



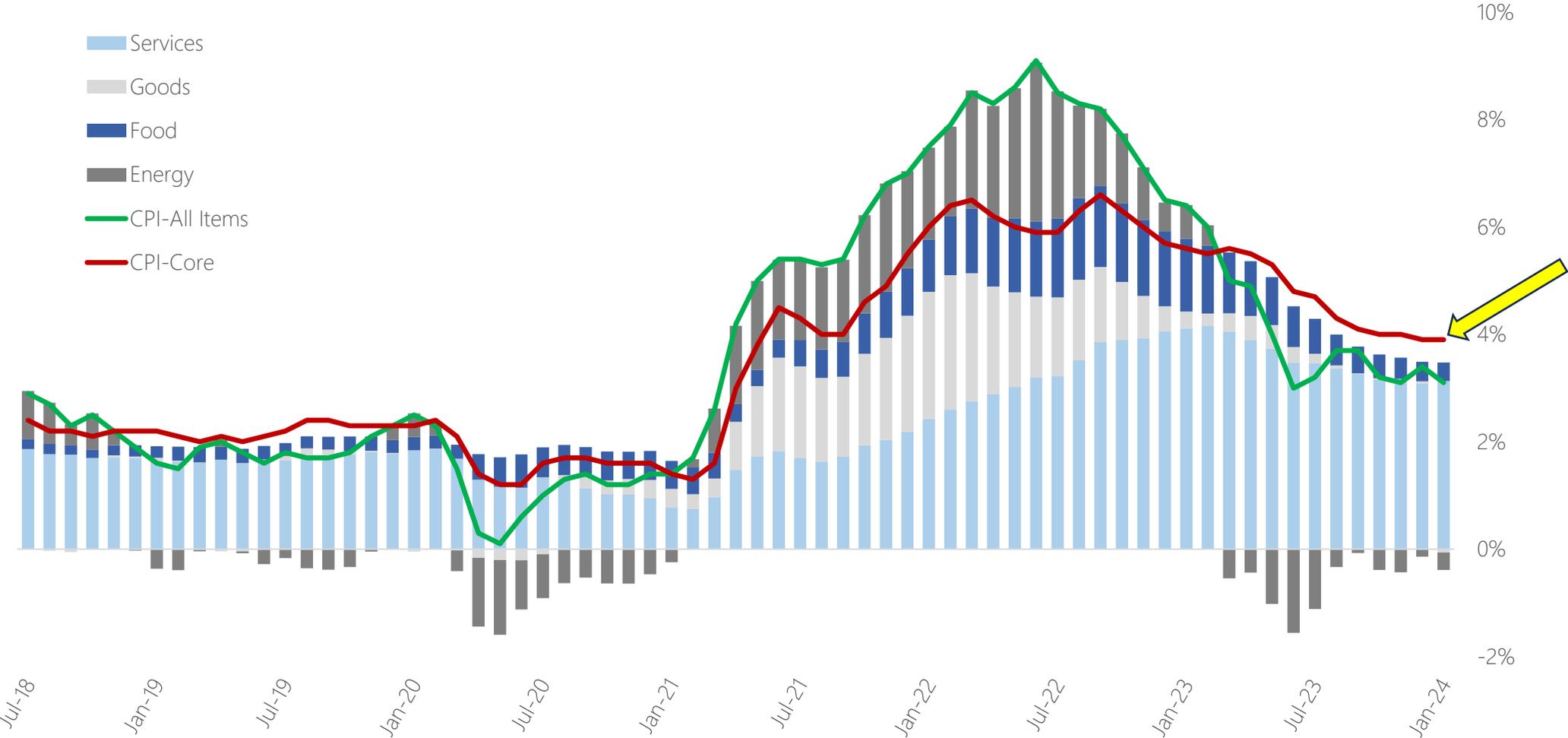
Economic Outlook and Portfolio Strategy

February 27, 2024

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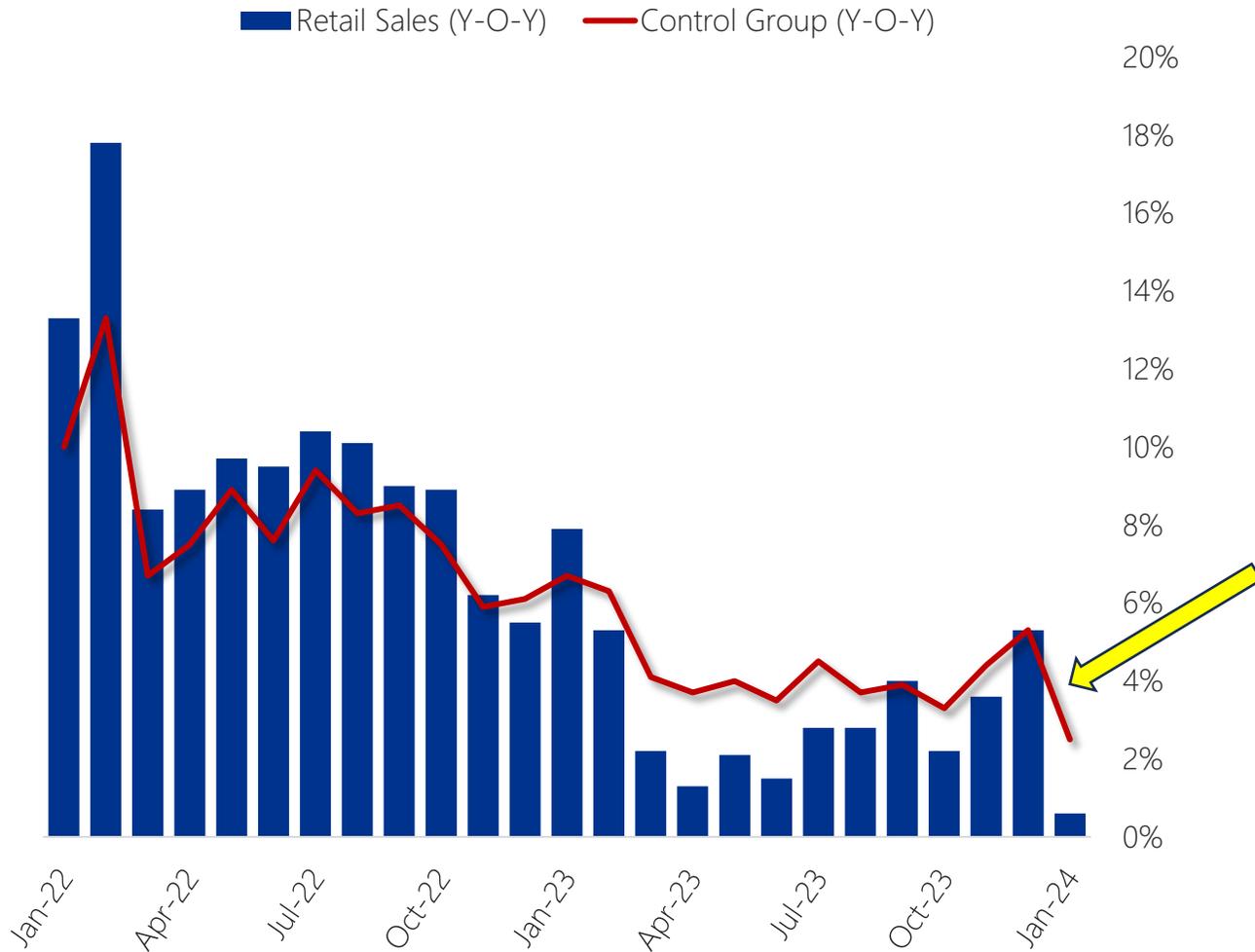
- ✓ The Fed finally removed its tightening bias, but signaled *patience* with future rate cuts
- ✓ Consumer inflation was warmer-than-expected in January, but...
- ✓ Consumer spending slowed significantly
- ✓ All three major equity indexes reached record highs in February

Consumer Price Index (Year-over-Year % Change)



Source: Bureau of Labor Statistics

Retail Sales (Year-over-Year % Change)



Source: US Census Bureau

- U.S. Treasuries

| | | | | |
|------------|------------------|------------------|------------------|-------|
| ○ 6-month | 5.47% | 5.37% | 5.21% | 5.33% |
| ○ 12-month | 5.36% | 5.11% | 4.85% | 4.98% |
| ○ 24-month | 5.02% | 4.71% | 4.39% | 4.69% |
| ○ 36-month | 4.79% | 4.33% | 4.18% | 4.45% |

- Florida QPD Savings

- Multiple banks at 2.60% to 5.50%

Overnight Investment Pools (2/22/24)

| | |
|-------------|-------|
| ○ Fl. Prime | 5.33% |
| ○ Fl. Trust | 5.48% |
| ○ Fl. Class | 5.42% |
| ○ Fl. Safe | 5.41% |
| ○ Fl. PALM | 5.45% |
| ○ Fl. STAR | 5.33% |

■ Upcoming Maturities:

- Feb 29 \$10 mm Treasury @ 3.23%
- Mar 8 \$15 mm FHLB @ 4.92%
- Mar 31 \$10 mm Treasury @ 3.06%
- April 30 \$10 mm Treasury @ 3.07%

■ Recent Investments:

- \$20 mm FHLB to Oct 2025 @ ~~4.45%~~ 4.45%
- \$10 mm FHLB to Mar 2026 @ ~~4.35%~~ 4.34%
- \$11 mm FHLB to Sept 2026 @ ~~4.24%~~ 4.28%

■ Recommended Purchases

- \$10 mm Florida Palm Term to Feb 2025 @ 5.20% *
 - \$10 mm Treasury or Agency to June 2026 @ 4.52% *
 - \$10 mm Treasury or Agency to Oct 2026 @ 4.48% *
- * Estimated yields as of Feb 23, 2024

Monthly expenses to be paid from maturities and balances in Florida Prime pool.

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

Portfolio Snapshot (January 31 ...projected Feb 29, 2024)



| | January 31 Portfolio | | | Proposed Invest / (Divest) | Projected Feb Portfolio | | |
|---------------------------|----------------------|-----------|------------------------|-------------------------------|-------------------------|------------|------------------------|
| | Allocation | Current % | Policy Limit Deviation | | Allocation | Proposed % | Policy Limit Deviation |
| Cash Equivalents | | | | | | | |
| Bank QPD Funds | 86,975,894 | 9.2% | -90.8% | - | 86,975,894 | 9.2% | -90.8% |
| Florida Prime | 38,008,172 | 4.0% | -26.0% | 12,949,930 | 50,958,102 | 5.4% | -24.6% |
| Other Cash Pools | 17,741,170 | 1.9% | -23.5% | - | 17,741,170 | 1.9% | -22.5% |
| Total Liquid Funds | 142,725,236 | 15.2% | | 12,949,930 | 155,675,166 | 16.6% | |
| Investments | | | | | | | |
| Treasuries | 162,429,910 | 17.3% | -82.7% | (12,957,330) | 149,472,580 | 15.9% | -84.1% |
| Agencies | 446,653,478 | 47.5% | -32.5% | (9,992,600) | 436,660,878 | 46.4% | -33.6% |
| MBS | 1,096,720 | 0.1% | -29.9% | - | 1,096,720 | 0.1% | -29.9% |
| Fixed Term Pool (PALM) | 136,992,784 | 14.6% | -23.5% | 10,000,000 | 146,992,784 | 15.6% | -22.5% |
| 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 | 50,677,440 | 5.4% | -19.6% | - | 50,677,440 | 5.4% | -19.6% |
| Total Investments | 797,850,332 | 84.8% | | (12,949,930) | 784,900,402 | 83.4% | |
| Total Portfolio | 940,575,568 | 100.0% | | | 940,575,568 | 100.0% | |

Avg Portfolio Maturity in days (as of 1/31) **315**

(Projected Feb...) **330**

Portfolio by Maturity

| | Current | | Proposed * | |
|-------------------|-------------|----------|-------------|----------|
| | Portfolio % | WA Yield | Portfolio % | WA Yield |
| Less than 90 days | 24.0% | 5.01% | 20.8% | 5.14% |
| 3 - 12 months | 40.2% | 4.47% | 41.5% | 4.46% |
| Beyond 12 months | 35.8% | 4.76% | 37.7% | 4.77% |
| Total | 100.0% | 4.70% | 100.0% | 4.72% |

* Proposed portfolio %.

Portfolio Stats 1/31/24

- Avg. maturity: 315 days
- Avg. yield: 4.70%
- Fixed/Floating: 85% / 15%
- <90 days \$225 mm

Estimated Portfolio 2/29/24

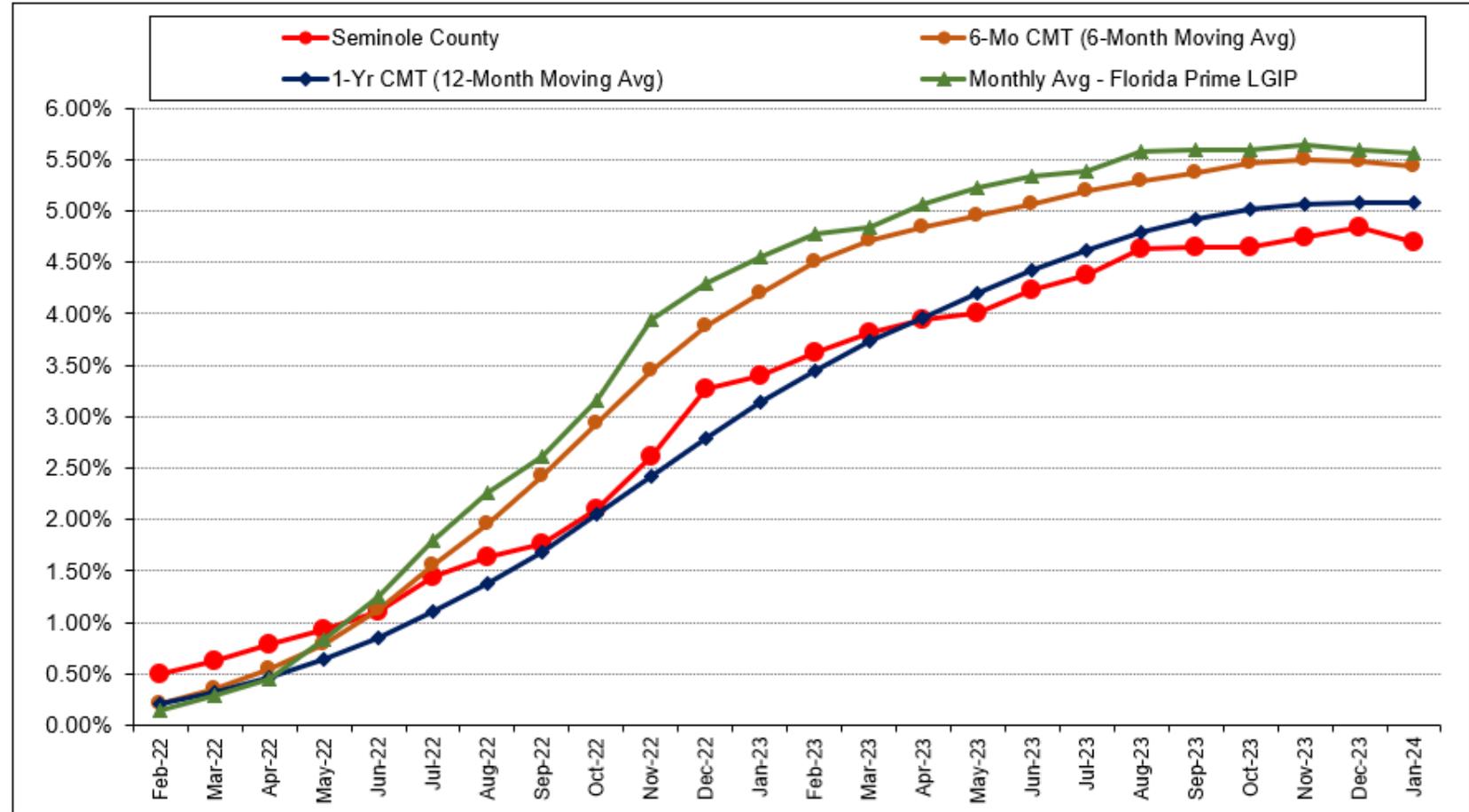
- Avg. maturity: 330 days
- Avg. yield: 4.72%
- Fixed/Floating: 83% / 17%
- <90 days \$244 mm

Avg. Portfolio Maturity by Year

- Feb 2021 134 days
- Feb 2022 215 days
- Feb 2023 296 days
- Feb 2024 330 days

Benchmark Comparison 1/31/2024

| Seminole County | 6-Mo CMT (6-Month Moving Avg) | 1-Yr CMT (12-Month Moving Avg) | Monthly Avg - Florida Prime LGIP |
|-----------------|-------------------------------|--------------------------------|----------------------------------|
| Feb-22 | 0.49% | 0.21% | 0.14% |
| Mar-22 | 0.63% | 0.35% | 0.29% |
| Apr-22 | 0.78% | 0.54% | 0.45% |
| May-22 | 0.93% | 0.78% | 0.84% |
| Jun-22 | 1.11% | 1.12% | 1.25% |
| Jul-22 | 1.45% | 1.55% | 1.80% |
| Aug-22 | 1.63% | 1.96% | 2.26% |
| Sep-22 | 1.77% | 2.43% | 2.61% |
| Oct-22 | 2.10% | 2.93% | 3.15% |
| Nov-22 | 2.61% | 3.45% | 3.94% |
| Dec-22 | 3.27% | 3.87% | 4.30% |
| Jan-23 | 3.40% | 4.20% | 4.55% |
| Feb-23 | 3.62% | 4.50% | 4.77% |
| Mar-23 | 3.82% | 4.72% | 4.84% |
| Apr-23 | 3.94% | 4.84% | 5.06% |
| May-23 | 4.01% | 4.95% | 5.23% |
| Jun-23 | 4.23% | 5.07% | 5.33% |
| Jul-23 | 4.37% | 5.20% | 5.39% |
| Aug-23 | 4.63% | 5.29% | 5.58% |
| Sep-23 | 4.65% | 5.38% | 5.59% |
| Oct-23 | 4.65% | 5.47% | 5.60% |
| Nov-23 | 4.75% | 5.50% | 5.64% |
| Dec-23 | 4.84% | 5.49% | 5.60% |
| Jan-24 | 4.70% | 5.43% | 5.57% |



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