



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: July 21, 2025

TO: Stephen Farmer
Deputy Chief Financial Officer

FROM: Evan Zacharia, Investment Finance Coordinator
Finance and Administrative Services Department

A handwritten signature in blue ink, appearing to read "Evan Zacharia".

Digitally signed by Evan
Zacharia
Date: 2025.07.18
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RE: Portfolio and Economic Summary – June 30, 2025

As of June 30, 2025, the Broward County Investment Portfolio had a par value of \$6.796 billion and a Yield to Maturity of 3.94% - an increase of 17 basis points compared to December 31, 2025. In comparison, the Bank of America Merrill Lynch 1-3 Year U.S. Treasury & Agency Index benchmark dropped 29 basis points - from 4.25% to 3.96% during the same period. The yield on the County's Portfolio has increased by 309 basis points from June 2022 and continues to closely track the benchmark index.

In May, Moodys downgraded by one notch the US government, however, the downgrade had little impact on the markets. For the year, the Dow Jones Industrial is up 3.6%, the S&P 500 Index and the NASDAQ 100 higher by 5.5% each. The Russell 2000, comprised of small companies, is the only index in negative territory, down by 2.5% for the year. The yield curve remains inverted; compared to the first quarter, two-year yields fell 17bps to 3.72%, three-year treasuries down 21bps at 3.68% and five-year yields were 17 bps lower at 3.79%.

According to Labor Department data from the June report, 147,000 jobs were added, exceeding expectations of 106,000. Initial Jobless Claims at the end of June were 233,000, lower than the estimates of 241,000. The pattern in continuing claims suggests no evidence of increased layoffs nor decrease in hiring rate, a position supportive of higher productivity and economic growth.

The June Consumer Price Index (CPI) rose 0.3% in line with expectations. Core inflation however increased in June by 2.9%, above the Fed's 2% target. Cost of long-lasting goods rose for the first time in about three years. Several categories of goods heavily imported saw notable price increases. Economists at AllianceBernstein believe we are starting to see scattered bits of the effect of tariffs on inflation. More businesses now appear to be throwing in the towel and passing on costs to consumers, including Walmart, Mitsubishi and Nike according to news reports.

The Federal Open Markets Committee (FOMC) has kept the Fed Funds Rate unchanged in the first half of 2025 at 4.50%. Due to the high degree of uncertainty surrounding economic and inflation prospects over the coming months, the Fed policy remains cautious. Interest-rate projections show a split among policymakers, with ten officials expecting at least two rate cuts before the end of 2025, while seven officials foresee no rate cuts this year.

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

Broward County Board of County Commissioners

Mark D. Bogen • Alexandra P. Davis • Lamar P. Fisher • Beam Furr • Steve Geller • Robert McKinzie • Nan H. Rich • Hazelle P. Rogers • Michael Udine
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Portfolio Management - Broward County
Portfolio Management
Portfolio Summary
June 30, 2025

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

Investments	Par	Market	Book	% of	Term	Days to	YTM	YTM
	Value	Value	Value	Portfolio		Maturity	360 Equiv.	365 Equiv.
Money Market Accounts	125,882,634.41	125,882,634.41	125,882,634.41	1.87	1	1	4.202	4.260
Bank Account	216,757,706.30	216,757,706.30	216,757,706.30	3.22	1	1	4.142	4.200
Commercial Paper Discount	125,000,000.00	123,916,650.00	123,930,124.99	1.84	127	71	4.426	4.487
Federal Agency Coupon Securities	504,000,000.00	505,477,822.53	503,722,861.14	7.49	1,421	692	3.885	3.939
Federal Agency Coupon - Callable	1,271,225,000.00	1,259,671,693.88	1,271,224,934.38	18.90	1,647	770	2.839	2.879
Treasury Coupon Securities	3,952,712,000.00	3,903,699,186.28	3,885,177,665.05	57.77	999	627	4.156	4.214
Treasury Bills	355,603,000.00	354,073,934.59	354,148,136.77	5.27	124	36	4.180	4.238
World Bank Coupon Securities	220,000,000.00	219,169,633.35	219,473,429.53	3.26	1,739	1,103	3.673	3.724
Israel Bonds	25,000,000.00	24,963,492.20	25,000,000.00	0.37	801	190	5.159	5.231
Investments	6,796,180,340.71	6,733,612,753.54	6,725,317,492.57	100.00%	1,064	600	3.881	3.935

Cash and Accrued Interest								
Accrued Interest at Purchase		1,444,053.21	1,444,053.21					
Subtotal		1,444,053.21	1,444,053.21					
Total Cash and Investments	6,796,180,340.71	6,735,056,806.75	6,726,761,545.78		1,064	600	3.881	3.935

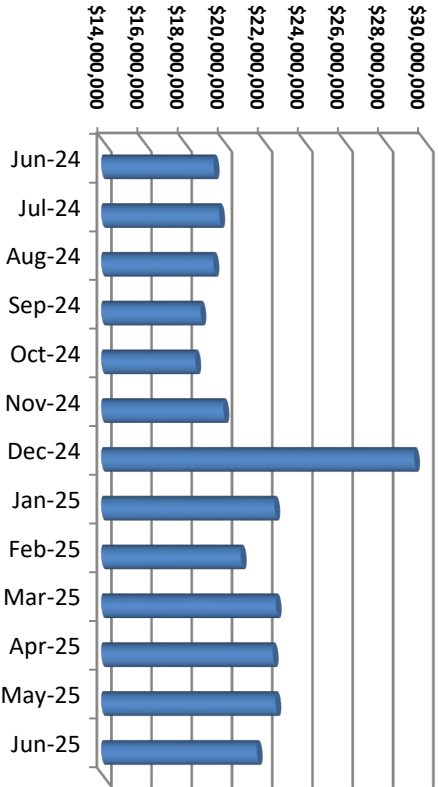
Total Earnings	June 30 Period Ending							
Current Year	65,965,139.51							
Average Daily Balance	6,790,282,170.87							
Effective Rate of Return	3.90%							

Diversification by Investment per Investment Policy:
US Treasuries/Agencies - 100% Maximum
Commercial Paper - 25% Maximum
World Bank Securities - 15% Maximum

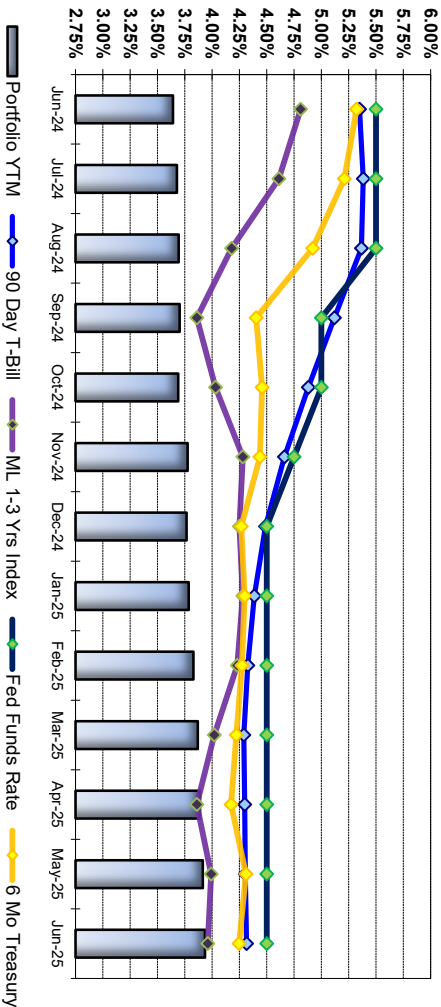
Stephen Farmer, Deputy Chief Financial Officer

Quarterly Portfolio Analysis - June 30, 2025

Interest Earnings History

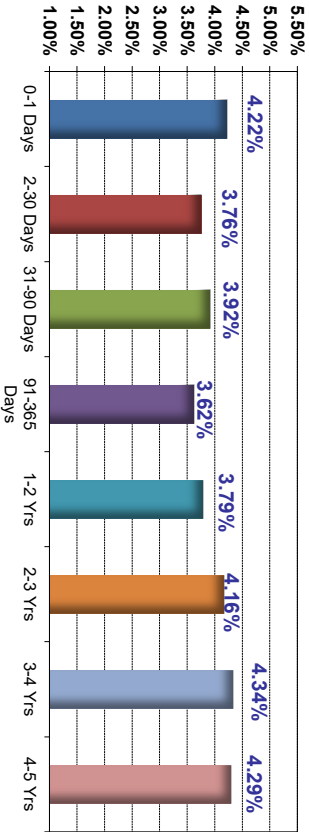


YTM Rate Comparison to Benchmark¹



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

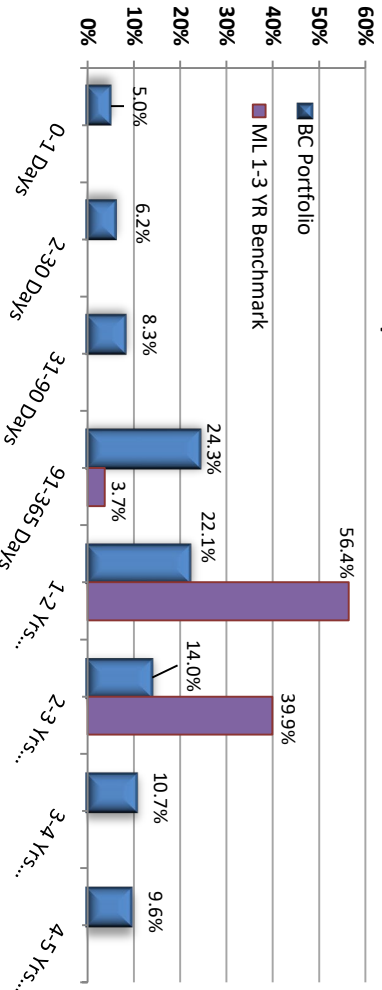
Yield by Maturity Breakdown



Key Economic Data

	Jun-25	Jun-24	% Change
Fed Funds Rate	4.50%	5.50%	-18.2%
Rolling 90 Day T-Bill- AVG	4.32%	5.38%	-19.8%
Prime Rate	7.50%	8.50%	-11.8%
DJIA	44,095	39,119	12.7%
Crude Oil	65.11	81.54	-20.1%
Gold (\$/oz)	3,303	2,327	42.0%
10 Year Treasury Note	4.23%	4.39%	-3.7%
Total Portfolio Yield	3.94%	3.64%	8.0%
ML 1-3 Yr Yield	3.96%	4.79%	-17.3%

Maturity Schedule by Percentage Comparison to Benchmark



Portfolio Composition

