

Illinois Metropolitan Investment Fund

Comprehensive Annual Financial Report

Year ended September 30, 2014



**Illinois Metropolitan
Investment Fund**

Illinois Metropolitan Investment Fund

Comprehensive Annual Financial Report

Year ended September 30, 2014

**Laura F. Allen
Executive Director**

ILLINOIS METROPOLITAN INVESTMENT FUND

Comprehensive Annual Financial Report
Year Ended September 30, 2014

Table of Contents

INTRODUCTORY SECTION

Transmittal Letter	i - iv
Board of Trustees	v
Supporting Chicago Area Councils of Government and External Advisors	vi
Organizational Chart	vii
Certificate of Achievement for Excellence in Financial Reporting	viii

FINANCIAL SECTION

Independent Auditors' Report	1 - 3
Management's Discussion and Analysis	4 - 8
Basic Financial Statements:	
Combining Statement of Net Position - Enterprise Funds	9
Combining Statement of Changes in Net Position - Enterprise Funds	10
Statement of Fiduciary Net Position	11
Statement of Changes in Fiduciary Net Position	12
Notes to the Financial Statements	13 - 25
Required Supplementary Information (Unaudited)	
Schedule of Funding Progress - Illinois Municipal Retirement Fund	26
Other Supplementary Information	
Schedule of Operations - IMET Administration Fund - Budget and Actual	27

INVESTMENT SECTION (Unaudited)

Report on Investment Activity	28 - 30
Schedule of Investment Results - IMET 1-3 Year Series	31
Schedule of Investment Results - IMET Convenience Series	32

(Continued)

ILLINOIS METROPOLITAN INVESTMENT FUND

Comprehensive Annual Financial Report
Year Ended September 30, 2014

Table of Contents (Continued)

INVESTMENT SECTION (Continued)

Schedule of Investments - IMET 1-3 Year Series	33 - 36
Schedule of Cash and Investments - IMET Convenience Series	37 - 51
Schedule of Management Fees	52
Schedule of Participants by Concentration	53
Investment Policy - IMET 1-3 Year Series	54 - 61
Investment Policy - IMET Convenience Series	62 - 69

STATISTICAL SECTION (Unaudited)

Index for Statistical Section	70
Financial Trends	71 - 77
Demographic and Economic Information	78 - 79

INTRODUCTORY SECTION



Illinois Metropolitan Investment Fund

Investing together for
our communities

Jerry Ducay
Village Administrator
Village of Frankfort
Chairman

February 19, 2015

Dear IMET Participants:

Christy Powell
Superintendent of Finance
& Personnel
Geneva Park District
Vice Chairman

We hereby submit to you the eighteenth Comprehensive Annual Financial Report of the Illinois Metropolitan Investment Fund (IMET), which covers the fiscal year of October 1, 2013 through September 30, 2014. In accordance with the Illinois Compiled Statutes and the Illinois Metropolitan Investment Fund Second Amended and Restated Declaration of Trust, dated as of January 20, 2012, an annual independent audit of all funds and accounts of IMET shall be conducted by certified public accountants licensed to practice public accounting in the State of Illinois. This report is published to fulfill that requirement, for the fiscal year ended September 30, 2014. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Board of Trustees and Executive Director, and is based upon a comprehensive framework of internal controls that is established for this purpose.

Gary Szott
Director of Finance/Treasurer
Village of Bloomingdale
Treasurer

John Harrington
Director of Finance/Treasurer
Village of Minooka
Secretary

To the best of our knowledge and belief, the enclosed data are accurate in all material respects, and are reported in a manner designed to present fairly the financial position and changes in financial position of IMET in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America, by a firm of licensed certified public accountants. Because the cost of a control should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free of any material misstatements. Management is responsible for maintaining a system of adequate internal accounting controls designed to provide reasonable assurance that transactions are executed in accordance with management's general or specific authorization, and are recorded as necessary to maintain accountability of assets and to permit preparation of financial statements in accordance with GAAP. We believe the internal controls in effect during the fiscal year ended September 30, 2014, adequately safeguard IMET's assets and provide reasonable assurance regarding the proper recording of financial transactions. All disclosures necessary to enable the reader to gain an understanding of IMET's financial activities have been included. The data presented in the Investment Section is prepared on a basis consistent with the other sections of the report using data provided by reliable third party sources.

Scott Anderson
Director of Finance/Treasurer
Village of Buffalo Grove
Trustee

Kevin Barr
Village Manager
Village of Schiller Park
Trustee

Chris Minick
Director of Finance
City of St. Charles
Trustee

Eileen Santschi
Accounting Manager
South Suburban Mayors and
Managers Association
Trustee

Laura F. Allen
Executive Director

Debra A. Zimmerman
Associate Director

Miller, Cooper & Co., Ltd., Certified Public Accountants, have issued an unmodified opinion on IMET's financial statements, for the fiscal year ended September 30, 2014. The independent auditors' report is located at the front of the Financial Section of this report.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. IMET's MD&A can be found immediately following the report of the independent auditors.

IMET PROFILE

IMET is a local government investment pool created in 1996. In the early 1990's, the idea to develop an intermediate term investment fund was formed out of the discussions of various individuals who were not satisfied with the low returns being earned on the investments then currently available to public funds managers. Changes were occurring on the permissible investments for pension funds and the time seemed appropriate to research and create an investment vehicle to meet the needs for public funds managers. A committee was formed by five Chicago Metro Councils of Government (COGs) - the Will County Governmental League, West Central Municipal Conference, DuPage Mayors and Managers Conference, South Suburban Mayors and Managers Association, and the Northwest Municipal Conference to evaluate various strategies for the creation of the investment fund. The newly formed committee received legal assistance and direction from Chapman & Cutler LLP, in the creation of the investment fund. After numerous committee meetings over the course of a few years, the Illinois Metropolitan Investment Fund (IMET) was established, as a not-for-profit investment fund under the Intergovernmental Cooperation Act and the Illinois Municipal Code, on July 1, 1996. The investment fund, called the IMET 1-3 Year Series, was designed as a pooled, intermediate term investment vehicle designed for funds that could be invested for more than one year. The Series was designed with a fluctuating Net Asset Value and an average maturity of one-to-three years, with investments exclusively in U.S. government backed securities (Treasuries and agencies). Each of the five founding COGs secured commitments from at least one of their respective members for an initial deposit into the fund. In September 2003, a second investment option was developed for IMET members. This second investment option, called the Convenience Series (CVF), was created to provide members with another asset allocation option for their public funds and is designed with money market characteristics. The CVF is managed so as to maintain a stable \$1.00 share price and holds deposits and investments authorized by the Illinois Public Funds Investment Act. IMET is available to all governmental units in the State of Illinois for the purpose of jointly investing the funds of which the governmental unit treasurer has custody. IMET has 292 members, as of September 30, 2014.

INVESTMENT POLICIES AND PRACTICES

The primary objectives of the IMET investment pool, as set forth in the Investment Policies included in the Investment Section, are preservation of principal, liquidity, and return on investment. It is the policy of IMET to invest public funds of Illinois governments in a manner which seeks to provide the best return while pursuing the preservation of capital. IMET investment funds conform to Illinois state statutes governing the investment of public funds. The standard of prudence to be used for all investment activities shall be the following "prudent person" standards and shall be applied while conducting all investment transactions. Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable preservation of their capital as well as the probable income to be derived.

For fiscal year 2014, the 1-3 Year Series provided a yield of .60% on a gross of fees basis (.37% net of fees) and the Convenience Series yield was .36% net to members. Please refer to the Investment Section of this CAFR for additional information on investments for each investment fund.

YEAR END REPORT

The nation continues to struggle in this prolonged and painfully slow economic recovery. IMET's challenges for the next fiscal year remain the same as this fiscal year, how to continue to add value to our members in a historically low interest rate environment. According to recent Federal Open Market Committee (FOMC) comments, the Federal Funds Target Rate (FFTR) may begin increasing in 2015. While IMET members face many uncertainties and challenges, they also continue to benefit from IMET's proactive and strong leadership in the continued negotiation of our enhanced yield on the Convenience Series and the diversification and historical investment performance on the 1-3 Year Series.

The 1-3 Year Series had a decrease in assets during FY 2014 due to declining yields in the bond market. The monthly returns have generally been positive in FY 2014, with seven months providing a positive monthly return for the fiscal year. The net one-year returns have all been positive, and the one-year net return as of September 30, 2014 is very competitive at .37%. The continued low interest rate environment, combined with recent rate increases, based on the Fed tapering their bond purchases, has been challenging for the investment manager, but this has been offset by the flight to quality due to on-going global issues. Additionally, in an effort to bolster returns to 1-3 Year Fund investors, the Board elected to continue the reduced IMET administration fee of 6.5 bps for the period through March 31, 2014 and announced another reduction to 4.5 bps beginning on April 1 through the end of calendar 2014. The Convenience Series continued to perform well, providing returns that are significantly higher when compared to the other Illinois investment pools and, at minimum, very competitive to local bank rates. In some cases, IMET's advantage when compared to local bank offerings, is the ability to invest in the Convenience Series without restriction where some banks will offer higher rates, but restrict the investment to a maximum dollar limit. We are pleased to report that these successes resulted in the achievement of an asset-balance milestone as we completed FY 2014 with combined assets exceeding \$2 billion. IMET also welcomed 20 new members in fiscal 2014 and now serves more than 290 units of government, including municipalities, pension funds, park districts, library districts, school districts, and other public agencies.

IMET had a productive FY 2014, successfully accomplishing many current goals and objectives. One of the major objectives completed in fiscal year 2014 was the review of our entire website to ensure accuracy on each page and with each link on the website. The IMET Board of Trustees and staff also discussed the creation of a membership committee as an additional resource for potential and existing members. This new committee's goals would include helping to develop membership in IMET through marketing efforts, offering additional educational programs to participants, and advising the IMET Board of Trustees on participant limitation options in the investment funds, should they become necessary. Finally, the 2014 fiscal year also saw the renegotiation of our primary banking partnership with Associated Bank as our primary banking partner for the Convenience Series. This partnership has provided IMET members with continued highly competitive rates of return in the Convenience Series, along with the safety provided by collateralization via the FHLB LOC program and government securities at 110% on the deposits at Associated Bank.

IMET's goals for FY 2015 challenge us to continue to add value to our members in a historically low interest rate environment. We will strive to maintain stability and strength in the 1-3 Year Series and Convenience Series, while continuously looking for opportunities to enhance member yields without compromising the safety of our investments. In so doing, the IMET Board of Trustees will establish a new business partner for investment advisory services for the Convenience Series portfolio to ensure growth remains sustainable.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Illinois Metropolitan Investment Fund for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2013. This was the third consecutive year that IMET has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Each member of the Board, each volunteer on IMET's standing committees, and each participant make IMET the strong, creative, and cooperative membership organization that it is today and will continue to be. Your continued participation in this joint endeavor is sincerely appreciated.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedication and hard work of the Board of Trustees and staff. Each member of the Board of Trustees and staff has our sincere appreciation for the contributions made in the preparation of this report. In addition, our appreciation is made to the independent auditors who have contributed to making this report possible.

On behalf of the IMET Board of Trustees and staff, we look forward to continuing to work with participants for the long-term success of IMET. We are proud to offer IMET's services to all units of government in the state of Illinois.

In service with you,



Jerry Ducay
IMET Chair



Laura F. Allen
IMET Executive Director

ILLINOIS METROPOLITAN INVESTMENT FUND

Board of Trustees
September 30, 2014

ILLINOIS METROPOLITAN INVESTMENT FUND

1220 Oak Brook Road
Oak Brook, Illinois 60523
Telephone: (630) 571-0480, ext. 229
Facsimile: (630) 571-0484

BOARD OF TRUSTEES

Chairman: Jerry Ducay
Village of Frankfort

Vice Chair: Christy Powell
Geneva Park District

Treasurer: Gary Szott
Village of Bloomingdale

Secretary: John Harrington
Village of Minooka

Trustee: Scott Anderson
Village of Buffalo Grove

Trustee: Kevin Barr
Village of Schiller Park

Trustee: Chris Minick
City of St. Charles

Trustee: Eileen Santschi
South Suburban Mayors and Managers Association

Executive Director: Laura F. Allen

ILLINOIS METROPOLITAN INVESTMENT FUND

Supporting Chicago Area Councils of Government
and External Advisors
September 30, 2014

SUPPORTING CHICAGO AREA COUNCILS OF GOVERNMENT

DUPAGE MAYORS AND MANAGERS CONFERENCE

Mark Baloga
Executive Director

NORTHWEST MUNICIPAL CONFERENCE

Mark Fowler
Executive Director

SOUTH SUBURBAN MAYORS AND MANAGERS ASSOCIATION

Ed Paesel
Executive Director

WEST CENTRAL MUNICIPAL CONFERENCE

Richard F. Pellegrino
Executive Director

WILL COUNTY GOVERNMENTAL LEAGUE

Steven Quigley
Executive Director

EXTERNAL ADVISORS

1-3 YEAR SERIES INVESTMENT ADVISOR

JP Morgan Asset Management
Chicago, Illinois
Columbus, Ohio

FUND ACCOUNTANT

PMA Financial Network, Inc.
Naperville, Illinois

EXTERNAL PERFORMANCE MONITORING

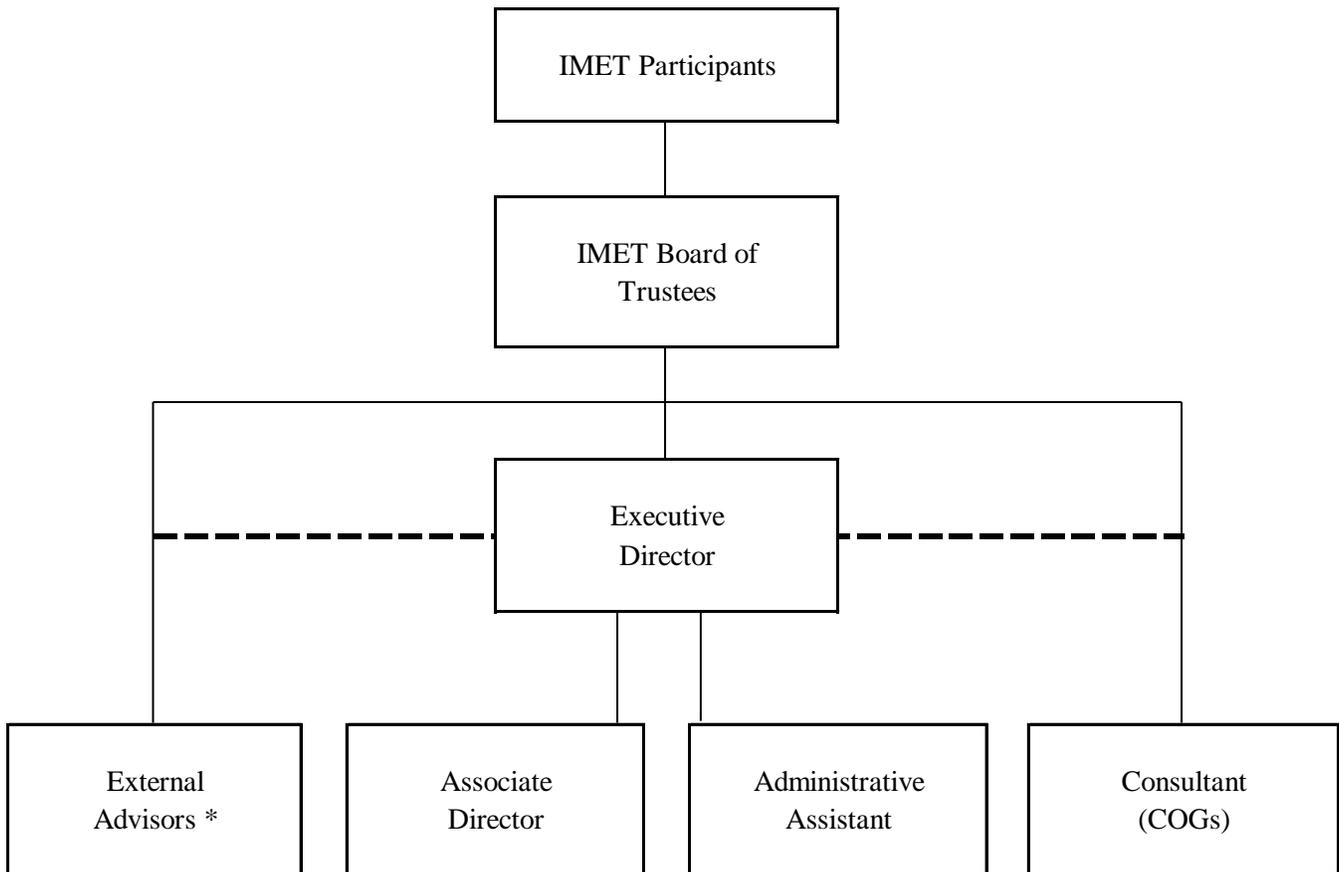
The Consulting Group of Smith Barney
Deerfield, Illinois

LEGAL COUNSEL

Chapman and Cutler LLP
Chicago, Illinois

ILLINOIS METROPOLITAN INVESTMENT FUND

Organizational Chart
September 30, 2014



* Please refer to the Schedule of Fees within the Investment Section of this report for a summary of fees paid both internally and externally.



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Illinois Metropolitan
Investment Fund**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Trustees
Illinois Metropolitan Investment Fund
Oak Brook, Illinois

Report on the Financial Statements

We have audited the accompanying combining statements of net position and changes in net position - enterprise funds, and the statements of fiduciary net position and changes in net position of the Illinois Metropolitan Investment Fund (IMET), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise IMET's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

IMET's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this also includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of IMET as of September 30, 2014, and the changes in financial position thereof, for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 8, and the Illinois Municipal Retirement Fund historical data on page 26, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise IMET's basic financial statements. The other information, listed in the table of contents, including the introductory, investment, and statistical sections, and the other supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial

(Continued)

The Members of the Board of Trustees
Illinois Metropolitan Investment Fund
Oak Brook, Illinois

Other Matters (Continued)

Other Information

The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, investment section, and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Deerfield, Illinois
February 19, 2015

ILLINOIS METROPOLITAN INVESTMENT FUND

Management's Discussion and Analysis

Year ended September 30, 2014

Management is pleased to provide this discussion and analysis of the financial activities of the Illinois Metropolitan Investment Fund (IMET), for the year ended September 30, 2014. Readers are encouraged to consider the information presented here, in conjunction with the additional information that is furnished in the letter of transmittal. Further, this correspondence is intended to serve as an introduction to IMET's basic financial statements, which are comprised of the fund financial statements and notes to the financial statements. The Comprehensive Annual Financial Report (CAFR) also contains other information in addition to the basic financial statements. The financial statements begin on page 9 of the report.

Financial Highlights

The 2014 fiscal year saw an increase in assets, as total assets (including the IMET 1-3 Year Series, the IMET Convenience Series, and the IMET Administration Fund) increased by \$330,415,057 to a balance of \$2,003,694,153, as of September 30, 2014. Total assets of the IMET 1-3 Year Series decreased by \$48,627,642 to a balance of \$232,355,301 during fiscal year 2014; total assets of the IMET Convenience Series increased by \$378,913,840 to a balance of \$1,769,462,684, as of September 30, 2014; while total assets of the IMET Administration Fund increased by \$124,048 to a balance of \$1,876,168, as of September 30, 2014.

During fiscal year 2013, total assets of IMET (including the IMET 1-3 Year Series, the IMET Convenience Series, and the IMET Administration Fund) increased by \$287,599,518 to a balance of \$1,673,283,907, as of September 30, 2013. Total assets of the IMET 1-3 Year Series decreased by \$53,463,123 to a balance of \$280,982,943 during fiscal year 2013, total assets of the IMET Convenience Series increased by \$340,895,062 to a balance of \$1,390,548,844, as of September 30, 2013, while total assets of the IMET Administration Fund increased by \$167,579 to a balance of \$1,752,120, as of September 30, 2013.

Participants' equity in IMET was \$1,672,650,486 (\$280,917,840 in the IMET 1-3 Year Series, \$1,390,063,626 in the IMET Convenience Series, and \$1,669,020 in the IMET Administration Fund), as of September 30, 2013, and \$2,002,840,586 (\$232,311,616 in the IMET 1-3 Year Series, \$1,768,754,593 in the IMET Convenience Series, and \$1,774,377 in the IMET Administration Fund), as of September 30, 2014.

During fiscal year 2014, IMET's 1-3 Year Series successfully accomplished its investment objective of meeting or exceeding the return on the benchmark Barclay's 1-3 Year Government Bond Index on a gross-of-fees basis, while also outperforming the 90-Day Treasury Bill rate, providing a gross return to members of 0.60 percent. IMET's 1-3 Year Series also outperformed the benchmark Barclay's 1-3 Year Government Bond Index on a gross-of-fees basis, while also outperforming the 90-Day Treasury Bill rate, in fiscal year 2013 providing a gross return to members of .39 percent. While the nation continued to struggle in a prolonged and painfully slow economic recovery in fiscal 2014, the IMET Convenience Series provided an excellent investment option for members with a net 12-month return of 0.36 percent, exceeding the federal funds rate range of zero to 0.25 percent.

The 2014 net Convenience Fund return to members stated in the above paragraph and elsewhere in Management's Discussion and Analysis is exclusive of the impairment noted on page 8 and as disclosed in Note C to the financial statements.

ILLINOIS METROPOLITAN INVESTMENT FUND

Management's Discussion and Analysis

Year ended September 30, 2014

Overview of the Financial Statements

The Fund's basic financial statements consist of three parts: 1) the *Combining Statement of Net Position – Enterprise Funds* and the *Combining Statement of Changes in Net Position – Enterprise Funds*, which represent the entity-wide financial statements; 2) the Fiduciary Fund statements and 3) the notes to the financial statements. The statements are prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units.

The *Combining Statement of Net Position – Enterprise Funds* is a measure of each fund's assets, liabilities, and net position at the close of the fiscal year. Total assets less total liabilities equal net position held in trust for IMET participants. The following table is a Condensed Statement of Net Position – Enterprise Funds, for the years ended September 30, 2014 and September 30, 2013.

Condensed Statement of Net Position – Enterprise Funds

	IMET 1-3 Year Series 2014	IMET 1-3 Year Series 2013	IMET Convenience Series 2014	IMET Convenience Series 2013	IMET Administration Fund 2014	IMET Administration Fund 2013	Total 2014	Total 2013
Total assets	\$ 232,355,301	\$ 280,982,943	\$ 1,769,462,684	\$ 1,390,548,844	\$ 1,876,168	\$ 1,752,120	\$ 2,003,694,153	\$ 1,673,283,907
Total liabilities	43,685	65,103	708,091	485,218	101,791	83,100	853,567	633,421
Total net position	<u>\$ 232,311,616</u>	<u>\$ 280,917,840</u>	<u>\$ 1,768,754,593</u>	<u>\$ 1,390,063,626</u>	<u>\$ 1,774,377</u>	<u>\$ 1,669,020</u>	<u>\$ 2,002,840,586</u>	<u>\$ 1,672,650,486</u>

The *Combining Statement of Changes in Net Position – Enterprise Funds* shows purchases to and redemptions (withdrawals) from each fund, as well as additions and deductions due to operations during the fiscal year. The net increase or decrease in net position is the change in net position owned by participants since the end of the previous fiscal year. The following table is a Condensed Statement of Changes in Net Position – Enterprise Funds, for the years ended September 30, 2014 and September 30, 2013.

ILLINOIS METROPOLITAN INVESTMENT FUND

Management's Discussion and Analysis

Year ended September 30, 2014

Condensed Statement of Changes in Net Position – Enterprise Funds

	IMET 1-3 Year Series 2014	IMET 1-3 Year Series 2013	IMET Convenience Series 2014	IMET Convenience Series 2013	IMET Administration Fund 2014	IMET Administration Fund 2013	Total 2014	Total 2013
Total additions from operations \$	1,496,048	1,138,828	6,582,520	4,897,189	720,968	691,107	8,799,536	6,727,124
Total operating expenses (net reimbursements)	550,417	739,735	1,404,202	1,108,142	615,611	580,495	2,570,230	2,428,372
Net additions from operations	945,631	399,093	5,178,318	3,789,047	105,357	110,612	6,229,306	4,298,752
Total distributions	-	-	(5,178,318)	(3,789,047)	-	-	(5,178,318)	(3,789,047)
Net additions (deductions) from capital share and individual account transactions	(49,551,855)	(53,827,773)	378,690,967	340,763,545	-	-	329,139,112	286,935,772
Net increase (decrease)	(48,606,224)	(53,428,680)	378,690,967	340,763,545	105,357	110,612	330,190,100	287,445,477
Net position held in trust for participants:								
Beginning of year	280,917,840	334,346,520	1,390,063,626	1,049,300,081	1,669,020	1,558,408	1,672,650,486	1,385,205,009
End of year	<u>\$ 232,311,616</u>	<u>\$ 280,917,840</u>	<u>\$ 1,768,754,593</u>	<u>\$ 1,390,063,626</u>	<u>\$ 1,774,377</u>	<u>\$ 1,669,020</u>	<u>\$ 2,002,840,586</u>	<u>\$ 1,672,650,486</u>

The *Fiduciary Fund* is used to account for assets held for the benefit of participants. The fiduciary fund is not reflected in the entity-wide statements because the resources for this fund are not available to support the Fund's on-going investment activity.

The *Notes to the Financial Statements* are a fundamental part of the financial statements and provide important information to augment the figures in the financial statements. The notes describe accounting policies and other financial information.

Schedules of Investments are included in the Investment Section to detail the types and amounts of investment instruments held by the IMET 1-3 Year Series and the IMET Convenience Series.

ILLINOIS METROPOLITAN INVESTMENT FUND

Management's Discussion and Analysis

Year ended September 30, 2014

Financial Statement Analysis

Net Position – Enterprise Funds

Fiscal year 2013 saw a continuation of historically low interest rates along with continued economic uncertainty, and the Federal Open Market Committee (FOMC) announced that a highly accommodative stance of monetary policy will remain appropriate for a considerable time after the economic recovery strengthens. Total net position of IMET increased by \$287,445,477 to an ending balance of \$1,672,650,486 during fiscal year 2013. This increase in total net position, in large part, was the result of IMET's enhanced Convenience Fund yield allowing IMET to offer members the highest rate available in a local government investment pool in the state of Illinois. Additionally, IMET's 1-3 Year Series offers diversification to its members with the safety provided by U.S. Government securities. Members continued to see the value of IMET's unique, intermediate-term investment option resulting in a stable asset base during the bond market volatility and fixed income sell-offs during the fiscal year. This significant asset growth resulted in IMET achieving yet another milestone in its investment balances to end the year with over \$1.6 billion in combined assets.

Although rates remained at historic lows, for the entire year ended September 30, 2014, IMET's total net position increased by \$330,190,100, to a total balance of \$2,002,840,586. Fiscal year 2014 brought a year of continued economic uncertainty and challenges. On December 18th the Federal Reserve announced it would begin to taper its asset purchases, and the announcement was broadly welcomed by equity investors as a positive signal about the strength of the U.S. economy and return to more normal monetary policy. The Fed also reinforced its message on forward rate guidance reiterating its "lower for longer" stance. During this modest recovery, IMET members have benefited from its proactive and strong leadership in the continued negotiation of our enhanced yield on the Convenience Series, along with the continued accommodative stance of the central banks that contributed to strong performance in the 1-3 Year Series. The IMET Convenience Series' return is pegged to the federal funds target rate as a minimum rate and deposits are collateralized. IMET's strong returns in the 1-3 Year Series (0.60%) and the Convenience Series (0.36%) resulted in IMET proudly achieving another milestone in asset balances to end fiscal year 2014 with over \$2 billion in combined assets.

Operations

During the current fiscal year ended September 30, 2014, total additions from operations consisted of \$8,185,075 in interest, net depreciation in the fair value of investments of (\$101,243), charges for administrative services of \$714,357, and other income of \$1,347. These amounts may be compared with \$6,468,759 of interest, net depreciation in the fair value of investments of (\$427,635), charges for administrative services of \$685,900 and other income of \$100 during the prior fiscal year, for total income of \$8,799,536, in fiscal year 2014, compared to \$6,727,124, in fiscal year 2013. The change in net depreciation in the fair value of investments is largely due to an improving economy and a larger realized gain on sale of investments. The change in administrative services is due to increased assets under management in IMET.

ILLINOIS METROPOLITAN INVESTMENT FUND

Management's Discussion and Analysis

Year ended September 30, 2014

Investment Performance

Operating expenses of IMET were \$2,570,230 (comprising \$1,240,254 of investment expenses and \$1,329,976 of administrative expenses) for the current fiscal year compared with \$2,428,372 for the prior fiscal year. This increase in operating expenses was almost entirely due to the increase in Convenience Series assets, because of transfer agent and fund accounting fees that are calculated as a percentage of IMET's fund assets. IMET's administrative expenses were approximately 5 percent higher than the prior year while total assets increased by more than 19 percent, in fiscal year 2014.

During fiscal year 2013, IMET's 1-3 Year Series outperformed both the benchmark Barclay's Capital 1-3 Year Government Bond Index and the 90-Day Treasury Bill rate on a gross-of-fees basis with a one-year return of 0.39 percent to participants versus a one-year return of 0.37 percent for the Barclay's Index and 0.10 percent for the 90-Day Treasury Bill rate. The IMET Convenience Series outperformed the 90-Day Treasury Bill rate with a return of 0.34 percent to participants for the fiscal year ended September 30, 2013.

In fiscal year 2014, the IMET 1-3 Year Series outperformed both the benchmark and the 90-Day Treasury Bill rate, and provided a gross return of 0.60 percent versus 0.52 percent for the Barclay's Capital 1-3 Year Government Bond Index, 0.37 percent for IMET's *net* 12-month return, and 0.05 percent for 90-Day Treasury Bills. The IMET Convenience Series outperformed the 90-Day Treasury Bill rate as well, with a return of 0.36 percent to participants for the fiscal year ended September 30, 2014.

On September 29, 2014, IMET was notified by its investment advisor of fraud in its repurchase agreement investments totaling \$50,442,143 in the IMET Convenience series (see Note C). Effective September 30, 2014, the amount of the outstanding investments was transferred to a liquidating trust established by IMET and its Trustees to receive and distribute the recovery of funds on the investments to participants. Management's best estimate as to the value of the recovery of funds at the time of this report is \$26,990,480, approximately 53.5% of the original value, as of September 30, 2014.

For additional information regarding performance returns of IMET and asset allocation, please refer to the Investment section beginning on page 26 of this report.

Requests for Information

Questions about any information provided in this report should be addressed to:

The Illinois Metropolitan Investment Fund (IMET)
ATTN: Executive Director
1220 Oak Brook Road
Oak Brook, IL 60523

BASIC FINANCIAL STATEMENTS

Illinois Metropolitan Investment Fund
Combining Statement of Net Position - Enterprise Funds
September 30, 2014

	IMET 1 - 3 Year Series	IMET Convenience Series	IMET Administration Fund	Total
ASSETS				
Cash and short-term investments	\$ 1,202,536	\$ 1,543,245,985	\$ 1,798,685	\$ 1,546,247,206
Interest receivable	1,286,048	1,216,699	-	2,502,747
Securities sold receivable	8,116	-	-	8,116
Other receivables	-	-	65,409	65,409
Investments:				
U.S. Treasury obligations	183,014,080	-	-	183,014,080
U.S. Government agency and agency-guaranteed obligations	34,988,149	225,000,000	-	259,988,149
Mortgage-backed securities	11,856,372	-	-	11,856,372
Other assets	-	-	12,074	12,074
Total assets	232,355,301	1,769,462,684	1,876,168	2,003,694,153
LIABILITIES				
Payables:				
Dividends payable to participants	-	559,645	-	559,645
Management fees	35,099	80,025	-	115,124
Consultant fee	-	-	49,392	49,392
Administrative fee	8,586	56,823	-	65,409
Other	-	11,598	52,399	63,997
Total liabilities	43,685	708,091	101,791	853,567
NET POSITION				
Net position held in trust for participants (units outstanding: 12,158,529 and 1,768,754,593 at September 30, 2014 for IMET 1-3 Year Series and IMET Convenience Series, respectively; equivalent to \$19.11 and \$1.00 per unit outstanding at September 30, 2014 for IMET 1-3 Year Series and IMET Convenience Series, respectively)				
Total net position	\$ 232,311,616	\$ 1,768,754,593	\$ 1,774,377	\$ 2,002,840,586

The accompanying notes are an integral part of this statement.

Illinois Metropolitan Investment Fund
Combining Statement of Changes in Net Position - Enterprise Funds
Year ended September 30, 2014

	IMET 1 - 3 Year Series	IMET Convenience Series	IMET Administration Fund	Total
Additions				
Investment income				
Interest	\$ 1,597,291	\$ 6,582,520	\$ 5,264	\$ 8,185,075
Net depreciation in fair value of investments	(101,243)	-	-	(101,243)
Charges for administrative services	-	-	714,357	714,357
Other income	-	-	1,347	1,347
Total income	<u>1,496,048</u>	<u>6,582,520</u>	<u>720,968</u>	<u>8,799,536</u>
Investment expenses				
Investment advisory fees	246,961	-	-	246,961
Transfer agent and fund accounting fees	141,907	826,690	-	968,597
Custodial fees	24,696	-	-	24,696
Total investment expenses	<u>413,564</u>	<u>826,690</u>	<u>-</u>	<u>1,240,254</u>
Net income	<u>1,082,484</u>	<u>5,755,830</u>	<u>720,968</u>	<u>7,559,282</u>
Unit transactions				
Proceeds from sale of units to participants	8,902,659	1,518,233,091	-	1,527,135,750
Distributions reinvested by participants	-	4,986,178	-	4,986,178
Total unit transactions	<u>8,902,659</u>	<u>1,523,219,269</u>	<u>-</u>	<u>1,532,121,928</u>
Total additions	<u>9,985,143</u>	<u>1,528,975,099</u>	<u>720,968</u>	<u>1,539,681,210</u>
Deductions				
Administrative expenses:				
Management and administrative services	136,853	577,512	55,989	770,354
Compensation and related expenses	-	-	338,952	338,952
Professional services	-	-	30,049	30,049
Insurance	-	-	55,243	55,243
Audit	-	-	21,750	21,750
Marketing	-	-	21,088	21,088
Administrative and other	-	-	92,540	92,540
Total administrative expenses	<u>136,853</u>	<u>577,512</u>	<u>615,611</u>	<u>1,329,976</u>
Distributions of income to participants	-	5,178,318	-	5,178,318
Cost of units redeemed by participants	58,454,514	1,094,086,159	-	1,152,540,673
Total deductions	<u>58,591,367</u>	<u>1,099,841,989</u>	<u>615,611</u>	<u>1,159,048,967</u>
Transfer to IMET FFF Account Liquidating Trust	-	(50,442,143)	-	(50,442,143)
Net increase (decrease) in net position held in trust for participants	<u>(48,606,224)</u>	<u>378,690,967</u>	<u>105,357</u>	<u>330,190,100</u>
Net position held in trust for participants:				
Beginning of year	<u>280,917,840</u>	<u>1,390,063,626</u>	<u>1,669,020</u>	<u>1,672,650,486</u>
End of year	<u>\$ 232,311,616</u>	<u>\$ 1,768,754,593</u>	<u>\$ 1,774,377</u>	<u>\$ 2,002,840,586</u>

The accompanying notes are an integral part of this statement.

Illinois Metropolitan Investment Fund
Statement of Fiduciary Net Position
September 30, 2014

	<u>IMET FFF Account Liquidating Trust</u>
ASSETS	
Short-term investments	\$ <u>26,990,480</u>
NET POSITION	
Net position held in trust for participants (units outstanding: 50,442,143 at September 30, 2014; equivalent to \$0.54 per unit outstanding at September 30, 2014)	\$ <u>26,990,480</u>

The accompanying notes are an integral part of this statement.

Illinois Metropolitan Investment Fund
Statement of Changes in Fiduciary Net Position
Inception through September 30, 2014

	<u>IMET FFF Account Liquidating Trust</u>
Deductions	
Impairment of investment	\$ <u>23,451,663</u>
Transfer from IMET Convenience Series	<u>50,442,143</u>
Net increase in net position held in trust for participants	26,990,480
Net position held in trust for participants:	
Beginning of year	<u>-</u>
End of year	\$ <u><u>26,990,480</u></u>

The accompanying notes are an integral part of this statement.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE A - NATURE OF OPERATIONS

The Illinois Metropolitan Investment Fund (IMET) is an actively managed investment fund for Illinois units of local government and for other official custodians of public funds. IMET offers two investment options, the 1-3 Year Series and the Convenience Series. IMET's 1-3 Year Series is designed as an investment vehicle for funds not required to be spent in the short term and which are available for investment in securities with average maturities and returns generally greater than those for money market instruments. The Convenience Series provides a short-term investment option with total liquidity that operates much like a money market account.

IMET is governed by a Board of Trustees comprised of eight Illinois public officials representing the Fund's investors. The Board meets no less than ten times during the year to review goals, objectives, and the direction of the Fund. Participants also benefit from IMET's standing committees, which include Audit, New Products, and Vendor Selection. IMET's committees consist of Trustees as well as at-large participants.

The authority for the creation and continued existence of the Fund comes from the Illinois Municipal Code, which specifically includes the Intergovernmental Cooperation Act, and the Local Government Debt Reform Act, as amended, which provides that each official custodian of a governmental unit may jointly invest with other official custodians of other governmental units the funds of the respective governmental unit.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Illinois Metropolitan Investment Fund (IMET) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of IMET's accounting policies are described below.

1. Reporting Entity

Based upon the required GASB criteria, IMET has no component units and is not a component unit of any other entity.

2. Basis of Accounting

The IMET 1-3 Year Series, Convenience Series, and Administration Fund operate as enterprise funds. The IMET FFF Account Liquidating Trust Fund operates as a fiduciary (trust) fund. All of IMET's funds report on the accrual basis of accounting.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Security Valuation

Investments of the IMET 1-3 Year Series are reported at fair value based on market quotations obtained from a third-party provider. If there were securities for which quotations were not available, they would be stated at fair value as determined by the Board of Trustees. Currently all securities are valued based on market quotations.

The IMET Convenience Series' investments are reported at cost, which approximates fair value based on the nature of the investments.

The IMET FFF Account Liquidating Trust's investments are reported at the estimated net realizable value of assets seized for the purpose of liquidating the related investments (see Note C).

4. Security Transactions and Income

Security transactions are accounted for no later than one business day after the securities are purchased or sold. Gains and losses on investments are realized at the time of the sale, and the cost of securities sold is determined on the first-in, first-out basis. Interest income from fixed income and money market investments is accrued on a daily basis. Discounts and premiums on all fixed income securities are amortized or accreted on a constant-yield basis.

5. Subscriptions and Redemptions

Participants may subscribe to either of the funds on any business day. Purchase instructions received by IMET before 12:00 noon central time are credited to accounts at the net asset value as of the close of business that day. Participants may redeem shares of the IMET 1-3 Year Series with five days' notice at the net asset value as of the close of business on the third business day following the day of notification. Participants may redeem from the IMET Convenience Series with same day or next day notice at the current value as of the day of redemption. Redemptions from the IMET Convenience Series that are requested by 12:00 noon central time will be completed on the same day.

6. Compensated Absences

Permanent full-time employees earn vacation at a rate of ten days per year in the first year of service, fifteen days in the second through fifth years, and twenty days in the sixth and subsequent years. No more than one year's vacation may be carried over to the following year. Upon voluntary or involuntary termination, the employee is entitled to be paid out for all earned but unpaid vacation, subject to the foregoing limitation.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Compensated Absences (Continued)

Permanent full-time employees also earn sick leave at a rate of twelve days per year. No more than one hundred and thirty days of sick leave may be accumulated. One third of accrued, unused sick days may be paid, at the employee's option, at the time of retirement. Remaining unpaid sick days may be applied towards IMRF credit upon retirement or the death of the employee, if surviving spouse benefits are payable.

Accrued compensated absences of \$27,998 are included in other payables in the IMET Administration Fund at September 30, 2014.

7. Use of Estimates

In preparing IMET's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE C - IMET FFF ACCOUNT LIQUIDATING TRUST

The IMET Convenience Series invested in certain First Farmers Financial, LLC (FFF), Repurchase Agreement transactions (the FFF Repo) through its investment advisor, Pennant Management Inc. (Pennant) that FFF represented as being secured by guarantees from the United States Department of Agriculture (USDA). On September 29, 2014, IMET was notified by Pennant that the loans underlying the FFF Repo were fraudulently made. IMET later learned that FFF allegedly falsified documentation pertaining to USDA guarantees and misappropriated the proceeds from the FFF Repo.

Under an action in the Federal District Court for the Northern District of Illinois, Pennant has frozen and later obtained significant assets of FFF, its chief executive officer, and other interested parties, (the Seized Assets) and a receiver has been appointed to gather, oversee, and liquidate the Seized Assets.

Effective September 30, 2014, IMET and its Trustees executed a liquidating trust agreement, whereby the IMET FFF Account Liquidating Trust ("Liquidating Trust") was established. Recoveries that IMET receives from the Seized Assets and other third party recoveries will be deposited in the Liquidating Trust for distribution to Convenience Fund participants of record as of September 30, 2014 in accordance with the terms of the Liquidating Trust.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE C - IMET FFF ACCOUNT LIQUIDATING TRUST (Continued)

The IMET Board of Trustees has estimated the net realizable value of the investment based on the inventory of Seized Assets. To help ascertain the net realizable value, the IMET Board of Trustees considered, among other things, the estimated recoveries from the Seized Assets, third party valuations of certain Seized Assets, a fully executed Letter of Intent for the purchase of 5 hotel properties which are included in the Seized Assets and the proceeds already realized from the sale of certain Seized Assets. As a result, IMET's Convenience Fund's investment of \$50,442,143 in the FFF Repo was written down to \$26,990,480, which is approximately 53.5% of the original value, of the FFF Repo.

While IMET has determined the net realizable value based on the information detailed above, there can be no assurance that the amount ultimately realized will equal the net realizable value.

NOTE D - DEPOSITS AND INVESTMENTS

1. Cash and Short-Term Investments

At September 30, 2014, cash and short-term investments of the IMET 1-3 Year Series, the IMET Convenience Series, the IMET FFF Account Liquidating Trust, and the IMET Administration Fund consisted of the following:

	IMET 1-3 Year Series	IMET Convenience Series	IMET FFF Account Liquidating Trust	IMET Administration Fund
Money market mutual fund	\$ 1,202,536	\$ -	\$ -	\$ -
Deposits with financial institutions	-	1,158,588,018	-	1,798,685
Repurchase agreements	-	234,657,967	26,990,480	-
U.S. Government agency obligations	-	150,000,000	-	-
	\$ 1,202,536	\$ 1,543,245,985	\$ 26,990,480	\$ 1,798,685

Money Market Mutual Fund

The Fidelity Institutional Money Market was rated AAA-mf by Moody's and AAAM by Standard & Poor's, at September 30, 2014.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE D - DEPOSITS AND INVESTMENTS (Continued)

1. Cash and Short-Term Investments (Continued)

Deposits with Financial Institutions

At September 30, 2014, the deposits of the IMET Convenience Series and the IMET Administration Fund had the following bank balances and carrying amounts.

<u>Fund</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
IMET Convenience Series	\$ 1,158,731,871	\$ 1,158,588,018
IMET Administration Fund	<u>1,801,760</u>	<u>1,798,685</u>
	<u>\$ 1,160,533,631</u>	<u>\$ 1,160,386,703</u>

All cash and short-term investments in the IMET Convenience Series are either collateralized, guaranteed by the U.S. Government or its agencies, or insured by the Federal Deposit Insurance Corporation, in accordance with IMET's investment policy.

Repurchase Agreements

IMET entered into the purchase of securities under agreements to resell those securities, consisting of securities specified in Small Business Administration ("SBA") and US Department of Agriculture ("USDA") Master Repurchase Agreements. The amount advanced under these agreements (excluding amounts segregated in the IMET FFF Account Liquidating Trust, as discussed in Note C, above) represents short-term investments of \$234,657,967 as of September 30, 2014, and is presented as cash and short-term investments in the combining statement of net position. The securities underlying the agreements are the guaranteed portion of SBA pools and loans, and USDA loan certificates. The repurchase agreements are collateralized by the full faith and credit of the SBA and USDA pool and loan certificates at no less than 102.5% of the estimated market value of the underlying securities. Such government sponsored collateral would be distributed in the event of counterparty default. Such repurchase agreements mature daily.

U.S. Government agency obligations

At September 30, 2014, the IMET Convenience Series held a total of \$150,000,000 in U.S. Government agency obligations, consisting of investments in obligations of the Federal Home Loan Mortgage Corporation, with maturities ranging from May 2015 through September 2015 and is presented as cash and short-term investments.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE D - DEPOSITS AND INVESTMENTS (Continued)

2. Long-Term Investments

The following table presents a summarization of the fair values and average maturity of the IMET 1-3 Year Series investments at September 30, 2014.

	<u>Fair Value</u>	<u>Average Maturity (in years)</u>
U.S. Treasury obligations	\$ 183,014,080	1.65
U.S. Government agency and agency-guaranteed obligations	34,988,149	1.04
Mortgage-backed securities	<u>11,856,372</u>	<u>3.05</u>
Total investments	<u>\$ 229,858,601</u>	1.63

The following table presents the fair value and average maturity of the IMET Convenience Series investments at September 30, 2014:

	<u>Fair Value</u>	<u>Average Maturity (in years)</u>
U.S. Government agency obligations	<u>\$ 225,000,000</u>	2.34

Interest Rate Risk

Through its investment policy, IMET manages its exposure to fair value losses of the IMET 1-3 Year Series arising from increasing interest rates by limiting the duration of its investment portfolio to within 25% of that of the Barclay's Capital 1-3 Year Government Bond Index, under normal conditions. The duration for total investments represents the weighted average of the durations for the respective categories of investments. The duration for the Barclay's Capital 1-3 Year Government Bond Fund was 1.94 years, as of September 30, 2014.

Credit Risk

The investments in U.S. Treasury and agency and agency-guaranteed obligations carry the explicit or implicit guarantee of the United States Government, and are rated AAA by Moody's and AA by Standard & Poor's at September 30, 2014. The investments in mortgage-backed securities are rated in the top rating category issued by nationally recognized rating organizations.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE D - DEPOSITS AND INVESTMENTS (Continued)

2. Long-Term Investments (Continued)

Concentration of Credit Risk

IMET's investment policies for the IMET 1-3 Year Series and IMET Convenience Series do not restrict the allowable concentration of total assets invested in the securities of the United States Government, its agencies, or mortgage pass-through securities.

NOTE E - FUND EXPENSES - IMET 1-3 YEAR SERIES

The total expenses, including consulting fees, for the IMET 1-3 Year Series were approximately 0.22% of the average daily net position, for the year ended September 30, 2014. The average daily net position of the IMET 1-3 Year Series was approximately \$247.0 million, for the year ended September 30, 2014. The contractually obligated expenses are described below.

1. Fund Management

IMET pays a management fee to JP Morgan Asset Management, which acts as the investment advisor. The management fee is calculated each day and paid monthly based upon the average daily net position of the fund as follows:

	<u>Fee Rate</u>
Average daily net position:	
First \$350 million	0.10%
Next \$150 million	0.08%
Amount over \$500 million	0.06%

IMET has an agreement with PMA Financial Network, Inc. to provide administrative services including fund accounting and transfer agent services. The fee is calculated each day and paid monthly based upon the combined average daily net position of the IMET 1-3 Year Series and the IMET Convenience Series, as follows:

	<u>Fee Rate</u>
Average daily net position:	
First \$1 billion	0.060%
Next \$500 million	0.055%
Amount over \$1.5 billion	0.050%

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE E - FUND EXPENSES - IMET 1-3 YEAR SERIES (Continued)

1. Fund Management (Continued)

IMET has an agreement with Harris Bank to provide custody services. The fee associated with these services is calculated at an annual rate of 0.01% of the average daily net position within the fund.

For the year ended September 30, 2014, the IMET 1-3 Year Series incurred expenses of \$246,961 for services provided by JP Morgan Asset Management, \$141,907 for services provided by PMA Financial Network, Inc., and \$24,696 for services provided by Harris Bank.

2. Consultant

The DuPage Mayors and Managers Conference, Northwest Municipal Conference, South Suburban Mayors and Managers Association, West Central Municipal Conference, and the Will County Governmental League act collectively as the IMET 1-3 Year Series' Consultant. Services provided by the Consultant typically include identification and solicitation of potential investors. IMET pays the Consultant an annual fee in arrears equal to 0.02% of the IMET 1-3 Year Series' average daily net position for each fiscal year, not to exceed \$125,000 in any fiscal year. No annual fee shall be payable for any fiscal year unless the assets of the IMET 1-3 Year Series exceed \$100 million for at least 31 consecutive calendar days during such fiscal year and the total return to fund participants for such fiscal year equals or exceeds the average 90-day Treasury bill rate during such fiscal year. For fiscal year 2014, the IMET 1-3 Year Series' return exceeded the average 90-day Treasury bill rate. Accordingly, IMET incurred consulting fees expense of \$49,392, for the year ended September 30, 2014, which was accrued in the IMET Administration Fund.

3. Administrative Expenses

In accordance with the various agreements, the IMET 1-3 Year Series calculates a daily accrual, at a rate of 0.045% (0.065% from October 1, 2013 through March 31, 2014), applied to the Series' net position. The amounts accrued are paid, on a monthly basis, to the IMET Administration Fund, and are withdrawn, as needed, to cover actual administrative expenses incurred to operate and market the IMET 1-3 Year Series, including the cost of the Executive Director and staff of IMET. To the extent that the accrued amounts exceed the actual expenses in any period, IMET may use these amounts to pay future expenses. The amount incurred in fiscal year 2014 totaled \$136,853.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE F - FUND EXPENSES - IMET CONVENIENCE SERIES

The total expenses, including consulting fees, for the IMET Convenience Series, were approximately 0.10% of the average daily net position for the year ended September 30, 2014. The average daily net position of the IMET Convenience Series were approximately \$1.436 billion, for the year ended September 30, 2014. The contractually obligated expenses are described below.

1. Fund Management

IMET has an agreement with PMA Financial Network, Inc. to provide administrative services including fund accounting and transfer agent services. The fee associated with these services is calculated at an annual rate as described in Note E-1, above.

For the year ended September 30, 2014, the IMET Convenience Series incurred expenses of \$826,690 for services provided by PMA Financial Network, Inc.

2. Administrative Expenses

In accordance with the various operating agreements, the IMET Convenience Series calculates a daily accrual, at rates ranging from 0.04% to 0.05%, applied to various portions of the Series' net position. The amounts accrued are paid, on a monthly basis, to the IMET Administration Fund, and are withdrawn, as needed, to cover actual administrative expenses incurred to operate and market the IMET Convenience Series, including the cost of the Executive Director and staff of IMET. To the extent that the accrued amounts exceed the actual expenses in any period, IMET may use these amounts to pay future expenses. The amount incurred in fiscal year 2014 totaled \$577,512.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE G - UNIT TRANSACTIONS

A summary of participants' unit transactions for the year ended September 30, 2014 is as follows:

	IMET 1 - 3 Year Series	IMET Convenience Series
Unit transactions:		
Issued	466,288	1,518,233,091
Distributions reinvested	-	4,986,178
Redeemed	(3,065,330)	(1,094,086,159)
Transferred to IMET FFF Account Liquidating Trust	-	(50,442,143)
Change in units	(2,599,042)	378,690,967
Unit outstanding:		
Beginning of year	14,757,571	1,390,063,626
End of year	12,158,529	1,768,754,593

NOTE H - RETIREMENT FUND COMMITMENTS - ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description IMET's defined benefit pension plan provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. IMET's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent, multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy As set by statute, plan members are required to contribute 4.5% of their annual covered salary. The statute requires IMET to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. IMET's annual required contribution rate and actual rate of contribution for calendar year 2013 was 14.46% and for calendar year 2014 is 15.46%. IMET also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE H - RETIREMENT FUND COMMITMENTS - ILLINOIS MUNICIPAL RETIREMENT FUND

(Continued)

Fiscal IMRF Pension Cost and Net IMRF Pension Obligation IMET's annual IMRF pension cost is calculated based on the annual required contribution (ARC) of the employer. The following table shows the components of IMET's annual IMRF pension cost for the fiscal year, the amount actually contributed to the plan for the fiscal year, and changes in IMET's net IMRF pension obligation, as of September 30, 2014.

		<u>September 30, 2014</u>
Annual Required Contribution (ARC)	\$	35,145
Interest on net IMRF pension obligation		(11)
Adjustment to annual required contribution		<u>17</u>
Annual IMRF cost		35,151
Contributions made		<u>(35,145)</u>
Decrease in IMRF pension obligation		6
Net IMRF pension asset at October 1, 2013		<u>(141)</u>
Net IMRF pension asset at September 30, 2014	\$	<u><u>(135)</u></u>

IMET has not recorded the net IMRF pension asset at September 30, 2014.

Annual Pension Cost Information related to IMET's contributions are on a fiscal year basis. The required contribution for fiscal year 2014 was \$35,145. The actuarial information is on a calendar year basis as that is the IMRF plan year.

<u>Trend Information</u>			
<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (Asset)</u>
9/30/2014	\$ 35,151	100%	\$ (135)
9/30/2013	29,945	111	(141)
9/30/2012	27,831	101	3,140

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE H - RETIREMENT FUND COMMITMENTS - ILLINOIS MUNICIPAL RETIREMENT FUND

(Continued)

Annual Pension Cost (continued) The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included: (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year, depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3% annually. The actuarial value of plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Policy As of December 31, 2013, the most recent actuarial valuation date, the plan was 73.37% funded. The actuarial accrued liability for benefits was \$582,371 and the actuarial value of assets was \$427,273, resulting in an underfunded actuarial accrued liability (UAAL) of \$155,098. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$212,054 and the ratio of the UAAL to the covered payroll was 73%.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE I - CONTINGENCIES

In the normal course of operations, IMET is subject to various claims and potential litigation. The outcome of these matters is not presently determinable.

NOTE J - SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 19, 2015, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than as described below, and in Note C above, have occurred subsequent to the date of the combining statement of net position that require disclosure in the financial statements.

Illinois Metropolitan Investment Fund

Notes to the Financial Statements

September 30, 2014

NOTE J - SUBSEQUENT EVENTS (Continued)

As of close of business on February 18, 2015, total assets were \$180,419,905 and \$566,302,082 in the IMET 1-3 Year Series and the IMET Convenience Series, respectively.

On January 5, 2015, IMET entered into a tolling agreement with the City of Wheaton, on January 21, 2015, IMET entered into a tolling agreement with the Village of Glenview and on February 18, 2015, IMET entered into a tolling agreement with McHenry County Municipal Risk Management Agency. The tolling agreements toll applicable statutes of limitation relating to potential claims against IMET arising out of IMET's investments in the FFF Repo while the parties focus on recovery efforts against FFF, its principals and affiliated entities.

REQUIRED SUPPLEMENTARY INFORMATION (Unaudited)

Illinois Metropolitan Investment Fund

Required Supplementary Information - Schedule of Funding Progress

Illinois Municipal Retirement Fund

September 30, 2014

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(2) - (1) Unfunded AAL (UAAL)	(1) / (2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/2013	\$ 427,273	\$ 582,371	\$ 155,098	73.37%	\$ 212,054	73.14%
12/31/2012	360,638	487,894	127,256	73.92%	205,902	61.80%
12/31/2011	299,783	405,533	105,750	73.92%	199,904	52.90%

On a market value basis, the actuarial value of assets as of December 31, 2013 was \$472,653. On a market value basis, the funded ratio would be 81.16%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Illinois Metropolitan Investment Fund. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

OTHER SUPPLEMENTARY INFORMATION

Illinois Metropolitan Investment Fund
Schedule of Operations - IMET Administration Fund - Budget and Actual
Year Ended September 30, 2014

	Original and Final Budget	Actual	Variance from Final Budget
Additions from operations			
1-3 Year Fund income	\$ 254,501	\$ 136,851	\$ (117,650)
Convenience Fund income	448,913	577,506	128,593
Interest income	5,033	5,264	231
Other revenue	-	1,347	1,347
	<u>708,447</u>	<u>720,968</u>	<u>12,521</u>
Deductions from operations			
Payroll			
Pension expense	32,996	33,034	(38)
Wages	13,855	13,853	2
Salary expense	216,940	246,689	(29,749)
Benefit expense	35,415	28,807	6,608
Tax	16,526	16,569	(43)
	<u>315,732</u>	<u>338,952</u>	<u>(23,220)</u>
Administrative			
Accounting services	6,600	6,597	3
Asset monitoring	30,000	15,000	15,000
Audit expense	21,750	21,750	-
COG repayment	58,500	49,392	9,108
Conferences	14,180	9,979	4,201
Dues & publications	14,580	13,379	1,201
Fund rating	18,500	18,500	-
Insurance	58,000	55,243	2,757
Legal services	15,000	9,049	5,951
Legislative consulting	6,000	6,000	-
Marketing	36,835	21,088	15,747
Office expense	21,600	16,727	4,873
Participant outing	18,750	18,804	(54)
Rent expense	6,000	6,000	-
Travel	10,500	8,781	1,719
Web site maintenance	700	370	330
	<u>337,495</u>	<u>276,659</u>	<u>60,836</u>
	<u>653,227</u>	<u>615,611</u>	<u>37,616</u>
	<u>653,227</u>	<u>615,611</u>	<u>37,616</u>
Net additions from operations	<u>\$ 55,220</u>	<u>\$ 105,357</u>	<u>\$ 50,137</u>

INVESTMENT SECTION (Unaudited)

Illinois Metropolitan Investment Fund

Report on Investment Activity

September 30, 2014

Description of the Investment Funds

The Illinois Metropolitan Investment Fund (IMET) is a quasi-governmental investment fund created under the Illinois Municipal Code. IMET, which was formed on July 17, 1996, actively manages two investment funds for municipal treasurers, official custodians of municipal funds, and other public agencies in the state of Illinois. These funds are the IMET 1-3 Year Series and the IMET Convenience Series. IMET also offers arbitrage rebate calculation services for participants whose bond proceeds are subject to federal arbitrage restrictions.

The IMET 1-3 Year Series is designed as an investment vehicle for funds not required for immediate expenditure and which are available for investment in securities with average maturities and returns generally greater than those for money market instruments.

The objectives of the IMET 1-3 Year Series are to provide a high current yield while maintaining safety and liquidity and to offer participation in a diversified portfolio of high-quality fixed income instruments permitted for investment under the Public Funds Investment Act of the State of Illinois. The IMET 1-3 Year Series seeks to ensure the preservation of capital with the objective of obtaining an appropriate market rate of return in relation to the prevailing monetary environment as measured by the Barclay's 1-3 year Government Bond Index.

The IMET Convenience Series was established on September 2, 2003 as an investment alternative exclusively for IMET participants. The IMET Convenience Series is comprised of collateralized and FDIC Insured liquid bank deposits with same day or next day liquidity, collateralized certificates of deposit, U.S. government securities, collateralized overnight repurchase agreements, and FDIC Insured certificates of deposit. The Convenience Series currently provides a return that is pegged to the federal funds target interest rate. It is intended for use as a short-term investment for funds that may or may not be needed for near-term disbursement.

The objective of the IMET Convenience Series is to provide a high current return while maintaining the safety and liquidity of public funds. The IMET Convenience Series serves as a companion vehicle to the IMET 1-3 Year Series and arbitrage rebate calculation service. It provides a money market vehicle for the convenient investment of bond proceeds, for the temporary investment of intermediate funds, and/or for cash management and liquidity purposes.

Market Review

Improving economic data led risk assets to improve over the quarter despite the prospect of the Federal Reserve beginning to taper its asset purchases. Even with political wrangling over the debt ceiling in October, interest rates stayed within a narrow range until the announcement of a strong October employment report, leading some market participants to predict that the Fed might begin to reduce its asset purchases as early as December.

(Continued)

Illinois Metropolitan Investment Fund

Report on Investment Activity (Continued)

September 30, 2014

Market Review (Continued)

The fourth quarter of 2013 began with Treasuries slowly backing up as each day passed without resolution on the “government shutdown”. Post-resolution, a poor September payroll number, and the nomination of Janet Yellen kept downward pressure on rates, which began to reverse itself in November. As economic figures improved, beginning with October payrolls, the likelihood of a taper announcement improved. On December 18th, the Fed announced that it would start to taper its asset purchase program by \$10 billion per month, \$5 billion in Treasuries and \$5 billion in agency MBS starting in January 2014. The tapering announcement was broadly welcomed by equity investors as the decision was a positive signal about the strength of the U.S. economy and a return to more normal monetary policy. The Fed also reinforced its message on forward rate guidance, once again reiterating its “lower for longer” stance. Overall 1-3 Year Fund portfolio duration remained shorter than the benchmark, which was a positive to performance on the quarter.

Investors entered 2014 with the expectation that equity markets would continue to rally and bonds would sell-off, yet things turned out a bit different. While developed market equities posted positive returns, these were small compared to the fourth quarter 2013. Meanwhile, bonds outperformed equities, with the Barclays Global Corporate Index returning 2.7% in the first quarter 2014 as the S&P 500 Index returned 1.8%. U.S. Treasuries also strengthened with the Barclays U.S. Treasury Index returning 1.3% on the quarter.

Concerns about an uneven U.S. economy, a slowdown in the emerging markets, and turmoil in Ukraine benefited U.S. Treasuries during most of the quarter, while emerging market equities and bonds suffered. U.S. Treasury markets staged quite a rally, bucking the consensus view that interest rates would rise and the curve would steepen in 2014. After some initial panic in January surrounding Turkey, Ukraine, and softer economic data, the markets found a scapegoat in poor weather conditions and opted to defer judgment. During the first quarter the Federal Reserve, led by Janet Yellen, expressed a mixture of dovish and hawkish tones. The Fed continued its expected pace of tapering, which reduces the size of purchases by \$10 billion per month, \$5 billion in Treasuries and \$5 billion in agency MBS. Overall 1-3 Year Fund portfolio duration remained shorter than the benchmark, which was a detractor from performance as rates moved lower during the quarter.

Fixed income, equities and commodities all performed well in the second quarter. This was primarily driven by the accommodative stance of central banks, which have maintained or eased their policies in an environment of low growth, low inflation and low volatility. In the U.S., the Federal Open Market Committee (FOMC) met twice in the second quarter, and largely confirmed market expectations, reducing asset purchases by \$10 billion at each meeting to \$35 billion beginning in July. Chairwoman Janet Yellen confirmed the Fed’s commitment to maintaining low rates for as long as needed to support economic growth. On the heels of continued support from global central banks, credit spreads continued their move tighter during the quarter, with interest rates drifting lower. Overall 1-3 Year Fund portfolio duration remained shorter than the benchmark, which was a detractor from performance relative to the benchmark as rates moved lower during the quarter.

(Continued)

Illinois Metropolitan Investment Fund

Report on Investment Activity (Continued)

September 30, 2014

Market Review (Continued)

The bullish sentiment in financial markets during the second quarter softened in July, as improving U.S. economic data led market participants to anticipate that the Federal Reserve might push up the timing of its first rate hike in years. Large cap equity markets hit new record highs in September 2014. However, disappointing global growth, particularly in Europe and China, as well as softer inflation in the U.S. and a Fed signaling its patience in normalizing monetary policy left markets marginally more risk averse.

U.S. Treasury performance was mixed during the quarter, as investors balanced geopolitical concerns, central bank messaging, and economic data. The September FOMC meeting set a slightly hawkish tone with a median fed funds projection of 1.38% for 2015. The futures market continues to imply a 2015 fed funds rate about 75bps lower than the Fed median, perhaps reflecting a more dovish Fed chairman and overall low conviction in the Fed's outlook. Overall 1-3 Year Fund portfolio duration remained shorter than the benchmark, which was neutral to performance on the quarter.

Risk Profile

In the context of the broad fixed income market the 1-3 Year Series portfolio has a low risk profile. Investors should remain aware that the 1-3 Year Fund does have risk to principal when interest rates increase (interest rate risk) and credit risk to the U.S. government and related entities. In general, as rates rise, the price of a fixed rate bond will fall, and vice versa. Interest rate risk is commonly measured by the bond's duration. The fund is managed versus the Barclay's 1-3 Government Index. The portfolio has interest rate duration of approximately 1.53 years as of 9/30/14, and is comprised primarily of short maturity high quality U.S. Government and agency securities.

The Convenience Fund has a very low risk profile. The Convenience Series portfolio is restricted to a maximum dollar weighted average maturity of 1 year or less, under normal conditions. The Convenience Series will be managed as to maintain a stable \$1.00 share price, although there is no guarantee that it will do so. The Convenience Series is currently invested entirely in collateralized and FDIC Insured investment options including bank obligations and overnight repurchase agreements, as well as short maturity high quality U.S. Government agency securities.

Basis of Presentation

The Investment Section has been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The basis of presentation of data in the investment section is a time-weighted rate of return based on the market rate of return, which is consistent with the CFA Institute's global investment performance standards.

(Concluded)

Illinois Metropolitan Investment Fund
Select Comparative Data - IMET 1-3 Year Series
September 30, 2014

	<u>One Year *</u>	<u>Three Year *</u>	<u>Five Year *</u>
IMET 1-3 Year Series Net Return	0.37%	0.13%	0.68%
IMET 1-3 Year Series Gross Return**	0.60%	0.38%	0.95%
Barclays Capital 1-3 Year Government Bond Index	0.52%	0.51%	1.07%
Merrill Lynch 3-Month Treasury Bill Index	0.05%	0.07%	0.10%

* Annualized return. A time-weighted rate of return based on the market rate of return is the basis for the calculations.

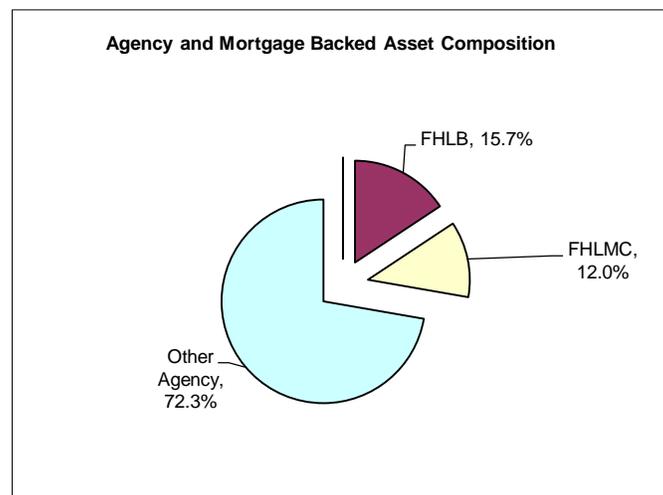
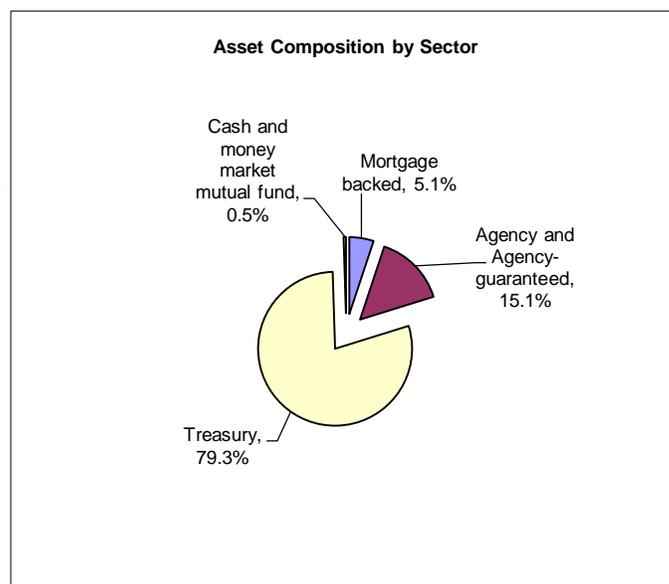
** Returns exclude expenses of the fund

	<u>Fund Profile</u>	<u>Index Profile</u>
Gross yield to maturity	0.50%	0.62%
Duration	1.53 years	1.94 years
Average maturity	1.62 years	1.99 years

<u>Sectors</u>	<u>Fund Profile</u>	<u>Index Profile</u>
Treasury	79.3%	88.6%
Agency and Agency-guaranteed	15.1%	11.4%
Mortgage-backed	5.1%	-
Cash and money market mutual fund	0.5%	-

<u>Quality***</u>	<u>Fund Profile</u>	<u>Index Profile</u>
AAA	100%	100%
AA	-	-

***In August 2011, Standard and Poor's downgraded U.S. Government and agency obligations to AA+ while other credit rating agencies maintained a rating of AAA quality.



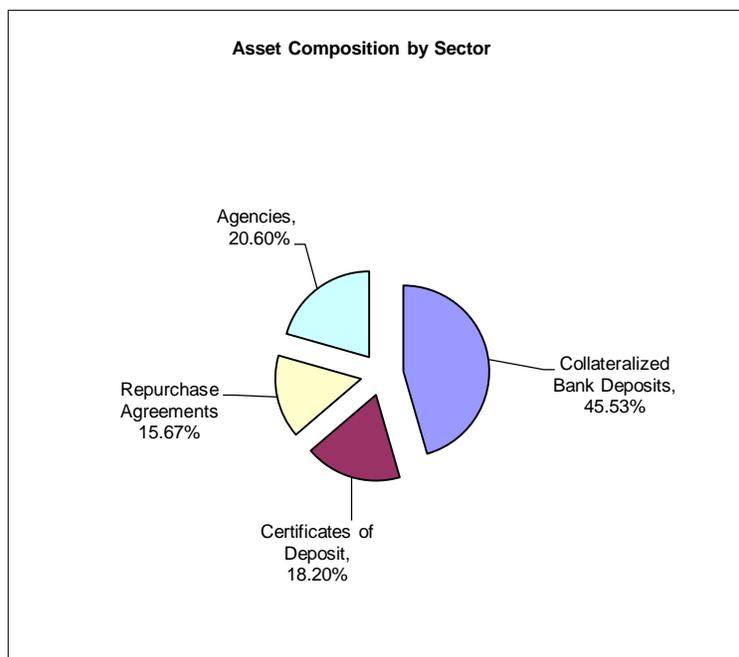
Illinois Metropolitan Investment Fund
Select Comparative Data - IMET Convenience Series
September 30, 2014

	<u>One Year *</u>	<u>Three Year *</u>	<u>Five Year*</u>
IMET Convenience Series	0.36%	0.33%	0.35%
IL Funds Money Market Fund - Index	0.02%	0.05%	0.07%

* Annualized return. An internal rate of return based on the average annualized monthly yield is the basis for the calculations.

	<u>Fund Profile</u>	<u>Index Profile</u>
Average maturity	214 days	46 days

<u>Sectors</u>	<u>Fund Profile</u>	<u>Index Profile</u>
Collateralized Bank Deposits	45.53%	-
Certificates of Deposit	18.20%	-
Repurchase Agreements	15.67%	28.70%
Money Market Funds	-	20.11%
Commercial Paper	-	32.17%
Agencies	20.60%	14.98%
Treasuries	-	4.04%



Illinois Metropolitan Investment Fund

Schedule of Investments

IMET 1-3 Year Series

September 30, 2014

Units/ par value	Description	Rate	Maturity	Market value
U.S. Treasury Obligations: 79.6%				
\$ 2,000,000	U.S. Treasury Strip	None	% 2/15/2015	\$ 1,999,540
3,000,000	U.S. Treasury Strip	None	2/15/2015	2,999,310
1,000,000	U.S. Treasury Strip	None	2/15/2015	999,770
800,000	U.S. Treasury	2.500	3/31/2015	809,720
2,500,000	U.S. Treasury	2.500	4/30/2015	2,535,450
1,500,000	U.S. Treasury	2.500	4/30/2015	1,521,270
1,150,000	U.S. Treasury	4.125	5/15/2015	1,179,015
2,000,000	U.S. Treasury	4.125	5/15/2015	2,050,460
1,150,000	U.S. Treasury	4.125	5/15/2015	1,179,015
2,700,000	U.S. Treasury	4.125	5/15/2015	2,768,121
5,000,000	U.S. Treasury	1.875	6/30/2015	5,067,000
4,000,000	U.S. Treasury	1.750	7/31/2015	4,054,680
2,000,000	U.S. Treasury	1.750	7/31/2015	2,027,340
2,350,000	U.S. Treasury	4.250	8/15/2015	2,434,647
2,000,000	U.S. Treasury	4.250	8/15/2015	2,072,040
2,350,000	U.S. Treasury	4.250	8/15/2015	2,434,647
3,300,000	U.S. Treasury	4.250	8/15/2015	3,418,866
4,000,000	U.S. Treasury	0.250	10/31/2015	4,004,360
1,000,000	U.S. Treasury	4.500	11/15/2015	1,048,240
2,000,000	U.S. Treasury	4.500	11/15/2015	2,096,480
2,000,000	U.S. Treasury	4.500	11/15/2015	2,096,480
5,000,000	U.S. Treasury	4.500	11/15/2015	5,241,200
3,000,000	U.S. Treasury	1.375	11/30/2015	3,040,680
2,000,000	U.S. Treasury	1.375	11/30/2015	2,027,120
5,000,000	U.S. Treasury	2.125	12/31/2015	5,117,000
3,000,000	U.S. Treasury	2.000	1/31/2016	3,068,670
5,000,000	U.S. Treasury	2.000	1/31/2016	5,114,450
5,000,000	U.S. Treasury	4.500	2/15/2016	5,287,900
5,000,000	U.S. Treasury	2.625	4/30/2016	5,174,600
2,000,000	U.S. Treasury	2.000	4/30/2016	2,050,080
3,000,000	U.S. Treasury	1.750	5/31/2016	3,064,920
2,000,000	U.S. Treasury	1.750	5/31/2016	2,043,280
3,000,000	U.S. Treasury	1.750	5/31/2016	3,064,920
2,000,000	U.S. Treasury	1.750	5/31/2016	2,043,280
3,500,000	U.S. Treasury	3.250	6/30/2016	3,668,035
3,500,000	U.S. Treasury	1.500	6/30/2016	3,561,950
3,500,000	U.S. Treasury	1.500	7/31/2016	3,562,195
3,000,000	U.S. Treasury	1.500	7/31/2016	3,053,310
3,500,000	U.S. Treasury	3.000	8/31/2016	3,661,875
3,500,000	U.S. Treasury	3.000	9/30/2016	3,665,690
3,000,000	U.S. Treasury	1.000	9/30/2016	3,022,500
2,000,000	U.S. Treasury	1.000	9/30/2016	2,015,000
3,500,000	U.S. Treasury	3.125	10/31/2016	3,678,290

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Investments (Continued)

IMET 1-3 Year Series

September 30, 2014

Units/ par value	Description	Rate	Maturity	Market value
U.S. Treasury Obligations (Continued)				
\$ 3,000,000	U.S. Treasury	1.000	% 10/31/2016	\$ 3,021,330
3,500,000	U.S. Treasury	1.000	10/31/2016	3,524,885
5,000,000	U.S. Treasury	4.625	11/15/2016	5,414,450
3,500,000	U.S. Treasury	2.750	11/30/2016	3,654,210
5,000,000	U.S. Treasury	3.250	12/31/2016	5,278,500
4,500,000	U.S. Treasury	3.120	1/31/2017	4,743,270
1,400,000	U.S. Treasury Strip	None	2/15/2017	1,371,678
3,600,000	U.S. Treasury Strip	None	2/15/2017	3,527,172
5,000,000	U.S. Treasury	1.000	3/31/2017	5,015,250
5,000,000	U.S. Treasury	3.125	4/30/2017	5,282,400
1,500,000	U.S. Treasury	0.625	5/31/2017	1,486,995
5,000,000	U.S. Treasury	0.625	5/31/2017	4,956,650
3,000,000	U.S. Treasury	2.375	7/31/2017	3,111,570
2,000,000	U.S. Treasury	2.375	7/31/2017	2,074,380
3,500,000	U.S. Treasury	1.875	9/30/2017	3,577,945
1,000,000	U.S. Treasury	0.750	10/31/2017	987,340
1,000,000	U.S. Treasury Strip	None	11/15/2017	962,660
Total U.S. Treasury Obligations				183,014,080
U.S. Government Agency and Agency-Guaranteed Obligations: 15.2%				
\$ 2,000,000	Federal Home Loan Mortgage Corp.	0.750	11/25/2014	2,002,100
2,000,000	Federal Home Loan Mortgage Corp.	0.750	11/25/2014	2,002,100
350,000	Federal Home Loan Mortgage Corp.	0.350	12/5/2014	350,175
1,650,000	Federal Home Loan Bank	2.750	12/12/2014	1,658,564
2,000,000	Federal Home Loan Mortgage Corp.	0.625	12/29/2014	2,002,460
2,000,000	Federal Home Loan Mortgage Corp.	0.625	12/29/2014	2,002,460
2,600,000	Federal Home Loan Mortgage Corp.	2.875	2/9/2015	2,625,376
2,000,000	Federal Home Loan Mortgage Corp.	0.500	4/17/2015	2,004,340
2,000,000	Federal Home Loan Mortgage Corp.	4.375	7/17/2015	2,066,200
2,000,000	Federal Home Loan Mortgage Corp.	0.450	9/4/2015	2,004,700
4,000,000	Federal Home Loan Mortgage Corp.	0.450	11/24/2015	4,009,680
2,000,000	Federal Home Loan Bank	0.375	2/19/2016	2,000,780
2,000,000	Federal Home Loan Mortgage Corp.	5.250	4/18/2016	2,147,180
2,000,000	Federal Home Loan Bank	0.375	6/24/2016	1,995,900
1,410,000	Federal Home Loan Mortgage Corp.	2.000	8/25/2016	1,447,393
590,000	Federal Home Loan Bank	0.500	9/28/2016	588,271
2,000,000	Federal Home Loan Mortgage Corp.	0.875	2/22/2017	1,999,200
1,000,000	Federal Home Loan Bank	4.875	5/17/2017	1,100,780
1,000,000	Federal Home Loan Mortgage Corp.	0.750	1/12/2018	980,490
Total U.S. Government Agency and Agency-Guaranteed Obligations				34,988,149

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Investments (Continued)

IMET 1-3 Year Series

September 30, 2014

Units/ par value	Description	Rate	Maturity	Market value
Mortgage Backed Securities: 5.2%				
\$ 399	Federal Home Loan Mortgage Corp.	7.000 %	12/1/2014	\$ 400
6,362	Federal Home Loan Mortgage Corp.	7.000	3/1/2016	6,490
58,838	Federal Home Loan Mortgage Corp.	6.000	7/1/2017	61,925
49,825	Federal Home Loan Mortgage Corp.	5.500	9/1/2017	52,814
93,251	Federal Home Loan Mortgage Corp.	5.500	11/1/2017	98,652
517,758	Federal Home Loan Mortgage Corp.	6.000	1/1/2018	537,650
129,753	Federal Home Loan Mortgage Corp.	5.500	2/1/2018	137,537
53,218	Federal Home Loan Mortgage Corp.	5.000	6/1/2018	56,184
166,942	Federal Home Loan Mortgage Corp.	5.500	11/1/2018	178,438
43,928	Federal Home Loan Mortgage Corp.	5.500	12/1/2018	46,563
89,543	Government National Mortgage Assoc.	4.500	12/15/2018	94,091
124,637	Federal Home Loan Mortgage Corp.	5.000	1/1/2019	132,800
68,073	Federal Home Loan Mortgage Corp.	5.500	12/1/2019	72,157
75,861	Federal Home Loan Mortgage Corp.	5.500	4/1/2020	81,696
166,199	Federal Home Loan Mortgage Corp.	6.000	6/1/2020	176,882
130,596	Federal Home Loan Mortgage Corp.	5.000	8/1/2020	139,187
212,131	Federal Home Loan Mortgage Corp.	5.000	11/1/2020	227,044
134,992	Federal Home Loan Mortgage Corp.	5.000	11/1/2020	144,482
126,820	Federal Home Loan Mortgage Corp.	5.000	12/1/2020	135,707
120,815	Federal Home Loan Mortgage Corp.	5.500	12/1/2020	131,203
165,557	Federal Home Loan Mortgage Corp.	5.500	1/1/2021	180,203
32,767	Federal Home Loan Mortgage Corp.	7.000	9/1/2021	35,507
127,062	Federal Home Loan Mortgage Corp.	5.500	10/1/2021	138,695
175,484	Federal Home Loan Mortgage Corp.	5.500	12/1/2021	191,500
177,249	Federal Home Loan Mortgage Corp.	5.500	12/1/2021	193,540
159,303	Federal Home Loan Mortgage Corp.	5.500	6/1/2022	174,291
162,572	Federal Home Loan Mortgage Corp.	5.500	10/1/2022	177,426
319,638	Federal Home Loan Mortgage Corp.	5.500	10/1/2022	349,607
177,607	Federal Home Loan Mortgage Corp.	5.500	2/1/2023	188,448
242,871	Federal Home Loan Mortgage Corp.	6.500	3/1/2023	266,959
108,620	Federal Home Loan Mortgage Corp.	5.000	7/1/2023	118,131
488,104	Federal Home Loan Mortgage Corp.	5.500	10/1/2023	536,705
94,997	Federal Home Loan Mortgage Corp.	4.500	6/1/2024	101,665
258,991	Federal Home Loan Mortgage Corp.	4.500	9/1/2024	277,837
160,507	Federal Home Loan Mortgage Corp.	5.500	12/1/2024	174,890
15,662	Government National Mortgage Assoc.	9.500	12/15/2024	18,331
140,052	Federal Home Loan Mortgage Corp.	4.500	3/1/2025	149,360
271,086	Federal Home Loan Mortgage Corp.	4.500	4/1/2025	290,853
150,786	Federal Home Loan Mortgage Corp.	4.500	5/1/2025	163,146
15,352	Government National Mortgage Assoc.	8.500	5/20/2025	17,781

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Investments (Continued)

IMET 1-3 Year Series

September 30, 2014

Units/ par value	Description	Rate	Maturity	Market value
Mortgage Backed Securities (Continued)				
\$ 206,620	Federal Home Loan Mortgage Corp.	4.500 %	8/1/2025	\$ 223,569
818,265	Federal Home Loan Mortgage Corp.	4.000	6/1/2026	873,032
4,423	Government National Mortgage Assoc.	8.000	11/20/2026	5,314
322,139	Federal Home Loan Mortgage Corp.	6.000	9/1/2027	363,373
107,380	Federal Home Loan Mortgage Corp.	6.000	9/1/2027	121,124
217,738	Federal Home Loan Mortgage Corp.	6.000	11/1/2027	245,450
19,194	Government National Mortgage Assoc.	8.000	11/20/2027	22,685
85,248	Federal Home Loan Mortgage Corp.	6.549	12/1/2027	90,378
212,492	Federal Home Loan Mortgage Corp.	5.500	12/1/2027	237,069
855,923	Federal Home Loan Mortgage Corp.	2.000	3/1/2028	838,479
393	Government National Mortgage Assoc.	8.000	3/20/2028	395
1,861	Government National Mortgage Assoc.	8.000	8/20/2028	2,131
3,214	Government National Mortgage Assoc.	8.000	9/20/2028	3,519
123,121	Federal Home Loan Mortgage Corp.	6.500	1/1/2029	140,353
375,406	Federal Home Loan Mortgage Corp.	5.500	2/1/2029	419,021
43,785	Federal Home Loan Mortgage Corp.	5.140	1/1/2030	46,336
790,312	Federal Home Loan Mortgage Corp.	4.000	8/1/2031	843,658
261,742	Federal Home Loan Mortgage Corp.	4.311	12/1/2034	279,855
306,626	Federal Home Loan Mortgage Corp.	4.660	3/1/2035	324,855
71,186	Federal Home Loan Mortgage Corp.	5.144	1/1/2036	76,064
106,501	Federal Home Loan Mortgage Corp.	5.618	5/1/2037	114,350
113,751	Federal Home Loan Mortgage Corp.	5.457	7/1/2037	121,826
183,294	Government National Mortgage Assoc.	6.000	9/20/2038	206,760
Total Mortgage Backed Securities				<u>11,856,372</u>
Total investments				<u>\$ 229,858,601</u>

(Concluded)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit: 22.6% ¹			
FDIC-Insured			
Alpine Bank	Glenwood Springs, CO	\$ 58,699	1/2/2015
Alpine Bank	Glenwood Springs, CO	45,829	6/18/2015
Alva State Bank & Trust Company	Alva, OK	244,500	1/15/2015
Amalgamated Bank	New York, NY	238,500	7/2/2015
Amarillo National Bank	Amarillo, TX	173,749	6/18/2015
Amarillo National Bank	Amarillo, TX	49,001	7/16/2015
American Community Bank	Woodstock, IL	222,750	6/18/2015
American Enterprise Bank	Jacksonville, FL	248,348	None
American National Bank	Omaha, NE	138,601	7/2/2015
American National Bank & Trust Co	Danville, VA	243,500	6/11/2015
American National Bank of Minnesota	Brainerd, MN	248,214	None
American State Bank	Arp, TX	247,025	None
American State Bank & Trust Company	Great Bend, KS	246,000	1/22/2015
American Trust & Savings Bank	Lowden, IA	248,173	None
Americas United Bank	Glendale, CA	246,000	1/22/2015
Anchor D Bank	Texhoma, OK	238,500	4/30/2015
Apollo Trust Company	Apollo, PA	246,000	1/22/2015
Armstrong Bank	Muskogee, OK	15,185	4/30/2015
Arvest Bank	Fayetteville, AR	243,500	6/11/2015
AVB Bank	Broken Arrow, OK	246,000	1/8/2015
Banco Popular de Puerto Rico - IBC	Hato Rey, PR	246,000	1/22/2015
Bank 2	Oklahoma City, OK	243,500	6/11/2015
Bank First National	Manitowoc, WI	246,000	10/30/2014
Bank Midwest	Spirit Lake, IA	243,500	7/16/2015
Bank of America, N. A.	Charlotte, NC	238,500	4/30/2015
Bank of Blue Valley	Overland Park, KS	31,986	1/8/2015
Bank of Camden	Camden, TN	248,427	None
Bank of China	New York, NY	244,500	1/15/2015
Bank of England	England, AR	246,000	10/30/2014
Bank of Georgetown	Washington, DC	27,387	1/8/2015
Bank of Hampton Roads	Elizabeth City, NC	204,471	None
Bank of Maple Plain	Maple Plain, MN	129,105	None
Bank of Milton	Milton, WI	200,731	None
Bank of Oak Ridge	Oak Ridge, NC	241,540	None
Bank of the West	San Francisco, CA	243,500	5/14/2015
Bank of Waynesboro	Waynesboro, TN	248,464	None

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Bank Texas, National Association	Quitman, TX	\$ 247,500	None
BankVista	Sartell, MN	248,014	None
Bankwell Bank	New Canaan, CT	244,500	1/15/2015
Banterra Bank	Marion, IL	9,384	1/15/2015
Banterra Bank	Marion, IL	234,116	7/16/2015
Barrington Bank & Trust Company	Barrington, IL	246,667	8/8/2015
Bath Savings Institution	Bath, ME	39,636	10/30/2014
BB&T	Winston Salem, NC	222,750	6/18/2015
BBCN Bank	Los Angeles, CA	238,500	7/2/2015
BCB Community Bank	Bayonne, NJ	243,500	5/14/2015
Beacon Bank	Shorewood, MN	6,500	6/11/2015
Bell State Bank & Trust	Fargo, ND	8,249	1/8/2015
Beneficial Mutual Savings Bank	Philadelphia, PA	246,000	1/8/2015
Beverly Bank & Trust Company	Chicago, IL	246,667	8/8/2015
BlueGrass Community Bank	Danville, KY	247,534	None
BNC National Bank	Glendale, AZ	50,000	1/8/2015
Bremer Bank, National Association	South St. Paul, MN	63,277	6/25/2015
Bryant Bank	Tuscaloosa, AL	222,750	6/18/2015
BTC Bank	Bethany, MO	243,500	7/16/2015
Burke & Herbert Bank & Trust Company	Alexandria, VA	246,000	1/8/2015
C US Bank	Cresco, IA	30,635	1/22/2015
California Bank of Commerce	Lafayette, CA	244,500	1/2/2015
California United Bank	Encino, CA	243,500	5/14/2015
Capital Bank (TX)	Jacinto City, TX	247,500	None
Capital Bank, National Association	Rockville, MD	248,390	None
Capital One, NA	McLean, VA	4,000	1/22/2015
Capital Pacific Bank	Portland, OR	97,656	1/15/2015
Capital Pacific Bank	Portland, OR	4,000	1/22/2015
Capital Pacific Bank	Portland, OR	99,539	6/25/2015
CapitalMark Bank & Trust	Chattanooga, TN	247,658	None
Capstar Bank	Nashville, TN	247,814	None
Capstone Bank	Northport, AL	248,149	None
Cardinal Bank	McLean, VA	1,884	1/15/2015
Carroll Community Bank	Sykesville, MD	248,416	None
Carver Federal Savings Bank	New York, NY	243,500	6/11/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Catskill Hudson Bank	Monticello, NY	\$ 100,000	6/11/2015
Cecil Bank	Elkton, MD	246,000	1/22/2015
Centennial Bank	Conway, AR	68,659	6/25/2015
CenterState Bank of Florida, N. A.	Winter Haven, FL	240,242	1/8/2015
Central Bank (AR)	Lonoke, AR	247,888	None
Central Bank and Trust Company	Hutchinson, KS	219,250	1/15/2015
Central Bank and Trust Company	Hutchinson, KS	3,500	6/18/2015
Central Bank of Lake of the Ozarks	Osage Beach, MO	238,500	4/30/2015
Central Federal Savings and Loan	Rolla, MO	247,399	None
Central Natl Bank & Trust Co of Enid	Enid, OK	222,750	6/18/2015
CFBank	Fairlawn, OH	246,000	10/30/2014
Citizens' Bank & Trust Co.	Van Buren, AR	246,000	1/22/2015
Citizens Bank (RI)	Riverside, RI	247,530	None
Citizens Bank of Florida	Oviedo, FL	238,500	7/2/2015
Citizens Bank of Oklahoma	Pawhuska, OK	160,651	4/30/2015
Citizens Business Bank	Ontario, CA	106,217	1/2/2015
Citizens Business Bank	Ontario, CA	137,283	6/25/2015
Citizens Community Federal	Eau Claire, WI	247,534	None
Citizens National Bank of Meridian	Meridian, MS	73,585	6/11/2015
Citizens Savings Bank and Trust Co.	Nashville, TN	238,500	7/2/2015
Citizens Trust Bank	Atlanta, GA	241,000	7/9/2015
City First Bank of D.C., NA	Washington, DC	238,500	4/30/2015
Citywide Banks	Aurora, CO	230,587	10/30/2014
Citywide Banks	Aurora, CO	7,913	7/2/2015
CNB Bank and Trust, NA	Carlinville, IL	100,000	None
CoBiz Bank	Denver, CO	243,500	6/25/2015
Colony Bank	Fitzgerald, GA	246,000	1/8/2015
Commerce Union Bank	Springfield, TN	241,000	7/9/2015
Commercial Bank of California	Costa Mesa, CA	243,500	5/14/2015
Commercial Capital Bank	Delhi, LA	247,422	None
Commercial State Bank	Cedar Bluffs, NE	219,581	None
Community Bank	Pasadena, CA	222,750	6/18/2015
Community Bank	Lexington, TN	247,720	None
Community Bank of Florida, Inc.	Homestead, FL	50,000	7/2/2015
Community Bank of the Bay	Oakland, CA	222,750	6/18/2015
Community Bank of the Chesapeake	Waldorf, MD	243,500	6/11/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Community Bank, Coast	Biloxi, MS	\$ 211,367	1/2/2015
Community Bank, Coast	Biloxi, MS	33,133	1/8/2015
Community Development Bank, FSB	Ogema, MN	11,753	7/16/2015
Community Financial Services Bank	Benton, KY	247,580	None
Community First Bank	Boscobel, WI	112,405	1/2/2015
Community First National Bank	Manhattan, KS	100,000	10/30/2014
Community First National Bank	Manhattan, KS	35,000	4/30/2015
Community First National Bank	Manhattan, KS	103,500	6/11/2015
Community West Bank, N.A.	Goleta, CA	100,000	1/22/2015
CommunityOne Bank	Asheboro, NC	171,335	None
ConnectOne Bank	Englewood Cliffs, NJ	99,000	7/9/2015
Coulee Bank	La Crosse, WI	244,500	1/2/2015
County First Bank	La Plata, MD	243,500	6/25/2015
Crockett National Bank	San Angelo, TX	247,500	None
CrossFirst Bank	Leawood, KS	238,500	7/2/2015
Crossroads Bank	Wabash, IN	29,640	1/22/2015
Crystal Lake Bank & Trust Company	Crystal Lake, IL	246,667	8/8/2015
Customers Bank	Wyomissing, PA	243,500	5/14/2015
Denali State Bank	Fairbanks, AK	246,000	1/8/2015
Desoto County Bank	Horn Lake, MS	725	1/2/2015
Eagle Bank and Trust Company Of MO	Imperial, MO	247,571	None
East West Bank	Pasadena, CA	138,339	10/30/2014
East West Bank	Pasadena, CA	41,674	6/18/2015
East West Bank	Pasadena, CA	42,737	6/25/2015
Eclipse Bank, Inc.	Louisville, KY	243,500	6/11/2015
Elk State Bank	Clyde, KS	150,000	10/30/2014
Eureka Bank	Pittsburgh, PA	246,000	10/30/2014
EVB	Tappahannock, VA	244,500	1/15/2015
EverBank	Jacksonville, FL	243,500	6/11/2015
Evergreen Community Bank	Oak Brook, IL	171,028	None
Executive National Bank	Miami, FL	204,000	1/8/2015
Executive National Bank	Miami, FL	42,000	1/22/2015
F&M Bank of Central CA	Lodi, CA	246,000	1/8/2015
Fairfield County Bank	Ridgefield, CT	246,000	1/8/2015
Farm Bureau Bank FSB	Sparks, NV	246,000	10/30/2014
Farmers & Merchants Bank	Timberville, VA	148,181	1/2/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Farmers & Merchants Bank	Timberville, VA	\$ 74,569	6/18/2015
Farmers & Merchants Bank of Colby	Colby, KS	238,000	7/9/2015
Farmers & Merchants St Bk Bloomfield	Bloomfield, NE	246,000	10/30/2014
Farmers and Merchants State Bank	Langdon, ND	243,500	5/14/2015
Farmers Bank & Trust	Great Bend, KS	30,706	1/2/2015
Farmers Bank & Trust	Great Bend, KS	213,794	1/8/2015
Farmers Savings Bank	Wever, IA	248,052	None
Farmers State Bank	Wallace, NE	247,586	None
Fidelity Bank	Wichita, KS	246,000	1/22/2015
Financial Federal Savings Bank	Memphis, TN	247,811	None
Financial Security Bank (MN)	Kerkhoven, MN	247,173	None
First Bank & Trust	Brookings, SD	243,500	6/25/2015
First Bank & Trust Company	Lubbock, TX	6,170	5/14/2015
First Bank Blue Earth	Blue Earth, MN	244,500	1/2/2015
First Bank of Charleston, Inc.	Charleston, WV	243,500	5/14/2015
First Bankers Trust Company, N.A.	Quincy, IL	246,000	1/8/2015
First Central State Bank	De Witt, IA	87,135	7/16/2015
First Citizens National Bank	Dyersburg, TN	13,228	4/30/2015
First Clover Leaf Bank, FSB	Edwardsville, IL	16,272	10/30/2014
First Clover Leaf Bank, FSB	Edwardsville, IL	222,228	7/2/2015
First Commonwealth Bank	Indiana, PA	244,500	1/15/2015
First Community Bank	Bluefield, VA	244,500	1/2/2015
First Community Financial Bank	Plainfield, IL	238,500	7/2/2015
First County Bank	Stamford, CT	244,500	1/2/2015
First Dakota National Bank	Yankton, SD	246,000	10/30/2014
First Farmers and Merchants Nat'l Bank	Fairmont, MN	248,077	None
First Fidelity Bank, NA	Oklahoma City, OK	34,048	10/30/2014
First Fidelity Bank, NA	Oklahoma City, OK	70,832	4/30/2015
First Fidelity Bank, NA	Oklahoma City, OK	13,000	5/14/2015
First Fidelity Bank, NA	Oklahoma City, OK	120,620	7/9/2015
First Financial Bank	El Dorado, AR	25,000	1/22/2015
First Foundation Bank	Irvine, CA	144,803	1/8/2015
First Foundation Bank	Irvine, CA	96,197	7/9/2015
First Freedom Bank	Lebanon, TN	243,500	5/14/2015
First Guaranty Bank	Hammond, LA	248,495	None
First Intercontinental Bank	Doraville, GA	248,251	None

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
First International Bank & Trust	Watford City, ND	\$ 246,000	1/8/2015
First Liberty National Bank	Liberty, TX	57,500	None
First Merchants Bank, NA	Muncie, IN	241,000	7/9/2015
First National Bank of Oklahoma	Oklahoma City, OK	222,750	6/18/2015
First National Bank of Wichita Falls	Wichita Falls, TX	235,682	None
First Natl Bank & Tr Co of Vinita	Vinita, OK	246,000	1/8/2015
First Nat'l Bank of S. California	Riverside, CA	243,500	6/25/2015
First Southern Bank	Boca Raton, FL	5,758	10/30/2014
First State Bank	Graham, TX	244,500	1/2/2015
First State Bank	Union City, TN	246,000	1/8/2015
First State Bank of Blakely	Blakely, GA	248,495	None
First State Bank of Illinois	La Harpe, IL	244,500	1/2/2015
First State Bank of St. Charles	St. Charles, MO	238,500	7/2/2015
First Tennessee Bank, NA	Memphis, TN	235,221	1/15/2015
First United Bank	Dimmitt, TX	113,416	6/11/2015
First United Bank & Trust	Oakland, MD	180,508	1/22/2015
First United Bank and Trust Company	Durant, OK	246,000	1/8/2015
First Western Bank	Booneville, AR	243,500	6/11/2015
First Western Trust Bank	Denver, CO	246,000	10/30/2014
Firststar Bank, N.A.	Sallisaw, OK	243,500	6/11/2015
FirstCapital Bank of Texas, N.A.	Midland, TX	243,500	6/11/2015
Five Star Bank	Rocklin, CA	200,149	1/22/2015
Five Star Bank	Rocklin, CA	38,351	7/2/2015
Franklin County United Bank	Decherd, TN	194,284	None
Franklin Synergy	Franklin, TN	247,478	None
Freedom Financial Bank	West Des Moines, IA	244,500	1/15/2015
Freehold Savings Bank	Freehold, NJ	243,500	6/11/2015
Fremont Bank	Fremont, CA	120,623	1/22/2015
Fremont Bank	Fremont, CA	122,877	6/25/2015
Fresno First Bank	Fresno, CA	243,500	5/14/2015
Fullerton National Bank	Fullerton, NE	148,164	None
Georgia Banking Company	Atlanta, GA	27,250	6/18/2015
Glacier Bank	Kalispell, MT	222,464	1/2/2015
Glacier Bank	Kalispell, MT	22,036	1/8/2015
Gold Coast Bank	Islandia, NY	243,500	6/11/2015
Grandpoint Bank	Los Angeles, CA	243,500	7/16/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Granite Community Bank	Cold Spring, MN	\$ 247,500	None
Great Southern Bank	Reeds Spring, MO	227,500	4/30/2015
Guaranty State Bank and Trust Co	Beloit, KS	77,250	1/8/2015
Gulf Coast Bank	Abbeville, LA	100,000	1/22/2015
Harbor Bank of Maryland	Baltimore, MD	248,204	None
Hawthorn Bank	Jefferson City, MO	238,500	7/2/2015
Heritage Bank National Association	Spicer, MN	89,677	1/22/2015
Heritage Bank of the South	Albany, GA	44,728	10/30/2014
Heritage Bank of the South	Albany, GA	201,272	1/22/2015
Heritage Bank, Inc.	Erlanger, KY	243,500	6/25/2015
Hershey State Bank	Hershey, NE	202,136	None
High Point Bank and Trust Company	High Point, NC	47,000	1/2/2015
High Point Bank and Trust Company	High Point, NC	191,500	7/2/2015
Hinsdale Bank & Trust Company	Hinsdale, IL	246,667	8/8/2015
Homeland Community Bank	MCMINNVILLE, TN	247,606	None
HomeTown Bank	Roanoke, VA	198,500	4/30/2015
Houston Community Bank, NA	Houston, TX	244,500	1/15/2015
Howard Bank	Ellicott City, MD	243,500	6/25/2015
Ind & Comm Bank of China (USA), NA	New York, NY	241,000	7/9/2015
Industrial Bank	Washington, DC	90,114	1/8/2015
Industrial Bank	Washington, DC	153,386	6/11/2015
Integrity Bank & Trust	Monument, CO	208,500	10/30/2014
Integrity Bank & Trust	Monument, CO	30,000	7/2/2015
Integrity Bank, SSB	Houston, TX	247,895	None
Inter National Bank	Mcallen, TX	238,500	7/2/2015
InterBank	Oklahoma City, OK	177,183	4/30/2015
InterBank	Oklahoma City, OK	61,317	5/14/2015
Investors Community Bank	Chillicothe, MO	246,000	1/22/2015
Iowa State Bank	Clarksville, IA	246,669	None
John Marshall Bank	Reston, VA	243,500	6/11/2015
Kansas State Bank of Manhattan	Manhattan, KS	241,000	7/9/2015
Katahdin Trust Company	Patten, ME	238,500	4/30/2015
Labette Bank	Altamont, KS	200,000	10/30/2014
Lake Forest Bank & Trust Company	Lake Forest, IL	246,667	8/8/2015
Lakeside Bank	Chicago, IL	200,000	10/30/2014
Landmark Community Bank	Collierville, TN	244,759	None

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Lapeer County Bank & Trust Co.	Lapeer, MI	\$ 246,000	1/8/2015
Lead Bank	Garden City, MO	247,196	None
Liberty Bank and Trust Company	New Orleans, LA	222,750	6/18/2015
Libertyville Bank & Trust Company	Libertyville, IL	246,667	8/8/2015
Lincoln Savings Bank	Reinbeck, IA	247,762	None
Linn County State Bank	Marion, IA	247,909	None
Live Oak Bank	Wilmington, NC	245,286	None
Machias Savings Bank	Machias, ME	122,728	1/2/2015
Machias Savings Bank	Machias, ME	121,772	1/15/2015
Madison County Community Bank	Madison, FL	134,376	None
MainStreet Bank	Fairfax, VA	60,243	10/30/2014
MainStreet Bank	Fairfax, VA	162,507	6/18/2015
Mainstreet Community Bank of Florida	Deland, FL	100,876	1/22/2015
Markesan State Bank	Markesan, WI	247,798	None
Mascoma Savings Bank	Lebanon, NH	246,000	1/8/2015
Mechanics & Farmers Bank	Durham, NC	246,000	1/22/2015
Mechanics Bank	Water Valley, MS	101,934	10/30/2014
Mercantile Bank of Michigan	Grand Rapids, MI	246,000	1/22/2015
Merchants Bank, NA	Winona, MN	247,307	None
Merit Bank	Goff, KS	247,714	None
Mid Penn Bank	Millersburg, PA	84,343	7/2/2015
MidFirst Bank	Oklahoma City, OK	170,484	5/14/2015
MidFirst Bank	Oklahoma City, OK	73,016	6/25/2015
Missouri Bk & Tr Co of Kansas City	Kansas City, MO	246,000	1/8/2015
Mound City Bank	Platteville, WI	246,000	10/30/2014
MutualBank	Muncie, IN	244,500	1/2/2015
National Bank of St. Anne	St. Anne, IL	233,500	1/8/2015
National Bank of St. Anne	St. Anne, IL	7,500	7/9/2015
Native American Bank, N.A.	Denver, CO	241,000	7/9/2015
New Peoples Bank, Inc.	Honaker, VA	37,601	6/18/2015
NewBridge Bank	Lexington, NC	247,922	None
NOA Bank	Duluth, GA	248,444	None
North Middlesex Savings Bank	Ayer, MA	243,500	7/16/2015
North Shore Community Bank & Trust Co.	Wilmette, IL	246,667	8/8/2015
Northbrook Bank & Trust Company	Northbrook, IL	246,667	8/8/2015
Northstar Bank of Texas	Denton, TX	246,000	1/8/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Nuvo Bank & Trust Company	Springfield, MA	\$ 241,000	7/9/2015
OBA Bank	Germantown, MD	247,501	None
Ohnward Bank & Trust	Cascade, IA	247,592	None
Old Plank Trail Community Bank	Mokena, IL	246,667	8/8/2015
One PacificCoast Bank, FSB	Oakland, CA	246,000	1/8/2015
Pacific Alliance Bank	Rosemead, CA	243,500	6/11/2015
Pacific Western Bank	San Diego, CA	244,500	1/15/2015
Palmetto Heritage	Pawleys Island, SC	248,114	None
Paradise Bank	Boca Raton, FL	150,224	4/30/2015
Paragon Commercial Bank	Raleigh, NC	125,218	1/8/2015
Peoples National Bank, N.A.	Mt. Vernon, IL	205,906	1/22/2015
Peoples State Bank	Prairie Du Chien, WI	35,260	1/8/2015
Phenix-Girard Bank	Phenix City, AL	244,500	1/15/2015
Pinnacle Bank	Gilroy, CA	246,000	10/30/2014
Pinnacle Bank	Nashville, TN	78,034	1/8/2015
Pinnacle Bank	Elberton, GA	222,750	6/18/2015
Pinnacle Bank	Lincoln, NE	35,699	6/18/2015
Pinnacle Bank	Lincoln, NE	187,051	6/25/2015
Pinnacle Bank of South Carolina	Greenville, SC	222,750	6/18/2015
Pioneer Bank, SSB	Dripping Springs, TX	248,190	None
Planters Bank, Inc.	Hopkinsville, KY	243,500	5/14/2015
Platinum Bank	Lubbock, TX	248,024	None
Platte Valley Bank	Torrington, WY	19,500	6/11/2015
Pony Express Bank	Braymer, MO	24,993	1/15/2015
Port Byron State Bank	Port Byron, IL	20,528	10/30/2014
Portage Community Bank	Ravenna, OH	13,000	5/14/2015
Portage Community Bank	Ravenna, OH	209,750	6/18/2015
Post Oak Bank, N. A.	Houston, TX	75,000	10/30/2014
Prairie Community Bank	Marengo, IL	127,018	6/11/2015
Premier Community Bank	Marion, WI	24,780	5/14/2015
Prime Bank	Edmond, OK	232,622	None
ProAmerica Bank	Los Angeles, CA	238,500	7/2/2015
Progress Bank & Trust	Huntsville, AL	248,211	None
Progressive Savings Bank	Jamestown, TN	246,000	1/22/2015
Providence Bank	Rocky Mount, NC	7,562	1/15/2015
Providence Bank	Rocky Mount, NC	235,938	6/11/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Readlyn Savings Bank	Readlyn, IA	\$ 247,400	None
Redwood Capital Bank	Eureka, CA	244,500	1/2/2015
Rhinebeck Bank	Rhinebeck, NY	96,504	1/8/2015
Rhinebeck Bank	Rhinebeck, NY	146,996	6/11/2015
Riverview Community Bank	Vancouver, WA	243,500	5/14/2015
Rockford Bank and Trust Company	Rockford, IL	246,000	10/30/2014
Rockland Trust Company	Rockland, MA	238,500	4/30/2015
S&T Bank	Indiana, PA	243,500	7/16/2015
Sabine State Bank and Trust Company	Many, LA	246,000	1/8/2015
Saco & Biddeford Savings Institution	Saco, ME	185,500	10/30/2014
Saco & Biddeford Savings Institution	Saco, ME	58,000	6/11/2015
Santander Bank, N.A.	Wilmington, DE	29,642	1/15/2015
Schaumburg Bank & Trust Company	Schaumburg, IL	246,667	8/8/2015
Seaside National Bank & Trust	Orlando, FL	238,500	4/30/2015
Seaway Bank and Trust Company	Chicago, IL	246,000	1/8/2015
Security Bank	Tulsa, OK	246,000	10/30/2014
Security Bank of California	Riverside, CA	246,000	1/22/2015
Security State Bank	Radcliffe, IA	248,141	None
Sentry Bank (MN)	St. Joseph, MN	247,464	None
Sierra Vista Bank	Folsom, CA	243,500	6/25/2015
Signature Bank	New York, NY	243,500	5/14/2015
Signature Bank, National Association	Toledo, OH	199,503	6/18/2015
Skagit Bank	Burlington, WA	244,500	1/2/2015
Sonabank	McLean, VA	246,384	None
Southern Community	Tullahoma, TN	247,977	None
Southern Independent Bank	Opp, AL	225,459	None
Southwest National Bank	Wichita, KS	138,000	6/25/2015
Southwest National Bank	Wichita, KS	100,500	7/2/2015
SpiritBank	Tulsa, OK	246,000	1/8/2015
St. Charles Bank & Trust Company	St. Charles, IL	246,667	8/8/2015
St. Louis Bank	Town and Country, MO	222,750	6/18/2015
Starion Financial	Bismarck, ND	243,500	5/14/2015
State Bank	Spencer, IA	69,210	1/8/2015
State Bank & Trust Company	Greenwood, MS	246,000	1/22/2015
State Bank Financial	La Crosse, WI	243,500	5/14/2015
State Bank New Richland	New Richland, MN	246,556	None

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
State Bank of Countryside	Countryside, IL	\$ 13,978	1/15/2015
State Bank of Countryside	Countryside, IL	56,500	6/11/2015
State Bank of Southern Utah	Cedar City, UT	246,000	1/8/2015
State Bank of The Lakes	Antioch, IL	246,667	8/8/2015
Sterling Bank	Barron, WI	243,500	6/25/2015
Sterling Bank	Poplar Bluff, MO	248,314	None
Steuben Trust Company	Hornell, NY	243,500	6/25/2015
Stonegate Bank	Fort Lauderdale, FL	66,208	4/30/2015
Stonegate Bank	Fort Lauderdale, FL	18,491	6/25/2015
Suffolk County Natl Bnk of Riverhead	Riverhead, NY	135,927	10/30/2014
Summit Community Bank, Inc	Moorefield, WV	246,000	10/30/2014
Sunrise Bank	Cocoa Beach, FL	244,500	1/15/2015
Surrey Bank & Trust	Mount Airy, NC	246,000	10/30/2014
Susquehanna Bank	Lititz, PA	220,324	1/2/2015
Susquehanna Bank	Lititz, PA	20,676	7/9/2015
Synergy Bank	Houma, LA	246,000	10/30/2014
Texas Champion Bank	Alice, TX	243,500	5/14/2015
Texas Community Bank	Laredo, TX	244,500	1/2/2015
Texas National Bank of Jacksonville	Jacksonville, TX	243,500	5/14/2015
The Bank of Edwardsville	Edwardsville, IL	243,500	5/14/2015
The Bank of Hemet	Riverside, CA	163,000	1/2/2015
The Bank of Missouri	Perryville, MO	222,750	6/18/2015
The Bank of the West	Thomas, OK	222,750	6/18/2015
The Business Bank of Saint Louis	Clayton, MO	91,262	1/22/2015
The Citizens Bank	Batesville, AR	73,187	10/30/2014
The Citizens Bank of Clovis	Clovis, NM	246,000	10/30/2014
The Citizens Banking Company	Sandusky, OH	238,500	7/2/2015
The Delaware County Bank and Trust	Lewis Center, OH	243,500	7/16/2015
The Dime Bank	Honesdale, PA	246,000	1/22/2015
The Fairfield National Bank	Fairfield, IL	222,750	6/18/2015
The First Bank and Trust Company	Lebanon, VA	161,500	4/30/2015
The First Bank and Trust Company	Lebanon, VA	77,000	7/2/2015
The First National Bank of Syracuse	Syracuse, KS	125,000	1/8/2015
The First, N.A.	Damariscotta, ME	244,500	1/2/2015
The Leaders Bank	Oak Brook, IL	238,500	7/2/2015
The Lorain National Bank	Lorain, OH	238,500	7/2/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
The Mercantile Bank of Louisiana	Louisiana, MO	\$ 247,142	None
The Middleburg Bank	Middleburg, VA	246,000	10/30/2014
The Park National Bank	Newark, OH	222,750	6/18/2015
The Pauls Valley National Bank	Pauls Valley, OK	244,500	1/15/2015
The Poca Valley Bank, Inc.	Walton, WV	171,007	1/22/2015
The Security National Bank of Enid	Enid, OK	246,000	1/22/2015
Third Coast Bank, SSB	Humble, TX	74,439	None
Timberland Bank	Hoquiam, WA	243,500	6/25/2015
Touchmark National Bank	Alpharetta, GA	9,482	6/11/2015
Towne Bank	Portsmouth, VA	238,500	7/2/2015
Traditional Bank, Inc.	Mount Sterling, KY	199,464	6/18/2015
Treynor State Bank	Treynor, IA	244,500	1/2/2015
Tri Counties Bank	Chico, CA	246,000	10/30/2014
Tri-State Bank of Memphis	Memphis, TN	243,500	6/25/2015
TriState Capital Bank	Pittsburgh, PA	241,000	7/9/2015
Two Rivers Bank & Trust	Burlington, IA	243,500	6/11/2015
Umpqua Bank	Roseburg, OR	246,000	1/22/2015
Union Bank	Morrisville, VT	243,500	5/14/2015
Union Bank and Trust Company	Lincoln, NE	222,750	6/18/2015
Union First Market Bank	Richmond, VA	71,185	10/30/2014
Union State Bank	Florence, TX	243,500	5/14/2015
United Bank	Parkersburg, WV	71,939	1/8/2015
United Bank	Fairfax, VA	112,286	1/22/2015
United Bank	Fairfax, VA	110,464	6/18/2015
United Bank	Parkersburg, WV	171,561	7/16/2015
United Community Bank	Perham, MN	86,000	1/22/2015
United Community Bank	Perham, MN	157,500	5/14/2015
United Labor Bank, F.S.B.	Oakland, CA	139,616	4/30/2015
United Labor Bank, F.S.B.	Oakland, CA	98,884	6/11/2015
Urban Partnership Bank	Chicago, IL	37,419	6/18/2015
Urban Partnership Bank	Chicago, IL	185,331	6/25/2015
US Bank	St. Paul, MN	201,373	None
Valley Bank	Roanoke, VA	123,732	10/30/2014
Valley Bank	Roanoke, VA	61,500	1/15/2015
Vibra Bank	Chula Vista, CA	243,500	6/25/2015
Virginia National Bank	Charlottesville, VA	246,000	1/8/2015

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Certificates of Deposit (Continued):			
FDIC-Insured (Continued)			
Vision Bank, National Association	Ada, OK	\$ 110,894	10/30/2014
Wallis State Bank	Wallis, TX	246,000	10/30/2014
Washington Federal	Seattle, WA	244,500	1/15/2015
Washington Financial Bank	Washington, PA	244,500	1/2/2015
Washington Trust Bank	Spokane, WA	75	5/14/2015
Washington Trust Bank	Spokane, WA	222,675	6/18/2015
WashingtonFirst Bank	Reston, VA	244,500	1/15/2015
Welch State Bank of Welch, Okla.	Welch, OK	246,000	1/8/2015
West Plains Bank and Trust Company	West Plains, MO	117,621	6/11/2015
Western Alliance Bank	Phoenix, AZ	238,500	7/2/2015
Wheaton Bank & Trust Company	Wheaton, IL	246,668	8/8/2015
		<u>82,518,515</u>	
Collateralized			
BMO Harris Bank	Chicago, IL	30,407,815	5/24/2015
BMO Harris Bank	Chicago, IL	23,312,714	5/31/2015
BMO Harris Bank	Chicago, IL	20,271,925	6/7/2015
Chase Bank	Chicago, IL	172,248,078	8/16/2015
MB Financial Bank	Rosemont, IL	2,532,621	5/8/2015
MB Financial Bank	Rosemont, IL	2,026,097	5/15/2015
MB Financial Bank	Rosemont, IL	2,026,097	5/22/2015
MB Financial Bank	Rosemont, IL	2,532,621	5/29/2015
MB Financial Bank	Rosemont, IL	1,013,048	6/5/2015
Popular Community Bank	Rosemont, IL	10,000,000	10/30/2014
		<u>266,371,016</u>	
		<u>348,889,531</u>	

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
Other Interest-Bearing Bank Deposits			
Money Market Accounts: 44.1%			
FDIC-Insured			
Insured Cash Sweep - ICS	Various Banks	\$ 66,238,844	None
Collateralized			
Associated Bank	Janesville, WI	613,374,794	None
Inland Bank	Lake Zurich, IL	20,007,096	None
Talmer Bank and Trust	Port Huron, MI	<u>50,000,000</u>	None
Total Money Market Accounts		<u>749,620,734</u>	
Collateralized NOW Deposits: 8.4%			
BMO Harris Bank	Chicago, IL	15,052,821	None
MB Financial Bank	Rosemont, IL	40,000,000	None
MB Financial Bank	Rosemont, IL	<u>5,024,932</u>	None
Total Collateralized NOW Deposits		<u>60,077,753</u>	
Total Other Interest-Bearing Bank Deposits		<u>809,698,487</u>	
Repurchase Agreements: 15.2%			
Pennant Management, Inc.	Milwaukee, WI	169,505,715	Overnight
Pennant Management, Inc.	Milwaukee, WI	5,165,499	Overnight
Pennant Management, Inc.	Milwaukee, WI	5,445,464	Overnight
Pennant Management, Inc.	Milwaukee, WI	18,375,912	Overnight
Pennant Management, Inc.	Milwaukee, WI	1,125,000	Overnight
Pennant Management, Inc.	Milwaukee, WI	4,998,782	Overnight
Pennant Management, Inc.	Milwaukee, WI	<u>30,041,595</u>	Overnight
Total Repurchase Agreements		<u>234,657,967</u>	

(Continued)

Illinois Metropolitan Investment Fund

Schedule of Cash and Investments (Continued)

IMET Convenience Series

September 30, 2014

Institution	City and State	Amount	Maturity ²
U.S. Government Agency Obligations: 9.7%			
Federal Home Loan Mortgage Corp.		\$ 25,000,000	5/28/2015
Federal Home Loan Mortgage Corp.		25,000,000	6/23/2015
Federal Home Loan Mortgage Corp.		25,000,000	7/7/2015
Federal Home Loan Mortgage Corp.		25,000,000	8/6/2015
Federal Home Loan Mortgage Corp.		<u>50,000,000</u>	9/24/2015
		<u>150,000,000</u>	
Total cash and short-term investments		<u>\$ 1,543,245,985</u>	

¹ Funds are placed in certificates of deposit with the institutions listed above under *MaxSafe* FDIC-insured certificate of deposit, *Certificate of Deposit Account Registry Service* (CDARS), and *Interbank Deposit Network* (IDN) arrangements with the following institutions:

Institution	City and State	Amount
Old Plank Trail Community Bank	Frankfort, IL	\$ 3,206,667
The Private Bank	Chicago, IL	60,811,848
Anova Financial Corp.	Edenton, NC	<u>18,500,000</u>
		<u>\$ 82,518,515</u>

² Deposits for which the maturity date is listed as "None" have immediate liquidity, and may be withdrawn on any date without penalty.

Other Investments

U.S. Government Agency Obligations:			
Federal Home Loan Mortgage Corp.		\$ 50,000,000	9/20/2016
Federal Home Loan Bank		25,000,000	11/15/2016
Federal Home Loan Mortgage Corp.		25,000,000	12/27/2016
Federal Home Loan Mortgage Corp.		25,000,000	1/17/2017
Federal Home Loan Mortgage Corp.		25,000,000	3/20/2017
Federal Home Loan Mortgage Corp.		25,000,000	5/5/2017
Federal Farm Credit Bureau		25,000,000	6/5/2017
Federal Home Loan Bank		<u>25,000,000</u>	6/9/2017
Total other investments		<u>\$ 225,000,000</u>	

(Concluded)

Illinois Metropolitan Investment Fund
 Schedule of Management Fees
Year Ended September 30, 2014

Type	IMET 1-3 Year Series	IMET Convenience Series	Total
Internal fees	\$ 136,853	\$ 577,512	\$ 714,365
External fees	413,564	826,690	1,240,254
	\$ 550,417	\$ 1,404,202	\$ 1,954,619

Illinois Metropolitan Investment Fund
Schedule of Participants by Concentration
September 30, 2014

Type	Number of Participants	IMET 1-3 Year Series ²	IMET Convenience Series ²	Total ²
Municipal entities	154	83.4 %	54.0 %	57.4 %
Pension funds	52	1.2	1.0	1.0
Other entities ¹	86	15.4	45.0	41.6
	292	100.0 %	100.0 %	100.0 %

¹ Includes townships, school districts, park districts, public library districts, and various local agencies and special districts.

² Percentages are based on the dollar amounts invested with IMET by its participants.

Illinois Metropolitan Investment Fund

Investment Policy - IMET 1-3 Year Series

September 30, 2014

The Illinois Metropolitan Investment Fund (“*IMET*” or “*Fund*”) is an actively managed investment fund for Illinois local governments. The IMET 1-3 Year Fund has a fluctuating net asset value and an average maturity of one-to-three years. Designed for public funds that may be invested for more than one year, IMET invests exclusively in government-backed securities (Treasuries, agencies, and municipals) that are permissible under the IL Public Funds Investment Act..

1.0 Policy

It is the policy of IMET to invest public funds of Illinois governments in a manner which seeks to provide the best return while pursuing the preservation of capital. IMET is designed as an investment vehicle for funds not required to be spent immediately and available for investment in securities with maturities and returns generally greater than those for money market instruments. IMET will conform to Illinois state statutes governing the investment of public funds.

2.0 Funds

Monies invested in this Fund will be those of participating Illinois governments whose treasurers become members of the Fund. Any funds that an Illinois government can invest in under Illinois state statutes are eligible for investment in IMET. This is an intermediate investment fund, however, and short-term cash monies which are needed for immediate liquidity demands will not be encouraged to be invested in this Fund.

3.0 Prudence

The standard of prudence to be used for all investment activities shall be the following “prudent person” standards, as stated below, and shall be applied while conducting all investment transactions.

"Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable preservation of their capital as well as the probable income to be derived."

4.0 Objective

This actively managed portfolio will be invested in certain fixed income securities and cash equivalents. In summary, the investment objectives of IMET are:

- A. Preservation of Principal: Preservation of principal is the foremost objective of IMET. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

Illinois Metropolitan Investment Fund

Investment Policy - IMET 1-3 Year Series (Continued)

September 30, 2014

4.0 Objective (Continued)

- B. Liquidity: IMET will seek to remain sufficiently liquid to allow for withdrawals by Fund members with five business days' notice of that withdrawal to the Fund, and will otherwise remain sufficiently liquid in accordance with prudent fund management.
- C. Return on Investment: IMET's assets will be invested with the objective of obtaining an appropriate market rate of return in relation to the prevailing monetary environment. See also "Performance Standards" herein.

5.0 Delegation of Authority

The Board of Trustees of IMET (the "*Board*") seeks to employ an investment advisor who possesses superior capabilities in the management of assets of the Councils of Governments' governmental bodies. The Board further requires the investment advisor selected and working on its behalf to meet the following set of conditions.

- A. To take, in its discretion, actions which in its best professional judgment are in the best interests of IMET, in accordance with this Investment Policy and the Investment Circular distributed by the Fund, to meet IMET investment objectives. Such actions include but are not limited to (A) the allocation of funds among alternative types of investments; (B) specific investment opportunities regarding the acquisition, retention, or disposition of investments; and (C) the recommendation of the addition, deletion, or modification of authorized investments.
- B. To execute all investment transactions on behalf of the Fund at the best net price, utilizing such brokers and dealers as they deem appropriate to obtain the best execution capabilities and/or valuable information with respect to the economy and the affairs of corporations at the lowest cost to the Fund.
- C. Additional responsibilities as detailed in each investment advisor's agreement with the Board.

6.0 Ethics and Conflicts of Interest

Officers and employees of the Fund involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Employees and investment officials shall disclose to the IMET chairperson any material financial interests in financial institutions that conduct business with IMET, and they shall further disclose any large personal financial/investment positions that could be related to the performance of IMET, particularly with regard to the time of purchases and sales.

Illinois Metropolitan Investment Fund

Investment Policy - IMET 1-3 Year Series (Continued)

September 30, 2014

7.0 Authorized Financial Dealers and Institutions

The advisor will make investments only in those investments specifically authorized in the Public Investment Act of the State of Illinois (30 ILCS 235/1) (the “*Investment Act*”). The administrator shall perform its duties in conformance with the Declaration of Trust, By-Laws, and Investment Circular of the Fund. The distributor shall be competent and fully qualified under federal and state securities laws and the rules and regulations of the Comptroller of the Currency or the National Association of Securities Dealers, as applicable, to engage in marketing and sales efforts.

8.0 Authorized and Suitable Investments

All investments shall be made in compliance with the Investment Act, including, without limitation, the definition of “agency” contained therein. In seeking to achieve its investment objective, the Fund intends to invest under normal market conditions at least fifty percent (50%) in (i) obligations issued or secured by the U.S. Government and/or its agencies and/or (ii) money market mutual funds that are permitted investments under the Investment Act, and/or (iii) interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois, or any other state, or of any political subdivision or agency of the State of Illinois or of any other state, whether the interest earned thereon is taxable or tax-exempt under federal law. In extraordinary circumstances, such as when the investment advisor believes that market conditions indicate that the Fund should adopt a temporary defensive position, the Fund may invest up to one hundred percent (100%) in cash and/or such money market mutual funds.

The Fund portfolio is restricted to a maximum dollar weighted-average maturity of five years or less, under normal conditions. The net asset value will fluctuate on a daily basis according to the change in market value of its underlying portfolio obligations.

The following are additional investment restrictions:

- (i) All fixed income securities (other than obligations of the U.S. or its agencies or obligations of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois or any other state, or of any political subdivision or agency of the State of Illinois or of any other state) at the time of purchase shall be rated at the highest rating classification established by at least two standard rating services (without regard to any refinement or gradation of rating category by numerical modifier or otherwise). However, issues that are reclassified after purchase so that they are no longer at the highest classifications established by at least two standard rating services may be sold by the advisor to the Fund after the date of the security’s reclassification or held to maturity, in either case based on the investment advisor’s discretion.

Illinois Metropolitan Investment Fund

Investment Policy - IMET 1-3 Year Series (Continued)

September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

- (ii) All interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois, or any other state, or any political subdivision or agency of the State of Illinois or any other state, whether the interest earned thereon is taxable or tax-exempt under federal law at the time of purchase shall be rated within the four highest general classifications (i.e. obligations rated A or higher by Standard & Poor's or A or higher by Moody's, without regard to any refinement or gradation of rating category by numerical modifier or otherwise) established by a rating service of nationally recognized expertise in rating bonds of states and their political subdivisions.

- (iii) Mortgage pass-through securities must be issued by an agency of the United States government. There are three major types of such agency pass-throughs, guaranteed by three organizations: Government National Mortgage Association ("*Ginnie Mae*"), Federal Home Loan Mortgage Corporation ("*Freddie Mac*"), and Federal National Mortgage Association ("*Fannie Mae*"). Pass-through securities or collateralized mortgage obligations of Fannie Mae are not permitted investments under Illinois law. In addition, privately structured and issued mortgage pass-through securities or collateralized mortgage obligations are not permitted investments.

- (iv) All investments are required to be made in compliance with the Investment Act, including, without limitation, the definition of "agency" contained therein.

Illinois Metropolitan Investment Fund
Investment Policy - IMET 1-3 Year Series (Continued)
September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

The following transactions are prohibited in the portfolio managed by the investment advisor.

- 1) Reverse repurchase agreements.
- 2) Common or preferred stocks.
- 3) Futures and options.
- 4) Margin purchases or intentional use of leverage.
- 5) Private or direct placements.
- 6) Commodities.
- 7) Direct ownership of real estate or mortgages.
- 8) Non-U.S. dollar-denominated securities.
- 9) Stripped mortgage-backed securities (*i.e.* , interest-only (IO) and principal-only (PO) securities).
- 10) Convertible notes or bonds.
- 11) Purchase, participation, or other direct interest in gas, oil, or other mineral exploration or development programs.
- 12) Collateralized mortgage obligations.
- 13) Lending of Fund securities.
- 14) Structured notes—however, the Portfolio may invest in federal government agency securities whose coupon rates are scheduled to “step up” (*i.e.* increase) one or more times before they mature.
- 15) Investments not allowed under the Investment Act.

Illinois Metropolitan Investment Fund
Investment Policy - IMET 1-3 Year Series (Continued)
September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

The advisor shall indemnify and make whole the Fund and its shareholders for any losses incurred by the Fund as a result of the advisor's own or any subadvisor's gross negligence or its failure to comply with the provisions of the Investment Act as those provisions are communicated to the investment advisor in writing by IMET or by IMET's legal counsel.

9.0 Safekeeping and Custody

Securities purchased for IMET, as well as collateral for repurchase agreements, shall be delivered against payment and held in a custodial safekeeping account with a broker or bank acting as custodian. The custodian will be designated by the Board and all transactions will be evidenced by safekeeping receipts or confirmations.

10.0 Diversification

Fixed income securities in the Fund will have the following characteristics:

- A) United States Treasury, agency, and agency mortgage pass-through securities may be used without limitation. Under normal market conditions, such obligations, along with money market mutual funds that are permitted investments under the Investment Act, will constitute at least 50% of the portfolio.
- B) Commercial paper investment, pursuant to Illinois law, must mature within 180 days from the date of purchase and cannot exceed 10% of the corporation's total commercial paper. The Fund will have no more than one-third of its monies invested in commercial paper.
- C) At no time may the portfolio own more than 5% of the outstanding amount of any one fixed income issue (other than securities of the United States Government or its agencies) or have more than 7% of its total assets invested in the securities (including cash equivalents) of any permissible fixed income issuer (other than securities of the United States government or its agencies) without prior notification and approval of the Board.

11.0 Maturities

Portfolio duration is to be maintained within 25% of that of the Barclay's Capital 1-3 Year Government Bond Index under normal conditions; *provided, however*, that the portfolio's dollar weighted-average maturity will not exceed five years under normal conditions. Individual securities may have remaining maturities of greater than five years, but in any event not greater than ten years from the date of the Fund's purchase thereof. The remaining life of any agency mortgage pass-through security will be determined based on the weighted-average life of the security.

Illinois Metropolitan Investment Fund

Investment Policy - IMET 1-3 Year Series (Continued)

September 30, 2014

12.0 Internal Control

The advisor shall establish a system of internal controls, which shall be documented in writing. The controls shall be annually reviewed by their auditor and shall be designed to prevent losses of public funds arising from failure to comply with the provisions of the Investment Act, fraud, employee error, misrepresentation by third parties, or imprudent actions by employees and officers of the firm. The advisor shall at all times have in place a fidelity bond or bonds covering the actions of its employees and officers relating to fraud, theft, dishonesty, and other willful acts which may result in the loss of Fund assets. Such bond or bonds shall be maintained in amounts not less than \$5,000,000 per occurrence and \$10,000,000 in the annual aggregate, covering its duties. The advisor will also maintain a fidelity bond against employee theft, dishonesty, and related risk, and cover its duties in an amount not less than \$10,000,000 in the annual aggregate.

13.0 Performance Standards

IMET's investment strategy is targeted active management. The performance objective for this portfolio is to meet or exceed the Lehman Brothers 1-3 Year Government Bond Index (the benchmark) prior to payment of Fund expenses.

14.0 Reporting

The advisor shall report to the Board at least quarterly on:

- A) Performance as compared to the benchmark.
- B) Asset allocation and duration as compared to the benchmark.
- C) Any deviation from the guidelines herein established.
- D) Significant changes in the portfolio under their management during the quarter.
- E) Economic and investment outlook for the near and long term.
- F) Monthly purchase and sale transactions.
- G) Any change in key personnel.

Illinois Metropolitan Investment Fund
Investment Policy - IMET 1-3 Year Series (Continued)
September 30, 2014

15.0 Investment Policy Adoption

IMET's investment policy shall be adopted by resolution of the Board. The policy shall be reviewed annually by the Board and any modifications made thereto must be approved by the Board.

(Concluded)

Last amended June 19, 2013

Illinois Metropolitan Investment Fund

Investment Policy - IMET Convenience Series

September 30, 2014

The Illinois Metropolitan Investment Fund (“*IMET*” or “*Fund*”) is an actively managed investment fund for Illinois local governments. IMET’s Convenience Series (“Convenience Series”) is a short-term vehicle for use exclusively by members of IMET. This policy applies to the investment of Convenience Series funds. The Convenience Series is designed as an investment vehicle for: a) near-term investment of funds intended for eventual placement into the IMET 1-3 Year Series, b) the investment of bond proceeds, and c) any purpose deemed necessary and beneficial by Fund participants.

1.0 Governing Authority

It is the policy of IMET to invest public funds of Illinois governments in a manner which seeks to provide the best return while pursuing the preservation of capital. The Convenience Series will conform to Illinois state statutes governing the investment of public funds.

2.0 Funds

Monies invested in this Convenience Series will be those of participating Illinois governments whose treasurers are members of the IMET. Any funds that an Illinois government can invest in under Illinois state statutes are eligible for investment in the Convenience Series.

3.0 Prudence

The standard of prudence to be used for all investment activities shall be the following “prudent person” standards, as stated below, and shall be applied while conducting all investment transactions.

"Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable preservation of their capital as well as the probable income to be derived."

4.0 Objective

This portfolio will be invested in certain fixed income securities and cash equivalents. In summary, the investment objectives of the Convenience Series are:

- A. Preservation of Principal: Preservation of principal is the foremost objective of the Convenience Series. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

4.0 Objective (Continued)

- B. Liquidity: The Convenience Series will seek to remain sufficiently liquid to accommodate Convenience Series members and will otherwise remain sufficiently liquid in accordance with prudent fund management.
- C. Return on Investment: The Convenience Series' assets will be invested with the objective of obtaining an appropriate market rate of return in relation to the prevailing monetary environment. See also "Performance Standards" herein.

5.0 Delegation of Authority

The Board of Trustees of IMET and of the Convenience Series (the "*Board*") seeks to employ financial institutions possessing established capabilities in the management of assets of the Councils of Governments' governmental bodies. The Board further requires the financial institution(s) selected and working on its behalf to meet the following set of conditions.

- A. To take, in its discretion, to the extent allowed by the financial institution's agreement with IMET, actions which in its best professional judgment are in the best interests of the Convenience Series, in accordance with this Investment Policy distributed by IMET, to meet Convenience Series investment objectives. Such actions include but are not limited to (A) the allocation of funds among alternative types of investments; (B) specific investment opportunities regarding the acquisition, retention, or disposition of investments; and (C) the recommendation of the addition, deletion, or modification of authorized investments.
- B. To execute all investment transactions on behalf of the Convenience Series at the best net price, utilizing such brokers and dealers as deemed appropriate to obtain the best execution capabilities and/or valuable information with respect to the economy and the affairs of corporations at the lowest cost to the Convenience Series.
- C. Additional responsibilities as detailed in each financial institution's agreement with the Board.

Illinois Metropolitan Investment Fund

Investment Policy - IMET Convenience Series (Continued)

September 30, 2014

6.0 Ethics and Conflicts of Interest

Officers and employees of the Convenience Series involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Employees and investment officials shall disclose to the Board chairperson any material financial interests in financial institutions that conduct business with IMET and the Convenience Series, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the Convenience Series, particularly with regard to the time of purchases and sales.

7.0 Authorized Financial Dealers and Institutions

The financial institution(s) will make investments only in those investments specifically authorized by the Public Investment Act of the State of Illinois (30 ILCS 235/1) (the "*Investment Act*") and by this Investment Policy. The financial institution(s) shall perform its duties in conformance with the IMET Declaration of Trust, the IMET By-Laws, and the Convenience Series Investment Policy. The distributor shall be competent and fully qualified under federal and state securities laws and the rules and regulations of the Comptroller of the Currency or the National Association of Securities Dealers, as applicable, to engage in marketing and sales efforts.

8.0 Authorized and Suitable Investments

The investments permitted by this policy are those defined by the Investment Act, including, without limitation, the definition of "agency" contained therein. In seeking to achieve its investment objective, the Convenience Series intends to invest under normal market conditions at least fifty percent (50%) in (i) interest-bearing savings accounts, interest-bearing certificates of deposit, or interest-bearing time deposits, or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act, or (ii) money market mutual funds that are permitted investments under the Investment Act, or (iii) securities now or hereafter issued that constitute direct obligations of the U.S. Treasury which are guaranteed by the full faith and credit of the United States of America as to principal and interest, or (iv) other similar obligations of the United States of America or its agencies, or (v) interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois, or any other state, or of any political subdivision or agency of the State of Illinois or of any other state, whether the interest earned thereon is taxable or tax-exempt under federal law. In circumstances when the investment advisor believes that market conditions indicate that the Convenience Series should adopt a defensive position, the Convenience Series may invest up to one hundred percent (100%) in bank obligations and/or such money market mutual funds.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

The Convenience Series portfolio is restricted to a maximum dollar weighted-average maturity of one year or less, under normal conditions. The Convenience Series will be managed so as to maintain a stable \$1.00 share price, although there is no guarantee that it will do so.

The following are additional investment restrictions:

- (i) All fixed income securities (other than obligations of the U.S., treasury, agencies, instrumentalities, repurchase agreements, or obligations of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois or any other state, or of any political subdivision or agency of the State of Illinois or of any other state) at the time of purchase shall be rated at the highest rating classification established by at least two standard rating services (without regard to any refinement or gradation of rating category by numerical modifier or otherwise). However, issues that are reclassified after purchase so that they are no longer at the highest classifications established by at least two standard rating services may be sold by the financial institution(s) maintaining the Convenience Series after the date of the security's reclassification or held to maturity, in either case based on the financial institutions' discretion.
- (ii) All interest bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district, of the State of Illinois, or any other state, or of any political subdivision or agency of the State of Illinois or of any other state, whether the interest earned thereon is taxable or tax-exempt under federal law at the time of purchase shall be rated within the four highest general classifications (i.e. obligations rated A or higher by Standard & Poor's or A or higher by Moody's, without regard to any refinement or gradation of rating category by numerical modifier or otherwise) established by a rating service of nationally recognized expertise in rating bonds of states and their political subdivisions.
- (iii) Mortgage pass-through securities must be issued by an agency of the United States government and must have a liquid market with a readily determinable market value. There are three major types of such agency pass-throughs, guaranteed by three organizations: Government National Mortgage Association ("*Ginnie Mae*"), Federal Home Loan Mortgage Corporation ("*Freddie Mac*"), and Federal National Mortgage Association ("*Fannie Mae*"). Pass-through securities or collateralized mortgage obligations of Fannie Mae are not permitted investments under Illinois law. In addition, privately structured and issued mortgage pass-through securities or collateralized mortgage obligations are not permitted investments.
- (iv) All investments are required to be made in compliance with the Investment Act, including, without limitation, the definition of "agency" contained therein.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

The following transactions are prohibited in the portfolio:

- 1) Reverse repurchase agreements.
- 2) Common or preferred stocks.
- 3) Futures and options.
- 4) Margin purchases or intentional use of leverage.
- 5) Private or direct placements.
- 6) Commodities.
- 7) Direct ownership of real estate or mortgages.
- 8) Non-U.S. dollar-denominated securities.
- 9) Stripped mortgage-backed securities (*i.e.*, interest-only (IO) and principal-only (PO) securities).
- 10) Convertible notes or bonds.
- 11) Purchase, participation, or other direct interest in gas, oil, or other mineral exploration or development programs.
- 12) Collateralized mortgage obligations.
- 13) Lending of Convenience Series securities.
- 14) Structured notes—however, the Portfolio may invest in federal government agency securities whose coupon rates are scheduled to “step up” (*i.e.* increase) one or more times before they mature.
- 15) Investments not allowed under the Investment Act.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

8.0 Authorized and Suitable Investments (Continued)

The advisor shall indemnify and make whole the Convenience Series and its shareholders for any losses incurred by the Convenience Series as a result of the advisor's own or any subadvisor's gross negligence or its failure to comply with the provisions of the Investment Act as those provisions are communicated to the investment advisor in writing by the Convenience Series or by the Convenience Series' legal counsel.

9.0 Collateralization

The obligations of financial institutions with respect to the Convenience Fund's deposits which exceed the sum of the Federal Deposit Insurance Corporation's insurance limitation (the "Overage Amounts") that are collateralized by government securities will be collateralized by such financial institutions in an amount equal to at least 105% of such Overage Amount.

Other collateral used by financial institutions for such purposes shall be in a form and amount (but not less than 100%) deemed acceptable by the Board, including, but not limited to, letters of credit, guaranteed loan pools and FDIC insurance. The financial institution will monitor the collateral on at least a daily basis, and make adjustments as necessary.

10.0 Safekeeping and Custody

Securities purchased for the Convenience Series, as well as collateral for repurchase agreements, shall be delivered against payment and held in a custodial safekeeping account with a broker or bank acting as custodian. The custodian will be designated by the Board and all transactions will be evidenced by safekeeping receipts or confirmations.

11.0 Diversification

Fixed income securities in the Convenience Series will have the following characteristics:

- a) No more than 50 percent of the portfolio may be invested beyond 12 months, and the weighted-average maturity of the portfolio generally shall not exceed one year.
- b) The following instruments may be used without limitation:
 - i) Interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits, or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

11.0 Diversification (Continued)

- ii) Money market mutual funds registered under the Investment Company Act of 1940, provided that the portfolio of any such money market mutual fund is limited to obligations of the U.S. Treasury and its agencies as defined by Illinois law.

12.0 Maturities

At least 50 percent of the Fund's investments are expected to mature in the short-term (397 days or less), and the dollar-weighted average portfolio maturity of the Convenience Series will not exceed one year under normal conditions. Individual securities may have remaining maturities of greater than one year, but in any event not greater than five years from the date of the Convenience Series' purchase thereof. The remaining life of any agency mortgage pass-through security will be determined based on the weighted-average life of the security.

13.0 Internal Control

The financial institution(s) shall establish a system of internal controls, which shall be documented in writing. The controls shall be annually reviewed by their auditor and shall be designed to prevent losses of public funds arising from failure to comply with the provisions of the Investment Act, fraud, employee error, misrepresentation by third parties, or imprudent actions by employees and officers of the firm. The financial institution(s) shall at all times have in place a fidelity bond or bonds covering the actions of its employees and officers relating to fraud, theft, dishonesty, and other willful acts which may result in the loss of Convenience Series assets. Such bond or bonds shall be maintained in amounts not less than \$5,000,000 per occurrence and \$10,000,000 in the annual aggregate, covering its duties. The financial institution(s) will also maintain a fidelity bond against employee theft, dishonesty, and related risk, and cover its duties in an amount not less than \$10,000,000 in the annual aggregate.

14.0 Performance Standards

The Convenience Series' investment strategy is designed so that the Convenience Series may maintain a stable \$1.00 per share price, although there is no guarantee that it will do so. The investment portfolio will be managed in accordance with the parameters specified within this policy. The portfolio shall be designed with the objective of regularly meeting or exceeding the selected performance benchmark of Fed Funds, gross of fees. This index is considered a benchmark for lower risk investment transactions and, therefore, comprises an appropriate standard for the portfolio's rate of return.

Illinois Metropolitan Investment Fund
Investment Policy - IMET Convenience Series (Continued)
September 30, 2014

15.0 Reporting

The financial institution(s) shall report to the Board at least quarterly on:

- a. Performance as compared to the benchmark.
- b. Asset allocation and duration as compared to the benchmark.
- c. Any deviation from the guidelines herein established.
- d. Significant changes in the portfolio under their management during the quarter.
- e. Economic and investment outlook for the near and long term.
- f. Monthly purchase and sale transactions.
- g. Any change in key personnel.

16.0 Investment Policy Adoption

The Convenience Series' investment policy shall be adopted by resolution of the Board. The policy shall be reviewed annually by the Board and any modifications made thereto must be approved by the Board.

(Concluded)

Last amended May 16, 2014

STATISTICAL SECTION (Unaudited)

Illinois Metropolitan Investment Fund

Index for Statistical Section

September 30, 2014

This part of the Illinois Metropolitan Investment Fund's (IMET's) comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about IMET's overall financial health. Revenue capacity, debt capacity, and operating information are not applicable to IMET.

Contents

Page (s)

Financial Trends

These schedules contain trend information to help the reader understand how IMET's financial performance and well-being have changed over time.

Schedule of net position - enterprise funds - last ten fiscal years	71 - 72
Schedule of changes in net position - IMET 1-3 Year Series - last ten fiscal years	73 - 74
Schedule of changes in net position - IMET Convenience Series - last ten fiscal years	75 - 76
Schedule of changes in net position - IMET Administration Fund - last four fiscal years	77

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment in which IMET's activities take place.

Principal employers - State of Illinois - fiscal years 2013 and 2004	78
Demographic and economic statistics - State of Illinois - calendar years 2003-2012	79

Illinois Metropolitan Investment Fund
SCHEDULE OF NET POSITION - ENTERPRISE FUNDS
Last Ten Fiscal Years

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net position held in trust for participants				
Enterprise funds				
IMET 1-3 Year Series ¹	\$ 232,311,616	\$ 280,917,840	\$ 334,346,520	\$ 312,144,822
IMET Convenience Series	1,768,754,593	1,390,063,626	1,049,300,081	663,304,925
IMET Administration Fund ¹	<u>1,774,377</u>	<u>1,669,020</u>	<u>1,558,408</u>	<u>54,757</u>
Total enterprise funds	<u>\$ 2,002,840,586</u>	<u>\$ 1,672,650,486</u>	<u>\$ 1,385,205,009</u>	<u>\$ 975,504,504</u>
Number of units outstanding				
Enterprise funds				
IMET 1-3 Year Series ¹	12,158,529	14,757,571	17,589,148	16,400,694
IMET Convenience Series	<u>1,768,754,593</u>	<u>1,390,063,626</u>	<u>1,049,300,081</u>	<u>663,304,925</u>
Total units outstanding - enterprise funds	<u>1,780,913,122</u>	<u>1,404,821,197</u>	<u>1,066,889,229</u>	<u>679,705,619</u>
Price per unit				
IMET 1-3 Year Series ¹	\$ 19.107	\$ 19.036	\$ 19.009	\$ 19.032
IMET Convenience Series	1.000	1.000	1.000	1.000

¹ IMET's operations activities were included in the 1-3 Year Series in fiscal years 2005 - 2010 and, in fiscal year 2011, through December 31, 2010. Effective January 1, 2011, those activities were reported separately in the Administration Fund.

Data Source: Illinois Metropolitan Investment Fund Comprehensive Annual Financial Reports

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	375,985,312	\$ 319,459,941	\$ 181,920,272	\$ 132,424,610	\$ 130,764,704	\$ 170,651,850
	508,709,545	330,874,968	221,126,359	254,508,762	218,964,199	118,389,298
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	<u>884,694,857</u>	<u>650,334,909</u>	<u>403,046,631</u>	<u>386,933,372</u>	<u>349,728,903</u>	<u>289,041,148</u>
	19,910,917	17,300,260	10,279,838	7,877,633	8,213,887	11,118,439
	<u>508,709,545</u>	<u>330,874,968</u>	<u>221,126,359</u>	<u>254,508,762</u>	<u>218,964,199</u>	<u>118,389,298</u>
	<u>528,620,462</u>	<u>348,175,228</u>	<u>231,406,197</u>	<u>262,386,395</u>	<u>227,178,086</u>	<u>129,507,737</u>
\$	18.883	\$ 18.466	\$ 17.697	\$ 16.810	\$ 15.920	\$ 15.349
	1.000	1.000	1.000	1.000	1.000	1.000

Illinois Metropolitan Investment Fund
SCHEDULE OF CHANGES IN NET POSITION - IMET 1-3 YEAR SERIES
Last Ten Fiscal Years

	2014 ¹	2013 ¹	2012 ¹	2011 ^{1,2}
Additions				
Investment income				
Interest	\$ 1,597,291	\$ 1,566,463	\$ 2,994,982	\$ 4,742,901
Net appreciation (depreciation) in fair value of investments	(101,243)	(427,635)	(1,099,843)	(1,550,493)
Total income	1,496,048	1,138,828	1,895,139	3,192,408
Expenses				
Investment advisory fees	246,961	302,676	319,746	-
Transfer agent and fund accounting fees	141,907	178,221	191,848	-
Custodial fees	24,696	30,268	31,977	-
Total expenses	413,564	511,165	543,571	-
Net investment income	1,082,484	627,663	1,351,568	3,192,408
Unit transactions				
Proceeds from sale of units to participants	8,902,659	28,402,479	59,105,373	52,098,847
Total additions	9,985,143	29,030,142	60,456,941	55,291,255
Deductions				
Administrative expenses:				
Management and administrative services	136,853	228,570	335,737	845,008
Compensation and related expenses	-	-	-	58,276
Professional services	-	-	-	9,684
Insurance	-	-	-	7,500
Audit	-	-	-	7,200
Marketing	-	-	-	5,615
Administrative and other	-	-	-	20,163
Less reimbursement for operating expenses	-	-	-	(223,096)
Total administrative expenses	136,853	228,570	335,737	730,350
Cost of units redeemed by participants	58,454,514	82,230,252	36,584,138	118,401,395
Total deductions	58,591,367	82,458,822	36,919,875	119,131,745
Transfers out	-	-	(1,335,368)	-
Net increase (decrease) in net position held in trust for participants	(48,606,224)	(53,428,680)	22,201,698	(63,840,490)
Net position held in trust for participants:				
Beginning of year	280,917,840	334,346,520	312,144,822	375,985,312
End of year	\$ 232,311,616	\$ 280,917,840	\$ 334,346,520	\$ 312,144,822

¹ IMET's operations activities were included in the 1-3 Year Series in fiscal years 2005 - 2010 and, in fiscal year 2011, through December 31, 2010. Effective January 1, 2011, those activities were reported separately in the Administration Fund.

² For fiscal years 2011 and prior, investment advisory fees, transfer agent and fund accounting fees, and custodial fees were included in management and administrative services expense.

Data Source: Illinois Metropolitan Investment Fund Comprehensive Annual Financial Reports

	<u>2010²</u>	<u>2009²</u>	<u>2008²</u>	<u>2007²</u>	<u>2006²</u>	<u>2005²</u>
\$	6,584,917	\$ 7,077,345	\$ 6,752,159	\$ 5,884,703	\$ 5,266,639	\$ 6,424,115
	<u>1,486,358</u>	<u>3,023,693</u>	<u>1,771,280</u>	<u>1,646,788</u>	<u>21,150</u>	<u>(4,237,413)</u>
	<u>8,071,275</u>	<u>10,101,038</u>	<u>8,523,439</u>	<u>7,531,491</u>	<u>5,287,789</u>	<u>2,186,702</u>
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>8,071,275</u>	<u>10,101,038</u>	<u>8,523,439</u>	<u>7,531,491</u>	<u>5,287,789</u>	<u>2,186,702</u>
	<u>161,712,850</u>	<u>185,947,494</u>	<u>59,565,003</u>	<u>9,505,793</u>	<u>15,678,873</u>	<u>1,568,103</u>
	<u>169,784,125</u>	<u>196,048,532</u>	<u>68,088,442</u>	<u>17,037,284</u>	<u>20,966,662</u>	<u>3,754,805</u>
	679,686	495,909	331,965	254,613	402,435	278,609
	256,891	199,779	161,919	222,580	210,777	203,018
	43,279	34,920	15,000	44,818	18,442	28,284
	30,049	30,241	33,127	32,836	32,542	32,041
	20,500	22,150	18,867	16,400	15,900	24,750
	21,623	31,872	35,648	38,013	33,135	27,920
	78,911	110,532	81,516	68,194	58,399	44,316
	<u>(743,221)</u>	<u>(295,558)</u>	<u>(245,204)</u>	<u>(271,353)</u>	<u>(363,527)</u>	<u>-</u>
	387,718	629,845	432,838	406,101	408,103	638,938
	<u>112,871,036</u>	<u>57,879,018</u>	<u>18,159,942</u>	<u>14,971,277</u>	<u>60,445,705</u>	<u>117,574,563</u>
	<u>113,258,754</u>	<u>58,508,863</u>	<u>18,592,780</u>	<u>15,377,378</u>	<u>60,853,808</u>	<u>118,213,501</u>
	-	-	-	-	-	-
	56,525,371	137,539,669	49,495,662	1,659,906	(39,887,146)	(114,458,696)
	<u>319,459,941</u>	<u>181,920,272</u>	<u>132,424,610</u>	<u>130,764,704</u>	<u>170,651,850</u>	<u>285,110,546</u>
\$	<u><u>375,985,312</u></u>	<u><u>319,459,941</u></u>	<u><u>181,920,272</u></u>	<u><u>132,424,610</u></u>	<u><u>130,764,704</u></u>	<u><u>170,651,850</u></u>

Illinois Metropolitan Investment Fund
SCHEDULE OF CHANGES IN NET POSITION - IMET CONVENIENCE SERIES
Last Ten Fiscal Years

	2014	2013	2012	2011 ¹
Additions				
Investment income				
Interest	\$ 6,582,520	\$ 4,897,189	\$ 2,913,789	\$ 2,409,716
Expenses				
Transfer agent and fund accounting fees	826,690	650,812	443,705	-
Net investment income	5,755,830	4,246,377	2,470,084	2,409,716
Unit transactions				
Proceeds from sale of units to participants	1,518,233,091	1,275,361,156	1,097,507,758	737,235,175
Distributions reinvested by participants	4,986,178	3,686,415	2,003,950	1,544,472
Total unit transactions	1,523,219,269	1,279,047,571	1,099,511,708	738,779,647
Total additions	1,528,975,099	1,283,293,948	1,101,981,792	741,189,363
Deductions				
Administrative expenses:				
Management and administrative services	577,512	457,330	353,558	827,559
Distributions of income to participants	5,178,318	3,789,047	2,116,526	1,582,157
Cost of units redeemed by participants	1,094,086,159	938,284,026	713,516,552	584,184,267
Total deductions	1,099,841,989	942,530,403	715,986,636	586,593,983
Transfer to Liquidating Trust	(50,442,143)	-	-	-
Net increase (decrease) in net position held in trust for participants	378,690,967	340,763,545	385,995,156	154,595,380
Net position held in trust for participants:				
Beginning of year	1,390,063,626	1,049,300,081	663,304,925	508,709,545
End of year	\$ 1,768,754,593	\$ 1,390,063,626	\$ 1,049,300,081	\$ 663,304,925

¹ For fiscal years 2011 and prior, transfer agent and fund accounting fees were included in management and administrative services expense.

Data Source: Illinois Metropolitan Investment Fund Comprehensive Annual Financial Reports

<u>2010¹</u>	<u>2009¹</u>	<u>2008¹</u>	<u>2007¹</u>	<u>2006¹</u>	<u>2005¹</u>
\$ <u>2,577,858</u>	\$ <u>1,687,833</u>	\$ <u>7,628,873</u>	\$ <u>12,907,429</u>	\$ <u>8,925,306</u>	\$ <u>1,851,089</u>
-	-	-	-	-	-
<u>2,577,858</u>	<u>1,687,833</u>	<u>7,628,873</u>	<u>12,907,429</u>	<u>8,925,306</u>	<u>1,851,089</u>
553,727,334	267,401,336	104,123,895	90,392,635	133,578,647	132,774,312
<u>1,486,176</u>	<u>1,246,570</u>	<u>7,241,234</u>	<u>12,494,649</u>	<u>8,469,957</u>	<u>1,724,801</u>
<u>555,213,510</u>	<u>268,647,906</u>	<u>111,365,129</u>	<u>102,887,284</u>	<u>142,048,604</u>	<u>134,499,113</u>
<u>557,791,368</u>	<u>270,335,739</u>	<u>118,994,002</u>	<u>115,794,713</u>	<u>150,973,910</u>	<u>136,350,202</u>
977,919	438,182	387,639	412,780	455,349	126,288
1,599,939	1,249,651	7,241,234	12,494,649	8,469,957	1,724,801
<u>377,378,933</u>	<u>158,899,297</u>	<u>144,747,532</u>	<u>67,342,721</u>	<u>41,473,703</u>	<u>28,434,893</u>
<u>379,956,791</u>	<u>160,587,130</u>	<u>152,376,405</u>	<u>80,250,150</u>	<u>50,399,009</u>	<u>30,285,982</u>
-	-	-	-	-	-
177,834,577	109,748,609	(33,382,403)	35,544,563	100,574,901	106,064,220
<u>330,874,968</u>	<u>221,126,359</u>	<u>254,508,762</u>	<u>218,964,199</u>	<u>118,389,298</u>	<u>12,325,078</u>
\$ <u><u>508,709,545</u></u>	\$ <u><u>330,874,968</u></u>	\$ <u><u>221,126,359</u></u>	\$ <u><u>254,508,762</u></u>	\$ <u><u>218,964,199</u></u>	\$ <u><u>118,389,298</u></u>

Illinois Metropolitan Investment Fund
SCHEDULE OF CHANGES IN NET POSITION - IMET ADMINISTRATION FUND
Last Four Fiscal Years

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011¹</u>
Additions				
Charges for administrative services	\$ 714,357	\$ 685,900	\$ 692,576	\$ 540,903
Interest	5,264	5,107	5,305	3,776
Other income	<u>1,347</u>	<u>100</u>	<u>1,188</u>	<u>166</u>
Total additions	<u>720,968</u>	<u>691,107</u>	<u>699,069</u>	<u>544,845</u>
Deductions				
Administrative expenses:				
Management and administrative services	55,989	67,193	6,503	54,910
Compensation and related expenses	338,952	290,129	275,452	205,887
Professional services	30,049	34,364	47,544	59,198
Insurance	55,243	52,669	51,110	44,341
Audit	21,750	21,500	20,000	14,800
Marketing	21,088	21,637	29,723	24,784
Administrative and other	<u>92,540</u>	<u>93,003</u>	<u>100,454</u>	<u>86,168</u>
Total deductions	<u>615,611</u>	<u>580,495</u>	<u>530,786</u>	<u>490,088</u>
Transfers in	<u>-</u>	<u>-</u>	<u>1,335,368</u>	<u>-</u>
Net increase in net position held in trust for participants	105,357	110,612	1,503,651	54,757
Net position held in trust for participants:				
Beginning of year	<u>1,669,020</u>	<u>1,558,408</u>	<u>54,757</u>	<u>-</u>
End of year	<u>\$ 1,774,377</u>	<u>\$ 1,669,020</u>	<u>1,558,408</u>	<u>\$ 54,757</u>

¹ IMET's operations activities were included in the 1-3 Year Series through December 31, 2010. Effective January 1, 2011, those activities were reported separately in the Administration Fund.

Data Source: Illinois Metropolitan Investment Fund Comprehensive Annual Financial Reports

Illinois Metropolitan Investment Fund
PRINCIPAL EMPLOYERS - STATE OF ILLINOIS
FISCAL YEARS 2013 AND 2004

2013 *

Employer	Employees	% of Total Employment
State of Illinois	62,836	1.05%
U.S. Government	52,700	0.88%
Wal-Mart	49,471	0.82%
AB Acquisitions LLC	45,439	0.76%
Chicago School Board	40,145	0.67%
Walgreen Co.	32,043	0.53%
City of Chicago	31,977	0.53%
University of Illinois	29,485	0.49%
U.S. Postal Service	28,500	0.47%
USF Holding Corp.	26,487	0.44%
	<u>399,083</u>	<u>6.64%</u>

2004

Employer	Employees	% of Total Employment
State of Illinois	75,412	1.27%
U.S. Government	49,900	0.84%
Chicago School Board	39,402	0.67%
U.S. Postal Service	39,900	0.67%
City of Chicago	35,983	0.61%
Jewel Food Stores	30,050	0.51%
Wal-Mart	29,940	0.51%
University of Illinois	28,321	0.48%
Motorola	24,075	0.41%
Caterpillar Inc.	21,320	0.36%
	<u>374,303</u>	<u>6.33%</u>

* 2013 information is the most recent information available.

Note: Information presented is representative of the State of Illinois as a whole.

Data Source: State of Illinois Comprehensive Annual Financial Report June 30, 2013

Illinois Metropolitan Investment Fund
 DEMOGRAPHIC AND ECONOMIC STATISTICS - STATE OF ILLINOIS
 CALENDAR YEARS 2003 - 2012

Year	(a) Population	(b) Per Capita Income	(a) x (b) Personal Income	Unemployment Rate
2012 *	12,875,000	\$ 45,833	\$ 590,099,875,000	8.9%
2011	12,860,000	44,105	567,190,300,000	9.7%
2010	12,840,000	42,073	540,217,320,000	10.4%
2009	12,797,000	41,543	531,625,771,000	10.0%
2008	12,747,000	43,338	552,429,486,000	6.4%
2007	12,696,000	42,270	536,659,920,000	5.1%
2006	12,644,000	40,194	508,212,936,000	4.6%
2005	12,610,000	37,702	475,422,220,000	5.8%
2004	12,590,000	36,183	455,543,970,000	6.2%
2003	12,556,000	34,727	436,032,212,000	6.7%

* 2012 information is the most recent information available.

Note: Information presented is representative of the State of Illinois as a whole.

Data Source: State of Illinois Comprehensive Annual Financial Report June 30, 2013