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Clerk of the Circuit Court & Comptroller  
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## Monthly Investment Report

### Economic Update March 31, 2024

- When will the Fed begin cutting rates, and by how much? Is inflation headed back to the target level of 2%, or is there some work still to be done? These are the two major questions to be answered in 2024. As of early April, it appears inflation is headed lower, but economic growth continues to surprise to the upside.
- Longer-term rates not only reflect current economics but need to factor in additional uncertainty surrounding geopolitical events, inflation, employment, consumer spending, and concerns that the US government will continue to borrow money, thereby adding to an already large fiscal deficit.
- Since the start of the year, interest rates have risen, primarily driven by positive economic data and expectations of delayed rate cuts. The Fed acknowledges the possibility of three rate cuts in 2024, but remains committed to its data dependency, aka "wait and see". Market expectations have adjusted accordingly.
- On 3/20/2024, Federal Reserve policymakers left rates unchanged, maintaining the target rate at 5.25%-5.50%. Fed Chair Jerome Powell emphasized a cautious approach, stating that decisions will be made "meeting by meeting". Powell highlighted the likelihood of the disinflation trend persisting, despite recent economic data points being stronger than expected.
- Since the recent Fed meeting in March, a slew of economic data and comments from Fed officials has reinforced the idea that the central bank may maintain higher interest rates longer than planned.
- The market has dramatically shifted rate cut expectations. Back in January, market participants were pricing in 5+ 25-basis point cuts. Now, market consensus points to fewer than 3 rate cuts, below the Fed's own median dot plot projection.
- Initial jobless claims edged up slightly from 212k to 221k during the week ending March 30th, 2024. This outcome disappointed expectations and showed the highest level for filings since late January, but this latest figure is still a very low level of claims by broader historical standards.
- Elsewhere in the report, continuing claims declined from 1.810 million to 1.791 million during the week ending March 23. The readings for recent months have been on the high end of the range of figures reported for the past couple of years but they are not terribly high levels compared to the broader history of the data.

### Cash and Investment Balances

Core Investment	Balance	30 - Day Yield	Trailing 12-Month Return	Weighted Average Maturity to Reset (Days)
Cash – Bank of America*	\$ 10,638,838.95	2.59%		1
Florida Prime (SBA)	\$ 658,530,830.35	5.52%	5.35%	43
FLGIT - Short-Term Bond Fund	\$ 522.84	4.51%	4.65%	710
FLGIT - Day to Day Fund	\$ 273,076,885.60	5.45%	5.44%	19
FL-FIT Cash Pool	\$ 530,342,452.73	5.52%	5.39%	65
FL-FIT Cash Pool - Utilities Revenue Improvement Bonds, Series 2023	\$ 4,457.81	5.52%	5.39%	65
FL-FIT Choice - Utilities Revenue Improvement Bonds, Series 2023**	\$ 29,879,054.92	5.73%		1
DBIA LT Managed Portfolio**	\$ 324,103,621.42	5.20%		345
DBIA CP Ladder Managed Portfolio**	\$ 406,174,861.30	5.15%		213
	<b>Total</b>	<b>Weighted Average</b>	<b>Weighted Average</b>	<b>Weighted Average</b>
	<b>TOTAL \$ 2,232,751,525.92</b>	<b>5.39%</b>	<b>5.38%</b>	<b>120</b>

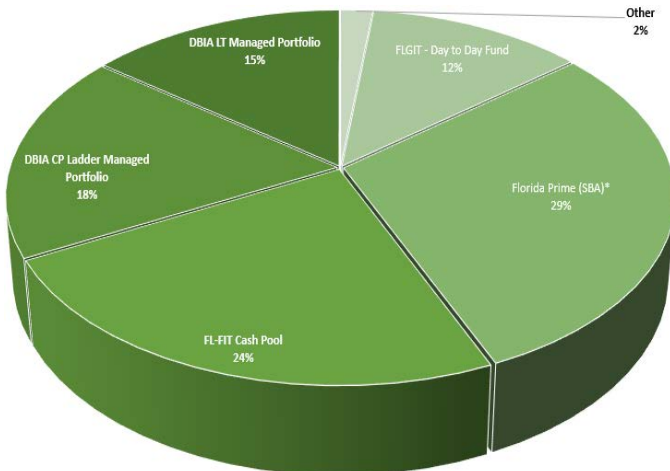
\*Cash balances (Bank of America) not included in the Trailing 12-Month Return and Weighted Average Maturity to Reset (Days) weighted average.

\*\*US Bank account ending in 010 is listed as DBIA LT Managed Portfolio (Inception Date: 3/21/2023). US Bank account ending in 000 is listed as DBIA CP Ladder Managed Portfolio (Inception Date: 8/10/2023). The balances listed are the account Book Value and the Trailing 12-Month Return rate is not included/used in the weighted average calculation for DBIA Managed Portfolios, and FL-FIT Choice.

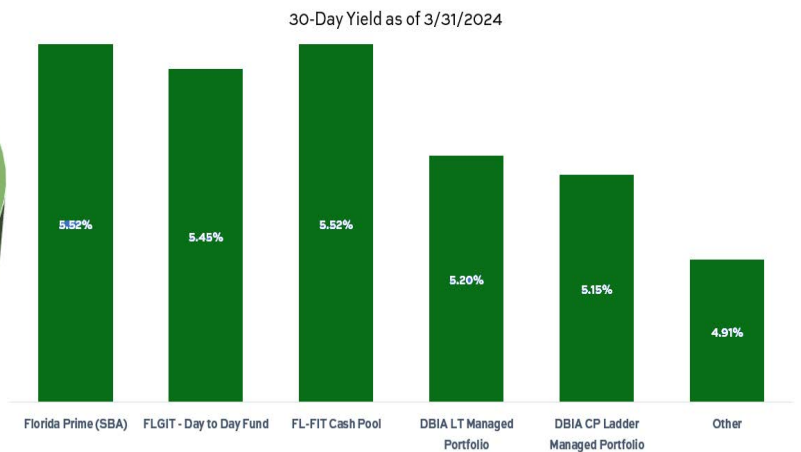
Trailing 12-Month Return rate is not included/used in the weighted average calculation for DBIA LT Managed Portfolio and US Bank.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Pools may be lower or higher than the performance quoted.

### Portfolio Allocations



### Portfolio Yield



Other: Cash - Bank of America, FL-FIT Cash Pool - Utilities Revenue Improvement Bonds Series 2023, FL-FIT Choice - Utilities Revenue Improvement Bonds Series 2023, and FLGIT - Short-Term Bond Fund.

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