

M E M O R A N D U M

TO: Mayor Prussing
Members, Urbana City Council

FROM: City Comptroller

RE: Quarterly Investment Report for Quarter Ended March 31, 2008

DATE: April 16, 2008

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, 2008.

Two last 2 columns report any changes in investments and cash accounts during the quarter. The total amount invested decreased approximately \$6.1 million to a total of \$29,221,873 due to the repayment of \$6,053,177 to the County Treasurer for real estate taxes held in escrow for Provena. The average yield is 4.8% on fixed investments (CD's and U.S. Treasury) and 2.5% on short-term money market and savings investments (last quarter returns were 4.8 and 3.7% respectively). The average outstanding length of maturity time for the fixed investments is 6.7 years.

The City's investment portfolio at March 31, 2008 complies and is in accordance with State laws and the City's investment policies that were approved on November 15, 1999.

<u>Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchased</u>	<u>Yield</u>	<u>03/31/08 \$ Market</u>	<u>% Portfolio</u>	<u>12/31/07 \$ Market</u>	<u>% Increase (Decrease)</u>	<u>Reason for Change</u>
Central IL Bank	CD	12/06/08	12/06/06	4.720%	\$ 106,035		\$ 104,804	1.17%	Accrued interest
Regions Bank	CD	07/05/08	11/05/07	4.651%	\$ 100,428		\$ 100,428	0.00%	
National City	CD	01/08/08	01/08/07	4.880%	\$ -		\$ 96,000	-100.00%	Maturity
National City	CD	01/09/10	01/09/08	4.640%	\$ 96,000			100.00%	Purchase
Centrue Bank	CD	04/27/08	11/27/07	4.750%	\$ 98,000		\$ 98,000	0.00%	
Chase Bank	CD	11/23/10	11/23/07	4.630%	\$ 100,000		\$ 100,000	0.00%	
Freestar Bank	CD	02/23/09	11/23/07	4.420%	\$ 95,000		\$ 95,000	0.00%	
First Federal	CD	11/29/08	11/30/07	4.670%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	11/23/10	11/16/05	4.850%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	06/06/08	05/30/06	5.250%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	06/20/08	06/14/06	5.250%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	12/07/09	11/29/06	4.750%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	07/13/10	07/06/07	5.300%	\$ 50,000		\$ 50,000	0.00%	
Smith Barney	CD	07/13/10	07/06/07	5.300%	\$ 50,000		\$ 50,000	0.00%	
Smith Barney	CD	04/01/09	09/17/07	4.900%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	10/30/09	10/23/07	4.700%	\$ 96,000		\$ 96,000	0.00%	
Smith Barney	CD	12/05/14	11/27/07	5.000%	\$ 96,000		\$ 96,000	0.00%	
Stifel, Nicolaus	CD	08/31/09	09/01/04	3.855%	\$ 88,478		\$ 88,478	0.00%	
Stifel, Nicolaus	CD	03/10/08	03/06/06	5.000%	\$ -		\$ 95,000	-100.00%	Maturity
Stifel, Nicolaus	CD	06/22/09	12/22/06	4.900%	\$ 100,000		\$ 100,000	0.00%	
Stifel, Nicolaus	CD	12/14/09	06/05/07	5.150%	\$ 100,000		\$ 100,000	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	07/13/09	07/11/07	5.200%	\$ 94,000		\$ 94,000	0.00%	
Edward Jones	CD	12/07/09	12/06/07	4.550%	\$ 99,000		\$ 99,000	0.00%	
Edward Jones	CD	12/07/09	12/07/07	4.550%	\$ 99,000		\$ 99,000	0.00%	
Merrill Lynch	CD	02/19/08	02/07/05	3.550%	\$ -		\$ 66,000	-100.00%	Maturity
Merrill Lynch	CD	12/22/08	12/11/06	4.800%	\$ 100,000		\$ 100,000	0.00%	
Merrill Lynch	CD	12/22/08	12/11/06	4.800%	\$ 100,000		\$ 100,000	0.00%	
Merrill Lynch	CD	02/28/08	02/20/07	5.000%	\$ -		\$ 66,000	-100.00%	Maturity
Merrill Lynch	CD	06/20/08	06/11/07	5.000%	\$ 69,000		\$ 69,000	0.00%	
Merrill Lynch	CD	12/21/09	12/10/07	4.350%	\$ 97,000		\$ 97,000	0.00%	
Merrill Lynch	CD	12/18/09	12/10/07	4.500%	\$ 97,000		\$ 97,000	0.00%	
Merrill Lynch	CD	12/28/09	12/17/07	4.400%	\$ 97,000		\$ 97,000	0.00%	
Merrill Lynch	CD	07/13/09	01/11/08	4.250%	\$ 91,000			100.00%	Purchase
Merrill Lynch	CD	01/12/09	01/11/08	4.250%	\$ 92,000			100.00%	Purchase
Subtotal, CD's					\$ 2,982,941	10.21%	\$ 3,025,711	-1.41%	

Institution	Type of Investment	Maturity Date	Date Purchased	Yield	\$ Market	% Portfolio	\$ Market	% Increase (Decrease)	Reason for Change
Merrill Lynch	US Govt, Agency, FICO	3/7/08	11/03/93	6.770%	-		127,530	-100.00%	Maturity
Merrill Lynch	US Govt, Agency, FICO	6/27/09	11/03/93	7.000%	159,113		159,113	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/2/09	11/03/93	7.010%	175,877		175,877	0.00%	
Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%	94,041		94,041	0.00%	
Merrill Lynch	US Govt, Agency,TNote	11/15/08	07/03/02	4.750%	1,246,000		1,246,000	0.00%	
Merrill Lynch	US Govt, Agency,Tstrip	5/15/09	05/26/04	3.800%	550,613		550,613	0.00%	
Merrill Lynch	US Govt, Agency,Tstrip	5/15/11	05/26/04	4.310%	562,498		562,498	0.00%	
Merrill Lynch	US Govt, Agency,FHLM	5/28/13	11/23/04	4.250%	470,705		470,705	0.00%	
Merrill Lynch	US Govt, Agency,FHLM	7/6/10	11/22/06	4.500%	156,914		156,914	0.00%	
Merrill Lynch	US Govt, Agency,FHLM	10/15/08	05/14/07	5.125%	619,808		619,808	0.00%	
Merrill Lynch	US Govt, Agency,FHLM	11/3/09	05/14/07	4.750%	618,944		618,944	0.00%	
Merrill Lynch	US Govt, Agency,FHLB	8/14/08	03/28/07	5.250%	249,923		249,923	0.00%	
Merrill Lynch	US Govt, Agency,FHLB	10/22/10	09/25/07	4.375%	249,564		249,564	0.00%	
Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%	18,955		19,221	-1.38%	Principal Payments
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%	1,406		1,457	-3.52%	Principal Payments
Smith Barney	US Govt, Agency,FHLM	3/15/13	05/24/04	5.750%	596,288		596,288	0.00%	
Smith Barney	US Govt, Agency,FHLM	7/15/10	05/24/04	4.480%	599,921		599,921	0.00%	
Smith Barney	US Govt, Agency,FICO	6/27/11	05/25/04	4.680%	574,154		574,154	0.00%	
Smith Barney	US Govt, Agency,FICO	5/30/12	05/25/04	4.900%	588,405		588,405	0.00%	
Smith Barney	US Govt, Agency, Tstrip	11/15/09	11/16/05	4.046%	848,227		848,227	0.00%	
Edward Jones	US Govt, Agency,FHLM	5/15/30	05/28/04	5.000%	959,190		959,190	0.00%	
Edward Jones	US Govt, Agency, FNMA	10/12/22	10/12/07	5.500%	1,000,000		1,000,000	0.00%	
Edward Jones	US Govt, Agency,Tstrip	8/15/09	12/05/05	4.200%	737,939		737,939	0.00%	
Edward Jones	US Govt, Agency,TNote	4/30/11	05/19/06	4.875%	415,384		415,384	0.00%	
Edward Jones	US Govt, Agency,Tnote	4/30/08	05/19/06	4.875%	415,447		415,447	0.00%	
Edward Jones	US Govt, Agency,FHLMC	5/15/26	05/19/06	6.000%	405,698		405,698	0.00%	
Edward Jones	US Govt, Agency,FHLMC	12/15/12	12/20/07	4.500%	434,000		434,000	0.00%	
Edward Jones	US Govt, Agency,FHLB	9/17/10	12/21/07	4.250%	815,385		815,385	0.00%	
Edward Jones	US Govt, Agency,FHLB	12/18/08	12/21/07	4.250%	490,174		490,174	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	11/30/08	09/19/02	9.800%	186,006		186,006	0.00%	
Stifel, Nicolaus	US Govt, Agency,FICO	5/11/09	06/06/07	5.030%	113,770		113,770	0.00%	
Stifel, Nicolaus	US Govt, Agency,FHLB	6/6/08	11/19/04	3.750%	443,700		443,700	0.00%	
Stifel, Nicolaus	US Govt, Agency,FHLB	5/27/10	11/27/07	4.550%	-		250,005	-100.00%	Called
Stifel, Nicolaus	US Govt, Agency,FHLB	11/27/09	11/27/07	4.500%	-		250,005	-100.00%	Called
Stifel, Nicolaus	US Govt, Agency, FNMA	5/28/09	11/19/04	4.290%	-		442,530	-100.00%	Called
Stifel, Nicolaus	US Govt, Agency, FHLB	8/22/08	12/23/05	4.650%	-		168,793	-100.00%	Called
Stifel, Nicolaus	US Govt, Agency, FHLMC	11/15/11	11/29/07	4.500%	250,000		250,000	0.00%	
Stifel, Nicolaus	US Govt, Agency, FHLMC	11/15/12	11/29/07	4.600%	250,000		250,000	0.00%	
Stifel, Nicolaus	US Govt, Agency, FNMA	8/14/23	10/01/07	6.000%	125,984		125,984	0.00%	
Stifel, Nicolaus	US Govt, Agency, FNMA	10/29/27	11/02/07	5.250%	460,000		460,000	0.00%	
Stifel, Nicolaus	US Govt, Agency, FNMA	11/5/27	11/09/07	5.250%	215,000		215,000	0.00%	
Stifel, Nicolaus	US Govt, Agency, FNMA	12/24/27	12/19/07	5.250%	1,200,000		1,200,000	0.00%	
Stifel, Nicolaus	US Govt, Agency, FNMA	2/11/28	02/06/08	4.750%	190,000			100.00%	Purchase
Stifel, Nicolaus	US Govt, Agency, FNMA	2/25/28	02/19/08	5.000%	950,000			100.00%	Purchase
Subtotal, U.S. Govt.					\$ 18,439,033	63.10%	\$ 18,538,213	-0.54%	

Institution	Type of Investment	Maturity Date	Date Purchased	Yield	\$ Market	% Portfolio	\$ Market	% Increase (Decrease)	Reason for Change
Merrill Lynch	MM	n/a	n/a	1.840%	\$ 264,718		\$ 193,364	36.90%	Interest, FICO and 2 CD Maturity, 2 CD
Edward Jones	MM	n/a	n/a	1.950%	\$ 42,578		\$ 6,449	560.19%	Pure hases Investment Interest
Smith Barney	MM	n/a	n/a	3.190%	\$ 28,865		\$ 25,291	14.13%	Investment Interest, GNMA Principal
Stifel, Nicolaus	MM			2.890%	\$ 120,365		\$ 23,507	412.05%	Investment interest, purchases, and sales
IL Metropolitan Investment Fund	US Govt Pool Fund			2.710%	\$ 352,058		\$ 2,338,005	-84.94%	Interest, \$2M Tfr to Busey for Provena
Illinois Funds-Money Market	Govt. Pool, IL Funds	n/a	n/a	2.037%	\$ 129,020		\$ 1,862,833	-93.07%	Taxes State Payments, Interest. \$1.6 M Tfr to Busey
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	2.855%	\$ 3,861,542		\$ 14,117	27254.44%	\$3.8 M Tfr from IL Funds MM-better interest rate
Illinois Funds-E Pay Account	Govt. Pool, IL Funds	n/a	n/a	2.037%	\$ 30,906		\$ 13,184	134.42%	Revenue Payments, Transfer to IL Funds MM \$30,000
Chase Bank	Savings	n/a	n/a	1.430%	\$ 100,428		\$ 1,492,360	-93.27%	Interest, \$1.4 M Tfr to Busey for Provena
Busey Bank	Savings	n/a	n/a	2.210%	\$ 2,869,419		\$ 7,810,665	-63.26%	Taxes Normal Bill Paying, \$6 M Payment for Provena
Subtotal, MM, IPTIP, & Savings					\$ 7,799,898	26.69%	\$ 13,779,773	-43.40%	
TOTALS					\$ 29,221,873	100.00%	\$ 35,343,697	-17.32%	