

**CLERK OF THE CIRCUIT COURT AND COMPTROLLER
LAKE COUNTY, FLORIDA
Semi-Annual Investment Report
June 30, 2021**

I. INTRODUCTION

In accordance with the investment ordinance originally adopted July 19, 2005, and amended December 28, 2015, 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, 2021

Cash and investments held by the County consist of: a checking account, savings accounts, 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, 2021, cash and investments amounted to \$213,251,932 compared to \$202,309,111 and \$149,683,005 at December 31, 2020 and June 30, 2020, 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, 2021. This graph indicates that about 94% of our cash is invested in securities maturing within six months. The weighted average maturity of the portfolio at June 30, 2021 is 41 days or .11 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:

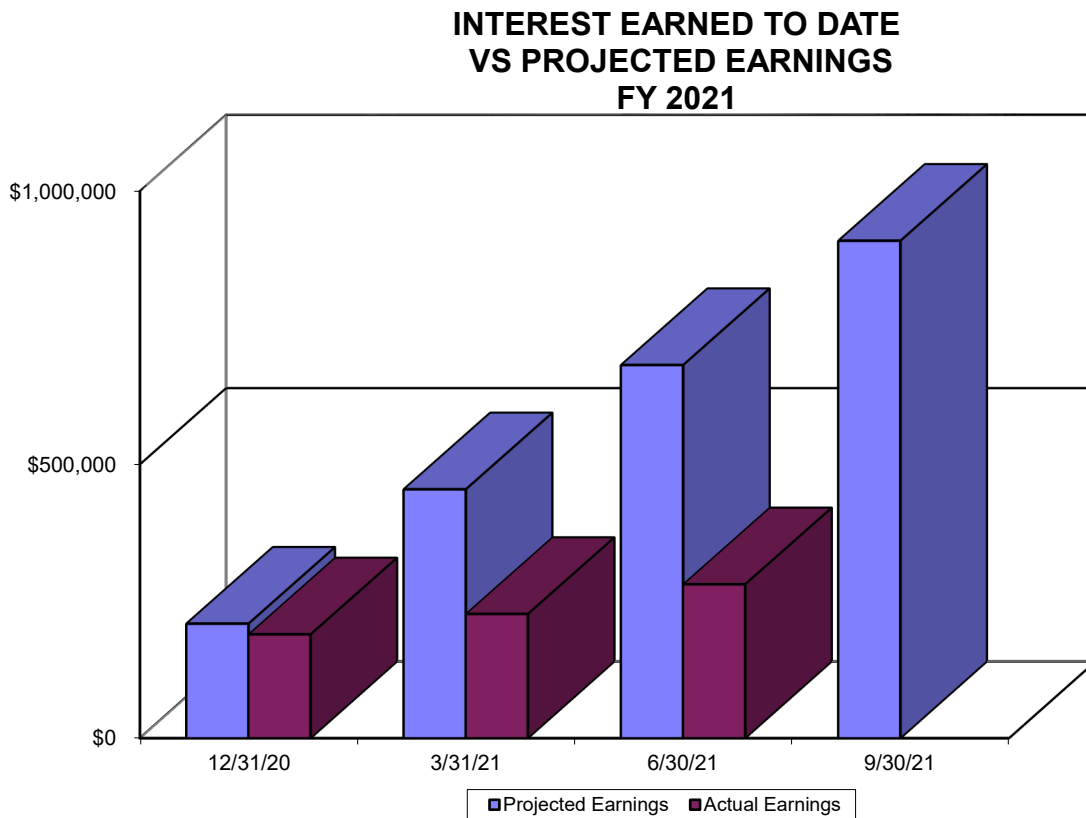
<u>Type of Investment</u>	<u>6/30/21</u>	<u>12/31/20</u>	<u>6/30/20</u>	<u>12/31/19</u>	<u>6/30/19</u>
Six Month Treasury Bill	0.05%	0.08%	0.15%	1.52%	1.99%
Two Year Treasury Note	0.22%	0.11%	0.16%	1.63%	1.66%
Florida Prime LGIP	0.10%	0.18%	0.57%	1.85%	2.58%
Lake County's Weighted Avg Int Rate	0.44%	3.25%	3.69%	2.94%	3.83%

VI. ECONOMIC DEVELOPMENTS

At the Federal Open Market Committee meeting held June 2021 the Fed maintained the current interest rate range between .0% and .25%. Interest rates are at historically low levels due to the COVID-19 pandemic.

VII. INTEREST EARNED TO DATE VS PROJECTED EARNINGS

The Board's original budget for interest income for FY2021 is \$835,375. The amended budget for interest income at June 30, 2021 is \$909,145. At June 30, 2021, the actual earnings were \$280,840 which is 31% of the budget with 75% of the year elapsed. Interest earnings are lower than expected due to low interest rates.



VIII. PORTFOLIO COMPOSITION

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

Type of Investment:	06/30/2021	12/31/2020	06/30/2020	12/31/2019
Checking	\$ 32,531,244	\$ 26,701,493	\$ 19,485,813	\$ 29,002,820
Savings	168,080,453	162,962,681	107,613,387	147,026,356
Certificates of Deposit	-	-	10,000,000	30,000,000
FLGIT	12,640,235	12,644,937	12,583,805	12,240,525
Total	\$ 213,251,932	\$ 202,309,111	\$ 149,683,005	\$ 218,269,701

Cash and investment balances fluctuate during the year. In addition, December balances are typically higher due to the collection of ad valorem taxes. In June 2021, balances are higher due to the receipt of the first payment of American Rescue Plan Act funding of approximately \$36 million.

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, 2021 portfolio balance:	\$213,251,932
75% equals	\$159,938,949
60% equals	\$127,951,159
30% equals	\$ 63,975,580

No amounts invested in US treasuries.

No amounts invested in certificates of deposit.

No amounts invested in US government agencies.

Amount invested in FLGIT of \$12,640,235 is less than \$63,975,580
All banks are qualified public depositories.

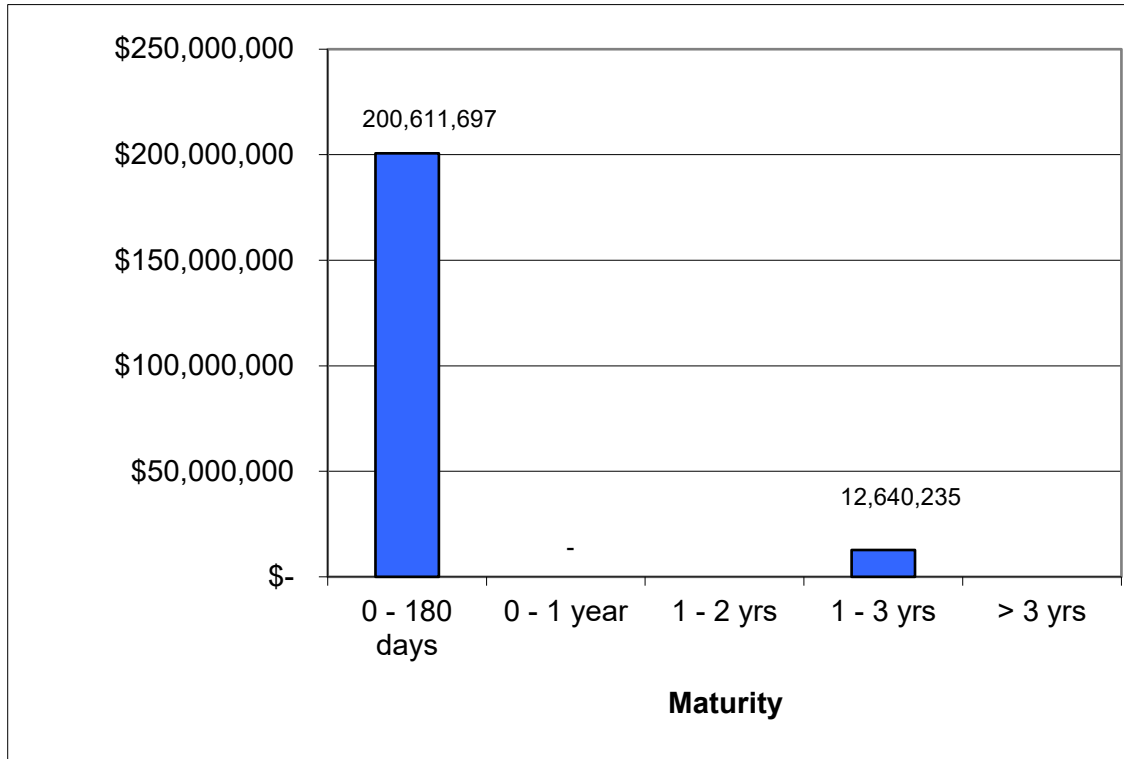
We are in compliance with our portfolio composition limits.

**CLERK OF COURTS
LAKE COUNTY, FLORIDA
Cash and Investments
June 30, 2021
Exhibit A**

Type of Investment	Cost at 6/30/2021	Market/Par Value at 06/30/2021	Yield
Short-term Investments:			
Cash - Demand	\$ 32,531,244	\$ 32,531,244	0.35% *
Seaside Savings Account	31,426,753	31,426,753	0.20%
BB&T now Truist Savings	60,489,344	60,489,344	0.05%
TD Savings Account	31,131,507	31,131,507	0.15%
BankUnited Savings Account	45,032,849	45,032,849	0.20%
Total Short-term Investments	<u>200,611,697</u>	<u>200,611,697</u>	
 FI Local Govt Invstmnt Trust	 <u>12,640,235</u>	 <u>12,640,235</u>	 0.45%
TOTAL	<u>\$ 213,251,932</u>	<u>\$ 213,251,932</u>	

* Earnings credit rate used to offset bank charges

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LAKE COUNTY, FLORIDA
Cash and Investments-Maturity Distribution of Portfolio
June 30, 2021
Exhibit B**



Description	Time to Maturity	Amount
Seaside Savings Account	0 - 180 days	31,426,753
BB&T now Truist Savings	0 - 180 days	60,489,344
TD Savings Account	0 - 180 days	31,131,507
BankUnited Savings Account	0 - 180 days	45,032,849
Cash - Demand	0 - 180 days	32,531,244
FLGIT	One to three years	12,640,235
		\$ <u><u>213,251,932</u></u>

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LAKE COUNTY, FLORIDA
Average Maturity at June 30, 2021
Exhibit C**

<u>Type of Investment</u>	<u>Cost at 6/30/2021</u>	<u>Days O/S</u>	<u>Weighted Average</u>	<u>Interest Rate</u>	<u>Weighted Average Interest</u>
Short term Investments:					
Cash - Demand	\$ 32,531,244	1	\$ 32,531,244 *	0.35%	\$ -
Seaside Savings	31,426,753	1	31,426,753	0.20%	62,854
BB&T now Truist Savings	60,489,344	1	60,489,344	0.05%	30,245
TD Savings Account	31,131,507	1	31,131,507	0.15%	46,697
BankUnited Savings Account	45,032,849	1	45,032,849	0.20%	90,066
	<u>200,611,697</u>		<u>200,611,697</u>		<u>229,862</u>
 FLGIT	 12,640,235	 679	 8,581,455,542	 0.45%	 38,616,550
TOTAL	<u><u>\$ 213,251,932</u></u>		<u><u>\$ 8,782,067,239</u></u>		<u><u>\$ 38,846,412</u></u>
 Weighted Avg Maturity	 41.18	 Days	 Weighted average		
	0.11	Years	interest rate =		0.44%

* Earnings credit rate used to offset bank charges