

Kenai Peninsula Borough

Finance Department

MEMORANDUM

TO: Ryan Tunseth, Assembly President
Members of the Kenai Peninsula Borough Assembly

THRU: Peter A. Micciche, Borough Mayor *PTM*
Brandi Harbaugh, Finance Director *PH*

FROM: Chad Friedersdorff, Financial Planning Manager *CF*

DATE: July 23, 2026

RE: Investment Report quarter ended 6/30/26

Attached is the Quarterly Investment Report of the Kenai Peninsula Borough for the quarter ending June 30, 2026.

Portfolio Statistics	Quarter Ended 3/31/2026	Quarter Ended 6/30/2026
Average Daily Balance	\$402,747,909	\$408,175,495
Earned Interest Yield	3.751%	3.739%
Duration in Years	1.92	2.03
Book Value	\$386,458,738	\$412,343,630
Market Value	\$389,129,574	\$413,685,706
Percent % of Market Value	99.31%	99.68%

Investment Description	Yield Quarter Ended 3/31/26	Yield Quarter Ended 6/30/26	Market Value Quarter Ended 6/30/26
Cash and Cash Equivalents	2.59%	2.68%	35,166,982
AMLIP	3.61%	3.59%	63,389,880
U.S. Treasury Securities	3.76%	3.82%	115,320,902
US Agencies	3.96%	3.90%	151,364,355
Corporate Bonds	4.38%	4.40%	29,964,055
Municipal Bonds	3.95%	4.07%	13,645,361
Money Market Mutual Funds	3.54%	3.51%	1,606,742
Special Assessments	8.99%	9.01%	527,430
CDs	4.17%	4.05%	2,699,999
Total			\$413,685,706

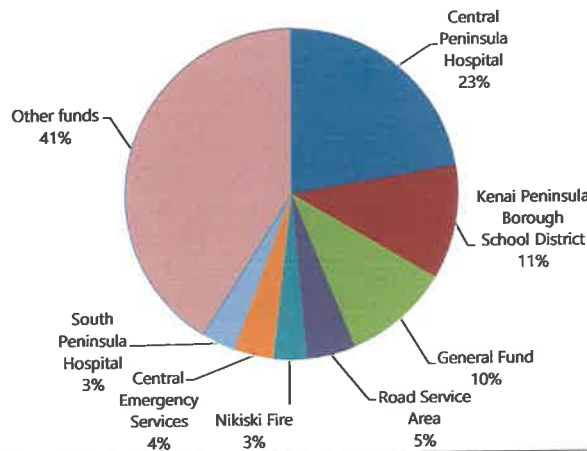
Major Categories:	Percentage of Portfolio	Book Value quarter ending 6/30/26
Bond related funds	16.04%	66,160,264
Hospital service area funds & plant/equipment replacement funds (PREF)	20.37%	83,997,906
School District	11.15%	45,958,399
Capital Project fund restrictions	12.16%	50,157,721
Special Revenue funds restrictions	16.14%	66,550,604
Internal Service/Agency fund restrictions	6.85%	28,230,659
General Fund	17.29%	71,288,077
Total	100.00%	\$412,343,630

INVESTMENT PORTFOLIO
June 30, 2026

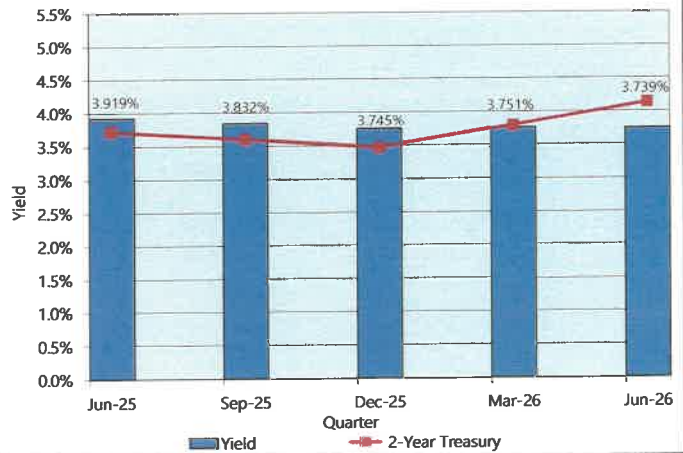
	Par Value	Purchase Price	Fair Value 6/30/26
Investments by Borough Finance Director			
CORPORATE	5,750,000	5,769,148	5,722,940
CDs	2,709,000	2,690,402	2,699,999
COMMERCIAL PAPER	0	0	0
MUNICIPAL	7,745,000	7,379,376	7,606,655
AGENCY	93,048,000	92,700,953	92,795,488
US TREASURY	70,150,000	69,118,314	69,276,482
Total Investment by Borough Finance Director:	179,402,000	177,658,194	178,101,564
Investment with External Manager:			
CORPORATE	24,313,000	24,236,442	24,241,115
MUNICIPAL	6,184,765	6,040,621	6,038,706
AGENCY	59,641,806	58,708,393	58,568,867
US TREASURY	47,225,000	45,008,946	46,044,421
Total Security Investment with External Manager:	137,364,571	133,994,403	134,893,109
TOTAL SECURITY INVESTMENTS	316,766,571	311,652,596	312,994,673
CASH & CASH EQUIVALENTS	100,163,604	100,163,604	100,163,604
SPECIAL ASSESSMENTS	527,430	527,430	527,430
TOTAL PORTFOLIO	417,457,605	412,343,630	413,685,706

Security Portfolio - Purchase Price	\$	312,692,783.69
Security Portfolio - Fair Value 6/30/26	\$	314,034,860.27
Fair Value Adjustment - 6/30/26		1,342,076.58
Fair Value Adjustment - 6/30/25		3,141,120.34
Change in Fair Value FY2026	\$	(1,799,043.76)

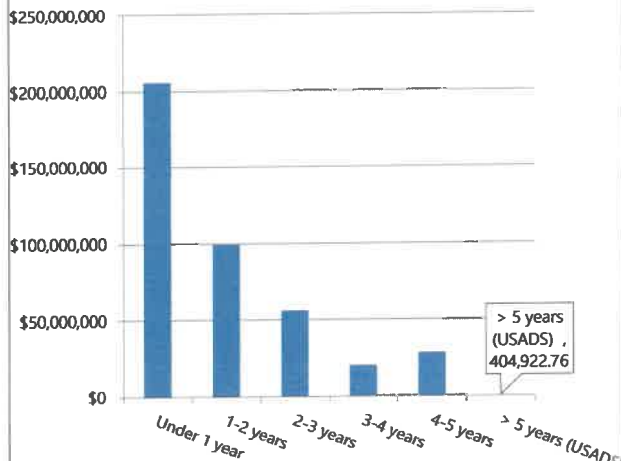
Equity in Central Treasury by Fund



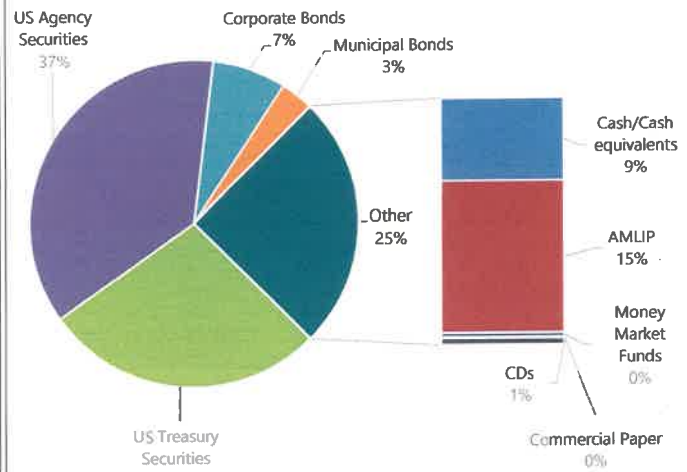
Portfolio Yield for FY2025 & FY2026



Investments by Maturity



Investments by Type



Portfolio Overview

BEGINNING VALUE
+ ACCRUED

\$18,628,921

TRANSFERS IN/
OUT

-\$3,579

REALIZED GAINS/
LOSSES

\$22,995

CHANGE IN
MARKET VALUE

\$1,032,029

INTEREST INCOME

\$4,976

DIVIDEND INCOME

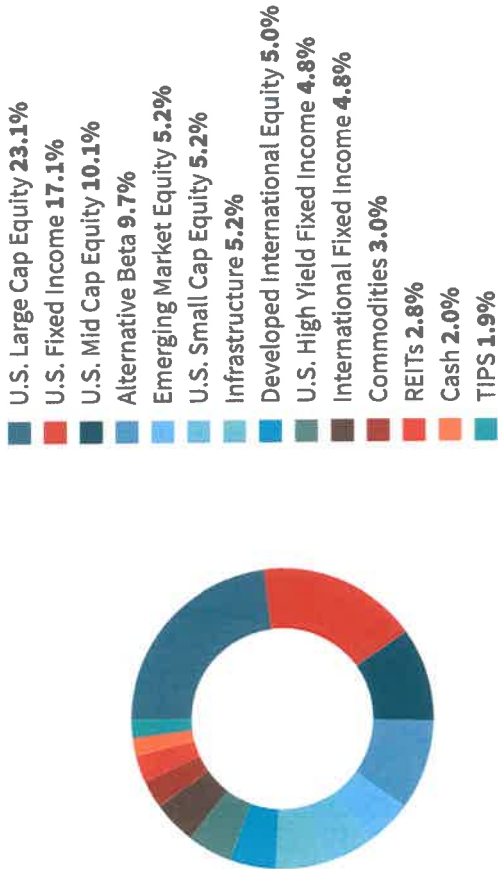
\$14,831

ENDING VALUE +
ACCRUED

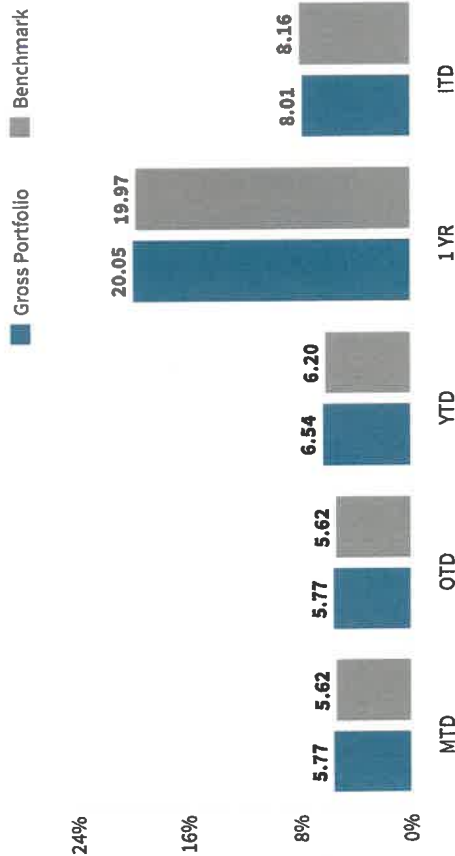
\$19,700,173



Portfolio Composition



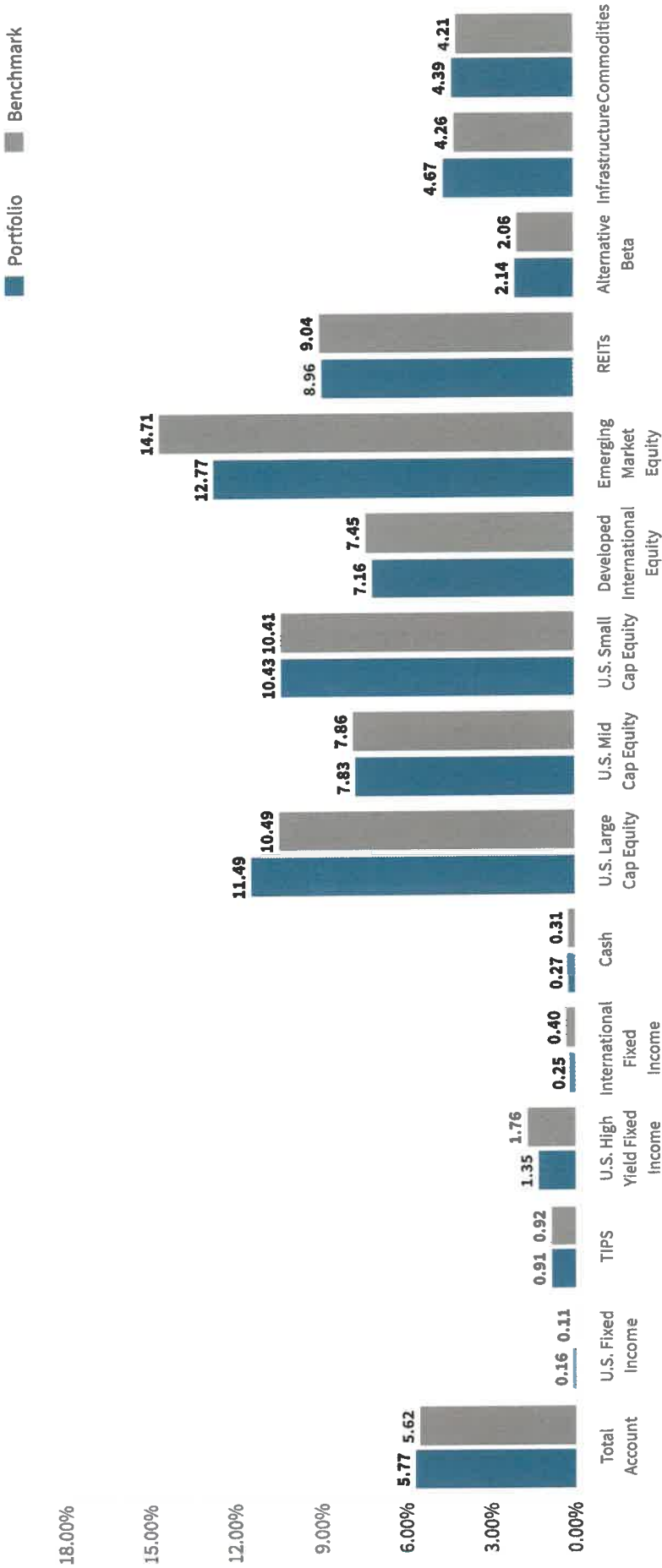
Investment Performance



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.

Performance

Asset Class Performance (Monthly)



Past performance is not indicative of future results.

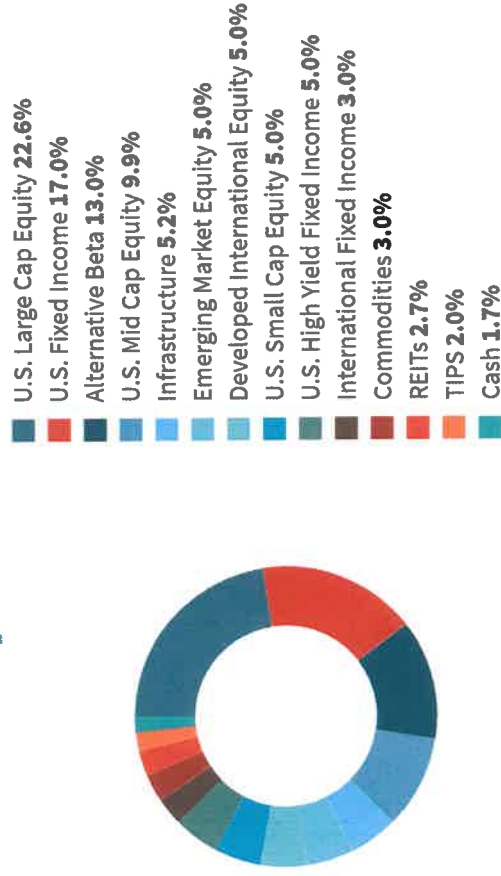


Portfolio Overview

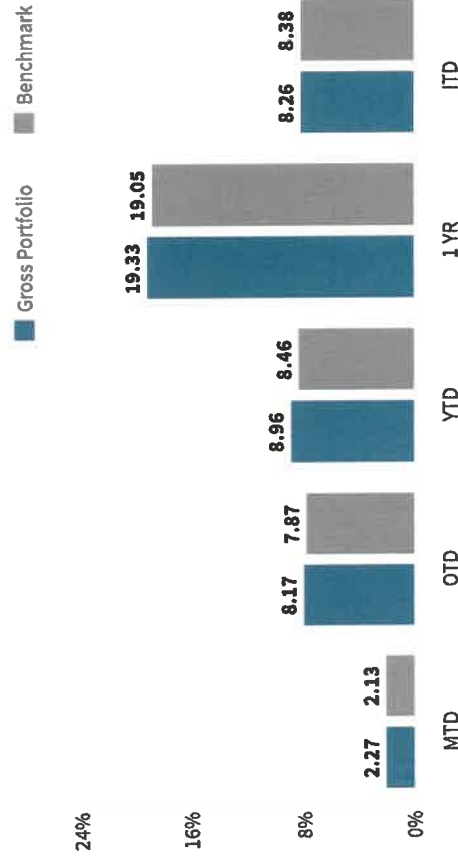
BEGINNING VALUE + ACCRUED	\$19,700,173
TRANSFERS IN/ OUT	-\$3,713
REALIZED GAINS/ LOSSES	\$109,891
CHANGE IN MARKET VALUE	\$318,248
INTEREST INCOME	\$5,306
DIVIDEND INCOME	\$14,514
ENDING VALUE + ACCRUED	\$20,144,419



Portfolio Composition



Investment Performance

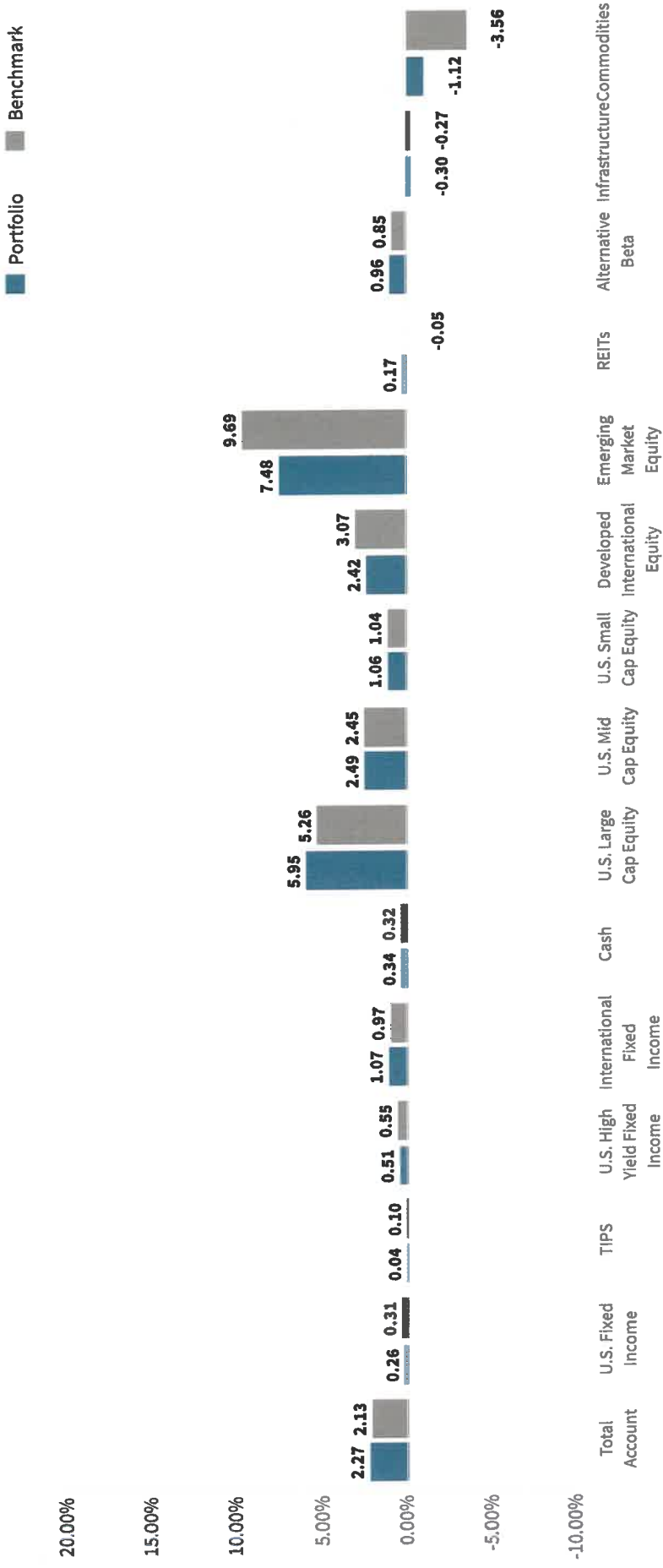


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Performance



Asset Class Performance (Monthly)



Past performance is not indicative of future results.

Portfolio Overview

BEGINNING VALUE
+ ACCRUED

\$20,144,419

TRANSFERS IN/
OUT

-\$713,260

REALIZED GAINS/
LOSSES

\$144,478

CHANGE IN
MARKET VALUE

-\$110,649

INTEREST INCOME

\$7,948

DIVIDEND INCOME

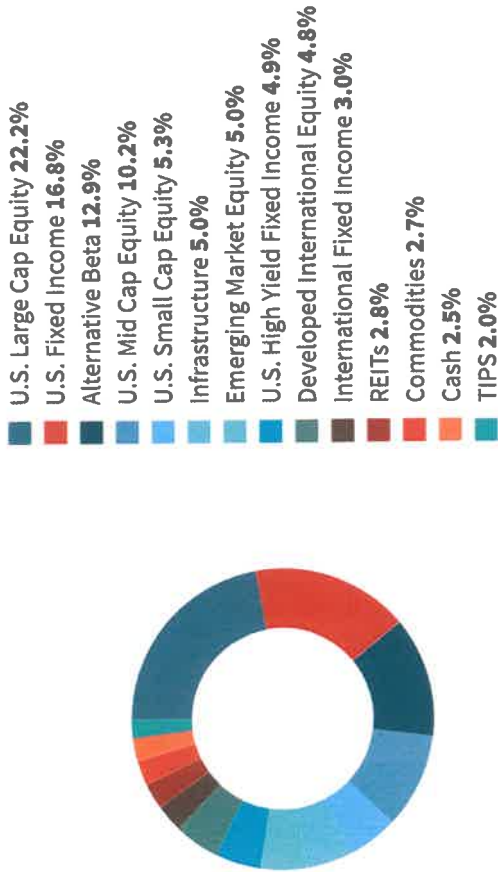
\$68,566

ENDING VALUE +
ACCRUED

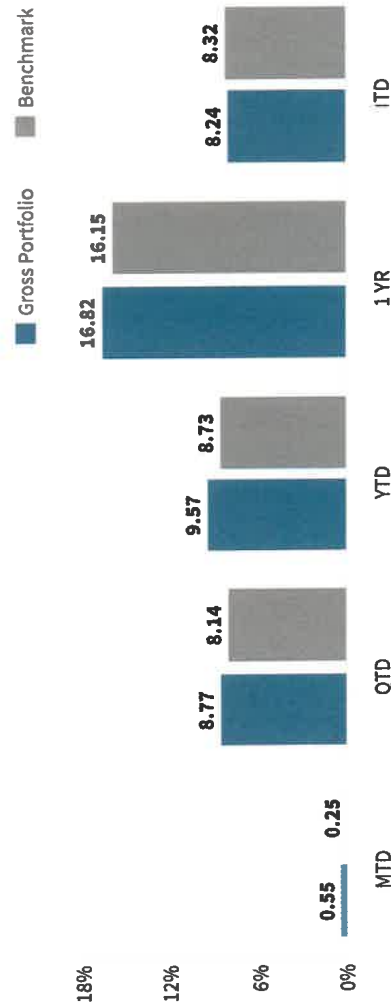
\$19,541,502



Portfolio Composition



Investment Performance



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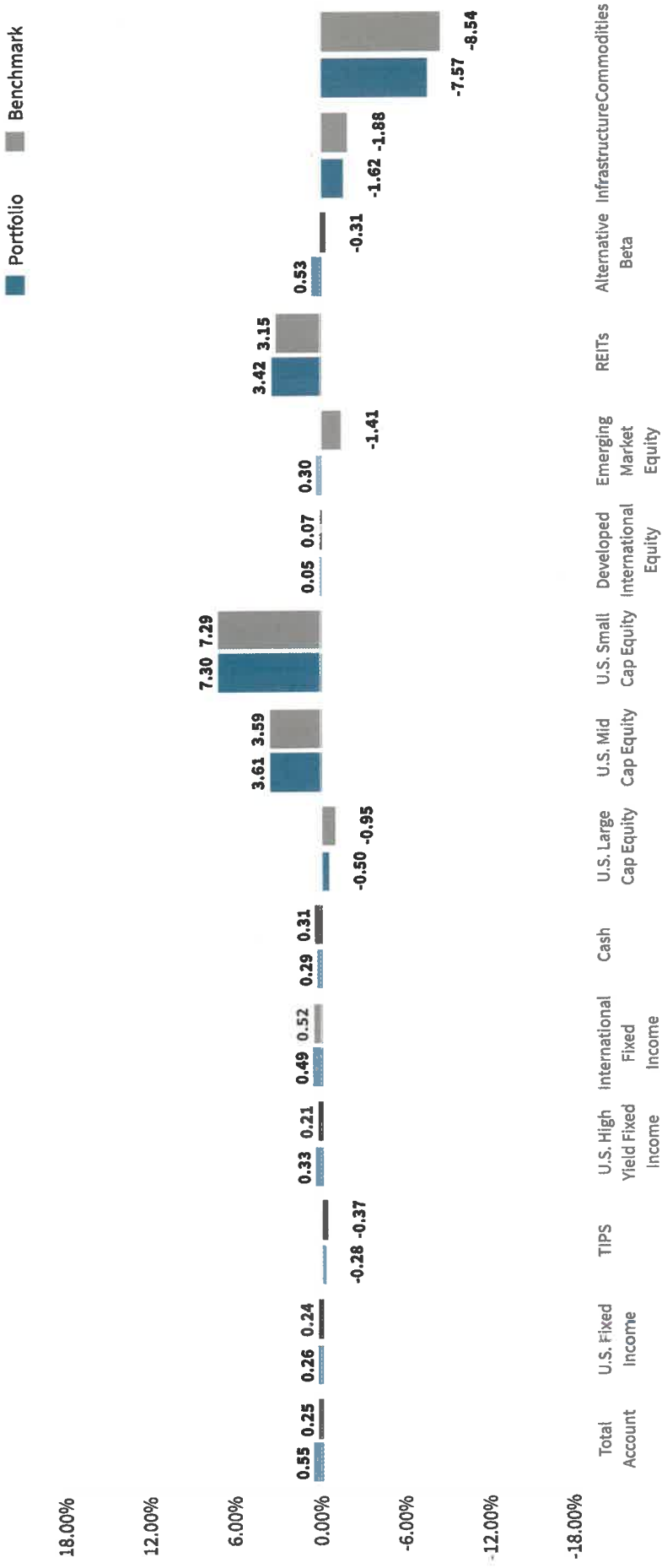
Past performance is not indicative of future results.

Performance is compared to the portfolio's long-term strategic benchmark. Total account performance includes all assets and cash held in the account. Periods of elevated cash resulting from client-directed liquidity needs may affect performance relative to the benchmark.

Performance



Asset Class Performance (Monthly)



Past performance is not indicative of future results.