

NOTICE OF PUBLIC MEETING

AGENDA

CLARK COUNTY OPEB BOARD OF TRUSTEES

Thursday, February 23, 2023, 1:30 PM

PLEASE NOTE AT THIS TIME, THERE WILL BE NO IN-PERSON ATTENDANCE AT THE FEBRUARY 23, 2023, TRUSTEE MEETING.

If you desire to participate in this meeting, please listen via teleconference (audio only):

+1-408-418-9388 United States Toll (access code): 2494 216 6507

This meeting has been properly noticed and posted online at https://www.clarkcountynv.gov/government/departments/finance/boards_and_committees.php and Nevada Public Notice at <https://notice.nv.gov/> and in the following location:

CC Government Center 500 S Grand Central Pkwy Las Vegas, NV

- Items on the agenda may be taken out of order.
- The OPEB Board of Trustees may combine two or more agenda items for consideration.
- The OPEB Board of Trustees may remove an item from the agenda or delay discussion relating to an item at any time.
- If you do not wish to attend the meeting via teleconference but desire to provide written general public comment or public comment on an individual agenda item, please submit your comments prior to 12:30PM, February 23, 2023. You can submit your comments to Leah.Dwyer@ClarkCountyNV.gov. Be sure to include your name, address, the agenda item number on which you are providing comment, and your comment. Comments will not be read into the record and will be included as back-up materials for the record. All comments received will be compiled into a document and shared with members of the public body, meeting attendees and on the public website.

The main agenda is available on Clark County's website, <http://www.ClarkCountyNV.gov>. For copies of agenda items and supporting backup materials, please contact Leah Dwyer at (702) 455-3327.

This is a period devoted to comments by the general public about items on this agenda. If you wish to speak to the OPEB Board of Trustees about items within its jurisdiction but not appearing on this agenda, you must wait until the "Comments by the General Public" period listed at the end of this agenda. Comments will be limited to three minutes. Speakers must clearly state their name (last name spelled for the record) and address. No action may be taken on a matter not listed on the posted agenda. If any member of the OPEB Board of Trustees wishes to extend the length of a presentation, this will be done by the Chair or the Board by majority vote.

1. Approval of agenda. (For possible action)
2. Select the Clark County, Nevada OPEB Trust Board of Trustees Chair and Vice Chair. (For possible action)
3. Approval of the minutes of the Clark County, Nevada OPEB Trustee meeting on December 13, 2022. (For possible action)
4. Receive a report on financial statements as of and for the six months ending December 31, 2022. (For possible action)
5. Receive the Quarterly Investment Report from FHN Financial Main Street Advisors. (For possible action)
6. Trustee's/Staff announcements, requests for information, and topics for future agendas, statements relating to items not on the agenda and any ideas and suggestions for greater efficiency, cost effectiveness and innovation in providing for the benefits of Clark County, Nevada OPEB Trust participants in accordance with the benefit plans. (No discussion on this item will take place among Trustees.)

Comments by the General Public

A period devoted to comments by the general public about matters relevant to the OPEB Board of Trustees' jurisdiction will be held. No action may be taken on a matter not listed on the posted agenda. Comments will be limited to three minutes. Speakers must clearly state their name (last name spelled for the record) and address. If any member of the OPEB Board of Trustees wishes to extend the length of a presentation, this will be done by the Chair or the Board by majority vote.

If you desire to provide a written general public comment on an item not appearing on this agenda but within the general jurisdiction of this body, please submit your comments prior to 12:30PM February 23, 2023. You can submit your comments to Leah.Dwyer@ClarkCountyNV.gov . Be sure to include your name, address, and your comment. Comments will not be read into the record and will be included as back-up materials for the record. All comments received will be compiled into a document and shared with the members of the public body, meeting attendees, and on the public body's website.

OPEB Board of Trustees

CLARK COUNTY, NEVADA

Jessica Colvin
Chair
Laura Fitzpatrick
Vice-Chair
David Dobrzynski
Trustee
Joseph Piurkowski
Trustee

CALL TO ORDER

The public meeting of the Clark County OPEB Board of Trustees meeting was called to order by Jessica Colvin Clark County Chief Financial Officer on Tuesday, December 13, 2022, at 3:01PM.

**THERE WILL BE NO IN-PERSON ATTENDANCE AT THE
DECEMBER 13, 2022 OPEB TRUSTEE MEETING.**

If you desire to participate in this meeting, please listen via teleconference (audio only):

[+1-408-418-9388](tel:+14084189388) United States Toll (access code): 2494 555 3100

This public meeting was properly noticed and posted.

ATTENDEES:

Jessica Colvin, Chair – Via WebEx

Laura Fitzpatrick, Vice-Chair – Via WebEx

Joseph Piurkowski, Department of Aviation – Via WebEx

David Dobrzynski, Trustee – Via WebEx

Anna Danchik, Clark County, Comptroller – Via WebEx

Rick Phillips, FHN Financial – Via WebEx

Colleen Boyle, Clark County, Manager of Accounting Services – Via WebEx

Drew Solomon, Clark County, Principal Management Analyst – Via WebEx

Rachel Stevens, Clark County, Principal Management Analyst – Via WebEx

Ken Diaz, Clark County, Assistant County Treasurer – Via WebEx

There were no comments from the general public.

1. Approval of Agenda (For possible action)

- Motion made by Ms. Laura Fitzpatrick to approve the Agenda for December 13, 2022 – motion passed unanimously

2. Approval of the minutes of the Clark County, Nevada OPEB Trustee meeting from August 18, 2022. (For possible action)

- A motion was made by Mr. David Dobrzynski to approve the minutes from the August 18, 2022 meeting - motion passed unanimously.

- 3. Receive a report on financial statements as of and for the three months ending September 30, 2022. (For possible action)**
 - Ms. Anna Danchik summarized the financial statements.
 - No action taken.

- 4. Receive a report on the audit of the OPEB Trust for fiscal year 2022. (For possible action)**
 - Ms. Anna Danchik gave a report on the FY22 OPEB Trust audit

- 5. Receive the Quarterly Investment Report from FHN Financial Main Street Advisors. (For possible action)**
 - Mr. Rick Phillips summarized the Quarterly Investment Report dated September 30, 2022, and the Economic/Market update dated November 17, 2022.

- 6. Trustee's/Staff announcements, requests for information, and topics for future agendas, statements relating to items not on the agenda and any ideas and suggestions for greater efficiency, cost effectiveness and innovation in providing for the benefits of Clark County, Nevada OPEB Trust participants in accordance with the benefit plans. (No discussion on this item will take place among Trustees.)**

Comments by the General Public

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There were no comments from the general public.

There being no further business, the meeting was adjourned at 3:40 PM.

Clark County, Nevada
 OPEB Trust Fund
 Statement of Fiduciary Net Position
 December 31, 2022

	<u>Clark County</u>	<u>Department of Aviation</u>	<u>Total</u>
Assets			
Cash and investments			
Cash	\$ 40,545	\$ 12,414	\$ 52,959
State of Nevada RBIF	136,440,958	49,356,049	185,797,007
Clark County Investment Pool	<u>94,664</u>	<u>401</u>	<u>95,065</u>
Total Cash and Investments	<u>136,576,167</u>	<u>49,368,864</u>	<u>185,945,031</u>
Total assets	<u>136,576,167</u>	<u>49,368,864</u>	<u>185,945,031</u>
 Liabilities			
Accrued expenses	<u>4,024</u>	<u>1,568</u>	<u>5,592</u>
 Net Position Restricted for Other Postemployment Benefits	 <u>\$ 136,572,143</u>	 <u>\$ 49,367,296</u>	 <u>\$ 185,939,439</u>

Clark County, Nevada
 OPEB Trust Fund
 Changes in Fiduciary Net Position
 For the Period July 1, 2022 through December 31, 2022 - Budget to Actual

	Clark County	Department of Aviation	Total	YTD Budget	Favorable (Unfavorable) Variance
Additions					
Contributions					
Employer - Clark County	\$ -	\$ -	\$ -	\$ -	\$ -
Employer - Department of Aviation	-	-	-	-	-
Total contributions	-	-	-	-	-
Investment income (loss)					
Interest	1,459,857	568,832	2,028,689	43,320	1,985,369
Net increase (decrease) in fair value of investments	176,962	68,953	245,915	-	245,915
Total investment income (loss)	1,636,819	637,785	2,274,604	43,320	2,231,284
Less investment expense	(32,500)	(12,664)	(45,164)	(43,320)	(1,844)
Net investment income (loss)	1,604,319	625,121	2,229,440	-	2,229,440
Total additions	1,604,319	625,121	2,229,440	-	2,229,440
Deductions					
Administrative expenses					
Accounting services	-	-	-	-	-
Audit fees	-	-	-	11,000	11,000
Continuing education	-	-	-	1,200	1,200
Bank fees	-	-	-	300	300
Insurance	-	-	-	5,000	5,000
Retiree benefits	-	-	-	2,462,804	2,462,804
Trustee fees	115	45	160	160	-
Other	-	-	-	2,750	2,750
Total administrative expenses	115	45	160	2,483,214	2,483,054
Change in Net Position	1,604,204	625,076	2,229,280	(2,483,214)	4,712,494
Net Position restricted for Other Postemployment Benefits					
Beginning of year	134,967,939	48,742,220	183,710,159	202,796,250	(19,086,091)
End of year	\$ 136,572,143	\$ 49,367,296	\$ 185,939,439	\$ 200,313,036	\$ (14,373,597)



Client Management Team

Rick Phillips

President & Chief Investment Officer
702-575-6666
rick.phillips@fhnmainstreet.com

Tonya Dazzio

Chief Operating & Compliance Officer
702-575-6592
tonya.dazzio@fhnmainstreet.com

Greg Balls, CFA

Assistant Chief Investment Officer
702-575-6655
greg.balls@fhnmainstreet.com

Quarterly Investment Report

Clark County OPEB Trust

December 2022

Sector	Current Market Value	Prior Qtr Market Value	Period Change
U.S. Stocks - RBIF	93,370,783.43	86,725,448.94	6,645,334.50
U.S. Bonds -RBIF	48,493,637.59	47,971,244.77	522,392.82
International Stocks - RBIF	42,206,999.59	36,217,358.85	5,989,640.74
Cash Equivalent - RBIF	1,725,586.86	2,050,496.12	(324,909.26)
Clark County Inv Pool (Fixed Income)	95,064.89	94,038.37	1,026.51
Total	185,892,072.36	173,058,587.05	12,833,485.30

Cost vs Market Value

Market Value	185,892,072.36
Book Value	119,966,876.67
Variance	65,925,195.69

Total Gain/Loss % 54.95%

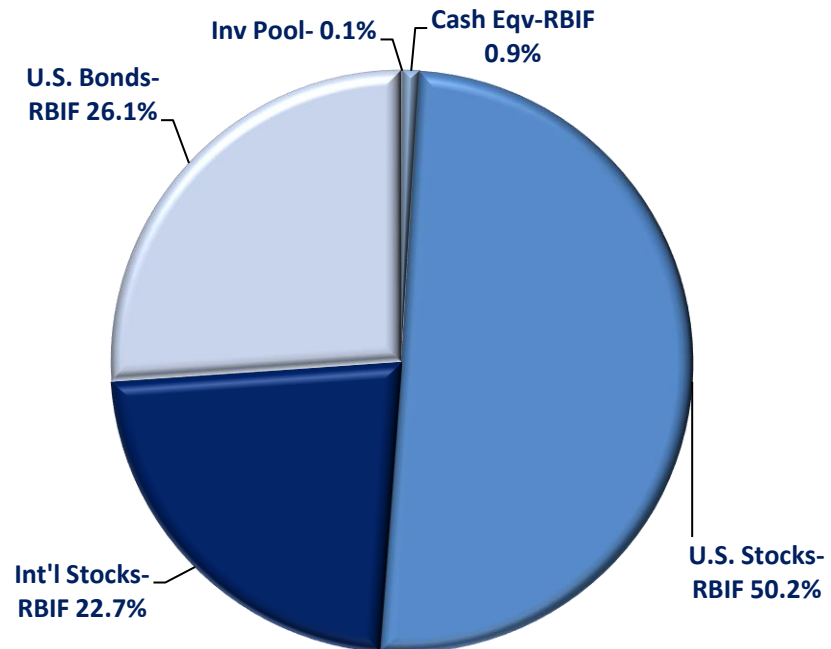
Since Inception

Annualized Gain/Loss% 5.68%

RBIF Allocations	Target	Range
U.S. Equity	49%	46.5%-54.0%
International Equity	21%	19.0%-23.5%
U.S. Bonds	30%	25%*

*Rebalance minimum

Total Asset Allocation



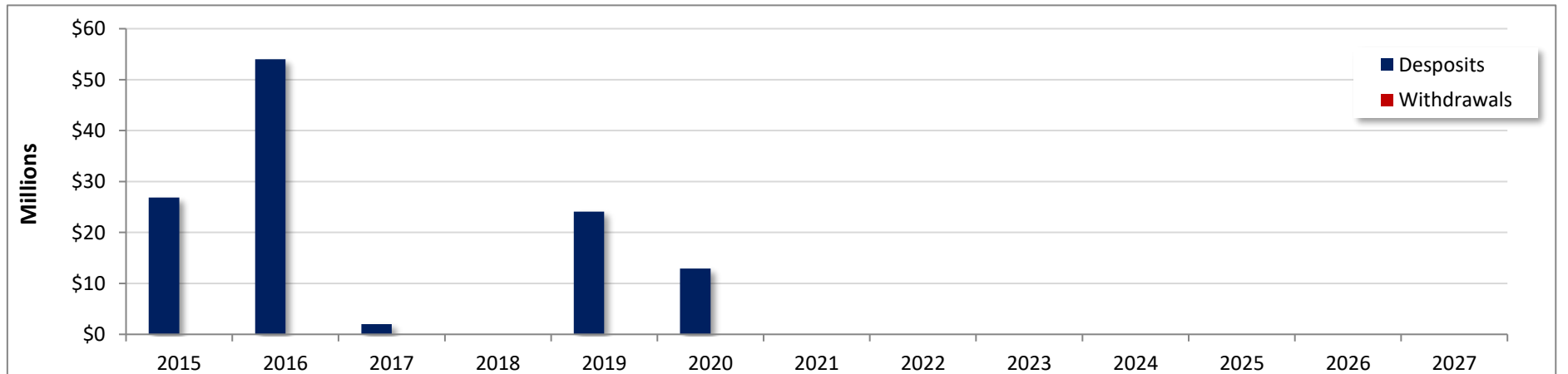
Note: First deposit into RBIF was 1/30/15

Fiscal Year Contributions/Withdrawals to RBIF in \$Millions

Month	Fiscal Year 2018		Fiscal Year 2019		Fiscal Year 2020		Fiscal Year 2021		Fiscal Year 2022		Fiscal Year 2023	
	Dep	Withdrl	Dep	Withdrl	Dep	Withdrl	Dep	Withdrl	Dep	Withdrl	Dep	Withdrl
July					1.61							
August					1.61							
September			2.41		1.61							
October			2.41		1.61							
November			2.41		1.61							
December			2.41		1.61							
January			2.41		1.61							
February			2.41		1.61							
March			2.41									
April			2.41									
May			2.41									
June			2.41									
Total	0.00	0.00	24.08	0.00	12.91	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Fiscal Year Contributions/Withdrawals to RBIF - \$Millions

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	Total
26.9	54.0	2.0	0.0	24.1	12.9	0.0	0.0	0.0					119.9

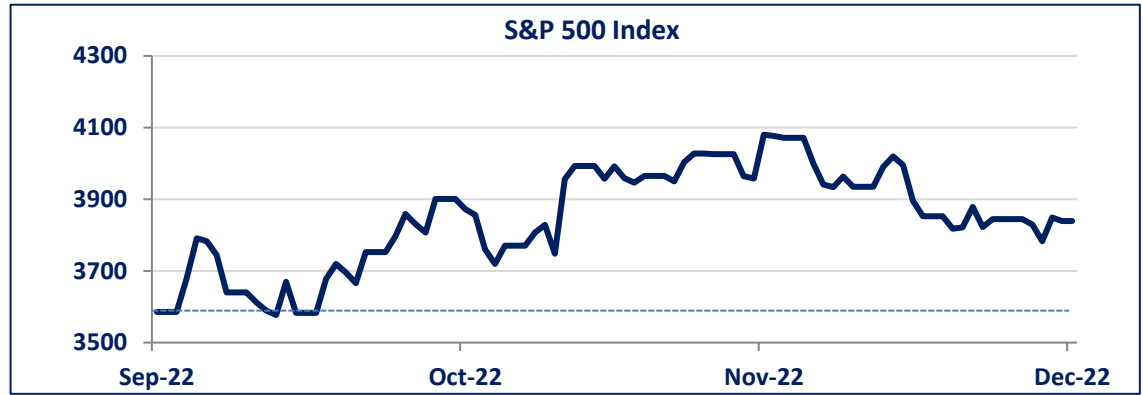


S&P 500 (Domestic Stocks)

Quarterly Return: 7.55%

Key Points

- Fed Continues to Raise Rates
- Pace of Inflation Increase Slows
- Food Prices Climb

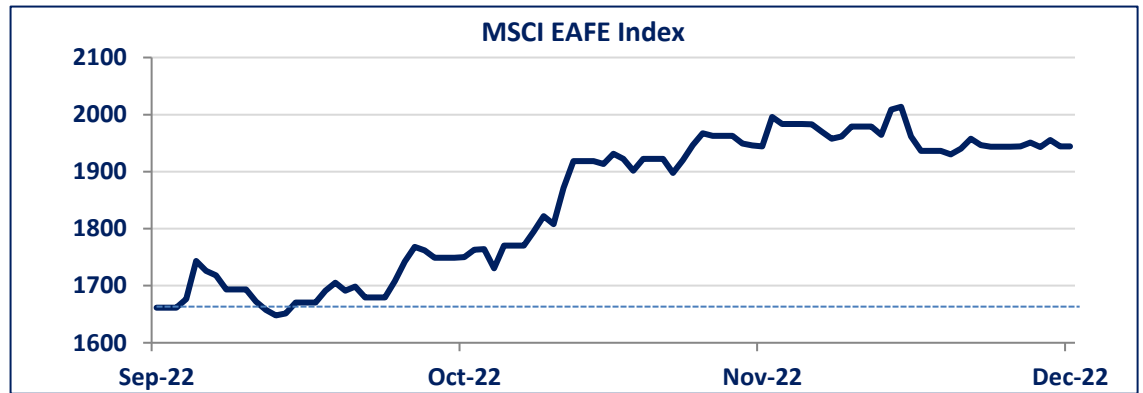


MSCI EAFE (International Stocks)

Quarterly Return: 17.40%

Key Points

- Central Banks Raise Rates on Global Scale
- Russian/Ukraine War Drags On
- China Lifts Strict COVID Lockdowns

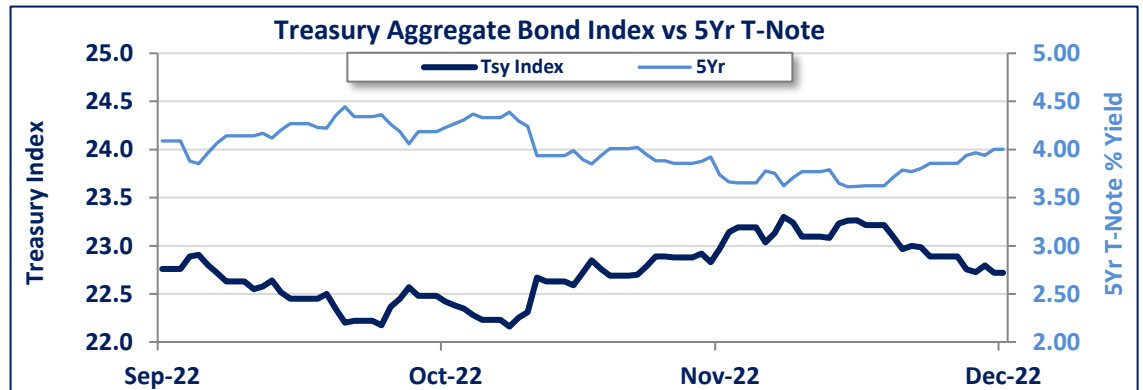


iShares US Treasury Bond Index (Domestic Fixed-Income)

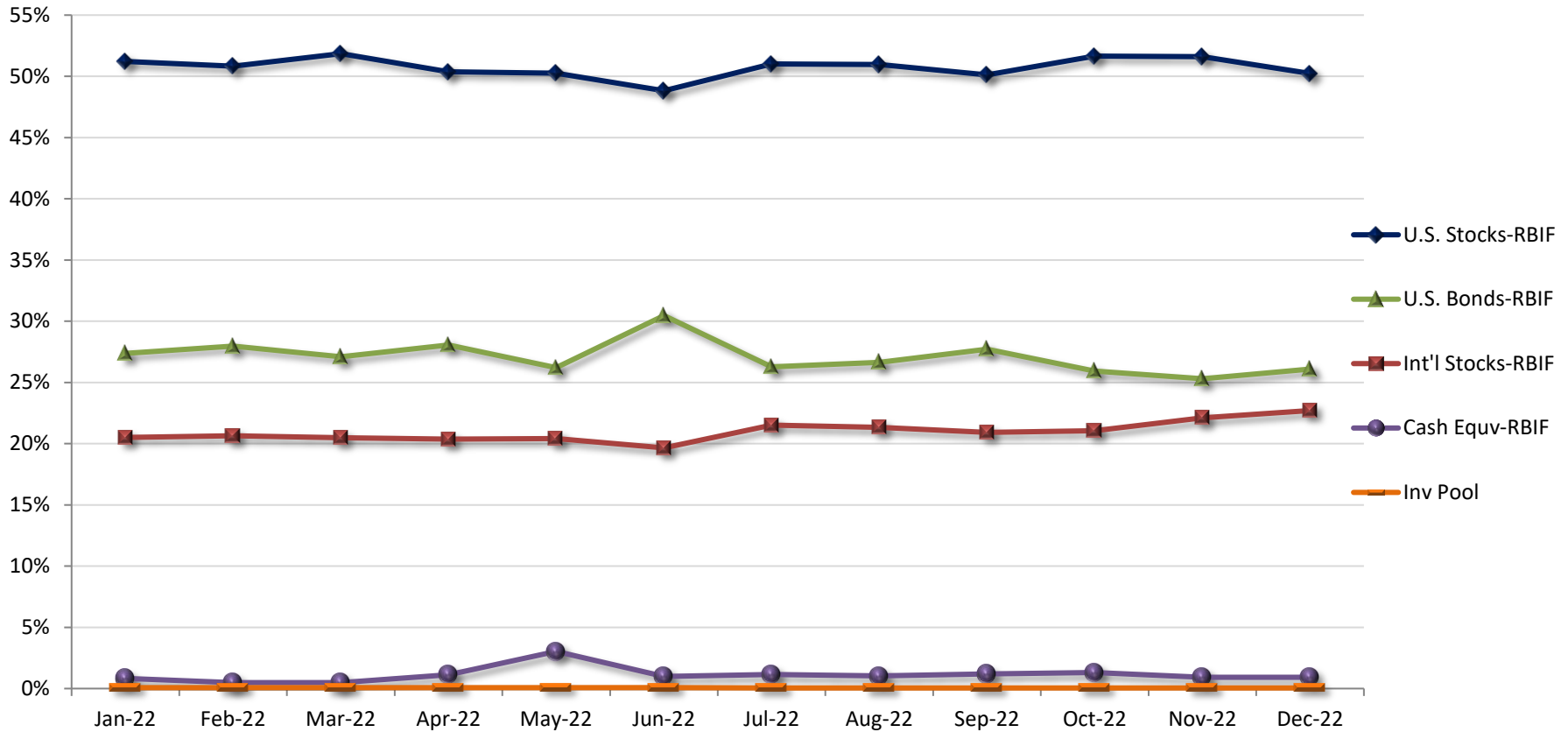
Quarterly Return: 0.58%

Key Points

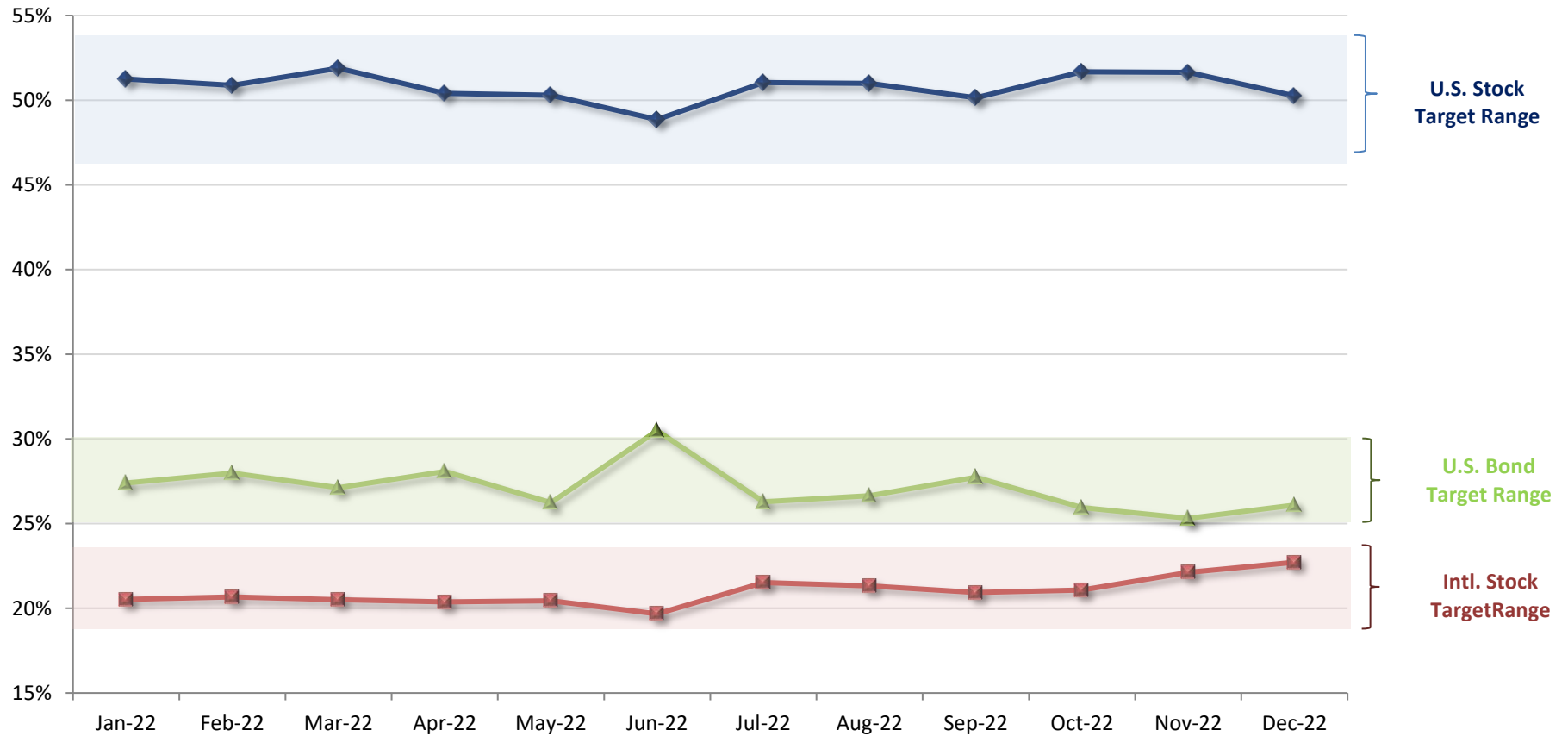
- Inflation Slows
- Fed Aggressively Raises Rates
- Investors Flow to Longer Dated Treasuries



Source: Bloomberg, FHN Main Street

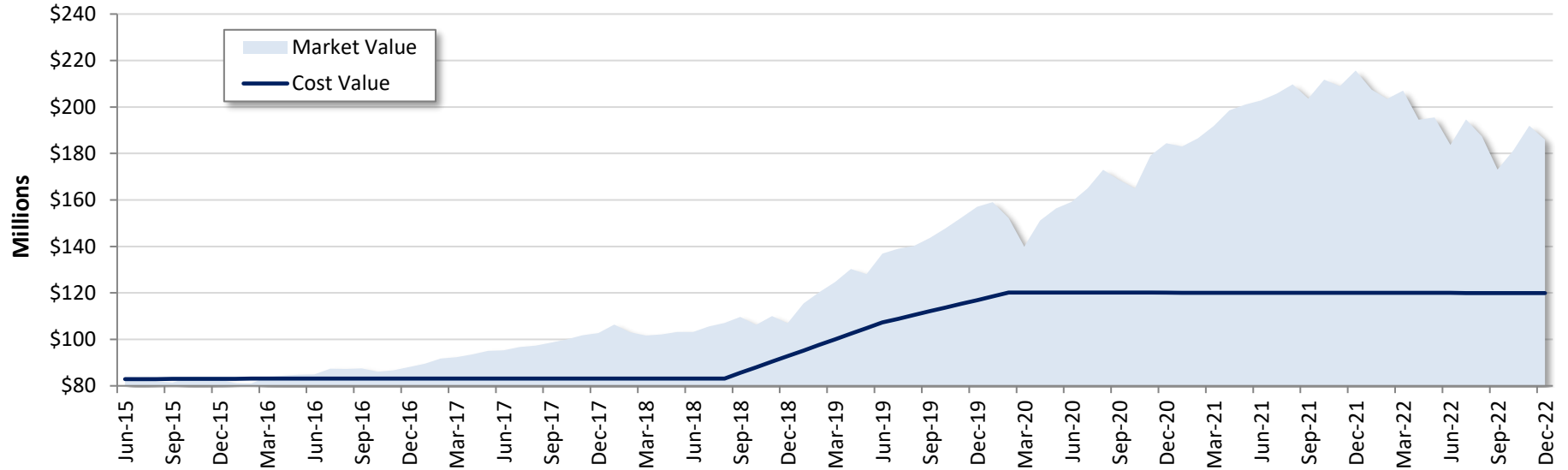


Sector	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22
CC Inv Pool	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%
U.S. Stocks - RBIF	51.2%	50.8%	51.9%	50.4%	50.2%	48.8%	51.0%	51.0%	50.1%	51.6%	51.6%	50.2%
U.S. Bonds - RBIF	27.4%	28.0%	27.1%	28.1%	26.2%	30.5%	26.3%	26.6%	27.7%	25.9%	25.3%	26.1%
Int'l Stocks - RBIF	20.5%	20.6%	20.5%	20.4%	20.4%	19.7%	21.5%	21.3%	20.9%	21.1%	22.1%	22.7%
Cash Equiv - RBIF	0.8%	0.5%	0.5%	1.1%	3.0%	1.0%	1.2%	1.0%	1.2%	1.3%	0.9%	0.9%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

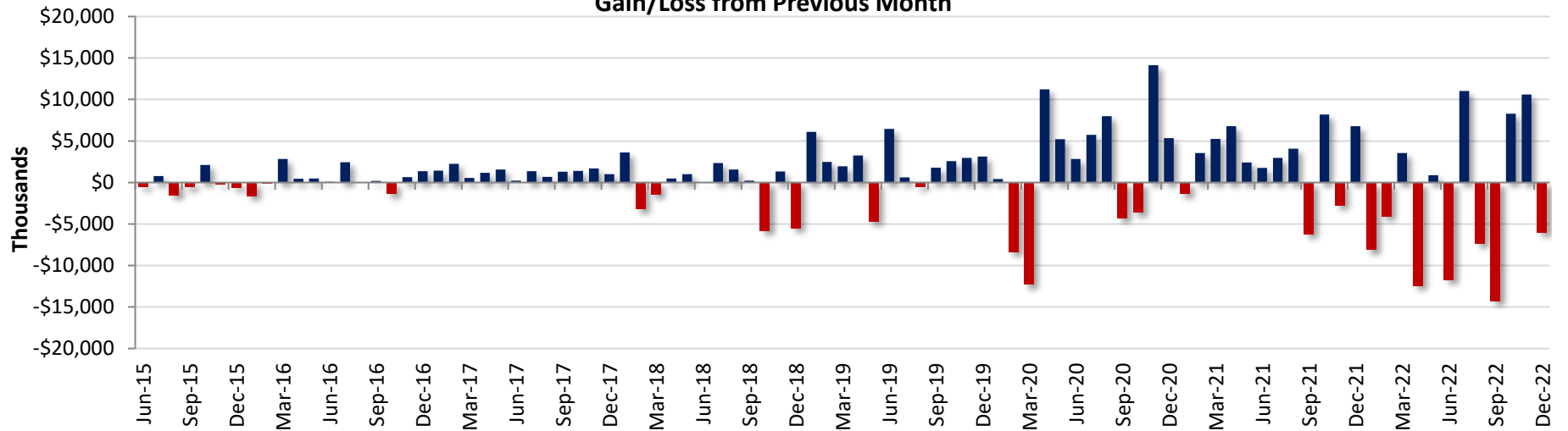


RBIF Sector	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22
U.S. Stocks - RBIF	51.2%	50.9%	51.9%	50.4%	50.3%	48.9%	51.0%	51.0%	50.1%	51.7%	51.6%	50.3%
Int'l Stocks - RBIF	20.5%	20.7%	20.5%	20.4%	20.4%	19.7%	21.5%	21.3%	20.9%	21.1%	22.1%	22.7%
U.S. Bonds - RBIF	27.4%	28.0%	27.1%	28.1%	26.2%	30.5%	26.3%	26.7%	27.7%	26.0%	25.3%	26.1%
Cash Equiv - RBIF	0.8%	0.5%	0.5%	1.1%	3.0%	1.0%	1.2%	1.0%	1.2%	1.3%	0.9%	0.9%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

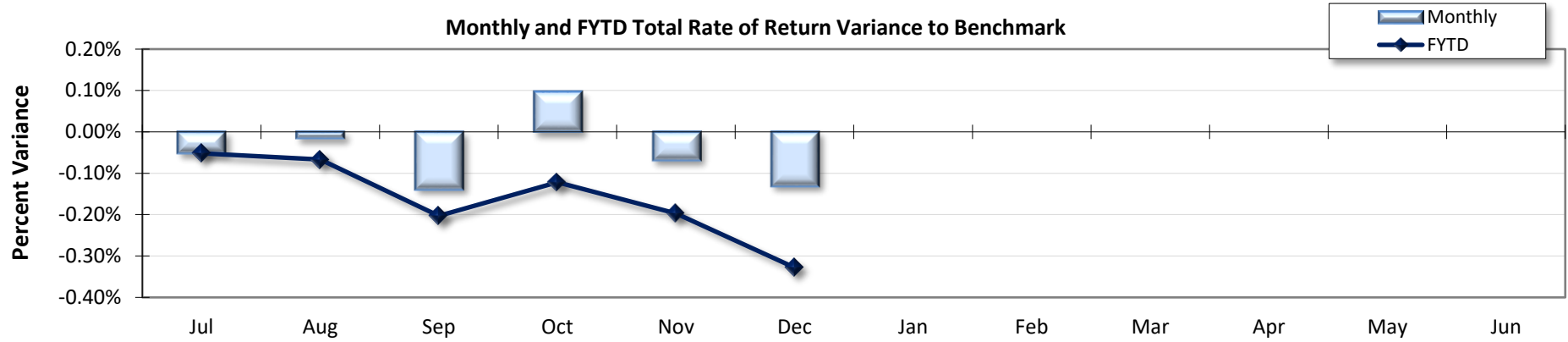
Cost Value vs. Market Value



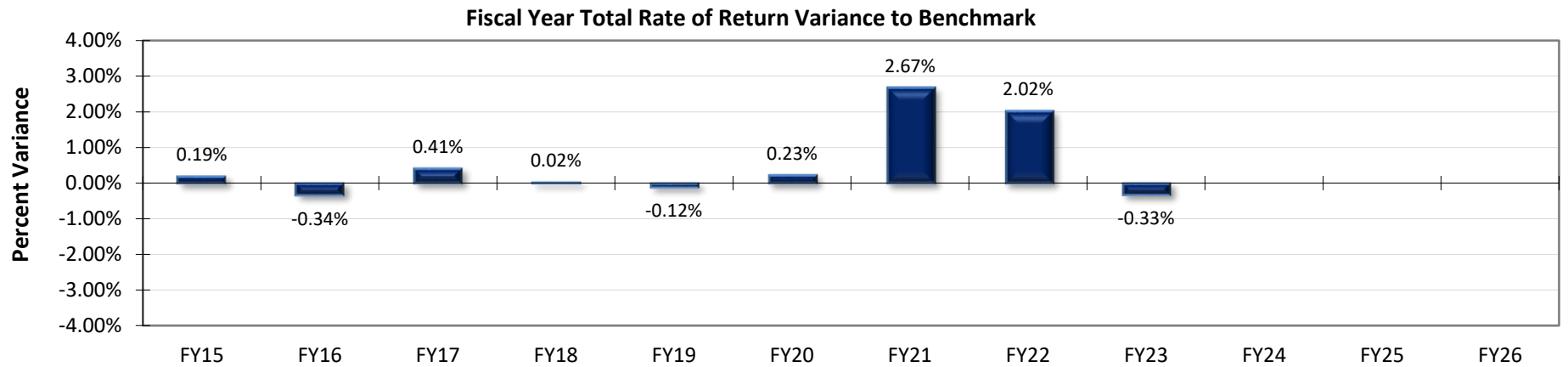
Gain/Loss from Previous Month



Historical Total Rate of Return Performance - RBIF Investments Only

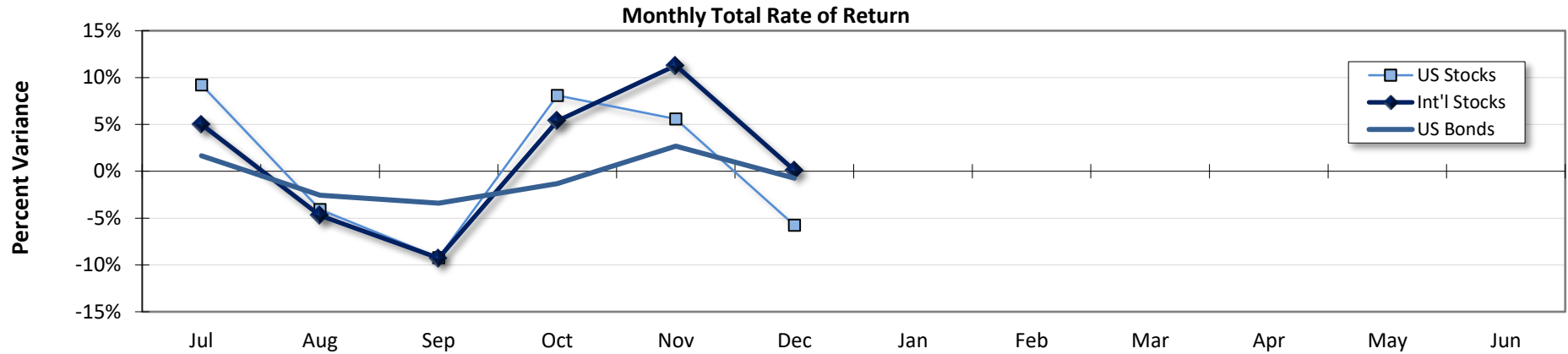


	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
RBIF Portfolio	6.012%	-3.777%	-7.626%	4.794%	5.844%	-3.155%						
RBIF Benchmark	6.064%	-3.761%	-7.488%	4.698%	5.913%	-3.025%						
Monthly Variance	-0.052%	-0.016%	-0.138%	0.096%	-0.069%	-0.131%						
FYTD Variance	-0.052%	-0.067%	-0.203%	-0.122%	-0.197%	-0.328%						

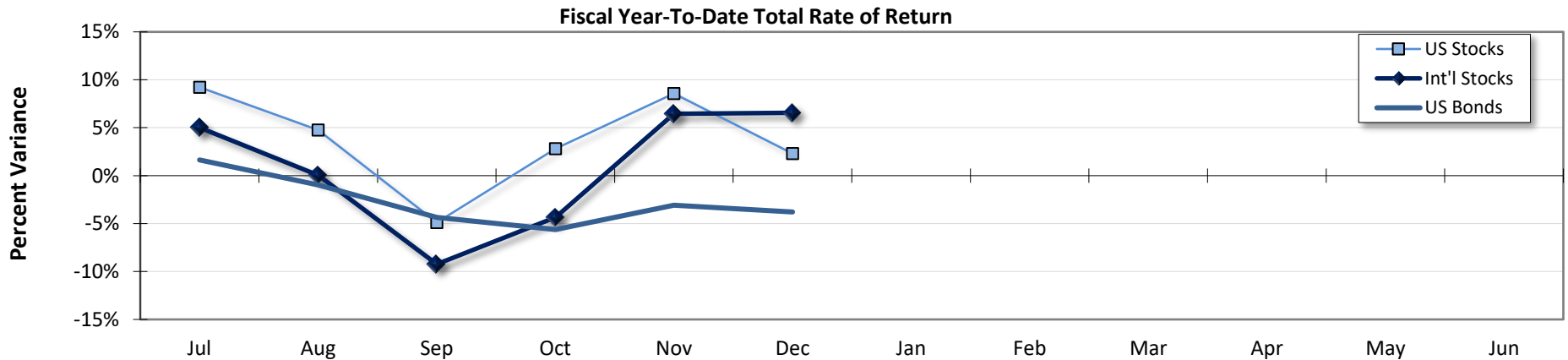


FYTD	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26
RBIF Portfolio	2.61%	1.59%	12.51%	8.33%	7.82%	6.65%	27.44%	-9.38%	1.22%			
Benchmark	2.42%	1.93%	12.10%	8.31%	7.94%	6.42%	24.77%	-11.40%	1.55%			
Yearly Variance	0.19%	-0.34%	0.41%	0.02%	-0.12%	0.23%	2.67%	2.02%	-0.33%			

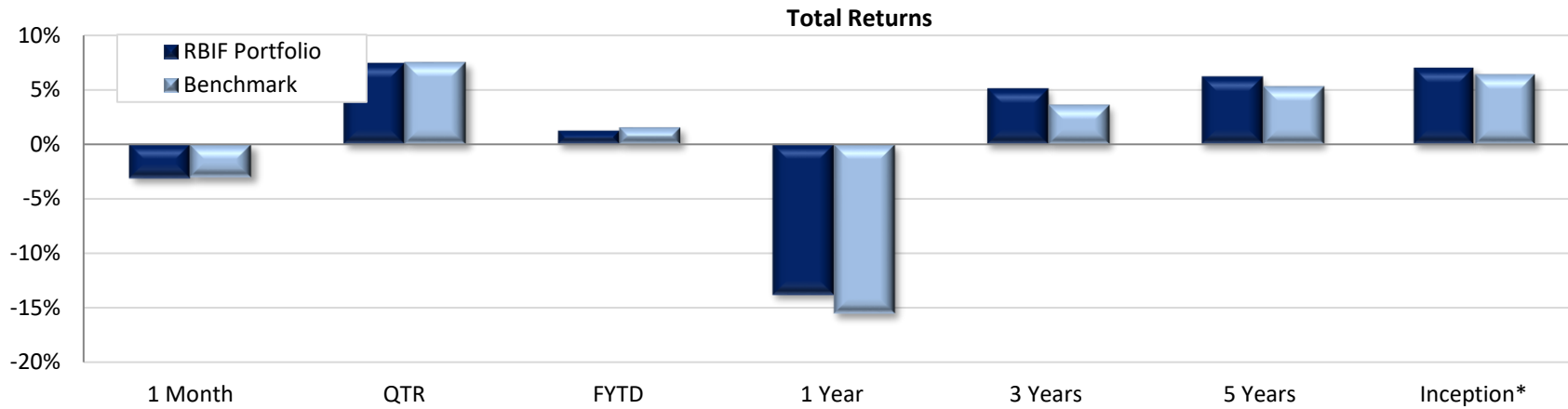
Benchmark: 49% S&P 500, 30% Barclays Aggregate Bond, 21% MSCI EAFE -- RBIF Returns are net of fees
 FY 2015 Started for the month ending February 2015



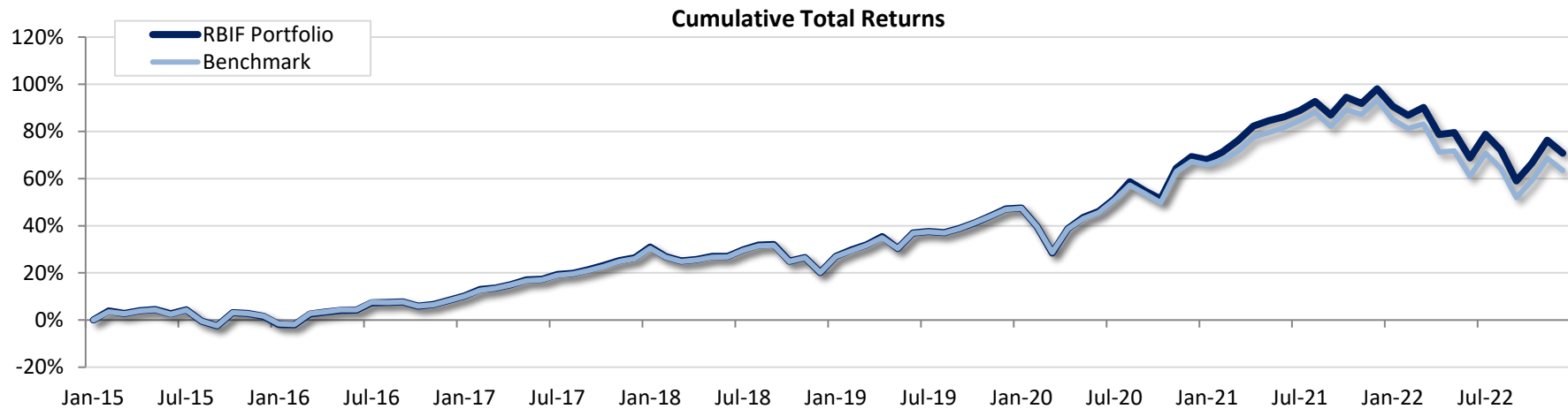
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
U.S. Stocks	9.23%	-4.08%	-9.22%	8.10%	5.59%	-5.77%						
Int'l Stocks	5.00%	-4.72%	-9.28%	5.38%	11.29%	0.11%						
U.S. Bonds	1.64%	-2.57%	-3.41%	-1.33%	2.68%	-0.73%						



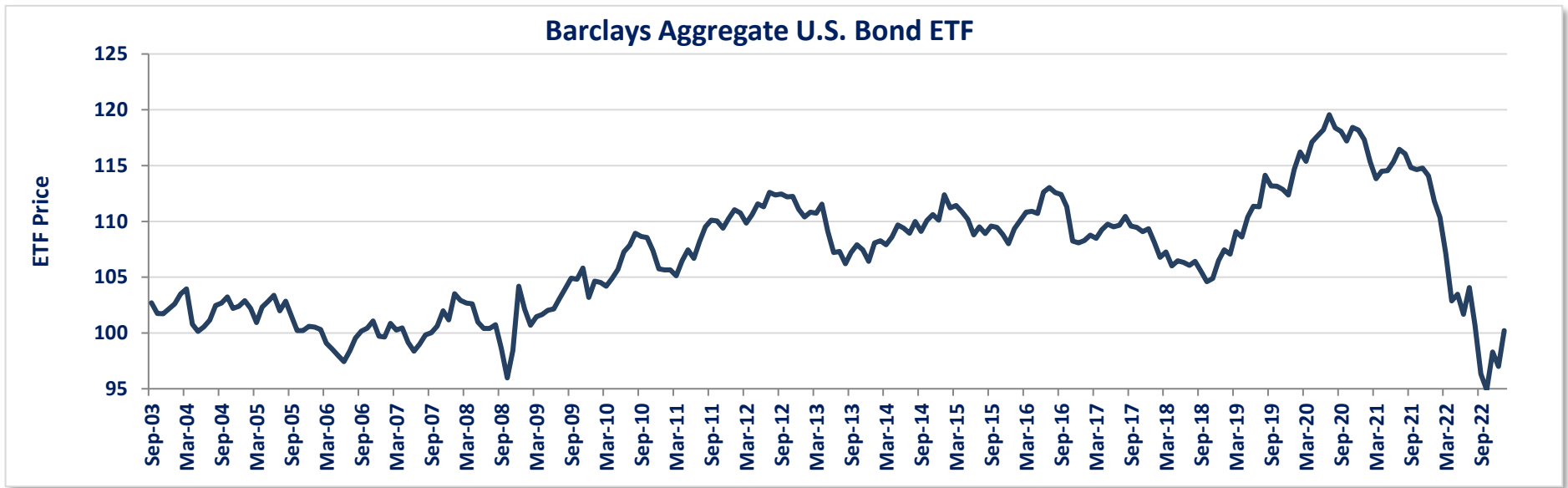
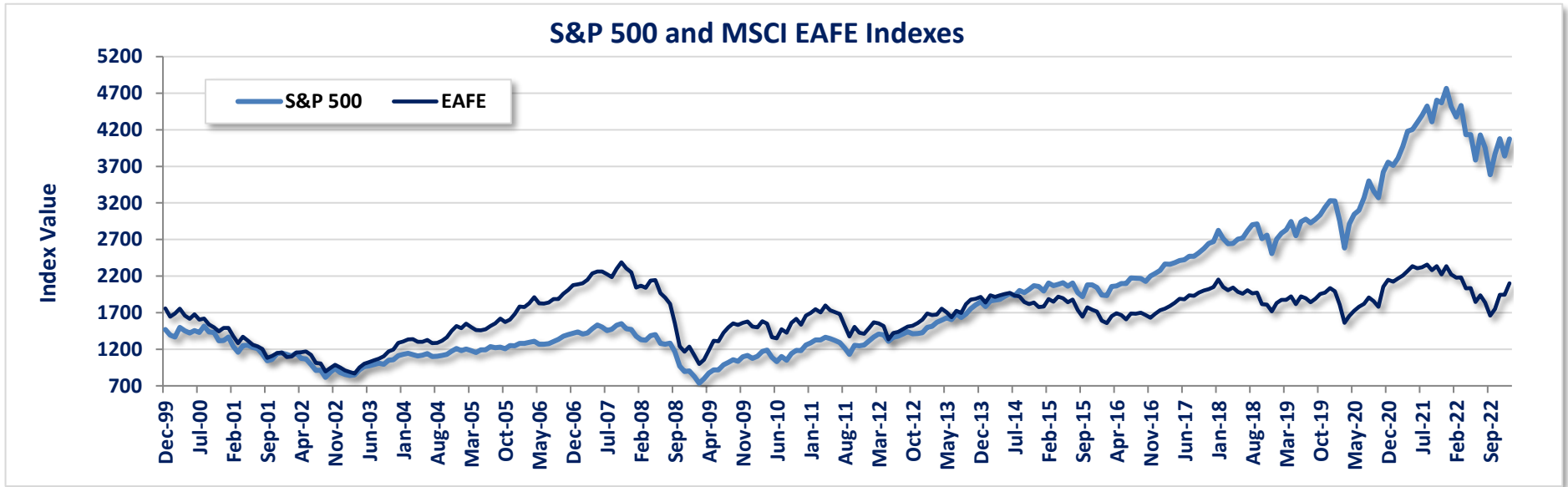
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
U.S. Stocks	9.23%	4.77%	-4.88%	2.82%	8.56%	2.30%						
Int'l Stocks	5.00%	0.04%	-9.24%	-4.35%	6.45%	6.56%						
U.S. Bonds	1.64%	-0.97%	-4.35%	-5.62%	-3.09%	-3.80%						



	Latest Month	Latest QTR	FYTD	One Year	Three Years	Five Years	Since Inception*
RBIF Portfolio	-3.16%	7.42%	1.22%	-13.80%	5.09%	6.19%	6.99%
Benchmark	-3.02%	7.54%	1.55%	-15.51%	3.62%	5.32%	6.40%
Variance	-0.13%	-0.12%	-0.33%	1.71%	1.47%	0.86%	0.59%



*Inception Date of 1/31/2015



Data Source: Bloomberg

Glossary and Disclosure

Report Source Data:

RBIF: Bank of New York Mellon

Benchmark: Bloomberg

Clark County Investment Pool: FHN Main Street

RBIF Information:

RBIF investments are overseen by Nevada PERS personnel

Investment object is to generate an 8% long-term return, exceeding CPI by 4.5%

Asset classes will be rebalanced according to range triggers shown on page 2

Rebalancing funding source/destination shall be those asset classes furthest away from their targets

Glossary:

S&P 500: S&P index capturing large-cap U.S. based companies

MSCI EAFE: MSCI index capturing large and mid-cap equities across developed markets in EAFE (Europe, Australasia, and the Far East), excluding the U.S. and Canada

Barclays Aggregate Treasury Index: ETF which seeks to track the investment results of an index composed of U.S. Treasury bonds and notes

Barclays Aggregate Bond: Barclays index which tracks an index of U.S. investment-grade government (including mortgage-backed) and corporate bonds

ETF: Exchange traded fund, is a marketable security that tracks an index, such as the Barclays Aggregate Bond Index

Investment Pool: Short-term, high quality fixed income pool overseen by the Clark County Treasurer

Although this information has been obtained from sources which we believe to be reliable, we do not guarantee its accuracy, and it may be incomplete or condensed. This is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. All herein listed securities are subject to availability and change in price. Past performance is not indicative of future results, and changes in any assumptions may have a material effect on projected results. Ratings on all securities are subject to change.

FHN Financial Capital Markets, FHN Financial Portfolio Advisors, and FHN Financial Municipal Advisors are divisions of First Horizon Bank. FHN Financial Securities Corp., FHN Financial Main Street Advisors, LLC, and FHN Financial Capital Assets Corp. are wholly owned subsidiaries of First Horizon Bank. FHN Financial Securities Corp. is a member of FINRA and SIPC — <http://www.sipc.org/>.

FHN Financial Municipal Advisors is a registered municipal advisor. FHN Financial Portfolio Advisors is a portfolio manager operating under the trust powers of First Horizon Bank. FHN Financial Main Street Advisors, LLC is a registered investment advisor. None of the other FHN entities, including FHN Financial Capital Markets, FHN Financial Securities Corp., or FHN Financial Capital Assets Corp. are acting as your advisor, and none owe a fiduciary duty under the securities laws to you, any municipal entity, or any obligated person with respect to, among other things, the information and material contained in this communication. Instead, these FHN entities are acting for their own interests. You should discuss any information or material contained in this communication with any and all internal or external advisors and experts that you deem appropriate before acting on this information or material.

FHN Financial, through First Horizon Bank or its affiliates, offers investment products and services. Investment products are not FDIC insured, have no bank guarantee, and may lose value.

Clark County

OPEB Trust

Economic & Market Update

February 23, 2023

Rick Phillips, President
Tonya Dazzio, Chief Operating Officer
Greg Balls, CFA, Assistant Chief Investment Officer



10655 Park Run Drive #120
Las Vegas, NV 89144
702-575-6600

Hanging on Powell's Every Word

BREAKING NEWS POWELL: ONGOING INCREASES APPROPRIATE TO GET TO 'SUFFICIENTLY RESTRICTIVE'

EURO	+0.53%
YEN	-0.42%
POUND	-0.15%

1:37p | CNBC

BREAKING NEWS POWELL: ECI, AVERAGE HOURLY EARNINGS OFF HIGHS BUT STILL FAIRLY ELEVATED

ALIS [+0.58%]

866.92

9:30a 12p 2p 4p

NASDAQ	11,756.68
CHANGE	+172.12
% CHANGE	+1.49%

2:48p | CNBC

BREAKING NEWS POWELL: COVERED A LOT OF GROUND, FULL EFFECTS YET TO BE FELT

U.S. 10 YR/3 M SPREAD -1.243 -0.079 [+6.79%]

-1.243

3a 5a 7a 9a 11a 1p

WTI (MAR)	76.95
WTI (APR)	77.27
NAT GAS (MAR)	2.505

1:52p | CNBC

BREAKING NEWS POWELL: EXPECT INFLATION TO CONTINUE TO MOVE UP IN HOUSING SERVICES, THEN DOWN

SPDR S&P BANK (KBE) 49.46 +0.69 [+1.41%]

49.46

9:30a 12p 2p 4p

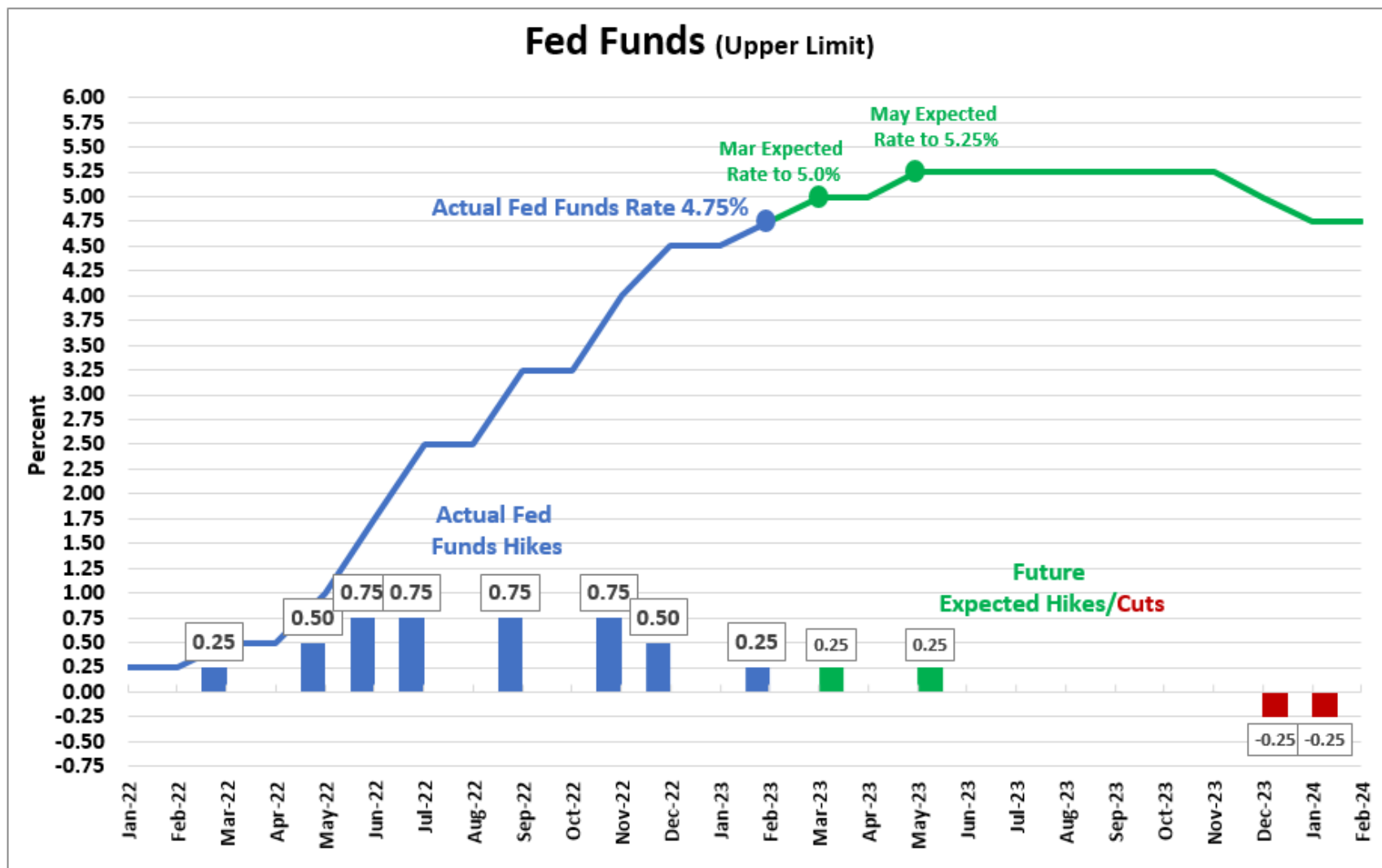
DOW	34,108.36
CHANGE	+22.32
% CHANGE	+0.07%

2:54p | CNBC



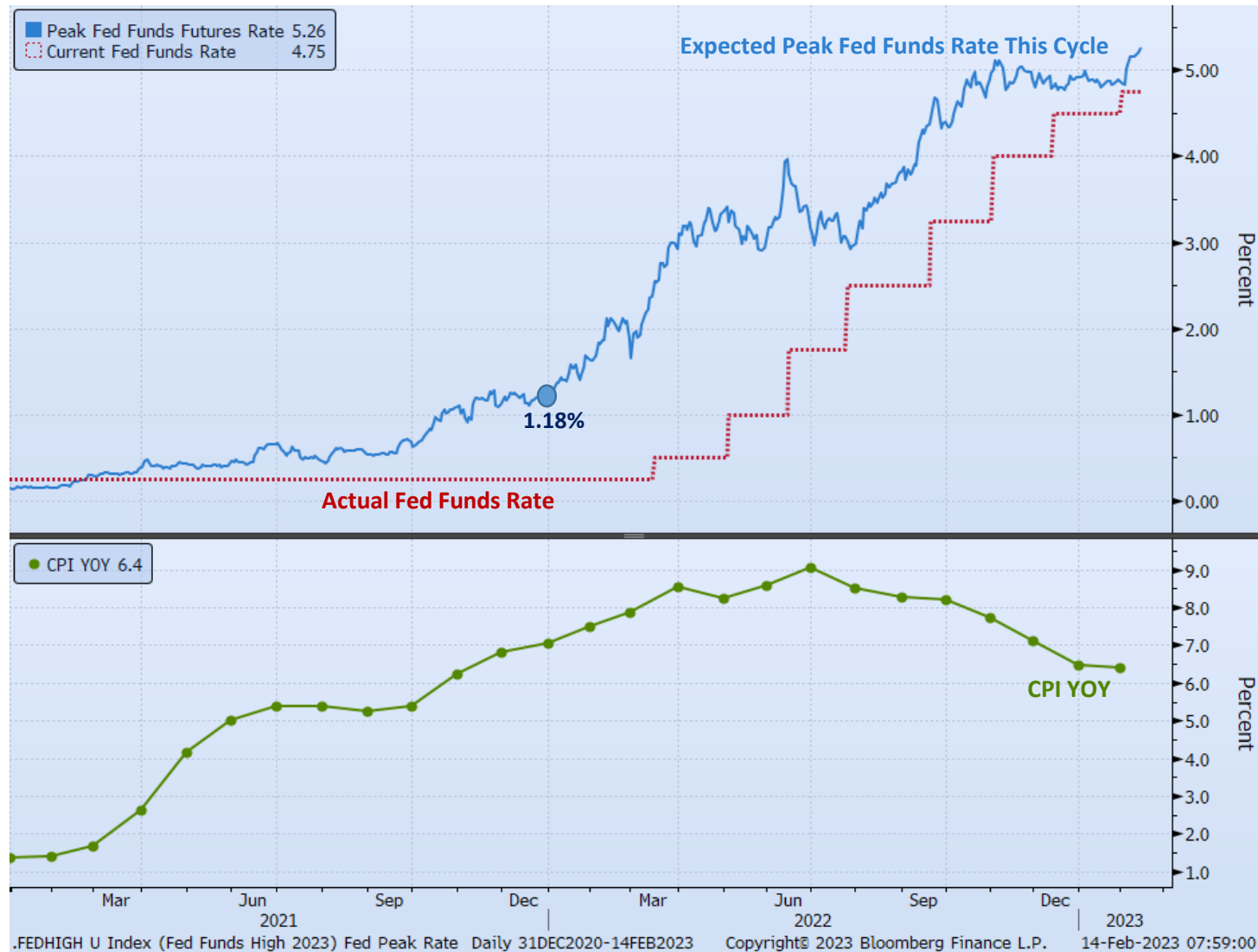
Source: CNBC, Hedgeye

Past Hikes and Current Fed Funds Futures Rates



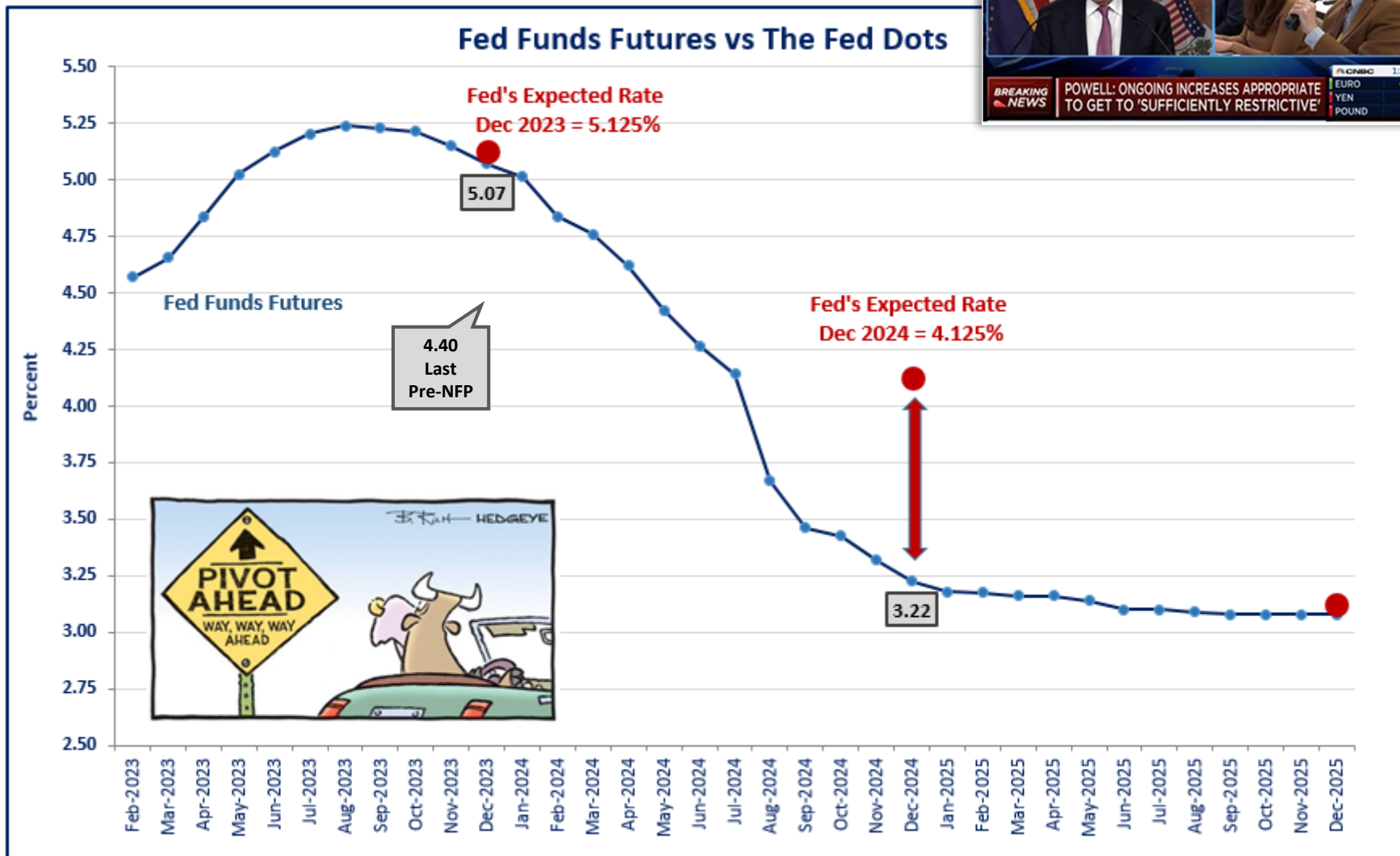
Source: Bloomberg

Past Hikes and Current Fed Funds Futures Rates...Good Luck Timing That!



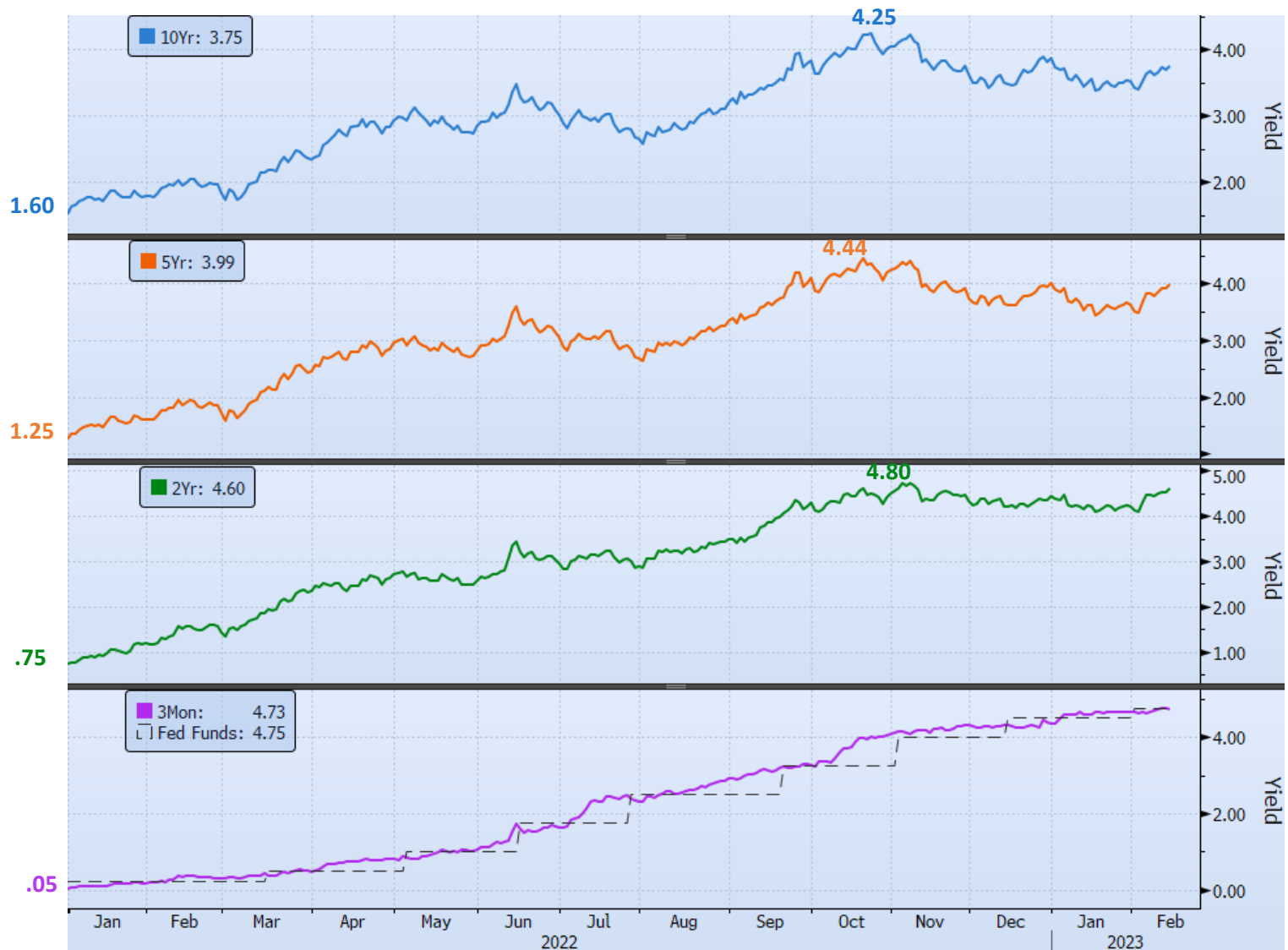
Source: Bloomberg

The Market Expects a 2023 Pivot...The Fed Does Not



Source: Bloomberg

Treasury Rates Since Jan 2022



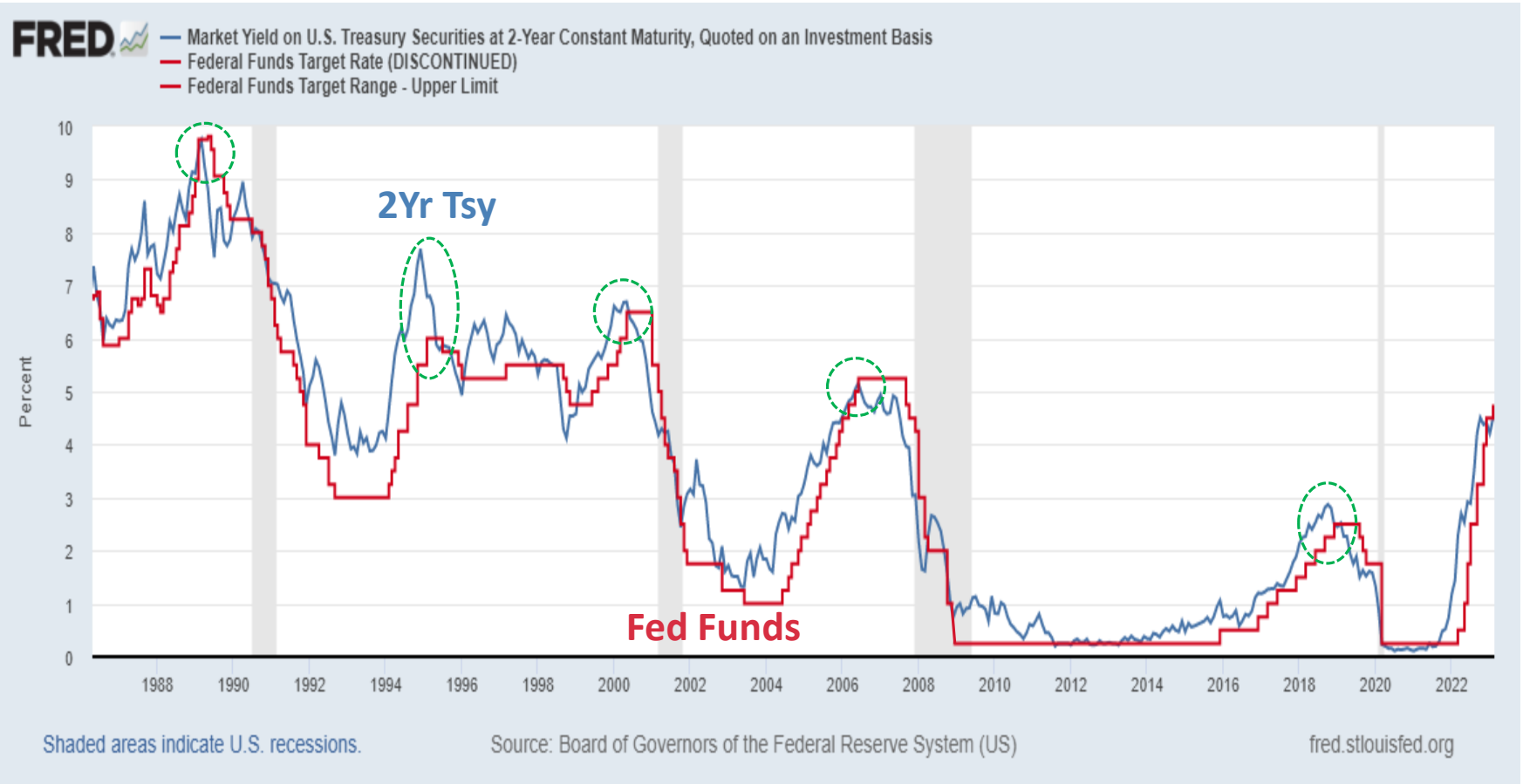
Source: Bloomberg

USGG10YR Index (US Generic Govt 10 Yr) 10Y 5Y 2Y 3M Sep OneYr Daily 31DEC2021-14FEB2023

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14-Feb-2023 07:37:13

Fed Funds vs. 2 Year Treasury: The Fed is Almost Done

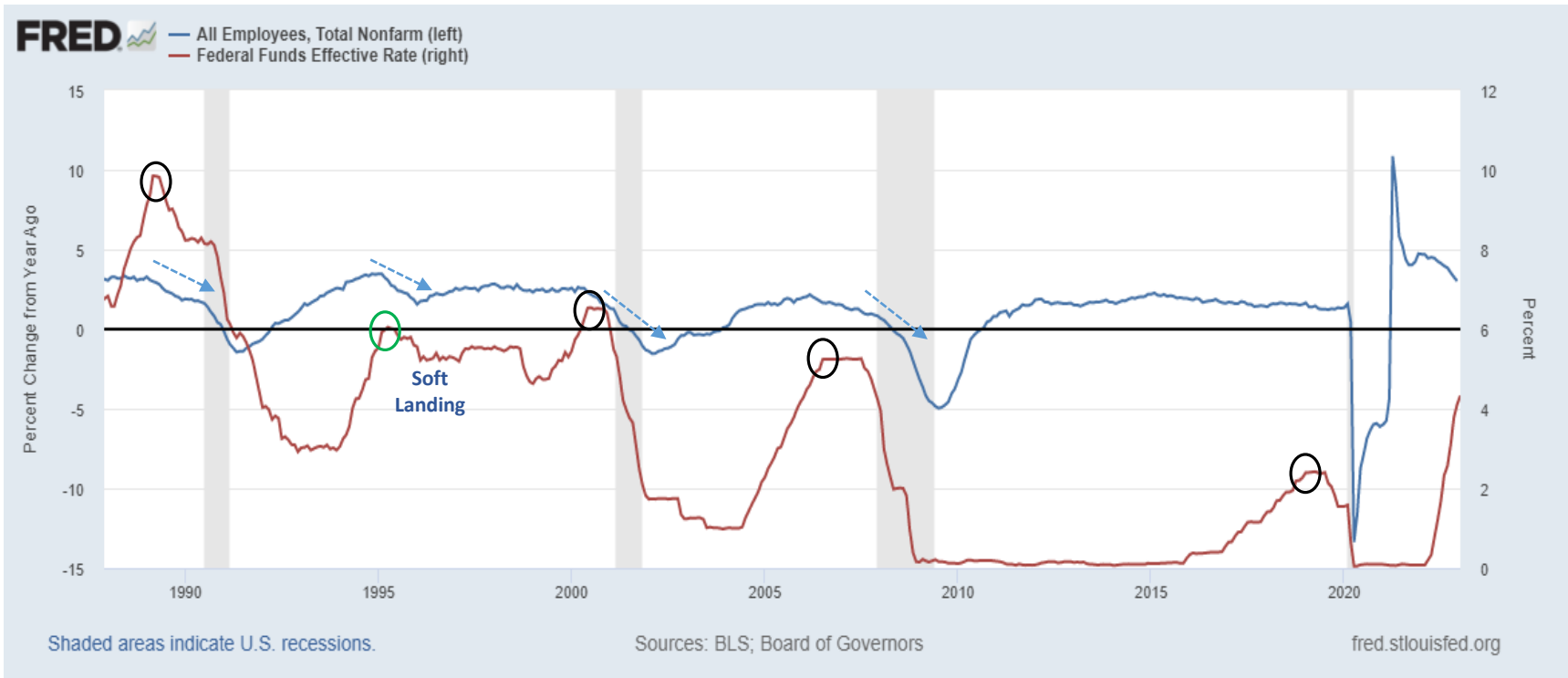


Source: Bloomberg

Fed Hikes/Cuts Have Delayed Effects

Barchart @Barchart

Since 1979, the National Bureau of Economic Research (in charge of declaring recessions) hasn't declared that recessions began until an average of 234 days after it began. So if you're waiting for a warning, look to the stock market which is more likely to be a leading indicator.



Source: FRED, CNBC, Twitter

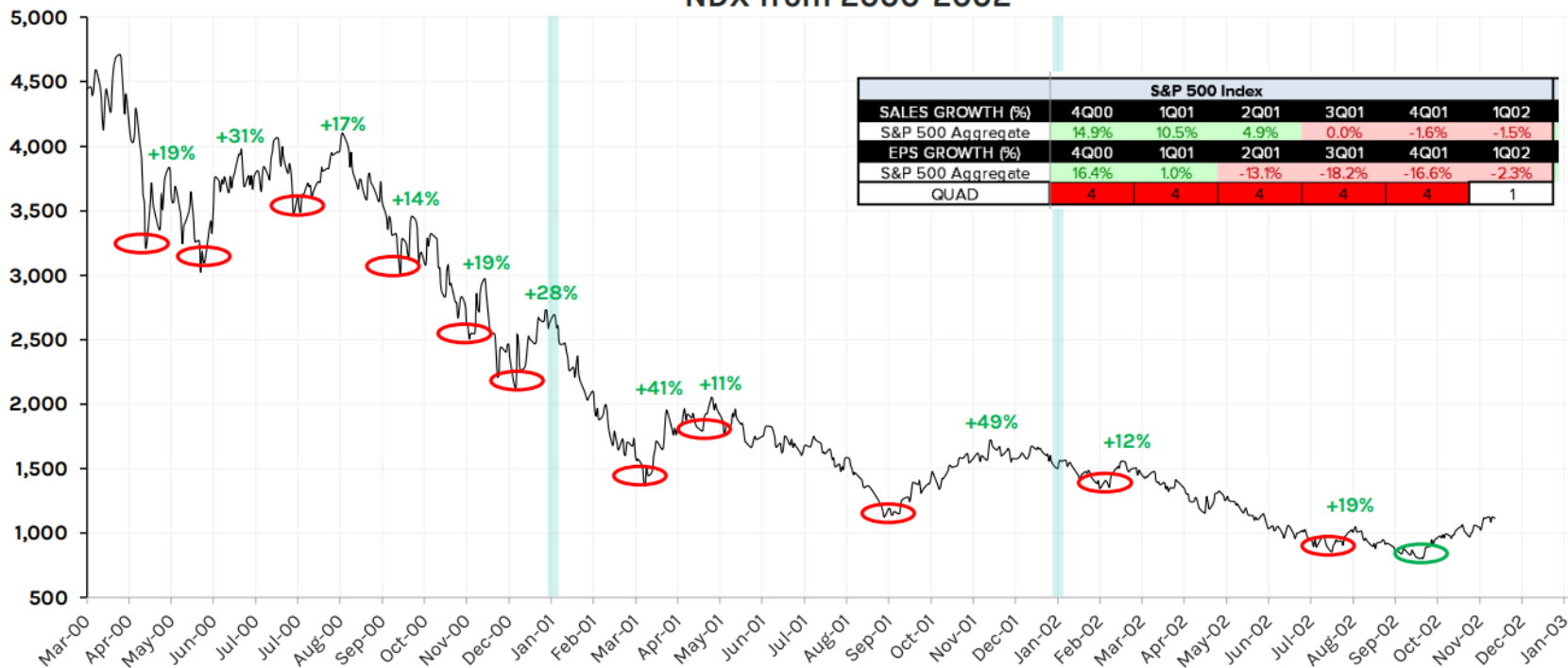
But Watch Out for Stock Market Head Fakes

Analog Reminder: 0 for 11 → 3 Years of Head fakes & False Dawns

HEDGEYE

Consecutive Quad4's: 2000-2002 Cycle Analog The Nasdaq had 11 rallies of more than 10% and 4 that were b/w 28-49% over the 3 year bear market

NDX from 2000-2002



The NASDAQ 100: Mar 2000 to Oct 2002 = -84%

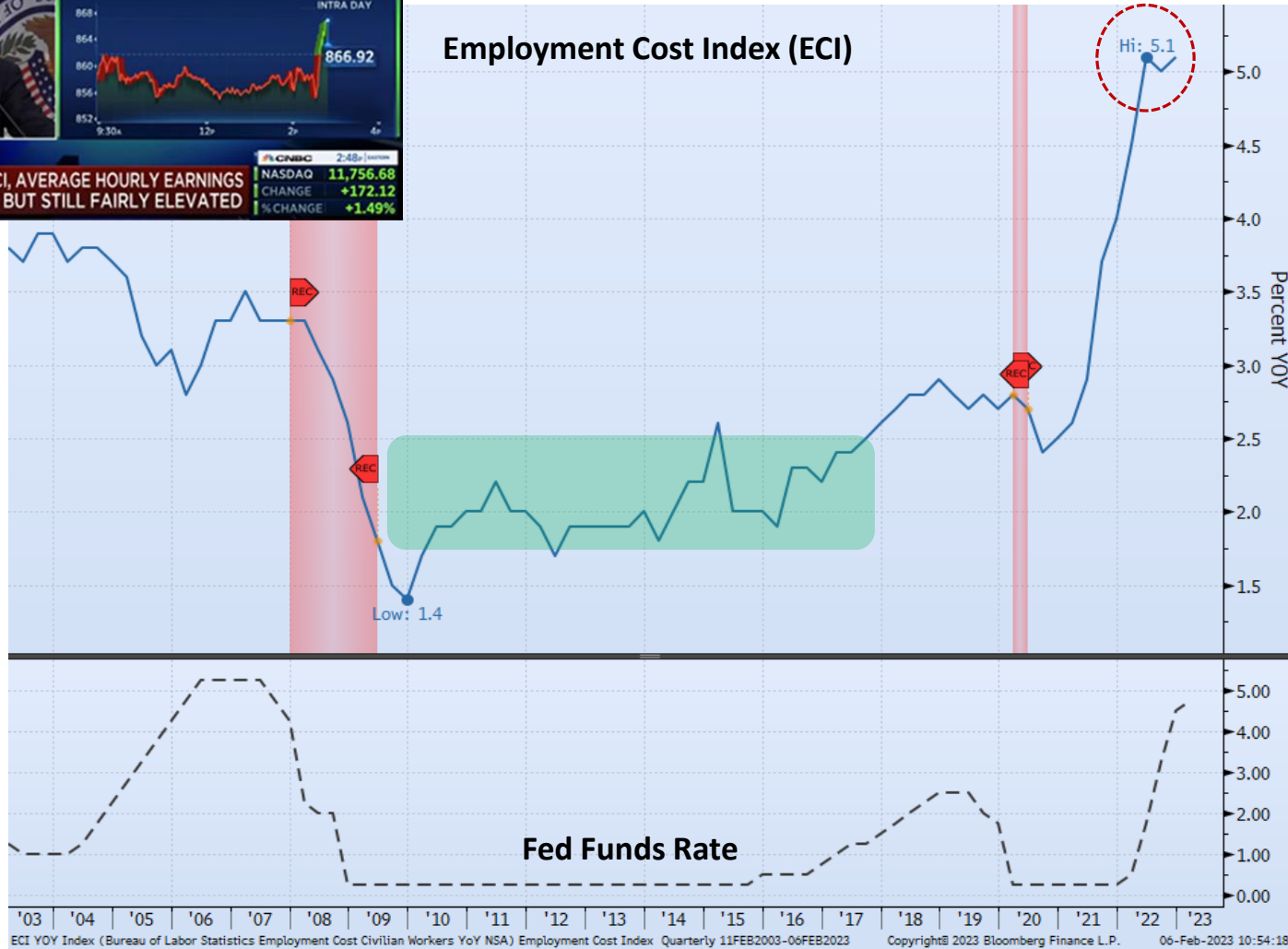
Source: Hedgeye

Not Fed Pivot Fodder

1LS
[+0.58%]
INTRA DAY
866.92

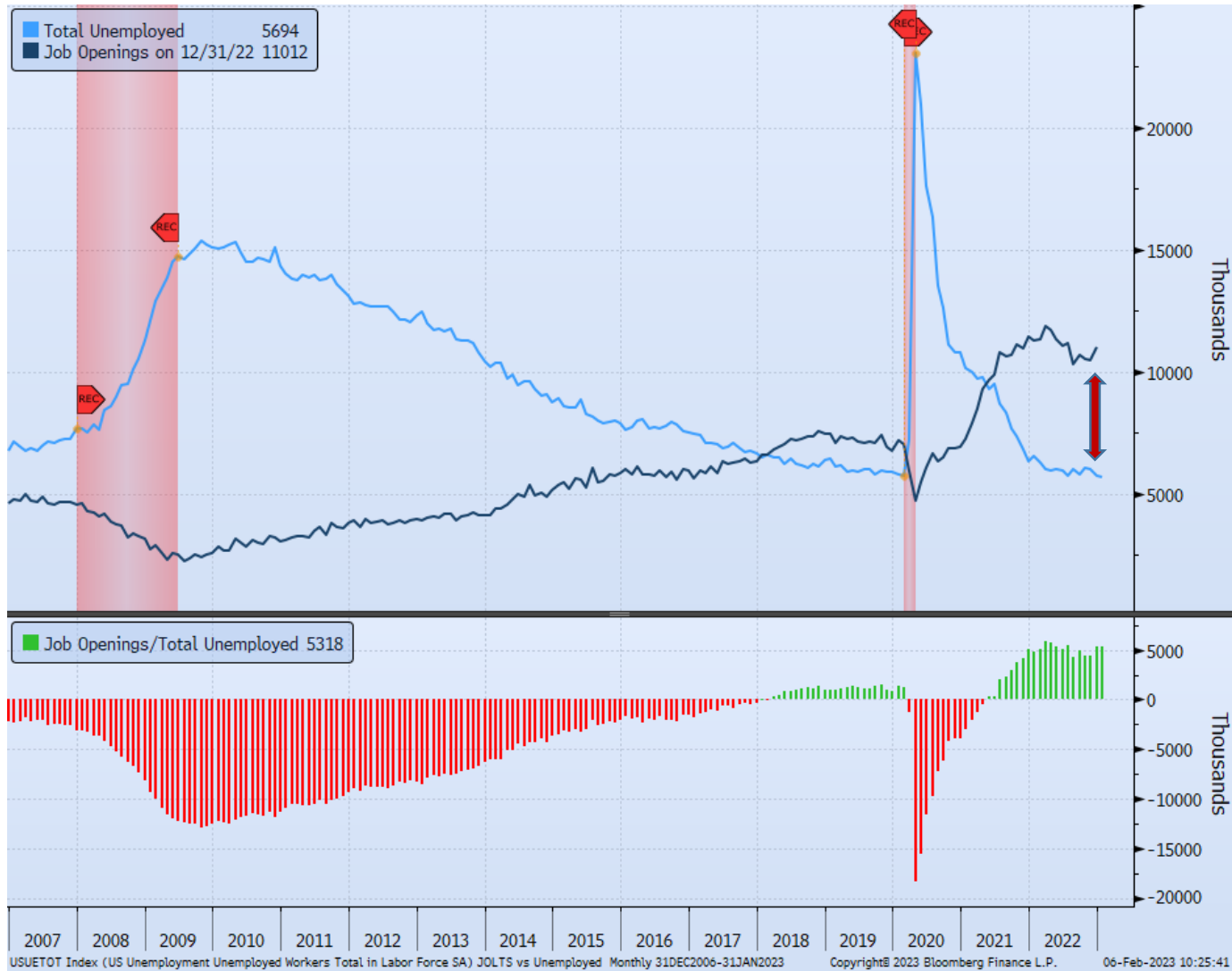
BREAKING NEWS
POWELL: ECI, AVERAGE HOURLY EARNINGS OFF HIGHS BUT STILL FAIRLY ELEVATED

NASDAQ 11,756.68
CHANGE +172.12
% CHANGE +1.49%



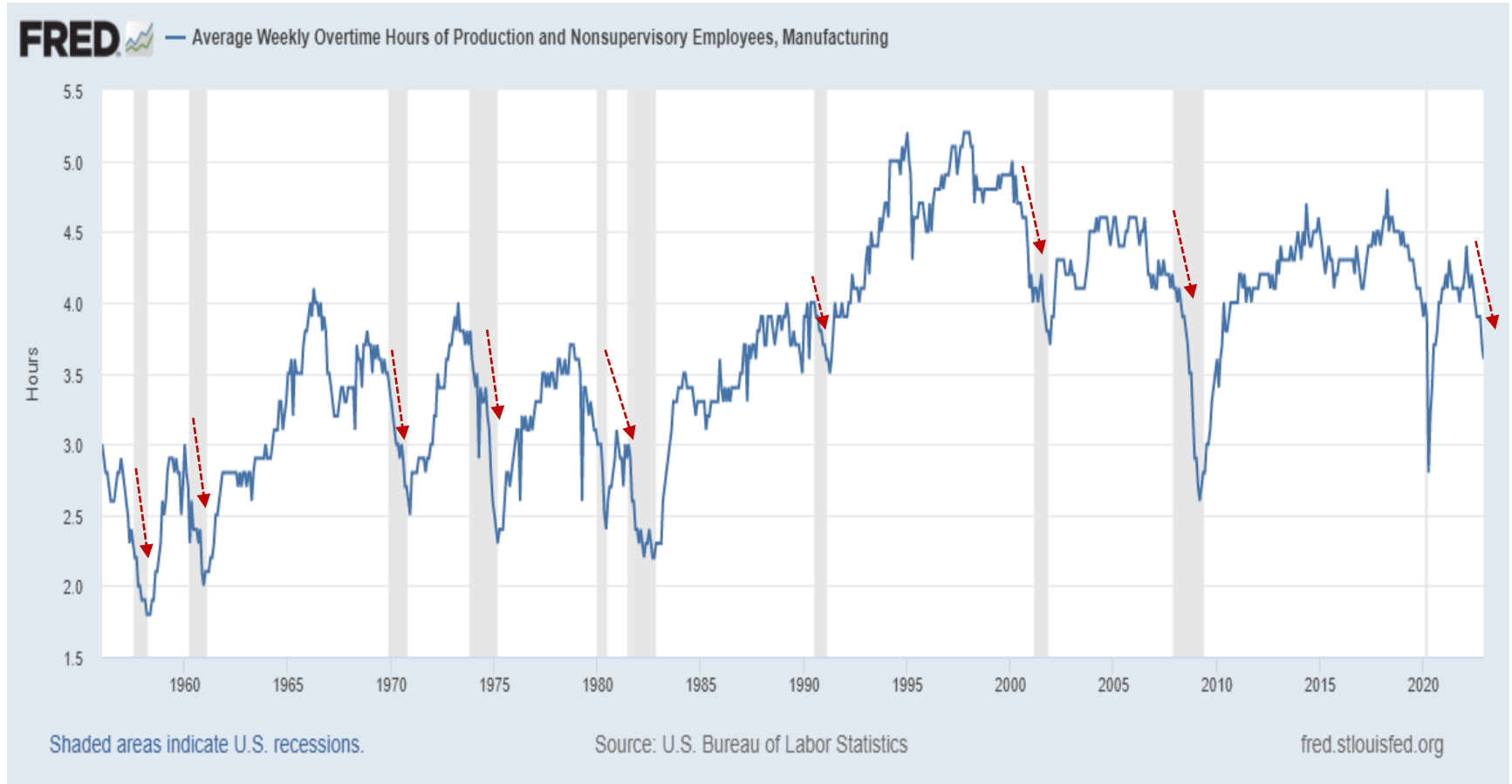
Source: Hedgeye, CNBC

A Shortage of Workers...Fed Wants This Gap to Close



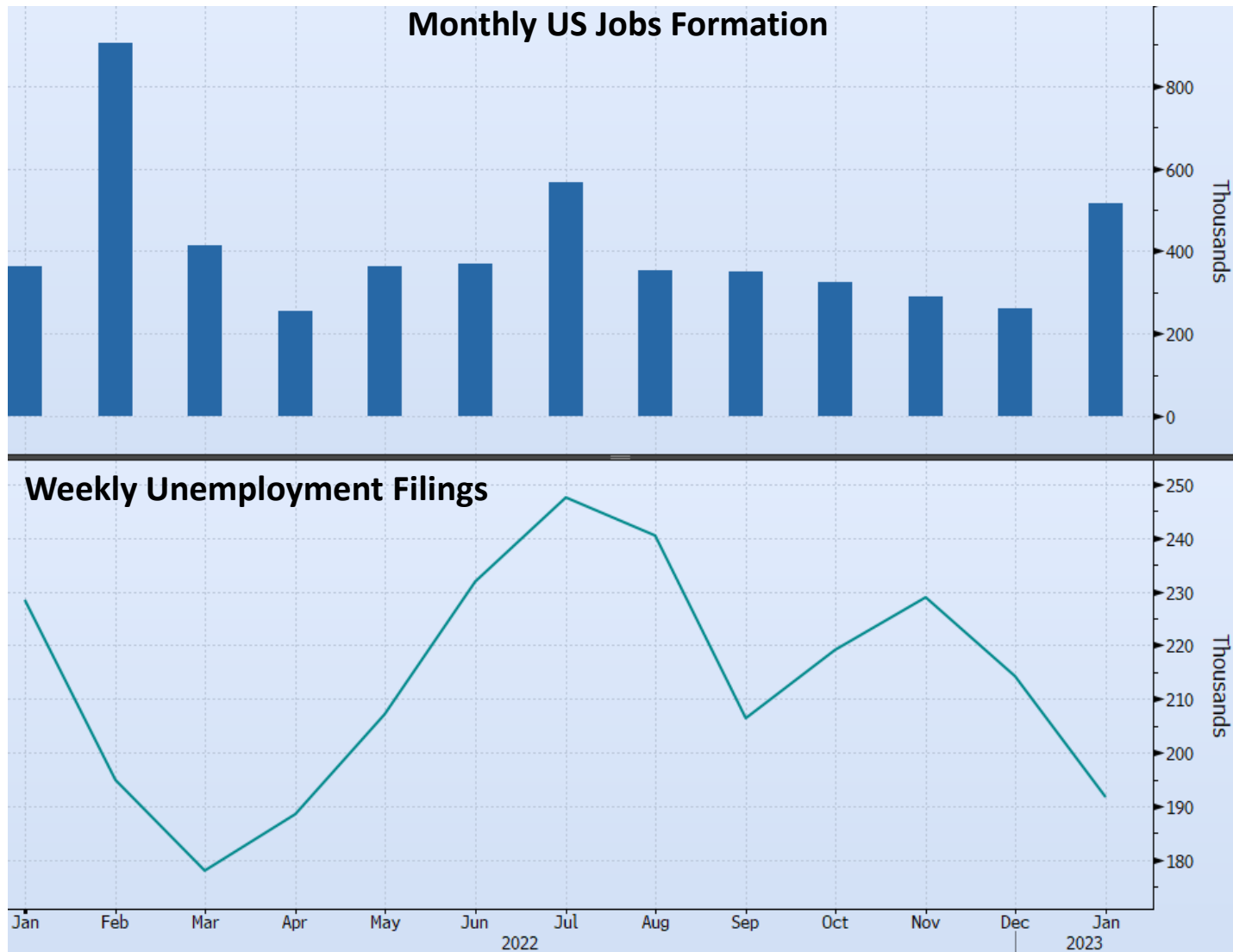
Source: Bloomberg

Overtime Hours Have Often Been a Good Economic Indicator...Not Looking Great



Source: FRED

But Other Employment Metrics Looking Good



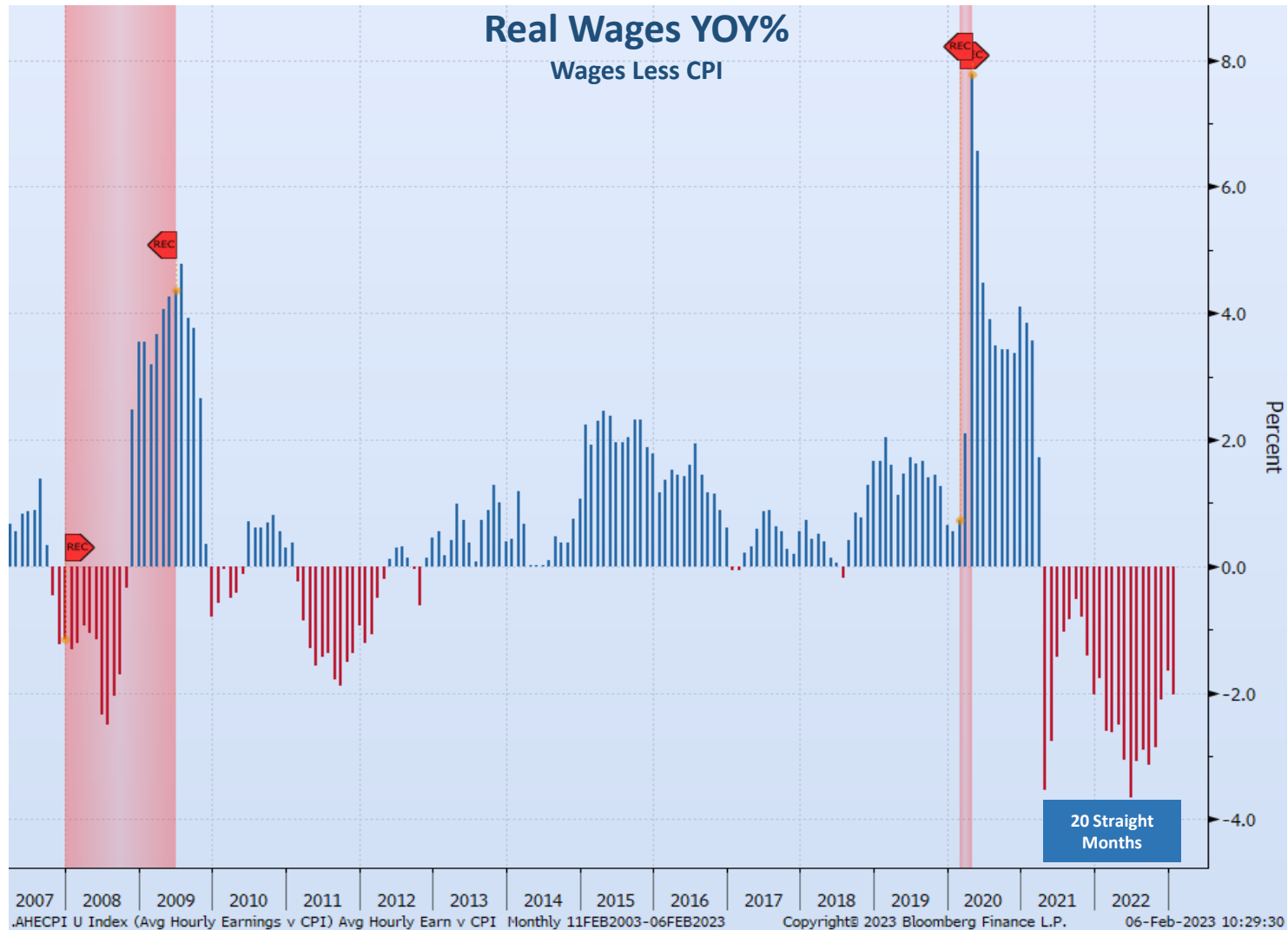
Source: Bloomberg

NFP TCH Index (US Employees on Nonfarm Payrolls Total MoM Net Change SA) NFP and Weekly Claims Monthly 31JAN2022-31JAN2023

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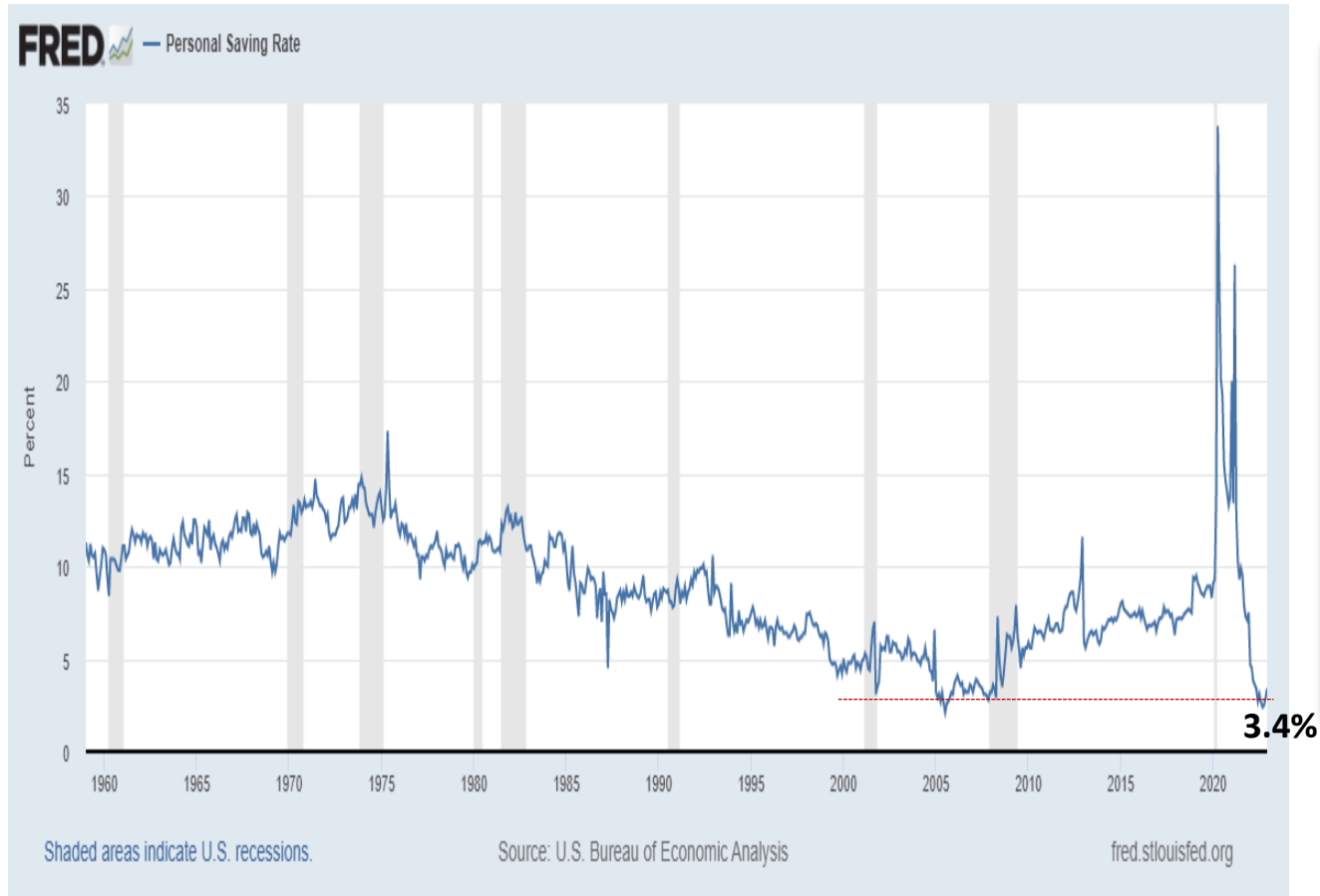
13-Feb-2023 05:59:41

One Reason Consumers are Pinched...Real (Inflation Adjusted) Wages are Deeply Negative



Source: Bloomberg

Not Much Savings For Most Americans



Jim Bianco biancor... · 1d · ...

Why Powell (correctly, in my opinion) is so focused on reining-in inflation. Here is an update. It is far worse than the 40% rate I often use.

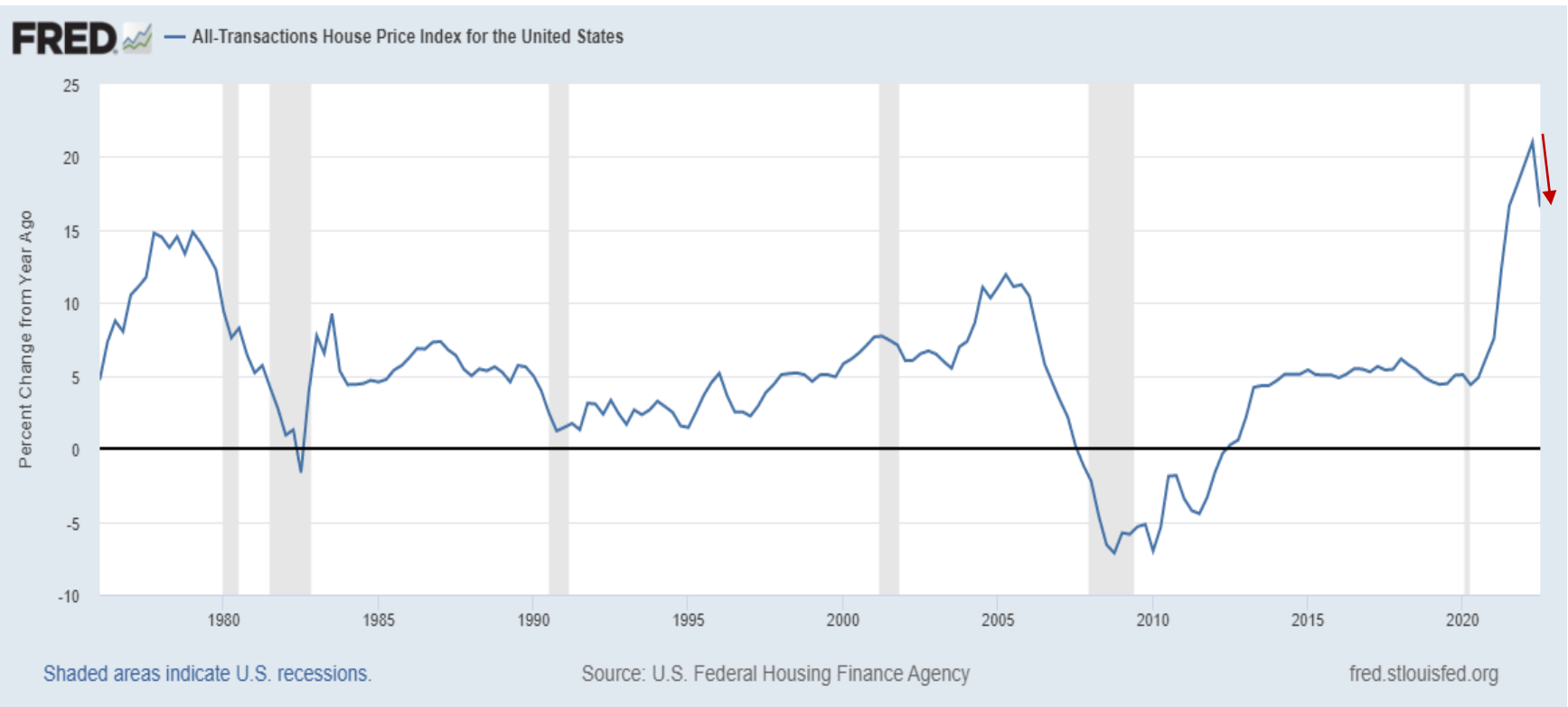
Creating a booming wealth effect will not help these people stretch their dollars further.



fortune.com
57% of Americans can't afford a \$1,000 emergency expens...

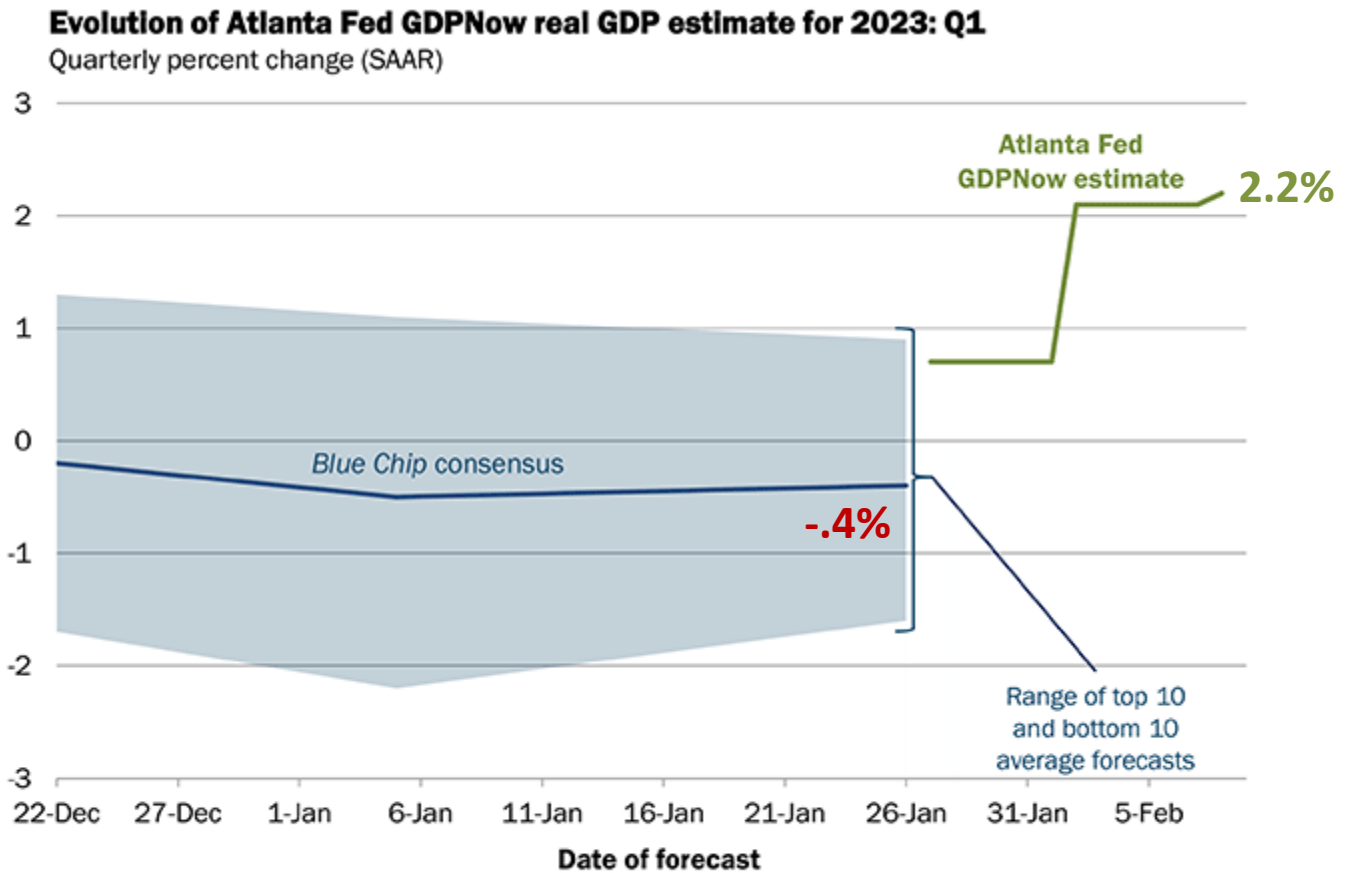
Source: FRED, Twitter

Housing Continues to Put Upward Pressure On Inflation...But Should Change Soon



Source: FRED, CNBC

The First Quarter 2023 GDP: “One of These Things is Not Like the Other!”



Sources: Blue Chip Economic Indicators and Blue Chip Financial Forecasts

Note: The top (bottom) 10 average forecast is an average of the highest (lowest) 10 forecasts in the Blue Chip survey.

Source: Atlanta Fed

Bloomberg's Survey Forecast

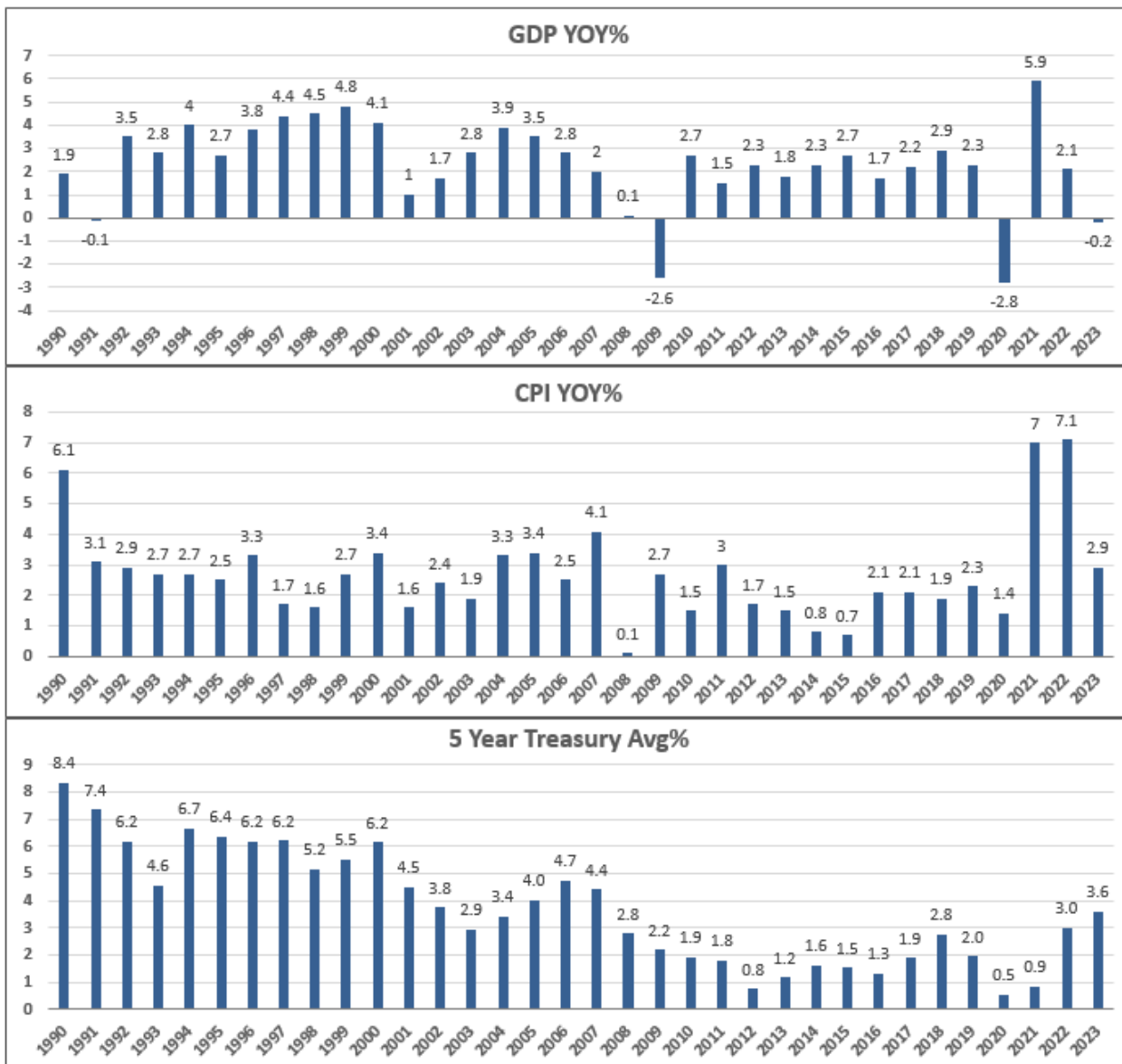
Country/Region/World		Contributor		Contributor Composite		Yearly		Quarterly			
United States		Private		Official		65.0%					
Indicator		Actual / Forecasts				Probability of Recession					
		Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24
Economic Activity											
Real GDP (YoY%)		3.7	1.8	1.9	1.0	1.0	1.0	0.2	-0.2	0.5	1.1
+ Real GDP (QoQ% SAAR)		-1.6	-0.6	3.2	2.9	0.0	-0.5	-0.2	0.6	1.5	1.9
Industrial Production (Yo...)		4.9	4.5	4.1	2.4	1.7	-0.5	-1.5	-1.6	-1.0	0.2
Price Indices											
CPI (YoY%)		8.0	8.7	8.3	7.1	5.6	3.8	3.1	2.9	2.7	2.5
- PCE Price Index (YoY%)		6.4	6.6	6.3	5.5	4.5	3.5	3.0	2.8	2.5	2.3
- Core PCE (yoy%)		5.3	5.0	5.0	4.7	4.2	3.8	3.4	3.0	2.7	2.5

Source: Bloomberg

Historical GDP, CPI, 5Y

Irving Fisher 1867-1947

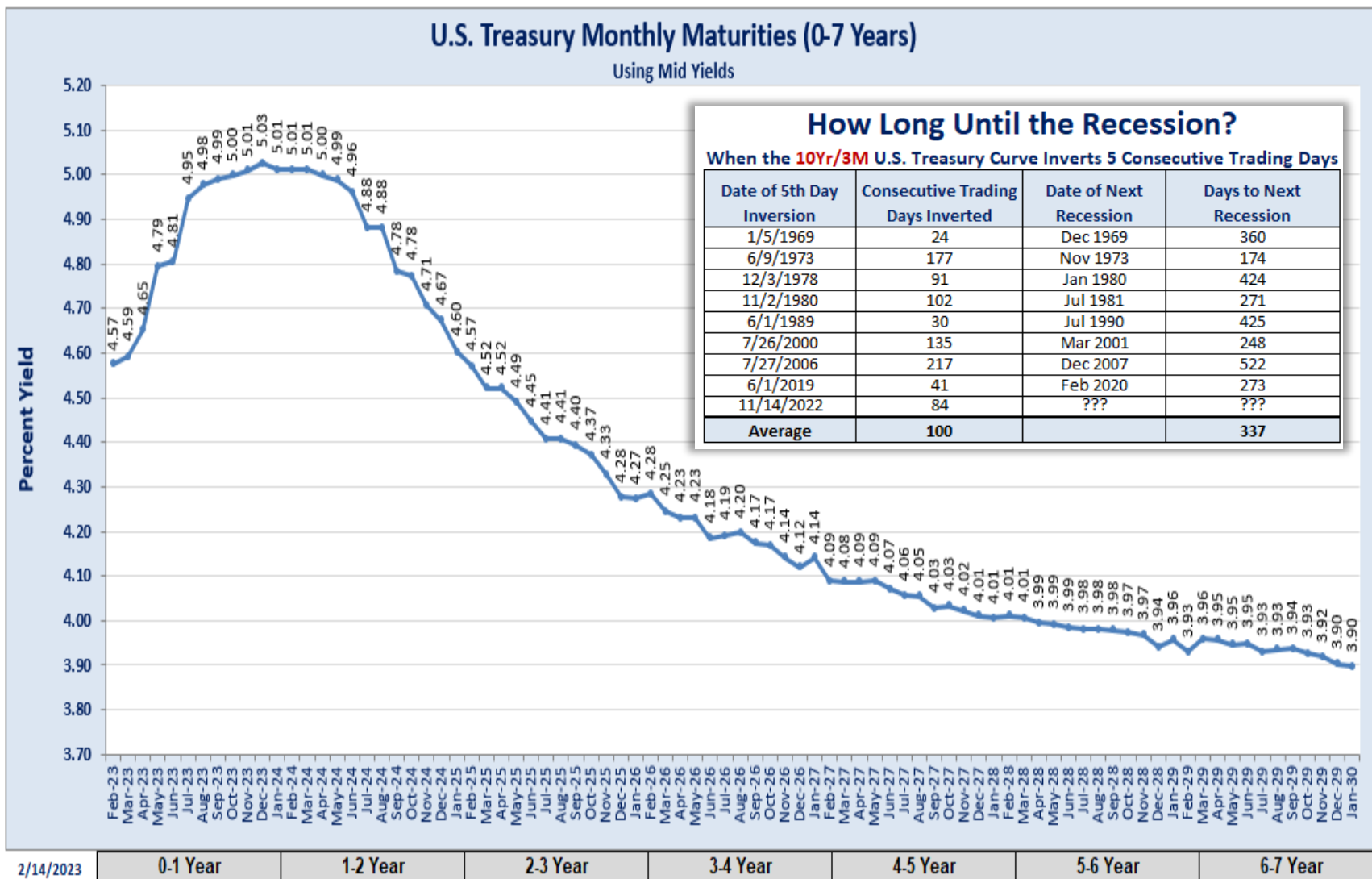
- *The Rate of Interest*, 1907
- *The Theory of Interest*, 1930
- *The Purchasing Power of Money*, 1911
- *Mathematical Investigations in the Theory of Value and Prices*, 1925



2023 are Estimates

Source: Bloomberg, Google

The Yield Curve's Signal for Recession: Still Bright Red!



Source: Bloomberg

Disclosure

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