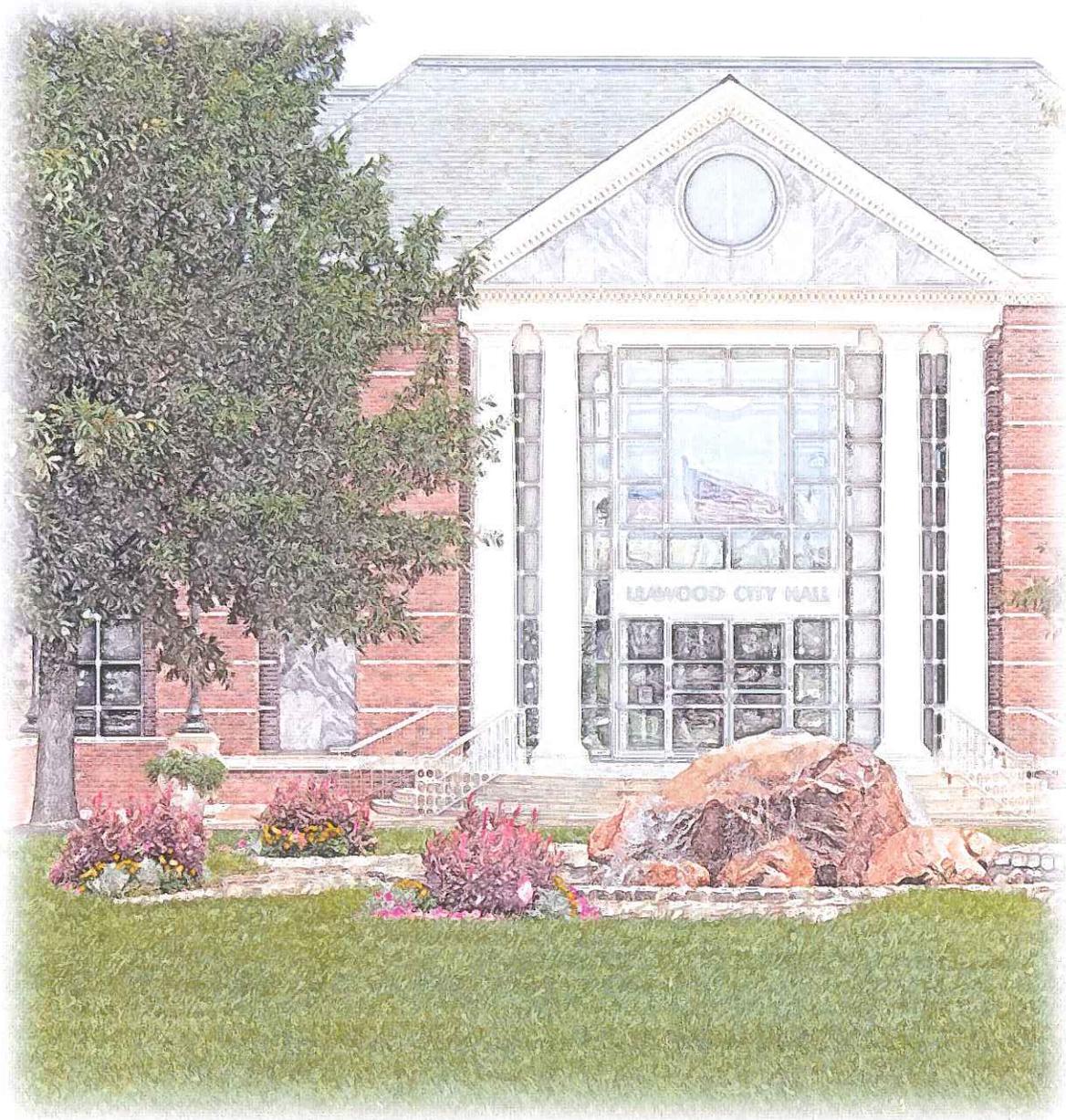


City of Leawood, Kansas

Quarterly Report



Second Quarter – June, 2016
Finance Department

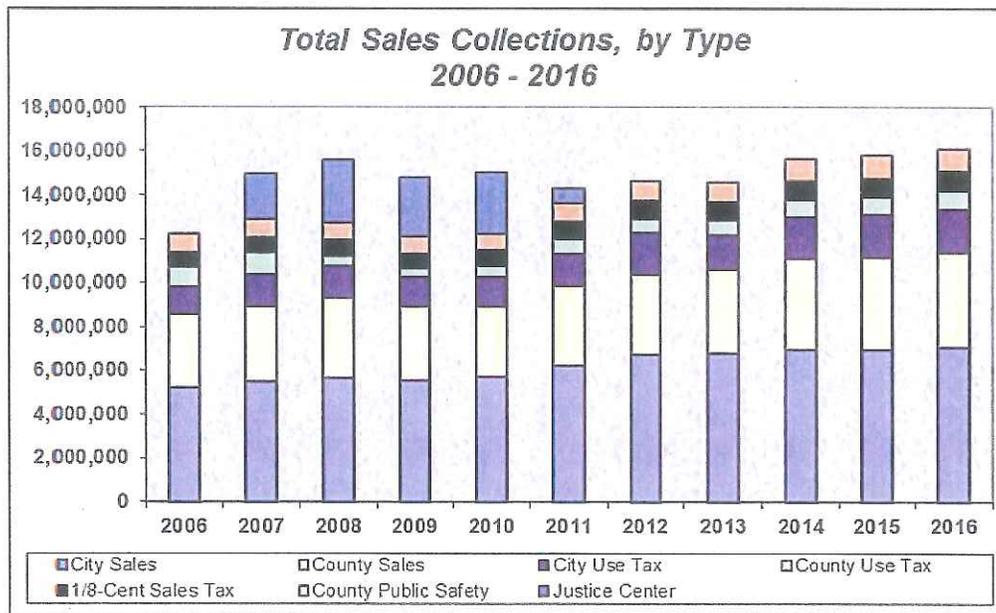
Update of City Finances For the period ending June 30, 2016

Below, please find the highlights of revenues and expenditures for the second quarter of 2016.

REVENUES

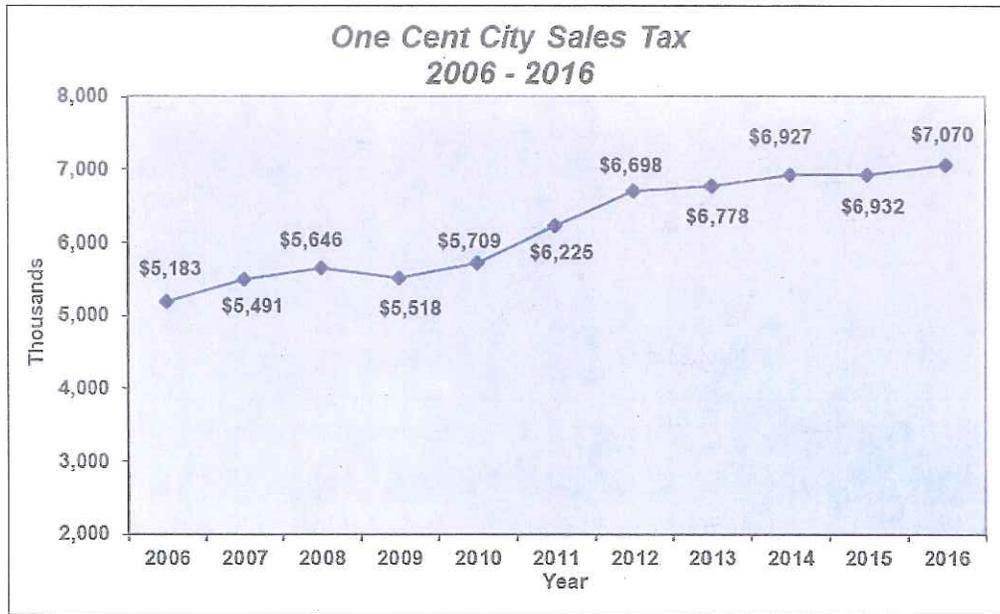
Property Tax: For 2016, property taxes are budgeted at \$20,352,519. Collections to date are \$19,754,821, or 96.7% of the billed taxes. For the same period last year, collections were at 97.0%. At year-end, collections should be approximately 98% of projections with any fluctuations from this percent caused by delinquent payments. This revenue appears to be on target to original budget projections, therefore no changes were made to the estimated budget. This revenue source is found in both the General and Bond and Interest funds.

Total Sales & Local Use Tax: Included in this category are the city one-cent sales tax, county sales tax, city and county compensating use taxes, the 1/8-cent sales tax, and the county special sales tax. The budgeted sales and use tax receipts through the second quarter total \$4,910,383 and are 1.2% higher than collections of \$4,852,934 for the same period last year. The 2016 budget is estimated at \$16,117,600 and reflects a 2.00% increase for all areas from the 2015 actuals.

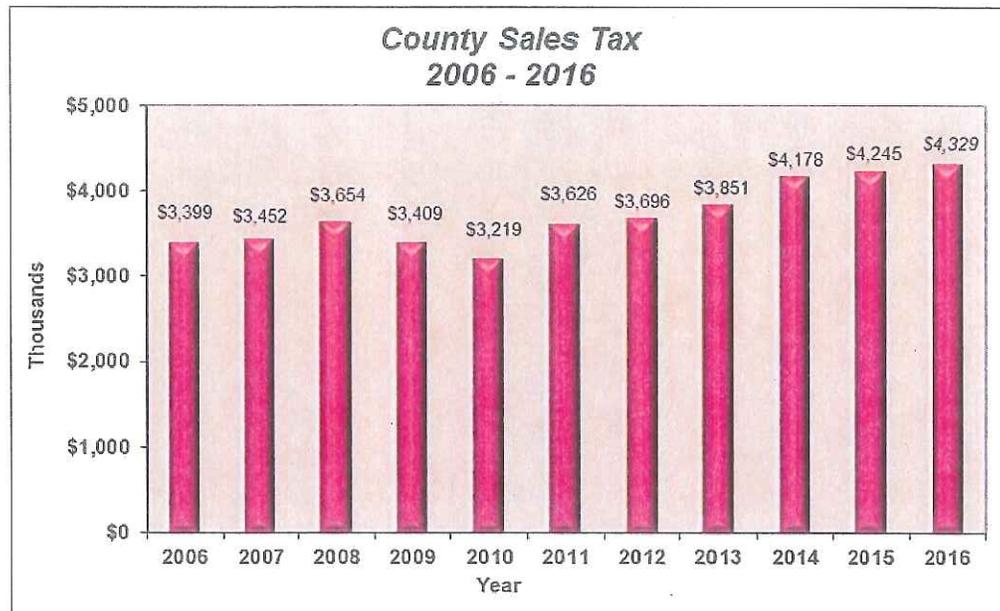


It is important to remember that collections to date represent actual cash received for the period of January through April. A two-month lag exists between the month of payment and the month in which Leawood receives sales tax revenue from the State.

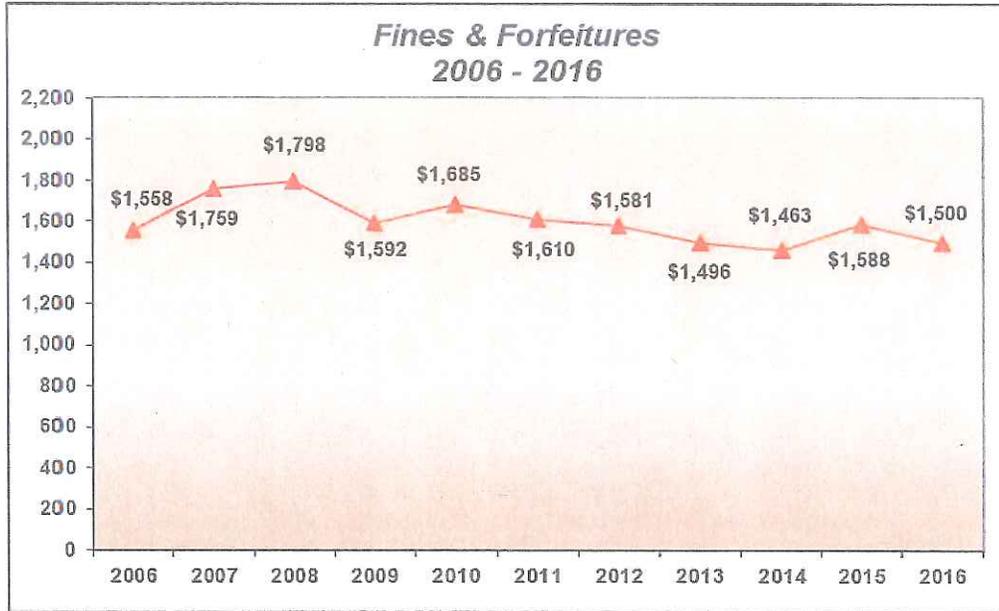
General City Sales Tax: The one-cent City Sales Tax is the second largest source of revenue for the General Fund. The 2016 original budget of \$7,477,200 has been reduced to \$7,070,100. Collections through June 30, 2016 are \$2,104,195, and are 0.8% lower than the 2015 collections of \$2,122,082.



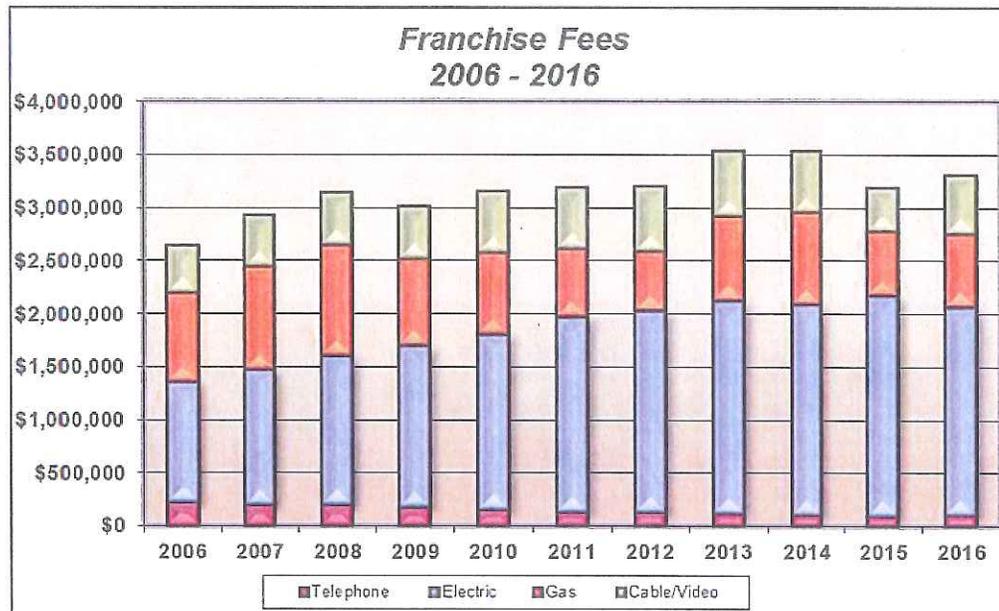
County Retail Sales Tax: The original budget for this area of \$4,514,500 has been adjusted to \$4,329,400; a decrease of \$185,100 from the original projections and 2.0% higher than 2015 receipts. Cash collections to date, excluding the special county .25% receipts, are \$1,342,495, 2.2% higher than the 2015 collections and 31.0% of estimated projections.



Fines and Forfeitures: Fines and forfeitures have been estimated at \$1,500,000, unchanged from the original projections. Through June 30, 2016 collections are \$882,625, or 58.8% of the estimated budget, and 4.5% higher than collections for the same period in 2015 of \$844,589.

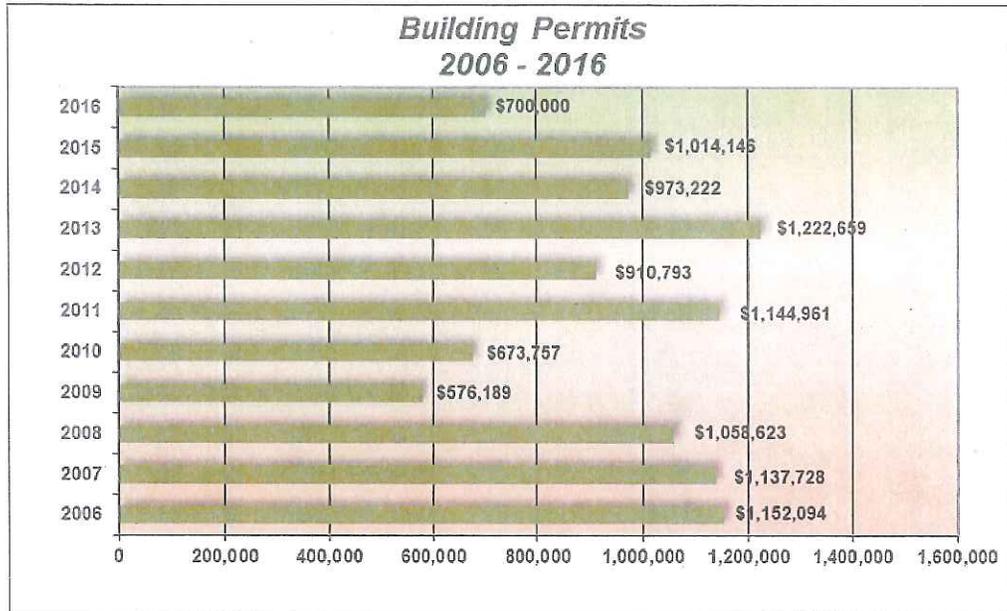


Franchise Fees: Franchise fees are estimated at \$3,310,000, down slightly from the original budget of \$3,460,000. The change was based on 2015 collections and unknown fluctuations in the weather thus affecting utility usage. Cash collections for the first six months are \$1,132,996, or 34.2% of the estimated budget, compared to \$1,325,216 for the same period in 2015.

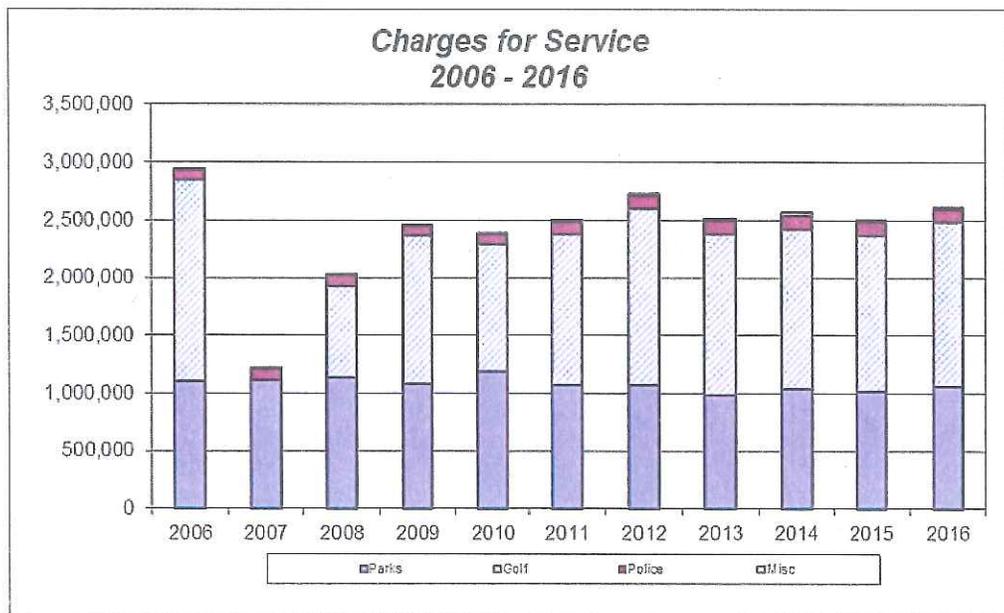


Licenses and Permits: Licenses and Permits include a variety of building, occupation, and animal fees. These fees have been reviewed and the estimated budget has increased slightly from the original budget of \$1,301,800 to \$1,401,800. Total collections through the second quarter are \$818,428 or 62.9% of the estimated budget.

Building permit collections, which have typically been the largest source of revenue in this category, total \$402,362 through the second quarter of 2016. To date receipts are 57.5% of the estimated budget of \$700,000 and 28.3% lower than the 2015 collections, of \$561,042.



Charges for Services: This category generally reflects fees for park and recreation programs, including the golf course, as well as some Police Department items such as alarm fees, animal impound fees and school resource officer revenue. Through June 2016, collections were \$1,550,995, or 59.5% of the estimated budget of \$2,607,900, higher than collections of \$1,454,969 for the same period last year by \$96,026.



Interest Income: Interest income, for all budgeted funds, was originally projected to be \$335,298. However, this revenue was decreased to \$173,085 in the 2016 estimated budget. To date, a total of \$120,753 has been received, which is an increase of 176.5% from the 2015 collections of \$43,668 for the same period. Staff will continue to monitor the rates and investment opportunities.

EXPENDITURES

The 2016 General Fund budgeted expenditures were originally approved at \$52,157,900 including reserves of \$5,869,700 which nets to \$46,288,200. Revised estimates include total expenditures of \$46,465,600 and reserves of \$454,900. The reserve/contingency funds are available to be used for any unforeseen expense or obligation the city may have that was not formally budgeted.

The first six months of expenditures in 2016 are \$23,025,821 or 44.1% of the original budget. Typically, expenses should be close to 50% of budget for the second quarter. As shown below, one department exceeds the 50% target. This is due to the full year of transfers from the General Fund to other funds. The following table compares the expenses through the second quarter against the estimated budget.

<i>DEPARTMENTS</i>	<i>General Fund Original Budget 2016</i>	<i>General Fund Estimated Budget 2016</i>	<i>General Fund ACTUALS Through 6/30/16</i>	<i>% Change Actuals/ Est. Budget</i>
City Wide	\$9,053,600	\$8,938,200	\$7,007,178	77.40%
Administration	\$563,600	\$553,300	\$244,300	43.35%
Finance	\$858,900	\$776,400	\$376,480	43.83%
Human Resources	\$581,300	\$558,200	\$244,876	42.13%
Municipal Court	\$659,500	\$633,000	\$261,943	39.72%
Legal Services	\$569,500	\$553,300	\$225,322	39.56%
Information Services	\$1,033,900	\$1,069,600	\$512,841	49.60%
Community Development	\$1,521,200	\$1,559,300	\$670,431	44.07%
Police	\$10,245,500	\$10,075,800	\$4,419,594	43.14%
Fire	\$6,868,700	\$6,813,800	\$3,390,441	49.36%
Public Works	\$7,411,300	\$7,498,200	\$2,687,685	36.26%
Parks & Recreation	\$6,921,200	\$6,982,000	\$2,984,731	43.12%
TOTAL (without Cont/Reserves)	\$46,288,200	\$46,011,100	\$23,025,821	
Contingency & Reserves	\$5,869,700	\$454,500	\$0	0.00%
TOTAL	\$52,157,900	\$46,465,600	\$23,025,821	44.1%

SUMMARY OF OTHER FUNDS

The following table includes the budgeted Special Revenue and Capital funds for the City. Shown is the beginning balance, revenues and expenditures through June 30th and the current balance. *The table is a reflection of the activity only through the second quarter and does not include anticipated revenue and expenses for July 1 through December 31, 2016.*

Funds	1/1/2016 Beginning Balance	Actual through June 30, 2016		
		Revenue	Expense	Current Balance
Special Revenue Funds				
Special Alcohol	\$672,438	\$147,100	\$435,459	\$384,079
Special City, Street, Highway	421,415	1,020,463	2,009	1,439,870
Special Parks & Recreation	241,308	146,710	125,420	262,598
Special Law Enforcement	40,412	2,818	0	43,230
Special Transient Guest Tax	211,290	94,695	0	305,985
Capital Funds				
City Equipment	9,450,445	1,773,035	809,021	10,414,460
Street Improvements	1,254,599	1,004,727	25,256	2,234,070
Capital Improvements	5,932,866	2,903,180	480,972	8,355,074
1/8-Cent Sales Tax	959,814	264,045	548,497	675,362
City Capital Art	322,442	45,245	0	367,687
Park Impact Fee	107,577	617	0	108,194
Public Art Impact Fee	330,275	3,262	0	333,537
135 th St Corridor Impact Fee	48,603	2,205	0	50,808
	\$19,993,484	\$7,408,102	\$2,426,633	\$24,974,953

The following table includes the budgeted Special Revenue and Capital funds for the City. Shown is the beginning balance, along with budgeted revenues and expenditures for the entire year, leaving the projected ending fund balance at December 31, 2016.

Funds	1/1/2016 Beginning Balance	Forecast through December 31, 2016		
		Revenue	Expense	Projected Balance
Special Revenue Funds				
Special Alcohol	\$672,438	\$545,662	\$619,000	\$599,100
Special City, Street, Highway	421,415	1,476,985	1,613,200	285,200
Special Parks & Recreation	241,308	544,592	716,600	69,300
Special Law Enforcement	40,412	188	15,000	25,600
Special Transient Guest Tax	211,290	455,410	666,700	0
Capital Funds				
City Equipment	9,450,445	1,804,955	1,740,300	9,515,100
Street Improvements	1,254,599	2,729,501	3,041,200	942,900
Capital Improvements	5,932,866	2,941,034	1,741,900	7,132,000
1/8-Cent Sales Tax	959,814	1,031,886	1,196,000	795,700
City Capital Art	322,442	45,058	183,500	184,000
Park Impact Fee	107,577	323	0	107,900
Public Art Impact Fee	330,275	725	0	331,000
135 th St Corridor Impact Fee	48,603	197	0	48,800
	\$19,993,484	\$11,576,516	\$11,533,400	\$20,036,600

CONCLUSION

Over the past several years, Leawood has continued to realize revenue growth. This can be attributed in large part to the continued use of a financial forecasting and planning model used by staff to monitor financial progress. The City began using this tool over a decade ago. Every year it has been improved and it is monitored throughout the year to ensure that fund balances remain within policy standards, especially when revenue sources and expenditure demands change. Additionally, Leawood continues to have a diversified revenue base. The largest category, 38%, being property taxes; followed by the other governmental revenue category of 33%, which includes franchise, licenses, permits, and charges for services; and lastly sales taxes of 29%. Also contributing to Leawood's stability is the fact that the City continues to offer, attract and promote a high quality of life.

During the first six months of 2016, 57.6% of revenues for the year have been received in the General Fund; and expenditures are at 44.1% of the original budget. Staff will continue to be diligent in reviewing expenditures to stay within budget and to examine if an expense is truly needed before moving forward. While still a "very rough" estimate, it is projected that actual General Fund expenses will be approximately 5% to 10% lower than budget at year-end. If these trends and best practices continue through the remainder of the year, Leawood will very likely maintain its comfortable reserve balances to begin 2017 on solid financial footing.

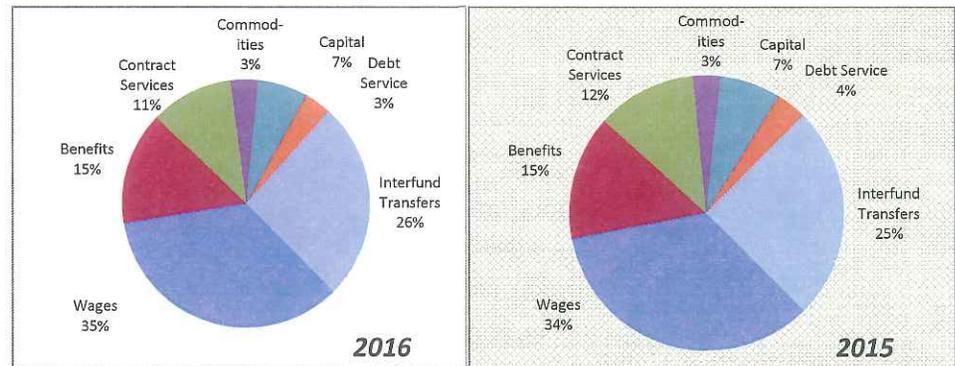
City of Leawood, Kansas
SNAPSHOT OF FINANCES and CITY ACTIVITY
as of June 30, 2016 (50% of the year complete)



General Fund Revenues

Revenues	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Taxes	\$27,913,462	\$18,169,223	65.1%	\$17,489,491	3.9%
Licenses & Permits	1,301,800	818,428	62.9%	1,030,568	-20.6%
Other Intergovernmental	8,375,627	2,521,156	30.1%	2,469,532	2.1%
Charges for Services	2,756,650	1,550,995	56.3%	1,454,969	6.6%
Fines & Forfeitures	1,500,000	882,625	58.8%	844,589	4.5%
Interest Income	106,661	36,254	34.0%	16,133	124.7%
Contributions & Other	58,000	107,223	184.9%	33,071	224.2%
Other Financing Sources	294,000	294,000	100.0%	288,000	0.0%
<i>Sub-Total, Revenues</i>	<i>42,306,200</i>	<i>24,379,904</i>	<i>57.6%</i>	<i>23,626,352</i>	<i>3.2%</i>
Fund Balance	9,851,700	0	0.0%	0	0.0%
Total Revenues	\$52,157,900	\$24,379,904	46.7%	\$23,626,352	3.2%

YTD - Citywide Expense Allocation



General Fund Expenditures - by Program

Expenditures	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
General Operations	\$14,923,300	\$7,007,178	47.0%	\$7,234,737	-3.1%
Administration	563,600	244,300	43.3%	229,497	6.5%
Finance	858,900	376,480	43.8%	379,945	-0.9%
Human Resources	581,300	244,876	42.1%	256,452	-4.5%
Municipal Court	659,500	261,943	39.7%	279,082	-6.1%
Legal Services	569,500	225,322	39.6%	181,660	24.0%
Information Services	1,033,900	512,841	49.6%	556,172	-7.8%
Community Development	1,521,200	670,431	44.1%	660,235	1.5%
Police	10,245,500	4,419,594	43.1%	4,308,489	2.6%
Fire	6,868,700	3,390,441	49.4%	3,220,595	5.3%
Public Works	7,411,300	2,687,685	36.3%	2,600,788	3.3%
Parks & Recreation	6,921,200	2,984,731	43.1%	2,679,754	11.4%
Total Expenditures	\$52,157,900	\$23,025,821	44.1%	\$22,587,405	1.9%

YTD - Total Citywide Budget

Expenditures	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Total Citywide Budget	\$87,947,400	\$26,389,057	30.0%	\$25,705,278	2.7%

All Other Budgeted Funds - by Fund Type

Special Revenue Funds	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Revenues	\$1,531,240	\$1,411,786	92.2%	\$884,424	59.6%
Fund Balance	1,445,060	0	0.0%	0	0.0%
Total Revenues	2,976,300	1,411,786	47.4%	884,424	59.6%
Total Expenses	3,872,400	562,888	14.5%	660,512	-14.8%

Capital Funds	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Revenues	\$9,280,469	\$5,996,316	64.6%	\$6,159,635	-2.7%
Fund Balance	14,824,031	0	0.0%	0	0.0%
Total Revenues	24,104,500	5,996,316	24.9%	6,159,635	-2.7%
Total Expenses	17,886,500	1,863,745	10.4%	1,545,382	20.6%

Debt Service Fund	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Revenues	\$6,895,300	\$7,081,036	102.7%	\$7,461,974	-5.1%
Fund Balance	7,135,300	0	0.0%	0	0.0%
Total Revenues	14,030,600	7,081,036	50.5%	7,461,974	-5.1%
Total Expenses	14,030,600	936,603	6.7%	911,979	2.7%

General Fund Expenditures - by Category

Expenditures	Orig Budget	2016	% of Bud	2015 (Jan-Jun)	% Chg (2016)
Personnel	\$28,138,800	\$13,102,281	46.6%	\$12,640,888	3.7%
Contractual Services	7,740,000	2,710,576	35.0%	2,709,905	0.0%
Commodities	3,384,400	939,388	27.8%	821,752	14.3%
Capital	252,600	251,910	99.7%	251,910	0.0%
Other Financing Uses	12,642,100	6,021,666	47.6%	6,162,951	-2.3%
Total Expenditures	\$52,157,900	\$23,025,821	44.1%	\$22,587,405	1.9%

Key Activity Updates (Cash Basis, Year-To-Date)

	Jun-16	Jun-15	%		Jun-16	Jun-15	%		
City Sales Tax Collections <i>(receipts through Apr, 2016)</i>	\$2,104,195	\$2,122,082	-0.8%	↓	Interest Earnings/Rates <i>(all budgeted funds)</i>	\$120,753	\$43,668	176.5%	↑
Building-related Fees <i>(per Building Official)</i>	\$465,327	\$683,228	-31.9%	↓	Fines/Forfeitures	\$882,625	\$844,589	4.5%	↑
Property Tax Collections <i>(Collections thru Jun/Assessed)</i>	96.7%	97.0%	-0.3%	↓	Special Assessment Collections <i>(Collections thru Jun/Assessed)</i>	72.9%	93.4%	-21.9%	↓

CITY OF LEAWOOD, KANSAS
Pay-As-You-Go (PAYG) Project Status Report
As of 6/30/2016

No.	Project Name	Previous Yrs Expense	Orig 2016 Budget	Current 2016 Budget	2016 Expenditures	2016 Encumbrances	Status/Project to Date Information	Balance	2017-2021 Budgets
Art									
79004	Justice Center Art - Public Safety Fund	12,965	250,000	250,000	77,775	150,000	RDG Planning & Design (3111.0000673)	22,225	-
79005	Temporary Art	11,934	5,000	5,000	-	-		5,000	25,000
79015	Sculpture Garden "B"	-	50,000	50,000	-	-		50,000	65,000
NA	Annual Art Maintenance	69,117	128,500	128,500	-	-		128,500	Varies
Art Total		94,016	433,500	433,500	77,775	150,000		205,725	90,000
Buildings and Grounds									
49133	Golf - Clubhouse Expansion	112,267	1,000,000	2,068,300	49,186	2,019,109	Continental Consult (4600.0001456) NSPJ Architects (3111.0000679) Excel Constructors (3111.0000693)	5	-
71016	Park - Comprehensive Plan Study	30,000	30,000	30,000	-	-		30,000	25,000
71019	Park - Off Leash Dog Park	244,995	-	10,120	1,436	8,680	ABCreative Inc (4500.0000745)	4	-
71020	Park - 96th & Lee Future Development	57,475	-	139,880	-	-		139,880	-
71021	Park - Access Improvements	416,296	-	30,000	22,458	-		7,542	-
71023	Park - Citywide Park Improvements	-	500,000	525,000	89,931	117,057	Mega Industries (3111.0000678)	318,012	4,755,000
74001	Bldg - City Hall Int Wall Renovations	26,496	-	25,000	799	7,502	4-Gen Construction (3111.0000674)	16,699	75,000
74047	Bldg - PW HVAC Replacement	-	80,000	80,000	-	-		80,000	-
74054	Bldg - City Hall Emergency Generator	38,895	-	5,000	5,000	-		-	-
74055	Bldg - Aquatic Center HVAC Replacements	4,846	-	12,900	12,891	-		9	-
74060	Bldg - FS #2 Bldg Repairs	-	100,000	100,000	55,781	26,970	VanHoecke Const LLC (3111.0000691) Commerical Floorworks (2511.0000178) Lexington Plumbing (3111.0000689)	17,249	-
74061	Bldg - FS #2 Exhaust System	-	35,000	35,000	-	-		35,000	-
74063	Bldg - FS #2 Exhaust System	-	35,000	35,000	-	-		35,000	-
74071	Bldg - Aquatic Waterslide Repairs	-	55,000	55,000	-	-		55,000	55,000
74074	Bldg - PW Salt Storage Doors	-	-	78,500	69,058	-		9,442	-
74078	Bldg - Aquatic Water Line Relocate	-	-	125,000	125,000	-		0	-
76029	Justice Center Technology, Communication, Computer Equipment	1,596,559	-	3,500	-	3,440	Alexander Open Systems (2111.0000385)	60	-
76036	FS #3 Parking Lot Replc (Public Safety Fund)	349,803	-	5,200	-	5,152	Freeman Concrete (3111.0000608)	48	-
76040	Bldg - Renovation of City Hall (after JC move)	76,226	-	123,800	117,042	1,689	John A Marshall Co (3180.0000429) Modern Business Interiors (4111.0000274)	5,068	-
76046	Fiber Technology Install	22,441	-	62,000	46,040	-		15,960	678,400
Buildings and Grounds Total		2,976,299	1,835,000	3,549,200	594,622	2,189,600		764,979	5,588,400
Streets									
70018	2015 Mill & Overlay	1,050,114	-	15,000	-	14,922	Freeman Concrete (3111.0000608)	78	-
70019	2016 Slurry Seal	-	400,000	400,000	-	276,000	Vance Bros Inc (3111.0000680)	124,000	-
70020	2016 Mill & Overlay	-	1,094,700	1,094,700	-	1,042,975	Phoenix Concrete (3111.0000690)	51,725	-
70515	2015 Sidewalk Repair/Replacement	96,540	-	3,500	-	3,460	Freeman Concrete (3111.0000608)	40	-
70516	2016 Sidewalk Repair/Replacement	-	100,000	100,000	2,009	97,991	Phoenix Concrete (3111.0000690)	-	-
72024	Arterial - 115th St, Roe to Tomahawk	91,520	-	10,000	-	10,000	Freeman Concrete (3111.0000608)	-	-
72046	Arterial - Nall, 119th to College	174,911	-	520,100	25,256	-		494,844	-
72052	Arterial - Mission Rd, Lee to 103rd	-	350,000	350,000	-	-		350,000	-
72056	Arterial - State Line, 123rd to 135th Streets	90,819	-	8,000	-	7,963	City of KC Mo (3111.0000607)	37	-
72060	Arterial - 137th/Nall Traffic Signal	131,444	-	33,500	-	33,437	City of OP, KS (3111.0000692)	63	-
72061	Arterial - College Blvd, El Monte to State Line	689,070	-	34,100	-	34,099	O'Donnell & Sons (3111.0000611)	1	-
72062	Arterial - Granada, 115th St to Roe Ave	-	58,000	58,000	-	-		58,000	-
72063	Arterial - Roe Ave, College to 119th St	-	1,269,500	1,531,000	-	-		1,531,000	-
72064	Arterial - 119th St, Nall to Roe	-	500,000	479,000	-	-		479,000	-
72072	Arterial - Kenneth Rd, S of 143rd to S City Limits	-	-	21,000	-	-		21,000	-
Streets Total		2,324,418	3,772,200	4,657,900	27,264	1,520,847		3,109,788	-
Stormwater									
72063	Arterial - Roe Ave, College to 119th St	-	275,000	275,000	-	-		275,000	-
77014	Leawood Heritage Stormwater	2,819,399	-	113,600	1,796	-		111,804	-
77015	Storm - 12504 Cedar St	-	68,000	68,000	-	-		68,000	-
77018	Storm - Patrician Woods Stormwater	-	200,000	200,000	17,289	181,161	Olsson Assoc (3111.0000559)	1,550	1,600,000
77019	Storm - Improvements, State Line, N of 89th St	-	-	150,000	29,411	120,589	Phoenix Concrete (3111.0000690)	-	-
Stormwater Total		2,819,399	543,000	806,600	48,497	301,750		456,354	1,600,000
Economic Development									
There are currently no Economic Development projects									
		8,214,132	6,583,700	9,447,200	748,158	4,162,197		4,536,846	7,278,400

CITY OF LEAWOOD, KANSAS
BOND-FINANCED Project Status Report
As of 6/30/2016

No.	Project Name	Budget (As Authorized by Resolution)	Resolution Numbers	Previous Yrs Expense	2016 Expenditures*	2016 Encumbrances	Status/Project to Date Information	Balance	Bond Life	Bond Year
Buildings and Grounds										
<i>There are currently no Buildings and Grounds projects</i>										
Buildings and Grounds Total										
		-		-	-	-		-		
Streets										
80129	143rd St, Windsor to Kenneth	13,827,671	4435	2,177	7,194	913,914	Burns & McDonnell (3111.0000686)	12,904,386	15	2020
80162	143rd St, Nall to Mission	13,500,000	1684, 2991, 3845	10,877,830	878,554	1,634,926	Burns & McDonnell (3111.0000234) Miles Excavating (3111.0000602) Magellan Pipeline (3111.0000604)	108,690	15	17/18
80216/ 80217	2017 (2016) Residential Streets, Ph III-Yr 1	3,000,000	4434	9,239	30,525	-		2,960,236	15	2018
80252	2015 Curb Repair/Replacement	5,000,000	3846	4,729,260	238,767	8,421	Freeman Concrete (3111.0000608)	23,552	15	2017
80253	2016 Curb Repair/Replacement	5,000,000	3846	15,398	365,849	3,061,411	Phoenix Concrete (3111.0000690)	1,557,342	15	2017
Streets Total		40,327,671		15,633,904	1,520,890	5,618,671		17,554,206		
Stormwater										
80550	89th & Mission Storm sewer	1,190,755	2550	1,137,075	12,231	2,188	Lamp Rynearson Assoc (3111.0000648)	39,262	15	2017
Streets Total		1,190,755		1,137,075	12,231	2,188		39,262		
Economic Development										
<i>There are currently no Economic Development projects</i>										
Economic Development Total										
		-		-	-	-		-		
		41,518,426		16,770,979	1,533,120	5,620,859		17,593,467		

* Includes financing costs over the life of the project

City of Leawood

INVESTMENT PORTFOLIO EXECUTIVE SUMMARY

June 30, 2016

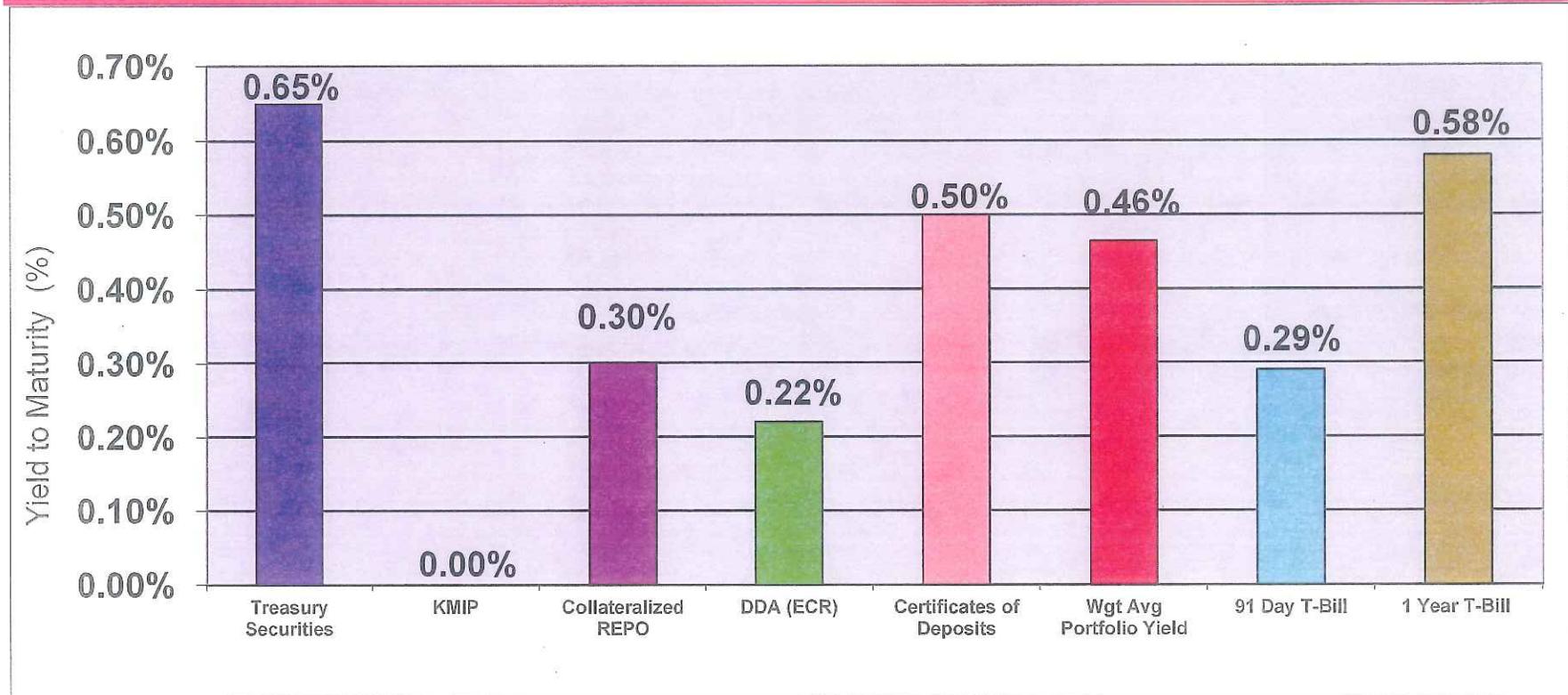
We ask, listen and solve.



Commerce Bank
Member FDIC

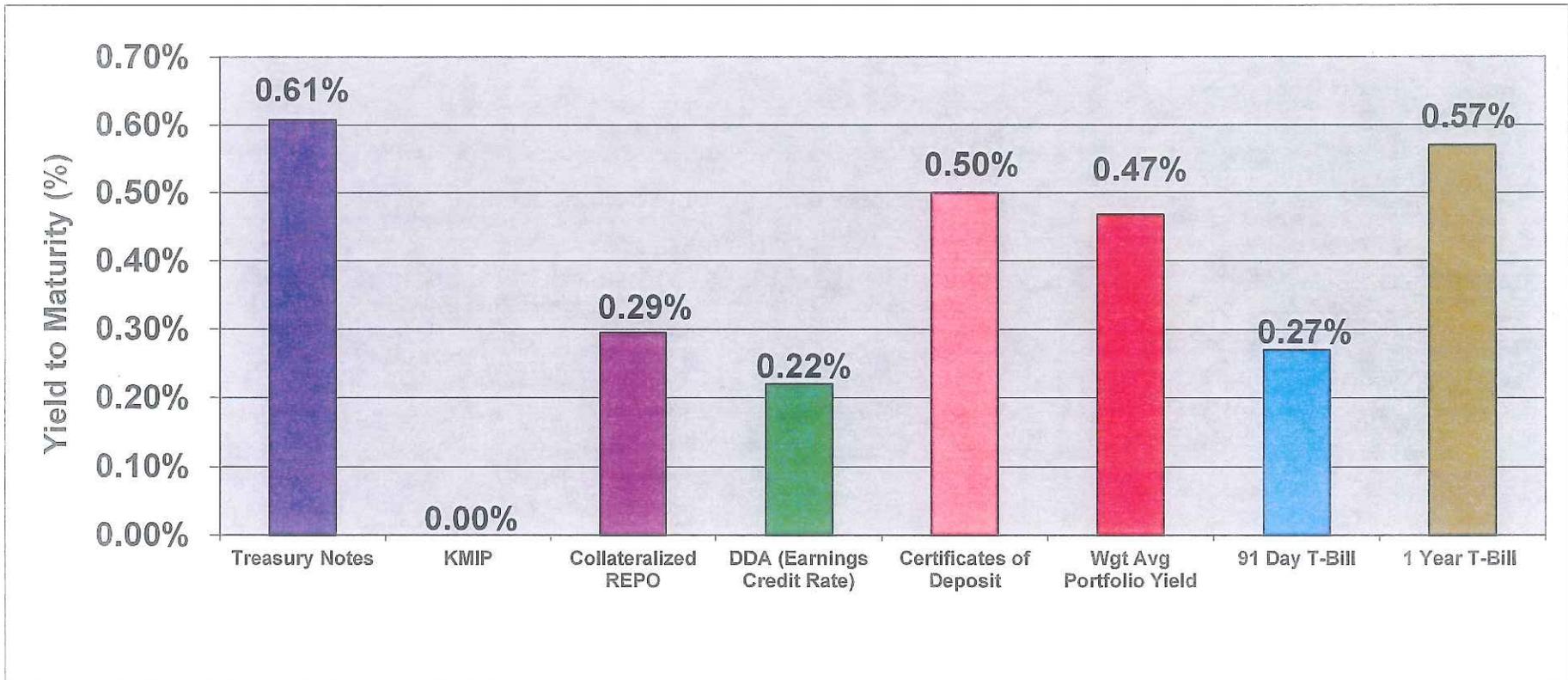
City of Leawood

YIELD TO MATURITY



June 30, 2016

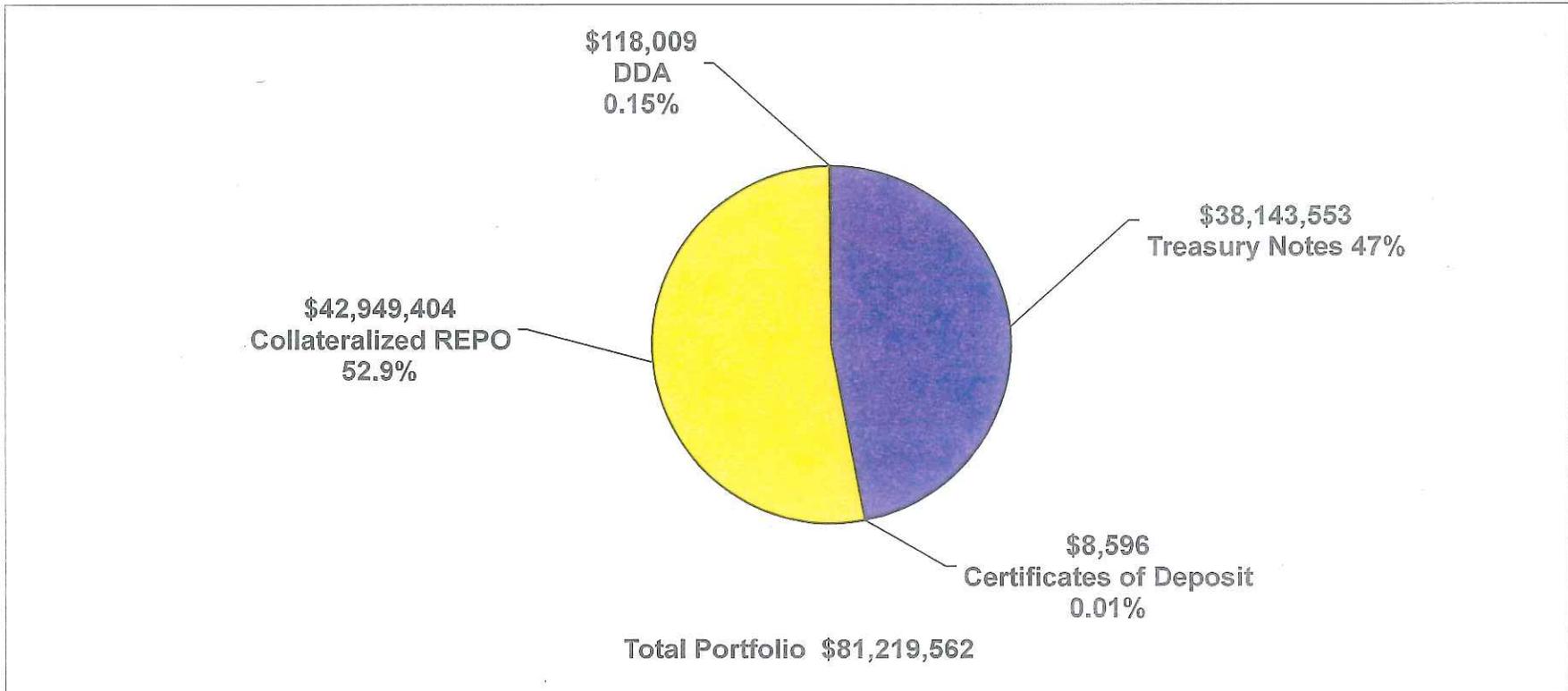
This graph demonstrates the yield to maturity for each asset class as of **June 30, 2016**. The Weighted Average Portfolio yield is the average yield from each asset class weighted by the amount of par invested in each class. Note: The Collateralized REPO represents the Federal Funds Open Rate + 0.02%. The **second quarter 2016** average Federal Funds Open rate was **0.37%**. The long-term portfolio uses the one-year T-Bill as the benchmark. The **second quarter 2016** average of the one-year T-Bill rate was **0.57%**.



June 30, 2016

This graph demonstrates the year-to-date weighted average yield for each asset class as **June 30, 2016**. The weighted average portfolio yield is the average yield from each asset class weighted by the monthly par amount invested in each class. **Note:** The Collateralized REPO represents the Federal Funds Open Rate + 0.02%. The **2016 year-to-date** average Federal Funds Open Rate is **0.36%**. The long-term portfolio uses the one-year T-Bill as the benchmark. The **2016 year-to-date** average one-year T-Bill rate is **0.57%**.

City of Leawood
SECTOR DISTRIBUTION

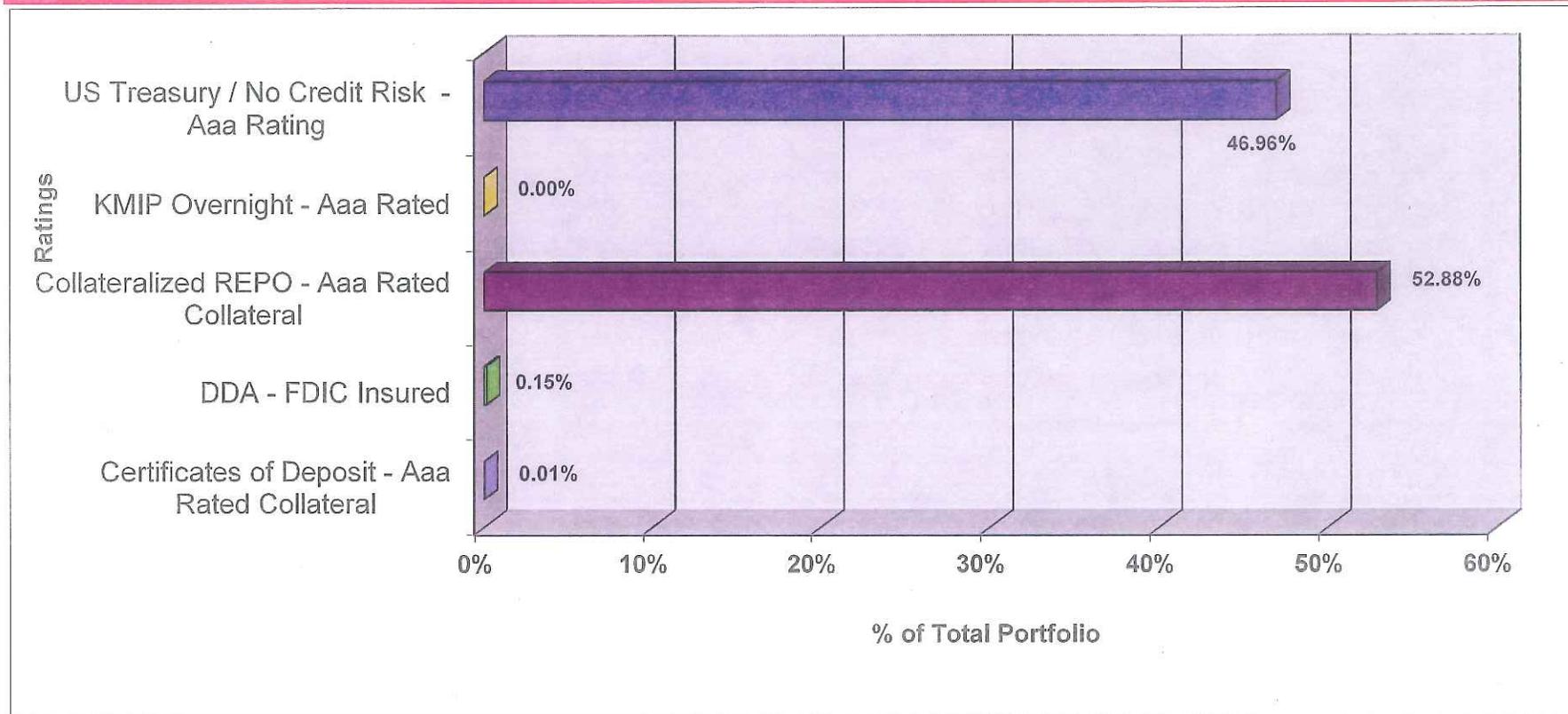


June 30, 2016

This graph demonstrates the distribution of the total book value of assets in the portfolio among various asset types. The percentage represents the percent of total book value held in each asset class.

City of Leawood

RATINGS DISTRIBUTION

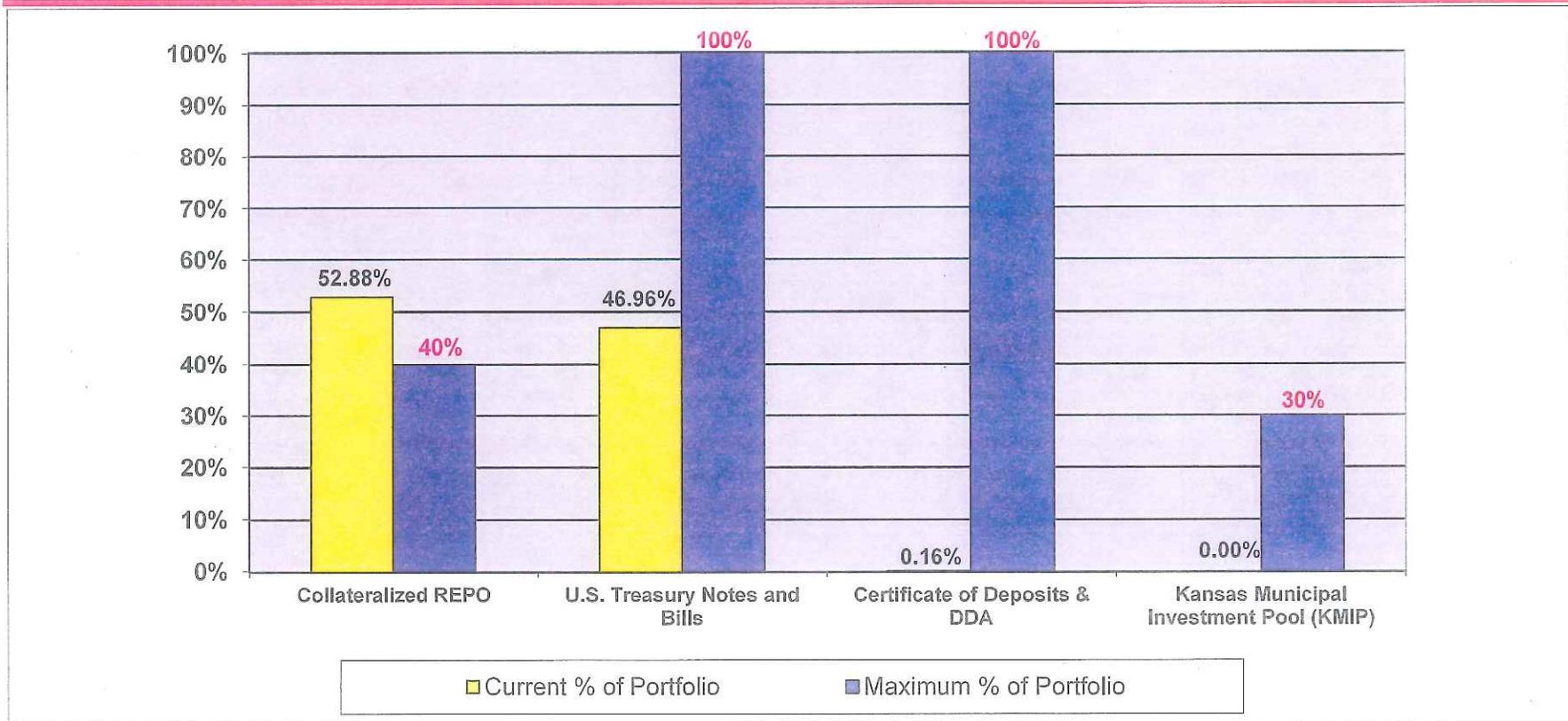


June 30, 2016

This graph demonstrates the book value distribution of assets by credit rating. The graph shows that 100% of the portfolio is invested in assets that have no material credit risk, since assets or the underlying collateral is rated Aaa by Moody's Investors Service. These percentages are well within policy guidelines. Basically, the City of Leawood owns nothing but the best credit risks in the world.

City of Leawood

POLICY COMPLIANCE



June 30, 2016

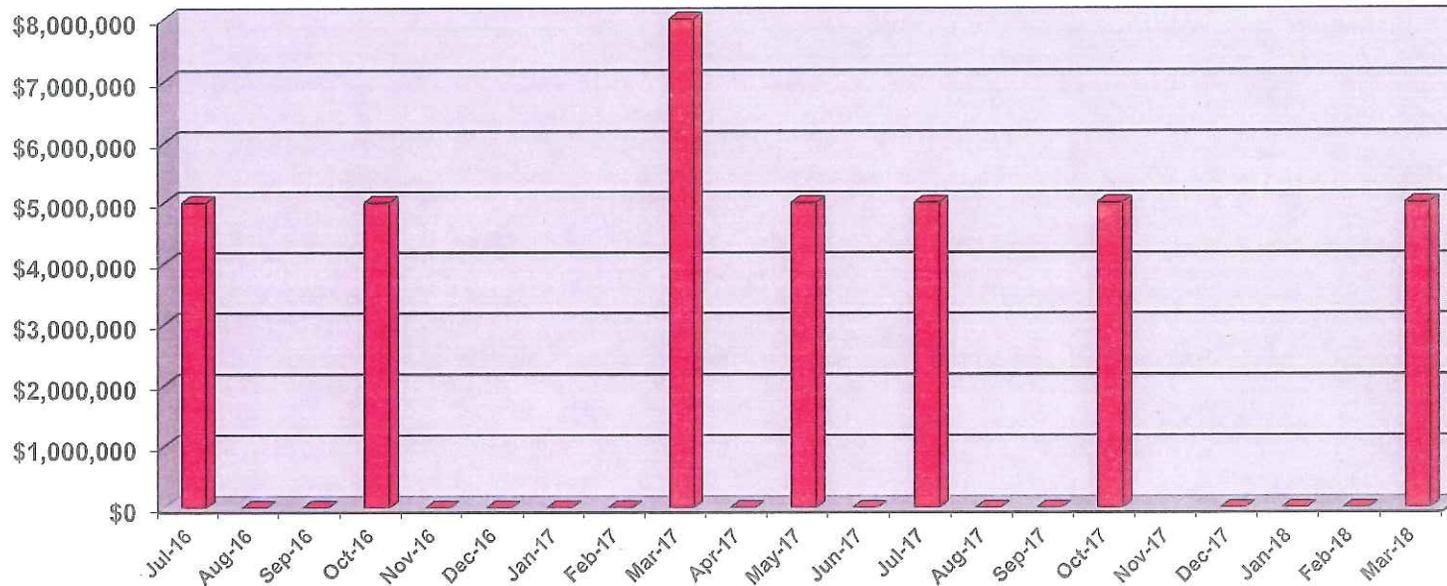
This graph compares the percentage of the total portfolio book value currently held in each asset class to the maximum percentage allowed in that asset class by policy. The Kansas Municipal Investment Pool includes monies held in the city's capital improvement fund, which are exempt from investment policy compliance.

City of Leawood

2-YEAR CASH FLOWS



Term Investment Principal Payments Total = \$38 Million



June 30, 2016

This graph demonstrates the amount of principal being paid from the portfolio each month for the next two years. Currently all term portfolio investments are projected to cash flow with-in the next 24 months.

By Kansas Statute we cannot go out any further than two years. We are also strategically keeping our investments short-term because we need cash flow for operations, capital and debt service.



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