

ADDENDUM 1

Blue Grass Airport Investment RFP Questions

- 1.) Are mortgage-backed securities limited to GNMA's or are FNMA and FHLMC MBS allowed.
Response: Please see attached Investment Policy.

- 2.) Please confirm the address of the Pre-Proposal Conference being held on Tuesday, March 14th?
Response: Pre-Proposal Meeting will be held Tuesday, March 14th at 2:30 pm in the Board Room at Blue Grass Airport.

- 3.) Does the investment manager have to also be the custodian of assets?
Response: The investment manager will NOT be required to be the custodian of the assets. In the RFP, we do ask that each proposer list out the entirety of the management fees (which would include the custodial fee).

- 4.) Could you forward a copy of the RFP packet (the current IPS and the annual report) at your convenience?
Response: Attached are all items included in the RFP packet (RFP Document, current Investment Policy, & most recent Audit Report).

- 5.) It would also be helpful to understand the current investment structure, as it will allow us to better articulate a transition strategy based on the current holdings.
Response: Will not be provided but will discuss at Pre-Proposal Meeting.