



Clark County Treasurer Investment Pool Monthly Report

March 2024

Key Performance Indicators

	Mar. 2024	Mar. 2023
County's Book Value Yield	3.53%	1.94%
State LGIP's Book Value Yield	5.41%	4.76%
County's Total Market Return	4.35%	0.99%
Benchmark's Total Market Return	3.82%	0.99%
County's Effective Duration	1.27 yrs.	1.23 yrs.
Benchmark's Duration	1.32 yrs.	1.36 yrs.
Average Maturity	1.45 yrs.	1.13 yrs.
Net Asset Value (NAV)	\$0.988015	\$0.974896
County's Book Value	\$992.7 mm	\$1,010.2 mm

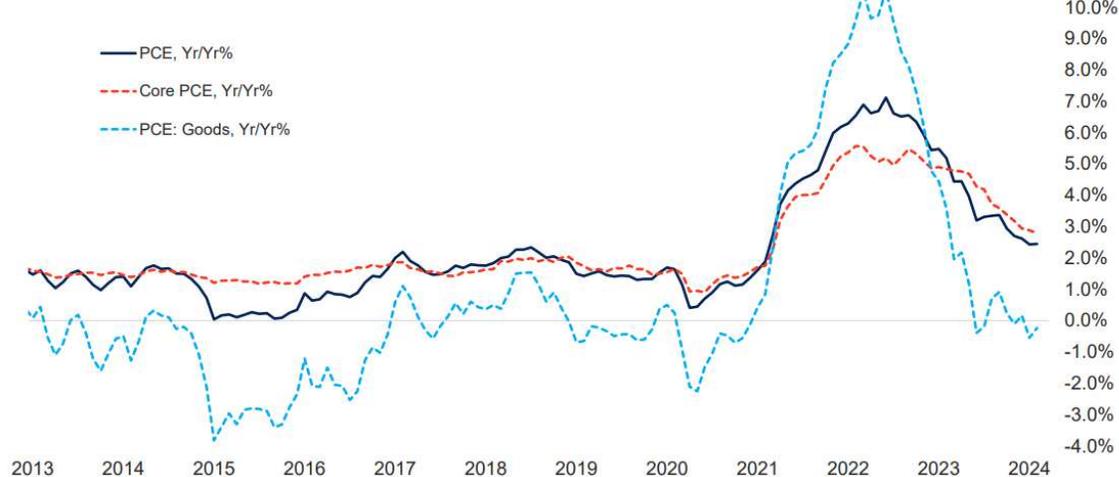
Current Market Yields

Fed Funds Rate (upper)	5.50%	5.00%
2-year Treasury Note	4.62%	4.06%

- Yields were mostly unchanged in March as showcased by the two-year Treasury note which, despite trading in a 25-basis point range, finished the same at 4.62%. Driving the intra-month action was another round of robust labor and inflation data that initially drove yields higher before Fed Chair Powell was able smooth talk yields back down during the press conference following the March FOMC meeting.
- Equities closed at record highs. The S&P 500 index climbed higher for the fifth consecutive month advancing by 3.1% and clocking a 10.2% return in Q1 following a 11.2% return in Q4. Back-to-back double digit quarterly returns for the eighth^h time since 1950.
- Both January and February inflation data surprised to the upside which may mean the Fed's ongoing fight against inflation could very well extend into extra innings. PCE came in line with expectations and saw its core deflator decelerate to an annual rate of 2.8%, which is down from 2.9% but marks the smallest decrease in three years. Meanwhile, headline PCE saw a reacceleration from 2.4% to 2.5%. Fed members responded to the data in a poised manner acknowledging the recent momentum shift but were quick to point out the naturally bumpy path that disinflation often takes.
- Nonfarm payrolls increased by 303K in March, capping a strong first quarter in which monthly job growth averaged 276K per month. The unemployment rate remains low at 3.8%, and wage growth was solid at 0.3% or 4.1% year-over-year.

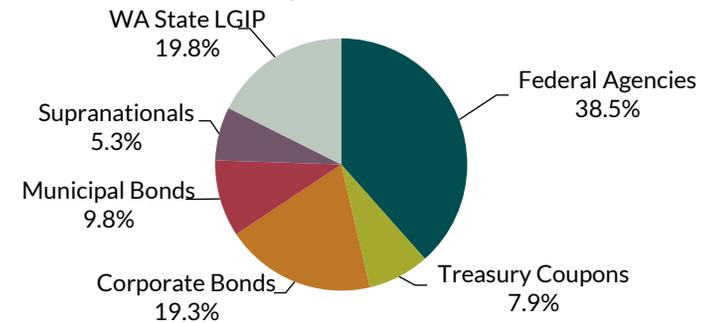
Inflation improvement tougher with goods leveling off

PCE Index Inflation



Inflation ramped up in January and February in comparison to 2023 which was fueled by dropping goods inflation (blue line). Now, goods inflation is no longer dropping and may start to increase with shipping complications due to the war affecting the Red Sea and the drought affecting the Panama Canal. Inflation is still dropping but progress toward the Fed's 2% target has dramatically slowed.

Clark County Investment Pool



Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$817.8 mm	1.54	1.60	ICE BAML 0-3 yr./3-5 yr UST (90%/10% Blend)
Clark County Liquidity Fund	\$174.9 mm	0.01	0.08	ICE BAML 1 mon. UST
TOTAL PORTFOLIO	\$992.7 mm	1.27	1.32	ICE BAML UST 1 mon./0-3 yr./3-5 yr. (20%/72%/8% Blend)