February 2015

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky

Lori H. Flanery, Secretary

FINANCE AND ADMINISTRATION CABINET

2/28/2015

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	934,354,375.10	0.34	1.09	27%	
Sub-total		934,354,375.10	0.34	1.09	27%	
Agencies	Notes	320,272,382.97	0.59	1.10	10%	
	Discounts	99,997,187.25	0.06	0.04	3%	
Sub-total		420,269,570.22	0.46	0.85	13%	
Municipals		39,112,027.92	0.82	1.38	1%	
Corporates		227,273,671.47	0.95	1.84	7%	25%
Mortgages	Pools	224,105,544.96	1.09	0.58	7%	
	CMO's	225,604,559.87	1.20	2.17	6%	
Sub-total		449,710,104.83	1.14	1.38	13%	25%
Asset Backed Securities		156,051,092.06	0.79	0.82	5%	20%
Repurchase Agreements						
	Overnight	266,001,864.17	0.07	0.00	8%	
	< 30 days	227,499,669.38	0.13	0.01	7%	
	< 60 days	0.00	0.00	0.00	0%	
	< 90 days	0.00	0.00	0.00	0%	
	< 1 year	1,500,904.17	0.35	0.34	0%	
	Flex Repos	0.00	0.00	0.00	0%	
Sub-total		495,002,437.72	0.10	0.01	15%	
Money Market Securities						
	Commercial Paper	274,931,917.00	0.17	0.12	8%	A1-P1
	Money Mkt Fund	225,000,000.00	0.07	0.01	7%	
	Certificates of Deposit	130,102,753.15	0.30	0.34	4%	
Sub-total		630,034,670.15	0.16	0.13	19%	35%
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		3,351,807,949.47	0.46	0.80	100%	

* Excludes Bridges Pool

2/28/2015

PORTFOLIO SUMMARY
LIMITED 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	99,997,187.25	0.06	0.04	7%
Sub-total		99,997,187.25	0.06	0.04	7%
Corporates		0.00	0.00	0.00	0%
Municipals		0.00	0.00	0.00	0%
Mortgages	CMOs	0.00	0.00	0.00	0%
ABS		32,836,142.56	0.24	0.56	2%
Repurchase Agreements					
	Overnight	573,797,943.70	0.07	0.00	42%
	< 30 days	227,499,669.38	0.13	0.01	17%
	< 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%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		801,297,613.08	0.09	0.00	59%
Money Market Securities					
	Commercial Paper	224,936,736.50	0.17	0.14	16%
	Money Mkt Fund	125,000,000.00	0.07	0.01	9%
	Certificates of Deposit	85,042,205.23	0.18	0.06	7%
Sub-total		434,978,941.73	0.14	0.08	32%
TOTALS		1,369,109,884.62	0.11	0.05	100%

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PORTFOLIO SUMMARY
SHORT TERM POOL

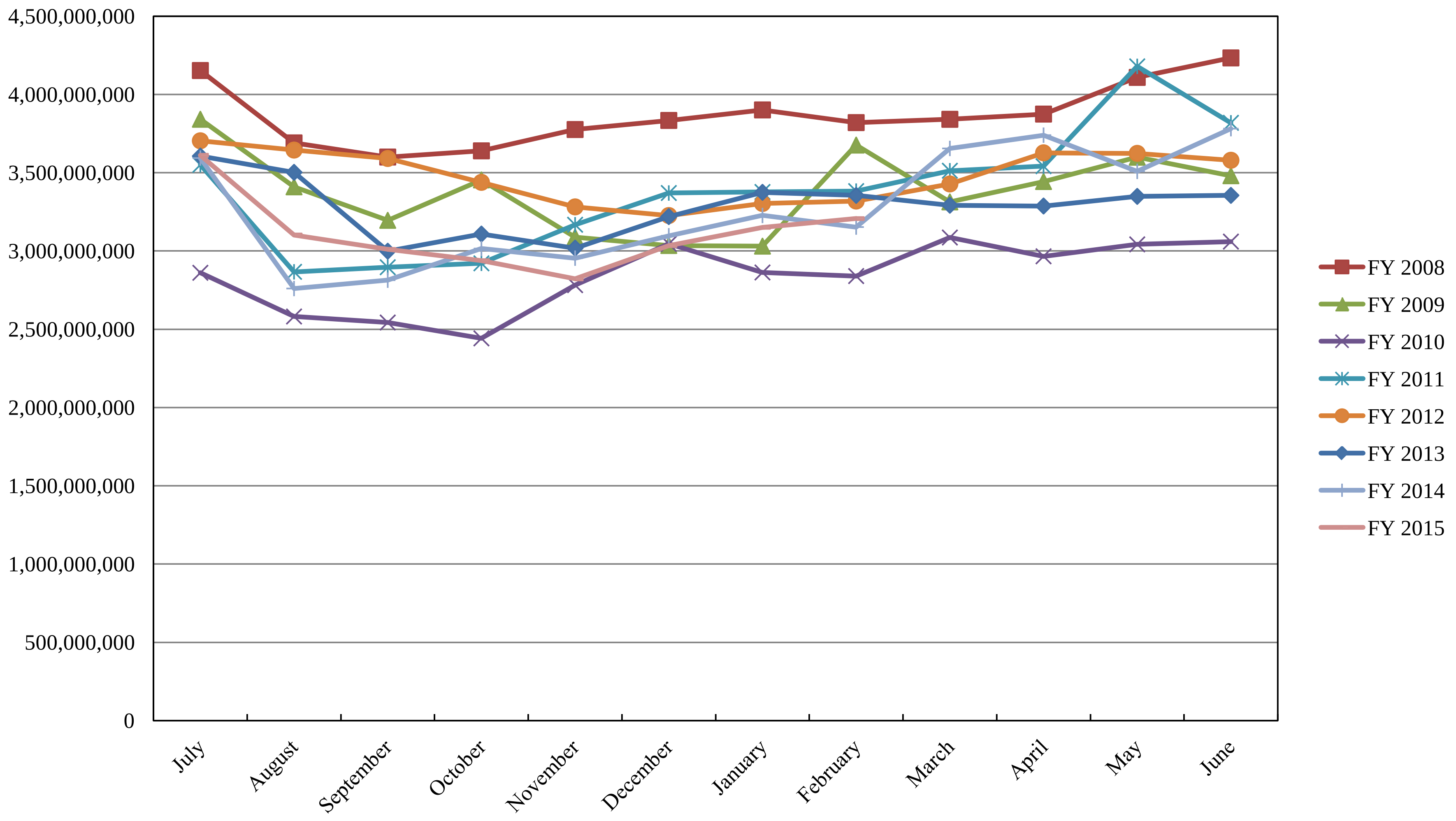
	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
Agencies	Notes	0.00	0.00	0.00	0%
	Discounts	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
Corporates		0.00	0.00	0.00	0%
Municipals		0.00	0.00	0.00	0%
Mortgages	CMOs	0.00	0.00	0.00	0%
ABS		0.00	0.00	0.00	0%
Repurchase Agreements					
	Overnight	-677,544,462.81	0.07	0.00	100%
	< 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%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		-677,544,462.81	0.07	0.00	100%
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		-677,544,462.81	0.07	0.00	100%

2/28/2015

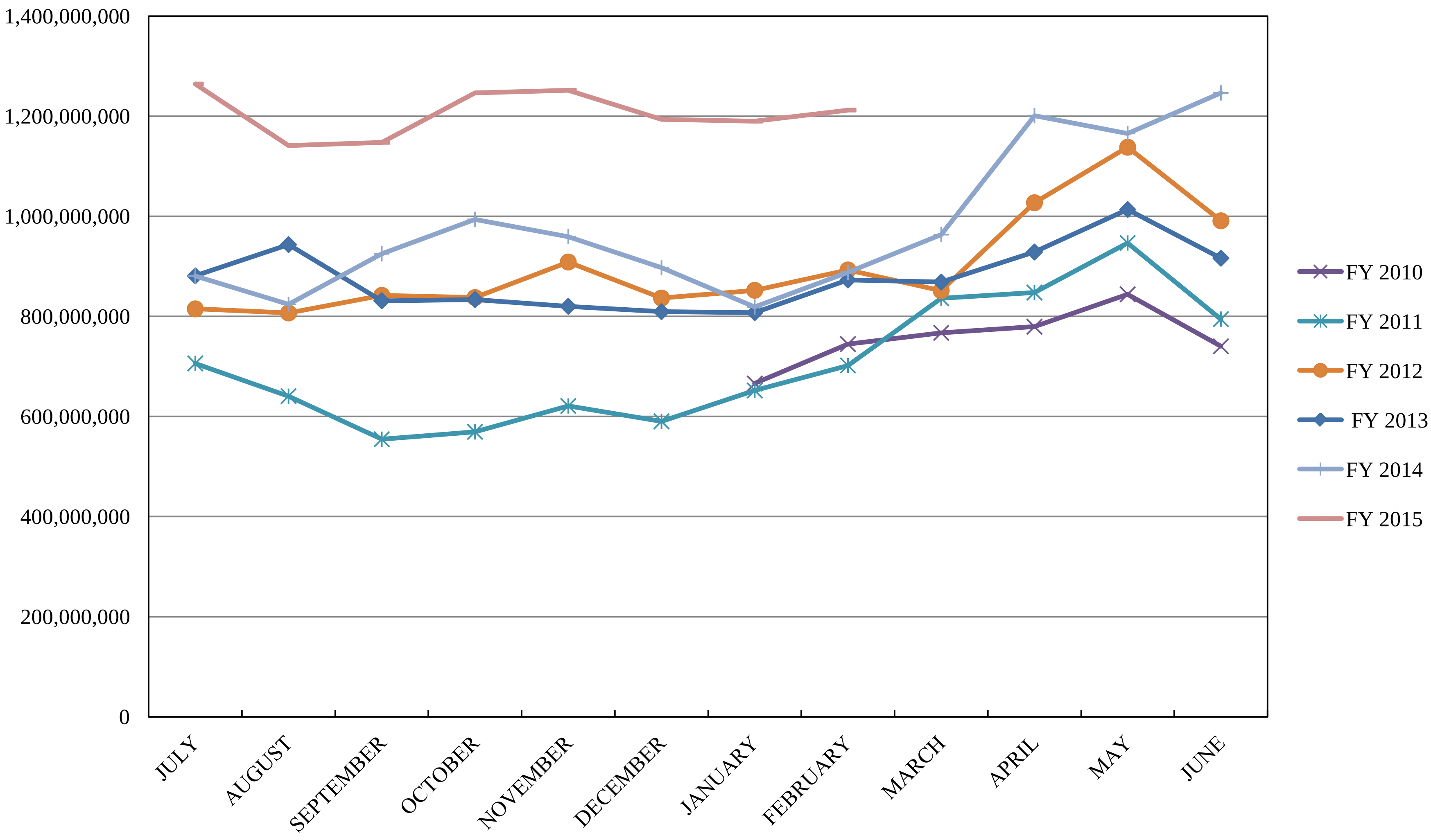
PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	934,354,375.10	0.34	1.09	35%
Sub-total		934,354,375.10	0.34	1.09	35%
Agencies	Notes	320,272,382.97	0.59	1.10	12%
	Discounts	0.00	0.00	0.00	0%
Sub-total		320,272,382.97	0.59	1.10	12%
Municipals		39,112,027.92	0.82	1.38	1%
Corporates		227,273,671.47	0.95	1.84	9%
Mortgages	Pools	224,105,544.96	1.09	0.58	8%
	CMO's	225,604,559.87	1.20	2.17	9%
Sub-total		449,710,104.83	1.14	1.38	17%
Asset Backed Securities		123,214,949.50	0.94	0.89	5%
Repurchase Agreements					
	Overnight	369,748,383.28	0.07	0.00	14%
	< 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	1,500,904.17	0.35	0.34	0%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		371,249,287.45	0.07	0.00	14%
Money Market Securities					
	Commercial Paper	49,995,180.50	0.15	0.05	1%
	Money Mkt Fund	100,000,000.00	0.08	0.01	4%
	Certificates of Deposit	45,060,547.92	0.52	0.86	2%
Sub-total		195,055,728.42	0.20	0.22	7%
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		2,660,242,527.66	0.54	0.98	100%

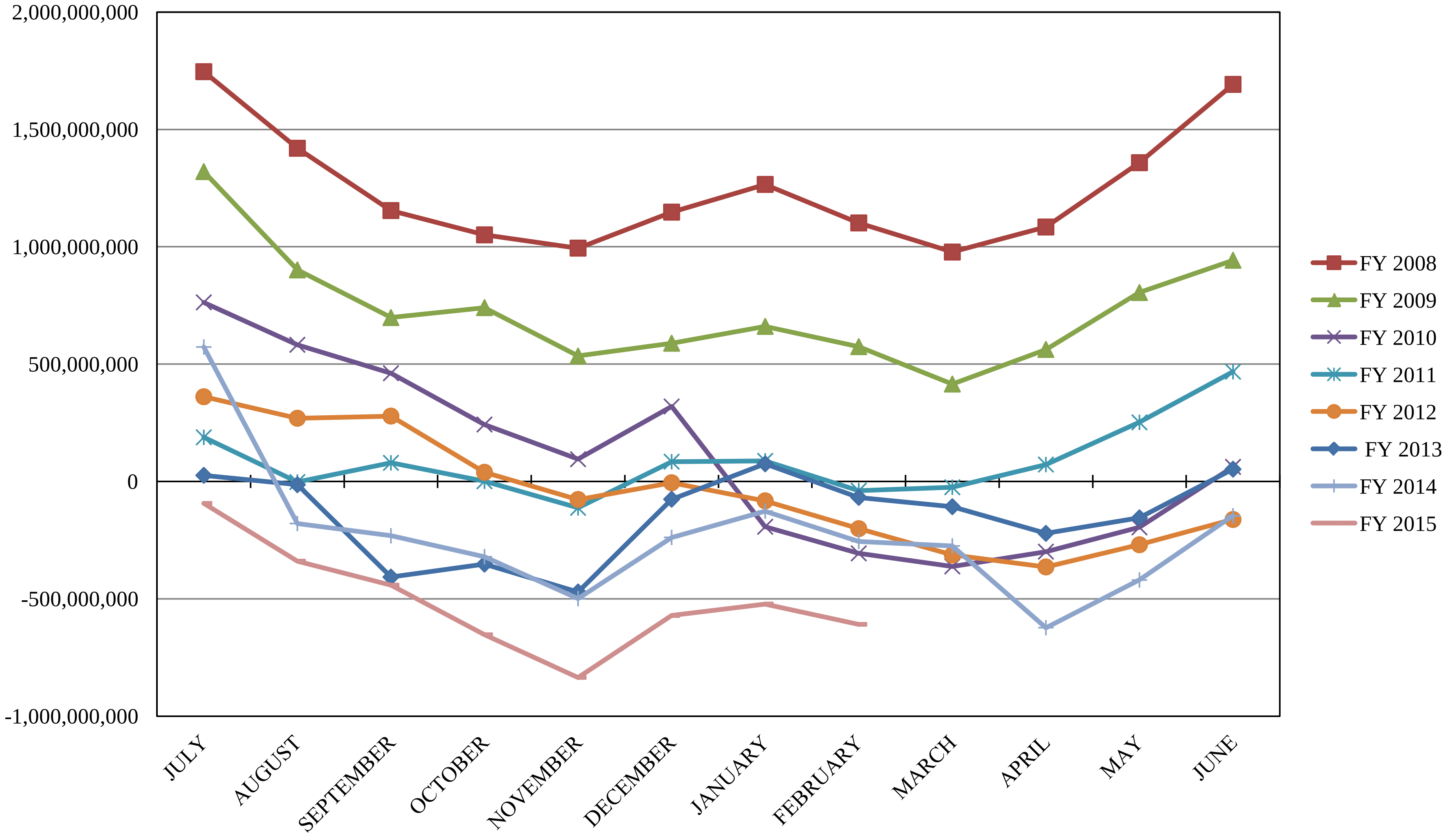
INVESTABLE BALANCES



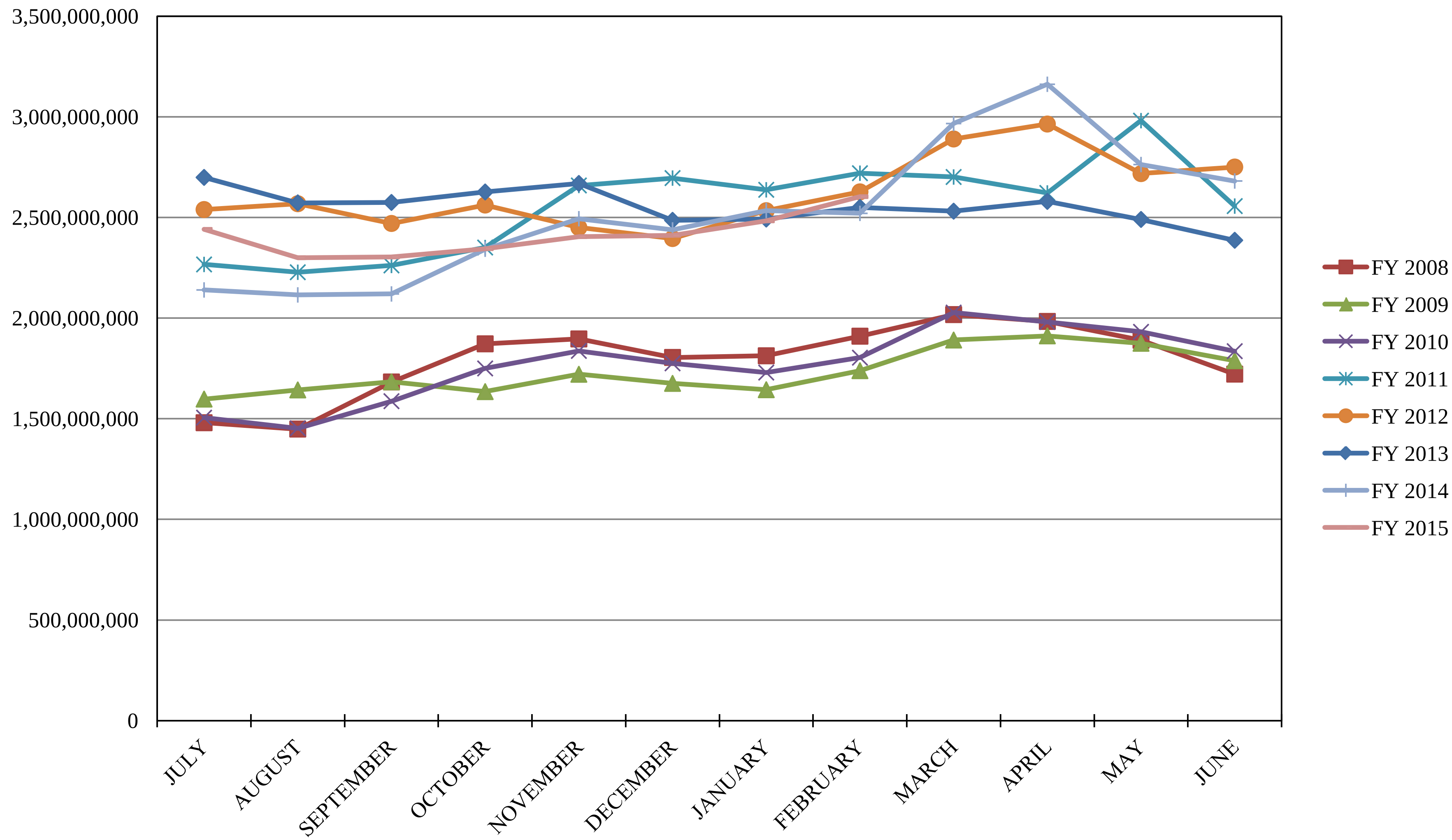
LIMITED POOL
INVESTABLE BALANCES

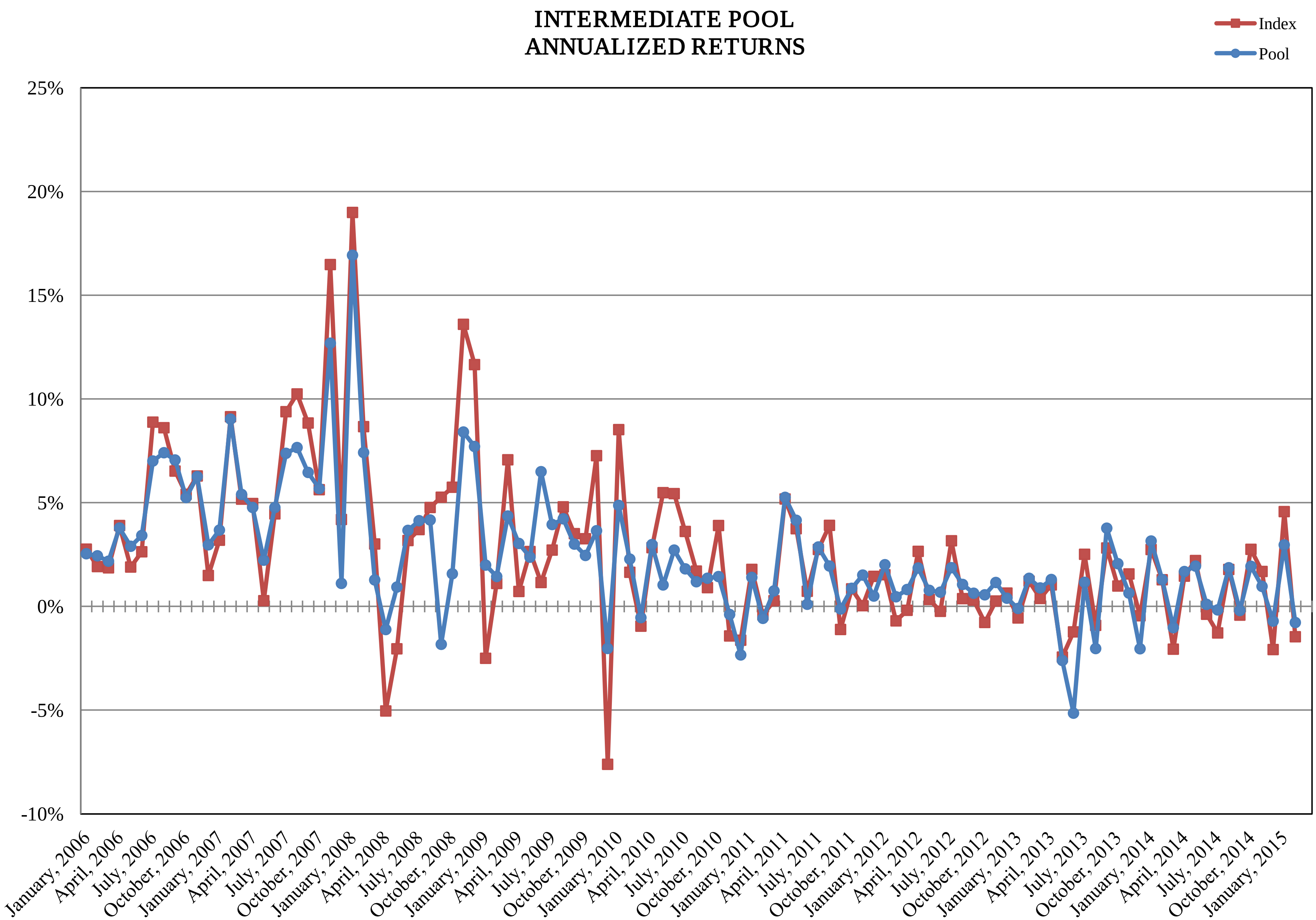


SHORT TERM POOL
INVESTABLE BALANCES

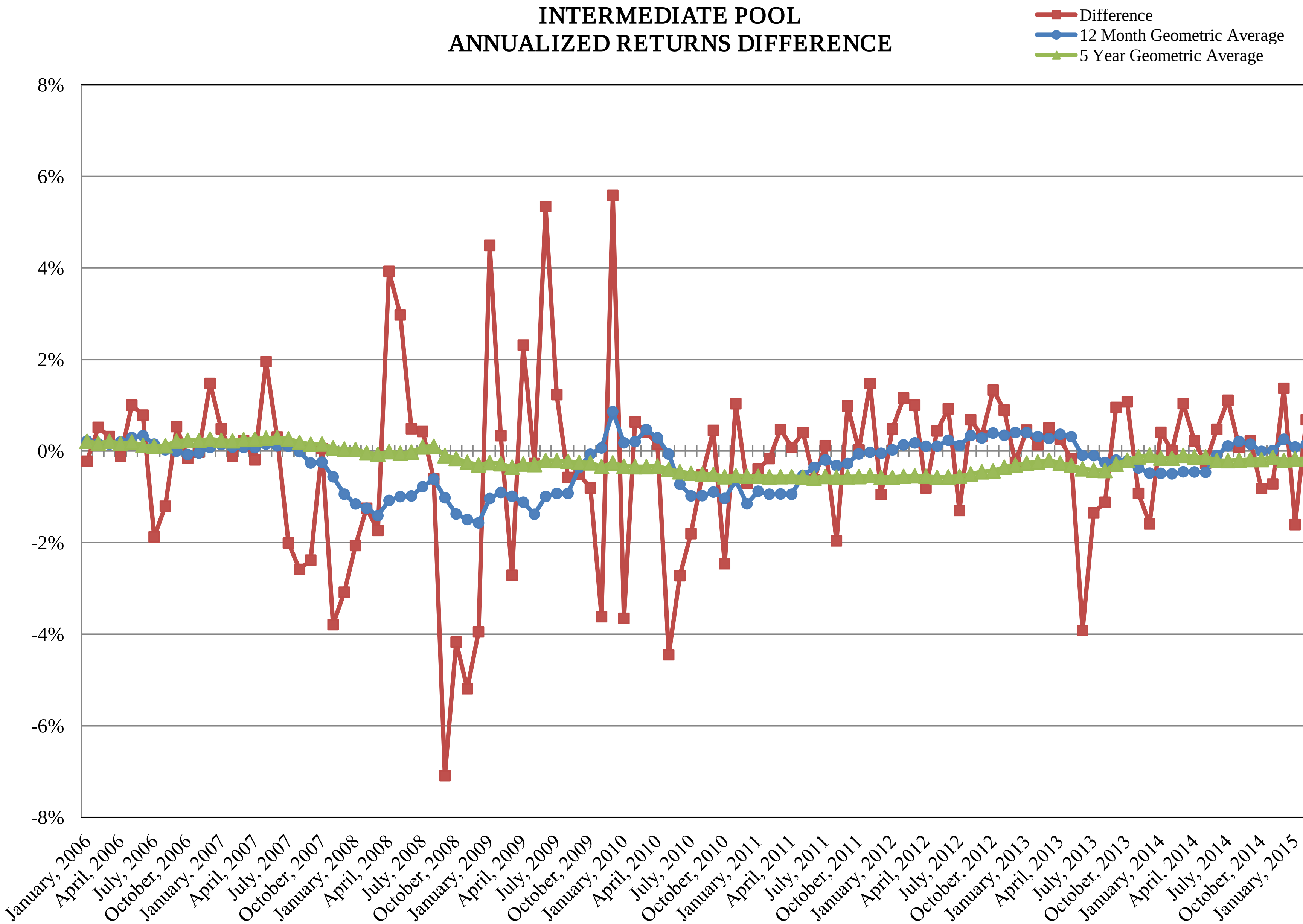


INTERMEDIATE
INVESTABLE BALANCES





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



INTERMEDIATE POOL
ANNUALIZED RETURNS DIFFERENCE
Difference
12 Month Geometric Average
5 Year Geometric Average
8%
6%
4%
2%
0%
-2%
-4%
-6%
-8%
January, 2006
April, 2006
July, 2006
October, 2006
January, 2007
April, 2007
July, 2007
October, 2007
January, 2008
April, 2008
July, 2008
October, 2008
January, 2009
April, 2009
July, 2009
October, 2009
January, 2010
April, 2010
July, 2010
October, 2010
January, 2011
April, 2011
July, 2011
October, 2011
January, 2012
April, 2012
July, 2012
October, 2012
January, 2013
April, 2013
July, 2013
October, 2013
January, 2014
April, 2014
July, 2014
October, 2014
January, 2015

PERFORMANCE RESULTS JULY 1995 THROUGH FEBRUARY 2015

	Intermediate Pool	Benchmark*	Difference (pp)
1 Month	-0.065%	-0.123%	0.058
3 Month	0.119%	0.075%	0.045
FYTD	0.484%	0.446%	0.038
1 Year	0.707%	0.545%	0.162
3 Year	0.922%	0.935%	-0.013
5 Year	1.356%	1.486%	-0.129
10 Year	2.482%	2.657%	-0.175
Since Inception	3.704%	3.745%	-0.041

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

PERFORMANCE RESULTS JULY 2011 THROUGH FEBRUARY 2015

	Limited Term Pool	Benchmark*	Difference (pp)
1 Month	0.01%	0.00%	0.001
3 Month	0.02%	0.01%	0.006
FYTD	0.05%	0.03%	0.014
1 Year	0.07%	0.05%	0.021
Since Inception	0.12%	0.07%	0.054

*Benchmark is S&P Local Government Investment Pool

During the month of February, interest rates increased leading to an annualized loss of 1.46% in the Intermediate pool benchmark. The portfolio outperformed the benchmark by 0.68% leading to a loss of 0.78%. The Limited term pool outperformed its benchmark with annualized return of 0.07% versus the benchmark return of 0.05%. If anyone has questions, please contact Stephen Jones.