August 2006
Monthly
Investment Income Report

Commonwealth of Kentucky
John R. Farris, Secretary
FINANCE AND ADMINISTRATION CABINET

Kentucky
UNBRIDLED SPIRIT

Date: 08/31/06

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	317,145,770.80	4.95	1.08	9%	
	Sub-total		317,145,770.80	4.95	1.08	9%	
Agencies		Notes	1,027,300,528.38	5.29	1.10	28%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		1,027,300,528.38	5.29	1.10	28%	
Municipals			301,657,480.66	5.28	0.71	8%	
Corporates			295,733,194.05	5.49	1.03	8%	25%
Mortgages		Pools	113,042,720.12	5.87	1.81	3%	
		CMO's	234,759,480.05	5.54	1.50	7%	
	Sub-total		347,802,200.17	5.65	1.60	10%	25%
Asset Backs			389,124,590.55	5.19	0.39	11%	20%
Repurchase Agreements							
		Overnight	465,068,108.30	5.27	0.00	13%	
		< 30 days	21,058,851.12	4.91	0.04	1%	
		< 60 days	12,459,914.33	4.46	0.09	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	2,782,050.17	3.54	0.79	0%	
		< 2 years	141,169.54	3.32	1.26	0%	
		> 2 years	11,487,088.44	3.01	3.88	0%	
		Flex Repos	16,226,210.01	11.63	4.93	1%	
	Sub-total		529,223,391.91	5.38	0.24	15%	
Money Market Securities							
		Commercial Paper	326,725,691.20	5.22	0.02	9%	A1-P1
		Money Mkt Fund	72,000,000.00	5.22	0.00	2%	
		Certificates of Deposit	574,342.41	2.04	2.93	0%	
	Sub-total		399,300,033.61	5.22	0.02	11%	20%
Derivatives							
		Swaptions	-9,377.01	5.44	0.00	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		-9,377.01	0.00	0.00	0%	
TOTALS			3,607,277,813.12	5.30	0.79	100%	

Date: 08/31/06

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			5,002,938.89	5.49	11.52	3%	
Mortgages		CMOs	26,747,644.09	5.75	0.61	18%	25%
ABS			112,992,450.61	5.40	0.04	74%	
Repurchase Agreements							
		Overnight	7,385,081.52	5.27	0.01	5%	
		< 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		7,385,081.52	0.00	0.00	5%	
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			152,128,115.11	5.46	0.52	100%	

Date: 08/31/06

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	5,012,000.00	5.27	0.26	1%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		5,012,000.00	0.00	0.00	1%	
Corporates		93,690,980.26	5.40	0.52	7%	25%
Municipals		177,522,334.13	5.29	0.08	13%	
Mortgages	CMOs	72,519,043.42	5.64	0.15	5%	25%
ABS		242,020,850.31	5.10	0.46	18%	
Repurchase Agreements						
	Overnight	368,396,951.02	5.27	0.00	27%	
	< 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		368,396,951.02	5.27	0.00	27%	
Money Market Securities						
	Commercial Paper	326,725,691.20	5.22	0.02	24%	A1-P1
	Money Mkt Fund	72,000,000.00	5.22	0.00	5%	
	Certificates of Deposit	0.00	0.00	0.00	0%	
Sub-total		398,725,691.20	5.22	0.02	29%	
TOTALS		1,357,887,850.34	5.26	0.14	100%	

Date: 08/31/06

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	212,170,333.89	4.94	1.07	12%	
	Sub-total		212,170,333.89	4.94	1.07	12%	
Agencies		Notes	793,148,801.06	5.31	1.15	46%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		793,148,801.06	5.31	1.15	46%	
Municipals			119,132,207.64	5.26	1.19	7%	
Corporates			202,042,213.79	5.52	1.27	12%	25%
Mortgages		Pools	113,042,720.12	5.87	1.81	6%	
		CMO's	135,492,792.54	5.45	2.40	8%	
	Sub-total		248,535,512.66	5.64	2.13	14%	25%
Asset Backs			34,111,289.63	5.19	1.09	2%	20%
Repurchase Agreements							
		Overnight	54,530,985.95	5.27	0.00	3%	
		< 30 days	21,058,851.12	4.91	0.04	1%	
		< 60 days	12,459,914.33	4.46	0.09	1%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	2,782,050.17	3.54	0.79	0%	
		< 2 years	141,169.54	3.32	1.26	0%	
		> 2 years	11,487,088.44	3.01	3.88	1%	
		Flex Repos	16,226,210.01	11.63	4.93	1%	
	Sub-total		118,686,269.56	5.73	1.09	7%	
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	574,342.41	2.04	2.93	0%	
	Sub-total		574,342.41	2.04	2.93	0%	20%
Derivatives							
		Swaps	-9,377.01	5.44	0.00	0%	
		OTC Options	0.00	0.00	0.00	0%	
	Sub-total		-9,377.01	0.00	0.00	0%	
TOTALS			1,728,391,593.63	5.36	1.29	100%	

Date: 08/31/06

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	62,897,700.63	5.25	0.41	0%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		62,897,700.63	5.25	0.41	75%	
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	20,674,027.67	5.27	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		20,674,027.67	5.27	0.01	25%	
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			83,571,728.30	5.25	0.31	0%	

Date: 08/31/06

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	104,975,436.91	4.96	1.09	37%	
Sub-total		104,975,436.91	4.96	1.09	37%	
Agencies	Notes	166,242,026.69	5.18	1.16	58%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		166,242,026.69	5.18	1.16	58%	
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	14,081,062.14	5.27	0.00	5%	
	< 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		14,081,062.14	5.27	0.00	5%	
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		285,298,525.74	5.10	1.08	100%	

Investment Balances and Income

August 2006

Portfolio	Average Daily Balance	Monthly Income	Yield
Bond Proceeds	321,115,059.47	1,892,993.03	7.24%
Intermediate	1,874,806,244.14	11,504,392.11	7.42%
PHASE II	88,681,519.32	295,603.34	4.02%
Short Term	1,249,682,361.53	5,736,107.91	5.43%
Tran	151,593,652.61	689,111.22	5.35%
UK HSPTL	82,629,482.08	336,664.26	4.73%
	3,768,508,319.15	**20,454,871.87**	

ACCRUED EARNINGS

August 2006

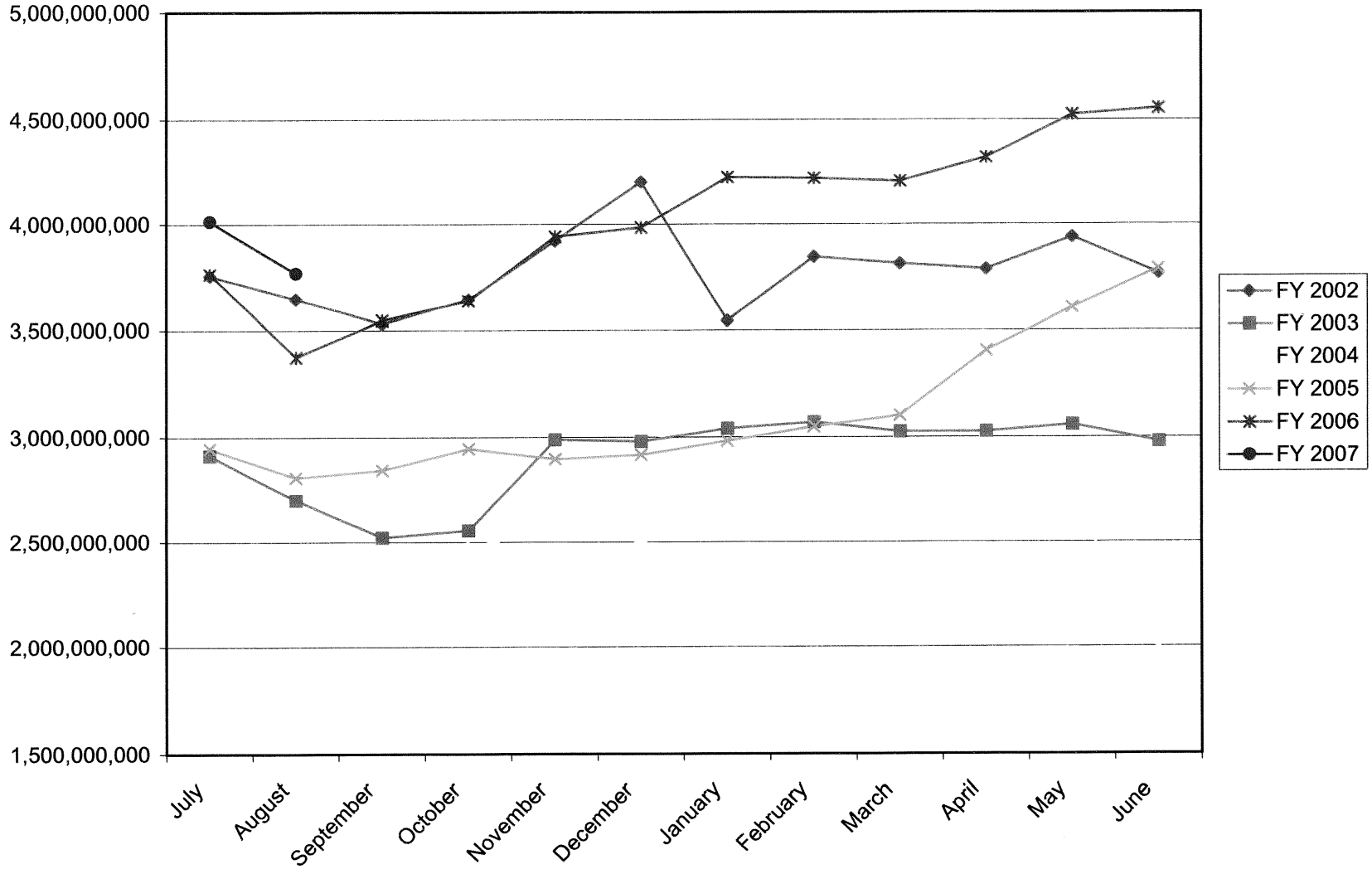
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	3,361,398	0	8,457,694	0
Capital Con.	953,006	708,333	1,897,481	1,416,666
Transportation	2,101,315	750,000	3,967,695	1,500,000
Agency	1,044,820	584,375	2,599,473	1,168,750
T&R	349,523	177,083	698,220	354,166

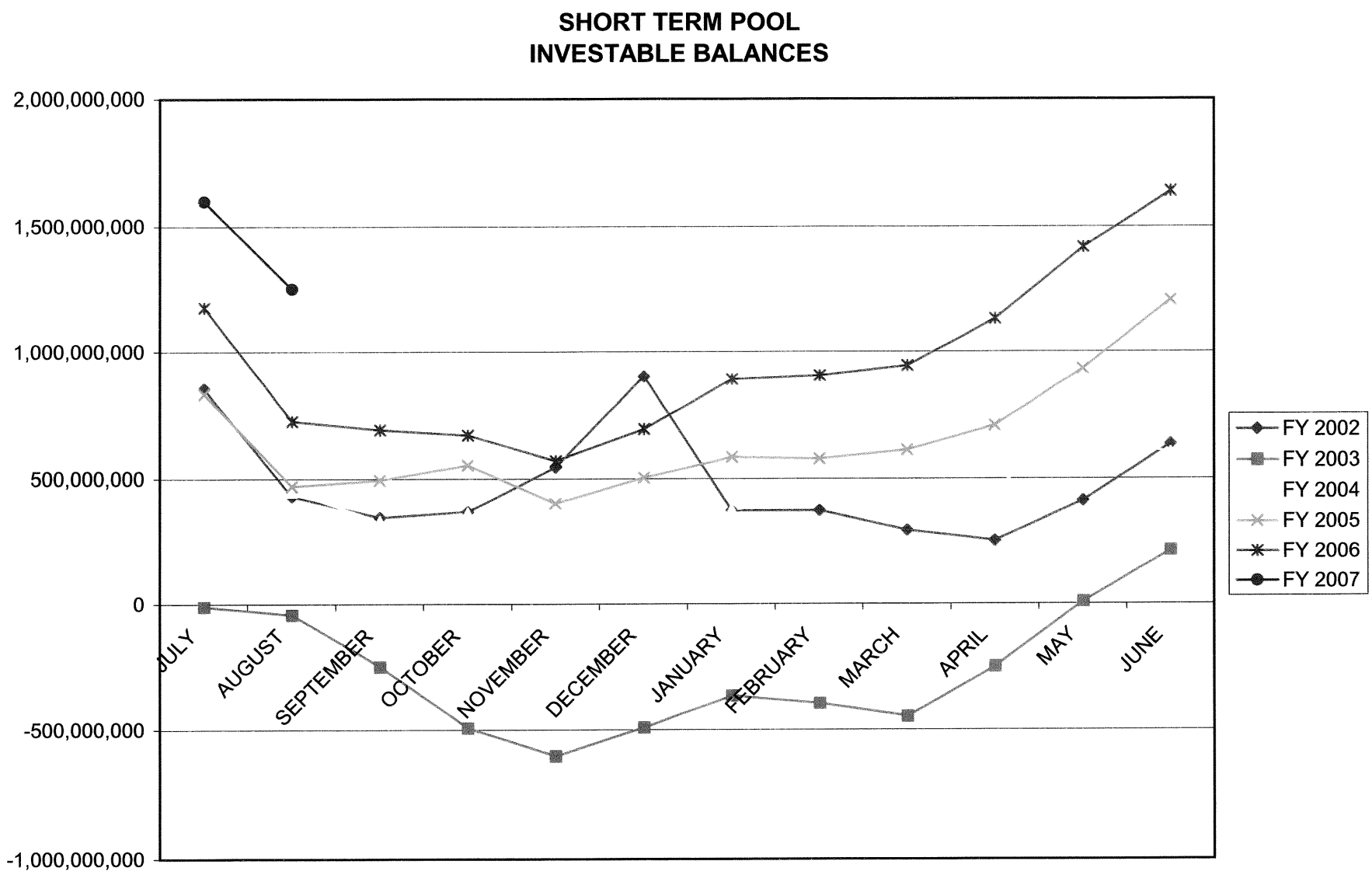
CASH DISTRIBUTION

August 2006

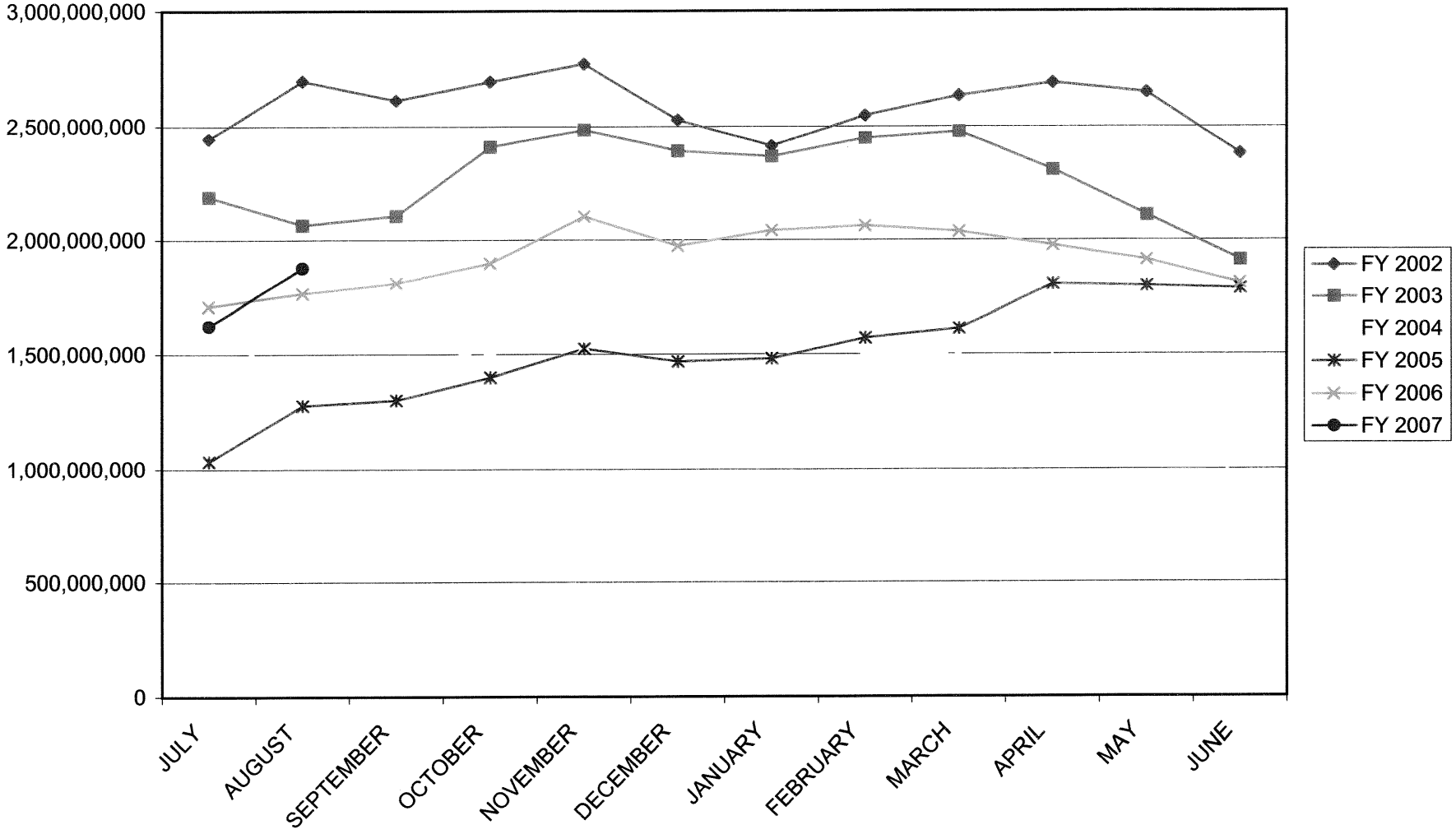
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	575,683	708,333	1,487,965	1,416,666
Transportation	1,409,763	750,000	3,158,787	1,500,000
Agency	905,855	584,375	2,355,503	1,168,750
T&R	213,352	177,083	563,450	354,166

INVESTABLE BALANCES

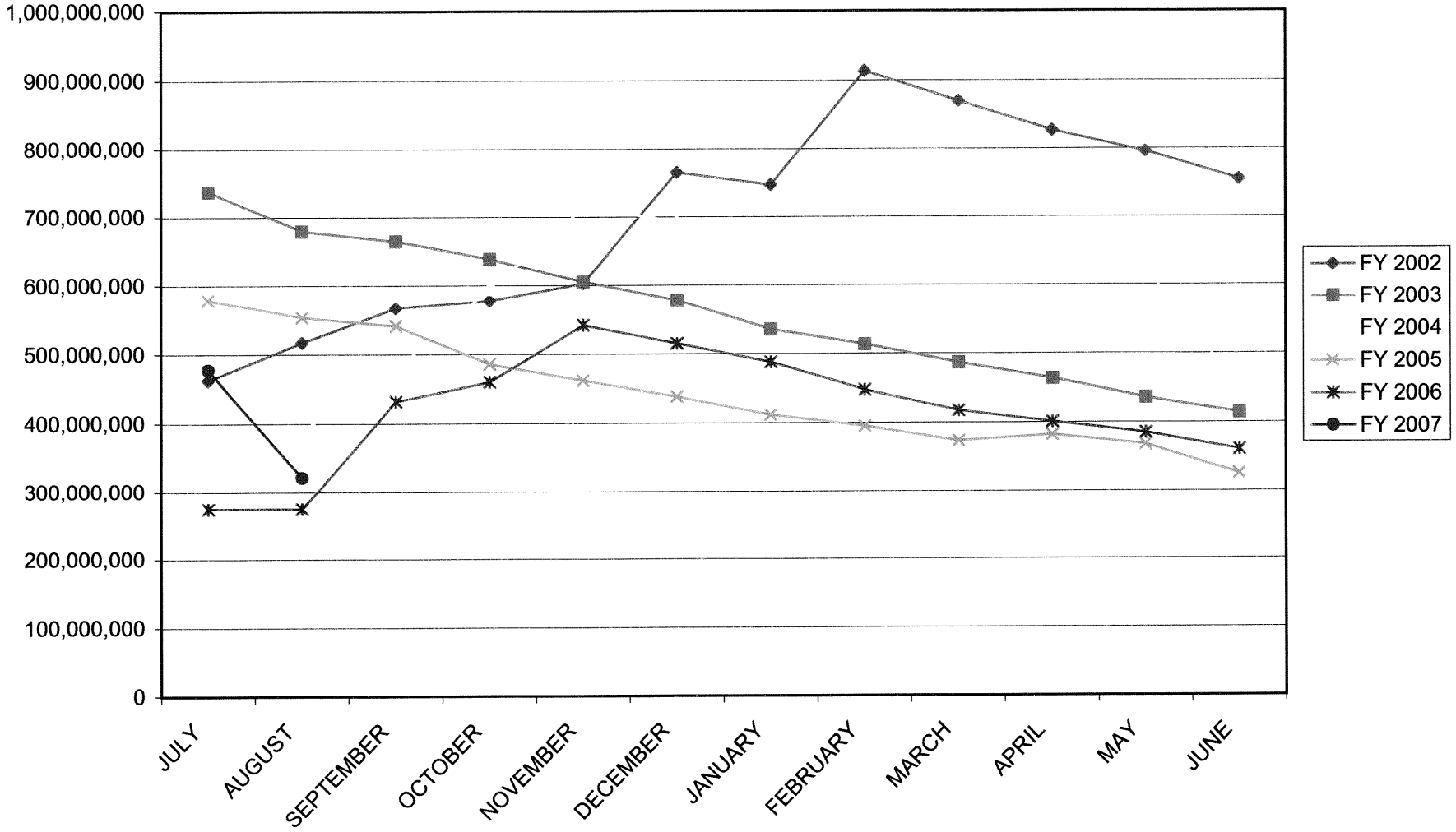



SHORT TERM POOL
INVESTABLE BALANCES
2,000,000,000
1,500,000,000
1,000,000,000
500,000,000
0
-500,000,000
-1,000,000,000
JULY
AUGUST
SEPTEMBER
OCTOBER
NOVEMBER
DECEMBER
JANUARY
FEBRUARY
MARCH
APRIL
MAY
JUNE
FY 2002
FY 2003
FY 2004
FY 2005
FY 2006
FY 2007

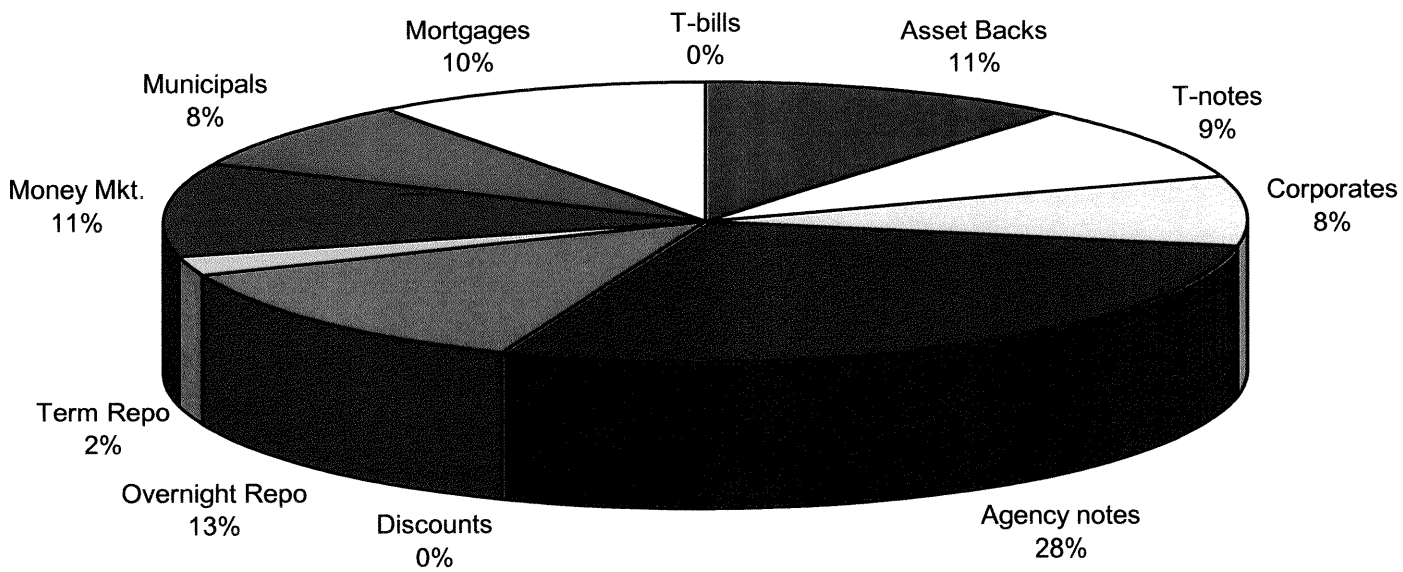
INTERMEDIATE POOL
INVESTABLE BALANCES



BOND PROCEEDS
INVESTABLE BALANCES

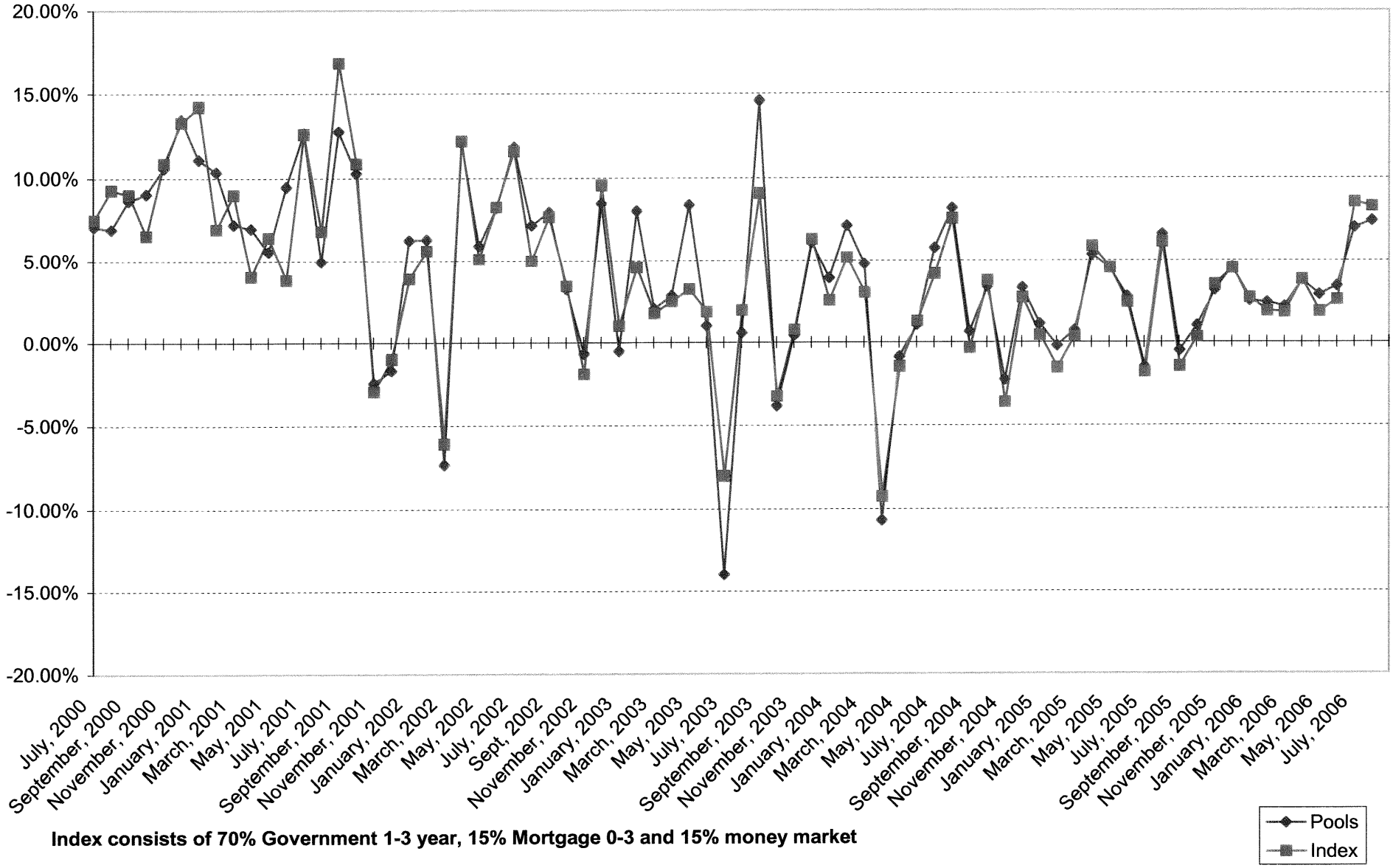


Distribution of Investments for August

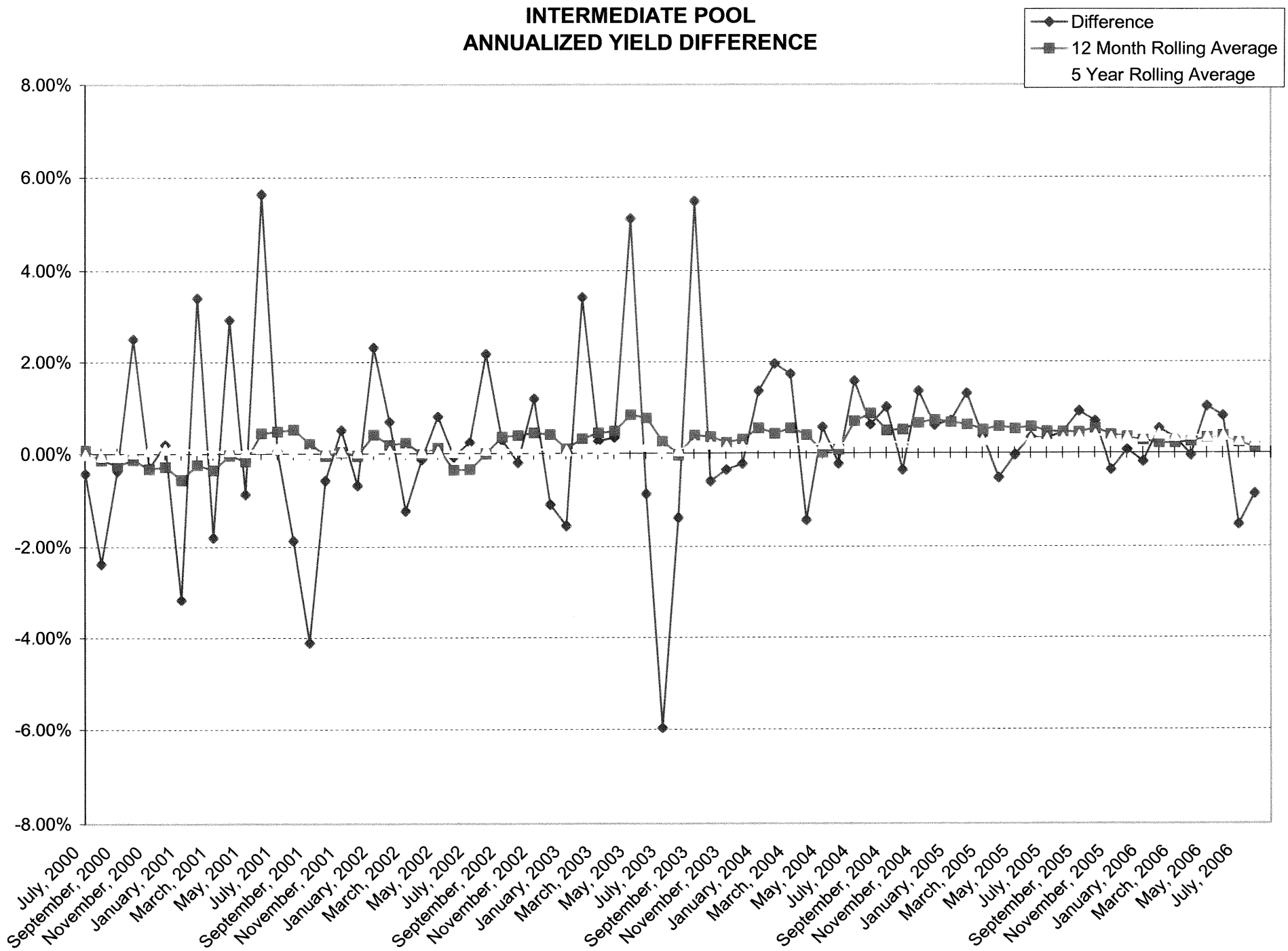


LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%

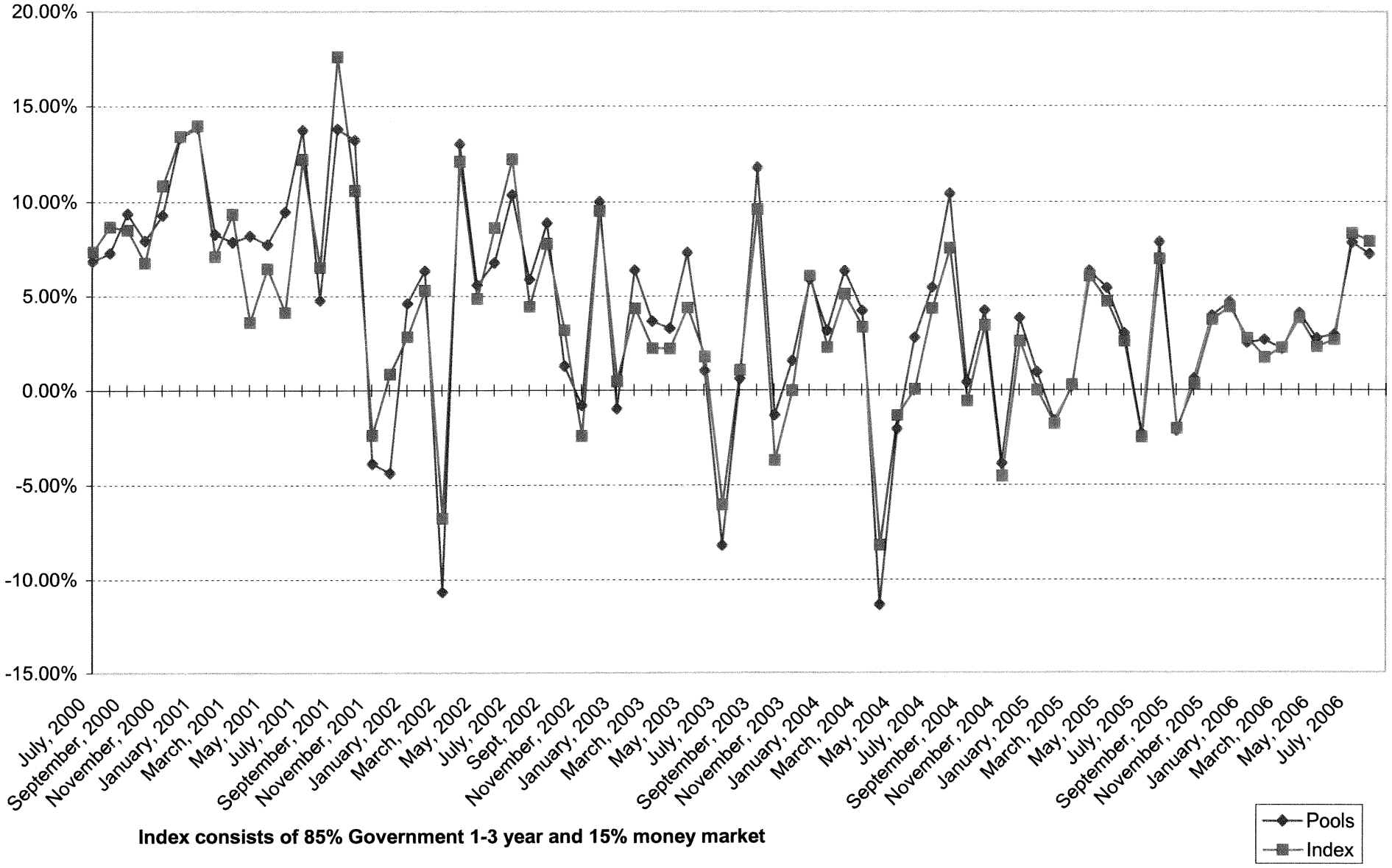
INTERMEDIATE POOL
ANNUALIZED YIELD



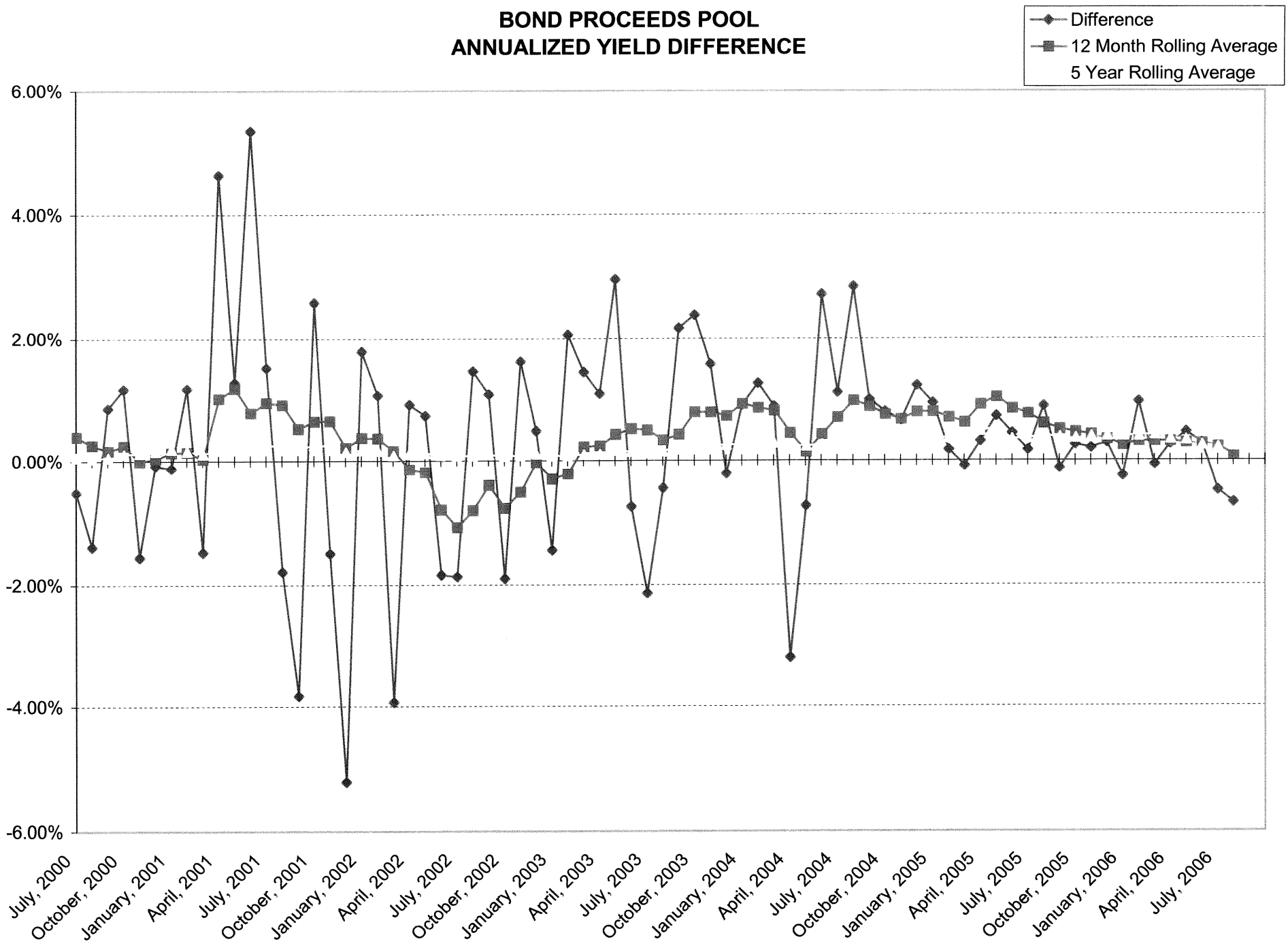
Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


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
January, 2006
March, 2006
May, 2006
July, 2006

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
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
April, 2005
July, 2005
October, 2005
January, 2006
April, 2006
July, 2006