



FINANCE AND ADMINISTRATIVE SERVICES DEPARTMENT


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MEMORANDUM

DATE: October 31, 2025

TO: Stephen Farmer
Deputy Chief Financial Officer

FROM: Greg Krohner, Investment Finance Analyst
Finance and Administrative Services Department

 Digitally signed by
Gregory Krohner
Date: 2025.11.04
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RE: Portfolio and Economic Summary – September 30, 2025

As of September 30, 2025, the Broward County Investment Portfolio had a par value of \$6.3 billion and a Yield to Maturity of 3.93% - an increase of 22 basis points (bps) since October 2024. In comparison, the Bank of America Merrill Lynch 1-3 Year U.S. Treasury & Agency Index benchmark dropped 6 basis points - from 4.02% to 3.96% during the same period. The yield on the County's Portfolio has increased 266 basis points over the last 3 years as maturing assets were invested at higher yields.

The early September Initial Jobless Claims was 263,000, higher than the estimates of 235,000, representing an increase of 26,000 compared to the end of August. The US Unemployment Rate was 4.3%, an increase from the previous month's 4.2%, representing the highest level since 2021. The Core Consumer Price Index (CPI) September report showed a 0.2% increase compared to August. The combination of weak job growth and high unemployment is seen as a concerning economic indicator.

On September 17, 2025, the Federal Open Markets Committee (FOMC) cut rates by 25 bps for the first time since December 2024, followed by another 25-bps cut on October 29. These recent rate decisions have set the Fed Funds Rate to 3.75% - 4.00%. Chair Jerome Powell pointed to growing signs of weakness in the labor market to explain the decision for the rate cut. The Fed continues to keep a close watch on inflation and the labor market, although there is a high degree of uncertainty of the next rate decisioning due to lack of data from the current government shutdown.

While the yield curve remains inverted, US Treasury yields have fallen; the biggest drop evidenced in the short-end of the curve, where one-month bills are lower by 75bps for the year; and the 1-year around 3.58% vs 4.25 last year. As the bond market has rallied, equity markets continue their gains for the year. The Dow Jones Industrial is up 12.54%, the S&P 500 +17.42% and the Nasdaq, fueled by AI developments, is up 23.58%.

The government shutdown started on October 1st, 2025, may put further pressure on GDP due to reduced government activity. The impact on the labor market may be negative should threats of layoff and actual job loss from the government side materialize. The September Unemployment Rate was not reported and delayed publication of economic data could impact the Federal Reserve decision regarding monetary policy.

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



Portfolio Management - Broward County
Portfolio Management
Portfolio Summary
September 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	649,865,164.81	649,865,164.81	649,865,164.81	10.38	1	1	4.139	4.197
Bank Account	10,000,000.00	10,000,000.00	10,000,000.00	0.16	1	1	2.268	2.300
Commercial Paper Discount	50,000,000.00	49,891,700.00	49,915,611.11	0.80	182	14	4.437	4.499
Federal Agency Coupon Securities	504,000,000.00	506,257,775.43	503,789,574.50	8.04	1,421	600	3.885	3.939
Federal Agency Coupon - Callable	1,046,875,000.00	1,041,048,288.17	1,046,875,000.00	16.72	1,624	718	2.993	3.035
Treasury Coupon Securities	3,795,312,000.00	3,749,492,634.60	3,728,182,531.42	59.53	1,050	650	4.072	4.129
Treasury Bills	50,400,000.00	49,562,820.37	49,568,342.23	0.79	353	168	3.910	3.965
World Bank Coupon Securities	200,000,000.00	199,608,831.25	199,520,009.81	3.19	1,730	1,041	3.646	3.697
Israel Bonds	25,000,000.00	24,996,078.75	25,000,000.00	0.40	801	98	5.159	5.231
Investments	6,331,452,164.81	6,280,723,293.38	6,262,716,233.88	100.00%	1,073	590	3.873	3.927

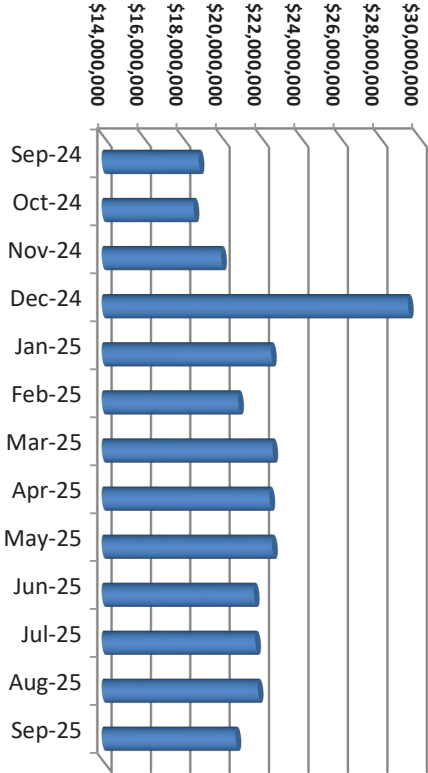
Cash and Accrued Interest								
Accrued Interest at Purchase		2,416,270.38	2,416,270.38					
Subtotal		2,416,270.38	2,416,270.38					
Total Cash and Investments	6,331,452,164.81	6,283,139,563.76	6,265,132,504.26		1,073	590	3.873	3.927

Total Earnings	September 30	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	20,509,387.56		254,132,929.49	254,132,929.49
Average Daily Balance	6,331,780,745.29		6,141,453,423.68	
Effective Rate of Return	3.94%		4.14%	
Diversification by Investment per Investment Policy:				
US Treasuries/Agencies	-	100% Maximum		
Commercial Paper	-	25% Maximum		
World Bank Securities	-	15% Maximum		

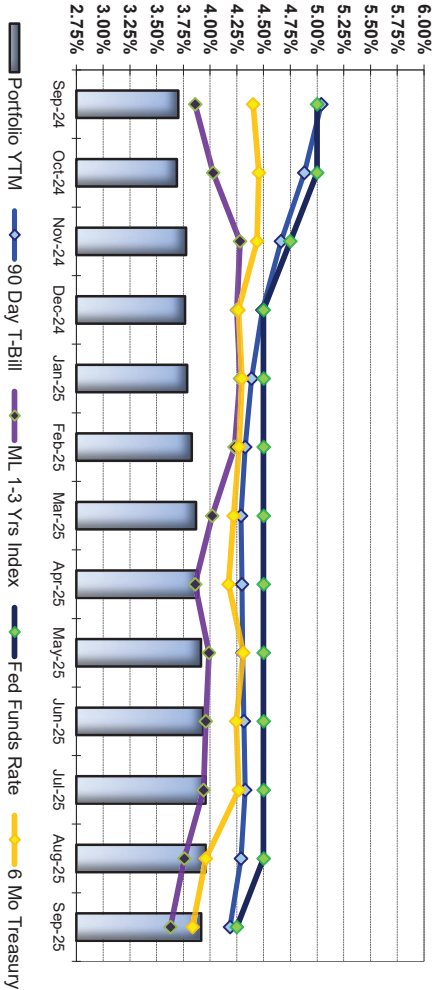
Stephen Farmer, Deputy Chief Financial Officer

Quarterly Portfolio Analysis - September 30, 2025

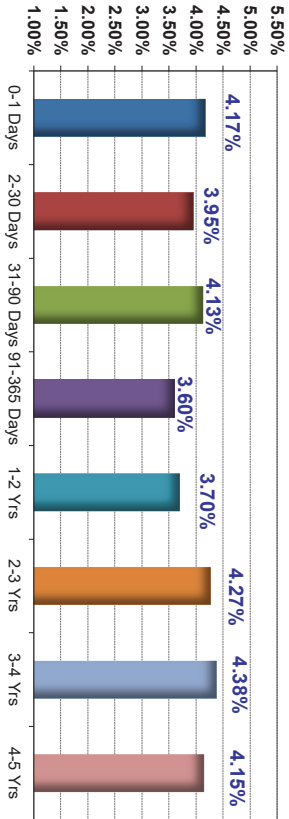
Interest Earnings History



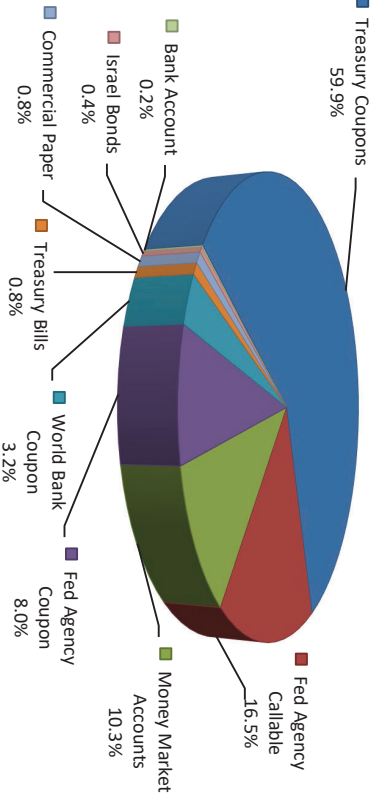
YTM Rate Comparison to Benchmark¹



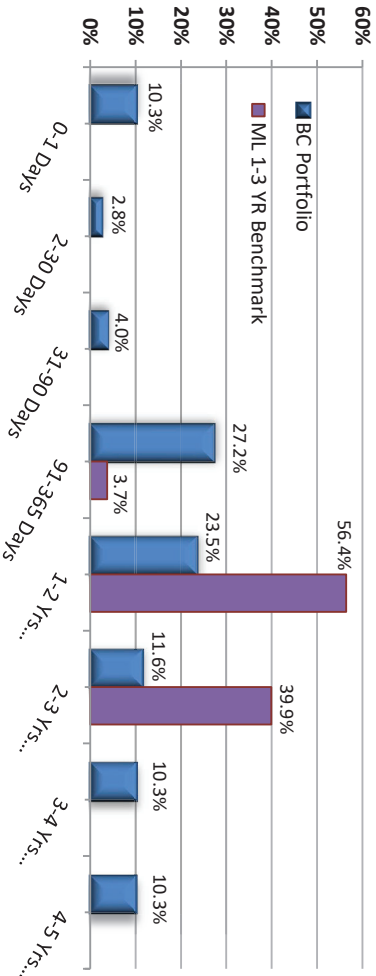
Yield by Maturity Breakdown



Portfolio Composition



Maturity Schedule by Percentage Comparison to Benchmark



Key Economic Data

	Sep-25	Sep-24	% Change
Fed Funds Rate	4.25%	5.00%	-15.0%
Rolling 90 Day T-Bill-AVG	3.93%	5.12%	-23.2%
Prime Rate	7.25%	8.00%	-9.4%
DJIA	46,470	42,330	9.8%
Crude Oil	62.37	68.17	-8.5%
Gold (\$/oz)	3,858	2,663	44.9%
10 Year Treasury Note	4.15%	3.78%	9.8%
Total Portfolio Yield	3.92%	3.70%	5.9%
ML 1-3 Yr Yield	3.63%	3.86%	-6.0%