December 2005
MONTHLY
INVESTMENT INCOME REPORT

Commonwealth of Kentucky
Robbie Rudolph, Secretary
FINANCE AND ADMINISTRATION CABINET

Date: 12/31/05

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	348,789,913.01	4.40	1.68	8%	
	Sub-total		348,789,913.01	4.40	1.68	8%	
Agencies		Notes	1,072,202,748.82	4.71	1.38	26%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		1,072,202,748.82	4.71	1.38	26%	
Municipals			205,779,368.81	4.52	0.84	5%	
Corporates			347,127,011.36	4.55	1.33	8%	25%
Mortgages		Pools	75,725,040.90	5.19	1.68	2%	
		CMO's	284,540,630.07	4.90	0.67	7%	
	Sub-total		360,265,670.97	4.96	0.88	9%	25%
Asset Backs			460,236,374.06	4.49	0.16	11%	20%
Repurchase Agreements							
		Overnight	551,261,972.20	4.24	0.01	14%	
		< 30 days	16,039,425.69	3.81	0.04	1%	
		< 60 days	10,571,726.84	3.85	0.09	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	2,702,906.53	2.78	0.79	0%	
		< 2 years	2,607,160.06	3.48	1.45	0%	
		> 2 years	9,587,151.85	2.75	3.93	0%	
		Flex Repos	568,794.16	11.47	4.54	0%	
	Sub-total		593,339,137.33	4.20	0.09	15%	
Money Market Securities							
		Commercial Paper	614,453,424.28	4.32	0.04	15%	A1-P1
		Money Mkt Fund	98,000,000.00	4.17	0.01	3%	
		Certificates of Deposit	9,938,942.82	3.56	0.70	0%	
	Sub-total		722,392,367.10	4.29	0.05	18%	20%
Derivatives							
		Swaptions	2,525.90	2.01	2.43	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		2,525.90	0.00	0.00	0%	
TOTALS			4,110,135,117.36	4.51	0.77	100%	

Date: 12/31/05

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	0.00	0.00	0.00	0%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
Corporates			70,671,799.62	3.99	0.48	11%	25%
Municipals			22,202,206.08	4.34	0.08	4%	
Mortgages		CMOs	112,311,815.01	4.78	0.14	18%	25%
ABS			386,209,350.27	4.49	0.06	62%	
Repurchase Agreements							
		Overnight	9,139,343.22	4.24	0.01	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		9,139,343.22	0.00	0.00	1%	
Money Market Securities							
		Commercial Paper	15,010,478.13	4.23	0.48	2%	A1-P1
		Money Mkt Fund	0.00	0.00	0.00	0%	
		Certificates of Deposit	9,176,235.00	3.69	0.48	2%	
	Sub-total		24,186,713.13	4.02	0.48	4%	
TOTALS			624,721,227.33	4.46	0.14	100%	

Date: 12/31/05

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	0.00	0.00	0.00	0%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
Corporates			3,518,537.89	4.57	0.25	0%	25%
Municipals			30,379,603.47	4.35	0.08	3%	
Mortgages		CMOs	75,877,239.65	4.78	0.05	8%	25%
ABS			49,920,215.08	4.32	0.08	5%	
Repurchase Agreements							
		Overnight	350,144,396.57	4.24	0.01	37%	
		< 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		350,144,396.57	4.24	0.01	37%	
Money Market Securities							
		Commercial Paper	349,791,246.15	4.30	0.02	37%	A1-P1
		Money Mkt Fund	98,000,000.00	4.17	0.01	10%	
		Certificates of Deposit	0.00	0.00	0.00	0%	
	Sub-total		447,791,246.15	4.27	0.02	47%	
TOTALS			957,631,238.81	4.31	0.03	100%	

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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	218,654,953.53	4.40	1.69	11%	
Sub-total		218,654,953.53	4.40	1.69	11%	
Agencies	Notes	732,299,493.87	4.73	1.40	38%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		732,299,493.87	4.73	1.40	38%	
Municipals		153,197,559.26	4.58	1.10	8%	
Corporates		272,936,673.85	4.70	1.56	14%	25%
Mortgages	Pools	75,725,040.90	5.19	1.68	4%	
	CMO's	96,351,575.41	5.13	1.78	5%	
Sub-total		172,076,616.31	5.16	1.74	9%	25%
Asset Backs		24,106,808.71	4.89	1.80	1%	20%
Repurchase Agreements						
	Overnight	64,518,660.73	4.24	0.01	4%	
	< 30 days	16,039,425.69	3.81	0.04	1%	
	< 60 days	10,571,726.84	3.85	0.09	1%	
	< 90 days	0.00	0.00	0.00	0%	
	< 1 year	2,702,906.53	2.78	0.79	0%	
	< 2 years	2,607,160.06	3.48	1.45	0%	
	> 2 years	9,587,151.85	2.75	3.93	0%	
	Flex Repos	568,794.16	11.47	4.54	0%	
Sub-total		106,595,825.86	3.99	0.45	6%	
Money Market Securities						
	Commercial Paper	249,651,700.00	4.35	0.04	13%	A1-P1
	Money Mkt Fund	0.00	0.00	0.00	0%	
	Certificates of Deposit	762,707.82	2.05	3.33	0%	
Sub-total		250,414,407.82	4.35	0.05	13%	20%
Derivatives						
	Swaps	2,525.90	2.01	2.43	0%	
	OTC Options	0.00	0.00	0.00	0%	
Sub-total		2,525.90	0.00	0.00	0%	
TOTALS		1,930,284,865.11	4.62	1.24	100%	

Date: 12/31/05

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	130,134,959.48	4.41	1.66	26%	
Sub-total		130,134,959.48	4.41	1.66	26%	
Agencies	Notes	250,057,091.73	4.68	1.50	50%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		250,057,091.73	4.68	1.50	50%	
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	116,561,392.62	4.24	0.01	24%	
	< 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		116,561,392.62	4.24	0.01	24%	
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		496,753,443.83	4.51	1.19	100%	

Investment Balances and Income

December 2005

Portfolio	Average Daily Balance	Monthly Income	Yield
Bond Proceeds	514,739,904.78	2,172,114.65	4.67%
Intermediate	1,972,621,853.66	8,160,250.49	4.58%
PHASE II	87,000,000.00	447,180.00	5.69%
Short Term	694,075,013.16	2,501,774.19	3.99%
Tran	616,079,494.05	2,046,859.66	3.67%
UK HSPTL	100,003,928.78	409,957.41	4.53%
	3,984,520,194.43	**15,738,136.40**	

ACCRUED EARNINGS

December 2005

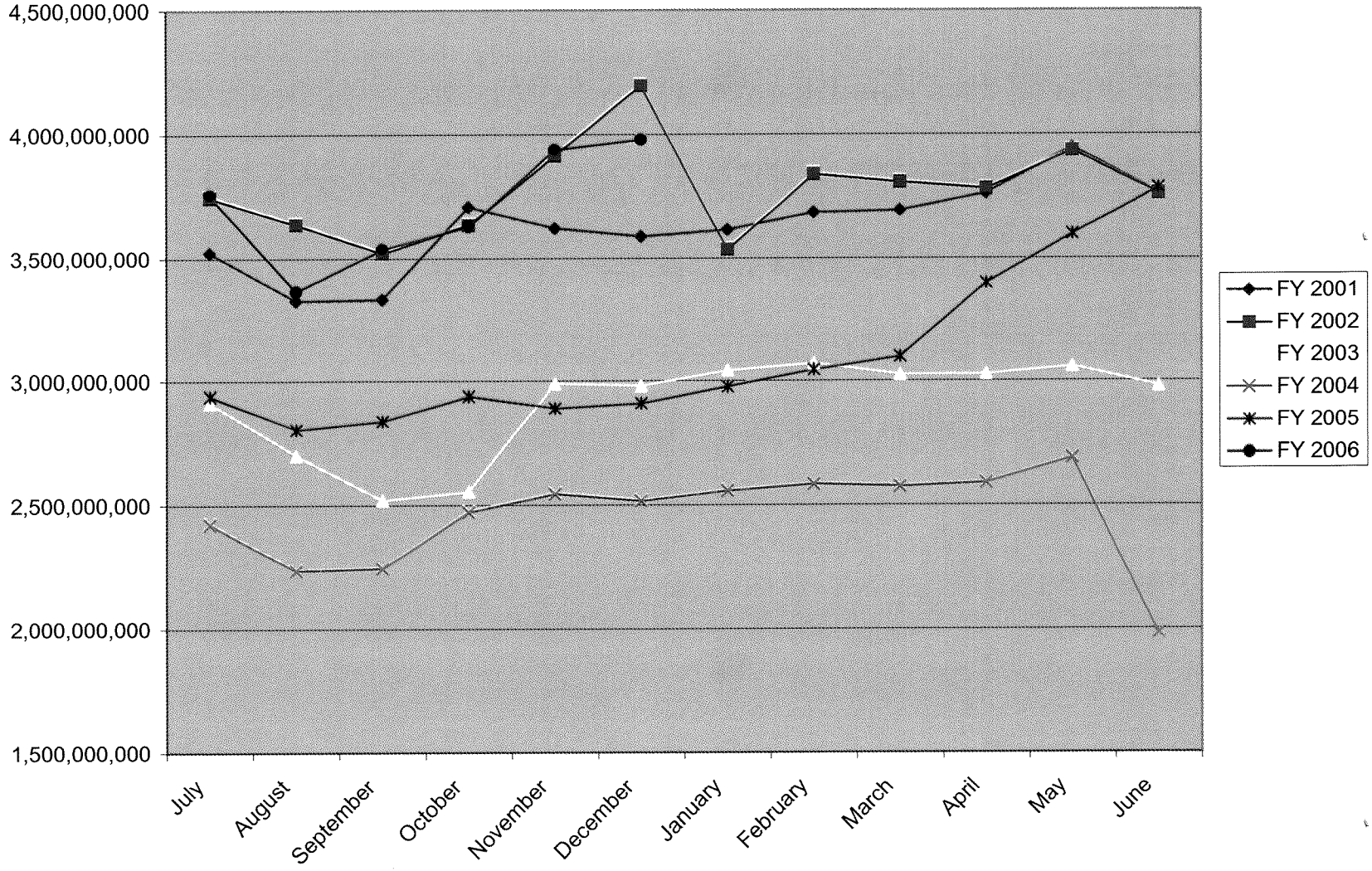
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	954,734	0	4,693,437	0
Capital Con.	1,006,293	733,333	2,673,260	4,294,791
Agency	1,325,340	600,000	3,697,967	3,543,750
T&R	223,761	200,000	699,808	1,260,417

CASH DISTRIBUTION

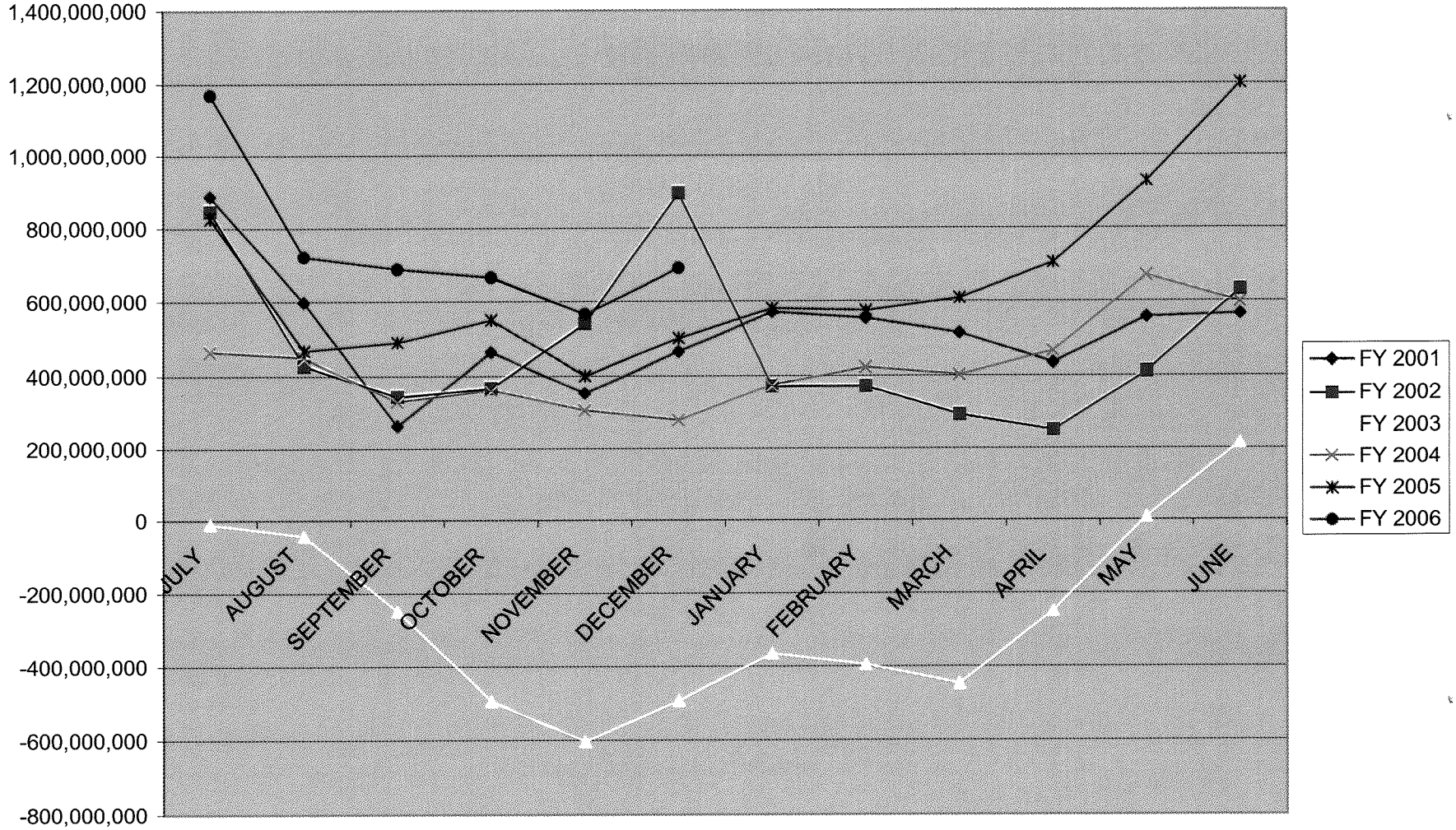
December 2005

	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	876,985	733,333	2,859,380	4,294,791
Agency	1,187,621	600,000	3,174,531	3,543,750
T&R	304,486	200,000	850,770	1,260,417

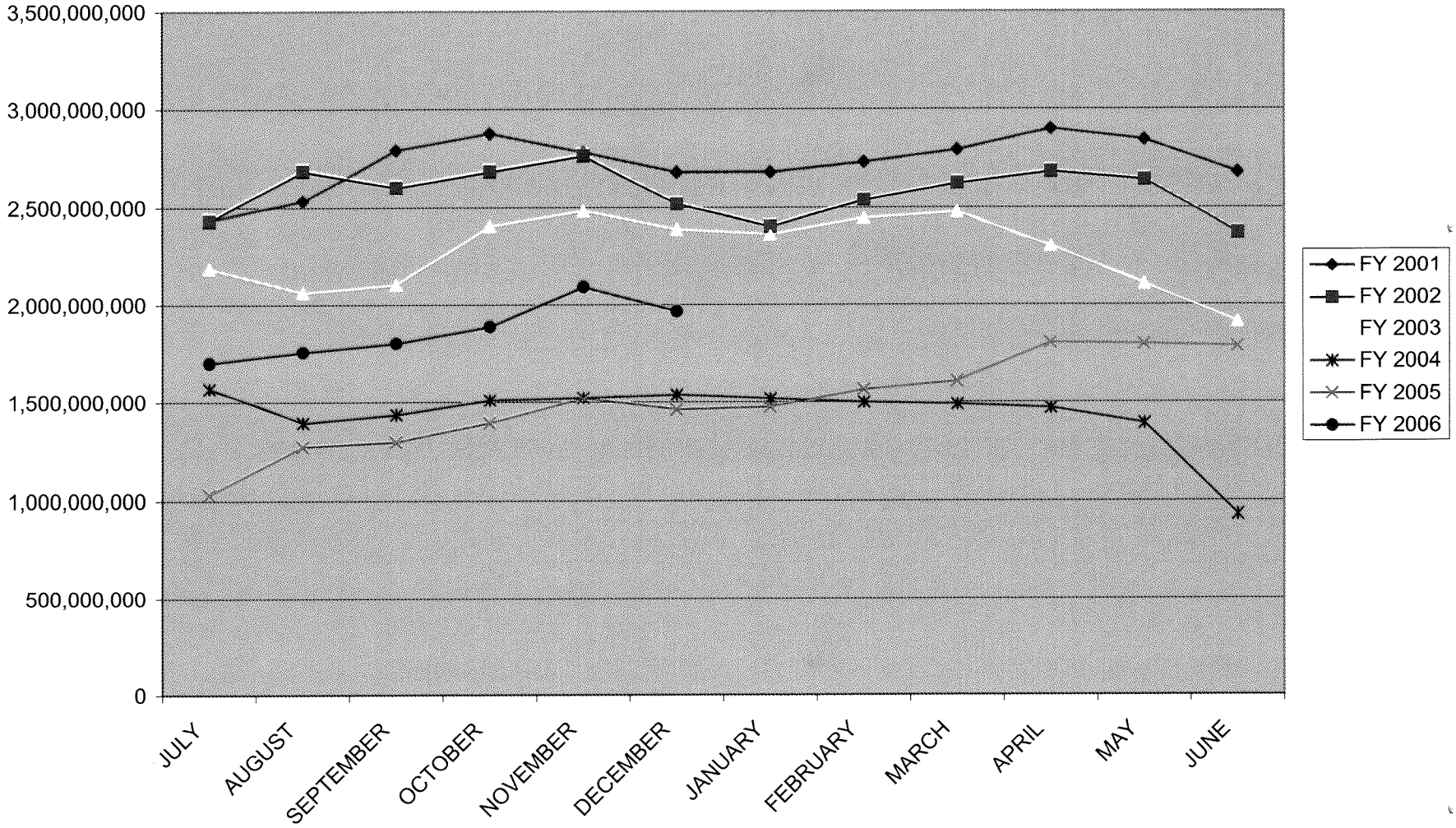
INVESTABLE BALANCES



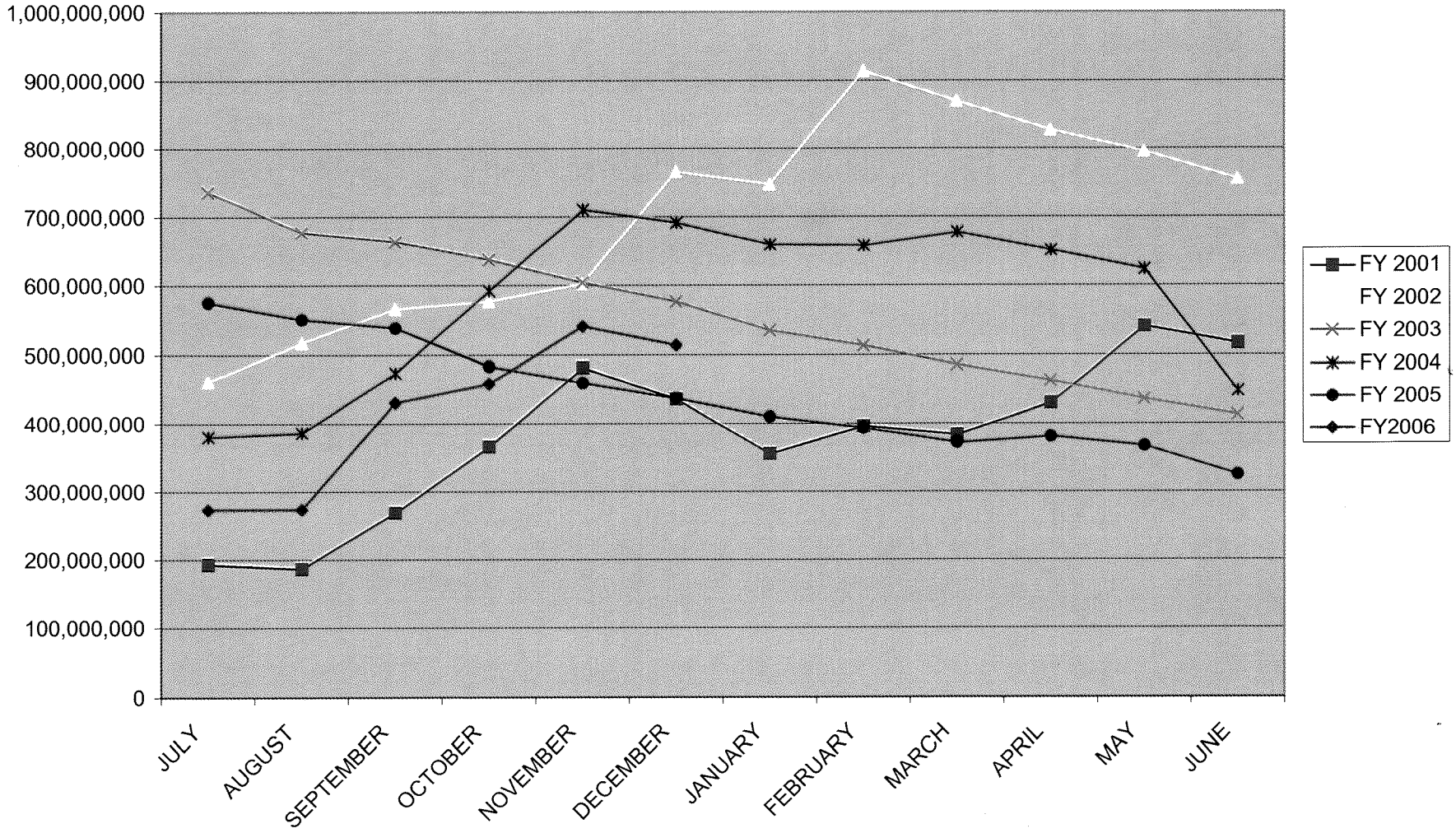
SHORT TERM POOL
INVESTABLE BALANCES



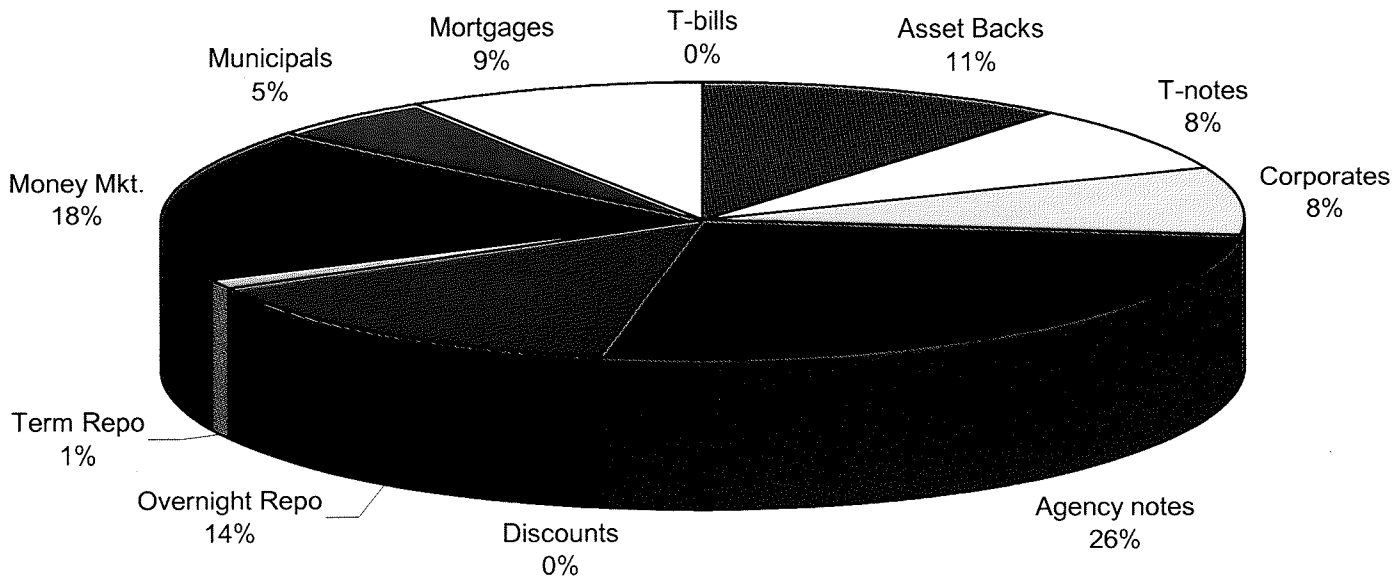
INTERMEDIATE POOL
INVESTABLE BALANCES



BOND PROCEEDS
INVESTABLE BALANCES

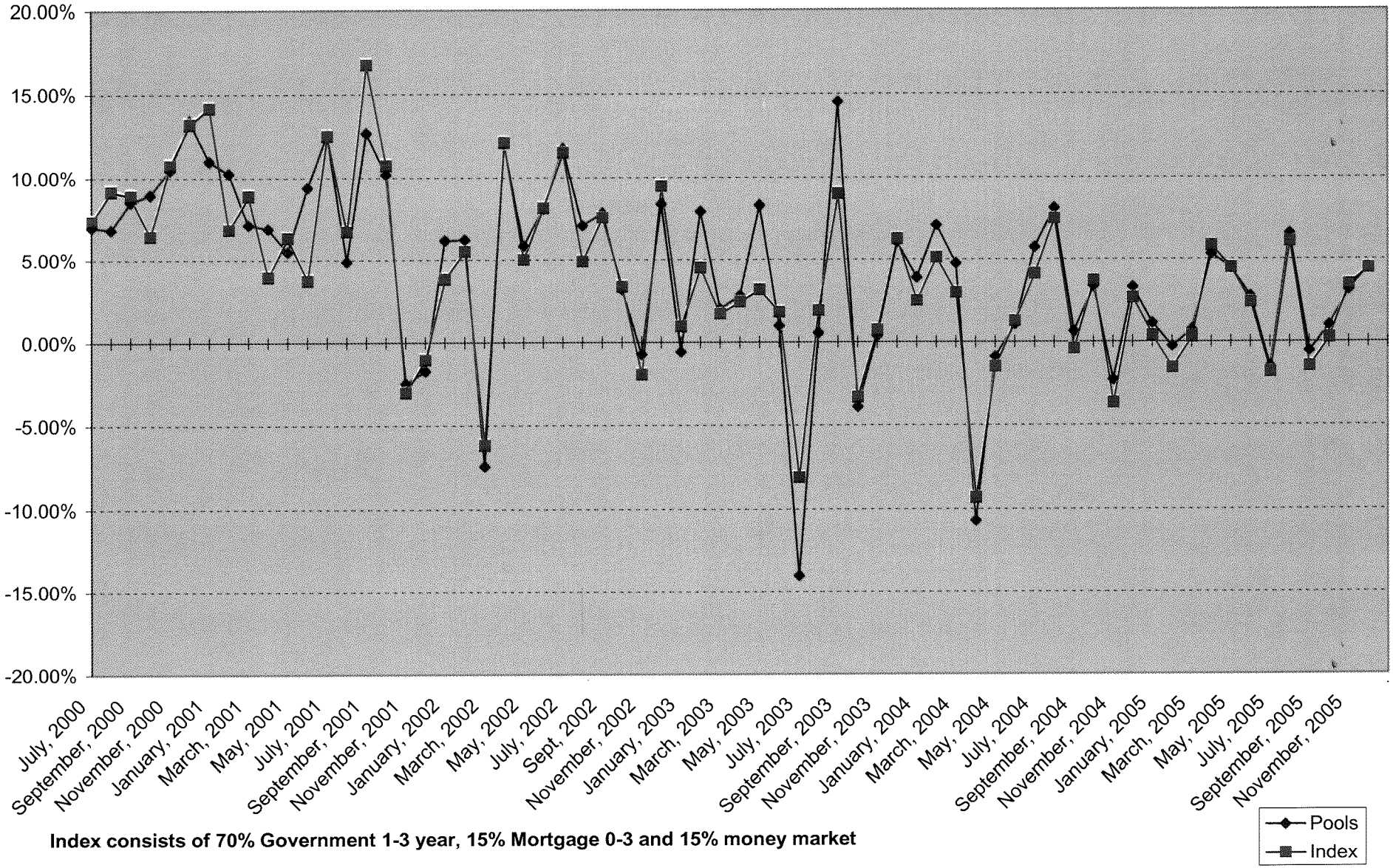


Distribution of Investments for December

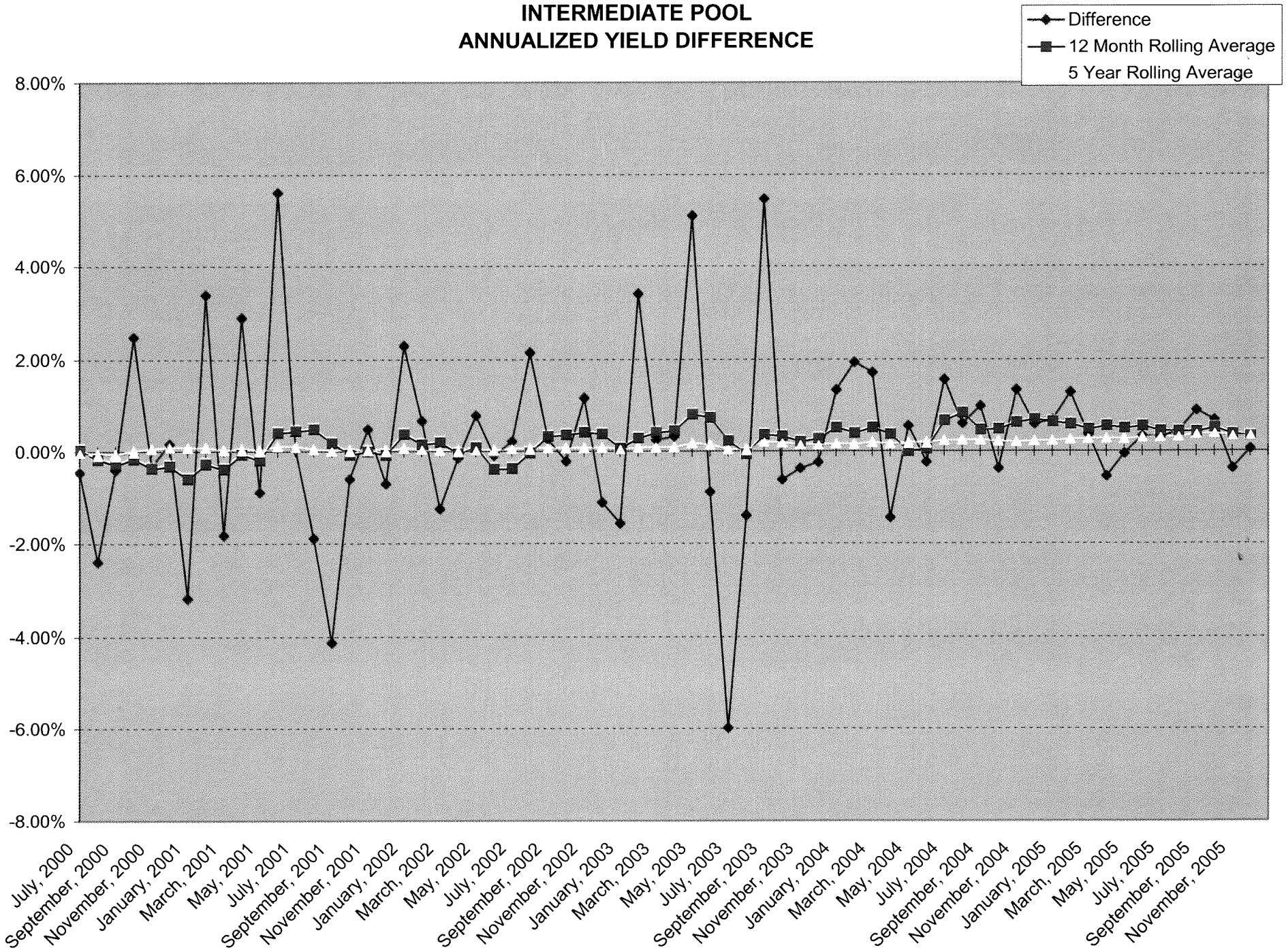


LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%

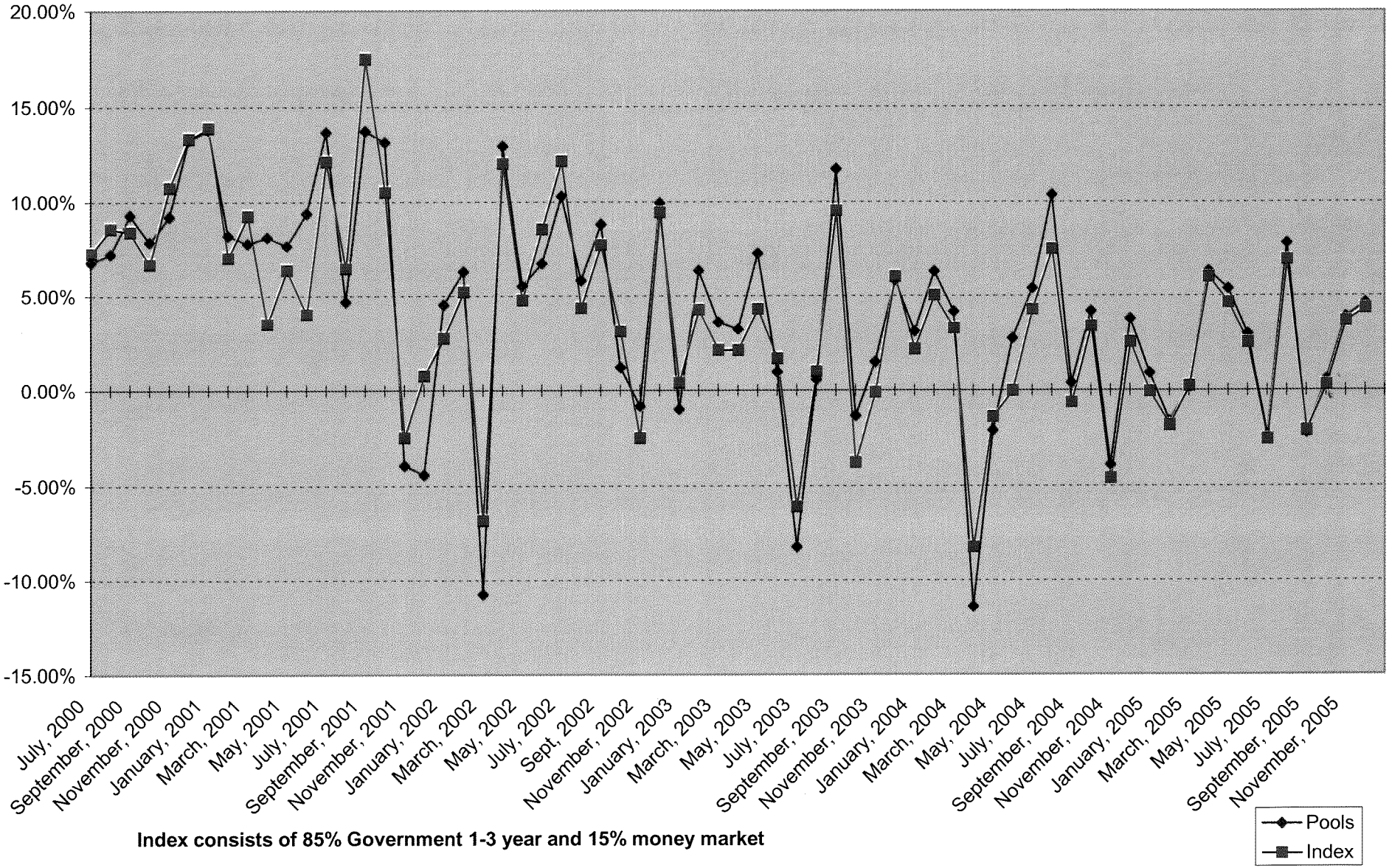
INTERMEDIATE POOL
ANNUALIZED YIELD



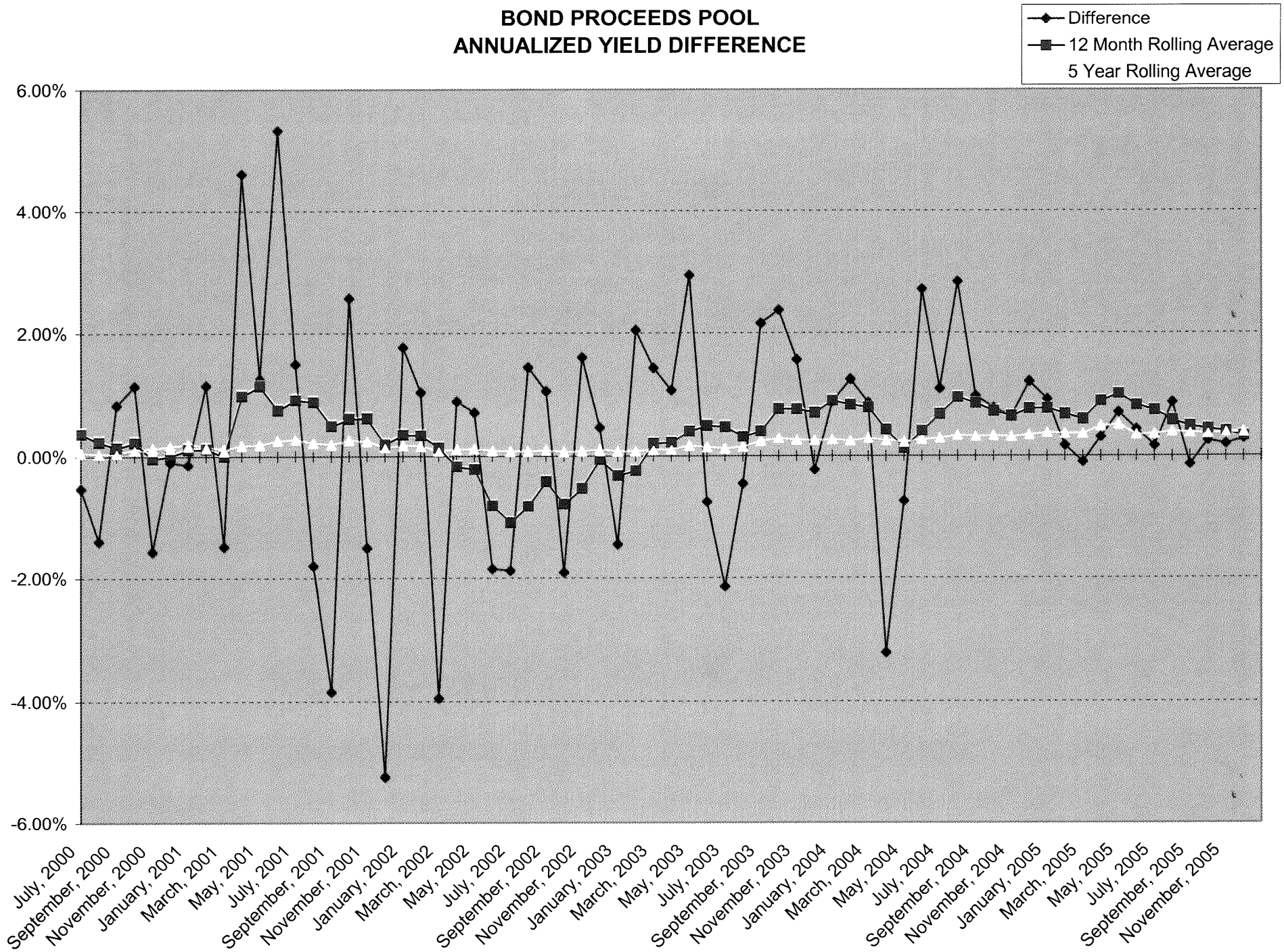
Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


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
May, 2005
July, 2005
September, 2005
November, 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
6.00%
4.00%
2.00%
0.00%
-2.00%
-4.00%
-6.00%
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
May, 2005
July, 2005
September, 2005
November, 2005