

Council Meeting of
January 10, 2012

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

Members of Council:

SUBJECT: Accept and file November 2011 monthly investment report.

RECOMMENDATION

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

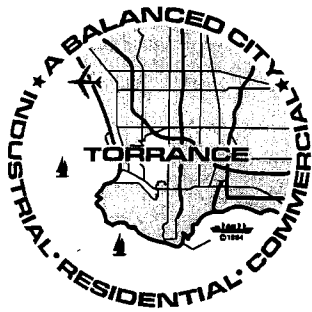
Respectfully submitted,


for Dana Cortez
City Treasurer

Noted:


LeRoy J. Jackson
Investment Committee Member

C: City Manager
City Clerk



CITY of TORRANCE
Monthly Investment Portfolio Report
November 31, 2011

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Investment Report November 2011

Investment Portfolio Highlights

Particular	Current Month	Previous Month	Year	Number of Securities	Average Balance	Yield to Maturity	Inv Purchased	Inv Redeemed	Average Term	Average Days to Mat
Average City Portfolio YTM	1.691%	1.745%	2011	103	149,449,326.74	1.742	10	4	1.141	883
Average U.S. Treasury Constant	0.410%	0.410%	2010	105	147,423,111.17	1.726	6	4	1.159	909
LAIF Average Monthly Return	0.385%	0.385%	2011	104	153,975,753.83	1.616	4	5	1.070	834
Average City Portfolio YTM - 1 year	1.756%	1.759%	2011	110	165,317,959.66	1.708	11	6	1.172	934
INTEREST INCOME	Current Period	Prior Year								
Fiscal year to date	\$1,086,354	\$1,190,048	2011	107	165,733,809.87	1.652	7	10	1.150	909
Current month	\$208,915	\$217,310	2011	105	167,986,247.29	1.542	2	4	1.055	830
MATURITY	Current Month	Prior Month								
Average Maturity (days)	1011	1052	2011	106	177,136,233.90	1.445	6	5	1.013	786
Average Maturity 1 Year Prior (days)	883	837	2011	102	182,987,408.39	1.413	6	10	1.000	783
Weighted Average Maturity (years)	2.77	2.88	2011	113	159,086,446.05	1.734	16	5	1.363	1105
VOLUME	Total Volume	# of Transactions								
Purchases	\$34,443,910	21	Average	105	159,580,574.44	1.648%	6	7	1.193	938
Maturities	\$35,217,910	23								

Portfolio Activity Summary

Investment Number	Broker	Description	Quality Rating	Maturity Date	Days Held / Maturity	Rate	Yield	PAR Value	Cost	Market Value
10994	ChfGroup	FNMA	AA+/Aa1	11/4/2011	1434	1.300%	1.264%	1,000,000	1,000,000	1,001,370
10995	Morgan Stanley	PHLMC	AA+/Aa1	11/7/2011	1253	1.050%	1.049%	1,000,000	1,000,000	1,000,020
10996	ChfGroup	PHLMC	AA+/Aa1	11/16/2011	1446	1.250%	1.330%	1,000,000	1,000,000	996,930
10997	ChfGroup	PHLMC	AA+/Aa1	11/29/2011	1825	1.500%	1.616%	1,000,000	1,000,000	994,450
10998	Great Pacific	PHLMC	AA+/Aa1	11/28/2011	1824	1.375%	1.434%	2,000,000	2,000,000	1,994,320
10999	ChfGroup	FFCB	AA+/Aa1	11/28/2011	1824	1.510%	1.609%	2,000,000	2,000,000	1,990,580
MATURITIES/CALLS										
10974	Vining Sparks	FNMA	AA+/Aa1	11/29/2013	137/868	1.000%	0.467%	750,000	750,000	750,000
10799	ChfGroup	FNMA	AA+/Aa1	5/14/2014	917/1826	2.125%	2.122%	2,000,000	2,000,000	2,000,000
10957	ChfGroup	PHLMC	AA+/Aa1	5/23/2014	184/1096	1.250%	1.260%	2,000,000	2,000,000	2,000,000
10962	Stone & Youngberg	FFCB	AA+/Aa1	11/17/2014	174/1270	1.250%	1.500%	1,024,000	1,024,000	1,024,000
10958	ChfGroup	PHLMC	AAA/Aaa	11/25/2014	184/1280	1.500%	1.488%	2,000,000	2,000,000	2,000,000
10919	Dean Witter	PHLMC	AA+/Aa1	11/9/2015	365/1826	1.000%	1.050%	1,000,000	1,000,000	1,000,000
10922	ChfGroup	FFCB	AA+/Aa1	11/16/2015	362/1823	1.620%	2.502%	1,000,000	1,000,000	1,000,000
10923	ChfGroup	PHLMC	AA+/Aa1	11/23/2015	365/1826	1.750%	2.150%	2,000,000	2,000,000	2,000,000
10926	Stone & Youngberg	PHLMC	AA+/Aa1	11/23/2015	348/1809	1.750%	2.142%	2,000,000	2,000,000	2,000,000
State of California									13,774,000	13,774,000
Local Agency Pool									13,774,000	13,774,000
City										
Redevelopment Agency	5,500,000	0.401%	12,500,000	8,500,000		9,500,000				
TRANS Repayment	7,000,000	0.401%	0	0		7,000,000				
	0	0.401%	0	0		0				
	\$ 12,500,000					\$ 16,500,000				

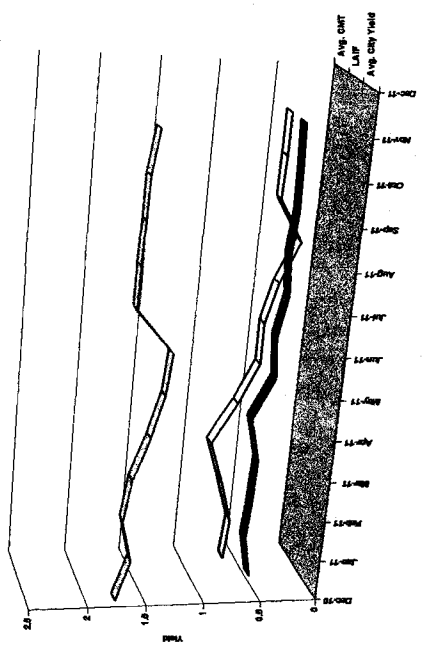
Portfolio Activity Detail

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10999	ChfGroup	FFCB	AA+/Aa1	11/28/2011	1824	1.510%	1.609%	2,000,000	2,000,000	1,990,580
MATURITIES/CALLS									8,000,000	7,977,670
10974	Vining Sparks	FNMA	AA+/Aa1	11/29/2013	137/868	1.000%	0.467%	750,000	750,000	750,000
10799	ChfGroup	FNMA	AA+/Aa1	5/14/2014	917/1826	2.125%	2.122%	2,000,000	2,000,000	2,000,000
10957	ChfGroup	PHLMC	AA+/Aa1	5/23/2014	184/1096	1.250%	1.260%	2,000,000	2,000,000	2,000,000
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State of California									13,774,000	13,774,000
Local Agency Pool									13,774,000	13,774,000
City										
Redevelopment Agency	5,500,000	0.401%	12,500,000	8,500,000		9,500,000				
TRANS Repayment	7,000,000	0.401%	0	0		7,000,000				
	0	0.401%	0	0		0				
	\$ 12,500,000					\$ 16,500,000				



Investment Report
November 2011

Portfolio Performance

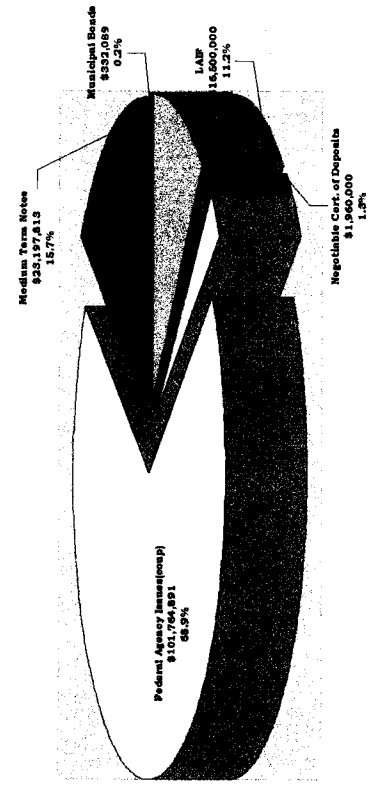


3M Avg. City Yield
6M Avg. City Yield
12M Avg. City Yield

Interest Earnings Summary

CD/Coupon/Discount Investments:	Month Ending October 31	Fiscal Year End
Interest Collected	168,581	1,067,977
Plus Accrued Interest at 7/24/406	724,406	724,406
Less Accrued Interest at 6/30/614	(666,521)	(630,614)
Interest Earned	226,466	1,161,768
Adjusted by Premium	(21,750)	(98,286)
Adjusted by Capital		
Earnings during	204,716	1,063,483
Cash/Checking Accounts:		
Interest Collected	16	52,639
Plus Accrued Interest at 7/24/406	57,603	57,603
Less Accrued Interest at 6/30/614	(53,419)	(57,311)
Interest Earned	4,199	22,971
Total Interest Earned	208,915	1,186,454
Total Adjustments	(21,750)	(98,286)
Final Balance		
Plus/minus and Discounts		
Total Capital Gain or Loss	\$208,915	\$1,086,354

Portfolio Diversification



Federal Agency Issues (cap) \$1,764,891 68.9%

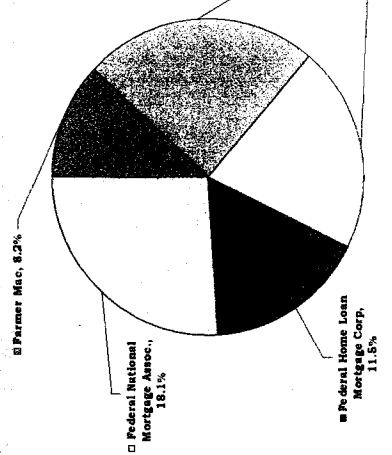
Municipal Bonds \$32,089 0.2%

LAF 16,800,000 11.2%

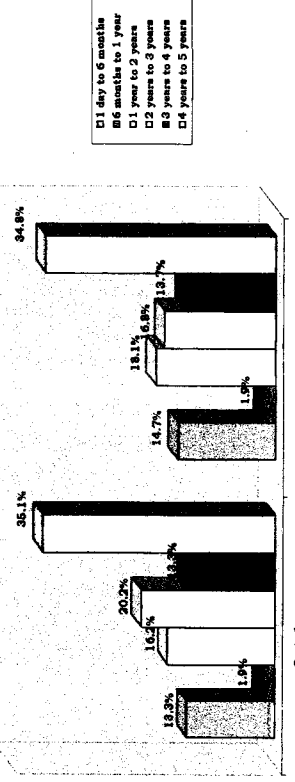
Negotiable Cert. of Deposits \$1,960,000 1.8%

Fed Home Loan Mortgage Corp. 11.5%

Federal Agency Issues 68.9% of Total Portfolio

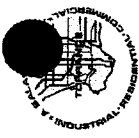


Portfolio Maturity Distribution



0-1 year to 6 months
1-2 year to 1 year
2-3 year to 2 years
3-4 year to 3 years
4-5 year to 4 years

Market Value and Credit Rating Report



Investment Report
November 2011

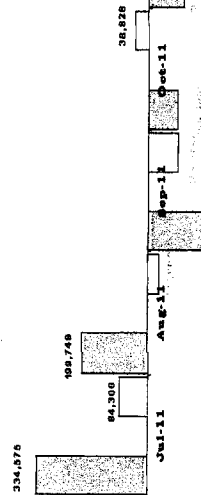
Portfolio Summary

Local Agency Investment Fund	Book Value	% of Portfolio	% per Policy	Duration	Days to Maturity	Current Yield
	16,500,000	11.17%		**	1 1 1	N/A 0.401%
Certificates of Deposit - Collateralized	0	0		180	0	0.000%
Negotiable CDs	1,960,000	1.33%		1,097	309	2.238%
Money Market Sweep Account	4,000,000	2.71%		1	1	0.010%
Federal Agency Issues - Coupons	101,764,891	68.87%	75%	1,560	1,279	5 years 1.851%
COUPONS						
<i>Issuer: M&C</i>	12,094,432	8.21%	30%	1,169	1229	5 years 1.419%
Federal Farm Credit Bank	24,591,343	16.75%	30%	1,104	1,165	5 years 1.465%
Federal Home Loan Bank	21,206,625	14.37%	30%	942	978	5 years 1.266%
Federal Home Loan Mortgage Corp.	17,074,161	11.48%	30%	1,399	1,459	5 years 1.322%
Federal National Mortgage Assoc.	26,798,331	18.07%	30%	1,456	1,526	5 years 1.534%
Treasury Securities - Coupons	0	0.00%	100%	0	0	5 years 0.000%
Medium Term Notes	23,197,813	15.70%	20%	1,298	802	5 years 2.061%
Municipal Bond Issues - Coupon	332,089	0.22%		3,848	213	7.999%

Total Investments & Averages 147,754,793 100.00% 1,309 1011 1.691%

Effective Rate of Return Month Ending Fiscal YTD 1.71% 0 4,090 4,090 147,758,984

Pending Redemptions 1.71% 0
Accrued Interest at Purchase 4,090
Total Accrued Interest 4,090
TOTAL CASH & INVESTMENTS 147,758,984



Federal Agency (coupon) Treasury Securities Medium Term Notes

Portfolio Note: **Maximum allowed by Investment Policy is \$20 million per agency. General LAIF account = \$ 9,500,000. FPA LAIF account = \$ 7,000,000. TRANS payment = \$0. 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 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 portfolio performance sufficient cash flow liquidity to meet six months of estimated expenditures. Reviewed by the Investment Advisory Committee:

Diana Cortez
City Treasurer

City Manager

City Attorney

[Signature]
City Treasurer

GASB required securities	VALUE OF PORTFOLIO PER GASB NO.31		
	Beginning Investment Value as of 12/31/2011	Purchases/Redemption of Principal	Ending Investment Value as of 11/30/2011
Federal Agency (coupon)	100,435,380	1,951,178	102,556,971
Treasury Securities	0	0	0
Medium Term Notes	20,648,028	3,000,000	23,604,067
Municipal Bonds	488,616	-156,527	332,089
SUB-TOTAL PER GASB 31	\$ 121,572,024	\$ 4,794,651	\$ 126,493,127

Non-GASB	Beginning Investment Value as of 12/31/2011	Purchases/Redemption of Principal	Ending Investment Value as of 11/30/2011
LAIF	50,000,000	-33,500,000	16,500,000
Money Market	9,000,000	-5,000,000	4,000,000
Federal Agency - Certificate of	0	0	0
Treasury Security - Certificate of	0	0	0
Deposits - Disc.	2,450,000	-490,000	1,960,000
Negotiable Certificate Deposits	0	0	0
Commercial paper	0	0	0
TOTAL PORTFOLIO	\$ 183,022,024	(\$ 34,195,349)	\$ 148,983,127

The Government Accounting Standards Board (GASB) has established Statement No. 31 for setting investment valuation standards. We will not use the unrealized gain/loss monthly although we will not physically apply it to earnings until year-end as GASB 31 requires. The table of purchases and redemptions is for informational purposes only and does not affect the book and market value of securities with a maturity term of one year or greater at purchase. The disclosure of book value reveals the worst case scenario of liquidity in our portfolio. This philosophy of the city is to buy and hold to maturity. NOTE: SB 554 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 moneys 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.

**City of Torrance
Portfolio Management
Portfolio Details - Investments
November 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 GEN'L			9,500,000.00	9,500,000.00	9,500,000.00	0.401		0.401	1	
SYS10001	10001	Local Agency Invest Fund RDA			7,000,000.00	7,000,000.00	7,000,000.00	0.401		0.401	1	
SYS1000a	1000A	LAIF - TRANS FUNDS			0.00	0.00	0.00	0.401		0.401	1	
		Subtotal and Average	13,113,333.33		16,500,000.00	16,500,000.00	16,500,000.00			0.401	1	
Cert. of Deposit - Insured												
86768UBH1	10622	SunSouth Bank		08/16/2009	245,000.00	248,243.80	245,000.00	2.200		2.200	260	08/17/2012
46147ULM0	10624	Investors Community Bank		08/24/2009	245,000.00	248,020.85	245,000.00	2.250		2.250	267	08/24/2012
50968SEA7	10623	Lake Forest B&T		08/26/2009	245,000.00	248,741.15	245,000.00	2.350		2.350	270	08/27/2012
05568PSJ7	10632	BMW Bank of North America		09/23/2009	245,000.00	248,341.80	245,000.00	2.300		2.300	298	09/24/2012
25467OKW1	10631	Discover Bank		09/23/2009	245,000.00	247,952.25	245,000.00	2.050		2.050	298	09/24/2012
59740JGR4	10633	MidFirst Bank		10/14/2009	245,000.00	248,623.55	245,000.00	2.350		2.350	319	10/15/2012
36159SJS1	10638	GE Money bank		12/11/2009	245,000.00	249,054.75	245,000.00	2.350		2.350	376	12/11/2012
31918DDA0	10639	First Bank Lexington Tennessee		12/16/2009	245,000.00	248,731.35	245,000.00	2.050		2.050	362	12/17/2012
		Subtotal and Average	1,960,000.00		1,960,000.00	1,987,709.50	1,960,000.00			2.238	309	
Money Market Sweep Account												
SYS10131	10131	Bank of America			0.00	0.00	0.00	0.450		0.450	1	
SYS1000	1000	Union Bank of California			4,000,000.00	4,000,000.00	4,000,000.00	0.010		0.010	1	
		Subtotal and Average	5,131,524.38		4,000,000.00	4,000,000.00	4,000,000.00			0.010	1	
Federal Agency Issues - Coupon												
3133XT6W1	10789	FEDERAL HOME LOAN BANK		02/27/2008	2,000,000.00	2,008,700.00	2,000,000.00	2.150	AA+	2.150	88	02/27/2012
31331XT36	10678	FEDERAL FARM CREDIT BANK		08/01/2007	1,000,000.00	1,033,350.00	1,000,000.00	5.250	AA+	5.250	244	08/01/2012
31331J7E7	10933	FEDERAL FARM CREDIT BANK		01/11/2011	1,000,000.00	1,000,500.00	1,000,000.00	0.750	AA+	0.750	407	01/11/2013
3133XT6J0	10788	FEDERAL HOME LOAN BANK		02/26/2009	2,000,000.00	2,048,700.00	2,000,000.00	2.625	AA+	2.625	453	02/26/2013
31331GVD8	10800	FEDERAL FARM CREDIT BANK		05/08/2009	1,000,000.00	1,025,260.00	1,000,000.00	2.200	AA+	2.200	494	04/08/2013
3133XWHJ1	10846	FEDERAL HOME LOAN BANK		12/28/2009	1,500,000.00	1,501,980.00	1,500,000.00	2.050	AA+	2.050	575	06/28/2013
3134G2S06	10977	FEDERAL HOME LOAN MORTGAGE CO		07/26/2011	2,000,000.00	1,998,620.00	2,000,000.00	0.400	AA+	0.699	603	07/26/2013
3136FJ4C2	10856	FEDERAL NATIONAL MORT ASSOC		02/23/2010	1,000,000.00	1,003,480.00	1,000,000.00	2.000	AA+	2.000	631	08/23/2013
31331X2Q4	10847	FEDERAL FARM CREDIT BANK		03/01/2011	1,000,000.00	1,080,840.00	1,067,453.41	5.000	AA+	1.100	643	09/04/2013
3136FPGA9	10906	FEDERAL NATIONAL MORT ASSOC		09/20/2010	1,000,000.00	1,004,990.00	1,000,000.00	1.000	AA+	1.000	659	09/20/2013
313373E99	10973	FEDERAL HOME LOAN BANK		07/15/2011	400,000.00	401,452.00	401,022.40	1.150	AA+	0.929	894	10/25/2013
3133XV6S9	10899	FEDERAL HOME LOAN BANK		08/29/2010	1,000,000.00	1,028,760.00	1,018,719.86	2.000	AA+	1.002	698	10/29/2013
3128X1CS4	10915	FEDERAL HOME LOAN BANK		10/27/2010	1,000,000.00	1,082,340.00	1,074,738.33	4.580	AA+	0.730	719	11/19/2013
31315PQN2	10936	Farmer Mac		02/03/2011	3,000,000.00	3,055,440.00	3,000,000.00	1.340	AA+	1.340	795	02/03/2014

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

CUSIP	Investment # - Coupon	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
31331KDA5	10943	FEDERAL FARM CREDIT BANK		02/24/2011	2,000,000.00	2,005,880.00	2,000,000.00	1.700	AA+	1.700	816	02/24/2014
31319PSU4	10951	Farmer Mac		03/14/2011	2,000,000.00	2,005,860.00	2,000,000.00	1.630	AA+	1.630	834	03/14/2014
31333XXPD3	10885	FEDERAL HOME LOAN BANK		03/26/2010	2,000,000.00	2,007,900.00	2,000,000.00	1.500	AA+	1.500	846	03/26/2014
31331KGN4	10955	FEDERAL FARM CREDIT BANK		04/07/2011	1,000,000.00	1,020,160.00	1,000,000.00	1.400	AA+	1.400	858	04/07/2014
31331XWW8	10879	FEDERAL FARM CREDIT BANK		05/05/2010	500,000.00	552,715.00	532,100.92	5.000	AA+	2.192	876	04/25/2014
31331KRV4	10976	FEDERAL FARM CREDIT BANK		07/18/2011	2,000,000.00	2,003,820.00	2,000,000.00	1.050	AA+	1.050	960	07/18/2014
3133XUBA0	10817	FEDERAL HOME LOAN BANK		07/30/2009	1,000,000.00	1,012,470.00	1,000,000.00	2.150	AA+	2.150	972	07/30/2014
313373RC8	10956	FEDERAL HOME LOAN BANK		05/16/2011	1,000,000.00	1,016,990.00	1,002,243.76	1.250	AA+	1.164	972	07/30/2014
3133XUPB3	10827	FEDERAL HOME LOAN BANK		09/04/2009	1,000,000.00	1,013,610.00	1,000,000.00	2.125	AA+	2.125	1,008	09/04/2014
313370WVA2	10902	FEDERAL HOME LOAN BANK		09/17/2010	1,000,000.00	1,007,700.00	1,000,000.00	1.375	AA+	1.375	1,021	09/17/2014
3134G17A6	10949	FEDERAL HOME LOAN MORTGAGE CO		03/23/2011	1,000,000.00	1,004,160.00	1,000,000.00	1.750	AA+	1.750	1,027	09/23/2014
31331JQ55	10907	FEDERAL HOME LOAN BANK		10/06/2010	1,000,000.00	1,013,280.00	1,000,000.00	1.150	AA+	1.150	1,040	10/06/2014
313372NX8	10944	FEDERAL HOME LOAN BANK		02/28/2011	1,000,000.00	1,003,880.00	1,000,000.00	2.000	AA+	2.000	1,093	11/28/2014
31331J6X6	10952	FEDERAL FARM CREDIT BANK		03/29/2011	775,000.00	775,984.25	775,000.00	2.100	AA+	2.100	1,131	01/05/2015
31331KCK4	10842	FEDERAL FARM CREDIT BANK		02/17/2011	1,000,000.00	1,039,820.00	1,000,000.00	2.030	AA+	2.030	1,174	02/17/2015
31331JKA0	10870	FEDERAL FARM CREDIT BANK		04/09/2010	1,000,000.00	1,006,470.00	1,000,000.00	2.900	AA+	2.900	1,225	04/09/2015
3134G23S9	10995	FEDERAL HOME LOAN MORTGAGE CO		11/07/2011	1,000,000.00	1,000,020.00	1,000,000.00	1.050	AA+	1.050	1,253	05/07/2015
3136FRD26	10972	FEDERAL NATIONAL MORT ASSOC		08/08/2011	2,000,000.00	2,003,300.00	2,000,000.00	1.500	AA+	1.500	1,254	05/08/2015
31333YKF1	10884	FEDERAL HOME LOAN BANK		05/28/2010	1,000,000.00	1,015,230.00	1,000,000.00	2.000	AA+	2.000	1,274	05/28/2015
31331JQD8	10893	FEDERAL FARM CREDIT BANK		08/08/2010	1,000,000.00	1,010,750.00	1,000,000.00	2.590	AA+	2.590	1,285	06/08/2015
31315PDZ9	10886	Farmer Mac		08/23/2011	2,000,000.00	2,097,080.00	2,094,897.53	2.375	AA+	1.042	1,329	07/22/2015
3133766B8	10983	FEDERAL HOME LOAN BANK		10/27/2011	1,000,000.00	1,002,500.00	1,000,000.00	1.000	AA+	1.000	1,331	07/24/2015
3136FRE41	10979	FEDERAL NATIONAL MORT ASSOC		07/27/2011	1,000,000.00	1,001,950.00	1,000,000.00	1.550	AA+	1.550	1,334	07/27/2015
3136FPEE3	10905	FEDERAL NATIONAL MORT ASSOC		09/14/2010	2,000,000.00	2,015,980.00	1,999,213.89	1.725	AA+	1.746	1,383	09/14/2015
313370TX6	10901	FEDERAL HOME LOAN BANK		09/23/2010	269,230.70	269,389.55	269,230.70	1.000	AA+	1.649	1,392	09/23/2015
3136FPRB5	10914	FEDERAL NATIONAL MORT ASSOC		10/20/2010	1,000,000.00	1,002,420.00	1,000,000.00	1.000	AA+	1.897	1,419	10/20/2015
313371CQ7	10912	FEDERAL HOME LOAN BANK		10/28/2010	1,000,000.00	1,000,920.00	1,000,000.00	1.000	AA+	1.010	1,427	10/28/2015
3136FTJ77	10894	FEDERAL NATIONAL MORT ASSOC		11/04/2011	1,000,000.00	1,001,370.00	1,000,000.00	1.300	AA+	1.300	1,434	11/04/2015
3134G23F7	10896	FEDERAL HOME LOAN MORTGAGE CO		11/16/2011	1,000,000.00	996,930.00	1,000,000.00	1.250	AA+	1.250	1,446	11/16/2015
31331J8P3	10931	FEDERAL FARM CREDIT BANK		12/28/2010	2,000,000.00	2,003,240.00	2,000,000.00	2.450	AA+	2.450	1,488	12/28/2015
31315PMT3	10930	Farmer Mac		12/30/2010	2,000,000.00	2,003,520.00	2,000,000.00	2.570	AA+	2.570	1,490	12/30/2015
3136FP4R5	10948	FEDERAL NATIONAL MORT ASSOC		03/10/2011	2,000,000.00	2,008,400.00	1,998,116.72	2.375	AA+	2.429	1,518	01/27/2016
31331KCF5	10941	FEDERAL FARM CREDIT BANK		02/16/2011	2,000,000.00	2,010,080.00	1,999,916.67	2.800	AA+	2.804	1,538	02/16/2016
313372W26	10950	FEDERAL HOME LOAN BANK		03/15/2011	1,000,000.00	1,029,100.00	1,000,000.00	2.500	AA+	2.500	1,566	03/15/2016
31331KGH7	10953	FEDERAL FARM CREDIT BANK		03/30/2011	2,000,000.00	2,015,840.00	1,998,338.89	2.540	AA+	2.561	1,581	03/30/2016
31331VPV2	10954	FEDERAL FARM CREDIT BANK		04/01/2011	2,000,000.00	2,322,700.00	2,217,533.33	4.950	AA+	2.280	1,583	04/01/2016
3134G2LB6	10964	FEDERAL HOME LOAN MORTGAGE CO		09/20/2011	2,000,000.00	2,014,740.00	2,000,000.00	2.050	AA+	2.050	1,663	06/20/2016

**City of Torrance
Portfolio Management
Portfolio Details - Investments
November 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
Federal Agency Issues - Coupon												
3136FRQW6	10968	FEDERAL NATIONAL MORT ASSOC		06/27/2011	2,000,000.00	2,017,300.00	2,000,000.00	2.000	AA+	2.000	1,670	06/27/2016
313374DV9	10969	FEDERAL HOME LOAN BANK		06/28/2011	1,000,000.00	1,023,000.00	1,015,408.33	2.500	AA+	2.045	1,671	06/28/2016
3134G2LW0	10966	FEDERAL HOME LOAN MORTGAGE CO		06/29/2011	2,000,000.00	2,011,500.00	1,999,422.22	2.500	AA+	2.011	1,672	06/29/2016
31315PZA0	10971	Farmer Mac		07/06/2011	2,000,000.00	2,019,400.00	2,000,000.00	2.250	AA+	2.250	1,679	07/06/2016
3136FRUE1	10965	FEDERAL NATIONAL MORT ASSOC		07/06/2011	2,000,000.00	2,015,440.00	2,000,000.00	2.075	AA+	2.075	1,679	07/06/2016
3136FRUP6	10967	FEDERAL NATIONAL MORT ASSOC		07/15/2011	3,000,000.00	3,040,590.00	3,000,000.00	2.000	AA+	2.000	1,688	07/15/2016
31315PA25	10984	Farmer Mac		07/27/2011	1,000,000.00	1,021,760.00	999,534.44	2.000	AA+	2.011	1,700	07/27/2016
313374V72	10983	FEDERAL HOME LOAN BANK		07/27/2011	2,000,000.00	2,003,000.00	2,000,000.00	1.250	AA+	2.406	1,700	07/27/2016
3136FRE58	10978	FEDERAL NATIONAL MORT ASSOC		07/27/2011	2,000,000.00	2,013,700.00	2,000,000.00	2.000	AA+	2.000	1,700	07/27/2016
3136FRJ46	10982	FEDERAL NATIONAL MORT ASSOC		07/29/2011	2,000,000.00	2,002,060.00	2,000,000.00	1.250	AA+	2.422	1,700	07/27/2016
3134G2ZG0	10985	FEDERAL HOME LOAN MORTGAGE CO		08/08/2011	2,000,000.00	2,002,400.00	2,000,000.00	1.125	AA+	1.686	1,743	08/08/2016
3136FRV59	10987	FEDERAL NATIONAL MORT ASSOC		09/14/2011	1,000,000.00	1,001,030.00	1,000,000.00	1.050	AA+	1.516	1,749	09/14/2016
3136FTF08	10990	FEDERAL NATIONAL MORT ASSOC		10/28/2011	2,000,000.00	2,003,360.00	2,000,000.00	1.250	AA+	1.839	1,781	10/26/2016
3136FTEP0	10991	FEDERAL NATIONAL MORT ASSOC		10/26/2011	1,800,000.00	1,808,550.00	1,800,000.00	1.375	AA+	1.689	1,791	10/26/2016
3134G2Y22	10992	FEDERAL HOME LOAN MORTGAGE CO		10/27/2011	2,000,000.00	2,003,960.00	2,000,000.00	1.600	AA+	1.600	1,792	10/27/2016
31331KX47	10999	FEDERAL FARM CREDIT BANK		11/28/2011	2,000,000.00	1,990,580.00	2,000,000.00	1.510	AA+	1.510	1,824	11/28/2016
3134G3BQ2	10998	FEDERAL HOME LOAN MORTGAGE CO		11/28/2011	2,000,000.00	1,994,320.00	2,000,000.00	1.375	AA+	1.713	1,824	11/28/2016
3134G25C2	10997	FEDERAL HOME LOAN MORTGAGE CO		11/29/2011	1,000,000.00	994,450.00	1,000,000.00	1.500	AA+	1.500	1,825	11/29/2016
		Subtotal and Average	105,318,084.56		101,244,230.70	102,556,970.80	101,764,891.40			1.851	1,279	

Medium Term Notes

17314JAT0	10874	Citibank		04/15/2010	3,000,000.00	3,052,320.00	3,006,264.39	1.750	AA+	1.112	393	12/28/2012
36967HAY3	10812	General Electric Capital Corp		06/22/2009	2,000,000.00	2,063,720.00	2,006,258.64	2.625	AA+	2.320	393	12/28/2012
36962G4H4	10913	General Electric		10/19/2010	1,000,000.00	1,017,800.00	1,018,185.48	2.800	AA+	1.125	404	01/08/2013
084670AU2	10938	Berkshire Hathaway		02/08/2011	3,000,000.00	3,049,050.00	3,041,384.19	2.125	AA+	0.956	438	02/11/2013
89233P4H6	10945	Toyota Motor Credit Corp		02/23/2011	1,000,000.00	1,007,090.00	1,001,415.82	1.375	AA-	1.290	620	08/12/2013
88579EAE5	10895	3M Company		07/20/2010	1,000,000.00	1,066,050.00	1,053,005.70	4.375	AA-	1.200	623	08/15/2013
084664AD3	10714	Berkshire Hathaway		01/18/2008	1,000,000.00	1,069,470.00	1,005,321.57	4.625	AA+	4.300	664	10/15/2013
191216AN0	10924	COCA-COLA		11/22/2010	1,085,000.00	1,087,007.25	1,079,781.97	0.750	A+	1.000	715	11/15/2013
36962G4X9	10935	General Electric Capital Corp		01/10/2011	2,000,000.00	2,012,720.00	1,997,823.96	2.100	AA+	2.154	768	01/07/2014
93114ZCN1	10820	Wal-Mart Stores		08/14/2009	2,000,000.00	2,106,040.00	2,003,956.17	3.000	AA	2.902	795	02/03/2014
594918AB0	10821	MicroSoft Corp		06/17/2009	1,000,000.00	1,055,720.00	1,000,000.00	2.950	AAA	2.949	913	06/01/2014
93114ZCT8	10928	Wal-Mart Stores		12/15/2010	1,000,000.00	1,037,370.00	1,001,255.16	2.250	AA	2.213	1,315	07/08/2015
36962G4T8	10925	General Electric		11/19/2010	1,000,000.00	990,550.00	983,150.36	2.250	AA+	2.710	1,439	11/09/2015
06738KXV8	10989	Barclays Bank		10/28/2011	3,000,000.00	2,999,160.00	3,000,000.00	4.375	AA-	3.287	1,793	10/28/2016
		Subtotal and Average	23,201,508.40		23,085,000.00	23,604,067.25	23,197,813.41			2.061	802	

City of Torrance
 Portfolio Management
 Portfolio Details - Investments
 November 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
Municipal Bond Issues - Coupon												
SYS10423	10423	Skpk-2001TxAllocRef Bd	332,088.52	12/18/2001	332,088.52	332,088.52	332,088.52	8.000		7.999	213	07/01/2012
		Subtotal and Average	332,088.52		332,088.52	332,088.52	332,088.52			7.999	213	
		Total and Average	149,056,539.20		147,121,319.22	148,980,836.07	147,754,793.33			1.691	1,011	

**City of Torrance
Portfolio Management
Portfolio Details - Cash
November 30, 2011**

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		4,090.28	4,090.28				0
				Subtotal		4,090.28	4,090.28				
		Total Cash and Investments	149,056,539.20		147,121,319.22	148,984,926.35	147,758,883.61			1.691	1,011

II. RESTRICTED FUNDS

Reports Appear Quarterly

**III. CASH & INVESTMENT PORTFOLIO
SHARE**

City of Torrance
Investment Report
November 2011

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

FUND	SHARE OF INVESTMENTS	POOLED CASH & INVESTMENTS BALANCE	CASH PERCENT
General	24,394,297.17	23,851,876.35	16.51
Parks & Recr Facility & Open Space	4,207,233.05	4,113,682.87	2.85
State Gas Tax	10,316,402.16	10,087,011.20	6.98
Federal Housing, Community Dev	394,227.47	385,461.60	0.27
Street Lighting	-	-	0.00
Traffic Congestion Relief Act 2000 - AB2928	801,939.49	784,107.92	0.54
Proposition 1B	744,204.65	727,656.84	0.50
Police Asset Forfeiture	4,101,815.25	4,010,609.10	2.78
Drainage Improvement	19,886.66	19,444.47	0.01
Measure R Local Return	2,702,988.56	2,642,886.10	1.83
Government Cable	3,772,749.39	3,688,860.20	2.55
Local Return - Proposition C	5,327,815.79	5,209,348.83	3.61
Grants/Donations	(1,130,136.69)	(1,105,007.47) (B)	(0.76)
Citizens Options for Public Safety (COPS) Grant Funds - AB3229	218,979.63	214,110.50	0.15
Seismic Education Fund	57,858.35	56,571.84	0.04
Rehabilitation Housing	717,667.42	701,709.68	0.49
Meadow Park Parking Lot	23,904.35	23,372.82	0.02
Police Inmate Welfare Fund	52,106.83	50,948.21	0.04
Capital Improvements	21,399,218.50	20,923,394.93	14.48
Geologic Hazard Abatement	14,642.22	14,316.64	0.01
El Camino Training Fund-Fire	718,635.43	702,656.17	0.49
El Camino Training Fund-Police	10,227.41	10,000.00	0.01
Vanpool/Rideshare Fund	5,834.61	5,704.87	0.00
Torrance Public Financing	(82,325.44)	(80,494.89) (C)	(0.06)
Animal Control Fund	14,769.58	14,441.17	0.01
Redevelopment-Capital Proj	7,687,930.40	7,516,984.98	5.20
Redevelopment Debt Service	(2,187,694.08)	(2,139,049.48) (D)	(1.48)
Underground Storage Tank Fund	3,068.22	3,000.00	0.00
DNA Sampling Fund	69,127.08	67,590.00	0.05
Airport Fund	5,365,026.25	5,245,731.90	3.63
Transit Operations	4,717,500.91	4,612,604.64	3.19
Development Impact Fund	827,169.45	808,776.88	0.56
Water Operations	7,027,329.72	6,871,073.12	4.76
Emergency Medical Service Enterprise Fund	-	-	0.00
Sanitation Operations	727,379.43	711,205.74	0.49
Cultural Arts Enterprise	149,458.48	146,135.19	0.10
Sewer Enterprise Fund	10,564,627.93	10,329,717.53	7.15
Parks & Recreation Enterprise Fund	(374,807.95)	(366,473.89) (E)	(0.25)
Self Insurance Fund	8,012,838.76	7,834,668.82	5.42
Fleet Services	14,521,303.99	14,198,414.69	9.83
Postemployment/Compensated Absences Fund	8,250,700.46	8,067,241.53	5.58
Trust & Agency	3,588,892.44	3,509,091.41	2.43
TOTAL	147,754,793.33	144,469,383.01	100.00

- (A) The difference between the Share of Investments total of \$147,754,793.33 and the Pooled Cash and Investments total of \$144,469,383.01 is primarily due to outstanding warrants and adjusting journal entries. (See reconciliation schedule attached)
- (B) T-030 Del Amo Blvd. extension project ARRA-Federal Grant MTA pass thru as a negative cash balance of <\$384,931.07>. Reimbursement request will be submitted in January 2012.
T-030 Del Amo Blvd. extension project - Federal Grant has a negative cash balance of <\$386,454.05>. Reimbursement request will be submitted by the department in January 2012.
I-077 Madrona Marsh Restoration has a negative cash balance of <\$258,558.38>. Department will process the second and final payment by the end of January 2012.
T-051 Crenshaw Blvd. Rehabilitation has a negative cash balance of <\$192,146.94>. Reimbursement request will be submitted in January 2012.
- (C) A written requisition for disbursement from the Construction Fund for the Certificates of Participation Series 2004 A&B will be requested in January 2012.
- (D) Semi-annual payment of Downtown and Industrial Bond was made on 8-25-2011 and this will be covered by future tax increment.
- (E) Negative cash balance represents net losses from prior years and decrease in subsidy from the General Fund.



City of Torrance
Investment Report
November 2011

**CASH AND INVESTMENTS RECONCILIATION
AS OF NOVEMBER 30, 2011**

INVESTMENTS PER PORTFOLIO SUMMARY (City Pool)		147,754,793.33
CASH AND INVESTMENTS PER BOOKS		144,469,383.01
CASH IN BANKS:		
Cash in B of A General Account		(\$594,780.02)
OUTSTANDING WARRANTS:		
General Account	1,421,591.00	
Payroll Account	109,782.52	
Workers Compensation Account	<u>124,870.29</u>	
		1,656,243.81
Miscellaneous outstanding adjusting journal entries		571,813.96
Housing Fund restricted cash		(502,589.29)
Payroll for PE 11/30/11 posted on 11/30/11 and paid on 12/09/11		2,154,721.86
INVESTMENTS PER BOOKS		\$147,754,793.33