

AGENDA
EXECUTIVE FINANCE COMMITTEE
December 5, 2018 at 1:30 P.M.

Location: Treasury Conference Room, KC Admin. Bldg., Room 610 (6th Floor)

Committee Members: Councilmember Dave Upthegrove, Chair, Dwight Dively, Director PSB; Ken Guy, Director FBOD; Caroline Whalen, County Administrative Officer

Staff: Mike Smith, Chief Investment Officer; Christine Denis, Credit Analyst; & Bill Forristall, Business & Finance Officer IV

AGENDA ITEMS

1. **Action:** Approval of Minutes of the October 24, 2018 Executive Finance Committee meetings (page 2)
2. **Action:** Northshore Utility District Pool Plus Application (pages 3-12)
Steve Hamilton, Finance Director, Northshore Utility District
Al Nelson, General Manager, Northshore Utility District
3. **Action:** Designate lending fund(s) for interfund loans where a lending fund has not been designated (Handout).
Cheryl Lee, Chief Accountant
4. **Briefing:** October 2018 Investment Summary
 - Issuer Diversification , Credit Exposure and Compliance Report (page 13)
 - King County Investment Pool Yield & Duration versus Custom Benchmark (page 14)
 - Detailed Transaction Report - Investment Activity Summary (page 15)
 - King County Investment Pool Asset Allocation (page 16)
 - King County Investment Pool Maturity Distribution (page 17)
 - Investment Performance Review & Impaired Pool Summary (pages 18-27)
 - Interest Rate Summary (page 28)*Mike Smith, Chief Investment Officer*
5. **Action:** Committee's direction for investment of idle cash balances of specific County funds not needed for immediate expenditure.

Staff Recommendation: Direct the Treasury Section to target the maximum average duration of the King County Investment Pool at the 0.8 to 1.3 year range.

Mike Smith, Chief Investment Officer
6. **Briefing:** Interfund Borrowing for October 2018 (Page 29)
 - Interfund Interest Report – County Tier 2 Funds
 - Pooled Tier 1 County Funds with Negative Cash Balances
 - Excluded County Funds with Negative Balances – Tier 2 Funds Not Paying Interest*Cheryl Lee, Chief Accountant*
 - Interfund Loans Among District & Non-County Funds (page 30)
 - Interfund Borrowings – EFC Approved Loans (page 31)*Mike Smith, Chief Investment Officer*

OTHER BUSINESS

ADJOURNMENT

MINUTES
EXECUTIVE FINANCE COMMITTEE
October 24, 2018

The Executive Finance Committee (EFC) Meeting was held October 24, 2018 at 1:35 and adjourned at 2:30 p.m.

Members Present

Dave Upthegrove
Dwight Dively
Caroline Whalen
Ken Guy

Others Present

Patrick Hamacher
Gary Prince, DOT/IPAC
David Mendel
Valerie Ceban
Junko Keesecker

Others Present -

Continued

Mike Smith
Bill Forristall
Jenifer Merkel
Dave Reich

Members Absent

ACTION ITEMS

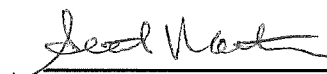
1. **Minutes** – The Committee unanimously approved the Minutes of the September 26, 2018 Executive Finance Committee meeting.
2. **Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code)** – The Committee unanimously approved the interfund loan request from the Puget Sound Emergency Radio (PSERN) Capital Fund 3361 to borrow up to \$73 million through October 31, 2021 to cover capital project expenditures. The Committee shortened the loan term from December 31, 2023 to October 31, 2021 to fall within audit guidelines. The loan will be repaid from proceeds from the PSERN Levy Fund 1511, backed by the PSERN Levy Lift. It was also noted that this project might be funded with debt instead of an interfund loan, if it turned out to be the least costly option.
3. **Investment Direction** – The Committee voted unanimously to approve the Treasury recommendation to maintain the maximum effective duration of the King County Investment Pool in the 0.8 to 1.3 year range.

BRIEFINGS

1. **Quarterly Review of Investment Pool** – John Molloy of PFM presented the third quarter review of the King County Investment Pool. He provided the Committee with an overview of market conditions during the quarter, and he mentioned that credit spreads had tightened. He further noted that the pool's asset allocation had not changed much, and that the pool was in compliance with all policy requirements. Additionally, he commented that the pool had plenty of liquidity, was very well diversified, and had very high credit quality. He further stated that while credit spreads had tightened, there was still a good yield pickup from buying corporate and supranational securities. He also stated that this was a good report, and he had no concerns related to the pool's operations.
2. **September 2018 Investment Summary** – The Committee was provided a summary report showing the pool was in compliance with all its policies, reviewed investment performance, and monthly investment activity. In addition, the Committee reviewed the distribution of investment holdings by maturity, security type, credit rating, and issuer. The Committee was updated on the payments received from the VFNC Trust investment. Finally, the Committee was briefed on the current interest rate and economic environment.
3. **September 2018 Interfund Borrowing** – The Committee was provided a review of both County and non-county interfund borrowing, and the Committee requested that staff follow up with agencies and districts that have interfund loans expiring on December 31, 2018 to confirm that they do not need a loan extension into next year.

OTHER BUSINESS

None



Scott Matheson, Treasury Manager

APPENDIX 1

DISTRICT APPLICATION POOL-PLUS OPTION PART 1

DISTRICT CONTACT INFORMATION

District name: Northshore Utility District		Date: 11/27/2018
Contact name: Steve Hamilton	Contact title: Finance Director	
Phone: 425-398-4412	Fax: 425-398-4430	E-mail: shamilton@nud.net
District address: 6830 NE 185 th Street		
City: Kenmore	ZIP code: 98028	

FUND DETAILS

Fund name: Northshore Utility District Maintenance	Fund number: 114060010 – See Resolution
Fund type (general, capital, reserve, etc.): Maintenance	
Balance in the fund as of the most recent month-end: \$57.5 million	
(A) Amount of fund balance to be invested in Option 1 or 2 upon approval: \$20 million	
(B) Over a 10-year horizon, what is the cumulative amount you expect to add to Option 1 or 2? \$5 million	
(C) Total of lines (A) and (B): \$25 million	

ADDITIONAL INFORMATION (CAN BE SUBMITTED ON EXTRA SHEET)

What business need do you have that makes Option 1 or 2 appropriate for your organization? **See addendum.** EFC page 5

Which long-term option is the fund requesting? ☒ Option 1 (ladder) ☐ Option 2 (Custom)

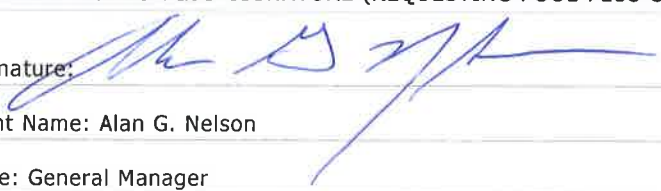
Please attach your 10-year financial analysis that supports (B) above. **N/A**

Are there any circumstances that might delay or reduce future revenue collections? If so, please describe. **See addendum.** EFC page 5

Are there any circumstances that might accelerate or increase future expenditures? If so, please describe. **See addendum.** EFC page 5

What impact would an unrealized loss in the range of 3 to 15 percent have on the fund? **See addendum.** EFC page 5 & 6

DISTRICT AUTHORIZED SIGNATURE (REQUESTING POOL-PLUS OPTION)

Signature: 

Print Name: Alan G. Nelson

Title: General Manager

Date: 11/27/2018

Important – Please Include the Following Attachment:

- **Copy of the governing body's resolution requesting the Pool-Plus investment option from King County.**

KING COUNTY EXECUTIVE FINANCE COMMITTEE REVIEW (COUNTY USE ONLY)

Part 1 signed & resolution received? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Part 3 signed & resolution received? Yes <input type="checkbox"/> No <input type="checkbox"/>
Pool-Plus Option Approved by EFC? Yes <input type="checkbox"/> No <input type="checkbox"/>	Date Approved/Denied:
Copy sent to district? Yes <input type="checkbox"/> No <input type="checkbox"/>	Option approved: <input type="checkbox"/> Option 1 (ladder) <input type="checkbox"/> Option 2 (Custom)

INSTRUCTIONS

- District completes and signs Part 1 above, and emails it to: Investment.Pool@kingcounty.gov.

2. King County completes Part 2 and returns to the district.
3. The district completes Part 3 and returns the signed document along with the governing body's resolution. Once this step is completed, the request will be brought before the EFC for its consideration. If the County does not receive a completed Part 3, the County will assume the district has dropped their request.



APPENDIX 1 (CONTINUED)

DISTRICT APPLICATION

ACKNOWLEDGEMENT AND ACCEPTANCE OF ALL RISKS

PART 2 (COMPLETED BY KING COUNTY)

DISTRICT INFORMATION

District name: Northshore Utility District

Fund Number: 114060010

Date: 12-4-2018

20-YEAR INTEREST RATE ANALYSIS FOR 5 AND 10 YEAR TREASURY NOTES

See EFC page 8

INTEREST RATE SHOCK ANALYSIS (RATES UP 100, 200, & 300 BASIS POINTS)

See EFC pages 9 & 10

PART 3 (COMPLETED BY DISTRICT)

After relying on our own due diligence and reviewing the brief analysis prepared by King County above, the district requests EFC approval of our Pool-Plus Investment Option Application (select one): Yes ☐ No ☐

The district requests that King County buy only securities that are issued by the U.S. Treasury or are backed by the full faith and credit of the United States be purchased for the bond ladder (select one): Yes ☐ No ☐

DISTRICT AUTHORIZED SIGNATURE

Signature: (Signed copy and second resolution will be available before EFC meeting on 12-5-18)

Print Name: Al Nelson

Title: General Manager

Date: 11/1/2018

If "Yes" is Selected in Part 3, Please Include the Following Attachment:

- Copy of the governing body's resolution acknowledging that the district is relying on its own due diligence and has reviewed the information provided by King County in Part 2 above and that it agrees to abide by the policies for the Pool-plus Option. The resolution must also state that the district accepts the market risk and the risk that the district could experience an actual loss or principal if it must sell an investment before maturity, and it must designate at least 2 people that are authorized to provide transaction instructions to the investment team..

Addendum to District Application Pool - Plus Option, Part 1 Northshore Utility District

What business need do you have that makes Option 1 or 2 appropriate for your organization?

Since December, 2004 the Northshore Utility District (NUD) has been under contract to receive its water supply from the City of Seattle (Seattle Public Utilities (SPU)). This contract goes through 2061. The contract amount is finite, set at 8.55 million gallons of water per day (MGD) on an average daily demand basis. For reference purposes, during 2017, NUD purchased an average of 5.23 MGD from SPU. Even though we are confident that the 8.55 MGD from SPU will be adequate for many years to come, we anticipate the need for an additional water supply at some point in the future.

In 1996, NUD joined with the City of Everett and Woodinville Water District (WWD) and formed the Snohomish River Regional Water Authority (SRRWA). The SRRWA acquired a water right from Weyerhaeuser to help meet water demands projected for the SRRWA service area. The Washington State Department of Ecology approved the water right transfer, with an instantaneous withdrawal rate of 36 MGD and an annual quantity of 23.7 MGD. The District's goal is to have supply from both regional systems (SPU and SRRWA) for added reliability, if ever needed. The District's goal with redirecting funds into the Pool-Plus program is to help defray these anticipated future costs to develop this additional water source. NUD currently has reserves in excess of \$58 million and we feel that we are in a prime position to diversify our investments with King County by moving funds into a longer term strategy, thus enhancing investment earnings.

Are there any circumstances that might delay or reduce future revenue collections?

There are no circumstances that we are aware of which might delay or reduce future revenue collections.

Are there any circumstances that might accelerate or increase future expenditures?

The District is continually upgrading and replacing its infrastructure and equipment. For the most part, these enhancements are financed through annual revenues. Between 2014 and 2017 the District's gross capital assets increased by \$22.6 million. During this same period of time, even after purchasing these capital assets, the District's cash balances increased \$12.9 million. A significant catastrophic event, such as a major earthquake may accelerate these future expenditures, but we are confident that our revenues and reserves not invested in the Pool-Plus Program (currently +- \$33 million) would be more than adequate to fund any accelerated expenditures.

What impact would an unrealized loss in the range of 3 to 15 percent have on the fund?

An unrealized loss in the neighborhood of \$600,000 to \$3 million (based on our initial investment of \$20 million) would have virtually no impact on the financial condition of

the District. We are planning to hold all securities until maturity, and we believe the footnotes to our financial statements will alleviate any concerns the readers might have.

Resolution 2018-08-01:



Northshore Utility District

Resolution No. 2018-08-01

A RESOLUTION of the Northshore Utility District Board of Commissioners to create a Long-Term Investment Fund with King County, and transfer up to \$25 million from the District's Maintenance Fund (King County Treasurer No 11-406-0010) into said fund.

Background

1. King County has introduced an alternative to its short-term investment pool called the "Pool - Plus" program (KCPP). This program allows longer term investments with an administrative cost structure equal to the existing King County Investment Pool (KCIP), and can provide substantially higher investment yields.
2. Staff recommends investing no more than \$25 million in the KCPP.
3. The District shall create a Long-Term Investment Fund in order to participate in the KCPP.
4. Staff shall submit an application to the King County Executive Finance Committee for approval to invest funds in the KCPP.

Action

Now it is resolved that:

5. The Board of Commissioners directs staff to: (1) create a Long-Term Investment Fund with King County, and transfer up to \$25 million from the District's Maintenance Fund (King County Treasurer No 11-406-0010) into said fund, and (2) prepare and submit an application with King County to transfer the aforementioned funds into its Pool - Plus program.
6. The General Manager is authorized to execute the necessary documents to complete the purchase of these long-term investments when the application is approved by King County's Executive Finance Committee.

Resolution 2018-08-01, continued:

ADOPTED by the Board of Commissioners of Northshore Utility District at an open public meeting held on Monday, August 6, 2018.



Commissioner



Commissioner



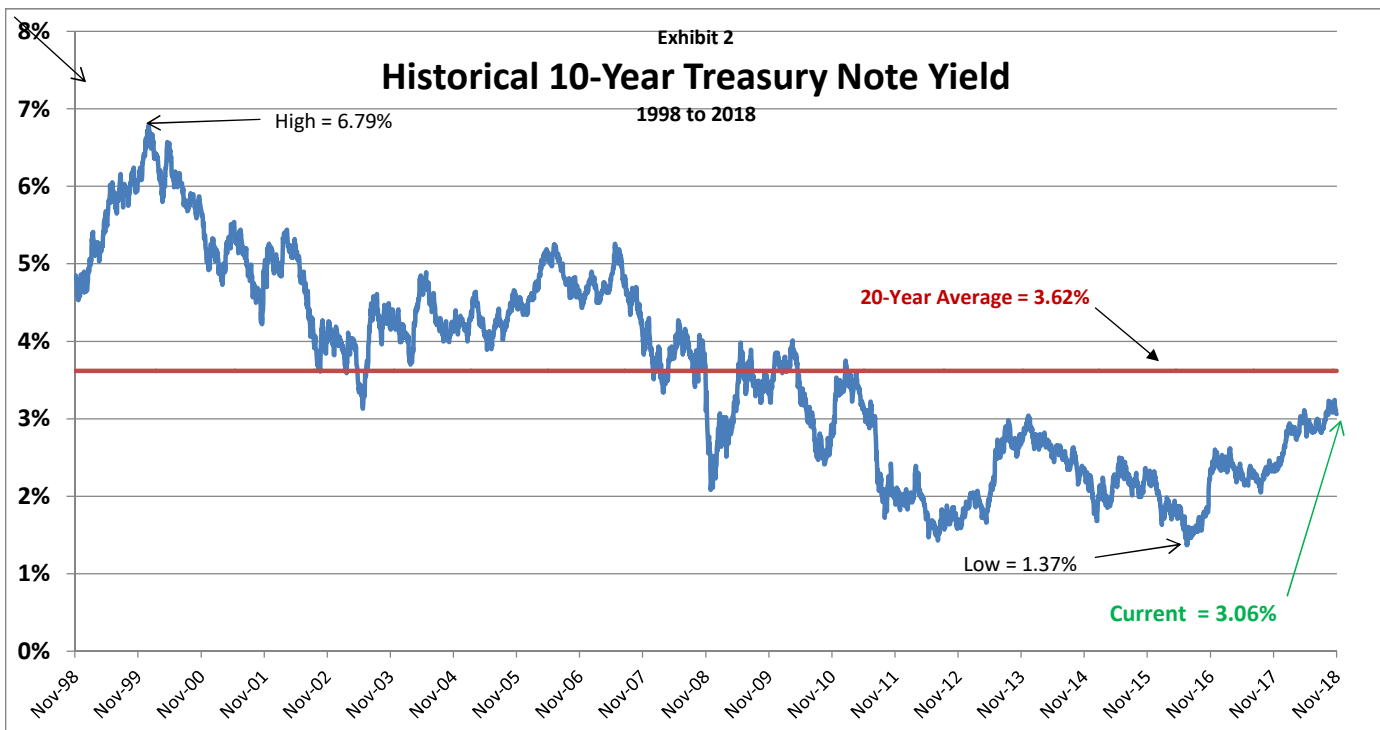
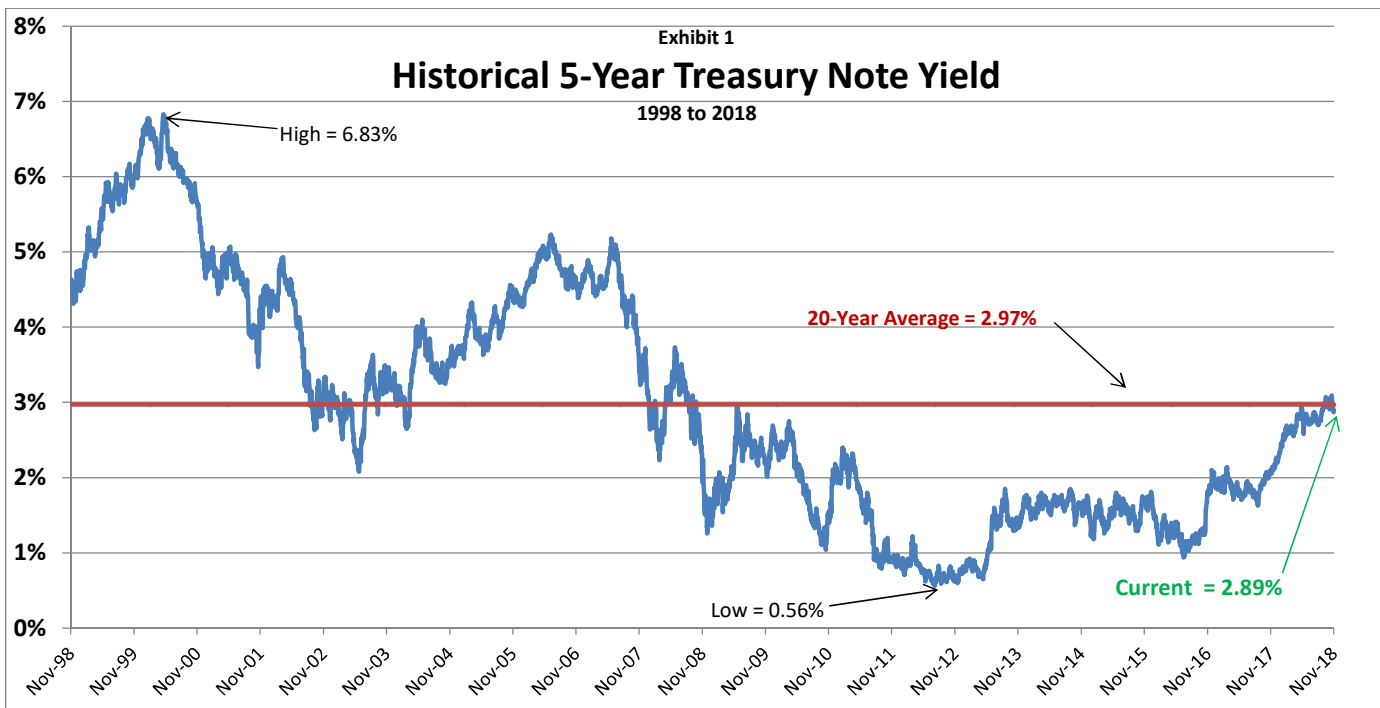
Commissioner

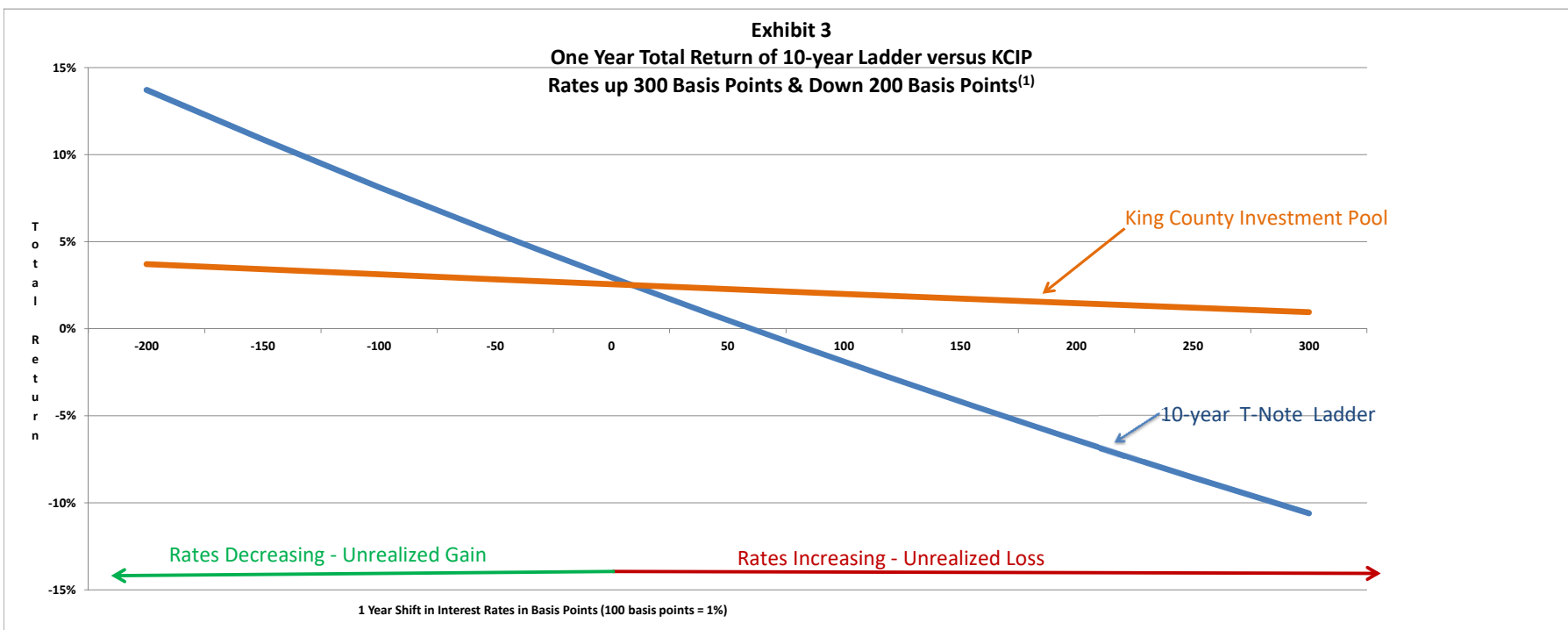


Commissioner



Commissioner





Data Table for Exhibit 3			
Yield Chg (bps)	10-Yr Ladder Total Return ⁽¹⁾	KCIP Total Return ⁽¹⁾	Difference
-200	13.72%	3.71%	10.00%
-150	10.88%	3.42%	7.46%
-100	8.14%	3.12%	5.01%
-50	5.49%	2.83%	2.66%
0	2.94%	2.55%	0.40%
50	0.48%	2.27%	-1.79%
100	-1.89%	2.00%	-3.89%
150	-4.18%	1.73%	-5.91%
200	-6.40%	1.47%	-7.86%
250	-8.54%	1.21%	-9.75%
300	-10.60%	0.95%	-11.56%

(1) Total Return is a performance measure that shows the estimated return over the period based on interest received and capital gains/losses.

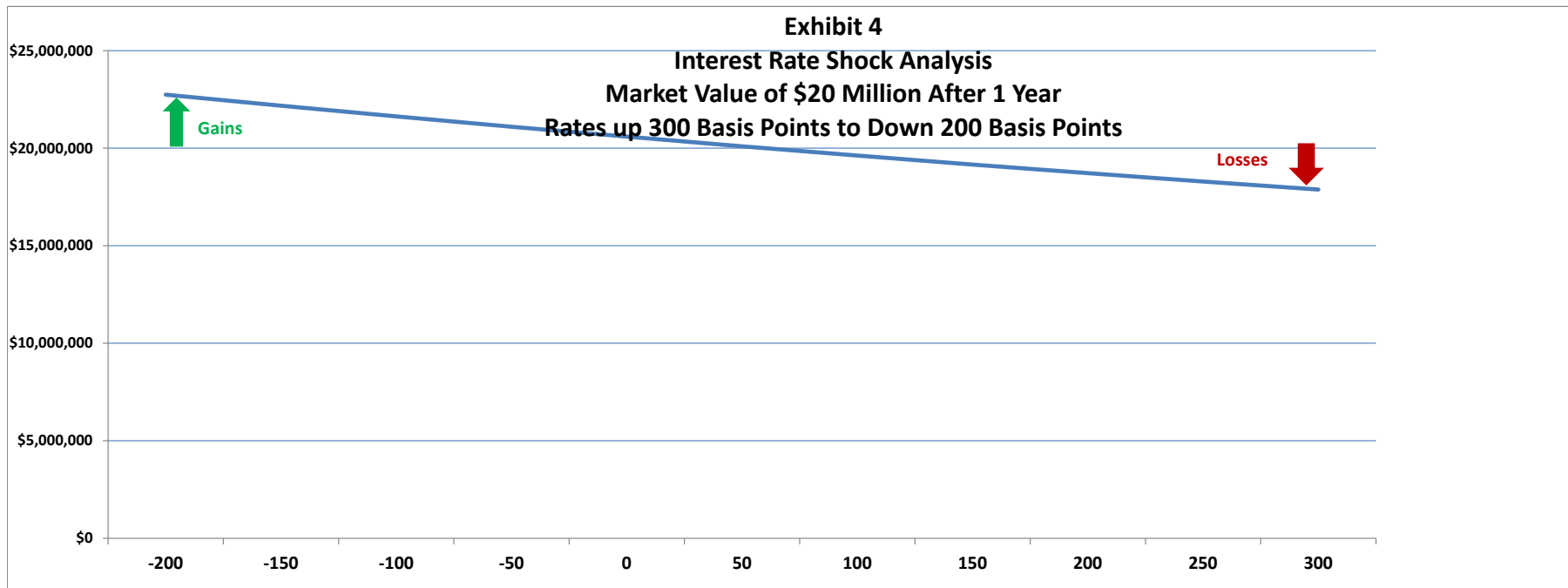


Exhibit 4 - Market Value of \$20 Million after 1 year	
Yield Chg (bps)	10-Yr Ladder Market Value after One Year
-200	\$22,745,000
-150	\$22,177,000
-100	\$21,629,000
-50	\$21,100,000
0	\$20,591,000
50	\$20,099,000
100	\$19,624,000
150	\$19,165,000
200	\$18,722,000
250	\$18,294,000
300	\$17,881,000



Northshore Utility District

Resolution No. 2018-12-01

A RESOLUTION of the Northshore Utility District Board of Commissioners acknowledging that the District is relying on its own due diligence and has reviewed the information provided by King County in Part 2 of the attached King County Pool-Plus application, and that it agrees to abide by the policies for the Pool-Plus Option. It acknowledges the possibility of experiencing unrealized losses due to factors that affect the overall performance of the financial markets in which the District will be invested, and that the District could experience realized losses if these securities are sold prior to maturity. The District's Board of Commissioners also hereby designates Alan G. Nelson and Steven M. Hamilton as the persons at the District who are authorized to provide transaction instructions to the King County investment team.

Background

1. King County introduced an alternative to its short-term investment pool called the "Pool - Plus" program (KCPP). This program allows longer term investments in an administrative cost structure equal to the existing King County Investment Pool (KCIP), and can provide substantially higher investment yields.
2. District staff has completed an application to invest funds in the KCPP.

Action

Now it is resolved that:

3. The District Board of Commissioners acknowledges that the District is relying on its own due diligence and has reviewed the information provided by King County in Part 2 of the attached King County Pool-Plus application, and that it agrees to abide by the policies for the Pool-Plus Option.
4. The District Board of Commissioners acknowledges the possibility of experiencing unrealized losses due to factors that affect the overall performance of the financial markets in which the District will be invested. The District Board of Commissioners also acknowledges that these unrealized losses are required to be reported in the District's annual financial reports which could generate questions from ratepayers, auditors, reporters or anyone else reading said financial reports.
5. The District Board of Commissioners acknowledges that the District could experience realized losses if these securities are sold prior to maturity, although there is currently no intent to do so. These realized losses, if occurring, are also required to be reported in the District's annual financial reports which could generate questions from ratepayers, auditors, reporters or anyone else reading said financial reports.

6. The District's Board of Commissioners also hereby designates General Manager Alan G. Nelson and Finance Director Steven M. Hamilton as the persons at the District who are authorized to provide transaction instructions to the King County investment team.

ADOPTED by the Board of Commissioners of Northshore Utility District at an open public meeting held on Monday December 3, 2018.

Commissioner Commissioner Commissioner

Commissioner Commissioner

(Signed copy should be available after 12-3-18 Board meeting)

KING COUNTY INVESTMENT POOL
ISSUER DIVERSIFICATION, CREDIT EXPOSURE and COMPLIANCE REPORT
10/31/2018

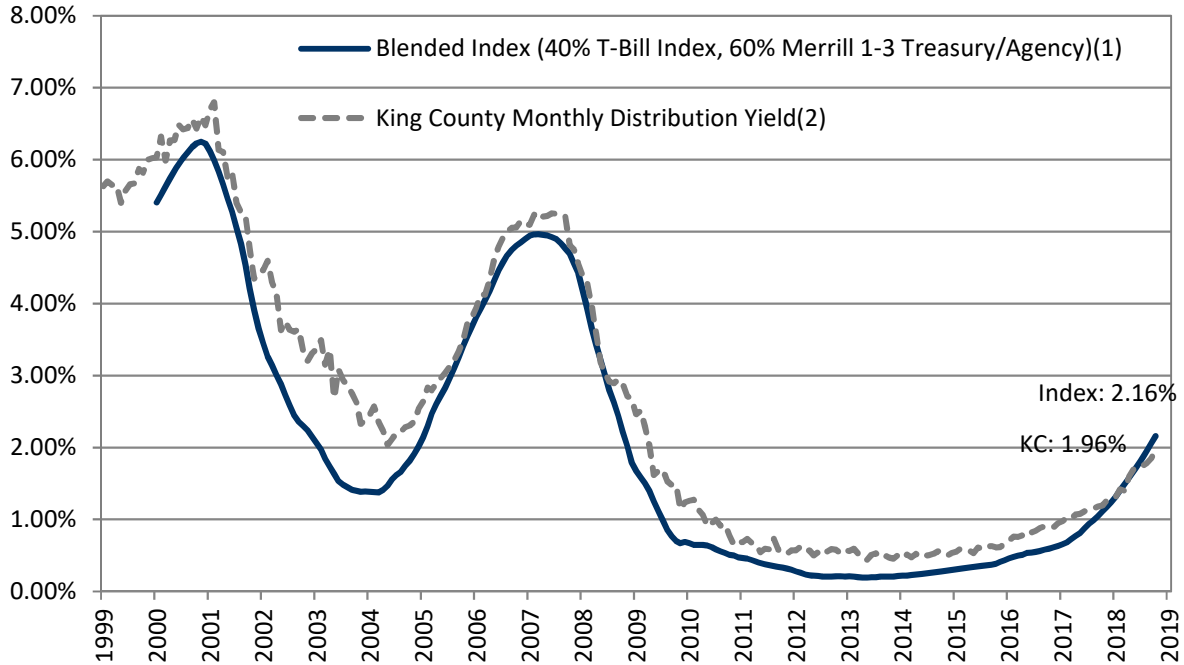
The investment pool complies with all constraints listed in Schedule 1 of the investment policy

	Book Value	% of Portfolio	Issuer Limits/Restrictions	Credit Agency Ratings		Minimum Credit Restrictions	Maximum Maturity
				S&P	Moody's		
U.S. TREASURIES		100%	NONE			NONE	5 Years
U.S. T-Bills or T-Notes	\$2,873,392,288.77	33.1%	In Compliance	AA+	Aaa	In Compliance	In Compliance
			35% per agency across investment type				
GOVERNMENTAL AGENCIES		100%	NONE			NONE	5 Years
		25.4%	In Compliance				
International Bank for Recon & Dev (IBRD)	\$694,115,615.13	8.0%	In Compliance	AAA	Aaa	In Compliance	In Compliance
Federal Home Loan Bank (FHLB)	\$300,243,659.08	3.5%	In Compliance	AA+	Aaa	In Compliance	In Compliance
Inter-American Dev Bank (IADB)	\$349,197,091.79	4.0%	In Compliance	AAA	Aaa	In Compliance	In Compliance
Federal National Mortgage Association (FNMA)	\$199,899,305.94	2.3%	In Compliance	AA+	Aaa	In Compliance	In Compliance
Federal Farm Credit Bank (FFCB)	\$173,479,942.51	2.0%	In Compliance	AA+	Aaa	In Compliance	In Compliance
Federal Home Loan Mortgage Corporation (FHLMC)	\$114,892,417.53	1.3%	In Compliance	AA+	Aaa	In Compliance	In Compliance
European Bank for Recon & Dev (EBRD)	\$161,958,543.26	1.9%	In Compliance	AAA	Aaa	In Compliance	In Compliance
Asian Development Bank (ASIA)	\$106,643,662.55	1.2%	In Compliance	AAA	Aaa	In Compliance	In Compliance
International Finance Corp (IFC)	\$101,454,225.85	1.2%	In Compliance	AAA	Aaa	In Compliance	In Compliance
U.S. AGENCY MORTGAGE BACKED SECURITIES		Not to exceed 25%	35% per agency			NONE	5 Year Average Live
		0.0%	In Compliance				
CMO Agencies FNMA	\$4,015,214.79	0.0%	In Compliance	AA+	Aaa	In Compliance	In Compliance
MUNICIPAL BONDS - GENERAL OBLIGATIONS		Not to exceed 20%	Not to exceed 5%			A or better	5 Years
		0.0%	In Compliance				
REPURCHASE AGREEMENTS		100.0%	Not to exceed 25% per dealer			A1/P1^{(1) (2)}	60 Days
Wells Fargo Securities, Inc. Tri-party Repo	\$257,000,000.00	3.0%	In Compliance	A-1	N/A	In Compliance	In Compliance
Bank of Montreal Capital Markets Corp Tri-party Repo	\$236,000,000.00	2.7%	In Compliance	A-1	N/A	In Compliance	In Compliance
REVERSE REPURCHASE AGREEMENTS		Not to exceed 20%	Not to exceed 5% per dealer			A1/P1⁽¹⁾	6 Months
		0.0%	In Compliance				
LOCAL GOVERNMENT INVESTMENT POOL		Not to exceed 25%	State of WA LGIP only			NONE	N/A
Washington State Treasurer's LGIP	\$961,017,940.00	11.1%	In Compliance	N/A	N/A		
BANKER'S ACCEPTANCES		Not to exceed 25%	5% per issuer across investment type			A1/P1⁽³⁾	180 Days
		0.0%	In Compliance				
OVERNIGHT DEPOSITS		100%	NONE			COLLATERALIZED	
	\$97,984,809.65	1.1%					
CERTIFICATES OF DEPOSIT		Not to exceed 25%	5% per issuer across investment type			NONE	1 Year
		0.0%	In Compliance				
COMMERCIAL PAPER		Not to exceed 25% combined with Corp Notes	5% per issuer across investment type			A1/P1, if >100 days A or better	270 Days
		10.9%	In Compliance				
MERCK & CO INC	\$198,760,263.89	2.3%	In Compliance	A-1+	P-1	In Compliance	In Compliance
PRAXAIR INC	\$189,657,518.05	2.2%	In Compliance	A-1	P-1	In Compliance	In Compliance
CANADIAN IMPERIAL BANK	\$148,582,361.11	1.7%	In Compliance	A-1	P-1	In Compliance	In Compliance
APPLE INC	\$123,955,422.21	1.4%	In Compliance	A-1+	P-1	In Compliance	In Compliance
UPS	\$99,885,472.22	1.2%	In Compliance	A-1	P-1	In Compliance	In Compliance
BANK OF NOVA SCOTIA	\$88,279,633.34	1.0%	In Compliance	A-1	P-1	In Compliance	In Compliance
TORONTO DOMINION	\$49,892,888.89	0.6%	In Compliance	A-1+	P-1	In Compliance	In Compliance
ROYAL BANK OF CANADA	\$49,241,666.66	0.6%	In Compliance	A-1+	P-1	In Compliance	In Compliance
* Purchases prior to 9/15/16 are considered grandfathered in for issuer limit purposes and can be held to maturity.							
CORPORATE NOTES		Not to exceed 25% combined with CP	5% per issuer across investment type			A or better⁽³⁾	5 Years
		12.6%	In Compliance				
TORONTO DOMINION	\$133,720,548.87	1.5%	In Compliance	AA-	Aa1	In Compliance	In Compliance
MICROSOFT	\$133,150,082.45	1.5%	In Compliance	AAA	Aaa	In Compliance	In Compliance
ROYAL BANK OF CANADA	\$114,999,500.41	1.3%	In Compliance	AA-	Aa2	In Compliance	In Compliance
US BANK N.A.	\$105,001,403.38	1.2%	In Compliance	AA-	A1	In Compliance	In Compliance
JP MORGAN	\$93,368,757.59	1.1%	In Compliance	A+	Aa2	In Compliance	In Compliance
BANK OF NOVA SCOTIA	\$87,410,271.34	1.0%	In Compliance	A+	Aa2	In Compliance	In Compliance
BANK OF MONTREAL	\$85,642,124.20	1.0%	In Compliance	A+	Aa2	In Compliance	In Compliance
PNC BANK	\$76,700,768.97	0.9%	In Compliance	A	A2	In Compliance	In Compliance
WELLS FARGO BANK N.A.	\$75,177,648.81	0.9%	In Compliance	A+	Aa2	In Compliance	In Compliance
PROCTER & GAMBLE	\$54,995,639.80	0.6%	In Compliance	AA-	Aa3	In Compliance	In Compliance
APPLE INC	\$33,978,702.58	0.4%	In Compliance	AA+	Aa1	In Compliance	In Compliance
CANADIAN IMPERIAL BANK	\$29,998,476.17	0.3%	In Compliance	A+	Aa2	In Compliance	In Compliance
UPS	\$29,227,104.55	0.3%	In Compliance	A+	A1	In Compliance	In Compliance
WALT DISNEY CO	\$14,998,256.77	0.2%	In Compliance	A+	A2	In Compliance	In Compliance
3M CO	\$14,970,596.71	0.2%	In Compliance	AA-	A1	In Compliance	In Compliance
HONEYWELL	\$12,963,419.00	0.1%	In Compliance	A	A2	In Compliance	In Compliance
* Purchases prior to 9/15/16 are considered grandfathered in for issuer limit purposes and can be held to maturity.							
	\$8,675,873,244.82	100.0%					

ADDITIONAL PORTFOLIO LEVEL REQUIREMENTS	Actual	Status
Effective Duration Less Than 1.5 Years	0.890	In Compliance
40% of Portfolio Value 12 Months or Less	59.5%	In Compliance
Corporate Exposure Not Greater Than 50%	23.6%	In Compliance
Corp Notes & CP ≤ 25%	23.6%	In Compliance
Maximum Duration of Corp Note Portfolio ≤ 3 years	1.09	In Compliance

(1) Must be rated by at least one nationally recognized rating agency
(2) Also backed by collateral
(3) Must be rated by at least 2 nationally recognized rating agencies

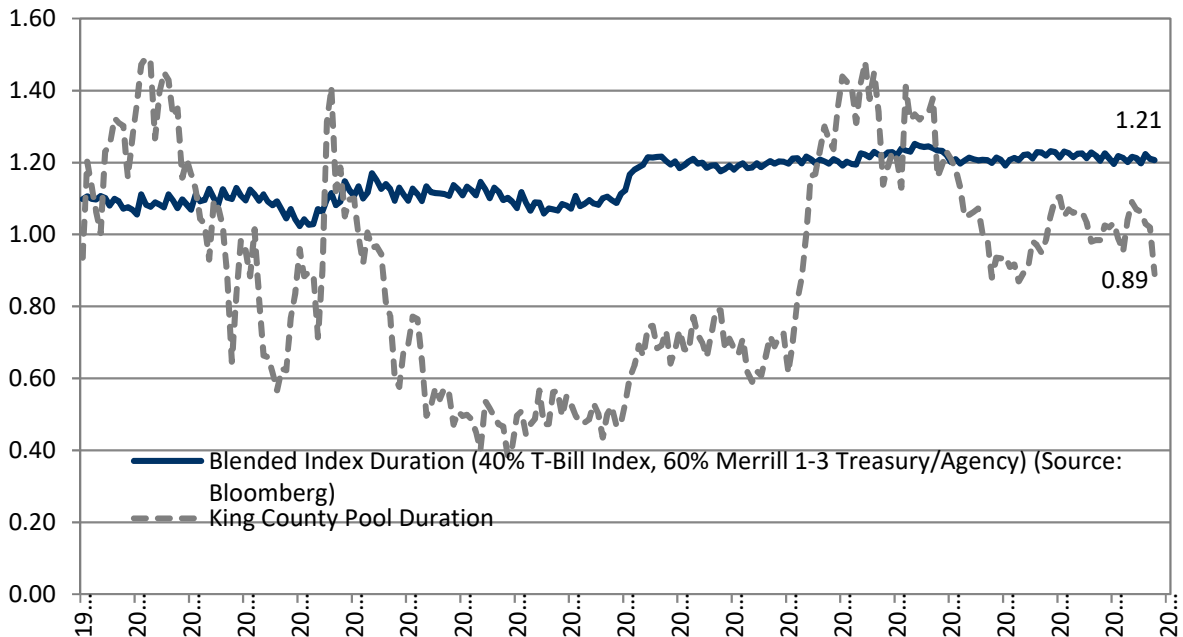
King County Monthly Distribution Yield Versus Custom Index



(1) Calculation for index return adjusted from coupon return to the 12-month moving average of the index's effective yield. (Source: Bloomberg)

(2) Does not include negative distributions from the Impaired Pool

King County Monthly Duration Versus Custom Index



October 2018 Transactions



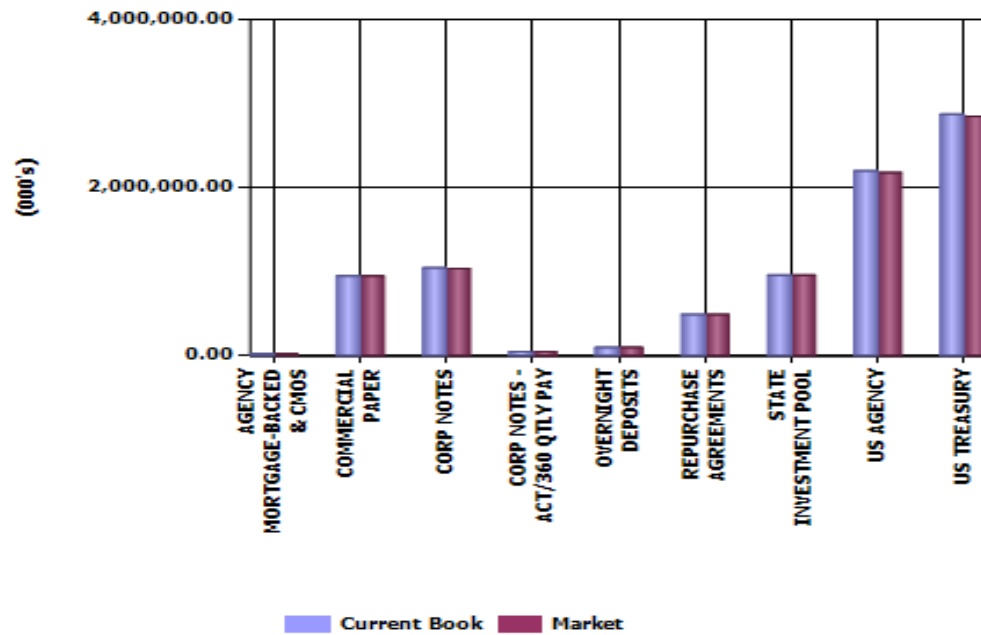
DESCRIPTION	AVG RATE	AVG PAR
PURCHASES		
REPO	2.175	248,300,000.00

DESCRIPTION	COUPON	MATURITY	SETTLED	BK YLD	PAR VALUE	BOOK VALUE
PURCHASES						
CA IMPERIAL BK	.000	04/10/2019	10/11/2018	2.634	50,000,000.00	49,346,388.89
US TREASURY NOTE	1.375	12/15/2019	10/12/2018	2.724	50,000,000.00	49,224,609.38
US TREASURY NOTE	1.625	12/31/2019	10/12/2018	2.734	50,000,000.00	49,339,843.75
FFCB DISCOUNT NT	.000	08/05/2019	10/15/2018	2.636	75,000,000.00	73,419,750.00
BANK NOVA SCOTIA	.000	07/10/2019	10/15/2018	2.787	40,000,000.00	39,187,066.67
MICROSOFT CORP CALLABLE	2.000	11/03/2020	10/16/2018	2.993	13,744,000.00	13,474,892.48
BANK NOVA SCOTIA	.000	07/11/2019	10/16/2018	2.797	50,000,000.00	48,980,111.11
LGIP	2.234	11/01/2018	10/17/2018	2.234	100,000,000.00	100,000,000.00
ROYAL BNK CANADA	.000	05/20/2019	10/18/2018	2.775	50,000,000.00	49,188,583.33
CA IMPERIAL BK	.000	04/18/2019	10/19/2018	2.747	50,000,000.00	49,318,736.11
LGIP	2.234	11/01/2018	10/23/2018	2.234	60,000,000.00	60,000,000.00
BANK OF MONTREAL	2.100	12/12/2019	10/23/2018	3.064	10,000,000.00	9,893,000.00
INT BK RECON&DEV	1.876	10/07/2019	10/23/2018	2.787	58,626,000.00	58,125,333.96
PRAXAIR INC	.000	12/03/2018	10/23/2018	2.226	65,000,000.00	64,835,658.33
LGIP	2.234	11/01/2018	10/24/2018	2.234	50,000,000.00	50,000,000.00
MERCK & CO INC	.000	01/16/2019	10/24/2018	2.343	50,000,000.00	49,728,166.67
INTERAMER DEV BK	3.875	09/17/2019	10/24/2018	2.787	78,855,000.00	79,608,065.25
APPLE INC	.000	01/09/2019	10/24/2018	2.342	40,000,000.00	39,800,655.56
FHLB DISCOUNT NT	.000	10/25/2018	10/24/2018	2.120	663,000,000.00	662,960,956.67
LGIP	2.234	11/01/2018	10/25/2018	2.234	100,000,000.00	100,000,000.00
PRAXAIR INC	.000	12/03/2018	10/25/2018	2.235	50,000,000.00	49,879,208.33
MERCK & CO INC	.000	02/11/2019	10/25/2018	2.407	75,000,000.00	74,457,270.83
MERCK & CO INC	.000	02/07/2019	10/25/2018	2.397	75,000,000.00	74,479,375.00
APPLE INC	.000	02/21/2019	10/25/2018	2.399	25,000,000.00	24,803,319.44
US TREASURY NOTE	2.250	03/31/2020	10/26/2018	2.794	100,000,000.00	99,242,187.50
US TREASURY NOTE	1.500	05/15/2020	10/26/2018	2.816	50,000,000.00	49,005,859.38
US TREASURY NOTE	1.375	02/15/2020	10/26/2018	2.771	50,000,000.00	49,111,328.13
HONEYWELL INTL CALLABLE	1.850	11/01/2021	10/29/2018	3.199	13,500,000.00	12,982,005.00
PRAXAIR INC	.000	11/26/2018	10/30/2018	2.214	75,000,000.00	74,875,687.50
UNITED PARCEL	.000	11/20/2018	10/30/2018	2.173	50,000,000.00	49,936,708.33
UNITED PARCEL	.000	11/20/2018	10/30/2018	2.173	50,000,000.00	49,936,708.33
LGIP	2.234	11/01/2018	10/31/2018	2.234	1,424,707.39	1,424,707.39
TOTAL PURCHASES					2,319,149,707.39	2,306,566,183.32

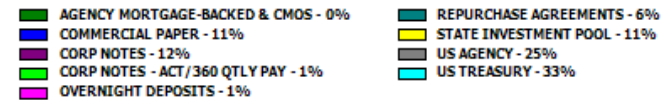


Assets (000's)	PAR	BOOK	MARKET	MKT/BK	YLD
AGENCY MORTGAGE-BACKED & CMOS	3,960.55	4,015.21	4,053.99	100.97%	4.33%
COMMERCIAL PAPER	954,500.00	948,255.23	948,241.51	100.00%	2.42%
CORP NOTES	1,051,420.00	1,045,792.59	1,037,820.80	99.24%	2.10%
CORP NOTES - ACT/360 QTLY PAY	50,500.00	50,530.71	50,509.60	99.96%	2.82%
OVERNIGHT DEPOSITS	97,984.81	97,984.81	97,984.81	100.00%	0.00%
REPURCHASE AGREEMENTS	493,000.00	493,000.00	493,000.00	100.00%	2.17%
STATE INVESTMENT POOL	961,017.94	961,017.94	961,017.94	100.00%	2.23%
US AGENCY	2,211,709.00	2,201,884.46	2,182,225.53	99.11%	2.05%
US TREASURY	2,889,000.00	2,873,392.29	2,847,163.07	99.09%	1.84%
Totals (000's):	8,713,092.30	8,675,873.24	8,622,017.24	99.38%	2.04%

PORTFOLIO ALLOCATION



CURRENT PAR %



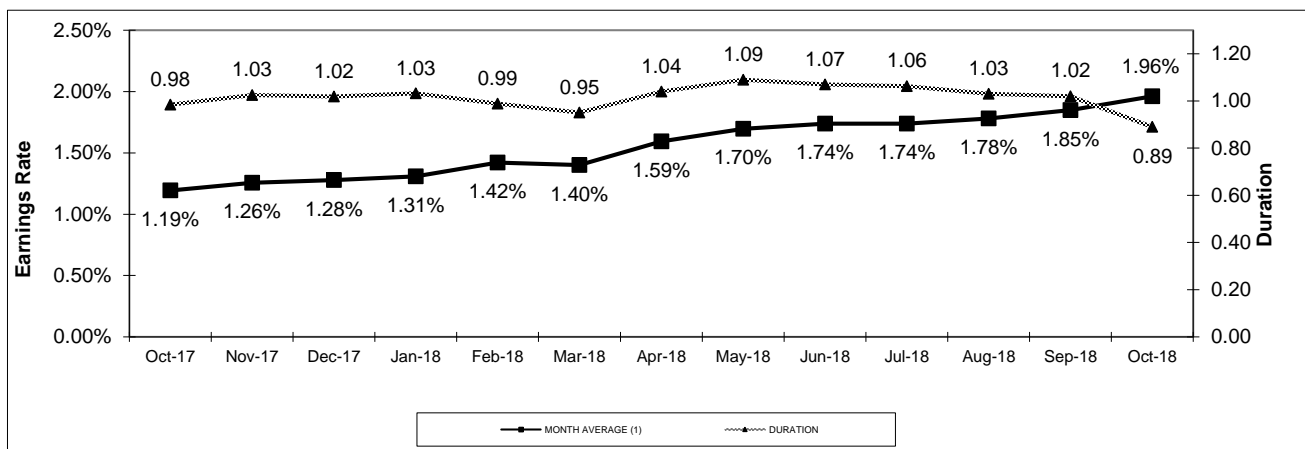
KING COUNTY INVESTMENT POOL

MATURITY DISTRIBUTION AS OF 10/31/2018

<u>CALL/MATURITY</u>	<u>DATE RANGE</u>	<u>NO OF INV</u>	<u>BOOK VALUE</u>	<u>%</u>	<u>CUM %</u>
0 TO 1 MONTHS	11/01/18 - 12/03/18	13	1,901,159,688.64	21.9%	21.9%
1 TO 3 MONTHS	12/04/18 - 01/31/19	17	887,937,259.95	10.2%	32.1%
3 TO 6 MONTHS	02/01/19 - 04/30/19	12	638,997,750.89	7.4%	39.5%
6 TO 12 MONTHS	05/01/19 - 10/31/19	35	1,733,085,430.25	20.0%	59.5%
12 TO 24 MONTHS	11/01/19 - 10/31/20	44	2,447,730,477.79	28.2%	87.7%
24 TO 36 MONTHS	11/01/20 - 10/31/21	25	984,847,409.30	11.4%	99.1%
36 TO ** MONTHS	11/01/21 -	5	82,115,228.00	0.9%	100.0%
GRAND TOTALS		151	8,675,873,244.82		

KING COUNTY INVESTMENT POOL

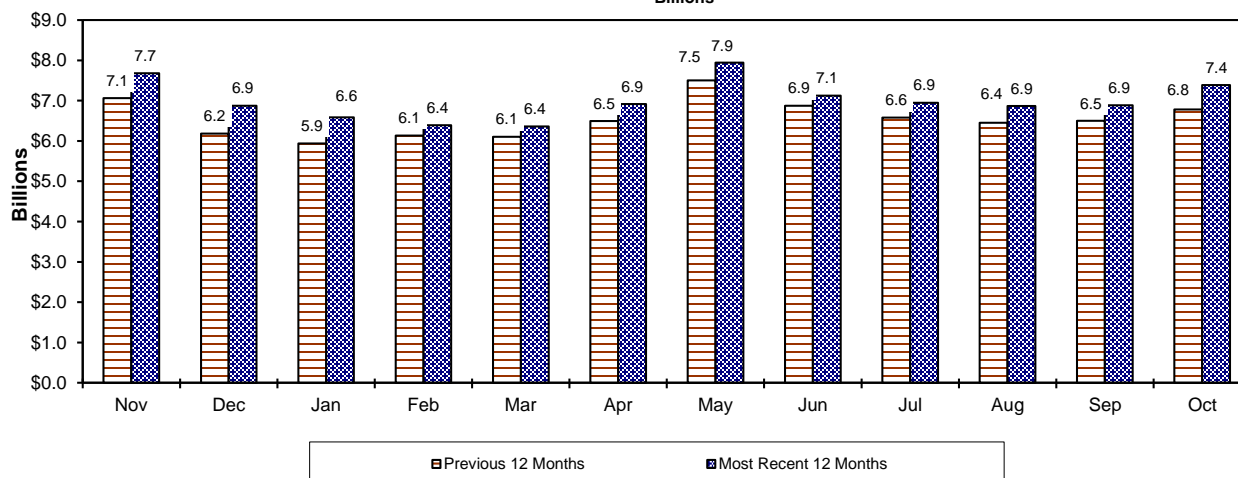
EARNINGS DISTRIBUTION RATE & EFFECTIVE DURATION



(1) Not adjusted yet for realized losses on commercial paper investments.

AVERAGE MONTHLY INVESTMENT POOL BALANCE

Billions



KC GENERAL FUND YTD INTEREST EARNINGS

October 31, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>DIFFERENCE</u>
YTD AVG BALANCE (millions)	\$463	\$610	\$147.1
YTD YIELD	0.72%	1.67%	0.95%
INTEREST DISTRIBUTION (\$)	\$2,796,584	\$8,502,749	\$5,706,165
AUTOMATIC INTEREST (\$)	\$0	\$0	\$0
TOTAL INTEREST (\$)	<u>\$2,796,584</u>	<u>\$8,502,749</u>	<u>\$5,706,165</u>

YTD POOL FEE REVENUE

	<u>BUDGET</u>	<u>Collected ⁽¹⁾</u>	<u>Potential Rebate</u>
DIRECT COST FEE DUE TO GF	\$499,110	\$1,296,587	\$797,477
	<u>BUDGET</u>	<u>Actual</u>	<u>Difference</u>
CASH MGMT FEE TO GF	\$308,293	\$1,312,254	\$1,003,961

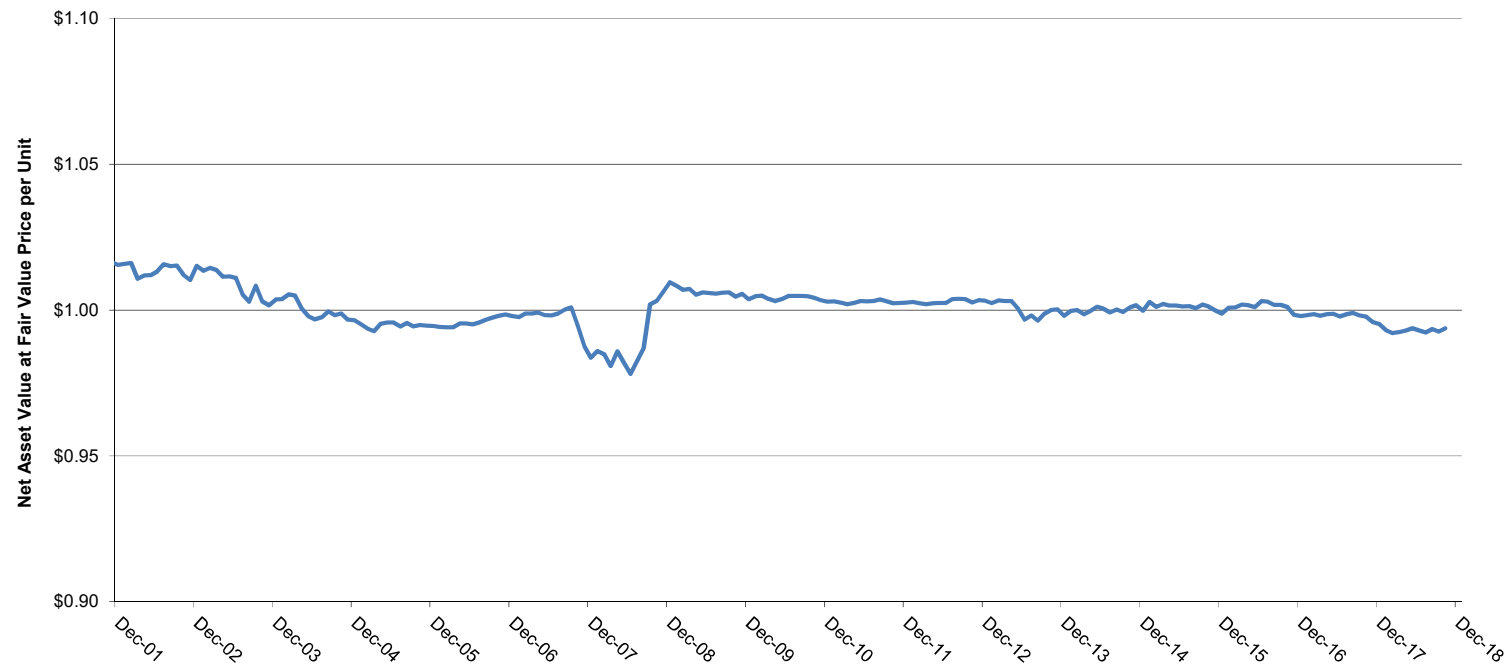
YTD TOTAL POOL
DISTRIBUTION \$95,986,376

(1) Collecting 2.0 basis points for direct fees, but will rebate difference between collected and actual expenses after the fiscal year closes.

King County Investment Pool Fair Value Report

	08/31/18	09/28/18	10/31/18
Net Assets (1)			
Net Assets held in trust for pool participants	<u>\$ 6,968,469,692.66</u>	<u>\$ 7,098,926,689.50</u>	<u>\$ 8,526,487,648.18</u>
Net assets consist of:			
Participant units outstanding (\$1.00 par)	\$ 7,013,822,964.39	\$ 7,151,661,108.10	\$ 8,580,343,648.73
Undistributed and unrealized gains(losses)	<u>\$ (45,353,271.73)</u>	<u>\$ (52,734,418.60)</u>	<u>\$ (53,856,000.55)</u>
Net Assets	<u>\$ 6,968,469,692.66</u>	<u>\$ 7,098,926,689.50</u>	<u>\$ 8,526,487,648.18</u>
Total Pool -- Net asset value at fair value price per unit	<u>\$0.9935</u>	<u>\$0.9926</u>	<u>\$0.9937</u>

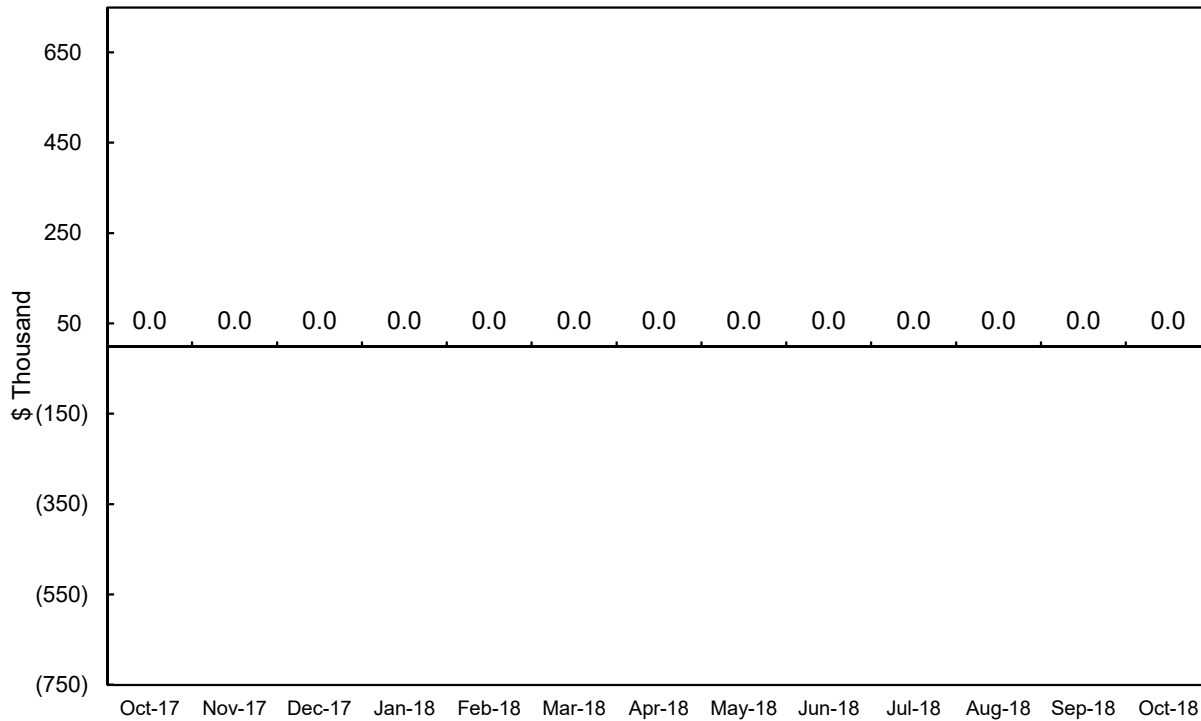
King County Investment Pool History of Fair Value per Dollar Invested (1)



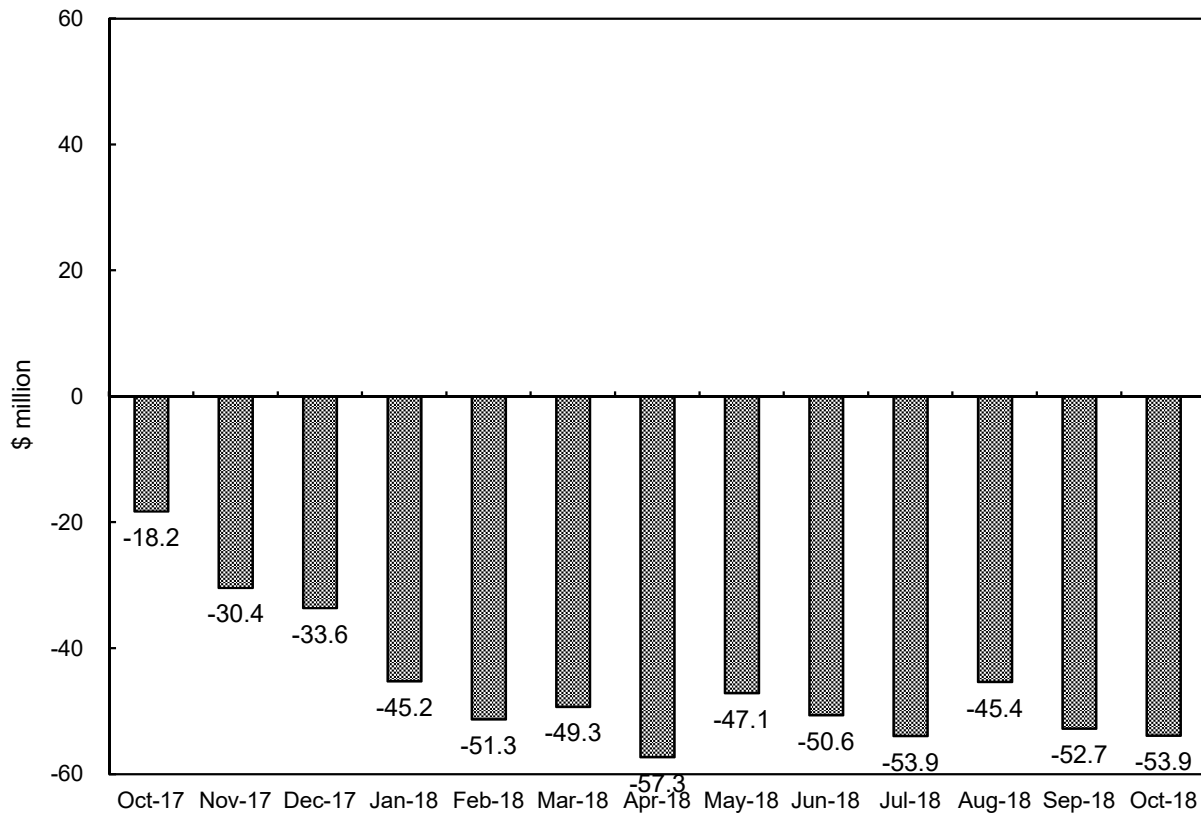
(1) Impaired securities were separated from main pool on 9/1/08

GAIN / LOSS SUMMARY

TOTAL REALIZED GAIN OR LOSS (1)



NET UNREALIZED GAIN OR LOSS (TOTAL PORTFOLIO)



(1) Excludes gains/losses from impaired CP

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
AS OF 10/31/18

(MANFIN)

SORTING ORDER: MATD

PAGE: 1

RUN: 11/01/18 09:24:24

** FIXED INCOME **

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
711	LOCAL GOVT INVESTM	2.234006	2.234006	11/01/18	100.000000	961,017,940.00	961,017,940.00	961,017,940.00	.00	21,469,194.40
1522	CASH-US BANK	.001000	.001000	11/01/18	100.000000	89,332,466.40	89,332,466.40	89,332,466.40	.00	893.32
1523	CASH-KEY BANK	.001000	.001000	11/01/18	100.000000	7,593,167.87	7,593,167.87	7,593,167.87	.00	75.93
1524	CASH-BOFA	.001000	.001000	11/01/18	100.000000	1,059,175.38	1,059,175.38	1,059,175.38	.00	10.59
3444	Wells Fargo Tre-Re	2.190000	2.190000	11/01/18	100.000000	257,000,000.00	257,000,000.00	257,000,000.00	.00	5,628,300.00
3445	BMOCMC Tri-Repo	2.150000	2.150000	11/01/18	100.000000	236,000,000.00	236,000,000.00	236,000,000.00	.00	5,074,000.00
2979	PNC BANK NA CALLAB	1.800000	1.800000	10/06/18C	99.994000	44,475,000.00	44,475,000.00	44,472,331.50	-2,668.50	800,550.00
2659	US TREASURY NOTE	1.250000	.825593	11/15/18	99.967000	50,000,000.00	50,008,040.28	49,983,500.00	-24,540.28	412,796.26
2820	PROCTER & GAMBLE	1.600000	1.381066	11/15/18	99.965000	20,000,000.00	20,001,647.33	19,993,000.00	-8,647.33	276,213.11
3442	UNITED PARCEL	.000000	2.172750	11/20/18	99.879139	50,000,000.00	49,942,736.11	49,939,569.50	-3,166.61	1,086,375.23
3443	UNITED PARCEL	.000000	2.172750	11/20/18	99.879139	50,000,000.00	49,942,736.11	49,939,569.50	-3,166.61	1,086,375.23
3441	PRAXAIR INC	.000000	2.213669	11/26/18	99.840972	75,000,000.00	74,884,895.83	74,880,729.00	-4,166.83	1,660,251.87
3262	FHLE DISCOUNT NOTE	.000000	2.053975	11/30/18	99.824000	60,000,000.00	59,901,883.33	59,894,400.00	-7,483.33	1,232,385.01
3233	IBRD DISCOUNT NOTE	.000000	2.025658	12/03/18	99.802000	150,000,000.00	149,733,333.33	149,703,000.00	-30,333.33	3,038,487.51
3256	TORONTO DOMINION	.000000	2.445028	12/03/18	99.796444	50,000,000.00	49,892,888.89	49,898,222.00	5,333.11	1,222,513.88
3328	APPLE INC	.000000	2.279029	12/03/18	99.796444	35,000,000.00	34,929,688.88	34,928,755.40	-933.48	797,660.03
3421	PRAXAIR INC	.000000	2.225627	12/03/18	99.796444	65,000,000.00	64,871,733.33	64,867,688.60	-4,044.73	1,446,657.66
3430	PRAXAIR INC	.000000	2.235400	12/03/18	99.796444	50,000,000.00	49,900,888.89	49,898,222.00	-2,666.89	1,117,700.21
2821	MICROSOFT CORP	1.625000	1.381251	12/06/18	99.880000	35,000,000.00	35,008,025.87	34,958,000.00	-50,025.87	483,437.70
2613	ROYAL BK CANADA	2.000000	1.355011	12/10/18	99.932000	25,000,000.00	25,016,870.29	24,983,000.00	-33,870.29	338,752.87
2713	US TREASURY NOTE	1.250000	.898009	12/15/18	99.885000	100,000,000.00	100,041,915.32	99,885,000.00	-156,915.32	898,008.82
1725	US TREASURY NOTE	1.500000	1.520113	12/31/18	99.880000	50,000,000.00	49,998,402.00	49,940,000.00	-58,402.00	760,056.29
3302	CA IMPERIAL BK	.000000	2.441049	01/02/19	99.595278	50,000,000.00	49,792,472.22	49,797,639.00	5,166.78	1,220,524.39
3425	APPLE INC	.000000	2.341670	01/09/19	99.549583	40,000,000.00	39,821,366.67	39,819,833.20	-1,533.47	936,667.97
3324	APPLE INC	.000000	2.346310	01/10/19	99.543056	24,500,000.00	24,389,477.78	24,388,048.72	-1,429.06	574,845.95
2445	BANK NOVA SCOTIA	1.950000	1.991060	01/15/19	99.836000	30,000,000.00	29,997,557.02	29,950,800.00	-46,757.02	597,318.06
2522	US Treasury Note	1.125000	.885685	01/15/19	99.768000	50,000,000.00	50,024,195.42	49,884,000.00	-140,195.42	442,842.52
3423	MERCK & CO INC	.000000	2.342737	01/16/19	99.503889	50,000,000.00	49,754,055.56	49,751,944.50	-2,111.06	1,171,368.32
2451	TORONTO DOM BANK	1.950000	1.980013	01/22/19	99.836000	35,000,000.00	34,997,721.82	34,942,600.00	-55,121.82	693,004.59
3217	IBRD DISCOUNT NOTE	.000000	2.032635	01/24/19	99.463000	50,000,000.00	49,766,666.66	49,731,500.00	-35,166.66	1,016,317.55
2660	US TREASURY NOTE	1.250000	.840709	01/31/19	99.738000	39,000,000.00	39,039,250.52	38,897,820.00	-141,430.52	327,876.43
3432	MERCK & CO INC	.000000	2.396637	02/07/19	99.341222	75,000,000.00	74,514,083.33	74,505,916.50	-8,166.83	1,797,477.49
3431	MERCK & CO INC	.000000	2.407421	02/11/19	99.314333	75,000,000.00	74,492,125.00	74,485,749.75	-6,375.25	1,805,565.79
3433	APPLE INC	.000000	2.398873	02/21/19	99.247111	25,000,000.00	24,814,888.88	24,811,777.75	-3,111.13	599,718.13
2540	FANNIE MAE	1.000000	1.041990	02/26/19	99.540000	100,000,000.00	99,986,761.13	99,540,000.00	-446,761.13	1,041,989.97
3252	PNC BANK NA CALLAB	1.950000	2.521678	02/02/19C	99.718000	12,150,000.00	12,126,903.96	12,115,737.00	-11,166.96	306,383.85
2824	FED HOME LN BANK	1.375000	1.491832	03/18/19	99.599000	25,000,000.00	24,989,233.06	24,899,750.00	-89,483.06	372,958.11
2825	FED HOME LN BANK	1.375000	1.491832	03/18/19	99.599000	50,000,000.00	49,978,466.14	49,799,500.00	-178,966.14	745,916.22
2706	US TREASURY NOTE	1.625000	.960279	03/31/19	99.652000	100,000,000.00	100,269,465.06	99,652,000.00	-617,465.06	960,279.19
3403	CA IMPERIAL BK	.000000	2.634438	04/10/19	98.888889	50,000,000.00	49,422,222.22	49,444,444.50	22,222.28	1,317,218.98
2521	Royal BK Canada	1.625000	1.643864	04/15/19	99.476000	40,000,000.00	39,996,684.92	39,790,400.00	-206,284.92	657,545.73
3416	CA IMPERIAL BK	.000000	2.747435	04/18/19	98.833333	50,000,000.00	49,367,666.67	49,416,666.50	48,999.83	1,373,717.28

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
AS OF 10/31/18

(MANFIN)

PAGE: 2

SORTING ORDER: MATD

RUN: 11/01/18 09:24:24

** FIXED INCOME **

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3030	INTERAMER DEV BK	1.000000	1.551172	05/13/19	99.108000	69,859,000.00	69,658,256.30	69,235,857.72	-422,398.58	1,083,633.15
2732	US TREASURY NOTE	3.125000	1.225212	05/15/19	100.316000	50,000,000.00	50,499,115.17	50,158,000.00	-341,115.17	612,605.92
2862	US TREASURY NOTE	.875000	1.268463	05/15/19	99.137000	50,000,000.00	49,896,538.19	49,568,500.00	-328,038.19	634,231.60
3415	ROYAL BNK CANADA	.000000	2.775034	05/20/19	98.505556	50,000,000.00	49,241,666.66	49,252,778.00	11,111.34	1,387,517.10
2614	WELLS FARGO BANK	1.750000	1.272829	05/24/19	99.351000	50,000,000.00	50,130,540.37	49,675,500.00	-455,040.37	636,414.58
2657	WELLS FARGO BANK	1.750000	1.405147	05/24/19	99.351000	25,000,000.00	25,047,108.44	24,837,750.00	-209,358.44	351,286.75
2532	US Treasury Note	1.500000	1.008230	05/31/19	99.395000	50,000,000.00	50,139,550.26	49,697,500.00	-442,050.26	504,114.78
2833	BANK OF NOVA SCOTIA	2.050000	1.955880	06/05/19	99.487000	15,000,000.00	15,008,079.90	14,923,050.00	-85,029.90	293,381.95
3175	US TREASURY NOTE	.875000	2.157446	06/15/19	98.961000	50,000,000.00	49,610,138.01	49,480,500.00	-129,638.01	1,078,723.03
2709	US TREASURY NOTE	1.625000	.973093	06/30/19	99.367000	100,000,000.00	100,424,213.91	99,367,000.00	-1,057,213.91	973,093.39
3409	BANK NOVA SCOTIA	.000000	2.786634	07/10/19	98.019889	40,000,000.00	39,238,633.34	39,207,955.60	-30,677.74	1,114,653.47
3412	BANK NOVA SCOTIA	.000000	2.797054	07/11/19	98.012000	50,000,000.00	49,041,000.00	49,006,000.00	-35,000.00	1,398,526.84
2727	US TREASURY NOTE	.750000	1.201343	07/15/19	98.711000	50,000,000.00	49,844,490.20	49,355,500.00	-488,990.20	600,671.53
3214	US TREASURY NOTE	.750000	2.210218	07/15/19	98.711000	50,000,000.00	49,496,774.19	49,355,500.00	-141,274.19	1,105,108.81
2627	ROYAL BK CANADA	1.500000	1.539030	07/29/19	98.919000	50,000,000.00	49,985,945.20	49,459,500.00	-526,445.20	769,515.00
3408	FFCB DISCOUNT NT	.000000	2.635531	08/05/19	98.038000	75,000,000.00	73,511,125.00	73,528,500.00	17,375.00	1,976,647.97
2608	TORONTO DOM BANK	1.450000	1.453116	08/13/19	98.871000	20,000,000.00	19,999,544.41	19,774,200.00	-225,344.41	290,623.29
3178	TORONTO DOM BANK	1.450000	2.601796	08/13/19	98.871000	20,000,000.00	19,824,797.73	19,774,200.00	-50,597.73	520,359.10
3022	INT BK RECON & DEV	.876000	1.575248	08/15/19	98.537000	100,000,000.00	99,459,887.77	98,537,000.00	-922,887.77	1,575,248.34
3234	ASIAN DEV BANK	1.000000	2.461107	08/16/19	98.593000	28,870,000.00	28,544,632.71	28,463,799.10	-80,833.61	710,521.62
2664	CAN IMPERIAL BK	1.600000	1.606170	09/06/19	98.785000	30,000,000.00	29,998,476.17	29,635,500.00	-362,976.17	481,850.93
2693	US TREASURY NOTE	.875000	1.034103	09/15/19	98.449000	100,000,000.00	99,863,790.12	98,449,000.00	-1,414,790.12	1,034,103.07
3424	INTERAMER DEV BK	3.875000	2.787354	09/17/19	100.904000	78,855,000.00	79,589,697.80	79,567,849.20	-21,848.60	2,197,968.24
2816	JP MORGAN CHASE CA	1.650000	1.834326	09/23/19	98.733000	15,688,000.00	15,662,895.51	15,489,233.04	-173,662.47	287,769.12
2834	JP MORGAN CHASE CA	1.650000	1.882311	09/23/19	98.733000	27,230,000.00	27,175,148.80	26,884,995.90	-290,152.90	512,553.16
2695	US TREASURY NOTE	1.000000	1.000000	09/30/19	98.481000	100,000,000.00	100,000,000.00	98,481,000.00	-1,519,000.00	1,000,000.00
3420	INT BK RECON&DEV	1.876000	2.787328	10/07/19	99.120000	58,626,000.00	58,138,245.12	58,110,091.20	-28,153.92	1,634,099.14
3029	INTERAMER DEV BK	1.750000	1.611015	10/15/19	98.951000	100,000,000.00	100,129,794.61	98,951,000.00	-1,178,794.61	1,611,014.91
2565	PNC BANK NA CALLAB	2.400000	1.830387	09/18/19C	99.376000	15,000,000.00	15,074,232.91	14,906,400.00	-167,832.91	274,558.12
2568	PNC BANK NA CALLAB	2.400000	1.832954	09/18/19C	99.376000	5,000,000.00	5,024,632.10	4,968,800.00	-55,832.10	91,647.70
2703	FANNIE MAE	1.000000	1.091132	10/24/19	98.307000	100,000,000.00	99,912,544.81	98,307,000.00	-1,605,544.81	1,091,132.43
3046	TORONTO DOM BANK	1.900000	1.951225	10/24/19	98.928000	33,920,000.00	33,903,411.73	33,556,377.60	-347,034.13	661,855.67
3049	PROCTER & GAMBLE	1.750000	1.767888	10/25/19	98.861000	35,000,000.00	34,993,992.47	34,601,350.00	-392,642.47	618,760.95
2002	US BANK NA OHIO CA	2.125000	2.144078	09/28/19C	99.412000	25,000,000.00	24,995,551.72	24,853,000.00	-142,551.72	536,019.57
2121	US BANK NA OHIO CA	2.125000	2.005089	09/28/19C	99.412000	20,000,000.00	20,020,978.62	19,882,400.00	-138,578.62	401,017.89
2729	FED HOME LN BANK	1.375000	1.382876	11/15/19	98.584000	35,000,000.00	34,997,208.67	34,504,400.00	-492,808.67	484,006.74
3260	US TREASURY NOTE	1.500000	2.425699	11/30/19	98.680000	50,000,000.00	49,512,853.26	49,340,000.00	-172,853.26	1,212,849.36
3419	BANK OF MONTREAL	2.100000	3.064064	12/12/19	98.900000	10,000,000.00	9,895,320.48	9,890,000.00	-5,320.48	306,406.39
3405	US Treasury Note	1.375000	2.724251	12/15/19	98.477000	50,000,000.00	49,260,758.13	49,238,500.00	-22,258.13	1,362,125.43
3251	US TREASURY NOTE	1.625000	2.429371	12/31/19	98.695000	50,000,000.00	49,544,137.42	49,347,500.00	-196,637.42	1,214,685.37
3406	US Treasury Note	1.625000	2.733946	12/31/19	98.695000	50,000,000.00	49,369,513.69	49,347,500.00	-22,013.69	1,366,973.06
2781	US TREASURY NOTE	1.375000	1.504545	01/15/20	98.348000	100,000,000.00	99,847,786.00	98,348,000.00	-1,499,786.00	1,504,544.64

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
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SORTING ORDER: MATD

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** FIXED INCOME **

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3122	US BANK NA OHIO CA	2.350000	2.373171	12/23/19C	99.053000	50,000,000.00	49,986,191.78	49,526,500.00	-459,691.78	1,186,585.70
3270	US TREASURY NOTE	1.250000	2.527363	01/31/20	98.121000	50,000,000.00	49,224,615.61	49,060,500.00	-164,115.61	1,263,681.70
3338	US TREASURY NOTE	1.250000	2.585898	01/31/20	98.121000	50,000,000.00	49,188,866.11	49,060,500.00	-128,366.11	1,292,949.03
2788	APPLE INC	1.550000	1.810661	02/07/20	98.283000	14,034,000.00	13,989,070.09	13,793,036.22	-196,033.87	254,108.19
2888	MICROSOFT CORP CAL	1.850000	1.736140	02/12/20	98.705000	36,104,000.00	36,154,971.35	35,636,453.20	-518,518.15	626,816.11
3339	US TREASURY NOTE	1.375000	2.605454	02/15/20	98.203000	50,000,000.00	49,228,505.25	49,101,500.00	-127,005.25	1,302,726.89
3437	US TREASURY NOTE	1.375000	2.770935	02/15/20	98.203000	50,000,000.00	49,122,506.39	49,101,500.00	-21,006.39	1,385,467.42
2864	US TREASURY NOTE	1.250000	1.366848	02/29/20	97.981000	100,000,000.00	99,848,148.28	97,981,000.00	-1,867,148.28	1,366,847.73
2815	WALT DISNEY CO	1.950000	1.959000	03/04/20	98.721000	15,000,000.00	14,998,256.77	14,808,150.00	-190,106.77	293,850.04
2880	FED HOME LOAN BANK	1.875000	1.588108	03/13/20	98.747000	100,000,000.00	100,380,600.76	98,747,000.00	-1,633,600.76	1,588,107.64
3360	US TREASURY NOTE	1.625000	2.575944	03/15/20	98.414000	50,000,000.00	49,364,976.93	49,207,000.00	-157,976.93	1,287,972.13
3191	FED HOME LN BANK	2.375000	2.383802	03/30/20	99.373000	30,000,000.00	29,996,267.12	29,811,900.00	-184,367.12	715,140.65
3231	INT BK RECON & DEV	1.376000	2.553294	03/30/20	97.896000	131,524,000.00	129,406,213.87	128,756,735.04	-649,478.83	3,358,194.09
3435	US TREASURY NOTE	2.250000	2.794137	03/31/20	99.211000	100,000,000.00	99,250,897.99	99,211,000.00	-39,897.99	2,794,136.90
3055	US TREASURY NOTE	1.500000	1.699612	04/15/20	98.121000	75,000,000.00	74,787,628.54	73,590,750.00	-1,196,878.54	1,274,709.30
3059	EURO BK RECON & DE	1.626000	1.804759	05/05/20	98.045000	62,185,000.00	62,022,264.98	60,969,283.25	-1,052,981.73	1,122,289.52
2908	APPLE INC	1.800000	1.835100	05/11/20	98.202000	20,000,000.00	19,989,632.49	19,640,400.00	-349,232.49	367,020.04
3390	US TREASURY NOTE	1.500000	2.787318	05/15/20	97.996000	50,000,000.00	49,038,727.68	48,998,000.00	-40,727.68	1,393,659.06
3436	US TREASURY NOTE	1.500000	2.816019	05/15/20	97.996000	50,000,000.00	49,016,379.39	48,998,000.00	-18,379.39	1,408,009.72
2490	US Treasury Note	1.500000	1.432685	05/31/20	97.930000	100,000,000.00	100,102,583.49	97,930,000.00	-2,172,583.49	1,432,685.42
3061	US TREASURY NOTE	1.500000	1.678610	06/15/20	97.871000	100,000,000.00	99,717,575.67	97,871,000.00	-1,846,575.67	1,678,609.69
3246	US TREASURY NOTE	1.875000	2.514445	06/30/20	98.398000	50,000,000.00	49,485,517.41	49,199,000.00	-286,517.41	1,257,222.53
3391	US TREASURY NOTE	1.875000	2.810881	06/30/20	98.398000	50,000,000.00	49,245,392.94	49,199,000.00	-46,392.94	1,405,440.54
3057	US TREASURY NOTE	1.500000	1.733197	07/15/20	97.742000	75,000,000.00	74,709,760.11	73,306,500.00	-1,403,260.11	1,299,897.87
3207	INTL FIN CORP	1.626000	2.482790	07/16/20	97.754000	53,000,000.00	52,251,042.09	51,809,620.00	-441,422.09	1,315,878.95
3232	INTL FIN CORP	1.626000	2.593442	07/16/20	97.754000	50,000,000.00	49,203,183.76	48,877,000.00	-326,183.76	1,296,721.17
3392	US TREASURY NOTE	1.625000	2.822162	07/31/20	97.883000	50,000,000.00	48,987,548.83	48,941,500.00	-46,048.83	1,411,080.83
3221	INT BK RECON & DEV	1.126000	2.513986	08/10/20	96.894000	30,345,000.00	29,624,079.83	29,402,484.30	-221,595.53	762,868.96
3062	US TREASURY NOTE	1.500000	1.695421	08/15/20	97.629000	100,000,000.00	99,659,562.07	97,629,000.00	-2,030,562.07	1,695,421.10
3250	ASIAN DEV BANK	1.625000	2.683986	08/26/20	97.622000	28,670,000.00	28,138,581.81	27,988,227.40	-150,354.41	769,498.77
3230	US TREASURY NOTE	2.125000	2.519986	08/31/20	98.656000	100,000,000.00	99,302,117.95	98,656,000.00	-646,117.95	2,519,985.72
2997	INT BK RECON&DEV	1.626000	1.633170	09/04/20	97.624000	25,000,000.00	24,996,793.79	24,406,000.00	-590,793.79	408,292.45
2998	INT BK RECON&DEV	1.626000	1.633170	09/04/20	97.624000	25,000,000.00	24,996,793.79	24,406,000.00	-590,793.79	408,292.45
3377	TORONTO DOM BANK	3.150000	3.160918	09/17/20	99.853000	25,000,000.00	24,995,073.18	24,963,250.00	-31,823.18	790,229.53
3024	FREDDIE MAC	1.625000	1.687127	09/29/20	97.642000	65,000,000.00	64,925,073.27	63,467,300.00	-1,457,773.27	1,096,632.63
3036	FED FARM CREDIT	1.680000	1.696478	10/13/20	97.632000	100,000,000.00	99,968,817.51	97,632,000.00	-2,336,817.51	1,696,478.36
3047	US BANK NA OHIO CA	2.050000	2.056925	09/23/20C	97.650000	10,000,000.00	9,998,681.26	9,765,000.00	-233,681.26	205,692.48
2874	MICROSOFT CORP CAL	2.000000	1.789729	11/03/20	97.940000	16,945,000.00	17,013,896.74	16,595,933.00	-417,963.74	303,269.64
2876	MICROSOFT CORP CAL	2.000000	1.789729	11/03/20	97.940000	7,535,000.00	7,565,636.60	7,379,779.00	-185,857.60	134,856.11
3411	MICROSOFT CORP CAL	2.000000	2.992830	10/03/20C	97.940000	13,744,000.00	13,480,641.11	13,460,873.60	-19,767.51	411,334.57
3074	FREDDIE MAC	1.875000	1.908000	11/17/20	97.873000	50,000,000.00	49,967,344.26	48,936,500.00	-1,030,844.26	954,000.23
3229	US TREASURY NOTE	1.750000	2.561872	12/31/20	97.629000	100,000,000.00	98,312,638.51	97,629,000.00	-683,638.51	2,561,871.91

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
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SORTING ORDER: MATD

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** FIXED INCOME **

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3119	ASIAN DEV BANK	2.250000	2.287700	01/20/21	98.362000	50,000,000.00	49,960,448.03	49,181,000.00	-779,448.03	1,143,850.22
2873	US TREASURY NOTE	1.375000	1.647276	01/31/21	96.699000	50,000,000.00	49,704,071.81	48,349,500.00	-1,354,571.81	823,637.88
2884	US TREASURY NOTE	1.375000	1.679014	01/31/21	96.699000	50,000,000.00	49,669,805.47	48,349,500.00	-1,320,305.47	839,506.85
3204	US TREASURY NOTE	2.250000	2.389625	02/15/21	98.559000	75,000,000.00	74,768,797.44	73,919,250.00	-849,547.44	1,792,218.94
3205	US TREASURY NOTE	2.375000	2.395464	03/15/21	98.797000	75,000,000.00	74,964,737.75	74,097,750.00	-866,987.75	1,796,597.82
3348	BANK NOVA SCOTIA	2.450000	3.287385	03/22/21	97.787000	37,048,000.00	36,342,683.67	36,228,127.76	-114,555.91	1,217,910.49
3349	BANK NOVA SCOTIA	2.450000	3.290235	03/22/21	97.787000	6,180,000.00	6,061,950.75	6,043,236.60	-18,714.15	203,336.50
3383	UNITED PARCEL	2.050000	3.168118	04/01/21	97.239000	30,000,000.00	29,227,104.55	29,171,700.00	-55,404.55	950,435.44
3235	INTERAMER DEV BK	2.625000	2.701839	04/19/21	99.049000	100,000,000.00	99,819,343.08	99,049,000.00	-770,343.08	2,701,839.46
3243	EURO BK RECON&DV	2.750000	2.776928	04/26/21	99.256000	100,000,000.00	99,936,278.28	99,256,000.00	-680,278.28	2,776,928.30
3280	JP MORGAN CHASE CA	2.848000	2.820736	04/26/20C	100.019000	30,000,000.00	30,018,636.11	30,005,700.00	-12,936.11	846,220.82
3287	JP MORGAN CHASE CA	2.848000	2.822142	04/26/20C	100.019000	20,500,000.00	20,512,077.17	20,503,895.00	-8,182.17	578,539.11
3331	INT BK RECON & DEV	2.750562	2.832656	07/23/21	99.230000	50,000,000.00	49,893,587.76	49,615,000.00	-278,587.76	1,416,328.08
2875	MICROSOFT CORP CAL	1.550000	1.949002	08/08/21	95.787000	24,182,000.00	23,926,910.78	23,163,212.34	-763,698.44	471,307.73
3336	BANK OF MONTREAL	1.900000	3.330239	08/27/21	95.856000	20,000,000.00	19,239,652.71	19,171,200.00	-68,452.71	666,047.83
3337	BANK OF MONTREAL	1.900000	3.333070	08/27/21	95.856000	14,850,000.00	14,284,352.51	14,234,616.00	-49,736.51	494,960.92
3379	BANK OF MONTREAL	1.900000	3.277907	08/27/21	95.856000	20,000,000.00	19,264,422.72	19,171,200.00	-93,222.72	655,581.48
3380	BANK OF MONTREAL	1.900000	3.277907	08/27/21	95.856000	23,835,000.00	22,958,375.78	22,847,277.60	-111,098.18	781,289.23
3375	3M CO CALLABLE Any	3.000000	3.072054	08/14/21C	99.701000	15,000,000.00	14,970,596.71	14,955,150.00	-15,446.71	460,808.05
3439	HONEYWELL INTL CAL	1.850000	3.199142	10/01/21C	95.908000	13,500,000.00	12,983,419.00	12,947,580.00	-35,839.00	431,884.16
3203	INT BK RECON & DEV	2.000000	2.687037	01/26/22	96.698000	79,775,000.00	78,100,013.21	77,140,829.50	-959,183.71	2,143,584.00
695	FNR 2003-30 LB	5.000000	4.634180	03/25/32	102.002000	817,565.32	832,163.31	833,932.98	1,769.67	37,887.45
701	FNR 2003-33 PT	4.500000	4.255767	05/25/33	103.035000	1,269,509.50	1,285,692.61	1,308,039.11	22,346.50	54,027.37
702	FNR 2003-33 UP	4.500000	4.255767	05/25/33	100.986000	869,914.11	881,003.37	878,491.46	-2,511.91	37,021.52
703	FNR 2003-33 PU	4.500000	4.255767	05/25/33	102.986000	1,003,562.55	1,016,355.50	1,033,528.93	17,173.43	42,709.28
G R A N D T O T A L S		1.502409	2.037387	OCT 2019	98.959553	8,713,092,301.13	8,675,873,244.82	8,622,017,244.22	-53,856,000.60	177,756,045.25
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KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
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SORTING ORDER: FUND MATD

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** FIXED INCOME **

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3129	US TREASURY NOTE	1.125000	1.921489	01/31/19	99.707000	1,512,800.00	1,509,838.67	1,508,367.50	-1,471.17	29,068.29
3132	US TREASURY NOTE	2.000000	2.118302	01/31/20	99.043000	1,503,000.00	1,500,836.22	1,488,616.29	-12,219.93	31,838.07
3133	US TREASURY NOTE	2.000000	2.255317	01/15/21	98.090000	1,509,000.00	1,500,817.72	1,480,178.10	-20,639.62	34,032.74
3136	US TREASURY NOTE	1.875000	2.409700	01/31/22	96.688000	1,531,500.00	1,506,274.18	1,480,776.72	-25,497.46	36,904.55
3137	US TREASURY NOTE	1.750000	2.504973	01/31/23	95.102000	1,555,500.00	1,508,865.35	1,479,311.61	-29,553.74	38,964.86
3140	US TREASURY NOTE	2.250000	2.586560	01/31/24	96.344000	1,528,500.00	1,503,633.64	1,472,618.04	-31,015.60	39,535.57
3141	US TREASURY NOTE	2.500000	2.631538	01/31/25	96.867000	1,512,800.00	1,501,509.08	1,465,403.98	-36,105.10	39,809.90
3144	US TREASURY NOTE	2.250000	2.668897	11/15/25	94.719000	1,536,800.00	1,496,112.73	1,455,641.59	-40,471.14	41,015.61
3145	US TREASURY NOTE	2.000000	2.693823	11/15/26	92.078000	1,578,800.00	1,500,844.60	1,453,727.46	-47,117.14	42,530.08
3148	US TREASURY NOTE	2.250000	2.698834	11/15/27	92.988000	1,551,800.00	1,496,780.25	1,442,987.78	-53,792.47	41,880.51
000008921	- WTD REV 7000	1.999220	2.448541	JUL 2023	96.165718	15,320,500.00	15,025,512.44	14,727,629.07	-297,883.37	375,580.18
3130	US TREASURY NOTE	1.125000	1.921490	01/31/19	99.707000	504,200.00	503,213.02	502,722.69	-490.33	9,688.15
3131	US TREASURY NOTE	2.000000	2.118302	01/31/20	99.043000	501,000.00	500,278.72	496,205.43	-4,073.29	10,612.69
3134	US TREASURY NOTE	2.000000	2.255317	01/15/21	98.090000	503,000.00	500,272.58	493,392.70	-6,879.88	11,344.25
3394	US TREASURY NOTE	2.000000	2.854328	01/15/21	98.090000	507,000.00	497,815.79	497,316.30	-499.49	14,471.44
3135	US TREASURY NOTE	1.875000	2.409700	01/31/22	96.688000	510,500.00	502,091.40	493,592.24	-8,499.16	12,301.52
3313	US TREASURY NOTE	1.875000	2.684482	01/31/22	96.688000	510,000.00	497,297.52	493,108.80	-4,188.72	13,690.86
3138	US TREASURY NOTE	1.750000	2.504973	01/31/23	95.102000	518,500.00	502,955.13	493,103.87	-9,851.26	12,988.29
3208	US TREASURY NOTE	1.750000	2.543596	01/31/23	95.102000	517,000.00	500,688.75	491,677.34	-9,011.41	13,150.39
3139	US TREASURY NOTE	2.250000	2.586560	01/31/24	96.344000	509,500.00	501,211.22	490,872.68	-10,338.54	13,178.52
3209	US TREASURY NOTE	2.250000	2.621213	01/31/24	96.344000	508,000.00	498,869.58	489,427.52	-9,442.06	13,315.76
3142	US TREASURY NOTE	2.500000	2.631538	01/31/25	96.867000	504,200.00	500,436.85	488,403.41	-12,033.44	13,268.21
3312	US TREASURY NOTE	2.500000	2.794589	01/31/25	96.867000	503,000.00	494,592.75	487,241.01	-7,351.74	14,056.78
3143	US TREASURY NOTE	2.250000	2.668897	11/15/25	94.719000	512,200.00	498,639.34	485,150.72	-13,488.62	13,670.09
3395	US TREASURY NOTE	2.250000	3.036607	11/15/25	94.719000	522,000.00	496,180.88	494,433.18	-1,747.70	15,851.09
3146	US TREASURY NOTE	2.000000	2.693823	11/15/26	92.078000	526,200.00	500,218.14	484,514.44	-15,703.70	14,174.90
3147	US TREASURY NOTE	2.250000	2.698834	11/15/27	92.988000	517,200.00	498,862.43	480,933.94	-17,928.49	13,958.37
370018010	- CWA REV 8000	2.038132	2.563131	JUL 2023	96.216172	8,173,500.00	7,993,624.10	7,862,096.27	-131,527.83	209,721.31
G R A N D T O T A L S		2.012732	2.488333	JUL 2023	96.183239	23,494,000.00	23,019,136.54	22,589,725.34	-429,411.20	585,301.49

Victoria Recovery Status as of 10/31/2018

Original Cost	\$51,937,149
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Original Par	\$53,300,000	
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Less Accrued not distributed	\$420,537	
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Adjusted Par	\$52,879,463
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Recovered to date	\$47,122,798	89.1%
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Current Par Amount Outstanding	\$5,756,665
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Current Cost Outstanding	\$4,814,350
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Cash Receipts:

	2008	\$7,990,692.29
	2009	\$6,910,588.46
	2010	\$5,443,668.21
	2011	\$7,793,105.01
	2012	\$4,820,226.87
	2013	\$3,388,703.17
	2014	\$3,696,981.20
	2015	\$2,778,796.49
	2016	\$1,526,846.94
	2017	\$1,428,709.34
	2018	\$1,344,480.26
	Total	\$47,122,798.24

**Impaired Pool
Holdings Report
10/31/2018**

Commercial Paper Issuer	Status	Current Book Value	Estimated Fair Value	Fair Value Adjustment
Cheyne Finance (1)	Restructured - Cash Out	787,502.14	507,750.00	279,752.14
Victoria Finance (VFNC Trust) (2)	Restructured - Receiving Monthly Cash Payments	5,756,664.76	3,906,966.00	1,849,698.76
		Total	4,414,716.00	2,129,450.90

Fair Value Ratio	0.6746
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(1) After consulting with the County's financial advisor, the County choose to select the "cash out" option for the Cheyne and restructuring¹. However, the Receivers for these programs held back a portion of the cash for various indemnifications. The fair values shown on this report represent the County's potential cash recovery from the amounts being retained by the Receiver.

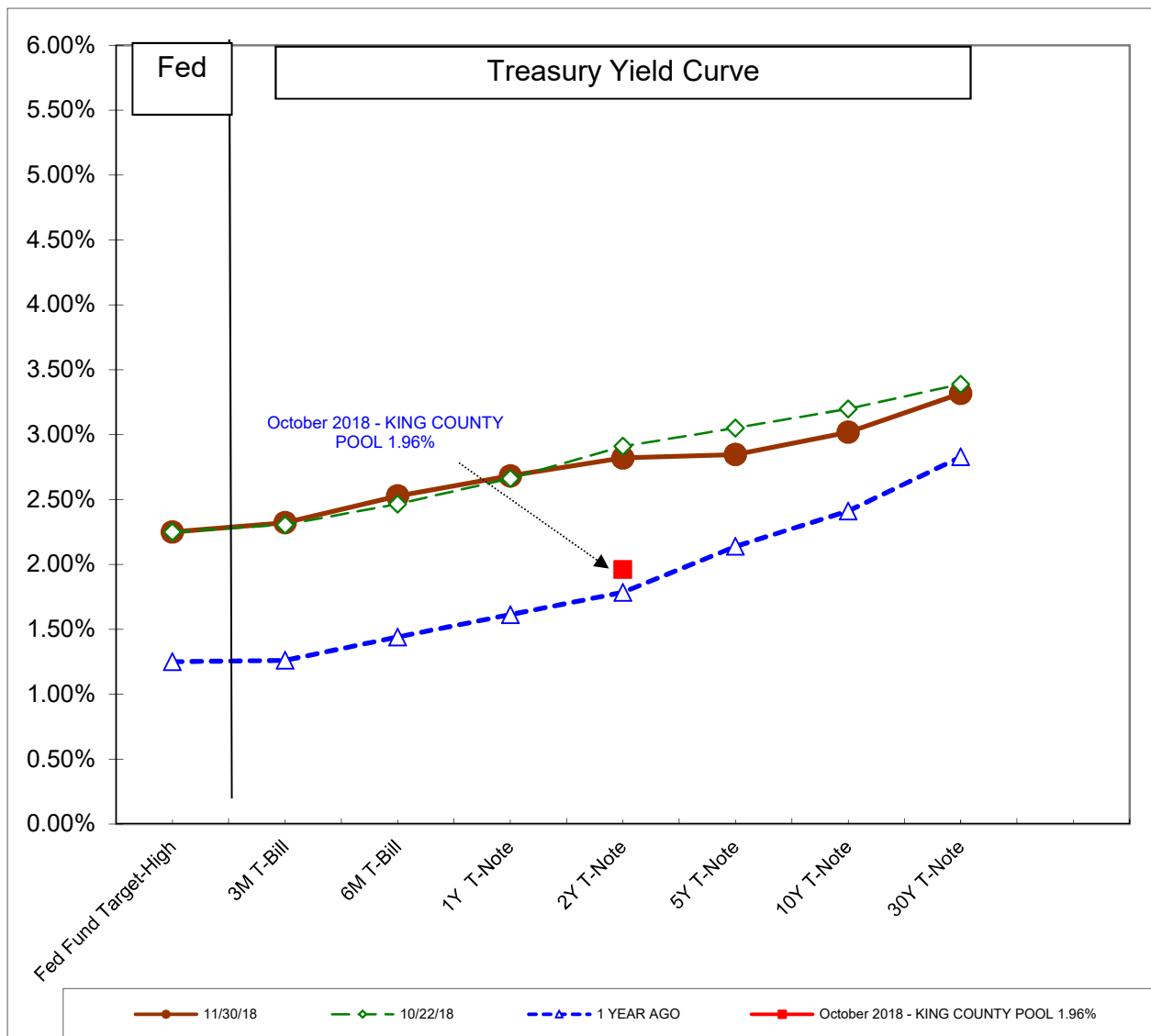
(2) During September 2009, the County completed the restructuring process for Victoria. Based on consultations with legal and financial experts, the County elected to participate in an "Exchange Offer" in which the County's pro rata share of assets in Victoria were transferred to a new company titled VFNC Trust. At the time of Victoria's restructuring the County's financial advisor estimated that by participating in the exchange offer that the overall recovery rate could be between 50 to 76 percent, and potentially higher. The VFNC Trust investment replaced Victoria in the "impaired pool" and it continues to make monthly cash distributions. It is expected that future monthly distributions will continue for at least 5 or 6 more years, or as long as the underlying securities continue to make cash payments. We do not foresee distributing any realized losses related to Victoria until it is apparent that no further cash flows will be forthcoming. Adding the cash recoveries through October and assuming that the asset could be sold at the assumed prices for the underlying securities, the current estimated total recovery would be approximately 96% of the original investment's adjusted par amount.

Combined Earnings History for Impaired and Non-Impaired Pools

	(A)	(B)	(A) + (B)
	<i>Distributed Realized Gains/Losses Resulting from Impaired Investments Purchased in 2007 ⁽³⁾</i>	<i>Total Pool Earnings Distribution</i>	<i>Net Pool Earnings Distributed</i>
YTD 2018	(\$24,385)	\$95,986,376	\$95,961,991
2017	\$0	\$75,072,195	\$75,072,195
2016	\$189,049	\$50,641,904	\$50,830,953
2015	(\$427,263)	\$33,344,087	\$32,916,824
2014	\$0	\$26,330,761	\$26,330,761
2013	\$0	\$24,331,721	\$24,331,721
2012	(\$1,204,894)	\$25,978,721	\$24,773,827
2011	\$0	\$29,270,651	\$29,270,651
2010	\$0	\$42,160,462	\$42,160,462
2009	\$0	\$71,036,470	\$71,036,470
2008	(\$73,296,907)	\$135,838,883	\$62,541,976
2007	\$0	\$199,099,971	\$199,099,971
2006	\$0	\$165,576,358	\$165,576,358

(3) Figures have not been adjusted for recoveries from legal settlements.

INTEREST RATE SUMMARY



	11/30/18	10/22/18	1 YEAR AGO
Fed Fund Target-High	2.25%	2.25%	1.25%
3M T-Bill	2.32%	2.31%	1.26%
6M T-Bill	2.53%	2.47%	1.44%
1Y T-Note	2.68%	2.66%	1.61%
2Y T-Note	2.82%	2.91%	1.78%
5Y T-Note	2.85%	3.05%	2.14%
10Y T-Note	3.02%	3.20%	2.41%
30Y T-Note	3.32%	3.39%	2.83%

King County Executive Finance Committee

Interfund Borrowing Report for EFC, (OCT-2018 period)

Below is a summary of the causes of the current deficit cash balances.

Funds listed in Black have a description of the cause of the deficit; funds listed in Blue have an EFC-approved loan in place.

Items in Green have not yet been analyzed or needs to be revisited; items in Red appear unusual in nature and should be discussed during today's meeting.

	Interest on Interfund Loans - County Tier 2 Funds Paying Interest					
	Item #	Fund No.	AVG Borrowed		Fund Name	Description
F	A1	00-000-001-0	(25,097,072.23)	CURRENT EXPENSE SUB-FUND	Timing between collection of property tax levy	
	Pooled Tier 1 Funds with Negative Cash Balances					
	Item #	Fund No.	Lowest Cash	Average Cash	Fund Name	Description
E	B1	00-000-106-0	(33,717.45)	246,495.04	VETERANS RELIEF	Timing differences.
F	B2	00-000-121-0	(4,149,134.55)	(2,332,587.61)	SHARED SERVICES FUND	Transfers pending. Invoicing in process.
APPRV'D	B3	00-000-139-6	(8,418,449.10)	(8,418,442.53)	RISK ABATEMENT/2006 FUND	Approved interfund loan in place
B	B4	00-000-156-1	(939,816.55)	(366,208.55)	KC FLD CNTRL OPR CONTRACT	Reimbursement from District has long approval process
APPRV'D	B5	00-000-331-0	(1,875,859.91)	(1,357,662.54)	LONG-TERM LEASES	Approved interfund loan in place
	B6	00-000-335-0	(1,545,612.74)	1,002,307.03	YOUTH SRVS FACILTS CONST	Timing differences--mainly property tax funded
B	B7	00-000-349-0	(24,094.14)	(11,561.10)	FMD - PARKS FACILITIES REHAB	Pending revenue transfer
B	B8	00-000-352-2	(1,975,485.05)	(1,975,161.86)	OS KC NON BND FND SUBFUND	Pending revenue transfer
A	B9	00-000-357-1	(10,306,109.68)	(8,175,135.59)	KC FLD CNTRL CAP CONTRACT	Reimbursement from District has long approval process
APPRV'D	B10	00-000-359-1	(1,017,608.78)	(24,335.93)	KC MARINE CONST	Approved interfund loan in place
	Excluded County Funds with Negative Cash Balances - Tier 2 Funds Not Paying Interest					
	Item #	Fund No.	Lowest Cash	Average Cash	Fund Name	Description
B	C1	00-000-217-1	(1,508.40)	(1,508.40)	BYRNE JAG GRANT FFY 2016	Pending grant reimbursement
F	C2	00-000-328-0	(32,326.81)	(14,946.80)	PSB GENERAL FUND TECHNOLOGY	Timing differences
B	C3	00-000-668-0	(326,013.56)	(3,402.88)	AD VALOREM TAX REFUND	Timing differences
D	C4	00-000-699-0	(33,146.99)	(2,249.43)	ASSMT DISTRIBTN / REFUND	Pending special distribution

A: Reimbursement funds - reimbursements are collected periodically from other Agencies

B: Reimbursement funds - pay expenditures first, get reimbursed later, internal to the county

C: Subfund cash transfers - different subfunds within one Agency

D: Known accounting or cash transfer error

E: Anticipated seasonality of receipts

F: Timing issue of receipts and disbursements

Interfund Loans to District & Non-County Funds
October 2018

Fund Number	Fund Name	Average Borrowed	Average Cash Balance	Total Borrowed	Comment
064153010	KENT SCH CAP PROJ FD	(\$418,663.76)	\$2,931,073.32	(\$418,663.76)	<=Now Positive
064173060	NSHORE SD#417 FD 2007	(\$0.38)	\$13.90	(\$11.40)	<=Now Positive
064173070	NSHORE SD417 CAPPROJ 2006	(\$0.65)	\$23.39	(\$19.50)	<=Now Positive
070450020	BOTHELL LIFT REV	(\$99.67)	\$8,630.53	(\$99.67)	<= Non-District Fund
070458510	BOTHELL G O BOND FUND	(\$53.97)	(\$12.40)	(\$863.55)	<= Non-District Fund
071640020	FEDERAL WAY LIFT REV	(\$5.68)	\$486.39	(\$5.68)	<= Non-District Fund
072608510	ISSAQUAH G O BOND FUND	(\$254.90)	\$64,596.90	(\$254.90)	<= Non-District Fund
073098510	KIRKLAND G O BOND FUND	(\$107.76)	\$20,898.03	(\$107.76)	<= Non-District Fund
075158510	REDMOND GO BOND FUND	(\$5.52)	(\$2.85)	(\$88.34)	<= Non-District Fund
075451190	SEATTLE EMS TAX FUND	(\$24,952.80)	\$1,791,649.10	(\$24,952.80)	<= Non-District Fund
075458510	SEATTLE GO BOND FUND	(\$13,925.75)	\$1,066,804.16	(\$13,925.75)	<= Non-District Fund
075488510	2006 SHORELINE BOND	(\$205.42)	\$64,118.43	(\$205.42)	<= Non-District Fund
075548510	CT OF SNOQUALMIE GO BD	(\$176.83)	\$10,442.54	(\$353.66)	<= Non-District Fund
075918510	TUKWILA GO BOND FUND	(\$2,455.21)	(\$1,346.40)	(\$41,738.53)	<= Non-District Fund
100118400	FD #11 LTD GO BOND	(\$300.00)	(\$116.13)	(\$3,600.00)	<=Now Positive
100390021	FIRE 39 MAINT & OPER 2	(\$68.04)	\$172.11	(\$1,837.08)	<=Correction in Process
113330530	LAKEHAVEN W&SD -PAYROLL	(\$262,548.72)	(\$14,494.40)	(\$525,097.44)	<=Now Positive
170028400	VASHON PARK LTD GO BOND	(\$0.01)	(\$0.01)	(\$0.31)	<=Correction in Process
220010010	DIRECTORS ASSOCIATION	(\$213,781.04)	\$3,586,090.05	(\$213,781.04)	<=Now Positive
Report Total:		(\$937,606.11)	\$9,529,026.66	(\$1,245,606.59)	

DEFINITIONS

Total Borrowed

Sum of all daily ending negative cash balances for a fund in a particular month.

Average Borrowed

Total borrowed by a fund divided by the number of days in a particular month that the fund had a negative ending balance.

Average Cash Balance

Sum of all ending cash balances (positive & negative) for an entire month divided by the number of days in that month.

Approved Interfund Borrowings (Automated System)

10/31/18

Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Fund Balance at Month-end	Average Amount Borrowed	Interest Paid in Current Month	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
King County	00-000-1341	DPER Abatement Sub-Fund	Clean-up construction materials at processing center on MLK Way South. Repayment from sale of property	<u>Original Loan</u> \$400,000	\$78,562	\$0	\$0	12/31/2018	Pool Rate	King County Surplus Cash	6/24/2015
King County	00-000-1396	Risk Abatement Fund	Dolan Interest settlement. Originally repayment was to be provided by issuing bonds, but after outside legal review, it was determined that taxable bonds would have to be used. It was then decided that repayment will come from semi-annual transfers from the General Fund, instead of issuing bonds.	<u>Original Loan</u> \$10,500,000 <u>Revised Amt:</u> \$10,600,000 Revised Amt: \$11,000,000	(\$8,418,245)	\$8,418,443	\$14,021	6/30/2017 8/31/2017 7/31/2022	Pool Rate	King County Surplus Cash	12/7/2016 6/28/2017 8/23/2017
King County	00-000-3310	Long Term Lease Fund	Support Phase 4 of King Street Center work space consolidation. Repayment from lease payments.	<u>Original Loan</u> \$2,000,000 Revised Amt: \$4,000,000	(\$402,393)	\$1,357,663	\$2,261	12/31/2023	Pool Rate	King County Surplus Cash	12/7/2016 2/22/2017
King County	00-000-3361	Puget Sound Emergency Radio (PSERN) Capital Fund	Support capital expenditures for the PSERN project until cash from the Levy fund becomes available.	<u>Original Loan</u> \$73,000,000	\$31,659,055	\$0	\$0	10/31/2021	Pool Rate	King County Surplus Cash	10/24/2018
King County	00-000-3591	Marine Construction Fund	Primary funding for Seattle Passenger Ferry Terminal is coming from grant that are distributed on a reimbursement basis. Expenditures will occur prior to the receipt of grants and bond proceeds.	<u>Original Loan</u> \$5,300,000	(\$1,017,609)	\$24,336	\$41	12/31/2018	Pool Rate	King County Surplus Cash	12/6/2017
King County	00-000-3781	KCIT Capital Fund	Fill gap for Mainframe and Unified Communication project not fully covered by bond proceeds.	<u>Original Loan</u> \$5,200,000	\$4,065,305	\$0	\$0	12/31/2019	Pool Rate	King County Surplus Cash	6/25/2014
King County	00-000-3855	County Road Major Maintenance Fund	Short term funding for cash flow requirements in the months leading up to the receipt of property taxes in April and October	<u>Original Loan</u> \$8,000,000	\$20,583,886	\$0	\$0	12/31/2018	Pool Rate	King County Surplus Cash	12/7/2016
King County	00-000-3865	County Road Construction Fund	Short term funding for cash flow requirements in the months leading up to the receipt of property taxes in April and October	<u>Original Loan</u> \$2,000,000	\$4,791,499	\$0	\$0	12/31/2018	Pool Rate	King County Surplus Cash	12/7/2016
King County	00-000-3951	Building Repair & Replacement Fund	Support Phase 2 of King Street Center work space consolidation. Repayment from lease payments.	Original Loan \$2,275,600 Revised Amt \$4,976,000	\$8,939,367	\$0	\$0	12/31/2020	Pool Rate	King County Surplus Cash	5/27/2015 1/27/16
King County	00-000-3951	Building Repair & Replacement Fund	Cover expenditures for the CFJC project. Repayment from a property sale and from tax revenue	Original Loan \$60,000,000	See Above	See Above	See Above	12/31/2021	Pool Rate	King County Surplus Cash	9/26/2018
King County	00-000-5531	KCIT Services Fund	Establish an escrow account for data center bond defeasance. Repayment from existing KCIT rates.	Original Loan \$8,100,000	\$13,314,416	\$0	\$0	12/31/2023	Pool Rate	King County Surplus Cash	2/24/2016
Renton Regional Fire Authority	10-063-0010	Renton Regional Fire Authority General Fund	The RRFA is a newly established entity and will incur expenses prior to initial tax and FBC collections.	Original Loan \$5,170,000	\$22,749,014	\$0	\$0	12/31/2018	Pool Rate	King County Surplus Cash	9/28/2016
Des Moines Metropolitan Park District	17-095-0010	Des Moines Metropolitan Park District General Fund	Attempted to obtain private financing, but not able to due to a technical issue. Funds needed quickly for critical pool repairs. Repayment from district revenues and levy rate increase.	Original Loan \$300,000	\$624,678	\$0	\$0	12/31/2018	Pool Rate	King County Surplus Cash	11/9/2017

Approved Interfund Borrowings (Direct Loans)

10/31/18

Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Loan Outstanding at Month-end	Fund Balance At Month-end	Interest Paid	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
NONE											