



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: February 20, 2025
Subject: Monthly Investment Report – December 2024

Attached you will find the Town's Investment Report for December 2024.
The table below summarizes the fiscal year to date returns for Town investments.

	Market Value	\$ Return FYTD (Oct – Dec)	% Return FYTD (Oct - Dec)	Benchmark
Long-Term Core Investments	\$155,167,723	\$673,576	-0.09%	-0.32%
Short-Term Portfolio Yield to Maturity	\$0	\$73,143	NA	NA
FL Palm (Money Market Fund)	\$46,081,924	\$513,144	4.66%**	4.45%**
OPEB Trust*	\$43,376,301	NA	-0.25%	-0.28%
Total overseen by Investment Advisory Committee	\$244,625,948			
Retirement Fund*	\$306,854,718	NA	-0.65%	-0.50%

*Preliminary returns reported as of December 31, 2024

**Percentage shown is for the month only (December)

The blended total investment return for the Town's Core Investments is 0.26% for the month, 5.12% annualized.

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

I can be reached at extension 6330 with questions regarding this report.

CC: Investment Advisory Committee

RM/ml

Town of Palm Beach

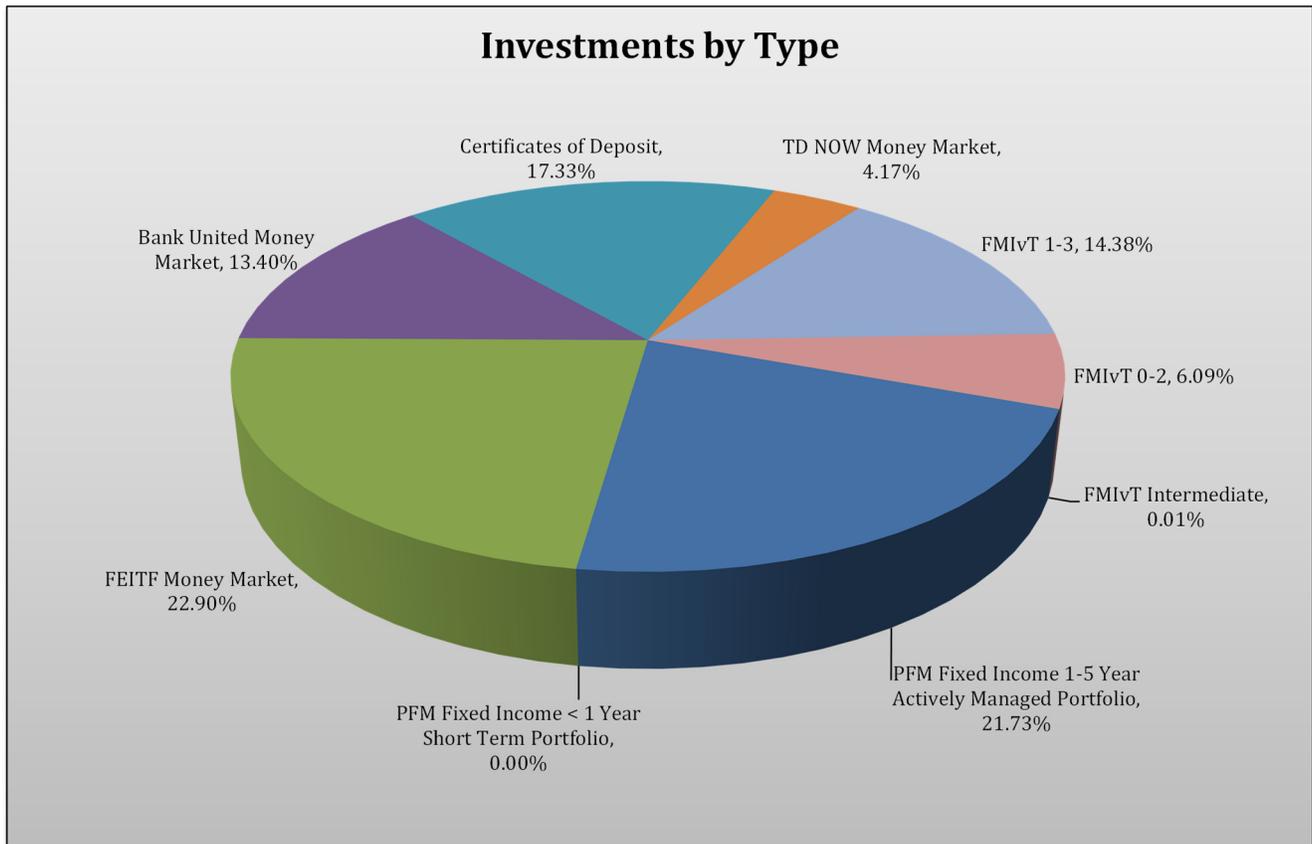
Investment Portfolio Performance



December 2024

Portfolio Return by Investment

Investment	December-24 Balance	December-24 Return	2025 Fiscal YTD (3 mo.)	2024 Fiscal YTD (3 mo.)	2024 Fiscal (12 mos.)
Core Investments					
PFM Fixed Income 1-5 Year Actively Managed Portfolio	\$ 43,722,089	\$ (31,441)	\$ (250,349)	\$ 1,377,501	\$ 2,962,501
PFM Fixed Income < 1 Year Short Term Portfolio	-	23,742	73,143	233,431	376,934
FL PALM/TD Custody Money Market	46,081,924	166,011	513,144	776,529	3,005,747
Bank United Money Market	26,971,172	93,092	287,278	320,388	1,291,821
TD Bank NOW Account	8,391,459	24,472	76,307	111,842	374,046
Certificates of Deposit	34,868,681	135,850	407,550	359,851	2,420,596
FMivT 0-2	12,247,742	52,291	104,813	190,075	649,429
FMivT 1-3	28,947,691	75,451	48,361	636,108	1,765,413
FMivT Intermediate	18,888	(170)	(384)	821	1,333
Total Core Investments	\$ 201,249,647	\$ 539,298	\$ 1,259,863	\$ 4,006,546	\$12,847,820



Portfolio Total Return vs. Benchmark

Core Investments	December-24 Monthly	2025 Fiscal YTD (3 mo.)	2024 Fiscal YTD (3 mo.)	1 Year	3 Years	5 Years
Long Term Core Investments Total Return Performance (Discretionary)						
PFM Fixed Income 1-5 Year Actively Managed Portfolio	-0.07%	-0.53%	8.18%	4.10%	1.30%	1.53%
Merrill Lynch 1-5 Year U.S. Treasury/Agency Index	-0.07%	-0.77%	7.44%	3.41%	0.73%	1.05%
Certificates of Deposit (a)	0.42%	1.25%	5.44%	5.31%	3.92%	N/A
Merrill Lynch 1 Year Treasury Index	0.45%	0.70%	5.95%	4.75%	2.78%	N/A
FMIvT 0-2	0.44%	0.87%	6.13%	5.18%	3.48%	2.50%
ICE BofA ML 1 Yr Treasury Note	0.46%	0.70%	5.88%	4.77%	2.78%	2.01%
FMIvT 1-3	0.27%	0.21%	7.16%	4.80%	2.38%	2.03%
BOA Merrill Lynch 1-3 Year Govt Index	0.24%	-0.50%	6.75%	4.10%	1.50%	1.40%
FMIvT Intermediate High Yield	-0.87%	-1.98%	4.53%	2.68%	-0.22%	0.67%
Barclays Int G/C ex BAA+ABS+MBS	-0.95%	-2.16%	10.16%	2.24%	-0.98%	0.18%
Town's Long Term Core Investments Total Return Performance	0.12%	-0.09%	6.31%	4.58%	1.24%	1.22%
Total Return Blended Benchmark Performance (b)	0.11%	-0.32%	5.76%	3.90%	0.92%	0.98%
(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 Cost S&P GIP Government 30 Day Index (c)	0.00%	0.00%	N/A	3.73%	N/A	N/A
	0.00%	0.00%	N/A	3.55%	N/A	N/A
(c) Short Term Benchmark changed to the Standard & Poor's LGIP30D represents Government Investment Pools Index.						

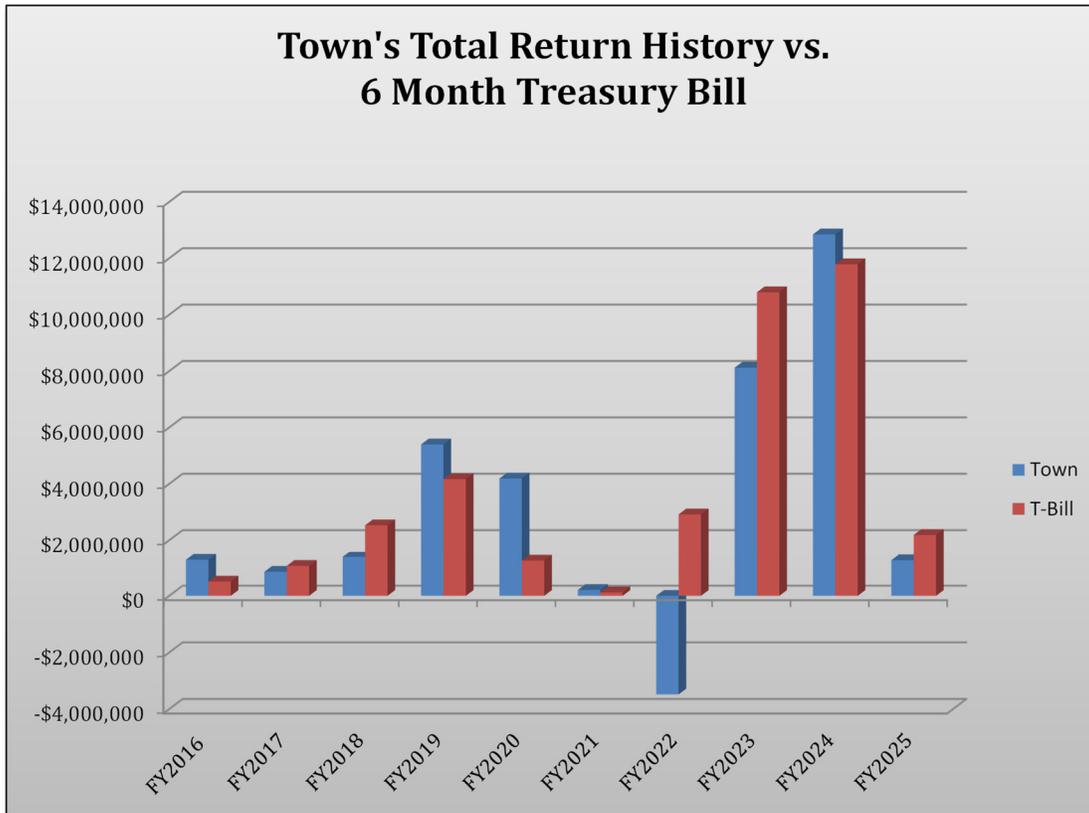
Money Market Fund Total Return Performance	Monthly December-24	1 Year	3 Years	5 Years
Florida Public Assets for Liquidity Management	4.66%	5.42%	N/A	N/A
iMoneyNet Money Market Fund Index	4.45%	5.17%	N/A	N/A

Total Investment Return	Monthly December-24	2025 Fiscal YTD (3 mo.)	Fiscal YTD Annualized	1 Year
Blended rate including both short and long term investments, excluding 2013 bond funds	0.26%	0.63%	5.12%	4.73%

*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
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
FY2025	1,259,863	2,188,713	(928,851)
Total	\$ 33,557,417	\$ 37,480,087	\$ (3,922,670)



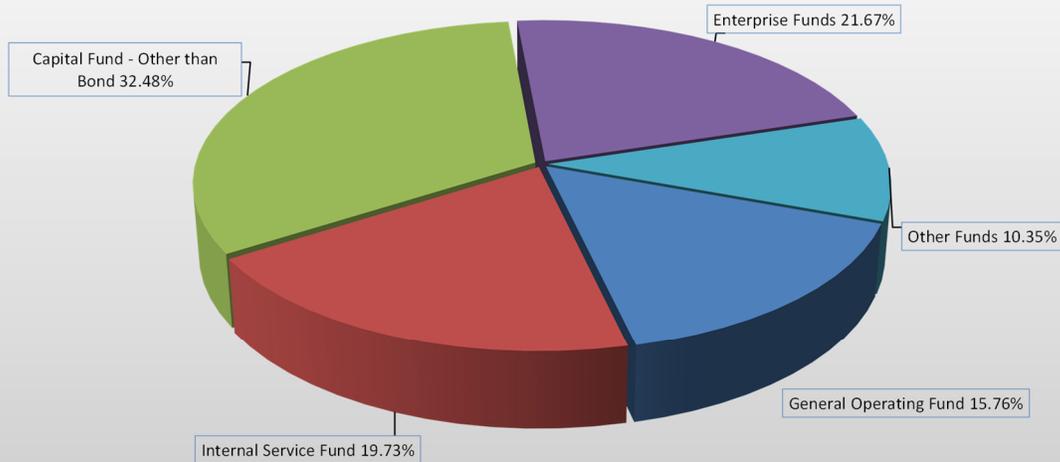
Town's FY2024 Monthly Investment Return vs 6-Month Treasury Bill

Period	Investment Balance	Town's Monthly Total Return	6 Month T-Bill Rate	Estimated Return - 6 Month T-Bill	Difference
Oct-24	\$ 199,954,979	\$ (93,485)	4.43%	738,167	\$ (831,652)
Nov-24	200,759,497	814,050	4.42%	739,464	74,586
Dec-24	201,249,647	539,298	4.24%	711,082	(171,785)
Jan-25				-	-
Feb-25				-	-
Mar-25				-	-
Apr-25				-	-
May-25				-	-
Jun-25				-	-
Jul-25				-	-
Aug-25				-	-
Sep-25				-	-
Total		\$ 1,259,863		\$ 2,188,713	\$ (928,851)

Portfolio Composition by Source of Funds

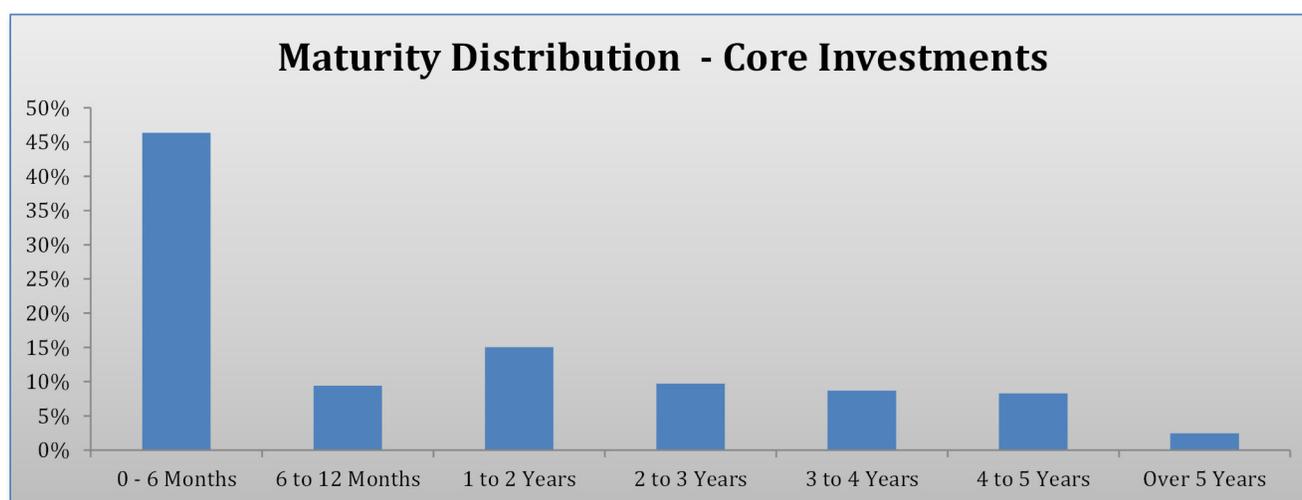
Investment	General Operating	Capital	Internal Service	Enterprise Funds	Other Funds	Total
Non-Bond Funds						
PFM Fixed Income:						
1-5 Year		31,635,521	12,086,568			43,722,089
PFM Fixed Income:						
< One Year						-
Money Market	17,735,316	5,674,099	13,491,910	34,182,632	10,360,598	81,444,556
Certificates of Deposit	13,986,800	10,412,796			10,469,086	34,868,681
FMIvT Fixed Income:						
0-2 Year		5,245,582	4,197,975	2,804,185		12,247,742
FMIvT Fixed Income:						
1-3 Year		12,397,998	9,921,966	6,627,727		28,947,691
FMIvT Fixed Income:						
Intermediate		8,090	6,474	4,324		18,888
Total	31,722,116	65,374,086	39,704,894	43,618,868	20,829,684	201,249,647

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	\$249,216	\$81,444,556	\$677,079	\$406,316	\$26	\$10,469,086	\$93,246,279
6 to 12 Months	1,630,834	-	2,914,370	380,810	0	13,986,800	18,912,813
1 to 2 Years	7,397,777	-	3,575,207	8,906,589	691	10,412,796	30,293,061
2 to 3 Years	9,483,321	-	3,327,807	6,773,367	1,371	-	19,585,866
3 to 4 Years	13,125,372	-	1,316,064	3,093,164	1,777	-	17,536,377
4 to 5 Years	11,118,527	-	101,040	5,456,892	4,363	-	16,680,822
Over 5 Years	717,042	-	336,175	3,930,552	10,660	-	4,994,429
Total Core Investments	\$43,722,089	\$81,444,556	\$12,247,742	\$28,947,691	\$18,888	\$34,868,681	\$201,249,647

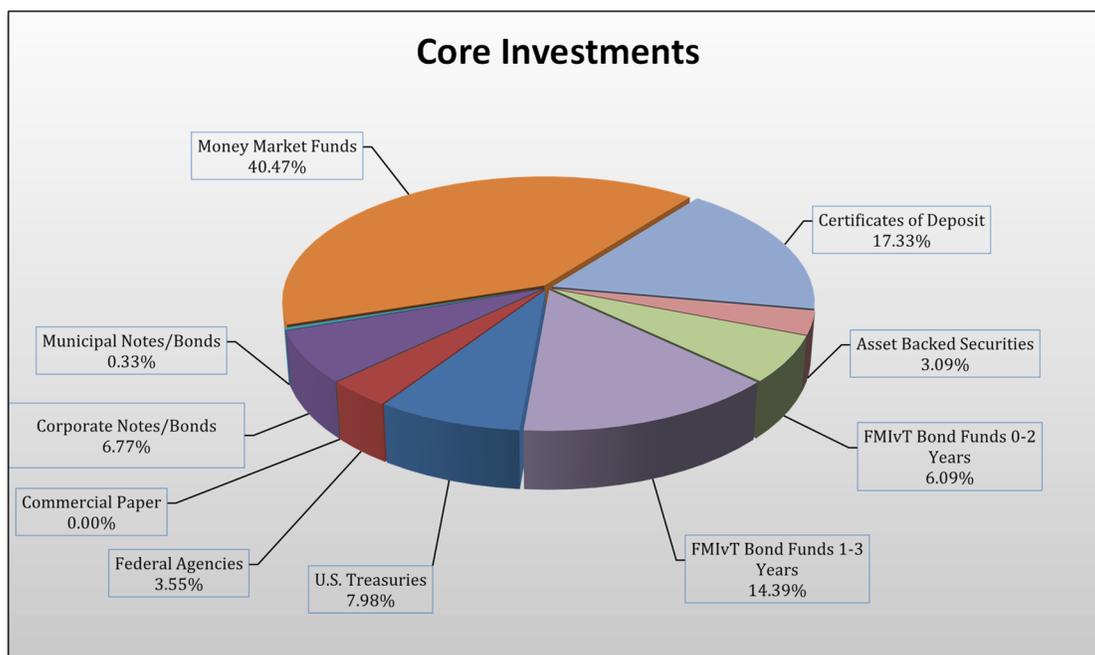


Core Investments - Weighted Average Duration Calculation

Investment	Market Value	% of Portfolio	Duration (Yrs)	Weighted Avg. Duration (Yrs)
PFM Fixed Income 1-5 Year	\$ 43,722,089	21.73%	2.48	0.54
PFM Fixed Income < 1 Year	\$ -	0.00%	0.00	0.00
FEITF/TD/Bank United Money Market	\$ 81,444,556	40.47%	0.17	0.07
ServisFirst Certificate of Deposit	\$ 13,986,800	6.95%	0.57	0.04
EverBank Certificate of Deposit	\$ 20,881,882	10.38%	0.57	0.06
FMivT 0-2	\$ 12,247,742	6.09%	0.85	0.05
FMivT 1-3	\$ 28,947,691	14.38%	1.71	0.25
FMivT Intermediate	\$ 18,888	0.01%	4.18	0.00
Total	\$ 201,249,647	100.00%		1.00

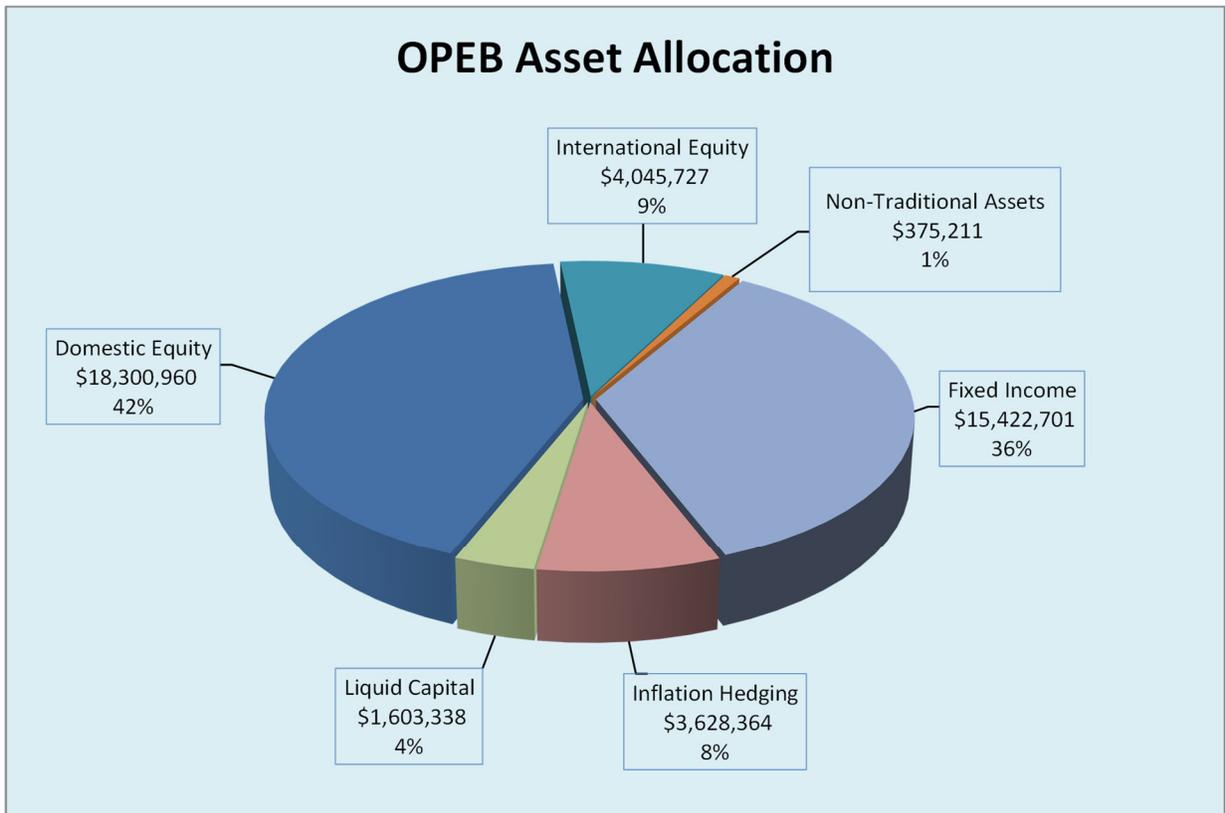
Portfolio Composition by Security Type

Security Type	Value	Distribution
Core Investments		
U.S. Treasuries	\$ 16,059,155	7.98%
Federal Agencies	7,133,937	3.54%
Commercial Paper	-	0.00%
Corporate Notes/Bonds	13,632,288	6.77%
Municipal Notes/Bonds	672,489	0.33%
Asset Backed Security/Collateralized		
Mortgage Obligation	6,224,221	3.09%
Money Market Funds	81,444,556	40.47%
Certificates of Deposit	34,868,681	17.33%
Florida Municipal Investment		
Trust Bond Funds 0-2 Years	12,247,742	6.09%
Trust Bond Funds 1-3 Years	28,947,691	14.38%
Trust Intermediate Bond Funds	18,888	0.01%
Total Core Investments	\$ 201,249,647	100.00%



Health Insurance Trust (OPEB) Performance
As of December 31, 2024
Market Value \$43,376,301

	QTD	Fiscal YTD	Calendar YTD	1 Yr	3 Yrs	5 Yrs	Return Since May 2007
Total Fund	-0.25	-0.25	11.38	11.38	2.94	6.27	4.76
Target Index	-0.28	-0.28	10.84	10.84	3.11	6.83	NA

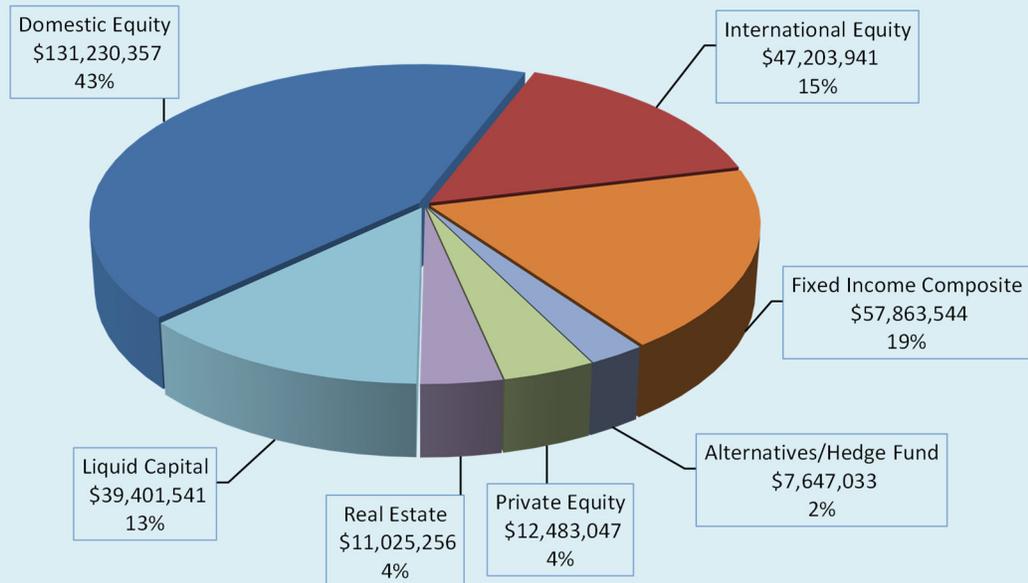


Town of Palm Beach Retirement System Performance
As of December 31, 2024
Market Value \$306,854,718

Preliminary returns for period

	Quarter	Fiscal YTD	1 Year	3 Years	5 Years
Total Fund	-0.65	-0.65	9.71	0.80	5.32
Target Index	-0.50	-0.50	12.62	3.80	8.14

Retirement Asset Allocation



**Town of Palm Beach
Certificate of Deposit Schedule
12/31/24**

Amount	Date Purchased	Maturity Date	Term	Yield
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			