

# Kenai Peninsula Borough

## Finance Department

### MEMORANDUM

**TO:** Brent Johnson, Assembly President  
Members of the Kenai Peninsula Borough Assembly

**THRU:** Peter A. Micciche, Borough Mayor *PM*  
Brandi Harbaugh, Finance Director *B*

**FROM:** Christina Griffith, Grants/Treasury Accountant *clg*

**DATE:** February 15, 2024

**RE:** Investment Report quarter ended 12/31/23

Attached is the Quarterly Investment Report of the Kenai Peninsula Borough for the quarter ending December 30, 2023.

| Portfolio Statistics      | Quarter Ended 9/30/2023 | Quarter Ended 12/31/2023 |
|---------------------------|-------------------------|--------------------------|
| Average Daily Balance     | \$365,325,089           | \$403,426,420            |
| Earned Interest Yield     | 3.585%                  | 3.915%                   |
| Duration in Years         | 1.78                    | 1.77                     |
| Book Value                | \$386,314,165           | \$399,431,312            |
| Market Value              | \$378,676,208           | \$396,566,703            |
| Percent % of Market Value | 102.02%                 | 100.72%                  |

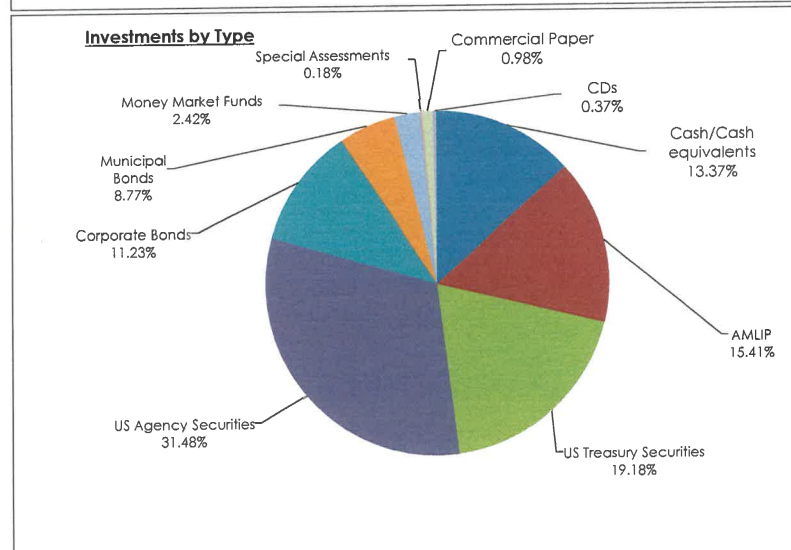
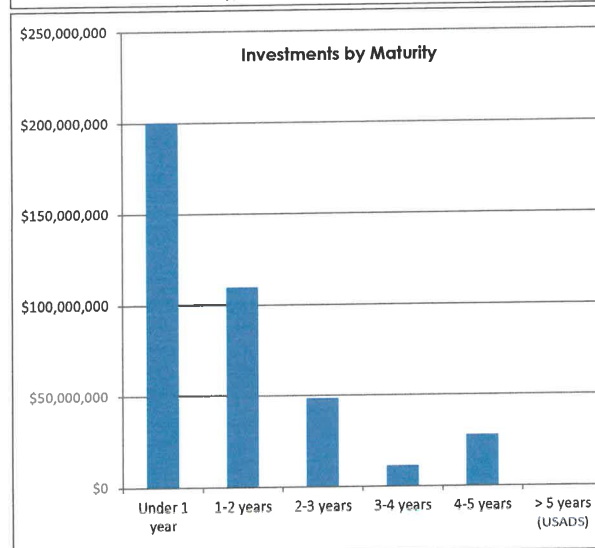
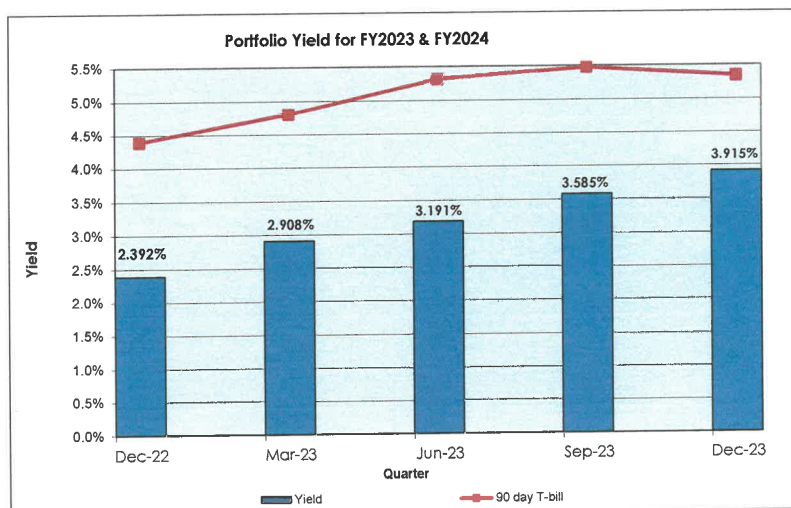
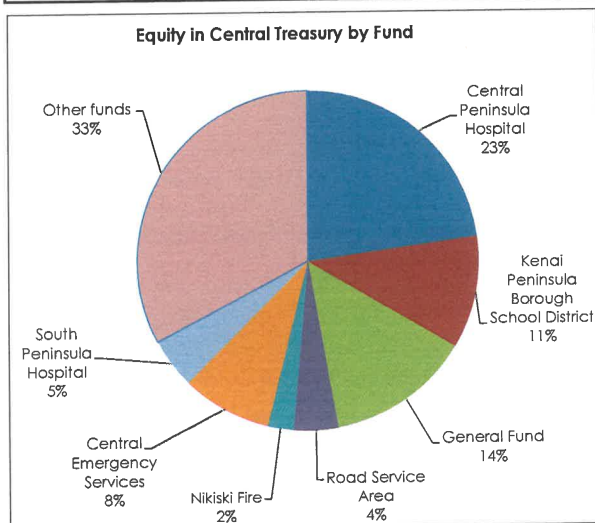
| Investment Description    | Yield Quarter Ended 9/30/2023 | Yield Quarter Ended 12/31/2024 | Market Value Quarter Ended 12/31/24 |
|---------------------------|-------------------------------|--------------------------------|-------------------------------------|
| Cash and Cash Equivalents | 3.85%                         | 3.79%                          | 53,402,431                          |
| AMLIP                     | 5.30%                         | 5.35%                          | 61,543,094                          |
| U.S. Treasury Securities  | 3.22%                         | 3.76%                          | 75,760,377                          |
| US Agencies               | 3.49%                         | 4.00%                          | 124,802,686                         |
| Corporate Bonds           | 3.86%                         | 4.00%                          | 44,371,537                          |
| Municipal Bonds           | 1.84%                         | 2.24%                          | 20,853,670                          |
| Money Market Mutual Funds | 5.21%                         | 5.24%                          | 9,673,611                           |
| Special Assessments       | 6.75%                         | 6.50%                          | 721,041                             |
| Commercial Paper          | 0.55%                         | 5.62%                          | 3,956,330                           |
| CDs                       | 5.85%                         | 5.27%                          | 1,481,926                           |
| <b>Total</b>              |                               |                                | <b>\$396,566,703</b>                |

| Major Categories:  | Percentage of Portfolio | Book Value quarter ending 12/31/24 |
|--|-------------------------|------------------------------------|
| Bond related funds   | 15.66%                  | 62,542,958                         |
| Hospital service area funds & plant/equipment replacement funds (PREF) | 20.11%                  | 80,317,394                         |
| School District  | 10.73%                  | 42,856,933                         |
| Capital Project fund restrictions                                      | 13.42%                  | 53,611,380                         |
| Special Revenue funds restrictions                                     | 18.25%                  | 72,905,443                         |
| Internal Service/Agency fund restrictions                              | 4.89%                   | 19,529,761                         |
| General Fund   | 16.94%                  | 67,667,443                         |
| <b>Total</b>   | <b>100.00%</b>          | <b>\$399,431,312</b>               |

**INVESTMENT PORTFOLIO**  
December 31, 2023

|   | Par Value          | Purchase Price     | Fair Value 12/31/2023 |
|---|--------------------|--------------------|-----------------------|
| <b>Investments by Borough Finance Director</b>          |                    |                    |                       |
| CORPORATE   | 15,862,000         | 15,675,272         | 15,647,577            |
| CDs   | 1,473,000          | 1,473,000          | 1,481,926             |
| COMMERCIAL PAPER  | 4,000,000          | 3,895,581          | 3,956,330             |
| MUNICIPAL   | 8,325,000          | 8,073,274          | 8,205,253             |
| AGENCY  | 85,841,000         | 84,242,573         | 84,912,219            |
| US TREASURY   | 35,000,000         | 34,300,194         | 34,493,550            |
| <b>Total Investment by Borough Finance Director:</b>    | <b>150,501,000</b> | <b>147,659,893</b> | <b>148,696,855</b>    |
| <b>Investment with External Manager:</b>                |                    |                    |                       |
| CORPORATE   | 29,120,000         | 29,181,764         | 28,723,960            |
| MUNICIPAL   | 13,106,176         | 13,415,740         | 12,648,418            |
| AGENCY  | 41,701,006         | 41,508,714         | 39,890,466            |
| US TREASURY   | 44,400,000         | 42,325,023         | 41,266,827            |
| <b>Total Security Investment with External Manager:</b> | <b>128,327,183</b> | <b>126,431,242</b> | <b>122,529,671</b>    |
| <b>TOTAL SECURITY INVESTMENTS</b>                       | <b>278,828,183</b> | <b>274,091,135</b> | <b>271,226,526</b>    |
| CASH & CASH EQUIVALENTS                                 | 124,619,136        | 124,619,136        | 124,619,136           |
| SPECIAL ASSESSMENTS                                     | 721,041            | 721,041            | 721,041               |
| <b>TOTAL PORTFOLIO</b>                                  | <b>404,168,360</b> | <b>399,431,312</b> | <b>396,566,703</b>    |

|  |                        |
|--|------------------------|
| Security Portfolio - Purchase Price      | \$ 274,390,786.45      |
| Security Portfolio - Fair Value 12/31/23 | 271,526,177.99         |
| <b>Fair Value Adjustment - 12/31/23</b>  | <b>(2,864,608.46)</b>  |
| Fair Value Adjustment - 6/30/23          | (8,524,021.75)         |
| <b>Change in Fair Value FY2024</b>       | <b>\$ 5,659,413.29</b> |



# Portfolio Overview

BEGINNING VALUE + ACCRUED **\$13,685,926**

TRANSFERS IN/OUT **\$0**

REALIZED GAINS/LOSSES **\$35,740**

CHANGE IN MARKET VALUE **-\$351,098**

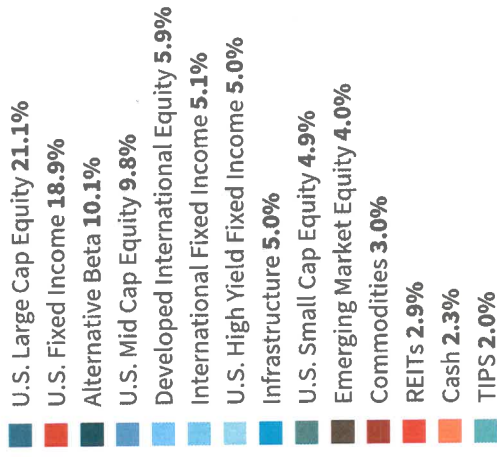
INTEREST INCOME **\$4,990**

DIVIDEND INCOME **\$9,861**

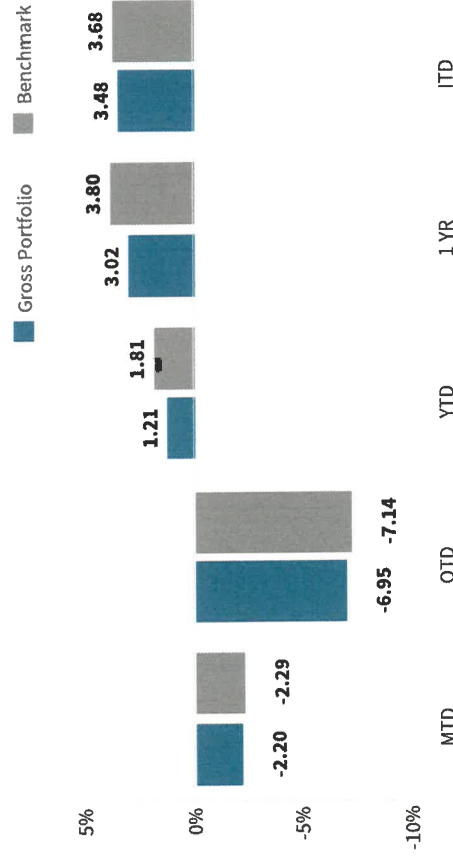
ENDING VALUE + ACCRUED **\$13,385,420**



## Portfolio Composition



## Investment Performance

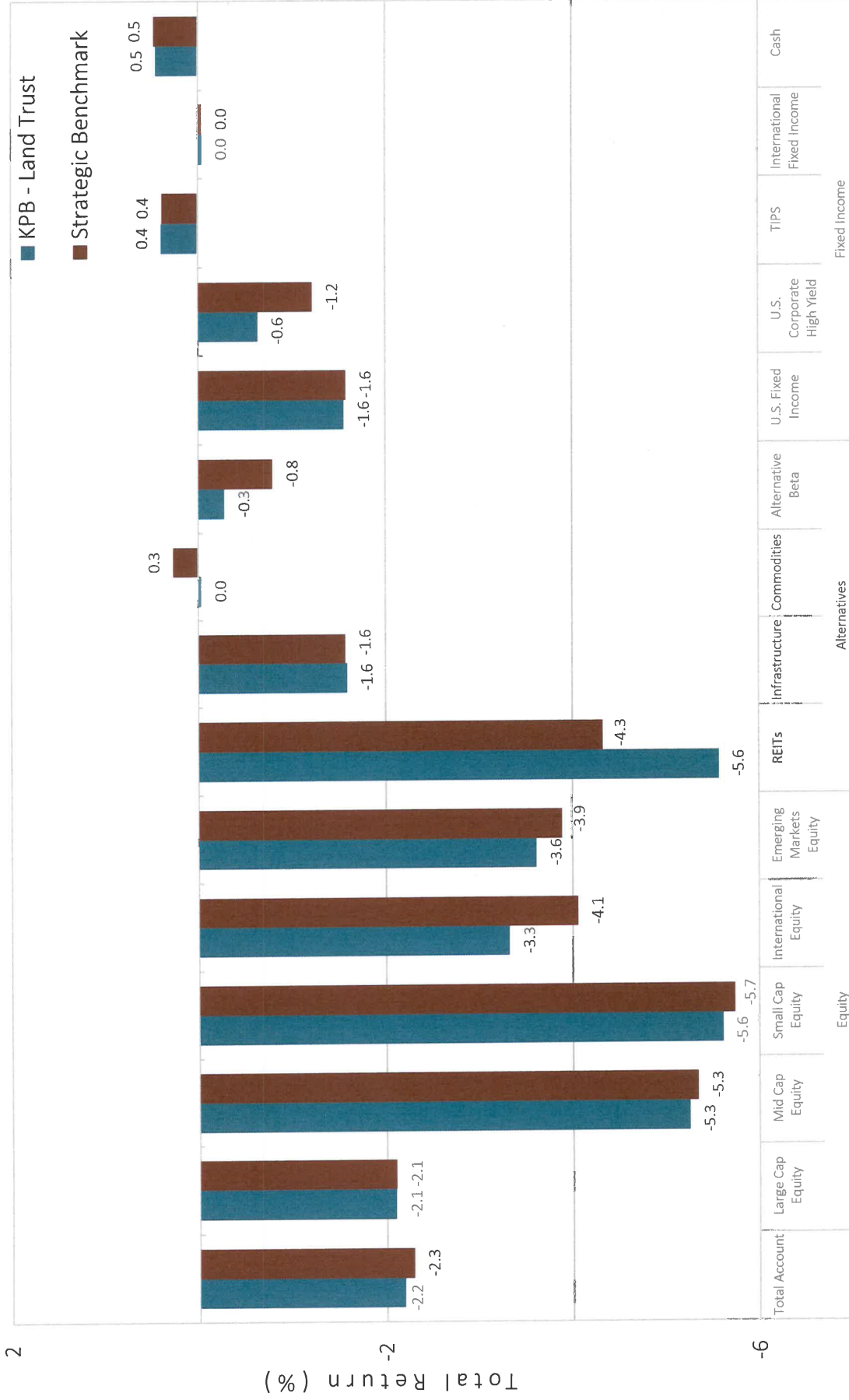


Performance is annualized for periods greater than one year. Inception to date performance begins July 01, 2019. Past performance is not indicative of future results.



# Asset Class Performance October 2023

## Kenai Peninsula Borough Land Trust Investment Fund



Performance is gross of management fees and net of internal fund fees.



# Portfolio Overview

BEGINNING VALUE + ACCRUED **\$13,385,420**

TRANSFERS IN/OUT **-\$5,884**

REALIZED GAINS/LOSSES **\$0**

CHANGE IN MARKET VALUE **\$800,887**

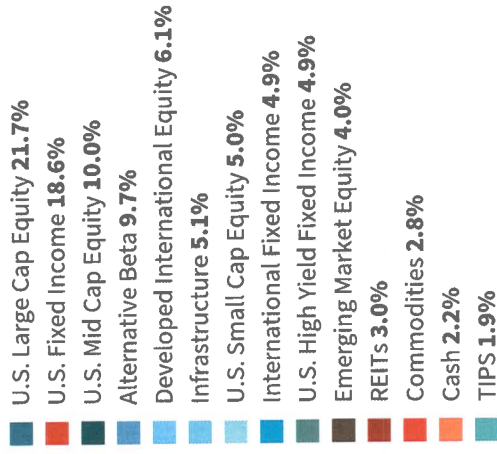
INTEREST INCOME **\$4,894**

DIVIDEND INCOME **\$8,658**

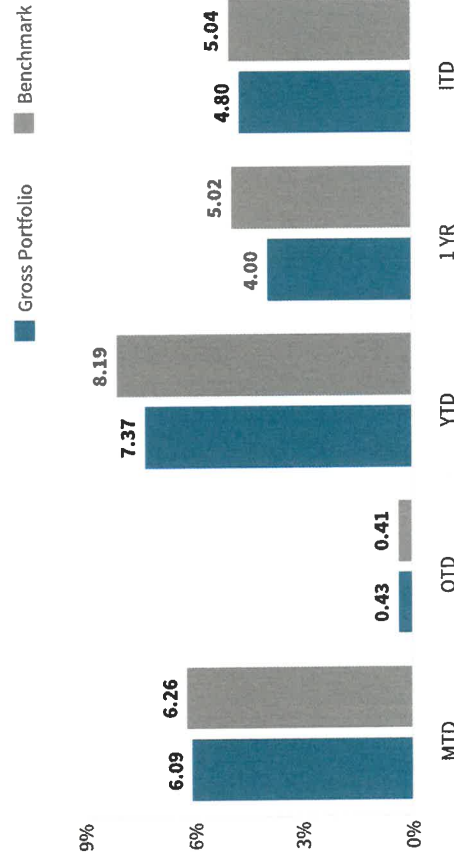
ENDING VALUE + ACCRUED **\$14,193,976**



## Portfolio Composition



## Investment Performance

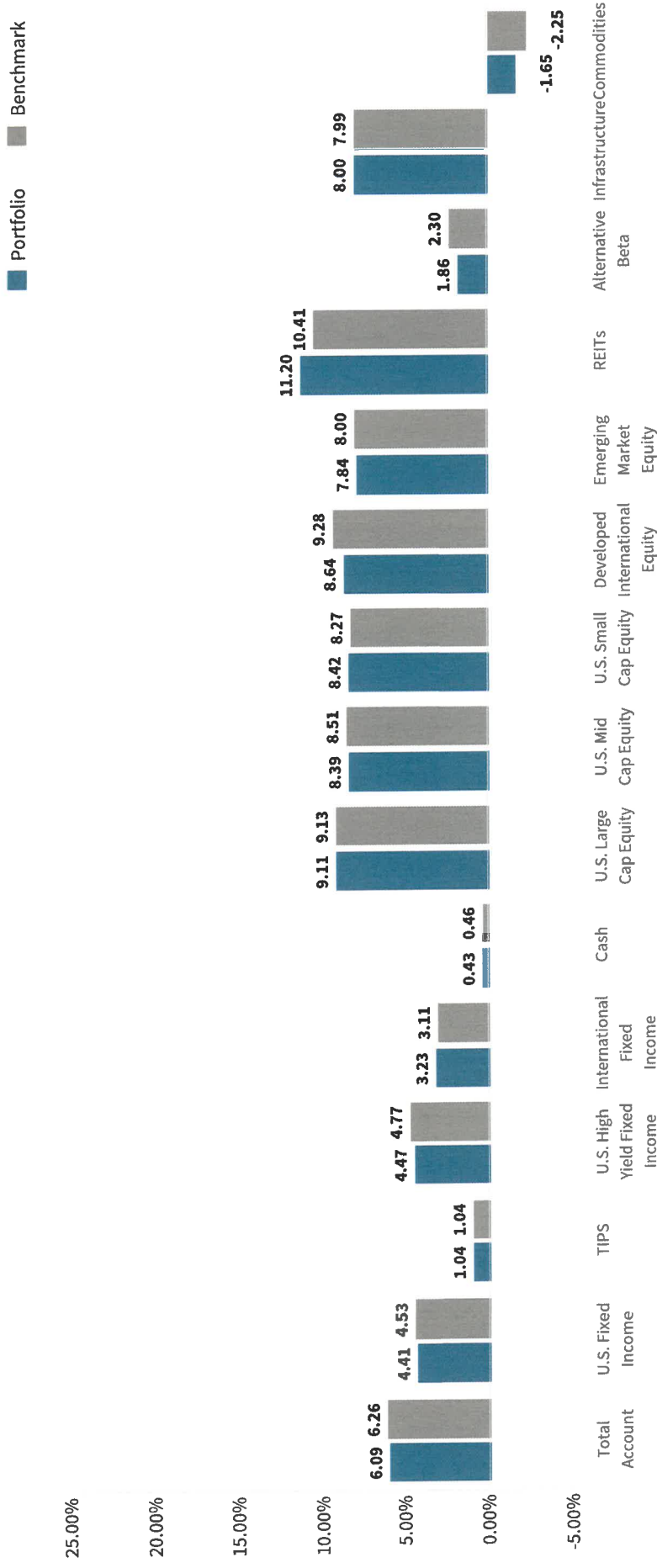


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# Performance



## Asset Class Performance (Monthly)



Past performance is not indicative of future results.



# Portfolio Overview

BEGINNING VALUE + ACCRUED **\$14,193,976**

TRANSFERS IN/OUT **-\$3,024**

REALIZED GAINS/LOSSES **\$0**

CHANGE IN MARKET VALUE **\$499,059**

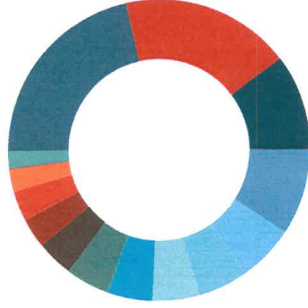
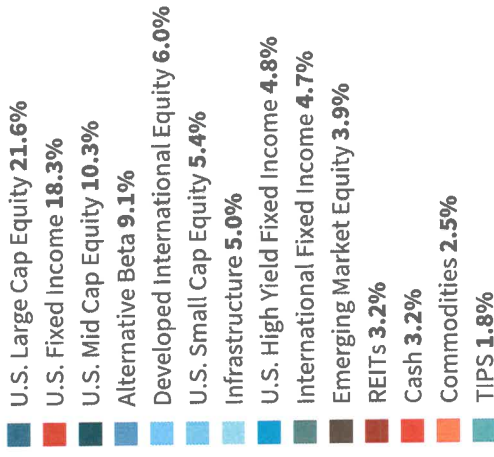
INTEREST INCOME **\$34,457**

DIVIDEND INCOME **\$126,065**

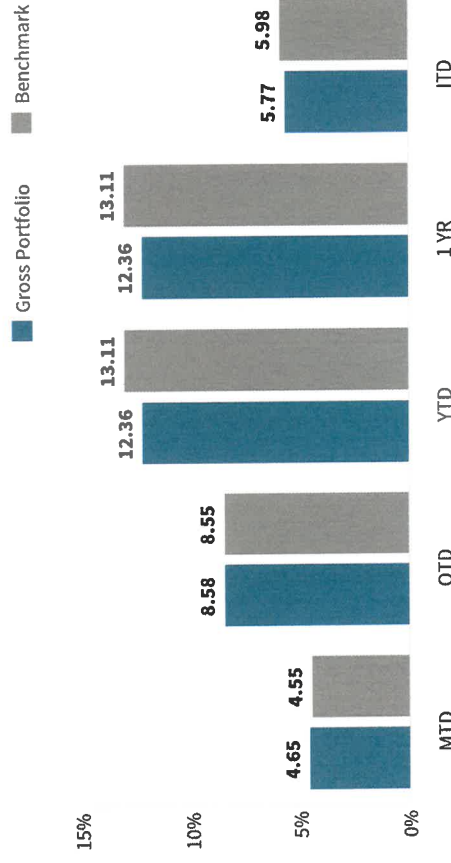
ENDING VALUE + ACCRUED **\$14,850,531**



## Portfolio Composition



## Investment Performance

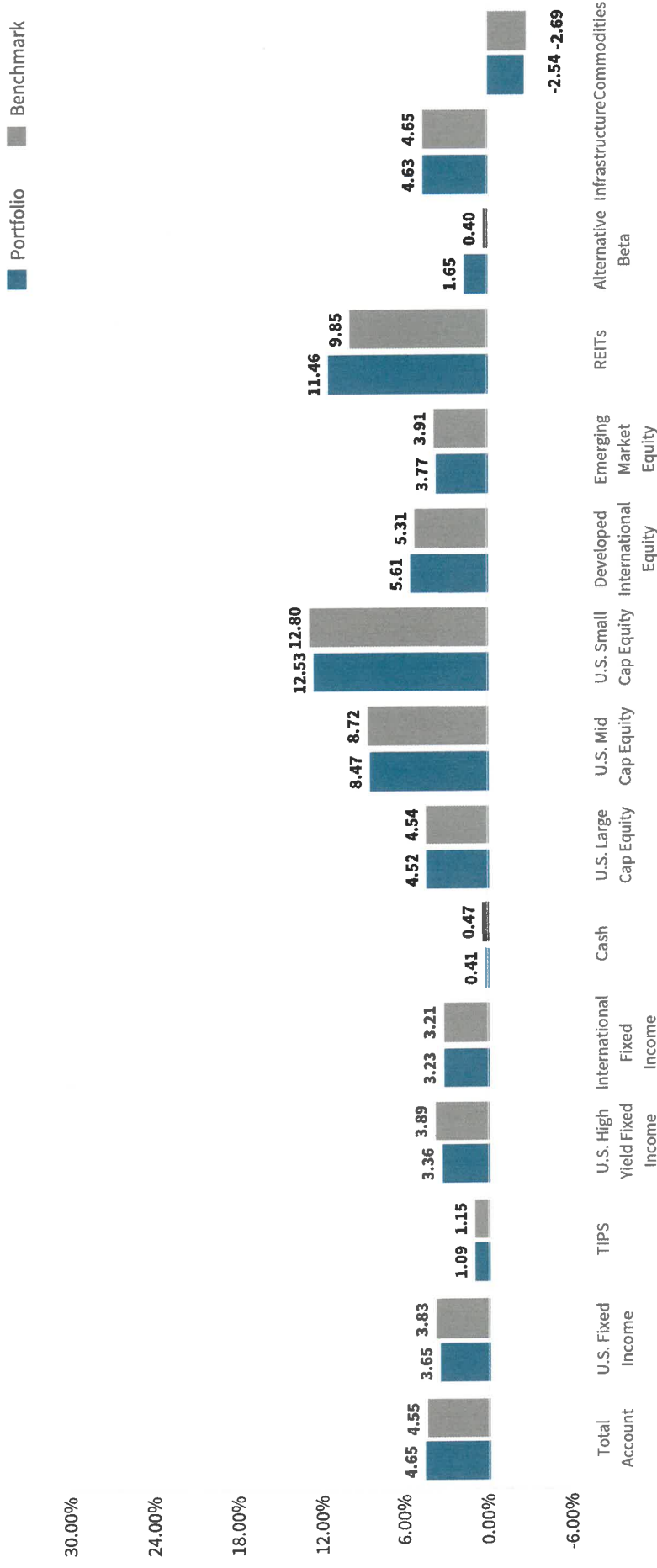


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# Performance

## Asset Class Performance (Monthly)



Past performance is not indicative of future results.