

M E M O R A N D U M

TO: Chief Administrative Officer  
Mayor Satterthwaite  
Members, Urbana City Council

FROM: City Comptroller

RE: Quarterly Investment Report for Quarter Ended Sep. 30, 2004

DATE: October 18, 2004

The City's investment policy requires that a quarterly investment report be submitted to the City Council. Attached please find the city's investment report as of Sep. 30, 2004.

Two last 2 columns report any changes in investments and cash accounts during the quarter. Total deposits increased approximately \$1 million since the last report (3%). This increase is due to normal revenue collections exceeding expenses during the first quarter. These amounts will be spent later in the year on expenses.

The only investment activity was the maturity and purchase of one smaller CD.

The City's investment portfolio at June 30, 2004 complies and is in accordance with the City's investment policies that were approved on November 15, 1999.

<u>Financial Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchased</u>	<u>Yield</u>	<u>09/30/04 \$ Market</u>	<u>% Portfolio</u>	<u>06/30/04 \$ Market</u>	<u>% Increase (Decrease)</u>	<u>Reason for Change</u>
Central IL Bank	CD	12/06/05	12/06/02	3.460%	\$ 100,000		\$ 100,000	0.00%	
Union Planters Bank	CD	11/03/05	12/03/02	2.700%	\$ 102,700		\$ 102,700	0.00%	
Bank Illinois	CD	12/02/05	12/02/02	2.750%	\$ 104,923		\$ 104,200	0.69%	Accrued interest
Smith Barney	CD	10/11/06	10/10/01	5.000%	\$ 100,000		\$ 100,000	0.00%	
Smith Barney	CD	06/16/06	06/10/04	3.000%	\$ 86,000		\$ 86,000	0.00%	
Smith Barney	CD	06/23/06	06/10/04	3.050%	\$ 94,000		\$ 94,000	0.00%	
First Mid-Illinois Bank	CD	11/29/04	11/19/02	3.200%	\$ 105,197		\$ 105,197	0.00%	
Stifel, Nicolaus	CD	09/01/04	03/23/01	6.650%	\$ -		\$ 90,297	-100.00%	Maturity
Stifel, Nicolaus	CD	08/31/09	09/01/04	3.855%	\$ 82,630		\$ -	100.00%	Purchase
Stifel, Nicolaus	CD	12/18/18	12/12/03	3.500%	\$ 94,000		\$ 94,000	0.00%	
Edward Jones	CD	05/23/05	05/23/01	5.400%	\$ 78,000		\$ 78,000	0.00%	
Edward Jones	CD	11/22/04	11/20/02	2.250%	\$ 85,000		\$ 85,000	0.00%	
Edward Jones	CD	05/27/05	11/29/02	2.500%	\$ 86,000		\$ 86,000	0.00%	
Edward Jones	CD	12/24/08	12/24/03	3.750%	\$ 98,000		\$ 98,000	0.00%	
Edward Jones	CD	12/26/08	12/26/03	3.750%	\$ 98,000		\$ 98,000	0.00%	
Edward Jones	CD	11/28/07	05/28/04	3.850%	\$ 95,000		\$ 95,000	0.00%	
Merrill Lynch	CD	06/11/07	06/07/04	3.350%	\$ 69,000		\$ 69,000	0.00%	
Subtotal, CD's					\$ 1,478,450	4.85%	\$ 1,485,395	-0.47%	
Merrill Lynch	US Govt, Agency, FICO	02/08/05	11/03/93	6.390%	\$ 130,438		\$ 130,438	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/26/07	11/03/93	6.600%	\$ 232,289		\$ 232,289	0.00%	
Merrill Lynch	US Govt, Agency, FICO	09/26/07	11/03/93	6.640%	\$ 222,467		\$ 222,467	0.00%	
Merrill Lynch	US Govt, Agency, FICO	12/27/07	11/03/93	6.750%	\$ 150,368		\$ 150,368	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/07/08	11/03/93	6.770%	\$ 114,834		\$ 114,834	0.00%	
Merrill Lynch	US Govt, Agency, FICO	06/27/09	11/03/93	7.000%	\$ 142,704		\$ 142,704	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/02/09	11/03/93	7.010%	\$ 157,940		\$ 157,940	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%	\$ 84,463		\$ 84,463	0.00%	
Merrill Lynch	US Govt, Agency, TNote	11/15/08	07/03/02	4.750%	\$ 1,305,475		\$ 1,305,475	0.00%	
Merrill Lynch	US Govt, Agency, TNote	05/15/07	07/08/02	4.375%	\$ 1,292,187		\$ 1,292,187	0.00%	
Merrill Lynch	US Govt, Agency, FNMA	11/18/11	05/13/04	4.000%	\$ 159,000		\$ 159,000	0.00%	
Merrill Lynch	US Govt, Agency, Tstrip	05/15/09	05/26/04	3.800%	\$ 498,257		\$ 498,257	0.00%	

Merrill Lynch	US Govt, Agency,Tstrip	05/15/11	05/26/04	4.310%	\$ 497,609	\$ 497,609	0.00%	
AG Edwards	US Govt, Agency, FHLM	02/15/23	11/30/93	6.200%	\$ 330,418	\$ 423,325	-21.95% Principal payments	
Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%	\$ 57,029	\$ 65,566	-13.02% Principal payments	
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%	\$ 3,761	\$ 4,191	-10.25% Principal payments	
Smith Barney	US Govt, Agency,TNote	11/15/05	07/01/02	5.750%	\$ 1,307,038	\$ 1,307,038	0.00%	
Smith Barney	US Govt, Agency,FHLM	03/15/13	05/24/04	5.750%	\$ 515,696	\$ 515,696	0.00%	
Smith Barney	US Govt, Agency,FHLM	07/15/10	05/25/04	4.480%	\$ 533,162	\$ 533,162	0.00%	
Smith Barney	US Govt, Agency,FICO	06/27/11	05/25/04	4.680%	\$ 503,111	\$ 503,111	0.00%	
Smith Barney	US Govt, Agency,FICO	05/30/12	05/25/04	4.900%	\$ 508,343	\$ 508,343	0.00%	
Edward Jones	US Govt, Agency,TNote	05/15/06	07/03/02	4.625%	\$ 1,294,138	\$ 1,294,138	0.00%	
Stifel, Nicolaus	US Govt, Agency,TNote	11/15/04	07/05/02	2.980%	\$ 1,327,491	\$ 1,327,491	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	06/06/07	09/12/02	9.000%	\$ 103,464	\$ 103,464	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	12/27/05	09/19/02	9.600%	\$ 119,874	\$ 119,874	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	03/07/06	09/19/02	9.650%	\$ 104,690	\$ 104,690	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	11/30/08	09/19/02	9.800%	\$ 166,628	\$ 166,628	0.00%	
Stifel, Nicolaus	US Govt, Agency,Tstrip	05/15/14	05/17/04	5.050%	\$ 1,008,079	\$ 1,008,079	0.00%	
Stifel, Nicolaus	US Govt, Agency,FHLM	05/15/14	05/14/04	4.500%	\$ 212,930	\$ 212,930	0.00%	
Edward Jones	US Govt, Agency,FHLM	05/15/30	05/28/04	5.000%	\$ 970,000	\$ 970,000	0.00%	
Subtotal, U.S. Govt.					\$ 14,053,881	46.12%	\$ 14,155,755	-0.72%
Merrill Lynch	MM	n/a	n/a	n/a	\$ 37	\$ 37	0.00%	
Edward Jones	MM	n/a	n/a	0.790%	\$ 22,254	\$ 6,867	224.08% Investment Interest	
Smith Barney	MM	n/a	n/a	0.940%	\$ 15,953	\$ 4,672	241.45% Investment Interest	
Stifel, Nicolaus	MM			0.580%	\$ 14,586	\$ 3,360	334.08% Maturity	
IL Metropolitan Investment Fund	US Govt Pool Fund			0.000%	\$ 2,061,468	\$ 2,061,468	0.00%	
Illinois Funds-Money Market	Govt. Pool, IL Funds	n/a	n/a	1.457%	\$ 3,949,611	\$ 1,453,466	171.74% Interest	
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	1.522%	\$ 12,330	\$ 12,287	0.35% Interest	
Bank One	Savings	n/a	n/a	1.480%	\$ 2,250,983	\$ 2,244,360	0.30% Interest	
Busey Bank	Savings	n/a	n/a	1.480%	\$ 6,611,862	\$ 8,076,423	-18.13% Normal Bill Paying	
Subtotal, MM, IPTIP, & Savings					\$ 14,939,082	49.03%	\$ 13,862,939	7.76%
TOTALS					\$ 30,471,413	100.00%	\$ 29,504,089	3.28%

