



Clark County Treasurer Investment Pool Monthly Report

December 2020

Key Performance Indicators

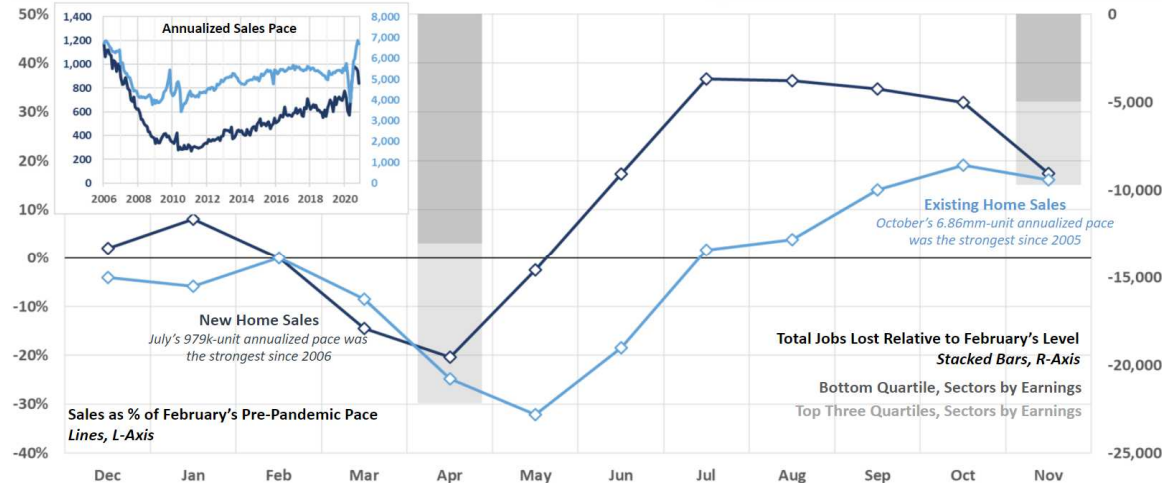
| | Dec. 2020 | Dec. 2019 |
|---------------------------------|--------------|--------------|
| County's Book Value Yield | .99% | 2.34% |
| State LGIP's Book Value Yield | 0.16% | 1.78% |
| County's Total Market Return | 2.11% | 2.85% |
| Benchmark's Total Market Return | 1.73% | 2.99% |
| County's Effective Duration | 1.08 yrs. | 1.02 yrs. |
| Benchmark's Duration | 0.92 yrs. | 0.95 yrs. |
| Average Maturity | 1.33 yrs. | 1.39 yrs. |
| Net Asset Value (N.A.V.) | \$1,008,861 | \$1,003,225 |
| County's Book Value | \$1,134.9 mm | \$1,072.9 mm |

Current Market Yields

| | | |
|------------------------|-------|-------|
| Fed Funds Rate (upper) | 0.25% | 1.75% |
| 2-year Treasury Note | 0.13% | 1.57% |

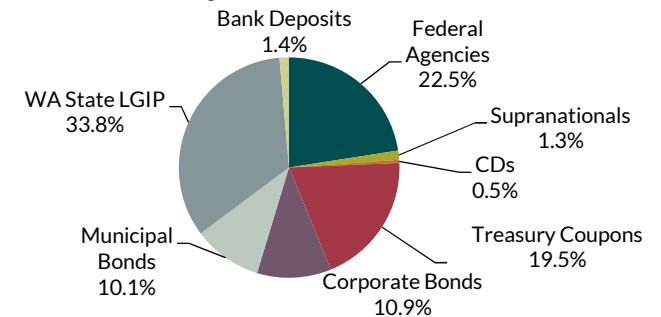
- The US economy is still recovering from the COVID-19 pandemic. Even with massive Fed intervention to help boost the economy and initial rollout of vaccines, the spread of the virus has not slowed. December has seen record high coronavirus cases and fatalities, with over 250,000 new cases per day in the US and \$90M cases so far worldwide.
- The unemployment rate in December remained unchanged at 6.7%. Nonfarm payrolls rose 50k which is optimistic compared to expectations. COVID crackdowns and seasonal reliance on restaurants and retail for holiday job creation, two industries already severely restricted by social distancing imperatives, make December a challenging month for employment this year.
- Congress passed the second phase of stimulus in December which had been debated since May. The \$900B includes extended unemployment benefits, provides direct payments to individuals making up to \$75K per year of \$600, and additional funds for businesses.
- Fiscal Policy intervention from the Fed has cut rates to near zero and their quick and aggressive response early in the pandemic has resulted in nearly \$3 trillion in asset purchases. Fed's target inflation at the rate of 2% over the longer run. In December the Fed's projected rates will stay near zero through 2023.

Housing's Resiliency:



Home sales climbed at an accelerated pace in the second half of the year despite high unemployment rates and job loss due to the pandemic. The largest share of jobs lost was in the lowest 25% of earners. Higher income earners have been able to take advantage of record low interest rates. Housing inventories are beginning to tighten, increasing demand has caused prices to increase faster than it has in the last 6 years.

Clark County Investment Pool



Portfolio Summary

| | Book Value | Eff Dur | Bench Dur | Benchmark |
|--------------------------------|---------------------|-------------|-------------|----------------------------|
| Clark County Core Invest. Fund | \$780.3 mm | 1.59 | 1.46 | ICE BAML 0-3 yr. UST |
| Clark County Liquidity Fund | \$354.6 mm | 0.02 | 0.09 | ICE BAML 3 mon. UST |
| TOTAL PORTFOLIO | \$1,134.9 mm | 1.08 | 0.92 | ICE BAML 1-year UST |