



Memorandum

To: Wally Bobkiewicz, City Manager
Marty Lyons, Assistant City Manager, Treasurer
Joellen Earl, Administrative Services Director

From: Hitesh Desai, Accounting Manager

Subject: 4th Quarter, FY10/11 Investment Report

Date: March 22, 2011

Attached please find the 4th fiscal quarter-end investment report as of February 28, 2011.

A comparison between the 4th quarter of FY10/11 and the 3rd quarter of FY10/11 indicates a decrease for combined cash & investments of \$1,818,045 from \$64,430,000 to \$62,611,955. A quarter to quarter comparison between cash and investments are summarized below:

	<u>02/28/11</u>	<u>11/30/10</u>	<u>Change</u>
Cash	\$34,826,523	\$38,164,418	(\$3,337,895)
Investments	<u>\$27,785,432</u>	<u>\$26,265,582</u>	<u>\$1,519,850</u>
TOTAL	\$62,611,955	\$64,430,000	(\$1,818,045)

The primary reason for the \$1.8 million decrease in combined cash and investments during the fourth fiscal quarter was debt service payments of \$16.5M for GO Bonds. These payments were due December 1st, 2010 and January 1st, 2011. The Property tax revenues of \$14.7M offset by the above debt service payments resulted in net cash/investment reduction of \$1.8M.

As mentioned in the third quarter report, the 2nd installment of property tax was delayed until December 13, 2010 and finally received during the fourth quarter. The city has received approximately 95% of its 2009 tax levy as of February 28, 2011.

As of February 28, 2011, the highest percentage of total deposits was held by Chase Bank at approximately \$41.3 million, or 66% of the City's \$62.6 million in cash and investments. This is mainly due to offset cost of banking operations and higher rate of return on money market accounts with the Chase Bank. Per the City's investment policy, no financial institution should have greater than 50% of the City's total deposits.

Finance staff continually monitors balances to strive for a suitable investment mix in compliance with the policy without significantly hurting our operational cost and investment income.

If you have any questions on this report or would like to discuss in greater detail, please contact me @ (847) 866-2905 or at hdesai@cityofevanston.org.

City of Evanston
Cash & Investment Summary by Fund
February 28, 2011

Fund #	Fund	Cash	Investments	Interfund	Total	2/28/2010 Total	Increase (Decrease)
100	General	7,880,483	2,882,378	(703,676)	10,059,185	5,618,203	4,440,982
195	Neighborhood Stabilization	991		(6,894)	(5,903)	0	(5,903)
200	MFT	503,060	362,217		865,277	1,008,869	(143,592)
205	E911	658,915	644,442	(67,529)	1,235,828	875,296	360,532
210	SSD4			(69,569)*	(69,569)	0	(69,569)
215	CDBG	89,947		(49,880)	40,067	42,035	(1,968)
220	CD Loan	58,681		(5,760)	52,921	90,688	(37,767)
225	Economic Dev.	2,034,113	391,257	(28,514)	2,396,856	2,071,770	325,086
235	Neighbrhd Improvemt	69,915			69,915	49,634	20,281
240	Home	26,625			26,625	2,906	23,719
250	Affordable Housing	76,969	362,769	(4,723)	435,015	532,714	(97,699)
300	Washington National TIF	4,717,305	2,025,047	(3,400)	6,738,952	6,348,894	390,058
305	SSD5	10,912	756		11,668	48,088	(36,420)
310	Howard Hartrey	3,598,206	1,042,062		4,640,268	4,478,960	161,308
315	Southwest TIF	150,767			150,767	577,639	(426,872)
320	Debt Service	252,531	214,813		467,344	1,591,600	(1,124,256)
325	Downtown TIF					0	0
330	Howard Ridge	415,523	152,187	(5,188)	562,522	752,963	(190,441)
335	West Evanston	491,793	548,717		1,040,510	934,604	105,906
415	Capital Improvements		7,879,677	(1,220,796)*	6,658,881	8,240,593	(1,581,712)
420	Special Assess	484,729	3,244,137	766	3,729,632	2,281,980	1,447,652
505	Parking	9,455,142	3,244,469	8,819	12,708,430	16,768,924	(4,060,494)
510	Water	4,167,338	3,168,779	(131,299)	7,204,818	6,957,385	247,433
515	Sewer	2,829,037	346,449	(61,359)	3,114,127	2,709,950	404,177
600	Fleet	95,397	593,697	(340,372)	348,722	592,799	(244,077)
605	Insurance		681,579	(552,481)*	129,098	813,382	(684,284)
		38,068,378	27,785,432	(3,241,855)	62,611,955	63,389,876	(777,921)

* Includes negative cash balance reclassified to interfund liability.

**City of Evanston
Cash & Investment Summary by Bank
February 28, 2011**

Investment Description	Investment Type	Bank	Rate	Fiscal YTD Est. Income	Investment Amount	Fund #	Fund
Money Market Fund	MMA	1st Bank	0.250	395	157,968	320	Debt Service
Money Market Fund	MMA	1st Bank	0.200	106	52,987	415	Capital Improvements
Money Market Fund	MMA	1st Bank	0.250	7,736	3,094,549	505	Parking
Money Market Fund	MMA	1st Bank	0.100	7	7,101	510	Water
		SUBTOTAL		8,244	3,312,605		
Money Market Fund	MMA	Chase	0.350	6,276	1,793,004	300	Washington National
Money Market Fund	MMA	Chase	0.350	22,575	6,449,987	415	Capital Improvements
Money Market Fund	MMA	Chase	0.350	11,354	3,244,137	420	Special Assessment
Money Market Fund	MMA	Chase	0.350	304	86,843	505	Parking
Money Market Fund	MMA	Chase	0.350	6,388	1,825,216	510	Water
Money Market Fund	MMA	Chase	0.350	119	34,025	515	Sewer
		SUBTOTAL		47,016	13,433,212		
Money Market Fund	MMA	IMET	0.330	1,422	430,925	415	Capital Improvements
Money Market Fund	MMA	IMET	0.330	1,031	312,424	515	Sewer
		SUBTOTAL		2,453	743,349		
Cert. of Dep. 0.83% due 6/20/11	CD	PMA	0.830	1,429	247,900	335	West Evanston TIF
IL Funds	MMA	US Bank	0.094	2,709	2,882,378	100	General
IL Funds	MMA	US Bank	0.094	340	362,217	200	MFT
IL Funds	MMA	US Bank	0.094	606	644,442	205	E911
IL Funds	MMA	US Bank	0.094	368	391,257	225	Economic Development
IL Funds	MMA	US Bank	0.094	341	362,769	250	Affordable Housing
IL Funds	MMA	US Bank	0.094	218	232,043	300	Washington National
IL Funds	MMA	US Bank	0.094	1	756	305	SSA#5
IL Funds	MMA	US Bank	0.094	980	1,042,062	310	Howard Hartrey TIF
IL Funds	MMA	US Bank	0.094	53	56,845	320	Debt Service
IL Funds	MMA	US Bank	0.094	143	152,187	330	Howard Ridge TIF
IL Funds	MMA	US Bank	0.094	283	300,817	335	West Evanston TIF
IL Funds	MMA	US Bank	0.094	889	945,778	415	Capital Improvements
IL Funds	MMA	US Bank	0.094	59	63,077	505	Parking
IL Funds	MMA	US Bank	0.094	1,256	1,336,462	510	Water
IL Funds	MMA	US Bank	0.094	558	593,697	600	Fleet
IL Funds	MMA	US Bank	0.094	641	681,579	605	Insurance
		SUBTOTAL		9,445	10,048,366		
		Total Investments		68,588	27,785,432		
Cash		1st Bank			2,676,889	510	Water
Cash		1st Bank			2,747,675	505	Parking
		SUBTOTAL			5,424,563		
Cash		Charter One			503,060	200	MFT
Cash		Charter One			1,008,166	300	Washington National TIF
		SUBTOTAL			1,511,226		
Cash		Chase			76,969	250	Affordable Housing
Cash		Chase			58,681	220	CD Loan
Cash		Chase			89,947	215	CDBG
Cash		Chase			252,531	320	Debt
Cash		Chase			658,915	205	E911
Cash		Chase			2,034,113	225	Economic Dev.
Cash		Chase			95,397	600	Fleet
Cash		Chase			7,880,483	100	General
Cash		Chase			26,625	240	Home
Cash		Chase			3,598,206	310	Howard Hartrey
Cash		Chase			415,523	330	Howard Ridge
Cash		Chase			69,915	235	Neighbrhd Improvemt
Cash		Chase			991	195	Neighbrhd Stablztn
Cash		Chase			6,707,468	505	Parking
Cash		Chase			2,829,037	515	Sewer
Cash		Chase			150,767	315	Southwest TIF
Cash		Chase			484,729	420	Special Assess
Cash		Chase			10,912	305	SSD5
Cash		Chase			3,709,139	300	Washington National TIF
Cash		Chase			1,490,449	510	Water
Cash		Chase			491,793	335	West Evanston
		SUBTOTAL			31,132,589		
		Total Cash			38,068,378		
		Interfunds and negative cash			(3,241,855)		
		Net Cash			34,826,523		
		Total Investments & Cash			62,611,955		

CASH / INVESTMENT BALANCES BY BANK	Investments		Cash		Total	
	Amount	%	Amount	%	Amount	%
1ST Bank	3,312,605	11.92%	5,424,563	15.58%	8,737,168	13.95%
Charter One			1,511,226	4.34%	1,511,226	2.41%
Chase	13,433,212	48.35%	27,890,734	80.08%	41,323,946	66.00%
IMET	743,349	2.68%			743,349	1.19%
PMA	247,900	0.89%			247,900	0.40%
US Bank	10,048,366	36.16%			10,048,366	16.05%
Total	27,785,432	100.00%	34,826,523	100.00%	62,611,955	100.00%

**City of Evanston
Investment Summary by type by fund
February 28, 2011**

Investment Description	Investment Type	Bank	Rate	Fiscal YTD Est. Income	Investment Amount	Fund #	Fund
IL Funds	MMA US Bank		0.094	341	362,769	250	Affordable Housing
IL Funds	MMA US Bank		0.094	889	945,778	415	Capital Improvements
Money Market Fund	MMA 1st Bank		0.200	106	52,987	415	Capital Improvements
Money Market Fund	MMA Chase		0.350	22,575	6,449,987	415	Capital Improvements
Money Market Fund	MMA IMET		0.330	1,422	430,925	415	Capital Improvements
				SUBTOTAL	7,879,677		
IL Funds	MMA US Bank		0.094	53	56,845	320	Debt Service
Money Market Fund	MMA 1st Bank		0.250	395	157,968	320	Debt Service
				SUBTOTAL	214,813		
IL Funds	MMA US Bank		0.094	606	644,442	205	E911
IL Funds	MMA US Bank		0.094	368	391,257	225	Economic Development
IL Funds	MMA US Bank		0.094	558	593,697	600	Fleet
IL Funds	MMA US Bank		0.094	2,709	2,882,378	100	General
IL Funds	MMA US Bank		0.094	980	1,042,062	310	Howard Hartrey TIF
IL Funds	MMA US Bank		0.094	143	152,187	330	Howard Ridge TIF
IL Funds	MMA US Bank		0.094	641	681,579	605	Insurance
IL Funds	MMA US Bank		0.094	340	362,217	200	MFT
IL Funds	MMA US Bank		0.094	59	63,077	505	Parking
Money Market Fund	MMA 1st Bank		0.250	7,736	3,094,549	505	Parking
Money Market Fund	MMA Chase		0.350	304	86,843	505	Parking
				SUBTOTAL	3,244,469		
Money Market Fund	MMA Chase		0.350	119	34,025	515	Sewer
Money Market Fund	MMA IMET		0.330	1,031	312,424	515	Sewer
				SUBTOTAL	346,449		
Money Market Fund	MMA Chase		0.350	11,354	3,244,137	420	Special Assessment
IL Funds	MMA US Bank		0.094	1	756	305	SSA#5
IL Funds	MMA US Bank		0.094	218	232,043	300	Washington National
Money Market Fund	MMA Chase		0.350	6,276	1,793,004	300	Washington National
				SUBTOTAL	2,025,047		
IL Funds	MMA US Bank		0.094	1,256	1,336,462	510	Water
Money Market Fund	MMA 1st Bank		0.100	7	7,101	510	Water
Money Market Fund	MMA Chase		0.350	6,388	1,825,216	510	Water
				SUBTOTAL	3,168,779		
Cert. of Dep. 0.83% due 6/20/11	CD PMA		0.830	1,429	247,900	335	West Evanston TIF
IL Funds	MMA US Bank		0.094	283	300,817	335	West Evanston TIF
				SUBTOTAL	548,717		
				TOTAL	27,785,432		Grand Total