

CITY OF LEE'S SUMMIT, MISSOURI
Quarterly Investment Report
Quarter Ended March 31, 2024

In compliance with the City of Lee's Summit Investment Policy, this investment report for the quarter ended March 31, 2024 is hereby submitted for City Council review.

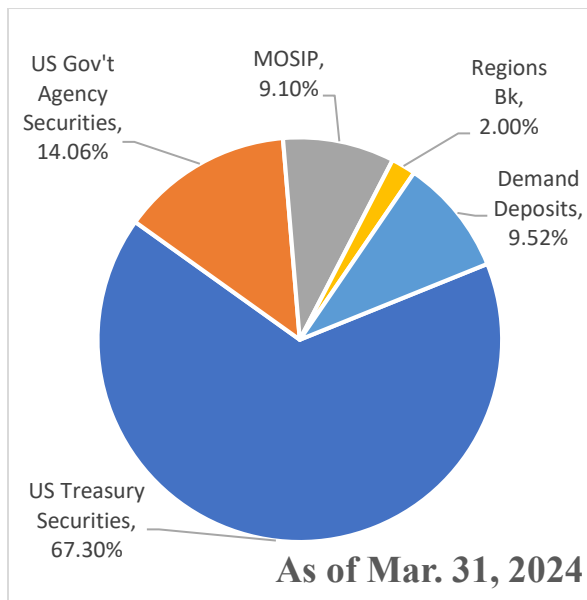
Current Portfolio

The City's investment portfolio as of March 31, 2024 in comparison to the same date of the prior year is summarized as follows:

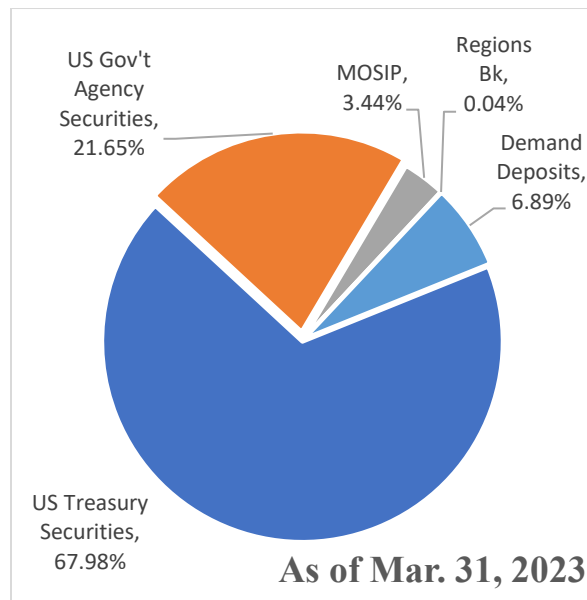
Distribution by Security Sector – Market Value
All Portfolios

Description	Market Value 03/31/2024	% of Portfolio 03/31/2024	Market Value 03/31/2023	% of Portfolio 03/31/2023
US Treasury Securities	\$205,543,030	67.30%	\$179,335,659	67.98%
US Gov't Agency Securities	\$42,942,512	14.06%	\$57,112,553	21.65%
Demand Deposits	\$29,057,611	9.52%	\$18,180,657	6.89%
Missouri Securities Investment Program (MOSIP)	\$27,778,650	9.10%	\$9,074,686	3.44%
Regions Bank	\$75,063	0.02%	\$105,766	0.04%
Total	\$305,396,866	100.00%	\$263,809,321	100.00%

Portfolio Holdings as of 03/31/2024



Portfolio Holdings as of 03/31/2023



The MOSIP balance includes the good faith deposit and proceeds from the sale of the 2024A GO Bonds totaling \$26,904,993.97 that closed on March 28, 2024.

Investment Diversifications

The City of Lee’s Summit Investment Policy (Section VI., A) specifies the maximum allocation of each investment type to minimize the risk of loss resulting from excess concentration into a specific maturity, issuer, or class of securities. The City’s current allocation as of March 31, 2024 is compliant with the diversification standards as shown in the following table:

Description	Minimum Allocation	Maximum Allocation	Current Allocation
US Treasury Securities	15%	100%	67.30%
US Gov’t Agency Securities and Government Sponsored Enterprises	0%	50%	14.06%
US Government Agency Callable Securities	0%	15%	0.00%
Collateralized Time Deposits/Certificates of Deposit	0%	30%	0.00%
Demand Deposits, Domestic Time Deposits and MOSIP	N/A	N/A	18.64%

Investment Strategy

The primary objectives for the City of Lee’s Summit investment portfolio, in order of priority, is safety, liquidity, and yield. The City’s investment portfolio must remain sufficiently liquid to meet all reasonably anticipated operating requirements. This is accomplished by structuring the portfolio so that securities mature concurrent with cash necessary to meet anticipated demand.

The City’s policy requires that investments in repurchase agreements mature and become payable not more than ninety days (90) from the date of purchase. All other investments must mature within 5 years from the date of purchase.

The following table lists the distribution by maturity range as of March 31, 2024, excluding MOSIP and Regions Bank restricted use funds:

Distribution by Maturity Range – Market Value

Maturity	Market Value \$	Percent of Total
0– 6 months	\$82,427,312	29.7%
6–12 months	\$30,337,861	10.9%
1–2 years	\$76,748,238	27.7%
2-3 years	\$16,137,847	5.8%
3-4 years	\$30,205,291	10.9%
4-5 years	\$41,686,604	15.0%
Total	\$277,543,153	100.0%

The City has continued efforts to extend its portfolio beyond three years to capitalize on higher yields in the four- to five-year scheme. The City's general operating practice is to buy and hold all securities until maturity thereby avoiding any losses on sale of securities.

Yield

The investment portfolio is managed with the objective of attaining a market rate of return throughout budgetary and economic cycles, while considering the investment risk constraints and liquidity needs. Return on investment is of secondary importance compared to safety and liquidity objectives

During the quarter ended March 31, 2024, the City of Lee's Summit has obtained yields ranging from 4.217% to 4.920% on new securities purchased.

Competitive Bidding

Requests for Bid are submitted to financial institutions on the City's approved bid list to ensure the most competitive yields for each investment.

Mark to Market Adjustment

In accordance with requirements of the Governmental Accounting Standards Board (GASB) and the Governmental Finance Officers Association (GFOA), a mark to market adjustment is made at the end of each fiscal quarter based on current market values. The purpose of the accounting requirement is to avoid misrepresentation of the value of investments for those public entities that may find it necessary or desirable to sell investments prior to maturity.

The fiscal year-to-date mark to market allowance is (\$1,706,993.83), while the quarterly adjustment for the period ending March 31, 2024 is \$671,146.25.

CITY OF LEE'S SUMMIT, MISSOURI
Quarterly Portfolio Transactions
Quarter Ended March 31, 2024

Purchases

Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transaction Amount (\$)	Yield
03/15/2024	\$6,000,000.00	91282CCR0	US Treasury Note	1.000	07/31/2028	\$5,205,454.81	4.387
03/19/2024	\$5,000,000.00	9128286B1	US Treasury Note	2.625	02/15/2029	\$4,634,800.54	4.347
03/21/2024	\$5,000,000.00	9128284R8	US Treasury Note	2.875	05/31/2025	\$4,926,606.26	4.920
03/27/2024	\$5,000,000.00	9128286B1	US Treasury Note	2.625	02/15/2029	\$4,666,376.25	4.217
Total	\$21,000,000.00					\$19,433,237.86	

Interest Income

Transaction Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transaction Amount (\$)	Yield
01/02/2024	\$3,000,000	3135GOV75	Federal Natl Mortgage Assn	1.750	07/02/2024	\$26,250.00	0.866
01/02/2024	\$3,000,000	9128286Z8	US Treasury Note	1.750	06/30/2024	\$26,250.00	0.905
01/02/2024	\$3,000,000	91282CCJ8	US Treasury Note	0.875	06/30/2026	\$13,125.00	3.879
01/02/2024	\$525,000	912828ZW3	US Treasury Note	0.250	06/30/2025	\$656.25	3.180
01/16/2024	\$4,000,000	91282CCL3	US Treasury Note	0.375	07/15/2024	\$7,500.00	0.886
01/16/2024	\$3,000,000	91282CEY3	US Treasury Note	3.000	07/15/2025	\$45,000.00	3.202
01/16/2024	\$5,000,000	91282CEY3	US Treasury Note	3.000	07/15/2025	\$75,000.00	4.307
01/17/2024	\$4,000,000	3133EPQC2	Federal Farm Cr Bks	4.625	07/17/2026	\$92,500.00	4.630
01/22/2024	\$5,000,000	31422XKC5	Farmer Mac	0.450	07/22/2024	\$11,250.00	0.455
02/15/2024	\$6,000,000	91282CCT6	US Treasury Note	0.375	08/15/2024	\$11,250.00	0.435
02/15/2024	\$2,000,000	912828K74	US Treasury Note	2.000	08/15/2025	\$20,000.00	3.437
02/15/2024	\$3,000,000	91282CFE6	US Treasury Note	3.125	08/15/2025	\$46,875.00	3.925
02/15/2024	\$3,000,000	91282CFE6	US Treasury Note	3.125	08/15/2025	\$46,875.00	4.292
02/15/2024	\$6,000,000	9128282R0	US Treasury Note	2.250	08/15/2027	\$67,500.00	4.040
02/15/2024	\$4,000,000	9128283W8	US Treasury Note	2.750	02/15/2028	\$55,000.00	3.976
02/15/2024	\$5,000,000	912828P46	US Treasury Note	1.625	02/15/2026	\$40,625.00	3.834
02/15/2024	\$6,000,000	9128284V9	US Treasury Note	2.875	08/15/2028	\$86,250.00	3.946
02/26/2024	\$5,000,000	3133ENPY0	Federal Farm Cr Bks	1.750	02/25/2025	\$43,750.00	1.760
02/29/2024	\$4,000,000	9128286G0	US Treasury Note	2.375	02/29/2024	\$47,500.00	0.288
02/29/2024	\$4,000,000	912828YE4	US Treasury Note	1.250	08/31/2024	\$25,000.00	0.917
02/29/2024	\$5,000,000	9128286G0	US Treasury Note	2.375	02/29/2024	\$59,375.00	1.353
03/08/2024	\$4,000,000	3130A7PH2	Federal Home Loan Bank	1.875	03/08/2024	\$37,500.00	0.269
03/13/2024	\$4,000,000	3130A2UW4	Federal Home Loan Bank	2.875	09/13/2024	\$57,500.00	0.782
03/13/2024	\$4,000,000	3130ANR28	Federal Home Loan Bank	0.375	09/13/2024	\$7,500.00	0.513
03/15/2024	\$3,000,000	91282CFK2	US Treasury Note	3.500	09/15/2025	\$52,500.00	3.936
03/15/2024	\$5,253,000	91282CED9	US Treasury Note	1.750	03/15/2025	\$45,963.75	4.297
03/15/2024	\$6,000,000	91282CGR6	US Treasury Note	4.625	03/15/2026	\$138,750.00	4.989
03/15/2024	\$1,000,000	3133ENM23	Federal Farm Cr Bks	3.500	09/15/2028	\$17,500.00	3.995
03/20/2024	\$5,200,000	31422XG63	Farmer Mac	3.500	09/20/2027	\$91,000.00	4.723

Transaction Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transaction Amount (\$)	Yield
03/29/2024	\$1,750,000	3130AP3Y9	Federal Home Loan Bank	1.625	09/29/2028	\$14,218.75	4.100
Total						\$1,309,963.75	

Maturities/Sell

Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transaction Amount (\$)	Yield
02/29/2024	\$4,000,000	9128286G0	US Treasury Note	2.375	02/29/2024	\$4,000,000.00	0.288
02/29/2024	\$5,000,000	9128286G0	US Treasury Note	2.375	02/29/2024	\$5,000,000.00	1.353
03/08/2024	\$4,000,000	3130A7PH2	Federal Home Loan Bank	1.875	03/08/2024	\$4,000,000.00	0.269
Total						\$13,000,000.00	

CITY OF LEE'S SUMMIT, MISSOURI

Investment Portfolio

As of March 31, 2024

Description	Settle Date	Maturity Date	Yield to Maturity	Par Value	Purchase Cost	Market Value
US Treasury Securities:						
Treasury Note	06/30/21	04/15/24	0.420%	\$4,000,000	\$3,998,115	\$3,992,380
Treasury Note	12/16/21	04/15/24	0.802%	\$2,000,000	\$1,981,590	\$1,996,190
Treasury Note	06/30/21	05/15/24	0.436%	\$4,000,000	\$3,980,000	\$3,975,531
Treasury Note	12/16/21	05/31/24	0.826%	\$3,000,000	\$3,088,067	\$2,983,806
Treasury Note	01/05/22	06/30/24	0.905%	\$3,000,000	\$3,062,885	\$2,973,203
Treasury Note	12/30/21	07/15/24	0.886%	\$4,000,000	\$3,955,598	\$3,943,398
Treasury Note	08/25/21	08/15/24	0.435%	\$6,000,000	\$5,990,060	\$5,890,664
Treasury Note	12/30/21	08/31/24	0.917%	\$4,000,000	\$4,051,713	\$3,933,789
Treasury Note	09/02/21	09/30/24	0.410%	\$4,000,000	\$4,245,529	\$3,939,180
Treasury Note	10/06/21	10/31/24	0.522%	\$4,000,000	\$4,144,804	\$3,914,375
Treasury Note	11/15/21	11/15/24	0.831%	\$4,000,000	\$3,990,469	\$3,891,445
Treasury Note	12/10/21	11/30/24	0.954%	\$3,000,000	\$3,049,127	\$2,927,432
Treasury Note	12/28/22	03/15/25	4.297%	\$5,253,000	\$4,999,694	\$5,092,032
Treasury Note	03/09/22	03/31/25	1.670%	\$5,000,000	\$4,829,153	\$4,782,178
Treasury Note	04/21/22	04/30/25	2.806%	\$4,922,000	\$4,999,041	\$4,812,985
Treasury Note	06/14/22	04/30/25	3.383%	\$5,000,000	\$4,593,155	\$4,759,570
Treasury Note	06/15/22	05/15/25	3.450%	\$5,000,000	\$4,914,513	\$4,879,688
Treasury Note	03/21/24	05/31/25	4.920%	\$5,000,000	\$4,926,606	\$4,883,203
Treasury Note	07/28/22	06/15/25	2.825%	\$3,000,000	\$3,014,235	\$2,927,695
Treasury Note	01/12/23	06/15/25	3.979%	\$4,000,000	\$3,907,752	\$3,903,594
Treasury Note	06/28/22	06/30/25	3.180%	\$525,000	\$481,888	\$495,694
Treasury Note	08/10/22	07/15/25	3.202%	\$3,000,000	\$2,989,490	\$2,930,039
Treasury Note	12/30/22	07/15/25	4.307%	\$5,000,000	\$4,912,561	\$4,883,398
Treasury Note	09/02/22	08/15/25	3.437%	\$2,000,000	\$1,921,957	\$1,925,156
Treasury Note	09/19/22	08/15/25	3.925%	\$3,000,000	\$2,943,526	\$2,932,031
Treasury Note	12/30/22	08/15/25	4.292%	\$3,000,000	\$2,948,651	\$2,932,031
Treasury Note	09/20/22	09/15/25	3.936%	\$3,000,000	\$2,964,888	\$2,944,453
Treasury Note	09/09/22	09/30/25	3.534%	\$3,000,000	\$2,720,195	\$2,803,945
Treasury Note	12/30/22	09/30/25	4.280%	\$2,052,000	\$1,999,840	\$1,998,937
Treasury Note	11/30/22	10/15/25	4.305%	\$4,000,000	\$4,015,426	\$3,967,656
Treasury Note	09/27/23	10/15/25	5.080%	\$5,000,000	\$5,015,916	\$4,959,570
Treasury Note	12/22/22	11/15/25	4.037%	\$3,000,000	\$3,051,298	\$2,986,992
Treasury Note	01/13/23	02/15/26	3.834%	\$5,000,000	\$4,714,394	\$4,728,906
Treasury Note	09/28/23	03/15/26	4.989%	\$6,000,000	\$5,959,725	\$5,996,250
Treasury Note	12/07/22	03/31/26	3.902%	\$4,420,000	\$3,997,055	\$4,096,442
Treasury Note	01/10/23	05/31/26	3.907%	\$4,000,000	\$3,606,348	\$3,686,094
Treasury Note	01/10/23	06/30/26	3.879%	\$3,000,000	\$2,710,568	\$2,766,914
Treasury Note	02/07/23	03/31/27	3.910%	\$4,000,000	\$3,821,808	\$3,788,594
Treasury Note	02/10/23	05/15/27	3.881%	\$3,000,000	\$2,841,183	\$2,824,219
Treasury Note	03/10/23	08/15/27	4.040%	\$6,000,000	\$5,576,155	\$5,604,609
Treasury Note	02/10/23	09/30/27	3.839%	\$3,000,000	\$3,081,193	\$2,977,969
Treasury Note	05/03/23	10/31/27	3.461%	\$4,000,000	\$4,111,033	\$3,970,000
Treasury Note	06/07/23	02/15/28	3.976%	\$4,000,000	\$3,825,908	\$3,777,812
Treasury Note	06/09/23	03/31/28	3.970%	\$5,000,000	\$4,421,914	\$4,444,727
Treasury Note	06/27/23	04/30/28	4.030%	\$5,670,000	\$4,993,916	\$5,029,910
Treasury Note	06/30/23	05/15/28	4.183%	\$2,600,000	\$2,460,708	\$2,461,672
Treasury Note	06/30/23	05/15/28	4.179%	\$2,500,000	\$2,366,509	\$2,366,992
Treasury Note	03/15/24	07/31/28	4.387%	\$6,000,000	\$5,205,455	\$5,668,828

Description	Settle Date	Maturity Date	Yield to Maturity	Par Value	Purchase Cost	Market Value
Treasury Note	12/20/23	08/15/28	3.946%	\$6,000,000	\$5,788,594	\$5,230,547
Treasury Note	12/21/23	10/31/28	3.899%	\$5,613,000	\$5,001,998	\$4,947,333
Treasury Note	12/22/23	11/15/28	3.922%	\$6,000,000	\$5,807,679	\$5,718,047
Treasury Note	03/19/24	02/15/29	4.347%	\$5,000,000	\$4,634,801	\$4,647,461
Treasury Note	03/27/24	02/15/29	4.217%	\$5,000,000	\$4,666,376	\$4,647,461
Total US Treasury Securities:				\$214,555,000	\$207,281,061	\$205,543,030

Description	Settle Date	Maturity Date	Yield to Maturity	Par Value	Purchase Cost	Market Value
US Gov't Agency Securities:						
Federal Home Loan Bank	07/23/21	06/14/24	0.373%	\$4,000,000	\$4,165,836	\$3,971,203
Fed'l Nat'l Mortgage Assn	12/10/21	07/02/24	0.866%	\$3,000,000	\$3,090,065	\$2,972,643
Farmer Mac	08/12/21	07/22/24	0.455%	\$5,000,000	\$5,000,500	\$4,927,281
Federal Home Loan Bank	09/24/21	09/13/24	0.513%	\$4,000,000	\$3,985,251	\$3,957,134
Federal Home Loan Bank	11/15/21	09/13/24	0.782%	\$4,000,000	\$4,253,446	\$3,913,300
Federal Farm Cr Bks	10/29/21	10/25/24	0.785%	\$5,000,000	\$4,987,839	\$4,875,392
Federal Farm Cr Bks	03/09/22	02/25/25	1.760%	\$5,000,000	\$4,998,803	\$4,855,007
Federal Natl Mortgage Assn	12/08/22	04/24/26	3.960%	\$2,000,000	\$1,890,194	\$1,901,488
Federal Farm Cr Bks	07/31/23	07/17/26	4.630%	\$4,000,000	\$4,006,571	\$3,994,757
Farmer Mac	09/18/23	09/20/27	4.723%	\$5,200,000	\$5,060,339	\$5,042,965
Federal Farm Cr Bks	12/20/23	09/15/28	3.995%	\$1,000,000	\$988,025	\$968,353
Federal Home Loan Bank	12/20/23	09/29/27	4.100%	\$1,750,000	\$1,570,253	\$1,562,990
Total Gov't Agency Securities:				\$43,950,000	\$43,997,122	\$42,942,512

Description	Settle Date	Maturity Date	Yield to Maturity	Par Value	Purchase Cost	Market Value
Missouri Securities Investment Program				\$27,778,650		\$27,778,650
Regions Bank				\$75,063		\$75,063
Demand Deposits				\$29,057,611		\$29,057,611

TOTAL				\$315,416,324		\$305,396,866
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