



Clark County Treasurer Investment Pool Monthly Report

April 2021

Key Performance Indicators

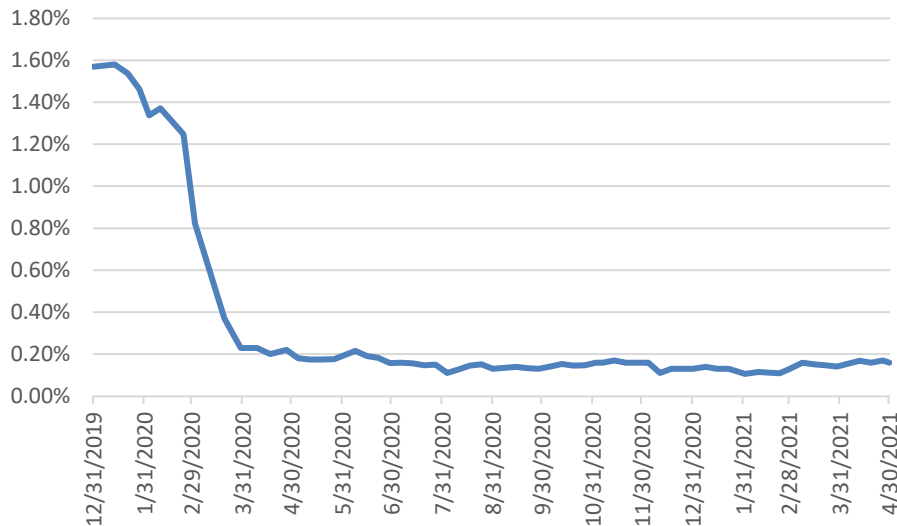
	<u>Apr. 2021</u>	<u>Apr. 2020</u>
County's Book Value Yield	0.69%	1.71%
State LGIP's Book Value Yield	0.11%	0.79%
County's Total Market Return	0.42%	3.54%
Benchmark's Total Market Return	0.30%	3.48%
County's Effective Duration	1.07 yrs.	0.85 yrs.
Benchmark's Duration	0.95 yrs.	0.95 yrs.
Average Maturity	1.29 yrs.	1.07 yrs.
Net Asset Value (N.A.V.)	\$1.004085	\$1.010595
County's Book Value	\$1,338.0 mm	\$1,223.8 mm

Current Market Yields

Fed Funds Rate (upper)	0.25%	0.25%
2-year Treasury Note	0.16%	0.20%

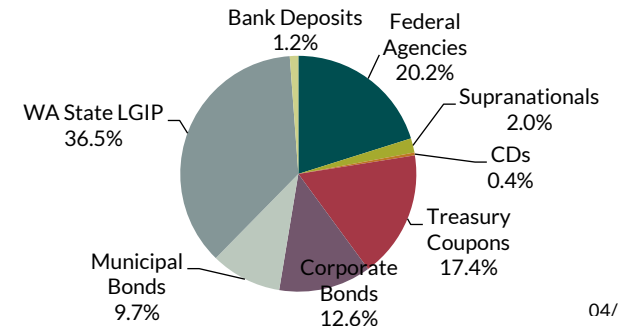
- The U.S. economy expanded strongly in the first quarter with a 6.4% annualized growth rate led by a stimulus-fueled 10.7% rise in consumer spending. Within consumer spending, the goods/manufacturing sector grew by an impressive 23.6% while services advanced by 4.6%.
- The COVID death rate in the U.S. is the lowest since last June. The vaccine rollout made significant strides. By the end of April, 56% of adults have received at least 1 dose of the vaccine up from just 32% at the end of March. A recent survey shows that the percentage of adults who have gotten the vaccine or are willing to get it as soon as possible is at 64%, up from 61% at the end of March.
- April added just 266k in Nonfarm Payrolls when a million was anticipated, making it the largest projection miss on record. April's employment numbers were not all bad though. The labor participation rate ticked up two-tenths to 61.7% which is very good to see, and the underemployment rate ticked down three-tenths to 10.4%. With reopening progressing and stimulus still aplenty, we can expect robust growth, inflation, and hiring to continue in the months ahead.
- During the April's FOMC press conference, chair Powell insisted that current and near-term inflation is due to transitory reasons. Inflation will come from bottlenecks related to restarting the global economy, it will be unpredictable and short-lived.

2-Year Treasury Yields Through the Pandemic:



Short-term rates, like the 2-year treasury, are very sensitive to the Fed Funds Rate. For now, the market is taking the Fed at their word and expect them to remain accommodative for at least the next two years. Unfortunately, the 2-year part of the curve is where the County Pool does the majority of its investing so its earnings rate will reflect this near-zero interest rate environment.

Clark County Investment Pool



Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$828.7 mm	1.71	1.48	ICE BAML 0-3 yr. UST
Clark County Liquidity Fund	\$509.3 mm	0.01	0.08	ICE BAML 3 mon. UST
TOTAL PORTFOLIO	\$1,338.0 mm	1.07	0.95	ICE BAML 1-year UST