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 28, 2026

TO: Stephen Farmer
Deputy Chief Financial Officer

FROM: Ludmilla Courteau, Finance Manager
Finance and Administrative Services Department

Digitally signed by
Ludmilla Courteau
Date: 2026.07.29
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RE: Portfolio and Economic Summary – June 30, 2026

As of June 30, 2026, the Broward County Investment Portfolio had a par value of $7.1 billion and a Yield to Maturity of 3.82%, which was less than the Merrill Lynch benchmark by 29 basis points (bps). Year over year (YoY), the Bank of America Merrill Lynch 1-3 Year U.S. Treasury & Agency Index rose by 15 basis points, from 3.96% to 4.11%. Over the past three years, the County's Portfolio yield has increased 77 basis points as maturing assets were reinvested at higher market rates.

The Consumer Price Index (CPI) for June showed inflation declining by 0.4%, the largest monthly decrease in six years, driven primarily by a 9.7% drop in gasoline prices as tensions in the Middle East unwind. Most other sectors were unchanged, except for housing which rose 0.1%. The labor market remains stable, with initial jobless claims fluctuating between 215,000 and 230,000. Non-farm payroll increased by 57,000 in June, while the US Unemployment Rate fell to 4.2%.

The US Treasury curve is higher across all maturities signaling expectation of higher rates in the future. Increases concentrated in the one, two and three years maturities, up 30, 35 and 34 bps respectively compared to the first quarter. Year over year, the two-year note is up more than 11% and the three-year nearly 13%, while the ten-year yield has risen a more modest 4.72%. In April, the ten-year and two-year spread widened to as much as 54 basis points before coming back to its current spread of 30bps.

The equity markets ended the quarter strongly supported by momentum in the technology and AI sectors. Compared to the first quarter of 2026, the Dow Jones Industrial Average was up 12.9%, the S&P 500 gained 14.9% and the Nasdaq reported its best quarter since 2020, advancing 21%. The market rally was partly due to expectations of a resolution of the war between US and Iran and reduced pressures from energy prices.

Kevin Warsh was appointed and confirmed as the new Chairman of the Federal Reserve and Federal Open Market Committee (FOMC). His tenure is expected to introduce changes to the operational side of the institution. At the June 16-17 meeting, the FOMC kept rates unchanged at 3.50%-3.75%; however, Chairman Warsh surprised the market with hawkish comments about inflation and initiated a shift in the Fed's communication strategy. The resilience of the labor market and continued inflationary pressures have reduced expectations for immediate rate cuts and market analysts anticipate the possibility of one rate hike before year-end.

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

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

Portfolio Management - BC Auditors
Portfolio Management
Portfolio Summary
June 30, 2026

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Money Market Accounts	765,138,780.46	765,138,780.46	765,138,780.46	10.78	1	1	3.550	3.599
Bank Account	15,000,000.00	15,000,000.00	15,000,000.00	0.21	1	1	2.268	2.300
Commercial Paper Discount	75,000,000.00	74,605,208.33	74,605,208.33	1.05	120	50	3.838	3.892
Federal Agency Coupon Securities	354,000,000.00	353,641,523.94	353,954,726.79	4.99	1,565	526	4.089	4.146
Federal Agency Coupon - Callable	1,322,500,000.00	1,308,796,629.48	1,322,296,183.84	18.63	1,606	1,221	3.477	3.525
Treasury Coupon Securities	4,221,500,000.00	4,157,530,568.71	4,172,762,734.72	58.80	1,088	605	3.875	3.929
Treasury Bills	221,600,000.00	218,294,910.93	218,458,963.55	3.08	285	143	3.662	3.713
World Bank Coupon Securities	150,000,000.00	149,174,811.00	149,659,750.65	2.11	1,698	830	3.522	3.571
Israel Bonds	25,000,000.00	24,451,507.40	25,000,000.00	0.35	1,677	1,286	4.895	4.963
Investments	**7,149,738,780.46**	**7,066,633,940.25**	**7,096,876,348.34**	**100.00%**	**1,069**	**637**	**3.762**	**3.815**
Cash and Accrued Interest								
Accrued Interest at Purchase		932,829.48	932,829.48					
Subtotal		932,829.48	932,829.48					
Total Cash and Investments	**7,149,738,780.46**	**7,067,566,769.73**	**7,097,809,177.82**		**1,069**	**637**	**3.762**	**3.815**

Total Earnings	**June 30 Period Ending**
Current Year	68,517,901.68
Average Daily Balance	**7,140,768,012.02**
Effective Rate of Return	**3.85%**

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

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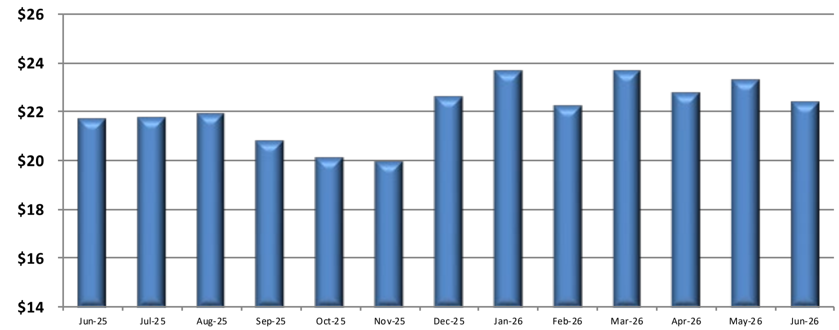
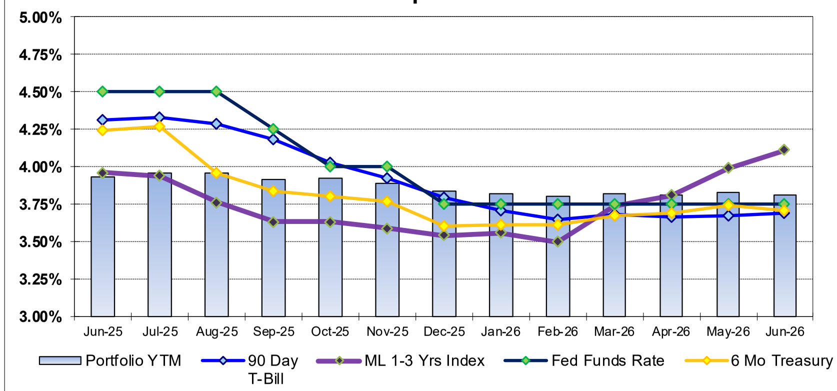
Stephen Farmer, Deputy Chief Financial Officer

QUARTERLY PORTFOLIO ANALYSIS - June 30, 2026

Interest Earnings History ($ in millions)

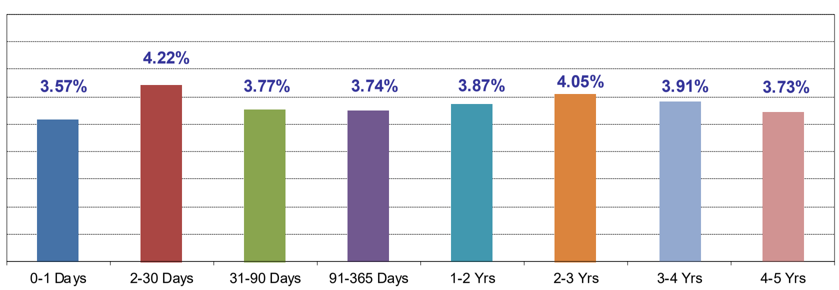


YTM Rate Comparison to Benchmark[1]



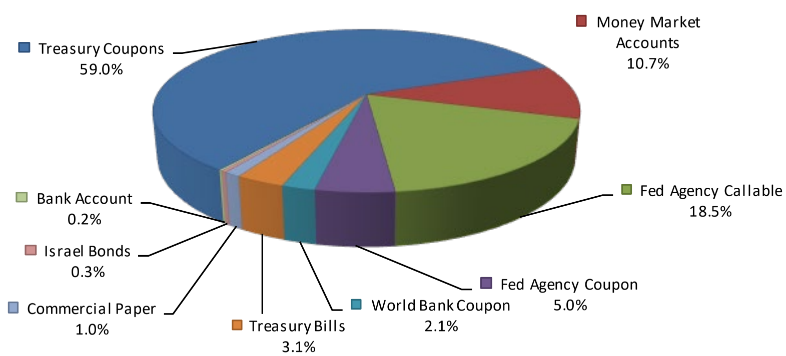
[1]Investment Policy determined benchmark is ML 1 to 3 Yrs Index.

Yield by Maturity Breakdown



Key Economic Data	Jun-26	Jun-25	% Change
Total Portfolio Yield	3.82%	3.94%	-3.0%
ML 1-3 Yr Yield	4.12%	3.96%	4.0%
Rolling 90 Day T-Bill-AVG	3.81%	4.29%	-11.2%
Fed Funds Rate	3.75%	4.50%	-16.7%
10 Year Treasury Note	4.47%	4.23%	5.6%
Prime Rate	6.75%	7.50%	-10.0%
DJIA	52,319	44,095	18.7%
Crude Oil	69.50	65.11	6.7%
Gold ($/oz)	4,008	3,303	21.3%

Portfolio Composition



Maturity Schedule by Percentage
Comparison to Benchmark