

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 12, 2025
Subject: Monthly Investment Report – March 2025

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

	Market Value	\$ Return FYTD (Oct – Mar)	% Return FYTD (Oct -Mar)	Benchmark
Long-Term Core Investments	\$172,279,268	\$3,491,334	1.62%	1.40%
Short-Term Portfolio Yield to Maturity	\$0	\$140,502	NA	NA
FL Palm (Money Market Fund)	\$56,491,814	\$1,073,279	4.45%**	4.27%**
OPEB Trust*	\$43,472,183	NA	-0.84%	-0.54%
Total overseen by Investment Advisory Committee	\$271,887,554			
Retirement Fund*	\$297,719,176	NA	-1.64%	-0.97%

*Preliminary returns reported as of March 31, 2025

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

The blended total investment return for the Town's Core Investments is 0.31% for the month, 5.59% annualized.

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

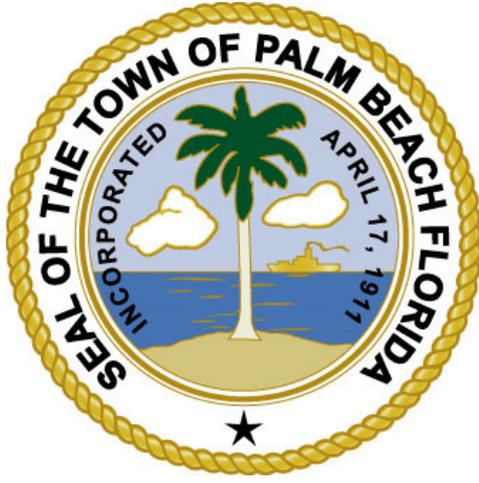
I can be reached at extension 6330 with questions regarding this report.

CC: Investment Advisory Committee

RM/ml

Town of Palm Beach

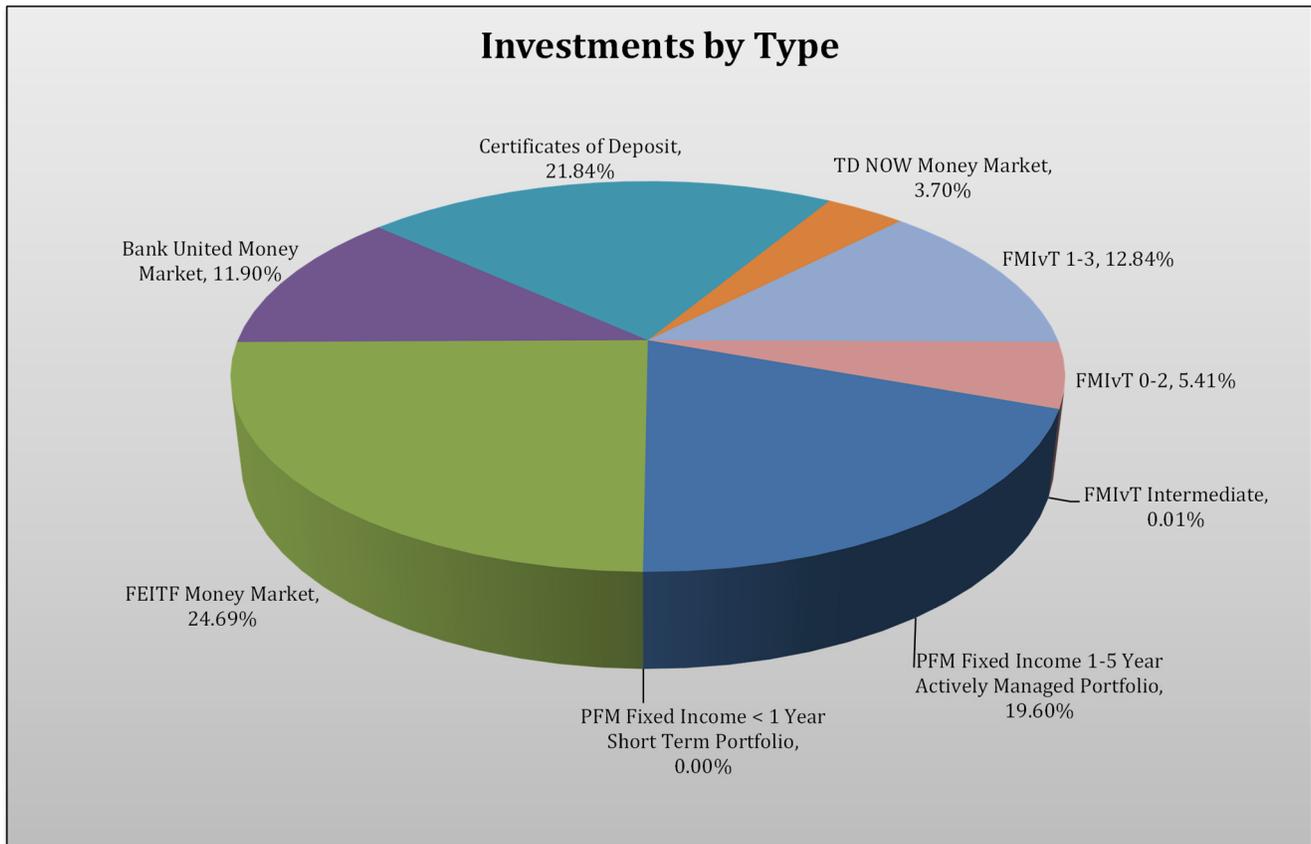
Investment Portfolio Performance



March 2025

Portfolio Return by Investment

Investment	March-25 Balance	March-25 Return	2025 Fiscal YTD (6 mo.)	2024 Fiscal YTD (6 mo.)	2024 Fiscal (12 mos.)
Core Investments					
PFM Fixed Income 1-5 Year Actively Managed Portfolio	\$ 44,833,499	\$ 361,670	\$ 1,057,553	\$ 1,263,310	\$ 2,962,501
PFM Fixed Income < 1 Year Short Term Portfolio	-	22,824	140,502	278,712	376,934
FL PALM/TD Custody Money Market	56,491,814	193,746	1,073,279	1,278,109	3,005,747
Bank United Money Market	27,234,315	90,922	550,421	530,942	1,291,821
TD Bank NOW Account	8,459,926	23,645	144,773	173,213	374,046
Certificates of Deposit	49,971,105	220,934	1,019,694	821,133	2,420,596
FMivT 0-2	12,385,048	44,567	242,118	265,685	649,429
FMivT 1-3	29,376,006	114,346	476,676	674,076	1,765,413
FMivT Intermediate	19,370	65	98	624	1,333
Total Core Investments	\$ 228,771,082	\$ 1,072,720	\$ 4,705,115	\$ 5,285,804	\$12,847,820



Portfolio Total Return vs. Benchmark

Core Investments	March-25 Monthly	2025 Fiscal YTD (6 mo.)	2024 Fiscal YTD (6 mo.)	1 Year	3 Years	5 Years
Long Term Core Investments Total Return Performance (Discretionary)						
PFM Fixed Income 1-5 Year Actively Managed Portfolio	0.45%	1.42%	3.67%	5.83%	3.03%	1.40%
Merrill Lynch 1-5 Year U.S. Treasury/Agency Index	0.53%	1.22%	2.72%	5.50%	2.49%	0.70%
Certificates of Deposit (a)	0.38%	2.43%	2.77%	5.09%	4.32%	N/A
Merrill Lynch 1 Year Treasury Index	0.36%	1.76%	2.70%	4.98%	3.42%	N/A
FMIvT 0-2	0.36%	2.12%	0.45%	5.39%	4.07%	2.53%
ICE BofA ML 1 Yr Treasury Note	0.36%	1.76%	0.45%	5.02%	3.42%	1.88%
FMIvT 1-3	0.43%	1.76%	0.36%	5.78%	3.54%	1.97%
BOA Merrill Lynch 1-3 Year Govt Index	0.47%	1.53%	0.35%	5.45%	2.85%	1.17%
FMIvT Intermediate High Yield	0.39%	0.69%	-0.74%	5.82%	2.03%	0.50%
Barclays Int G/C ex BAA+ABS+MBS	0.31%	0.44%	-1.00%	5.48%	1.47%	0.01%
Town's Long Term Core Investments Total Return Performance	0.43%	1.62%	1.99%	5.93%	2.50%	1.23%
Total Return Blended Benchmark Performance (b)	0.48%	1.40%	1.47%	5.68%	2.26%	0.84%
(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.						

Money Market Fund Total Return Performance	Monthly March-25	1 Year	3 Years	5 Years
Florida Public Assets for Liquidity Management	4.45%	5.02%	N/A	N/A
iMoneyNet Money Market Fund Index	4.27%	4.81%	N/A	N/A

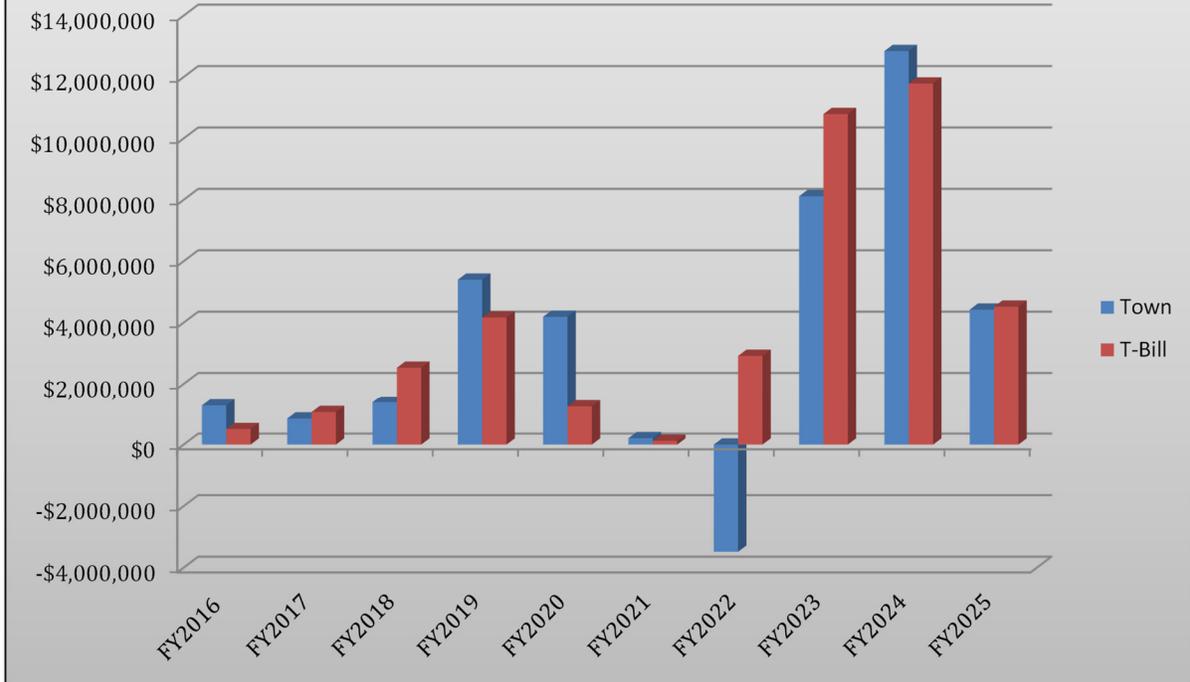
Total Investment Return	Monthly March-25	2025 Fiscal YTD (6 mo.)	Fiscal YTD Annualized	1 Year
Blended rate including both short and long term investments, excluding 2013 bond funds	0.31%	1.77%	5.59%	4.92%

*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	4,424,770	4,520,561	(95,791)
Total	\$ 36,722,324	\$ 39,811,934	\$ (3,089,610)

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



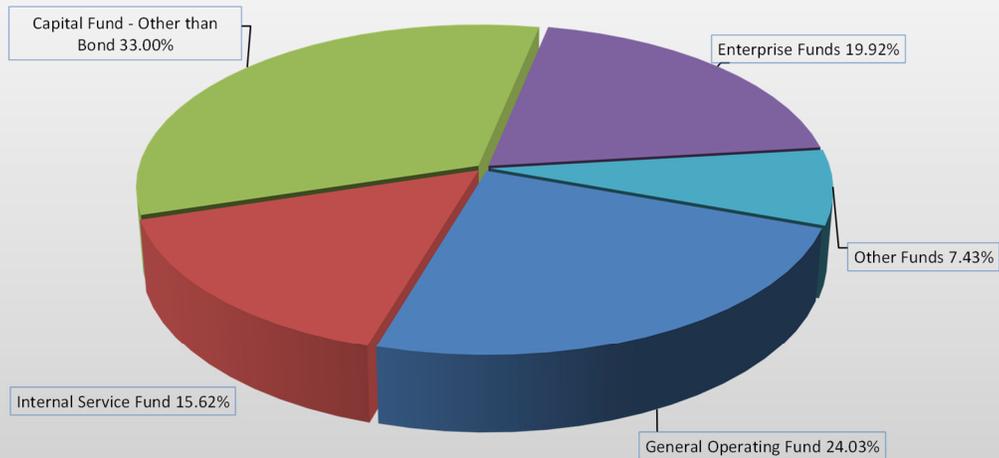
Town's FY2025 Monthly Investment Return vs 6-Month Treasury Bill

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	228,771,082	1,072,720	4.23%	806,418	266,302
Apr-25				-	-
May-25				-	-
Jun-25				-	-
Jul-25				-	-
Aug-25				-	-
Sep-25				-	-
Total		\$ 4,424,770		\$ 4,520,561	\$ (95,791)

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		32,439,692	12,393,807			44,833,499
PFM Fixed Income:						
< One Year						-
Money Market	15,533,509	14,577,895	9,050,522	36,021,183	17,002,945	92,186,054
Certificates of Deposit	39,448,308	10,522,797				49,971,105
FMIvT Fixed Income:						
0-2 Year		5,321,150	4,234,988	2,828,910		12,385,048
FMIvT Fixed Income:						
1-3 Year		12,621,196	10,044,940	6,709,871		29,376,007
FMIvT Fixed Income:						
Intermediate		8,322	6,623	4,424		19,369
Total	54,981,817	75,491,051	35,730,880	45,564,388	17,002,945	228,771,082

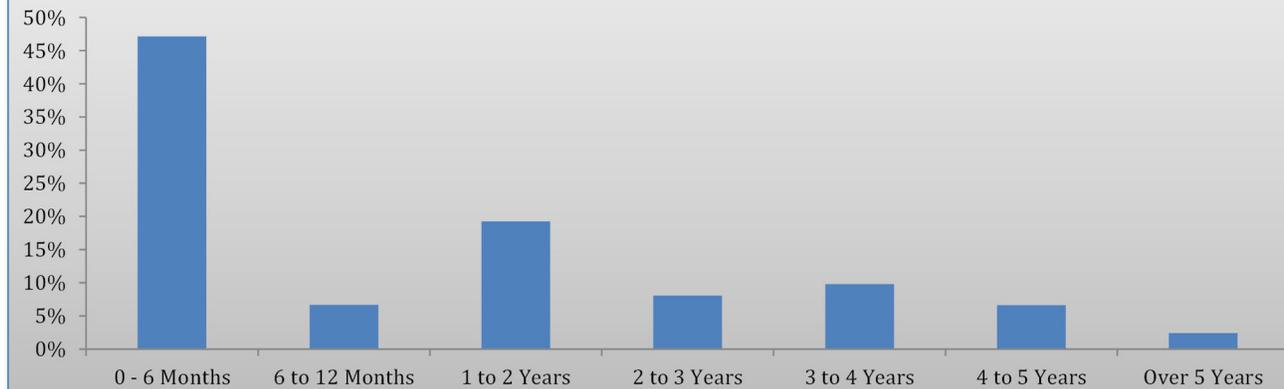
Source of Funds



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	\$179,334	\$92,186,055	\$496,065	\$777,001	\$172	\$14,200,836	\$107,839,462
6 to 12 Months	1,017,720	-	3,526,802	220,645	0	10,522,797	15,287,964
1 to 2 Years	7,805,512	-	3,073,217	7,957,844	130	25,247,471	44,084,175
2 to 3 Years	8,141,763	-	3,000,541	7,262,729	1,604	-	18,406,637
3 to 4 Years	15,794,843	-	1,632,854	5,024,150	1,896	-	22,453,743
4 to 5 Years	10,809,357	-	78,536	4,290,023	5,272	-	15,183,188
Over 5 Years	1,084,971	-	577,033	3,843,614	10,295	-	5,515,913
Total Core Investments	\$44,833,500	\$92,186,055	\$12,385,048	\$29,376,007	\$19,369	\$49,971,105	\$228,771,082

Maturity Distribution - Core Investments

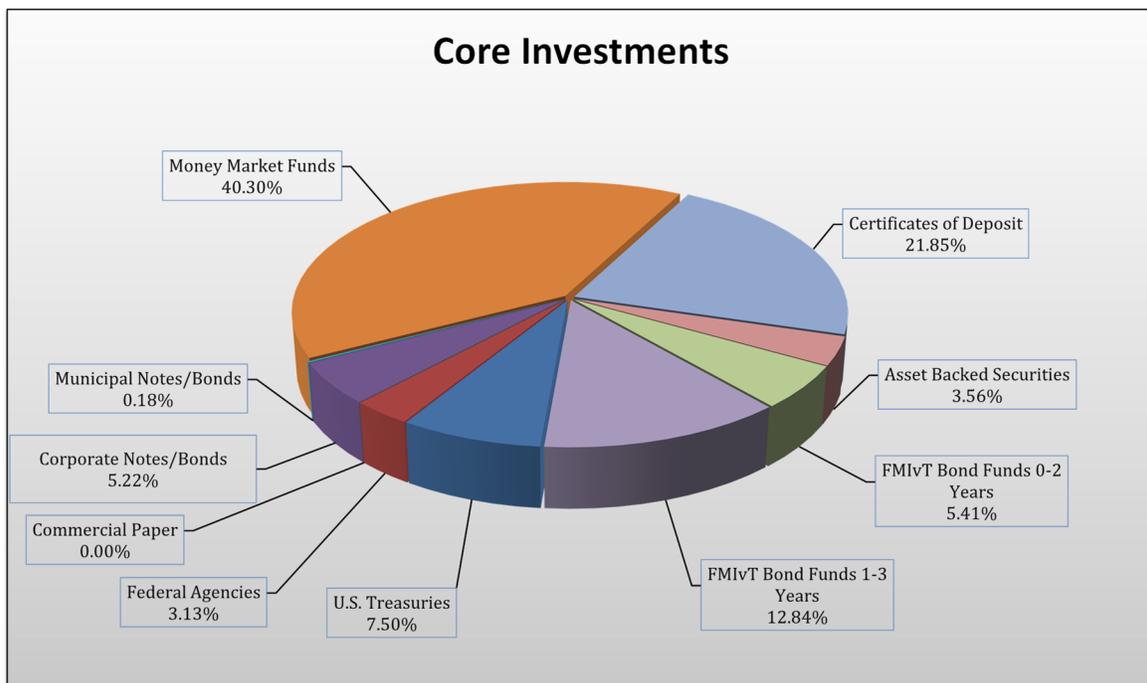


Core Investments - Weighted Average Duration Calculation

Investment	Market Value	% of Portfolio	Duration (Yrs)	Weighted Avg. Duration (Yrs)
PFM Fixed Income 1-5 Year	\$ 44,833,499	19.60%	2.50	0.49
PFM Fixed Income < 1 Year	\$ -	0.00%	0.00	0.00
FEITF/TD/Bank United Money Market	\$ 92,186,055	40.30%	0.17	0.07
ServisFirst Certificate of Deposit	\$ 39,448,308	17.24%	0.90	0.16
EverBank Certificate of Deposit	\$ 10,522,797	4.60%	0.81	0.04
FMIvT 0-2	\$ 12,385,048	5.41%	0.84	0.05
FMIvT 1-3	\$ 29,376,006	12.84%	1.72	0.22
FMIvT Intermediate	\$ 19,370	0.01%	4.18	0.00
Total	\$ 228,771,082	100.00%		1.02

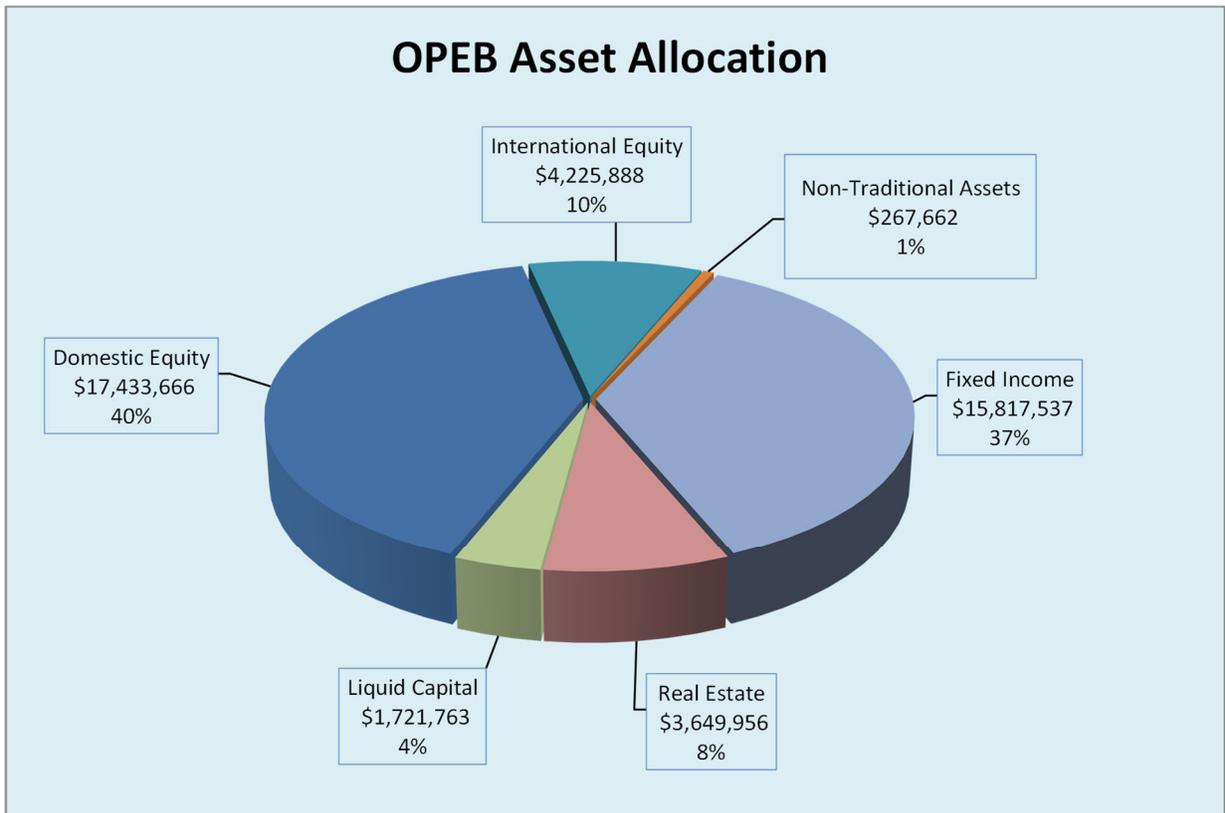
Portfolio Composition by Security Type

Security Type	Value	Distribution
Core Investments		
U.S. Treasuries	\$ 17,151,191	7.50%
Federal Agencies	7,169,462	3.13%
Commercial Paper	-	0.00%
Corporate Notes/Bonds	11,943,976	5.22%
Municipal Notes/Bonds	422,939	0.18%
Asset Backed Security/Collateralized		
Mortgage Obligation	8,145,930	3.56%
Money Market Funds	92,186,055	40.30%
Certificates of Deposit	49,971,105	21.84%
Florida Municipal Investment Trust Bond Funds 0-2 Years	12,385,048	5.41%
Florida Municipal Investment Trust Bond Funds 1-3 Years	29,376,006	12.84%
Florida Municipal Investment Trust Intermediate Bond Funds	19,370	0.01%
Total Core Investments	\$ 228,771,082	100.00%



Health Insurance Trust (OPEB) Performance
As of March 31, 2025
Market Value \$43,472,183

	QTD	Fiscal YTD	Calendar			5 Yrs	Return Since May 2007
			YTD	1 Yr	3 Yrs		
Total Fund	-0.60	-0.84	-0.60	5.72	4.43	9.84	4.65
Target Index	-0.37	-0.54	-0.37	6.10	4.46	9.61	NA

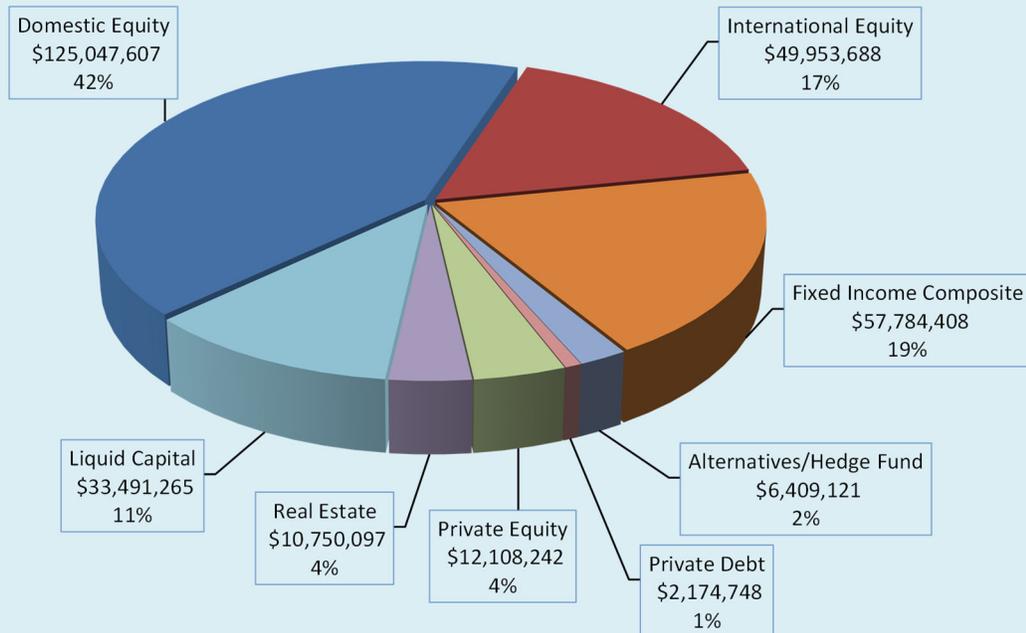


Town of Palm Beach Retirement System Performance
As of March 31, 2025
Market Value \$297,719,176

Preliminary returns for period

	Quarter	Fiscal YTD	1 Year	3 Years	5 Years
Total Fund	-0.92	-1.64	3.98	2.35	8.51
Target Index	-0.58	-0.97	6.50	5.06	11.37

Retirement Asset Allocation



**Town of Palm Beach
Certificate of Deposit Schedule
March 31, 2025**

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%
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			
EverBank				
\$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			