March 2005

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky
Robert Rudolph, Secretary
FINANCE AND ADMINISTRATION CABINET

Date: 03/31/05

PORTFOLIO SUMMARY
POOLS

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries							
		Bills	0.00	0.00	0.00	0%	
		Treasury Notes	357,084,479.38	3.63	1.68	11%	
	Sub-total		357,084,479.38	3.63	1.68	11%	
Agencies		Notes	845,700,659.61	3.69	1.47	26%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		845,700,659.61	3.69	1.47	26%	
Municipals			205,417,249.02	3.50	0.91	6%	
Corporates			258,494,044.98	3.33	1.34	8%	25%
Mortgages		Pools	54,146,295.06	4.30	1.53	2%	
		CMO's	209,293,987.86	3.71	1.14	6%	
	Sub-total		263,440,282.92	3.83	1.22	8%	25%
Asset Backs			410,096,311.69	2.98	0.37	13%	20%
Repurchase Agreements							
		Overnight	446,035,680.00	2.88	0.00	14%	
		< 30 days	27,001,032.31	2.52	0.05	1%	
		< 60 days	0.00	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	2,679,472.39	1.90	0.49	0%	
		< 2 years	2,658,513.38	2.76	1.50	0%	
		> 2 years	7,482,796.93	2.55	3.28	0%	
		Flex Repos	253,494.27	11.30	4.50	0%	
	Sub-total		486,110,989.28	2.85	0.07	15%	
Money Market Securities							
		Commercial Paper	354,081,233.97	3.09	0.05	11%	A1-P1
		Money Mkt Fund	71,000,000.00	2.73	0.04	2%	
		Certificates of Deposit	863,155.62	2.05	3.98	0%	
	Sub-total		425,944,389.59	3.03	0.06	13%	20%
Derivatives							
		Swaptions	920,980.00	0.00	-2.02	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		920,980.00	0.00	-2.02	0%	
TOTALS			3,253,209,386.47	3.35	0.89	100%	

Date: 03/31/05

PORTFOLIO SUMMARY
SHORT TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries						
	Bills	0.00	0.00	0.00	0%	
	Treasury Notes	0.00	0.00	0.00	0%	
Sub-total		0.00	0.00	0.00	0%	
Agencies	Notes	18,257,158.33	3.04	0.17	2%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		18,257,158.33	3.04	0.17	2%	
Corporates		19,534,639.14	3.38	0.38	2%	25%
Municipals		63,363,393.05	2.97	0.07	8%	
Mortgages	CMOs	58,768,232.94	3.20	0.00	7%	25%
ABS		102,518,671.01	2.97	0.29	12%	
Repurchase Agreements						
	Overnight	147,443,794.56	2.88	0.00	18%	
	< 30 days	0.00	0.00	0.00	0%	
	< 60 days	0.00	0.00	0.00	0%	
	< 90 days	0.00	0.00	0.00	0%	
	< 1 year	0.00	0.00	0.00	0%	
	< 2 years	0.00	0.00	0.00	0%	
	> 2 years	0.00	0.00	0.00	0%	
	Flex Repos	0.00	0.00	0.00	0%	
Sub-total		147,443,794.56	2.88	0.00	18%	
Money Market Securities						
	Commercial Paper	354,081,233.97	3.09	0.05	42%	A1-P1
	Money Mkt Fund	71,000,000.00	2.73	0.04	9%	
	Certificates of Deposit	0.00	0.00	0.00	0%	
Sub-total		425,081,233.97	3.03	0.05	51%	
TOTALS		834,967,123.00	3.01	0.08	100%	

Date: 03/31/05

PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries							
		Bills	0.00	0.00	0.00	0%	
		Treasury Notes	237,210,363.79	3.67	1.83	15%	
	Sub-total		237,210,363.79	3.67	1.83	15%	
Agencies		Notes	481,041,557.45	3.84	1.64	31%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		481,041,557.45	3.84	1.64	31%	
Municipals			111,007,586.77	3.94	1.62	7%	
Corporates			184,893,649.04	3.92	1.74	12%	25%
Mortgages		Pools	54,146,295.06	4.30	1.53	4%	
		CMO's	93,789,433.03	4.35	2.53	6%	
	Sub-total		147,935,728.09	4.33	2.16	10%	25%
Asset Backs			47,995,883.93	3.61	2.23	3%	20%
Repurchase Agreements							
		Overnight	298,406,870.64	2.88	0.00	20%	
		< 30 days	27,001,032.31	2.52	0.05	2%	
		< 60 days	0.00	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	2,679,472.39	1.90	0.49	0%	
		< 2 years	2,658,513.38	2.76	1.50	0%	
		> 2 years	7,482,796.93	2.55	3.28	0%	
		Flex Repos	253,494.27	11.30	4.50	0%	
	Sub-total		338,482,179.92	2.84	0.10	22%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	A1-P1
		Money Mkt Fund	0.00	0.00	0.00	0%	
		Certificates of Deposit	863,155.62	2.05	3.98	0%	
	Sub-total		863,155.62	2.05	3.98	0%	20%
Derivatives							
		Swaption	920,980.00	0.00	-2.02	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		920,980.00	0.00	-2.02	0%	
TOTALS			1,550,351,084.61	3.65	1.41	100%	

Date: 03/31/05

PORTFOLIO SUMMARY
BOND PROCEEDS POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries							
		Bills	0.00	0.00	0.00	0%	
		Treasury Notes	119,874,115.59	3.55	1.36	33%	
	Sub-total		119,874,115.59	3.55	1.36	33%	
Agencies		Notes	245,734,460.35	3.82	1.80	68%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		245,734,460.35	3.82	1.80	68%	
Municipals			0.00	0.00	0.00	0%	
Mortgages		Pools	0.00	0.00	0.00	0%	
		CMO's	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
Asset Backs			0.00	0.00	0.00	0%	
Repurchase Agreements							
		Overnight	-4,195,335.60	2.88	0.00	-1%	
		< 30 days	0.00	0.00	0.00	0%	
		< 60 days	0.00	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	0.00	0.00	0.00	0%	
		< 2 years	0.00	0.00	0.00	0%	
		> 2 years	0.00	0.00	0.00	0%	
		Flex Repos	0.00	0.00	0.00	0%	
	Sub-total		-4,195,335.60	2.88	0.00	-1%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	NONE ALLOWED
		Money Mkt Fund	0.00	0.00	0.00	0%	
		Certificates of Deposit	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
TOTALS			361,413,240.34	3.74	1.68	100%	

Date: 03/31/05

PORTFOLIO SUMMARY
TRAN POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries							
		Bills	0.00	0.00	0.00	0%	
		Treasury Notes	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
Agencies		Notes	100,667,483.48	2.78	0.09	20%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		100,667,483.48	2.78	0.09	20%	
Corporates			54,065,756.80	1.31	0.31	11%	25%
Municipals			31,046,269.20	2.97	0.07	6%	
Mortgages		CMOs	56,736,321.89	3.18	0.02	11%	25%
ABS			259,581,756.75	2.87	0.05	51%	
Repurchase Agreements							
		Overnight	4,380,350.40	2.88	0.00	1%	
		< 30 days	0.00	0.00	0.00	0%	
		< 60 days	0.00	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	0.00	0.00	0.00	0%	
		< 2 years	0.00	0.00	0.00	0%	
		> 2 years	0.00	0.00	0.00	0%	
		Flex Repos	0.00	0.00	0.00	0%	
	Sub-total		4,380,350.40	2.88	0.00	1%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	A1-P1
		Money Mkt Fund	0.00	0.00	0.00	0%	
		Certificates of Deposit	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
TOTALS			506,477,938.52	2.73	0.08	100%	

Investment Income

As of 03/31/05

	Month		Fiscal Year to Date	
Pool	**Amount**	**Yield ***	**Amount**	**Yield****
Intermediate	1,000,240.65	0.73%	22,138,569.57	2.10%
Short Term	1,396,761.50	2.69%	8,379,384.29	1.99%
Bond Proceeds	57,154.33	0.18%	8,997,887.13	2.54%
Tran	100,099.95	0.23%	458,448.42	0.12%
Grand Total	**2,554,256.43**		**39,974,289.41**	

***Yield is calculated on a total return basis. Total return consists of the accrual of interest and the gain or loss incurred from valuing the securities in market value. Total return, divided by average daily balance, divided by actual days, multiplied by actual days in the fiscal year.**

****Yield is calculated on a total return basis. Total return consists of the accrual of interest and the gain or loss incurred from valuing the securities in market value. Total return, (fiscal YTD) divided by the weighted average of the monthly average daily balances, divided by the actual days (fiscal YTD) mulitplied by the actual number of days in the fiscal year.**

Investable Balances

As of 03/31/05

		Average Daily Balances
	AvgBal	**Fiscal Year to Date**
Intermediate	1,609,958,815.08	1,405,208,955.10
Short Term	612,002,033.48	559,886,803.79
Bond Proceeds	373,743,281.52	471,600,782.66
Tran	506,510,124.05	506,107,823.92
	3,102,214,254.13	**2,942,804,365.47**

CASH DISTRIBUTION

March 2005

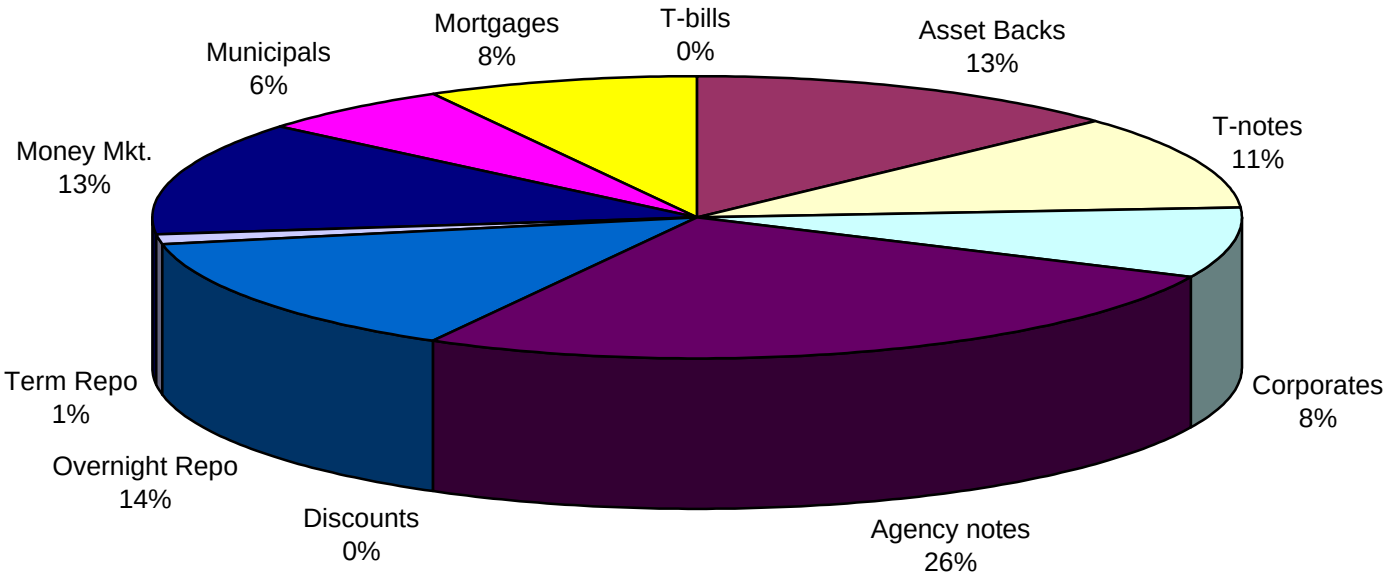
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	45,558	512,500	3,532,572	4,937,500
Agency	0	800,000	4,834,674	7,379,167
T&R	0	125,000	1,113,557	1,273,958

ACCRUED EARNINGS

March 2005

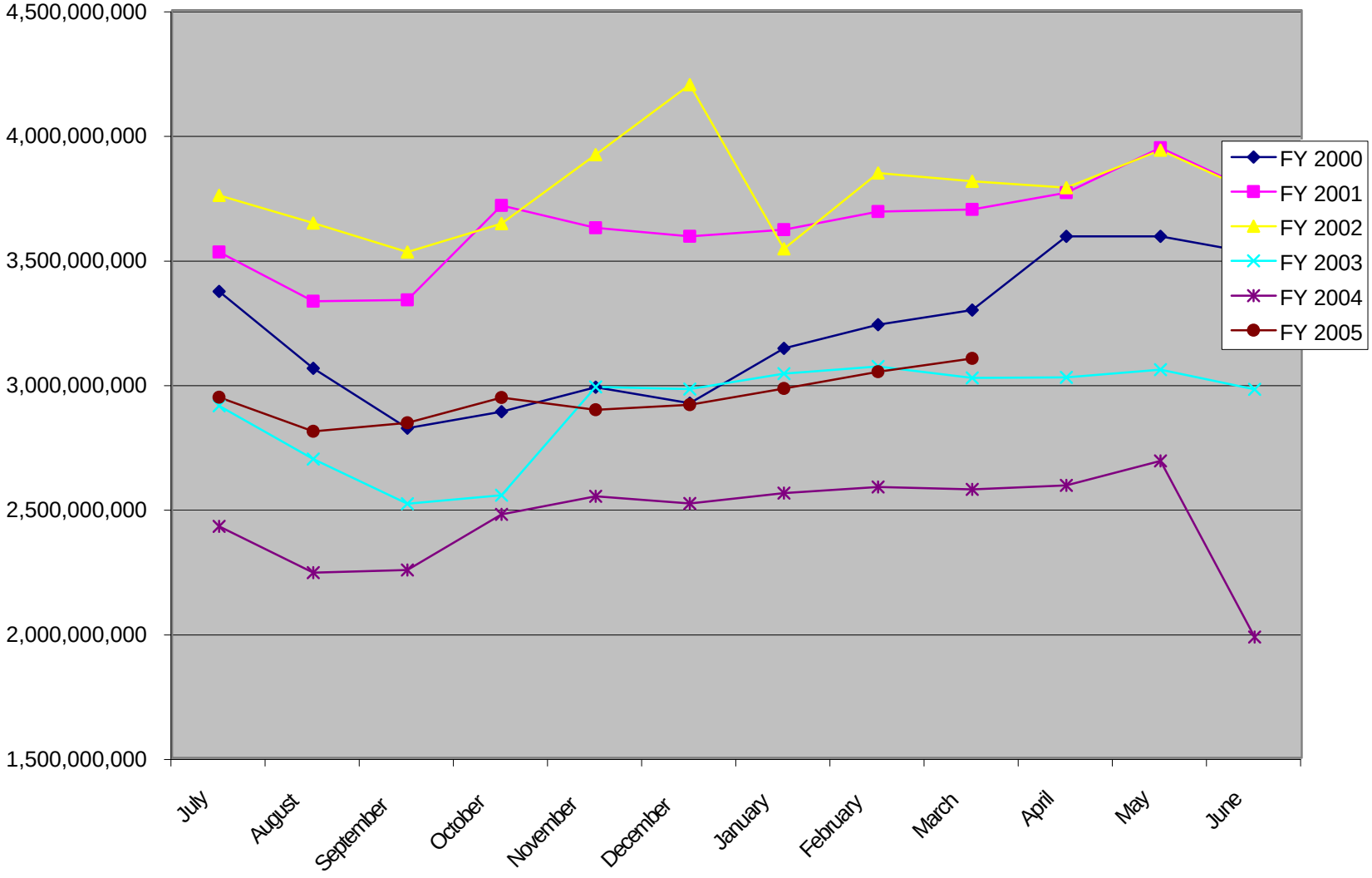
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	208,116	0	1,526,687	0
Capital Con.	94,891	512,500	4,130,053	4,937,500
Agency	48,180	800,000	4,229,151	7,379,167
T&R	37,122	125,000	1,086,201	1,273,958

Distribution of Investments for March

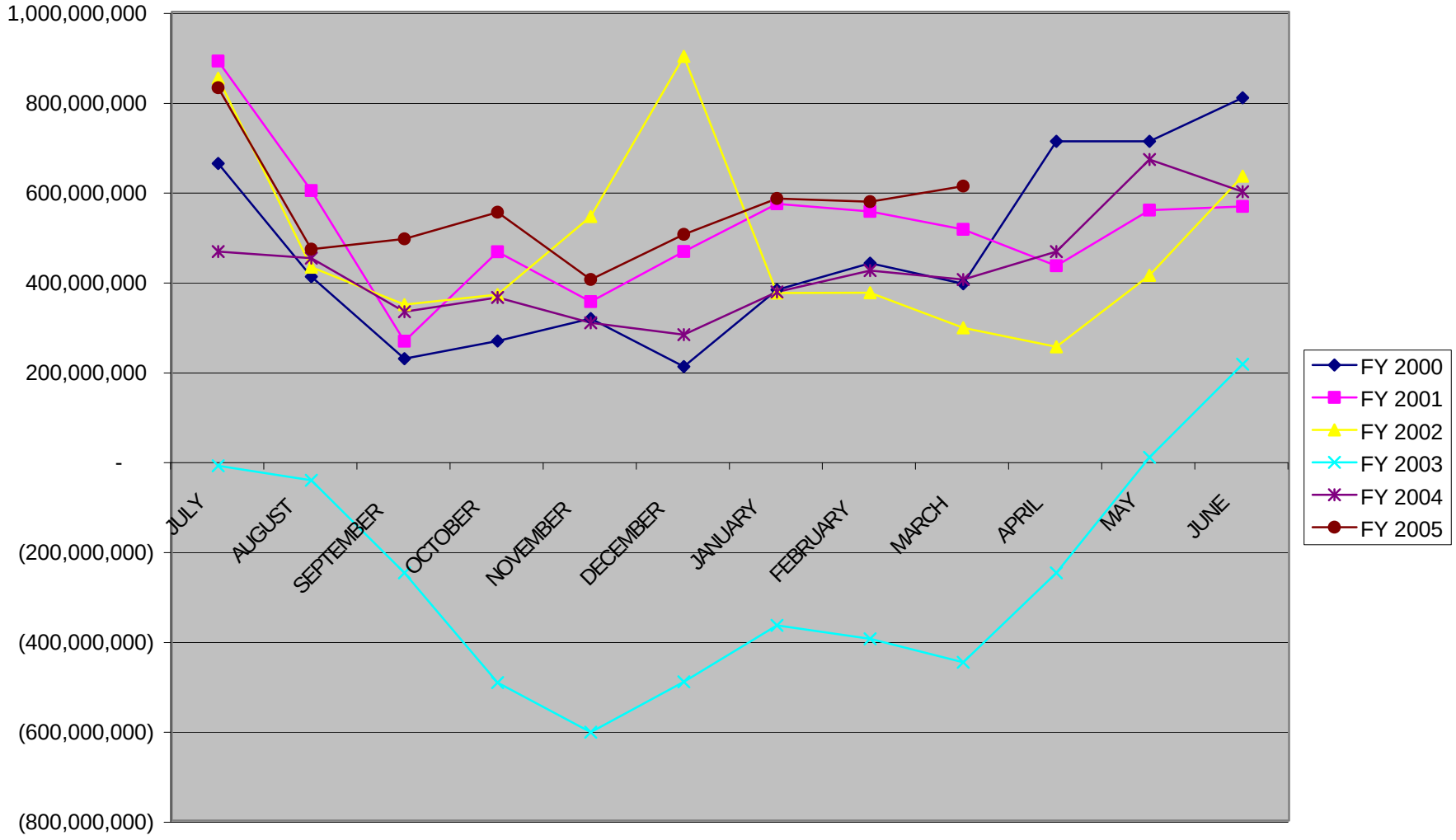


LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%

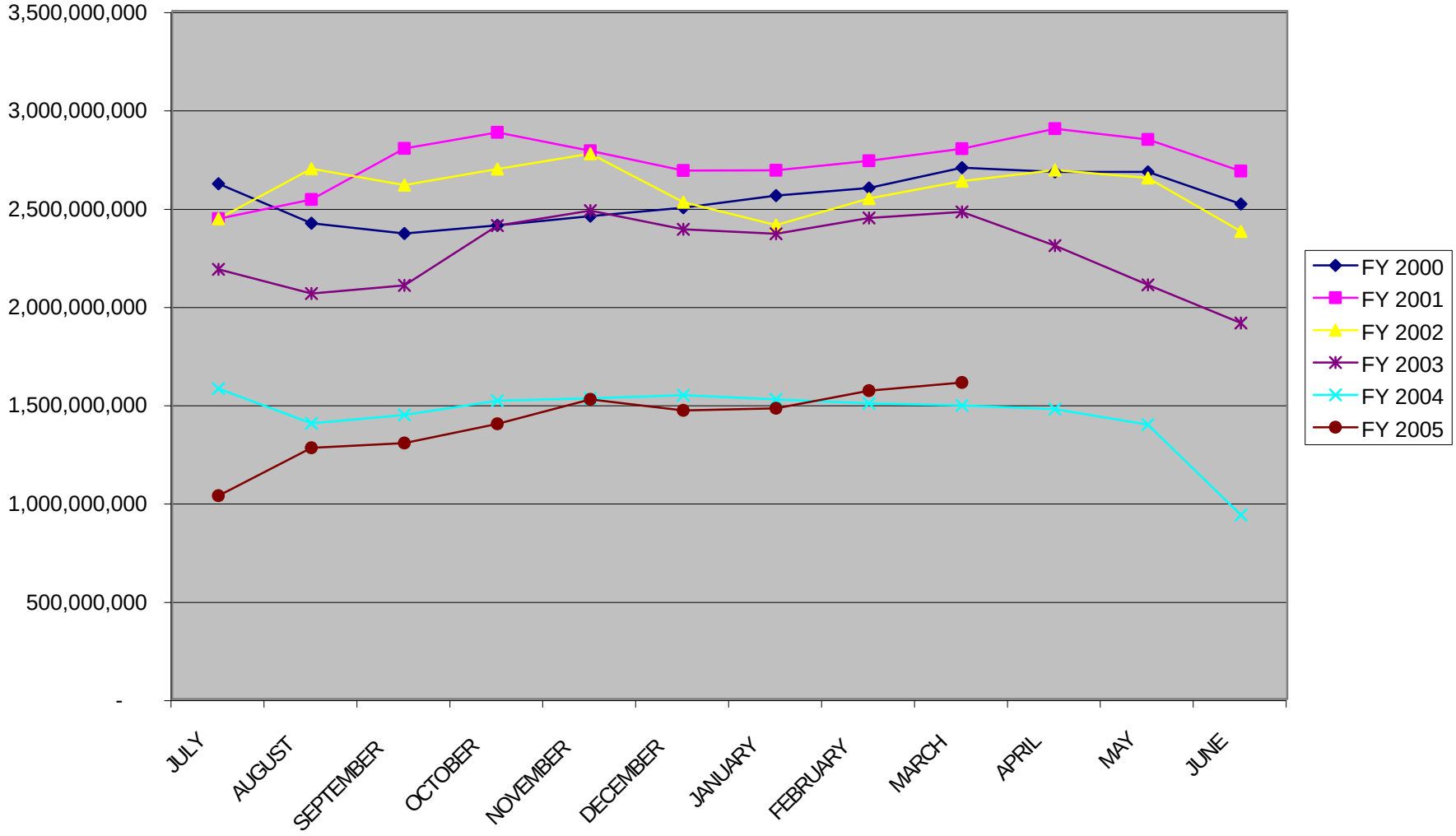
INVESTABLE BALANCES

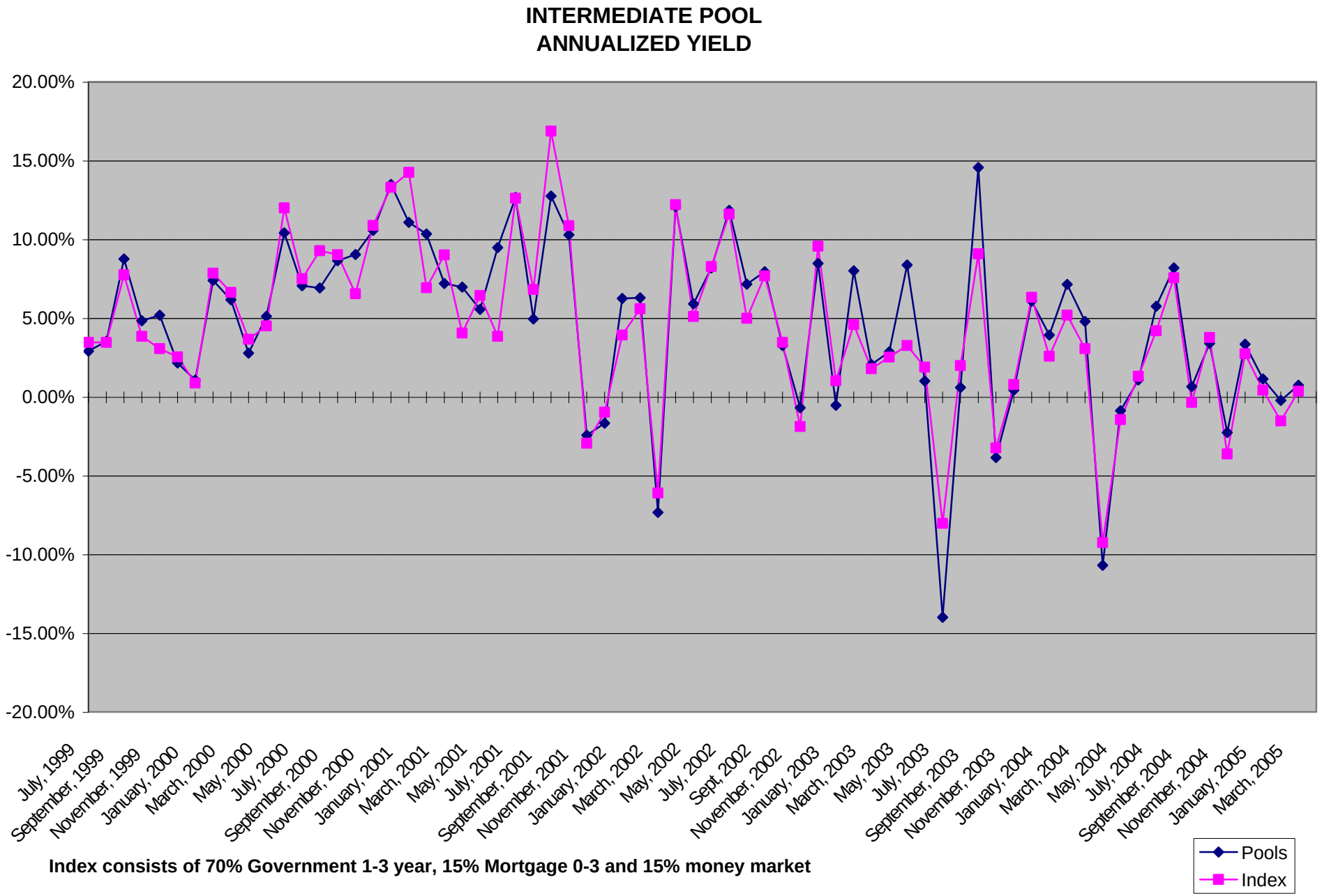


SHORT TERM POOL
INVESTABLE BALANCES

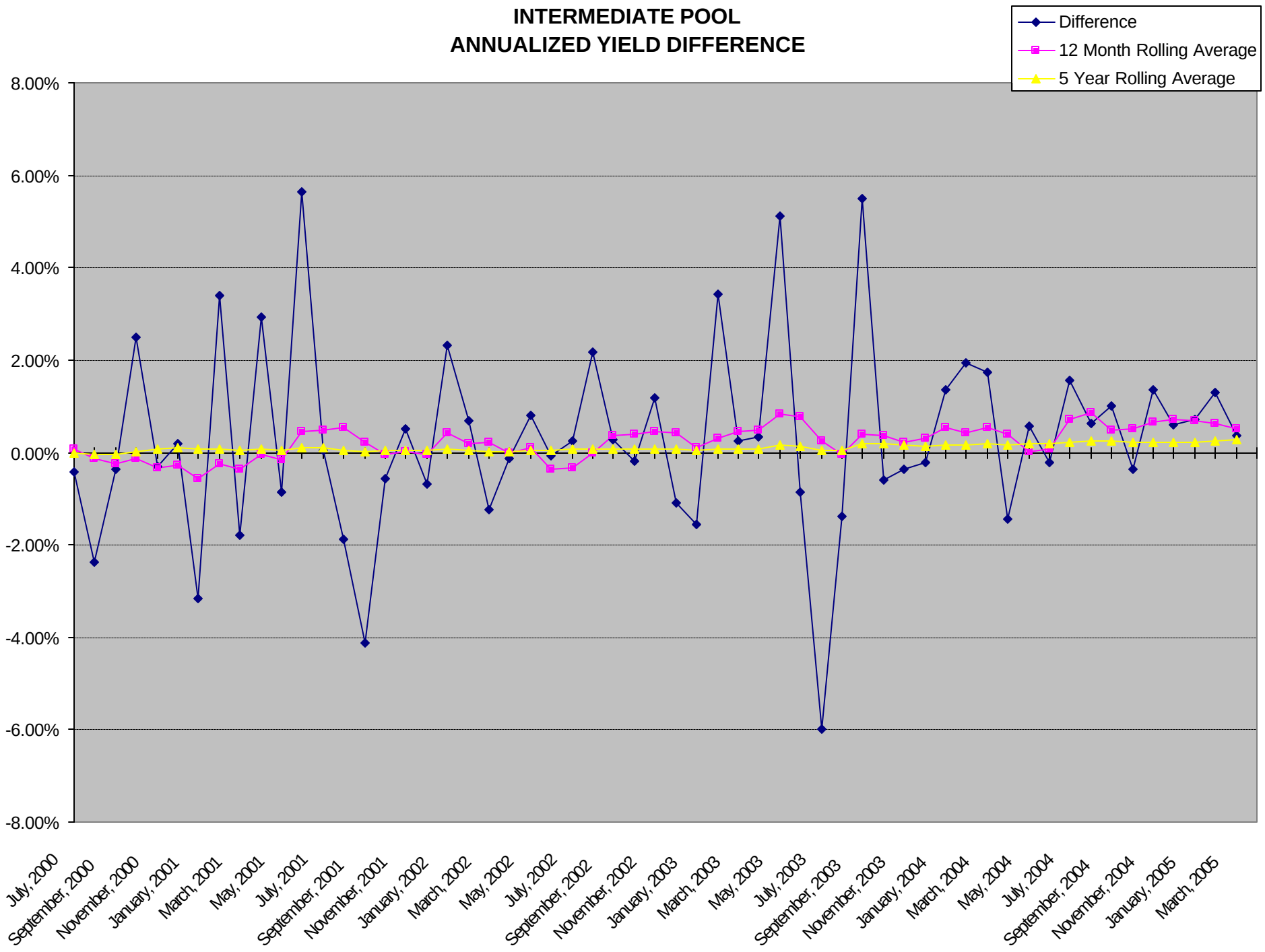


INTERMEDIATE POOL
INVESTABLE BALANCES

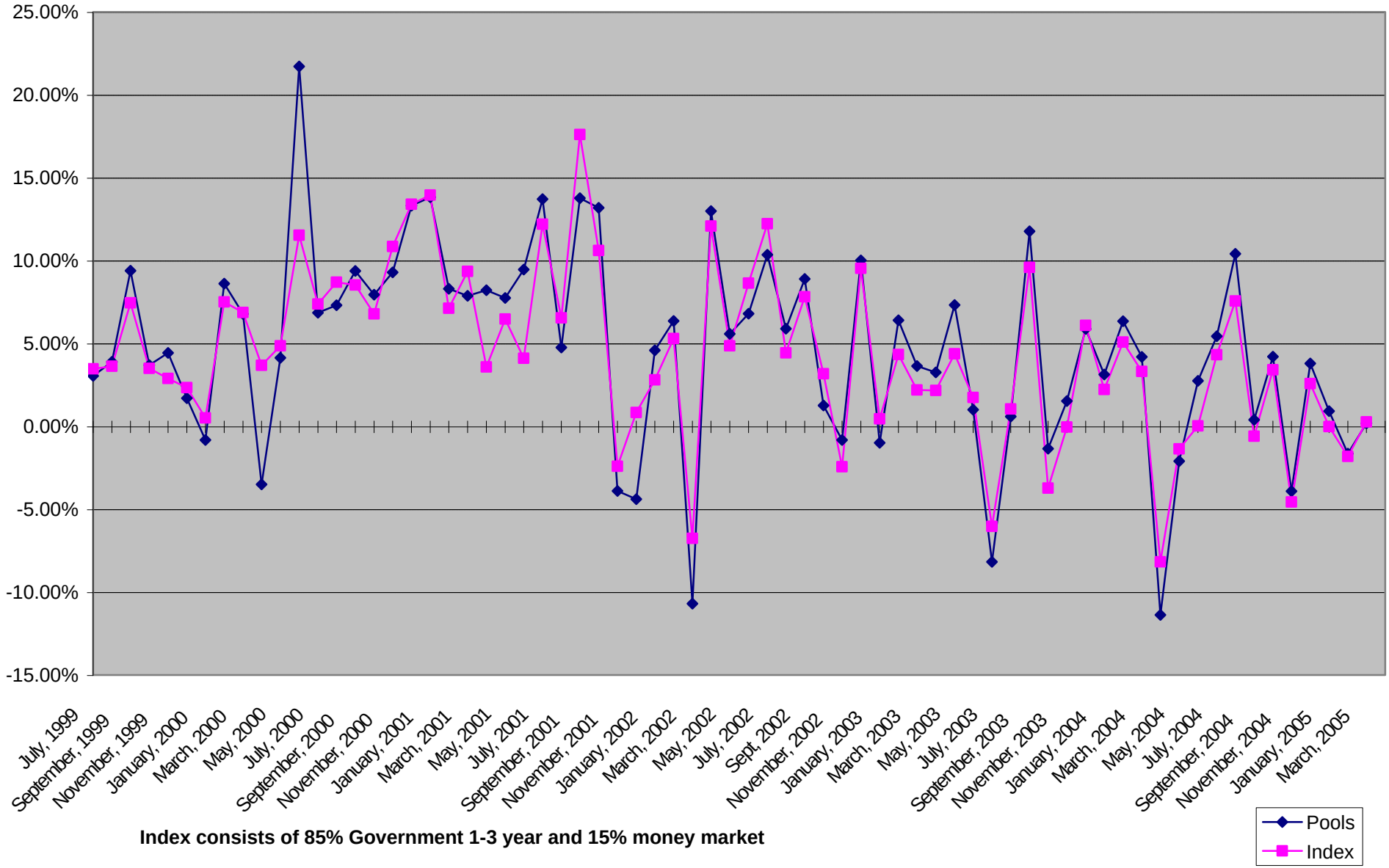




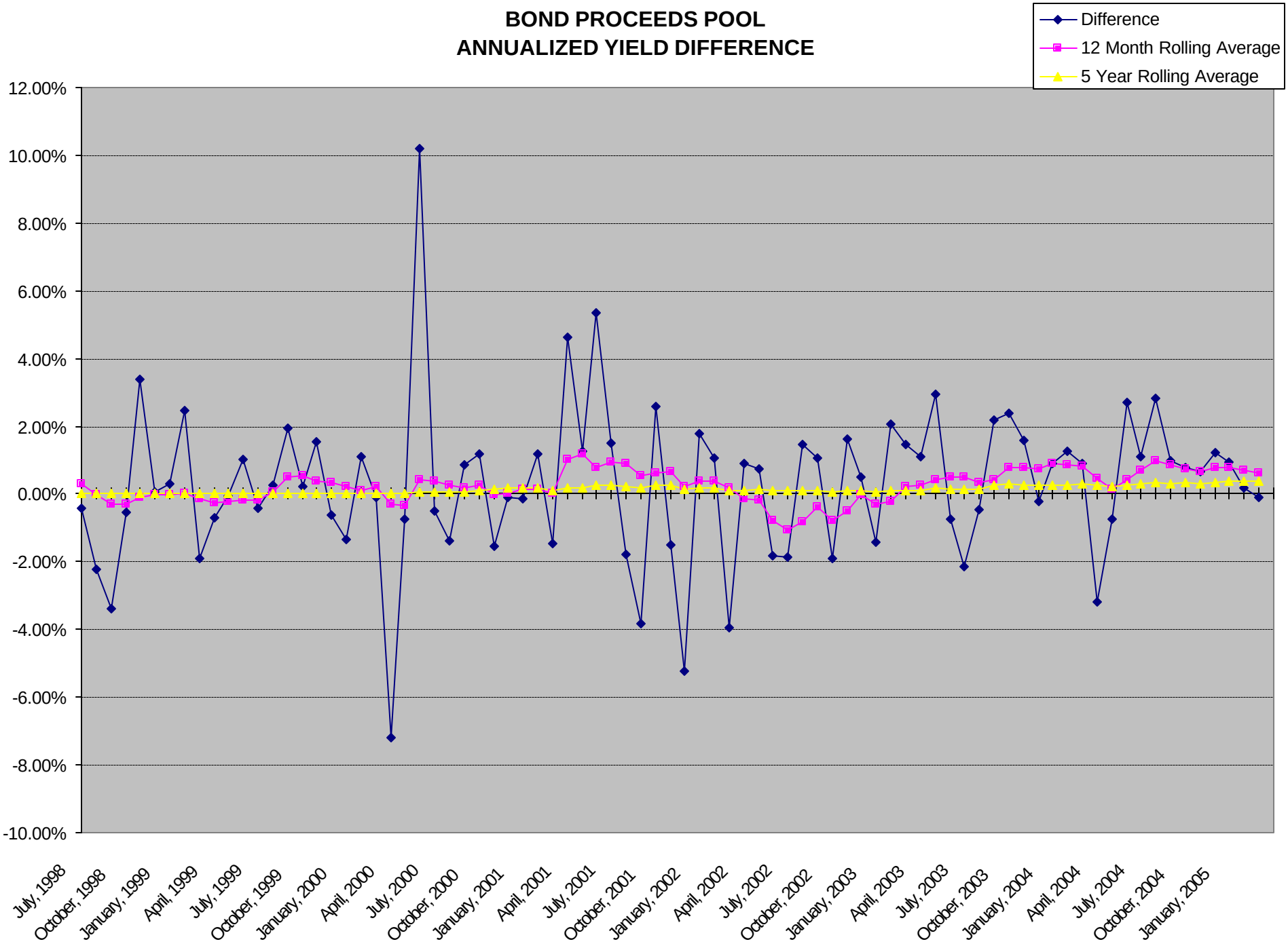
Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


INTERMEDIATE POOL
ANNUALIZED YIELD DIFFERENCE
Difference
12 Month Rolling Average
5 Year Rolling Average
8.00%
6.00%
4.00%
2.00%
0.00%
-2.00%
-4.00%
-6.00%
-8.00%
July, 2000
September, 2000
November, 2000
January, 2001
March, 2001
May, 2001
July, 2001
September, 2001
November, 2001
January, 2002
March, 2002
May, 2002
July, 2002
September, 2002
November, 2002
January, 2003
March, 2003
May, 2003
July, 2003
September, 2003
November, 2003
January, 2004
March, 2004
May, 2004
July, 2004
September, 2004
November, 2004
January, 2005
March, 2005

BOND PROCEEDS POOL
ANNUALIZED YIELD



Index consists of 85% Government 1-3 year and 15% money market


BOND PROCEEDS POOL
ANNUALIZED YIELD DIFFERENCE
Difference
12 Month Rolling Average
5 Year Rolling Average
12.00%
10.00%
8.00%
6.00%
4.00%
2.00%
0.00%
-2.00%
-4.00%
-6.00%
-8.00%
-10.00%
July, 1998
October, 1998
January, 1999
April, 1999
July, 1999
October, 1999
January, 2000
April, 2000
July, 2000
October, 2000
January, 2001
April, 2001
July, 2001
October, 2001
January, 2002
April, 2002
July, 2002
October, 2002
January, 2003
April, 2003
July, 2003
October, 2003
January, 2004
April, 2004
July, 2004
October, 2004
January, 2005