

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 March 31, 2003

DATE: April 22, 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 March 31, 2003.

Two last 2 columns report any changes in investments and cash accounts during the quarter.

Investment activity since last report:

- A \$197,000 U.S. Government Bond was called early. Proceeds were invested in the Lord Abbott U.S. Government Mutual Fund. Current rate is 3.9%.

Total cash and investments are the same approximate amount as of the end of the last quarter.

The City's investment portfolio at March 31, 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 MARCH 31, 2003

<u>Financial Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchased</u>	<u>Yield</u>	<u>03/31/03 \$ Market</u>	<u>% Portfolio</u>	<u>12/31/02 \$ 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%	\$ 100,000		\$ 100,000	0.00%	
Bank Illinois	CD	12/02/05	12/02/02	2.750%	\$ 100,678		\$ 100,000	0.68%	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%	\$ 100,000		\$ 100,000	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%	\$ 85,031		\$ 85,031	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					\$ 1,098,785	4.29%	\$ 1,098,107	0.06%	
Merrill Lynch	US Govt, Agency, FICO	04/06/04	11/03/93	6.380%	\$ 73,734		\$ 73,734	0.00%	
Merrill Lynch	US Govt, Agency, FICO	05/11/04	11/03/93	6.380%	\$ 77,166		\$ 77,166	0.00%	
Merrill Lynch	US Govt, Agency, FICO	06/06/04	11/03/93	6.380%	\$ 64,745		\$ 64,745	0.00%	
Merrill Lynch	US Govt, Agency, FICO	02/08/05	11/03/93	6.390%	\$ 119,734		\$ 119,734	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/26/07	11/03/93	6.600%	\$ 205,723		\$ 205,723	0.00%	
Merrill Lynch	US Govt, Agency, FICO	09/26/07	11/03/93	6.640%	\$ 196,682		\$ 196,682	0.00%	
Merrill Lynch	US Govt, Agency, FICO	12/27/07	11/03/93	6.750%	\$ 132,088		\$ 132,088	0.00%	
Merrill Lynch	US Govt, Agency, FICO	03/07/08	11/03/93	6.770%	\$ 99,759		\$ 99,759	0.00%	
Merrill Lynch	US Govt, Agency, FICO	06/27/09	11/03/93	7.000%	\$ 122,029		\$ 122,029	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/02/09	11/03/93	7.010%	\$ 134,457		\$ 134,457	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%	\$ 71,872		\$ 71,872	0.00%	
Merrill Lynch	US Govt, Agency, TNote	11/15/08	07/03/02	4.250%	\$ 1,292,213		\$ 1,292,213	0.00%	
Merrill Lynch	US Govt, Agency, TNote	05/15/07	07/08/02	4.000%	\$ 1,278,783		\$ 1,278,783	0.00%	
AG Edwards	US Govt, Agency, FHLM	02/15/23	11/30/93	6.200%	\$ 675,862		\$ 675,862	0.00%	

Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%	\$ 142,210	\$ 160,557	-11.43% Principal payments	
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%	\$ 9,821	\$ 11,735	-16.31% Principal payments	
Smith Barney	US Govt, Agency,TNote	11/15/05	07/02/02	5.750%	\$ 1,347,266	\$ 1,347,266	0.00%	
Smith Barney	US Govt, Agency, FHLM	01/30/17	01/30/02	6.000%	\$ -	\$ 197,586	-100.00% Called early	
Edward Jones	US Govt, Agency,TNote	05/15/06	07/03/02	4.630%	\$ 1,304,573	\$ 1,304,573	0.00%	
Stifel, Nicolaus	US Govt, Agency, FICO	12/06/03	01/11/02	3.000%	\$ 90,572	\$ 90,572	0.00%	
Stifel, Nicolaus	US Govt, Agency, FHLM	05/15/12	05/23/02	4.250%	\$ 100,918	\$ 100,918	0.00%	
Stifel, Nicolaus	US Govt, Agency,TNote	11/15/04	07/05/02	2.980%	\$ 1,245,087	\$ 1,245,087	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	06/06/07	09/12/02	9.000%	\$ 97,553	\$ 97,553	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	12/27/05	09/19/02	9.600%	\$ 114,879	\$ 114,879	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	03/07/06	09/19/02	9.650%	\$ 99,972	\$ 99,972	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	11/30/08	09/19/02	9.800%	\$ 159,044	\$ 159,044	0.00%	
Subtotal, U.S. Govt.					\$ 9,256,741	36.15%	\$ 9,474,588	-2.30%
Merrill Lynch	MM	n/a	n/a	n/a	\$ 2	\$ 67	-97.01% Annual Fee	
Edward Jones	MM	n/a	n/a	0.420%	\$ 3,695	\$ 2,861	29.15% Interest, Dividends	
Smith Barney	MM	n/a	n/a	0.740%	\$ 67,923	\$ 36,553	85.82% Interest, Dividends	
Stifel, Nicolaus	MM			0.650%	\$ 14,139	\$ 10,740	31.65% Interest, Dividends	
Stifel, Nicolaus	US Govt, Agency Bonds			0.240%	\$ 93,222	\$ 93,222	0.00%	
IL Metropolitan Investment Fund	US Govt Pool Fund			1.440%	\$ 2,000,000	\$ 2,000,000	0.00%	
Smith Barney Lord Abbott	US Govt Pool Fund			3.909%	\$ 1,200,000	\$ 1,000,000	20.00% Additional Purchase	
Illinois Funds-Money Market	Govt. Pool, IL Funds	n/a	n/a	1.163%	\$ 2,504,900	\$ 1,970,140	27.14% State Payments, Interest	
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	1.222%	\$ 4,016,046	\$ 4,003,758	0.31% Interest	
Bank One	Savings	n/a	n/a	1.160%	\$ 2,223,793	\$ 3,215,141	-30.83% \$1M transfer to Busey	
Busey Bank	Savings	n/a	n/a	1.160%	\$ 3,125,057	\$ 3,729,518	-16.21% Normal bill paying.	
Subtotal, MM, IPTIP, & Savings					\$ 15,248,777	59.56%	\$ 16,062,000	-5.06%
TOTALS					\$ 25,604,302	100.00%	\$ 26,634,695	-3.87%

Submitted by: Ronald Eldridge, Comptroller