



Agenda Item Summary

MEETING DATE: February 12, 2024
SUBJECT: 4th Quarter 2023 Investment Activity Report
PRESENTED BY: Mary Strutt, Administrative Services Director

SUMMARY

The Town of Mead investment activity report for the 4th Quarter of 2023 is attached for the Board's review. This report only includes funds in the Town's investment accounts, it does not include funds held in the Town's operating accounts.

The Investment Activity Report for 4th Quarter 2023 has been reformatted to provide an easier view of the Town's holdings and the interest earned. The newly formatted report provides the investment amount in each account, along with the interest rate and interest earned for the quarter. All the Town's investment holdings are in Local Government Investment Pools ("LGIPs") in accordance with the Town's Investment Policy. The LGIPs tend to have higher yields and liquidity. Funds may be easily transferred into/out of the LGIPs from the operating accounts. For additional diversification and security, the Town does invest in three different LGIPs: ColoTrust, CSAFE and CSIP.

2023 yields continued to increase slightly and were 5.2117 – 5.5600% during this reporting period. Due to these high yields, interest and dividend income revenues are trending more than 200% higher than the 2023 budget. According to economic indicators, investment rates are anticipated to remain in the 5.0-5.5% range until at least mid-year 2024.

Funds held in the Town's investment accounts include the reserve funds and funds which have been appropriated for upcoming capital projects including the Community Center, 3rd & Welker Intersection, CR 7 & Hwy 66 Underpass, Gold Star Memorial and Liberty Ranch Restrooms. While there were no deposits nor withdrawals in the 4th Quarter of 2023, there will start to be withdrawals in early 2024 as invoices are starting to come in for the above-listed projects.

ATTACHMENTS

Investment Activity Report 12/31/2023