

## KENAI PENINSULA BOROUGH - FINANCE DEPARTMENT

TO: Kelly Cooper, President Kenai Peninsula Borough Assembly Members

THRU: Mike Navarre, Mayor

FROM: Craig C. Chapman, Finance Director C Chap

DATE: 2/2/2017

SUBJECT: Investment Portfolio Report

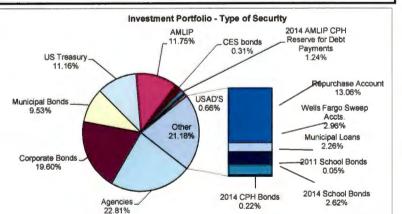
Attached is a report on the Borough's investment portfolio as of December 31, 2016. The report shows the type of securities owned, percentage of each type, maturity of the securities, and average yield.

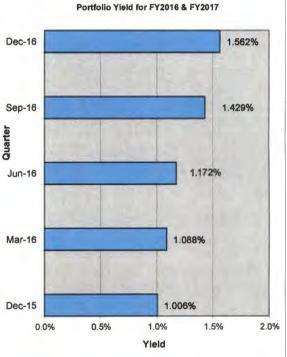
| Investment Portfolio                            |                |         |                    |
|---|----------------|---------|--------------------|
| Securities                                      |                |         |                    |
| Agencies  | \$ 46,642,596  | 22.91%  |                    |
| Corporate Bonds                                 | 39,865,425     | 19.58%  |                    |
| Municipal Bonds                                 | 19,528,452     | 9.59%   |                    |
| U.S. Treasury                                   | 22,834,934     | 11.21%  |                    |
| Total Securities                                | 128,871,407    | 63.29%  |                    |
| Cash and Cash Equivalents                       |                |         |                    |
| Repurchase Account                              | 26,450,769     | 12.99%  |                    |
| Municipal Loans                                 | 4,578,766      | 2.25%   |                    |
| Money Market Sweep                              | 6,000,028      | 2.95%   |                    |
| AMLIP   | 23,807,963     | 11.69%  |                    |
| 2011 School Bonds                               | 109,250        | 0.05%   |                    |
| 2014 School Bonds                               | 5,315,104      | 2.61%   |                    |
| 2014 CPH Bonds                                  | 443,013        | 0.22%   |                    |
| 2014 CPH Bond Reserve - Bank of New York Mellon | 3,595,246      | 1.77%   |                    |
| 2014 AMLIP CPH Reserve for Debt Payments        | 2,508,008      | 1.23%   |                    |
| 2016 CES Bonds - AMLIP                          | 599,176        | 0.29%   |                    |
| Total Cash and Cash Equivalents                 | 73,407,323     | 36.05%  |                    |
| USAD's / RIAD's                                 |                |         | Portfolio<br>Yield |
| Total USAD's / RIAD's                           | 1,338,512      | 0.66%   | 5.26%              |
| Total Investment Portfolio                      | \$ 203,617,242 | 100.00% | 0.2070             |
| Total Investment Portiono                       | \$ 203,017,242 | 100.00% |                    |
| Maturity  |                |         |                    |
| Less than one year                              | 105,138,559    | 51.64%  | 1.504%             |
| One to five years                               | 97,140,171     | 47.71%  | 1.574%             |
| USAD's  | 1,338,512      | 0.66%   | 5.257%             |
| TOTAL   | \$ 203,617,242 | 100.00% | 1.56205%           |
| Equity in Central Treasury                      |                |         |                    |
| Kenai Peninsula Bourough School District        | 45,462,634     | 22.33%  |                    |
| Central Peninsula Hospital                      | 37,056,408     | 18.20%  |                    |
| General Fund                                    | 30,902,050     | 15.18%  |                    |
| Nikiski Fire                                    | 9,309,196      | 4.57%   |                    |
| Central Emergency Services                      | 9,029,419      | 4.43%   |                    |
| Road Service Area                               | 10,853,987     | 5.33%   |                    |
| Other funds                                     | 61,003,548     | 29.96%  |                    |
| TOTAL   | \$ 203,617,242 | 100.00% |                    |
|   |                |         |                    |

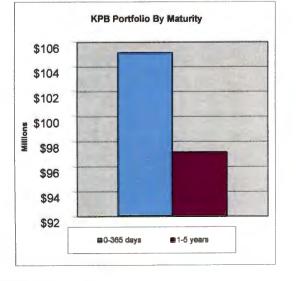
## INVESTMENT PORTFOLIO December 31, 2016

|   | Par Value      | Purchase Price | Fair Value 12/31/16 |
|---|----------------|----------------|---------------------|
| Investments by Borough Finance Director       |                |                |                     |
| CORPORATE - less than 1 year                  | 0.00           | 0.00           | 0.00                |
| AGENCY - less than 1 year                     | 14,350,000.00  | 14,373,006.00  | 14,356,238.50       |
| AGENCY - 1 to 5 years                         | 0.00           | 0.00           | 0.00                |
| US TREASURY - less than 1 year                | 13,000,000.00  | 13,012,791.89  | 12,999,375.00       |
| US TREASURY - 1 to 5 years                    | 0.00           | 0.00           | 0.00                |
| Total Investment by Borough Finance Director: | 27,350,000.00  | 27,385,797.89  | 27,355,613.50       |
| Investment with External manager:             |                |                |                     |
| CORPORATE - less than 1 year                  | 1,845,000.00   | 1,844,068.20   | 1,845,909.85        |
| CORPORATE - 1 to 5 years                      | 37,835,000.00  | 38,021,357.15  | 37,856,616.35       |
| MUNICIPAL - less than 1 year                  | 2,450,000.00   | 2,501,370.00   | 2,454,716.00        |
| MUNICIPAL- 1 to 5 years                       | 16,800,000.00  | 17,027,081.80  | 16,846,786.50       |
| AGENCY - less than 1 year                     | 0.00           | 0.00           | 0.00                |
| AGENCY - 1 to 5 years                         | 31,950,953.98  | 32,269,590.07  | 31,845,274.64       |
| US TREASURY - less than 1 year                | 0.00           | 0.00           | 0.00                |
| US TREASURY - 1 to 5 years                    | 9,850,000.00   | 9,822,142.37   | 9,602,717.00        |
| MONEY MARKET less than 1 year                 | 1,645,820.43   | 1,645,820.43   | 1,645,820.43        |
| Total Investment with External manager:       | 102,376,774.41 | 103,131,430.02 | 102,097,840.77      |
| TOTAL SECURITY INVESTMENTS & MM EXTERNAL MGR  | 129,726,774.41 | 130,517,227.91 | 129,453,454.27      |

| Change in Fair Value FY2017                | \$<br>(2,118,205.17) | arter  |
|--|----------------------|--------|
|  | <br>1,001,401.00     | Sep-16 |
| Fair Value Adjustment - 6/30/16            | 1,054,431.53         |        |
| Fair Value Adjustment - 12/31/16           | (1,063,773.64)       |        |
| Investment Portfolio - Fair Value 12/31/16 | <br>129,453,454.27   | Dec-16 |
| Investment Portfolio - Purchase Price      | \$<br>130,517,227.91 |        |







. .

.

