

**CLERK OF THE CIRCUIT COURT AND COMPTROLLER  
LAKE COUNTY, FLORIDA  
Semi-Annual Investment Report  
December 31, 2020**

**I. INTRODUCTION**

In accordance with the investment ordinance originally adopted July 19, 2005, and amended December 28, 2015, an investment report is submitted to the Board of County Commissioners semi-annually.

**II. INVESTMENT OBJECTIVES**

To ensure that excess funds of the Board of County Commissioners are invested in a manner to maximize yield and at the same time minimize risk, maintain liquidity and demonstrate legal compliance.

**III. CASH AND INVESTMENT BALANCES AT DECEMBER 31, 2020**

Cash and investments held by the County consist of: a checking account, savings accounts, and the Florida Government Investment Trust Fund (FLGIT); these investments are authorized in the investment ordinance. Our checking account and savings accounts are considered qualified public deposits, thus, are collateralized in accordance with state statutes. If the qualified public depository should fail, other participating banks would be required to pay the County for any loss that may have been incurred.

Funds invested include excess operating funds. At December 31, 2020, cash and investments amounted to \$202,309,111 compared to \$149,683,005 and \$218,269,701 at June 30, 2020 and December 31, 2019, respectively. A detail listing of these balances and the current yield is attached as Exhibit A.

**IV. MATURITY DISTRIBUTION OF PORTFOLIO**

Exhibit B demonstrates the maturity distribution of cash and investments held at December 31, 2020. This graph indicates that about 94% of our cash is invested in securities maturing within six months. The weighted average maturity of the portfolio at December 31, 2020 is 47 days or .13 years (Exhibit C). Our investment ordinance requires a weighted average maturity of less than two years and we are in compliance.

**V. MARKET AND INVESTMENT CONDITIONS**

The following is a summary of recent rates from prior reports compared to current rates:

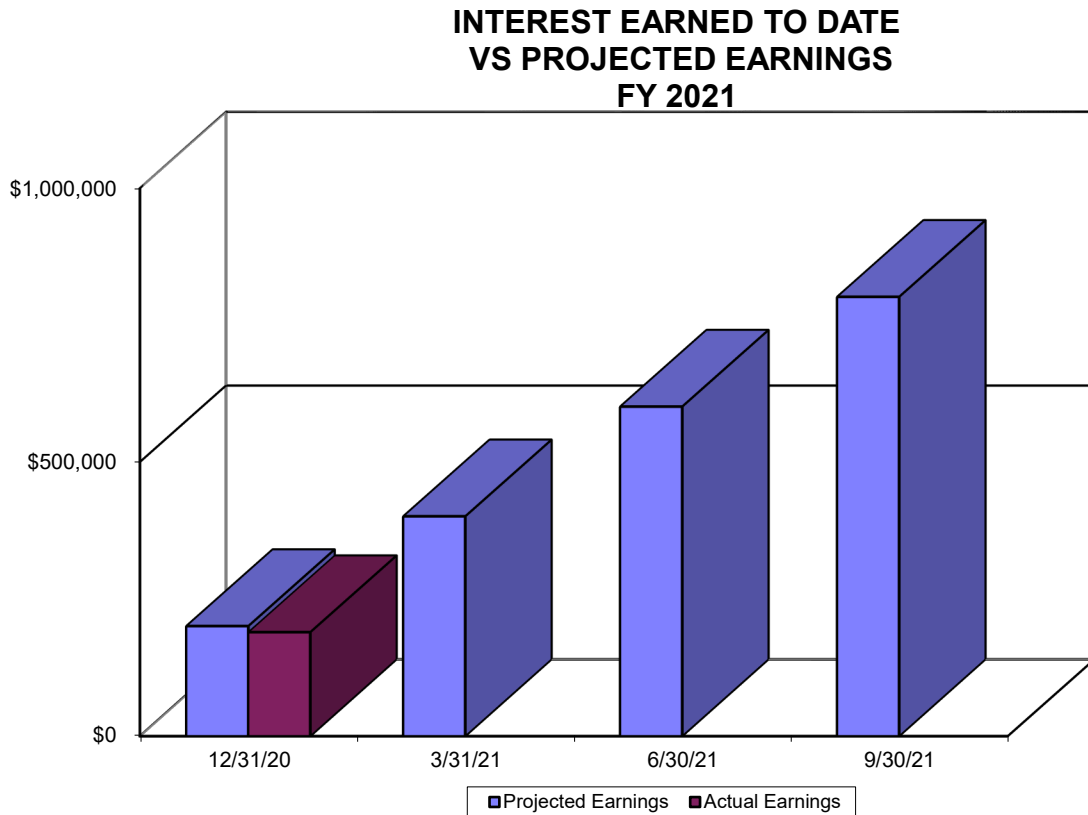
<u>Type of Investment</u>	<u>12/31/20</u>	<u>6/30/20</u>	<u>12/31/19</u>	<u>6/30/19</u>	<u>12/31/18</u>
Six Month Treasury Bill	0.08%	0.15%	1.52%	1.99%	2.47%
Two Year Treasury Note	0.11%	0.16%	1.63%	1.66%	2.58%
Florida Prime LGIP	0.18%	0.57%	1.85%	2.58%	2.59%
Lake County's Weighted Avg Int Rate	3.25%	3.69%	2.94%	3.83%	1.78%

**VI. ECONOMIC DEVELOPMENTS**

At the Federal Open Market Committee meeting held in November 2020 the Fed maintained the current interest rate range between .0% and .25%. The COVID-19 pandemic continues to impact economic activity and employment. Interest rates are expected to remain low due to the effects of the pandemic.

**VII. INTEREST EARNED TO DATE VS PROJECTED EARNINGS**

At the fiscal year end, 09/30/20, the annual interest earnings were \$1,749,448, which exceeded the budget of \$801,612 for FY 2020. The Board's budget for interest income for FY 2021 is \$835,375. At December 31, 2020, the actual earnings were \$189,282 which is 23% of the budget with 25% of the year elapsed.



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December 31, 2020

**VIII. PORTFOLIO COMPOSITION**

The following is a comparison of the investment portfolio at the date indicated:

Type of Investment:	12/31/2020	06/30/2020	12/31/2019	06/30/2019
Checking	\$ 26,701,493	\$ 19,485,813	\$ 29,002,820	\$ 26,569,020
Savings	162,962,681	107,613,387	147,026,356	86,271,768
Certificates of Deposit	-	10,000,000	30,000,000	10,000,000
FLGIT	12,644,937	12,583,805	12,240,525	12,108,856
<b>Total</b>	<b>\$ 202,309,111</b>	<b>\$ 149,683,005</b>	<b>\$ 218,269,701</b>	<b>\$ 134,949,644</b>

Cash and investment balances fluctuate during the year. In addition, December balances are typically higher due to the collection of ad valorem taxes.

**Portfolio composition requirements from our investment ordinance:**

No more than 75% invested in US treasuries

No more than 60% invested in certificates of deposit

No more than 30% invested in US government agencies

No more than 30% in any one institution unless the institution is a qualified public depository

December 31, 2020 portfolio balance:	\$202,309,111
75% equals	\$151,731,834
60% equals	\$121,385,467
30% equals	\$ 60,692,734

No amounts invested in US treasuries.

No amounts invested in certificates of deposit.

No amounts invested in US government agencies.

Amount invested in FLGIT of \$12,644,937 is less than \$60,692,734.

All banks are qualified public depositories.

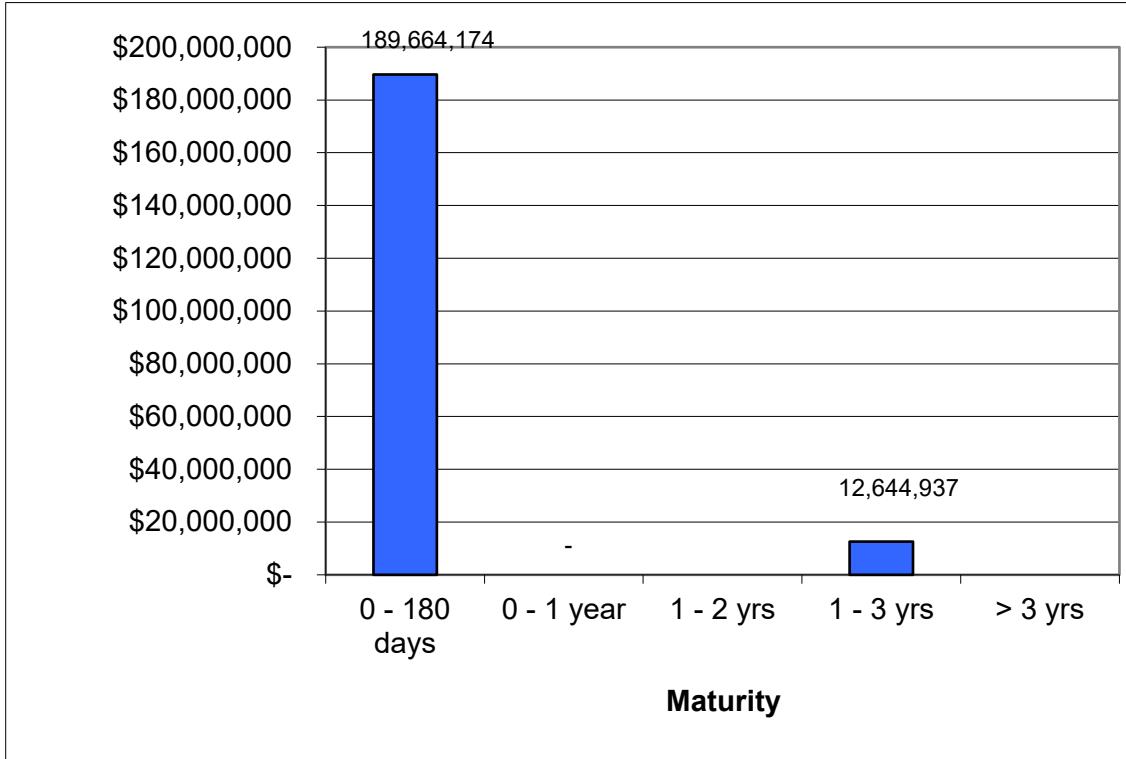
**We are in compliance with our portfolio composition limits.**

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Cash and Investments  
December 31, 2020  
Exhibit A**

<u>Type of Investment</u>	<u>Cost at 12/31/2020</u>	<u>Market/Par Value at 12/31/2020</u>	<u>Yield</u>
<b>Short-term Investments:</b>			
Cash - Demand	\$ 26,701,493	\$ 26,701,493	0.85% *
Seaside Savings Account	31,391,474	31,391,474	0.35%
BB&T now Truist Savings	110,466,407	110,466,407	1.00%
TD Savings Account	21,104,800	21,104,800	0.20%
Total Short-term Investments	<u>189,664,174</u>	<u>189,664,174</u>	
FI Local Govt Invstmnt Trust	<u>12,644,937</u>	<u>12,644,937</u>	3.30%
<b>TOTAL</b>	<u><u>\$ 202,309,111</u></u>	<u><u>\$ 202,309,111</u></u>	

\* Earnings credit rate used to offset bank charges

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Cash and Investments-Maturity Distribution of Portfolio  
December 31, 2020  
Exhibit B**



Description	Time to Maturity	Amount
Seaside Savings Account	0 - 180 days	31,391,474
BB&T now Truist Savings	0 - 180 days	110,466,407
TD Savings Account	0 - 180 days	21,104,800
Cash - Demand	0 - 180 days	26,701,493
FLGIT	One to three years	12,644,937
		\$ <u><u>202,309,111</u></u>

**CLERK OF COURTS  
LAKE COUNTY, FLORIDA  
Average Maturity at December 31, 2020  
Exhibit C**

<u>Type of Investment</u>	<u>Cost at 12/31/2020</u>	<u>Days O/S</u>	<u>Weighted Average</u>	<u>Interest Rate</u>	<u>Weighted Average Interest</u>
<b>Short term Investments:</b>					
Cash - Demand	\$ 26,701,493	1	\$ 26,701,493 *	0.85%	\$ -
Seaside Savings	31,391,474	1	31,391,474	0.35%	109,870
BB&T now Truist Savings	110,466,407	1	110,466,407	1.00%	1,104,664
TD Savings Account	21,104,800	1	21,104,800	0.20%	42,210
	<u>189,664,174</u>		<u>189,664,174</u>		<u>1,256,744</u>
 FLGIT	 12,644,937	 730	 9,230,804,010	 3.30%	 304,616,532
<b>TOTAL</b>	<u><u>\$ 202,309,112</u></u>		<u><u>\$ 9,420,468,184</u></u>		<u><u>\$ 305,873,276</u></u>
 Weighted Avg Maturity	 46.56	 Days	 Weighted average		
	0.13	Years	interest rate =		3.25%

\* Earnings credit rate used to offset bank charges