



Clark County Treasurer Investment Pool Monthly Report

December 2024

Key Performance Indicators

	Dec. 2024	Dec. 2023
County's Book Value Yield	4.13%	3.19%
State LGIP's Book Value Yield	4.61%	5.44%
County's Total Market Return	4.76%	4.36%
Benchmark's Total Market Return	4.45%	3.93%
County's Effective Duration	1.24 yrs.	1.10 yrs.
Benchmark's Duration	1.34 yrs.	1.32 yrs.
Average Maturity	1.43 yrs.	1.27 yrs.
Net Asset Value (NAV)	\$0.998790	\$0.988805
County's Book Value	\$1,058.1 mm	\$992.6 mm

Current Market Yields

Fed Funds Rate (upper)	4.50%	5.50%
2-year Treasury Note	4.24%	4.25%

- Yields pushed up in December and the curve steepened as inflation and job data came in strong than expected. The 2-year yield increased nine basis points (bps) from 4.15% to 4.24% while the 10-year decreased 40 bps from 4.17% to 4.57%. Stocks gave back some of their November earnings with the S&P 500 declining 2.5% over the month.
- As expected, the Fed lowered the Fed Fund rate by 25 bps at its December meeting bringing the upper bound from 4.75% to 4.50%. Fed has now eased 100 bps in three months. Chair Powell noted that the Fed would need to see renewed progress on inflation before cutting rates any further. A month ago, the Fed interpreted the risks to their dual mandate as being roughly in balance, but now see risks to their mandate of stable prices outweighing that of maximum employment.
- The weakness in employment that we saw in Q3 appears to be leveling off. December's employment report was surprisingly strong. Nonfarm payrolls jumped 256k blowing past the 165k expectation. The unemployment rate fell from 4.23% to 4.09%. Even with all the recent volatility and negative revisions, December's report supports a long-term outlook of a labor market that is neutralizing rather than weakening.
- Both headline and core CPI rose 0.3% in November, pushing year-over-year rate up to 2.7% and 3.3% respectively. Bottom line, after four months of above 2.0% monthly figures, inflation progress has stalled.

After the Fed Started Cutting Rates, Rates Moved Sharply Higher

2-Year Treasury Yield (%)



10-Year Treasury Yield (%)



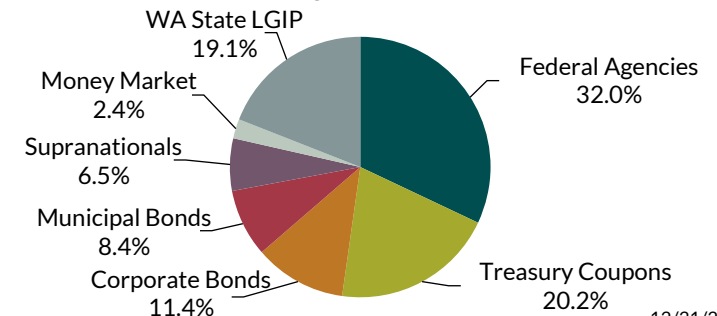
December 2025 Fed Funds Futures Contract (%)



S&P 500



Clark County Investment Pool



Portfolio Summary

	Book Value	Eff Dur	Bench Dur	Benchmark
Clark County Core Invest. Fund	\$831.0 mm	1.57	1.64	ICE BAML 0-3 yr./3-5 yr. UST (90%/10% Blend)
Clark County Liquidity Fund	\$227.1 mm	0.01	0.09	ICE BAML 1 mon. UST
TOTAL PORTFOLIO	\$1,058.1 mm	1.24	1.34	ICE BAML UST 1 mon./0-3 yr./3-5 yr. (20%/72%/8% Blend)