



**WYOMING STATE TREASURER'S  
INVESTMENT REPORT**

**Fiscal Year 2009**  
(July 1, 2008 – June 30, 2009)

**October 2009**



**WYOMING STATE TREASURER'S  
INVESTMENT REPORT**

**Fiscal Year 2009  
(July 1, 2008 – June 30, 2009)**

**TABLE OF CONTENTS**

Introduction: State Treasurer Joe Meyer

Investment Portfolio: FY 09 Highlights ..... 1

Investment Portfolio Fund Balances ..... 2

Portfolio Ranking Among Peers ..... 4

Permanent Wyoming Mineral Trust Fund Returns ..... 7

Investment Portfolio Asset Allocation ..... 9

Investment Portfolio Manager Funding ..... 11

Asset Allocation By Fund ..... 13

Investment Performance by Fund and Manager ..... 18

Investment Income by Fund ..... 21

Permanent Wyoming Mineral Trust Fund FY 05 – FY 09 Data ..... 22

Permanent Wyoming Mineral Trust Fund Revenue to Corpus ..... 23

Common School Permanent Land Fund FY 05 - FY 09 Data ..... 24

Permanent Land Fund Revenue to Corpus ..... 25

Investment Income Spending Policies ..... 28

School Foundation Program Interfund Borrowing ..... 32

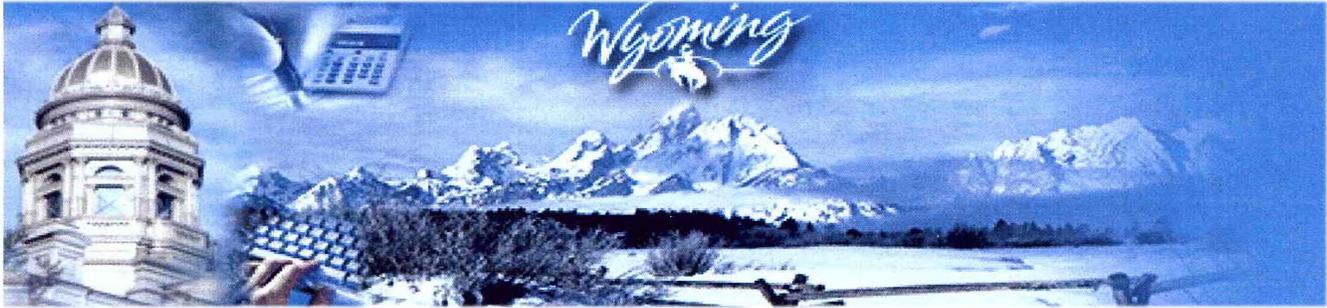
WYO-STAR (Local Government Investment Pool) ..... 34

Wyoming Investments ..... 36

Investable Funds & Income History ..... 38

State Treasurer's Office Organizational Chart ..... 39





**WYOMING STATE TREASURER'S  
INVESTMENT REPORT  
Fiscal Year 2009  
(July 1, 2008 – June 30, 2009)**



The State Treasurer is statutorily mandated to present an annual report to include permanent fund investments, income from those investments, gains and losses for each fund and the extent to which state investment policies have been implemented and performance goals achieved.

I am proud to say the State portfolio has weathered an investment storm — the likes of which we have not seen since the Great Depression — and as you will see in this report, we have come out among the best performing of our peers.

Good investing strategy is part science and part carrying out fiduciary duties. The asset allocation model first adopted by the State Loan and Investment Board in 1999, and annually updated and funded, is primarily investment science representing modern portfolio investment theory. The day-to-day monitoring and oversight of Wyoming's investments, along with trustee due diligence, is the carrying out of fiduciary duty on behalf of the citizens of Wyoming, which cannot be delegated. And as I noted in November with the financial crisis unfolding, the Office of State Treasurer follows the adage of Winston Churchill: "However beautiful the strategy, one should occasionally look at the results."

One of the primary goals of this office has been to provide more transparency on the financial operations of the state treasury. I encourage you to visit our website <http://treasurer.state.wy.us> for additional information, such as an overview of Wyoming investment strategies, the state investment policy, monthly and quarterly investment performance reports, and up to date portfolio status.

The information contained in this report on state investments and daily tracking of state revenues and expenditures have been compiled and accomplished by the very skilled and hard working persons of the Office of State Treasurer. I am in their debt.

Joe Meyer  
Wyoming State Treasurer



# WYOMING STATE INVESTMENT PORTFOLIO

## Fiscal Year 2009

### PORTFOLIO OVERVIEW

The State Treasurer manages all non-pension funds of the state. As stated in the Master Investment Policy and Sub-Policies approved by the State Loan and Investment Board, the Treasurer invests the state portfolio "in a manner that strives for maximum safety, provides adequate liquidity to meet all operating requirements, and achieves the highest possible investment return consistent with the primary objectives of safety and liquidity."

The State's portfolio is in a diversified asset allocation. Modern portfolio theory, creating a diversified portfolio of asset classes, allows the investor to achieve a high rate of return while minimizing the volatility of the portfolio. Simply put, the State's portfolio diversification protects the corpus of the funds and allows maximum returns within acceptable risk.

The State portfolio consists of nine investment pools in seven fund types. Seven pools — the Permanent Wyoming Mineral Trust Fund, the Permanent Land Funds, the Hathaway Scholarship Endowment Fund, the Excellence in Higher Education Endowment Fund and the Workers Compensation Fund — may hold equities, fixed income and cash. The State Agency Pool and the Tobacco Settlement Fund can only hold fixed income and cash.

	<b>FY 08</b>		<b>FY 09</b>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Permanent Mineral Trust Fund	\$3,896.6	\$4,135.4	\$4,262.2	\$3,893.8
Permanent Land Funds				
- Common School Perm Land Fund	1,677.7	1,766.1	1,794.5	1,622.5
- University Permanent Land Fund	16.1	17.0	15.9	14.8
- Remaining Permanent Land Funds	86.0	91.0	95.6	86.7
Hathaway Scholarship Fund	419.3	418.0	455.6	431.1
Higher Ed Endowment Fund	105.0	104.8	102.5	96.1
Workers Compensation Fund	1,019.1	988.3	1,135.3	1,079.8
Tobacco Settlement Fund	59.0	57.0	59.0	57.0
State Agency Pool	<u>3,603.6</u>	<u>3,593.6</u>	<u>3,635.9</u>	<u>3,627.5</u>
Total	\$10,882.4	\$11,171.1	\$11,556.5	\$10,909.4

As shown above, the Treasurer's investment portfolio grew from \$10.9 billion on a cost basis on June 30, 2008, to \$11.6 billion on June 30, 2009. The portfolio's market value declined from \$11.2 billion on June 30, 2008, to \$10.9 billion on June 30, 2009.

Total investment income reached an all-time high in FY 08 of \$723.4 million. FY 09 investment income was \$411.3 million.

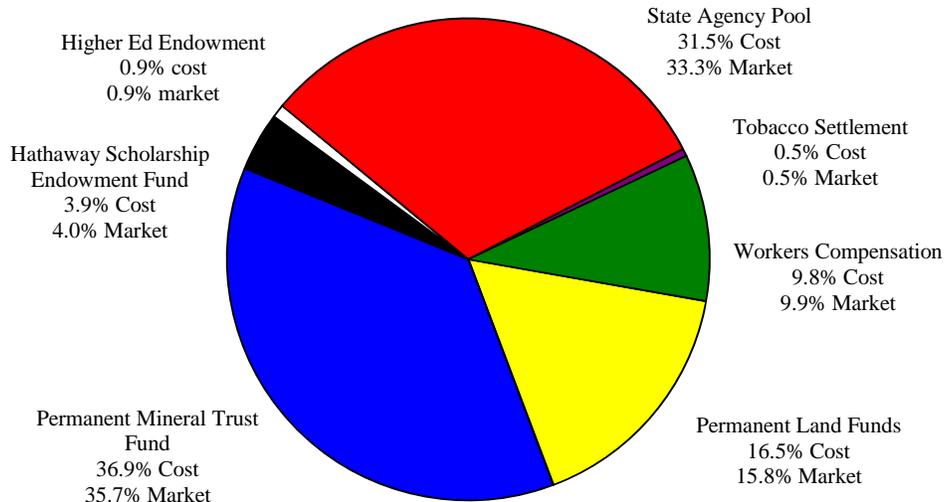
In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. The policy also provides that capital losses from FY 09 will be made good from future capital gains and not ordinary income.

# WYOMING STATE INVESTMENT PORTFOLIO

**June 30, 2009**

The State Treasurer's Office manages \$11.6 billion in non-pension investable funds across seven fund types. Five funds, the Permanent Wyoming Mineral Trust Fund, the Permanent Land Funds, the Hathaway Scholarship Endowment Fund, the Excellence in Higher Education Endowment Fund and the Worker's Compensation Fund may hold equities under current law. The other funds cannot: the State Agency Pool and the Tobacco Settlement Fund.

	<u>Cost Basis</u>	<u>Market Value</u>
<b>Permanent Wyoming Mineral Trust Fund</b>	<b>\$4,262,215,811</b>	<b>\$3,893,843,313</b>
<i>Funded with constitutional and statutory mineral severance tax revenues, and occasional direct legislative appropriations. Income from the PWMTF goes to the state general fund. Up to 55 percent of the PWMTF may be invested in equities.</i>		
<b>Permanent Land Funds</b>	<b>1,906,030,164</b>	<b>1,723,970,364</b>
<i>Funded with royalties, leases, fees and permits, and other revenue generated from state lands. Investment income from these funds go to state public institutions. The Common School Permanent Land Fund is the largest of the land funds: \$1.795 billion book/cost, \$1.622 billion market; its investment income helps to fund Wyoming's K-12 schools. Up to 55 percent of the Permanent Land Funds may be invested in equities.</i>		
<b>Hathaway Scholarship Endowment Fund</b>	<b>455,621,941</b>	<b>431,076,939</b>
<i>Funded with federal mineral royalties. Investment income is used to pay higher education tuition for qualifying Wyoming high school graduates at the University of Wyoming and Wyoming's community colleges. Up to 55 percent of the Hathaway Scholarship Fund may be invested in equities.</i>		
<b>Excellence in Higher Education Endowment Fund</b>	<b>102,451,644</b>	<b>96,094,847</b>
<i>Funded with federal mineral royalties. Investment income is used to pay for recruitment and retention of faculty, to establish endowed faculty positions and to support the work of endowed faculty at the University of Wyoming and Wyoming's community colleges. Up to 55 percent of the Higher Ed. Endowment Fund may be invested in equities.</i>		
<b>Workers Compensation Fund</b>	<b>1,135,301,050</b>	<b>1,079,844,259</b>
<i>Funded with employer premiums. Investment income is used to assist in the payment of Workers Compensation costs including administrative and indemnity costs, and vendor payments. Up to 45 percent of the Workers Compensation Fund may be invested in equities.</i>		
<b>Tobacco Settlement Fund</b>	<b>58,960,172</b>	<b>57,008,708</b>
<i>Funded with settlement proceeds received by Wyoming under the 1998 Master Settlement Agreement between states and tobacco companies. Income from the fund goes to health improvement programs.</i>		
<b>State Agency Pool</b>	<b><u>3,635,882,919</u></b>	<b><u>3,627,516,921</u></b>
<i>Monies from all other state funds pooled for investment. Income is distributed back to a specific state agency or to the state general fund.</i>		
<b>GRAND TOTAL ALL FUNDS</b>	<b>\$11,556,463,701</b>	<b>\$10,909,355,351</b>



The results for FY 09 are:

	<u>Distributed Income</u>	<u>Deferred Losses</u> *
Permanent Wyoming Mineral Trust Fund	\$135,264,225.83	(\$118,886,938.26)
Common School Permanent Land Fund	56,969,255.39	(52,101,770.68)
University Permanent Land Fund	525,062.10	(613,249.15)
Remaining Permanent Land Funds	2,906,226.59	(2,551,526.37)
Hathaway Scholarship Endowment Fund	16,291,333.49	(10,293,331.48)
Higher Education Endowment Fund	3,926,013.97	(2,548,355.65)
Workers Compensation Fund	45,409,501.84	(14,040,044.20)
Tobacco Settlement Fund	2,815,316.25	(56,759.18)
State Agency Pool	147,247,284.51	0.00
<b>TOTAL</b>	<b>\$411,354,219.97</b>	<b>(\$201,091,974.97)</b>

*\* Deferred losses are the net of realized capital gains and realized capital losses.*

The State portfolio's total return was 3.9 percent in FY 08. The cash yield from the portfolio was 7.49 percent for the year. The FY 09 total portfolio cash yield was 3.89 percent; the total return, however, was down 6.39 percent.

Since commencement of the Wyoming effort to diversify the investment portfolio to the present, some assumptions about the consequences of the diversification and some relationships and management oversight have changed. At the outset, the State was heavily dependent upon RV Kuhns for advice, guidance, total return results and manager performance reviews as the portfolio was diversified.

Through time, personnel and management within the Office of the State Treasurer have acquired sufficient knowledge and understanding of the interrelationships and results of the various investments that it operates on behalf of the State as the investor through different measurement devices, relationships and extensive due diligence with 26 investment managers and more frequent oversight of returns. RV Kuhns now provides quarterly and benchmark oversight of manager performances as to total returns and performance and acts as special consultant to the State as to general market conditions and special investment categories. This partnership and portfolio oversight over the years has produced the result that of 85 public funds across the United States responding to a survey by RV Kuhns, the Wyoming portfolio was ranked #5 in total return for the year ending June 30, 2009, and #2 when measured over three years, as shown on the following pages.

The chart on page 7 shows historic total return and yield for the Permanent Wyoming Mineral Trust Fund. Performance by fund and manager is detailed later in this report.

## **ASSET ALLOCATION**

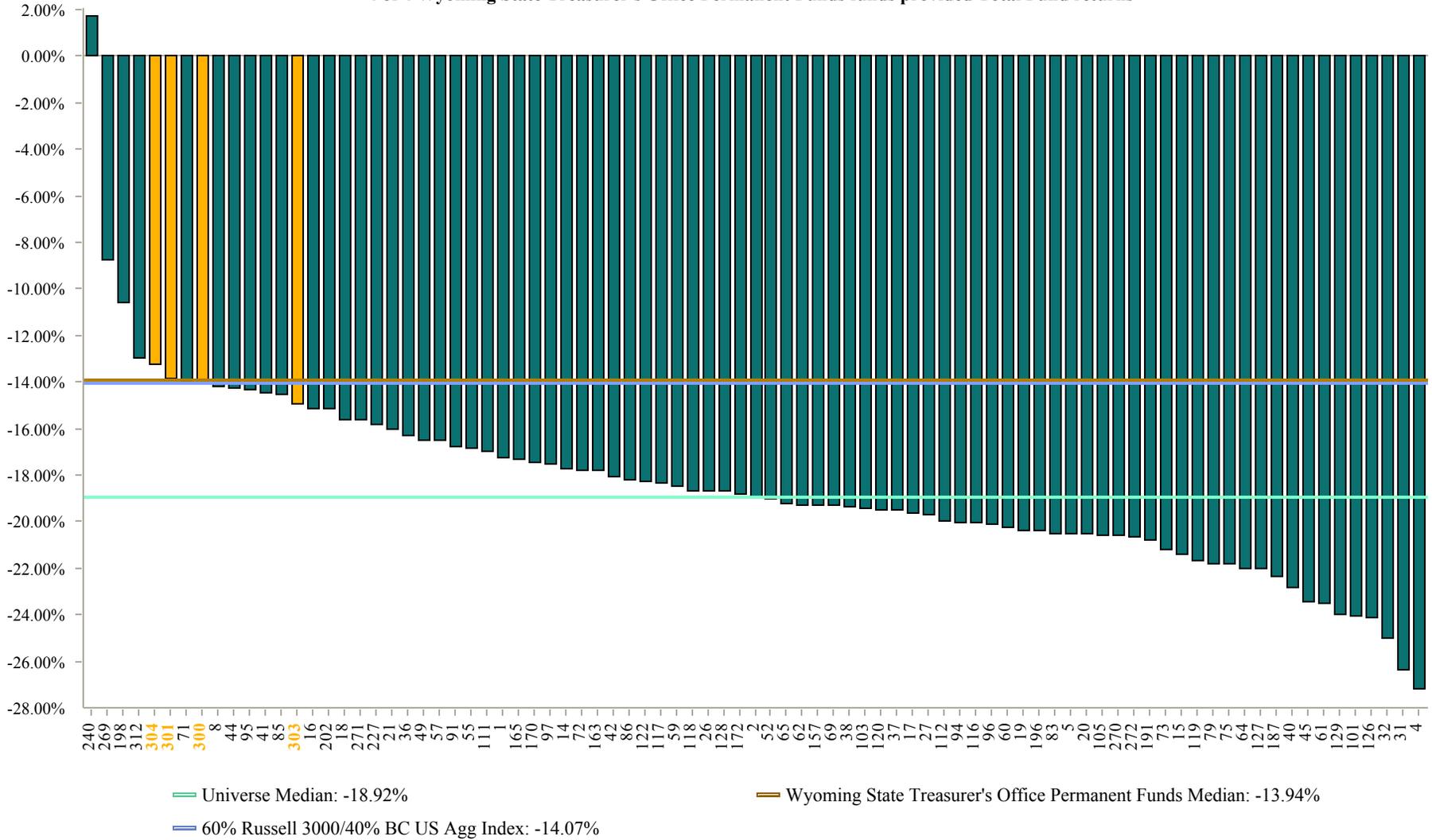
Asset allocation is the distribution of investments among asset classes. It is the major determinant of both the long-term rates of return and the volatility of asset values. There are two parts to the asset allocation decision: identifying asset allocation possibilities and choosing the best combination of assets to meet investment objectives. RV Kuhns, investment advisor to the State Loan and Investment Board, works with the State Treasurer's Office to establish and annually review asset allocation targets.

# 1 Year Annualized Total Fund Returns

## Public Funds Universe Analysis

As of June 30, 2009

85 of 85 funds provided Total Fund returns  
 4 of 4 Wyoming State Treasurer's Office Permanent Funds funds provided Total Fund returns



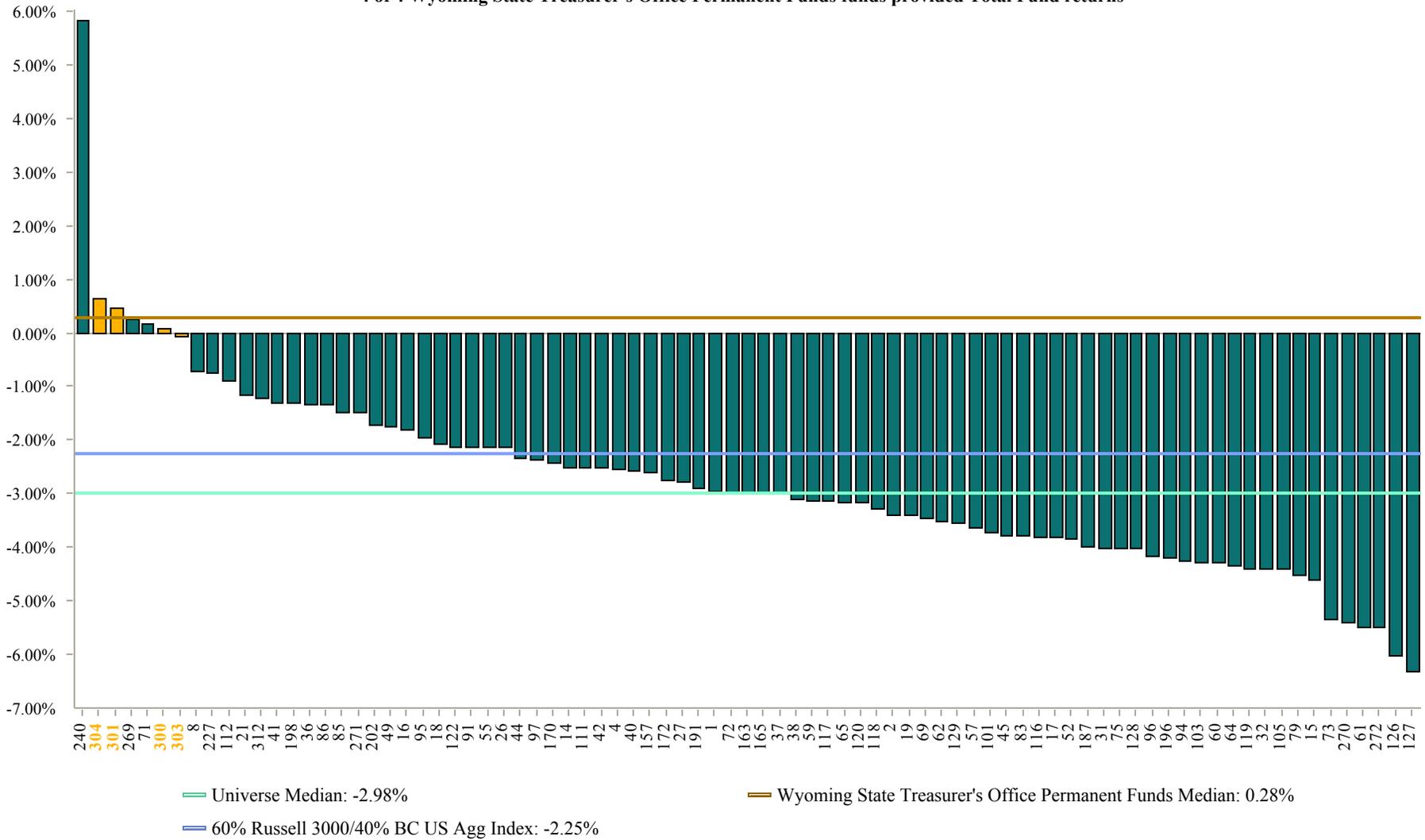
Performance shown was calculated using quarterly performance provided by participating public funds.

# 3 Year Annualized Total Fund Returns

## Public Funds Universe Analysis

As of June 30, 2009

83 of 85 funds provided Total Fund returns  
 4 of 4 Wyoming State Treasurer's Office Permanent Funds funds provided Total Fund returns



Performance shown was calculated using quarterly performance provided by participating public funds.

The State's portfolio includes US and international stocks, real estate, private equity, absolute return strategies, bonds and cash. Each investment pool has a specific target allocation of each of these types of investments listed in the State's Investment Policy. The Treasurer's Office systematically invests money using monthly dollar cost averaging to achieve and maintain each pool's investment allocation.

The Treasurer's Office is mindful of the stated investment goal of the State's portfolio as set forth in the State Loan and Investment Board's Investment Policy: that the portfolio to be invested "in a manner that strives for maximum safety, provides adequate liquidity to meet all operating requirements and achieves the highest possible investment return consistent with the primary objectives of safety and liquidity."

### FY 09 Market Crisis

The Fall of 2008 saw significant downturns in global markets and a correlation of returns across what are traditionally non-correlated asset classes. In light of what became a downturn not seen since the great depression, the State Treasurer asked RV Kuhns in October 2008 to revisit the assumptions underlying their asset allocation model for the remainder of FY 09 and beyond.

In the meantime, RV Kuhns prepared an interim asset allocation plan for the ensuing months while undertaking the in-depth review. The interim plan was designed with a conservative approach to the volatile market conditions and recommended adding new revenues coming into the State to:

- Equities, with an overweight to international equities to bring the portfolio back into target;
- Core-plus, corporate and global/emerging market fixed income with an overweight to core-plus managers well-positioned to take advantage of dislocations in markets; and,
- Hedge fund managers who could take advantage of market dislocations, too.

RV Kuhns completed their in-depth review of their asset allocation model in March 2009. The State Loan and Investment Board in April adopted long-term asset allocation changes, including:

- Increased hedge fund and value-added real estate allocations;
- Slightly reduced large cap US equity exposure and transitioning 25 percent of current passive strategy to an enhanced index product;
- Reduced small/mid cap US equity exposure.

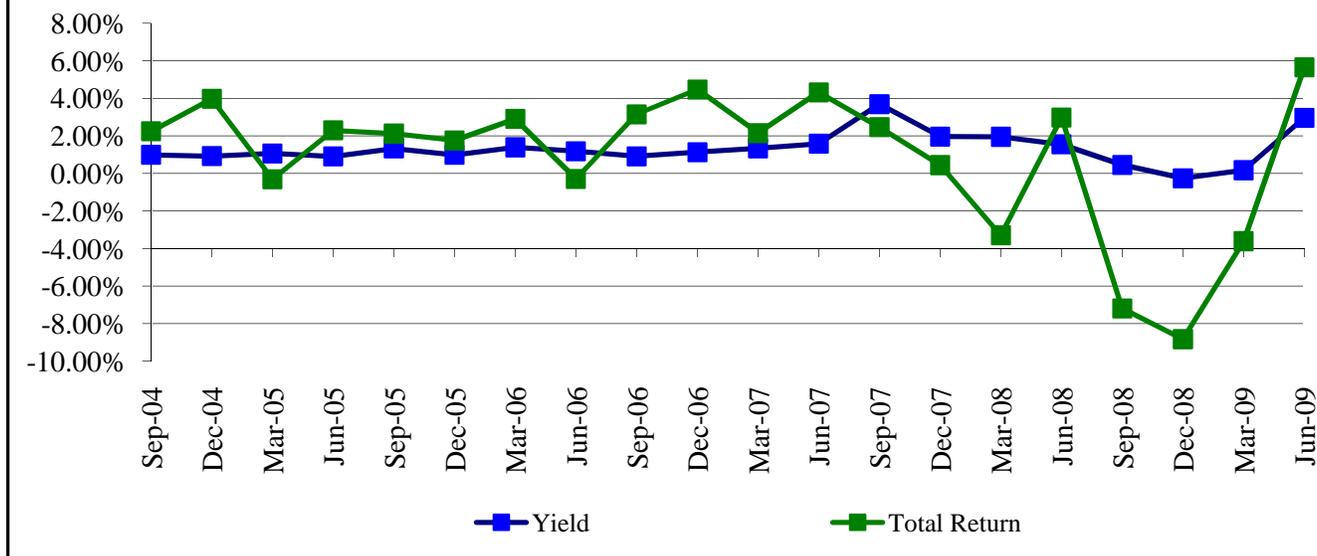
### Fund Allocation

The Permanent Mineral Trust Funds and Permanent Land Funds may hold up to 55 percent in equities under current law. The state's Investment Policy sets out a long-term target allocation of 50 percent equities and 50 percent fixed income and cash.

The Hathaway Scholarship Endowment and Higher Education were originally invested by law in only fixed income and cash. In November 2006, voters approved a constitutional amendment making them permanent funds. The Treasurer's Office began investing them as permanent funds in July 07 with the intention of taking them to the same equity allocation as the other permanent funds over a two-year period through FY 09. In FY 09, the Treasurer slowed the diversification of these funds into equities over concerns about market returns.

The Workers Compensation Fund began diversification into equities as a result of legislation passed in 2005, which allows up to a 45 percent equity allocation as determined by the director of the Department of Employment. The Department increased the equity allocation request for the Workers

## PERMANENT WYOMING MINERAL TRUST FUND YIELD AND TOTAL RETURN COMPARED



Note: "Yield" is spendable investment income including dividends, interest and realized capital gains. "Total Return" is comprised of dividends, interest, and realized and unrealized capital gains and losses. The chart above shows yield as more stable, while total return has varied over market cycles.

<u>Quarter Ending</u>	<u>Yield</u>		<u>Total Return</u>	
	<u>Quarter</u>	<u>Annual</u>	<u>Quarter</u>	<u>Annual</u>
September 30, 2004	0.99%		2.24%	
December 31, 2004	0.92%		3.97%	
March 21, 2005	1.06%		-0.31%	
June 30, 2005	0.90%	3.87%	2.29%	8.40%
September 30, 2005	1.33%		2.12%	
December 31, 2005	0.99%		1.76%	
March 21, 2006	1.39%		2.90%	
June 30, 2006	1.18%	4.81%	-0.29%	6.62%
September 30, 2006	0.91%		3.15%	
December 31, 2006	1.13%		4.47%	
March 21, 2007	1.34%		2.15%	
June 30, 2007	1.58%	4.96%	4.32%	14.83%
September 30, 2007	3.69%		2.46%	
December 31, 2007	1.96%		0.44%	
March 21, 2008	1.95%		-3.30%	
June 30, 2008	1.55%	9.02%	2.98%	2.44%
September 30, 2008	0.45%		-7.19%	
December 31, 2008	-0.26%		-8.83%	
March 21, 2009	0.17%		-3.61%	
June 30, 2009	2.96%	3.42%	5.65%	-13.82%

Note: Sept 08 - March 09 "yield" calculated under the prior accounting method where net realized capital gains(losses) were distributed throughout the year with dividends and interest; prior quarters adjusted in June 30, 2009 yield figure to new method of carrying net capital losses into new fiscal year.

Compensation Fund to 25 percent beginning July 1, 2007. The Treasurer achieved that goal with monthly allocations over a two-year period through June 30, 2009.

The June 30, 2009 allocation mix of the portfolio is shown below; charts at the end of this report provide a detailed allocation for each fund.

	<u>Equities</u>	<u>Fixed</u>	<u>Wyo*</u>	<u>Cash</u>
Permanent Wyoming Mineral Trust Fund	43.6%	40.4%	3.1%	13.0%
Common School Permanent Land Fund	44.5	43.1	0.4	11.9
University Permanent Land Fund	44.9	16.6	0.0	38.5
Remaining Permanent Land Funds	42.9	40.5	0.0	16.6
Hathaway Scholarship Endowment Fund	28.4	44.2	0.0	27.4
Higher Education Endowment Fund	30.9	44.1	0.0	25.0
Workers Compensation Fund	24.4	65.4	0.0	10.2
Tobacco Settlement Fund	0.0	88.0	0.0	12.0
State Agency Pool	<u>0.0</u>	<u>97.4</u>	<u>4.5</u>	<u>(-1.8)</u>
<b>TOTAL</b>	<b>26.6%</b>	<b>62.4%</b>	<b>2.7%</b>	<b>8.4%</b>

*\* Wyoming specific investments detailed later.*

Total external fixed income and cash funding was \$5.437 billion (cost basis) on June 30, 2008, with a market value of \$5.369 billion. External equity manager funding was \$3.127 billion (cost basis) on June 30, 2008, with a market value of \$3.462.

By June 2009, external fixed income and cash funding was \$5.611 billion on a cost basis, with a market value of \$5.528 billion. External equity manager funding was \$3.366 billion (cost basis), with a market value of \$2.796.

Throughout FY 09, the Treasurer's Office allocated \$1.8 million to external managers.

In April 2009, the State Loan and Investment voted to terminate Friess Associates as a US small/mid cap US equity manager because of performance volatility and to reduce the State's exposure to that asset class.

The charts on the following pages illustrate the diversification of the State's portfolio and detail funding levels of the asset classes and the managers who collaborate with the State Treasurer's Office in the management of the State's portfolio.

## **INVESTMENT MANAGER OVERSIGHT**

The Treasurer continues to host investment managers as part of on-going operational due diligence in managing the State portfolio. Members of the Treasurer's staff also conduct on-site manager visits throughout the year.

### 2008

July 17-18 JPMorgan Chase Bank, the Treasurer's custodial bank  
 July 22 Friess Associates, Small / Mid-Cap US Equity

# WYOMING STATE INVESTMENT PORTFOLIO

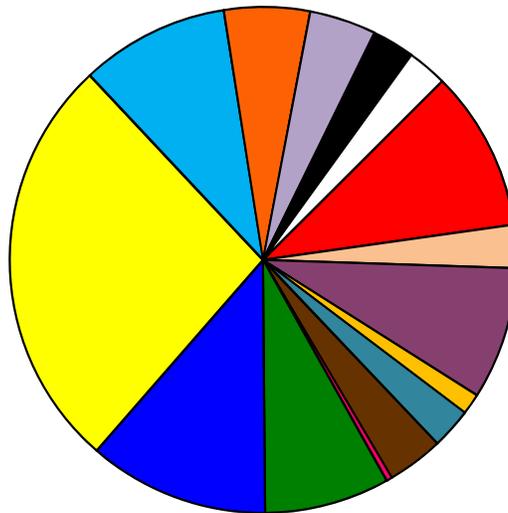
June 30, 2009

**\$11.556 Billion  
Cost Basis**

## FIXED INCOME

- Internal Bonds \$1,335.2 M 11.6% ●
- Core-Plus \$3,073.3 M 26.6% ●
- Mortgages \$1,099.9 M 9.5% ●
- Corporates \$632.3 M 5.5% ●
- Global \$492.5 M 4.3% ●
- Convertibles \$313.5 M 2.7% ●
- Wyoming Investments \$292.2 M 2.5% ○

**TOTAL  
\$7,238.8 M  
62.6%**



**CASH \$923.1 M 8.0%**

## EQUITIES

- Large Cap US \$1,186.9 M 10.3% ●
- Small / Mid US \$316.7 M 2.7% ●
- International \$979.1 M 8.5% ●
- Private Equity \$153.2 M 1.3% ●
- Real Estate \$301.4 M 2.6% ●
- Absolute Return \$414.8 M 3.6% ●
- Options \$42.4 M 0.4% ●

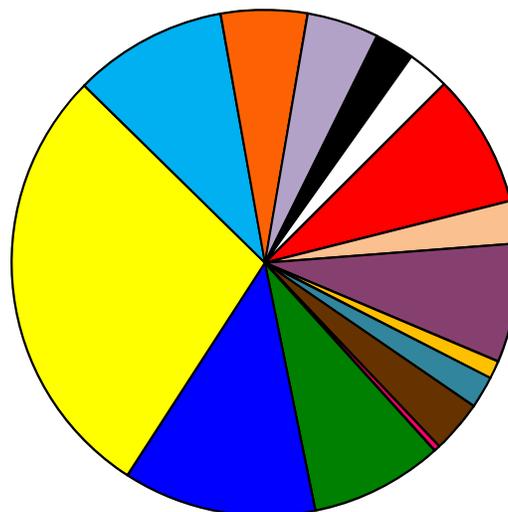
**TOTAL  
\$3,394.6 M  
29.4%**

**\$10.909 Billion  
Market Value**

## FIXED INCOME

- Internal Bonds \$1,345.4 M 12.3% ●
- Core-Plus \$3,077.8 M 28.2% ●
- Mortgages \$1,073.0 M 9.8% ●
- Corporates \$600.7 M 5.5% ●
- Global \$502.3 M 4.6% ●
- Convertibles \$274.6 M 2.5% ●
- Wyoming Investments \$292.2 M 2.7% ○

**TOTAL  
\$7,166.1 M  
65.7%**



**CASH \$927.8 M 8.5%**

## EQUITIES

- Large Cap US \$934.1 M 8.6% ●
- Small / Mid US \$296.8 M 2.7% ●
- International \$827.7 M 7.6% ●
- Private Equity \$126.0 M 1.2% ●
- Real Estate \$223.6 M 2.0% ●
- Absolute Return \$365.6 M 3.4% ●
- Options \$41.7 M 0.4% ●

**TOTAL  
\$2,815.5 M  
25.8%**

July 29 Victory Capital, Securities Lending  
 July 31 Abel Noser, Commission Re-Capture  
 July 31 WAMCO, Fixed Income Core-Plus, Corporates  
 August 26 Access Venture Partners, Private Equity  
 October 15 Aurora (formerly Harris Alternatives) & PAAMCO, Absolute Return  
 October 29 JPMorgan Chase Bank, the Treasurer's custodial bank  
 October 30 Cheyenne Capital Fund, Private Equity  
 December 2 Logan Circle Partners, Fixed Income Corporate Bonds  
 December 11 Nicholas Applegate, Convertible Bonds  
 December 17 PIMCO, Fixed Income Core-Plus, Corporate Bonds, Global/EM

## 2009

February 4 Capital Guardian, International Equity  
 February 5 Cheyenne Capital Fund, Private Equity  
 February 24 Fisher Investments, International Equity  
 March 3 First Quadrant, Option Overlay Strategy  
 March 5 GAMCO, Small / Mid-Cap US Equity  
 March 12 RVK, SLIB Consultant, Real Estate Discussion  
 April 14 Neuberger Berman, Fixed Income Core-Plus  
 April 21 WAMCO, Fixed Income Core-Plus, Corporates  
 May 7 RVK, SLIB Consultant  
 May 7 JPMorgan Asset Management, Mortgage Fixed Income, Cash Management and  
 WYO-STAR (Wyoming's local government investment pool)  
 May 20 UBS Trumbull Fund, Core Real Estate  
 May 21 Abel Noser, Commission Re-Capture  
 May 27 RVK, SLIB Consultant, Real Estate manager Wrightwood Capital  
 May 28 First Quadrant, Option Overlay Strategy  
 May 29 Access Venture Partners, Private Equity  
 June 2 Fisher Investments, International Equity  
 June 3 Aurora (formerly Harris Alternatives), Absolute Return  
 June 4 First Quadrant, Option Overlay Strategy  
 June 16 RVK, SLIB Consultant, Real Estate manager West River Capital  
 June 18 PIMCO, Fixed Income Core-Plus, Corporate Bonds, Global/EM  
 June 22 Capital Guardian, International Equity  
 June 25 JPMorgan Chase Bank, the Treasurer's custodial bank

Treasurer's Office staff also conducted on-site visits:

July 7-9, 2008 - San Francisco: Fisher Investments, international equity; JP Morgan, custodial bank  
 and asset management; State Street, large cap US equity  
 September 2-4 - Dallas: JPMorgan Chase Bank, the Treasurer's custodial bank  
 September 29-October 1: Chicago: Heitman, real estate; Lehman/Neuberger Berman, core-plus fixed  
 income; RV Kuhns real estate consulting team  
 February 25-27 - San Francisco: PAAMCO visit Hedge Fund managers  
 March 16 - Denver: RVK, SLIB Consultant  
 April 6-8 - New York: JPMorgan Chase Bank, the Treasurer's custodial bank  
 May 15 - Denver: Capital Guardian, international equity

The Treasurer, of course, remains in regular contact with all managers throughout the year in addition to the meetings noted above.

# WYOMING STATE INVESTMENT PORTFOLIO

June 30, 2009

<b>EXTERNAL EQUITIES</b>		<b>Cost Basis</b>	<b>Market Value</b>
Large Cap Index	State Street Global Advisors	\$1,186,279,289	\$933,733,300
Small / Mid Cap	GAMCO	316,683,269	296,843,302
International	Capital Guardian Trust Fisher Investments	401,316,703 550,265,230	367,208,598 441,921,251
Options Overlay	First Quadrant	42,433,553	41,662,229
Private Equity	Access Venture Partners <i>(\$10 M committed)</i> Cheyenne Capital Fund <i>(\$257.95 committed)</i>	3,000,000 150,243,264	2,044,177 123,971,178
Real Estate	ING Clarion UBS Realty Heitman <i>(\$10 M committed)</i> TA Realty <i>(\$15 M committed)</i>	141,303,630 141,303,630 3,799,147 15,000,000	96,352,832 111,635,568 2,414,768 13,232,995
Absolute Return	Aurora I Aurora II PAAMCO	162,461,240 44,945,630 207,406,870	152,915,336 45,000,000 167,672,563
<b>Total External Equities</b>		<b>\$3,366,441,456</b>	<b>\$2,796,608,097</b>
<i>excludes outstanding commitments</i>			
<b>EXTERNAL FIXED INCOME, CONVERTIBLES AND CASH</b>			
Convertibles	Nicholas Applegate	\$313,455,880	\$274,619,519
Core-Plus	Neuberger Berman PIMCO WAMCO	1,079,836,233 887,034,589 1,106,427,992	1,093,050,948 916,949,647 1,067,827,007
Corporates	Logan Circle WAMCO	265,222,501 367,086,930	259,140,624 341,562,118
Mortgages	JPMorgan PIMCO	560,337,291 539,559,233	528,073,574 544,896,262
Global	PIMCO	492,471,420	502,349,820
<b>Total External Fixed Income and Convertibles</b>		<b>\$5,611,432,071</b>	<b>\$5,528,469,517</b>
Cash Manager	JPMorgan	923,100,259	927,752,048
<b>Total External Cash</b>		<b>\$923,100,259</b>	<b>\$927,752,048</b>
<b>TOTAL EXTERNAL MANAGEMENT</b>		<b>\$9,900,973,785</b>	<b>\$9,252,829,663</b>
<b>INTERNALLY MANAGED FUNDS</b>			
Fixed Income	Bonds	\$1,335,159,113	\$1,345,439,642
Equity Index Fund	Exchange Traded Funds	27,509,132	18,574,581
U. S. Equities	UW Portfolio Management Program	634,621	324,415
<b>Total Internal Portfolio</b>		<b>\$1,363,302,866</b>	<b>\$1,364,338,638</b>
<b>Wyoming Investments</b>		<b>\$292,187,050</b>	<b>\$292,187,050</b>
<b>TOTAL INTERNAL MANAGEMENT</b>		<b>\$1,655,489,916</b>	<b>\$1,656,525,688</b>
 <b>GRAND TOTAL ALL FUNDS</b>		 <b>\$11,556,463,701</b>	 <b>\$10,909,355,351</b>

*Note: Access Venture, Cheyenne Capital Fund, Heitman and TA Realty cost basis as of June 30, 2009; market values as of March 31, 2009 because of report timing.*

## **SELECT COMMITTEE ON CAPITAL FINANCING AND INVESTMENTS**

The State Treasurer met with the Select Committee on Capital Financing and Investments on April 9, 2009 and September 10, 2009. Items discussed included on-going review of the state investment portfolio and spending policies.

## **JOINT EDUCATION INTERIM COMMITTEE**

Treasurer's staff met with the Joint Education Interim Committee on October 28, 2009, to review the investment portfolios of the Hathaway Scholarship Endowment Fund and the Excellence in Higher Education Endowment Fund.

## **STATE TREASURER'S WEBSITE**

The Sovereign Wealth Fund Institute gives Wyoming one of its highest rankings in terms of public transparency. See <http://www.swfinstitute.org/research/transparencyindex.php#>.

The State Treasurer's Office continually updates investment information on its website: <http://treasurer.state.wy.us/investmentsbank.asp#invest>.

## **MORE INFORMATION**

For more information on the state investment portfolio and process, please contact Michael Walden-Newman, Chief Investment Officer at 307-777-6704, or [mwalde@state.wy.us](mailto:mwalde@state.wy.us).

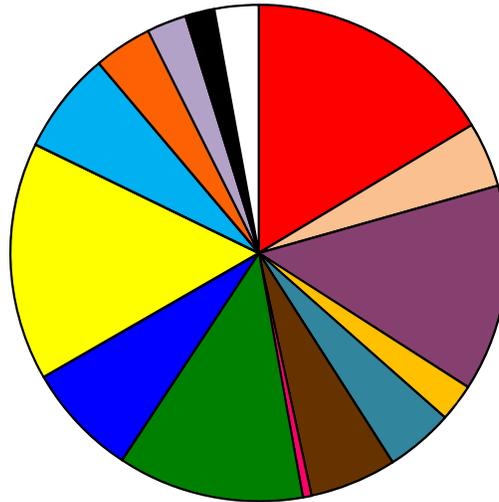
For more information on the distribution of investment income, including spending policies, please contact Sharon Garland, Deputy State Treasurer at 307-777-7475, or [sgarla@state.wy.us](mailto:sgarla@state.wy.us).

**WYOMING STATE INVESTMENT PORTFOLIO**  
**Permanent Wyoming Mineral Trust Fund**  
**June 30, 2009**  
**\$4.262 Billion**  
**Cost Basis**

**FIXED INCOME**

- Internal Bonds \$314.3 M 7.4% ●
- Core-Plus \$661.7 M 15.5% ●
- Mortgages \$283.3 M 6.6% ●
- Corporates \$161.9 M 3.8% ●
- Global \$110.2 M 2.6% ●
- Convertibles \$80.2 M 1.9% ●
- Wyoming Investments \$123.1 M 2.9% ○

**TOTAL**  
**\$1,734.7 M**  
**40.7%**



**CASH \$517.1 M 12.1%**

**EQUITIES**

- Large Cap US \$697.8 M 16.4% ●
- Small / Mid US \$181.1 M 4.2% ●
- International \$573.3 M 13.5% ●
- Private Equity \$104.4 M 2.4% ●
- Real Estate \$188.6 M 4.4% ●
- Absolute Return \$241.3 M 5.7% ●
- Options \$24.0 M 0.6% ●

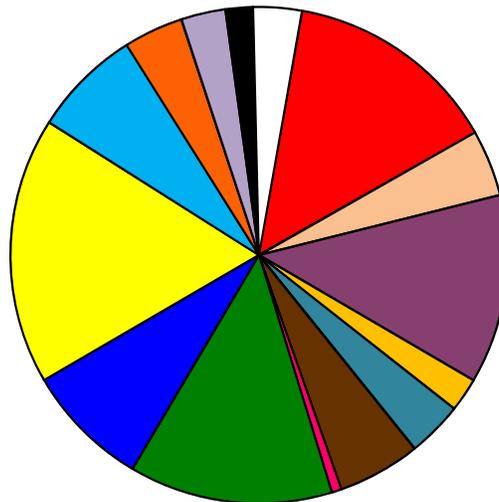
**TOTAL**  
**\$2,010.4 M**  
**47.2%**

**\$3.894 Billion**  
**Market Value**

**FIXED INCOME**

- Internal Bonds \$315.6 M 8.1% ●
- Core-Plus \$676.7 M 17.4% ●
- Mortgages \$275.3 M 7.1% ●
- Corporates \$151.2 M 3.9% ●
- Global \$112.5 M 2.9% ●
- Convertibles \$69.5 M 1.8% ●
- Wyoming Investments \$123.1 M 3.2% ○

**TOTAL**  
**\$1,723.9 M**  
**44.3%**



**CASH \$515.9 M 13.2%**

**EQUITIES**

- Large Cap US \$545.2 M 14.0% ●
- Small / Mid US \$168.5 M 4.3% ●
- International \$479.1 M 12.3% ●
- Private Equity \$85.8 M 2.2% ●
- Real Estate \$140.5 M 3.6% ●
- Absolute Return \$209.9 M 5.4% ●
- Options \$25.1 M 0.6% ●

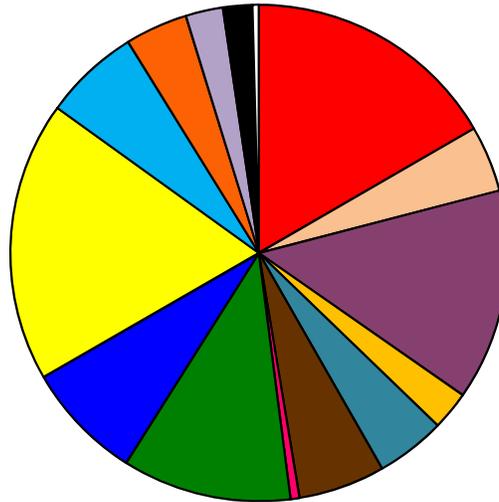
**TOTAL**  
**\$1,654.0 M**  
**42.5%**

**WYOMING STATE INVESTMENT PORTFOLIO**  
**Common School Permanent Land Fund**  
**June 30, 2009**  
**\$1.795 Billion**  
**Cost Basis**

**FIXED INCOME**

- Internal Bonds \$138.0 M 7.7% ●
- Core-Plus \$327.6 M 18.3% ●
- Mortgages \$112.1 M 6.2% ●
- Corporates \$73.2 M 4.1% ●
- Global \$43.3 M 2.4% ●
- Convertibles \$34.5 M 1.9% ●
- Wyoming Investments \$7.4 M 0.4% ○

**TOTAL**  
**\$736.1 M**  
**41.0%**



**CASH \$197.8 M 11.0%**

**EQUITIES**

- Large Cap US \$298.7 M 16.6% ●
- Small / Mid US \$77.2 M 4.3% ●
- International \$246.6 M 13.7% ●
- Private Equity \$45.4 M 2.5% ●
- Real Estate \$81.2 M 4.5% ●
- Absolute Return \$101.1 M 5.6% ●
- Options \$10.4 M 0.6% ●

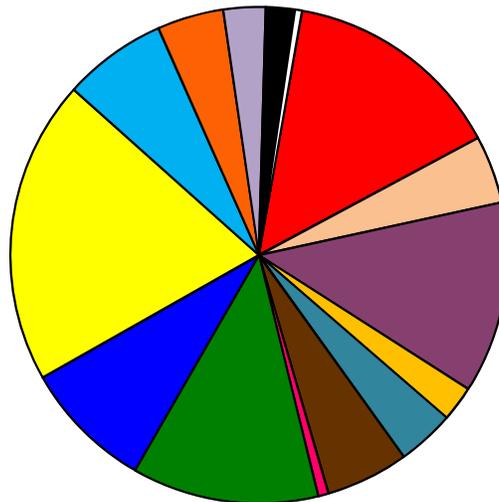
**TOTAL**  
**\$860.6 M**  
**48.0%**

**\$1.622 Billion**  
**Market Value**

**FIXED INCOME**

- Internal Bonds \$137.6 M 8.8% ●
- Core-Plus \$321.5 M 19.8% ●
- Mortgages \$109.6 M 6.8% ●
- Corporates \$70.3 M 4.3% ●
- Global \$44.4 M 2.7% ●
- Convertibles \$30.5 M 1.9% ●
- Wyoming Investments \$7.4 M 0.5% ○

**TOTAL**  
**\$721.3 M**  
**44.5%**



**CASH \$197.4 M 12.2%**

**EQUITIES**

- Large Cap US \$233.6 M 14.4% ●
- Small / Mid US \$71.7 M 4.4% ●
- International \$202.2 M 12.5% ●
- Private Equity \$37.3 M 2.3% ●
- Real Estate \$60.6 M 3.7% ●
- Absolute Return \$87.4 M 5.4% ●
- Options \$11.0 M 0.7% ●

**TOTAL**  
**\$703.8 M**  
**43.4%**

**WYOMING STATE INVESTMENT PORTFOLIO**  
**Hathaway Scholarship Endowment Fund**  
**June 30, 2009**  
**\$455.6 Million**  
**Cost Basis**

**FIXED INCOME**

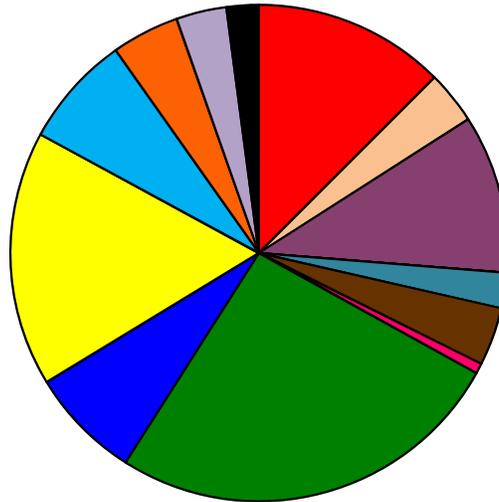
- Internal Bonds \$33.2 M 7.3% ●
- Core-Plus \$75.7 M 16.6% ●
- Mortgages \$33.2 M 7.3% ●
- Corporates \$20.1 M 4.4% ●
- Global \$14.9 M 3.3% ●
- Convertibles \$9.6 M 2.1% ●

**TOTAL**  
**\$186.7 M**  
**41.0%**

**EQUITIES**

- Large Cap US \$56.9 M 12.5% ●
- Small / Mid US \$15.7 M 3.4% ●
- International \$47.0 M 10.3% ●
- Real Estate \$10.5 M 2.3% ●
- Absolute Return \$17.3 M 3.8% ●
- Options \$3.1 M 0.7% ●

**TOTAL**  
**\$150.5 M**  
**33.0%**



**CASH \$118.4 M 26.0%**

**\$431.1 Million**  
**Market Value**

**FIXED INCOME**

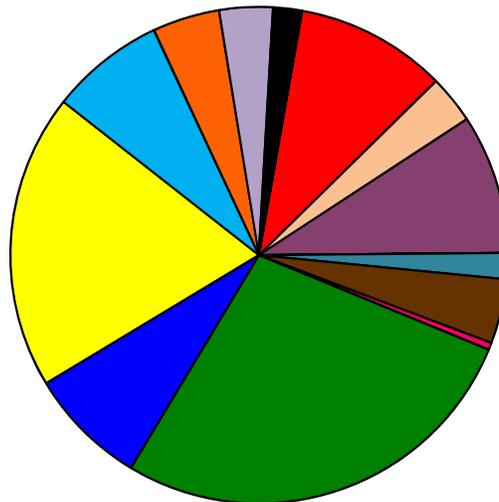
- Internal Bonds \$33.4 M 7.8% ●
- Core-Plus \$82.9 M 19.2% ●
- Mortgages \$32.2 M 7.5% ●
- Corporates \$18.8 M 4.4% ●
- Global \$15.1 M 3.5% ●
- Convertibles \$8.0 M 1.9% ●

**TOTAL**  
**\$190.4 M**  
**44.2%**

**EQUITIES**

- Large Cap US \$42.5 M 9.9% ●
- Small / Mid US \$13.5 M 3.1% ●
- International \$39.2 M 9.1% ●
- Real Estate \$7.3 M 1.7% ●
- Absolute Return \$18.1 M 4.2% ●
- Options \$2.0 M 0.5% ●

**TOTAL**  
**\$122.6 M**  
**28.4%**



**CASH \$118.1 M 27.4%**

**WYOMING STATE INVESTMENT PORTFOLIO**  
**Higher Education Endowment Fund**  
**June 30, 2009**  
**\$102.4 Million**  
**Cost Basis**

**FIXED INCOME**

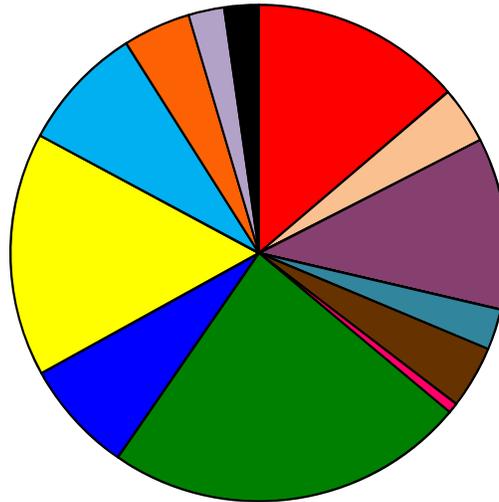
- Internal Bonds \$7.5 M 7.3% ●
- Core-Plus \$16.3 M 15.9% ●
- Mortgages \$8.4 M 8.2% ●
- Corporates \$4.5 M 4.4% ●
- Global \$2.4 M 2.3% ●
- Convertibles \$2.3 M 2.2% ●

**TOTAL**  
**\$41.4 M**  
**40.4%**

**EQUITIES**

- Large Cap US \$14.1 M 13.8% ●
- Small / Mid US \$3.8 M 3.7% ●
- International \$11.5 M 11.2% ●
- Real Estate \$2.7 M 2.7% ●
- Absolute Return \$4.2 M 4.1% ●
- Options \$0.7 M 0.7% ●

**TOTAL**  
**\$37.0 M**  
**36.1%**



**CASH \$24.1 M 23.5%**

**\$96.1 Million**  
**Market Value**

**FIXED INCOME**

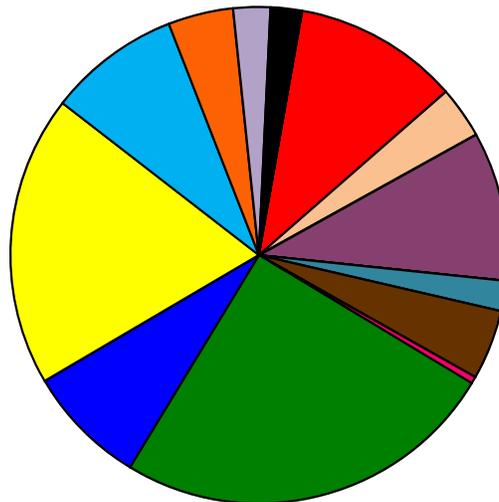
- Internal Bonds \$7.6 M 7.9% ●
- Core-Plus \$18.2 M 18.9% ●
- Mortgages \$8.3 M 8.6% ●
- Corporates \$4.1 M 4.2% ●
- Global \$2.3 M 2.4% ●
- Convertibles \$1.9 M 2.0% ●

**TOTAL**  
**\$42.4 M**  
**44.1%**

**EQUITIES**

- Large Cap US \$10.4 M 10.8% ●
- Small / Mid US \$3.2 M 3.4% ●
- International \$9.3 M 9.7% ●
- Real Estate \$1.9 M 2.0% ●
- Absolute Return \$4.4 M 4.5% ●
- Options \$0.4 M 0.5% ●

**TOTAL**  
**\$29.6 M**  
**30.9%**



**CASH \$24.1 M 25.0%**

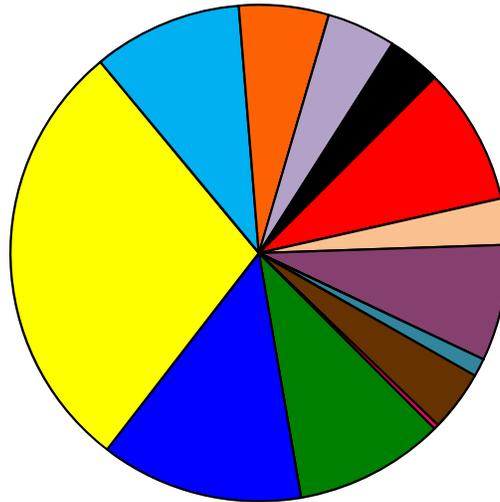
**WYOMING STATE INVESTMENT PORTFOLIO**  
**Workers Compensation Fund**  
**June 30, 2009**  
**\$1.135 Billion**  
**Cost Basis**

**FIXED INCOME**

Internal Bonds	\$149.8 M	13.2%	●
Core-Plus	\$323.6 M	28.5%	●
Mortgages	\$110.3 M	9.7%	●
Corporates	\$66.3 M	5.8%	●
Global	\$51.0 M	4.5%	●
Convertibles	\$39.4 M	3.5%	●
<b>TOTAL</b>	<b>\$740.4 M</b>	<b>65.2%</b>	

**EQUITIES**

Large Cap US	\$101.7 M	9.0%	●
Small / Mid US	\$34.2 M	3.0%	●
International	\$86.0 M	7.6%	●
Real Estate	\$13.4 M	1.2%	●
Absolute Return	\$44.9 M	4.0%	●
Options	\$3.7 M	0.3%	●
<b>TOTAL</b>	<b>\$284.0 M</b>	<b>25.0%</b>	



**CASH \$110.9 M 9.8%**

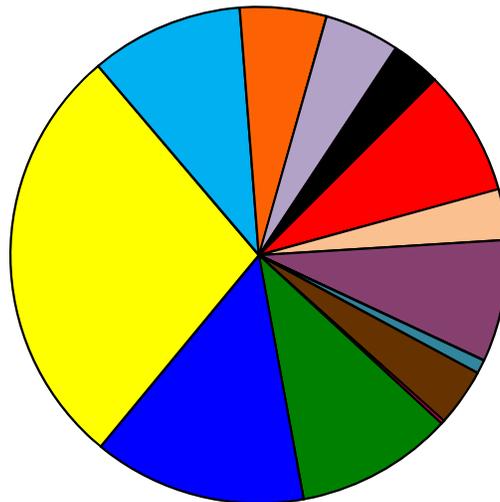
**\$1.080 Billion**  
**Market Value**

**FIXED INCOME**

Internal Bonds	\$149.9 M	13.9%	●
Core-Plus	\$300.2 M	27.8%	●
Mortgages	\$107.6 M	10.0%	●
Corporates	\$60.8 M	5.6%	●
Global	\$53.1 M	4.9%	●
Convertibles	\$34.5 M	3.2%	●
<b>TOTAL</b>	<b>\$706.1 M</b>	<b>65.4%</b>	

**EQUITIES**

Large Cap US	\$88.7 M	8.2%	●
Small / Mid US	\$35.7 M	3.3%	●
International	\$85.8 M	7.9%	●
Real Estate	\$9.7 M	0.9%	●
Absolute Return	\$40.6 M	3.8%	●
Options	\$2.5 M	0.2%	●
<b>TOTAL</b>	<b>\$263.1 M</b>	<b>24.4%</b>	



**CASH \$110.7 M 10.2%**

## MARKET PERFORMANCE SUMMARY ANALYSIS - ALL INVESTMENTS

	FY 09			Market Return		
	Total Investment	Current Market	% of MV	FY09	3 Year	5 Year
	Value	Value		Return	Return	Return
<b><u>INVESTMENTS BY FUND</u></b>						
Permanent Wyoming Mineral Trust Fund	\$4,262,215,811	\$3,893,843,313	35.7%	-13.82%	0.46%	3.22%
Permanent Land Fund	95,610,389	86,664,838	0.8%	-14.05%	-0.08%	N/A
Common School Permanent Land Fund	1,794,528,613	1,622,477,081	14.9%	-13.25%	0.63%	3.26%
University Permanent Land Fund	15,891,162	14,828,445	0.1%	-14.94%	0.08%	N/A
Hathaway Scholarship Endowment Fund	455,621,941	431,076,939	4.0%	-3.71%	N/A	N/A
Higher Education Endowment Fund	102,451,644	96,094,847	0.9%	-4.22%	N/A	N/A
Workers Compensation Fund	1,135,301,050	1,079,844,259	9.9%	0.89%	3.89%	4.23%
Tobacco Settlement Fund	58,960,172	57,008,708	0.5%	4.74%	5.73%	4.92%
State Agency Pool	<u>3,635,882,919</u>	<u>3,627,516,921</u>	33.3%	4.72%	5.35%	5.01%
<b>Wyoming State Total Fund</b>	<b><u>\$11,556,463,701</u></b>	<b><u>\$10,909,355,351</u></b>	<b>100.0%</b>	<b>-6.39%</b>	<b>2.54%</b>	<b>3.83%</b>
Wyoming State Custom Index				-5.46%	2.55%	3.27%
<b><u>INVESTMENTS BY ASSET CLASS AND MANAGER</u></b>						
<b><u>US Equity</u></b>						
State Street Global Advisors (Index)	\$1,186,279,289	\$933,733,300		-25.96%	-7.95%	-2.05%
UW Portfolio Management Program	634,621	324,415		-34.60%	-10.69%	N/A
S&P 500				-26.21%	-8.22%	-2.24%
US Large Cap Equity	<u>1,186,913,910</u>	<u>934,057,715</u>	8.6%			
Gabelli (Sm-Mid Cap Value)	\$316,683,269	\$296,843,302		-17.57%	-2.43%	3.15%
Russell 2500 Value				-26.24%	-11.23%	-1.56%
US SMID Cap Equity	<u>316,683,269</u>	<u>296,843,302</u>	2.7%			
<b>Total US Equity</b>	<b><u>\$1,503,597,179</u></b>	<b><u>\$1,230,901,017</u></b>	<b>11.3%</b>			
<b><u>International Equity</u></b>						
Int'l Exchange Traded Funds	\$27,509,132	\$18,574,581		-31.09%	-8.39%	1.23%
Fisher	550,265,230	441,921,251		-33.86%	-6.21%	N/A
Capital Guardian .	401,316,703	367,208,598		-31.57%	-7.43%	N/A
MSCI EAFE				-30.96%	-7.51%	2.79%
<b>Total International Equity</b>	<b><u>\$979,091,065</u></b>	<b><u>\$827,704,430</u></b>	<b>7.6%</b>			
<b><u>US Fixed Income</u></b>						
WAMCO Core Plus	\$1,106,427,992	\$1,067,827,007		3.92%	5.44%	4.60%
Neuberger Berman Core Plus	1,079,836,233	1,093,050,948		7.00%	6.01%	N/A
PIMCO Core Plus	887,034,589	916,949,647		8.32%	8.05%	N/A
BC Aggregate				6.05%	6.43%	5.01%
PIMCO Mortgages	539,559,233	544,896,262		8.58%	7.81%	N/A
JP Morgan Mortgages	560,337,291	528,073,574		2.01%	2.72%	N/A
BC Mortgages				9.38%	7.86%	5.98%
WAMCO Corporates	367,086,930	341,562,118		-2.35%	2.44%	N/A
Logan Circle Corporates	265,222,501	259,140,624		1.29%	3.04%	N/A
BC Credit				4.08%	4.86%	4.08%
PIMCO Global/Emerging Markets	492,471,420	502,349,820		3.59%	N/A	N/A
Global/EM Custom Index				4.18%	N/A	N/A
Wyoming State Treasurer's Office	1,335,159,113	1,345,439,642		5.12%	6.47%	5.84%
BC Gov't/Credit				5.26%	6.16%	4.80%
<b>Total US Fixed Income</b>	<b><u>\$6,633,135,302</u></b>	<b><u>\$6,599,289,642</u></b>	<b>60.5%</b>			

Note [1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.

Note [2]: Returns are stated in traditional total return terms and do not specify realized income.

Note [3]: Performance shown for UW Portfolio Management Program includes their participation in the State Agency Pool.

Note [4]: Barclays Capital announced the re-branding of the Lehman Brothers indices. All Lehman Brothers indices now reflect the Barclays Capital name.

Note [5]: Neuberger Berman completed its employee-led buyout of Lehman Brothers. Naming conventions have been updated to reflect the change.

Note [6]: The Global/EM Custom Index is comprised of 32.5% Barclays Capital Aggregate ex-US Hedged, 5% Barclays Capital Aggregate ex-US Unhedged, 47.5% JP Morgan EMBI Global, and 15% JP Morgan GBI-EM Global Diversified Unhedged.

Note [7]: Friess (Sm-Mid Cap Growth) was terminated during the 2nd quarter 2009.

## MARKET PERFORMANCE (continued)

### SUMMARY ANALYSIS - ALL INVESTMENTS

Manager/Investment Type	FY 09			Market Return		
	Total Investment Value	Current Market Value	% of MV	FY09 Return	3 Year Return	5 Year Return
<b><u>Convertible Bonds</u></b>						
Nicholas Applegate Convertibles	<u>\$313,455,880</u>	<u>\$274,619,519</u>	2.5%	-15.13%	1.12%	4.49%
ML All Quality Convertible				-18.83%	-4.26%	-0.40%
<b><u>Cash &amp; Cash Equivalents</u></b>						
JP Morgan Asset Mgmt						
Wyoming Treasury Cash		\$754,883,217		1.06%	3.52%	3.41%
90 Day U.S. T-Bills				0.95%	3.25%	3.17%
Wyoming Treasury Extended Cash		172,868,831		5.79%	5.69%	4.47%
JP Morgan Blended Index				5.30%	6.00%	4.70%
Total Cash & Cash Equivalents	<u>\$923,100,259</u>	<u>\$927,752,048</u>	8.5%			
<b><u>Private Equity</u></b>						
Cheyenne Capital Fund, LP	\$150,243,264	\$123,971,178			SEE NOTE [4]	
Access Venture Partner II	3,000,000	2,044,177			SEE NOTE [4]	
S&P 500 + 5%				-22.52%	-3.63%	2.65%
Total Private Equity	<u>\$153,243,264</u>	<u>\$126,015,355</u>	1.2%			
<b><u>Real Estate</u></b>						
Clarion Core	\$141,303,630	\$96,352,832		-38.33%	-7.34%	N/A
UBS Core	141,303,630	111,635,568		-22.95%	-1.02%	N/A
NCREIF ODCE				-30.50%	-4.03%	4.38%
TA Realty Value-Added	15,000,000	13,232,995			SEE NOTE [4]	
Heitman Value-Added	3,799,147	2,414,768			SEE NOTE [4]	
NCREIF Property				-19.57%	0.98%	7.60%
Total Real Estate	<u>\$301,406,407</u>	<u>\$223,636,163</u>	2.0%			
<b><u>Absolute Return</u></b>						
PAAMCO	\$207,406,870	\$167,672,563		-16.97%	N/A	N/A
Aurora L.P.	162,461,240	152,915,336		-12.42%	N/A	N/A
Aurora L.P. II	44,945,630	45,000,000		N/A	N/A	N/A
HFN FoF Multi-Strat				-15.51%	-1.31%	2.37%
Total Absolute Return	<u>\$414,813,740</u>	<u>\$365,587,899</u>	3.4%			
<b><u>Overlay Strategies</u></b>						
First Quadrant	<u>\$42,433,553</u>	<u>\$41,662,229</u>	0.4%	-3.28%	0.02%	N/A
<b><u>LDIs and Other Wyoming Investments</u></b>						
	<u>\$292,187,050</u>	<u>\$292,187,050</u>	2.7%	N/A	N/A	N/A

Note [1]: Performance shown is gross of fees with the exception of convertible bonds and absolute return, which are shown net of fees.

Note [2]: Returns are stated in traditional total return terms and do not specify realized income.

Note [3]: Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis. For further analysis, please refer to the supplementary alternatives performance report.

Note [4]: Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.

Note [5]: First Quadrant market value shown represents cash held as collateral. Performance shown is calculated based on a notional principal of \$500 million.

Note [6]: Harris Alternatives LLC changed its name to Aurora Investment Management LLC. Product naming conventions have been updated accordingly to reflect the change.

Note [7]: Valuation shown for Aurora L.P. II represents cash held with the manager pending investment in the actual product on July 1st, 2009.

This page intentionally left blank

**INVESTMENT INCOME**  
**Fiscal Year 2009**

	<b>INVESTMENT INCOME DIVIDENDS/ INTEREST</b>	<b>DISTRIBUTED CAPITAL GAINS</b>	<b>TOTAL GROSS INVESTMENT INCOME DISTRIBUTED</b>	<b>DEFERRED CAPITAL LOSSES</b>
Permanent Wyoming Mineral Trust Fund	\$140,253,139.22	\$2,535,857.87	\$142,788,997.09	-\$118,886,938.26
Common School Permanent Land Fund	58,287,467.30	1,813,892.10	60,101,359.40	-52,101,770.68
University Permanent Land Fund	533,161.13	21,727.55	554,888.68	-613,249.15
Remaining Permanent Land Funds:				
- Miner's Hospital Permanent Land Fund	1,252,847.00	30,421.46	1,283,268.46	-1,069,107.22
- Public Buildings @ Cap Permanent Land Fund	148,199.96	3,598.57	151,798.53	-126,465.28
- Fish Hatchery Permanent Land Fund	11,255.35	273.30	11,528.65	-9,604.67
- D.D. & B. Permanent Land Fund	94,714.49	2,299.84	97,014.33	-80,823.87
- Carey Act Permanent Land Fund	43,117.96	1,046.98	44,164.94	-36,794.37
- Omnibus Permanent Land Fund	858,159.13	20,837.70	878,996.83	-732,303.40
- State Hospital Permanent Land Fund	103,192.50	2,505.71	105,698.20	-88,058.51
- State Training School Permanent Land Fund	54,157.85	1,315.05	55,472.90	-46,215.18
- Penitentiary Permanent Land Fund	178,271.26	4,328.76	182,600.01	-152,126.39
- Agriculture College Permanent Land Fund	246,123.40	5,976.33	252,099.73	-210,027.48
Hathaway Scholarship Endowment Fund	16,595,692.65	456,161.99	17,051,854.64	-10,293,331.48
Higher Education Endowment Fund	4,006,136.01	102,780.57	4,108,916.58	-2,548,355.65
Worker's Compensation Fund	46,234,739.98	780,823.47	47,015,563.45	-14,040,044.20
Tobacco Settlement Fund	2,838,185.17	47,526.37	2,885,711.54	-56,759.18
State Agency Pool	140,469,647.01	10,908,824.91	151,378,471.92	0.00
General Fund	160,243.08	0.00	160,243.08	0.00
<b>TOTAL</b>	<b>\$412,368,450.43</b>	<b>\$16,740,198.54</b>	<b>\$429,108,648.97</b>	<b>-\$201,091,974.97</b>

In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. The policy also provides that capital losses from FY 09 will be made good from future capital gains and not ordinary income.

**PERMANENT WYOMING MINERAL TRUST FUND**  
**Fiscal Years 05 through 09 Analyzed and Compared**

(\$ Millions)

	<u>FY 05</u>	<u>FY 06</u>	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>
Beginning Book Value	\$2,252.4	\$2,472.6	\$2,968.4	\$3,329.5	\$3,896.6
Beginning Market Value	2,218.2	2,557.8	3,070.6	3,728.1	4,135.4
- Difference	(34.2)	85.2	102.2	398.6	238.9
- Percent	-1.5%	3.4%	3.4%	12.0%	6.1%
Additions to Corpus					
- Constitutional Severance Tax 1.5% Deposit	\$168.6	\$243.6	\$193.1	\$213.6	\$290.7
- Add'l Severance Tax 1%	0.0	162.4	128.7	142.4	193.8
- Additional Legislative Deposits	51.6	89.9	20.0	40.0	0.0
- Spending Policy Reversions	0.0	0.0	19.2	171.1	0.0
Reduction of Corpus					
- Deferred Realized Capital Loss	0.0	0.0	0.0	0.0	(118.9)
Total Increase to Corpus	\$220.2	\$495.8	\$361.0	\$567.1	\$365.6
Ending Book Value					
Ending Book Value	\$2,472.6	\$2,968.4	\$3,329.5	\$3,896.6	\$4,262.2
Ending Market Value	2,557.8	3,070.6	3,728.1	4,135.4	3,893.8
- Difference	85.2	102.2	398.6	238.9	(368.3)
- Percent	3.4%	3.4%	12.0%	6.1%	-8.6%
Total Distributed Income (gross of fees)					
- Interest	\$90.6	\$127.9	\$156.7	\$329.3	\$142.8
- Dividend	77.1	81.1	87.4	101.5	101.4
- Realized Net Capital Gain	11.1	19.8	31.8	38.4	38.8
- Realized Net Capital Gain	2.4	26.9	37.6	189.4	2.5
Change in Book Value	\$220.2	\$495.8	\$361.0	\$567.1	\$365.6
Change in Market Value	339.6	512.9	657.5	407.3	(241.6)
Cash Yield	3.87%	4.81%	4.96%	9.02%	3.42%
Total Return	8.40%	6.62%	14.83%	2.44%	-13.82%

1. Note: "Total Income" is spendable investment income including dividends, interest and realized capital gains. "Total Return" is comprised of dividends, interest and realized and unrealized capital gains. The Treasurer's Office calculates the "Cash Yield" return above based on average book value. RV Kuhns calculates total return based on the time-weighted rate of return - essentially compounded growth.

2. In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. The policy also provides that capital losses from FY 09 will be made good from future capital gains and not ordinary income.

3. "Ending Book Values" from FY05 through FY07 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.

**PERMANENT WYOMING MINERAL TRUST FUND: CORPUS**  
**Revenue Receipts Fiscal Year 2009**

	<b><u>JUNE 30, 2008</u></b> <b><u>CORPUS BALANCE</u></b>	<b><u>REVENUE</u></b>	<b><u>JUNE 30, 2009</u></b> <b><u>CORPUS BALANCE</u></b>
Beginning Balance	\$3,896,621,442.18		
Severance Tax			
Coal		109,299,819.55	
Stripper Oil		21,166,236.50	
Other Valuable Products		930,959.74	
Oil		58,558,517.26	
Natural Gas		281,583,859.65	
Condensate-Gas		12,939,589.00	
Tertiary-Oil		2,324.40	
Wildcat Oil		0.70	
Gain (Loss) Income Deferred		<u>-118,886,938.26</u>	
<b>TOTAL REVENUE ADDED TO CORPUS</b>		<b><u>\$365,594,368.54</u></b>	
			<b><u>\$4,262,215,810.72</u></b>

**COMMON SCHOOL PERMANENT LAND FUND**  
**Fiscal Years 05 through 09 Analyzed and Compared**

(\$ Millions)

	<u>FY 05</u>	<u>FY 06</u>	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>
Beginning Book Value	\$1,076.2	\$1,164.9	\$1,318.6	\$1,466.2	\$1,682.7
Beginning Market Value	1,014.3	1,165.2	1,371.6	1,676.7	1,766.0
- Difference	(61.9)	0.4	53.1	210.5	83.3
- Percent	-5.7%	0.0%	4.0%	14.4%	5.0%
<b>Additions to Corpus</b>					
- Sales, Royalties, etc.	\$88.4	\$153.7	\$147.7	\$161.3	\$163.8
- Additional Legislative Deposits	0.0	0.0	0.0	0.0	0.0
- Spending Policy Reversions	0.2	0.0	0.0	55.1	0.0
<b>Reduction of Corpus</b>					
- Deferred Realized Capital Loss	0.0	0.0	0.0	0.0	(52.1)
<b>Total Increase to Corpus</b>	<b>\$88.7</b>	<b>\$153.7</b>	<b>\$147.7</b>	<b>\$216.5</b>	<b>\$111.7</b>
Ending Book Value	\$1,164.9	\$1,318.6	\$1,466.2	\$1,682.7	\$1,794.4
Ending Market Value	1,165.2	1,371.6	1,676.7	1,766.0	1,622.5
- Difference	0.4	53.1	210.5	83.3	(172.0)
- Percent	0.0%	4.0%	14.4%	5.0%	-9.6%
<b>Total Distributed Income (gross of fees)</b>	<b>\$52.7</b>	<b>\$55.9</b>	<b>\$68.5</b>	<b>\$137.1</b>	<b>\$60.1</b>
- Interest	38.6	37.6	36.1	37.7	40.5
- Dividend	5.7	9.0	13.8	16.5	17.8
- Realized Net Capital Gain	8.3	9.3	18.6	82.9	1.8
<b>Change in Book Value</b>	<b>\$88.7</b>	<b>\$153.7</b>	<b>\$147.7</b>	<b>\$216.5</b>	<b>\$111.7</b>
<b>Change in Market Value</b>	<b>150.9</b>	<b>206.4</b>	<b>305.1</b>	<b>89.3</b>	<b>(143.6)</b>
<b>Cash Yield</b>	<b>4.87%</b>	<b>4.59%</b>	<b>4.98%</b>	<b>9.51%</b>	<b>3.37%</b>
<b>Total Return</b>	<b>8.66%</b>	<b>6.02%</b>	<b>14.87%</b>	<b>2.27%</b>	<b>-13.25%</b>

1. Note: "Total Income" is spendable investment income including dividends, interest and realized capital gains. "Total Return" is comprised of dividends, interest and realized and unrealized capital gains. The Treasurer's Office calculates the "Cash Yield" return above based on average book value. RV Kuhns calculates total return based on the time-weighted rate of return - essentially compounded growth.

2. In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. The policy also provides that capital losses from FY 09 will be made good from future capital gains and not ordinary income.

3. "Ending Book Values" from FY05 through FY07 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.

**PERMANENT LAND FUND: CORPUS**  
**Revenue Receipts Fiscal Year 2009**

<u>FUND/ACCOUNT NAME</u>	<u>JUNE 30, 2008</u> <u>CORPUS BALANCE</u>	<u>REVENUE</u>	<u>JUNE 30, 2009</u> <u>CORPUS BALANCE</u>
<u>L01 MINER'S HOSPITAL</u>			
Beginning Balance	\$37,454,384.44		
Oil & Gas Lease Royalties		641,414.80	
Sodium & Trona Lease Royalties		2,106,292.69	
Right-of-Way Easements		2,169.07	
Surface Damage		438.40	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		486,907.00	
Gain (Loss) Income Deferred		<u>-1,062,395.66</u>	
		2,174,826.30	
			<u>\$39,629,210.74</u>
<u>L02 PUBLIC BUILDINGS AT CAPITOL</u>			
Beginning Balance	\$3,968,455.39		
Oil & Gas Lease Royalties		833,941.82	
Sand & Gravel Royalties		8,458.05	
Right-of-Way Easements		23,169.04	
Surface Damage		14,581.00	
Real Estate-Sales		67,692.91	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		51,589.92	
Gain (Loss) Income Deferred		<u>-127,548.87</u>	
		871,883.87	
			<u>\$4,840,339.26</u>
<u>L03 FISH HATCHERY</u>			
Beginning Balance	\$353,556.50		
Oil & Gas Lease Royalties		821.47	
Right-of-Way Easements		2,018.25	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		4,596.23	
Gain (Loss) Income Deferred		<u>-9,478.04</u>	
		-2,042.09	
			<u>\$351,514.41</u>
<u>L04 COMMON SCHOOL (1)(2)</u>			
Beginning Balance	\$1,677,725,869.80		
Bentonite Lease Royalties		467,780.13	
Coal Lease Royalties		5,619,015.61	
Liquidated Damages		90,000.00	
Miscellaneous Mineral Lease Royalties		57,044.79	
Oil & Gas Lease Royalties		143,442,616.88	
Sand & Gravel Royalties		638,873.17	
Sodium & Trona Lease Royalties		9,987,401.52	
Right-of-Way Easements		905,138.89	
Surface Damage		1,592,540.12	
Real Estate-Sales		1,023,878.96	
Gain (Loss) Income Deferred		<u>-51,958,967.04</u>	
		111,865,323.03	
			<u>\$1,789,591,192.83</u>

<hr/>			
Beginning Balance	\$5,000,000.00		
Gain (Loss) Income Deferred		-142,803.64	
		-142,803.64	<u>\$4,857,196.36</u>
<u>L05 DEAF, DUMB &amp; BLIND</u>			
Beginning Balance	\$2,693,090.43		
Oil & Gas Lease Royalties		392,111.00	
Right-of-Way Easements		310.06	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		35,010.18	
Gain (Loss) Income Deferred		-80,864.67	
		346,566.57	<u>\$3,039,657.00</u>
<u>L06 CAREY ACT</u>			
Beginning Balance	\$1,182,495.49		
Bentonite Lease Royalties		19,166.99	
Oil & Gas Lease Royalties		168,176.62	
Right-of-Way Easements		1,478.40	
Real Estate-Sales		41,561.52	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		15,372.44	
Gain (Loss) Income Deferred		-37,002.90	
		208,753.07	<u>\$1,391,248.56</u>
<u>L07 OMNIBUS</u>			
Beginning Balance	\$22,972,946.01		
Oil & Gas Lease Royalties		3,856,947.29	
Sand & Gravel Royalties		256,691.03	
Right-of-Way Easements		33,695.77	
Surface Damage		19,170.54	
Reimburse from WY State Hospital (1998 Ch 30 Sec 3/048)		1,000,000.00	
Prior Year Adjustment		84,499.69	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		298,648.30	
Gain (Loss) Income Deferred		-738,017.72	
		4,811,634.90	<u>\$27,784,580.91</u>
<u>L08 WYOMING STATE HOSPITAL</u>			
Beginning Balance	\$2,820,804.11		
Oil & Gas Lease Royalties		575,600.55	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		36,670.45	
Gain (Loss) Income Deferred		-88,554.79	
		523,716.21	<u>\$3,344,520.32</u>
<u>L09 WYOMING STATE TRAINING SCHOOL</u>			
Beginning Balance	\$1,356,426.32		
Oil & Gas Lease Royalties		346,874.42	
Sand & Gravel Royalties		113,153.02	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		17,633.54	
Gain (Loss) Income Deferred		-46,863.76	
		430,797.22	<u>\$1,787,223.54</u>

L10 WYOMING STATE PENITENTIARY

Beginning Balance	\$4,953,597.63		
Oil & Gas Lease Royalties		866,061.19	
Sand & Gravel Royalties		11,545.61	
Right-of-Way Easements		4,471.73	
Surface Damage		5,162.80	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		64,396.77	
Gain (Loss) Income Deferred		<u>-152,665.58</u>	
		798,972.52	
			<u>\$5,752,570.15</u>

L11 WYOMING STATE AGRICULTURAL COLLEGE (1)

Beginning Balance	\$7,493,344.08		
Oil & Gas Lease Royalties		282,376.19	
Right-of-Way Easements		33,807.99	
Surface Damage		34,620.00	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		97,413.47	
Gain (Loss) Income Deferred		<u>-208,134.38</u>	
		240,083.27	
			<u>\$7,733,427.35</u>

L12 WYOMING STATE UNIVERSITY (1)

Beginning Balance	\$16,063,616.67		
Oil & Gas Lease Royalties		179,333.53	
Right-of-Way Easements		8,448.50	
Surface Damage		4,602.88	
Real Estate-Sales		39,582.40	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		208,827.02	
Gain (Loss) Income Deferred		<u>-613,249.15</u>	
		-172,454.82	
			<u>\$15,891,161.85</u>

**NET INCREASE IN CORPUS** **\$121,955,256.41**

1. These funds are not available for appropriation.

2. In Fiscal Year 2009 Common School Permanent Land Fund II was added to the Common School Pool along with Common School Permanent Land Fund and is being invested there. Income is diverted to the Education Trust Fund per Special Session Laws 1997 Ch. 3 Section 504.

Revenue from above "sales" is the principal payment from the sale of state lands and from right-of-ways granted on state lands. "Royalties" are derived from oil and mineral leases on state lands.

**SPENDING POLICY: PERMANENT WYOMING MINERAL TRUST FUND (PWMTF)**  
**2009 Fiscal Year End**

last update 07/29/2009

W.S. 9-4-719 established annual spending policy amounts from the PWMTF (currently five percent (5%) of the average five (5) year rolling average market value) and created the PWMTF reserve account. To the extent earnings from the PWMTF exceed the five percent (5%) spending policy amount, the excess earnings flow to the PWMTF reserve account. If the balance in the reserve account reaches more than 75% of the spending policy amount, the excess in the reserve account is transferred to the corpus of the PWMTF.

The spending policy amount for fiscal year 2009 was \$157,100,790. Total PWMTF investment income for FY09 was \$135,264,226. As investment earnings were less than the five percent (5%) spending policy amount, no funds flowed to the spending policy reserve account at the end of fiscal year 2009. Also, the balance in the reserve account at fiscal year end did not exceed 75% of the spending policy amount, thus no funds reverted to corpus at the end of FY 2009.

As of	Total Market Value (a)	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Investment Income over Spending Policy to Reserve Acct.	Legislative Appropriation	Year End Reserve Bal. Before Reversion	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/97	1,396,009,173	1998										
7/1/98	1,507,006,444	1999										
7/1/99	1,540,767,270	2000										
7/1/00	1,539,636,928	2001										
7/1/01	1,755,553,508	2002	1,547,794,665	8.000%	123,823,573	90,510,496	0			92,867,680	0	
7/1/02	1,864,380,749	2003	1,641,468,980	7.625%	125,162,010	58,647,855	0			93,871,507	0	
7/1/03	2,050,845,569	2004	1,750,236,805	5.000%	87,511,840	98,110,315	10,598,475 (f)		10,598,475	65,633,881	0	10,598,475
7/1/04	2,218,179,475	2005	1,885,719,246	5.000%	94,285,962	87,789,397	0	44,500,000 (b)	56,747,488 (c)	70,714,472	0	55,098,475 (d)
7/1/05	2,557,758,285	2006	2,089,343,517	5.000%	104,467,176	123,952,616	19,485,440 (f)		74,583,915	78,350,382	0	74,583,915
7/1/06	3,070,623,840	2007	2,352,357,584	5.000%	117,617,879	150,487,083	32,869,204 (f)		107,453,119	88,213,409	19,239,709 (e)	88,213,409
7/1/07	3,728,082,077	2008	2,725,097,849	5.000%	136,254,892	321,357,789	185,102,897		273,316,306	102,191,169	171,125,137	102,191,169
7/1/08	4,135,435,366	2009	3,142,015,809	5.000%	157,100,790	135,264,226	0		102,191,169	117,825,593	0	102,191,169

Source: W.S. 9-4-719

**Notes:**

- (a) Total Market Value for FY09 & Prior are Actual Market Values
- (b) Appropriation from General Fund to this reserve account-2004 budget session
- (c) Reflects addition of \$1,649,014 realized earned income on reserve account.
- (d) Reflects balance following correction of \$1,649,014 realized earned income-transfer out to general fund.
- (e) Reflects \$12,109,656 reduction of reversion to corpus following correction of market values
- (f) Reflects reduction in amount to reserve following correction of market values--\$9,599,515 transferred back to general fund

**SPENDING POLICY: COMMON SCHOOL PERMANENT LAND FUND (CSPLF)**  
**2009 Fiscal Year End**

last update 07/29/2009

W.S. 9-4-719 established annual spending policy amounts from the CSPLF (currently five percent (5%) of the average five (5) year rolling average market value) and created the CSPLF reserve account. To the extent earnings from the CSPLF exceed the five percent (5%) spending policy amount, the excess earnings flow to the CSPLF reserve account. If the balance in the reserve account reaches more than 75% of the spending policy amount, the excess in the reserve account is transferred to the corpus of the CSPLF.

The spending policy amount for fiscal year 2009 was \$69,955,134. Total CSPLF investment income for FY09 was \$56,672,431. As investment earnings were less than the five percent (5%) spending policy amount, no funds flowed to the spending policy reserve account at the end of fiscal year 2009. In addition, the fiscal year end balance in the reserve account did not exceed 75% of the spending policy amount, thus no funds reverted to corpus at the end of FY 2009.

As of	Total Market Value (a)	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Investment Income over Spending Policy to Reserve Acct.	Legislative Appropriation	Year End Reserve Bal. Before Reversion	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/97	782,431,215	1998										
7/1/98	838,949,498	1999										
7/1/99	857,362,587	2000										
7/1/00	839,611,767	2001										
7/1/01	899,161,216	2002	843,503,257	8.200%	69,167,267	37,700,000	0			51,875,450	0	
7/1/02	930,348,643	2003	873,086,742	7.825%	68,319,038	36,070,760	0			51,239,278	0	
7/1/03	1,013,895,764	2004	908,075,995	5.000%	45,403,800	48,190,294	2,786,494 (h)		2,786,494	34,052,850	0	2,786,494
7/1/04	1,014,318,667	2005	939,467,211	5.000%	46,973,361	51,092,246	4,118,885 (h)	30,000,000 (b)	37,852,862 (e)	35,230,020	2,622,841 (g)	34,282,538 (f)
7/1/05	1,165,218,792	2006	1,004,588,616	5.000%	50,229,431	53,845,180	3,615,749 (h)		37,898,288	37,672,073	226,214 (g)	37,672,073
7/1/06	1,371,627,543	2007	1,099,081,882	5.000%	54,954,094	65,520,931	10,566,837 (h)	(13,500,000) (c)				
7/1/07	1,678,302,393	2008	1,248,672,632	5.000%	62,433,632	133,866,782	71,433,150	(4,200,000) (d)	30,538,910	41,215,571	0	30,538,910
7/1/08	1,766,046,029	2009	1,399,102,685	5.000%	69,955,134	56,672,431	0	167,274 (i)	101,972,060	46,825,224	55,146,837	46,825,224
									46,992,498	52,466,351	0	46,992,498

Source: W.S. 9-4-719

- (a) Total Market Value for FY09 & Prior are Actual Market Values
- (b) \$30,000,000 was appropriated from the school foundation account into this reserve account-2004 budget session
- (c) \$13,500,000 was appropriated from this reserve account into the Hathaway scholarship expenditure account-2006 budget session
- (d) \$4,200,000 was appropriated from this reserve account for distribution to the community colleges and the University of Wyoming to begin to implement the plan for excellence in the higher education endowment--\$2.8 million to UW and \$1.4 million equally split among the seven (7) community colleges.
- (e) Reflects addition of \$947,482 realized earned income on reserve account.
- (f) Reflects balance following correction of \$947,482 realized earned income-transfer out to CSPLF income fund.
- (g) Reflects reduction in amount to revert to corpus following correction of market values--\$1,099,854 transferred back to reserve
- (h) Reflects reduction in amount to reserve following correction of market values--\$1,076,494 transferred back to general fund
- (i) UW returned \$167,274 of the \$2.8 million distributed from the \$4,200,000 appropriation to begin to implement the plan for the excellence in higher education endowment

**SPENDING POLICY: EXCELLENCE IN HIGHER EDUCATION ENDOWMENT (Higher Ed)**  
**2009 Fiscal Year End**

last update 07/29/2009

W.S. 9-4-719 established annual spending policy amounts from the Excellence in Higher Education (Higher Ed) Endowment fund (currently five percent (5%) of the average five (5) year rolling average market value) and created the Excellence in Higher Education Endowment (Higher Ed) reserve account. To the extent investment earnings from the Higher Ed Endowment fund exceed the five percent (5%) spending policy amount, the excess earnings flow to the Higher Ed reserve account. If the investment earnings from the Higher Education Endowment fund are less than the five percent (5%) spending policy amount, an amount equal to the difference is taken from the Higher Ed reserve account and distributed to the University of Wyoming and seven community college foundations in accordance with W.S. 21-16-1201.

The spending policy amount for fiscal year 2009 was \$3,867,815. Total investment income from the Higher Education Endowment fund for FY09 was \$3,926,014, and \$58,199 of investment earnings was in excess of the spending policy amount and as such was deposited into the Higher Ed reserve account at the end of the 2009 fiscal year. However, the 2009 fiscal year end balance (\$1,351,395) did not exceed 75% of this spending policy amount, thus no funds flowed from the reserve account to the corpus of the Higher Education Endowment fund.

As of	Total Market Value	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Earnings over 5% of spending policy amount to Reserve Acct	Legislative Appropriations	Earnings less than 5% of spending policy from Reserve Acct to be distributed	Year End Reserve Balance Before Reversion to Corpus or to cover shortfall	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/05	929,697 (a)	2006		5.000%	0.00	0	0			0	0	0	0
7/1/06	48,379,952 (a)	2007	48,379,952	5.000%	2,418,998	726,921	0			0	1,814,248	0	0
7/1/07	78,867,967 (a)	2008	63,623,960	5.000%	3,181,198	4,474,394	1,293,196			1,293,196	2,385,898	0	1,293,196
7/1/08	104,820,958 (b)	2009	77,356,292	5.000%	3,867,815	3,926,014	58,199		0	1,351,395	2,900,861	0	1,351,395

Source: W.S. 9-4-719

Notes:

- (a) Total Market Value for FY06 - FY08 are based on Higher Ed portion of SAP market value
- (b) Total Market Value for FY09 is based on actual market value

**RESERVE ACCOUNT: HATHAWAY STUDENT SCHOLARSHIP ENDOWMENT**  
**2009 Fiscal Year End**

last update 07/29/2009

W.S. 21-16-1302 established the Hathaway student scholarship reserve account. All unexpended and unencumbered monies within the Hathaway scholarship expenditure account at the end of each fiscal year are deposited into the Hathaway student scholarship reserve account. To the extent funds within the Hathaway scholarship expenditure account are not sufficient in any fiscal year to fully fund scholarships awarded pursuant to 21-16-1304 through 21-16-1306, monies are transferred from the reserve account to the expenditure account for distribution to eligible institutions to fund scholarships. At the end of each fiscal year, if funds in the reserve account are more than the greater of \$12 million or the amount equal to 3.75% of the previous five-year average market value of the Hathaway student scholarship endowment fund (corpus), the excess is transferred to corpus on or after July 1 each year.

During FY09, \$3,964,942 was transferred out of the Hathaway reserve to the Hathaway expenditure account to fully fund scholarships awarded during the fiscal year. At the end of FY09, a total of \$7,757,555 was transferred from the Hathaway scholarship expenditure account to the Hathaway scholarship reserve account and \$3,792,613 was transferred from the Hathaway reserve account to the corpus of the Hathaway Student Scholarship Endowment fund leaving a balance of \$12,000,000 in the Hathaway reserve account at the end of fiscal year 2009.

<b>HATH as of 7/1</b>	<b>For FY</b>	Total HATH Investments at MARKET	Rolling 5 Year Average	Percentage in Statute	3.75% of 5 Yr Avg	Statutory Amount	<b>X</b> Greater of the 3.75% or Stat Amt	Transfers into Reserve from Expenditure Account	Transfers from Reserve to Expenditure Account (for scholarships)	Cash Balance of Reserve (after transfers)	Amount Reverts to Corpus	Ending Cash Balance of Reserve s/be
							<i>Comparison of statutory amt and</i>					
2005	FY06	3,397,432 (a)	3,397,432									
2006	FY07	210,027,477 (a)	106,712,454					23,418,453	0	23,418,453	0	23,418,453
2007	FY08	298,312,993 (a)	170,579,301	3.75%	6,396,724	12,000,000	12,000,000	9,551,260	(1,717,263)	31,252,450	(19,252,450)	12,000,000
2008	FY09	417,997,280 (b)	232,433,795	3.75%	8,716,267	12,000,000	12,000,000	7,757,555	(3,964,942) (c)	15,792,613	(3,792,613)	12,000,000

Source: W.S. 21-16-1302(b)

- (a) Total Market Value for FY06 - FY08 are based on Hathaway portion of SAP market value
- (b) Total Market Value for FY09 is the actual market value as of 07/01/08
- (c) Reflects net transfer-two colleges requested payment for full fall enrollment estimate rather than 75% of estimate

## **INTERFUND BORROWING SCHOOL FOUNDATION PROGRAM**

For several years the state issued tax and revenue anticipation notes (TRANS), as authorized by W.S. 9-4-1101 through 9-4-1105, to fund temporary cash flow shortfalls in the School Foundation Fund in order to make school foundation program payments to Wyoming school districts as required by Wyoming Statutes. However, during fiscal years 2008 and 2008, the State of Wyoming did not issue any tax and revenue anticipation. Instead, school foundation program payments were made by temporary interfund borrowing from the corpus of the Common School Permanent Land Fund (CSPLF) at 6% interest as allowed by W.S. 21-13-316.

A cash flow analysis spreadsheet is included on the following page that shows the schedule of actual revenue receipts for FY09, the schedule of statutory school foundation payments and the incorporation of interfund borrowing from and repayment to the CSPLF for fiscal year 2009.

Interest payments from the school foundation program for this interfund borrowing totaled \$125,000 for FY09. The amount of interest paid to the Common School Permanent Land Fund account was reported as income to the account to be distributed among all school districts during FY 10 as provided by Wyoming Statute.

There are several reasons for the lack of liquidity to make scheduled school foundation program payments. They include timing of receipt of revenues primarily from federal mineral royalties and ad valorem taxes and the statutory schedule of payments to school districts which distributes the majority of foundation program revenues towards the front end of the school year. As illustrated on the cash flow analysis spreadsheet, revenue shortfalls to the school foundation account occur primarily in October and February of each year.

The State Treasurer could also use the provisions of W.S. 9-1-417, which allows utilization of loans from the general fund or budget reserve account, up to \$60 million, to assist in meeting the cash flow needs for obligations of the school foundation program which come due prior to the receipt of program revenues. Loans from the general fund must be repaid as soon as anticipated revenue is received.

Liquidity needs were built into the state's investment asset allocation plan for the CSPLF for fiscal year 2009. To ensure liquidity needs are met, the CSPLF portfolio held a larger portion of its assets in cash and short-term bonds than held by the Permanent Wyoming Mineral Trust Fund.

Interfund borrowing will again be used to fund the cash flow for the school foundation program during fiscal year 2010.

State of Wyoming  
School Foundation Account - with CSPLF Borrowing  
FISCAL YEAR 2009  
Estimated Cash Flow - 13th Period 2009

	Actual July 08	Actual Aug 08	Actual Sept 08	Actual Oct 08	Actual Nov 08	Actual Dec 08	Actual Jan 09	Actual Feb 09	Actual Mar 09	Actual Apr 09	Actual May 09	Actual Jun 09	Actual (13th Pd 09)	FY09 Totals	LSO & CREG FY09 Estimates May 09
Beginning Balance	\$387,051,614	\$395,990,701	\$118,379,331	\$205,166,329	(\$399,202)	\$19,439,691	\$82,805,904	\$190,315,644	(\$3,809,204)	\$36,510,557	\$112,154,956	\$43,819,775	\$281,848,912	\$387,051,614	\$338,883,551
Revenues and Transfers															
Auto Tax	330,131	138,925	8,634,329	5,310,752	1,211,083	664,981	2,949,289	388,749	133,756	667,213	131,413	142,635		20,703,256	20,000,000
Car Company Tax	351,521	14,718	34,551	60,612							11,961			473,363	400,000
Property Tax	1,219,206	893,931	426,470	4,775,978	49,091,147	72,489,767	19,802,881	4,119,812	2,048,661	1,634,585	28,893,578	77,952,670		263,348,685	262,779,974
Penalty-Definq taxes				70	10,110	4,570	3,800			390				18,940	
Federal Mineral Royalty (under \$200mm)	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000		88,704,000	
FMR (over \$200mm)			76,949,343				45,994,441			69,873,613		60,383,016		253,200,412	270,000,000
Comm School Income Fund (Trsrfr from)							6,354,931						64,908,502	71,263,433	60,900,000
Interest - WY Municipalities	66,174	66,184	67,939	88,154	318,615	35,109	57,798	65,414	164,609	42,449	27,119	151,488		1,151,052	1,000,000
Net Capital Gain/(Loss)											172,461	137,996	(310,458)	(0)	(0)
Interest - Investments		962,039	369,526	294,353	553,733	19,024	329,786	661,673	204,030	52,617	251,025	258,677	895,914	4,852,398	4,000,000
Recapture	2,088	75,039	(74,358)	4,382,854			49,456,835			49,456,452		49,456,350		200,038,266	198,433,345
CSPLF Interfund Borrowing				8,000,000	(8,000,000)			17,000,000	(17,000,000)					0	0
Total Revenues and Transfers	\$9,361,120	\$9,542,836	\$93,799,800	\$30,304,773	\$50,576,688	\$80,605,451	\$132,341,761	\$29,627,648	\$42,399,508	\$79,662,867	\$86,335,907	\$193,701,487	\$65,493,958	\$903,753,805	\$817,513,319
Expenditures															
Entitlements - School Districts		(178,112,408)		(195,112,061)				(193,326,775)						(566,551,244)	(567,398,008)
Entitlement Adjustments	561	(446,290)	712,900	(859,679)				(851,813)						(1,444,321)	(2,500,000)
ECA Entitlements		(10,313,358)		(11,660,402)				(11,553,709)						(33,527,469)	(33,909,174)
Combined Incentive Payments				(100,988)										(100,988)	(200,000)
Tax Shortfall Grants				(9,300,364)										(9,300,364)	(15,000,000)
Distance Learn Incentive			(79,500)											(79,500)	(250,000)
Recapture Loan		(70,165,267)										70,165,267		0	0
Audit Adjustments/Settlements	1,416,029	140,848	35,522	75,459			450,607	33,721	51,050	493,229		676,170		3,372,635	
Vocational Education Grants				1,254			(13,472)	(4,786)	(12,940)	(6,768)	(24,568)	(8,628)	(71,264)	(141,172)	(250,000)
SF01 & SF70 Summer School	(29,911)	(2,295,504)	(270)	(411,338)	(4,899,232)	(692,156)	(380)	(8,996)	172,913	(5,457)	(21,151)			(8,191,482)	(9,000,000)
SF70 At-Risk	(8,990)	(9,629)	(10,059)	(9,865)	(10,178)	(16,607)	(9,190)	(14,041)	(11,367)	(11,519)	(22,482)	(19,323)	(272)	(153,522)	
SF70 Distance Education	(1,967)	(3,037)	(277)	(4,758)	(7,269)	(6,902)	(7,448)	(8,362)	(7,511)	(9,393)	(6,351)	(577)		(63,853)	
SF70 Student Enrichment	(13,631)	(36,785)	(179,083)	(40,468)	(5,713)	(1,085)	(1,273)	(6,851)	(5,044)		(13,091)	(65,674)		(368,699)	
SF70 Food Service				(4,500,000)										(4,500,000)	(4,500,000)
SF70 Distance Education Grant											(33,824)	(4,557)		(38,381)	
COP Payments	(781,960)	(1,074,228)	(769,970)	(1,045,585)	(1,213,411)	(807,191)	(957,819)	(936,125)	(866,510)	(891,321)	(802,897)	(836,742)		(10,983,759)	(11,528,563)
SF01 & SF70 Instructional Facilitators	32,198	(21,894,306)	22,554									49,216		(21,790,338)	(21,894,306)
National Bd Certification Payment Reimb			355,853				(355,853)	(744,000)						(744,000)	(872,000)
Education Studies	(10,500)	(19,253)		(1,936)		(2,403)								(34,092)	
Education Reform	(124,473)	(182,299)	(5,495,207)	(499,012)	(2,196,750)	(377,729)	(588,406)	(3,059,078)	(489,270)	(3,262,087)	(1,361,519)	(946,705)	(626,194)	(19,208,730)	(19,123,384)
Student Performance Data System	(235)	(475,815)	(50,767)	(9,971)	(6,709)	(39,980)	(690,315)	(11,287)	(9,174)	(28,320)	(7,483)	(971,811)	(338)	(2,302,203)	(1,250,794)
WDE Budget	(694,821)	(118,051)	(336,017)	(1,346,341)	(332,534)	(225,113)	(94,157)	(390,993)	(71,483)	(31,168)	(169,908)	(130,320)	(7,228)	(3,948,134)	(4,515,957)
SF70 Career-Technical Education				(4,767)	(6,037)	(8,047)	(6,111)	(6,927)	(6,045)	(6,240)	(8,183)	(8,665)	(66)	(61,088)	(680,000)
SF47 Transcript Data Center									(13,000)	(117,000)	(7,732)	(27,000)		(164,732)	
SF70 Hathaway Scholarship Study			(2,481)	(189,123)	(6,087)	(9,066)	(27,256)	(691)	(2,505)	(1,505)	(856)	(10,561)	(69)	(250,200)	(67,500)
Retirement Fund Liability													(150,600,000)	(150,600,000)	(150,600,000)
+ C.S. Spending Policy Trsrfr to C.S. Reserve														0	0
* Capital Facilities Bond Debt Service (FMR)				(4,468,409)	1,167,000		3,729,500							428,091	
National Guard Youth Challenge	(144,170)	(51,183)	(192,543)	(137,653)	(24,554)	165,891	(23,184)	(170,764)	(124,164)	(46,096)	(2,422)	(150,980)	(10,760)	(912,580)	(1,048,989)
School Funding Equity Litigation	(61,817)	(52,044)	(41,452)	(81,490)	(83,358)	(56,345)	(113,547)	(71,655)	(82,236)	(66,440)	(69,437)	(92,352)	(1,601)	(873,774)	(2,054,755)
FY08 School Cap Con Infrastructure		(318,843)	(38,213)		(14,259,799)	(4,251,897)	(11,287,365)	(3,721,367)	(101,890)	(90,100)	(158,562)	(8,026,530)		(42,254,566)	
FY09 School Cap Con Infrastructure	(463)	(1,725,634)	(944,672)	(6,124,547)	(8,819,167)	(10,818,891)	(14,846,343)	(8,899,442)	(152,726)	(99,433)	(1,389,996)	(15,173,741)	33,885	(68,961,170)	(125,521,955)
Teacher Shortage Loan Repayment	150	(2,190)	3,640	6,009	3,492	(77,878)	759	(311)	(86,257)	(1,302)	1,003	503		(152,383)	(400,000)
Trust Land Preservation - OSLI											(221)	221		0	(1,331,360)
School Study - LSO				(48,750)										(48,750)	
Interfund Borrowing Interest Expense					(40,000)	0	0	0	(85,000)	0	0	0		(125,000)	(3,335,000)
Total Education Expenditures	(\$422,033)	(\$287,154,206)	(\$7,012,802)	(\$235,870,304)	(\$30,737,795)	(\$17,239,238)	(\$24,832,021)	(\$223,752,496)	(\$2,079,747)	(\$4,018,468)	(\$154,671,088)	\$44,327,650	(\$613,220)	(\$944,075,769)	(\$977,231,745)
Ending Balance	\$395,990,701	\$118,379,331	\$205,166,329	(\$399,202)	\$19,439,691	\$82,805,904	\$190,315,644	(\$3,809,204)	\$36,510,557	\$112,154,956	\$43,819,775	\$281,848,912	\$346,729,650	\$346,729,650	\$179,165,125
CSPLF Loan Balance	\$0	\$0	\$0	\$8,000,000	\$0	\$0	\$0	\$17,000,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0

+ W.S. 9-4-719(g) and W.S. 9-4-601(d)(vi)  
\* W.S. 9-4-605

# WYO-STAR

## WYOMING STATE TREASURER'S ASSET RESERVE

In 1987 the Wyoming State Legislature authorized any county, municipality, school district or any other local government entity to participate in the WYO-STAR program (W.S. 9-1-416).

The Wyoming State Treasurer established an investment pool or common fund in which all monies are commingled for investment purposes. Each participant has an individual interest in the pool based on the ratio of that participant's cash balance as a percentage of the total cash balance of the pool. Separate accounts are maintained for each governmental entity. All investments conform to the statute covering the State Treasurer's other investments (W.S. 9-4-831).

J. P. Morgan Asset Management continues to manage the WYO-STAR portfolio. Safety of principal is always the foremost objective of the investment manager. Liquidity being the second objective, WYO-STAR continues to guarantee the return of funds on a 24-hour notice.

During FY97 WYO-STAR rules were amended to allow income to be distributed to participants on a monthly basis. Also, ACH (automated clearing house) has replaced wire transfer in returning participants' funds. Timeliness and cost savings prompted this change.

General information about the WYO-STAR program, daily rate information and forms have been made available through the Treasurer's website. Participants can access their accounts via the internet. This service is called Internet Participant Access System (IPAS). In mid-October 2007, the IPAS system was upgraded to improve the participant's overall ease of use. This service has been received by participants as very beneficial.

In late November and early December 2007, WYOSTAR participants were notified about the investment pool's exposure to subprime mortgage investments. Participants were informed that WYOSTAR has (i) zero exposure to subprime mortgages, (ii) has zero exposure to corporate bonds, (iii) does not hold asset backed commercial paper, and (iv) all securities carry a AAA rating or an implied AAA rating.

WYO-STAR investments, conformance to state statutes, and manager performance are reviewed quarterly by the consultant R.V. Kuhns & Associates, Inc. hired by the State Loan and Investment Board. This board is made up of the five elected officials, the Governor, Secretary of State, Auditor, Treasurer and Superintendent of Public Instruction.

WYO-STAR yields realized in FY09 are as follows:

07/08	2.595%	01/09	1.802%
08/08	2.618%	02/09	1.611%
09/08	2.633%	03/09	1.250%
10/08	2.267%	04/09	1.613%
11/08	1.983%	05/09	1.172%
12/08	2.634%	06/09	1.208%

The annualized yield for FY09 was 1.943%.

As of June 30, 2009, there were 153 active participants. (Some participants have multiple accounts). WYO-STAR pool balance on June 30, 2009, was \$311,954,840.17. Participants earned \$5,475,656.99 in FY09.

This page intentionally left blank

## WYOMING INVESTMENTS

As of June 30, 2009

<u>Program</u>	<u>See Notes</u>	<u>Statutory Allotment</u>	<u>Outstanding Investments</u>	<u>Amount Available</u>
<b><u>Investments for Public Purposes</u></b>				
Farm Loans	A	\$275,000,000	\$31,587,975	\$243,412,025
Irrigation Loans	B	20,000,000	5,850,986	14,149,014
Joint Powers Loans	C	60,000,000	11,058,622	48,941,378
Student Loans	D	25,000,000	0	25,000,000
Hot Springs State Park	E	2,000,000	194,685	1,805,315
Small Business Assistance & FmHA Ag Loans	F	0	518,402	0
Shoshone Municipal Pipeline Treatment Plant	G	16,500,000	13,708,463	0
Sheridan Area Water Treatment Project	H	6,750,000	1,247,000	0
Laramie Territorial Park Loan	I	10,000,000	10,000,000	0
Reimbursement to Counties for Deferred Taxes	J	2,000,000	22,184	1,977,816
Industrial Development Bonds	K	100,000,000	0	100,000,000
Airport Loans-Aeronautics Commission	L	10,000,000	3,413,022	6,586,978
		<b><u>\$527,250,000</u></b>	<b><u>\$77,601,338</u></b>	<b><u>\$441,872,527</u></b>

\*The list of investments shown above are investments of state funds for a specific public purpose, other than permissible investments made in compliance with state investment policy under W.S. 9-4-715 through 9-4-719 and 9-4-831, which are authorized or directed by the legislature in law. As stipulated in W.S. 9-4-715(n), total investments of permanent funds for a specific public purpose authorized or directed by the legislature are limited to \$500 million excluding investments made pursuant to W.S. 37-5-406. Prior to the convening of each general session of the legislature, the State Treasurer shall, after consultation with the State Loan and Investment Board, recommend to the Select Committee on Capital Financing and Investments whether any adjustment should be made in the limitation. The Treasurer closely monitors the outstanding balances of all public purpose investments to ensure the statutory limitation is not exceeded. Most of these investments are made from the Permanent Wyoming Mineral Trust Fund.

**In addition to the specific public purpose investments listed above, the following statutory commitments have been made:**

		<u>Commitment Amount</u>	<u>Outstanding Amount</u>	<u>Commitment Amount Available</u>
Student Loan Stand-By Commitment	M	\$90,000,000	\$0	\$90,000,000
WCDA Mortgage Bonds	N	25,000,000	819,672	0
		<b><u>\$115,000,000</u></b>	<b><u>\$819,672</u></b>	<b><u>\$90,000,000</u></b>

**Also, there are statutory loans from the general fund as follows:**

		<u>Total Statutory Loan Amounts</u>	<u>Outstanding Investments</u>	<u>Loan Funds Not Yet Requested</u>
Wyoming Gas Pipeline Authority	O	\$4,652,895	\$4,088,795	\$0
Wyoming Infrastructure Authority	P	15,192,605	7,192,605	8,000,000
		<b><u>\$19,845,500</u></b>	<b><u>\$11,281,400</u></b>	<b><u>\$8,000,000</u></b>

		<u>Commitment Amount</u>	<u>Outstanding Investments</u>	<u>Amount Available</u>
<b><u>Other Wyoming Investments</u></b>				
Basin Electric Power Bond			\$34,500,000	
Cheyenne Stage II GIC			11,361,414	
Drainage District Bonds			24,000	
Time Deposit Open Account Banking Program	Q	150,000,000	150,000,000	0
Wyoming Community College Bonds			7,000	
Wyoming Real Estate - Land	R	16,950,721	6,592,226	10,358,495
		<b><u>\$166,950,721</u></b>	<b><u>\$202,484,640</u></b>	<b><u>\$10,358,495</u></b>

**Total Wyoming Investments**

**\$292,187,050**

## **WYOMING INVESTMENTS NOTES & STATUTORY REFERENCES**

### **Investments for Public Purposes:**

- (A) Farm loans under W.S. 11-34-129; \$275 million authorized of which \$27.5 million is for beginning agriculture producer loans and \$55M is for a livestock enhancement program
- (B) Irrigation district loans under W.S. 11-34-301;
- (C) Joint Powers loans under W.S. 16-1-109; increased from \$30 million to \$60 million during 2008 legislative session and includes University of Wyoming as eligible entity
- (D) W.S. 9-4-715(f), student loans;
- (E) Hot Springs state park loans under W.S. 36-8-318;
- (F) Guaranteed portion of certain Small Business Assistance Act loans and guaranteed portion of certain Farmers Home Administration. Up to \$55 million was previously authorized and no new loans were to be made after December 31, 2006. W.S. 9-4-701(e) was repealed when investment statutes were amended in the 2008 legislative session;
- (G) Shoshone municipal water treatment project, under 1987 Wyoming Session Laws, Chapter 117, as amended;
- (H) Sheridan area water treatment project, under 1989 Wyoming Session Laws, Chapter 230, as amended;
- (I) Laramie territorial park, under 1989 Wyoming Session Laws, Chapter 285, as amended;
- (J) W.S. 9-4-701(m), deferred property taxes;
- (K) W.S. 9-4-701(q), industrial development bonds;
- (L) Airport construction, development & improvement loans under W.S. 10-3-403.

### **Statutory commitments:**

- (M) W.S. 21-16-714, Student Loan Stand-By Commitment. This would be an investment only if it were needed to cover a default in the Student Loan Program. There has been no such incident since the legislation was established. The statutory allotment for this commitment is \$145 million of which there is an outstanding commitment agreement to cover \$90 million of outstanding student loans;
- (N) Purchase of up to \$100 million WCDA bonds was authorized from the Common School Permanent Land Fund; however, the authorization period ended with only \$25 million actually used;

### **Statutory loans from the general fund:**

- (O) 2003 Session Laws, Chapter 171, Sec. 4 - \$279,500 for operating expenses; 2004 Session Laws, Chapter 83, Sec. 3 - \$284,600 for payment of insurance costs & professional services; 2004 Session Laws, Chapter 95, Sec. 321 - \$1,383,550 for operating expenses; 2006 Session Laws, Chapter 35, Sec. 304 - \$1,267,253 for operating expenses; 2008 Session Laws, Chapter 48, Sec 304 - \$1,437,992 for operating expenses;
- (P) 2004 Session Laws, Chapter 84, Sec. 4 - \$250,000 for operating expenses; 2005 Session Laws, Ch. 191, Sec. 191 - \$1,610,500 for operating expenses and \$5,000,000 for transmission development projects; 2006 Session Laws, Chapter 35, Sec 305 - \$1,623,540 for operating expenses and \$5,000,000 for transmission development projects; 2008 Session Laws, Ch 48, Sec 305 - \$1,708,565 for operating costs.

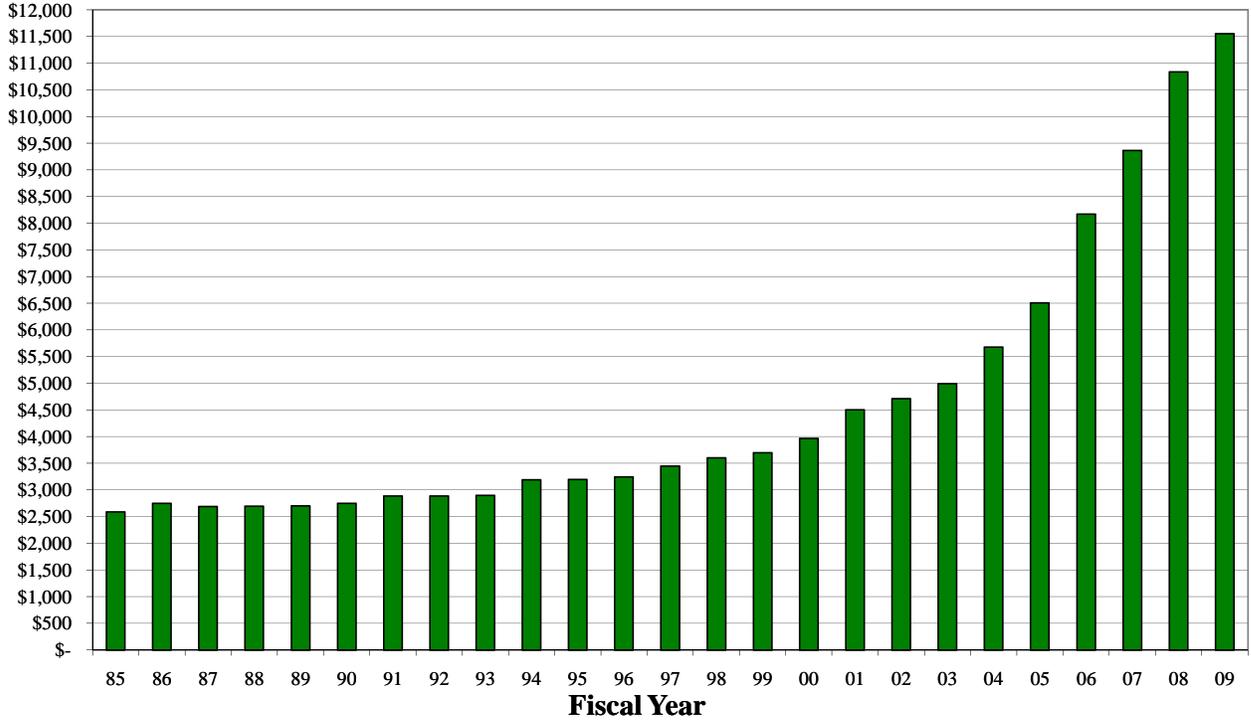
### **Other Wyoming Investments:**

- (Q) W.S. 9-4-803 authorizes the State Treasurer to deposit state funds in approved Wyoming banks and savings and loans. Currently, the amount the State Treasurer has made available to banks each year amounts to five percent (5%) of the State Agency Pool assets.
- (R) W.S. 9-4-715(k) authorizes the investment of funds received from sale of state trust lands plus up to \$2,000,000 one-time seed money contained in the common school permanent land fund (CSPLF) by purchasing land and improvements within Wyoming as assets of the Trust. Funds were also appropriated to the State Loan and Investment Board from the CSPLF in 2005 and 2006 for this purpose as well.

# WYOMING STATE TREASURER'S OFFICE

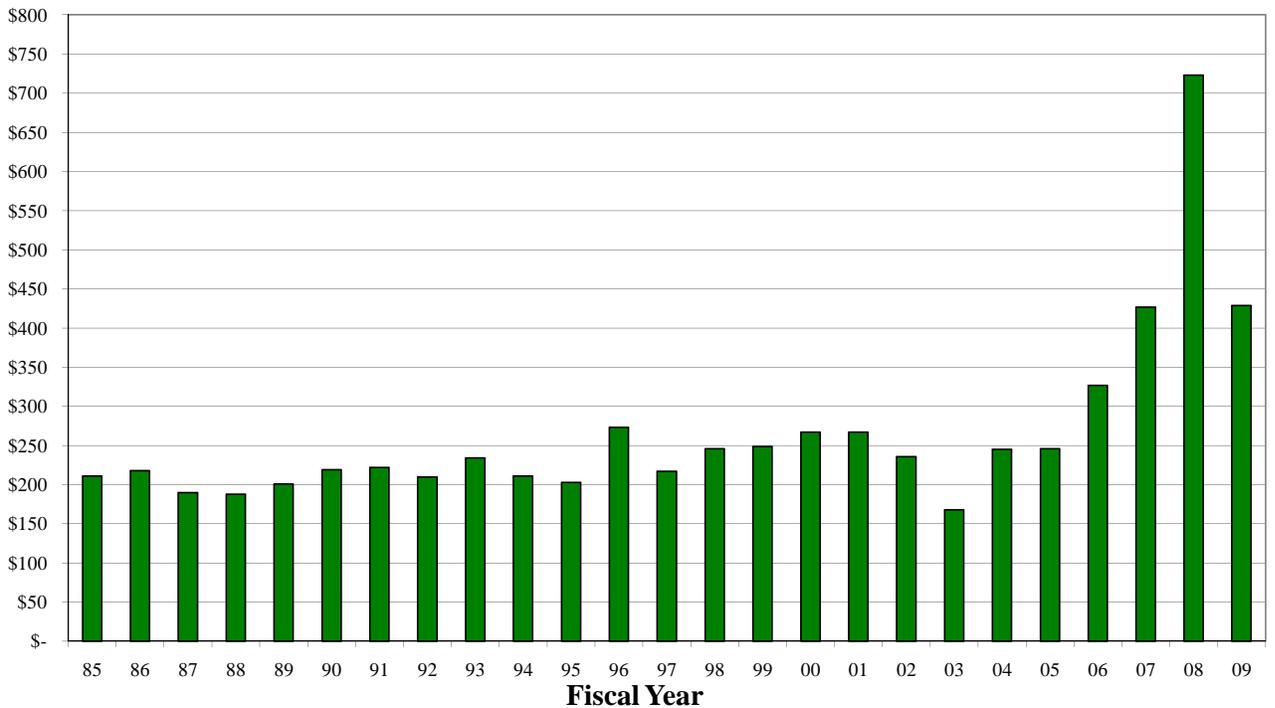
## TOTAL STATE PORTFOLIO

(\$ Millions)



## INVESTMENT INCOME

(\$ Millions)



**WYOMING STATE TREASURER  
JOE MEYER**

