December 2007

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky

Jonathan Miller, Secretary

FINANCE AND ADMINISTRATION CABINET

Kentucky UNBRIDLED SPIRIT

12/31/2007

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	558,259,247.70	3.21	2.01	14%	
	Sub-total		558,259,247.70	3.21	2.01	14%	
Agencies		Notes	740,135,517.89	4.03	0.74	18%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		740,135,517.89	4.03	0.74	18%	
Municipals			276,207,371.11	5.69	0.72	7%	
Corporates			220,428,889.75	5.26	1.12	6%	25%
Mortgages		Pools	78,668,813.49	5.07	1.07	2%	
		CMO's	394,825,203.39	5.22	1.63	10%	
	Sub-total		473,494,016.88	5.20	1.54	12%	25%
Asset Backs			577,658,939.59	5.74	0.67	14%	20%
Repurchase Agreements							
		Overnight	783,201,847.00	4.63	0.01	19%	
		< 30 days	26,814,250.34	3.56	0.04	1%	
		< 60 days	4,310.56	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	5,083,096.88	4.70	0.74	0%	
		< 2 years	1,832,260.07	2.01	1.18	0%	
		> 2 years	10,392,958.58	4.09	3.55	0%	
		Flex Repos	8,569,046.87	11.63	5.19	0%	
	Sub-total		835,897,770.30	4.65	0.11	20%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	A1-P1
		Money Mkt Fund	342,000,000.00	4.49	0.00	8%	
		Certificates of Deposit	25,670,235.36	4.46	0.04	1%	
	Sub-total		367,670,235.36	4.48	0.00	9%	20%
Derivatives							
		Swaps	0.00	0.00	0.00	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
TOTALS			4,049,751,988.58	4.65	0.82	100%	

12/31/2007

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			0.00	0.00	0.00	0%	25%
Municipals			0.00	0.00	0.00	0%	
Mortgages		CMOs	77,016,088.19	5.84	1.60	21%	25%
ABS			276,239,991.41	6.10	0.78	77%	
Repurchase Agreements							
		Overnight	8,455,179.07	4.63	0.01	2%	
		< 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		8,455,179.07	0.00	0.00	2%	
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			361,711,258.67	6.01	0.94	100%	

12/31/2007

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	30,495,361.11	4.66	0.19	2%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		30,495,361.11	4.66	0.19	2%	
Corporates			82,814,503.03	5.36	0.36	6%	25%
Municipals			198,746,857.18	6.16	0.45	14%	
Mortgages		CMOs	51,338,794.69	5.10	0.26	3%	25%
ABS			198,239,270.55	5.62	0.21	14%	
Repurchase Agreements							
		Overnight	532,943,350.32	4.63	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		532,943,350.32	4.63	0.01	37%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	A1-P1
		Money Mkt Fund	342,000,000.00	4.49	0.00	24%	
		Certificates of Deposit	0.00	0.00	0.00	0%	
	Sub-total		342,000,000.00	4.49	0.00	24%	
TOTALS			1,436,578,136.88	5.00	0.13	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	430,234,075.44	3.20	1.92	25%	
	Sub-total		430,234,075.44	3.20	1.92	25%	
Agencies		Notes	407,830,742.19	3.92	0.80	24%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		407,830,742.19	3.92	0.80	24%	
Municipals			77,460,513.93	4.49	1.41	4%	
Corporates			137,614,386.72	5.21	1.58	8%	25%
Mortgages		Pools	78,668,813.49	5.07	1.07	5%	
		CMO's	266,470,320.51	5.07	1.91	15%	
	Sub-total		345,139,134.00	5.07	1.72	20%	25%
Asset Backs			103,179,677.63	4.99	1.24	6%	20%
Repurchase Agreements							
		Overnight	147,307,964.26	4.63	0.01	9%	
		< 30 days	26,814,250.34	3.56	0.04	2%	
		< 60 days	4,310.56	2.00	0.11	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	5,083,096.88	4.70	0.74	0%	
		< 2 years	1,832,260.07	2.01	1.18	0%	
		> 2 years	10,392,958.58	4.09	3.55	1%	
		Flex Repos	8,569,046.87	11.63	5.19	0%	
	Sub-total		200,003,887.56	4.73	0.45	12%	
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	25,670,235.36	4.46	0.04	1%	
	Sub-total		25,670,235.36	4.46	0.04	1%	20%
Derivatives							
		Swaps	0.00	0.00	0.00	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		0.00	0.00	0.00	0%	
TOTALS			1,727,132,652.83	4.26	1.33	100%	

12/31/2007

PORTFOLIO SUMMARY
UK HOSPITAL

		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	86,044,961.74	4.23	0.40	0%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		86,044,961.74	4.23	0.40	55%	
Municipals			0.00	0.00	0.00	0%	
Corporates			0.00	0.00	0.00	0%	25%
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%	25%
Asset Backs			0.00	0.00	0.00	0%	20%
Repurchase Agreements							
		Overnight	71,722,484.33	4.63	0.01	0%	
		< 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		71,722,484.33	4.63	0.01	45%	
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%	20%
TOTALS			157,767,446.07	4.41	0.22	0%	

12/31/2007

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	128,025,172.26	3.26	2.30	35%	
Sub-total		128,025,172.26	3.26	2.30	35%	
Agencies	Notes	215,764,452.85	4.06	0.81	59%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		215,764,452.85	4.06	0.81	59%	
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	22,772,869.02	4.63	0.01	6%	
	< 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		22,772,869.02	4.63	0.01	6%	
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		366,562,494.13	3.81	1.28	100%	

ACCRUED EARNINGS

December 2007

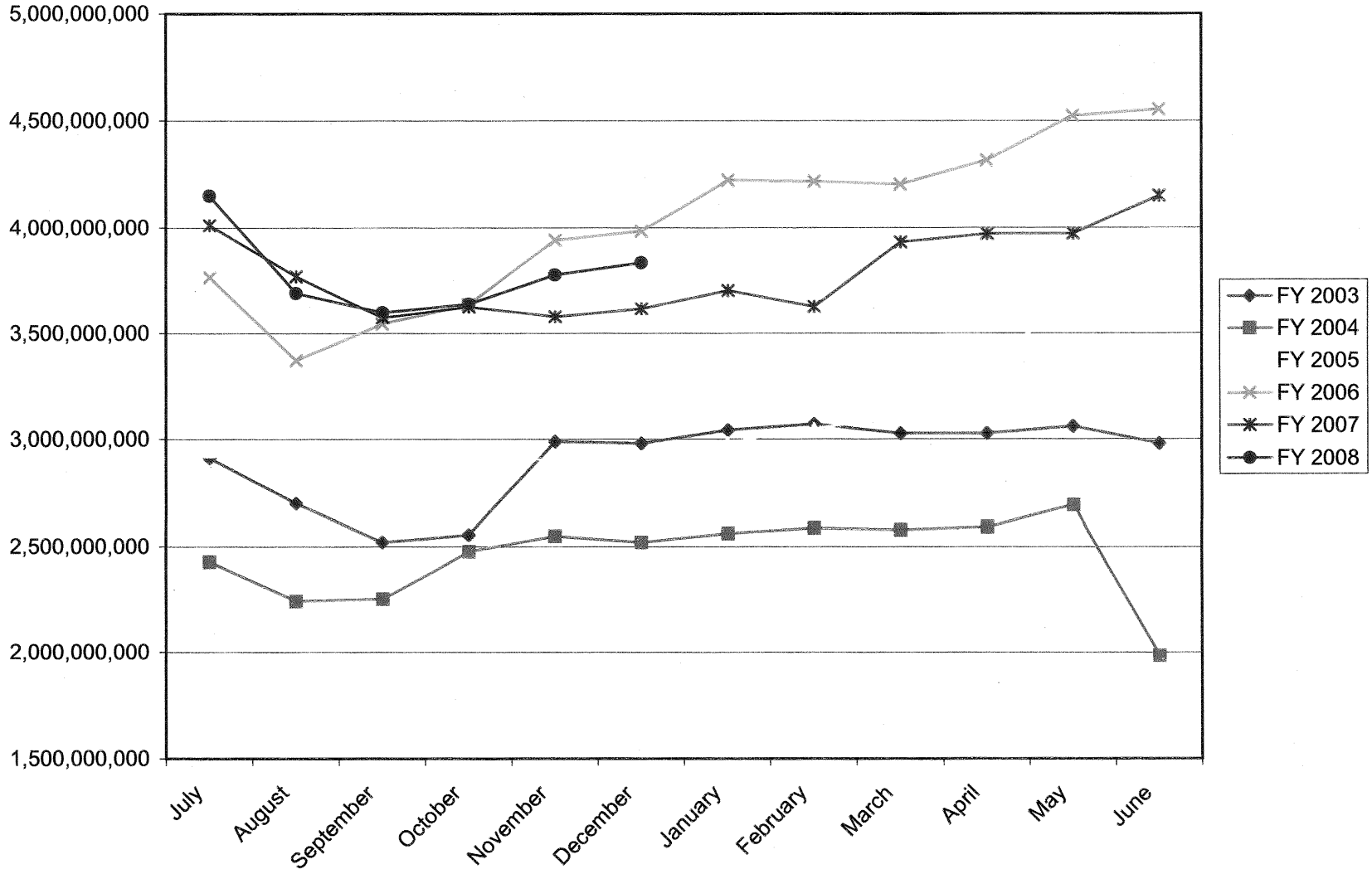
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	949,089	0	10,418,416	0
Capital Con.	69,103	687,500	6,022,181	4,195,833
Transportation	195,527	625,000	7,414,275	3,750,000
Agency	177,725	583,333	4,347,317	3,562,501
T&R	80,913	166,667	875,708	943,751

CASH DISTRIBUTION

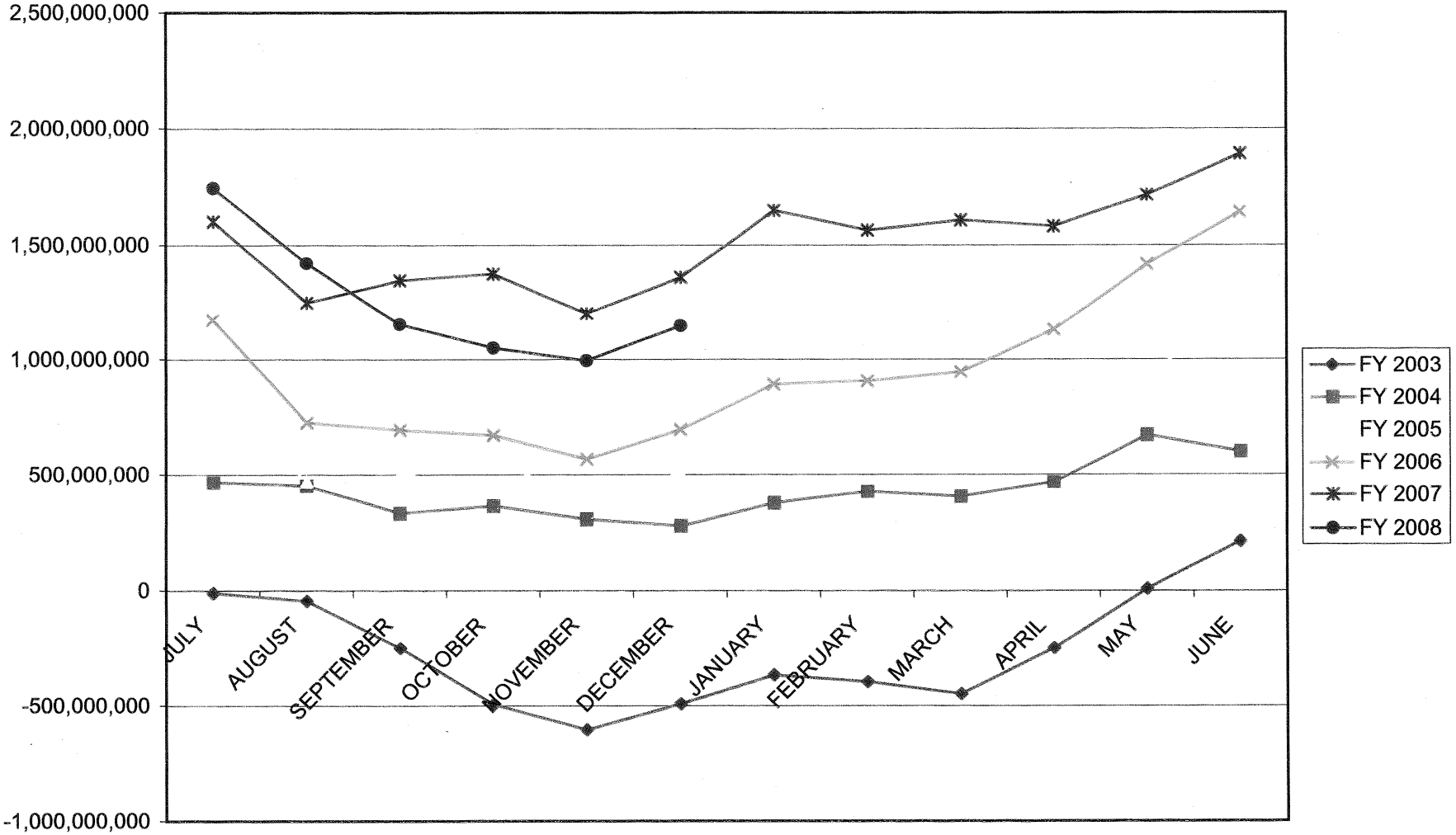
December 2007

	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	521,756	687,500	3,617,903	4,195,833
Transportation	1,219,486	625,000	8,683,556	3,750,000
Agency	825,560	583,333	5,478,517	3,562,501
T&R	187,447	166,667	1,262,809	943,751

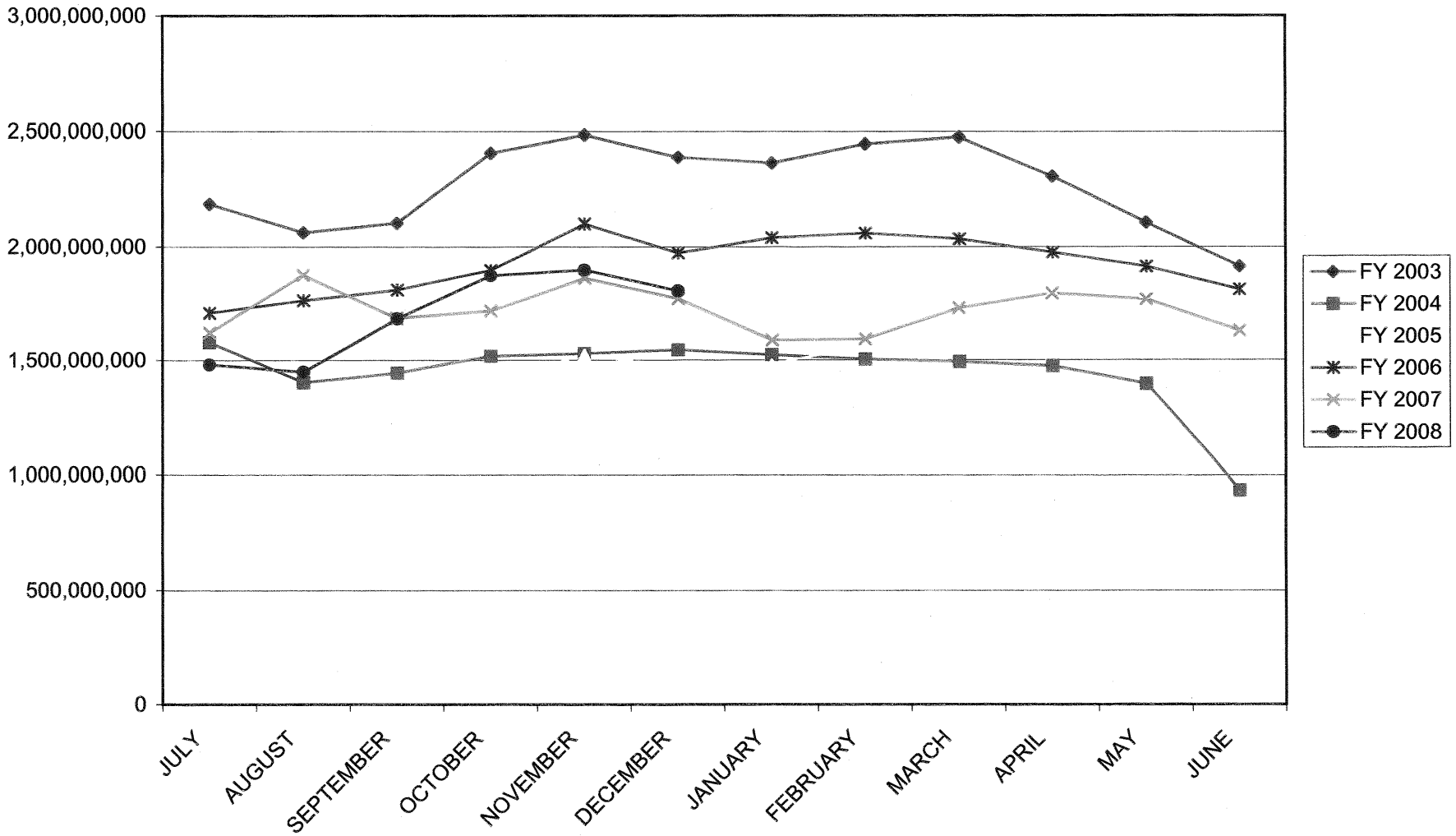
INVESTABLE BALANCES



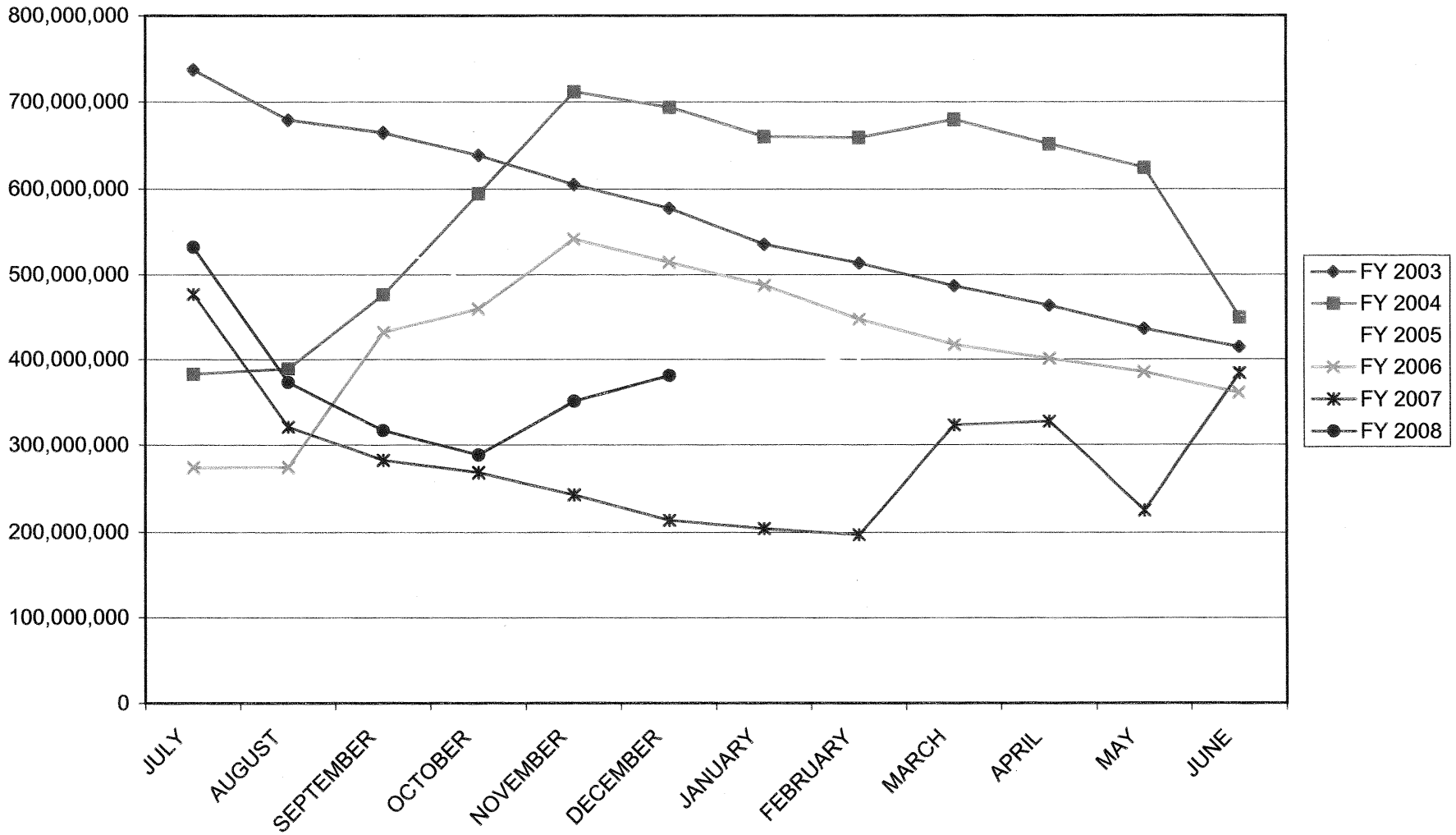
SHORT TERM POOL
INVESTABLE BALANCES



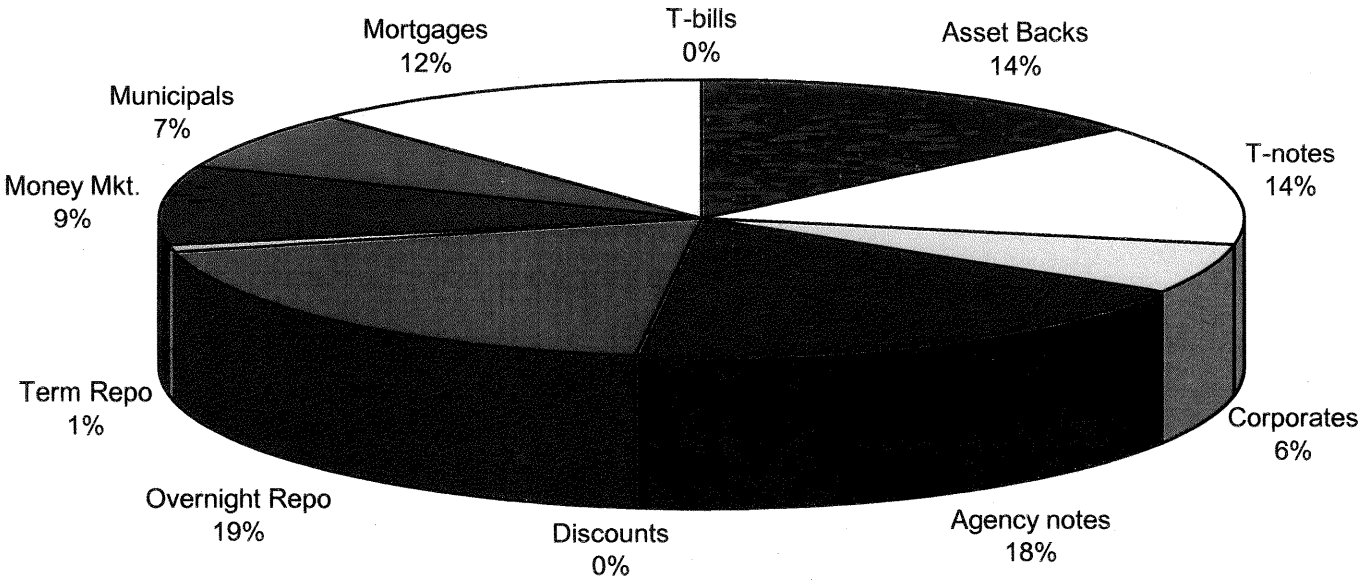
INTERMEDIATE POOL
INVESTABLE BALANCES



BOND PROCEEDS
INVESTABLE BALANCES

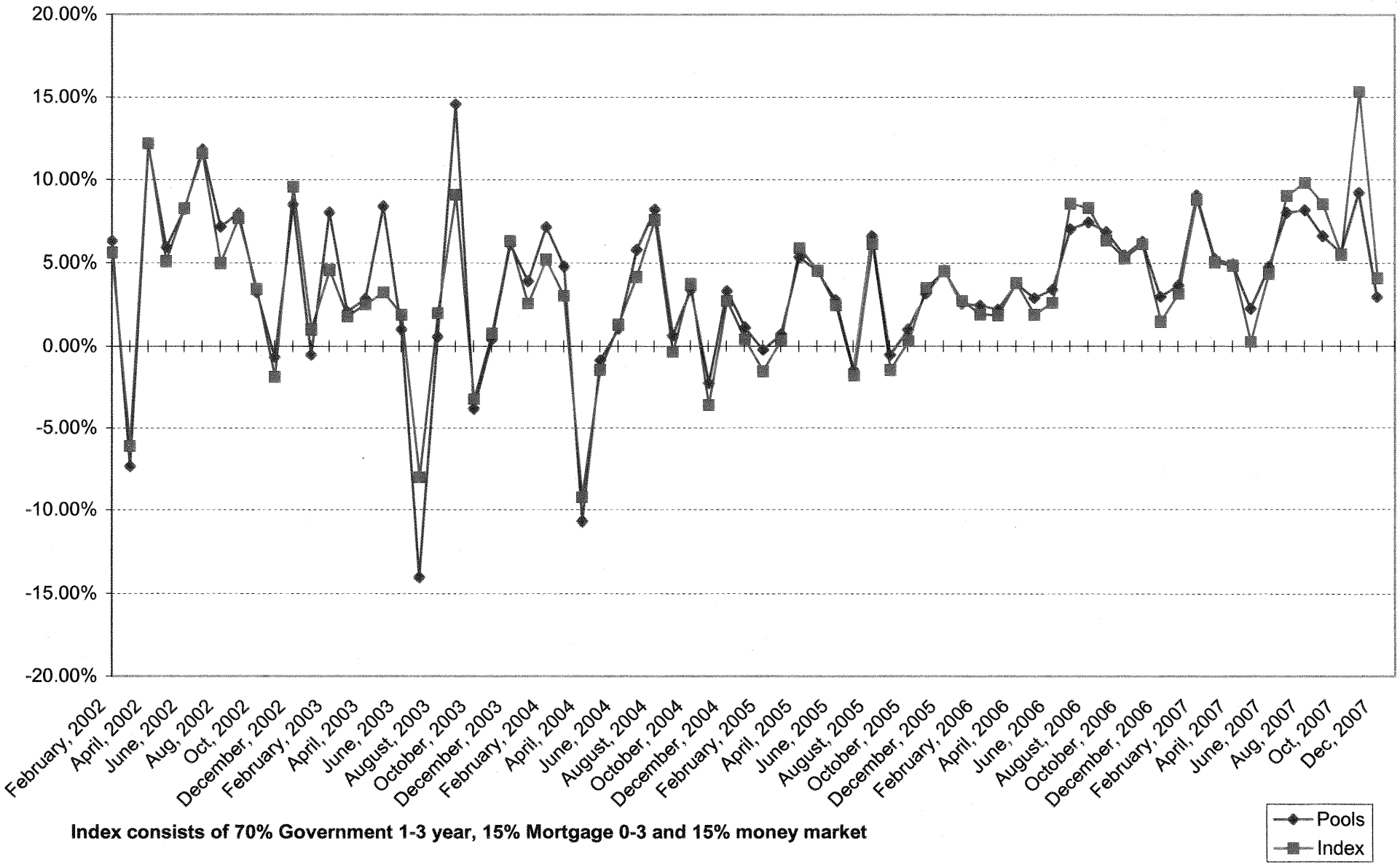


Distribution of Investments for December

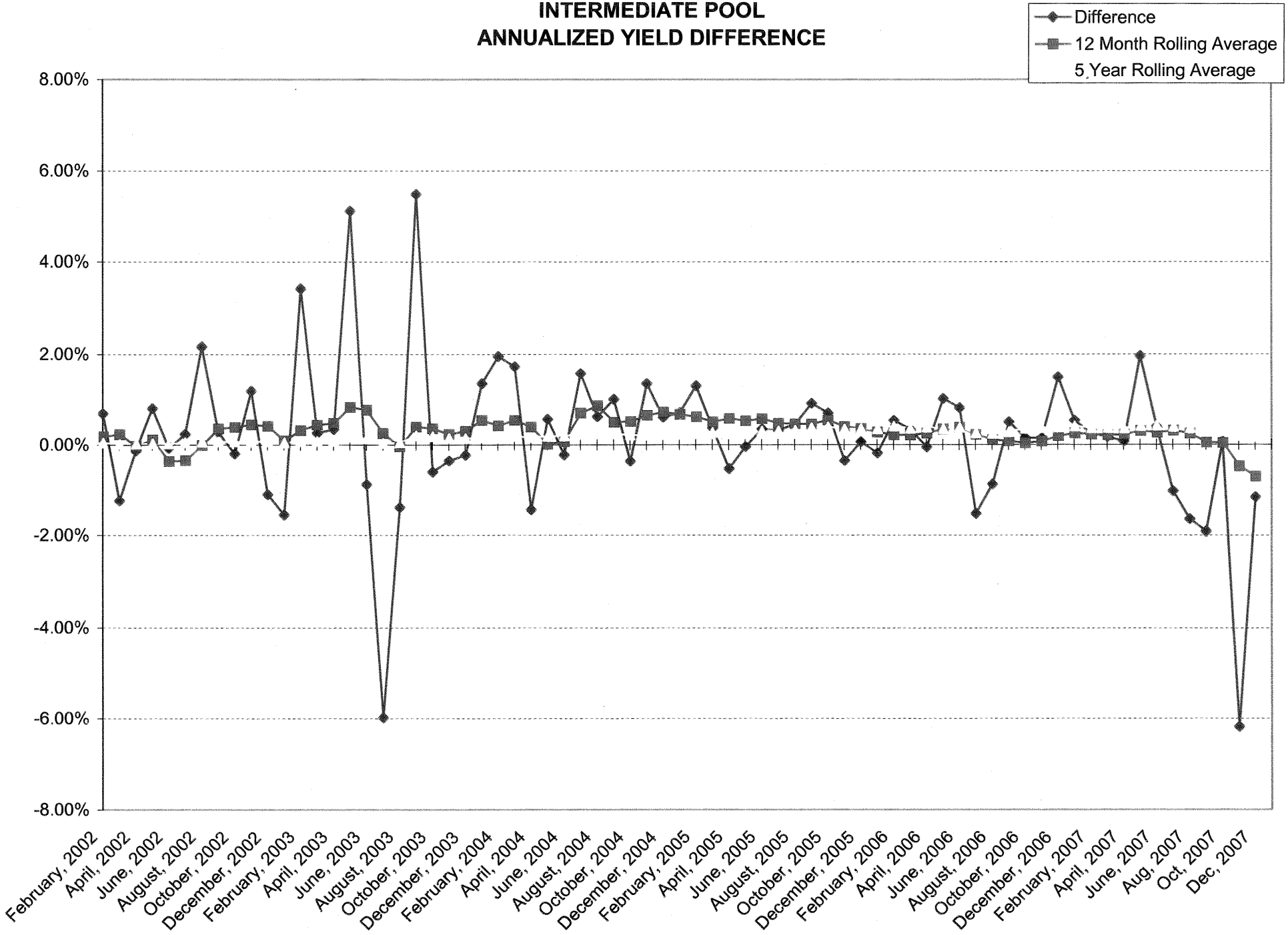


LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%

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%
February, 2002
April, 2002
June, 2002
August, 2002
October, 2002
December, 2002
February, 2003
April, 2003
June, 2003
August, 2003
October, 2003
December, 2003
February, 2004
April, 2004
June, 2004
August, 2004
October, 2004
December, 2004
February, 2005
April, 2005
June, 2005
August, 2005
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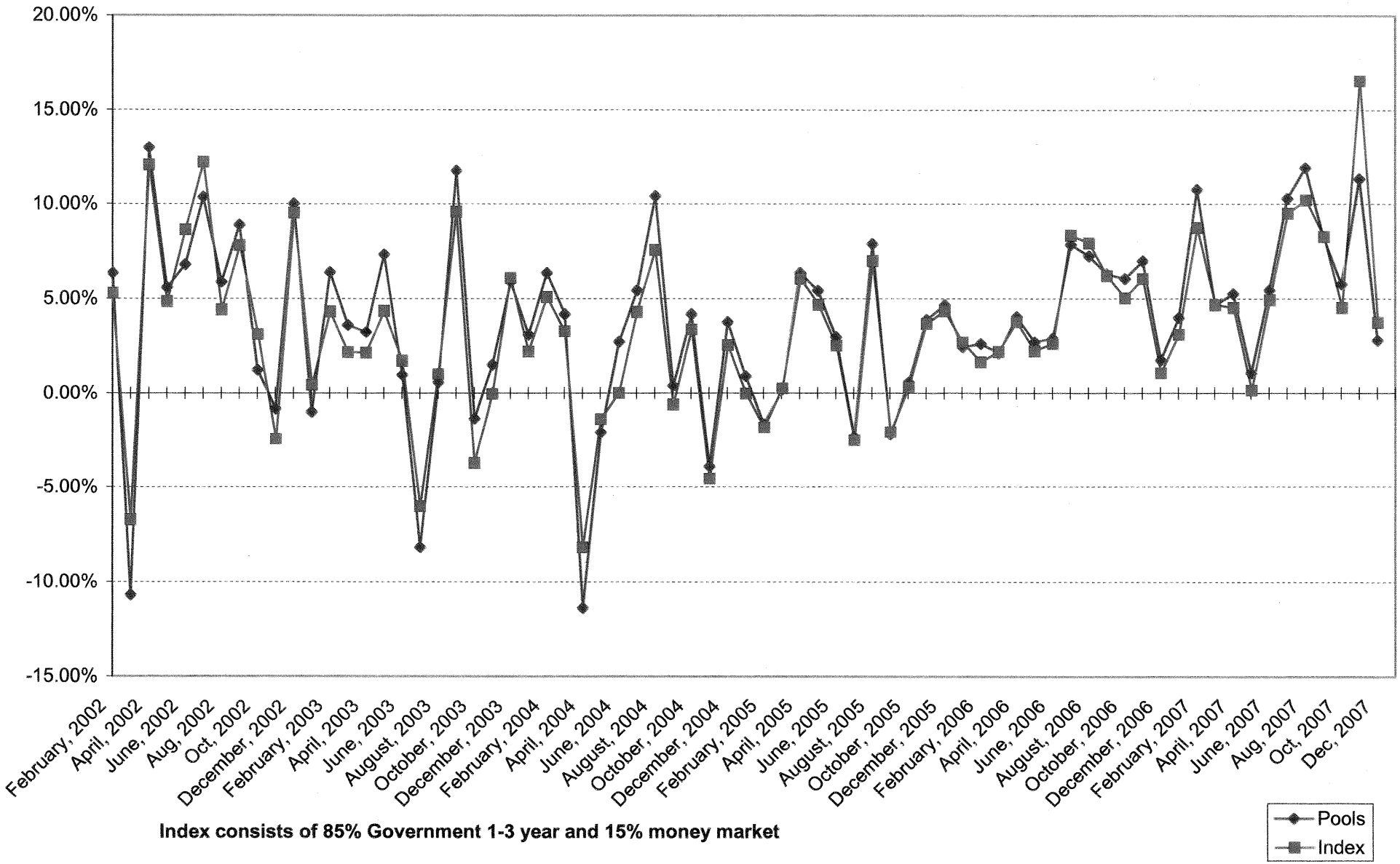
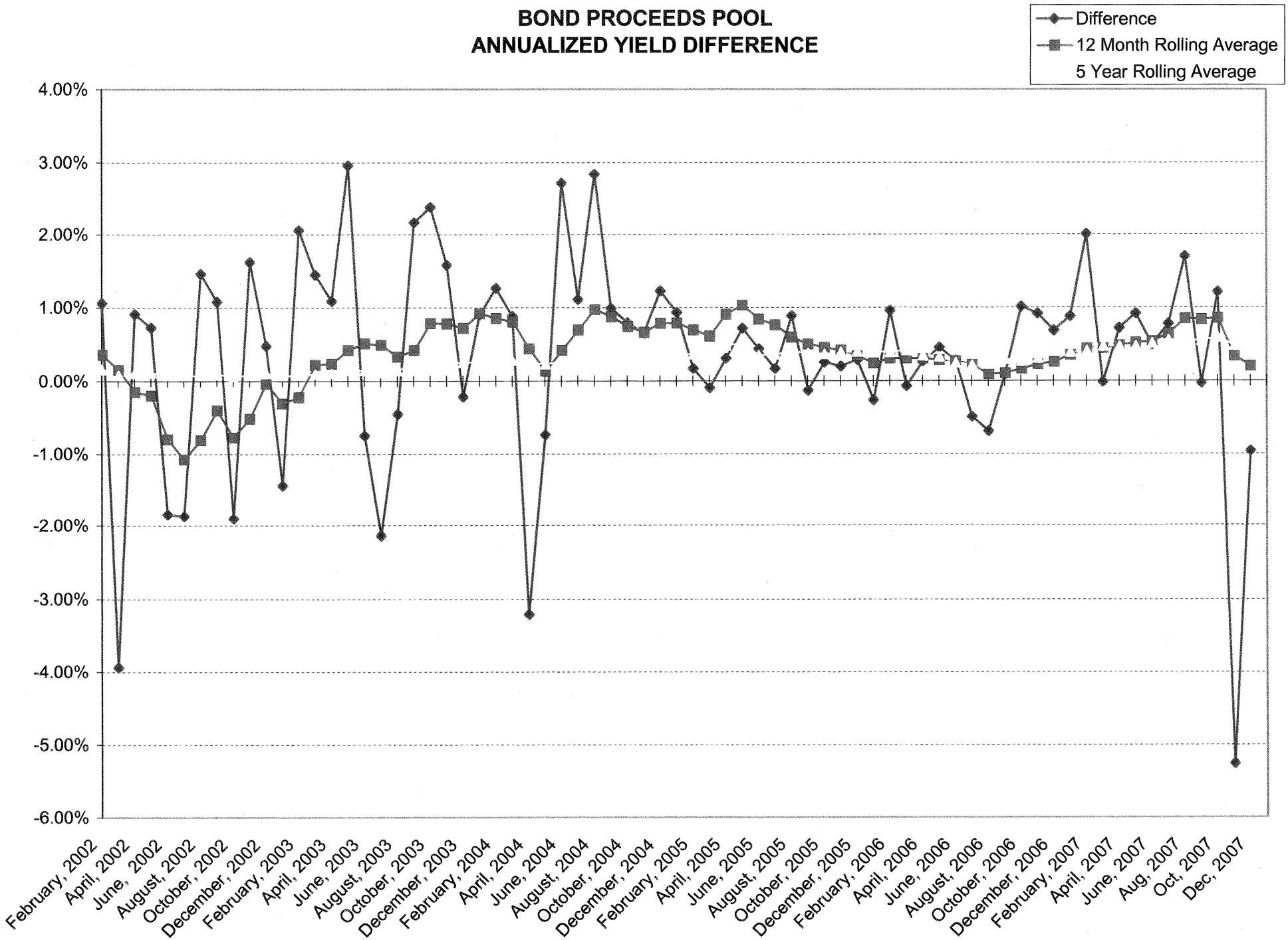
December, 2005
February, 2006
April, 2006
June, 2006
August, 2006
October, 2006
December, 2006
February, 2007
April, 2007
June, 2007
Aug, 2007
Oct, 2007
Dec, 2007

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
4.00%
3.00%
2.00%
1.00%
0.00%
-1.00%
-2.00%
-3.00%
-4.00%
-5.00%
-6.00%
February, 2002
April, 2002
June, 2002
August, 2002
October, 2002
December, 2002
February, 2003
April, 2003
June, 2003
August, 2003
October, 2003
December, 2003
February, 2004
April, 2004
June, 2004
August, 2004
October, 2004
December, 2004
February, 2005
April, 2005
June, 2005
August, 2005
October, 2005
December, 2005
February, 2006
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June, 2006
August, 2006
October, 2006
December, 2006
February, 2007
April, 2007
June, 2007
Aug, 2007
Oct, 2007
Dec, 2007