

WESTCHESTER IDA INVESTMENT REPORT

SUMMARY:

The Westchester IDA has generated \$209,002.32 of interest income for the period January through December 31, 2008. The IDA's Investment account, which was composed of Certificate of Deposits, received \$178,242.43 of interest income and the interest bearing operating account generated \$30,759.89 of interest income. The attached schedule details earnings by month.

Average interest rates have decreased from the prior year due to the Federal Reserve's significant reduction in interest rates during 2008. The average interest rate for 2007 was 4.6% versus 2008 of 2.31%.

The 2008 actual interest income is \$209,002.32 versus the 2008 budget of \$200,000. The primary reason for the actual interest being higher than the budget is due to the May 20, 2008 receipt of \$2,381 for the recapture of sales tax relating to LC Main, LLC. The IDA earned interest income of approximate \$28,000 on this sales tax recapture in 2008.

The IDA currently has its operating account with KeyBank which has all the IDA's funds at year end.

Collateral on the operating account is currently at a market value of \$10,014,783.86 or 102.5% of the IDA's operating cash account assets of \$9,768,881.48.

Investment Guidelines per IDA's investment policy :

The primary objectives of the Agency's investment activities are, in order of priority:

- (i) To conform with all applicable federal, state and other legal requirements;
- (ii) To safeguard principal;
- (iii) To provide sufficient liquidity to meet all operating requirements;
and;
- (iv) To obtain a reasonable rate of return.

Safety

Keybank is one of three banks and trust companies authorized by the Board of Directors of the County of Westchester IDA as a designated depository.

As of December 31, 2008, the IDA collateralized 102.5% of its liquid assets.

Liquidity

The IDA continues to have sufficient liquidity to pay its foreseeable expenses and liabilities.

Return

The IDA has exceeded its overall investment income budget for 2008.

**COUNTY OF WESTCHESTER
INDUSTRIAL DEVELOPMENT AGENCY**

Investment Report

Period January 1 through December 31, 2008

WESTCHESTER IDA

INVESTMENT ACTIVITY REPORT FOR JANUARY THROUGH DECEMBER 2008

dck 2/3/08

INVESTMENT ACCOUNT:

Issue Date	Maturity Date	Number of Days	Interest Rate	Investment Amount	Interest Amount	
11/19/2007	1/14/2008	56	4.56%	5,850,000	41,496.00	
1/14/2008	2/19/2008	36	3.95%	5,850,000	23,107.50	
2/19/2008	3/26/2008	36	2.92%	5,850,000	17,082.00	
3/26/2008	5/27/2008	62	2.51%	5,850,000	25,288.25	
5/27/2008	7/28/2008	62	2.33%	5,850,000	23,474.75	
7/28/2008	9/29/2008	63	2.33%	5,850,000	23,853.37	
		<u>315</u>		<u>5,850,000</u>	<u>154,301.87</u>	average annual rate= 3.0647%
5/20/2008	6/20/2008	31	2.31%	2,381,660	4,737.51	
6/20/2008	7/21/2008	31	2.26%	2,386,397	4,644.19	
7/21/2008	8/21/2008	31	2.26%	2,391,042	4,653.23	
8/21/2008	9/22/2008	32	2.07%	2,395,695	4,408.07	
9/22/2008	10/23/2008	31	2.66%	2,405,600	5,497.56	
		<u>156</u>		<u>2,392,079</u>	<u>23,940.56</u>	average annual rate= 2.3481%

OPERATING ACCOUNT:

Month	Number of Days	Average Rate	Average Balance	Interest Amount	
January-08	31	1.00%	1,086,699	922.95	
February-08	29	1.00%	1,273,561	1,011.87	
March-08	31	1.00%	1,293,395	1,098.50	
April-08	30	1.00%	1,041,649	856.15	
May-08	31	1.00%	1,439,666	1,222.73	
June-08	30	1.00%	1,139,737	936.77	
July-08	31	1.00%	1,213,413	1,030.57	
August-08	31	1.00%	1,331,414	1,130.79	
September-08	30	1.00%	1,761,624	1,447.91	
October-08	31	1.00%	8,162,736	6,802.28	
November-08	30	1.00%	9,600,048	8,000.04	
December-08	31	0.76%	9,946,311	6,299.33	
	<u>366</u>		<u>3,274,188</u>	<u>30,759.89</u>	average annual rate= .9395%

TOTAL INTEREST INCOME RECEIVED 1/1-12/31/2008	209,002.32	average annual rate= 2.3116%
FULL YEAR 2008 BUDGETED INTEREST INCOME	200,000.00	total Budgeted average annual rate= 3.01%
INCREASE OVER BUDGET	<u>9,002.32</u>	

Charge by the Westchester County Finance department for Investment Activity is \$1,000.