September 2010
Monthly Investment Income Report

Commonwealth of Kentucky
Jonathan Miller, Secretary
FINANCE AND ADMINISTRATION CABINET

9/30/2010

PORTFOLIO SUMMARY
POOLS

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL	STATUTORY LIMIT
Treasuries							
		Bills	124,830,000.00	0.19	0.67	4%	
		Treasury Notes	525,453,445.23	0.37	2.24	16%	
	Sub-total		650,283,445.23	0.34	1.94	20%	
Agencies		Notes	589,045,642.56	0.67	0.91	18%	
		Discounts	52,698,864.00	0.21	0.27	2%	
	Sub-total		641,744,506.56	0.63	0.85	20%	
Municipals			134,683,019.52	1.16	0.56	4%	
Corporates			166,497,677.41	0.73	0.94	5%	25%
Mortgages		Pools	27,983,801.96	1.68	0.59	1%	
		CMO's	203,703,187.53	1.27	0.51	6%	
	Sub-total		231,686,989.49	1.32	0.52	7%	25%
Asset Backs			176,576,214.20	0.68	0.37	6%	20%
Repurchase Agreements							
		Overnight	834,527,870.35	0.23	0.00	26%	
		< 30 days	17,301,249.75	0.14	0.05	1%	
		< 60 days	0.00	0.00	0.00	0%	
		< 90 days	0.00	0.00	0.00	0%	
		< 1 year	747,216.30	2.15	1.60	0%	
		< 2 years	2,695,905.90	2.28	2.51	0%	
		> 2 years	19,852.60	4.27	2.81	0%	
		Flex Repos	2,596,270.94	11.63	4.86	0%	
	Sub-total		857,888,365.84	0.27	0.03	27%	
Money Market Securities							
		Commercial Paper	0.00	0.00	0.00	0%	A1-P1
		Money Mkt Fund	327,000,000.00	0.20	0.00	10%	
		Certificates of Deposit	10,194,491.38	1.86	0.41	1%	
	Sub-total		337,194,491.38	0.25	0.01	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			3,196,554,709.63	0.51	0.70	100%	

9/30/2010

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	26,821,711.57	0.25	0.09	3%
		Discounts	29,987,102.80	0.14	0.15	4%
	Sub-total		56,808,814.37	0.39	0.24	7%
Corporates			14,170,784.52	0.32	0.19	2%
Municipals			0.00	0.00	0.00	0%
Mortgages		CMOs	54,640,445.40	0.68	0.50	7%
ABS			145,928,017.89	0.50	0.37	18%
Repurchase Agreements						
		Overnight	210,063,286.99	0.23	0.00	26%
		< 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		210,063,286.99	0.23	0.00	26%
Money Market Securities						
		Commercial Paper	0.00	0.00	0.00	0%
		Money Mkt Fund	327,000,000.00	0.20	0.00	40%
		Certificates of Deposit	0.00	0.00	0.00	0%
	Sub-total		327,000,000.00	0.00	0.00	40%
TOTALS			808,611,349.17	0.29	0.11	100%

9/30/2010

PORTFOLIO SUMMARY
INTERMEDIATE TERM POOL

		TYPE	MARKET VALUE	MARKET YIELD (%)	DURATION (Years)	PERCENT of TOTAL
Treasuries						
		Bills	124,830,000.00	0.19	0.67	5%
		Treasury Notes	525,453,445.23	0.37	2.24	22%
	Sub-total		650,283,445.23	0.34	1.94	27%
Agencies		Notes	562,223,930.99	0.69	0.95	24%
		Discounts	22,711,761.20	0.31	0.42	1%
	Sub-total		584,935,692.19	0.67	0.93	25%
Municipals			134,683,019.52	1.16	0.56	6%
Corporates			152,326,892.89	0.77	1.01	6%
Mortgages		Pools	27,983,801.96	1.68	0.59	1%
		CMO's	149,062,742.13	1.48	0.51	6%
	Sub-total		177,046,544.09	1.51	0.52	7%
Asset Backs			30,648,196.31	1.55	0.37	1%
Repurchase Agreements						
		Overnight	624,464,583.36	0.23	0.00	26%
		< 30 days	17,301,249.75	0.14	0.05	1%
		< 60 days	0.00	0.00	0.00	0%
		< 90 days	0.00	0.00	0.00	0%
		< 1 year	747,216.30	2.15	1.60	0%
		< 2 years	2,695,905.90	2.28	2.51	0%
		> 2 years	19,852.60	4.27	2.81	0%
		Flex Repos	2,596,270.94	11.63	4.86	0%
	Sub-total		647,825,078.85	0.28	0.03	27%
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	10,194,491.38	1.86	0.41	1%
	Sub-total		10,194,491.38	1.86	0.41	1%
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			2,387,943,360.46	0.59	0.90	100%

ACCRUED EARNINGS

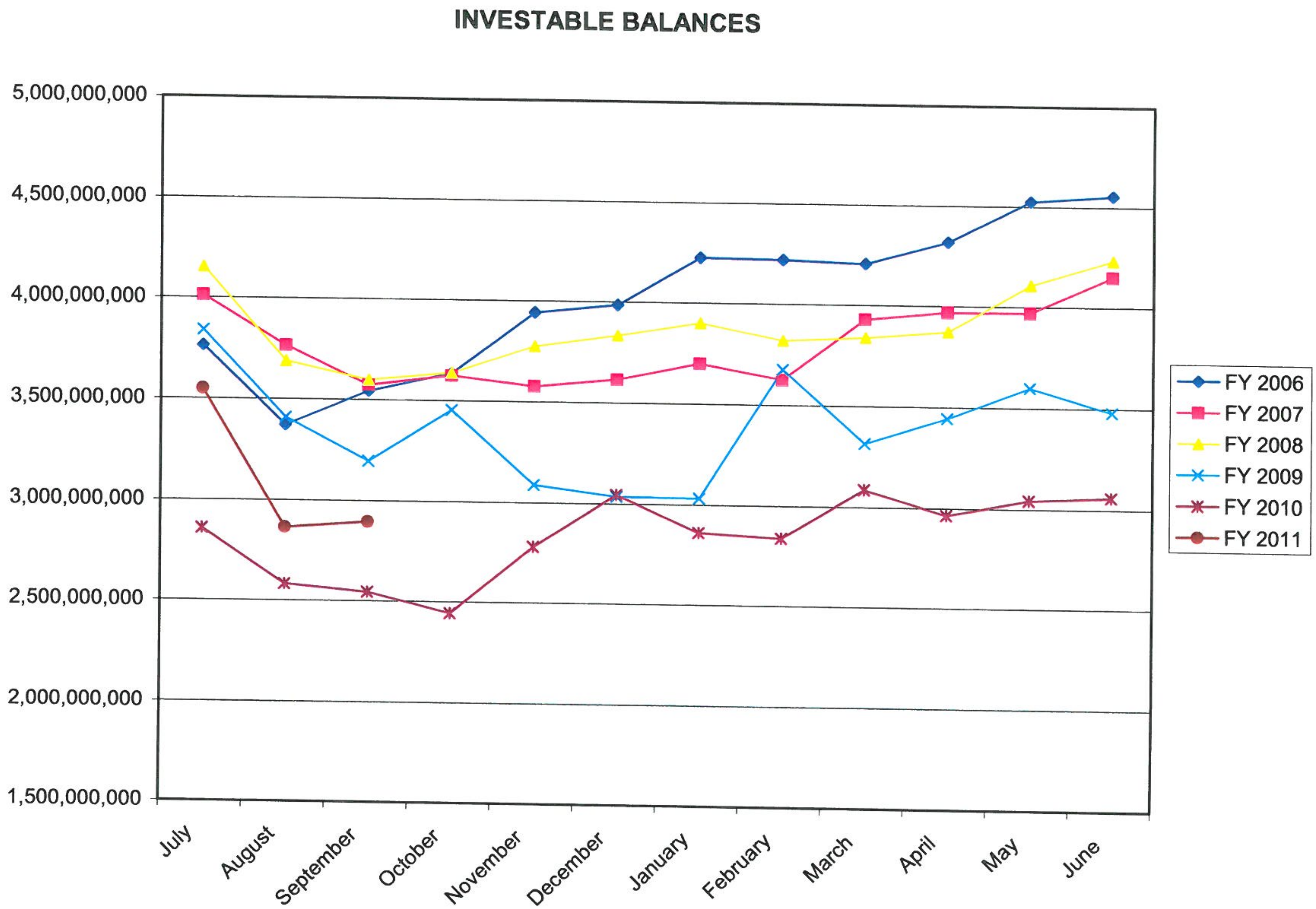
September 2010

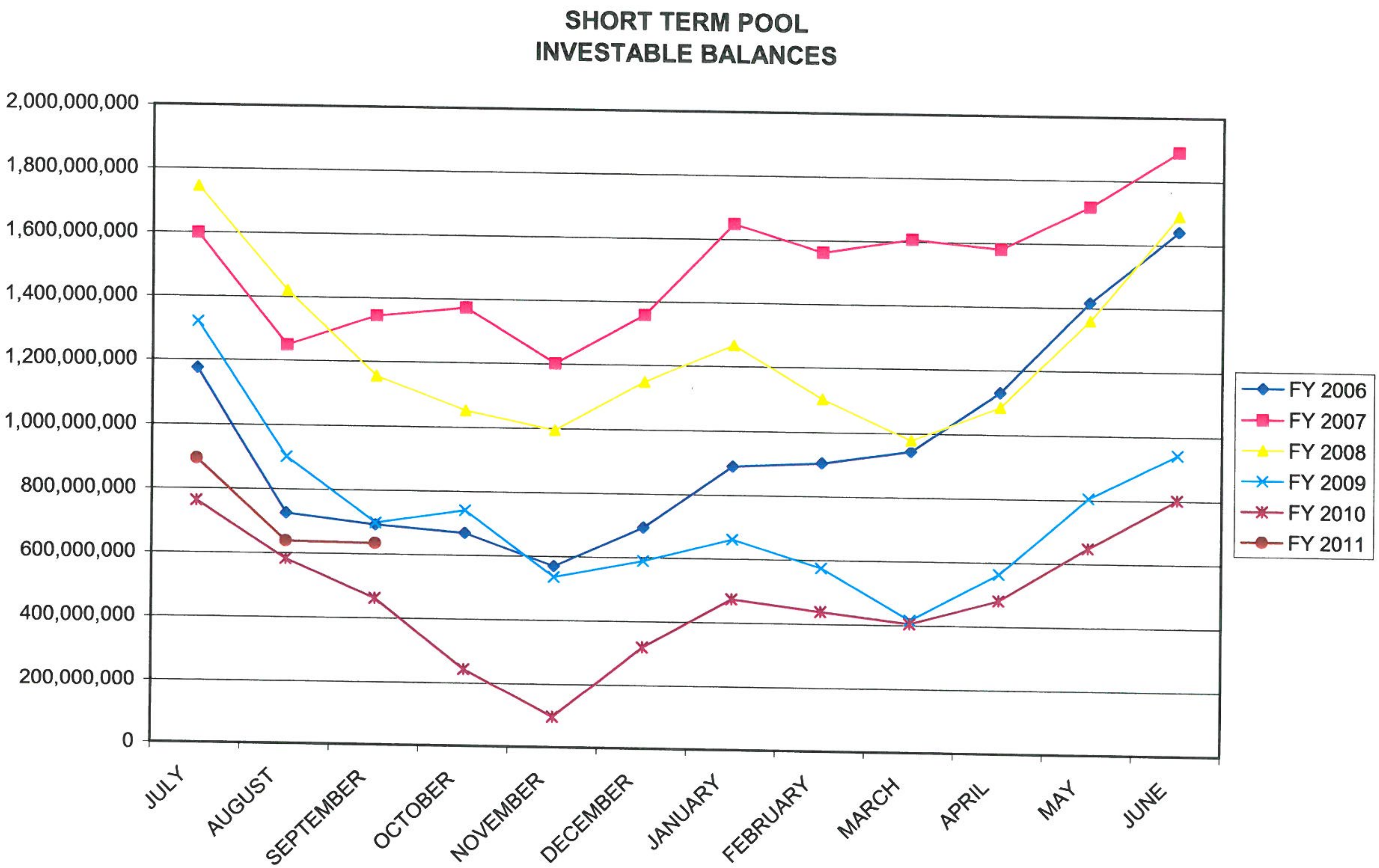
	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	3,959,446	0	4,133,028	0
Capital Con.	218,191	171,875	1,682,160	515,625
Transportation	351,741	88,889	1,213,555	266,667
Agency	269,356	218,750	840,448	645,834
T&R	103,292	57,292	307,434	182,292

CASH DISTRIBUTION

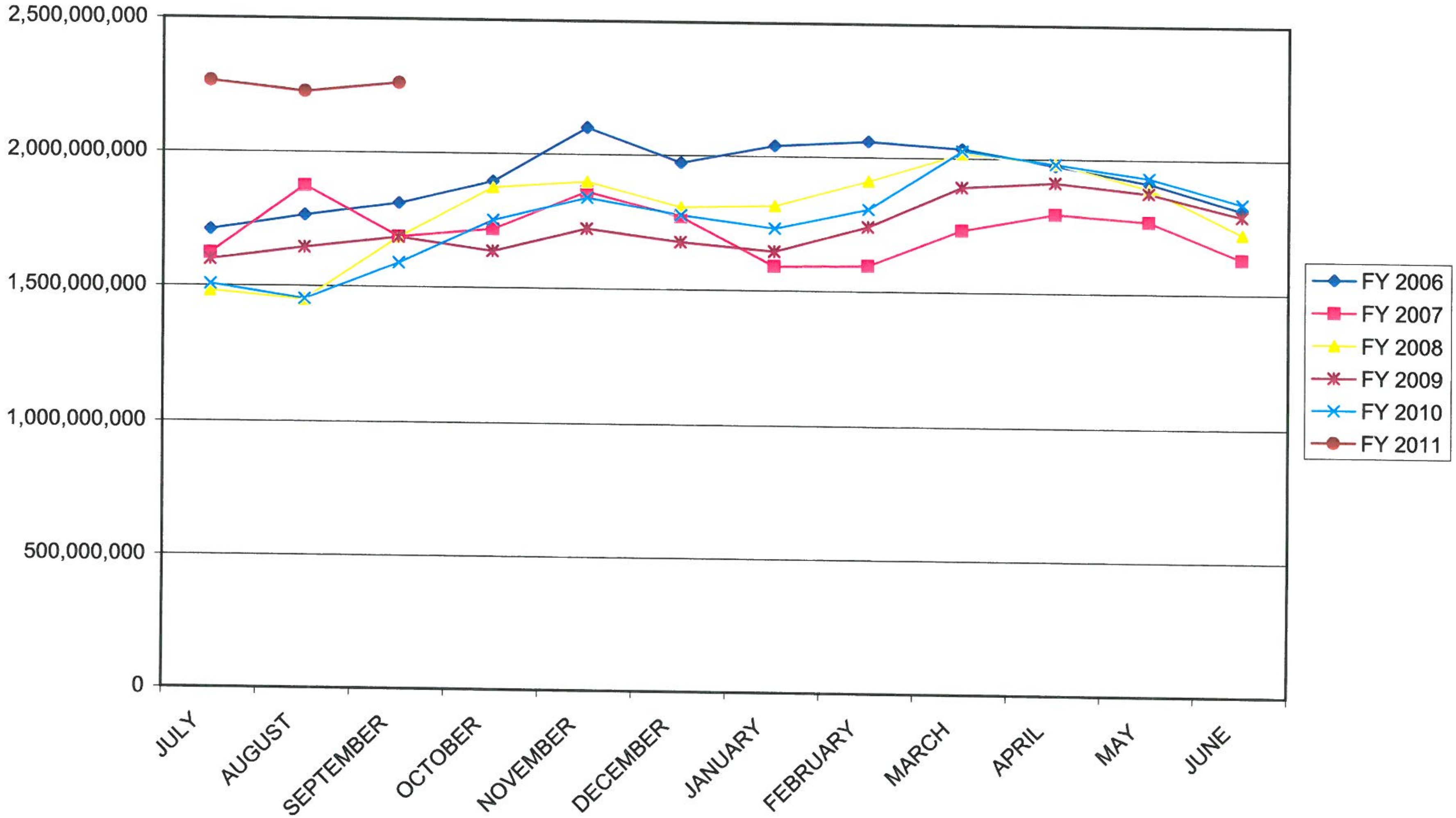
September 2010

	Month		YTD	
	Actual	Budget	Actual	Budget
General Fund	0	0	0	0
Capital Con.	160,690	171,875	714,237	515,625
Transportation	143,471	88,889	620,694	266,667
Agency	335,895	218,750	1,451,450	645,834
T&R	68,209	57,292	298,920	182,292

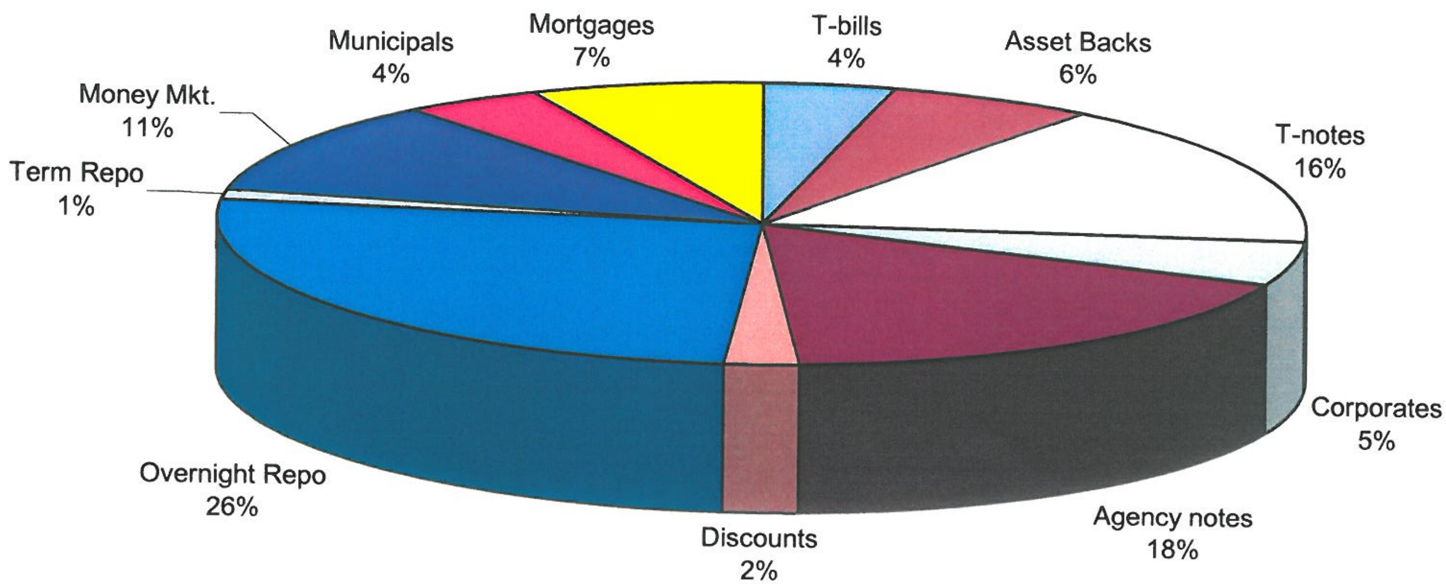

INVESTABLE BALANCES
5,000,000,000
4,500,000,000
4,000,000,000
3,500,000,000
3,000,000,000
2,500,000,000
2,000,000,000
1,500,000,000
July
August
September
October
November
December
January
February
March
April
May
June
FY 2006
FY 2007
FY 2008
FY 2009
FY 2010
FY 2011


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 2006
FY 2007
FY 2008
FY 2009
FY 2010
FY 2011

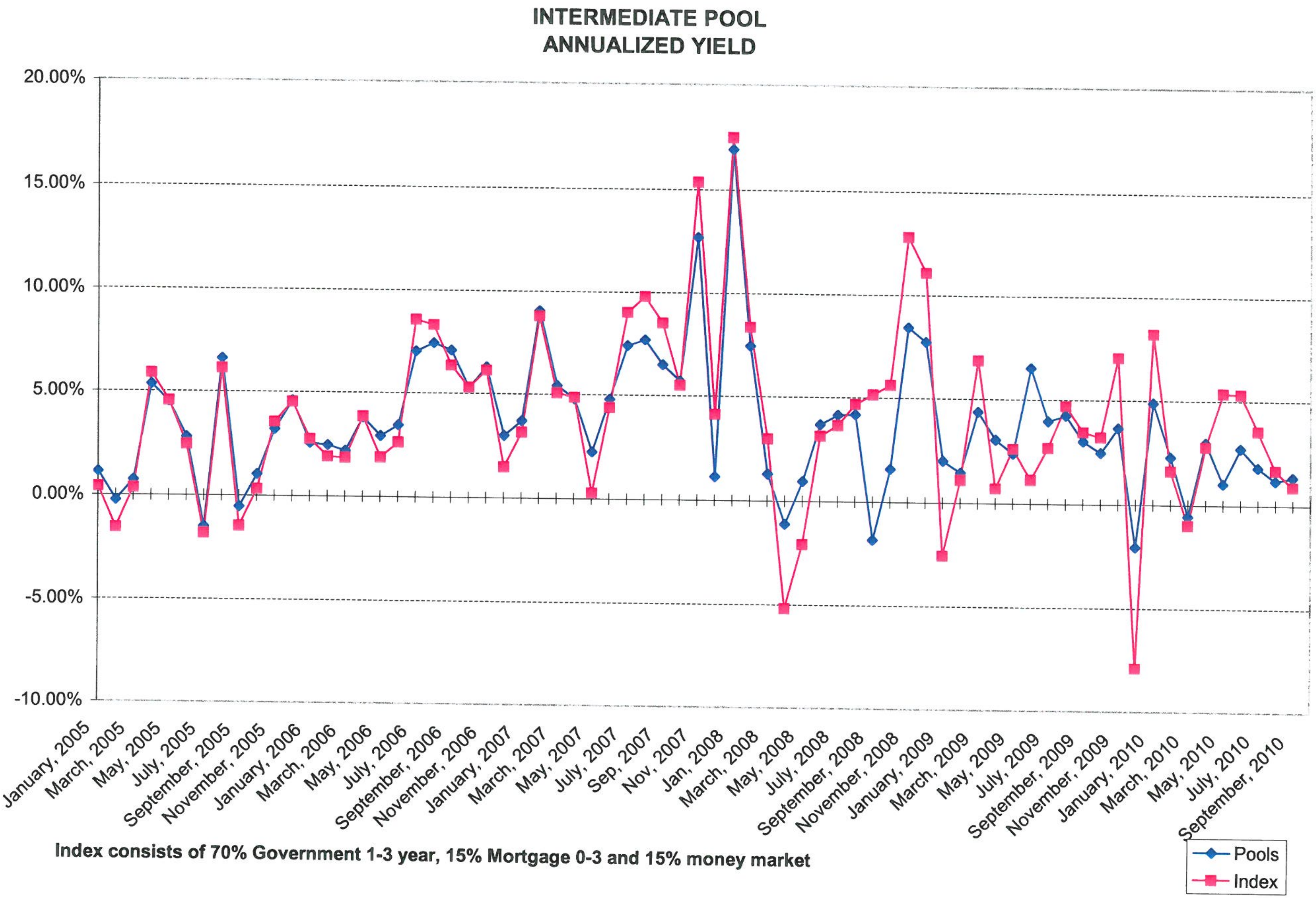
INTERMEDIATE POOL
INVESTABLE BALANCES



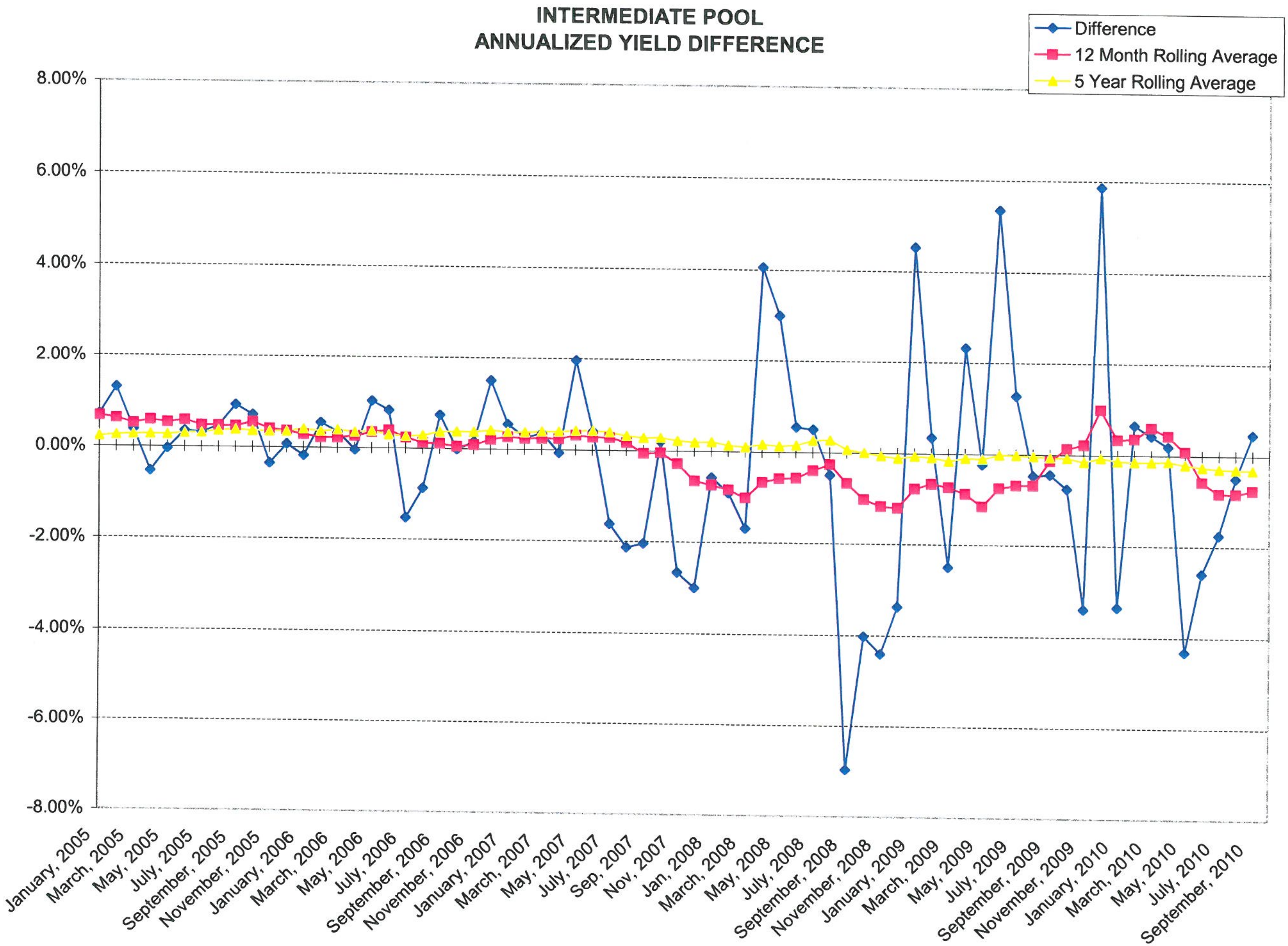
Distribution of Investments for September



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, 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
January, 2009
March, 2009
May, 2009
July, 2009
September, 2009
November, 2009
January, 2010
March, 2010
May, 2010
July, 2010
September, 2010