

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, 2003

DATE: October 15, 2003

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, 2003.

Two last 2 columns report any changes in investments and cash accounts during the quarter. The most significant investment activity is the increase in the savings account at Busey Bank in preparation for paying larger bills in October.

The City's investment portfolio at Sep. 30, 2003 complies and is in accordance with the City's investment policies that were approved on November 15, 1999.

CITY OF URBANA, QUARTERLY INVESTMENT REPORT
AS OF SEPTEMBER 30, 2003

<u>Financial Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchase</u>	<u>Yield</u>	<u>06/30/03 \$ Market</u>	<u>% Portfolio</u>	<u>09/30/03 \$ 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%	\$ 101,657		\$ 101,657	0.00%	
Bank Illinois	CD	12/02/05	12/02/02	2.750%	\$ 102,079		\$ 101,376	0.69%	Accrued interest
Smith Barney	CD	10/11/06	10/10/01	5.000%	\$ 100,000		\$ 100,000	0.00%	

First Mid-Illinois Bank	CD	11/29/04	11/19/02	3.200%	\$	101,876	\$	101,876	0.00%	
Stifel, Nicolaus	CD	09/01/04	03/23/01	6.650%	\$	92,076	\$	92,076	0.00%	
Edward Jones	CD	11/17/03	11/15/00	6.650%	\$	77,000	\$	77,000	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	2.500%	\$	85,000	\$	85,000	0.00%	
Edward Jones	CD	05/29/04	11/29/02	2.050%	\$	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	11/17/03	05/15/02	3.100%	\$	95,000	\$	95,000	0.00%	
Subtotal, CD's					\$	1,103,688	4.16%	\$	1,102,985	0.06%
Merrill Lynch	US Govt, Agency, FICO	04/06/04	11/03/93	6.380%	\$	77,174	\$	77,174	0.00%	
Merrill Lynch	US Govt, Agency, FICO	05/11/04	11/03/93	6.380%	\$	81,033	\$	81,033	0.00%	
Merrill Lynch	US Govt, Agency, FICO	06/06/04	11/03/93	6.380%	\$	68,113	\$	68,113	0.00%	
Merrill Lynch	US Govt, Agency, FICO	02/08/05	11/03/93	6.390%	\$	128,845	\$	128,845	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/26/07	11/03/93	6.600%	\$	232,575	\$	232,575	0.00%	
Merrill Lynch	US Govt, Agency, FICO	09/26/07	11/03/93	6.640%	\$	223,700	\$	223,700	0.00%	
Merrill Lynch	US Govt, Agency, FICO	12/27/07	11/03/93	6.750%	\$	151,432	\$	151,432	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/07/08	11/03/93	6.770%	\$	115,480	\$	115,480	0.00%	
Merrill Lynch	US Govt, Agency, FICO	06/27/09	11/03/93	7.000%	\$	144,122	\$	144,122	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/02/09	11/03/93	7.010%	\$	160,182	\$	160,182	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%	\$	85,680	\$	85,680	0.00%	
Merrill Lynch	US Govt, Agency, TNote	11/15/08	07/03/02	4.250%	\$	1,385,550	\$	1,385,550	0.00%	
Merrill Lynch	US Govt, Agency, TNote	05/15/07	07/08/02	4.375%	\$	1,358,200	\$	1,358,200	0.00%	
AG Edwards	US Govt, Agency, FHLM	02/15/23	11/30/93	6.200%	\$	685,075	\$	685,075	0.00%	
Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%	\$	94,212	\$	114,813	-17.94% Principal payments	
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%	\$	6,267	\$	8,198	-23.55% Principal payments	
Smith Barney	US Govt, Agency, TNote	11/15/05	07/02/02	5.750%	\$	1,374,225	\$	1,374,225	0.00%	
Edward Jones	US Govt, Agency, TNote	05/15/06	07/03/02	4.625%	\$	1,353,125	\$	1,353,125	0.00%	
Stifel, Nicolaus	US Govt, Agency, FICO	12/06/03	01/11/02	3.000%	\$	93,485	\$	93,485	0.00%	
Stifel, Nicolaus	US Govt, Agency, FHLM	05/15/12	05/23/02	4.250%	\$	102,469	\$	102,469	0.00%	
Stifel, Nicolaus	US Govt, Agency, TNote	11/15/04	07/05/02	2.980%	\$	1,314,141	\$	1,314,141	0.00%	
Stifel, Nicolaus	US Govt, Agency, FICO	06/06/07	09/12/02	9.000%	\$	104,940	\$	104,940	0.00%	

Stifel, Nicolaus	US Govt, Agency,FICO	12/27/05	09/19/02	9.600%	\$	119,823	\$	119,823	0.00%		
Stifel, Nicolaus	US Govt, Agency,FICO	03/07/06	09/19/02	9.650%	\$	104,875	\$	104,875	0.00%		
Stifel, Nicolaus	US Govt, Agency,FICO	11/30/08	09/19/02	9.800%	\$	171,128	\$	171,128	0.00%		
Subtotal, U.S. Govt.						\$	9,735,851	36.69%	\$	9,758,383	-0.23%
Merrill Lynch	MM	n/a	n/a	n/a	\$	2	\$	2	0.00%		
Edward Jones	MM	n/a	n/a	0.220%	\$	3,528	\$	40,587	-91.31% Dep. in Checking, Pay Bills		
Smith Barney	MM	n/a	n/a	0.610%	\$	11,423	\$	82,097	-86.09% Dep. in Checking, Pay Bills		
Stifel, Nicolaus	MM			0.150%	\$	3,083	\$	3,656	-15.68% Dep. in Checking, Pay Bills		
Stifel, Nicolaus	US Govt, Agency Bonds			0.250%	\$	103,324	\$	103,324	0.00%		
IL Metropolitan Investment Fund	US Govt Pool Fund			n/a	\$	2,055,582	\$	2,055,582	0.00%		
Smith Barney Lord Abbott	US Govt Pool Fund			3.670%	\$	1,220,438	\$	1,220,438	0.00%		
Illinois Funds-Money Market	Govt. Pool, IL Funds	n/a	n/a	0.850%	\$	3,226,445	\$	3,397,838	-5.04% Dep. in Checking, Pay Bills		
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	0.945%	\$	4,037,190	\$	4,027,531	0.24% Interest		
Bank One	Savings	n/a	n/a	0.960%	\$	2,232,065	\$	2,228,820	0.15% Interest		
Busey Bank	Savings	n/a	n/a	0.960%	\$	2,804,912	\$	4,968,036	-43.54% Dep. in Checking, Pay Bills		
Subtotal, MM, IPTIP, & Savings						\$	15,697,992	59.15%	\$	18,127,912	-13.40%
TOTALS						\$	26,537,530	100.00%	\$	28,989,279	-8.46%

Submitted by: Ronald Eldridge, Comptroller