



# Clark County Treasurer Investment Pool Monthly Report

April 2020

## Key Performance Indicators

	Apr. 2020	Apr. 2019
County's Book Value Yield	1.71%	2.53%
State LGIP's Book Value Yield	0.79%	2.54%
County's Total Market Return	3.54%	2.57%
Benchmark's Total Market Return	3.48%	2.57%
County's Effective Duration	0.85 yrs.	0.59 yrs.
Benchmark's Duration	0.95 yrs.	0.77 yrs.
Average Maturity	1.07 yrs.	1.20 yrs.
Net Asset Value (N.A.V.)	\$1.010595	\$1.001319
County's Book Value	\$1,223.8 mm	\$1,060.5 mm

### Current Market Yields

Fed Funds Rate (upper)	0.25%	2.50%
2-year Treasury Note	0.20%	2.28%

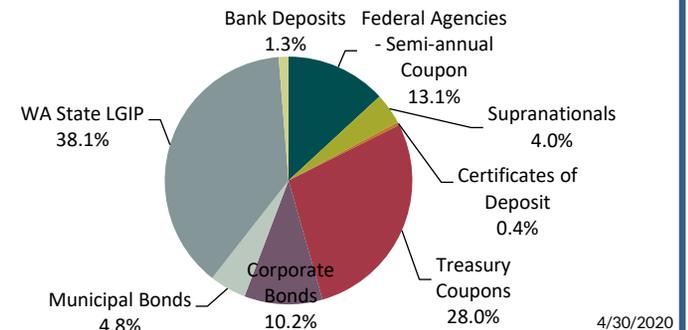
- With extended stay at home safety measures in place, the hope of a V-shaped recovery is improbable. April's economic data clearly illustrates the devastation of the COVID-19 pandemic.
- More than 20 million Americans filled for unemployment in April, on top of 10 million filling in March. April's unemployment rate jumped to 14.7%, but the Bureau of Labor Statistics (BLS) reported it would have been 5% higher, or 19.8%, if employees furloughed due to COVID-19 had been correctly classified as unemployed.
- Consumer Confidence dropped 31.9 points from 118.8 to 86.9, real consumption fell 7.3% month-over-month, durable goods orders fell 16.2%, light vehicle sales were down 47.9% year-over-year on an annualized basis, and both ISM indices plunged below 42 where anything less than 50 is shrinking.
- By the end of the month, 33 states had started to re-open their economy, which is approximately 45.5% of our GDP. 17 states remain under emergency measures. However, even in the states that are starting to re-open, business is far from usual. The fallout from the virus will be massive and drawn out. Economists predict an unemployment rate of 10% at year-end. For perspective, during the great recession the unemployment reached 10% for only one month during the peak of the recession.
- Small businesses employ 51% of all U.S. workers. 40% of small businesses say they will be bankrupt by the end of May if the safety measures continue.

## Interest Rate Comparison:



The State pool closely tracks the Fed Funds Rates. The Fed cut rates 150 basis points in March, dramatically altering future interest rate expectations for the State's LGIP as well as the County's pool. Most economists feel strongly that the Fed will not move rates into negative territory, mainly because they have a vast number of other tools in their toolkit that are more effective to stimulate the economy. Only time will tell if we can completely rule out negative rates.

## Clark County Investment Pool



## Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$735.0 mm	1.39	1.46	ICE BAML 0-3 yr. UST
Clark County Liquidity Fund	\$488.8 mm	0.03	0.16	ICE BAML 3 mon. UST
<b>TOTAL PORTFOLIO</b>	<b>\$1,223.8 mm</b>	<b>0.85</b>	<b>0.95</b>	<b>ICE BAML 1-year UST</b>