

**CLERK OF THE CIRCUIT COURT AND COMPTROLLER  
LAKE COUNTY, FLORIDA  
Semi-Annual Investment Report  
June 30, 2023**

**I. INTRODUCTION**

In accordance with the investment ordinance originally adopted July 19, 2005, and amended February 5, 2020, an investment report is submitted to the Board of County Commissioners semi-annually.

**II. INVESTMENT OBJECTIVES**

To ensure that excess funds of the Board of County Commissioners are invested in a manner to maximize yield and at the same time minimize risk, maintain liquidity and demonstrate legal compliance.

**III. CASH AND INVESTMENT BALANCES AT JUNE 30, 2023**

Cash and investments held by the County consist of: a checking account, savings accounts, certificates of deposit, and the Florida Government Investment Trust Fund (FLGIT); these investments are authorized in the investment ordinance. Our checking account and savings accounts are considered qualified public deposits, thus, are collateralized in accordance with state statutes. If the qualified public depository should fail, other participating banks would be required to pay the County for any loss that may have been incurred.

Funds invested include excess operating funds. At June 30, 2023, cash and investments amounted to \$285,379,108 compared to \$368,539,448 and \$271,351,202 at December 31, 2022 and June 30, 2022, respectively. A detail listing of these balances and the current yield is attached as Exhibit A.

**IV. MATURITY DISTRIBUTION OF PORTFOLIO**

Exhibit B demonstrates the maturity distribution of cash and investments held at June 30, 2023. This graph indicates that about 96% of our cash is invested in securities maturing within six months. The weighted average maturity of the portfolio at June 30, 2023 is 56.52 days or .15 years (Exhibit C). Our investment ordinance requires a weighted average maturity of less than two years and we are in compliance.

**V. MARKET AND INVESTMENT CONDITIONS**

The following is a summary of recent rates from prior reports compared to current rates:

<u>Type of Investment</u>	<u>06/30/23</u>	<u>12/31/22</u>	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/21</u>
Six Month Treasury Bill	5.22%	4.52%	2.45%	0.20%	0.05%
Two Year Treasury Note	4.625%	4.32%	3.00%	0.73%	0.22%
Florida Prime LGIP	5.46%	4.39%	1.26%	0.13%	0.10%
Lake County's Weighted Avg Int Rate	3.76%	2.94%	0.78%	-0.14%	0.44%

**VI. ECONOMIC DEVELOPMENTS**

The Federal Reserve continued to maintain the current interest rate range between 5.0% and 5.25% as of June 30, 2023. The Federal Open Market Committee voted against an 11<sup>th</sup> consecutive increase at their June 2023 meeting. It is projected that additional increases will happen before the end of 2023.

**VII. INTEREST EARNED TO DATE VS PROJECTED EARNINGS**

The Board’s budget for interest income for FY2023 is \$218,098. At June 30, 2023, interest earned was \$6,020,420. Interest earnings are higher than expected due to higher interest rates.

**VIII. PORTFOLIO COMPOSITION**

The following is a comparison of the investment portfolio at the date indicated:

Type of Investment:	06/30/2023	12/31/2022	06/30/2022	12/31/2021
Checking	\$ 23,038,282	\$ 77,445,145	\$ 31,674,438	\$ 36,507,818
Savings	179,799,778	208,762,554	197,393,725	254,169,049
Certificates of Deposit	70,000,000	70,000,000	30,000,000	-
FLGIT	12,541,048	12,331,749	12,283,039	12,574,400
<b>Total</b>	<b>\$ 285,379,108</b>	<b>\$ 368,539,448</b>	<b>\$ 271,351,202</b>	<b>\$ 303,251,267</b>

Cash and investment balances fluctuate during the year. In addition, December balances are typically higher due to the collection of ad valorem taxes.

**Portfolio composition requirements from our investment ordinance:**

- No more than 75% invested in US treasuries
- No more than 60% invested in certificates of deposit
- No more than 30% invested in US government agencies
- No more than 30% in any one institution unless the institution is a qualified public depository

June 30, 2023 portfolio balance:	\$285,379,108
75% equals	\$214,034,331
60% equals	\$171,227,465
30% equals	\$ 85,613,732

No amounts invested in US treasuries.

Amount invested in certificates of deposit of \$70,000,000 is less than \$171,227,465.

No amounts invested in US government agencies.

Amount invested in FLGIT of \$12,541,048 is less than \$85,613,732.

All banks are qualified public depositories.

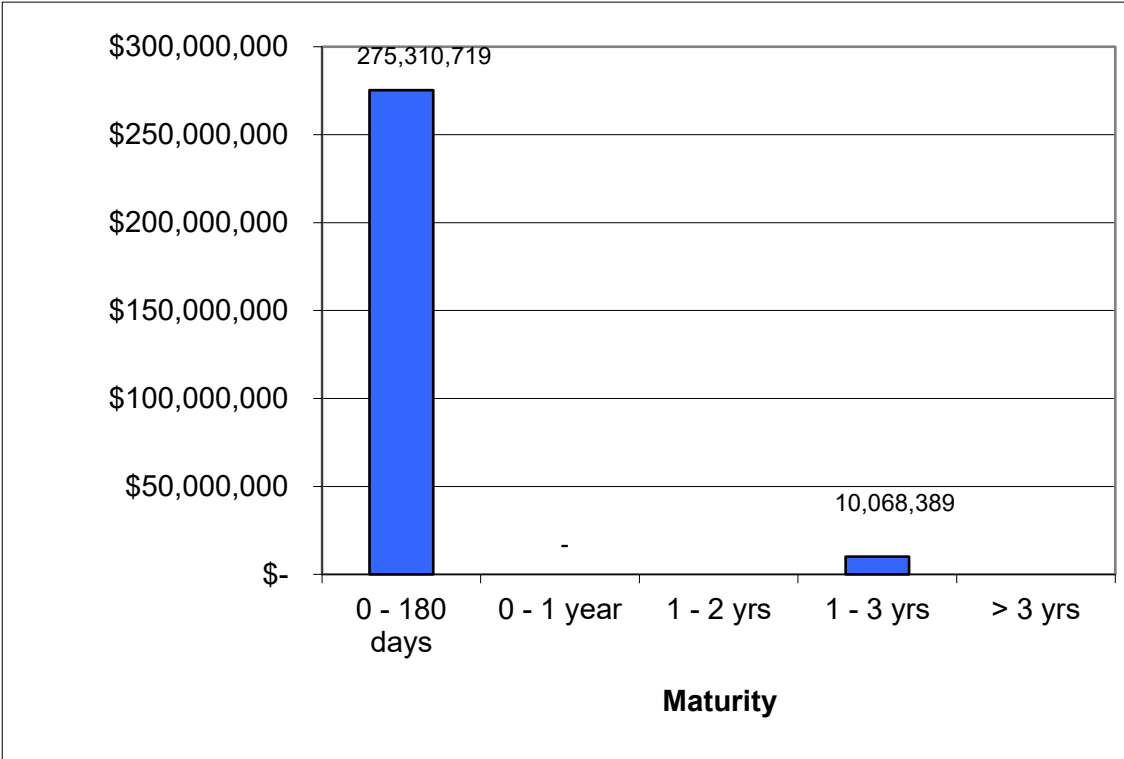
**We are in compliance with our portfolio composition limits.**

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Cash and Investments  
June 30, 2023  
Exhibit A**

<u>Maturity Date</u>	<u>Type of Investment</u>	<u>Cost at 6/30/2023</u>	<u>Market/Par Value 6/30/23</u>	<u>Yield</u>
	<b>Short-term Investments:</b>			
	Cash - Demand	\$ 23,038,282	\$ 23,038,282	0.75% *
	Seaside Savings	11,752,220	11,752,220	2.67%
	Truist Savings	44,297,431	44,297,431	2.26%
	TD Savings	52,390,817	52,390,817	3.20%
	BankUnited Savings	50,870,833	50,870,833	4.85%
	Axiom Bank Savings	20,488,477	20,488,477	3.76%
	FLGIT (Day to Day Fund)	<u>2,472,659</u>	<u>2,472,659</u>	5.08%
	Total Short-term Investments	205,310,719	205,310,719	
	<b>Certificates of Deposit:</b>			
12/11/2023	TD Bank (5441)	10,000,000	10,000,000	5.52%
12/18/2023	TD Bank (2370)	20,000,000	20,000,000	5.50%
9/18/2023	TD Bank (6101)	10,000,000	10,000,000	5.44%
9/8/2023	TD Bank (5433)	10,000,000	10,000,000	5.12%
9/15/2023	TD Bank (2479)	10,000,000	10,000,000	4.83%
12/8/2023	TD Bank (5459)	<u>10,000,000</u>	<u>10,000,000</u>	5.22%
	Total Certificates of Deposit	70,000,000	70,000,000	
<b>Various</b>	FLGIT (Bond Fund)	<u>10,068,389</u>	<u>10,068,389</u>	1.69%
		10,068,389	10,068,389	
	<b>TOTAL</b>	<u><u>\$ 285,379,108</u></u>	<u><u>\$ 285,379,108</u></u>	

\* Earnings credit rate used to offset bank charges

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Cash and Investments-Maturity Distribution of Portfolio  
June 30, 2023  
Exhibit B**



Description	Time to Maturity		Amount
Seaside Savings	0 - 180 days	\$	11,752,220
Truist Savings	0 - 180 days		44,297,431
TD Savings	0 - 180 days		52,390,817
BankUnited Savings	0 - 180 days		50,870,833
Axiom Bank Savings	0 - 180 days		20,488,477
Cash - Demand	0 - 180 days		23,038,282
Certificates of Deposit	0 - 180 days		70,000,000
FLGIT (Day to Day Fund)	0 - 180 days		2,472,659
FLGIT (Bond Fund)	One to three years		10,068,389
		\$	<u><u>285,379,108</u></u>

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Average Maturity at June 30, 2023  
Exhibit C**

<b>Maturity Date</b>	<b>Type of Investment</b>	<b>Cost at 6/30/2023</b>	<b>Days O/S</b>	<b>Weighted Average</b>	<b>Interest Rate</b>	<b>Weighted Average Interest</b>
<b>Short term Investments:</b>						
	Cash - Demand	\$ 23,038,282	1	\$ 23,038,282 *	0.75%	\$ -
	Seaside Savings	11,752,220	1	11,752,220	2.67%	313,667
	Truist Savings	44,297,431	1	44,297,431	2.26%	1,001,122
	TD Savings	52,390,817	1	52,390,817	3.20%	1,676,506
	BankUnited Savings	50,870,833	1	50,870,833	4.85%	2,467,235
	Axiom Bank Savings	20,488,477	1	20,488,477	3.76%	770,367
	FLGIT (Day to Day Fund)	<u>2,472,659</u>	32	<u>79,125,091</u>	5.08%	<u>4,019,555</u>
		205,310,719		281,963,151		10,248,451
<b>Certificates of Deposit:</b>						
12/11/23	TD Bank	10,000,000	164	1,640,000,000	5.52%	90,528,000
12/18/23	TD Bank	20,000,000	171	3,420,000,000	5.50%	188,100,000
09/18/23	TD Bank	10,000,000	80	800,000,000	5.44%	43,520,000
09/08/23	TD Bank	10,000,000	70	700,000,000	5.12%	35,840,000
09/15/23	TD Bank	10,000,000	77	770,000,000	4.83%	37,191,000
12/08/23	TD Bank	<u>10,000,000</u>	161	<u>1,610,000,000</u>	5.22%	<u>84,042,000</u>
		70,000,000		8,940,000,000		479,221,000
<b>Various</b>	FLGIT (Bond Fund)	<u>10,068,389</u>	686	<u>6,908,928,580</u>	1.69%	<u>116,622,714</u>
	<b>TOTAL</b>	<u>\$ 285,379,108</u>		<u>\$ 16,130,891,731</u>		<u>\$ 606,092,166</u>
	Weighted Avg Maturity	56.52	Days	Weighted average		
		0.15	Years	interest rate =		3.76%

\* Earnings credit rate used to offset bank charges