



# 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: May 5, 2025  
Subject: Monthly Investment Report – February 2025

Attached you will find the Town's Investment Report for February 2025.  
The table below summarizes the fiscal year to date returns for Town investments.

	Market Value	\$ Return FYTD (Oct – Feb)	% Return FYTD (Oct -Feb)	Benchmark
Long-Term Core Investments	\$171,423,119	\$2,635,185	1.19%	0.92%
Short-Term Portfolio Yield to Maturity	\$0	\$117,677	NA	NA
FL Palm (Money Market Fund)	\$56,456,021	\$879,533	4.49%**	4.27%**
OPEB Trust*	\$44,210,823	NA	1.67%	1.69%
Total overseen by Investment Advisory Committee	\$265,893,581			
Retirement Fund*	\$306,610,693	NA	1.32%	1.77%

\*Preliminary returns reported as of February 28, 2025

\*\*Percentage shown is for the month only (February)

The blended total investment return for the Town's Core Investments is 0.51% for the month, 5.12% annualized.

The schedules on pages 8 and 9 report the performance results for the OPEB and Retirement Funds for February 2025.

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

CC: Investment Advisory Committee

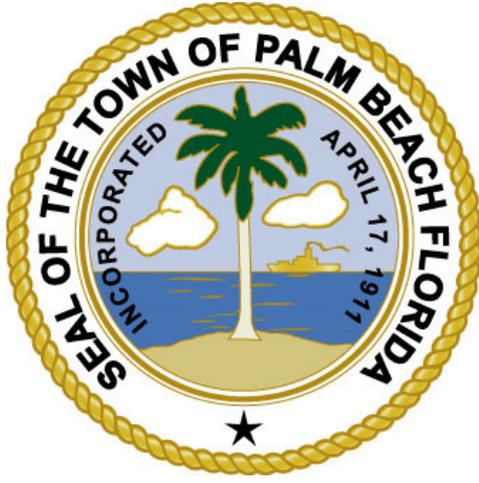
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# Town of Palm Beach

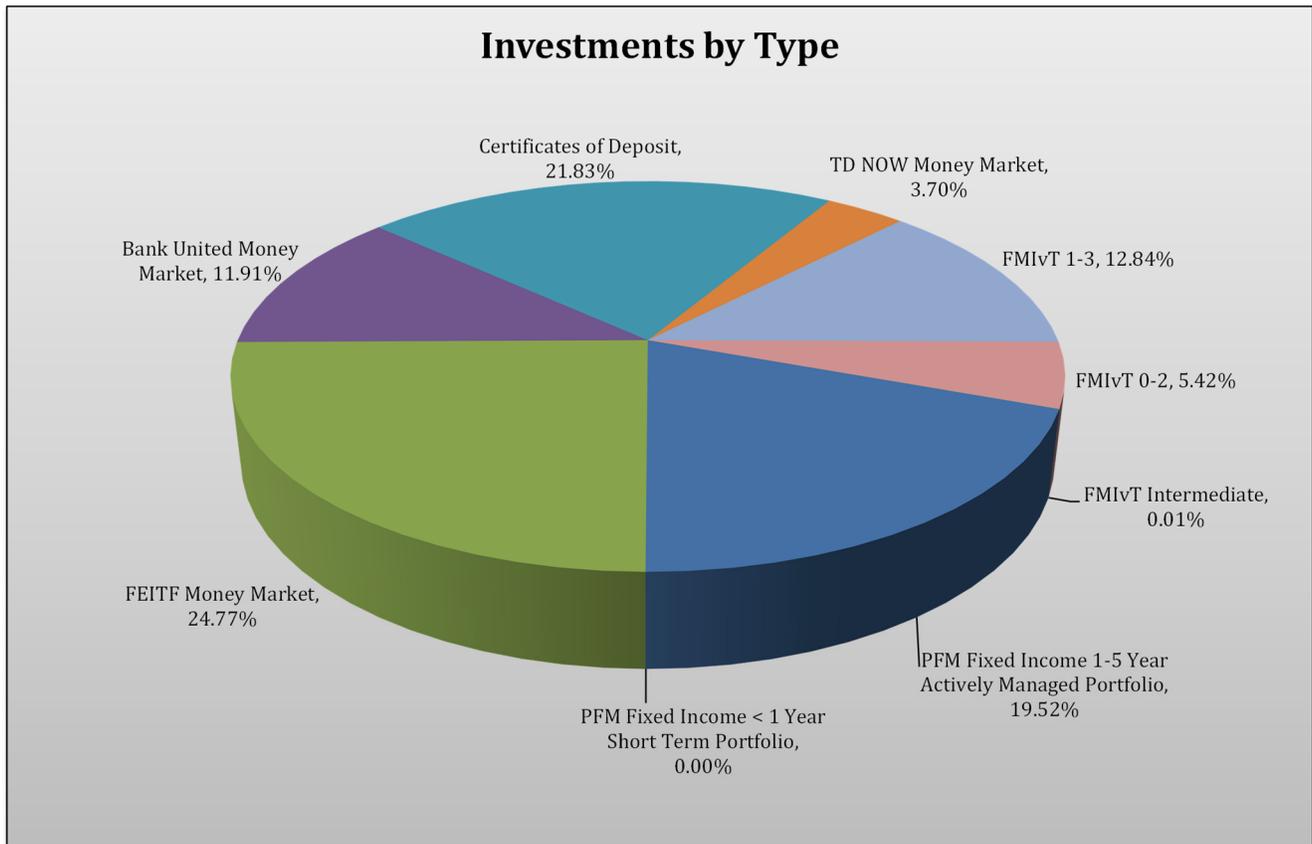
## Investment Portfolio Performance



February 2025

## Portfolio Return by Investment

Investment	February-25 Balance	February-25 Return	2025 Fiscal YTD (5 mo.)	2024 Fiscal YTD (5 mo.)	2024 Fiscal (12 mos.)
<b>Core Investments</b>					
PFM Fixed Income 1-5 Year Actively Managed Portfolio	\$ 44,471,829	\$ 465,750	\$ 415,539	\$ 1,263,310	\$ 2,962,501
PFM Fixed Income < 1 Year Short Term Portfolio	-	20,703	117,677	278,712	376,934
FL PALM/TD Custody Money Market	56,456,021	177,718	879,533	1,278,109	3,005,747
Bank United Money Market	27,143,393	81,875	459,499	530,942	1,291,821
TD Bank NOW Account	8,436,281	21,303	121,128	173,213	374,046
Certificates of Deposit	49,750,170	184,142	798,760	821,133	2,420,596
FMivT 0-2	12,340,481	52,511	197,551	265,685	649,429
FMivT 1-3	29,261,660	211,556	362,330	674,076	1,765,413
FMivT Intermediate	19,305	327	33	624	1,333
<b>Total Core Investments</b>	<b>\$ 227,879,140</b>	<b>\$ 1,215,884</b>	<b>\$ 3,352,051</b>	<b>\$ 5,285,804</b>	<b>\$12,847,820</b>



## Portfolio Total Return vs. Benchmark

Core Investments	February-25 Monthly	2025 Fiscal YTD (5 mo.)	2024 Fiscal YTD (5 mo.)	1 Year	3 Years	5 Years
<b>Long Term Core Investments Total Return Performance (Discretionary)</b>						
PFM Fixed Income 1-5 Year Actively Managed Portfolio	1.05%	0.97%	0.61%	5.87%	2.29%	1.44%
Merrill Lynch 1-5 Year U.S. Treasury/Agency Index	0.98%	0.69%	0.30%	5.33%	1.67%	0.94%
Certificates of Deposit (a)	0.38%	2.03%	0.88%	5.16%	4.18%	N/A
Merrill Lynch 1 Year Treasury Index	0.38%	1.40%	0.87%	5.01%	3.16%	N/A
FMIvT 0-2	0.53%	1.75%	0.30%	5.44%	3.85%	2.54%
ICE BofA ML 1 Yr Treasury Note	0.38%	1.40%	0.37%	5.01%	3.16%	2.01%
FMIvT 1-3	0.68%	1.32%	0.50%	5.77%	3.04%	1.98%
BOA Merrill Lynch 1-3 Year Govt Index	0.68%	1.06%	0.53%	2.23%	1.35%	1.94%
FMIvT Intermediate High Yield	1.70%	0.30%	6.10%	1.14%	0.65%	2.02%
Barclays Int G/C ex BAA+ABS+MBS	1.78%	0.13%	5.95%	0.50%	0.14%	1.69%
<b>Town's Long Term Core Investments Total Return Performance</b>	<b>0.85%</b>	<b>1.19%</b>	<b>0.55%</b>	<b>5.73%</b>	<b>1.97%</b>	<b>1.23%</b>
<b>Total Return Blended Benchmark Performance (b)</b>	<b>0.79%</b>	<b>0.92%</b>	<b>0.56%</b>	<b>5.06%</b>	<b>1.65%</b>	<b>0.96%</b>
(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 (c)	3.35%	3.91%	N/A	4.77%	N/A	N/A
S&P GIP Government 30 Day Index (d)	4.37%	4.60%	N/A	5.01%	N/A	N/A
(c) Beginning September 2024, the managed account portion of the portfolio has had a balance of \$0.00. Yield to Maturity at Cost for that month onward is sourced from yield of the TD Bank money market account, as provided by the Town.						
(d) Short Term Benchmark changed to the Standard & Poor's LGIP30D represents Government Investment Pools Index.						

Money Market Fund Total Return Performance	Monthly February-25	1 Year	3 Years	5 Years
Florida Public Assets for Liquidity Management	4.49%	5.11%	N/A	N/A
iMoneyNet Money Market Fund Index	4.27%	4.89%	N/A	N/A

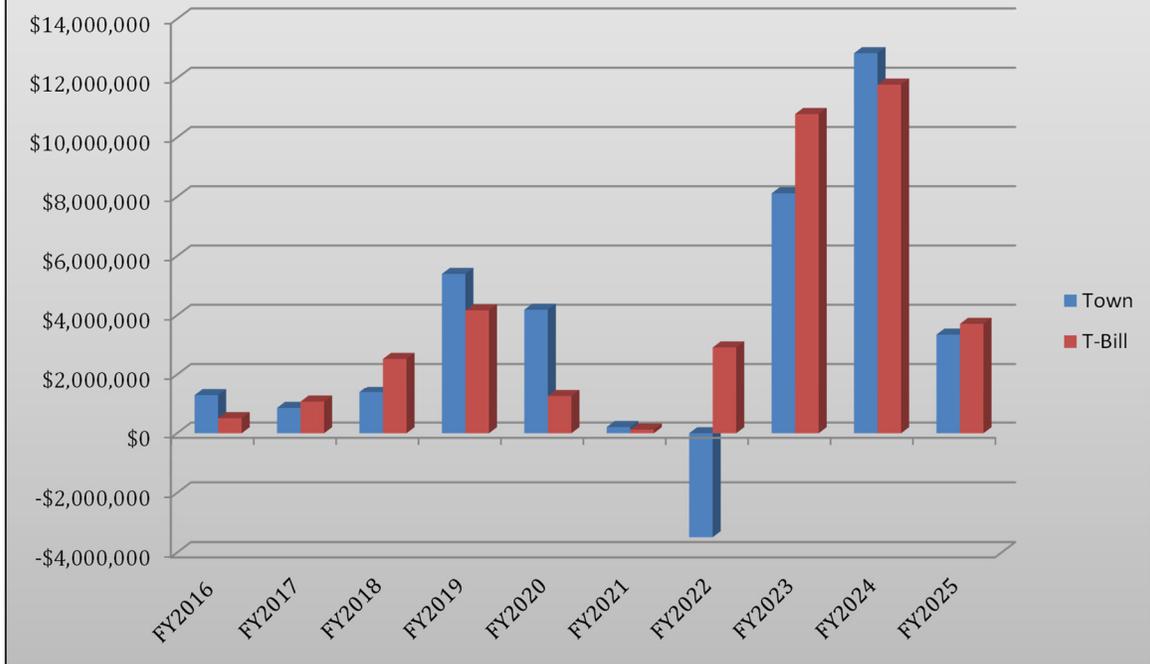
Total Investment Return	Monthly February-25	2025 Fiscal YTD (5 mo.)	Fiscal YTD Annualized	1 Year
Blended rate including both short and long term investments, excluding 2013 bond funds	0.51%	1.46%	5.12%	4.99%

\*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	3,352,050	3,714,143	(362,092)
<b>Total</b>	<b>\$ 35,649,604</b>	<b>\$ 39,005,516</b>	<b>\$ (3,355,912)</b>

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



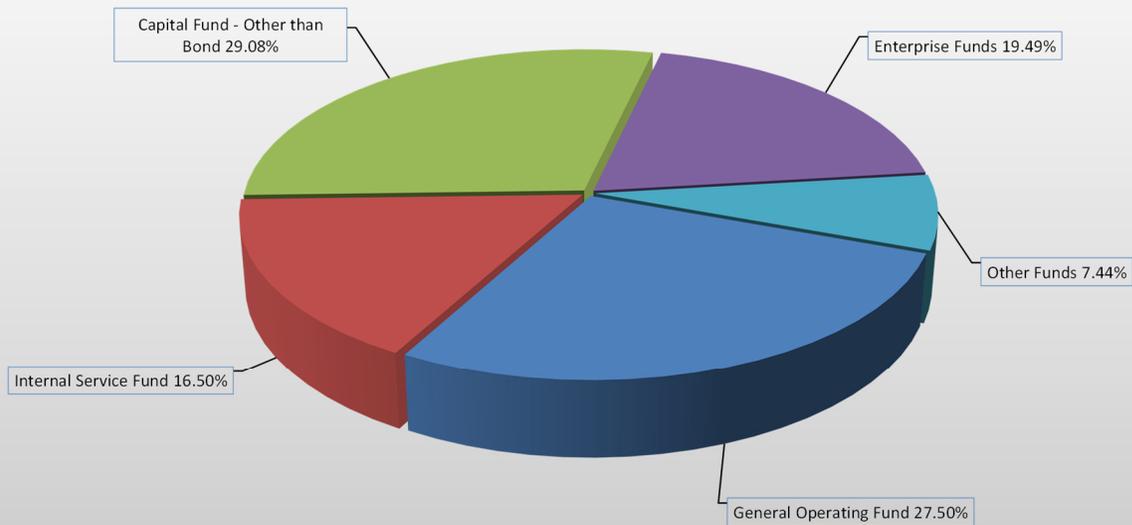
### Town's FY2025 Monthly Investment Return vs 6-Month Treasury Bill

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	201,408,569	876,303	4.28%	718,357	157,946
Feb-25	227,879,140	1,215,884	4.25%	807,072	408,812
Mar-25				-	-
Apr-25				-	-
May-25				-	-
Jun-25				-	-
Jul-25				-	-
Aug-25				-	-
Sep-25				-	-
<b>Total</b>		<b>\$ 3,352,050</b>		<b>\$ 3,714,143</b>	<b>\$ (362,092)</b>

## Portfolio Composition by Source of Funds

Investment	General Operating	Capital	Internal Service	Enterprise Funds	Other Funds	Total
<b>Non-Bond Funds</b>						
PFM Fixed Income:						
1-5 Year		32,178,002	12,293,827			44,471,829
PFM Fixed Income:						
< One Year						-
Money Market	23,405,634	5,719,143	11,063,824	34,900,918	16,946,176	92,035,695
Certificates of Deposit	39,264,041	10,486,129				49,750,170
FMIvT Fixed Income:						
0-2 Year		5,302,001	4,219,750	2,818,730		12,340,481
FMIvT Fixed Income:						
1-3 Year		12,572,067	10,005,840	6,683,753		29,261,660
FMIvT Fixed Income:						
Intermediate		8,295	6,601	4,409		19,305
<b>Total</b>	<b>62,669,675</b>	<b>66,265,637</b>	<b>37,589,842</b>	<b>44,407,810</b>	<b>16,946,176</b>	<b>227,879,140</b>

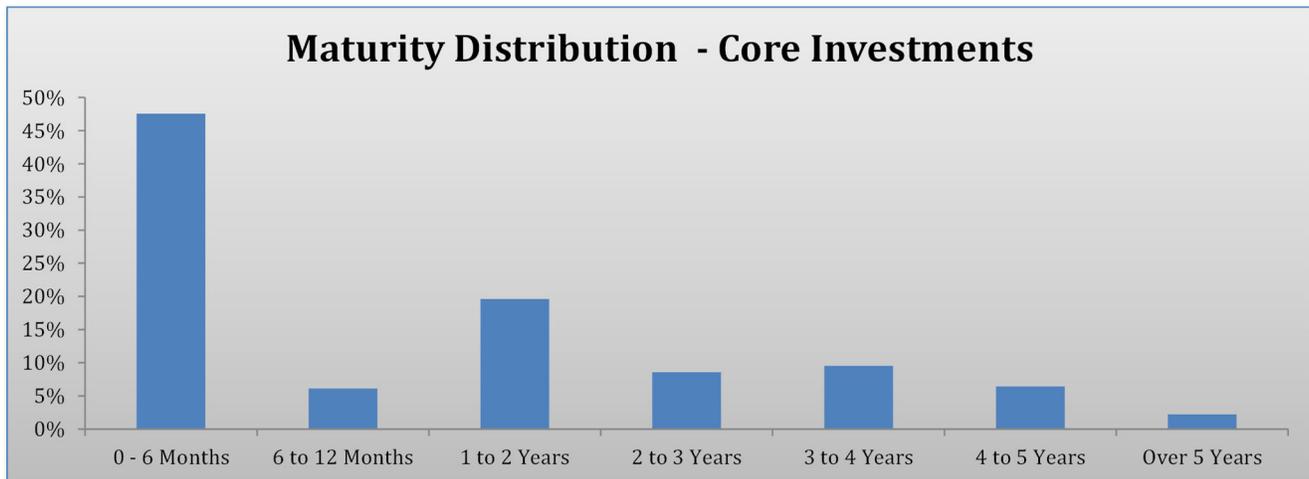
### Source of Funds



## Portfolio Distribution by Maturity

	PFM Investments	Money Market Accts.	FMIvT 0-2 Year	FMIvT 1-3 Year	FMIvT Intermediate	Certificates of Deposit	Total
<b>Core Investments</b>							
0 - 6 Months	\$253,489	\$92,035,695	\$820,701	\$1,073,072	\$226	\$14,101,833	\$108,285,016
6 to 12 Months	1,814,451	-	1,043,671	584,333	0	10,486,129	13,928,583
1 to 2 Years	6,897,581	-	5,271,421	7,357,528	129	25,162,208	44,688,867
2 to 3 Years	9,396,897	-	3,107,770	7,058,016	1,334	-	19,564,017
3 to 4 Years	15,960,940	-	1,509,067	4,233,969	1,703	-	21,705,680
4 to 5 Years	9,445,816	-	0	5,178,395	5,730	-	14,629,941
Over 5 Years	702,655	-	587,850	3,776,348	10,183	-	5,077,036
<b>Total Core Investments</b>	<b>\$44,471,829</b>	<b>\$92,035,695</b>	<b>\$12,340,481</b>	<b>\$29,261,660</b>	<b>\$19,305</b>	<b>\$49,750,170</b>	<b>\$227,879,140</b>

### Maturity Distribution - Core Investments

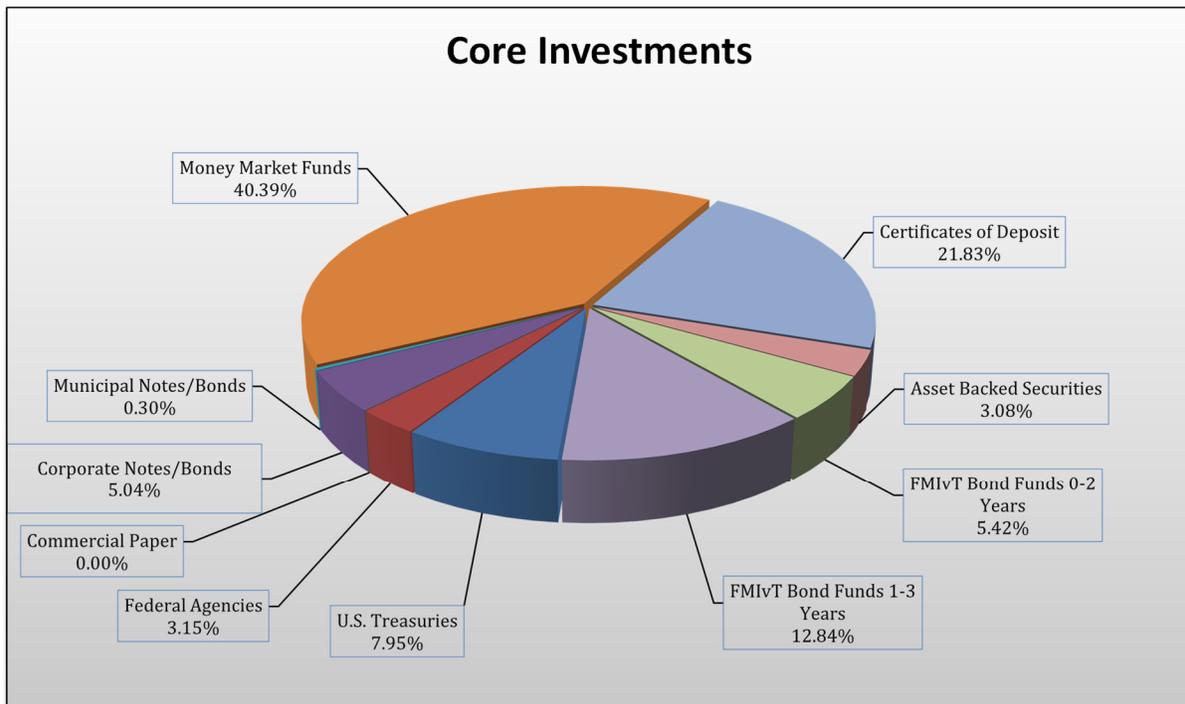


### Core Investments - Weighted Average Duration Calculation

Investment	Market Value	% of Portfolio	Duration (Yrs)	Weighted Avg. Duration (Yrs)
PFM Fixed Income 1-5 Year	\$ 44,471,829	19.52%	2.49	0.49
PFM Fixed Income < 1 Year	\$ -	0.00%	0.00	0.00
FEITF/TD/Bank United Money Market	\$ 92,035,695	40.39%	0.17	0.07
ServisFirst Certificate of Deposit	\$ 39,264,041	17.23%	0.97	0.17
EverBank Certificate of Deposit	\$ 10,486,129	4.60%	0.90	0.04
FMIvT 0-2	\$ 12,340,481	5.42%	0.81	0.04
FMIvT 1-3	\$ 29,261,660	12.84%	1.68	0.22
FMIvT Intermediate	\$ 19,305	0.01%	4.21	0.00
<b>Total</b>	<b>\$ 227,879,140</b>	<b>100.00%</b>		<b>1.02</b>

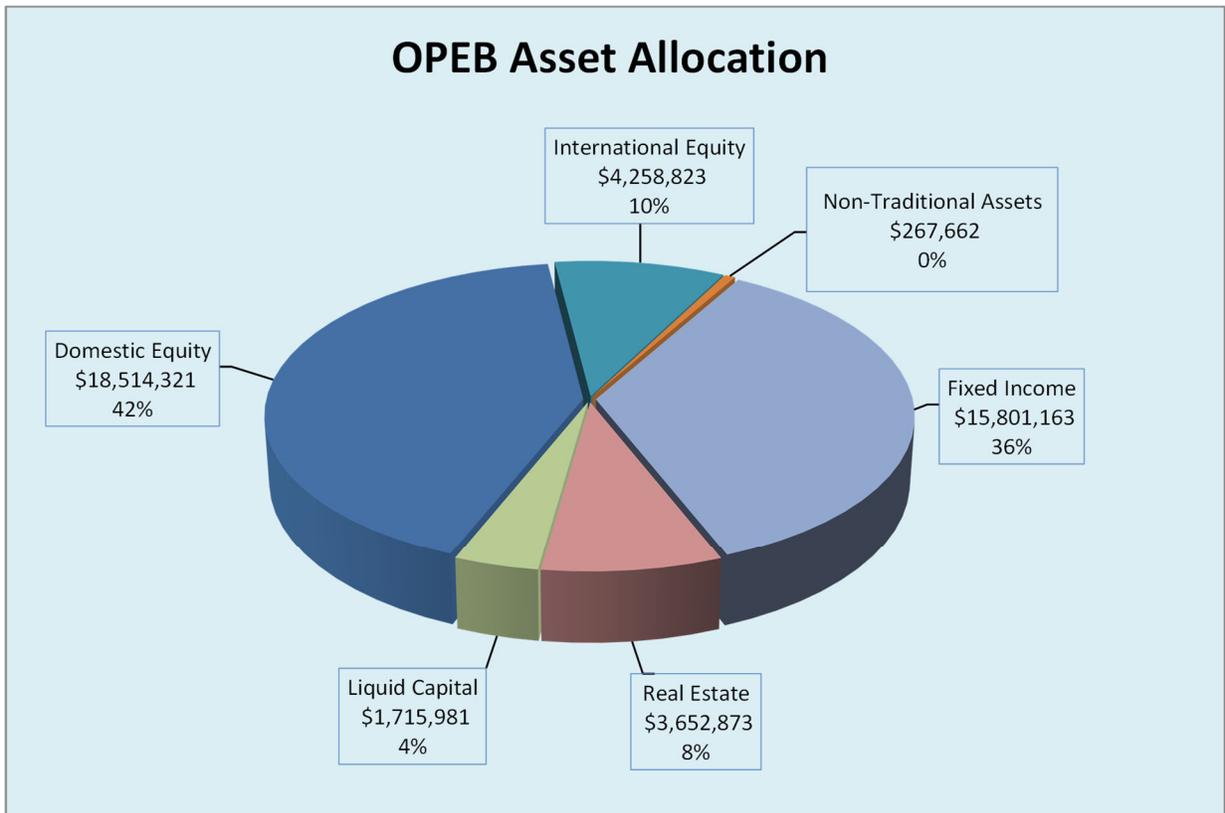
## Portfolio Composition by Security Type

Security Type	Value	Distribution
<b>Core Investments</b>		
U.S. Treasuries	\$ 18,104,378	7.94%
Federal Agencies	7,183,547	3.15%
Commercial Paper	-	0.00%
Corporate Notes/Bonds	11,489,897	5.04%
Municipal Notes/Bonds	677,111	0.30%
<b>Asset Backed Security/Collateralized</b>		
Mortgage Obligation	7,016,896	3.08%
Money Market Funds	92,035,695	40.39%
Certificates of Deposit	49,750,170	21.83%
<b>Florida Municipal Investment</b>		
Trust Bond Funds 0-2 Years	12,340,481	5.42%
Trust Bond Funds 1-3 Years	29,261,660	12.84%
Trust Intermediate Bond Funds	19,305	0.01%
<b>Total Core Investments</b>	<b>\$ 227,879,140</b>	<b>100.00%</b>



**Health Insurance Trust (OPEB) Performance**  
**As of February 28, 2025**  
**Market Value \$44,210,823**

	QTD	Fiscal YTD	Calendar			5 Yrs	Return Since May 2007
			YTD	1 Yr	3 Yrs		
Total Fund	1.92	1.67	1.92	10.25	5.49	7.91	4.82
Target Index	1.87	1.69	1.87	10.34	5.60	8.18	NA

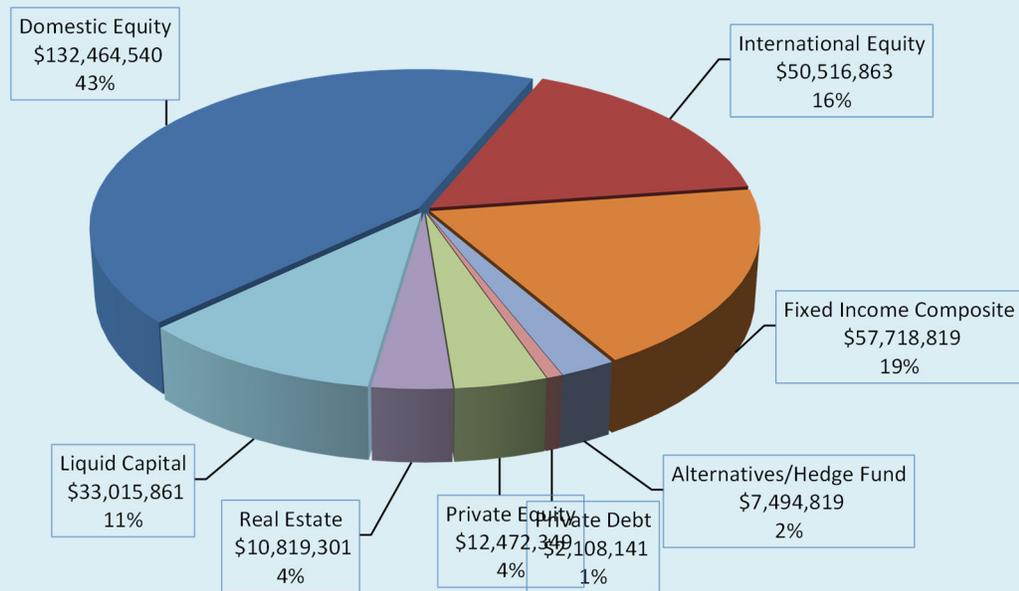


**Town of Palm Beach Retirement System Performance**  
**As of February 28, 2025**  
**Market Value \$306,610,693**

Preliminary returns for period

	Quarter	Fiscal YTD	1 Year	3 Years	5 Years
Total Fund	2.06	1.32	8.89	3.50	6.85
Target Index	2.17	1.77	11.66	6.69	9.79

**Retirement Asset Allocation**



**Town of Palm Beach  
Certificate of Deposit Schedule  
February 28, 2025**

Amount	Date		Term	Yield
	Purchased	Maturity Date		
<b>ServisFirst</b>				
\$ 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%
10,000,000	1/10/2025	7/10/2026	18 mo.	4.35%
10,000,000	1/10/2025	1/10/2027	24 mo.	4.25%
5,000,000	2/4/2025	2/4/2027	24 mo.	4.25%
<u>38,000,000</u>	Sub Total ServisFirst			
<b>EverBank</b>				
\$10,000,000	1/22/2024	1/22/2026	24 mo.	4.40%
<u>10,000,000</u>	Sub Total EverBank			
<u>\$48,000,000</u>	Total Certificates of Deposit			