December 2008
Monthly
Investment Income Report

Commonwealth of Kentucky
Jonathan Miller, Secretary
FINANCE AND ADMINISTRATION CABINET

Kentucky
UNBRIDLED SPIRIT

12/31/2008

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	464,969,779.07	0.47	1.36	15%	
Sub-total		464,969,779.07	0.47	1.36	15%	
Agencies	Notes	618,407,419.93	0.81	0.60	20%	
	Discounts	149,958,388.70	0.13	0.15	5%	
Sub-total		768,365,808.63	0.68	0.51	25%	
Municipals		318,938,953.79	3.97	0.76	10%	
Corporates		171,220,460.31	4.59	1.29	5%	25%
Mortgages	Pools	45,826,731.35	3.55	0.76	2%	
	CMO's	415,405,803.48	20.86	1.86	13%	
Sub-total		461,232,534.83	19.14	1.75	15%	25%
Asset Backs		351,329,683.79	26.48	-0.02	11%	20%
Repurchase Agreements						
	Overnight	200,000,000.00	0.08	0.00	6%	
	< 30 days	16,313,837.99	0.21	0.05	1%	
	< 60 days	6,346,279.04	0.00	0.00	0%	
	< 90 days	35,161.78	0.00	0.00	0%	
	< 1 year	322,551.01	2.00	0.61	0%	
	< 2 years	4,776,214.02	5.04	1.42	0%	
	> 2 years	6,627,170.71	2.79	3.29	0%	
	Flex Repos	13,091,825.86	11.63	5.23	1%	
Sub-total		247,513,040.41	0.87	0.40	8%	
Money Market Securities						
	Commercial Paper	29,997,194.40	0.00	0.00	1%	A1-P1
	Money Mkt Fund	293,000,000.00	0.84	0.00	9%	
	Certificates of Deposit	27,939,240.16	0.96	0.28	1%	
Sub-total		350,936,434.56	0.83	0.03	11%	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		3,134,506,695.39	6.84	0.76	100%	

12/31/2008

PORTFOLIO SUMMARY
TRAN POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
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	75,019,916.67	0.23	0.04	18%
	Discounts	0.00	0.00	0.00	0%
Sub-total		75,019,916.67	0.00	0.00	18%
Corporates		57,477,013.78	4.22	0.38	14%
Municipals		3,651,975.14	7.46	10.72	1%
Mortgages	CMOs	106,373,421.39	65.27	1.37	26%
ABS		164,379,950.98	8.00	0.24	40%
Repurchase Agreements					
	Overnight	4,744,397.38	0.08	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		4,744,397.38	0.00	0.00	1%
Money Market Securities					
	Commercial Paper	0.00	0.00	0.00	0%
	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		411,646,675.34	20.76	0.61	100%

12/31/2008

PORTFOLIO SUMMARY
SHORT TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
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	149,958,388.70	0.13	0.15	18%
Sub-total		149,958,388.70	0.13	0.15	18%
Corporates		16,350,814.33	4.31	0.53	2%
Municipals		1,006,895.39	1.68	0.30	0%
Mortgages	CMOs	21,584,889.73	6.53	8.82	3%
ABS		162,589,918.13	47.21	-0.38	19%
Repurchase Agreements					
	Overnight	261,426,248.82	0.08	0.00	31%
	< 30 days	25,014,583.33	1.00	0.04	3%
	< 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		286,440,832.15	1.08	0.04	34%
Money Market Securities					
	Commercial Paper	29,997,194.40	0.60	0.04	4%
	Money Mkt Fund	153,000,000.00	0.96	0.00	18%
	Certificates of Deposit	20,007,944.44	0.65	0.02	2%
Sub-total		203,005,138.84	0.88	0.01	24%
TOTALS		840,936,877.27	9.67	0.19	100%

12/31/2008

PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries						
		Bills	0.00	0.00	0.00	0%
		Treasury Notes	418,341,249.02	0.46	1.34	26%
	Sub-total		418,341,249.02	0.46	1.34	26%
Agencies		Notes	257,628,051.62	1.07	0.73	16%
		Discounts	0.00	0.00	0.00	0%
	Sub-total		257,628,051.62	1.07	0.73	16%
Municipals			314,280,083.26	3.94	0.64	20%
Corporates			97,392,632.20	4.86	1.95	6%
Mortgages		Pools	45,826,731.35	3.55	0.76	3%
		CMO's	287,447,492.36	5.50	1.51	18%
	Sub-total		333,274,223.71	5.23	1.41	21%
Asset Backs			24,359,814.68	12.78	0.63	2%
Repurchase Agreements						
		Overnight	-47,726,067.73	0.08	0.00	-3%
		< 30 days	16,313,837.99	0.21	0.05	2%
		< 60 days	6,346,279.04	0.11	0.10	0%
		< 90 days	35,161.78	2.00	0.20	0%
		< 1 year	322,551.01	2.00	0.61	0%
		< 2 years	4,776,214.02	5.04	1.42	0%
		> 2 years	6,627,170.71	2.79	3.29	0%
		Flex Repos	13,091,825.86	11.63	5.23	1%
	Sub-total		-213,027.32	-919.36	-463.05	0%
Money Market Securities						
		Commercial Paper	0.00	0.00	0.00	0%
		Money Mkt Fund	140,000,000.00	0.71	0.00	9%
		Certificates of Deposit	7,931,295.72	1.75	0.95	0%
	Sub-total		147,931,295.72	0.76	0.05	9%
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			1,592,994,322.89	2.85	1.09	100%

12/31/2008

PORTFOLIO SUMMARY
UK HOSPITAL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
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	76,250,625.30	0.18	0.31	0%
		Discounts	0.00	0.00	0.00	0%
	Sub-total		76,250,625.30	0.18	0.31	104%
Municipals			0.00	0.00	0.00	0%
Corporates			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	-2,688,747.74	0.08	0.00	4%
		< 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		-2,688,747.74	0.08	0.00	-4%
Money Market Securities						
		Commercial Paper	0.00	0.00	0.00	0%
		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			73,561,877.56	0.18	0.32	100%

12/31/2008

PORTFOLIO SUMMARY
BOND PROCEEDS POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	46,628,530.05	0.50	1.53	20%
Sub-total		46,628,530.05	0.50	1.53	20%
Agencies	Notes	209,508,826.34	0.94	0.75	87%
	Discounts	0.00	0.00	0.00	0%
Sub-total		209,508,826.34	0.94	0.75	87%
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	-15,755,830.73	0.08	0.00	-7%
	< 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		-15,755,830.73	0.08	0.00	-7%
Money Market Securities					
	Commercial Paper	0.00	0.00	0.00	0%
	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		240,381,525.66	0.91	0.95	100%

ACCRUED EARNINGS

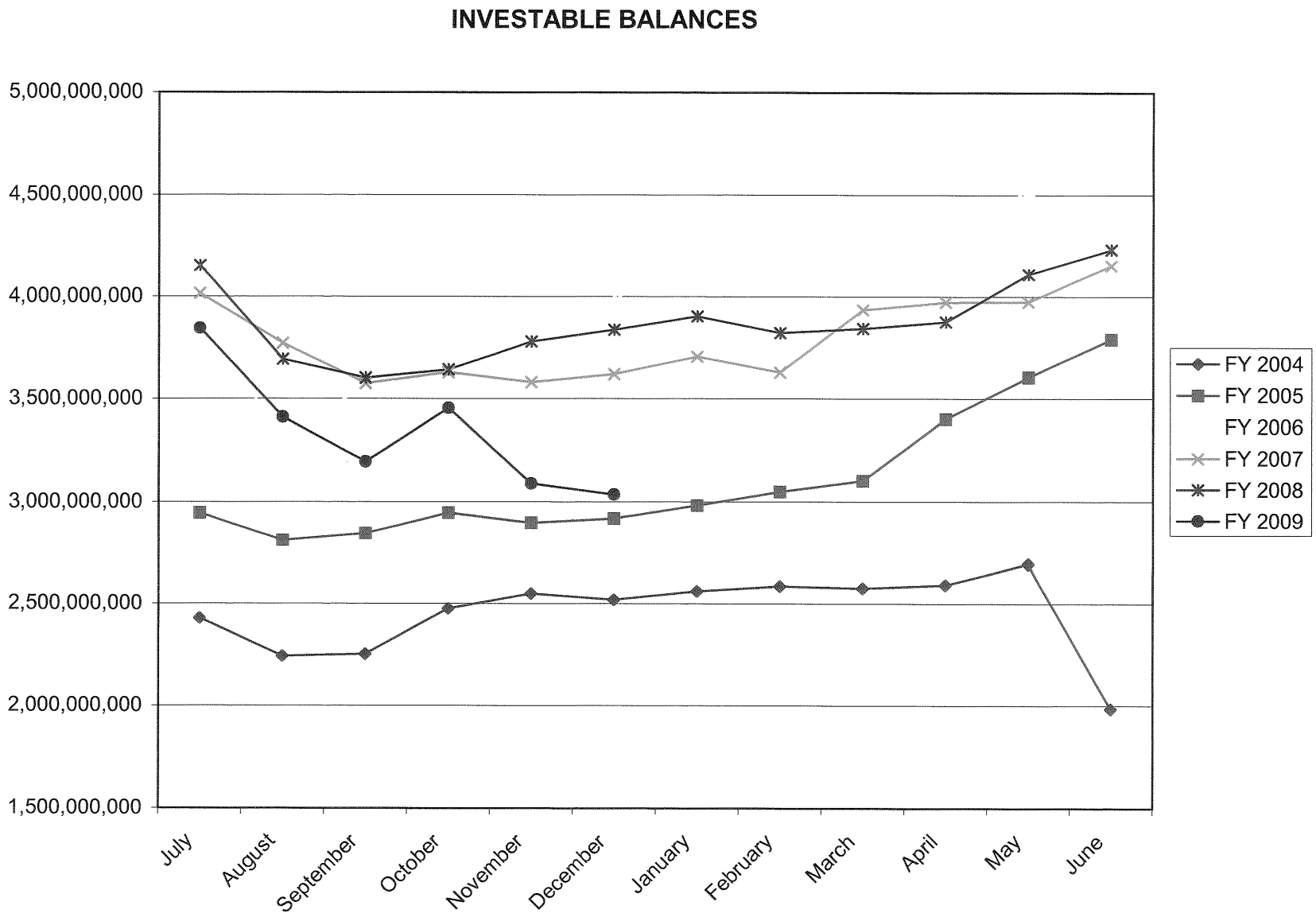
December 2008

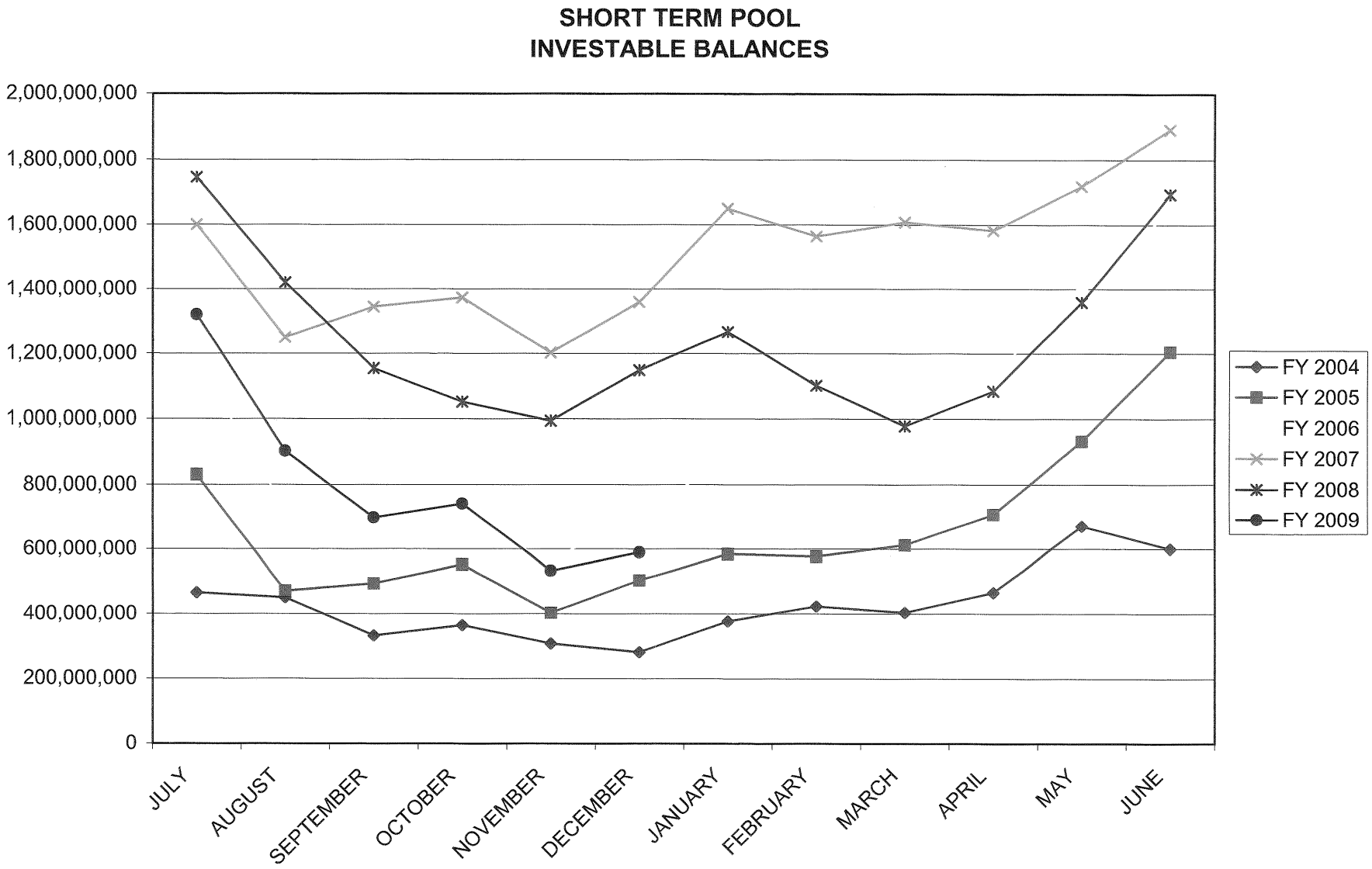
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	-113,578	0	746,351	0
Capital Con.	1,088,266	495,833	3,792,105	2,851,042
Transportation	1,689,349	483,333	6,586,216	2,899,998
Agency	1,996,499	690,625	6,040,253	4,267,708
T&R	409,020	123,958	1,095,296	814,584

CASH DISTRIBUTION

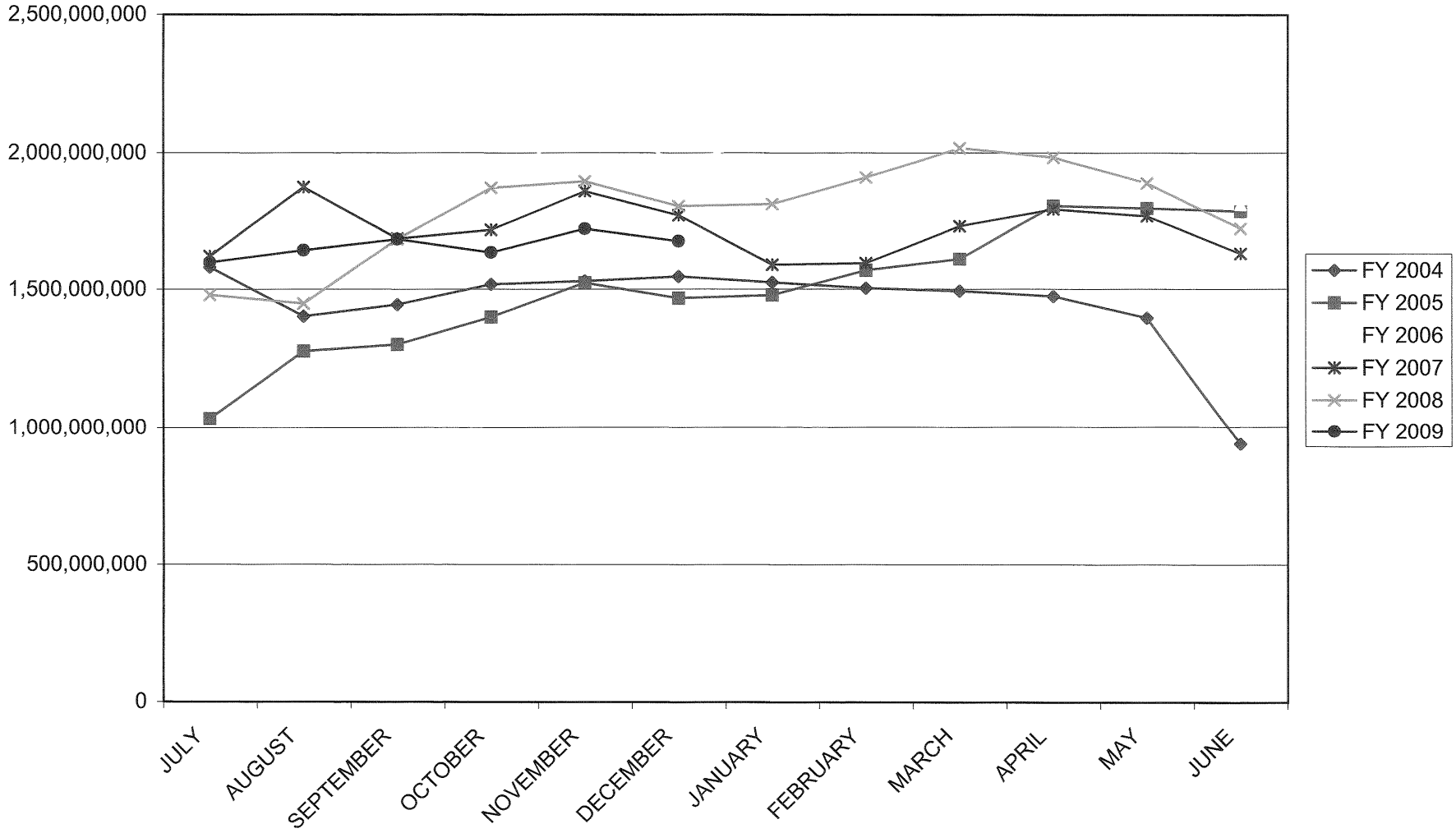
December 2008

	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	508,065	495,833	2,502,128	2,851,042
Transportation	903,335	483,333	5,682,890	2,899,998
Agency	859,694	690,625	4,261,122	4,267,708
T&R	161,858	123,958	832,101	814,584

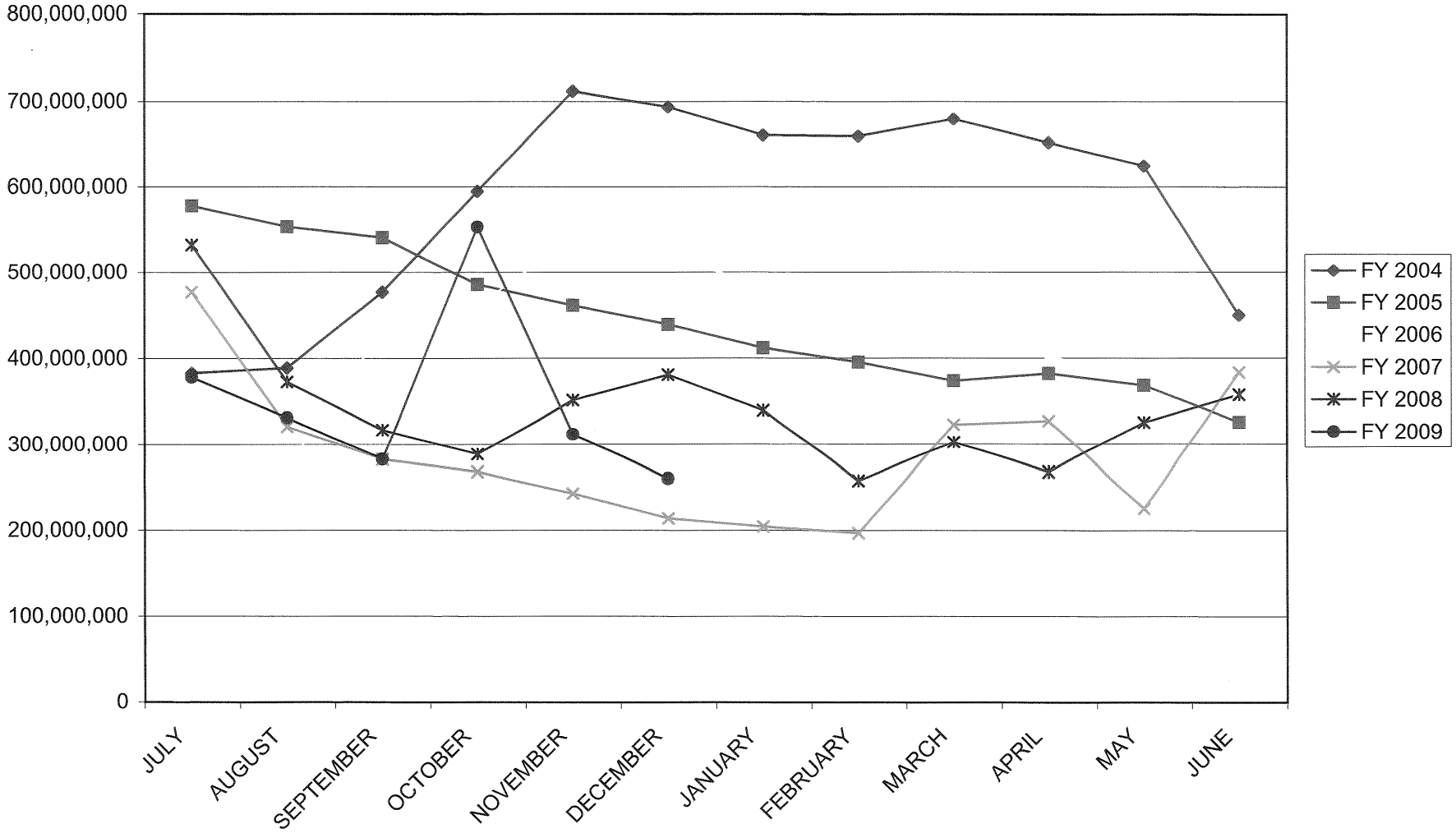

INVESTABLE BALANCES
5,000,000,000
4,500,000,000
4,000,000,000
3,500,000,000
3,000,000,000
2,500,000,000
2,000,000,000
1,500,000,000
July
August
September
October
November
December
January
February
March
April
May
June
FY 2004
FY 2005
FY 2006
FY 2007
FY 2008
FY 2009


SHORT TERM POOL
INVESTABLE BALANCES
2,000,000,000
1,800,000,000
1,600,000,000
1,400,000,000
1,200,000,000
1,000,000,000
800,000,000
600,000,000
400,000,000
200,000,000
0
JULY
AUGUST
SEPTEMBER
OCTOBER
NOVEMBER
DECEMBER
JANUARY
FEBRUARY
MARCH
APRIL
MAY
JUNE
FY 2004
FY 2005
FY 2006
FY 2007
FY 2008
FY 2009

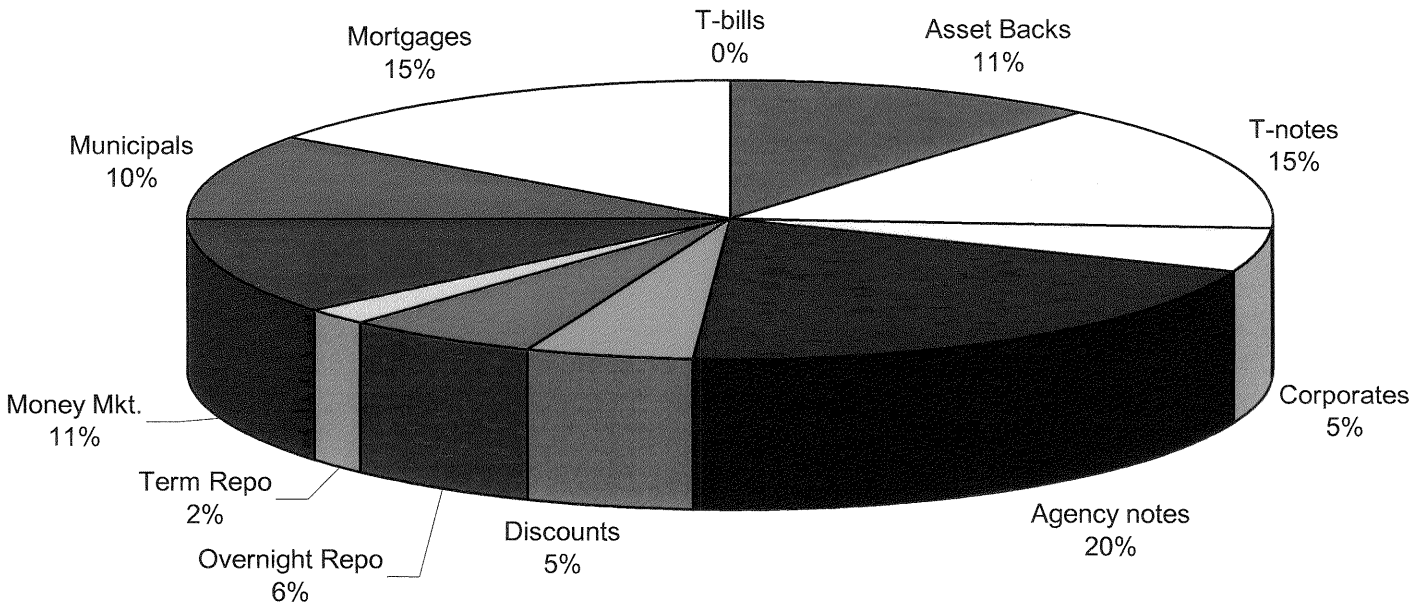
INTERMEDIATE POOL
INVESTABLE BALANCES



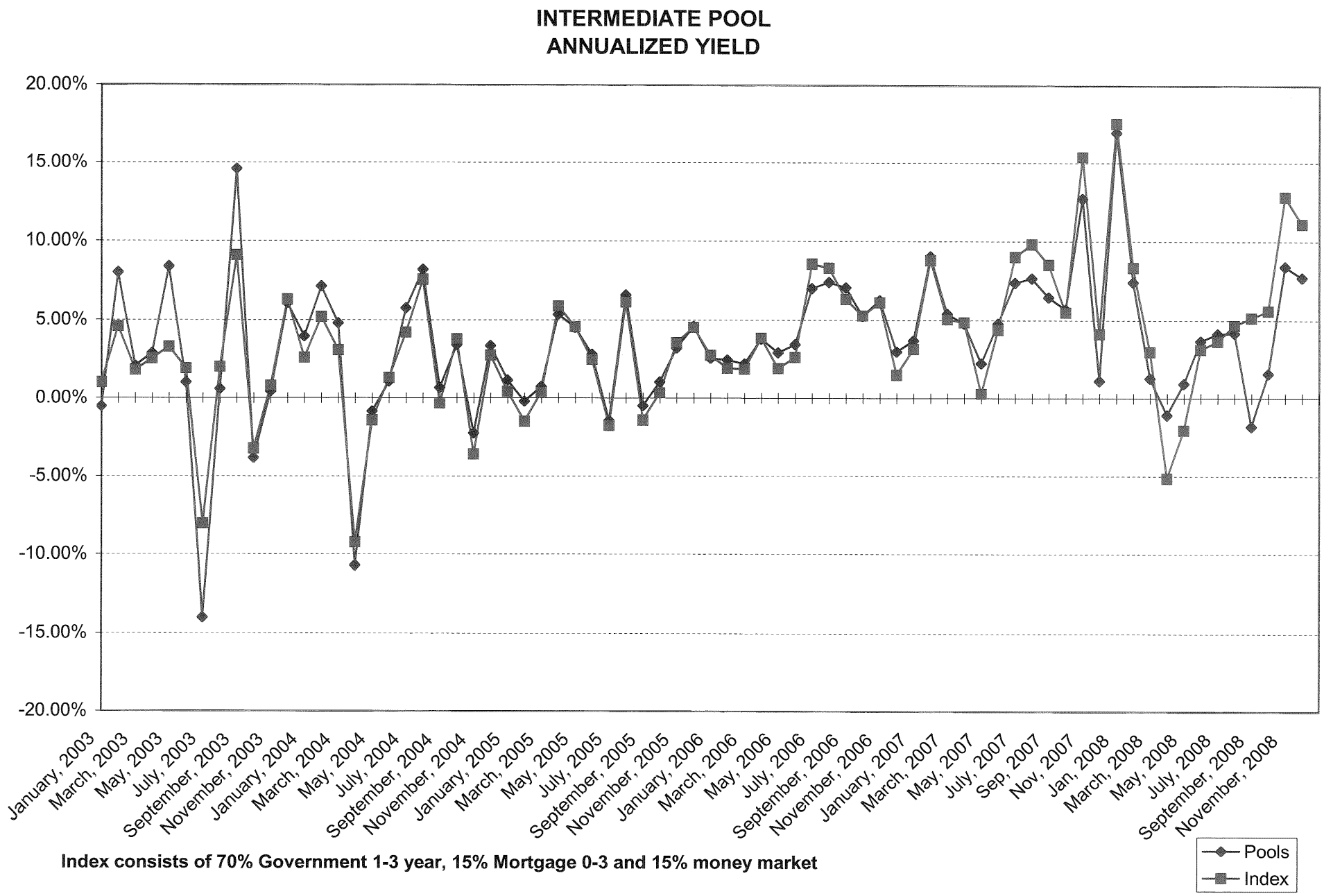
BOND PROCEEDS
INVESTABLE BALANCES



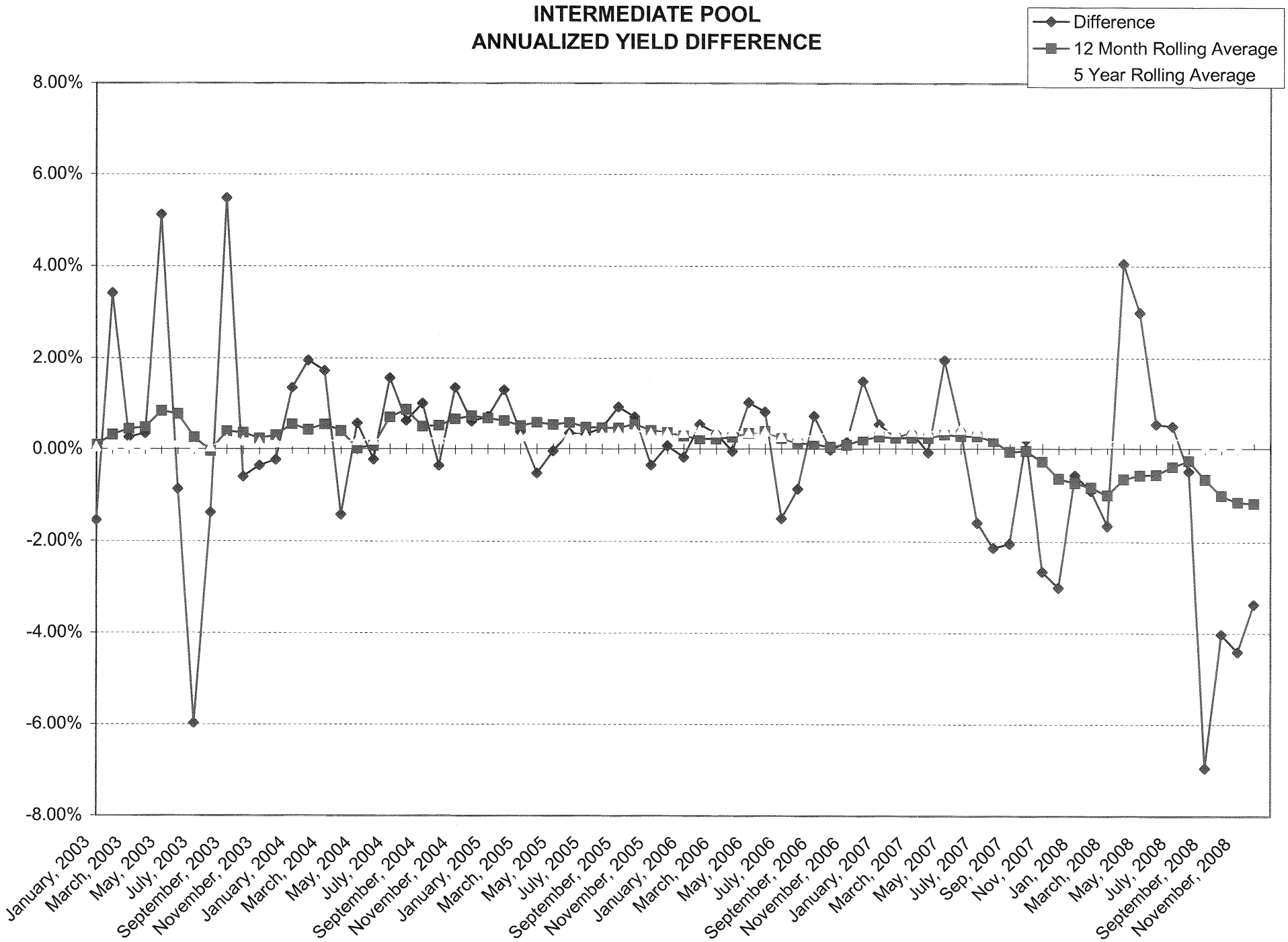
Distribution of Investments for December



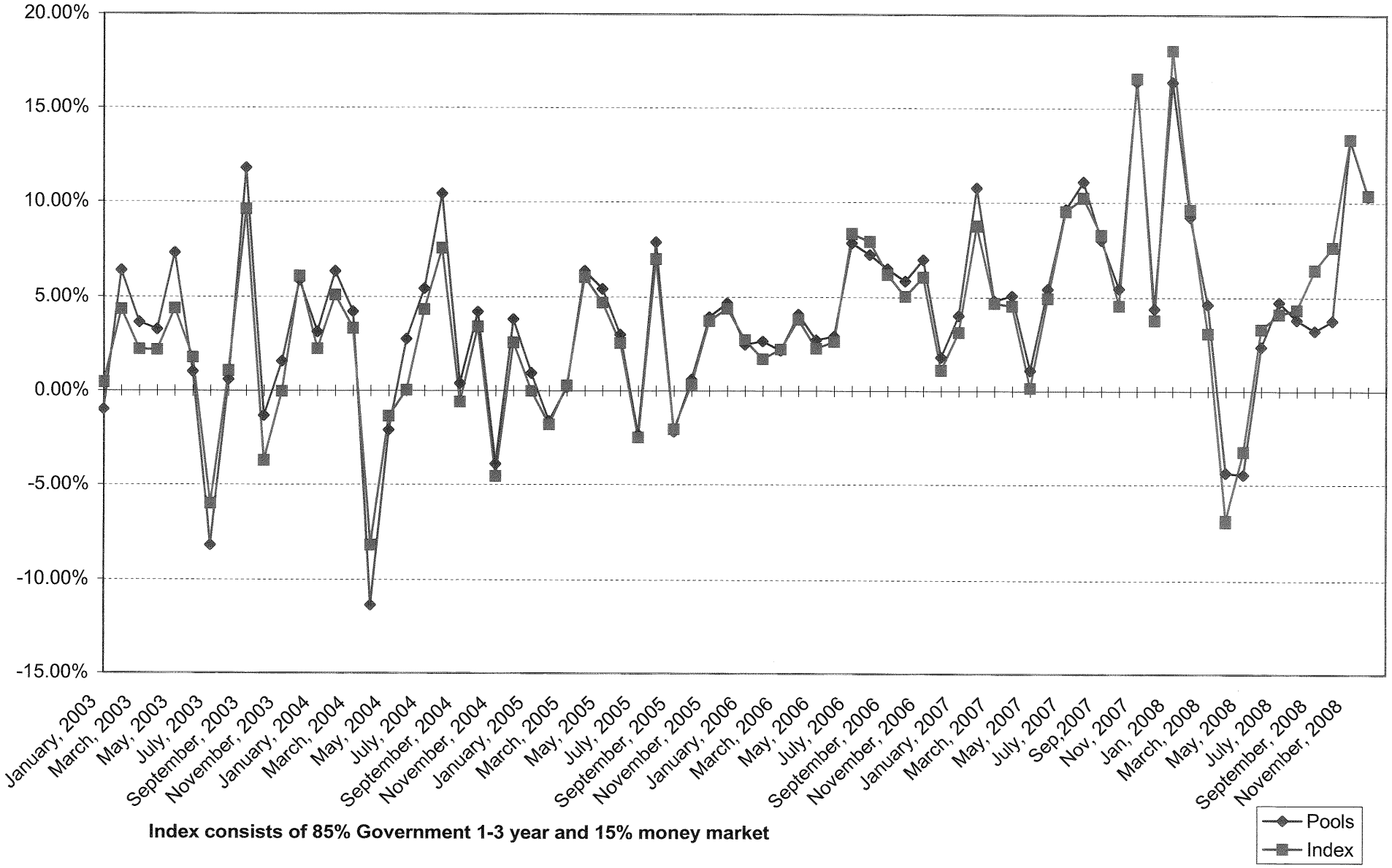
LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%



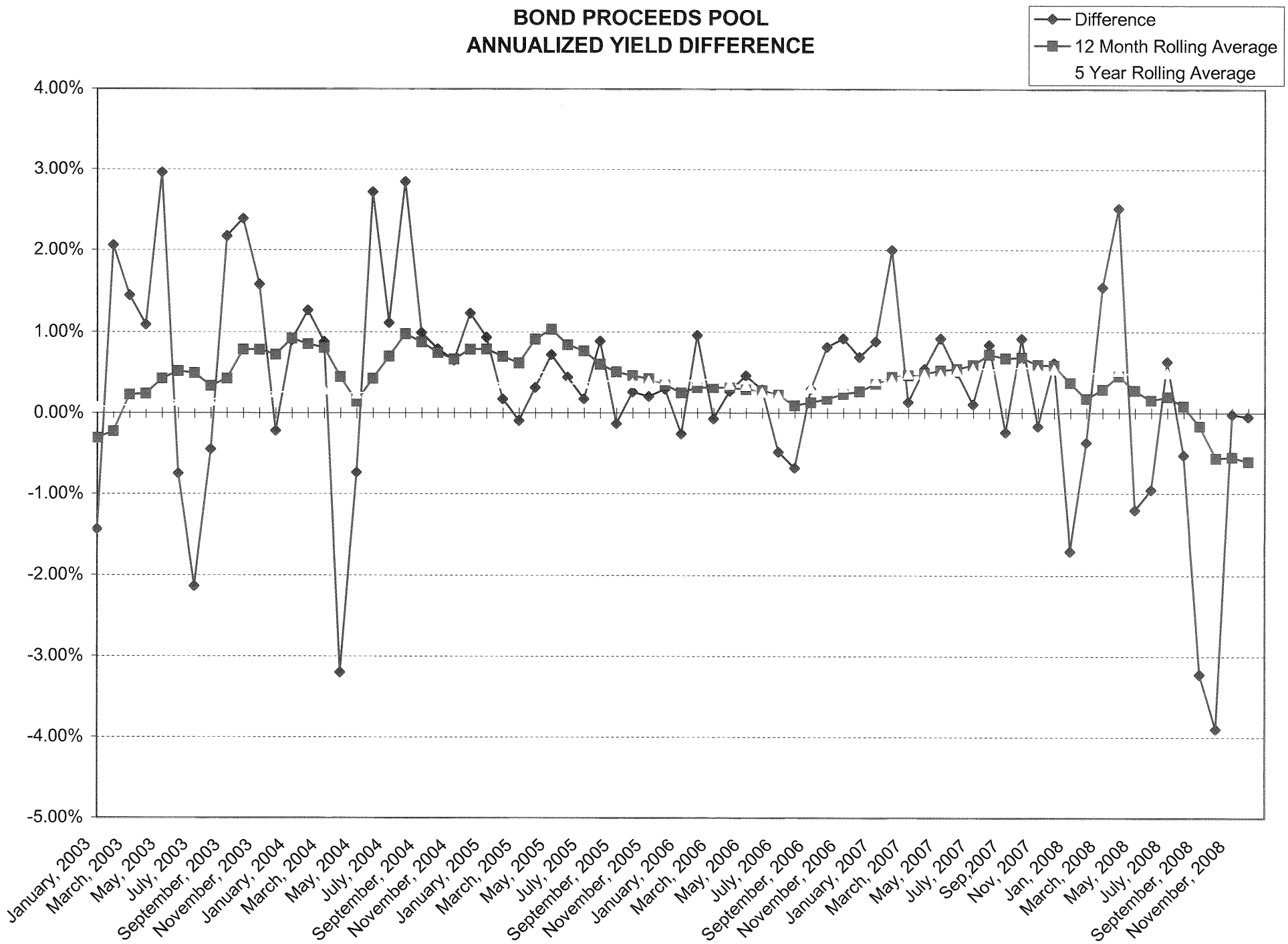
Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


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%
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
January, 2006
March, 2006
May, 2006
July, 2006
September, 2006
November, 2006
January, 2007
March, 2007
May, 2007
July, 2007
Sep, 2007
Nov, 2007
Jan, 2008
March, 2008
May, 2008
July, 2008
September, 2008
November, 2008

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%
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
January, 2006
March, 2006
May, 2006
July, 2006
September, 2006
November, 2006
January, 2007
March, 2007
May, 2007
July, 2007
Sep,2007
Nov, 2007
Jan, 2008
March, 2008
May, 2008
July, 2008
September, 2008
November, 2008