

# Kenai Peninsula Borough

## Finance Department

### MEMORANDUM

**TO:** Kelly Cooper, Assembly President  
Members of the Kenai Peninsula Borough Assembly

**THRU:** Charlie Pierce, Borough Mayor *CP*

**THRU:** Brandi Harbaugh, Finance Director *BH*

**DATE:** December 3, 2019

**RE:** Investment Report quarter ended 9/30/19

Attached is the Quarterly Investment Report of the Kenai Peninsula Borough for the quarter ending September 30, 2019.

Portfolio Statistics	Quarter Ended 06/30/19	Quarter Ended 09/30/19
Average Daily Balance	\$218,262,360	\$225,066,849
Earned Interest Yield	2.317%	2.149%
Duration in Years	2.13	2.10
Book Value	\$226,732,960	\$245,051,944
Market Value	\$228,041,689	\$246,662,076
Percent % of Market Value	99.43%	99.35%

Investment Description	Yield quarter ending 06/30/2019	Yield quarter ending 09/30/2019	Market Value quarter ending 09/30/2019
Cash and Cash Equivalents	1.98%	1.73%	58,111,591
AMLIP	2.23%	1.87%	21,480,863
U.S. Treasury Securities	.53%	.63%	46,145,584
US Agencies	.56%	.53%	37,158,747
Corporate Bonds	.86%	.84%	53,642,768
Municipal Bonds	.32%	.26%	20,363,154
Money Market Mutual Funds	.17%	.09%	8,745,644
Special Assessments	5.55%	5.55%	1,013,725
<b>Total</b>			<b>\$246,662,076</b>

Major Categories:	Percentage of Portfolio	Book Value quarter ending 9/30/19
Bond related funds	10.47%	\$25,658,034
Hospital plant/equipment replacement funds (PERF)-unobligated	17.63%	43,205,463
School District	20.43%	50,074,675
Capital Project fund restrictions	18.42%	45,148,807
Special Revenue funds restrictions	17.50%	42,882,256
Internal Service/Agency fund restrictions	5.87%	14,375,418
General Fund	9.68%	23,707,291
<b>Total</b>	<b>100.00%</b>	<b>\$245,051,944</b>

**INVESTMENT PORTFOLIO**  
September 30, 2019

	Par Value	Purchase Price	Fair Value 9/30/2019
<b>Investments by Borough Finance Director</b>			
CORPORATE	20,820,000.00	20,788,764.20	20,856,962.60
COMMERCIAL PAPER	0.00	0.00	0.00
MUNICIPAL	0.00	0.00	0.00
AGENCY	12,000,000.00	11,956,198.00	12,012,280.00
US TREASURY - less than 1 year	15,000,000.00	14,947,899.38	14,986,415.00
<b>Total Investment by Borough Finance Director:</b>	<b>47,820,000.00</b>	<b>47,692,861.58</b>	<b>47,855,657.60</b>
<b>Investment with External manager:</b>			
CORPORATE	32,388,000.00	32,272,310.53	32,785,805.51
MUNICIPAL	20,085,000.00	20,622,368.70	20,363,154.10
AGENCY	24,616,373.02	24,949,076.51	25,146,467.27
US TREASURY	30,500,000.00	30,163,504.51	31,159,169.00
<b>Total Security Investment with External manager:</b>	<b>107,589,373.02</b>	<b>108,007,260.25</b>	<b>109,454,595.88</b>
<b>TOTAL SECURITY INVESTMENTS</b>	<b>155,409,373.02</b>	<b>155,700,121.83</b>	<b>157,310,253.48</b>
CASH & CASH EQUIVALENTS	88,338,097.79	88,338,097.79	88,338,097.79
SPECIAL ASSESSMENTS	1,013,724.76	1,013,724.76	1,013,724.76
<b>TOTAL PORTFOLIO</b>	<b>244,761,195.57</b>	<b>245,051,944.38</b>	<b>246,662,076.03</b>

Investment Portfolio - Purchase Price	\$ 155,786,941.47
Investment Portfolio - Fair Value 9/30/19	157,397,073.12
<b>Fair Value Adjustment - 9/30/19</b>	<b>1,610,131.65</b>
Fair Value Adjustment - 6/30/19	1,308,728.94
Change in Fair Value FY2020	\$ 301,402.71

