



Clark County Treasurer Investment Pool Monthly Report

June 2024

Key Performance Indicators

	June 2024	June 2023
County's Book Value Yield	3.77%	2.69%
State LGIP's Book Value Yield	5.41%	5.20%
County's Total Market Return	5.01%	1.95%
Benchmark's Total Market Return	4.83%	1.45%
County's Effective Duration	1.31 yrs.	1.18 yrs.
Benchmark's Duration	1.32 yrs.	1.32 yrs.
Average Maturity	1.50 yrs.	1.30 yrs.
Net Asset Value (NAV)	\$0.990447	\$0.97377
County's Book Value	\$1,065.5 mm	\$1,071.0 mm

Current Market Yields

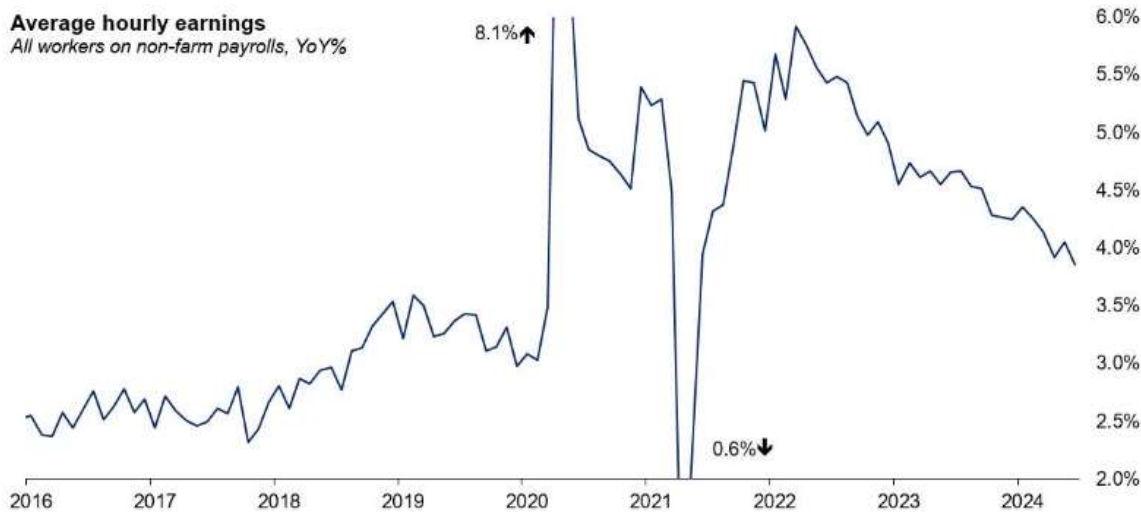
Fed Funds Rate (upper)	5.50%	5.25%
2-year Treasury Note	4.75%	4.87%

- June brought cooler economic data as well as cooler employment data, increasing the odds of a September rate cut. Stocks, as measured by the S&P 500 index, climbed 3.5% in June (+14.5% year-to-date) while treasury yields continued their decent, the 2-year and the 10-year dropping 12 and 10 basis points (bps) respectively.
- May CPI may be the turning point for inflation, especially if June's inflation data follows suit. Core CPI advanced by a less than expected 0.2% during the month and 3.4% over the trailing year. The Fed's preferred core PCE inflation gauge advanced by a slim 0.1% and marked the slowest increase since November of 2020. The Fed is waiting for more reports like this one.
- June's employment report showed evidence of further cooling. Headline nonfarm payrolls increased by a solid 206K (190k expected), however, April and May had 111k in negative revisions. Headline figures are repeatedly getting revised down. April's original figure has now been revised down a total of 67k and May's 54k so far, making the three-month average job growth just 177k. The unemployment rate ticked up another tenth from 4.0% to 4.1% resulting in another new 2-year high.
- Q2 GDP is now tracking around 1.5% growth compared to earlier estimates of 2.6%, however, the first official estimate of Q2 will not be released until later in July. As of right now, growth continues to cool, primarily due to negative net exports and consumer consumption has slowed considerably from Q3/Q4.

Average Hourly Earnings

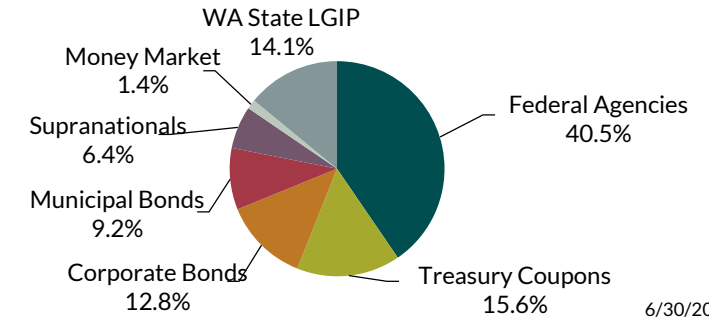
Lowest since 2021

Average hourly earnings
All workers on non-farm payrolls, YoY%



Wage growth is slowing, a direct result of more people entering the labor force. Increased immigration has played a big role in this. California's fast food wage increase moved the needle up in May, but the fundamentals turned wages back to their downward trend in June.

Clark County Investment Pool



6/30/2024

Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$900.5 mm	1.55	1.61	ICE BAML 0-3 yr./3-5 yr. UST (90%/10% Blend)
Clark County Liquidity Fund	\$165.0 mm	0.01	0.08	ICE BAML 1 mon. UST
TOTAL PORTFOLIO	\$1,065.5 mm	1.27	1.32	ICE BAML UST 1 mon./0-3 yr./3-5 yr. (20%/72%/8% Blend)