June 2005

MONTHLY INVESTMENT INCOME REPORT

Commonwealth of Kentucky

Robert Rudolph, Secretary

FINANCE AND ADMINISTRATION CABINET

Date: 06/30/05

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	365,654,480.06	3.55	1.64	11%	
Sub-total		365,654,480.06	3.55	1.64	11%	
Agencies	Notes	787,208,632.46	3.97	1.58	23%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		787,208,632.46	3.97	1.58	23%	
Municipals		187,237,073.50	3.84	1.00	5%	
Corporates		226,303,561.25	3.81	1.53	7%	25%
Mortgages	Pools	49,941,602.63	4.66	1.65	1%	
	CMO's	156,357,540.50	4.96	1.53	5%	
Sub-total		206,299,143.13	4.89	1.56	6%	25%
Asset Backs		154,301,736.99	7.93	0.98	4%	20%
Repurchase Agreements						
	Overnight	738,069,734.46	1.74	0.00	22%	
	< 30 days	20,999,664.01	3.24	0.06	1%	
	< 60 days	5,500,956.38	0.00	0.00	0%	
	< 90 days	2,504,090.20	0.00	0.00	0%	
	< 1 year	214,928.02	23.69	6.11	0%	
	< 2 years	5,065,878.81	1.45	0.79	0%	
	> 2 years	5,662,177.56	3.36	4.34	0%	
	Flex Repos	568,794.16	5.04	2.01	0%	
Sub-total		778,586,223.60	1.78	0.04	23%	
Money Market Securities						
	Commercial Paper	629,381,645.02	1.74	0.03	19%	A1-P1
	Money Mkt Fund	70,000,000.00	2.77	0.04	2%	
	Certificates of Deposit	10,793,731.30	0.16	0.32	0%	
Sub-total		710,175,376.32	1.81	0.03	21%	20%
Derivatives						
	Swaptions	564,641.07	2.01	2.90	0%	
	OTC Options	0.00	0.00	0.00	0%	
Sub-total		564,641.07	2.01	2.90	0%	
TOTALS		3,416,330,868.38	3.19	0.85	100%	

Date: 06/30/05

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	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			19,533,723.70	3.48	0.12	1%	25%
Municipals			42,044,094.45	3.44	0.08	3%	
Mortgages		CMOs	55,290,655.86	3.60	-0.02	4%	25%
ABS			120,331,157.00	3.48	0.09	8%	
Repurchase Agreements							
		Overnight	538,781,905.30	3.31	0.00	36%	
		< 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		538,781,905.30	3.31	0.00	36%	
Money Market Securities							
		Commercial Paper	629,381,645.02	3.28	0.05	42%	A1-P1
		Money Mkt Fund	70,000,000.00	3.12	0.15	5%	
		Certificates of Deposit	10,001,944.44	3.50	0.01	1%	
	Sub-total		709,383,589.46	3.27	0.06	48%	
TOTALS			1,485,365,125.77	3.32	0.04	100%	

Date: 06/30/05

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	296,478,525.30	3.58	1.72	18%	
Sub-total		296,478,525.30	3.58	1.72	18%	
Agencies	Notes	549,660,621.56	3.73	1.38	34%	
	Discounts	0.00	0.00	0.00	0%	
Sub-total		549,660,621.56	3.73	1.38	34%	
Municipals		145,192,979.05	3.68	1.21	9%	
Corporates		206,769,837.55	4.01	1.74	13%	25%
Mortgages	Pools	49,941,602.63	4.18	1.13	3%	
	CMO's	101,066,884.64	4.29	2.14	6%	
Sub-total		151,008,487.27	4.25	1.81	9%	25%
Asset Backs		33,970,579.99	4.08	1.40	2%	20%
Repurchase Agreements						
	Overnight	210,277,867.52	3.40	0.00	13%	
	< 30 days	20,999,664.01	2.87	0.04	1%	
	< 60 days	5,500,956.38	3.02	0.09	0%	
	< 90 days	2,504,090.20	1.85	0.22	0%	
	< 1 year	214,928.02	2.72	0.64	0%	
	< 2 years	5,065,878.81	3.11	1.59	0%	
	> 2 years	5,662,177.56	2.07	4.03	1%	
	Flex Repos	568,794.16	11.49	4.24	0%	
Sub-total		250,794,356.66	3.31	0.14	15%	
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	791,786.86	2.05	3.78	0%	
Sub-total		791,786.86	2.05	3.78	0%	20%
Derivatives						
	Swaption	564,641.07	2.01	2.90	0%	
	OTC Options	0.00	0.00	0.00	0%	
Sub-total		564,641.07	2.01	2.90	0%	
TOTALS		1,635,231,815.31	3.72	1.32	100%	

Date: 06/30/05

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	0.00	0.00	0.00	0%	25%
ABS		0.00	0.00	0.00	0%	
Repurchase Agreements						
	Overnight	0.00	0.00	0.00	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		0.00	0.00	0.00	0%	
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	100%	
TOTALS		0.00	0.00	0.00	100%	

Date: 06/30/05

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	69,175,954.76	3.54	1.44	24%	
	Sub-total		69,175,954.76	3.54	1.44	24%	
Agencies		Notes	237,548,010.90	3.68	1.50	80%	
		Discounts	0.00	0.00	0.00	0%	
	Sub-total		237,548,010.90	3.68	1.50	80%	
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	-10,990,038.36	3.40	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		-10,990,038.36	3.40	0.00	-4%	
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			295,733,927.30	3.66	1.54	100%	

Investment Income

As of 06/30/05

	Month		Fiscal Year to Date	
Pool	**Amount**	**Yield ***	**Amount**	**Yield****
Intermediate	4,097,979.44	2.79%	41,028,956.18	2.73%
Short Term	3,061,780.77	3.09%	15,494,356.53	2.36%
Bond Proceeds	800,249.52	2.99%	13,494,137.63	3.05%
Tran	10,861,351.96	27.91%	11,147,896.40	2.21%
Grand Total	**18,821,361.69**		**81,165,346.74**	

***Yield is calculated on a total return basis. Total return consists of the accrual of interest and the gain or loss incurred from valuing the securities in market value. Total return, divided by average daily balance, divided by actual days, multiplied by actual days in the fiscal year.**

****Yield is calculated on a total return basis. Total return consists of the accrual of interest and the gain or loss incurred from valuing the securities in market value. Total return, (fiscal YTD) divided by the weighted average of the monthly average daily balances, divided by the actual days (fiscal YTD) mulitplied by the actual number of days in the fiscal year.**

Investable Balances

As of 06/30/05

	Average Daily Balances	
	AvgBal	**Fiscal Year to Date**
Intermediate	1,785,751,337.53	1,502,652,093.57
Short Term	1,204,287,713.16	656,525,660.46
Bond Proceeds	325,783,810.77	443,526,738.43
Tran	473,448,420.20	503,501,307.19
	3,789,271,281.66	**3,106,205,799.65**

CASH DISTRIBUTION

June 2005

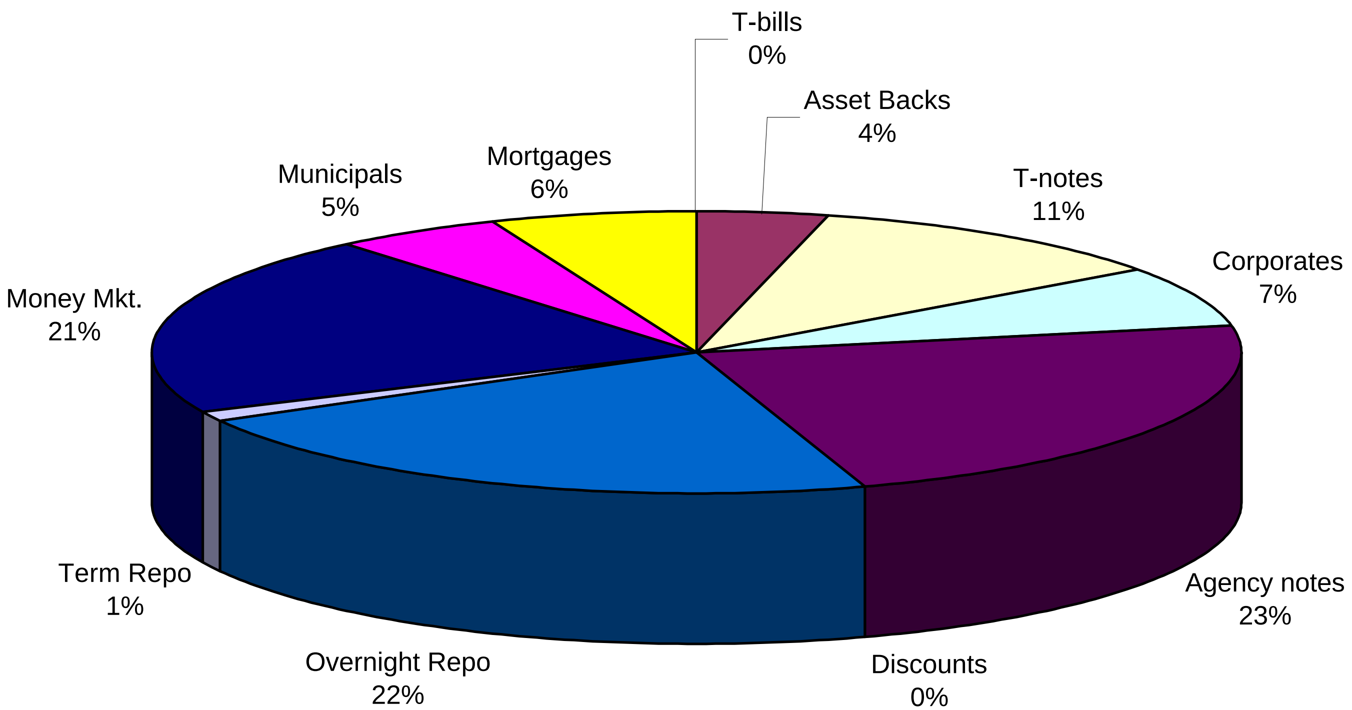
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	14,102,565	0	0	0
Capital Con.	206,205	528,125	5,065,146	6,461,875
Agency	199,461	853,125	7,063,435	9,819,792
T&R	58,663	121,875	1,737,425	1,620,833

ACCRUED EARNINGS

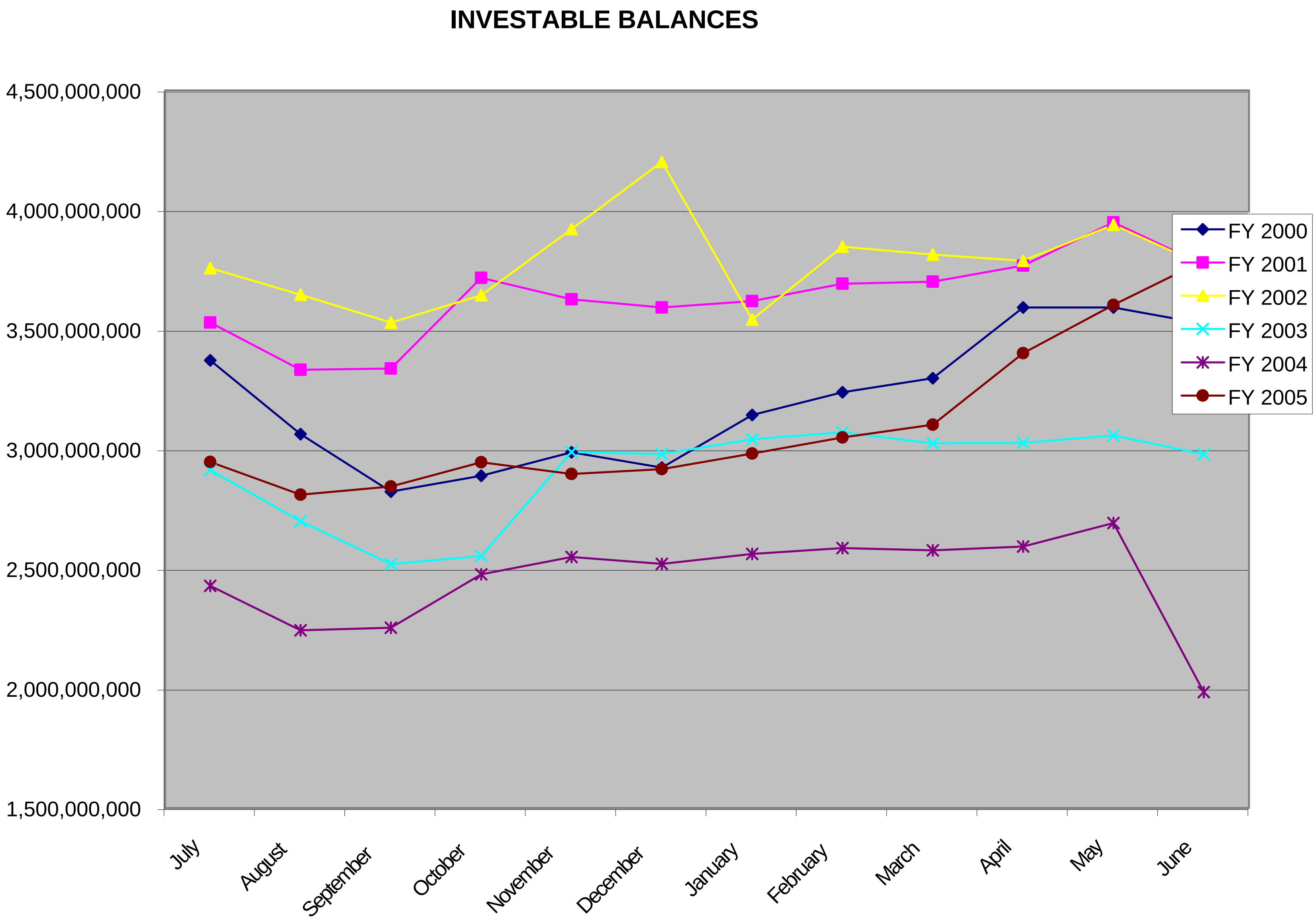
June 2005

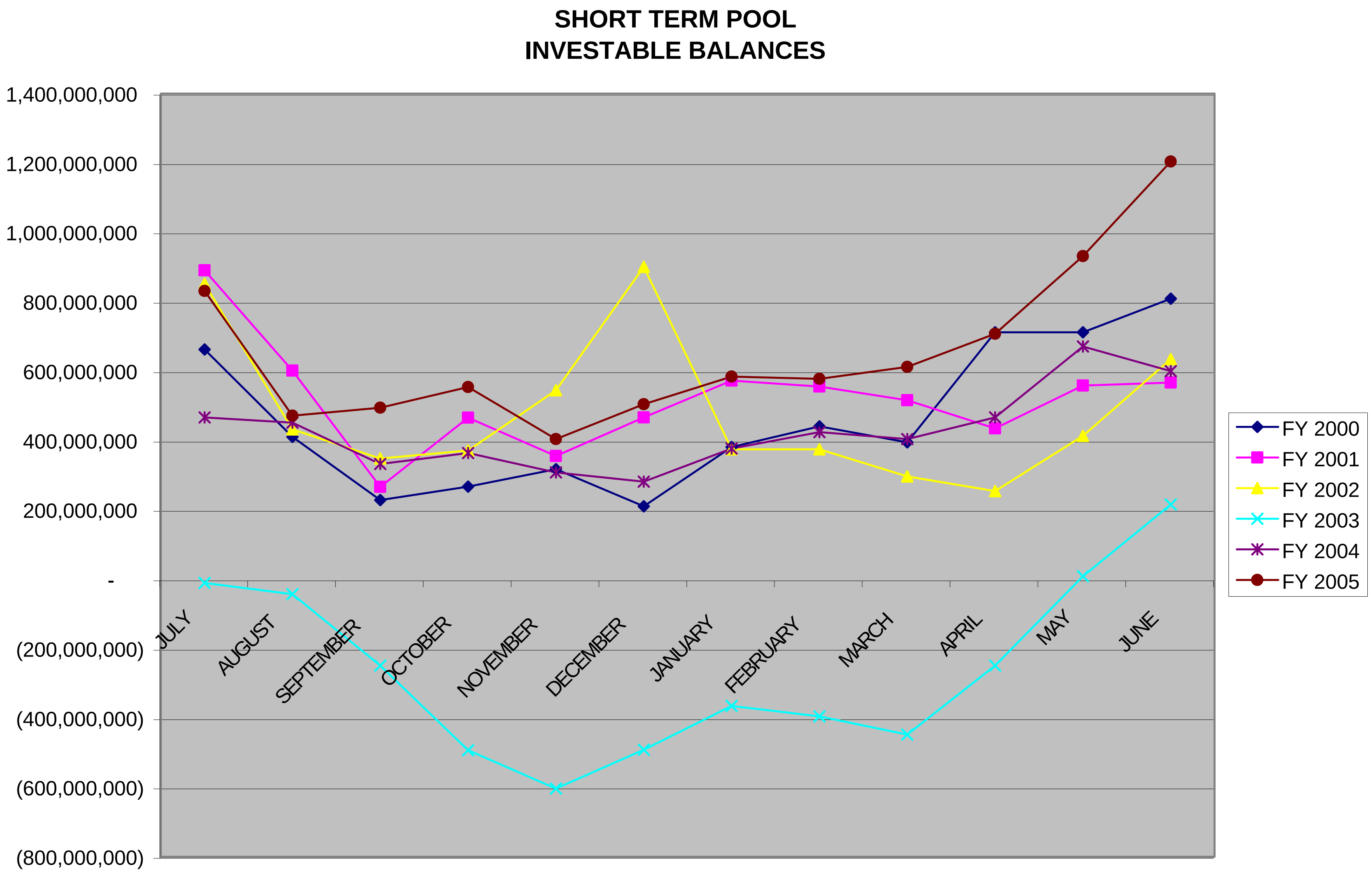
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	18,201,983	0	20,880,082	0
Capital Con.	328,286	528,125	16,435,861	6,461,875
Agency	309,590	853,125	6,120,180	9,819,792
T&R	223,824	121,875	1,937,140	1,620,833

Distribution of Investments for June

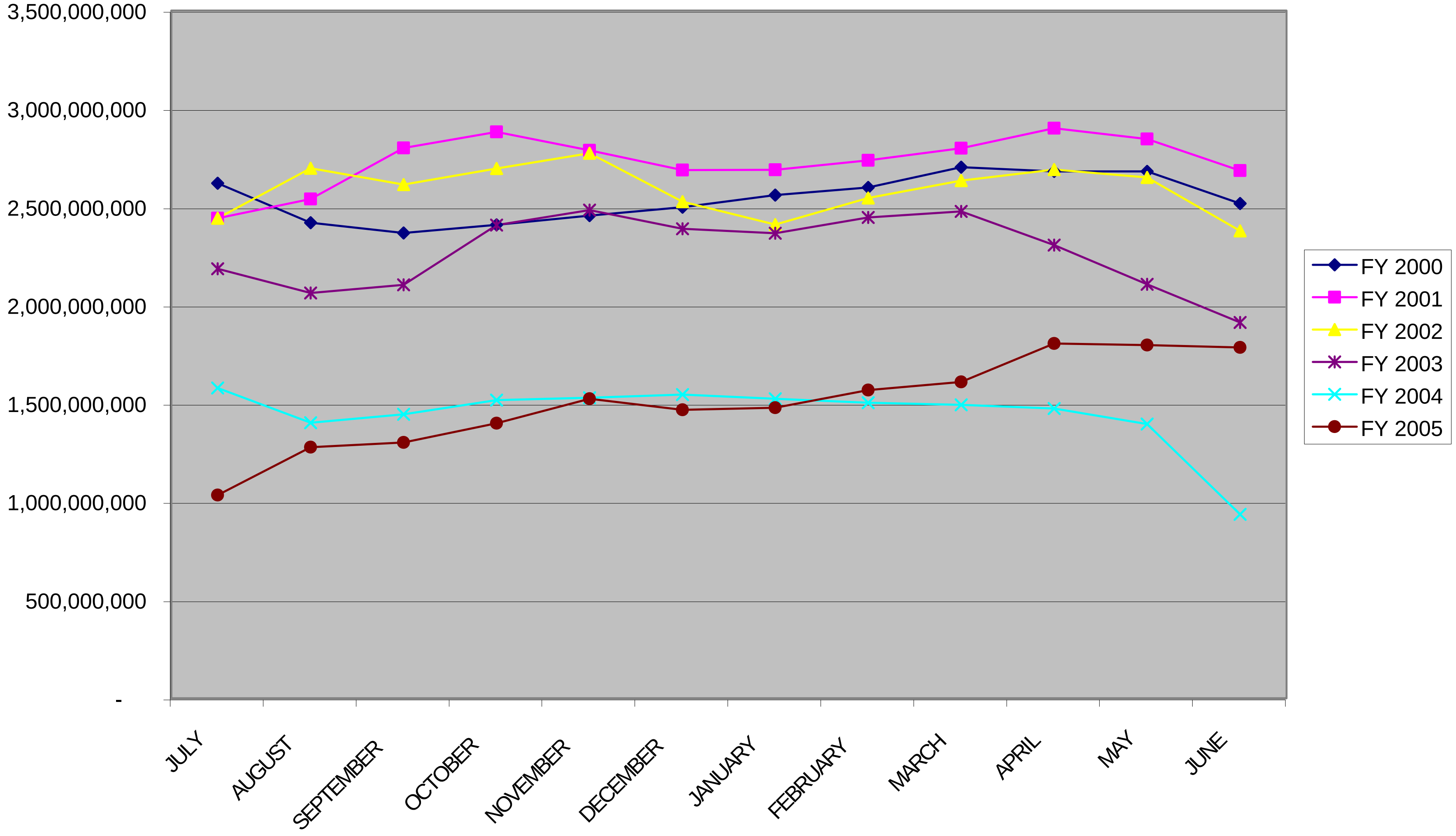


LIMITS
Corporates 25%
Mortgages 25%
Asset Backs 20%
Money Mkt. 20%

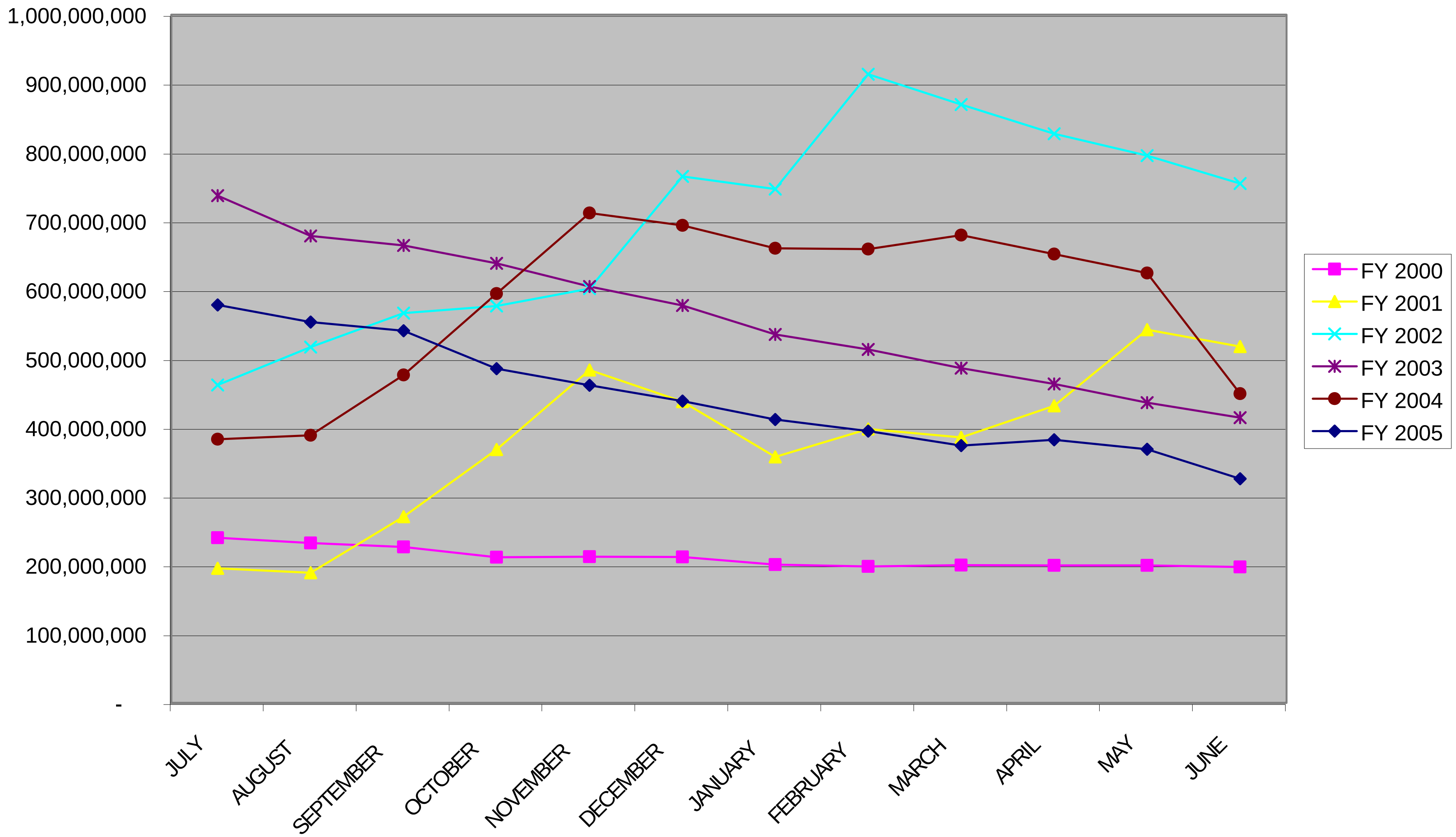

INVESTABLE BALANCES
4,500,000,000
4,000,000,000
3,500,000,000
3,000,000,000
2,500,000,000
2,000,000,000
1,500,000,000
July
August
September
October
November
December
January
February
March
April
May
June
FY 2000
FY 2001
FY 2002
FY 2003
FY 2004
FY 2005

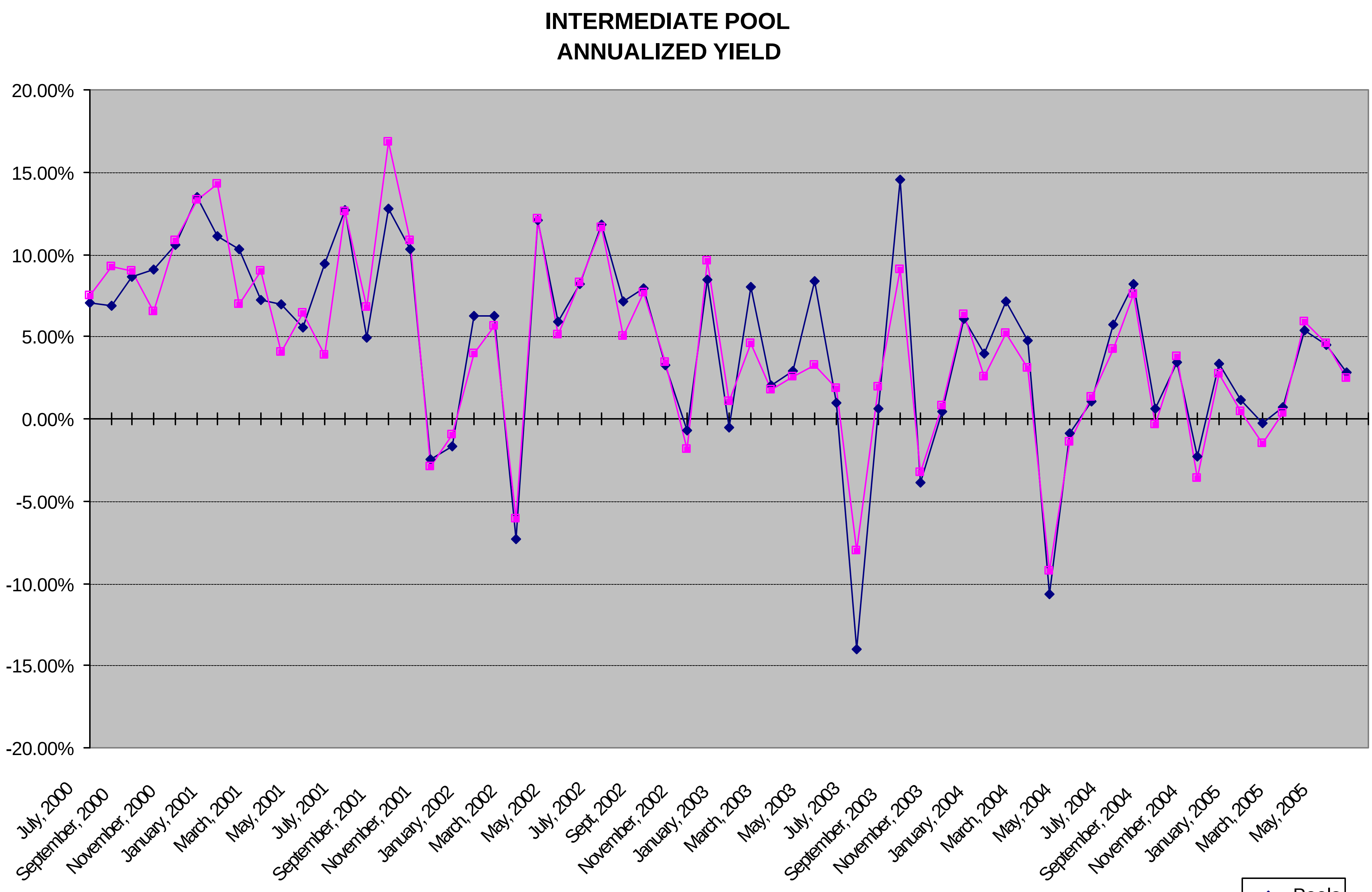

SHORT TERM POOL
INVESTABLE BALANCES
1,400,000,000
1,200,000,000
1,000,000,000
800,000,000
600,000,000
400,000,000
200,000,000
-
(200,000,000)
(400,000,000)
(600,000,000)
(800,000,000)
JULY
AUGUST
SEPTEMBER
OCTOBER
NOVEMBER
DECEMBER
JANUARY
FEBRUARY
MARCH
APRIL
MAY
JUNE
FY 2000
FY 2001
FY 2002
FY 2003
FY 2004
FY 2005

INTERMEDIATE POOL
INVESTABLE BALANCES

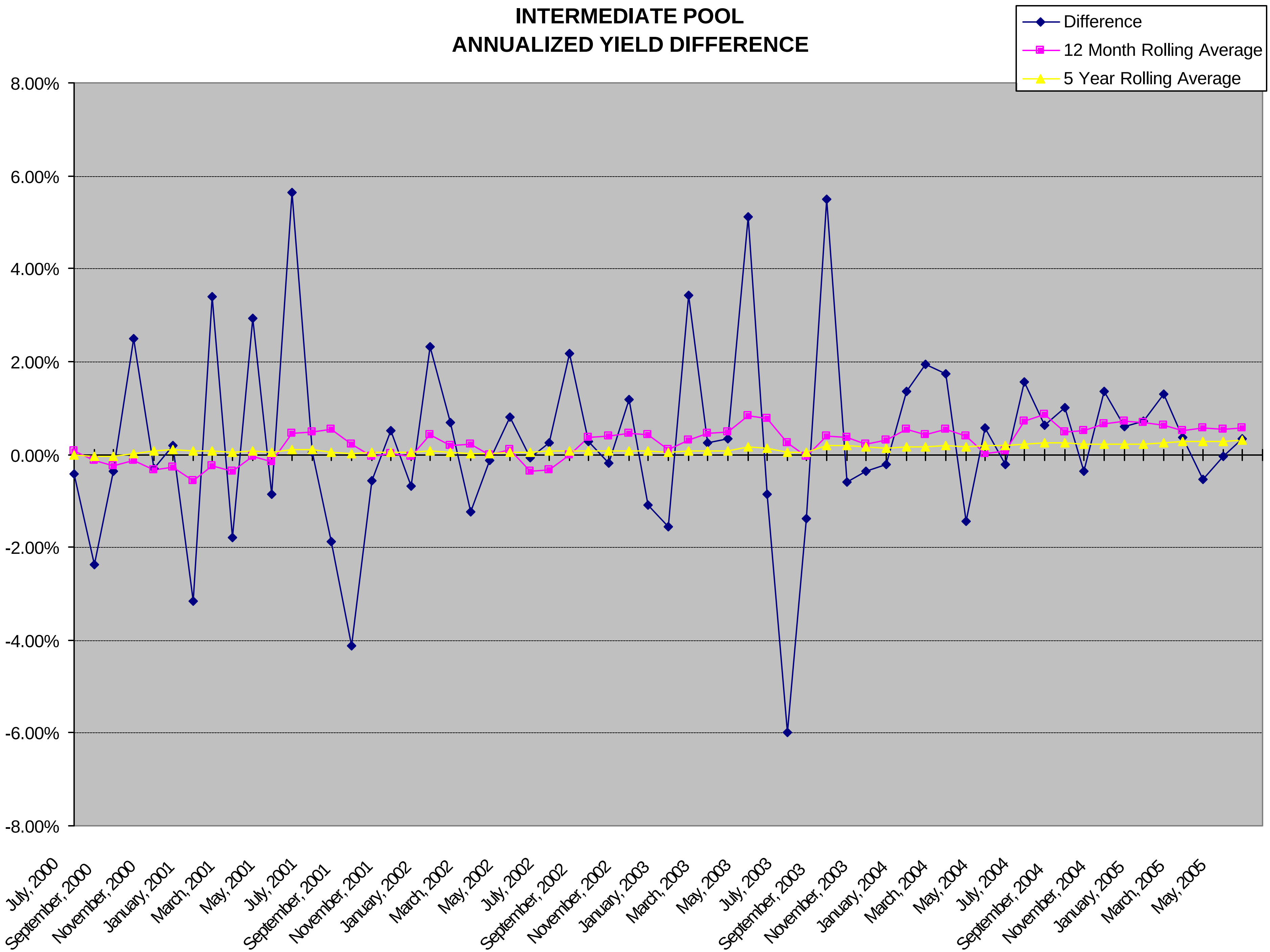


BOND PROCEEDS
INVESTABLE BALANCES

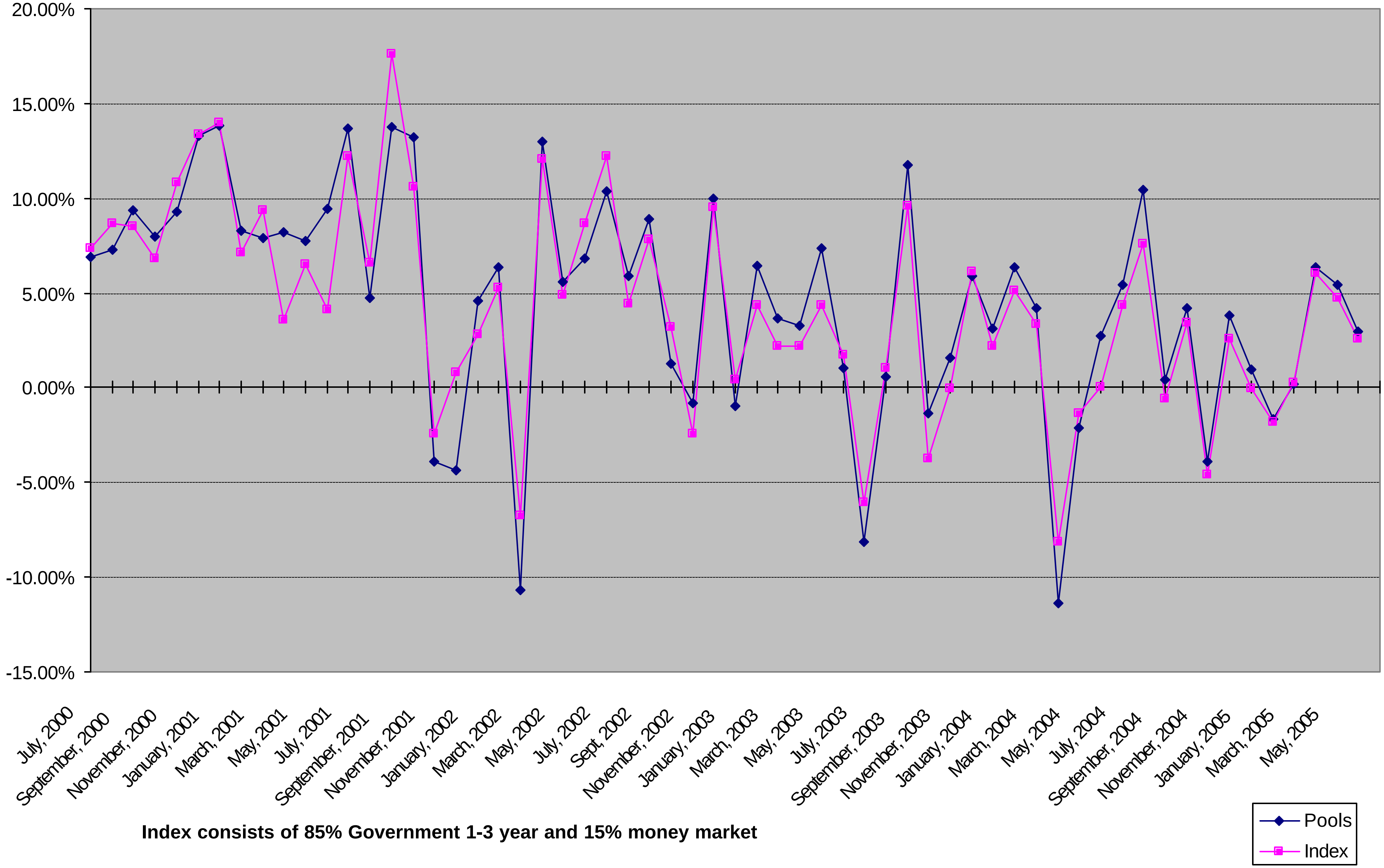




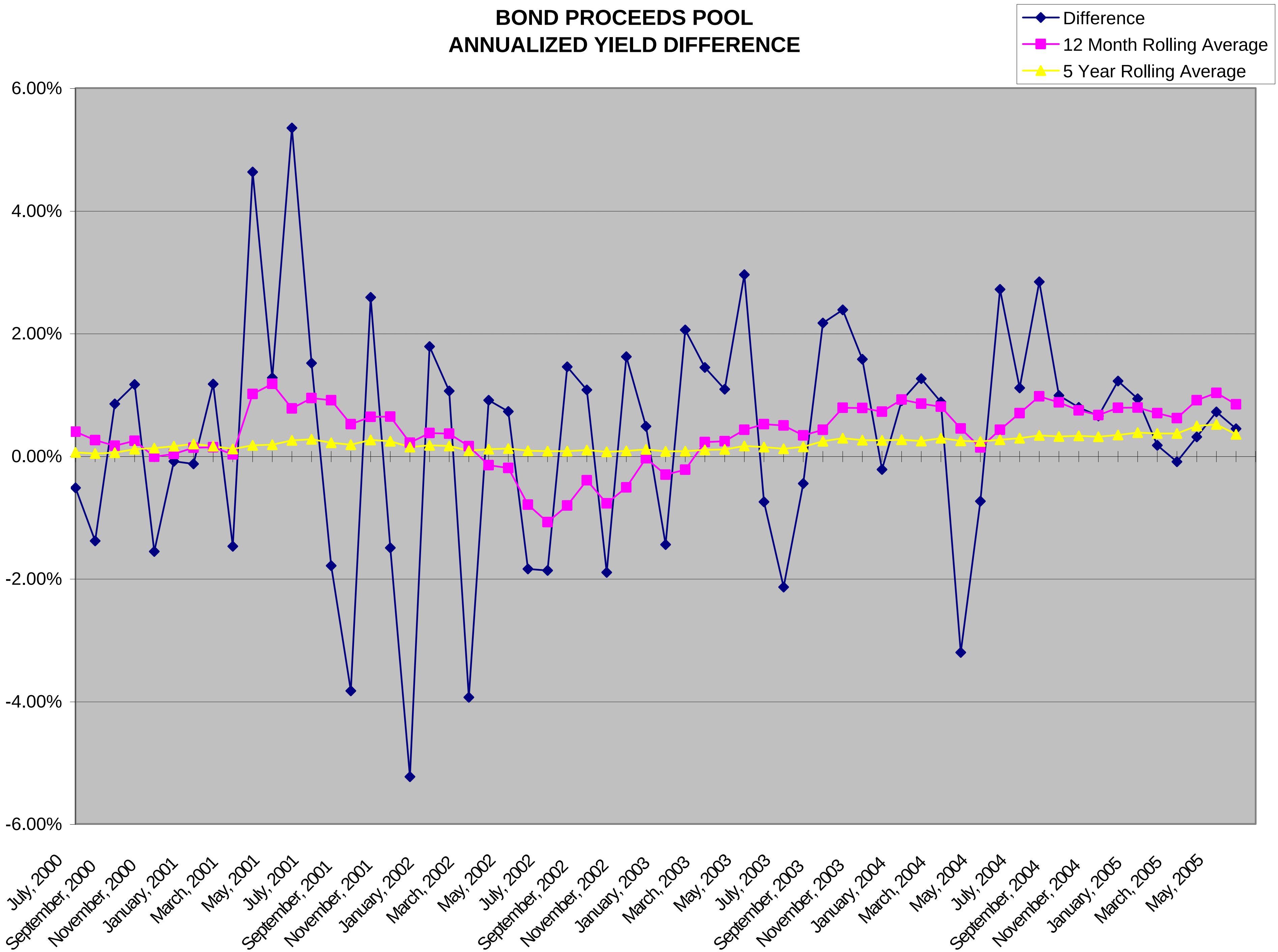
Index consists of 70% Government 1-3 year, 15% Mortgage 0-3 and 15% money market


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

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
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
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January, 2005
March, 2005
May, 2005