

PFM Investor Advisor Fiscal Advantage

Due to an uncertain climate, this is a conservative estimate of the benefit to Levy County of using a fiduciary Fiscal Advisor.

It is expected we would invest no more than \$45MM next year. Per the agreement that would cost the Clerk's Office:

| | |
|-----------------------------------|-------------------------|
| \$25MM X 10 basis points (.001) = | 25,000.00 |
| \$20MM X 8 basis point (.0008) = | <u>16,000.00</u> |
| | <u><u>41,000.00</u></u> |

We have included an extra \$9,000 in case we ask them to perform another analysis for us like a cash flow and base analysis they did for us at an earlier date. This brings the total expense to \$50,000.

Even if we invested only \$30MM, we would expect the the advisor could net us a 1% return on this even in the most challenging of environments. This would be \$300,000. Of course if this was all we invested, our cost would be lower.

For the 2023 fiscal year for investment earnings we have budgeted roughly \$175K on investment interest and dividends.

This shows about a \$125K increase , but to again be conservative in this environment we increased our returns by only \$100K.