March 2015

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky

Lori H. Flanery, Secretary

FINANCE AND ADMINISTRATION CABINET

3/31/2015

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	983,415,004.90	0.31	0.99	27%	
Sub-total		983,415,004.90	0.31	0.99	27%	
Agencies	Notes	311,087,805.30	0.52	1.04	8%	
	Discounts	94,958,616.70	0.11	0.36	3%	
Sub-total		406,046,422.00	0.42	0.88	11%	
Municipals		39,111,089.85	0.79	1.29	1%	
Corporates		237,251,222.72	0.97	2.02	7%	25%
Mortgages	Pools	229,629,068.64	1.03	0.57	6%	
	CMO's	219,730,417.98	1.07	2.08	6%	
Sub-total		449,359,486.62	1.05	1.31	12%	25%
Asset Backed Securities		160,379,130.71	0.71	0.76	4%	20%
Repurchase Agreements						
	Overnight	382,001,382.50	0.14	0.00	10%	
	< 30 days	229,791,570.77	0.12	0.02	7%	
	< 60 days	0.00	0.00	0.00	0%	
	< 90 days	51,501,251.39	0.12	0.23	1%	
	< 1 year	0.00	0.00	0.00	0%	
	Flex Repos	0.00	0.00	0.00	0%	
Sub-total		663,294,204.66	0.13	0.03	18%	
Money Market Securities						
	Commercial Paper	224,870,962.00	0.23	0.24	6%	A1-P1
	Money Mkt Fund	350,000,000.00	0.07	0.00	10%	
	Certificates of Deposit	155,087,762.88	0.25	0.29	4%	
Sub-total		729,958,724.88	0.16	0.14	20%	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		3,668,815,286.34	0.42	0.73	100%	

* Excludes Bridges Pool

3/31/2015

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	94,958,616.70	0.11	0.36	7%
Sub-total		94,958,616.70	0.00	0.00	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		38,387,264.58	0.29	0.45	3%
Repurchase Agreements					
	Overnight	429,539,685.66	0.11	0.00	33%
	< 30 days	229,791,570.77	0.12	0.02	18%
	< 60 days	0.00	0.00	0.00	0%
	< 90 days	50,001,222.22	0.11	0.23	4%
	< 1 year	0.00	0.00	0.00	0%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		709,332,478.65	0.11	0.02	55%
Money Market Securities					
	Commercial Paper	174,897,340.50	0.22	0.24	13%
	Money Mkt Fund	200,000,000.00	0.07	0.00	15%
	Certificates of Deposit	85,006,554.37	0.15	0.11	7%
Sub-total		459,903,894.87	0.14	0.11	35%
TOTALS		1,302,582,254.80	0.13	0.09	100%

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PORTFOLIO SUMMARY
SHORT TERM POOL

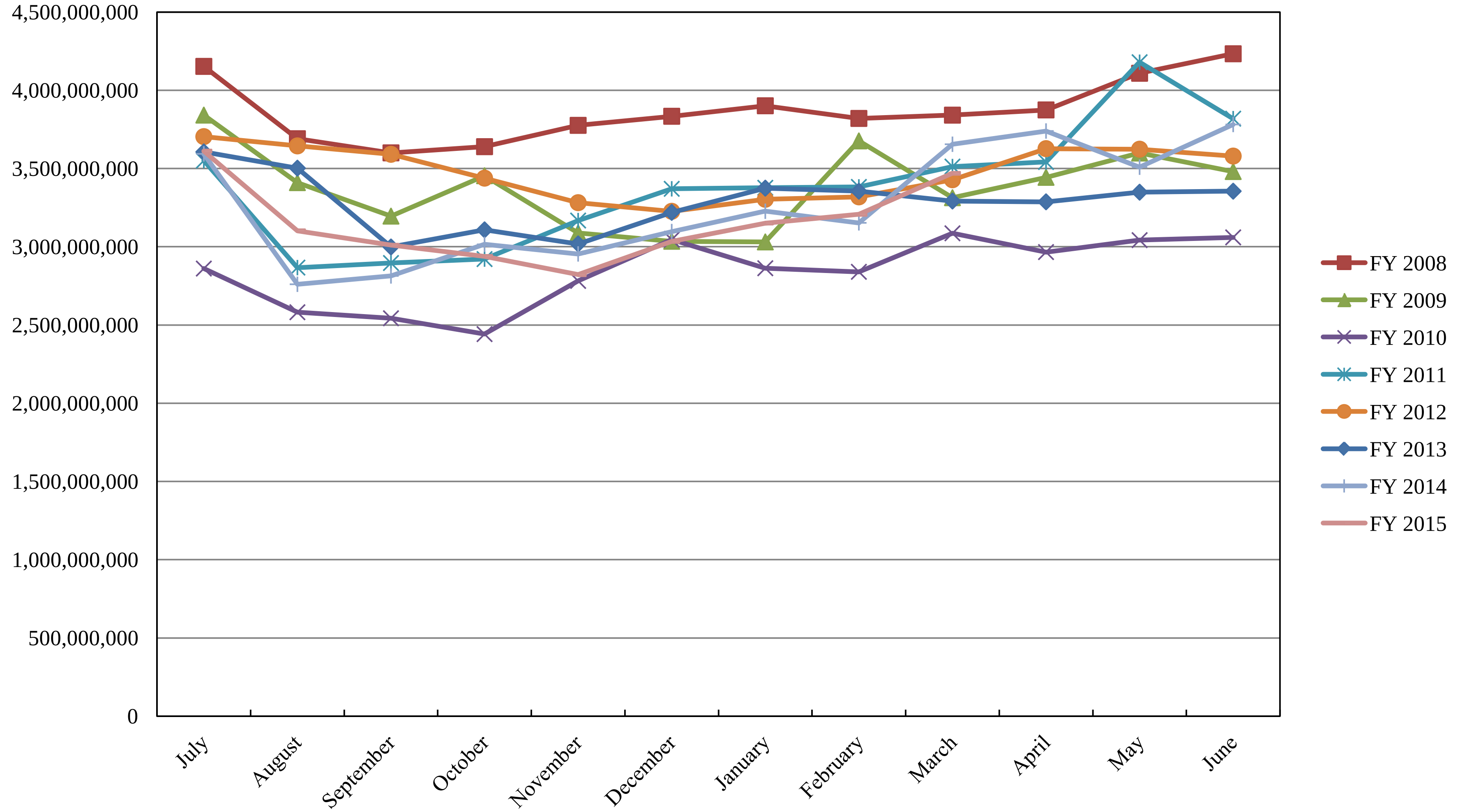
	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
Agencies	Notes	0.00	0.00	0.00	0%
	Discounts	0.00	0.00	0.00	0%
Sub-total		0.00	0.00	0.00	0%
Corporates		0.00	0.00	0.00	0%
Municipals		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	-307,782,783.69	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		-307,782,783.69	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		-307,782,783.69	0.07	0.00	100%

3/31/2015

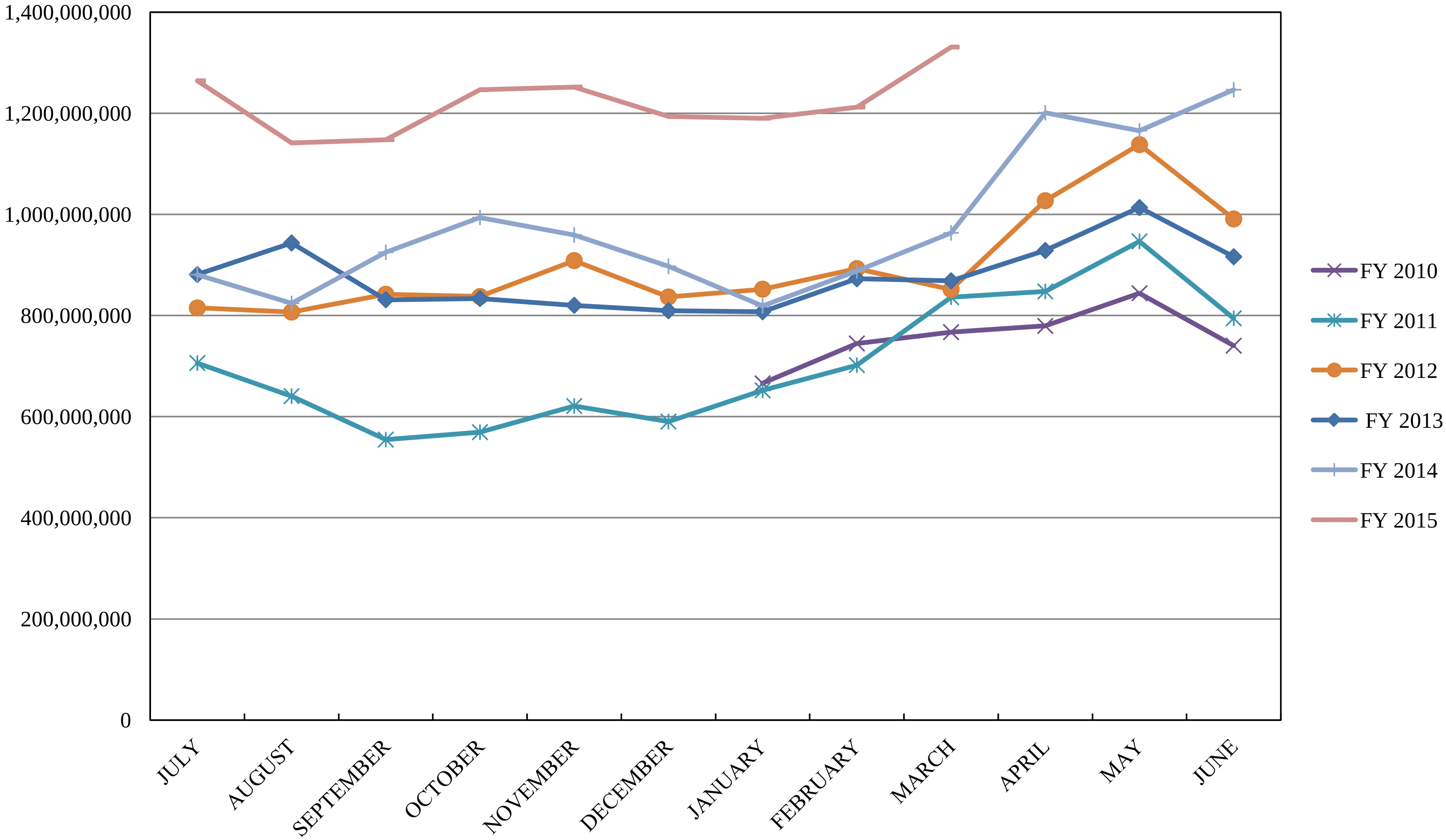
PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

	TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries					
	Bills	0.00	0.00	0.00	0%
	Treasury Notes	983,415,004.90	0.31	0.99	37%
Sub-total		983,415,004.90	0.31	0.99	37%
Agencies	Notes	311,087,805.30	0.52	1.04	12%
	Discounts	0.00	0.00	0.00	0%
Sub-total		311,087,805.30	0.52	1.04	12%
Municipals		39,111,089.85	0.79	1.29	1%
Corporates		237,251,222.72	0.97	2.02	9%
Mortgages	Pools	229,629,068.64	1.03	0.57	8%
	CMO's	219,730,417.98	1.07	2.08	8%
Sub-total		449,359,486.62	1.05	1.31	16%
Asset Backed Securities		121,991,866.13	0.85	0.85	5%
Repurchase Agreements					
	Overnight	260,244,480.53	0.11	0.00	10%
	< 30 days	0.00	0.00	0.00	0%
	< 60 days	0.00	0.00	0.00	0%
	< 90 days	1,500,029.17	0.35	0.25	0%
	< 1 year	0.00	0.00	0.00	0%
	Flex Repos	0.00	0.00	0.00	0%
Sub-total		261,744,509.70	0.11	0.00	10%
Money Market Securities					
	Commercial Paper	49,973,621.50	0.23	0.22	2%
	Money Mkt Fund	150,000,000.00	0.08	0.00	5%
	Certificates of Deposit	70,081,208.51	0.38	0.51	3%
Sub-total		270,054,830.01	0.19	0.17	10%
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		2,674,015,815.23	0.52	0.96	100%

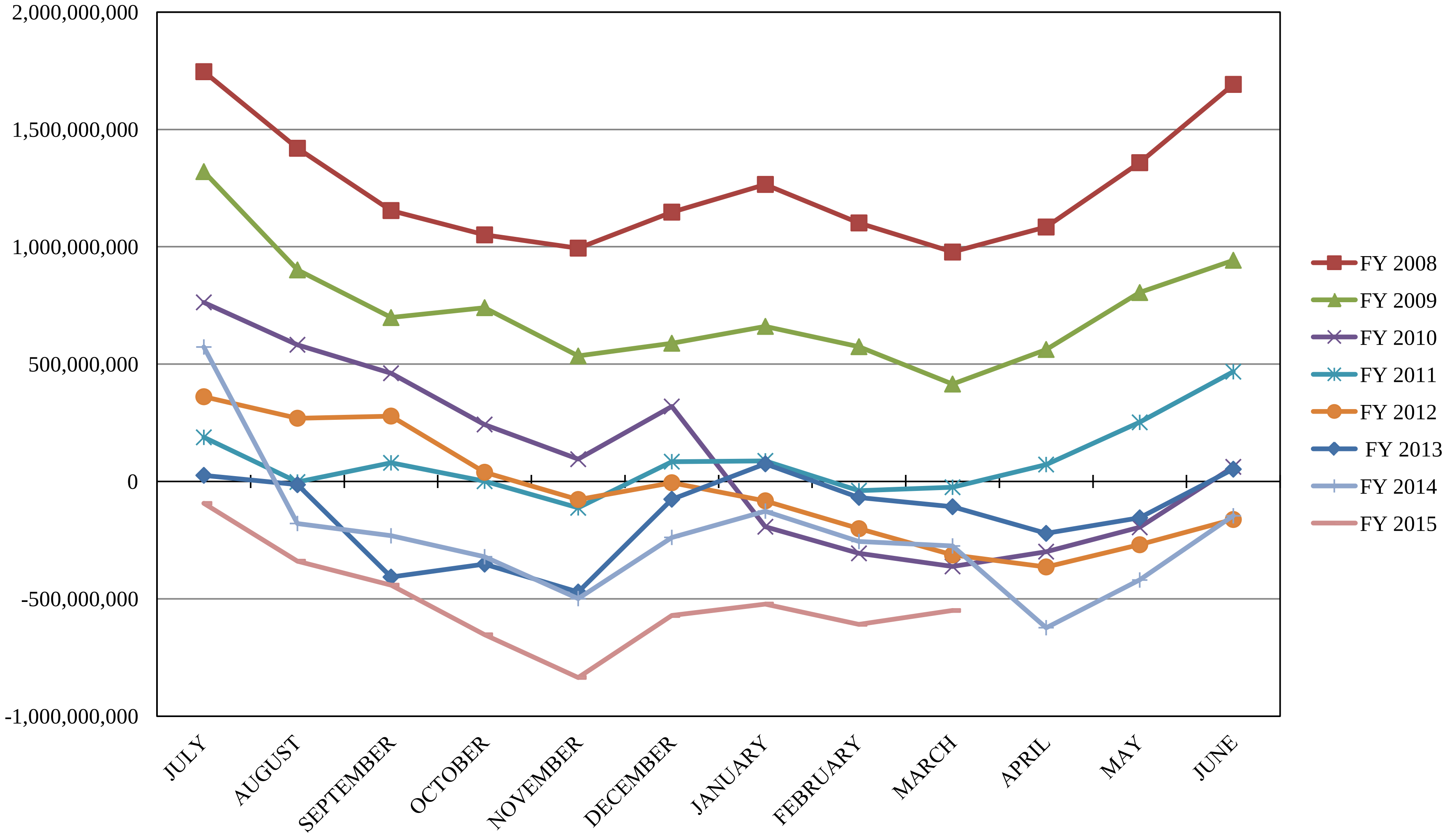
INVESTABLE BALANCES



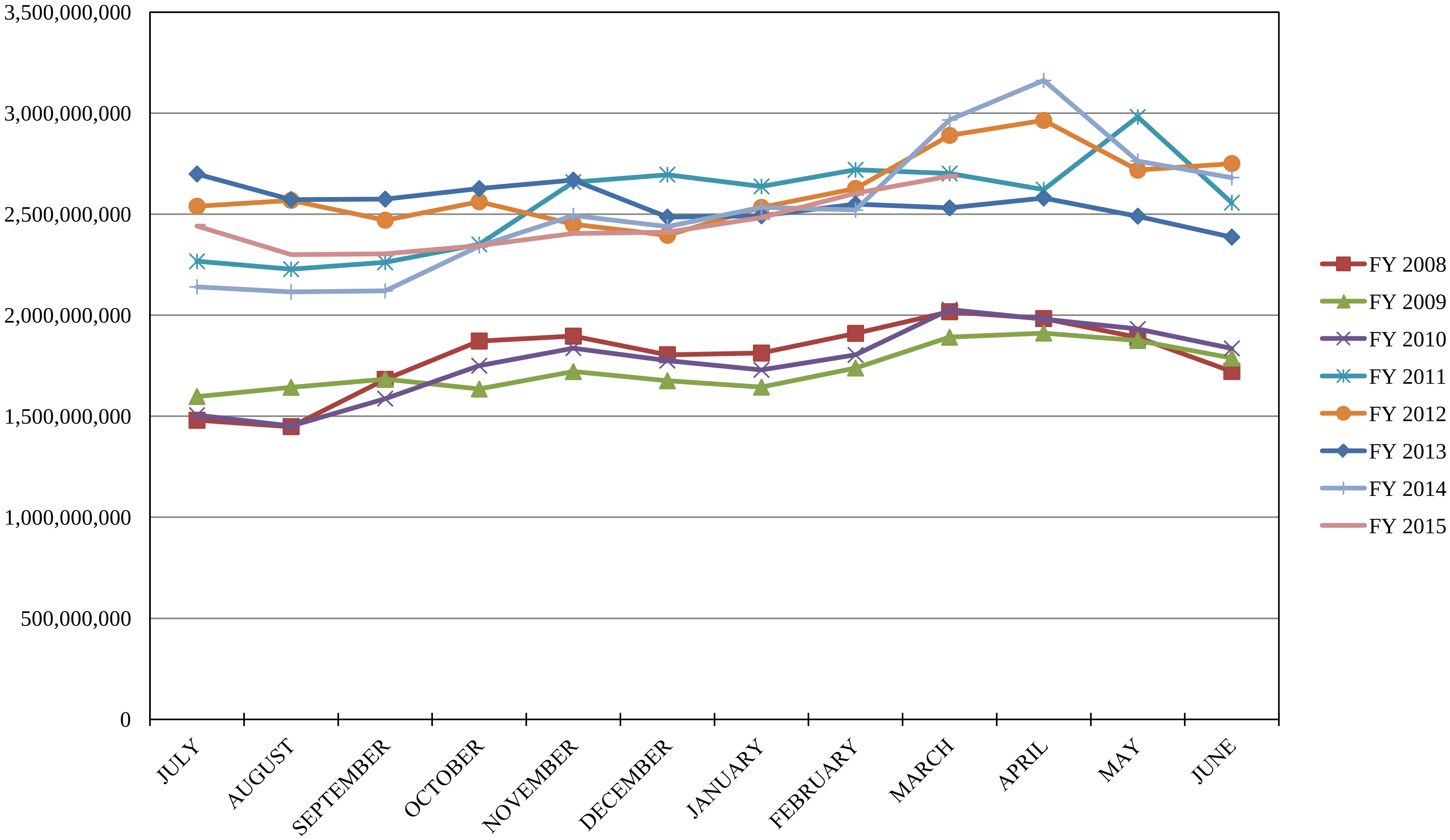
LIMITED POOL
INVESTABLE BALANCES

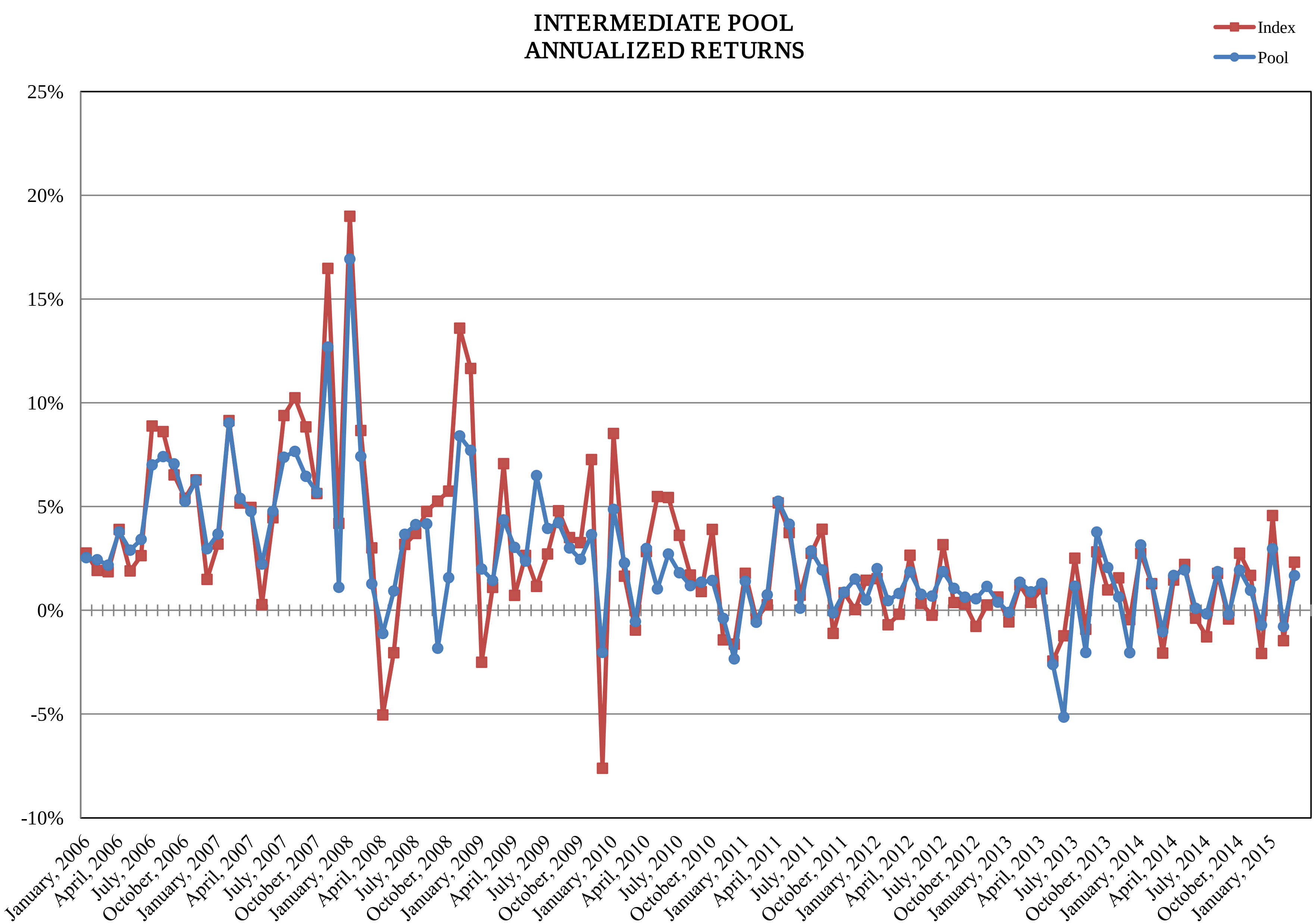


SHORT TERM POOL
INVESTABLE BALANCES

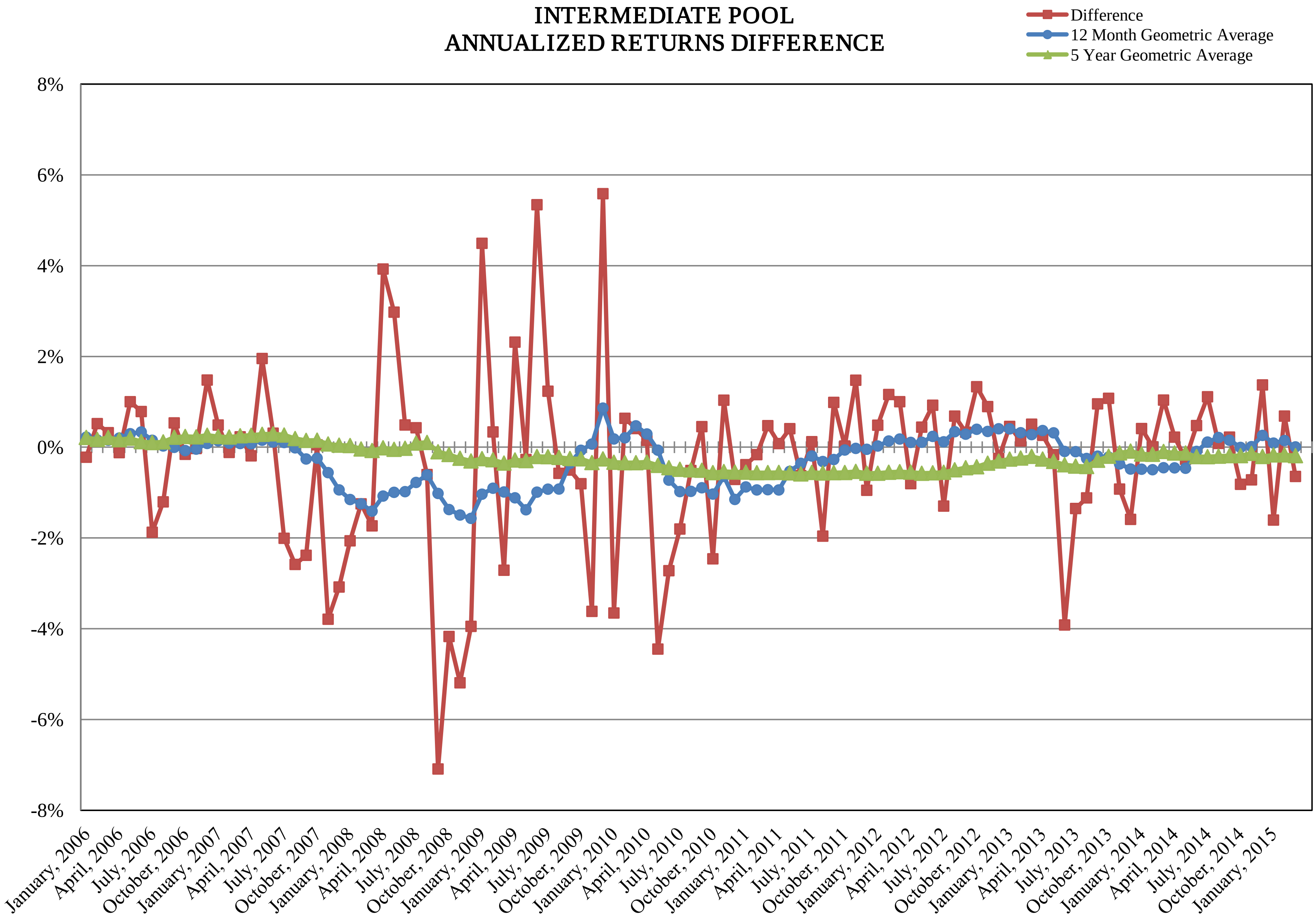


INTERMEDIATE
INVESTABLE BALANCES





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
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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 MARCH 2015

	Intermediate Pool	Benchmark*	Difference (pp)
1 Month	0.139%	0.191%	-0.053
3 Month	0.318%	0.442%	-0.124
FYTD	0.484%	0.446%	0.038
1 Year	0.933%	0.912%	0.021
3 Year	0.873%	0.869%	0.004
5 Year	1.267%	1.335%	-0.068
10 Year	2.434%	2.614%	-0.180
Since Inception	3.696%	3.739%	-0.043

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

PERFORMANCE RESULTS JULY 2011 THROUGH MARCH 2015

	Limited Term Pool	Benchmark*	Difference (pp)
1 Month	0.006%	0.005%	0.001
3 Month	0.018%	0.014%	0.004
FYTD	0.054%	0.035%	0.020
1 Year	0.070%	0.052%	0.018
Since Inception	0.123%	0.070%	0.054

*Benchmark is S&P Local Government Investment Pool

The continued defensive position of the Intermediate pool led to under-performance of 0.14% for the month of March versus benchmark performance of 0.19%. This was driven primarily by the shorter maturity structure of the pool versus the benchmark. The Limited term pool out-performed its benchmark by 0.012% generating an annualized return of 0.072% versus the benchmark of 0.060%. If anyone has further questions, please contact Stephen Jones at (502)564-2924.