



FINANCE AND ADMINISTRATIVE SERVICES DEPARTMENT

115 S. Andrews Avenue, Room 513 • Fort Lauderdale, Florida 33301 • 954-357-7130 • FAX 954-357-7134 • Email: finance@broward.org

MEMORANDUM

DATE: April 12, 2021


TO: George Tablack, CPA
Chief Financial Officer

FROM: Lori Fortenberry, Investment & Finance Coordinator
Finance and Administrative Services Department

FROM: Todd Chelibashki, Investment & Finance Coordinator
Finance and Administrative Services Department

RE: Portfolio and Economic Summary – March 31, 2021

 Digitally signed by LORI FORTENBERRY
Date: 2021.04.12 15:10:52 -04'00'

 Digitally signed by TODD CHELIBASHKI
Date: 2021.04.12 15:10:26 -04'00'

As of March 31, 2021, the Broward County Investment Portfolio had a par value of \$3.66 billion and a Yield to Maturity of 0.49%. The yield exceeded the benchmark Bank of America Merrill Lynch 1-3 Year U.S. Treasury & Agency Index by 32 basis points (0.17% as of March 31, 2021).

The American Rescue Plan Act of 2021 (ARP) was signed into law by President Biden on March 11 as the latest stimulus package during the COVID-19 pandemic. ARP extends some aspects of the previous stimulus packages while also creating new recovery stratagems. The U.S. Treasury will disburse payments in two installments, or “tranches,” with the first distribution no later than May 10, 2021, and the second distribution no earlier than twelve months after the first payment. Broward County is expecting to receive approximately \$379 million based on reports from the federal government.

The various payment programs from the three stimulus packages seem to be paying off. A total of 916,000 new jobs were added in March and the unemployment rate edged down to 6%. The biggest sectors enjoying steady growth and employment recovery were leisure and hospitality, public and private education, and construction. Real estate has also benefitted greatly from low-interest rates. The median home price listings increased by 15.6% over last year.

A side effect of increased government spending can also be seen in the U.S. trade deficit which surged to a record high in February as the nation’s economic activity rebounds. The deficit could remain wide this year and next because of the fiscal stimulus and potential infrastructure package that could pass in the second half of this year. As the US economy continues to strengthen, this will keep the deficit wide.

Please see the attached pages showcasing portfolio detail and key economic data as of the end of the period.



**Broward County
Portfolio Management
Portfolio Summary
March 31, 2021**

BROWARD COUNTY
115 S. ANDREWS AVE. A430
FT LAUDERDALE, FL 33301

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Money Market Accounts	341,149,412.07	341,149,412.07	341,149,412.07	9.32	1	1	0.020	0.021
Commercial Paper Discount	63,000,000.00	62,998,120.28	62,998,120.28	1.72	39	15	0.063	0.064
Federal Agency Coupon Securities	976,850,000.00	988,477,934.59	976,359,375.42	26.68	1,077	761	0.935	0.948
Federal Agency Coupon - Callable	1,040,200,000.00	1,036,821,173.73	1,040,193,651.97	28.43	1,338	1,147	0.630	0.639
Federal Agency Discount	503,967,000.00	503,926,401.22	503,852,083.47	13.77	249	96	0.095	0.096
Treasury Coupon Securities	80,350,000.00	80,422,245.55	80,319,374.53	2.20	725	468	0.487	0.494
Treasury Bills	624,315,000.00	624,203,319.70	624,100,381.04	17.06	228	156	0.071	0.072
World Bank Coupon Securities	25,000,000.00	25,670,290.10	24,990,558.66	0.68	1,826	503	1.766	1.791
Israel Bonds	5,000,000.00	5,000,000.00	5,000,000.00	0.14	717	183	2.032	2.060
Investments	3,659,831,412.07	3,668,668,897.24	3,658,962,957.44	100.00%	771	583	0.482	0.489

Cash and Accrued Interest								
Accrued Interest at Purchase		1,802.39	1,802.39					
Subtotal		1,802.39	1,802.39					
Total Cash and Investments	3,659,831,412.07	3,668,670,699.63	3,658,964,759.83		771	583	0.482	0.489

Total Earnings	March 31	Month Ending	Fiscal Year To Date
Current Year	1,445,797.11		10,303,024.46
Average Daily Balance	3,560,304,033.02		3,529,729,821.38
Effective Rate of Return	0.48%		0.59%

Effective 03/31/2021
 Current Modified Duration: 1.535 (\$56,178,412) Current Effective Duration: 0.892 (326 Days)
 Total Bank Account Balance: \$553,385,134 Percentage of Total Portfolio: 17.0%

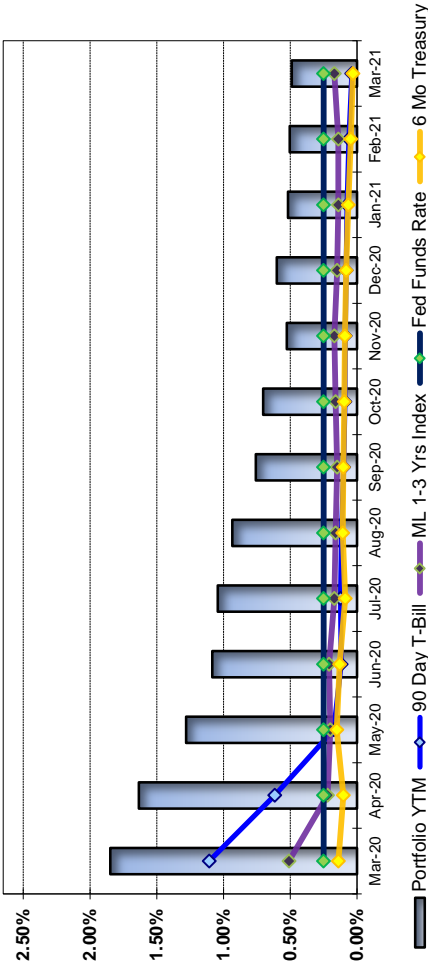
Diversification by Investment per Investment Policy:

- US Treasuries/Agencies - 100% Maximum
- Commercial Paper - 25% Maximum
- World Bank Securities - 15% Maximum

George Tablack, CPA, Chief Financial Officer

Reporting period 03/01/2021-03/31/2021

YTM Rate Comparison to Benchmark¹

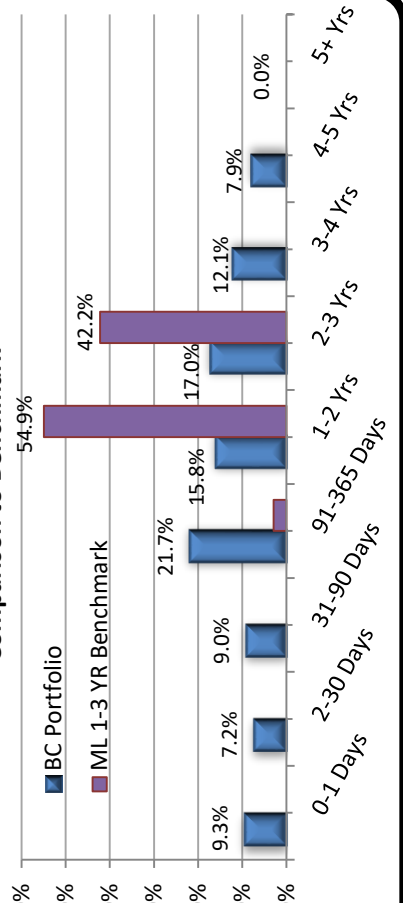


¹Investment Policy determined benchmark is ML 1 to 3 Yrs Index.

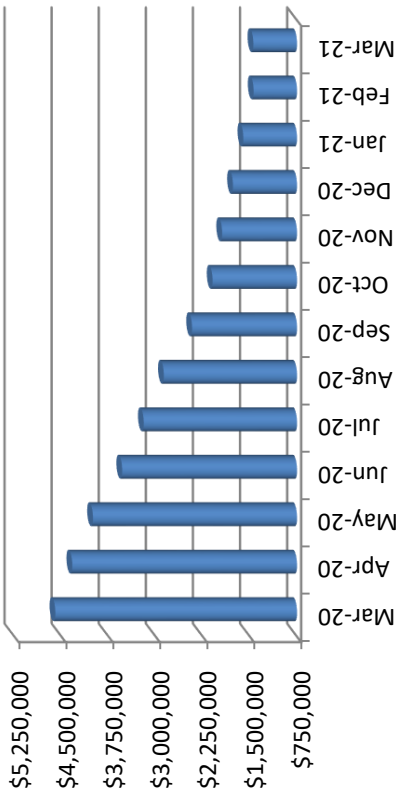
Key Economic Data:

	Mar-21	Mar-20	% change
Fed Funds Rate	0.25%	0.25%	0.0%
Rolling 90 Day T-Bill-AVG	0.04%	1.11%	-96.5%
Prime Rate	3.25%	3.25%	0.0%
DJIA	33,025	21,917	50.7%
Crude Oil	59.16	20.48	188.9%
Gold (\$/oz)	1,707.71	1,577.18	8.3%
10 Year Treasury Note	1.74%	0.67%	160.0%
Total Portfolio Yield	0.49%	1.85%	-73.5%
ML 1-3 Yr Yield	0.04%	0.51%	-92.4%

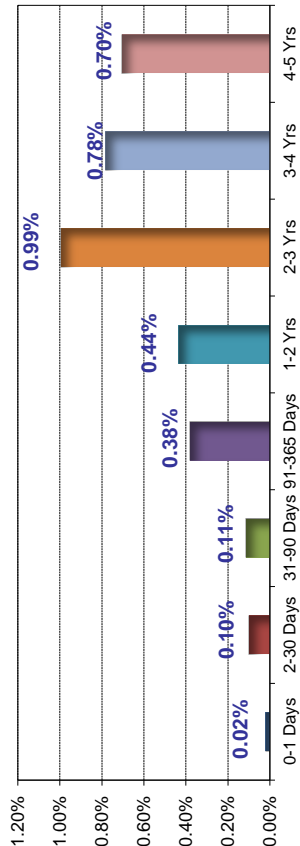
Maturity Schedule by Percentage Comparison to Benchmark



Interest Earnings History



Yield by Maturity Breakdown



Portfolio Composition

