

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 June 30, 2002

DATE: August 1, 2002

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 June 30, 2002.

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

Activity in CD's and U.S. Gov't. Securities:

- A CD for \$100,000 matured with Smith Barney.
- A U.S. Government Bond for \$100,000 was purchased at Smith Barney with CD proceeds above.

Amounts invested in money market accounts increased \$2,869,503 due to timing of certain revenues receipts in this quarter.

The City's investment portfolio at June 30, 2002 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 JUNE 30,
2002

<u>Financial Institution</u>	<u>Type of Investment</u>	<u>Maturity Date</u>	<u>Date Purchased</u>	<u>Yield</u>	<u>06/30/02 \$ Market</u>	<u>% Portfolio</u>	<u>03/31/02 \$ Market</u>	<u>% Increase (Decrease)</u>	<u>Reason for Change</u>
Central IL Bank	CD	12/06/02	12/06/99	6.45%	\$ 98,200		\$ 96,665	1.59%	Accrued Interest
Union Planters Bank	CD	12/02/02	12/02/99	5.83%	\$ 98,392		\$ 92,801	6.02%	Accrued Interest
Bank Illinois	CD	12/02/02	12/02/99	6.160%	\$ 106,444		\$ 104,817	1.55%	Accrued Interest
Smith Barney	CD	04/10/02	10/10/01	3.050%	\$ -		\$ 100,000	-100.00%	Maturity
Smith Barney	CD	10/11/06	10/10/01	5.000%	\$ 100,000		\$ 100,000	0.00%	
Morgan Stanley	CD	09/01/04	03/23/01	6.65%	\$ 92,076		\$ 93,230	-1.24%	Change in market value
Morgan Stanley	CD	11/14/02	11/14/01	3.00%	\$ 100,000		\$ 100,000	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%	
Edward Jones	CD	11/21/02	11/21/01	2.650%	85,000		85,000	0.00%	
Edward Jones	CD	11/21/02	11/21/01	2.650%	85,000		85,000	0.00%	
		11/21/02	11/21/01	2.700%	86,000		86,000	0.00%	
Subtotal, CD's					\$ 1,101,111	3.60%	\$ 1,193,513	-7.74%	
Merrill Lynch	US Govt, Agency, FICO	04/06/04	11/03/93	6.380%	73,734		68,066	8.33%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	05/11/04	11/03/93	6.380%	77,166		71,135	8.48%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	06/06/04	11/03/93	6.380%	64,745		59,616	8.60%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	02/08/05	11/03/93	6.390%	119,734		108,533	10.32%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	03/26/07	11/03/93	6.600%	205,723		183,421	12.16%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	09/26/07	11/03/93	6.640%	196,682		174,445	12.75%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	12/27/07	11/03/93	6.750%	132,088		117,442	12.47%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	03/07/08	11/03/93	6.770%	99,759		88,917	12.19%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	06/27/09	11/03/93	7.000%	122,029		109,058	11.89%	Interest, change in market value
Merrill Lynch	US Govt, Agency, FICO	11/02/09	11/03/93	7.010%	134,457		120,065	11.99%	Interest, change in market value

Merrill Lynch	US Govt, Agency, FICO	11/11/09	11/03/93	7.010%	71,872	64,180	11.99%	Interest, change in market value
Dean Witter	US Govt, Agency, FICO	12/06/03	01/11/02	3.000%	90,572	88,827	1.96%	Interest, change in market value
AG Edwards	US Govt, Agency, FHLM	02/15/23	11/30/93	6.200%	\$ 675,862	\$ 661,625	2.15%	Interest, change in market value
Smith Barney	US Govt, Agency, GNMA	10/20/23	11/26/93	6.500%	\$ 211,556	\$ 230,782	-8.33%	Principal pymts, market value
Smith Barney	US Govt, Agency, GNMA	11/20/23	11/26/93	6.500%	\$ 14,963	\$ 15,860	-5.66%	Principal pymts, market value
Morgan Stanley	US Govt, Agency FHLM	09/15/02	07/10/01	4.23%	\$ 376,620	\$ 359,775	4.68%	Change in market value
Smith Barney	US Govt, Agency, FHLM	01/20/14	01/20/99	6.00%	\$ 497,425	\$ 487,360	2.07%	Change in market value
Smith Barney	US Govt, Agency, FHLB	03/15/11	03/15/01	6.44%	\$ 200,438	\$ 197,126	1.68%	Change in market value
Smith Barney	US Govt, Agency, FHLM	07/26/06	07/16/01	5.70%	\$ 100,250	\$ 100,000	0.25%	Change in market value
Smith Barney	US Govt, Agency, FHLM	01/30/17	01/31/02	6.00%	\$ 197,586	\$ 200,000	0.25%	Change in market value
Smith Barney	US Govt, Agency, FHLM	05/15/12	05/23/02	4.25%	\$ 100,918	\$ -	100.00%	Purchase
Subtotal, U.S. Govt.					\$ 3,764,179	12.30%	\$ 3,506,234	7.36%
Merrill Lynch	MM	n/a	n/a		\$ 1	\$ 1	0.00%	
Morgan Stanley	MM	n/a	n/a	10.36%	1,920	1,913	0.36%	Interest
Merrill Lynch	MM, U.S.Govt.	n/a	n/a	1.75%	1,175,400	1,170,156	0.45%	Interest
Edward Jones	MM	n/a	n/a	1.17%	2,508	2,513	-0.18%	Check Written
Smith Barney	MM	n/a	n/a		45	-	100.00%	Interest payment
AG Edwards	MM	n/a	n/a	1.46%	504,316	502,602	0.34%	Interest
Morgan Stanley	US Govt, Agency	-	10/11/01		\$ 93,242	\$ 91,446	1.96%	Interest, Dividends
Morgan Stanley	US Govt, Agency Bonds				\$ 92,538	\$ 92,056	0.52%	Interest, Dividends
Illinois Funds- Money Market	Govt. Pool, IL Funds	n/a	n/a	1.73%	10,318,529	10,009,366	3.09%	Sales & Income Tax, Transfer to Busey
Illinois Funds-Prime Funds	Govt. Pool, IL Funds	n/a	n/a	1.82%	3,970,577	3,952,419	0.46%	Interest
Bank One	Savings	n/a	n/a	1.74%	3,189,934	3,276,146	-2.63%	Interest

Busey Bank	Savings	n/a	n/a	1.74%	6,394,155	3,775,044	69.38%	Normal bill paying, Transfer IL Funds
Subtotal, MM, IPTIP, & Savings					\$ 25,743,165	84.10%	\$ 22,873,662	12.55%
TOTALS					\$ 30,608,455	100.00%	\$ 27,573,408	11.01%