



MEEDER **PUBLIC FUNDS ADVISORY** INVESTMENT REVIEW



Prepared for

Lake County

January 24, 2019

For the fourth time this year; the Committee voted to raise the fed funds target range to 2.25% -2.50%

The decision to raise at the December meeting was a unanimous decision in favor of the rate hike

Inflation remains near 2 percent while longer-term inflation expectations are little changed

“labor market conditions have continued to strengthen and economic activity has been rising at a strong rate, with the unemployment rate remaining low”

The Fed’s statement was dovish, and it appears FOMC members are anticipating two rate hikes in 2019, down from the previous dot-plot projection of three rake hikes

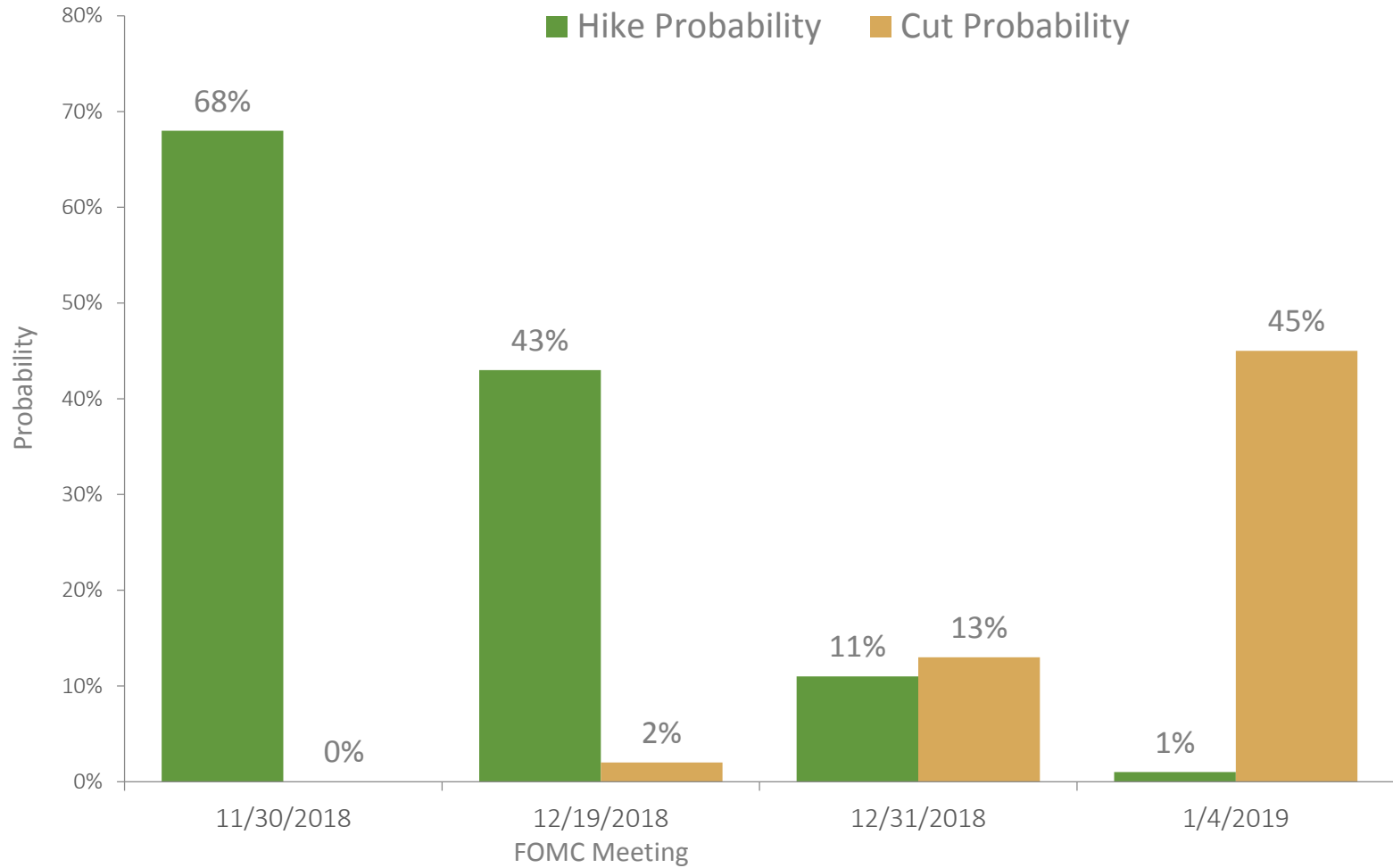
“The Committee judges that risks to the economic outlook are roughly balanced, but will continue to monitor global economic and financial developments”



FOMC STATEMENT **HIGHLIGHTS** December 2018

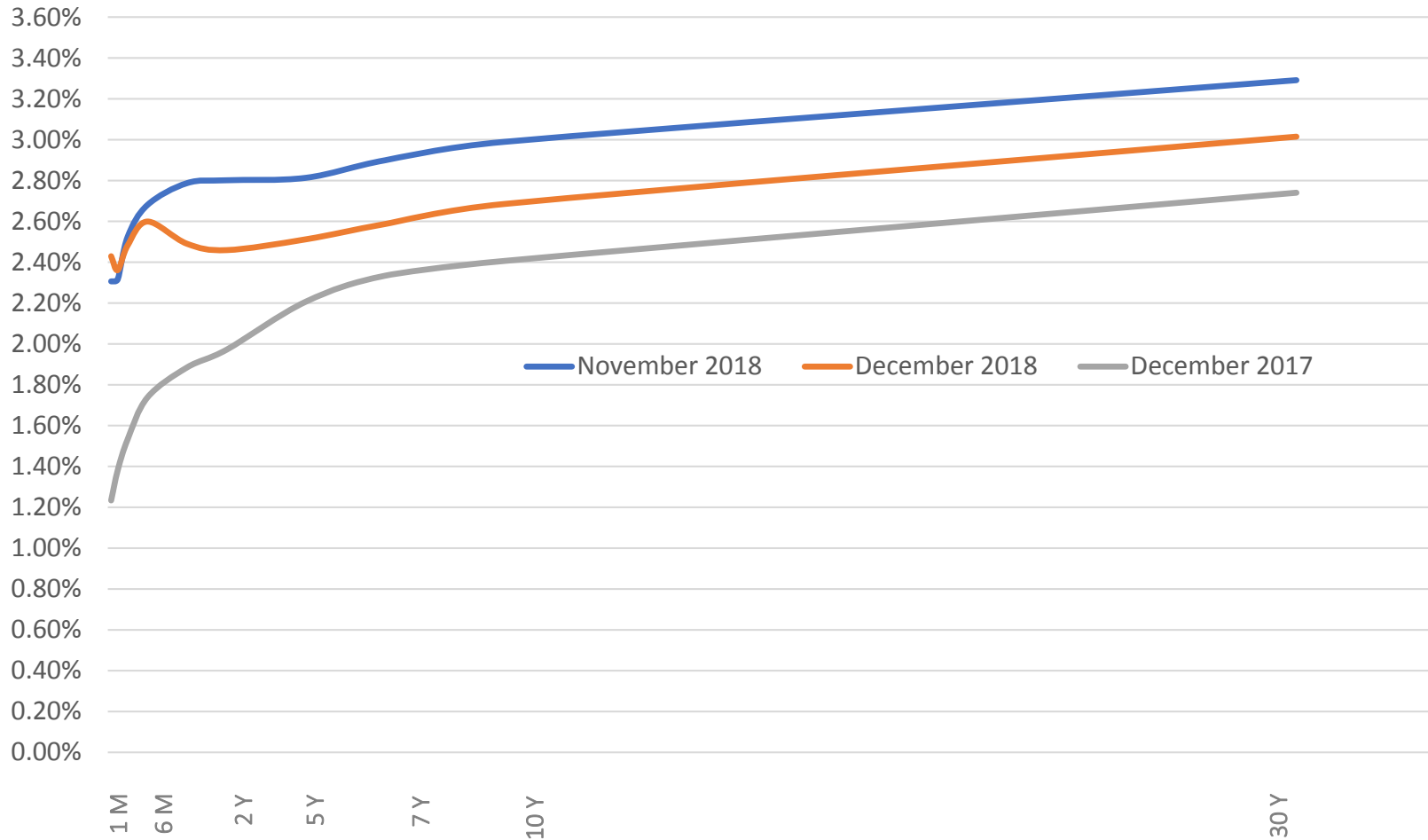


HIKE or CUT?





YIELD CURVE COMPARISON



Source: Bloomberg



INFLATION

5 Year Breakeven

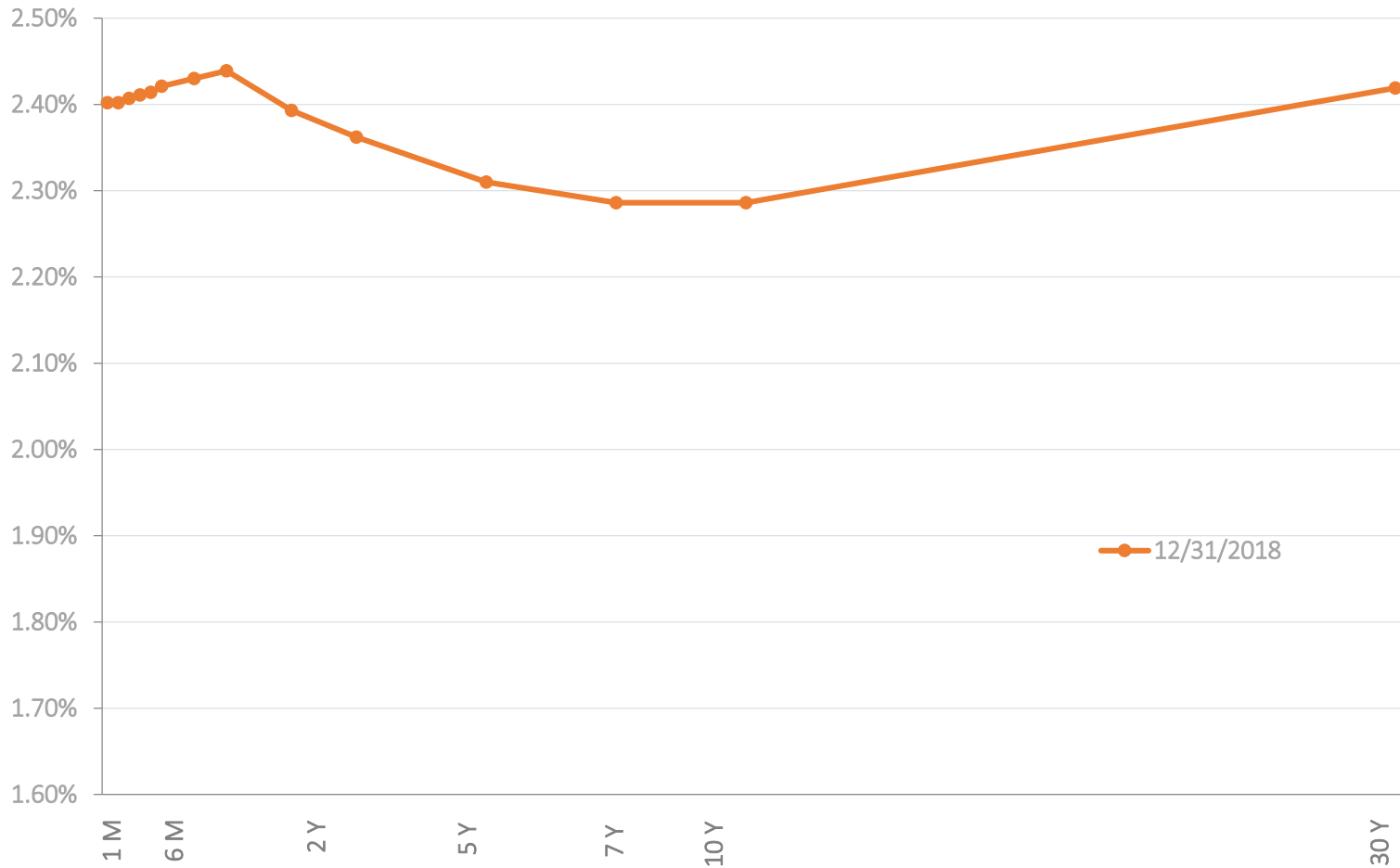


Source: Bloomberg



INTEREST RATE OUTLOOK

US Overnight Interest Rate Swaps



12/31/2018

Source: Bloomberg



PORTFOLIO REVIEW



PORTFOLIO **REVIEW**

Lake County portfolio as of 12/31/2018

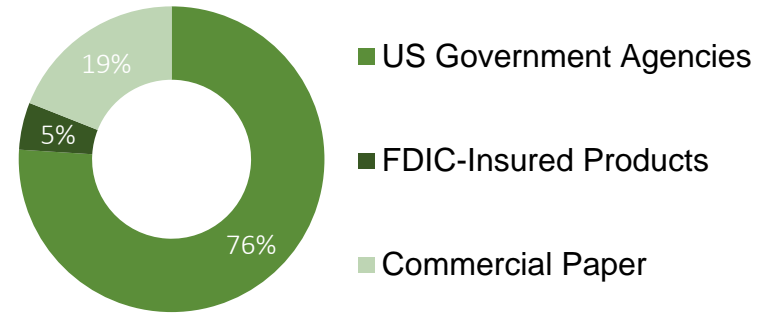
Your Portfolio

Cash	\$147,794,750
Securities	\$128,818,000
Total Portfolio	\$276,612,750

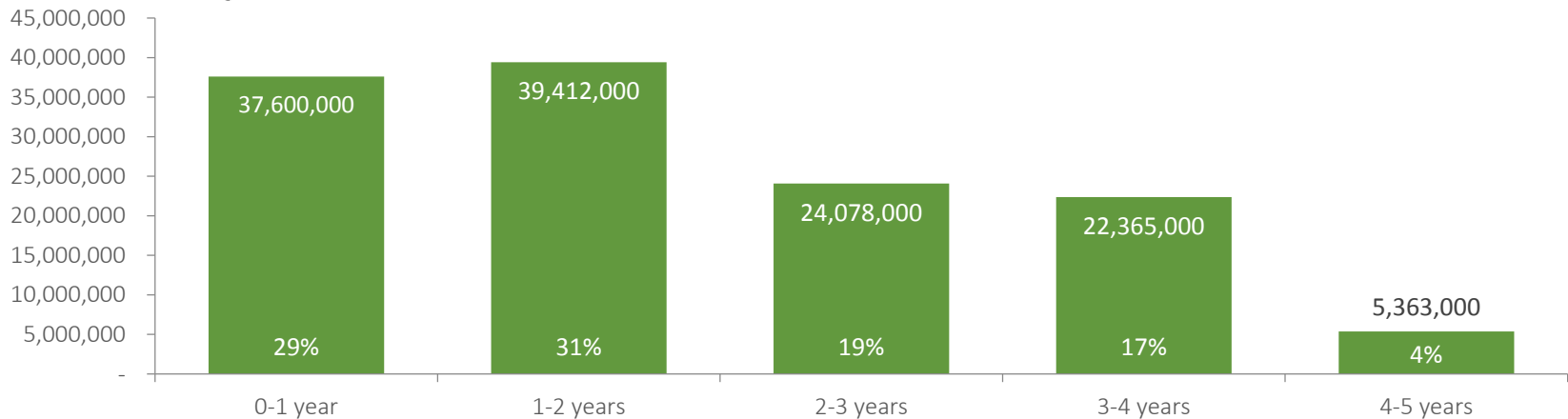
Your Securities

Weighted Average Maturity	1.95 years
Weighted Average Yield	2.02%

Your Asset Allocation



Your Maturity Distribution



Yield and Interest Income information is annualized. All yield information is shown gross of any advisory and custody fees and is based on yield to maturity at cost. Past performance is not a guarantee of future results.

DISCLOSURE

Meeder Public Funds, Inc. is a registered investment adviser with the Securities and Exchange Commission (SEC) under the Investment Advisers Act of 1940. Registration with the SEC does not imply a certain level of skill or training. The opinions expressed in this presentation are those of Meeder Public Funds, Inc. The material presented has been derived from sources considered to be reliable, but the accuracy and completeness cannot be guaranteed.

Past performance does not guarantee future results. Opinions and forecasts are all subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any specific security. Investing in securities involves inherent risks, including the risk that you can lose the value of your investment. Any forecast, projection, or prediction of the market, the economy, economic trends, and fixed-income markets are based upon current opinion as of the date of issue, and are also subject to change. Opinions and data presented are not necessarily indicative of future events or expected performance. Meeder Public Funds, Inc. cannot and does not claim to be able to accurately predict the future investment performance of any individual security or of any asset class. There is no assurance that the investment process will consistently lead to successful results. The investment return and principal value of an investment will fluctuate, thus an investor's shares, or units, when redeemed, may be worth more or less than their original cost.

