

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, 2001

DATE: November 8, 2001

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, 2001.

Two last 2 columns report any changes in investments and cash accounts during the quarter. The total amount invested in C.D.'s and U.S. Government securities went down approximately \$100,000 due to a CD maturing and being deposited into the city's savings account. The total amount in the savings accounts went up \$1,803,182. This is because cash receipts exceeded expenses during this period. I am leaving these amounts in our various savings accounts because I expect that a large number of bills will be paid during the next quarter and interest rates on C.D.'s and U.S. government securities is lower right now than what we are earning on our savings accounts.

The City's investment portfolio at September 30, 2001 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, 2001

<u>Financial Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchased</u>	<u>Yield</u>	<u>09/30/01 \$ Market</u>	<u>% Portfolio</u>	<u>06/30/01 \$ Market</u>	<u>% Increase (Decrease)</u>	<u>Reason for Change</u>
Central IL Bank	CD	12/06/02	12/06/99	6.45%	\$ 93,714		\$ 92,249	1.59%	Accrued Interest
Union Planters Bank	CD	12/02/02	12/02/99	5.83%	92,801		92,801	0.00%	
Bank Illinois	CD	12/02/02	12/02/99	6.160%	101,687		100,132	1.55%	Accrued Interest
BankChampaign	CD	10/11/01	10/11/98	5.400%	94,000		94,000	0.00%	
Smith Barney	CD	07/25/01	07/28/99	5.899%	-		100,000	-100.00%	Maturity
Smith Barney	CD	10/04/01	10/04/00	6.500%	94,000		94,000	0.00%	
Smith Barney	CD	10/04/01	10/04/00	6.500%	94,000		94,000	0.00%	
Dean Witter	CD	09/09/08	09/29/98	6.30%	-		90,432	-100.00%	Called early
Dean Witter	CD	10/07/05	10/07/98	5.60%	90,000		90,000	0.00%	
Dean Witter	CD	11/08/01	11/08/00	6.75%	100,000		100,000	0.00%	
Dean Witter	CD	07/02/01	06/30/00	7.05%	-		90,000	-100.00%	Maturity
Dean Witter	CD	07/05/01	07/05/00	7.00%	-		90,000	-100.00%	Maturity
Dean Witter	CD	07/05/01	07/05/00	7.00%	-		90,000	-100.00%	Maturity
Dean Witter	CD	07/05/01	07/05/00	7.00%	-		90,000	-100.00%	Maturity
Dean Witter	CD	01/07/02	07/05/00	7.10%	90,000		90,000	0.00%	
Dean Witter	CD	09/01/04	03/23/01	6.65%	93,230		93,230	0.00%	
Edward Jones	CD	11/13/01	11/10/99	6.25%	84,000		84,000	0.00%	
Edward Jones	CD	11/13/01	11/10/99	6.25%	83,000		83,000	0.00%	
Edward Jones	CD	11/13/01	11/10/99	6.25%	83,000		83,000	0.00%	
Edward Jones	CD	05/15/02	11/15/00	6.550%	95,000		95,000	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%	
Subtotal, CD's					\$ 1,443,432	4.86%	\$ 1,990,845	-27.50%	

AG Edwards	US Govt, Tnote	11/15/01	05/11/92	7.500%	\$	507,030	\$	507,030	0.00%
Merrill Lynch	US Govt, Agency, FICO	04/06/04	11/03/93	6.380%		68,066		68,066	0.00%
Merrill Lynch	US Govt, Agency, FICO	05/11/04	11/03/93	6.380%		71,135		71,135	0.00%
Merrill Lynch	US Govt, Agency, FICO	06/06/04	11/03/93	6.380%		59,616		59,616	0.00%
Merrill Lynch	US Govt, Agency, FICO	02/08/05	11/03/93	6.390%		108,533		108,533	0.00%
Merrill Lynch	US Govt, Agency, FICO	03/26/07	11/03/93	6.600%		183,421		183,421	0.00%
Merrill Lynch	US Govt, Agency, FICO	09/26/07	11/03/93	6.640%		174,445		174,445	0.00%
Merrill Lynch	US Govt, Agency, FICO	12/27/07	11/03/93	6.750%		117,442		117,442	0.00%
Merrill Lynch	US Govt, Agency, FICO	03/07/08	11/03/93	6.770%		88,917		88,917	0.00%
Merrill Lynch	US Govt, Agency, FICO	06/27/09	11/03/93	7.000%		109,058		109,058	0.00%
Merrill Lynch	US Govt, Agency, FICO	11/02/09	11/03/93	7.010%		120,065		120,065	0.00%
Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%		64,180		64,180	0.00%
AG Edwards	US Govt, Agency, FHLM	02/15/23	11/30/93	6.200%		661,625		661,625	0.00%
Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%		261,105		275,565	-5.25% Principal Payr
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%		17,860		18,836	-5.18% Principal Payr
Dean Witter	US Govt, Agency FHLM	09/15/02	07/10/01			359,775		-	100.00% Purchase
Smith Barney	US Govt, Agency, FHLM	01/20/14	01/20/99	6.00%		487,360		487,360	0.00%
Smith Barney	US Govt, Agency, FHLM	03/15/11	03/15/01	6.44%		197,126		197,126	0.00%
Smith Barney	US Govt, Agency, FHLM	07/26/06	07/16/01	5.70%		100,000		-	100.00% Purchase
Subtotal, U.S. Govt.						\$ 3,756,759	12.65%	\$ 3,312,421	13.41%

Merrill Lynch	MM	n/a	n/a	varies	\$ 1	\$ 1	0.00%
Dean Witter	MM	n/a	n/a	varies	90,544	6	Investment M n/aand Accrued I
Merrill Lynch	MM, U.S.Govt.	n/a	n/a	5.88%	1,156,853	1,145,837	0.96% Interest
Edward Jones	MM	n/a	n/a		2,545	15,869	-83.96% Check issued
Illinois Funds-Money Market	Govt. Pool, IL Funds	n/a	n/a	4.11%	9,805,847	7,451,592	31.59% Sales & Incom
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	4.16%	3,909,448	3,872,874	0.94% Interest
Bank One	Savings	n/a	n/a	3.69%	3,244,075	3,216,666	0.85% Interest
Busey Bank	Savings	n/a	n/a	3.61%	6,298,054	7,001,341	-10.05% Normal bill pa
Subtotal, MM, IPTIP, & Savings					\$ 24,507,367	82.50%	\$ 22,704,185 7.94%
TOTALS					\$ 29,707,558	100.00%	\$ 28,007,451 6.07%