



**CITY OF FORT LAUDERDALE**  
**City Commission Agenda Memo**  
**CONFERENCE MEETING**

**#23-0466**

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**TO:** Honorable Mayor & Members of the  
Fort Lauderdale City Commission

**FROM:** Greg Chavarria, City Manager

**DATE:** June 6, 2023

**TITLE:** Quarterly Investment Report for Period Ending March 31, 2023 -  
**(Commission Districts 1, 2, 3 and 4)**

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The City's Investment Policy states that the Investment Advisor shall provide the City with quarterly investment reports. This report includes all cash and investments of the City's operating, capital, and bond reserve funds.

The objectives of the City's Investment Policy are:

- safety of principal;
- maintenance of liquidity; and
- return on investment.

The portfolios are managed to meet anticipated cash flow requirements and specific benchmarks on returns.

The attached investment report (Exhibit 1) compares each portfolio's rate of return for the quarter to the corresponding benchmark. In accordance with the City's Investment Policy, funds designated as short-term funds and other funds that must maintain a high degree of liquidity will be compared to the S&P Rated GIP All Index 30-Day Gross of Fees Yield as a benchmark. The ICE Bank of America Merrill Lynch 1-5 Year Treasury Index is the benchmark for longer term investments.

Below are the investment portfolio summaries including:

- Combined City Funds (operating and surplus)
- Bond Proceeds (restricted)
- Community Redevelopment Agency ("CRA")
- Other Post-Employment Benefits ("OPEB") Trust Fund
- OPEB Post-Retirement Pay Steps Plan
- Cemetery Trust Fund
- General Employees' Retirement System ("GERS")
- Police and Fire Retirement System ("PFRS")

<u>Portfolios</u>	<u>Market Value</u>	<u>Current Quarter</u>	<u>Fiscal Year To Date</u>	<u>Trailing 12 Months</u>	<u>Assumed Rate of Return</u>
<b>City Operating Funds - Self-Directed<sup>1</sup></b>	<b>\$ 432,210,981</b>	<b>3.38%</b>	<b>6.54%</b>	<b>10.06%</b>	
<i>S&amp;P GIP All Gross Yield Index</i>		<i>1.17%</i>	<i>2.09%</i>	<i>2.80%</i>	
<b>CRA Funds</b>	<b>\$ 87,940,319</b>	<b>4.71%</b>	<b>9.16%</b>	<b>13.68%</b>	
<i>S&amp;P GIP All Gross Yield Index</i>		<i>1.17%</i>	<i>2.09%</i>	<i>2.80%</i>	
<b>Fixed Income Investment Portfolio - PFMAM<sup>4</sup></b>	<b>\$ 379,677,413</b>	<b>1.85%</b>	<b>2.86%</b>	<b>-0.15%</b>	
<i>ICE BofAML 1-5 Year U.S. Treasury Index</i>		<i>1.82%</i>	<i>2.78%</i>	<i>-0.38%</i>	
<b>Total City of Fort Lauderdale Funds<sup>2</sup></b>	<b>\$ 899,828,713</b>	<b>2.86%</b>	<b>5.24%</b>	<b>6.10%</b>	
<i>City of Fort Lauderdale Blended Benchmark</i>		<i>1.44%</i>	<i>2.38%</i>	<i>1.46%</i>	
<b>Bond Proceeds<sup>3</sup></b>	<b>\$ 266,548,324</b>	<b>3.44%</b>	<b>7.12%</b>	<b>11.12%</b>	
<b>OPEB Trust Fund<sup>4</sup></b>	<b>\$ 39,629,779</b>	<b>5.24%</b>	<b>11.64%</b>	<b>-6.46%</b>	<b>7.00%</b>
<i>Benchmark</i>		<i>5.31%</i>	<i>11.93%</i>	<i>-6.48%</i>	
<b>OPEB Post Retirement Pay Steps Plan Fund<sup>4</sup></b>	<b>\$ 5,830,102</b>	<b>5.35%</b>	<b>11.74%</b>	<b>-6.52%</b>	<b>7.00%</b>
<i>Benchmark</i>		<i>5.31%</i>	<i>11.93%</i>	<i>-6.48%</i>	
<b>Cemetery Trust Fund<sup>4</sup></b>	<b>\$ 30,486,614</b>	<b>2.91%</b>	<b>10.06%</b>	<b>-5.52%</b>	<b>5.00%</b>
<i>Benchmark</i>		<i>5.15%</i>	<i>10.95%</i>	<i>-5.66%</i>	
<b>General Employees Retirement System<sup>4</sup></b>	<b>\$ 714,675,486</b>	<b>4.20%</b>	<b>10.20%</b>	<b>-4.00%</b>	<b>7.00%</b>
<i>Benchmark</i>		<i>4.00%</i>	<i>9.80%</i>	<i>-5.80%</i>	
<b>Police &amp; Fire Retirement System<sup>4</sup></b>	<b>\$ 1,087,524,992</b>	<b>3.65%</b>	<b>8.76%</b>	<b>-3.32%</b>	<b>7.20%</b>
<i>Benchmark</i>		<i>4.15%</i>	<i>9.84%</i>	<i>-3.77%</i>	

The detailed investment activities related to the OPEB, Cemetery Trust Fund, GERS, and PFRS are included as exhibits; however, those portfolios and their assumed rates of return are the responsibility of their respective boards.

The Fuel Price Risk Management Program ("FPRMP") requires that the Director of Finance provide a written report to the City Manager and City Commission regarding the status of all related transactions on at least a quarterly basis. The FPRMP Quarterly Report is included as Exhibit 2.

### **Strategic Connections**

This item supports the *Press Play Fort Lauderdale 2024* Strategic Plan, specifically advancing:

- The Internal Support Focus Area
- Goal 8: Build a leading government organization that manages all resources wisely and sustainably
- Objective: Maintain financial integrity through sound budgeting practices, prudent fiscal management, cost effective operations, and long-term planning

This item advances the *Fast Forward Fort Lauderdale 2035* Vision Plan: We Are United.

### **Attachments**

Exhibit 1 – City of Fort Lauderdale Investment Performance Review  
Exhibit 2 – City of Fort Lauderdale FPRMP Quarterly Report  
Exhibit 3 – OPEB Performance Review  
Exhibit 4 – Cemetery Performance Review

Exhibit 5 – GERS Performance Review  
Exhibit 6 – PFRS Performance Review

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