



## ECONOMIC OUTLOOK & PORTFOLIO REVIEW

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- New tariffs will (*probably*) take effect on August 1, 2025.
- Inflation is trending higher, but not nearly as much as some had feared.
- Job growth has slowed, but not to the extent expected.
- GDP *appeared* to bounce back in Q2. The third quarter is TBD.
- Fed remains on hold for now. Pressure to fire Powell has intensified.
- Outlook remains far from clear.

## BLOOMBERG ECONOMIST SURVEY

June 2025	Q2 25	Q3 25	Q4 25	Q1 26	Q2 26	Q3 26	Q4 26	Q1 27	Q2 27	Q3 27
<b>Economy</b>										
Real GDP Q-Q% SAAR	2.00	0.80	1.20	1.50	1.80	1.90	2.00			
Unemployment Rate	4.20	4.40	4.50	4.50	4.50	4.50	4.40			
Headline CPI (Y-O-Y)	2.50	3.10	3.30	3.10	3.10	2.70	2.50			
Core PCE (Y-O-Y)	2.70	3.10	3.20	3.00	2.90	2.60	2.40			
<b>Fed Funds (Upper Bound) Current = 4.50</b>										
June Survey Median	n/a	4.25	4.00	3.75	3.75	3.50	3.50	3.25	3.25	3.25
May Survey Median	4.50	4.25	4.00	3.75	3.50	3.50	3.50	3.25	3.25	3.25
Change in Medians	n/a	0.00	0.00	0.00	0.25	0.00	0.00	0.00	0.00	0.00
<b>Treasury Yields</b>										
6/27/2025										
Average US 2-Year	3.73	n/a	3.83	3.70	3.59	3.56	3.52	3.49	3.49	3.49
Average US 5-Year	3.82	n/a	3.97	3.91	3.84	3.82	3.78	3.75	3.72	3.72
Average US 10-Year	4.26	n/a	4.36	4.30	4.23	4.21	4.17	4.13	4.12	4.08
Average US 30-Year	4.82	n/a	4.81	4.70	4.64	4.63	4.59	4.57	4.52	4.50

The US economy will expand 1.5% in 2025, 1.6% in 2026, and 2.0% in 2027 according to a survey by Bloomberg News.

- Survey of 82 economists conducted from June 20 to June 25
- Chance of a recession happening over the next 12 months is 35% versus prior survey 40%, according to 43 respondents
- Q2 2025 GDP forecast at +2.1% q/q annualized versus prior survey +1.3%
- Q3 2025 GDP forecast at +0.8% q/q annualized was unchanged versus prior survey
- 2025 CPI forecast at +2.9% y/y versus prior survey +3.0%
- 2026 CPI forecast unchanged at +2.8% y/y versus prior survey
- Fed funds rate upper-bound seen at 4.50% at July 30th meeting, current rate is 4.50%

## BOND YIELDS – 2 YEAR TREASURY NOTE YIELD



## CURRENT INVESTMENT CHOICES

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### U.S. Treasuries

- 6-month ~~4.21%~~ ~~4.18%~~ ~~4.29%~~ 4.25%
- 12-month ~~4.03%~~ ~~3.94%~~ ~~4.14%~~ 4.06%
- 24-month ~~3.92%~~ ~~3.77%~~ ~~4.01%~~ 3.88%
- 36-month ~~3.90%~~ ~~3.77%~~ ~~4.00%~~ 3.84%

### Overnight Investment Pools (7/14/25)

- Fl. Prime ~~4.49%~~ ~~4.51%~~ ~~4.44%~~ 4.45%
- Fl. Trust ~~4.41%~~ ~~4.42%~~ ~~4.39%~~ 4.42%
- Fl. Class ~~4.37%~~ ~~4.40%~~ ~~4.35%~~ 4.34%
- Fl. Safe ~~4.39%~~ ~~4.36%~~ ~~4.31%~~ 4.31%
- Fl. STAR ~~4.34%~~ ~~4.36%~~ ~~4.28%~~ 4.30%

### Florida QPD Savings

- Multiple banks at 2.50% to 4.50%

## NOTES AND RECOMMENDATIONS

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- Upcoming Maturities:

- *7/28 \$10 mm Federal Farm Credit Bank @ 4.99%*

- Recent Transactions

- Reinvested \$11.1 mm PALM 12 months @ 4.27%
  - Reinvested \$11.1 mm PALM 9 months @ 4.30%

- Recommended Purchases

\* Subject to cash flow limitations at time of roll.

*Motion to implement recommendations of our financial advisor based on the report submitted today and recommend the Clerk implement said Board recommendations.*

*Expenses to be paid from maturing investments.*

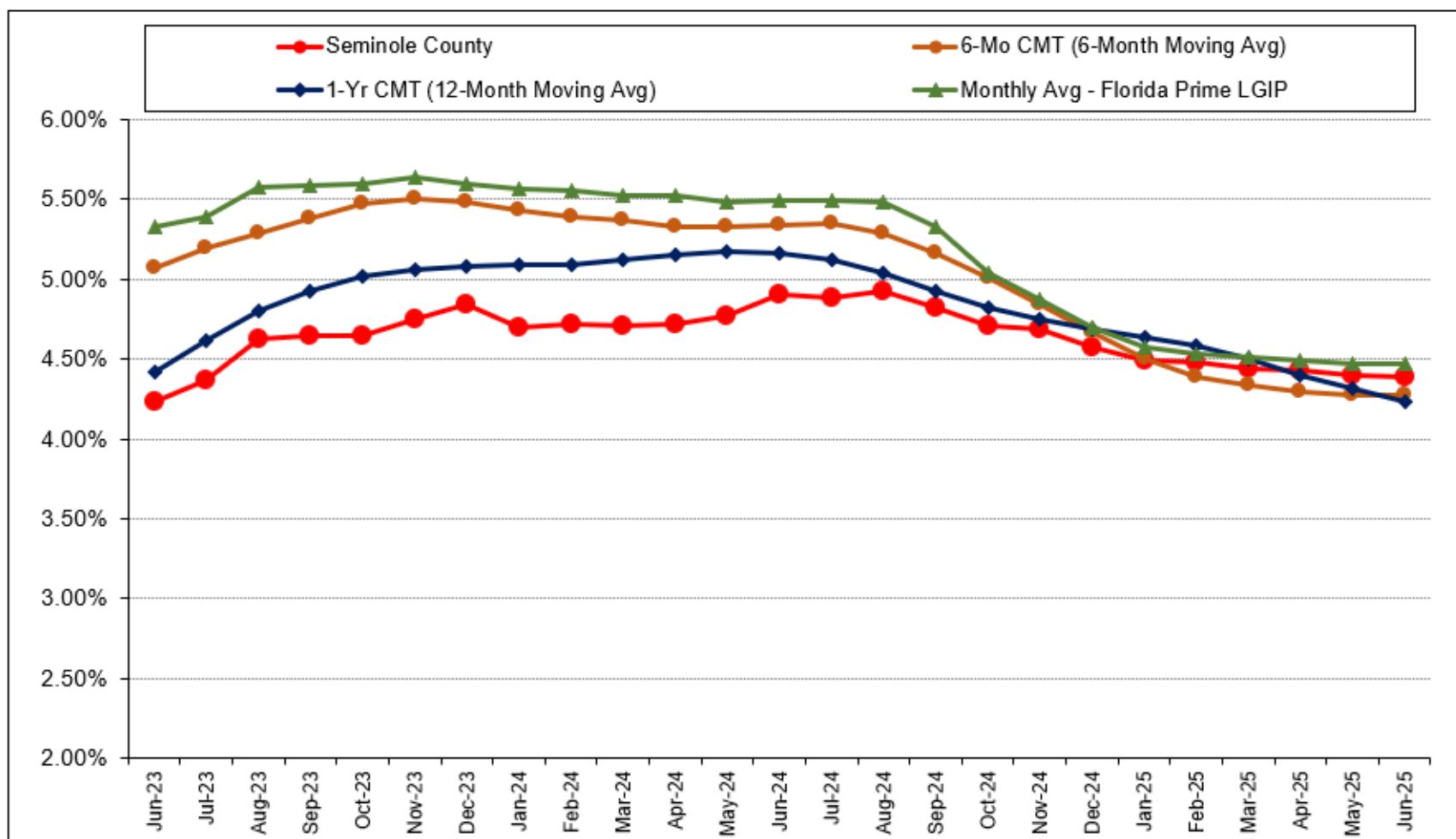
# PORTFOLIO SNAPSHOT (JUNE 30, 2025...PROJECTED JULY)

	June 30 Portfolio			Proposed Invest / (Divest)	Projected July Portfolio		
	Allocation	Current %	Policy Limit Deviation		Allocation	Proposed %	Policy Limit Deviation
<b>Cash Equivalents</b>							
Bank QPD Funds	61,494,074	7.1%	-92.9%	-	61,494,074	7.1%	-92.9%
Florida Prime	21,743,058	2.5%	-27.5%	20,000,000	41,743,058	4.8%	-25.2%
Other Cash Pools	19,224,663	2.2%	-23.8%	-	19,224,663	2.2%	-23.8%
<b>Total Liquid Funds</b>	102,461,795	11.8%		20,000,000	122,461,795	14.1%	
<b>Investments</b>							
Treasuries	279,708,050	32.2%	-67.8%	-	279,708,050	32.2%	-67.8%
Agencies	308,860,593	35.6%	-44.4%	(20,000,000)	288,860,593	33.3%	-46.7%
MBS	835,559	0.1%	-29.9%	-	835,559	0.1%	-29.9%
Fixed Term Pool (PALM)	121,596,448	14.0%	-23.8%	-	121,596,448	14.0%	-23.8%
Repos	-	0.0%	0.0%	-	-	0.0%	0.0%
Munis	-	0.0%	-20.0%	-	-	0.0%	-20.0%
Corporates	-	0.0%	-10.0%	-	-	0.0%	-10.0%
Commercial Paper	-	0.0%	-20.0%	-	-	0.0%	-20.0%
CDs	54,559,234	6.3%	-18.7%	-	54,559,234	6.3%	-18.7%
<b>Total Investments</b>	765,559,884	88.2%		(20,000,000)	745,559,884	85.9%	
<b>Total Portfolio</b>	868,021,679	100.0%			868,021,679	100.0%	
Avg Portfolio Maturity in days (as of 6/30)	401				(Projected July...)	400	
<b>Portfolio by Maturity</b>							
	Current		Proposed *				
	Portfolio %	WA Yield	Portfolio %	WA Yield			
Less than 90 days	26.6%	4.54%	31.6%	4.53%			
3 - 12 months	27.1%	4.54%	23.7%	4.51%			
Beyond 12 months	46.4%	4.21%	44.6%	4.20%			
<b>Total</b>	100.0%	4.39%	100.0%	4.36%			

\* Proposed portfolio %.

## BENCHMARK COMPARISON 6/30/2025

Seminole County	6-Mo CMT (6-Month Moving Avg)	1-Yr CMT (12-Month Moving Avg)	Monthly Avg - Florida Prime LGIP
Jun-23	4.23%	5.07%	4.42%
Jul-23	4.37%	5.20%	4.62%
Aug-23	4.63%	5.29%	4.80%
Sep-23	4.65%	5.38%	4.93%
Oct-23	4.65%	5.47%	5.01%
Nov-23	4.75%	5.50%	5.06%
Dec-23	4.84%	5.49%	5.08%
Jan-24	4.70%	5.43%	5.09%
Feb-24	4.72%	5.39%	5.09%
Mar-24	4.71%	5.36%	5.12%
Apr-24	4.72%	5.33%	5.15%
May-24	4.77%	5.33%	5.17%
Jun-24	4.90%	5.34%	5.16%
Jul-24	4.88%	5.34%	5.12%
Aug-24	4.93%	5.29%	5.04%
Sep-24	4.82%	5.16%	4.93%
Oct-24	4.71%	5.00%	4.82%
Nov-24	4.69%	4.84%	4.75%
Dec-24	4.57%	4.66%	4.69%
Jan-25	4.49%	4.50%	4.64%
Feb-25	4.48%	4.39%	4.58%
Mar-25	4.44%	4.34%	4.50%
Apr-25	4.43%	4.30%	4.40%
May-25	4.40%	4.28%	4.31%
Jun-25	4.39%	4.27%	4.23%
			4.47%



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