



Clark County Treasurer Investment Pool Monthly Report

May 2021

Key Performance Indicators

	May 2021	May 2020
County's Book Value Yield	0.58%	1.32%
State LGIP's Book Value Yield	0.08%	0.51%
County's Total Market Return	0.34%	3.31%
Benchmark's Total Market Return	0.33%	3.13%
County's Effective Duration	1.26 yrs.	0.90 yrs.
Benchmark's Duration	0.97 yrs.	0.95 yrs.
Average Maturity	1.47 yrs.	1.23 yrs.
Net Asset Value (N.A.V.)	\$1,004,907	\$1,012,921
County's Book Value	\$1,202.7 mm	\$1,057.2 mm

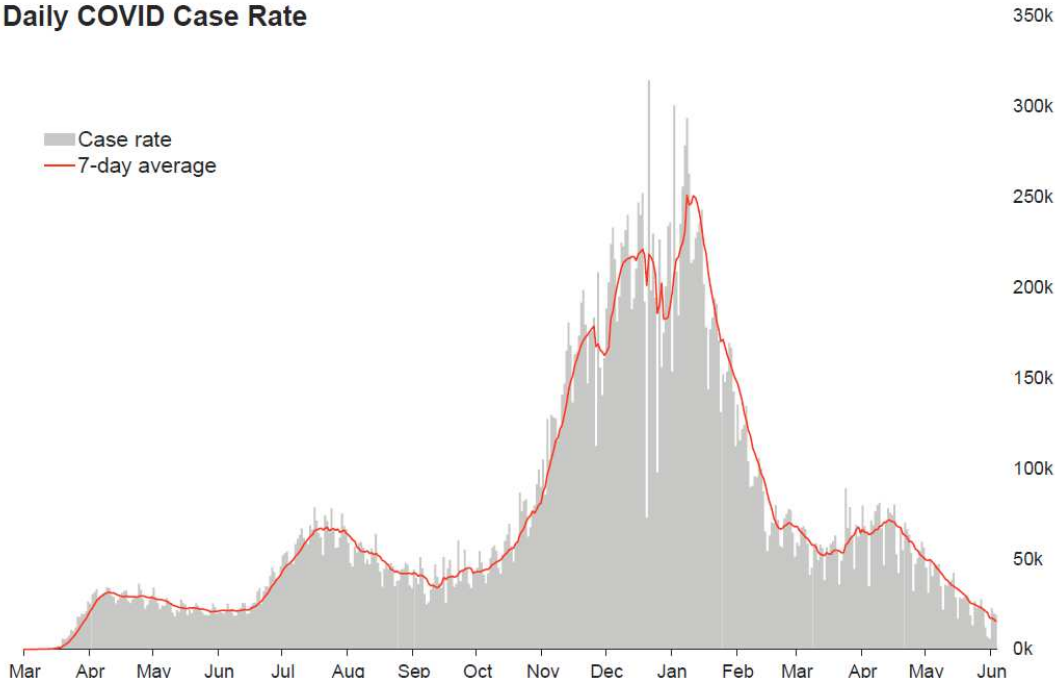
Current Market Yields

Fed Funds Rate (upper)	0.25%	0.25%
2-year Treasury Note	0.14%	0.16%

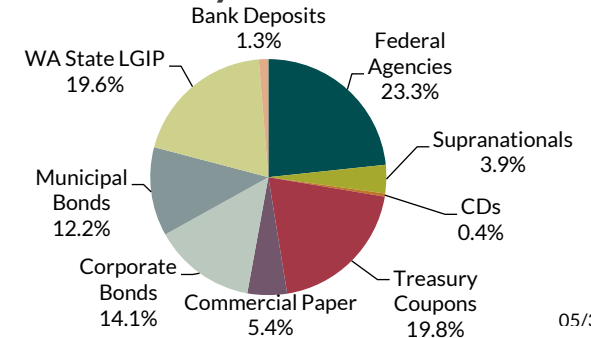
- Daily COVID cases have been steadily declining since mid-April. At its peak, the 7-day average case rate was 260k. Now, the daily case rate is under 15k and is the lowest rate since the start of the pandemic.
- Inflation increased more than expected in May as headline Consumer Price Index (CPI) advanced by 4.2% while the Fed-favored Personal Consumption Expenditure (PCE) increased by 3.6%, both are multi-year highs. The surge in inflation is expected to be transitory and it appears the bond market is buying the narrative as treasury yields ended the month lower across the curve.
- May's employment report was another disappointment amid a robust recovery and record job openings. There were 559k Nonfarm Payrolls added when 675k was anticipated and the labor participation rate declined to 61.6% from 61.8% which is very troubling. Women, especially, continue to drop out of the labor market. The data indicates that April and May's slowing is largely related to supply of labor issues rather than a weakening demand for workers.
- A record number of small businesses report being unable to find qualified applicants to fill open positions. This is puzzling since we have more than 9.3mm individuals still unemployed, 7.1mm individuals outside of the labor force but who want to work, and more than 15.4mm still receiving unemployment assistance.

US COVID-19 case rate under 15k

Daily COVID Case Rate



Clark County Investment Pool



Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$945.8 mm	1.59	1.49	ICE BAML 0-3 yr. UST
Clark County Liquidity Fund	\$256.9 mm	0.02	0.08	ICE BAML 3 mon. UST
TOTAL PORTFOLIO	\$1,202.7 mm	1.26	0.97	ICE BAML 1-year UST