

# Investment Update

June 4, 2024

CLAY COUNTY CLERK OF COURT & COMPTROLLER  
TARA S. GREEN



Purpose of the Investment Committee is to provide overall direction for investing under the Investment Policy approved by the Board of County Commissioners

No change in Membership this quarter

## **Current Members:**

- **Tara S. Green, Clerk of Court and Comptroller**
- **Jim Renninger, Chairman of Board of County Commissioners**
- **Howard Wanamaker, County Manager**
- **Rick Dingle, Chief Administrative Officer**
- **Troy Nagle, Assistant County Manager**
- **Amy Bramlitt, Finance Officer**
- **Debbie Sileo, Director of the Office of Management and Budgets**
- **Heather Boucher, Commission Auditor**

# Market Update

- Federal Reserve continues to keep the target discount rate at 5.25% to 5.50%
- Inflation for January, February and April were 3.1%, 3.2% and 3.5% respectively
- The Florida unemployment rate was 3.3% in April
  - Per the US Chamber of Commerce most recent information as of April, Florida has 543,000 job openings and 361,000 unemployed workers
- Next meeting of the Federal Reserve is July 30<sup>th</sup>-31<sup>st</sup>. The overwhelming consensus of economists is there will be no change at that meeting.
- In this current market, we have not changed the mix of the portfolio at this time

# Cash & Investments as of 3/31/2024

|                               | Balances in<br>Accounts | Average<br>Returns for<br>FY 2023/2024 | Interest<br>Collected for<br>First Quarter | Interest<br>Collected for<br>Second Quarter | FY 2021/2022<br>Interest | FY 2022/2023<br>Interest | YTD<br>FY 2023/2024<br>Interest |
|-------------------------------|-------------------------|--|--|---|--------------------------|--------------------------|---------------------------------|
| Wells Fargo *                 | \$ 35,610,310           | 1.672%                                 | \$ 168,078                                 | \$ 133,448                                  | \$ 63,907                | \$ 355,885               | \$ 301,526                      |
| US Bank Bond Investments      | \$ 35,062,779           | 3.813%                                 | \$ 378,089                                 | \$ 557,193                                  | \$ 247,923               | \$ 1,529,102             | \$ 935,281                      |
| Florida Palm Bond Investments | \$ 27,296,723           | 5.566%                                 | \$ 216,519                                 | \$ 367,981                                  | \$ 221,921               | \$ 738,268               | \$ 584,501                      |
| Florida Palm BOCC Investments | \$ 65,127,854           | 5.595%                                 | \$ 424,739                                 | \$ 957,710                                  | \$ 365,754               | \$ 545,405               | \$ 1,382,449                    |
| Florida Class                 | \$ 43,093,351           | 5.576%                                 | \$ 339,066                                 | \$ 591,799                                  |                          | \$ 1,413,717             | \$ 930,865                      |
| Florida Safe Investments      | \$ 40,659,447           | 5.482%                                 | \$ 678,464                                 | \$ 591,321                                  | \$ 2,575                 | \$ 2,888,780             | \$ 1,269,785                    |
| Florida Prime Investments     | \$ 202,518,284          | 5.599%                                 | \$ 2,868,938                               | \$ 2,888,828                                | \$ 1,643,789             | \$ 9,811,319             | \$ 5,757,766                    |
| Total Cash & Investments      | \$ 449,368,748          |  | \$ 5,073,893                               | \$ 6,088,280                                | \$ 2,545,869             | \$ 17,282,475            | \$ 11,162,173                   |

\* This is actual cash in bank as of 3/31/2024

# Summary of Cash & Investments Q2 FY 2024

Note: All returns are net of fees

|  | Florida Prime   | Annual Return for Qtr | Florida Safe   | Annual Return for Qtr | Florida Class  | Annual Return for Qtr | Florida Palm - BOCC | Annual Return for Qtr | Florida Palm - Bond Proceeds Daily Funds/ Palm term/US Bank | Annual Return for Qtr | Wells Fargo - Operating Acct | Annual Return for Qtr | Total          |
|--|-----------------|-----------------------|----------------|-----------------------|----------------|-----------------------|---------------------|-----------------------|---|-----------------------|------------------------------|-----------------------|----------------|
| Balance at 12/31/2023  | \$ 213,129,456  |                       | \$ 48,068,126  |                       | \$ 48,501,552  |                       | \$ 70,970,143       |                       | \$ 73,839,127   |                       | \$ -                         |                       |                |
| Earnings   | \$ 2,888,828    | 5.6%                  | \$ 591,321     | 5.4%                  | \$ 591,799     | 5.5%                  | \$ 957,710          | 5.4%                  | \$ 925,174  | 5.4%                  | \$ 133,448                   | 1.7%                  | \$ 6,088,280   |
| Changes to Investment  | \$ (13,500,000) |                       | \$ (8,000,000) |                       | \$ (6,000,000) |                       | \$ (6,800,000)      |                       | \$ (12,404,799)   |                       | \$ -                         |                       |                |
| Realized gain(loss)  |                 |                       |                |                       |                |                       |                     |                       | \$ -  |                       |                              |                       |                |
| Unrealized gain/(loss)   |                 |                       |                |                       | \$ -           |                       |                     |                       | \$ -  |                       |                              |                       |                |
| Balance at 3/31/2024   | \$ 202,518,284  |                       | \$ 40,659,447  |                       | \$ 43,093,351  |                       | \$ 65,127,854       |                       | \$ 62,359,502   |                       | \$ 35,610,310                |                       | \$ 449,368,748 |
| % Invested   | 45.07%          |                       | 9.05%          |                       | 9.59%          |                       | 14.49%              |                       | 13.88%  |                       | 7.92%                        |                       | 100.00%        |
| Maximum Per Investment Policy  | <80%            |                       | <40%           |                       | <40%           |                       | <40%                |                       | <40%  |                       | <40%                         |                       |                |
| Total in Pools   |                 |                       |                |                       |                |                       |                     |                       |   |                       |                              |                       | 32.52%         |
| Maximum in Pools per Investment Policy   |                 |                       |                |                       |                |                       |                     |                       |   |                       |                              |                       | <80%           |
| S&P Rated GIP Index Government 30-Day Net of Fees Yield (All pools for September's earnings were above this benchmark) |                 |                       |                |                       |                |                       |                     |                       |   |                       |                              |                       | 5.26%          |

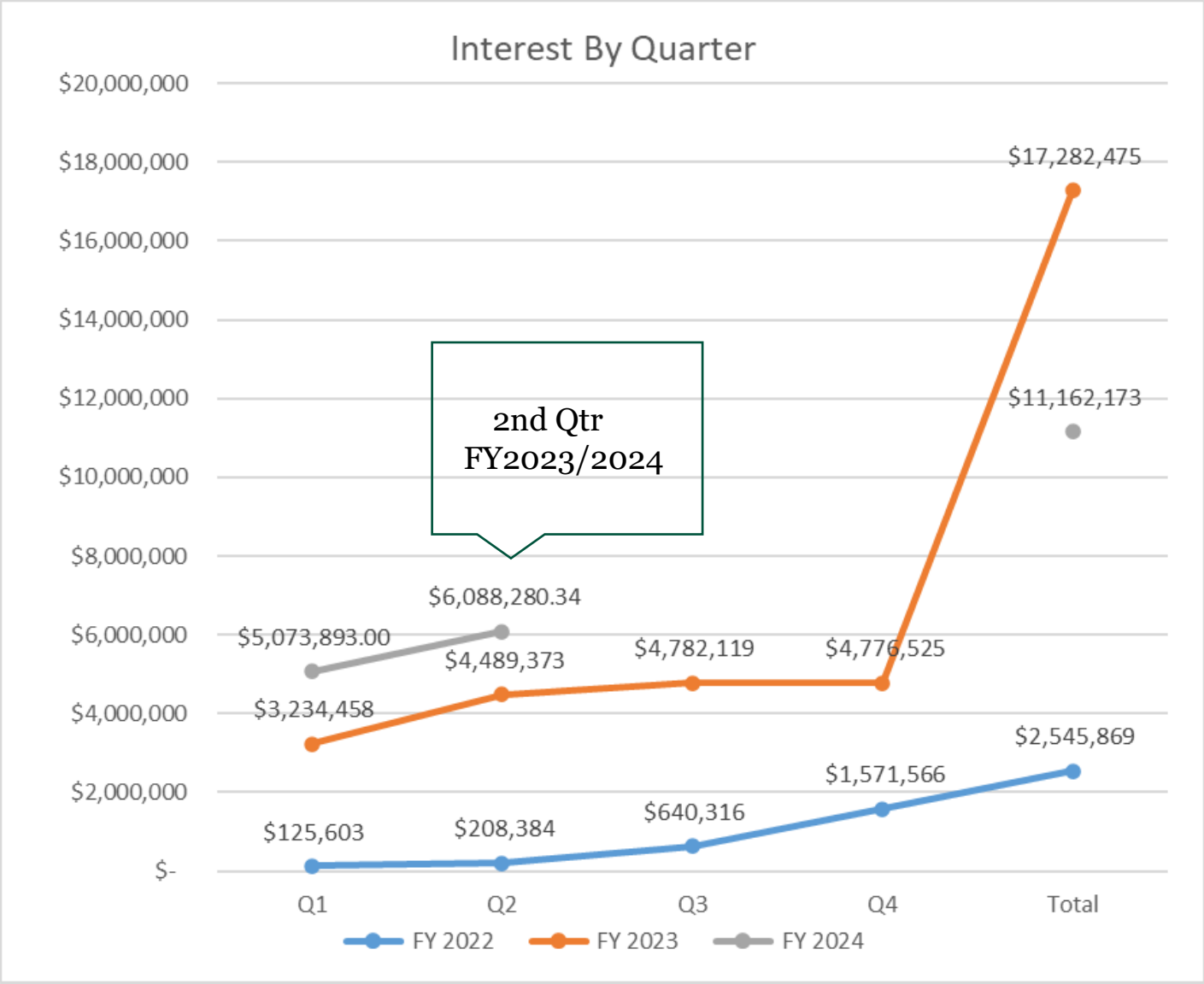
# Net Earnings by Investment FY 2023/2024

|         | Current Investments |         |                |         |        |         |        |
|---------|---------------------|---------|----------------|---------|--------|---------|--------|
|         | Florida             | Florida | Florida        | Florida | PFM/US | Florida | Wells  |
|         | Prime               | Safe    | Palm -<br>Bond | Palm    | Bank * | Class   | Fargo  |
| Average | 5.599%              | 5.482%  | 5.566%         | 5.595%  | 3.813% | 5.576%  | 1.740% |
| High    | 5.754%              | 5.672%  | 5.971%         | 6.147%  | 6.321% | 5.951%  | 2.261% |
| Low     | 5.377%              | 5.179%  | 5.190%         | 5.156%  | 0.856% | 5.174%  | 1.339% |

**\* Since invested in Treasury Investments**

Note: All of these funds with the exception of the bond proceeds are liquid funds with same day to 3 days availability

# Comparison of Net Earnings by Investment



# Interest Earnings by Fund

For Q2 FY 2024 there is a positive variance to the budget as we have received 59% of the current budget in the first half of the Fiscal Year

|                                       | Original<br>Budget | Current<br>Budget | Q2<br>FY 23/24<br>Actual | Variance       | %<br>Of Budget |
|---------------------------------------|--------------------|-------------------|--------------------------|----------------|----------------|
| General Fund                          | \$ 2,250,020       | \$ 2,250,020      | \$ 1,106,469             | \$ (1,143,551) | 49%            |
| American Rescue Plan Fund             | \$ 540,000         | \$ 540,000        | \$ 342,007               | \$ (197,993)   | 63%            |
| Capital Improvement Fund              | \$ 2,050,000       | \$ 1,450,000      | \$ 820,170               | \$ (629,830)   | 57%            |
| Bond Construction Fund                | \$ 720,000         | \$ 1,475,000      | \$ 741,651               | \$ (733,349)   | 50%            |
| Impact Fee Funds District 2 & 3       | \$ 320,000         | \$ 320,000        | \$ 115,563               | \$ (204,437)   | 36%            |
| Mobility Fee Funds & Impact Fee Funds | \$ 99,000          | \$ 99,000         | \$ 227,296               | \$ 128,296     | 230%           |
| General Fund & Capital Funds          | \$ 5,979,020       | \$ 6,134,020      | \$ 3,353,156             | \$ (2,780,864) | 55%            |
| Solid Waste Fund                      | \$ 1,524,000       | \$ 1,524,000      | \$ 707,473               | \$ (816,527)   | 46%            |
| Universal Collections Fund            | \$ 175,000         | \$ 175,000        | \$ 169,895               | \$ (5,105)     | 97%            |
| Other Funds                           | \$ 2,517,893       | \$ 2,517,893      | \$ 1,857,757             | \$ (660,136)   | 74%            |
|                                       | \$ 10,195,913      | \$ 10,350,913     | \$ 6,088,280             | \$ (4,262,633) | 59%            |



# Questions

# Appendix

# Detail Earnings for Q2 FY 2023/2024

|   | Florida Prime  | Annual Return | Florida Safe   | Annual Return | Florida Class  | Annual Return | Florida Palm - BOCC | Annual Return | Florida Palm - Bond Proceeds Daily Funds/ Palm term | Annual Return | US Bank - Treasuries (FL PALM) | Annual Gross Return | Wells Fargo - Operating Acct | Annual Gross Return | Total          |
|---|----------------|---------------|----------------|---------------|----------------|---------------|---------------------|---------------|---|---------------|--------------------------------|---------------------|------------------------------|---------------------|----------------|
| Balance at 12/31/2023                       | \$ 213,129,456 |               | \$ 48,068,126  |               | \$ 48,501,552  |               | \$ 70,970,143       |               | \$ 26,928,741                                       |               | \$ 46,910,386                  |                     | \$ 37,641,476                |                     | \$ 492,149,881 |
| Interest January 2024                       | \$ 1,000,114   | 5.63%         | \$ 220,190     | 5.50%         | \$ 210,782     | 5.95%         | \$ 331,219          | 5.60%         | \$ 125,676  | 5.60%         | \$ 247,098                     | 6.32%               | \$ 49,188                    | 1.42%               | \$ 2,184,267   |
| Interest February 2024                      | \$ 922,235     | 5.38%         | \$ 180,338     | 5.18%         | \$ 184,145     | 5.17%         | \$ 306,345          | 5.16%         | \$ 117,002  | 5.19%         | \$ 154,886                     | 3.96%               | \$ 40,798                    | 1.34%               | \$ 1,905,749   |
| Interest March 2024                         | \$ 966,479     | 5.75%         | \$ 190,793     | 5.66%         | \$ 196,872     | 5.51%         | \$ 320,146          | 5.57%         | \$ 125,304  | 5.53%         | \$ 155,208                     | 4.95%               | \$ 43,462                    | 2.26%               | \$ 1,998,264   |
| Payment of Invoices                         |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (75,155,337)              |                     |                |
| Ad Hoc Payments                             |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (5,060,216)               |                     |                |
| Payroll Payments                            |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (8,281,294)               |                     |                |
| Procurement Card Payments                   |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (111,220)                 |                     |                |
| Difference in Outstanding Checks            |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (39,297)                  |                     |                |
| Collection of Taxes and Receipts            |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ 40,762,421                |                     |                |
| Collection of Customer Deposits             |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ 14,366,486                |                     |                |
| Change in Principle - January               | \$ (3,300,000) |               |                |               | \$ (6,000,000) |               |                     |               |   |               | \$ (3,084,149)                 |                     | \$ 12,384,149                |                     |                |
| Change in Principle - February              | \$ (5,000,000) |               | \$ (6,500,000) |               |                |               | \$ (1,500,000)      |               |   |               |                                |                     | \$ 13,000,000                |                     |                |
| Change in Principle - March                 | \$ (5,200,000) |               | \$ (1,500,000) |               |                |               | \$ (5,300,000)      |               |   |               | \$ (9,320,650)                 |                     | \$ 21,320,650                |                     |                |
| Change in value for year end GAAP Reporting |                |               |                |               |                |               |                     |               |   |               |                                | *                   |                              |                     |                |
| Realized Gain(Loss) on sale of assets       |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (1,242,377)               |                     |                |
| Land Purchases                              |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (11,589,590)              |                     |                |
| Ad hoc bank transactions                    |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (2,239,125)               |                     |                |
| Bond payment                                |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (279,862)                 |                     |                |
| Other net                                   |                |               |                |               |                |               |                     |               |   |               |                                |                     | \$ (279,862)                 |                     |                |
| Balance at 3/31/2024                        | \$ 202,518,284 |               | \$ 40,659,447  |               | \$ 43,093,351  |               | \$ 65,127,854       |               | \$ 27,296,723                                       |               | \$ 35,062,779                  |                     | \$ 35,610,310                |                     | \$ 449,368,748 |
| % Invested                                  | 45.07%         |               | 9.05%          |               | 9.59%          |               | 14.49%              |               | 6.07%   |               | 7.80%                          |                     | 7.92%                        |                     | 100.00%        |
| Maximum Per Investment Policy               | <80%           |               | <40%           |               | <40%           |               | <40%                |               | <40%  |               | <40%                           |                     | <40%                         |                     | <80%           |
| Total in Pools                              |                |               |                |               |                |               |                     |               |   |               |                                |                     |                              |                     | 32.52%         |
| Maximum in Pools per Investment Policy      |                |               |                |               |                |               |                     |               |   |               |                                |                     |                              |                     | <80%           |