



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: August 11, 2025
Subject: Monthly Investment Report – June 2025

Attached you will find the Town's Investment Report for June 2025.

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

| | Market Value | \$ Return FYTD (Oct – June) | % Return FYTD (Oct -June) | Benchmark |
|---|---------------|--------------------------------|------------------------------|-----------|
| Long-Term Core Investments | \$179,347,350 | \$5,744,221 | 3.08% | 2.65% |
| Short-Term Portfolio Yield to Maturity | \$0 | \$184,806 | NA | NA |
| FL Palm (Money Market Fund) | \$55,704,186 | \$1,672,945 | 4.38%** | 4.23%** |
| OPEB Trust* | \$45,476,220 | NA | 5.56% | 5.75% |
| Total overseen by Investment Advisory Committee | \$280,527,756 | | | |
| Retirement Fund* | \$314,583,205 | NA | 6.22% | 6.41% |

*Preliminary returns reported as of June 30, 2025

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

The blended total investment return for the Town's Core Investments is 0.34% for the month, 4.09% annualized.

The schedules on pages 8 and 9 report the performance results for the OPEB and Retirement Funds for June 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

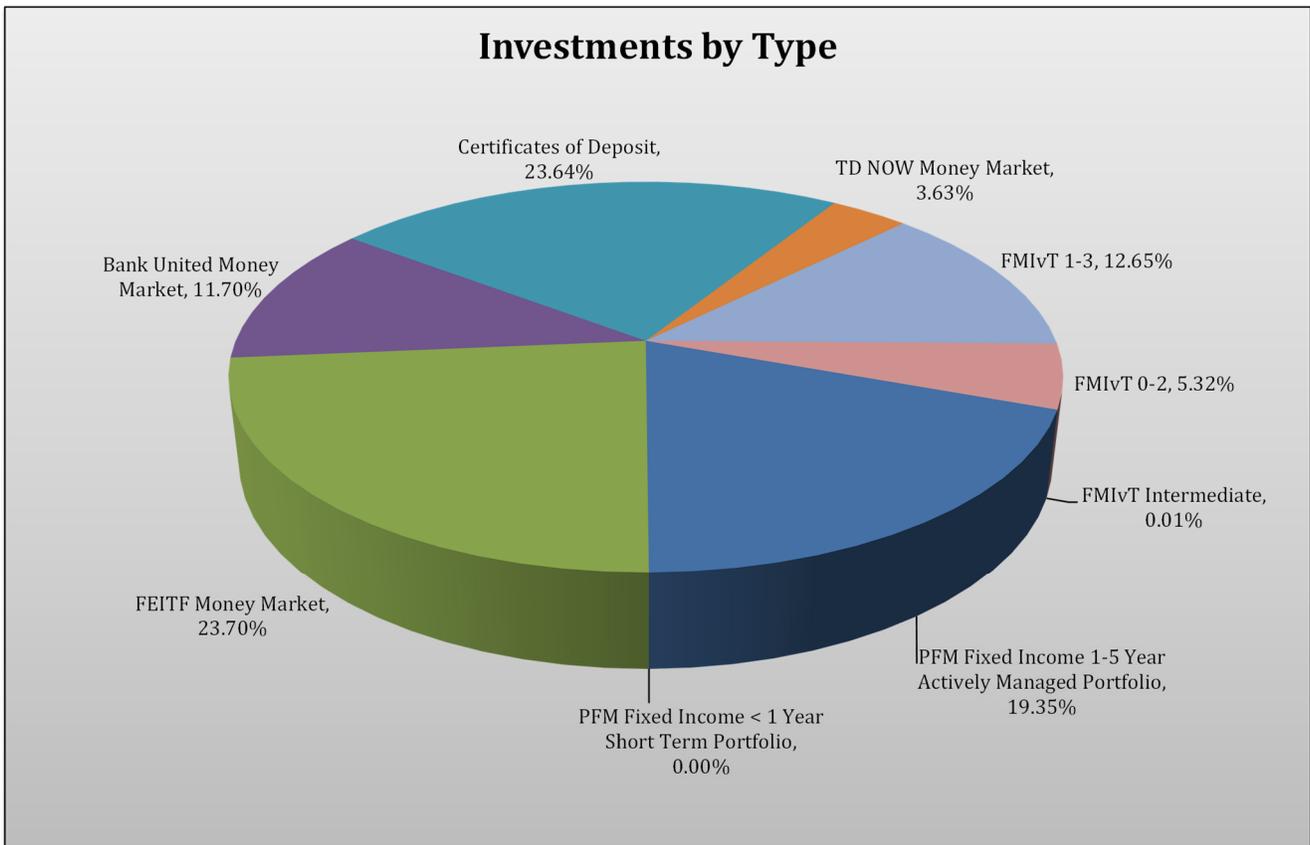


June 2025

Portfolio Return by Investment

| Investment | June-25 Balance | June-25 Return | 2025 Fiscal YTD (9 mo.) | 2024 Fiscal YTD (9 mo.) | 2024 Fiscal (12 mos.) |
|--|-----------------------|---------------------|----------------------------|----------------------------|--------------------------|
| Core Investments | | | | | |
| PFM Fixed Income 1-5 Year Actively Managed Portfolio | \$ 45,476,949 | \$ 350,332 | \$ 1,701,003 | \$ 1,764,141 | \$ 2,962,501 |
| PFM Fixed Income < 1 Year Short Term Portfolio | - | - | 184,806 | 333,972 | 376,934 |
| FL PALM/TD Custody Money Market | 55,704,186 | 211,873 | 1,672,945 | 2,296,593 | 3,005,747 |
| Bank United Money Market | 27,502,988 | 88,867 | 819,094 | 964,387 | 1,291,821 |
| TD Bank NOW Account | 8,529,720 | 23,073 | 214,567 | 287,412 | 374,046 |
| Certificates of Deposit | 55,558,946 | 201,850 | 1,607,536 | 1,830,644 | 2,420,596 |
| FMivT 0-2 | 12,513,807 | 56,300 | 370,878 | 430,208 | 649,429 |
| FMivT 1-3 | 29,745,244 | 191,211 | 845,914 | 1,029,509 | 1,765,413 |
| FMivT Intermediate | 19,696 | 253 | 424 | 643 | 1,333 |
| Total Core Investments | \$ 235,051,536 | \$ 1,123,758 | \$ 7,417,166 | \$ 8,937,509 | \$12,847,820 |

Investments by Type



Portfolio Total Return vs. Benchmark

| Core Investments | June-25 Monthly | 2025 Fiscal YTD (10/1/24- 6/30/25) | 2024 Fiscal YTD (10/1/23- 09/30/24) | Trailing 1- Year (6/30/24- 6/30/25) | Trailing 3- Years (6/30/22- 6/30/25) | Trailing 5- Years (6/30/20- 6/30/25) |
|---|--------------------|---|--|--|---|---|
| Long Term Core Investments Total Return Performance (Discretionary) | | | | | | |
| PFM Fixed Income 1-5 Year Actively Managed Portfolio | 0.84% | 3.03% | 8.18% | 6.60% | 3.89% | 1.43% |
| Merrill Lynch 1-5 Year U.S. Treasury/Agency Index | 0.74% | 2.60% | 7.44% | 6.07% | 3.23% | 0.91% |
| Certificates of Deposit (a) | 0.38% | 3.61% | 5.44% | 4.93% | 4.70% | N/A |
| Merrill Lynch 1 Year Treasury Index | 0.41% | 2.68% | 5.95% | 4.77% | 3.89% | N/A |
| FMIvT 0-2 | 0.47% | 2.28% | 6.13% | 5.28% | 4.52% | 2.62% |
| ICE BofA ML 1 Yr Treasury Note | 0.41% | 1.96% | 5.88% | 4.76% | 3.90% | 2.07% |
| FMIvT 1-3 | 0.64% | 2.87% | 7.16% | 6.05% | 4.12% | 2.02% |
| BOA Merrill Lynch 1-3 Year Govt Index | 0.60% | 2.78% | 6.75% | 5.67% | 3.42% | 1.37% |
| FMIvT Intermediate High Yield | 1.25% | 4.40% | 4.53% | 7.00% | 3.22% | 0.62% |
| Barclays Int G/C ex BAA+ABS+MBS | 1.26% | 4.12% | 10.16% | 6.54% | 2.90% | 0.30% |
| Town's Long Term Core Investments Total Return Performance | 0.72% | 3.08% | 6.31% | 6.19% | 3.17% | 1.36% |
| Total Return Blended Benchmark Performance (b) | 0.65% | 2.65% | 5.76% | 5.94% | 2.87% | 1.04% |
| (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 June-25 | Trailing 1- Year (6/30/24- 6/30/25) | Trailing 3- Years (6/30/22- 6/30/25) | Trailing 5- Years (6/30/20- 6/30/25) |
|--|--------------------|--|---|---|
| Florida Public Assets for Liquidity Management | 4.38% | 4.76% | N/A | N/A |
| iMoneyNet Money Market Fund Index | 4.23% | 4.56% | N/A | N/A |

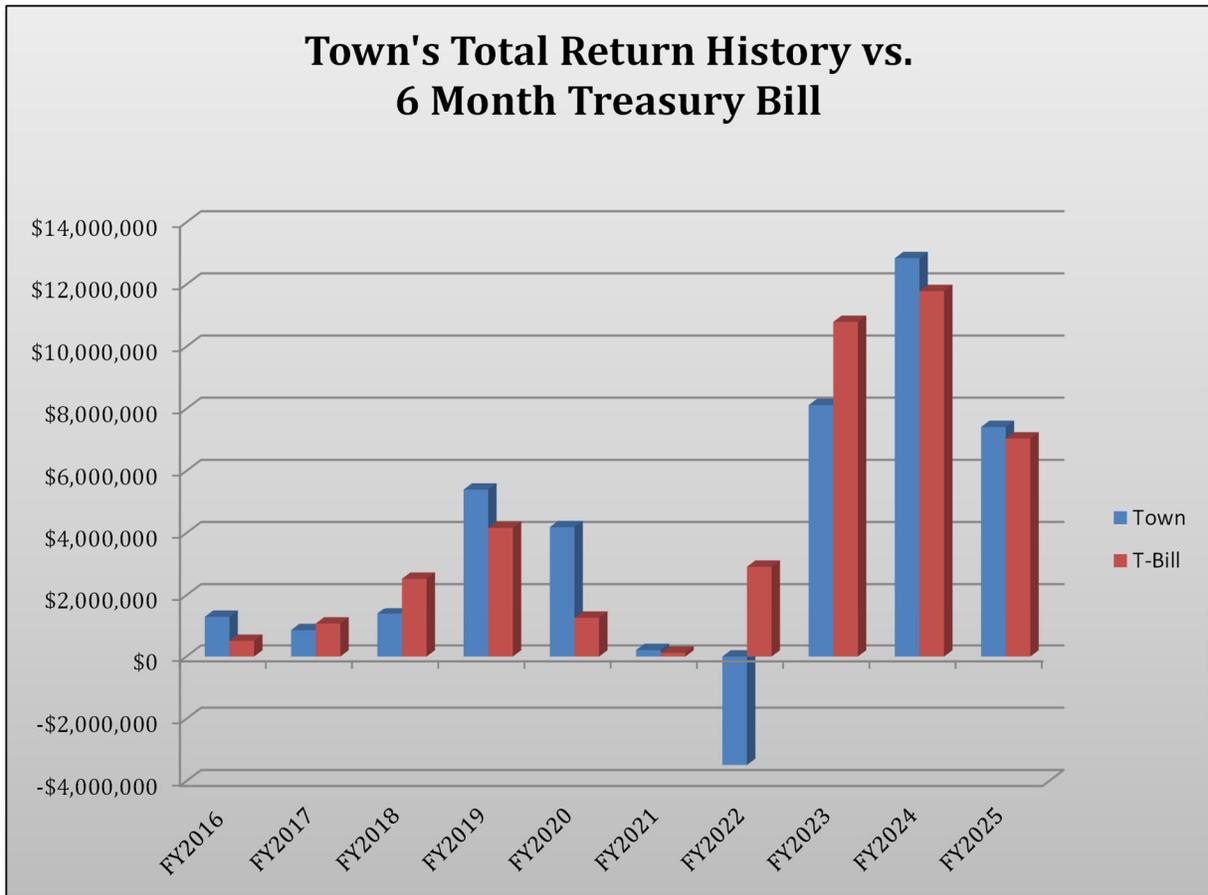
| Total Investment Return | Monthly June-25 | 2025 Fiscal YTD (10/1/24- 6/30/25) | Fiscal YTD Annualized (10/1/24- 6/30/25) | Trailing 1- Year (6/30/24- 6/30/25) |
|--|--------------------|---|---|--|
| Blended rate including both short and long term investments, excluding 2013 bond funds | 0.34% | 2.70% | 4.09% | 4.57% |

*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 | 7,417,166 | 7,044,146 | 373,021 |
| Total | \$ 39,714,720 | \$ 42,335,519 | \$ (2,620,799) |

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



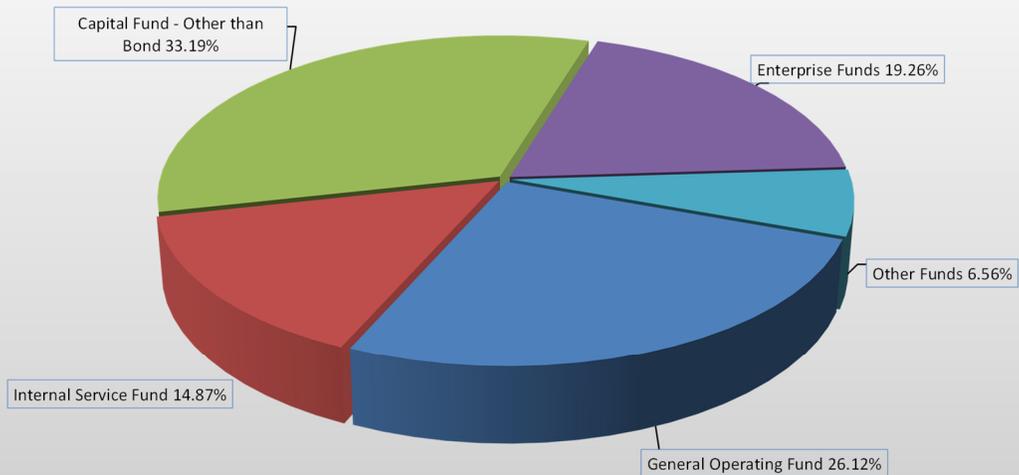
Town's FY2025 Monthly Investment Return vs 6-Month Treasury Bill

| 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 | \$ (189,886) | 4.43% | 738,167 | \$ (928,053) |
| Nov-24 | 200,759,497 | 820,079 | 4.42% | 739,464 | 80,615 |
| Dec-24 | 201,249,647 | 826,162 | 4.24% | 711,082 | 115,080 |
| Jan-25 | 201,408,569 | 835,088 | 4.28% | 718,357 | 116,731 |
| Feb-25 | 227,879,140 | 1,340,952 | 4.25% | 807,072 | 533,880 |
| Mar-25 | 228,771,082 | 1,072,720 | 4.23% | 806,418 | 266,302 |
| Apr-25 | 233,465,279 | 1,213,996 | 4.19% | 815,183 | 398,813 |
| May-25 | 238,924,676 | 374,297 | 4.36% | 868,093 | (493,796) |
| Jun-25 | 235,051,536 | 1,123,758 | 4.29% | 840,309 | 283,449 |
| Jul-25 | | | | - | - |
| Aug-25 | | | | - | - |
| Sep-25 | | | | - | - |
| Total | | \$ 7,417,166 | | \$ 7,044,146 | \$ 373,021 |

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 | | 32,905,266 | 12,571,683 | | | 45,476,949 |
| PFM Fixed Income: | | | | | | |
| < One Year | | | | | | - |
| Money Market | 16,465,772 | 16,304,587 | 7,917,822 | 35,623,255 | 15,425,458 | 91,736,894 |
| Certificates of Deposit | 44,926,150 | 10,632,797 | | | | 55,558,946 |
| FMIvT Fixed Income: | | | | | | |
| 0-2 Year | | 5,376,470 | 4,279,017 | 2,858,320 | | 12,513,807 |
| FMIvT Fixed Income: | | | | | | |
| 1-3 Year | | 12,779,837 | 10,171,197 | 6,794,210 | | 29,745,244 |
| FMIvT Fixed Income: | | | | | | |
| Intermediate | | 8,462 | 6,735 | 4,499 | | 19,696 |
| Total | 61,391,921 | 78,007,419 | 34,946,454 | 45,280,284 | 15,425,458 | 235,051,536 |

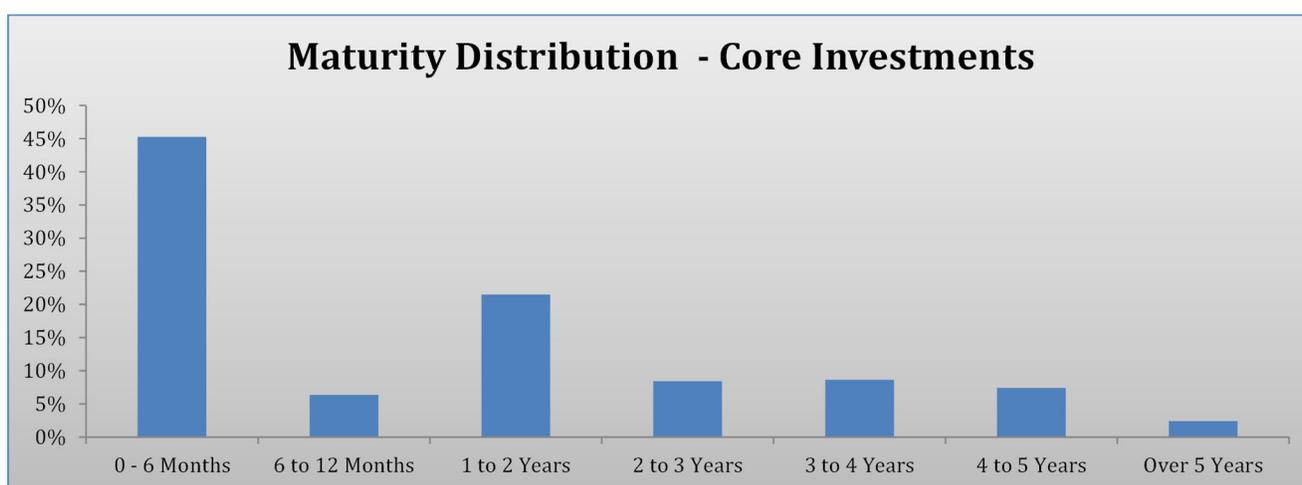
Source of Funds



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 | \$31,834 | \$91,736,894 | \$256,079 | \$53,630 | \$108 | \$14,373,386 | \$106,451,932 |
| 6 to 12 Months | 764,013 | - | 3,410,909 | 109,638 | 0 | 10,632,797 | 14,917,357 |
| 1 to 2 Years | 8,576,953 | - | 4,056,833 | 7,271,455 | 366 | 30,552,763 | 50,458,371 |
| 2 to 3 Years | 8,504,189 | - | 2,225,524 | 9,017,983 | 1,117 | - | 19,748,813 |
| 3 to 4 Years | 13,188,315 | - | 1,899,891 | 5,230,890 | 1,635 | - | 20,320,732 |
| 4 to 5 Years | 13,456,629 | - | 122,963 | 3,906,728 | 5,767 | - | 17,492,087 |
| Over 5 Years | 955,016 | - | 541,607 | 4,154,919 | 10,703 | - | 5,662,245 |
| Total Core Investments | \$45,476,949 | \$91,736,894 | \$12,513,807 | \$29,745,243 | \$19,696 | \$55,558,946 | \$235,051,536 |

Maturity Distribution - Core Investments

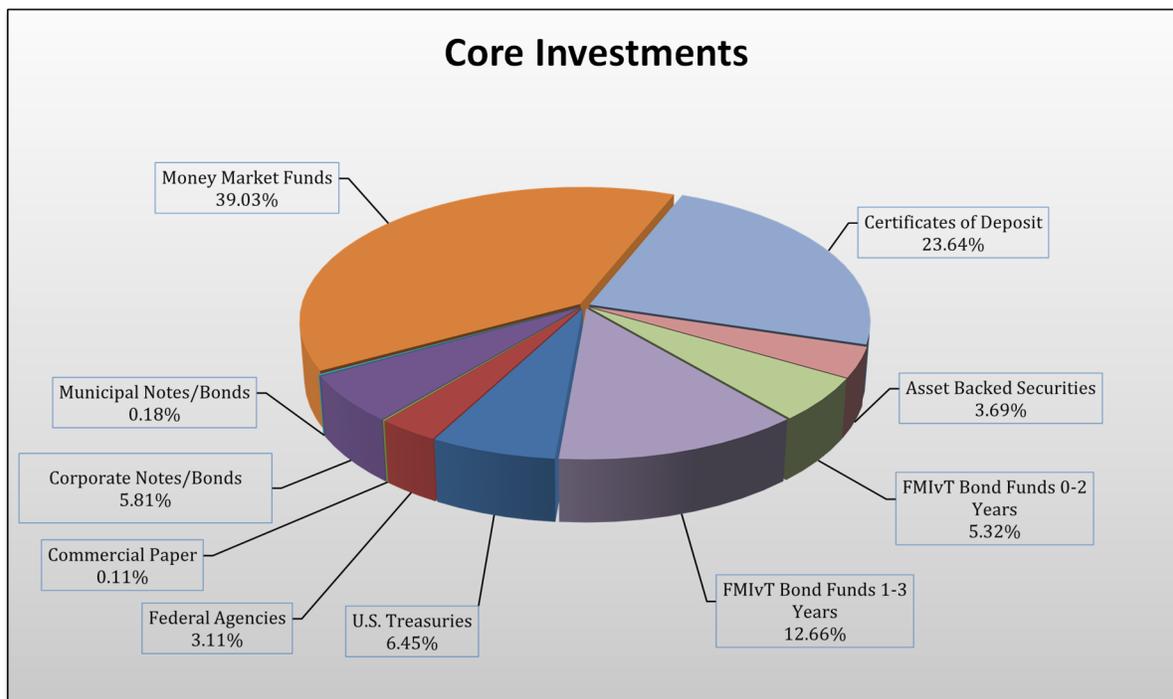


Core Investments - Weighted Average Duration Calculation

| Investment | Market Value | % of Portfolio | Duration (Yrs) | Weighted Avg. Duration (Yrs) |
|------------------------------------|-----------------------|-------------------|-------------------|------------------------------------|
| PFM Fixed Income 1-5 Year | \$ 45,476,949 | 19.35% | 2.52 | 0.49 |
| PFM Fixed Income < 1 Year | \$ - | 0.00% | 0.00 | 0.00 |
| FEITF/TD/Bank United Money Market | \$ 91,736,894 | 39.03% | 0.17 | 0.07 |
| ServisFirst Certificate of Deposit | \$ 44,926,150 | 19.11% | 0.94 | 0.18 |
| EverBank Certificate of Deposit | \$ 10,632,797 | 4.52% | 0.56 | 0.03 |
| FMIvT 0-2 | \$ 12,513,807 | 5.32% | 0.85 | 0.05 |
| FMIvT 1-3 | \$ 29,745,244 | 12.65% | 1.72 | 0.22 |
| FMIvT Intermediate | \$ 19,696 | 0.01% | 4.18 | 0.00 |
| Total | \$ 235,051,536 | 100.00% | | 1.02 |

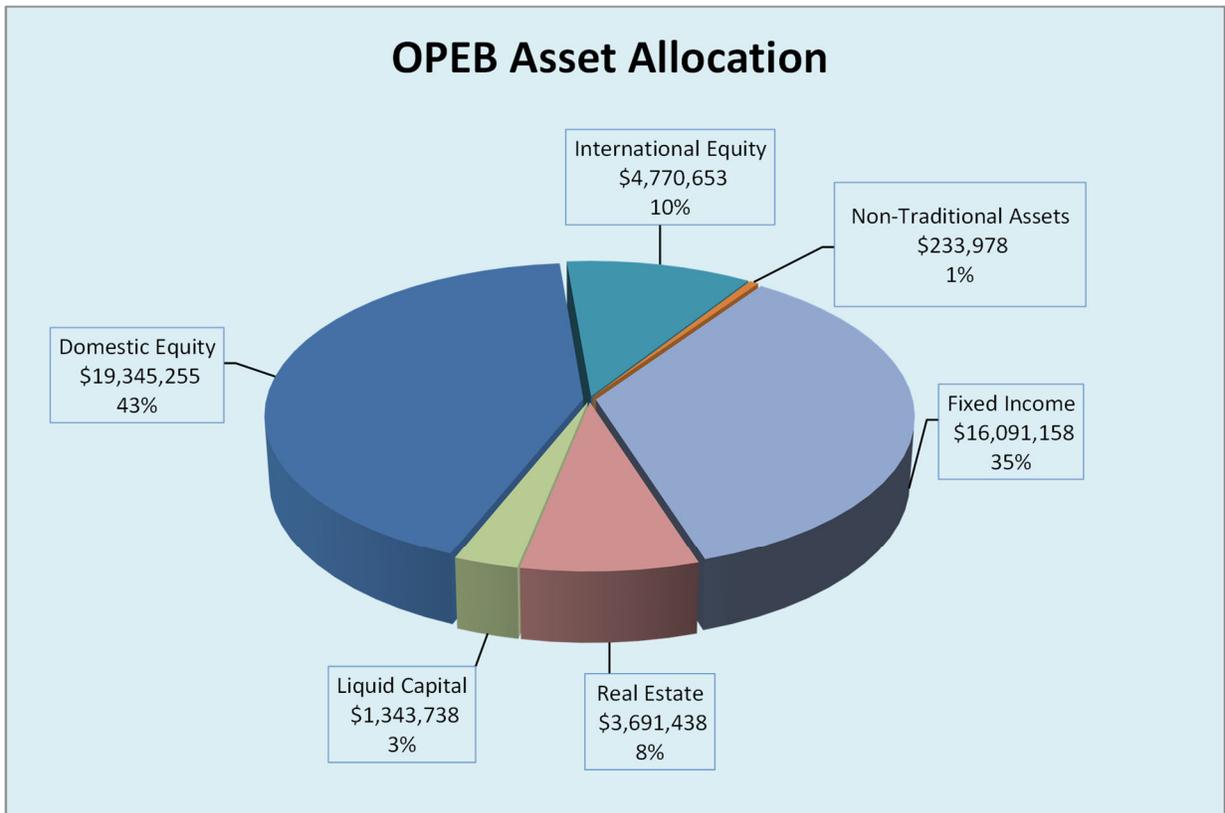
Portfolio Composition by Security Type

| Security Type | Value | Distribution |
|---|-----------------------|----------------|
| Core Investments | | |
| U.S. Treasuries | \$ 15,149,694 | 6.45% |
| Federal Agencies | 7,318,312 | 3.11% |
| Bank Note | 255,192 | 0.11% |
| Corporate Notes/Bonds | 13,663,830 | 5.81% |
| Municipal Notes/Bonds | 425,479 | 0.18% |
| Asset Backed Security/Collateralized | | |
| Mortgage Obligation | 8,664,442 | 3.69% |
| Money Market Funds | 91,736,894 | 39.03% |
| Certificates of Deposit | 55,558,946 | 23.64% |
| Florida Municipal Investment Trust Bond Funds 0-2 Years | 12,513,807 | 5.32% |
| Florida Municipal Investment Trust Bond Funds 1-3 Years | 29,745,244 | 12.65% |
| Florida Municipal Investment Trust Intermediate Bond Funds | 19,696 | 0.01% |
| Total Core Investments | \$ 235,051,536 | 100.00% |



Health Insurance Trust (OPEB) Performance
As of June 30, 2025
Market Value \$45,476,220

| | QTD | Fiscal YTD | Calendar | | | 5 Yrs | Return Since May 2007 |
|--------------|------|------------|----------|-------|-------|-------|-----------------------|
| | | | YTD | 1 Yr | 3 Yrs | | |
| Total Fund | 6.52 | 5.56 | 5.84 | 10.76 | 10.08 | 8.50 | 4.95 |
| Target Index | 6.32 | 5.75 | 5.94 | 11.05 | 10.06 | 8.31 | NA |

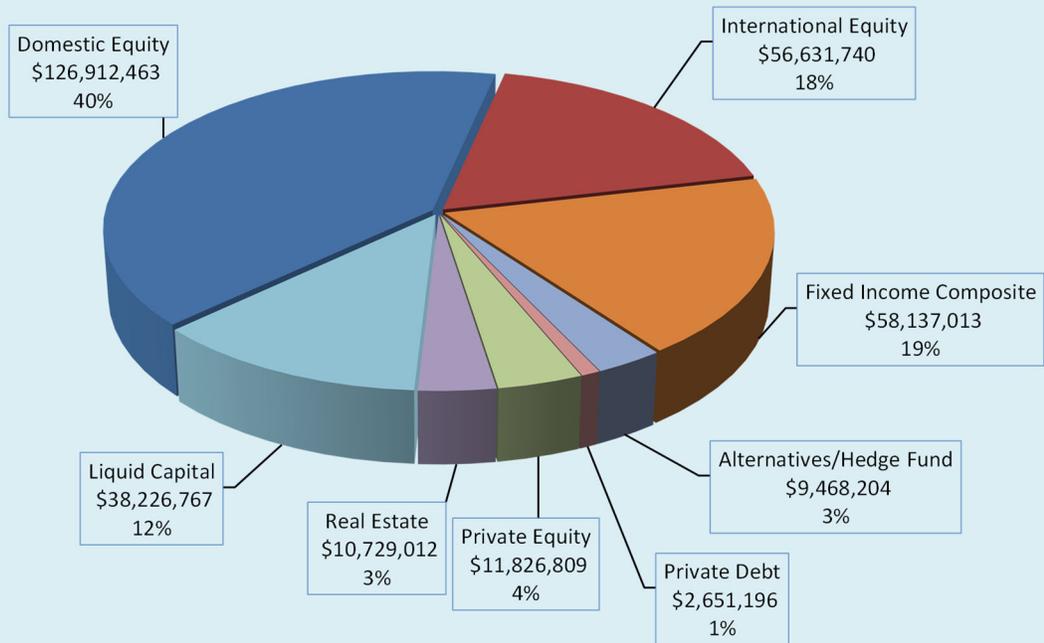


Town of Palm Beach Retirement System Performance
As of June 30, 2025
Market Value \$314,583,205

Preliminary returns for period

| | Quarter | Fiscal YTD | 1 Year | 3 Years | 5 Years |
|--------------|---------|------------|--------|---------|---------|
| Total Fund | 7.78 | 6.22 | 11.38 | 9.10 | 7.62 |
| Target Index | 7.44 | 6.41 | 12.24 | 12.08 | 10.13 |

Retirement Asset Allocation



**Town of Palm Beach
Certificate of Deposit Schedule**

| 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% |
| 5,000,000 | 5/13/2025 | 11/13/2026 | 18 mo. | 4.25% |
| 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>43,000,000</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 | | | |
| \$ 53,000,000 | Total Certificates of Deposit | | | |