/11/2013 | 1,000,000.00 | 971,880.00 | 1,000,000.00 | 1.000 | AA+ | 1.000 | 1,593 | 01/11/2018 |
| 3137EADJ5 | 11095 | FEDERAL HOME LOAN MORTGAGE CO | | 04/23/2013 | 3,000,000.00 | 2,951,250.00 | 3,039,240.18 | 1.000 | AA+ | 0.660 | 1,426 | 07/28/2017 |
| 3137EAAG4 | 11096 | FEDERAL HOME LOAN MORTGAGE CO | | 04/26/2013 | 5,000,000.00 | 5,660,550.00 | 5,725,944.62 | 5.500 | AA+ | 0.420 | 1,051 | 07/18/2016 |
| 3137EADH9 | 11101 | FEDERAL HOME LOAN MORTGAGE CO | | 05/13/2013 | 5,000,000.00 | 4,947,000.00 | 5,052,300.94 | 1.000 | AA+ | 0.722 | 1,397 | 06/29/2017 |
| 3134G44N5 | 11102 | FEDERAL HOME LOAN MORTGAGE CO | | 05/28/2013 | 2,000,000.00 | 1,931,800.00 | 2,000,000.00 | 0.750 | AA+ | 0.750 | 1,549 | 11/28/2017 |
| 3137EAAG4 | 11107 | FEDERAL HOME LOAN MORTGAGE CO | | 05/22/2013 | 4,000,000.00 | 4,528,440.00 | 4,576,849.51 | 5.500 | AA+ | 0.452 | 1,051 | 07/18/2016 |
| 3136G0VA6 | 11050 | FEDERAL NATIONAL MORT ASSOC | | 08/14/2012 | 1,000,000.00 | 979,960.00 | 1,000,000.00 | 0.750 | AA+ | 1.226 | 1,443 | 08/14/2017 |
| 3136G0D57 | 11054 | FEDERAL NATIONAL MORT ASSOC | | 09/27/2012 | 1,000,000.00 | 990,240.00 | 1,000,000.00 | 0.500 | AA+ | 1.240 | 1,487 | 09/27/2017 |
| 3136G0D24 | 11061 | FEDERAL NATIONAL MORT ASSOC | | 09/25/2012 | 1,000,000.00 | 987,660.00 | 1,000,000.00 | 0.500 | AA+ | 1.093 | 1,485 | 09/25/2017 |
| 3136G0F97 | 11065 | FEDERAL NATIONAL MORT ASSOC | | 09/27/2012 | 1,000,000.00 | 989,810.00 | 1,000,000.00 | 0.625 | AA+ | 1.179 | 1,487 | 09/27/2017 |
| 3136G06R7 | 11076 | FEDERAL NATIONAL MORT ASSOC | | 11/28/2012 | 1,000,000.00 | 982,580.00 | 1,000,000.00 | 0.500 | AA+ | 1.068 | 1,548 | 11/27/2017 |
| 3135G0PQ0 | 11100 | FEDERAL NATIONAL MORT ASSOC | | 04/26/2013 | 3,000,000.00 | 2,923,500.00 | 3,018,964.35 | 0.875 | AA+ | 0.720 | 1,516 | 10/26/2017 |
| 3136G1LZ0 | 11103 | FEDERAL NATIONAL MORT ASSOC | | 05/28/2013 | 2,000,000.00 | 1,935,220.00 | 2,000,000.00 | 0.750 | AA+ | 0.750 | 1,549 | 11/28/2017 |
| | | **Subtotal and Average** | **97,169,203.25** | | **95,500,000.00** | **95,876,795.00** | **97,143,523.32** | | | **0.911** | **1,250** | |
| **Medium Term Notes** | | | | | | | | | | | | |
| 88579YAE1 | 11104 | 3M Company | | 05/23/2013 | 1,080,000.00 | 1,051,153.20 | 1,085,494.40 | 1.000 | AA- | 0.864 | 1,394 | 06/26/2017 |
| 06738KXV8 | 10989 | Barclays Bank | | 10/28/2011 | 3,000,000.00 | 3,029,940.00 | 3,000,000.00 | 4.375 | A+ | 3.287 | 1,153 | 10/28/2016 |
| 06366RHA6 | 11056 | Bank of Montreal | | 09/11/2012 | 1,000,000.00 | 977,050.00 | 1,001,047.22 | 1.400 | A+ | 1.373 | 1,471 | 09/11/2017 |
| 084664AD3 | 10714 | Berkshire Hathaway | | 01/18/2008 | 1,000,000.00 | 1,004,520.00 | 1,000,347.40 | 4.625 | AA+ | 4.300 | 44 | 10/15/2013 |
| 191216AN0 | 10924 | COCA-COLA | | 11/22/2010 | 1,085,000.00 | 1,085,575.05 | 1,084,451.51 | 0.750 | AA- | 1.000 | 75 | 11/15/2013 |
| 36962G4T8 | 10925 | General Electric | | 11/19/2010 | 1,000,000.00 | 1,023,950.00 | 990,636.45 | 2.250 | AA+ | 2.710 | 799 | 11/09/2015 |
| 36962G4X9 | 10935 | General Electric Capital Corp | | 01/10/2011 | 2,000,000.00 | 2,011,900.00 | 1,999,637.33 | 2.100 | AA+ | 2.154 | 128 | 01/07/2014 |
| 36962G5N0 | 11011 | General Electric Capital Corp | | 01/10/2012 | 2,000,000.00 | 2,070,580.00 | 2,002,014.45 | 2.900 | AA+ | 2.868 | 1,226 | 01/09/2017 |
| 36962G5M2 | 11012 | General Electric Capital Corp | | 01/10/2012 | 2,000,000.00 | 2,039,720.00 | 2,002,080.44 | 2.150 | AA+ | 2.070 | 495 | 01/09/2015 |
| 36962G4N1 | 11024 | General Electric Capital Corp | | 02/22/2012 | 2,000,000.00 | 2,016,660.00 | 1,987,119.27 | 1.060 | AA+ | 1.428 | 709 | 08/11/2015 |

# Monthly Investment Reports
## Portfolio Management
### Portfolio Details - Investments
### August 31, 2013

| 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** | | | | | | | | | | | | |
| 594918AB0 | 10821 | MicroSoft Corp | | 08/17/2009 | 1,000,000.00 | 1,019,140.00 | 1,000,000.00 | 2.950 | AAA | 2.949 | 273 | 06/01/2014 |
| 89233P5S1 | 11015 | Toyota Motor Credit Corp | | 01/13/2012 | 1,000,000.00 | 1,013,070.00 | 1,002,867.63 | 2.050 | AA- | 1.960 | 1,229 | 01/12/2017 |
| 89233P5Z5 | 11023 | Toyota Motor Credit Corp | | 02/17/2012 | 2,000,000.00 | 2,014,620.00 | 1,998,538.89 | 1.000 | AA- | 1.102 | 534 | 02/17/2015 |
| 931142CN1 | 10820 | Wal-Mart Stores | | 08/14/2009 | 2,000,000.00 | 2,021,560.00 | 2,000,768.97 | 3.000 | AA | 2.902 | 155 | 02/03/2014 |
| 931142CT8 | 10928 | Wal-Mart Stores | | 12/15/2010 | 1,000,000.00 | 1,029,550.00 | 1,000,645.48 | 2.250 | AA | 2.213 | 675 | 07/08/2015 |
| | | **Subtotal and Average** | **23,962,113.98** | | **23,165,000.00** | **23,408,988.25** | **23,155,649.44** | | | **2.264** | **692** | |
| | | **Total and Average** | **143,718,235.33** | | **147,025,000.00** | **147,617,461.26** | **148,659,172.76** | | | **1.024** | **963** | |

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Data Updated: SET_TR: 09/13/2013 08:20
Run Date: 09/13/2013 - 08:20

Portfolio CITY
AP
PM (PRF_PM2) 7.2.5

# Monthly Investment Reports
## Portfolio Management
### Portfolio Details - Cash
### August 31, 2013

| CUSIP | Investment # | Issuer | Average Balance | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | **Average Balance** | **0.00** | Accrued Interest at Purchase | | 700.00 | 700.00 | | | | **0** |
| | | | | Subtotal | | 700.00 | 700.00 | | | | |
| | **Total Cash and Investments** | | **143,718,235.33** | | **147,025,000.00** | **147,618,161.26** | **148,659,872.76** | | | **1.024** | **963** |

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CITY OF TORRANCE FISCAL AGENT FOR SUCCESSOR RDA
RESTRICTED CASH BALANCE REPORT
August 31, 2013

| | | Book Value |
|---|---|---|
| Bank of America<br>City of Torrance<br>Successor RDA Agency<br>Account # xx-046 | | 331,743.44 |
| Bank of America<br>City of Torrance<br>Successor RDA Agency - Low Mod<br>Account # xx-140 | | - |
| Local Agency Investment Fund (LAIF)<br>City of Torrance<br>Successor RDA Agency<br>Account# -xx-3001 | | 1,700,748.74 |
| **TOTAL** | **$** | **2,032,492.18** |

## CASH AND INVESTMENTS PER BOOKS
## AS OF AUGUST 31, 2013 (PRE-CLOSE)

| FUND | CASH & INVESTMENTS PER BOOKS | | PERCENT OF TOTAL |
|---|---|---|---|
| General | 24,015,841.57 | | 16.05 |
| Parks & Recr Facility & Open Space | 3,907,778.99 | | 2.61 |
| State Gas Tax | 13,508,623.86 | | 9.04 |
| Federal Housing, Community Dev | 749,422.32 | | 0.50 |
| Street Lighting | 27,054.98 | | 0.02 |
| Traffic Congestion Relief Act 2000 - AB2928 | - | | 0.00 |
| Proposition 1B | 1,770,762.80 | | 1.18 |
| Police Asset Forfeiture | 4,353,549.78 | | 2.91 |
| Drainage Improvement | 19,444.47 | | 0.01 |
| Measure R Local Return | 4,566,400.83 | | 3.05 |
| Government Cable | 4,881,462.42 | | 3.27 |
| Local Return - Proposition C | 3,585,616.09 | | 2.40 |
| TDA Article 3 Bicycle Fund | 109.60 | | 0.00 |
| Grants/Donations | (264,764.33) | (A) | (0.18) |
| CDBG Fund | (35,516.93) | (B) | (0.02) |
| Citizens Options for Public Safety (COPS) Grant Funds - AB3229 | 173,742.34 | | 0.12 |
| Seismic Education Fund | 59,110.64 | | 0.04 |
| Rehabilitation Housing | 706,334.73 | | 0.47 |
| Meadow Park Parking Lot | 42,152.22 | | 0.03 |
| Police Inmate Welfare Fund | 64,264.12 | | 0.04 |
| Capital Improvements | 18,331,635.88 | | 12.26 |
| Geologic Hazard Abatement | 14,316.64 | | 0.01 |
| El Camino Training Fund-Fire | 136,319.70 | | 0.09 |
| El Camino Training Fund-Police | 10,000.00 | | 0.01 |
| Vanpool/Rideshare Fund | 5,422.30 | | 0.00 |
| Torrance Public Financing - 1998 COP Fire/Police | - | | 0.00 |
| Animal Control Fund | 107.83 | | 0.00 |
| Successor Agency - Low Mod Housing Capital Project | 7,490.30 | (C) | 0.01 |
| Successor Agency - Downtown Debt Service | 16,176.85 | (D) | 0.01 |
| Successor Agency - Skypark Debt Service | - | | 0.00 |
| Successor Agency - Industrial Debt Service | 144,670.07 | (E) | 0.10 |
| Underground Storage Tank Fund | - | | 0.00 |
| DNA Sampling Fund | 58,174.50 | | 0.04 |
| Airport Fund | 7,419,916.81 | | 4.96 |
| Transit Operations | 8,935,609.46 | | 5.98 |
| Development Impact Fund | 1,088,187.99 | | 0.73 |
| Water Operations | 9,383,927.82 | | 6.28 |
| Emergency Medical Service Enterprise Fund | - | | 0.00 |
| Sanitation Operations | (532,195.43) | (F) | (0.36) |
| Cultural Arts Enterprise | (29,542.49) | (G) | (0.02) |
| Sewer Enterprise Fund | 8,805,970.66 | | 5.89 |
| Parks & Recreation Enterprise Fund | 235,314.65 | | 0.16 |
| Self Insurance Fund | 5,739,954.76 | | 3.84 |
| Fleet Services | 16,949,308.93 | | 11.34 |
| Postemployment/Compensated Absences Fund | 8,192,477.61 | | 5.48 |
| Trust & Agency | 2,460,956.58 | | 1.65 |
| **TOTAL CASH AND INVESTMENTS PER BOOKS** | **149,505,591.92** | | **100.00** |
| Redev Obligation Retirement Fund | 2,031,743.44 | (H) | |

(A) T-030 Del Amo Blvd. extension project - MTA Grant has a negative cash balance of <$494,163.59>. METRO is holding approximately $701,873 of retention and will issue the check to City when the final review is completed.

T-131 Intersection Improvements - Measure R HW - MTA Grant has a negative cash balance of <$109,761.63>. Reimbursement of $143,562.82 was received on August 28, 2013. Quarterly reimbursement request will be submitted in October 2013.

FEAP764 Torrance Transit Terminal project - Measure R HW-MTA Grant has a negative cash balance of <$110,338.66>. Reimbursement of $4,323,071.31 (including $4,500,000 right of way capital charge) was received on August 28, 2013. Quarterly reimbursement will be submitted in October 2013.

I-111 Measure R N47 Maple Ave @ Sepulveda project - Measure R HW-MTA Grant has a negative cash balance of <$31,987.04>. Reimbursement of $215,081.16 was received on August 21, 2013. Quarterly reimbursement will be submitted in October 2013.

FEAP810 Pueblo Park Renovation - County Grant has a negative cash balance of <$82,736.90>. As per Department, this grant requires additional documents before the reimbursement request can be submitted. Department is in process to prepare those documents.

I-102 Stormwater Basin Enhancement Program - State Grant has a negative cash balance of <$210,830.30>. Reimbursement request of $210,804.88 was submitted on August 2, 2013.

(B) CDBG Fund has a negative cash balance of <$34,632.56> due to HIP program charges. Reimbursement request will be submitted in September 2013.

(C) Funds will be used to pay Coleman Court and Ocean Terrace Senior rental subsidy.

(D) Residuals that will be used to pay Downtown bond debt.

(E) Residuals that will be used to pay Industrial bond debt.

(F) Sanitation Operations Fund has a negative fund due to the purchase of green waste and refuse containers from Toter, Inc. for $613,481 in May 2012 & $500,176.05 in Sep 2012.

(G) Finance Dept is monitoring and working with General Services.

(H) The cash balance of Redev Obligation Retirement Fund for $331,743.44 is in a separate Bank of America account. $1.7M is in a separate LAIF account and will be transferred out to the general account in Sep 2013 to pay off promissory note.

City of Torrance
Investment Report
August 2013

## CASH AND INVESTMENTS RECONCILIATION
## AS OF AUGUST 31, 2013 (PRE-CLOSE)

| | | |
|---|---|---|
| INVESTMENTS PER PORTFOLIO SUMMARY | | $ 148,659,172.76 |
| Cash in Bank of America General Account | $ 1,128,443.20 | |
| Cash in Bank of America Housing Account | 1,587,979.40 | |
| | | 2,716,422.60 |
| TOTAL FUNDS PER INVESTMENT REPORT | | **$ 151,375,595.36** |
| OUTSTANDING WARRANTS: | | |
| General Account | $ (1,064,756.46) | |
| Payroll Account | (174,688.81) | |
| Workers' Compensation Account | (165,915.85) | |
| Housing Account | (10,570.12) | |
| | | (1,415,931.24) |
| MISCELLANEOUS OUTSTANDING ADJUSTING JOURNAL ENTRIES: | | |
| 08/12/13 Receipts interfaced Discrepancy, Correction interfaced on 09/11/13 | $ (0.20) | |
| 08/28/13 Receipts interfaced Discrepancy, Correction interfaced on 09/05/13 | 0.10 | |
| 08/19/13 Receipts interfaced on 09/03/13 | (753.00) | |
| 08/20/13 Receipts interfaced on 09/03/13 | (1,100.00) | |
| 08/23/13 Receipts interfaced on 09/03/13 | (9,172.57) | |
| 08/30/13 Receipts interfaced on 09/03/13 | (435,077.64) | |
| 08/2013 IVR & Parking Web Credit Card Receipts will be Interfaced in Sep 2013 | (19,795.42) | |
| 08/2013 Deposit in transit | 11,826.53 | |
| | | (454,072.20) |
| TOTAL CASH AND INVESTMENTS PER BOOKS | | **$ 149,505,591.92** |