

TOWN OF PALM BEACH

Finance Department

To: Mayor and Town Council
Via: Kirk Blouin, Town Manager *KB*
From: Robert Miracle, Deputy Town Manager *RM*
Date: January 6, 2025
Subject: Monthly Investment Report – September 2024

Attached you will find the Town's Investment Report for September 2024.

The table below summarizes the fiscal year to date returns for Town investments.

	Market Value	\$ Return FYTD	% Return FYTD	Benchmark
Core Investments	207,046,585	12,847,820	6.31%	5.76%
OPEB Trust*	43,462,949	NA	20.36%	19.37%
Total overseen by Investment Advisory Committee	250,509,535			
Retirement Fund*	293,574,647	NA	19.40%	22.65%

*Preliminary returns reported as of September 30, 2024

The blended total investment return for the Town's Core Investments is 0.50% for the month, 5.12% annualized.

The schedules on pages 8 and 9 report the performance results for the OPEB and Retirement Funds for September 2024.

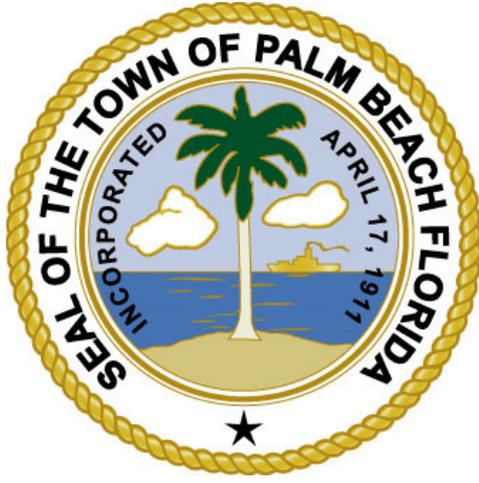
I can be reached at extension 6333 with questions regarding this report.

CC: Investment Advisory Committee

RM/ml

Town of Palm Beach

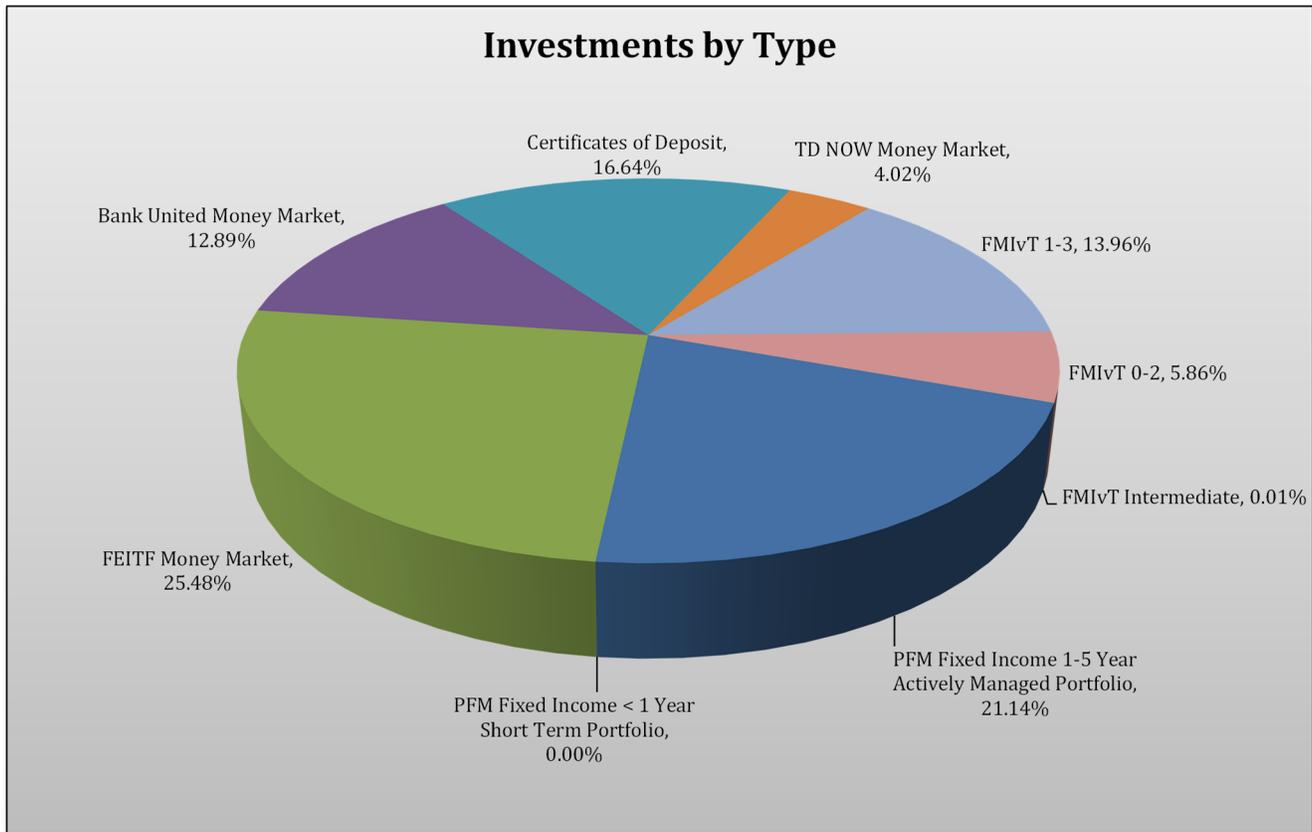
Investment Portfolio Performance



September 2024

Portfolio Return by Investment

Investment	September-24 Balance	September-24 Return	2024 Fiscal YTD (12 mo.)	2023 Fiscal YTD (12 mo.)	2023 Fiscal (12 mos.)
Core Investments					
PFM Fixed Income 1-5 Year Actively Managed Portfolio	\$ 43,775,946	\$ 417,237	\$ 2,962,501	\$ 1,089,499	\$ 1,089,500
PFM Fixed Income < 1 Year Short Term Portfolio	-	19,259	376,934	773,044	773,044
FL PALM/TD Custody Money Market	52,748,929	206,545	3,005,747	2,697,252	2,697,252
Bank United Money Market	26,683,895	104,396	1,291,821	1,038,473	1,038,473
TD Bank NOW Account	8,315,153	27,986	374,046	479,826	479,826
Certificates of Deposit	34,461,131	180,752	2,420,596	868,500	868,500
FMivT 0-2	12,142,930	75,572	649,429	401,585	401,585
FMivT 1-3	28,899,330	223,312	1,765,413	769,898	769,898
FMivT Intermediate	19,272	197	1,333	173	173
Total Core Investments	\$ 207,046,585	\$ 1,255,255	\$ 12,847,820	\$ 8,118,249	\$ 8,118,249



Portfolio Total Return vs. Benchmark

Core Investments	September-24 Monthly	2024 Fiscal YTD (12 mo.)	2023 Fiscal YTD (12 mo.)	1 Year	3 Years	5 Years
Long Term Core Investments Total Return Performance (Discretionary)						
PFM Fixed Income 1-5 Year Actively Managed Portfolio	0.91%	8.18%	4.66%	8.18%	1.24%	1.73%
Merrill Lynch 1-5 Year U.S. Treasury/Agency Index	0.88%	7.44%	0.34%	7.44%	0.76%	1.28%
Certificates of Deposit (a)	0.42%	5.44%	2.66%	5.44%	3.50%	N/A
Merrill Lynch 1 Year Treasury Index	0.66%	5.95%	-0.34%	5.87%	2.48%	N/A
FMIvT 0-2	0.60%	6.13%	4.03%	6.13%	3.15%	2.44%
ICE BofA ML 1 Yr Treasury Note	0.67%	5.88%	3.67%	5.88%	2.48%	1.99%
FMIvT 1-3	0.80%	7.16%	3.08%	7.16%	2.20%	2.09%
BOA Merrill Lynch 1-3 Year Govt Index	0.81%	6.75%	2.48%	6.75%	1.34%	1.52%
FMIvT Intermediate High Yield	1.10%	4.53%	1.22%	4.53%	0.31%	1.13%
Barclays Int G/C ex BAA+ABS+MBS	1.10%	10.16%	1.07%	10.16%	-0.43%	0.69%
Town's Long Term Core Investments Total Return Performance	0.83%	6.31%	2.13%	6.31%	1.13%	1.34%
Total Return Blended Benchmark Performance (b)	0.82%	5.76%	1.83%	5.76%	0.86%	1.14%
(a) The monthly return for the Certificates of Deposit is a weighted average monthly yield. The yield is the maximum return the Town can earn if held to maturity.						
(b) The blended benchmark includes the Merrill Lynch 1 Year U.S. Treasury Index, Merrill Lynch 1-5 Year U.S. Treasury/Agency Index, Merrill Lynch 1-3 Year Gov't Index, and the Barclays Capital HQ Intermed Agg.						
Short Term Portfolio Yield to Maturity at Cost Performance (Non-Discretionary)	Annualized Yield	Annualized Fiscal YTD (12 mo.)	Prior Fiscal YTD (12 mos.)	1 Year	3 Years	5 Years
PFM Fixed Income < 1 Year Short Term Portfolio Yield to Maturity at	0.00%	5.11%	N/A	5.16%	N/A	N/A
Cost S&P GIP Government 30 Day Index (c)	0.00%	4.89%	N/A	4.97%	N/A	N/A
(c) Short Term Benchmark changed to the Standard & Poor's LGIP30D represents Government Investment Pools Index.						

Money Market Fund Total Return Performance	Monthly September-24	1 Year	3 Years	5 Years
Florida Public Assets for Liquidity Management	5.25%	5.61%	N/A	N/A
iMoneyNet Money Market Fund Index	5.05%	5.34%	N/A	N/A

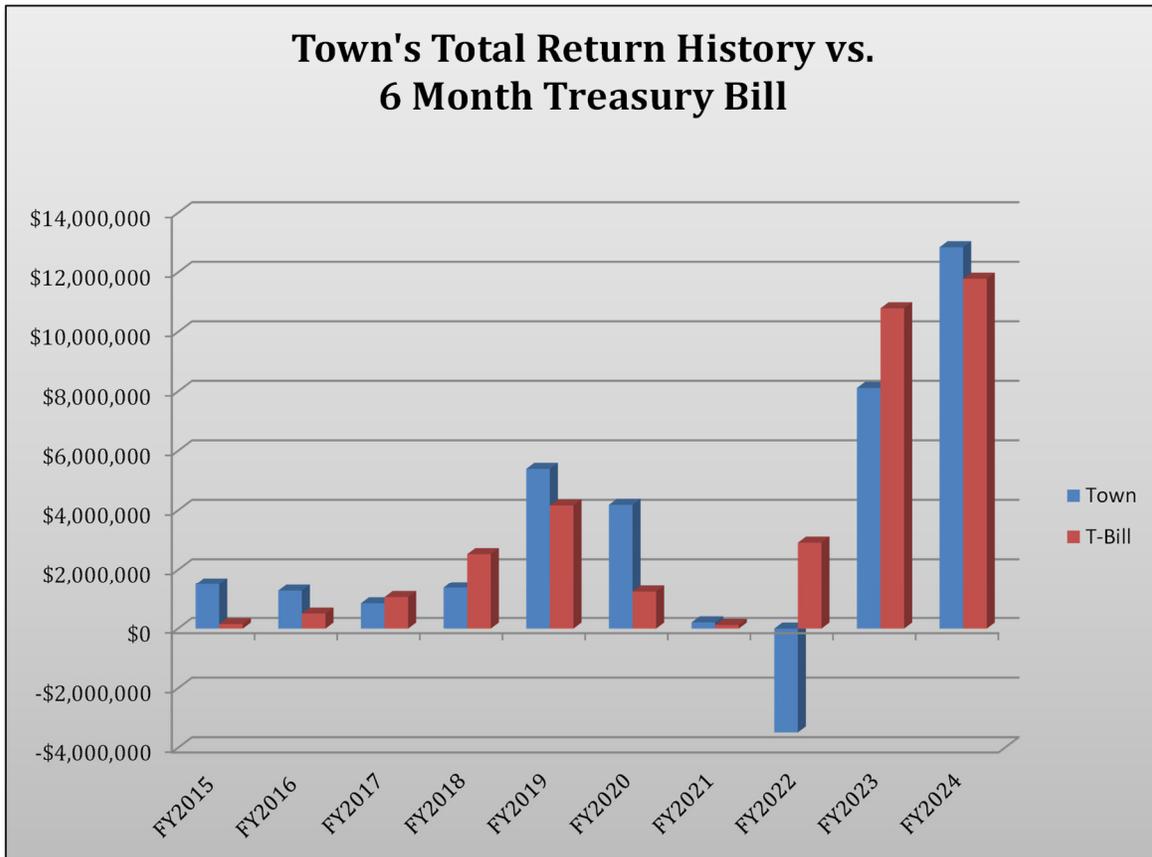
Total Investment Return	Monthly September-24	2024 Fiscal YTD (12 mo.)	Fiscal YTD Annualized (12 mos.)	1 Year
Blended rate including both short and long term investments, excluding 2013 bond funds	0.50%	5.59%	5.12%	5.59%

*PFM began calculating the Town's Total Investment Return starting January of 2017

Total Investment Return History

Fiscal Year	Town's Total Return	Estimated Return - 6 Month TBill	Difference
FY2015	1,506,923	153,068	1,353,855
FY2016	1,276,858	504,712	772,146
FY2017	849,246	1,060,160	(210,914)
FY2018	1,380,900	2,531,526	(1,150,627)
FY2019	5,399,637	4,169,137	1,230,500
FY2020	4,191,142	1,246,291	2,944,851
FY2021	209,313	123,369	85,945
FY2022	(3,482,536)	2,917,683	(6,400,219)
FY2023	8,118,249	10,795,863	(2,677,614)
FY2024	12,847,821	11,789,563	1,058,258
Total	\$ 32,297,554	\$ 35,291,373	\$ (2,993,819)

Town's Total Return History vs. 6 Month Treasury Bill



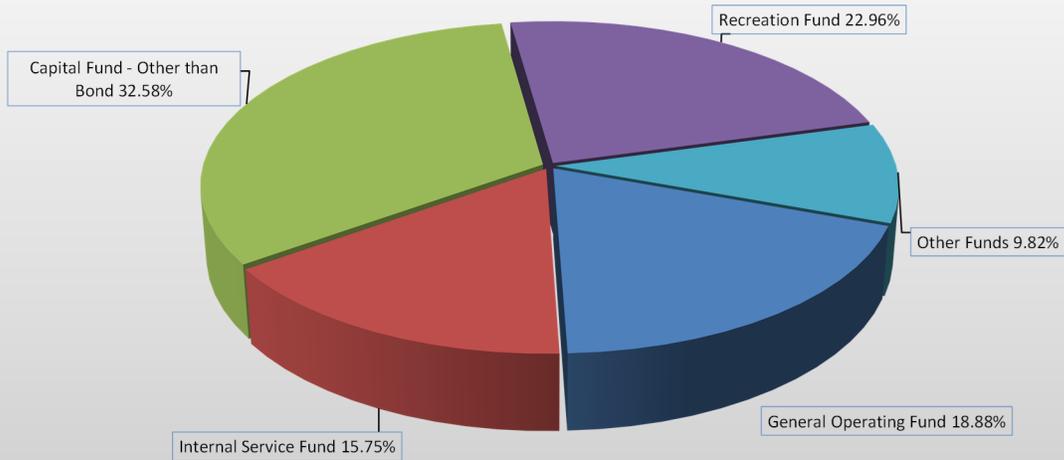
Town's FY2024 Monthly Investment Return vs 6-Month Treasury Bill

Period	Investment Balance	Town's Monthly Total Return	6 Month T-Bill Rate	Estimated Return - 6 Month T-Bill	Difference
Oct-23	\$ 199,308,324	\$ 848,349	5.54%	920,140	\$ (71,791)
Nov-23	200,859,092	1,539,826	5.38%	900,518	639,308
Dec-23	217,436,519	1,618,372	5.26%	953,097	665,276
Jan-24	238,353,820	930,089	5.18%	1,028,894	(98,805)
Feb-24	238,719,789	349,168	5.30%	1,054,346	(705,178)
Mar-24	239,762,037	1,043,492	5.36%	1,070,937	(27,445)
Apr-24	240,118,517	224,869	5.44%	1,088,537	(863,668)
May-24	241,205,441	1,345,176	5.42%	1,089,445	255,731
Jun-24	229,781,511	1,038,168	5.33%	1,020,613	17,555
Jul-24	231,317,846	1,492,004	5.14%	990,811	501,193
Aug-24	224,909,167	1,163,052	4.89%	916,505	246,548
Sep-24	207,046,585	1,255,255	4.38%	755,720	499,535
Total		\$ 12,847,821		\$ 11,789,563	\$ 1,058,258

Portfolio Composition by Source of Funds

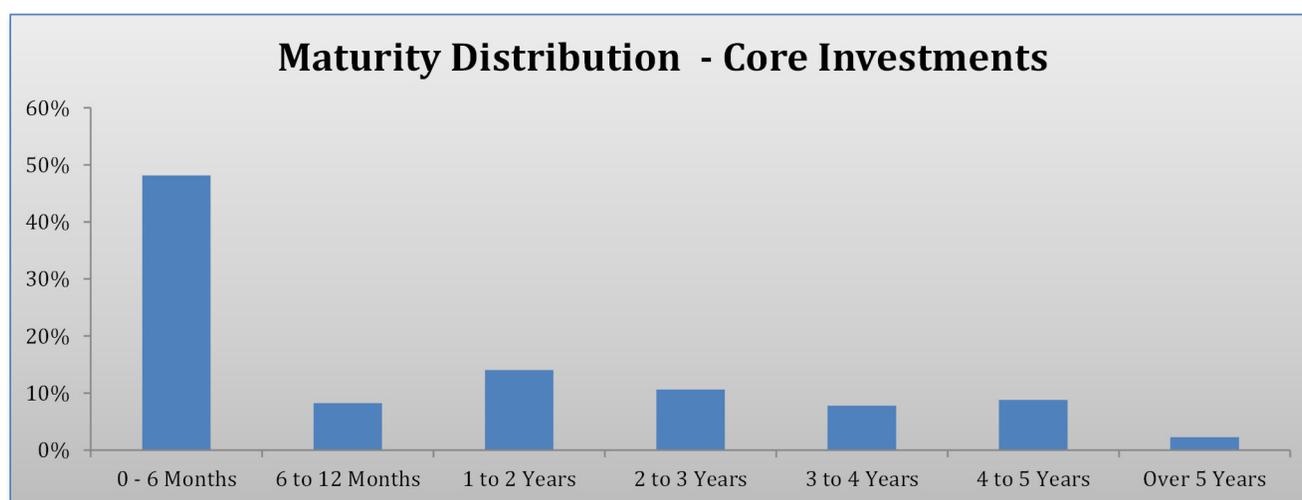
Investment	General Operating	Capital	Internal Service	Enterprise Funds	Other Funds	Total
Non-Bond Funds						
PFM Fixed Income:						
1-5 Year		32,674,489	11,101,456			43,775,946
PFM Fixed Income:						
< One Year		-				-
Money Market	4,633,399	15,195,056	7,431,682	40,146,826	20,341,013	87,747,977
Certificates of Deposit	34,461,131					34,461,131
FMIvT Fixed Income:						
0-2 Year		5,793,983	4,162,050	2,186,897		12,142,930
FMIvT Fixed Income:						
1-3 Year		13,789,277	9,905,391	5,204,662		28,899,330
FMIvT Fixed Income:						
Intermediate		9,196	6,605	3,471		19,272
Total	39,094,531	67,462,001	32,607,185	47,541,856	20,341,013	207,046,586

Source of Funds



Portfolio Distribution by Maturity

	PFM Investments	Money Market Accts.	FMivT 0-2 Year	FMivT 1-3 Year	FMivT Intermediate	Certificates of Deposit	Total
Core Investments							
0 - 6 Months	\$748,569	\$87,747,977	\$734,993	\$72,195	\$631	\$10,344,086	\$99,648,452
6 to 12 Months	963,071	-	1,562,826	769,470	155	13,814,250	17,109,771
1 to 2 Years	7,853,405	-	4,553,376	6,400,237	514	10,302,796	29,110,328
2 to 3 Years	9,241,102	-	3,338,954	9,382,440	1,558	-	21,964,054
3 to 4 Years	11,924,568	-	1,330,529	2,890,004	1,828	-	16,146,929
4 to 5 Years	12,274,775	-	205,507	5,819,454	2,670	-	18,302,406
Over 5 Years	770,457	-	416,745	3,565,529	11,917	-	4,764,648
Total Core Investments	\$43,775,947	\$87,747,977	\$12,142,930	\$28,899,330	\$19,273	\$34,461,131	\$207,046,587

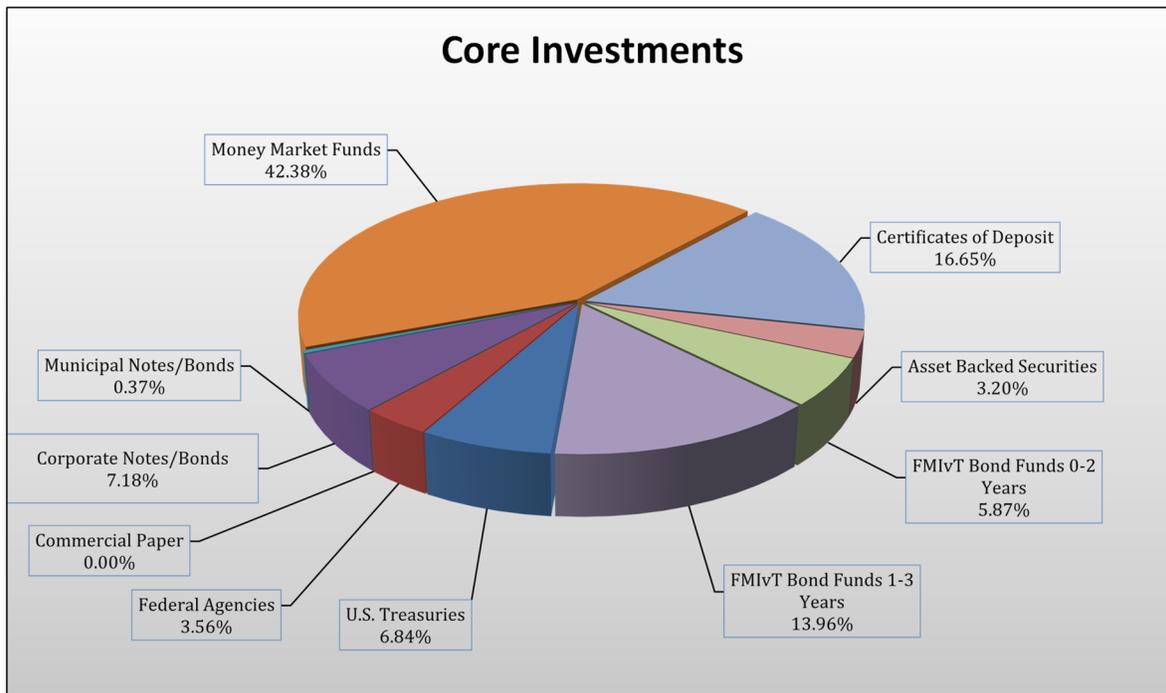


Core Investments - Weighted Average Duration Calculation

Investment	Market Value	% of Portfolio	Duration (Yrs)	Weighted Avg. Duration (Yrs)
PFM Fixed Income 1-5 Year	\$ 43,775,946	21.14%	2.55	0.54
PFM Fixed Income < 1 Year	\$ -	0.00%	0.00	0.00
FEITF/TD/Bank United Money Market	\$ 87,747,977	42.38%	0.17	0.07
ServisFirst Certificate of Deposit	\$ 13,814,250	6.67%	0.82	0.05
EverBank Certificate of Deposit	\$ 20,646,882	9.97%	0.81	0.08
FMivT 0-2	\$ 12,142,930	5.86%	0.87	0.05
FMivT 1-3	\$ 28,899,330	13.96%	1.72	0.24
FMivT Intermediate	\$ 19,272	0.01%	4.22	0.00
Total	\$ 207,046,585	100.00%		1.04

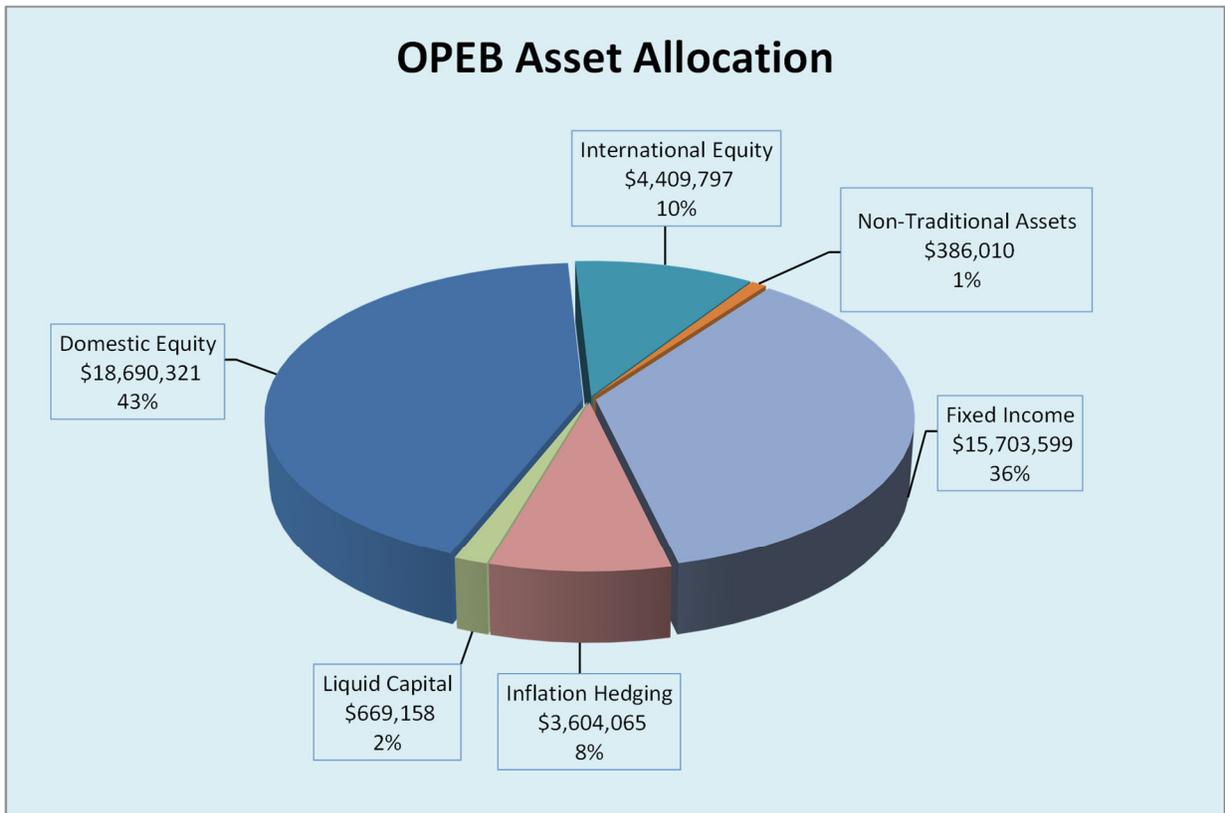
Portfolio Composition by Security Type

Security Type	Value	Distribution
Core Investments		
U.S. Treasuries	\$ 14,158,087	6.84%
Federal Agencies	7,370,765	3.56%
Commercial Paper	-	0.00%
Corporate Notes/Bonds	14,859,017	7.18%
Municipal Notes/Bonds	762,262	0.37%
Asset Backed Security/Collateralized		
Mortgage Obligation	6,625,815	3.20%
Money Market Funds	87,747,977	42.38%
Certificates of Deposit	34,461,131	16.64%
Florida Municipal Investment		
Trust Bond Funds 0-2 Years	12,142,930	5.86%
Trust Bond Funds 1-3 Years	28,899,330	13.96%
Trust Intermediate Bond Funds	19,272	0.01%
Total Core Investments	\$ 207,046,585	100.00%



Health Insurance Trust (OPEB) Performance
As of September 30, 2024
Market Value \$43,462,949

	QTD	Fiscal YTD	Calendar YTD	1 Yr	3 Yrs	5 Yrs	Return Since May 2007
Total Fund	4.90	20.36	11.63	20.36	4.65	7.55	4.84
Target Index	5.01	19.37	11.15	19.37	4.83	8.06	NA

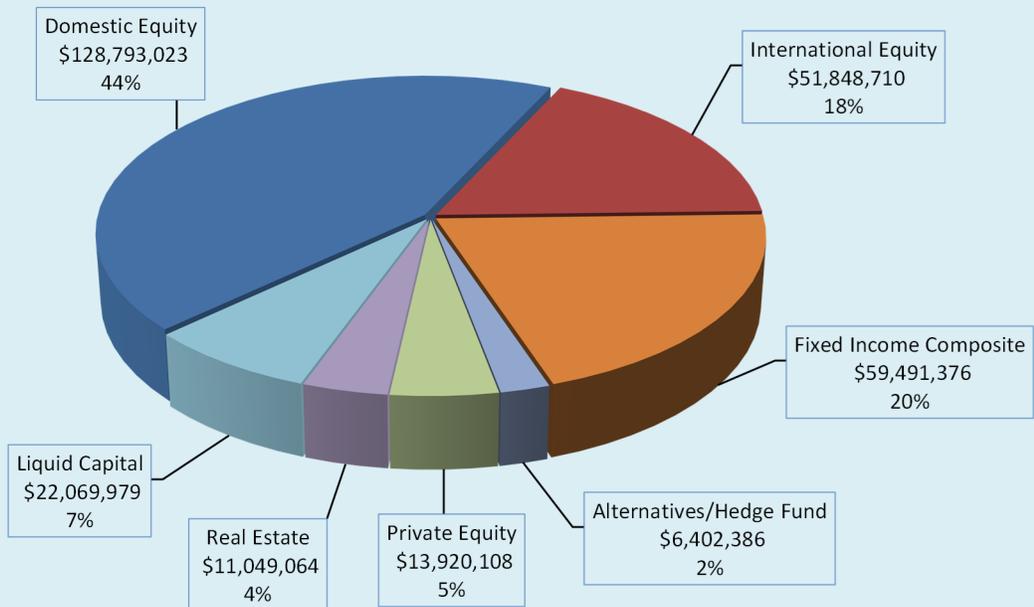


Town of Palm Beach Retirement System Performance
As of September 30, 2024
Market Value \$293,574,647

Preliminary returns for period

	Quarter	Fiscal YTD	1 Year	3 Years	5 Years
Total Fund	4.97	19.40	19.40	2.49	6.73
Target Index	5.48	22.65	22.65	5.89	9.56

Retirement Asset Allocation



**Town of Palm Beach
Certificate of Deposit Schedule
9/30/24**

Amount	Date		Term	Yield
	Purchased	Maturity Date		
ServisFirst				
\$ 8,000,000	7/12/2023	7/12/2025	24 mo.	5.29%
5,000,000	8/18/2023	8/18/2025	24 mo.	5.61%
<u>13,000,000</u>	Sub Total ServisFirst			
EverBank				
\$10,000,000	1/22/2024	1/22/2025	12 mo.	5.00%
\$10,000,000	1/22/2024	1/22/2026	24 mo.	4.40%
<u>20,000,000</u>	Sub Total EverBank			
<u>\$33,000,000</u>	Total Certificates of Deposit			