



# MARTIN COUNTY, FLORIDA MONTHLY INVESTMENT REPORT

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October  
2016  
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| Investment                           | Average Daily Investment | Interest Earned/<br>Gains Realized | Average Yield |
|--------------------------------------|--------------------------|------------------------------------|---------------|
| State Board of Administration (LGIP) | 50,100,206               | 36,516                             | 0.86%         |
| U.S. Treasury Notes                  | 9,993,922                | 7,491                              | 0.88%         |
| U.S. Agency Bonds                    | 66,687,564               | 52,794                             | 0.93%         |
| FL Local Govt Investment Trust *     | 13,399,051               | (1,010)                            | -0.09%        |
| FLGIT Day to Day Fund *              | 10,637,360               | 5,775                              | 0.64%         |
| <b>October 2016 Total</b>            | <b>\$150,818,103</b>     | <b>\$101,566</b>                   | <b>0.79%</b>  |
| Fiscal Year-To-Date                  | \$150,818,103            | \$101,566                          | 0.79%         |

\*Note: Florida Local Government Investment Trust, and FLGIT Day to Day Fund gain(loss) is unrealized and is based on the net asset value as of 10/31/2016.

## PERFORMANCE MEASURE

Reported quarterly in March, June, September & December.

## ECONOMIC COMMENTARY

✦ The Bureau of Labor Statistics reported +161k jobs were added to company payrolls in October, falling just short of the +173k Bloomberg median forecast. However, Hurricane Mathew had a significant negative effect on the October data suggesting the November count could include a catchup boost. In addition, prior month upward revisions added an additional +44k jobs to the August/September count, more than making up last month's shortfall.

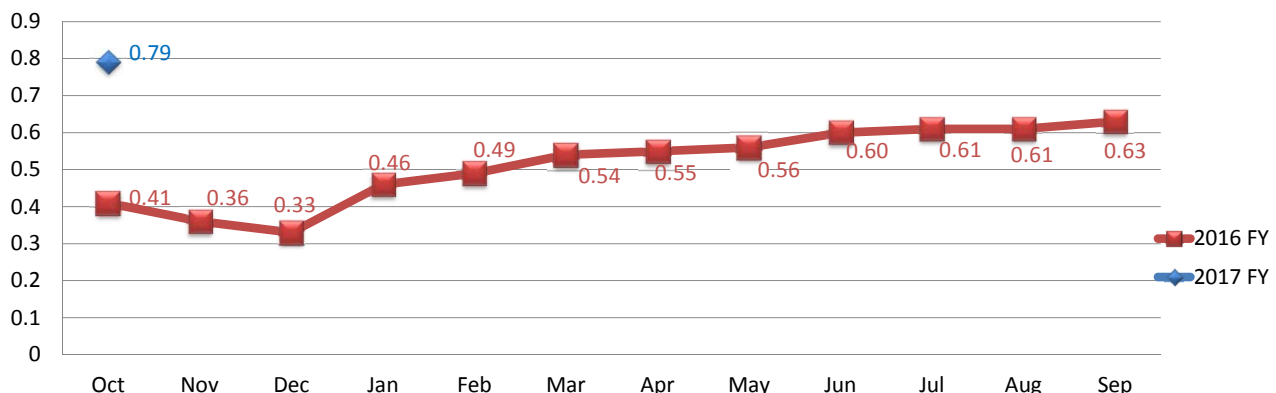
✦ The unemployment rate rose from 4.9% to 5.0% as the labor force expanded.

✦ Retail sales data looked impressive on the surface with the headline figure advancing +0.6% in September as 10 of the 13 major categories improved. Unfortunately, the control group figure used in GDP calculations rose just +0.1% versus expectations for a +0.4% gain, a worrisome sign considering that consumers have been the driving force of economic growth for the last year.

✦ Inflation continued its firming trend with the September producer price index (PPI) climbing a tenth more than forecast, rising +0.3%, while the year-over-year rate surged higher to +0.7%. That's a sharp increase from a 0% annual rate in August and the fastest since December 2014.

✦ The initial post-election thought was that the December rate hike (which most had agreed was a virtual certainty) would be shelved. Fed fund futures, indicating an 80% chance of a quarter point hike early Tuesday morning, slipped below 50% as the surprise election results were coming in that night. But, this morning, futures indicate a 86% chance for a December move.

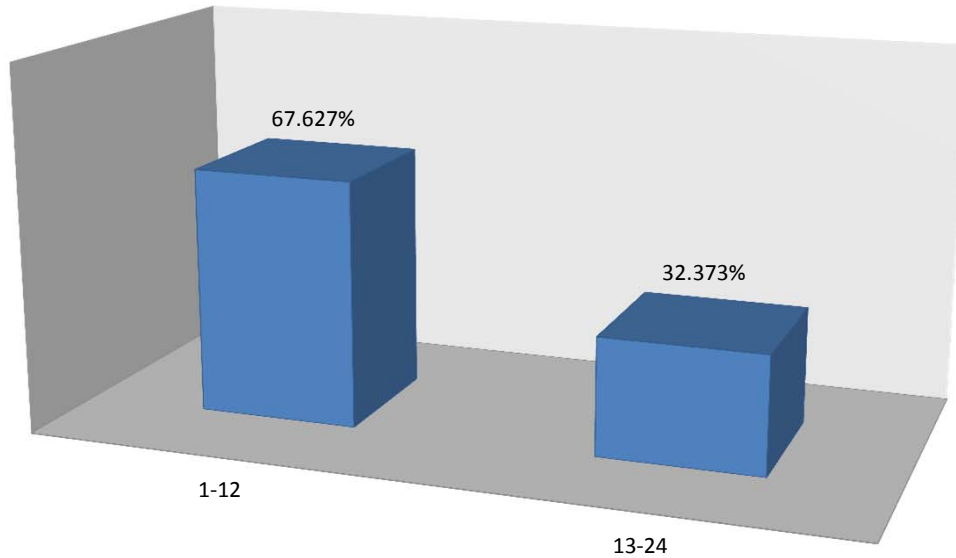
## YEAR-TO-DATE YIELD COMPARISON





## MONTHS TO MATURITY

### Treasury Notes and Bonds



## PORTFOLIO COMPOSITION

