ANNUAL REPORT
of the Treasurer

of the
State of Wyoming

For the Period
July 1, 2005 through June 30, 2006

Cynthia M. Lummis, State Treasurer
Sharon Garland, Deputy State Treasurer
Michael Walden-Newman, Chief Investment Officer

TABLE OF CONTENTS

INTRODUCTION:
- Foreword 3
- Duties of the Office 11
- Organizational Chart of State Treasurer's Office 12

FINANCIAL STATEMENTS:
- Balance Sheet 13
- Statement of Cash Flows 14
- Income Earnings Recognized on Investments. 15

INVESTMENTS:
- Treasurer's Investment Summary 16
- Report of the State Board of Deposits 17
- Time Deposits - Wyoming Banks 18
- Internally Managed Portfolio 19
- Fixed Income - External Investment Managers 20
- Equities - External Investment Managers 21
- Cash Management - External Investment Manager 22
- Securities Lending Income 23
- Market Performance Summary Analysis - All Investments 24
- Investments by General Type 26

FUND BALANCES:
- Investment Account Balances 27
- Permanent Land Funds: Corpus 28
- Permanent Wyoming Mineral Trust Fund: Corpus 31
- Legislatively Designated Investments 32

DISTRIBUTIONS:
- Federal Mineral Royalty Distribution 34
- Distributions to Counties 35
- Distributions to Cities & Towns 36
- Endowment Matching Program Distributions 39
- Hathaway and Higher Education Endowment Programs 40

OTHER PROGRAMS:
- WYO-STAR (Municipal Investment Pool) 41
- Wyoming Uniform Unclaimed Property 42
- Capital Facilities Revenue Bonds 44
- School District Bond Guarantee Program 45
- Local Government Bond Guarantee Program 45
- Family College Savings Program 46

LEGISLATIVE AUTHORITY: 47

APPENDIX:
- Investment Income Chart 48
- Investable Funds Chart 49

WYOMING STATE TREASURER'S REPORT TO SHAREHOLDERS
Activities, Accomplishments & Programs: 1999-2007

It is with considerable pride in the extraordinary accomplishments of my fine staff for the past eight years that I submit this final report, my tenure as State Treasurer now complete.

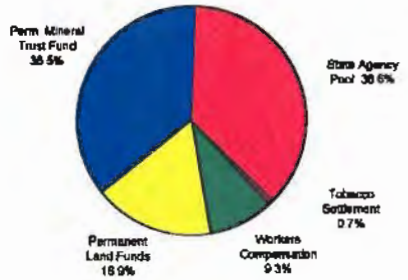
I am forever grateful to the people of this great State for bestowing upon me the privilege of serving as State Treasurer. This singular opportunity to serve as steward of the financial assets of Wyoming has been personally gratifying and professionally rewarding. I hope that this brief summary of eight years focused upon strengthening and diversifying the State's investment portfolio will validate the trust you have placed in my office to skillfully manage Wyoming's money.

I took office in 1999, year thirteen of the bust phase of a boom-bust cycle. Revenue was projected to be $200 million less than needed to fund the State budget. The State's total investment portfolio stood at $3.5 billion. Now, eight years later, we project our sixth consecutive year of surplus revenue.

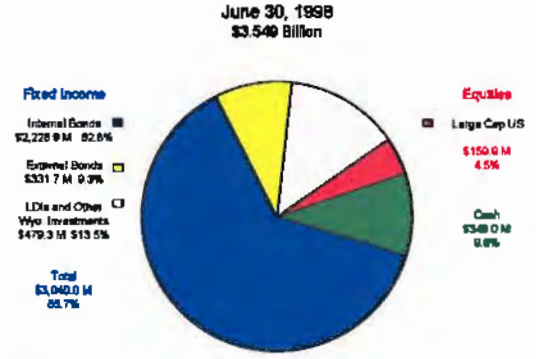
The Permanent Wyoming Mineral Trust Fund now exceeds $3 billion and the Permanent Land Funds $1.4 billion, up from $1.5 billion and $880 million in 1999, respectively. Investments under management totaled $8.2 billion at 2006 fiscal year end and exceeded $8.6 billion in total market value on September 30, 2006, a $5 billion increase in eight years.

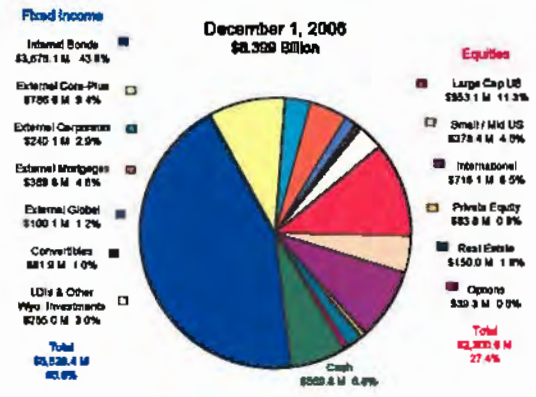
WYOMING STATE TREASURER'S PORTFOLIO
December 1, 2006

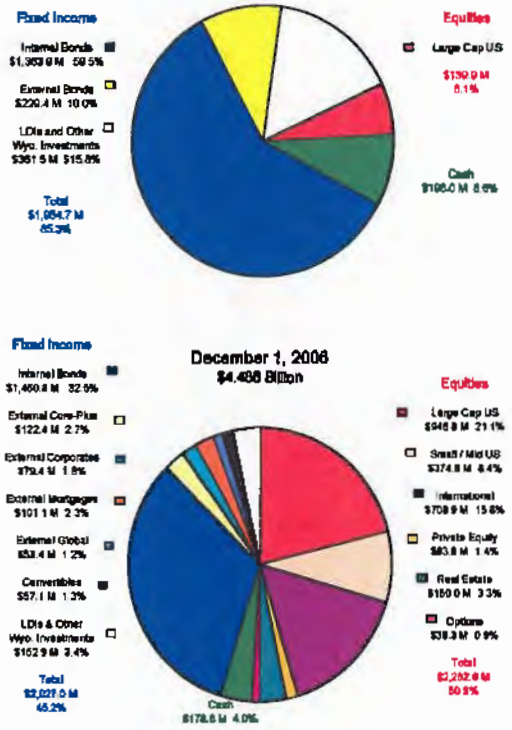
Permanent Wyoming Mineral Trust Fund :	$3,084,831,122
Funded with constitutional and statutory mineral severance tax revenues, and occasional direct legislative appropriations. Income from the PWMTF goes to the state general fund. Up to 5/8 percent of the PWMTF may be invested in equities; the FY 07 target is 52 percent	
Permanent Land Funds	1,423,594,238
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 at $1.346 billion; 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; the FY 07 target is 52 percent.	
Workers Compensation Fund	777,780,980
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; the FY 07 target is 5 percent.	
Tobacco Settlement Fund	58,323,030
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.	
State Agency Pool	3,077,223,073
Monies from all other state funds pooled for investment. Income is distributed back to a specific state agency or to the state general fund.	
GRAND TOTAL ALL FUNDS *(Book Value)*	$8,369,793,543



STATE TREASURER'S TOTAL PORTFOLIO







STATE TREASURER'S FUNDS: HOW MUCH AND WHERE AS OF DECEMBER 1, 2006

EXTERNAL FIXED INCOME, CONVERTIBLES AND CASH			
Convertibles	Nicholas Applegate	$81,855,026	
Core-Plus	Western Asset Management	331,195,334	
	Lehman	335,668,891	
	PIMCO	120,341,873	
Corporates	Western Asset	120,008,224	
	Delaware	120,069,965	
Mortgages	JPMorgan	221,647,092	
	PIMCO	167,983,438	
Global	PIMCO	100,055,735	
	Total External Fixed Income and Convertibles		$1,586,208,480
Cash Manager	JPMorgan	$569,827,517	
	Total External Cash		$569,827,517
EXTERNAL EQUITIES			
Large Cap Index	State Street Global Advisors	$952,676,130	
Small / Mid Cap	Frisco Associates	183,798,956	
	GAMCO (Gabelli)	194,601,595	
International	Capital Guardian Trust	352,599,687	
	Fisher Investments	351,495,145	
Options Overlay	First Quadrant	38,513,320	
Private Equity	Cheyenne Capital Fund	63,752,075 *$257,692,000 committed*	
Real Estate	ING Clarion	100,000,000	
	UBS Realty	50,000,000	
	Heitman	*$100 M committed*	
	TA Realty	*$75 M committed*	
Absolute Return	AIG, Highs Alternatives, PAAMCO	*Hired October 3, 2006, approx. $225 M committed*	
	Total External Equities		$2,288,228,058
			excludes outstanding commitments
	TOTAL EXTERNAL MANAGEMENT		$4,456,280,952
INTERNALLY MANAGED FUNDS			
Fixed Income	Bonds	$3,678,122,294	
Equity Index Fund	Exchange Traded Funds	11,985,879	
U. S. Equities	UW Portfolio Management Program	388,906	
	Total Internal Portfolio		$3,690,497,079
	LDIs and Other Wyoming Investments		$256,045,812
	TOTAL INTERNAL MANAGEMENT		$3,943,532,891
GRAND TOTAL ALL FUNDS *(Book Value)*			$8,399,783,843

The transformation of Wyoming's permanent funds into a fully diversified asset allocation has been our most significant achievement. In eight years, the investment mix of the Permanent Wyoming Mineral Trust Fund and the Permanent Land Funds has been changed from 95% fixed income and cash into 50% equities and 50% fixed income.

Permanent funds are invested in each major asset class, and non-permanent funds enjoy exposure to treasuries, agencies, corporate, mortgage-backed, global, core-plus and convertible bonds, plus extended cash.

These portfolios now provide the diversity to minimize risk, the exposure to maximize returns and the stability to protect and grow the assets in a prudent, responsible manner based upon sound investment principles.

Wyoming is well positioned for a dynamic investment future.

A summary of significant accomplishments of the past eight years follows, little of which could have been achieved but for the remarkable people with whom I have had the privilege to work: Rob Albee, Betsy Anderson, Marianne Beaudoin, Pam Bechtholdt, Cindy Braden, Rose Burch, Christie Clark, Darla Conn, Andrea Driskill, Kathy Flint, Ryan Ford, Fran Friehauf, Sharon Garland, Pam Hamilton, Susan Harris, Fran Hawkins, Keenan Hendon, Kathy Irvine, Keeya Jeffrey, Betty Krause, Sue Larson, Holly Lass, Erica Legerski, Shuyeh Liu, Ryan McGuffey, Gina Morgando, Eric Palen, Barbara Patterson, David Peterson, Teresa Poage, Alice Portz, Kathy Ramsey, Ken Rolfsness, Nancy Russell, Karla Semler, Glenn Shaffer, Emily Seidman, Shirley Trujillo, Charla Wagner, Michael Walden-Newman, Diana Walter and Lisa Ware.

The workload has been enormous and the staff fully vested with the advanced skills required to complete the task at hand.

Perhaps no State Treasurer will have as unique an opportunity as I to effect such significant change on Wyoming's investment portfolios using modern institutional portfolio theory.

I am uniquely blessed to have held this office for these eight years of unprecedented change.

Cynthia M. Lummis
Wyoming State Treasurer

WYOMING STATE TREASURER
Activities, Accomplishments & Programs: 1999-2007

State Revenue
(January 1 projected balances)

• 1999 - Deficit	$200 million
• 2000 - Deficit	$54 million
• 2001 - Surplus	$695 million
• 2002 - Surplus	$135 million
• 2003 - Surplus	$178 million
• 2004 - Surplus	$1.2 billion
• 2005 - Surplus	$965 million
• 2006 - Surplus	$1.8 billion
• 2007 - Surplus	$812.5 million

Investment Portfolio
(fiscal year-end market values)

• 1999	$3.6 billion
• 2000	$3.7 billion
• 2001	$4.3 billion
• 2002	$4.6 billion
• 2003	$5.0 billion
• 2004	$5.6 billion
• 2005	$6.7 billion
• 2006	$8.3 billion
• 2007 1st Qtr	$8.6 billion

Investment Program and Diversification Advances

- 1999 - Total funds ($3.5 billion) are 95% fixed income and cash, and 5% equities
- 1999 - Asset classes include internal bonds, external bonds, Wyoming investments, and large cap equities
- 1999 - First State Investment Advisory Committee formed
- 1999 - Formed Treasurer's Investment Work Group
- 1999 - Adopted Prudent Investor Rule
- 2000 State's first Chief Investment Officer
- 2000 - Authority to Invest in equities increased from 25% to 55%
- 2000 - Spending Policy & Reserve Accounts for the Permanent Wyoming Mineral Trust Fund (PWMTF) and the Common School Permanent Land Fund (CSPLF)
- 2000 - Cap on Legislatively Designated Investments (LDIs) - $500 million
- 2001 - First Annual Treasurer's Investment Conference
- 2002 - Expanded Securities Lending Program
- 2002 - Selected covered call managers and private equity fund.
- 2003 - Wyoming Portfolios are top performers among 99 large institutional funds for third consecutive year.
- 2003 - Permanent fund asset mix: 90% bonds/10% equities.
- 2004 - Selected international equities external managers.
- 2005 - Permanent fund asset mix: 70% bonds/30% equities.
- 2006 - Selected real estate asset class managers.
- 2006 - Selected core-plus, corporate, mortgage-backed and global fixed income managers.
- 2007 - Selected absolute return strategy managers.
- 2007 - Permanent fund asset mix: 50% bonds/50% equities.
- 2007 - Total funds ($8.6 billion market value as of September 30, 2006) are 73% fixed income and cash and 27% equities
- 2007 - Asset classes include: Large Cap Equity, Small / Mid Cap Equity, International Equity, Options Overlay, Private Equity, Real Estate, Absolute Return, Internal Bonds, Internal ETFs, and specific external managers for Core-Plus Fixed Income, Corporate bonds, Mortgage backed securities, and Global fixed income.

Investments in Wyoming

- WYO-STAR Investment Pool - local government & school districts - current balance: $264.5 million.
- Time Deposit-Open Account (TDOA) Program - $100 million allocated for deposit in Wyoming banks
- SBA & FmHA Ag Loans - program sunsetted in 2006
- Industrial Development Bond - Due diligence & purchase; Hawkins & Powers; principle fully recovered after default
- Wyoming Infrastructure Authority Bond - Due diligence and purchase: Basin Electric - $34.5 million
- Legislative Designated Investments including farm loans, irrigation loans, joint powers loans, airport loans, Hot Springs State Park, Shoshone, Sheridan, Cheyenne and Laramie loans, Territorial Park loan.

Debt Instruments

- Capital Facility Bonds
  - 2002 Refunding Bond
  - 2005 Refunding Bond
- School Bond Guarantees
- Tax & Revenue Anticipation Notes
  - General Fund - issued through 2003
  - Education – Authorized in 2000; issued annually

Distributions

- Investment Income
- State & Federal monies to cities, towns, counties & state agencies
- Hathaway Scholarship & Higher Education Endowment Funds
- Fines & Penalties to counties
- University & Community College Matching Fund Programs
  - UW Endowment Challenge Program
  - UW Athletic Challenge Program
  - UW Academic Facilities Challenge Program
  - Community College Endowment Challenge Program

Deferred Compensation Program

- Administered by Treasurer until 2000 - moved to Wyoming Retirement System

529 College Savings Plan

- Launched 2000 - Merrill Lynch Program Manager - College Achievement Plan; plan closed July 2006
- July 2006 - Wyoming becomes first state to partner with another state to provide 529 plan; CollegeInvest Colorado welcomes CollegeInvest Wyoming.

Unclaimed Property Program

- 1999 - $3.6 million received & deposited - $1.5 million returned to rightful owners
- 2006 - $4.5 million received & deposited - $1.4 million returned to rightful owner
- 43.9% paid out since inception of program

Other Activities

- Hosted Western - Midwestern State Treasurers Conference
- Hosted biennial conference for county treasurers
- Hosted Conference on Women and Money
- Sponsored Jump Start Credit Card literacy program for high school juniors and seniors
- Hosted biennial conference for county treasurers

WYOMING STATE TREASURER'S PORTFOLIO
December 1, 2006

Permanent Wyoming Mineral Trust Fund : **$3,064,831,122**

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; the FY 07 target is 52 percent.

Permanent Land Funds **1,423,594,228**

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 at $1.346 billion; 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; the FY 07 target is 52 percent.

Workers Compensation Fund **777,790,980**

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; the FY 07 target is 5 percent.

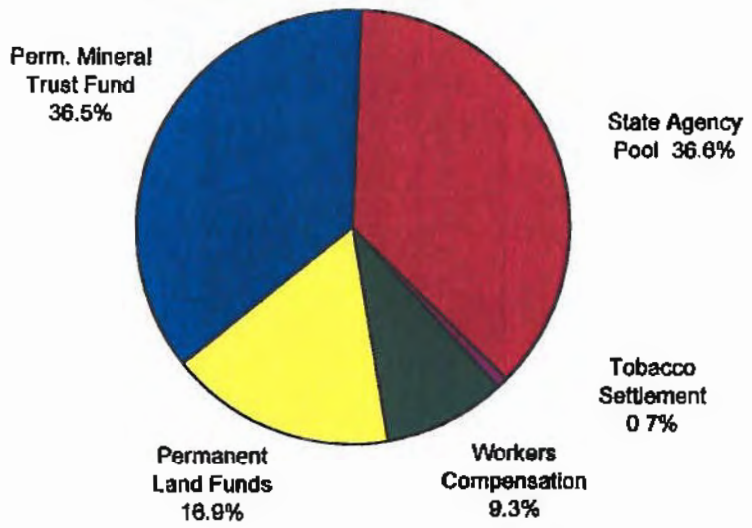
Tobacco Settlement Fund **56,353,838**

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.

State Agency Pool **3,077,223,675**

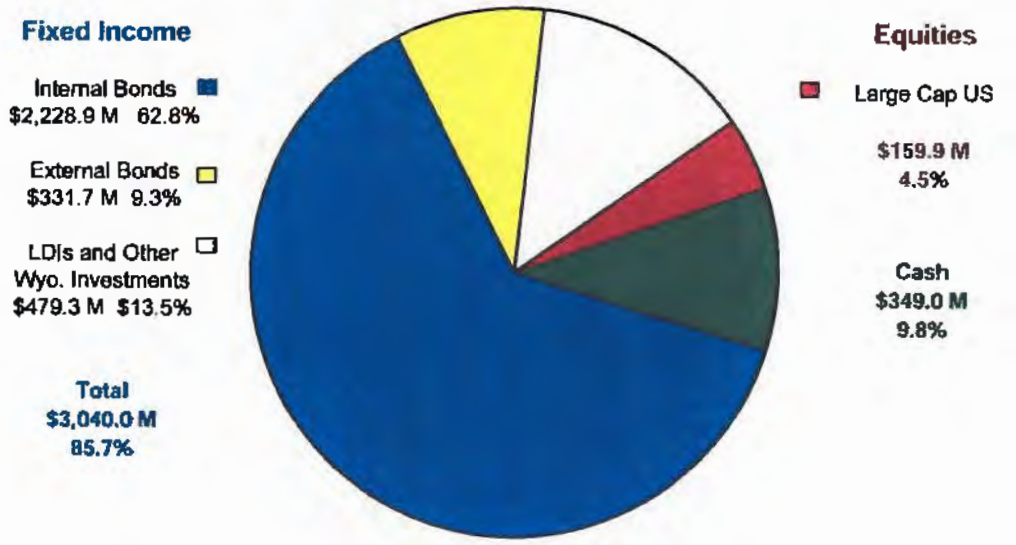
Monies from all other state funds pooled for investment. Income is distributed back to a specific state agency or to the state general fund.

GRAND TOTAL ALL FUNDS *(Book Value)* **$8,399,793,843**

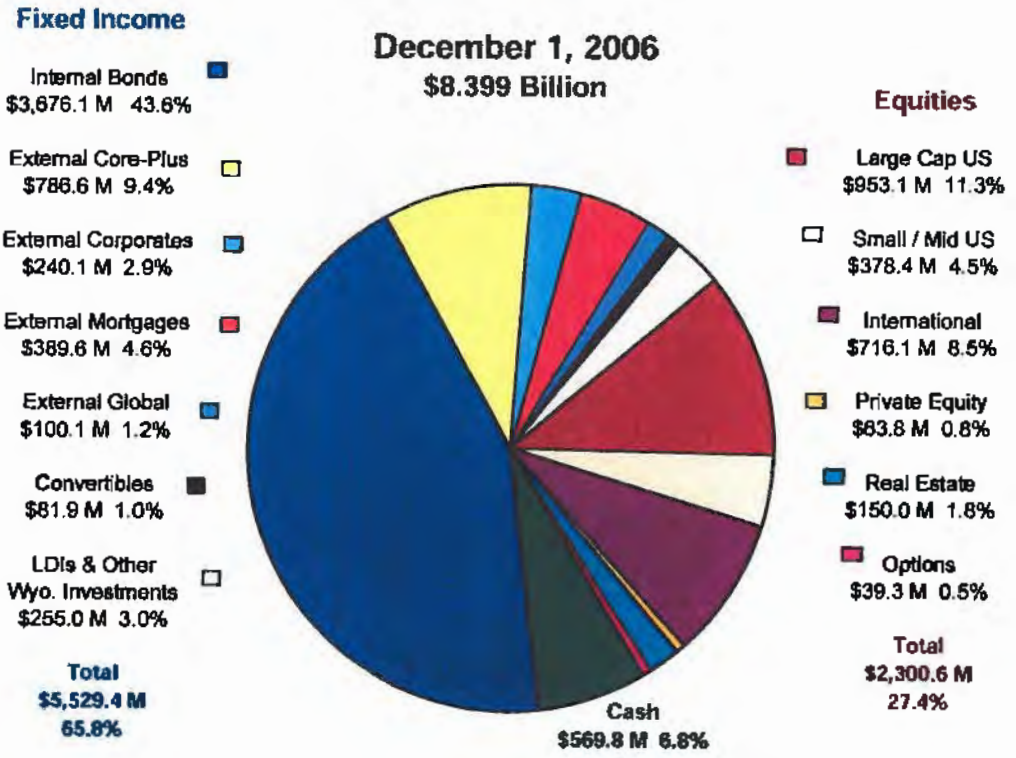


STATE TREASURER'S TOTAL PORTFOLIO

June 30, 1998
$3.549 Billion



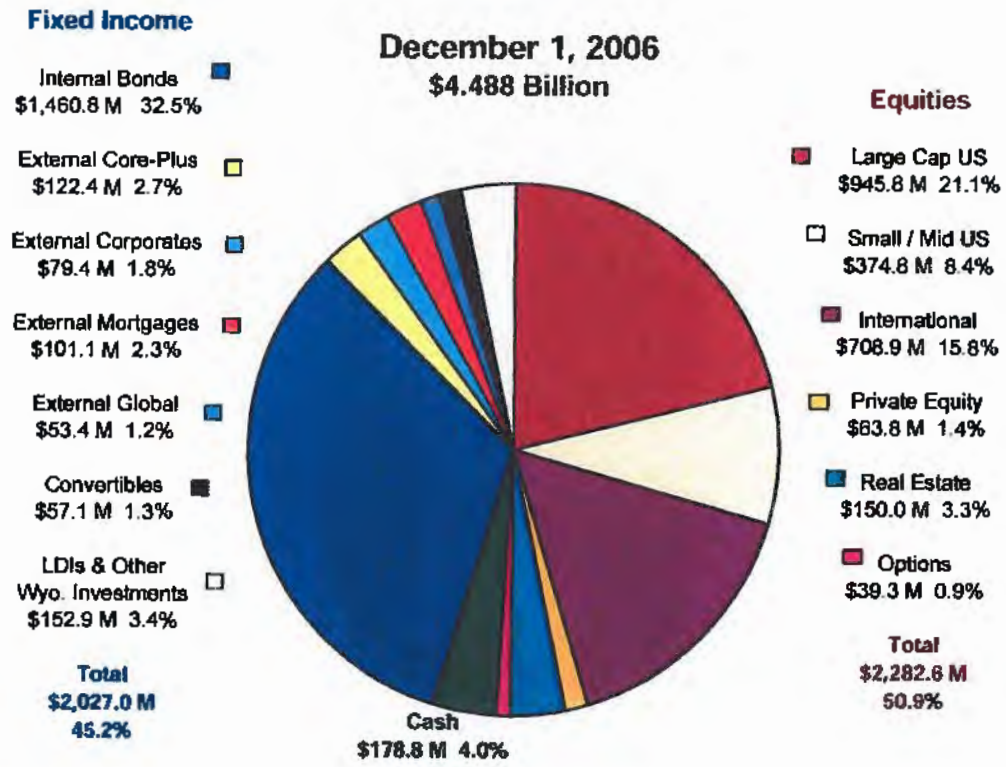
December 1, 2006
$8.399 Billion



WYOMING'S PERMANENT FUNDS
PWMTF & Permanent Land Funds

June 30, 1998
$2.291 Billion

December 1, 2006
$4.488 Billion



STATE TREASURER'S FUNDS

How Much and Where as of December 1, 2006

EXTERNAL FIXED INCOME, CONVERTIBLES AND CASH

Convertibles	Nicholas Applegate	$81,855,928	
Core-Plus	Western Asset Management	331,195,334	
	Lehman	335,068,891	
	PIMCO	120,341,873	
Corporates	Western Asset	120,008,224	
	Delaware	120,069,966	
Mortgages	JPMorgan	221,647,092	
	PIMCO	167,963,438	
Global	PIMCO	100,055,735	
	Total External Fixed Income and Convertibles		**$1,598,206,480**
Cash Manager	JPMorgan	$569,827,517	
	Total External Cash		**$569,827,517**

EXTERNAL EQUITIES

Large Cap Index	State Street Global Advisors	$952,676,130	
Small / Mid Cap	Friess Associates	183,788,955	
	GAMCO (Gabelli)	194,601,665	
International	Capital Guardian Trust	352,599,667	
	Fisher Investments	351,495,145	
Options Overlay	First Quadrant	39,313,320	
Private Equity	Cheyenne Capital Fund	63,752,075	*$257,950,000 committed*
Real Estate	ING Clarion	100,000,000	
	UBS Realty	50,000,000	
	Heitman	*$10 M committed*	
	TA Realty	*$15 M committed*	
Absolute Return	AIG, Harris Alternatives, PAAMCO	*Hired October 5, 2006; approx. $225 M committed*	
	Total External Equities		**$2,288,226,956**
			excludes outstanding commitments
	TOTAL EXTERNAL MANAGEMENT		**$4,456,260,952**

INTERNALLY MANAGED FUNDS

Fixed Income	Bonds	$3,676,122,294	
Equity Index Fund	Exchange Traded Funds	11,985,679	
U. S. Equities	UW Portfolio Management Program	398,906	
	Total Internal Portfolio		**$3,688,487,079**
	LDIs and Other Wyoming Investments		**$255,045,812**
	TOTAL INTERNAL MANAGEMENT		**$3,943,532,891**
GRAND TOTAL ALL FUNDS *(Book Value)*			**$8,399,793,843**

DUTIES OF THE OFFICE

The principal duty of the State Treasurer is to safeguard and to supervise or invest all the funds of the state, including the cash balance, the local government investment pool and the permanent funds. However, the State Treasurer has many other additional duties and currently serves on several boards and commissions as follows: 1) State Loan and Investment Board, 2) Board o Land Commissioners, 3) State Building Commission, 4) Wyoming Community Development Authority, 5) Board of Deposits, 6) State Canvassing Board, 7) Wyoming Retirement System Board of Directors, 8) On-line Government Commission and 9) Financial Advisory Council. The State Treasurer also serves as administrator of the Wyoming family college savings program.

Daily receipts from state agencies are reconciled and deposited for the agency. State warrants are redeemed from the bank each day and filed for reference. All available cash is deposited daily. A composite investment account composed of funds from the agencies, called the State Agency Pool, is invested daily with the interest going either to the general fund or to the fund that earned the interest. Interest on Permanent Land Funds goes either to an income fund or to the general fund. Permanent Mineral Trust Fund earnings are transferred annually to the general fund. The State Treasurer also has general responsibility for the management of the state's cash resources including developing information to forecast the cash needs of the state.

The State Treasurer has the duty of periodically sponsoring and holding training seminars for the benefit of local government treasurers to discuss proper and lawful investments according to Wyoming law.

The Wyoming Unclaimed Property Program is administered by the Treasurer. This involves holding unclaimed property for the rightful owners and making diligent efforts to locate those rightful owners.

The Treasurer handles the deposit of funds in financial institutions within the state; notifies the financial institutions of quarterly rates set by the Board of Deposits, maturities, and payment of interest; and monitors collateral pledges under the provisions of the law.

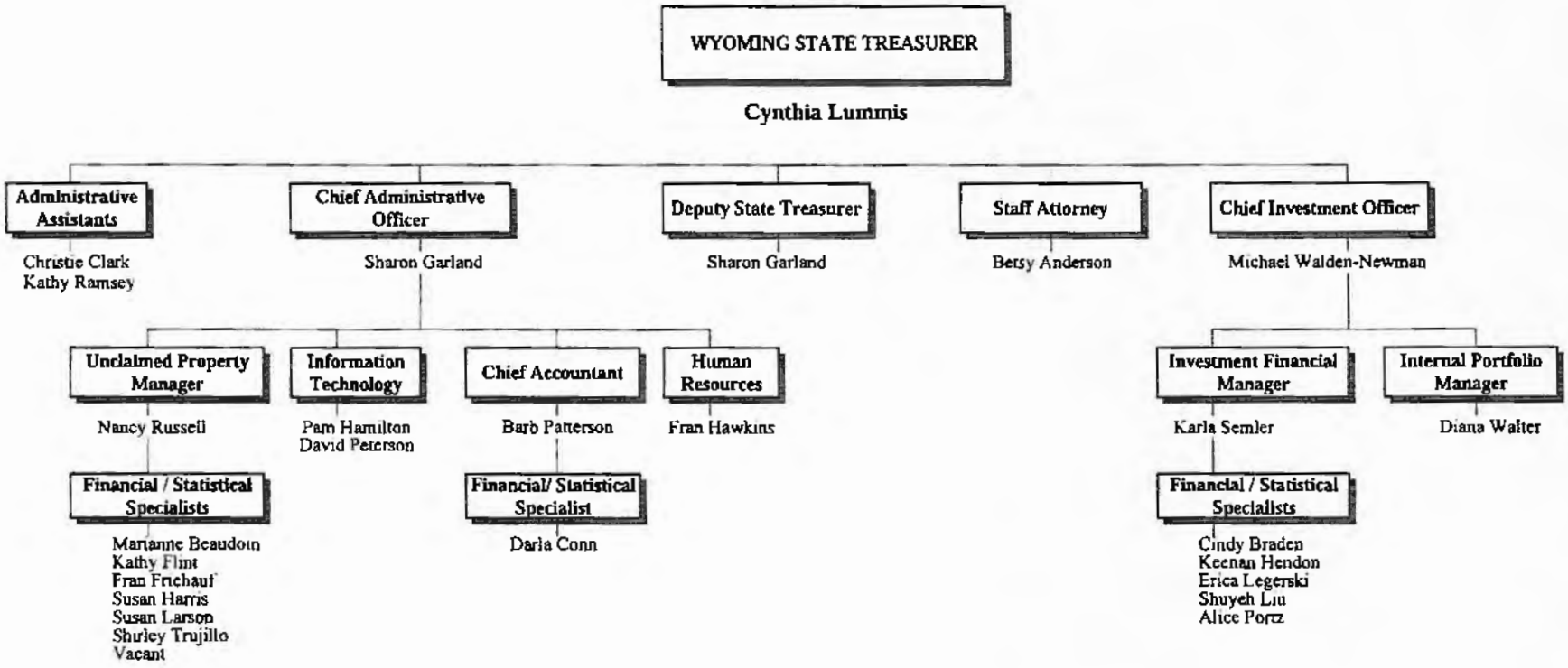
The Treasurer administers the Wyoming State Treasurer's Asset Reserve (WYO-STAR) which is an investment pool for use by local government entities, school districts, counties and cities that wish to place funds with the state for short term investment.

Distributions of various state and federal monies are made as prescribed by law to cities, towns, counties, and state agencies.

The only automobile assigned to the office is S-4.

STATE TREASURER'S OFFICE ORGANIZATION CHART

as of June 30, 2006



BALANCE SHEET
As Of June 30, 2006

ASSETS			
Treasurer's Cash	$17,879,115.51		
Cash with Fiscal Agent	77,629,196.70	$95,508,312.21	
Income Receivable		57,137,953.00	
State Investments @ Cost	8,191,200,820.12		
WYO-STAR Investments @ Cost	229,410,417.48		
Total Investments @ Cost		8,420,611,237.60	
TREASURER'S TOTAL ASSETS			$8,573,257,502.81
LIABILITIES			
Due to Local Government Entities (WYO-STAR income)		$0.00	
EQUITY			
State Investment Equity	$8,175,792,227.72		
Bond Funds with Fiscal Agent	77,629,196.70		
Unapportioned Income	90,425,660.91		
Total State Equity		$8,343,847,085.33	
WYO-STAR Participation		229,410,417.48	
TREASURER'S TOTAL LIABILITY & FUND EQUITY			$8,573,257,502.81

STATEMENT OF CASH FLOWS
For Year Ended June 30, 2006

Cash flows from operating activities:			
Receipts	1	$5,522,603,399.49	
Less return items		(1,765,341.77)	
Net Cash receipts		5,520,838,057.72	
Decrease (increase) in Petty Cash		(9,380.76)	
Expenses			
Warrants redeemed	2	(4,164,395,767.41)	
Net Cash provided (used) by operating activities			$1,356,432,909.55
Cash flow from investment operations:			
Cash Investment income received	3	314,155,196.39	
Net increase in investments & loans receivable		(1,668,134,442.63)	
Net Cash provided (used) by investment activities			(1,353,979,246.24)
Net increase (decrease) in Cash			2,453,663.31
Beginning Cash: July 1, 2005			15,425,452.20
Ending Cash: June 30, 2006			$17,879,115.51

Notes:

1 Most income to the state is entered as a receipt by the receiving agency and is then processed through the State Treasurer's Office. The exception to this process is investment income, which is entered directly to the investment system and is apportioned later to the receiving agencies. The "receipt" total above represents only non-investment income.

Fiscal Year 2006 net cash receipts increased 15.5% compared to FY05.

2 The "warrants redeemed" total represents the amount paid by the State Treasurer to redeem warrants presented for payment during the fiscal year. Warrants redeemed cannot be equated to total expenditures as warrants may be written in one fiscal year and not presented for payment until the following fiscal year. Internal transfers between agencies, funds or accounts are not included in this total.

In Fiscal Year 2006 warrants redeemed increased .9% compared to FY05.

3 "Investment income received" represents the investment income actually received by the Treasurer during the fiscal year. Distributions do not normally exactly equal earnings because some income earned and received in one fiscal year may actually be distributed in the following fiscal year. This figure excludes non-cash items, but does include all state trading profits.

INCOME EARNINGS RECOGNIZED ON INVESTMENTS
During Fiscal Year 2006

		Income	Gains (Loss)	
		REGULAR INVESTMENT INCOME	CASH POOL INTEREST 07/01/05 - 06/30/06	TOTAL INVESTMENT INCOME RECEIVED
Worker's Compensation		$23,961,157.61	$6,146,383.26	$30,107,540.87
Tobacco Settlement Trust Fund		2,221,493.98	119,582.38	2,341,076.36
Common School Permanent Land Fund		52,106,895.23	3,749,636.66	55,856,531.89
Common School Permanent Land Fund II			214,039.62	214,039.62
Miner's Hospital Permanent Land Fund		793,526.88	633,272.00	1,426,798.88
Public Buildings @ Cap Permanent Land Fund	*	46,222.28	28,848.33	75,070.61
Fish Hatchery Permanent Land Fund		6,155.39	5,128.61	11,284.00
D.D. & B. Permanent Land Fund	*	39,948.75	29,021.57	68,970.32
Carey Act Permanent Land Fund	*	13,128.70	8,734.71	21,863.41
Omnibus Permanent Land Fund	*	291,556.90	193,185.34	484,742.24
State Hospital Permanent Land Fund	*	31,839.91	20,103.22	51,943.13
State Training School Permanent Land Fund	*	7,422.14	1,137.87	8,560.01
Penitentiary Permanent Land Fund	*	75,056.21	52,558.80	127,615.01
Agriculture College Permanent Land Fund		171,149.21	140,020.06	311,169.27
University Permanent Land Fund		342,577.01	352,849.21	695,426.22
Permanent Mineral Trust Fund		119,763,853.00	8,120,413.89	127,884,266.89
Other Funds			108,070,208.90	108,070,208.90
		$199,871,983.20	$127,885,124.43	$327,757,107.63
Total Income - Treasurer's Investments			$327,757,107.63	

Note: Realized yield for all state investments is 4.58% for FY06. This is an approximation based on income recognized versus end-of-month investments at current amortized cost, and includes investment managers but excludes WYO-STAR.

* All or a portion of the investment income from these funds ultimately goes to the General Fund and is included in the $65,048,984.27 General Fund Income.

STATE TREASURER'S INVESTMENT SUMMARY

As Of June 30, 2006

INVESTMENT TYPE	COMMON SCHOOL PLF	PERM LAND FUND POOL	UNIVERSITY PERM LAND FUND	WORKERS' COMPENSATION	MINERAL TRUST FUND	TOBACCO SETTLEMENT FUND	STATE AGENCY POOL	TOTAL STATE INVESTMENTS	WYO-STAR (LGIP)
Discretionary Investments									
CMO/Remics	$6,676,066.91							$6,676,066.91	$16,107,094.74
Commercial Mortgage Backed									
Corporate Bonds	9,483,720.97			$25,638,176.96	$47,363,103.89		$35,079,478.16	117,564,479.98	
Discounted Notes									95,836,553.51
Government Bonds	454,213,686.80	$22,254,550.78	$6,063,631.22	530,698,361.27	1,158,973,871.87	$48,977,865.89	1,826,644,696.53	4,047,826,664.36	59,362,133.47
Mortgage Backed	71,471.46							71,471.46	10,785,078.43
Municipal Bonds									
Mutual Funds	3,752,329.56				8,213,549.02			11,965,878.58	
Repurchase Agreements									46,440,000.00
STIF									401,155.66
Guaranteed Investment Contracts					20,622,511.81			20,622,511.81	
Deposits: Financial Institutions									
Bank Deposits-TIXOA							79,042,000.00	79,042,000.00	
Cash/Receivables/Payables							(140,625.00)	(140,625.00)	478,401.67
Program Loans Authorized By State									
Aeronautic Loans					2,000,000.00			2,000,000.00	
AG Loans							1,807,688.37	1,807,688.37	
Cities & Towns					10,022,184.15			10,022,184.15	
Community College Bonds	119,000.00							119,000.00	
Drainage Districts	29,500.00							29,500.00	
Farm Loans					36,376,268.69			36,376,268.69	
Irrigation Loans					8,358,901.31			8,358,901.31	
Joint Powers Loans					6,871,385.39			6,871,385.39	
Mortgage Purchase Program	1,376,666.13							1,376,666.13	
SBAA Program					452,924.28			452,924.28	
Special FLB Loans					335,368.90			335,368.90	
Water Development Loans					24,415,773.87			24,415,773.87	
Wyoming Infrastructure Authority					34,500,000.00		1,860,500.00	36,360,500.00	
Natural Gas Pipeline Authority							1,668,150.00	1,668,150.00	
Wyoming Real Estate	9,753,504.00							9,753,504.00	
Investment Managers									
Equity Managers	547,761,469.06	24,302,551.16	6,780,919.68		1,367,923,538.96			1,946,768,478.86	
Fixed Income Managers	212,346,046.43	1,108,059.09	294,383.53	63,675,228.97	138,422,675.08	1,824,696.01	659,325,566.21	1,076,996,655.32	
Cash Management							743,930,692.61	743,930,692.61	
Net Discount/Premium									
Not Yet Recognized	6,054.96		(1,458.51)	(37,472.41)	(45,109.97)	(199.20)	7,315.27	(70,869.86)	
	$1,245,589,516.28	$47,665,161.03	$13,137,475.92	$619,974,294.79	$2,884,806,547.25	$50,802,362.70	$3,349,225,462.15	$8,191,200,820.12	$229,410,417.48

REPORT ON STATE BOARD OF DEPOSITS

The State Loan & Investment Board, consisting of the five elected officials, met on April 13, 2005 to consider the applications from Wyoming financial institutions to be designated as State Depositories under the provisions of the State Depository Law. The Board meets quarterly, in advance of each calendar quarter, to set the interest rate for the ensuing quarter. All deposits in excess of the federally insured amount of $100,000 are protected by a pledge of securities or mortgage loans to the State Treasurer as prescribed by statute. New legislation was adopted in the 2006 legislative session which allows the state to accept Certificate of Deposit Account Registry (CDARS) in liew of a pledge of assets. Banks must give the State 45 days notice prior to returning

The State Treasurer & the Department of Audit have determined that the parent & branches will be considered a single entity for FDIC Insurance, Time Deposit-Open Accounts (TDOA's), & other deposit programs. The parent bank will hold the depository relationship.

No Wyoming Banks were reported closed in Fiscal Year 2006.

The TDOA rate for the four quarters of fiscal year 2006 were set at 2.5%, 2.74%, 3.36% and 3.67%. Therefore, the annualized TDOA rate for fiscal year 2006 was actually 3.07%.

TDOA DEPOSITS IN WYOMING BANKS

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Bank of Star Valley, Afton	$1,200,000.00	$1,200,000.00	$1,200,000.00	$1,200,000.00
First National Bank, Buffalo	2,000,000.00	2,000,000.00	2,000,000.00	2,000,000.00
American National Bank, Cheyenne	5,800,000.00	5,800,000.00	5,800,000.00	5,800,000.00
Cheyenne State Bank, Cheyenne	100,000.00	100,000.00	100,000.00	100,000.00
Bank of The West, Cheyenne	10,900,000.00	10,900,000.00	10,900,000.00	10,900,000.00
Security First Bank, Cheyenne	1,400,000.00	1,400,000.00	1,400,000.00	1,400,000.00
Western Bank, Cheyenne	1,200,000.00	1,200,000.00	1,200,000.00	1,200,000.00
Wyoming Bank & Trust, Cheyenne	1,500,000.00	1,500,000.00	1,500,000.00	1,500,000.00
Shoshone 1st, Cody	4,800,000.00	4,800,000.00	4,800,000.00	4,800,000.00
First National Bank, Gillette	2,700,000.00	2,700,000.00	2,700,000.00	2,700,000.00
State Bank of Green River	100,000.00	100,000.00	100,000.00	100,000.00
Oregon Trail, Guernsey	300,000.00	300,000.00	300,000.00	300,000.00
Hulett National Bank, Hulett	270,000.00	270,000.00	270,000.00	270,000.00
Bank of Jackson Hole	7,500,000.00	7,500,000.00	7,500,000.00	7,500,000.00
Jackson State Bank, Jackson	16,800,000.00	16,800,000.00	16,800,000.00	16,800,000.00
First National Bank, Laramie	2,500,000.00	2,500,000.00	2,500,000.00	2,500,000.00
Uinta County Bank, Mountain View	22,000.00	22,000.00	22,000.00	22,000.00
First National, Powell	4,000,000.00	4,000,000.00	4,000,000.00	4,000,000.00
Wyoming National Bank, Riverton	500,000.00	500,000.00	500,000.00	500,000.00
Sheridan State Bank, Sheridan	1,900,000.00	1,900,000.00	1,900,000.00	1,900,000.00
First State Bank, Thermopolis	900,000.00	900,000.00	900,000.00	900,000.00
First National Bank, Torrington	2,600,000.00	2,600,000.00	2,600,000.00	2,600,000.00
Pinnacle Bank, Wyoming (Torrington)	5,250,000.00	5,250,000.00	5,250,000.00	5,250,000.00
First State Bank, Wheatland	2,800,000.00	2,800,000.00	2,800,000.00	2,800,000.00
	$77,042,000.00	**$77,042,000.00**	**$77,042,000.00**	**$77,042,000.00**

TDOA DEPOSITS IN WYOMING FEDERAL SAVINGS BANKS

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
1st FSB, Sheridan	**$2,000,000.00**	**$2,000,000.00**	**$2,000,000.00**	**$2,000,000.00**

TIME DEPOSITS - WYOMING BANKS

Rates for Time Deposit-Open Account deposits are set quarterly by the State Board of Deposits. A total of $2,034,560.73 in investment income was received in Fiscal Year 2006.

	BANKS			SAVINGS & LOANS		
Year	Amount	Rate		Amount	Rate	
		May	Nov		May	Nov
1976	$37,930,000	5.25%	5.50%	$3,970,000	5.50%	5.75%
1977	41,350,000	5.50%	6.00%	8,930,000	5.75%	6.25%
1978	46,180,000	6.50%	7.25%	15,300,000	6.75%	7.75%
1979	50,230,000	8.75%	10.00%	16,530,000	9.00%	10.25%
1980	56,050,000	12.75%	10.75%	18,530,000	13.00%	11.00%

The Board of Deposits ceased granting different interest rates effective January 1981. Banks and Federal savings banks have been allocated the same rate from that date to the present.

	DEPOSIT AMOUNTS		RATE			
Year	Banks	S&L	January	April	July	October
1981	$59,860,000	$19,675,000	11.50%	11.75%	12.50%	13.50%
1982	63,995,000	20,005,000	10.25%	12.50%	12.75%	9.75%
1983	67,760,000	20,500,000	9.25%	8.00%	8.25%	8.25%
1984	67,750,000	20,500,000	8.25%	8.50%	9.25%	9.25%
1985	67,950,000	20,500,000	8.50%	8.25%	7.25%	7.25%
1986	65,110,000	15,705,000	7.00%	6.75%	6.00%	5.00%
1987	59,210,000	16,075,000	5.00%	5.00%	5.75%	5.90%
1988	56,215,000	16,075,000	6.00%	5.75%	6.50%	7.50%
1989	44,241,000	16,112,000	8.00%	9.25%	8.70%	8.125%
1990	40,360,000	14,929,000	7.65%	7.60%	7.50%	7.50%
1991	39,182,000	9,516,000	7.25%	6.10%	5.70%	5.50%
1992	50,193,000	10,364,000	5.00%	4.50%	4.25%	3.75%
1993	50,437,000	9,390,000	3.25%	3.00%	3.00%	3.00%
1994	52,808,000	10,410,000	3.00%	3.125%	4.00%	4.50%
1995	64,772,000	13,333,000	5.30%	5.80%	5.80%	5.58%
1996	73,360,000	12,669,000	5.46%	5.12%	5.12%	5.23%
1997	82,625,000	12,109,000	5.16%	5.10%	5.25%	5.16%
1998	89,459,000	6,345,000	5.14%	5.22%	5.11%	5.08%
1999	87,581,000	5,850,000	4.42%	4.48%	5.14%	5.01%
2000	79,508,000	3,186,000	5.22%	5.14%	5.72%	5.94%
2001	54,750,000	3,700,000	6.49%	6.58%	4.37%	4.37%
2002	34,470,000	2,800,000	2.07%	1.62%	2.28%	3.00%
2003	9,000,000	2,000,000	2.28%	3.00%	3.25%	3.47%
2004	67,850,000	2,000,000	1.50%	1.82%	1.31%	1.08%
2005	77,042,000	2,000,000	3.36%	3.67%	2.50%	2.74%

INTERNALLY MANAGED PORTFOLIOS
As Of June 30, 2006

Total Investments held	$4,184,329,231.49
Cash + receivables/payables	48,478.51
Total Investments held	$4,184,377,710.00
Income not yet recognized at Year End	(70,869.86)
Net Investments with Internally Managed Funds	$4,184,306,840.14
Net Income Realized	$188,926,450.47

The Wyoming State Treasurer's Office manages a fixed income portfolio and a small international exchange traded index portfolio. The internal fixed income portfolio is traded to maximize portfolio performance while minimizing risk. Trades were to raise cash, to shift maturity, to change asset mix, to enhance yield, and to improve quality.

The Fed Funds rate increased form 3.25% in July 2005 to 5.25% in June 2006. This dramatic increase created a very challenging environment for fixed income investments. The State's internal bond portfolio held up very well in this environment, returning 1.09% versus a negative 0.81% return for the Lehman Aggregate.

The state also holds a small portfolio of Exchange Traded Funds for internal exposure through an index fund. In December 2005 the SLIB agreed to let a class of University of Wyoming students act as an advisor the State Treasurer's Office to suggest up to $500,000 in domestic stock purchases. The Treasurer's Office made its first purchases under the UW Student Portfolio Management Program in March 2006.

FIXED INCOME
EXTERNAL INVESTMENT MANAGERS
as of June 30, 2006

Total Investments held	$1,453,640,132.56
Cash + receivables/payables	(377,166,058.54)
Total Investments held	$1,076,474,074.02
Income not yet recognized at Year End	522,581.30
Net Investments with Internally Managed Funds	$1,076,996,655.32
Net Income Realized	$19,356,539.94

Wyoming's externally managed fixed income portfolio also enjoyed progress toward diversification during the 2006 fiscal year. Wyoming's bond portfolio is primarily managed in house in a portfolio of US Treasuries and Government Agencies.

In February 2006, the State Loan and Investment Board (SLIB) expanded external management of Wyoming's fixed income portfolio to reduce risk from over concentration in fixed income strategies and to enhance return. Partnering with the research staffs of external fixed income managers will also enhance management of the internal bond portfolio.

Lehman Brothers was hired to replace West AM. Lehman joins Western Asset Management (WAMCO) and newly-hired Pacific Investment Management (PIMCO) in managing core-plus fixed income portfolios designed to allow managers to move opportunistically among types of bonds to enhance return. The SLIB hired PIMCO and JP Morgan to manage mortgage backed securities portfolios. Western Asset Management and Delaware Investments were hired to manage corporate bond portfolios. PIMCO was hired to manage a global bond portfolio hedged against currency risk to maintain its primary importance as a diversification tool in the State's overall portfolio.

Managers:

Delaware Investments: Corporates
JPMorgan Investment Management: Mortgages
Lehman Brothers: Core-Plus Fixed Income
Pacific Investment Management: Core-Plus Fixed Income
Pacific Investment Management: Global Fixed Income
Pacific Investment Management: Mortgages
Western Asset Management: Core-Plus Fixed Income
Western Asset Management: Corporates

Note: PIMCO Core Plus, PIMCO Mortgages, JP Morgan Mortgages, WAMCO Corporates, Delaware Corporates, PIMCO Global, and UBS Real Estate were incepted during second quarter 2006.

EQUITIES
EXTERNAL INVESTMENT MANAGERS
as of June 30, 2006

Total Investments held	$1,972,431,221.01
Cash + receivables/payables	(18,304,836.32)
Total Investments held	$1,954,126,384.69
Income not yet recognized at Year End	(7,631,054.54)
Net Investments with Internally Managed Funds	$1,946,495,330.15
Net Income Realized	$71,857,001.84

Wyoming's portfolio continued its progress toward diversification during the 2006 fiscal year. The State Loan and Investment Board in August 2005 added real estate to Wyoming's permanent funds portfolio mix. ING and UBS, TA Realty and Heitman were selected as managers for this asset class. The State's continued diversification into equity securities and other alternatives contributed significantly to returns for the fiscal year.

Collectively, the State's investment managers executed well on their assigned mandates and added additional incremental return. The domestic equity portfolio's total return was 10.0% for the year, compared to 8.6% for the S&P 500. The international equity portfolio returned 28.8% for the year, compared to 27.1% for the MSCI EAFE. The first real estate capital calls occurred in late 2005; however real estate was the best performing asset in the most recent quarter with a positive 4.9% return, compared to 4.0% for the NCREIF Property Index. The domestic equity overlay strategy added 0.76% of total incremental return for the year on the notional principal amount of $500 million.

Managers:

Capital Guardian Trust Co.: International Equity
Cheyenne Capital Fund: Private Equity
First Quadrant: Overlay Strategy
Fisher Investments Inc.: International Equity
Friess Associates, LLC: Domestic Equity Small/Mid Cap Growth
Gabelli Asset Management: Domestic Equity Small/Mid Cap Value
ING Clarion Partners: Real Estate
State Street Global Advisors: Domestic Equity Large Cap
UBS Realty Investors LLC: Real Restate

CASH MANAGEMENT
EXTERNAL INVESTMENT MANAGER
as of June 30, 2006

Total Investments held	$747,945,313.81
Cash + receivables/payables	12,321.88
Total Investments held	$747,957,635.69
Income not yet recognized at Year End	(4,026,943.08)
Net Investments with Internally Managed Funds	$743,930,692.61
Net Income Realized	$38,032,857.20

The State Treasurer retained an external cash manager several years ago to efficiently manage the cash portion of the investment assets. The external manager produces a return that is measured against a benchmark established by the State Loan and Investment Board with the advice of the Board's consultant. This portfolio is managed daily and fluctuates several times each day as cash activities occur.

The state's cash pool's 4.34% total return for the 2006 fiscal year beat the 90-day US Treasury bill benchmark of 3.98%. The use of an external manager allows internal management to concentrate on the greater portion of the State's investable funds and provides that diversification and transition of those assets is more professionally monitored. These funds are a part of the State Agency Pool. JPMorgan Asset Management is the current manager of these funds.

Manager:

JP Morgan Asset Management

SECURITIES LENDING INCOME

In cooperation with Key Bank and JP Morgan Chase Bank, Wyoming runs a very conservative & prudent securities lending program. Income from the overall program is allocated back to each fund from which the securities are loaned. & substantial additional income is achieved for the State of Wyoming.

JP Morgan Chase Bank

	INCOME RECOGNIZED	SECURITIES LENDING EXPENSE	NET INCOME RECOGNIZED
Common School Permanent Land Fund	$3,197,590.78	$2,924,196.44	$273,394.34
Permanent Land Funds Pool	44,979.95	41,297.25	3,682.70
University Permanent Land Fund	6,675.38	6,052.90	622.48
Permanent Mineral Trust Fund	5,100,744.57	4,591,782.39	508,962.18
Worker's Compensation Fund	84,340.09	81,374.99	2,965.10
Tobacco Settlement Fund	377.70	(1,332.41)	1,710.11
State Agency Pool	1,586,662.17	1,397,921.35	188,740.82
TOTAL	$10,021,370.64	$9,041,292.91	$980,077.73

Key Bank

	INCOME RECOGNIZED	SECURITIES LENDING EXPENSE	NET INCOME RECOGNIZED
Common School Permanent Land Fund	$19,916,291.77	$19,610,771.54	$305,520.23
Permanent Land Funds Pool	404,832.85	399,282.21	5,550.64
University Permanent Land Fund	46,036.65	45,341.62	695.03
Permanent Mineral Trust Fund	48,363,662.55	47,612,261.32	751,401.23
Worker's Compensation Fund	18,899,461.16	18,573,594.84	325,866.32
Tobacco Settlement Fund	2,006,696.33	1,974,773.94	31,922.39
State Agency Pool	74,724,851.97	73,470,624.44	1,254,227.53
TOTAL	$164,361,833.28	$161,686,649.91	$2,675,183.37

Securities lending income is included in the total investment income reported for FY06.

MARKET PERFORMANCE
SUMMARY ANALYSIS - ALL INVESTMENTS

Manager/Investment Type	Market Value (In millions)		Market Return		
	FY05	FY06	FY06	3 Year	5 Year
Wyoming State Total Fund	**$6,676.90**	**$8,307.28**	**3.93%**	**4.64%**	**5.18%**
Wyoming State Custom Index			1.32%	3.28%	4.79%
US Equity					
UW Portfolio Management Program (1)	$0.00	$0.27	N/A	N/A	N/A
Gabelli (2)	101.98	202.05	10.99%	16.65%	N/A
Friess Associates (3)	78.82	181.99	19.62%	N/A	N/A
State Street Global Advisors (Index) (1)	700.10	965.85	8.71%	10.58%	N/A
Total Domestic Equity	$880.90	$1,350.16			
US Equity Indices					
S&P 500 (1)			8.63%	11.22%	2.50%
Russell 2500 Value (2)			12.54%	20.96%	13.40%
Russell 2500 Growth (3)			14.62%	17.03%	4.39%
International Equity					
Int'l Exchange Traded Funds (4)	$13.36	$14.71	27.30%	N/A	N/A
Fisher (4)	92.85	284.50	28.77%	N/A	N/A
Capital Guardian (4)	90.29	285.63	29.12%	N/A	N/A
Total International Equity	$196.50	$584.84			
Int'l Equity Indices					
MSCI EAFE (4)			27.06%	24.43%	10.44%
Domestic Fixed Income					
WestAM	$156.02	$0.01	N/A	N/A	N/A
WAMCO Core Plus (5)	153.73	144.47	-0.34%	2.66%	5.30%
Lehman Brothers Core Plus (5)	0.00	148.87	N/A	N/A	N/A
PIMCO Core Plus (5)	0.00	120.25	N/A	N/A	N/A
PIMCO Mortgages (6)	0.00	120.14	N/A	N/A	N/A
JP Morgan Mortgages (6)	0.00	120.21	N/A	N/A	N/A
WAMCO Corporates (7)	0.00	120.14	N/A	N/A	N/A
Delaware Corporates (7)	0.00	120.36	N/A	N/A	N/A
PIMCO Global (8)	0.00	100.12	N/A	N/A	N/A
Wyoming State Treasurer's Office (9)	4,146.23	4,060.69	1.09%	3.10%	5.79%
	$4,455.98	$5,055.26			
US Fixed Income Indices					
Lehman Aggregate (5)			-0.81%	2.05%	4.97%
Lehman Mortgages (6)			0.40%	2.89%	4.65%
Lehman Credit (7)			-2.06%	1.97%	5.67%
Lehman Global Aggregate Hedged (8)			-0.50%	2.72%	4.70%
Lehman Gov't/Credit (9)			-1.53%	1.60%	5.13%

Performance shown is gross of fees.

Returns are stated in traditional total return terms and do not specify realized income. The State of Wyoming has the dual goals of maximizing returns while meeting income targets.

The numbers contained in the parentheses after the manager names and index names correspond, indicating the appropriate benchmark for each investment.

WestAM began liquidating during March 2006. Market value shown represents residual cash with the manager.

PIMCO CorePlus, PIMCO Mortgages, JP Morgan Mortgages, WAMCO Corporates, Delaware Corporates, PIMCO Global, and UBS Real Estate were incepted during second quarter 2006.

MARKET PERFORMANCE (continued)
SUMMARY ANALYSIS - ALL INVESTMENTS

Manager/Investment Type	Market Value (in millions)		Market Return		
	FY05	FY06	FY06	3 Year	5 Year
Convertible Bonds					
Nicholas Applegate (10)	$63.26	$88.37	13.07%	13.47%	6.07%
Convertible Bond Indices					
ML All Quality Convertible (10)			9.37%	8.87%	5.56%
Cash & Cash Equivalents					
JP Morgan Asset Mgmt					
Operating Funds/Short-Term (11)	668.27	600.14	4.34%	2.52%	2.34%
Extended Cash (12)	142.59	146.43	2.69%	1.92%	3.57%
Total Cash Management	$810.86	$746.57			
Cash & Cash Equivalents Indices					
90 Day U.S. T-Bills (11)			3.98%	2.36%	2.25%
JP Morgan Blended Index (12)			3.54%	2.12%	3.49%
Private Equity					
Cheyenne Capital Fund, LP (13)	$21.92	$40.41	N/M	N/M	N/M
Private Equity Indices					
S&P 500 + 5% (13)			14.01%	16.72%	7.62%
Real Estate					
ING Clarion (14)	0.00	104.97	N/A	N/A	N/A
UBS Real Estate (14)	0.00	50.00	N/A	N/A	N/A
Total Real Estate	$0.00	$154.97			
Real Estate Indices					
NCREIF Property (14)			18.67%	15.79%	12.00%
Overlay Strategies					
First Quadrant	$50.48	$47.09	0.76%	N/A	N/A
LDI's and Other Wyoming Investments	$197.00	$239.61	N/A	N/A	N/A

Performance shown is gross of fees.

Returns are stated in traditional total return terms and do not specify realized income. The State of Wyoming has the dual goals of maximizing returns while meeting income targets.

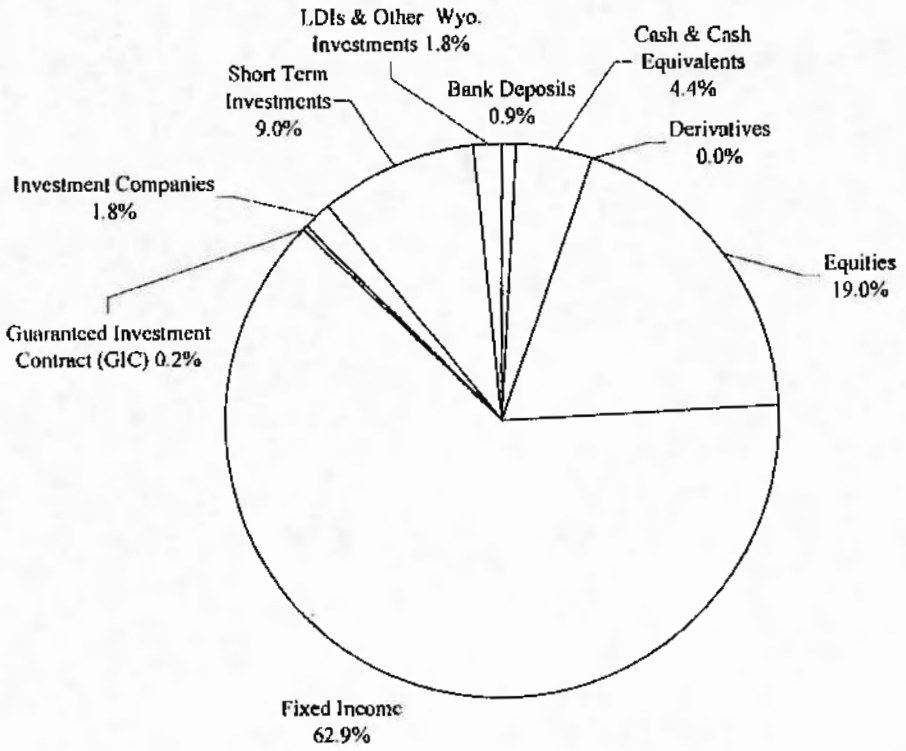
The numbers contained in the parentheses after the manager names and index names correspond, indicating the appropriate benchmark for each investment.

Interim performance for Cheyenne Capital Fund LP is highly immature and is shown as "N/M" or "Not Material".

First Quadrant market value shown represents cash held as collateral. Performance shown is calculated based on a notional principle of $500 million.

Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments.

INVESTMENTS BY GENERAL TYPE



Bank Deposits	0.9%	$79,042,000.00
Cash & Cash Equivalents	4.4%	392,701,502.69
Derivatives	0.0%	(1,151,954.98)
Equities	19.0%	1,694,870,702.46
Fixed Income	62.9%	5,618,569,756.65
Guaranteed Investment Contract (GIC)	0.2%	14,470,456.62
Investment Companies	1.8%	161,965,878.58
Short Term Investments	9.0%	805,473,276.46
Legislatively Designated & Other Wyoming Investments	1.8%	160,569,926.90
TOTAL	100.00%	**$8,926,511,545.38**

This analysis includes Treasurer's in-house investments, WYO-STAR, funds with investment managers, and the funds held by fiscal agents. Percentages are calculated based on amortized cost.

INVESTMENT ACCOUNT BALANCES
As Of June 30, 2006

FUND/ACCOUNT NAME	CASH & RECEIVABLES	INVESTMENTS (at Cost)	ACCOUNT BALANCE (Corpus)
Miner's Hospital	$6,136,279.85	$24,729,933.06	$30,866,212.91
Public Buildings At Capitol	403,943.14	1,627,938.60	2,031,881.74
Fish Hatchery	46,185.00	186,131.01	232,316.01
Common School	69,064,209.25	1,245,589,516.28	1,314,653,725.53
Common School II	5,000,000.00	0.00	5,000,000.00
D.D. & B. Asylum	326,658.51	1,316,472.42	1,643,130.93
Carey Act	110,376.08	444,828.65	555,204.73
Omnibus	2,511,816.91	10,122,919.03	12,634,735.94
State Hospital	277,844.23	1,119,745.10	1,397,589.33
State Training School	87,724.03	353,538.19	441,262.22
Penitentiary	622,022.00	2,506,822.17	3,128,844.17
Agricultural College	1,304,386.76	5,256,832.80	6,561,219.56
University	1,732,446.83	13,137,475.92	14,869,922.75
Subtotal-Permanent Land Fund	**$87,623,892.59**	**$1,306,392,153.23**	**$1,394,016,045.82**
Mineral Trust Fund	108,773,688.15	2,864,806,547.25	2,973,580,235.40
Tobacco Settlement Fund	5,551,475.19	50,802,362.70	56,353,837.89
Subtotal-All Permanent Funds	**$201,949,055.93**	**$4,222,001,063.18**	**$4,423,950,119.11**
Worker's Compensation	72,680,699.31	619,974,294.79	692,654,994.10
TOTAL	**$274,629,755.24**	**$4,841,975,357.97**	**$5,116,605,113.21**

"Cash and Receivables" is actually included with, and part of, the State Agency Pool investments. This investment Pool represents the cash balance of all funds and accounts for which specific investments have not been made. The State Agency Pool investments are not summarized in this report.

PERMANENT LAND FUND: CORPUS

FUND/ACCOUNT NAME	JUNE 30, 2005 CORPUS BALANCE	REVENUE	JUNE 30, 2006 CORPUS BALANCE
L01 MINER'S HOSPITAL			
Beginning Balance	$27,692,311.56		
Oil & Gas Lease Royalties		$545,375.85	
Sodium & Trona Lease Royalties		2,142,009.92	
Right-of-Way Easements		1,134.25	
Surface Damage		765.88	
Inflation Proofing Income Diversion		484,615.45	
		3,173,901.35	$30,866,212.91
L02 PUBLIC BUILDINGS AT CAPITOL			
Beginning Balance	$1,203,836.35		
Oil & Gas Lease Royalties		$755,402.77	
Sand & Gravel Royalties		7,755.14	
Right-of-Way Easements		30,373.58	
Surface Damage		5,427.81	
Real Estate-Sales		8,018.95	
Inflation Proofing Income Diversion		21,067.14	
		828,045.39	$2,031,881.74
L03 FISH HATCHERY			
Beginning Balance	$226,742.32		
Right-of-Way Easements		$1,605.70	
Inflation Proofing Income Diversion		3,967.99	
		5,573.69	$232,316.01
L04 COMMON SCHOOL (1)(2)			
Beginning Balance	$1,157,010,394.59		
Bentonite Lease Royalties		$433,908.48	
Coal Lease Royalties		5,923,505.72	
Liquidated Damages		40,000.00	
Miscellaneous Mineral Lease Royalties		53,601.13	
Oil & Gas Lease Royalties		134,349,184.67	
Sand & Gravel Royalties		628,223.25	
Sodium & Trona Lease Royalties		9,375,155.55	
Right-of-Way Easements		1,222,021.73	
Surface Damage		1,602,338.47	
Real Estate-Sales		(559,054.38)	
Prior Year Adjustment		512.00	
WS 9-4-701(r) Land Sales		625,025.65	
WS 9-4-713 Spending Policy		3,948,908.67	
		157,643,330.94	$1,314,653,725.53

FUND/ACCOUNT NAME	JUNE 30, 2005 CORPUS BALANCE	REVENUE	JUNE 30, 2006 CORPUS BALANCE
L14 COMMON SCHOOL II (1)(2)			
Beginning Balance	$5,000,000.00	$0.00	
		0.00	$5,000,000.00
L05 DEAF, DUMB & BLIND			
Beginning Balance	$1,252,486.20		
Oil & Gas Lease Royalties		$360,722.80	
Sand & Gravel Royalties		66.00	
Right-of-Way Easements		6,143.42	
Surface Damage		1,794.00	
Inflation Proofing Income Diversion		21,918.51	
		390,644.73	$1,643,130.93
L06 CAREY ACT			
Beginning Balance	$356,709.87		
Bentonite Lease Royalties		$17,428.86	
Oil & Gas Lease Royalties		173,843.40	
Surface Damage		980.18	
Inflation Proofing Income Diversion		6,242.42	
		198,494.86	$555,204.73
L07 OMNIBUS			
Beginning Balance	$7,972,964.80		
Oil & Gas Lease Royalties		$3,838,786.53	
Sand & Gravel Royalties		233,531.20	
Right-of-Way Easements		83,181.81	
Surface Damage		73,587.05	
Reim from State Hospital (1998 Ch 30 Sec 3/048)		293,030.67	
Prior Year Reversion		127.00	
Inflation Proofing Income Diversion		139,526.88	
		4,661,771.14	$12,634,735.94
L08 WYOMING STATE HOSPITAL			
Beginning Balance	$832,620.27		
Oil & Gas Lease Royalties		$550,398.21	
Inflation Proofing Income Diversion		14,570.85	
		564,969.06	$1,397,589.33
L09 WYOMING STATE TRAINING SCHOOL			
Beginning Balance	$12,503.41		
Oil & Gas Lease Royalties		$320,857.56	
Sand & Gravel Royalties		105,747.06	
Right-of-Way Easements		1,935.38	
Inflation Proofing Income Diversion		218.81	
		428,758.81	$441,262.22

FUND/ACCOUNT NAME	JUNE 30, 2005 CORPUS BALANCE	REVENUE	JUNE 30, 2006 CORPUS BALANCE
L10 WYOMING STATE PENITENTIARY			
Beginning Balance	$2,222,073.57		
Oil & Gas Lease Royalties		$815,783.34	
Sand & Gravel Royalties		13,191.43	
Right-of-Way Easements		28,592.00	
Surface Damage		10,016.55	
Prior Year Reversion		300.99	
Inflation Proofing Income Diversion		38,886.29	
		906,770.60	$3,128,844.17
L11 WYOMING STATE AGRICULTURAL COLLEGE (1)			
Beginning Balance	$6,173,341.50		
Oil & Gas Lease Royalties		$257,314.98	
Right-of-Way Easements		19,416.13	
Surface Damage		3,113.47	
Inflation Proofing Income Diversion		108,033.48	
		387,878.06	$6,561,219.56
L12 WYOMING STATE UNIVERSITY (1)			
Beginning Balance	$14,489,771.74		
Oil & Gas Lease Royalties		$169,156.87	
Right-of-Way Easements		12,568.29	
Inflation Proofing Income Diversion		198,425.85	
		380,151.01	$14,869,922.75
	NET INCREASE IN CORPUS	$169,570,289.64	

(1) These funds are not available for appropriation.

(2) Common School PLFund II is listed separately from the "main" fund because the investment income from the first $5.0 million of the Express Pipeline Easement monies is to go to the Education Trust Fund, rather than to the Common School Income Fund.

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

PERMANENT WYOMING MINERAL TRUST FUND: CORPUS

	JUNE 30, 2005 CORPUS BALANCE	REVENUE	JUNE 30, 2006 CORPUS BALANCE
Beginning Balance	$2,472,588,703.86		
Severance Tax			
Coal		$61,001,766.65	
Stripper Oil		12,414,188.48	
Other Valuable Products		220,926.03	
Oil		35,958,438.55	
Natural Gas		288,964,320.14	
Condensate-Gas		7,378,682.69	
Tertiary-Oil		41,150.78	
Wildcat Oil		313.89	
Per Session Laws 2005 Ch 191 Sec 301(d)		38,304,270.00	
Per Session Laws 2005 Ch 191 Sec 303(c)		51,550,000.00	
WS 9-4-713 Spending Policy		5,157,474.33	
TOTAL REVENUE ADDED TO CORPUS		$500,991,531.54	
			$2,973,580,235.40

LEGISLATIVELY DESIGNATED INVESTMENTS
As of June 30, 2006

Legislatively Designated Investments are investments of state funds for a specific public purpose, other than investments in accordance with state investment policy under W.S. 9-4-709, 9-4-711 or 9-4-831, which are authorized or directed by the legislature in law. Total LDI investments of permanent funds of the state shall not exceed $500 million. 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 LDIs to ensure the statutory limitation is not exceeded. Most LDIs are from the Permanent Mineral Trust Fund.

Program	See Notes next page	Statutory Allotment	Outstanding Investments	Amount Available
Farm Loans	A	$275,000,000	$36,376,269	$238,623,731
Irrigation Loans	B	20,000,000	8,358,901	11,641,099
Joint Powers Loans	C	30,000,000	6,871,385	23,128,615
Student Loans	D	25,000,000	0	25,000,000
Small Business Assistance & FmHA Ag Loans	E	55,000,000	2,260,613	52,739,387
Hot Springs State Park	F	2,000,000	335,369	1,664,631
Shoshone Municipal Pipeline Treatment Plant	G	16,500,000	14,283,037	0
Sheridan Area Water Treatment Project	H	6,750,000	6,380,068	0
Cheyenne Water Treatment Plant	I	28,000,000	3,752,269	0
Laramie Territorial Park Loan	J	10,000,000	10,000,000	0
Reimbursement to Counties for Deferred Taxes	K	2,000,000	22,184	1,977,816
Industrial Development Bonds	L	100,000,000	0	100,000,000
Airport Loans-Aeronautics Commission	M	10,000,000	2,000,000	8,000,000
		$580,250,000	**$90,640,095**	**$462,775,279**
In addition to the LDIs listed above, the following statutory commitments have been made:				
Student Loan Stand-By Commitment	N	$145,000,000	$0	$145,000,000
Wyoming Community Development Authority Mortgage Bonds	O	25,000,000	1,376,666	0
Also, there are statutory loans from the general fund as follows:				
Wyoming Gas Pipeline Authority	P	1,947,650	1,668,150	0
Wyoming Infrastructure Authority	Q	6,860,500	1,860,500	5,000,000

LEGISLATIVELY DESIGNATED INVESTMENTS - cont'd

NOTES:

(A) Farm loans under W.S. 11-34-129;

(B) Irrigation district loans under W.S. 11-34-301;

(C) Joint Powers loans under W.S. 16-1-109;

(D) W.S. 9-4-701(f), student loans;

(E) W.S. 9-4-701(e), guaranteed portion of certain Small Business Assistance Act loans and guaranteed portion of certain Farmers Home Administration loans; no new loans are to be made after December 31, 2006;

(F) Hot Springs state park loans under W.S. 36-8-318;

(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) Cheyenne water plant project under 1998 Wyoming Sessions Laws, chapter 104, as amended;

(J) Laramie territorial park, under 1989 Wyoming Session Laws, Chapter 285, as amended;

(K) W.S. 9-4-701(m), deferred property taxes;

(L) W.S. 9-4-701(q), industrial development bonds;

(M) Airport construction, development & improvement loans under W.S. 10-3-403;

(N) 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 current outstanding commitment is $145 million;

(O) 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;

(P) 2003 Session Laws, Chapter 171, Sec. 4 - $279,500 for operating expenses; 2004 Session Laws, Chapter 95, Sec. 321 - $1,353,550 for operating expenses; & 2004 Session Laws, Chapter 83, Sec. 3 - $284,600 for payment of insurance costs & professional services;

(Q) 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.

FEDERAL MINERAL ROYALTY DISTRIBUTION

	UNDER 200 MILLION %	FY 06 FY06 paid in FY07	OVER 200 MILLION DIST FY05-9/15/05	DISTRIBUTIONS MADE IN FY 06	OVER 200 MILLION DIST FY06	TOTAL FY06 ROYALTY MONEY DISTRIBUTED
Cities & Towns	9.375%	$36,200.00	$0.00	$18,526,300.00	$0.00	$18,562,500.00
University Of Wyoming	6.750%	0.00	0.00	13,365,000.00	0.00	13,365,000.00
Foundation Fund	44.800%	0.00	26,198,772.04	111,288,772.04	220,112,064.15	305,202,064.15
Capitol Fac Rev Bds Series 1992		0.00	0.00	645,000.00	0.00	645,000.00
Capitol Fac Rev Bds Series 1993		0.00	0.00	150,000.00	0.00	150,000.00
Capitol Fac Rev Bds Series 2005		0.00	0.00	1,545,000.00	0.00	1,545,000.00
Capitol Fac Rev Bds Series 2002		0.00	0.00	1,274,000.00	0.00	1,274,000.00
Highway Fund	30.375%	0.00	0.00	60,142,500.00	0.00	60,142,500.00
Highway Fund State Roads	2.250%	0.00	0.00	4,455,000.00	0.00	4,455,000.00
Cities, Counties & Special Districts Capital Const.	3.750%	0.00	0.00	7,425,000.00	0.00	7,425,000.00
School Districts - Grants	2.700%	0.00	0.00	5,346,000.00	0.00	5,346,000.00
1% General Fund		0.00	0.00	2,000,000.00	0.00	2,000,000.00
Budget Reserve Account		0.00	72,951,079.82	72,951,079.82	440,092,087.48	440,092,087.48
TOTAL	**100.00%**	**$36,200.00**	**$99,149,851.86**	**$299,113,651.86**	**$660,204,151.63**	**$860,204,151.63**
Bonus Payments						
Cities, Counties & Special Districts Capital Const.		0.00	0.00	$5,625,000.00	0.00	$5,625,000.00
School Capital Construction		0.00	0.00	198,653,793.94	0.00	198,653,793.94
Legislative Royalty Impact		0.00	0.00	0.00	0.00	0.00
Community College Commissior		0.00	0.00	1,600,000.00	0.00	1,600,000.00
Highway Funds		0.00	0.00	1,875,000.00	0.00	1,875,000.00
TOTAL		**$0.00**	**$0.00**	**$207,753,793.94**	**$0.00**	**$207,753,793.94**
GRAND TOTAL		**$36,200.00**	**$99,149,851.86**	**$506,867,445.80**	**$660,204,151.63**	**$1,067,957,945.57**

Notes: Department of Audit requested the State Treasurer to withold $36,200 00 from City of Sheridan distribution.
Distribution FY06 less FY05 Over 200 Million, plus FY06 adjustments plus FY06 "over 200 million" = Total FY06 royalty money distributed
The "over 200 million FY 06" distribution was completed 9/06.
Mineral Royalties are distributed quarterly to Cities & Towns & quarterly to State Agencies & monthly to the Foundation Fund.
Foundation Distributions are based on estimated income determined by the Consensus Revenue Estimating Group (CREG).
In September of each year, adjustments are made to reflect actual receipts.

DISTRIBUTIONS TO COUNTIES

COUNTIES	RAILROAD CAR TAX W.S.39-13-104	VETERANS' EXEMPTION W.S.39-13-105	US FOREST RESERVE W.S.9-4-501	TAYLOR GRAZING ACT W.S.9-4-401	SEVERANCE TAX DISTRIBUTION W.S.39-14-801	LIVESTOCK PREDATORY ANIMAL CONTROL FEES W.S.11-6-210	SESSION LAWS 2005 Ch 191 SECTION 341	FINES & PENALTIES W.S.8-1-109	INDIAN EXEMPTION W.S.31-3-101	TOTAL
Albany	$201,510.00	$48,941.45	$181,083.64	$43,099.71	$397,313.83	$30,703.70	$1,024,672.64	207,034.67		$2,134,359.64
Big Horn	57,400.00	17,544.98	97,448.90	11,426.35	173,410.71	16,101.35	546,049.46	48,284.77		967,666.52
Campbell	174,886.00	27,152.88		50,188.97	390,933.97	26,533.10	1,045,387.10	391,527.03		2,106,609.05
Carbon	172,685.00	17,416.00	302,091.60	48,814.78	193,583.80	45,587.43	626,798.16	100,334.15		1,507,310.92
Converse	232,775.00	18,542.95	35,981.13	23,239.96	155,108.12	29,555.29	505,451.43	43,469.36		1,044,123.24
Crook	18,322.00	16,950.10	482,596.96	15,783.95	132,801.23	26,090.06	471,192.87	26,934.77		1,190,671.94
Fremont	36,394.00	56,709.54	123,470.98	36,825.38	423,862.86	21,979.52	1,116,464.87	208,699.33	$182,622.12	2,207,028.60
Goshen	169,998.00	27,542.62		4,501.69	212,507.71	22,893.46	725,043.56	46,163.75		1,208,650.79
Hot Springs	23,204.00	18,751.45	6,425.20	11,896.65	115,818.37	7,380.00	374,217.53	18,527.20	8,176.98	584,397.38
Johnson		26,392.41	90,702.44	52,830.55	127,862.49	33,865.60	419,610.36	96,332.99		847,596.84
Laramie	293,105.00	229,343.11		13,099.51	952,637.83	10,451.53	2,301,765.38	476,079.34		4,276,481.70
Lincoln	105,762.00	17,948.90	160,737.14	11,161.71	179,920.92	34,568.39	505,819.27	56,219.26		1,072,137.59
Natrona	64,239.00	101,248.97	2,677.17	136,111.19	779,260.22	27,429.62	1,859,675.10	296,264.27		3,266,905.54
Niobrara	93,328.00	5,614.31		26,063.66	175,614.46	24,569.00	624,882.89	8,642.15		958,714.47
Park	36,150.00	50,450.01	210,960.81	16,908.00	312,517.66	16,815.47	838,331.41	11,474.94		1,493,608.30
Platte	88,420.00	31,933.10	535.43	13,625.92	153,220.38	8,177.72	532,722.23	49,118.84		877,753.62
Sheridan	81,825.00	82,416.27	109,228.45	5,661.83	325,401.60	23,473.06	849,976.40	115,854.61		1,593,837.22
Sublette		8,359.00	197,896.24	18,675.46	72,775.90	12,046.43	293,867.86	30,441.04		634,061.93
Sweetwater	335,850.00	39,996.66	22,274.04	74,883.09	438,560.19	14,261.36	1,184,945.50	403,083.92		2,513,854.76
Teton		10,053.68	292,667.97	268.50	218,858.31		563,883.71	67,724.50		1,153,456.67
Uinta	148,995.00	18,889.27	1,726.79	12,630.34	239,555.72	34,279.12	647,228.73	72,076.44	83.71	1,175,465.12
Washakie	21,253.00	13,581.03	9,959.06	16,304.56	163,855.17	16,176.98	511,914.12	38,446.71		791,490.63
Weston	87,443.00	16,366.80	20,025.21	15,511.09	151,852.65	15,027.86	505,099.42	83,852.39		895,178.42
GRAND TOTAL	$2,443,544.00	$902,145.49	$2,348,489.16	$659,512.85	$6,487,234.10	$497,966.05	$18,075,000.00	$ 2,896,586.43	$190,882.81	$34,501,360.89

DISTRIBUTIONS TO CITIES & TOWNS

CITY/TOWN	POPULATION	SEVERANCE TAX W.S. 39-14-801	FEDERAL MINERAL ROYALTY W.S. 9-4-601	SESSION LAWS 2005 Ch 191 SECTION 341	TOTAL
Afton	1,818	$84,837.75	$162,265.31	$106,732.72	$353,835.78
Albin	120	5,599.86	18,169.76	53,744.73	77,514.35
Alpine	550	25,665.98	59,552.21	67,163.36	152,381.55
Baggs	348	16,239.57	27,688.94	60,859.73	104,788.24
Bairoil	97	4,526.54	16,284.87	33,026.99	53,838.40
Bar Nunn	936	43,678.85	53,982.23	79,208.92	176,870.00
Basin	1,238	57,771.81	92,597.07	88,633.17	239,002.05
Bear River	441	20,579.45	41,000.47	63,761.90	125,341.82
Big Piney	408	19,039.50	55,198.32	62,732.09	136,969.91
Buffalo	3,900	181,995.19	252,059.84	171,703.84	605,758.87
Burlington	250	11,666.34	27,669.85	57,801.53	97,137.72
Burns	285	13,299.66	26,653.18	58,893.74	98,846.58
Byron	557	25,992.64	49,912.43	67,381.81	143,286.88
Casper	49,644	2,316,658.66	2,082,557.56	1,599,196.33	5,998,412.55
Cheyenne	53,011	2,473,781.16	2,740,542.12	1,704,267.31	6,918,590.59
Chugwater	244	11,386.36	26,042.90	57,614.29	95,043.55
Clearmont	115	5,366.53	17,430.59	53,588.70	76,385.82
Cody	8,835	412,289.07	504,062.04	325,706.02	1,242,057.13
Cokeville	506	23,612.70	55,988.05	65,790.29	145,391.04
Cowley	560	26,132.64	50,100.46	67,475.42	143,708.52
Dayton	678	31,639.16	47,016.91	71,157.75	149,813.82
Deaver	177	8,259.77	23,094.26	55,523.48	86,877.51
Diamondville	716	33,412.45	72,998.89	72,343.58	178,754.92
Dixon	79	3,686.57	14,880.52	32,465.28	51,032.37
Douglas	5,288	246,766.80	333,039.36	215,017.93	794,824.09
Dubois	964	44,985.48	82,688.34	80,082.69	207,756.51
East Thermopolis	274	12,786.34	23,121.81	58,550.48	94,458.63
Edgerton	169	7,886.45	19,038.47	55,273.83	82,198.75
Elk Mountain	192	8,959.77	19,000.78	55,991.57	83,952.12
Encampment	443	20,672.79	31,152.84	63,824.31	115,649.94
Evanston	11,507	536,979.12	680,023.76	409,088.75	1,626,091.63
Evansville	2,255	105,230.54	108,915.52	120,369.79	334,515.85
Fort Laramie	243	11,339.70	25,212.97	57,583.09	94,135.76
Frannie	209	9,753.08	24,887.60	56,522.08	91,162.76
Gillette	20,238	944,414.99	1,389,166.77	681,549.34	3,015,131.10
Glendo	229	10,686.38	25,179.61	57,146.20	93,012.19
Glenrock	2,231	104,110.57	149,180.37	119,620.84	372,911.78
Granger	146	6,813.14	18,449.35	54,556.09	79,818.58
Green River	11,808	551,025.40	536,603.55	418,481.80	1,506,110.75
Greybull	1,815	84,697.76	128,763.09	106,639.10	320,099.95
Guernsey	1,147	53,525.24	81,013.10	85,793.41	220,331.75
Hanna	873	40,738.94	46,831.66	77,242.94	164,813.54
Hartville	76	3,546.56	16,374.01	32,371.66	52,292.23
Hudson	407	18,992.84	43,577.97	62,700.89	125,271.70
Hulett	408	19,039.50	50,060.35	62,732.09	131,831.94

CITY/TOWN	POPULATION	SEVERANCE TAX W.S. 39-14-801	FEDERAL MINERAL ROYALTY W.S. 9-4-601	SESSION LAWS 2005 Ch 191 SECTION 341	TOTAL
Jackson	8,647	403,515.98	479,422.12	319,839.27	1,202,777.37
Kaycee	249	11,619.70	27,135.36	57,770.32	96,525.38
Kemmerer	2,651	123,710.05	229,741.67	132,727.41	486,179.13
Kirby	57	2,659.93	14,313.66	31,778.75	48,752.34
La Barge	431	20,112.80	49,912.72	63,449.84	133,475.36
La Grange	332	15,492.92	33,052.31	60,360.43	108,905.66
Lander	6,867	320,451.50	497,174.20	264,292.39	1,081,918.09
Laramie	27,204	1,269,486.38	745,599.68	898,931.13	2,914,017.19
Lingle	510	23,799.37	42,730.96	65,915.12	132,445.45
Lost Springs	1	46.68	12,060.15	10,031.21	22,138.04
Lovell	2,361	110,177.09	162,986.05	123,677.64	396,840.78
Lusk	1,447	67,524.87	90,914.67	95,155.25	253,594.79
Lyman	1,938	90,437.59	127,002.79	110,477.45	327,917.83
Manderson	104	4,853.20	18,518.65	53,245.44	76,617.29
Manville	101	4,713.23	17,298.82	53,151.82	75,163.87
Marbleton	720	33,599.12	85,938.22	72,468.40	192,005.74
Medicine Bow	274	12,786.34	21,990.69	58,550.48	93,327.51
Meeteetse	351	16,379.57	34,429.62	60,953.35	111,762.54
Midwest	408	19,039.50	31,992.26	62,732.09	113,763.85
Mills	2,591	120,910.12	122,909.15	130,855.04	374,674.31
Moorcroft	807	37,659.01	84,347.28	75,183.33	197,189.62
Mountain View	1,153	53,805.25	81,635.30	85,980.65	221,421.20
Newcastle	3,249	151,615.98	186,443.86	151,388.66	489,448.50
Opal	102	4,759.87	20,262.40	53,183.02	78,205.29
Pavillion	165	7,699.80	23,585.67	55,149.01	86,434.48
Pine Bluffs	1,153	53,805.25	74,281.09	85,980.65	214,066.99
Pine Haven	222	8,007.12	31,076.94	56,927.76	96,011.82
Pinedale	1,412	65,891.59	154,117.72	94,063.03	314,072.34
Powell	5,373	250,733.36	312,422.77	217,670.45	780,826.58
Ranchester	701	32,712.46	48,103.05	71,875.49	152,691.00
Rawlins	9,006	420,268.87	343,380.34	331,042.26	1,094,691.47
Riverside	59	2,753.35	14,151.29	31,841.16	48,745.80
Riverton	9,310	434,455.16	668,712.22	340,528.92	1,443,696.30
Rock River	235	10,966.36	18,311.23	57,333.44	86,611.03
Rock Springs	18,708	873,016.89	841,402.37	633,803.98	2,348,223.24
Rolling Hills	449	20,952.77	42,004.48	64,011.55	126,968.80
Saratoga	1,726	80,544.54	77,934.10	103,861.75	262,340.39
Sheridan	15,804	737,500.47	725,105.80	543,181.43	2,005,787.70
Shoshoni	635	29,632.55	59,587.26	69,815.88	159,035.69
Sinclair	423	19,739.48	30,423.59	63,200.19	113,363.26
Superior	244	11,386.36	22,778.38	57,614.29	91,779.03
Sundance	1,161	54,178.57	114,767.29	86,230.30	255,176.16
Star Valley Ranch	1,161	38,408.14	82,294.58	93,719.77	214,422.49
Ten Sleep	304	14,186.30	27,722.11	59,486.66	101,395.07
Thayne	341	15,912.91	42,622.37	60,641.28	119,176.56
Thermopolis	3,172	148,022.74	143,753.26	148,985.79	440,761.79
Torrington	5,776	269,539.53	329,066.64	230,246.51	828,852.68
Upton	872	40,692.25	61,013.87	77,211.73	178,917.85
Van Tassell	18	839.97	12,944.35	10,561.71	24,346.03
Warnsutter	261	12,179.66	23,529.34	58,144.80	93,853.80

CITY/TOWN	POPULATION	SEVERANCE TAX W.S. 39-14-801	FEDERAL MINERAL ROYALTY W.S. 9-4-601	SESSION LAWS 2005 Ch 191 SECTION 341	TOTAL
Wheatland	3,548	165,568.95	219,197.49	160,719.29	545,485.73
Worland	5,250	244,993.51	286,516.73	213,832.10	745,342.34
Wright	1,347	62,858.33	106,461.74	92,034.64	261,354.71
Yoder	169	7,886.45	21,189.28	55,273.83	84,349.56
GRAND TOTALS	**337,995**	**$15,754,559.34**	**$18,526,300.00**	**$15,325,000.00**	**$49,605,859.34**

Distribution Dates: Severance Tax: Quarterly
Federal Mineral Royalty: Quarterly

ENDOWMENT MATCHING PROGRAMS

W.S. 21-16-902 through 904: University Endowment Challenge Program

The 2001 Legislature appropriated $30 million from the General Fund to establish a matching program for donations to the University of Wyoming (UW). An additional appropriation of $18 million was made in the 2004 legislative session. The University Foundation manages these funds as it does other permanent endowment funds and only the earnings from the investment of these funds may be expended. The earnings shall be expended exclusively for the purposes of the endowment donation.

W.S. 21-16-1001 through 1003: University Athletics Challenge Program

During the 2004 Budget Session, $10 million was appropriated from the General Fund to be distributed to the University Foundation to match donations to the athletic facilities program. These funds are to be expended exclusively for the cost of establishing new or renovating existing university intercollegiate athletic facilities consistent with the 2003 intercollegiate athletics plan approved by the university board of trustees.

W.S. 21-16-1101 through 1104: Community College Endowment Challenge Program

Also during the 2004 Budget Session, $31.5 million was appropriated from the General Fund to be distributed equally to each Wyoming community college ($4.5 million each). The funds will be permanently invested by the college foundation on behalf of the community college. Only the earnings from the investment of these funds may be expended. The earnings will be used to benefit and promote the mission, operation or any program or activity of the respective community college, including but not limited to professorships and student scholarships.

The State Treasurer's office administers the matching monies and distributes these funds to the institutions upon their request and attestation that they have received a qualifying gift.

Institution	Total Appropriation	Unfunded Donation Commitments	Matching Payments to the Foundation	Remaining Uncommitted Appropriation
UW	$48,000,000	$9,436,566	$38,563,434	$0
UW Athletics	10,000,000	5,629,358	4,370,642	0
Casper CC	4,500,000	0	2,944,858	1,555,142
Central WY CC	4,500,000	198,807	700,857	3,600,336
Eastern WY CC	4,500,000	0	178,234	4,321,766
Laramie Co CC	4,500,000	1,019,254	1,736,436	1,744,310
Northwest WY CC	4,500,000	630,414	2,087,028	1,782,558
Sheridan CC	4,500,000	837,280	640,351	3,022,369
Western WY CC	4,500,000	140,798	489,828	3,869,374
Total	$89,500,000	$17,892,477	$51,711,668	$19,895,855

HATHAWAY & HIGHER EDUCATION PROGRAMS

Wyoming Statute 21-16-1201, passed in 2005, authorized the creation of the Excellence in Higher Education Endowment Program and the Hathaway Student Scholarship Endowment Program.

A portion of the excess federal mineral royalties from the School Foundation fund will be transferred to the two accounts until a maximum of $105 million dollars have been deposited in the Excellence in Higher Education Endowment Program and a maximum of $400 million dollars have been deposited in the Hathaway Scholarship Program. It's anticipated these programs will be fully funded in fiscal year 2008.

The Excellence in Higher Education Endowment funds are transferred to the University and Community College Foundations where it's invested as other permanent endowment funds managed by the foundation. Interest earned on these investments is to be used for the recruitment and retention of faculty, establishing endowed faculty positions and to acquire instructional and resource materials, classroom equipment and other resources necessary to support the work of endowed faculty. A special appropriation was made by the 2006 Legislature (effective July 1, 2006) that will be passed on to the university and community colleges to be used as seed money for these programs.

The Hathaway Student Scholarship Endowment Program deposits are retained by the State and invested by the State Treasurer. Interest earned on these investments is to be used for scholarships for Wyoming students to attend the Wyoming community colleges and the University of Wyoming, if certain criteria set by the legislature are met by the students. The first distribution of Hathaway Scholarship money, based on requirements set by the 2006 Legislature, will be transferred to the university and community colleges in the fall of 2006. This initial distribution will be enabled by a special appropriation that was passed by the 2006 Legislature (effective July 1, 2006).

Endowment Fund	Maximum Transfer	Transfer In	Remaining Amount to Transfer
Excel in Higher Education	$105,000,000	$61,654,972	$43,345,028
Hathaway Scholarship	$400,000,000	$234,482,993	$165,517,007

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 now access their accounts via the internet. This service is called Internet Participant Access System (IPAS). This service has been received by participants as very beneficial.

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 FY06 are as follows:

07/05	2.957%	01/06	3.926%
08/05	3.139%	02/06	3.999%
09/05	3.269%	03/06	4.035%
10/05	3.490%	04/06	4.343%
11/05	3.309%	05/06	4.488%
12/05	3.556%	06/06	4.737%

The annualized yield for FY06 was 3.77%.

As of June 30, 2006, there were 144 active participants. (Some participants have multiple accounts). WYO-STAR pool balance on June 30, 2006, was $229,410,417.48. Participants earned $8,932,730.34 in FY06.

WYOMING UNIFORM UNCLAIMED PROPERTY ACT

During Fiscal Year 2006, funds totaling more than $4.468 million were received and deposited into the trust fund to be held in perpetuity for the owners. More than $1.390 million was returned to the rightful owners or heirs. The Unclaimed Property Division is totally self-supporting.

The Unclaimed Property Division is responsible for receiving unclaimed funds from any entity that cannot locate the owner. Approximately 6,000 packets were mailed to such entities requesting the return of Wyoming residents' funds. Upon receipt of these funds, the division attempts to locate the owners and reunite the rightful owner/heir with their property by advertising the names in one or more papers of general circulation once a year. The division is also in contact with other states to bring Wyoming residents' unclaimed funds back to Wyoming.

The division is also charged with: (1) assisting and educating unclaimed property holders of compliance; (2) informing vendors of requirements; and (3) informing claimants of their rights and responsibilities. Numerous claimants are instructed on how to claim their funds and an alphabetical list of owners is mailed quarterly to Wyoming county clerks.

The unclaimed funds listing is available for public inspection after the funds have been held for two years. This two-year period allows for the advertising of the funds and for the owner to come forth. If the owner fails to come forth within the two-year period, the names are then made public. Third-party tracers (heirfinders) are then given access to records to allow them to attempt to locate the owners. Heirfinders charge the owners a percentage of the funds as their fee.

The Unclaimed Property Division maintains the records for more than 142,000 owners and more than $38.9 million in unclaimed funds. Since inception, the division has returned approximately $16.6 million to owners or heirs. A large part of this is due to the annual advertisement which generates more than 1,200 telephone calls in a ten-day period.

In FY06 several major goals and accomplishments were achieved:

1. Implemented cost savings measurers, i.e., report format in lieu of copies of letters, changing report to run quarterly instead of a monthly basis.
2. Implemented automated claims process.
3. Streamlined reports and claims balancing processes.
4. Website updating with more "user friendly" appearance and access.
5. Annual advertisement - resulting in approximately 1,000 claims in first two weeks.
6. Follow-up project to remind owners who have not finalized the claim process.
7. The owner list on the Internet continued to generate numerous claims.

Unclaimed property owner information and lists were requested by 9 heirfinders located in 9 states. Written inquiries from persons seeking their possible unclaimed funds totaled 3,782, received from 42 states, the Internet and several foreign countries. Internet inquiries on the Wyoming Unclaimed Property Website totaled 514,390.

WYOMING UNIFORM UNCLAIMED PROPERTY ACT

FISCAL YEAR	BEGINNING BALANCE	RECEIVED	DISBURSED	TRANSFERRED TO COMMON SCHOOL PERMANENT LAND FUND *	ENDING BALANCE
FY 82	$340,921.02	$272,408.86	$98,857.76	$56,279.50	$458,192.62
FY 83	458,192.62	40,309.15	25,350.65	37,194.58	435,956.54
FY 84	435,956.54	61,963.60	93,589.29	16,937.42	387,393.43
FY 85	387,393.43	47,472.14	101,321.02	49,968.22	283,576.33
FY 86	283,576.33	269,438.08	28,044.24	83,399.72	441,570.45
FY 87	441,570.45	160,250.59	34,181.84	64,240.20	503,399.00
FY 88	503,399.00	158,444.52	45,714.55	39,438.64	576,690.33
FY 89	576,690.33	181,276.90	76,462.16	38,075.60	643,429.47
FY 90	643,429.47	252,858.09	96,746.71	27,116.14	772,424.71
FY 91	772,424.71	191,102.86	130,627.04	218,847.68	614,052.85
FY 92	614,052.85	428,432.95	101,327.17	76,218.30	864,940.33
FY 93	864,940.33	298,531.97	160,017.21	102,307.91	901,147.18
FY 94	901,147.18	4,051,549.91	160,105.04	124,876.64	4,667,715.41
FY 95	4,667,715.41	1,639,708.30	760,996.09	0.00	5,546,427.62
FY 96	5,546,427.62	2,219,667.05	1,303,951.21	0.00	6,462,143.46
FY 97	6,462,143.46	1,902,193.42	1,486,211.28	0.00	6,878,125.60
FY 98	6,878,125.60	2,060,174.91	902,332.35	0.00	8,035,968.16
FY 99	8,035,968.16	3,648,277.24	1,513,694.11	0.00	10,170,551.29
FY 00	10,170,551.29	1,975,557.85	1,274,918.31	0.00	10,871,190.83
FY01	10,871,190.83	2,763,717.84	1,050,831.89	0.00	12,584,076.78
FY02	12,584,076.78	3,489,779.83	1,917,521.28	0.00	14,156,335.33
FY03	14,156,335.33	3,116,677.58	1,657,258.29	0.00	15,615,754.62
FY04	15,615,754.62	3,784,421.94	1,982,406.14	0.00	17,417,770.42
FY05	17,417,770.42	3,188,781.15	1,389,724.33	0.00	19,216,827.24
FY06	19,216,827.24	4,468,854.76	1,390,353.36	0.00	22,295,328.64

NOTES:

*Up to March 11, 1993, unclaimed funds remitted to the state were held for a five-year period. If the funds were not claimed within that time, they escheated to the Common School Permanent Land Fund.

On March 11, 1993, Governor Sullivan signed the Wyoming Uniform Unclaimed Property Act into law. Under the new law, unclaimed property is no longer transferred to the Permanent School Land Fund. This law provides for unclaimed funds to be held in perpetuity for the rightful owners or their heirs.

CAPITAL FACILITIES REVENUE BONDS

Wyoming Statute 9-4-605 authorized up to $105 million in revenue bonds for capital construction purposes. Funds for the principal & interest on these bonds is restricted to the federal mineral royalties distributed to the school foundation program or to the highway construction funds.

SERIES	AMOUNT ISSUED	INTEREST RANGE %	BONDS OUTSTANDING JULY 1, 2005	PRINCIPAL PAYMENTS FY06	YEAR OF MATURITY	BALANCE JUNE 30, 2006
1992	$28,750,000	3.0-6.25	$12,465,000	$0	(2020)	$12,465,000
1993	8,777,522	4.1-6.2	6,357,522	55,000	(2011)	6,302,522
1994	27,395,897	4.1-6.2	1,430,367	1,430,367	(2005)	0
2002	10,405,000	2.75-5.0	8,475,000	935,000	(2012)	7,540,000
2005	23,440,000	2.5-5.0	23,440,000	430,000	(2023)	23,010,000
			Total Outstanding Revenue Bonds			$49,317,522

Future minimum payments for revenue bonds are as follows:

FISCAL YEAR ENDED JUNE 30	PRINCIPAL	INTEREST
2007	$2,740,940	$3,632,497
2008	2,685,300	3,656,350
2009	2,653,854	3,675,764
2010	2,657,968	3,685,194
2011	2,654,005	3,677,864
2012-2016	11,290,454	9,777,052
2017-2021	12,760,000	4,655,751
2022-2025	11,875,000	1,253,875

Prior Year Defeasance of Debt:
In prior years, the state of Wyoming defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets & liability for the defeased bonds are not included in this financial statement. As of June 30, 2006, only $1.4 million of the defeased 1991 issue remained outstanding.

New Issues:
No new bonds were issued in fiscal year 2006.

SCHOOL DISTRICT BOND GUARANTEE PROGRAM

Wyoming Statute 9-4-1001 authorizes the State Loan & Investment Board to guarantee school district general obligation bonds issued under W.S. 21-13-701 through 21-13-721. However, the 2002 Legislature closed the state guarantee for future issues, except for the refunding of bonds issued on or before November 1, 2001.

The State Treasurer is authorized to pledge up to $300 million from the Common School Permanent Land Fund to guarantee the school district bonds. If a district fails to deposit sufficient debt service monies with the State Treasurer, funds will be advanced from the Common School Permanent Land Fund. Repayment to the Common School Permanent Land Fund will be made from the district's next payments from the School Capital Construction Account and the School Foundation Fund.

As of June 30, 2006, the State Loan & Investment Board had approved guaranteeing school district bond issues with original amounts totaling $159,964,000. Of these, 10 issues have now been called or paid off completely and $50.1 million is still outstanding.

LOCAL GOVERNMENT BOND GUARANTEE PROGRAM

Wyoming Statute 9-4-1002 authorizes the State Loan & Investment Board to guarantee local government general obligation bonds issued under W.S. 15-7-101 through 15-7-114 or 18-4-301. The program is intended to benefit local governments by guaranteeing payment of bonded indebtedness of creditworthy cities, towns and counties by reducing the interest rate at which the bonds may be issued.

The State Treasurer is authorized to pledge up to $100 million from the Permanent Mineral Trust Fund to guarantee the local government bonds. If a government fails to deposit sufficient debt service monies with the State Treasurer, funds will be advanced from the Permanent Mineral Trust Fund to make the required payments. Repayment to the Permanent Mineral Trust Fund will be made from the government's next payments of federal mineral royalties and severance tax.

As of June 30, 2006, the State Loan & Investment Board had not approved any local government bond issues for the guarantee program.

WYOMING FAMILY COLLEGE SAVINGS PROGRAM

The Wyoming Family College Savings Program was established by Chapter 71 of the 2000 Legislative Session pursuant to Section 529 of the Internal Revenue Code (State Statute 21-16-809 through 21-16-818). The legislation also established the Wyoming Family College Savings Program Trust (the "Trust") as an instrumentality of the state and named the state treasurer as the sole trustee of the Trust, with assets of the Trust held in trust for account owners and beneficiaries. The state treasurer served as the administrator of the 529 college savings program, which encourages citizens to save for higher education costs for their families while receiving favorable income tax treatment for earnings on monies set aside.

Following passage of the 2000 legislation, the State Treasurer entered into a nine-year management agreement with Fund Asset Management, a subsidiary of Merrill Lynch, to provide program management services. The Wyoming college savings plan was marketed by Mercury Funds as the 529 College Achievement Plan (CAP) and distributed primarily by AG Edwards.

Legislation was passed during the 2006 legislative session (Senate File 0062, Chapter 46) which now allows, but does not require, the state treasurer to have a 529 college savings program. Due to various market factors, including Wyoming's small population base and the competitive nature of 529 programs (all 50 states have at least one program); Wyoming's plan was not able to grow the asset base originally anticipated. Both Merrill Lynch and the State Treasurer wished to terminate their agreement. At the end of FY 06, Wyoming had 1,286 total participants (165 are Wyoming participants) and $12,957 million in total assets ($1,502,658 Wyoming resident assets) in the CAP plan.

The CAP plan with Merrill Lynch will close to new investors on July 10, 2006, and terminate completely on September 18, 2006. In early July, Wyoming will be partnering with the State of Colorado to offer 529 college savings plans. Under the new structure, Wyoming residents will be able to invest in any 529 plan offered by CollegeInvest, a not-for-profit division of the Colorado Department of Higher Education, and enjoy the same preferred fee structure as Colorado residents. This marks the first time that a state has partnered with another state to offer 529 college savings plans.

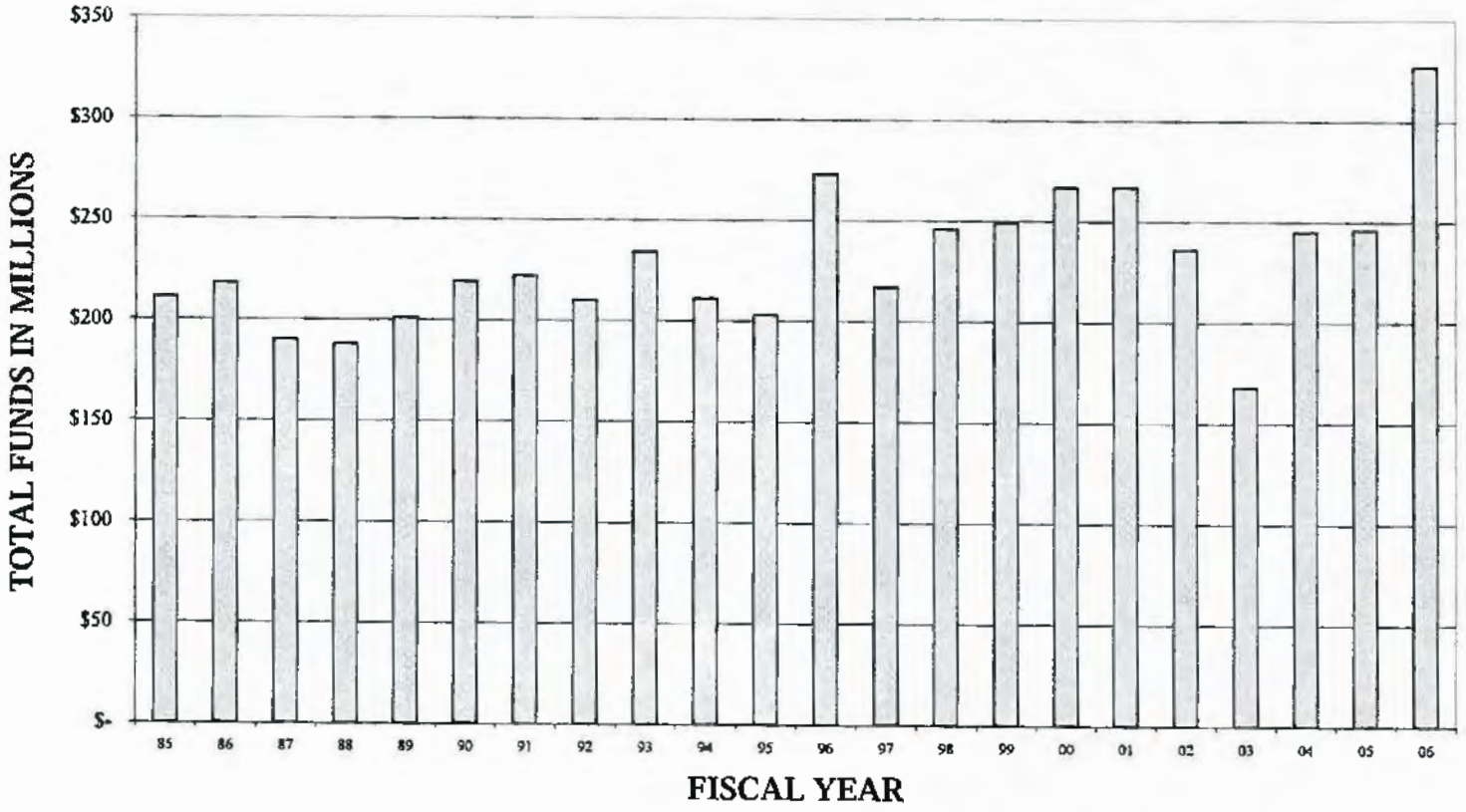
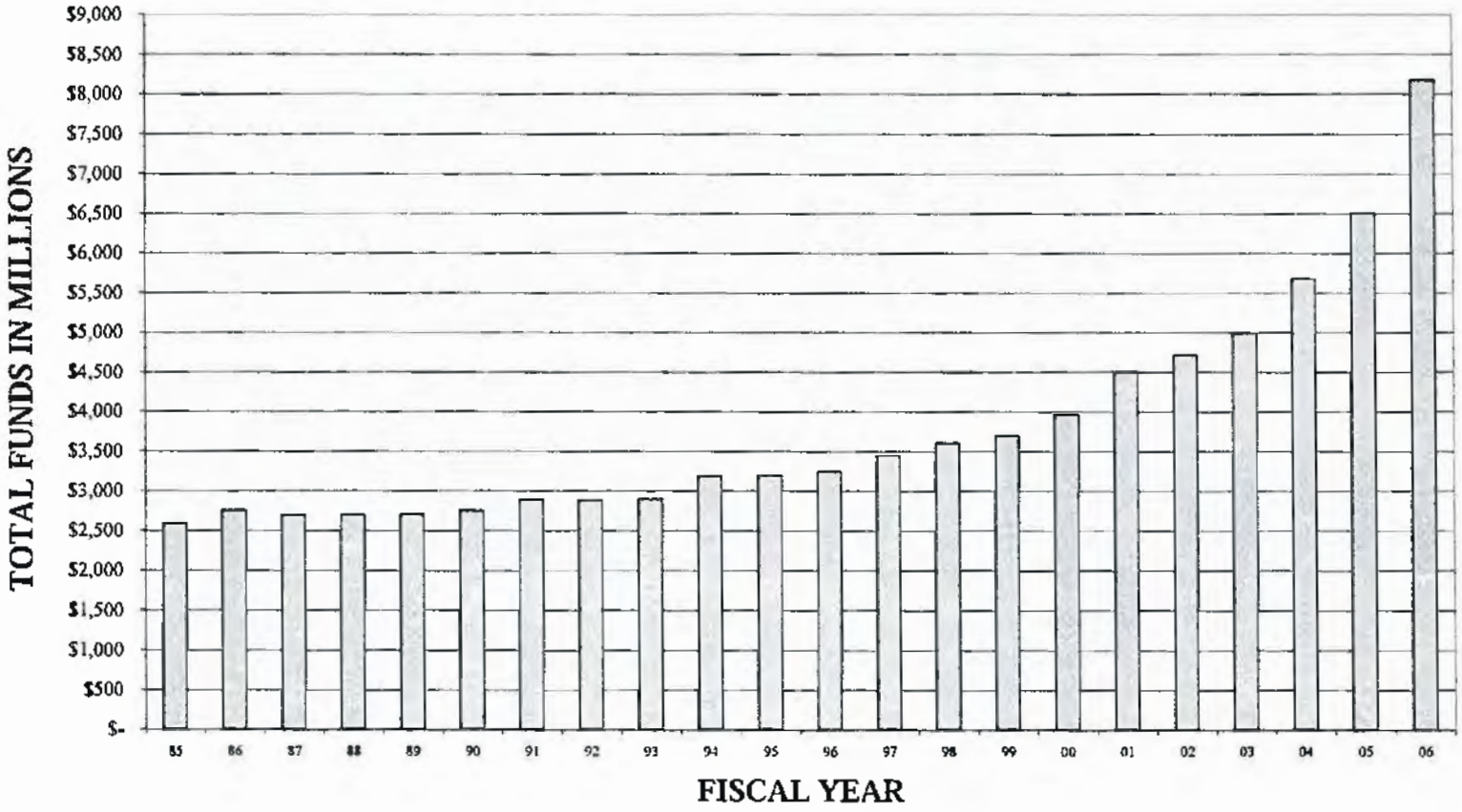
The 2006 change in legislation allowed the State Treasurer to negotiate termination of the CAP plan with Merrill Lynch and enter into a marketing agreement with the State of Colorado's college savings program (CollegeInvest).

Money saved through 529 plans can be used nationwide at any eligible educational institution, including public or private colleges, universities, vocational schools and even some foreign universities. And 529 money can be used to pay for qualified higher education expenses such as tuition, fees, certain room and board, and required supplies.

LEGISLATIVE AUTHORITY

W.S. 9-1-401 through 9-1-417	Duties Generally
W.S. 8-1-109	Payment of Fines & Penalties
W.S. 9-4-206	Petty Cash Funds
W.S. 9-4-401 through 9-4-406	Distribution of Taylor Grazing Funds
W.S. 9-4-501 through 9-4-504	Distribution of Forest Reserve Funds
W.S. 9-4-601 through 9-4-607	Distribution of Federal Mineral Royalties
W.S. 9-4-605	Bond Issues - Capital Facilities
W.S. 9-4-701 through 9-4-713 & 9-4-831 through 9-4-834	Investment of State Funds
W.S. 9-4-801 through 9-4-829	Deposits in Wyoming Banks & S&L
W. S. 9-4-901 through 9-4-904	Refunding Bond Issues
W.S. 9-4-1001 through 9-4-1002	Guarantee for Local Gov't & School District Bonds
W.S. 9-4-1101 through 9-4-1105	Tax & Revenue Anticipation Notes
W.S. 9-4-1203	Investment of Tobacco Settlement Trust Fund
W.S. 10-3-403	LDI Airport Loans - Aeronautics Commission
W.S. 11-6-210	Distribution of Livestock Predatory Animal Control Fees
W.S. 11-34-129	LDI Investment in Farm Loans
W.S. 11-34-301	LDI Investment in Small Water Development Project Loans
W.S. 16-1-109	LDI Investment in Joint Powers Board Loans
W.S. 21-15-108	School Capital Construction Bonds
W.S. 21-16-113	Investment in Insured, Guaranteed or Higher Education Loans
W.S. 21-16-714	Student Loan Standby Commitment
W.S. 21-16-809 thru 21-16-818	Family College Savings Program
W.S. 21-16-902 through 21-16-904	UW Endowment Challenge Program
W.S. 21-16-1001 through 21-16-1003	UW Athletics Challenge Program
W.S. 21-16-1101 through 21-16-1104	Community Colleges Endowment Challenge Program
W.S. 21-16-1201 through 21-16-1204	Distribution - Hathaway & Higher Education Endowment Account
W.S. 21-22-101 through 21-22-109	Investment of Wyoming Education Trust Fund (closed)
W.S. 27-3-202	Investment of Worker's Compensation Funds
W.S. 31-3-101(b)(xiv)	Distribution of Indian Motor Vehicle Exemption Reimbursement
W.S. 34-24-101 through 34-24-140	Unclaimed Property
W.S. 36-8-318 through 36-8-320	LDI Investment in Hot Springs State Park Loans
W.S. 37-5- 206	Investment in Natural Gas Pipeline Authority Bonds
W.S. 37-5-406	Investment in Wyo Infrastructure Authority Bonds & Loans
W.S. 39-13-103	Distribution of Railroad Car Tax
W.S. 39-13-107	Deferred Tax Loans to Counties
W.S. 39-13-102 through 39-13-105	Distribution of Veteran Exemption Reimbursements
W.S. 39-14-203 through 39-14-211	Distribution of Severance Tax
W.S. 39-17-111	Gas Tax Refund to Municipalities
W.S. 41-2-124	Distribution-Water Development fund
W.S. 41-2-210	LDI Investment in Cheyenne Stage II Water Project
1987-ch117	LDI Investment in Shoshone Municipal Water Treatment Project Loan
1989-ch230	LDI Investment in Sheridan Area Water Treatment Facility Loan
1989-ch. 285	LDI Investment in Laramie Territorial Park Loan
1998-ch 104	LDI Investment in Cheyenne Sherard Water Treatment Project Loan

INVESTMENT INCOME



INVESTABLE FUNDS