

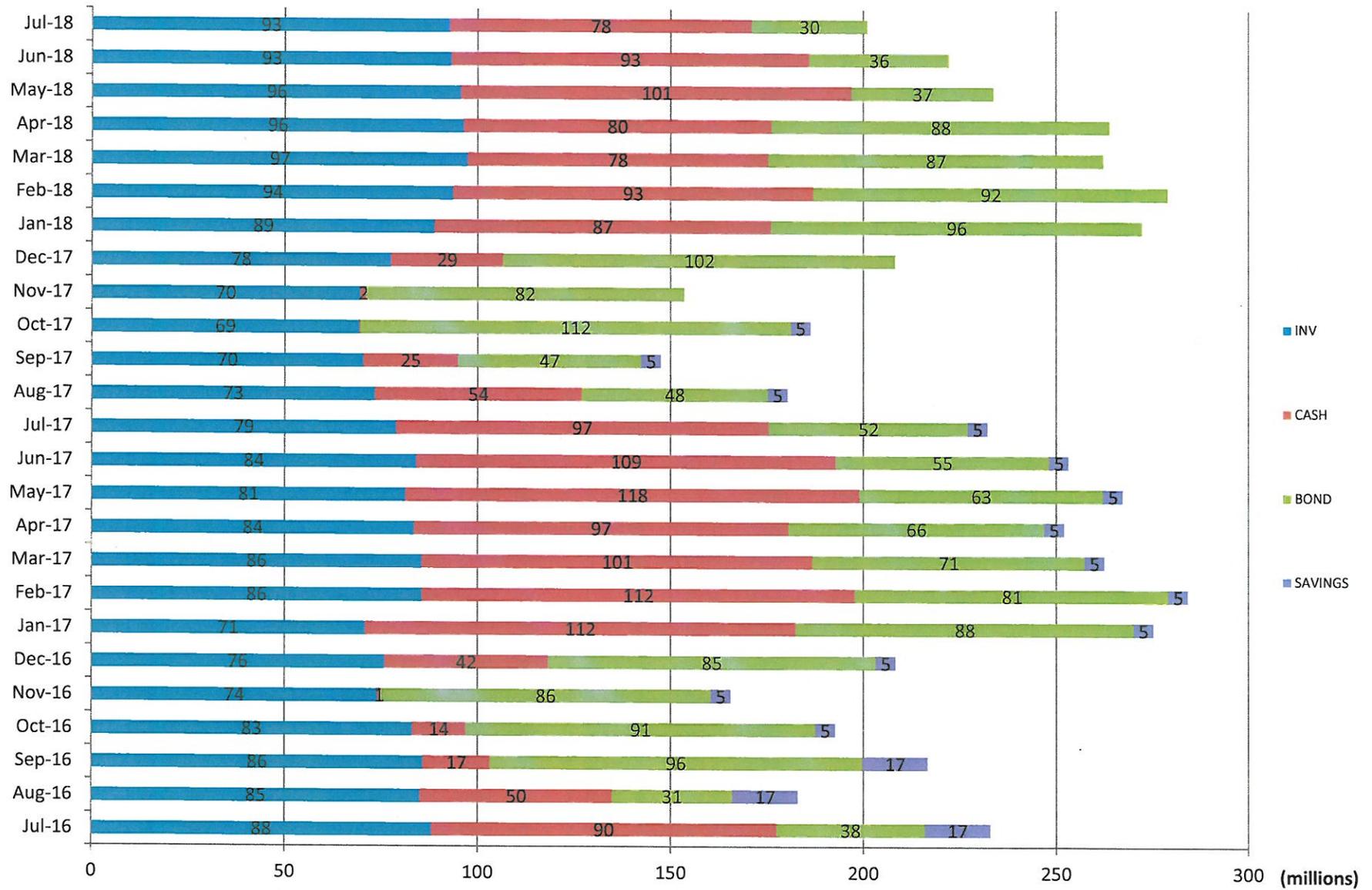
Louisville Metro Investment Council



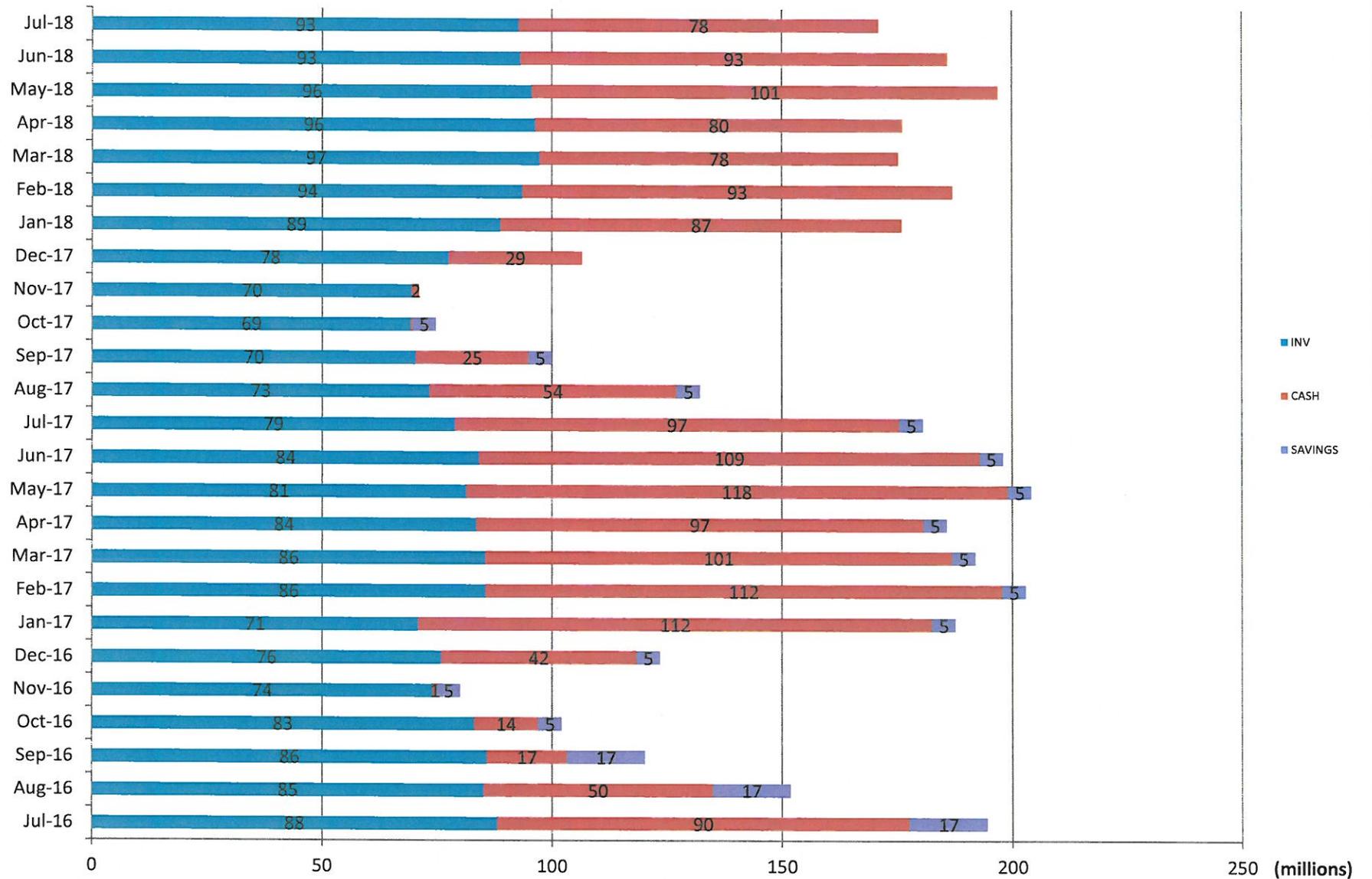
August 10, 2018

PORTFOLIO COMPOSITION

Metro Total Cash Position as of 7/31/18



Metro Cash Position (Excluding Bond Proceeds) as of 7/31/18

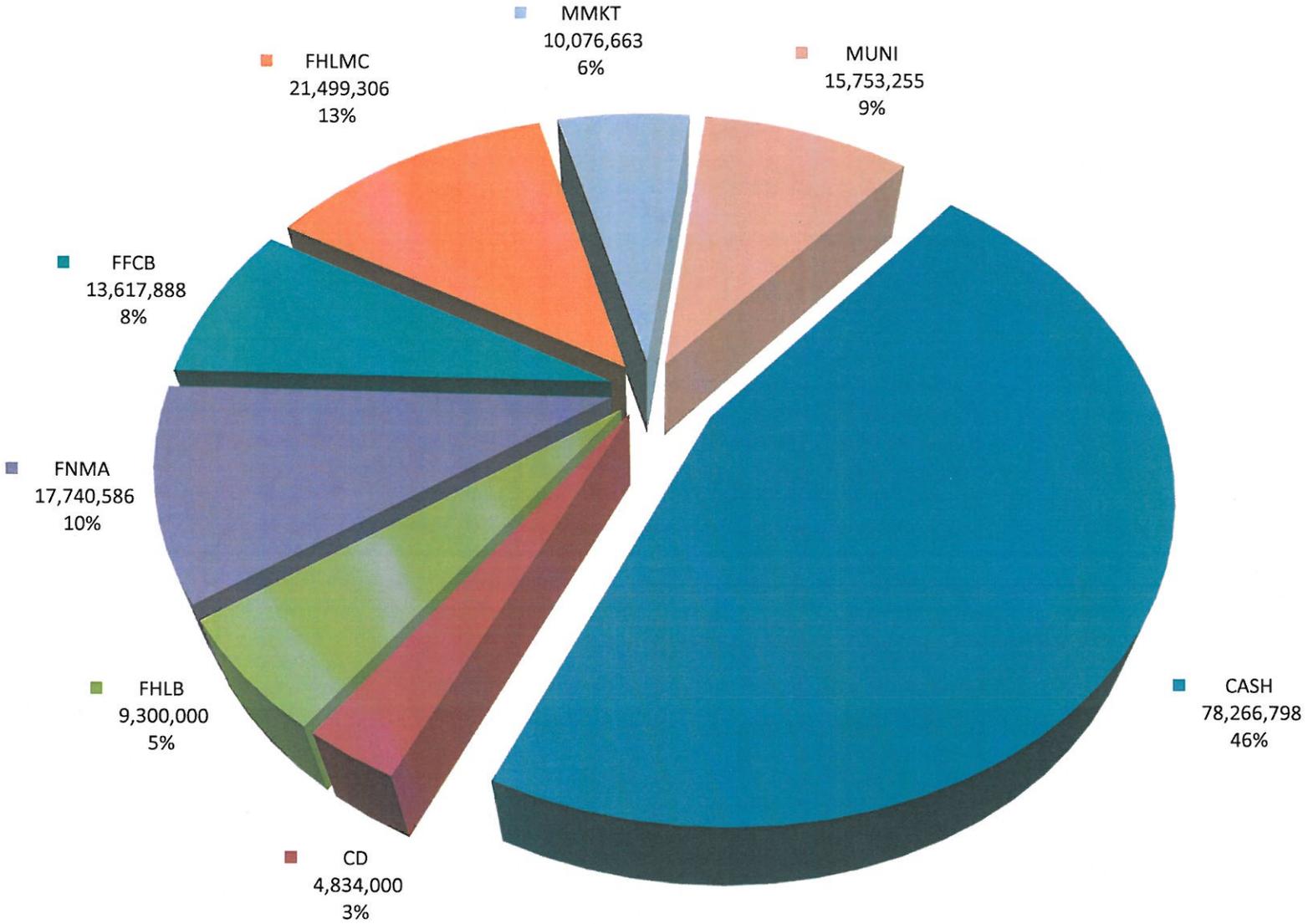


**Acc Int / Amort / Mkt Val
Lou / Jeff Cty Metro Finance
Effective Interest - Callable Life
Receipts in Period
7/31/2018**

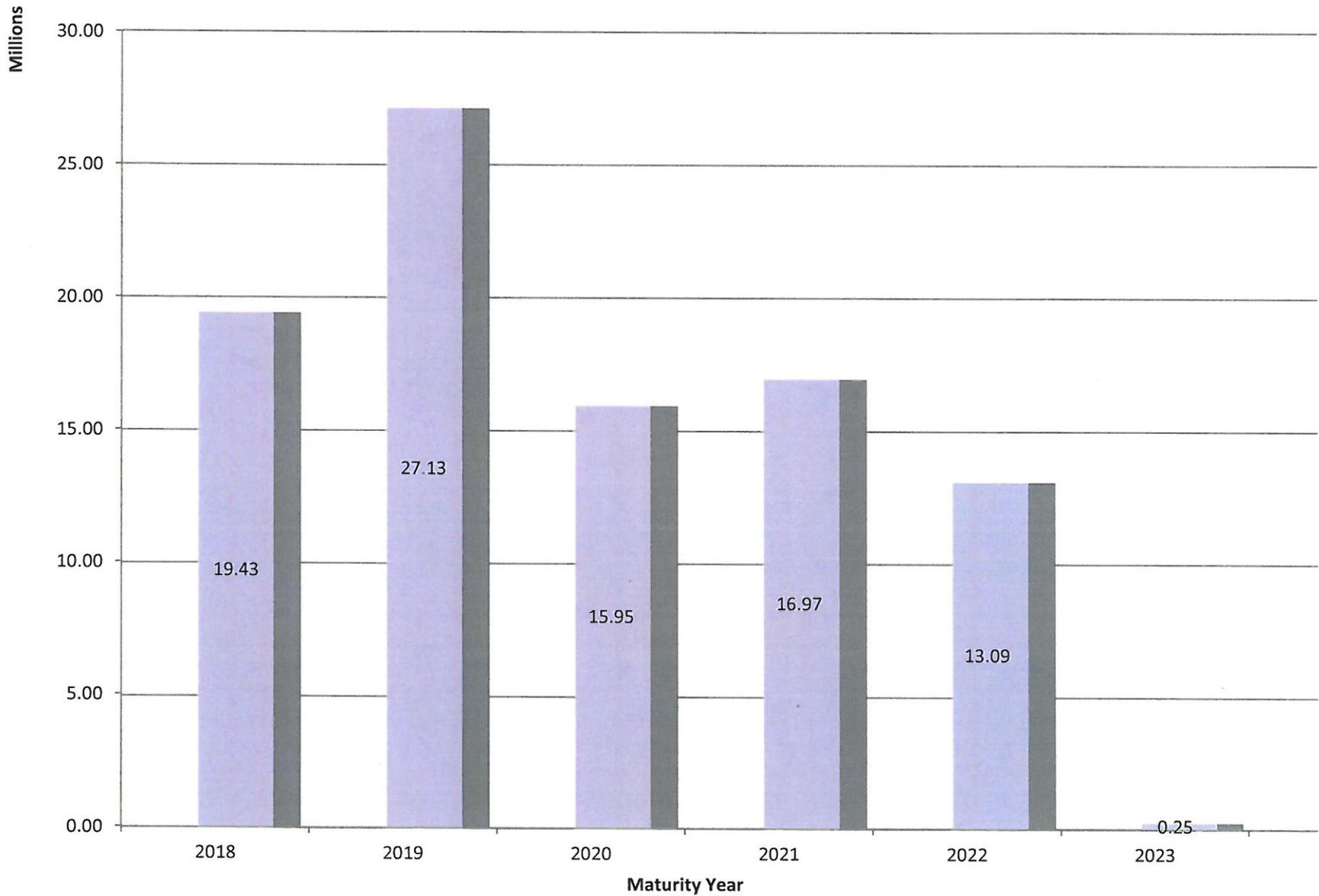
	Invest Number	CUSIP	Security Description	Call Date	Purchase Date	Ending Par Val/Shares	Ending Amor Val/Cost	Ending Market Val	Amortization Purch/Date	PTD Purch Received	Int/Div Rec Purch/Date	Int/Div Accrued Purch/Date	Purch Int + Acc Int
Cash	AR-0046	METRO CONC 53- 714868609	Cash Account	Open	09/22/08	70,119,647.05	70,119,647.05	70,119,647.05	0.00	0.00	850,241.80	22,388.69	22,388.69
	AR-0054	METRO SAFEKEEPING - 1050996303	Cash Account	Open	12/30/16	8,147,151.14	8,147,151.14	8,147,151.14	0.00	0.00	14,296.92	0.00	0.00
	Cash Total					78,266,798.19	78,266,798.19	78,266,798.19	0.00	0.00	1,240,435.45	22,388.74	22,388.74
Certificate of Deposit	18-0050	772	METRO 1.05 10/07/18	Open	10/06/17	100,000.00	100,000.00	100,000.00	0.00	0.00	785.35	67.08	67.08
	18-0051	YCB 1499	YCB 0.1499 10/23/18	Open	11/23/17	250,000.00	250,000.00	250,000.00	0.00	0.00	248.47	7.29	7.29
	18-0057	02007GAQ6	ALLY BK UTAH 2.25 01/27/20	Open	01/25/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,789.38	93.75	93.75
	18-0058	211163GW4	CONT BANK UTAH 2.10 07/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,603.42	72.92	72.92
	18-0059	55266CYB6	MB FINL BK ILL 2.35 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,913.36	65.28	65.28
	18-0060	58404DBA8	MEDALLION BK UTAH 2.40 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,975.34	66.67	66.67
	18-0061	857894WJ4	STEARNS BK MINN 2.20 01/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,727.38	61.11	61.11
	18-0062	27113PCG4	EAST BOSTON SVGS 2.30 07/30/21	Open	01/30/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,851.37	7.92	7.92
	18-0065	501798LQ3	LCA BANK CORPORATION 2.60 02/28/22	Open	02/28/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	2,718.30	2,718.30
	18-0067	856285JS1	ST BK IND NYC 3.00 03/06/23	Open	03/06/18	246,000.00	246,000.00	246,000.00	0.00	0.00	2,303.50	3,013.50	3,013.50
	18-0068	254673MW3	DISCOVER BANK 2.65 03/08/21	Open	03/07/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	2,625.71	2,625.71
	18-0070	75272LAD8	RANDOLPH SAVINGS BANK 2.60 03/09/22	Open	03/09/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	2,558.40	2,558.40
	18-0075	CD423	METRO 1.50 05/07/19	Open	05/07/19	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	2,506.85	958.33	958.33
	18-0084	CD075	METRO 1.50 06/07/19	Open	06/07/18	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	1,232.88	958.33	958.33
	Certificate of Deposit Total					4,834,000.00	4,834,000.00	4,834,000.00	0.00	0.00	21,633.80	13,274.59	13,274.59
FFCB	17-0010	3133EGNK7	FFCB 1.32 07/27/20	07/27/17	07/27/16	3,000,000.00	3,000,000.00	2,917,260.00	0.00	0.00	79,200.00	440.00	440.00
	17-0022	3133EGVJ1	FFCB 1.16 09/26/19	09/26/17	09/27/16	3,000,000.00	3,000,000.00	2,948,910.00	0.00	96.67	52,200.00	12,083.33	12,180.00
	17-0077	3133EHMG5	FFCB 1.80 03/12/21	09/12/17	06/22/17	2,000,000.00	2,000,000.00	1,946,820.00	1,400.00	5,000.00	27,000.00	13,900.00	14,900.00
	18-0052	3133EHL43	FFCB 2.15 07/26/22	01/29/18	01/23/18	1,850,000.00	1,850,000.00	1,799,143.50	20,442.50	9,778.02	29,831.25	552.43	10,164.72
	18-0053	3133EHLR9	FFCB 2.00 07/19/21	07/19/18	01/23/18	1,769,000.00	1,769,000.00	1,719,450.31	12,383.00	393.11	17,690.00	1,179.33	1,572.44
	18-0063	3133EJCG2	FFCB 2.73 02/14/22	02/14/19	02/27/18	2,000,000.00	1,998,887.55	1,988,000.00	887.55	0.00	0.00	23,356.67	25,328.34
	FFCB Total					13,619,000.00	13,617,887.55	13,319,583.81	35,113.05	15,267.80	205,921.25	51,511.76	64,585.50
FHLB	16-0071	3130A8JZ7	FHLB 1.22 12/30/19	06/30/17	06/30/16	2,900,000.00	2,900,000.00	2,841,913.00	0.00	0.00	70,760.00	3,046.61	3,046.61
	17-0034	3130A8RP0	FHLB 1.05 10/26/18	10/26/16	10/11/16	2,000,000.00	2,000,000.00	1,995,340.00	400.00	4,812.50	36,750.00	5,541.67	9,916.67
	17-0046	3130AAQV3	FHLB 1.67 04/30/20	01/30/18	02/02/17	2,400,000.00	2,400,000.00	2,357,808.00	0.00	6,828.44	60,120.00	111.33	334.00
	17-0066	3130AAQB7	FHLB 2.00 08/16/21	02/16/18	02/16/17	2,000,000.00	2,000,000.00	1,940,360.00	0.00	0.00	40,000.00	18,333.33	18,333.33
	FHLB Total					9,300,000.00	9,300,000.00	9,135,421.00	400.00	11,640.94	207,630.00	27,032.94	31,630.61
FHLMC	16-0051	3134G9JT5	FHLMC 1.35 11/26/19	08/26/16	05/26/16	1,500,000.00	1,500,000.00	1,475,235.00	525.00	0.00	40,500.00	3,656.25	3,656.25
	16-0052	3134G9KW6	FHLMC 1.35 11/26/19	08/26/16	05/26/16	2,000,000.00	2,000,000.00	1,966,920.00	2,200.00	0.00	54,000.00	4,875.00	4,875.00
	16-0053	3134G9NL7	FHLMC 1.18 05/24/19	05/24/17	05/31/16	2,000,000.00	2,000,000.00	1,980,740.00	0.00	63.37	46,806.66	4,392.22	4,392.22
	16-0059	3134G9NE3	FHLMC 1.20 06/14/19	06/14/17	06/14/16	2,000,000.00	2,000,000.00	1,979,520.00	0.00	0.00	48,000.00	3,133.33	3,133.33
	16-0066	3134G9XB8	FHLMC 1.00 12/28/18	12/28/16	06/28/16	2,000,000.00	2,000,000.00	1,990,760.00	500.00	0.00	40,000.00	1,833.33	1,833.33
	16-0068	3134G9VS3	FHLMC 1.00 12/28/18	12/28/16	06/28/16	1,000,000.00	1,000,000.00	995,380.00	0.00	0.00	20,000.00	916.67	916.67
	16-0070	3134G9WJ2	FHLMC 1.20 09/30/19	09/30/16	06/30/16	1,000,000.00	1,000,000.00	984,240.00	0.00	0.00	21,000.00	4,033.33	4,033.33
	16-0072	3134G9YA9	FHLMC 1.01 09/28/18	12/28/16	06/30/16	2,000,000.00	2,000,000.00	1,997,000.00	0.00	2,581.11	35,350.00	6,901.67	6,957.78
	17-0016	3134G9W37	FHLMC 1.45 08/10/20	11/10/16	08/10/16	1,500,000.00	1,500,000.00	1,462,470.00	0.00	0.00	32,625.00	10,331.25	10,331.25
	17-0035	3134GAPV0	FHLMC 1.03 10/12/18	01/12/17	10/12/16	2,000,000.00	2,000,000.00	1,996,220.00	0.00	0.00	30,900.00	6,237.22	6,237.22
	18-0064	3134GSDN2	FHLMC 2.70 02/15/22	02/15/19	02/27/18	2,500,000.00	2,499,306.22	2,462,450.00	556.22	0.00	0.00	28,875.00	31,125.00
	18-0072	3134GSGF6	FHLMC 2.625 09/15/21	03/15/19	03/15/18	2,000,000.00	2,000,000.00	1,979,400.00	0.00	0.00	0.00	19,833.33	19,833.33
	FHLMC Total					21,500,000.00	21,499,306.22	21,270,335.00	3,781.22	2,644.48	369,181.66	95,018.60	97,324.71
FNMA	16-0046	3135G0J95	FNMA 1.35 10/28/19	10/28/16	05/19/16	1,000,000.00	1,000,000.00	982,860.00	1,000.00	787.50	27,000.00	3,487.50	4,275.00
	16-0048	3136G3MQ5	FNMA 1.30 11/25/19	11/25/16	05/25/16	2,000,000.00	2,000,000.00	1,966,140.00	0.00	0.00	52,000.00	4,766.67	4,766.67
	16-0067	3136G3TR6	FNMA 1.05 06/28/19	06/28/17	06/28/16	2,000,000.00	2,000,000.00	1,975,540.00	0.00	0.00	42,000.00	1,925.00	1,925.00
	17-0011	3136G3L37	FNMA 1.125 10/28/19	07/28/17	07/28/16	2,000,000.00	2,000,000.00	1,964,140.00	0.00	0.00	45,000.00	187.50	187.50
	17-0025	3136G34K8	FNMA 1.125 09/09/19	03/09/17	09/28/16	2,500,000.00	2,500,000.00	2,463,100.00	1,250.00	1,484.38	42,187.50	11,093.75	12,578.13
	18-0054	3134G95P8	FNMA STEP 1.625 08/25/21	02/25/18	01/26/18	2,000,000.00	2,000,000.00	1,954,520.00	15,000.00	13,631.94	16,250.00	15,166.67	28,527.78
	18-0055	3136G3ZP3	FNMA STEP 1.50 07/28/21	04/28/18	01/23/18	2,000,000.00	2,000,000.00	1,972,620.00	2,000.00	14,583.33	30,000.00	3,333.33	14,916.66
	17-0048	3136G4KD4	FNMA 1.75 06/29/20	06/29/17	02/03/17	2,000,000.00	2,000,000.00	1,965,340.00	0.00	3,305.56	52,500.00	3,111.11	6,416.67
	18-0056	3136G4QE6	FNMA 2.20 10/26/22	10/26/18	01/23/18	2,250,000.00	2,240,585.83	2,178,697.50	20,729.30	11,962.50	24,750.00	13,062.50	25,025.00
	FNMA Total					17,750,000.00	17,740,585.83	17,422,957.50	39,979.30	45,755.21	331,687.50	53,134.03	98,618.41
Money Market	AR-0001	MMKT FED - 5000638	Money Market	Open	07/01/99	160.16	160.16	160.16	0.00	0.00	1,652,554.50	0.00	0.00

	AR-0058	JPMORGAN MMKT - 00005017334	Money Market	Open	12/19/17	2,015,086.39	2,015,086.39	2,015,086.39	0.00	0.00	15,086.38	0.00	0.00
	AR-0059	GOLDMAN SACHS MMKT - 0188506760	Money Market	Open	12/19/17	3,023,278.50	3,023,278.50	3,023,278.50	0.00	0.00	23,278.49	0.00	0.00
	AR-0060	FEDERATED MMKT - 06090498885	Money Market	Open	12/19/17	2,015,074.46	2,015,074.46	2,015,074.46	0.00	0.00	15,074.46	0.00	0.00
	AR-0061	DREYFUS MMKT - 0616753258	Money Market	Open	12/19/17	3,023,063.57	3,023,063.57	3,023,063.57	0.00	0.00	23,063.57	0.00	0.00
	Money Market Total					10,076,663.08	10,076,663.08	10,076,663.08	0.00	0.00	1,729,088.01	0.00	0.00
Municipal Bond	15-0045	613357AF9	MONTG CO 2.44 11/01/19	Open	06/25/15	500,000.00	503,913.97	498,980.00	-9,336.03	1,830.00	36,600.00	3,050.00	4,880.00
	16-0065	64971WF39	NYC TRAN FIN AUTH-SUB 1.69 02/01/21	Open	06/23/16	1,350,000.00	1,354,613.80	1,307,529.00	-3,742.70	4,999.58	40,559.99	11,407.50	15,336.75
	17-0004	047681NZ0	ATLANTA ETC REC 2.41 12/01/19	Open	07/22/16	720,000.00	730,048.33	714,484.80	-14,921.27	2,440.96	34,643.17	2,892.00	5,350.20
	17-0012	555542LS6	MACON-BIBB CNTY GA 3.00 12/01/20	Open	08/01/16	425,000.00	440,057.46	423,852.50	-12,508.04	2,104.72	25,439.17	2,125.00	4,250.00
	17-0027	64990E4G9	NY DORM AUTH C-TXBL 1.10 02/15/20	Open	09/30/16	1,000,000.00	1,000,000.00	973,930.00	0.00	1,138.20	15,552.78	5,072.22	5,500.00
	17-0028	64990EEL7	NYS DORM AUTH C-TXBL 2.12 03/15/21	Open	09/30/16	2,000,000.00	2,029,167.85	1,954,180.00	-19,732.15	1,766.67	63,600.00	16,017.78	17,784.45
	17-0029	64971WN97	NY TRANSITION TXBL 1.35 08/01/20	Open	09/30/16	2,625,000.00	2,635,350.56	2,548,192.50	-9,284.44	4,162.27	48,135.94	17,718.75	18,506.25
	17-0032	597137GZ5	MIDDLETOWN OH 2.053 12/01/20	Open	10/07/16	400,000.00	405,512.47	391,612.00	-4,163.53	2,831.62	16,363.17	1,368.67	4,060.38
	17-0051	696624AV7	CA PDTDEV 2.75 10/01/22	Open	02/06/17	1,000,000.00	998,045.02	976,400.00	665.02	3,235.92	32,159.72	9,166.67	9,625.00
	17-0059	485429Y32	KANSAS ST DEV AUTH 2.608 04/15/20	Open	02/08/17	775,000.00	784,160.99	771,613.25	-7,710.76	6,344.32	30,318.00	5,951.31	12,295.63
	17-0075	041042ZV7	ARKANSAS ST 2.875 06/01/21	Open	06/09/17	800,000.00	823,026.96	797,736.00	-8,973.04	511.11	23,000.00	3,833.33	4,344.44
	17-0076	64966HYC8	NEW YORK GO 4.774 03/01/20	Open	06/27/17	1,000,000.00	1,044,607.92	1,029,360.00	-30,052.08	15,382.89	47,740.00	19,891.67	35,274.56
	18-0071	64966MWH8	NYC GO 2.80 03/01/22	Open	03/13/18	2,500,000.00	2,509,973.74	2,467,475.00	-1,001.26	0.00	0.00	28,750.00	28,750.00
	18-0090	914713H21	NORTH CAROLINA 2.285 12/01/20	Open	06/13/18	500,000.00	494,775.59	492,110.00	290.59	0.00	0.00	1,523.33	1,904.16
	Municipal Bond Total					15,595,000.00	15,753,254.66	15,347,455.05	-120,469.69	46,748.26	414,111.94	128,768.23	167,861.82
	Investment Total					170,941,461.27	171,088,495.53	169,673,213.63	-41,196.12	122,056.69	4,519,689.61	391,128.89	495,684.38

Total Portfolio Asset Allocation as of 7/31/2018

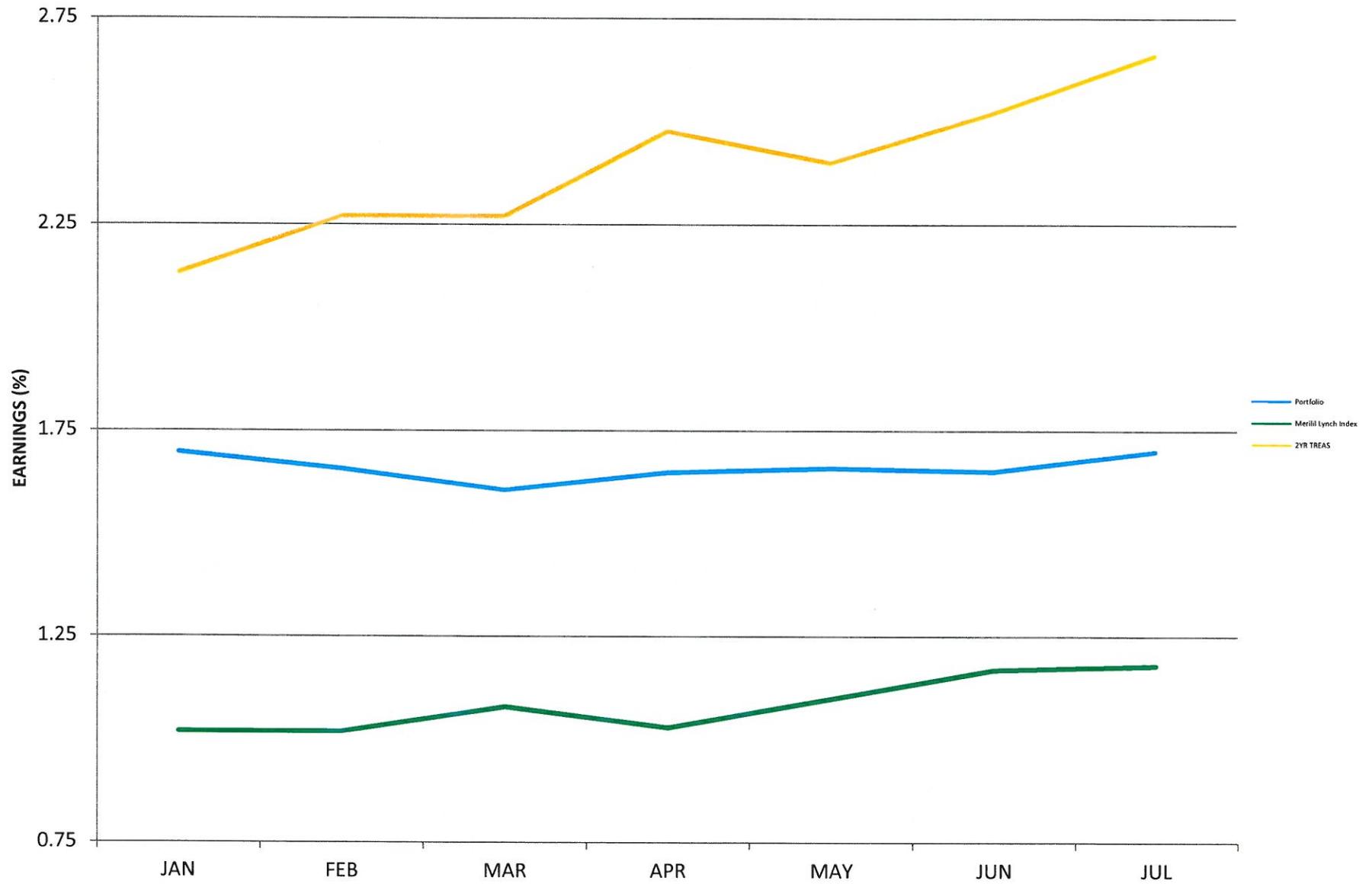


Investment Portfolio by Maturity as of 7/31/18



PORTFOLIO PERFORMANCE

Portfolio Performance as of 7/31/18



DATA ANALYSIS

Metro Cash Position

Metro's cash position continues to decrease which is to be expected. Despite the decreasing levels, our cash position remains solid. We'll continue to monitor cash levels closely as debt service payments will be made reducing tax revenues we are set to receive in the coming months.

Asset Allocation

There was the maturity of a Treasury in the amount of \$390,000. There was no other activity to report.

There was a slight increase in allocation across the board for all securities but this is due to the decrease in cash levels, not investment activity.

Maturity Distribution

The 2018 sector fell slightly due to the aforementioned maturity. There are no other changes to the maturity distribution.

Portfolio Performance

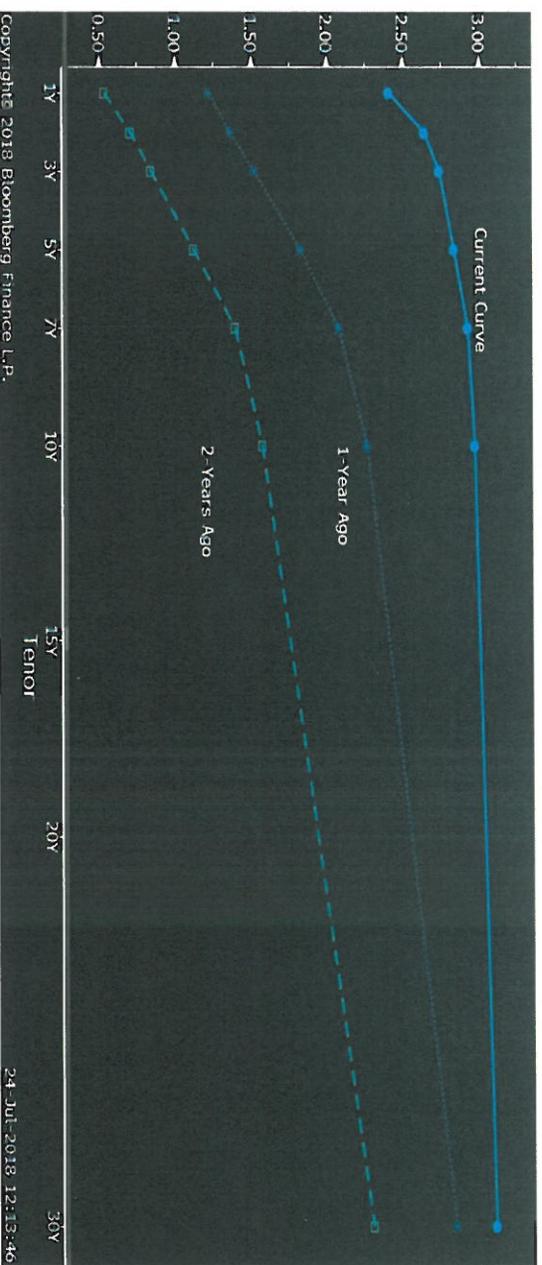
Portfolio performance continues to lag behind the 2yr Treasury rate. With limited funds available to capitalize on the increasing rates, it will be difficult to change this. We will continue to evaluate cash balances for investment opportunities to help increase return while maintaining preservation of principal.

ECONOMIC UPDATE

ECONOMIC UPDATE

Recently, the yield curve has been a hot topic of discussion and that doesn't seem to be slowing down. Financial markets are becoming increasingly concerned about the potential inversion of the yield curve and what it may foretell for the US economy. Historically, yield curve inversion has been a strong signal that an economic recession could be following with the next 14-24 months. For perspective, the last seven US recessions were preceded by a yield curve inversion.

The chart below shows the current shape of the yield curve compared to the curve from July 2017 and July 2016. You'll notice how the short term yields are significantly higher than in past years and how flat the curve has become.



Since delaying rate hikes until December 2016, the Fed has become much more aggressive in tightening monetary policy. The Fed Funds Rate has been raised six times since that time making front end yields much more attractive. For example, the 2-Year now offers 89% of the 10-Year yield with only 22% of the interest rate risk.

Those numbers prove why investors are putting their money in front end yields, and it only appears to get worse. June projections indicate 2 more rate hikes in 2018, plus another 3 in 2019, and 1 in 2020. That's another 150 bps pushing the Fed Funds Rate up to 3.25-3.50% by the end of 2020. Currently, the market is only pricing in 3 more rate hikes by the end of 2019.

So who is right? The Fed believes this time is different and most members believe that continued tightening is justified despite the shape of the yield curve. They attribute the flattening of the curve to special factors such as quantitative easing and their previous policies that were aimed at keeping long-term rates low. Furthermore, relatively low inflation has kept premiums low which support the long-end and added flattening pressure to the yield curve. Despite these arguments, it doesn't appear that the

Fed could implement the projected hikes without causing the curve to invert bringing credence to the adage that "expansions don't die of old age but are murdered by the Fed."

This has been an issue that's been developing over the past 18 months so it's nothing new. Investors are becoming increasingly worried though as the spread continues to tighten and Federal Reserve Chairman Powell has not expressed any concern about the current shape of the curve. Powell believes the US economy is very strong and plans on increasing the Fed Funds Rate along his prescribed path. If that's true, it appears that a yield curve inversion is inevitable.

Total Portfolio Shock Table
Lou / Jeff Cty Metro Finance
 Effective Interest - Actual Life
 Receipts in Period
 7/31/2018

<i>Data Category</i>	<i>Down 300</i>	<i>Down 200</i>	<i>Down 100</i>	<i>Current</i>	<i>Up 100</i>	<i>Up 200</i>	<i>Up 300</i>
Current Par	92,674,663.08	92,674,663.08	92,674,663.08	92,674,663.08	92,674,663.08	92,674,663.08	92,674,663.08
Amor. Cost	92,756,692.19	92,756,692.19	92,756,692.19	92,756,692.19	92,756,692.19	92,756,692.19	92,756,692.19
Market Value	91,158,621.44	91,241,219.44	91,323,817.44	91,406,415.44	91,489,013.44	91,571,611.44	91,654,209.44
% Change	-0.27 (0.09)	-0.18 (0.09)	-0.09 (0.09)	0.00 (0.09)	0.09 (0.09)	0.18 (0.09)	0.27 (0.09)
Market Price	98.36	98.45	98.54	98.63	98.72	98.81	98.9
Market Yield	2.6395	2.5536	2.4679	2.3822	2.2968	2.2114	2.1262
Gain / Loss	-1,598,070.75	-1,515,472.75	-1,432,874.75	-1,350,276.75	-1,267,678.75	-1,185,080.75	-1,102,482.75

The table above represents the interest rate risk of the investment portfolio of individual fixed incomes securities. By adjusting current market rates and by using the matrix pricing technique, the portfolio was subjected to an immediate interest rate shock of plus or minus 300 basis points. The results in weighted average total is presented above which details the projected market value, market price, total unrealized gain (loss) and percentage market value change from the current interest rate environment.