ANNUAL REPORT
of the Treasurer

of the
State of Wyoming

For the Period
July 1, 2007 through June 30, 2008

Joseph B. Meyer, State Treasurer
Sharon Garland, Deputy State Treasurer
Michael Walden-Newman, Chief Investment Officer

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WYOMING STATE TREASURER'S ANNUAL REPORT
Fiscal Year 2008
(July 1, 2007 - June 30, 2008)

The State Treasurer is statutorily mandated to present an annual report to include permanent fund investments, income from those investments, gains and losses for each fund and the extent to which state investment policies have been implemented and performance goals achieved. I am happy to report that the investment policies of the State Loan and Investment Board and Wyoming Legislature have been implemented and performance goals achieved and/or exceeded.

Good investing strategy is part science and part carrying out of fiduciary duties. The asset allocation model first adopted by the state loan and investment board in 1999, and annually updated and funded, is primarily investment science representing modern portfolio investment theory. The periodic day to day monitoring and oversight of Wyoming's investments and managers, trustee due diligence, on behalf of the citizens of the state, is the carrying out of fiduciary duty on behalf of the citizens of Wyoming, which can not be delegated. The Office of State Treasurer follows the adage of Winston Churchill: "However beautiful the strategy, one should occasionally look at the results."

Fiscal year 2008 is the second fiscal year after the culmination of an eight-year process to diversify the state's investment portfolio into a full array of equity and fixed income assets designed to decrease the overall risk of the portfolio and produce an average return over a period of years greater than a portfolio primarily consisting of fixed income investments.

Continuing trends appear to be:

1. As presented to the Select Committee on Capital Financing and Investments, revenue from a mature state investment portfolio falls into three main classes: Interest; Dividends; Capital Gains. The portion of state revenue attributable to interest and dividends should remain reasonably predictable within a reasonable range for the purposes of the Consensus Revenue Estimating Group.

2. Currently, when the value of an equity investment class varies by more than three percent (3%) over the target value set by the State Loan and Investment Board, a portion of the investment is sold to rebalance back to target. The converse occurs when the variance is more than three percent (3%) under target. Thus, depending on periodic market performances, different equity investment classes of the portfolio may produce less capital gain return in some years and substantial capital gain return in other years. How these sorts of unpredictable revenue flows are treated is an important issue which should be addressed by the legislature in the very near future.

3. As authorized and monitored by the State Loan and Investment Board, other recent types of equity investments, primarily Absolute Return and Private Equity investments, will also result in unpredictable streams of revenue, primarily capital gains. Currently the state of Wyoming has approximately $330 million invested in these two investment classes. The nature of these investments normally is few returns over the first five to six years after which, if successful, will result in much higher investment returns over the next several years.

4. Clearly over the past several years, due primarily to increased mineral values, production and severance taxes, the corpus of permanent funds has grown substantially. The probable trend of periodic, but unpredictable, increased capital gains from the equity portfolio and the current legislative spending policy, if unchanged, will operate to further grow the corpus of permanent funds.

5. During FY08:

(a) The Office of State Treasurer has increased its oversight, monitoring and due diligence functions relative to all classes of investments in the portfolio. We are in a "red" alert mode at the present time, working with RV Kuhns and individual state investment managers, and will continue in that mode until national financial conditions stabilize;

(b) Given that the state investment portfolio was developed over ten years based on optimal allocations among classes of investments, and based on a portfolio review by RV Kuhns under current financial conditions, several items have been reviewed with increased monitoring with the following results:

(i) Is the optimal allocation strategy for the portfolio, reviewed and modified annually, still best serving the portfolio in the current abnormal stressed market environment? It is possible that the market volatility may have mis-aligned asset allocations relative to long-term target allocations. The practical and most immediate task is adherence to rebalancing policies. In up markets as was experienced in FY 08, that means capturing excess valuations as capital gain and rebalancing down to targets. In down markets it means incrementally moving assets to equities, domestic and international, and rebalancing up to targets. That currently is occurring;

(ii) Maximizing the long-term returns of the state's investment portfolio depends to a large extent on maintaining close to optimal asset allocations as possible for much of the period. Asset allocation is the largest driver of total fund returns. Changing it significantly creates a clear cost and notable risks. The Office of State Treasurer follows this maintenance with minor corrections if circumstances warrant same. This is the most conservative course of action;

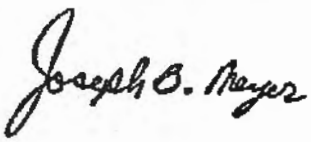
(iii) Maintain and increase diversification between and within the various classes of investments, fixed and equities. This has been accomplished and is being maintained;

(iv) Avoid over concentration in specific industries and unreasonable use of leverage. The Office of State Treasurer, through many meetings and conversations with investment managers, verified, and continues to verify, that portfolio managers do not have excessive concentrations in specific industries nor have strategies using excessive leverage. Frequent communications with all managers is increasing at present and will continue;

(v) Currently the Office is extending its review to include the securities lending programs and cash management vehicles. The State Loan and Investment Board's investment manager, RV Kuhns, is also stepping up its monitoring efforts and communicating frequently with members of this Office.

c. The state's investment portfolio has been intentionally positioned over the past several months to have a larger cash position. A large portion is very liquid. Given the current markets, and lack of liquidity, there should be some good opportunities to deploy this liquidity in several manners in the immediate future. How that is accomplished is a policy decision which I hope Wyoming legislators, the Governor as chief budget officer, other members of the State Loan and Investment Board and this office can and will collaborate on over the months ahead and through the upcoming legislative session for the ultimate benefit of Wyoming citizens.

As a means of providing more transparency on the financial operations of the state treasury, additional information, such as an overview of Wyoming investment strategies, the state investment policy, monthly and quarterly investment performance reports, and up to date portfolio status, is available on our website (http://treasurer.state.wy.us). The information contained in this annual report on state investments and daily tracking of state revenues and expenditures have been compiled and accomplished by the very skilled and hard working persons of the Office of State Treasurer. I am in their debt.



Joe Meyer
Wyoming State Treasurer

September 2008

DUTIES OF THE OFFICE

As one of the five statewide elected officials, the State Treasurer responds to the needs of the citizens through the various programs and activities required of the office as well as through numerous boards and commissions he serves on. The principal duty of the State Treasurer includes the following:

- Receives and invests all funds of the state, except for the state retirement funds, including the Local Government Investment Pool (WYO-STAR).

- Daily receipts from state agencies are reconciled and deposited. State warrants are redeemed from the bank each day. Balancing the state's checkbook every day.

- Management of state's cash resources including developing information to forecast cash needs of the state and projecting investment income for the Consensus Revenue Estimating Group (CREG).

- Deposit of funds in banks throughout the state in the Time Deposits-Open Account Program (TDOA).

- Administers various legislative programs, accounting for and distributing state and federal funds to cities, towns, counties, the University of Wyoming and community colleges, rural hospitals, public libraries and state agencies as follows:

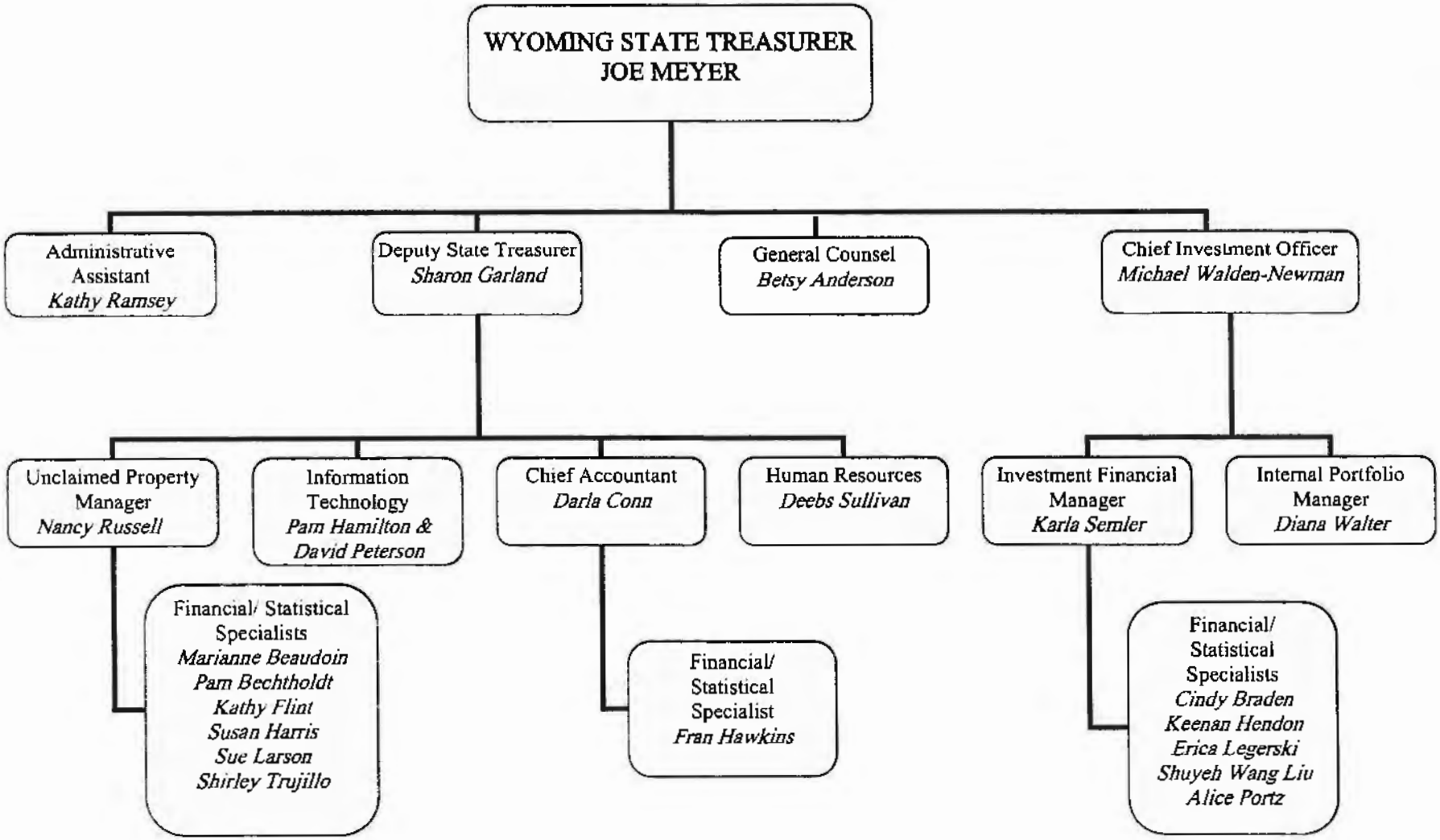
    - Investment Income (W.S. 9-1-409)
    - Veterans Tax Exemption Reimbursement (W.S. 39-13-105)
    - Indian Motor Vehicle Exemption (W.S. 31-3-101)
    - Severance Tax (W.S. 39-14-801) and (W.S. 39-14-211)
    - Livestock Predatory Animal Control Fees (W.S. 11-6-210)
    - Private Rail Car Tax (W.S. 39-13-104)
    - Federal Mineral Royalty and Coal Bonus(W.S. 9-4-601)
    - Penalties and Fines (W.S. 8-1-109)
    - Payments in Lieu of (Property)Taxes (PILT)
        - Taylor Grazing Act (W.S. 9-4-401)
        - U.S. Forest Reserve (W.S. 9-4-501)
    - Hathaway Scholarship Program (W.S. 21-16-1301)
    - Excellence in Higher Education Program (W.S. 21-16-1201)
    - Wildlife Trust Fund Matching (W.S. 9-15-103)
    - Endowment Challenge Matching programs
        - University of WY Foundation (W.S. 21-16-901)
        - University of WY Athletics (W.S. 21-16-1001)
        - Community College Foundations (W.S. 21-16-1101)
        - University of WY Academic Facilities (W.S. 21-16-1401)
        - Critical Access & Rural Hospital (W.S. 35-1-1001)

- State Spending Policy calculations and recommendations
- Accounting for Capital Facility Bonds and School Bond Guarantees issued
- Administers the Unclaimed Property Program which involves collecting and holding unclaimed property for the rightful owners and making diligent efforts to locate those rightful owners.
- Monitor the 529 Family College Savings Program marketed as CollegeInvestWyoming

- Serves on various board and commissions

    - State Loan and Investment Board
    - Board of Land Commissioners
    - State Building Commission
    - Wyoming Community Development Board (WCDA)
    - Board of Deposits
    - State Canvassing Board
    - Wyoming Retirement Board
    - Financial Advisory Council

As a means of providing more transparency on the financial operations of the state treasury, additional information about the state's investment program and other auxiliary programs administered by the state treasurer is available on our website (http://treasurer/state.wy.us.)


WYOMING STATE TREASURER
JOE MEYER
Administrative Assistant
Kathy Ramsey
Deputy State Treasurer
Sharon Garland
General Counsel
Betsy Anderson
Chief Investment Officer
Michael Walden-Newman
Unclaimed Property Manager
Nancy Russell
Information Technology
Pam Hamilton &
David Peterson
Chief Accountant
Darla Conn
Human Resources
Deebs Sullivan
Investment Financial Manager
Karla Semler
Internal Portfolio Manager
Diana Walter
Financial/ Statistical Specialists
Marianne Beaudoin
Pam Bechtholdt
Kathy Flint
Susan Harris
Sue Larson
Shirley Trujillo
Financial/ Statistical Specialist
Fran Hawkins
Financial/ Statistical Specialists
Cindy Braden
Keenan Hendon
Erica Legerski
Shuyeh Wang Liu
Alice Portz

WYOMING STATE INVESTMENT PORTFOLIO
Fiscal Year 2008 Review

PORTFOLIO OVERVIEW

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

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

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

	FY 07 ($ Millions)		FY 08	
	Cost	Market	Cost	Market
Permanent Mineral Trust Fund	$3,341.6	$3,728.1	$3,896.6	$4,135.4
Permanent Land Funds				
- Common School Perm Land Fund	1,462.3	1,678.3	1,677.7	1,766.1
- University Permanent Land Fund	15.4	17.4	16.1	17.0
- Remaining Permanent Land Funds	72.5	81.0	86.0	91.0
Hathaway Scholarship Fund	*	*	419.3	418.0
Higher Ed Endowment Fund	*	*	105.0	104.8
Workers Compensation Fund	851.9	856.6	1,019.17	988.3
Tobacco Settlement Fund	56.4	55.4	59.0	57.0
State Agency Pool	3,598.7	3,578.4	3,603.6	3,593.6
Total	$9,398.8	$9,995.2	$10,882.4	$11,171.1

The newest investment pools are the Hathaway Scholarship Endowment Fund and the Higher Education Endowment Fund. Voters approved a constitutional amendment in November 2006 that made these permanent funds, and able to hold equities. The Treasurer's Office began investing these funds as separate investment pools, with an equity allocation, on July 1, 2007. These funds were previously invested within the State Agency Pool.

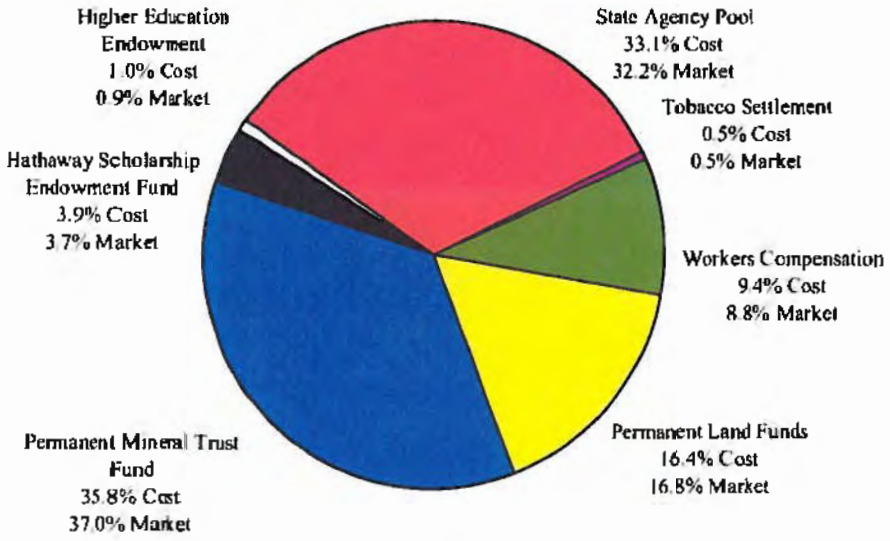
As shown above, the Treasurer's investment portfolio grew from $9.4 billion on a cost basis on June 30, 2007, to $10.9 billion on June 30, 2008. The portfolio's market value increased from just under $10 billion on June 30, 2007, to $11.2 billion on June 30, 2008.

Total investment income reached an all-time high in FY 08 of $723.4 million dollars. Dividend and interest income was $416.2 million. Income from realized capital was $307.2 million, including $133.3 million from rebalancing the portfolio, discussed further later in this report.

WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2008

The State Treasurer's Office manages $11.2 billion in non-pension investable funds across seven fund types. Five funds, the Permanent Wyoming Mineral Trust Fund, the Permanent Land Funds, the Hathaway Scholarship Endowment Fund, the Excellence in Higher Education Endowment Fund and the Worker's Compensation Fund may hold equities under current law. The other funds cannot: the State Agency Pool and the Tobacco Settlement Fund.

	Cost Basis	Market Value
Permanent Wyoming Mineral Trust Fund	**$3,896,621,442**	**$4,135,435,366**
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 08 target is 52 percent.		
Permanent Land Funds	**1,779,745,597**	**1,874,035,142**
Funded with royalties, leases, fees and permits, and other revenue generated from state lands. Investment income from these funds go to state public institutions. The Common School Permanent Land Fund is the largest of the land funds: $1.678 billion book/cost, $1.766 billion market; its investment income helps to fund Wyoming's K-12 schools. Up to 55 percent of the Permanent Land Funds may be invested in equities; the FY 08 target is 52 percent.		
Hathaway Scholarship Endowment Fund	**419,252,450**	**417,997,280**
Funded with federal mineral royalties. Investment income is used to pay higher education tuition for qualifying Wyoming high school graduates at the University of Wyoming and Wyoming's community colleges. Up to 55 percent may be invested in equities; the FY 08 target is 25 percent; the target through FY 09 is 52 percent.		
Excellence in Higher Education Endowment Fund	**105,000,000**	**104,820,958**
Funded with federal mineral royalties. Investment income is used to pay for recruitment and retention of faculty, to establish endowed faculty positions and to support the work of endowed faculty at the University of Wyoming and Wyoming's community colleges. Up to 55 percent may be invested in equities; the FY 08 target is 25 percent; the target through FY 09 is 52 percent.		
Workers Compensation Fund	**1,019,173,345**	**988,285,391**
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 was 5 percent; the target through FY 09 is 25 percent..		
Tobacco Settlement Fund	**59,016,931**	**56,978,081**
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	**3,603,624,493**	**3,593,554,699**
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	**$10,882,434,259**	**$11,171,106,917**



The State portfolio's total return was 3.9 percent in FY 08. The cash yield from the portfolio was 7.40 percent for the year. Performance by fund and by manager is detailed later in the report.

The chart on the following page shows the total return and yield for the Permanent Wyoming Mineral Trust Fund for the past five years. It illustrates the fact that while market value fluctuations can mean wide fluctuations in total return, the cash yield of the PWMTF remains fairly consistent from year to year.

ASSET ALLOCATION

Asset allocation is the distribution of investments among asset classes. It is the major determinant of both the long-term rates of return and the volatility of the asset values. There are two parts to the asset allocation decision: identifying alternative asset allocation possibilities, and choosing the best combination of assets to meet investment objectives.

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

The Permanent Mineral Trust Fund and Permanent Land Funds maintained their target allocation during FY 08 of approximately 52 percent equities and 48 percent fixed income and cash.

As explained above, the Hathaway Scholarship Endowment and Higher Education began FY 08 invested solely in fixed income. The Treasurer's Office began investing them as permanent funds in July 07 with the intention of taking them to the same equity allocation as the other permanent funds over a two-year period through June 2009. They ended FY 08 at just under 24 percent equities, the balance in fixed income and cash.

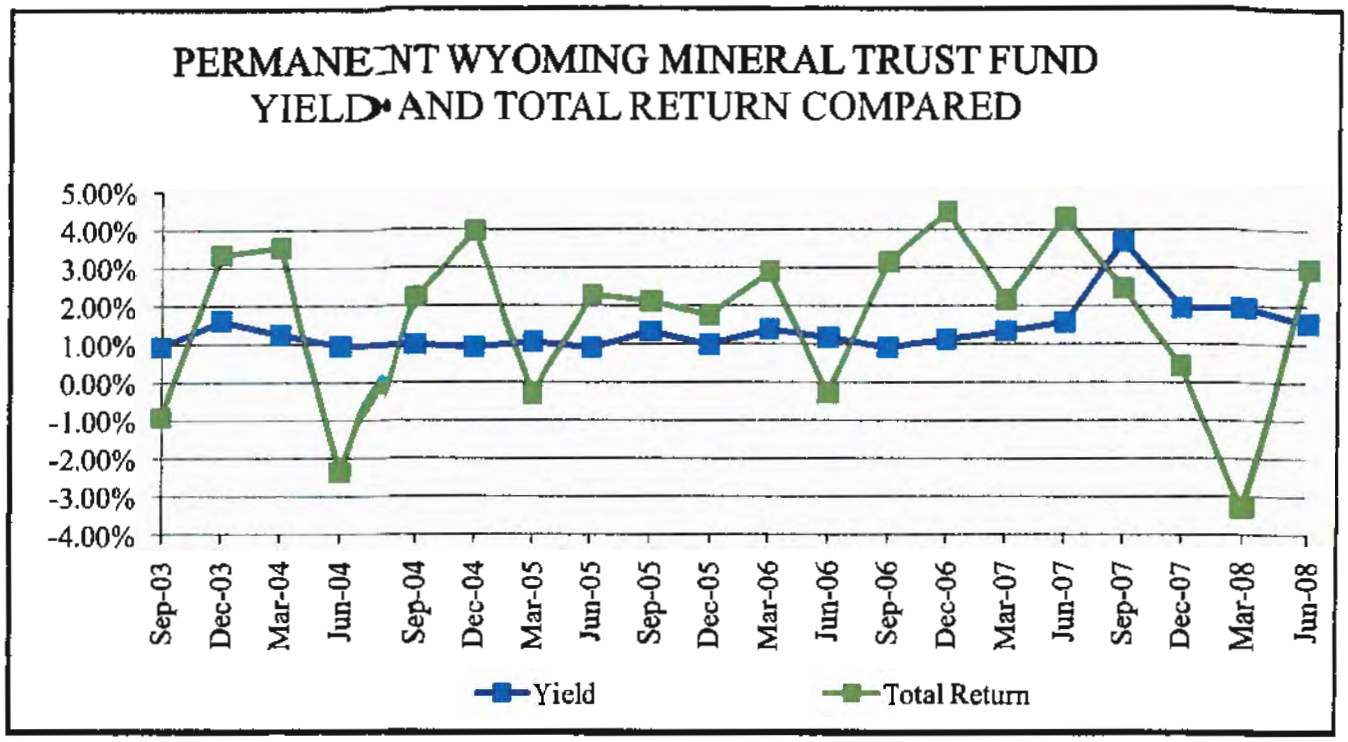
The Workers Compensation Fund began diversification into equities during FY 07. Monthly allocations continued through June 2007 to meet a 5 percent equity allocation as agreed with the director of the Department of Employment per legislation passed in 2005, and detailed in the Master Investment Policy. The Department increased the equity allocation request for the Workers Compensation Fund to 25 percent beginning July 1, 2007. The Treasurer will achieve that target allocation by June 30, 2009 through monthly allocations.

The Treasurer's Office sent $3.5 billion to external equity and fixed income managers during FY 08: $2.270 billion to external fixed income managers and $1.257 billion to equity managers.

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

External equity manager funding was $3.127 billion (cost basis) on June 30, 2008, with a market value of $3.462.

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



	Yield		Total Return	
Quarter Ending	Quarter	Annual	Quarter	Annual
September 30, 2003	0.93%		-0.92%	
December 31, 2003	1.61%		3.34%	
March 21, 2004	1.26%		3.54%	
June 30, 2004	0.96%	4.76%	-2.36%	3.51%
September 30, 2004	0.99%		2.24%	
December 31, 2004	0.92%		3.97%	
March 21, 2005	1.06%		-0.31%	
June 30, 2005	0.90%	3.87%	2.29%	8.40%
September 30, 2005	1.33%		2.12%	
December 31, 2005	0.99%		1.76%	
March 21, 2006	1.39%		2.90%	
June 30, 2006	1.18%	4.81%	-0.29%	6.62%
September 30, 2006	0.91%		3.15%	
December 31, 2006	1.13%		4.47%	
March 21, 2007	1.34%		2.15%	
June 30, 2007	1.58%	4.96%	4.32%	14.83%
September 30, 2007	3.69%		2.46%	
December 31, 2007	1.96%		0.44%	
March 21, 2008	1.95%		-3.30%	
June 30, 2008	1.55%	9.02%	2.98%	2.44%

REBALANCING

The long-term target allocation for each of the State's investment pools reflect a specific desired risk and return profile, consistent with each funds individual objectives and constraints. The State Treasurer's Office keeps investments at target allocations primarily through regular investment of new revenue to the portfolio, but rebalancing also plays a key role.

Rebalancing brings a portfolio of investments back into line when market conditions have caused it to deviate from its target asset allocation, and is key to effective risk management. An effective rebalancing policy provides a disciplined approach for staying aligned with the target asset allocation. The State Treasurer's Office uses a tolerance rebalancing strategy that examines the actual portfolio allocation and triggers rebalancing if an asset class falls outside its allowable range.

The Treasurer's Office began rebalancing the portfolio on July 1, 2007. The allocation to large cap US equity reached over 20 percent of the permanent funds' portfolios, but the long-term target allocation is 16 percent. The Treasurer pared back the S&P large cap index allocation managed by State Street by $400 million — $298 million of which was principal and $102 million capital gains. The Treasurer and State Street had repeated discussions in June 2007 and early July 2007 resulting in a smooth, cost effective transaction.

In January 2008, the international equity allocation of the Permanent Wyoming Mineral Trust Fund and the Permanent Land Funds exceeded 17 percent compared to a long-term target allocation of 14 percent. The Treasurer's Office reduced the international exposure in the funds to bring the allocation into line with that long-term target in keeping with the portfolio Rebalancing Policy. The total sale of just over $220 million returned $188.7 million in principal that was redeployed to other asset classes, and $31.3 million in capital gains income that was distributed to statutory recipients.

ALTERNATIVE INVESTMENTS

Absolute Return Strategy Added to Portfolio:

The State Loan and Investment Board on October 5, 2006, approved hiring three firms to implement absolute return strategies: AIG, Harris Alternatives and Pacific Alternative Asset Management (PAAMCO).

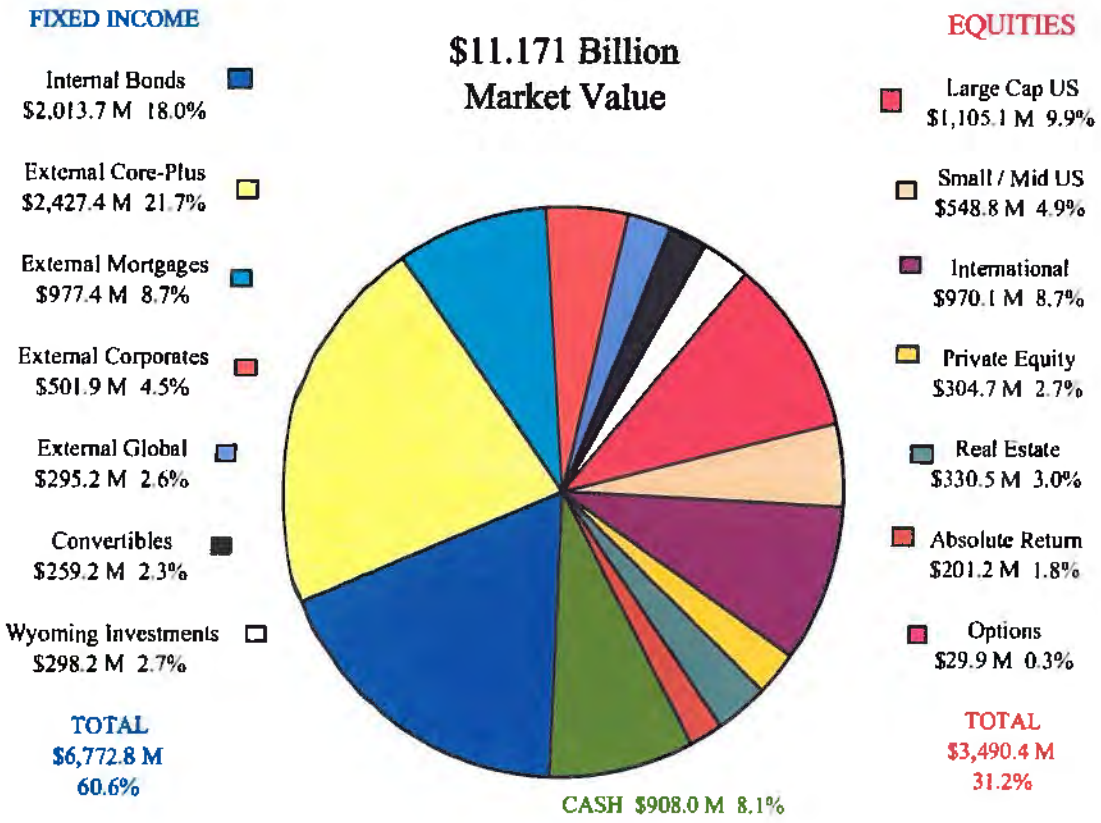
Contracts for Harris and PAAMCO were approved by the SLIB in the fall of 2007. The Treasurer placed $100 million with PAAMCO during November 2007, and $100 million with Harris in December 2007. The Treasurer did not pursue a contract with AIG because $200 million met the target allocation for this asset class.

Private Equity:

The Treasurer appointed Michael Walden-Newman, Chief Investment Officer, to the Cheyenne Capital Fund advisory committee.

On October 4, 2007, the SLIB approved the hiring and investment of $10 million with Access Venture Partners. Michael Walden-Newman also serves on the Access advisory committee.

WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2008



SUBPRIME CRISIS

The State Treasurer's Office followed the subprime issue as it heated up during the summer of 2007, maintaining usual close contact with the State's external investment managers. In November, the Treasurer notified participants in Wyoming's local government investment pool, WYO-STAR, that they had no subprime mortgages, no corporate bonds, no commercial paper, and that all securities in the WYO-STAR portfolio carry a AAA rating. This followed the news that Florida local governments were pulling their assets from that state's pool.

The Treasurer's Office asked each State portfolio investment manager for its subprime exposure. Most managers had no direct exposure, and there was little exposure among those who did. The Treasurer reported the survey results to the State Loan and Investment Board in January 2008.

ADVISORY COMMITTEE

Treasurer Meyer appointed an advisory committee to provide periodic information exchanges and create additional transparency about operations of state investments and investment policies. The Treasurer asked constituent groups from the public and private sector to nominate representatives to the committee.

- Committee members:
  - Tom Lockhart, Wyoming State Representative
  - Joel Schell, Converse County Treasurer
  - Mike Daly, Chief Executive Officer, First National Bank of Wheatland
  - John Hay, President, Rock Springs National Bank
  - Mark Zaback, President, Jonah Bank of Wyoming
  - Mark Higdon, Executive Director, Wyoming School Boards Association
  - Bob McLaurin, City Administrator, Town of Jackson
  - Lynne Boomgaarden, Director, Office of State Lands & Investments
  - Harry Wales, Interim Director, Wyoming Retirement System

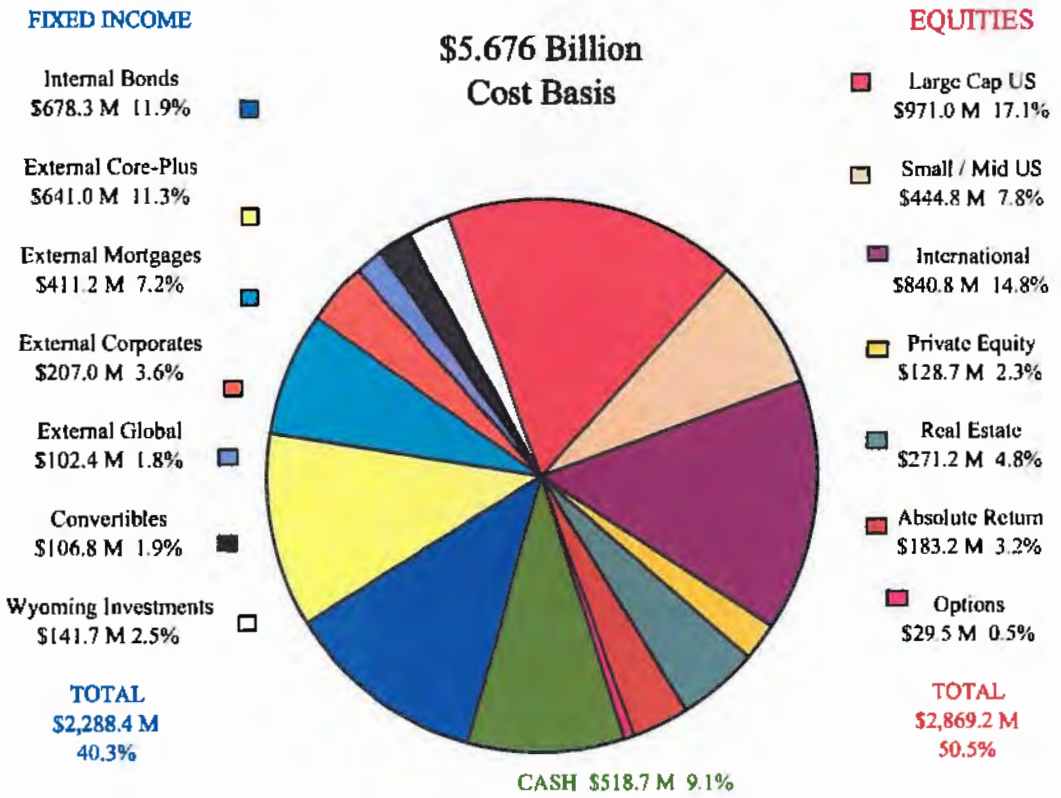
OTHER INVESTMENT ACTIVITIES

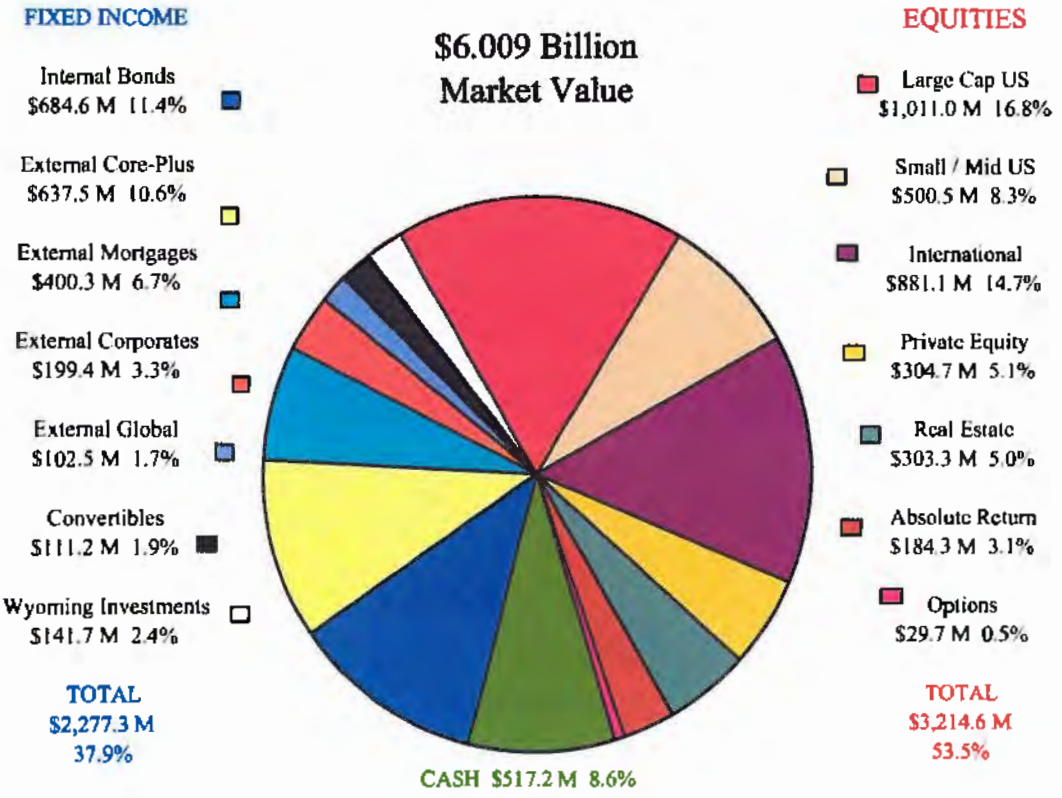
A number of other investment related activities were initiated by the State Treasurer's Office during fiscal year 2008 including updates to the State's Master Investment Policy and Sub-Policies, investment manager due diligence reviews, custodial banking services search, increasing the amount available in the Time Deposit Open Account Program (TDOA) to eligible banks in the state, and attendance at investment conferences. Further details on these activities are available in the State Treasurer's Investment Report for Fiscal Year 2008 which is available on the State Treasurer's Website.

STATE TREASURER'S WEBSITE

The State Treasurer's Office continually updates investment information on its website: http://treasurer.state.wy.us/investmentsbank.asp#invest. The Sovereign Wealth Fund Institute gives Wyoming one of its highest rankings in terms of public transparency.

WYOMING STATE INVESTMENT PORTFOLIO
PERMANENT WYOMING MINERAL TRUST FUND
AND PERMANENT LAND FUNDS ONLY
June 30, 2008





WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2008

EXTERNAL EQUITIES		Cost Basis	Market Value
Large Cap Index	State Street Global Advisors	$1,071,968,366	$1,104,570,188
Small / Mid Cap	Friess Associates	233,237,240	263,113,903
	GAMCO	260,147,854	285,663,774
International	Capital Guardian Trust	457,560,017	459,034,738
	Fisher Investments	448,336,146	483,270,407
Options Overlay	First Quadrant	29,730,059	29,903,362
Private Equity	Access Venture Partners *($10 M committed)*	1,185,000	958,844
	Cheyenne Capital Fund *($257.95 committed)*	127,472,686	303,790,554
Real Estate	ING Clarion	141,303,630	165,216,602
	UBS Realty	141,303,630	150,934,562
	Heitman *($10 M committed)*	2,431,750	1,939,888
	TA Realty *($15 M committed)*	12,000,000	12,403,334
Absolute Return	Harris Alternatives	100,000,000	98,109,971
	PAAMCO	100,000,000	103,074,642
	Total External Equities	$3,126,676,377	$3,461,984,770
			excludes outstanding commitments
EXTERNAL FIXED INCOME, CONVERTIBLES AND CASH			
Convertibles	Nicholas Applegate	$257,155,875	$259,151,646
Core-Plus	Western Asset Management	884,477,379	875,847,464
	Lehman	892,735,392	877,372,975
	PIMCO	676,093,861	674,174,592
Corporates	Western Asset	309,981,207	299,504,528
	Logan Circle	210,114,251	202,378,070
Mortgages	JPMorgan	522,078,596	495,411,081
	PIMCO	481,935,543	482,006,219
Global	PIMCO	297,975,617	295,050,570
	Total External Fixed Income and Convertibles	$4,532,547,723	$4,460,897,146
Cash Manager	JPMorgan	904,201,602	907,951,841
	Total External Cash	$904,201,602	$907,951,841
TOTAL EXTERNAL MANAGEMENT		$8,563,425,702	$8,830,833,757
INTERNALLY MANAGED FUNDS			
Fixed Income	Bonds	$1,992,588,242	$2,013,702,715
Equity Index Fund	Exchange Traded Funds	27,509,132	27,843,625
U. S. Equities	UW Portfolio Management Program	725,730	541,367
	Total Internal Portfolio	$2,020,823,103	$2,042,087,706
	Wyoming Investments	$298,185,453	$298,185,453
TOTAL INTERNAL MANAGEMENT		$2,319,008,557	$2,340,273,160
GRAND TOTAL ALL FUNDS		$10,882,434,259	$11,171,106,917

Note: *Access Venture, Cheyenne Capital Fund, Heitman and TA Realty cost basis as of June 30, 2008, market values as of March 31, 2008 because of report timing.*

MARKET PERFORMANCE
SUMMARY ANALYSIS - ALL INVESTMENTS

	FY 08		Market Return		
	Cost Basis	Market Value	FY08	3 Year	5 Year
INVESTMENTS BY FUND					
Permanent Wyoming Mineral Trust Fund	$3,896.62	$4,135.44	2.44%	7.84%	7.07%
Permanent Land Fund	85.96	91.03	2.23%	N/A	N/A
Common School Permanent Land Fund	1,677.73	1,766.05	2.27%	7.59%	7.25%
University Permanent Land Fund	16.06	16.96	2.92%	N/A	N/A
Hathaway Scholarship Endowment Fund	419.25	418.00	N/A	N/A	N/A
Higher Education Fund	105.00	104.82	N/A	N/A	N/A
Workers Compensation Fund	1,019.17	988.29	4.30%	4.08%	4.42%
Tobacco Settlement Fund	59.02	56.98	6.15%	4.38%	3.37%
State Agency Pool	3,603.62	3,593.55	5.23%	4.54%	4.21%
Wyoming State Total Fund	$10,882.43	$11,171.11	3.90%	6.18%	5.70%
Wyoming State Custom Index			3.17%	5.21%	4.84%
INVESTMENTS BY ASSET CLASS AND MANAGER					
US Equity					
UW Portfolio Management Program (1)	$0.73	$0.54	0.07%	N/A	N/A
Gabelli (2)	260.15	285.66	-10.74%	7.74%	12.33%
Friess Associates (3)	233.24	263.11	1.07%	13.47%	N/A
State Street Global Advisors (Index) (1)	1071.97	1,104.57	-12.66%	4.62%	7.33%
Total Domestic Equity	$1,566.08	$1,653.89			
US Equity Indices					
S&P 500 (1)			-13.12%	4.41%	7.58%
Russell 2500 Value (2)			-19.91%	2.19%	10.91%
Russell 2500 Growth (3)			-9.20%	7.40%	11.61%
International Equity					
Int'l Exchange Traded Funds (4)	$27.51	$27.84	-11.16%	12.41%	N/A
Fisher (4)	448.34	483.27	-1.43%	17.11%	N/A
Capital Guardian (4)	457.56	459.03	-7.35%	14.38%	N/A
Total International Equity	$933.41	$970.15			
Int'l Equity Indices					
MSCI EAFE (4)			-10.15%	13.34%	17.16%
Domestic Fixed Income					
WAMCO Core Plus (5)	884.48	875.85	6.01%	3.98%	4.06%
Lehman Brothers Core Plus (5)	892.74	877.37	4.68%	N/A	N/A
PIMCO Core Plus (5)	676.09	674.17	10.06%	N/A	N/A
PIMCO Mortgages (6)	481.94	482.01	8.18%	N/A	N/A
JP Morgan Mortgages (6)	522.08	495.41	0.96%	N/A	N/A
WAMCO Corporates (7)	309.98	299.50	2.70%	N/A	N/A
Logan Circle Corporates (7)	210.11	202.38	0.56%	N/A	N/A
PIMCO Global (8)	297.98	295.05	6.23%	N/A	N/A
Wyoming State Treasurer's Office (9)	1,992.59	2,013.70	8.09%	5.09%	4.70%
	$6,267.98	$6,215.45			
US Fixed Income Indices					
Lehman Aggregate (5)			7.12%	4.89%	3.85%
Lehman Mortgages (6)			7.83%	4.82%	4.56%
Lehman Credit (7)			3.81%	2.76%	3.27%
Lehman Global Aggregate Hedged (8)			4.79%	3.17%	3.55%
Lehman Govt/Credit (9)			7.24%	3.84%	3.58%

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

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

Note [3] The numbers contained in the parentheses after the manager names and index names correspond, indicating the appropriate benchmark for each investment.

Note [4] Performance for Private Equity and Value Added Real Estate investments is calculated on an IRR basis.

Note [5] Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.

MARKET PERFORMANCE (continued)
SUMMARY ANALYSIS - ALL INVESTMENTS

Manager/Investment Type	FY 08		Market Return		
	Cost Basis	Market Value	FY08	3 Year	5 Year
Convertible Bonds					
Nicholas Applegate (10)	$257.16	$259.15	0.06%	10.76%	11.64%
Convertible Bond Indices					
ML All Quality Convertible (10)			-6.36%	5.75%	6.89%
Cash & Cash Equivalents					
JP Morgan Asset Mgmt					
Operating Funds/Short-Term (11)		$744.54	4.09%	4.62%	3.42%
Extended Cash (12)		163.41	5.67%	4.65%	3.39%
Total Cash Management	$904.20	$907.95			
Cash & Cash Equivalents Indices					
90 Day U.S. T-Bills (11)			3.63%	4.27%	3.18%
JP Morgan Blended Index (12)			7.13%	5.40%	3.79%
Private Equity					
Cheyenne Capital Fund, LP (13)	$127.47	$303.79		SEE NOTE [4]	
Acess Venture Partner II (13)	$1.19	$0.96		SEE NOTE [4]	
Total Private Equity	$128.66	$304.75			
Private Equity Indices					
S&P 500 + 5% (13)			-8.78%	9.63%	12.96%
Real Estate					
Clarion Core (14)	$141.30	$165.22	10.77%	N/A	N/A
UBS Core (14)	141.30	150.93	5.27%	N/A	N/A
TA Realty Value-Added (15)	12.00	12.40		SEE NOTE [4]	
Heitman Value-Added (15)	2.43	1.94		SEE NOTE [4]	
Total Real Estate	$297.04	$330.49			
Real Estate Indices					
NCREIF ODCE(14)			8.01%	14.85%	14.55%
NCREIF Property (15)			9.20%	14.96%	14.72%
Absolute Return					
PAMMCO (16)	$100.00	$103.07	N/A	N/A	N/A
Harris Alternatives (16)	100.00	98.11	N/A	N/A	N/A
Total Absolute Return	$200.00	$201.18			
Absolute Return Indices					
HFN FoF Multi-Strat (16)			0.34%	7.91%	7.46%
Overlay Strategies					
First Quadrant	$29.73	$29.90	2.62%	1.39%	N/A
Wyoming Investments	$298.19	$298.19	N/A	N/A	N/A

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

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

Note [3]: The numbers contained in the parentheses after the manager names and index names correspond, indicating the appropriate benchmark for each investment.

Note [4]: Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis.

Note [5]: Market values for non-core real estate and private equity are on a one-quarter lag due to available valuations. However, Investment (Cost) Values are not lagged.

Note [6]: First Quadrant market value shown represents cash held as collateral. Performance shown is calculated based on a notional principle of $500 million.

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INCOME EARNINGS RECOGNIZED ON INVESTMENTS
During Fiscal Year 2008
July 2007 through June 2008

	INVESTMENT INCOME DIVIDENDS/INTEREST	REALIZED NET CAPITAL GAINS/(LOSSES)	TOTAL INVESTMENT INCOME RECEIVED
Permanent Mineral Trust Fund	$139,876,267.90	$189,408,567.63	$329,284,835.53
Common School Permanent Land Fund	54,263,763.84	82,856,983.94	137,120,747.78
University Permanent Land Fund	548,376.18	908,196.59	1,456,572.77
Remaining Permanent Land Funds:			
- Miner's Hospital Permanent Land Fund	1,260,889.05	1,811,933.53	3,072,822.58
- Public Buildings @ Cap Permanent Land Fund	132,471.59	190,365.46	322,837.05
- Fish Hatchery Permanent Land Fund	9,617.84	13,821.10	23,438.94
- D.D. & B. Permanent Land Fund	85,325.07	122,614.56	207,939.63
- Carey Act Permanent Land Fund	34,182.76	49,121.59	83,304.35
- Omnibus Permanent Land Fund	683,737.92	982,550.89	1,666,288.81
- State Hospital Permanent Land Fund	85,347.50	122,646.79	207,994.29
- State Training School Permanent Land Fund	35,974.31	51,696.11	87,670.42
- Penitentiary Permanent Land Fund	153,290.70	220,283.11	373,573.81
- Agriculture College Permanent Land Fund	257,729.03	370,363.99	628,093.02
Hathaway Scholarship Endowment Fund	15,025,395.17	2,268,698.75	17,294,093.92
Higher Education Endowment Fund	3,988,404.78	604,415.70	4,592,820.48
Worker's Compensation Fund	46,338,917.86	9,808,115.59	56,147,033.46
Tobacco Settlement Fund	2,874,425.73	411,639.41	3,286,065.14
State Agency Pool	150,565,634.25	16,983,343.64	167,548,977.89
TOTAL	$416,219,751.50	$307,185,358.37	$723,405,109.87

Note: The income figures above include interest, dividends and capital gains realized by investment managers as part of their regular management of the State's portfolio. For FY 08, income also includes capital gains realized when the State Treasurer implemented asset allocation rebalancing for the first time. The State Treasurer sold portions of the S& P 500 US large cap and the international portfolios to bring their percentage holding back in line with their target allocations. The rebalancing transaction resulted in $133.3 million in additional capital gains.

PERMANENT WYOMING MINERAL TRUST FUND

Fiscal Years 04 through 08 Analyzed and Compared

($ Millions)

	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Book Value	$2,057.6	$2,252.4	$2,472.6	$2,968.4	3,329.5
Beginning Market Value	2,050.8	2,218.2	2,557.8	3,070.6	3,728.1
-Difference	(6.8)	(34.2)	85.2	102.2	398.6
-Percent	-0.3%	-1.5%	3.4%	3.4%	12.0%
Additions to Corpus	$194.8	$220.2	$495.8	$361.0	$567.1
-Constitutional Severance Tax 1.5% Dep	144.8	168.6	243.6	193.1	213.6
-Add'l Severance Tax 1%			162.4	128.7	142.4
-Additional Legislative Deposits	50.0	51.6	89.9	20.0	40.0
-Spending Policy Reversions				19.2	171.1
Ending Book Value	$2,252.4	$2,472.6	$2,968.4	$3,329.5	$3,896.6
Ending Market Value	2,218.2	2,557.8	3,070.6	3,728.1	4,135.4
-Difference	(34.2)	85.2	102.2	398.6	238.9
-Percent	-1.5%	3.4%	3.4%	12.0%	6.1%
Total Income (gross of fees)	$102.9	$90.6	$127.9	$156.7	$329.3
-Interest	90.6	77.1	81.1	87.4	101.5
-Dividend	4.9	11.1	19.8	31.8	38.4
-Realized Capital Gain (or Loss)	7.4	2.4	26.9	37.6	189.4
Change in Book Value	$194.8	$220.2	$495.8	$361.0	$567.1
Change in Market Value	167.3	339.6	512.9	657.5	407.3
Cash Yield	4.76%	3.87%	4.81%	4.96%	9.02%
Total Return	3.51%	8.40%	6.62%	14.83%	2.44%

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

2. "Ending Book Values" from FY04 through FY06 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.

PERMANENT WYOMING MINERAL TRUST FUND: CORPUS
Revenue Receipts Fiscal Year 2008

	JUNE 30, 2007 CORPUS BALANCE	REVENUE	JUNE 30, 2008 CORPUS BALANCE
Beginning Balance	$3,341,617,499.26		
Severance Tax			
Coal		80,094,202.43	
Stripper Oil		20,053,420.39	
Other Valuable Products		-390,621.66	
Oil		47,599,777.50	
Natural Gas		195,880,612.00	
Condensate-Gas		12,735,368.72	
Tertiary-Oil		15,693.64	
Wildcat Oil		7.79	
Per Session Laws 2007 Ch136, Sec 300, (b)(ii)		40,000,000.00	
Spending Policy Calculation WS 9-4-719		171,125,138.11	
Prior Year Adjustment		-12,109,656.00	
TOTAL REVENUE ADDED TO CORPUS		$555,003,942.92	
			$3,896,621,442.18

COMMON SCHOOL PERMANENT LAND FUND
Fiscal Years 04 through 08 Analyzed and Compared

($ Millions)

	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Book Value	$1,006.5	$1,076.2	$1,164.9	$1,318.6	$1,466.2
Beginning Market Value	1,013.9	1,014.3	1,165.2	1,371.6	1,676.7
-Difference	7.3	(61.9)	0.4	53.1	210.5
-Percent	0.7%	-5.7%	0.0%	4.0%	14.4%
Additions to Corpus	$69.6	$88.7	$153.7	$147.7	$216.5
-Sales, Royalties, Leases, etc.	66.0	88.4	153.7	147.7	161.3
-Additional Legislative Deposits	1.0	0.0	0.0	0.0	0.0
-Spending Policy Reversions	2.6	0.2	0.0	0.0	55.1
Ending Book Value	$1,076.2	$1,164.9	$1,318.6	$1,466.2	$1,682.7
Ending Market Value	1,014.3	1,165.2	1,371.6	1,676.7	1,766.0
-Difference	(61.9)	0.4	53.1	210.5	83.3
-Percent	-5.7%	0.0%	4.0%	14.4%	5.0%
Total Income (gross of fees)	$50.7	$52.7	$55.9	$68.5	$137.1
-Interest	43.2	38.6	37.6	36.1	37.7
-Dividend	2.7	5.7	9.0	13.8	16.5
-Realized Capital Gain (or Loss)	4.8	8.3	9.3	18.6	82.9
Change in Book Value	$69.6	$88.7	$153.7	$147.7	$216.5
Change in Market Value	0.4	150.9	206.4	305.1	89.3
Cash Yield	5.01%	4.87%	4.59%	4.98%	9.51%
Total Return	4.84%	8.66%	6.02%	14.87%	2.27%

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

2. "Ending Book Values" from FY04 through FY07 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.

PERMANENT LAND FUND: CORPUS

Revenue Receipts Fiscal Year 2008

FUND/ACCOUNT NAME	JUNE 30, 2008 CORPUS BALANCE	REVENUE	JUNE 30, 2008 CORPUS BALANCE
L01 MINER'S HOSPITAL			
Beginning Balance	$33,771,863.39		
Oil & Gas Lease Royalties		643,802.32	
Sodium & Trona Lease Royalties		2,110,947.43	
Right-of-Way Easements		256.85	
Surface Damage		476.80	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		927,037.65	
		3,682,521.05	$37,454,384.44
L02 PUBLIC BUILDINGS AT CAPITOL			
Beginning Balance	$3,946,707.98		
Oil & Gas Lease Royalties		835,966.78	
Sand & Gravel Royalties		8,553.08	
Right-of-Way Easements		69,307.48	
Surface Damage		16,872.35	
Prior Year Adjustment		-1,024,762.73	
Real Estate-Sales		7,473.32	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		108,337.13	
		21,747.41	$3,968,455.39
L03 FISH HATCHERY			
Beginning Balance	$240,729.77		
Oil & Gas Lease Royalties		830.70	
Right-of-Way Easements		105,388.00	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		6,608.03	
		112,826.73	$353,556.50
L04 COMMON SCHOOL (1)(2)			
Beginning Balance	$1,462,344,388.66		
Bentonite Lease Royalties		392,295.46	
Coal Lease Royalties		4,788,090.78	
Liquidated Damages		30,000.00	
Miscellaneous Mineral Lease Royalties		48,751.36	
Oil & Gas Lease Royalties		144,584,470.49	
Sand & Gravel Royalties		654,014.66	
Sodium & Trona Lease Royalties		10,218,715.97	
Right-of-Way Easements		1,278,061.86	
Uranium Lease Royalties		-95.20	
Surface Damage		1,665,969.59	
Real Estate-Sales		-2,803,512.15	
Prior Year Adjustment		1,024,762.73	
Spending Policy Calculation W.S. 9-4-719		55,146,837.59	
Session Laws 2005, Ch 191, Sec 60; Session Laws 2006, Ch 35, Sec 308		-547,028.00	
Prior Year Adjustment		-1,099,854.00	
		215,381,481.14	$1,677,725,869.80

FUND/ACCOUNT NAME	JUNE 30, 2008 CORPUS BALANCE	REVENUE	JUNE 30, 2008 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	$2,226,118.59		
Oil & Gas Lease Royalties		393,011.44	
Right-of-Way Easements		6,453.44	
Surface Damage		6,400.00	
Real Estate-Sales		0.00	
Inflation Proofing Income Diversion W.S.9-4-305(b)		61,106.96	
		466,971.84	$2,693,090.43
L06 CAREY ACT			
Beginning Balance	$928,629.62		
Bentonite Lease Royalties		19,223.56	
Oil & Gas Lease Royalties		116,312.95	
Real Estate-Sales		92,838.48	
Inflation Proofing Income Diversion W.S.9-4-305(b)		25,490.88	
		253,865.87	$1,182,495.49
L07 OMNIBUS			
Beginning Balance	$17,013,441.72		
Oil & Gas Lease Royalties		3,868,064.51	
Sand & Gravel Royalties		257,435.86	
Right-of-Way Easements		116,383.21	
Surface Damage		49,789.29	
Reimburse from WY State Hospital (1998 Ch 30 Sec 3/048)		802,112.44	
Real Estate-Sales		398,700.00	
Inflation Proofing Income Diversion W.S.9-4-305(b)		467,018.98	
		5,959,504.29	$22,972,946.01
L08 WYOMING STATE HOSPITAL			
Beginning Balance	$2,180,400.51		
Oil & Gas Lease Royalties		576,990.51	
Real Estate-Sales		625.00	
Surface Damage		2,486.10	
Miscellaneous Private Source		450.00	
Inflation Proofing Income Diversion W.S.9-4-305(b)		59,851.99	
		640,403.60	$2,820,804.11
L09 WYOMING STATE TRAINING SCHOOL			
Beginning Balance	$858,467.42		
Oil & Gas Lease Royalties		347,654.52	
Sand & Gravel Royalties		113,407.53	
Inflation Proofing Income Diversion W.S.9-4-305(b)		23,564.93	
Per 2000 Session Laws Ch 139 Sec 3/048		13,331.92	
		497,958.90	$1,356,426.32

FUND/ACCOUNT NAME	JUNE 30, 2008 CORPUS BALANCE	REVENUE	JUNE 30, 2008 CORPUS BALANCE
L10 WYOMING STATE PENITENTIARY			
Beginning Balance	$3,951,930.46		
Oil & Gas Lease Royalties		868,373.05	
Sand & Gravel Royalties		11,576.13	
Right-of-Way Easements		12,683.90	
Surface Damage		553.60	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		108,480.49	
		1,001,667.17	$4,953,597.63
L11 WYOMING STATE AGRICULTURAL COLLEGE (1)			
Beginning Balance	$6,952,687.71		
Oil & Gas Lease Royalties		283,128.13	
Right-of-Way Easements		15,367.11	
Surface Damage		51,309.85	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		190,851.28	
		540,656.37	$7,493,344.08
L12 WYOMING STATE UNIVERSITY (1)			
Beginning Balance	$15,363,692.63		
Oil & Gas Lease Royalties		179,839.43	
Right-of-Way Easements		4,846.08	
Surface Damage		5,087.57	
Real Estate-Sales		88,417.60	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		421,733.36	
		699,924.04	$16,063,616.67
	NET INCREASE IN CORPUS	$229,259,528.41	

(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. This fund is invested in the State Agency Pool.

Total Permanent Land Fund Corpus balances do not include June 2008 income ($707,010.34) not yet distributed to the General Fund or appropriate 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" are derived from oil and mineral leases on state lands..

WYOMING INVESTMENTS
As of June 30, 2008

Program	See Notes next page	Statutory Allotment	Outstanding Investments	Amount Available
Investments for Public Purposes				
Farm Loans	A	$275,000,000	$32,256,314	$242,743,686
Irrigation Loans	B	20,000,000	7,367,593	12,632,407
Joint Powers Loans	C	30,000,000	7,791,484	22,208,516
Student Loans	D	25,000,000	0	25,000,000
Small Business Assistance & FmHA Ag Loans	E	55,000,000	1,543,498	53,456,502
Hot Springs State Park	F	2,000,000	244,603	1,755,397
Shoshone Municipal Pipeline Treatment Plant	G	16,500,000	13,907,547	0
Sheridan Area Water Treatment Project	H	6,750,000	6,236,108	0
Cheyenne Water Treatment Plant	I	28,000,000	0	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	3,575,432	6,424,568
		$580,250,000	$82,944,763	$466,198,892

*The list of investments shown above are investments of state funds for a specific public purpose, other than permissible investments made in compliance with state investment policy under W.S. 9-4-709, 9-4-711 or 9-4-831, which are authorized or directed by the legislature in law. As stipulated in W.S. 9-4-712, total LDI investments of permanent funds are limited to $500 million. Prior to the convening of each general session of the legislature, the state Treasurer shall, after conultation with the State Loan and Investment Board, recommend to the Select committee on Capital Financing and Investmetns 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.

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

		Commitment Amount	Outstanding Investments	Commitment Amount Available
Student Loan Stand-By Commitment	N	$90,000,000	$0	$90,000,000
Wyoming Community Development Authority Mortgage Bonds	O	25,000,000	917,872	0
		$115,000,000	$917,872	$90,000,000

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

		Total Statutory Loan Amounts	Outstanding Investments	Loan Funds Not Yet Requested
Wyoming Gas Pipeline Authority	P	$3,214,903	$2,650,803	$0
Wyoming Infrastructure Authority	Q	13,484,040	5,484,040	8,000,000
		$16,698,943	$8,134,843	$8,000,000

Other Wyoming Investments		Outstanding Investments	
Basin Electric Power Bond		$34,500,000	
Cheyenne Stage II GIC		13,460,659	
Drainage District Bonds		29,500	
Time Deposit Open Account Banking Program		147,000,000	
Wyoming Community College Bonds		46,000	
Wyoming Real Estate - Land	$8,921,251	6,592,226	
Wyoming Tax Exempt Trust GIC		4,559,591	
	$8,921,251	$206,187,976	$0

WYOMING INVESTMENTS
NOTES & STATUTORY REFERENCES

Investments for Public Purposes:

The following are statutory references for the various Legislatively Designated Investments (LDI):

(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;

Statutory commitments:

(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 statutory allotment for this commitment is $145 million of which there is an outstanding commitment agreement to cover $90 million of outstanding student loans.

(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;

Statutory loans from the general fund:

(P) 2003 Session Laws, Chapter 171, Sec. 4 - $279,500 for operating expenses; 2004 Session Laws, Chapter 83, Sec. 3 - $284,600 for payment of insurance costs & professional services; 2004 Session Laws, Chapter 95, Sec. 321 - $1,383,550 for operating expenses; 2006 Session Laws, Chapter 35, Sec. 304 - $1,267,253 for operating expenses;

(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; 2006 Session Laws, Chapter 35, Sec 305 - $1,623,540 for operating expenses and $5,000,000 for transmission development projects.

SPENDING POLICY: PERMANENT WYOMING MINERAL TRUST FUND (PWMTF)

2008 Fiscal Year End

last update 09/26/2008

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

The spending policy amount for fiscal year 2008 was $136,254,892. Total PWMTF investment income for FY08 was $321,357,789. Investment earnings in excess of this spending policy amount ($185,102,897) was deposited into the PWMTF reserve account via a general fund appropriation. The fiscal year end balance in the reserve account exceeded 75% of this spending policy amount by $171,125,137, thus this amount was transferred to the corpus of the PWMTF at the end of FY 2008.

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

Source: W.S. 9-4-719

Notes:

(a) Total Market Value for FY08 & Prior are Actual Market Value

(b) Reflects addition of $1,649,014 realized earned income on reserve account.

(c) Reflects balance following correction of $1,649,014 realized earned income-transfer out to general fund.

(d) Reflects $12,109,656 reduction of reversion to corpus following correction of market values

(e) Reflects reduction in amount to reserve following correction of market values--$9,599,515 transferred back to general fund

SPENDING POLICY: COMMON SCHOOL PERMANENT LAND FUND (CSPLF)

2008 Fiscal Year End

last update 09/26/2008

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

The spending policy amount for fiscal year 2008 was $62,433,632. Total CSPLF investment income for FY08 was $133,866,762. In FY08, investment earnings in excess of the spending policy amount ($71,433,150) were deposited into the CSPLF reserve account via an appropriation from the school foundation program account from revenues the school foundation program account would otherwise have received from federal mineral royalty revenue over the $200 million cap. The school foundation program, in turn, received a general fund appropriation in FY08 of $56,514,455. (Prior to FY08, earnings in excess of the spending policy amount were deposited into the CSPLF reserve account via a general fund appropriation.) The fiscal year end balance in the reserve account exceeded 75% of this spending policy amount by $55,146,837, thus this amount was transferred to the corpus of the CSPLF at the end of FY 2008.

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

Source: W.S. 9-4-719

Notes:

(a) Total Market Value for FY08 & Prior are Actual Market Value

(b) Reflects addition of $947,482 realized earned income on reserve account.

(c) Reflects balance following correction of $947,482 realized earned income-transfer out to CSPLF income fund.

(d) Reflects reduction in amount to revert to corpus following correction of market values--$1,099,854 transferred back to reserve

(e) Reflects reduction in amount to reserve following correction of market values--$1,076,494 transferred back to general fund

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WYO-STAR

WYOMING STATE TREASURER'S ASSET RESERVE

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

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

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

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

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

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

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

WYO-STAR yields realized in FY08 are as follows:

07/07	4.975%	01/08	5.293%
08/07	4.949%	02/08	3.680%
09/07	4.901%	03/08	3.260%
10/07	4.772%	04/08	3.081%
11/07	4.627%	05/08	2.638%
12/07	4.390%	06/08	2.681%

The annualized yield for FY08 was 4.09%.

As of June 30, 2008, there were 148 active participants. (Some participants have multiple accounts). WYO-STAR pool balance on June 30, 2008, was $294,209,688.86. Participants earned $11,397,270.06 in FY08.

REPORT ON STATE BOARD OF DEPOSITS

The State Loan & Investment Board, consisting of the five elected officials, met on April 5, 2007 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 lieu of a pledge of assets. Banks must notify the State 45 days prior to returning program funds.

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 2007- 2008.

The TDOA rate for the four quarters of fiscal year 2008 were set at 5.11%, 4.87%, 4.11% and 3.49%. Therefore, the annualized TDOA rate for fiscal year 2008 was actually 4.40%. A total of $6,469,006.26 in investment income was received by TDOA .

TDOA DEPOSITS IN WYOMING BANKS

First National Bank, Buffalo	2,700,000.00
Bank of Buffalo	2,400,000.00
American National Bank, Cheyenne	11,000,000.00
Cheyenne State Bank, Cheyenne	1,300,000.00
Bank of The West, Cheyenne	14,400,000.00
Jonah Bank of Wyoming , Casper	100,000.00
Security First Bank, Cheyenne	1,400,000.00
Tri-County Bank, Cheyenne	1,800,000.00
Wyoming State Bank,Cheyenne	1,600,000.00
Wyoming Bank & Trust, Cheyenne	5,200,000.00
Shoshone 1st, Cody	8,800,000.00
First National Bank, Gillette	3,300,000.00
Oregon Trail, Guernsey	800,000.00
Summit National Bank, Hulett	300,000.00
Bank of Jackson Hole	8,800,000.00
Jackson State Bank, Jackson	22,600,000.00
Bank of the Tetons , Jackson	1,000,000.00
First National Bank, Laramie	2,800,000.00
Lusk State Bank	1,000,000.00
Uinta County Bank, Mountain View	600,000.00
FNB Pinedale	5,000,000.00
First National, Powell	6,000,000.00
Cowboy State Bank	600,000.00
Wyoming National Bank, Riverton	1,600,000.00
Commerce Bank of Wy , R.S.	5,000,000.00
Sheridan State Bank, Sheridan	1,900,000.00
Sundance State Bank	1,600,000.00
Wyoming Bank, Thermopolis	4,300,000.00
First National Bank, Torrington	2,900,000.00
Pinnacle Bank, Wyoming (Torrington)	9,200,000.00
Platte Val Natl Bank, Torrington	3,600,000.00
Firstfier Bank, Upton, Cheyenne	2,000,000.00
First State Bank, Wheatland	7,900,000.00
	$143,500,000.00

TDOA DEPOSITS IN WYOMING FEDERAL SAVINGS BANKS

1st FSB, Sheridan	$3,500,000.00

TIME DEPOSITS - WYOMING BANKS

The TDOA program is a discretionary State Treasurer program by which public funds are placed in banks approved as eligible state depositories. Banks utilizing this program must fully collateralize the deposits and pay interest to the State Treasurer at rates set quarterly by the State Loan and Investment Board. This program assists banks that lack an asset base sufficient to meet their lending needs. Beginning in July, 2007, the State Treasurer approved increasing the amount available to local banks from $100 million to five percent (5%) of the State Agency Pool assets -- this amounts to approximately $150 million for 2008.

	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%
2006	91,825,000	2,200,000	4.90%	4.89%	4.39%	4.71%
2007	143,500,000	3,500,000	5.11%	4.87%	4.11%	3.49%

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	$5,466,797.47	$4,828,347.62	$638,217.69
Permanent Land Funds Pool	278,475.40	244,049.36	34,393.41
University Permanent Land Fund	56,705.11	49,818.22	6,880.28
Hathaway Endowment Fund	330,080.90	266,711.02	63,199.17
Higher Education Endowment Fund	86,183.36	69,564.15	16,572.06
Permanent Mineral Trust Fund	2,368,875.90	1,428,350.23	222,113.82
Worker's Compensation Fund	12,182,663.39	11,255,990.43	1,644,814.52
Tobacco Settlement Fund	62,572.48	51,671.83	10,849.97
State Agency Pool	5,413,091.41	4,523,789.71	890,111.93
TOTAL	$26,245,445.42	$22,718,292.57	$3,527,152.85

Key Bank

	INCOME RECOGNIZED	SECURITIES LENDING EXPENSE	NET INCOME RECOGNIZED
Common School Permanent Land Fund	$15,373,391.67	$14,836,473.03	$536,918.64
Permanent Land Funds Pool	590,089.13	570,637.24	19,451.89
University Permanent Land Fund	143,643.83	139,121.17	4,522.66
Hathaway Endowment Fund	2,144,332.33	2,036,720.23	107,612.10
Higher Education Endowment Fund	562,048.75	534,201.42	27,847.33
Permanent Mineral Trust Fund	30,516,756.49	29,560,187.32	956,569.17
Worker's Compensation Fund	15,119,050.86	14,596,985.99	522,064.87
Tobacco Settlement Fund	1,404,617.63	1,357,241.79	47,375.84
State Agency Pool	57,279,165.79	55,311,349.53	1,967,816.26
TOTAL	$123,133,096.48	$118,942,917.72	$4,190,178.76

Securities lending income is included in the total investment income reported for FY08.

INVESTMENT ACCOUNT BALANCES
As Of June 30, 2008

FUND/ACCOUNT NAME	CASH & RECEIVABLES* (STATE AGENCY POOL INVESTMENTS)	INVESTMENTS (at Cost)	ACCOUNT BALANCE (Corpus)
Miner's Hospital Permanent Land Fund	2,572,059.19	$34,882,325.25	$37,454,384.44
Public Buildings At Capitol Permanent Land Fund	323,509.06	3,644,946.33	3,968,455.39
Fish Hatchery Permanent Land Fund	21,956.32	331,600.18	353,556.50
Common School Permanent Land Fund	204,064,992.65	1,473,660,877.15	1,677,725,869.80
Common School II	5,000,000.00	0.00	5,000,000.00
D.D. & B. Asylum Permanent Land Fund	202,932.98	2,490,157.45	2,693,090.43
Carey Act Permanent Land Fund	90,508.25	1,091,987.24	1,182,495.49
Omnibus Permanent Land Fund	2,085,609.27	20,887,336.74	22,972,946.01
State Hospital Permanent Land Fund	227,808.13	2,592,995.98	2,820,804.11
State Training School Permanent Land Fund	126,493.42	1,229,932.90	1,356,426.32
Penitentiary Permanent Land Fund	387,732.34	4,565,865.29	4,953,597.63
Agricultural College Permanent Land Fund	489,853.74	7,003,490.34	7,493,344.08
University Permanent Land Fund	990,305.11	15,073,311.56	16,063,616.67
Subtotal-Permanent Land Fund	**$216,583,760.46**	**$1,567,454,826.41**	**$1,784,038,586.87**
Permanent Wyoming Mineral Trust Fund	306,398,767.52	3,590,222,674.66	3,896,621,442.18
Tobacco Settlement Fund	4,456,217.96	54,560,713.22	59,016,931.18
Hathaway Scholarship Endowment	103,925,987.61	315,326,462.27	419,252,449.88
Higher Education Endowment	22,302,877.31	82,697,122.69	105,000,000.00
Subtotal-All Permanent Funds	**$653,667,610.86**	**$5,610,261,799.25**	**$6,263,929,410.11**
Worker's Compensation	115,545,436.82	903,627,908.57	1,019,173,345.39
Total Permanent Funds & Worker's Compensation	**$769,213,047.68**	**$6,513,889,707.82**	**$7,283,102,755.50**
State Agency Pool	-$769,213,047.68	4,368,544,551.07 **	$3,599,331,503.39
TOTAL	$0.00	$10,882,434,258.89	$10,882,434,258.89

*The Cash & Receivables column represents the portion of the state agency pool investment attributable to each of the permanent funds and the Worker's Compensation fund and is included in each specific fund, thus it is removed from the State Agency Pool cash & receivables balance.

**The State Agency Investment Pool includes the total of the cash & receivable column plus the cash balance of all the other funds for which specific investments have not been made.

FEDERAL MINERAL ROYALTY DISTRIBUTION

	UNDER 200 MILLION %	DISTRIBUTIONS MADE IN FY 08	OVER 200 MILLION DIST FY08	Coal Bonus (received in FY08 to be Distributed in FY09)	TOTAL FY08 ROYALTY MONEY DISTRIBUTED
Cities & Towns	9.375%	$18,562,500.00	$0.00		$18,562,500.00
University Of Wyoming	6.750%	13,365,000.00	0.00		$13,365,000.00
Foundation Fund	44.800%	88,704,000.00	267,080,221.94		$355,784,221.94
Highway Fund	30.375%	60,142,500.00	0.00		$60,142,500.00
Highway Fund State Roads	2.250%	4,455,000.00	0.00		$4,455,000.00
Cities, Counties & Special Districts Capital Const.	3.750%	7,425,000.00	0.00		$7,425,000.00
School Districts - Grants	2.700%	5,346,000.00	0.00		$5,346,000.00
1% General Fund		2,000,000.00	0.00		$2,000,000.00
Budget Reserve Account			534,000,227.81		$534,000,227.81
TOTAL	100.00%	$200,000,000.00	$801,080,449.75	$0.00	$1,001,080,449.75
Bonus Payments				24,816,209.00	
Cities, Counties & Special Districts Capital Const.*	3.75%	$5,625,000.00	0.00		$5,625,000.00
School Capital Construction	40.00%	175,791,080.20	0.00		$175,791,080.20
Community College Commission**	10.00%	1,600,000.00	0.00		$1,600,000.00
Highway Funds*	12.50%	1,875,000.00	0.00		$1,875,000.00
TOTAL	100.00%	$184,891,080.20	$0.00	$24,816,209.00	$184,891,080.20
GRAND TOTAL FY08 DISTRIBUTIONS		$384,891,080.20	$801,080,449.75	$0.00	$1,185,971,529.95
GRAND TOTAL FY08 COLLECTIONS				$24,816,209.00	$1,210,787,738.95

Notes:

Distribution FY08 plus FY08 "over 200 million" = Total FY08 royalty money distributed.

The "over 200 million FY 07" distribution was completed 9/08.

Mineral Royalties are distributed quarterly to Cities & Towns & quarterly to State Agencies & monthly to the Foundation Fund.

*The first seven million five hundred thousand dollars of Coal Bonus payments shall be distributed according to 9-4-601(b)(i)(A).

** 9-4-601(b)(iv)(A) ten percent but not to exceed one million six hundred thousand dollars.

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	FINES & PENALTIES W.S.8-1-109	INDIAN EXEMPTION W.S.31-3-101	TOTAL
Albany	$188,895.00	$154,699.01	$182,519.11	$37,318.87	$394,818.33	$60,951.54	104,332.87		$1,123,534.73
Big Horn	72,344.00	76,305.99	98,221.40	12,609.74	169,860.70	47,739.40	68,915.14		$545,996.37
Campbell	213,117.00	101,100.89		49,610.26	385,971.78	69,338.22	322,244.82		$1,141,382.97
Carbon	161,952.00	76,074.72	304,486.35	48,221.01	187,264.74	112,493.30	297,417.13		$1,187,909.25
Converse	284,229.00	70,911.56	36,266.37	19,001.50	155,085.32	75,433.80	96,871.65		$737,799.20
Crook	23,084.00	39,936.28	486,422.61	13,274.61	126,191.43	69,236.50	63,447.27		$821,592.70
Fremont	47,076.00	223,725.22	124,449.76	29,376.52	413,966.25	86,909.81	152,601.56	$238,255.57	$1,316,360.69
Goshen	169,297.00	99,572.85		3,655.36	222,135.01	73,630.83	46,309.87		$614,600.92
Hot Springs	28,966.00	65,168.39	6,476.13	11,224.60	108,850.09	13,357.95	27,398.46	5,482.29	$266,923.91
Johnson		92,463.54	91,421.46	40,028.17	98,772.84	59,189.19	80,570.17		$462,445.37
Laramie	291,590.00	887,318.62		13,007.57	941,304.34	15,543.36	296,376.52		$2,445,140.41
Lincoln	99,003.00	65,925.19	162,011.35	8,450.02	174,685.48	64,172.50	59,416.45		$633,663.99
Natrona	80,951.00	403,771.69	2,698.39	99,747.11	766,891.23	42,332.95	277,217.07		$1,673,609.44
Niobrara	86,426.00	21,114.36		19,662.02	169,828.77	56,387.98	37,043.20		$390,462.33
Park	45,485.00	200,431.83	212,633.14	20,668.13	306,868.11	44,764.59	96,153.33		$927,004.13
Platte	111,624.00	91,635.97	539.68	8,705.63	167,000.98	29,456.17	28,598.22		$437,560.65
Sheridan	103,017.00	256,472.21	110,094.32	5,135.53	317,071.97	70,743.65	107,229.56		$969,764.24
Sublette		35,402.65	199,465.01	10,381.64	69,314.40	12,420.32	100,855.32		$427,839.34
Sweetwater	315,548.00	171,555.71	22,450.61	49,361.20	432,096.49	29,361.66	271,496.15		$1,291,869.82
Teton		39,631.72	294,988.01	68.85	216,771.03		844,223.62		$1,395,683.23
Uinta	139,703.00	57,251.56	17,161.76	9,312.47	235,824.75	58,984.08	64,268.31	120.90	$582,626.83
Washakie	26,574.00	57,169.78	10,038.01	16,609.09	163,583.76	39,435.70	63,475.08		$376,885.42
Weston	110,061.00	68,957.48	20,183.96	19,434.10	147,781.60	39,889.56	90,813.88		$497,121.58
GRAND TOTAL	$2,598,942.00	$3,356,597.22	$2,382,527.43	$544,864.00	$6,371,939.40	$1,171,773.06	$ 3,597,275.65	$243,858.76	$20,267,777.52

DISTRIBUTIONS TO CITIES & TOWNS

CITY/TOWN	POPULATION	SEVERANCE TAX W.S. 39-14-801	FEDERAL MINERAL ROYALTY W.S. 9-4-601	TOTAL
Afton	1,818	$82,808.81	$152,399.24	$235,208.05
Albin	120	5,465.93	18,139.52	$23,605.45
Alpine	550	25,052.18	56,567.44	$81,619.62
Baggs	348	15,851.20	27,764.40	$43,615.60
Bairoil	97	4,418.28	16,315.64	$20,733.92
Bar Nunn	936	42,634.23	53,953.96	$96,588.19
Basin	1,238	56,390.16	90,467.80	$146,857.96
Bear River	477	21,727.05	42,621.80	$64,348.85
Big Piney	408	18,584.17	59,911.28	$78,495.45
Buffalo	3,900	177,642.66	253,074.76	$430,717.42
Burlington	250	11,387.35	27,239.84	$38,627.19
Burns	285	12,981.60	26,581.36	$39,562.96
Byron	557	25,371.03	48,954.40	$74,325.43
Casper	49,644	2,261,254.55	2,081,056.48	$4,342,311.03
Cheyenne	53,011	2,414,619.41	2,727,186.64	$5,141,806.05
Chugwater	244	11,114.03	25,432.76	$36,546.79
Clearmont	115	5,238.19	17,408.64	$22,646.83
Cody	8,835	402,428.97	499,082.84	$901,511.81
Cokeville	506	23,047.98	53,242.04	$76,290.02
Cowley	560	25,507.67	49,137.28	$74,644.95
Dayton	678	30,882.49	46,887.36	$77,769.85
Deaver	177	8,062.26	22,789.80	$30,852.06
Diamondville	716	32,613.38	69,113.28	$101,726.66
Dixon	79	3,598.41	14,897.68	$18,496.09
Douglas	5,288	240,865.26	325,297.48	$566,162.74
Dubois	964	43,909.62	83,449.56	$127,359.18
East Thermopolis	274	12,480.54	22,239.76	$34,720.30
Edgerton	169	7,697.84	19,033.36	$26,731.20
Elk Mountain	192	8,745.49	19,042.44	$27,787.93
Encampment	443	20,178.37	31,248.92	$51,427.29
Evanston	11,507	524,136.96	681,339.48	$1,205,476.44
Evansville	2,255	102,713.90	108,847.32	$211,561.22
Fort Laramie	243	11,068.50	25,581.36	$36,649.86
Frannie	209	9,519.83	24,561.64	$34,081.47
Gillette	20,238	921,828.80	1,435,176.00	$2,357,004.80
Glendo	229	10,430.80	24,606.96	$35,037.76
Glenrock	2,231	101,620.72	145,914.08	$247,534.80
Granger	146	6,650.22	18,495.72	$25,145.94
Green River	11,808	537,847.36	540,353.00	$1,078,200.36
Greybull	1,815	82,672.17	125,641.36	$208,313.53
Guernsey	1,147	52,245.16	78,144.92	$130,390.08
Hanna	873	39,764.62	47,021.04	$86,785.66
Hartville	76	3,461.77	16,183.96	$19,645.73
Hudson	407	18,538.60	43,899.36	$62,437.96
Hulett	408	18,584.17	48,770.00	$67,354.17
Jackson	8,647	393,865.69	480,123.44	$873,989.13
Kaycee	249	11,341.82	27,200.16	$38,541.98
Kemmerer	2,651	120,751.48	215,355.12	$336,106.60
Kirby	57	2,596.33	14,130.16	$16,726.49
La Barge	431	19,631.78	47,573.76	$67,205.54
La Grange	332	15,122.40	33,555.60	$48,678.00

(Continued on Next Page)

DISTRIBUTIONS TO CITIES & TOWNS

CITY/TOWN	POPULATION	SEVERANCE TAX W.S. 39-14-801	FEDERAL MINERAL ROYALTY W.S. 9-4-601	TOTAL
Lander	6,867	312,787.73	502,596.72	$815,384.45
Laramie	27,204	1,239,125.95	723,637.92	$1,962,763.87
Lingle	510	23,230.19	43,504.12	$66,734.31
Lost Springs	1	45.53	12,058.68	$12,104.21
Lovell	2,361	107,542.14	158,925.24	$266,467.38
Lusk	1,447	65,909.99	78,888.96	$144,798.95
Lyman	1,938	88,274.74	127,224.36	$215,499.10
Manderson	104	4,737.13	18,339.80	$23,076.93
Manville	101	4,600.49	16,459.40	$21,059.89
Marbleton	720	32,795.55	94,255.20	$127,050.75
Medicine Bow	274	12,480.54	22,050.12	$34,530.66
Meeteetse	351	15,987.84	34,231.80	$50,219.64
Midwest	408	18,584.17	31,979.92	$50,564.09
Mills	2,591	118,018.51	122,830.80	$240,849.31
Moorcroft	807	36,758.38	81,795.12	$118,553.50
Mountain View	1,153	52,518.48	81,767.12	$134,285.60
Newcastle	3,249	147,989.99	184,250.24	$332,240.23
Opal	102	4,646.02	19,708.88	$24,354.90
Pavillion	165	7,515.67	23,715.96	$31,231.63
Pine Bluffs	1,153	52,518.48	73,990.60	$126,509.08
Pine Haven	222	10,111.95	30,374.88	$40,486.83
Pinedale	1,412	64,315.74	170,428.24	$234,743.98
Powell	5,373	244,736.94	309,394.68	$554,131.62
Ranchester	701	31,930.15	47,969.08	$79,899.23
Rawlins	9,006	410,217.92	345,333.72	$755,551.64
Riverside	59	2,687.43	14,164.08	$16,851.51
Riverton	9,310	424,064.96	676,063.84	$1,100,128.80
Rock River	235	10,704.12	18,121.52	$28,825.64
Rock Springs	18,708	852,138.23	847,342.80	$1,699,481.03
Rolling Hills	449	20,451.69	41,347.12	$61,798.81
Saratoga	1,726	78,618.27	78,308.44	$156,926.71
Sheridan	15,804	719,862.77	758,285.52	$1,478,148.29
Shoshoni	635	28,923.87	60,088.68	$89,012.55
Sinclair	423	19,267.40	30,515.36	$49,782.76
Superior	244	11,114.03	22,855.88	$33,969.91
Sundance	1,161	52,882.86	111,095.56	$163,978.42
Star Valley Ranch	1,465	66,729.86	125,720.56	$192,450.42
Ten Sleep	304	13,847.00	27,468.36	$41,315.36
Thayne	341	15,532.35	40,771.80	$56,304.15
Thermopolis	3,172	144,482.69	133,542.16	$278,024.85
Torrington	5,776	263,093.37	337,823.04	$600,916.41
Upton	872	39,719.09	60,425.16	$100,144.25
Van Tassell	18	819.87	12,794.76	$13,614.63
Wamsutter	261	11,888.41	23,612.24	$35,500.65
Wheatland	3,548	161,609.29	210,325.32	$371,934.61
Worland	5,250	239,134.37	282,134.52	$521,268.89
Wright	1,347	61,355.03	109,524.04	$170,879.07
Yoder	169	7,697.84	21,445.48	$29,143.32
GRAND TOTALS	338,335	$15,410,957.21	$18,562,500.00	$33,973,457.21

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

HATHAWAY SCHOLARSHIP PROGRAM

Wyoming Statutes 21-16-1301 through 1302 authorized the creation of the Hathaway Scholarship Program which consists of three separate funds; the Hathaway student scholarship endowment fund (Hathaway fund), the Hathaway scholarship expenditure account (expenditure account) and the Hathaway student scholarship reserve account (reserve account).

To fund the Hathaway Scholarship Program, a portion of the federal mineral royalties, over the $200 million dollar cap, was transferred from the School Foundation fund to the Hathaway fund until a maximum of $400 million dollars had been deposited. The Hathaway scholarship program was fully funded in April of fiscal year 2008.

The Hathaway fund (the corpus) is retained by the State and invested by the State Treasurer in the same manner as any other permanent fund and held inviolate. Interest earned on the corpus is transferred to the Hathaway expenditure account to fund scholarships for Wyoming students to attend the Wyoming community colleges and the University of Wyoming, if students meet certain criteria set by the legislature.

At the end of each fiscal year, any unencumbered, unobligated funds in the Hathaway expenditure account must be transferred to the Hathaway reserve account. If funds in the Hathaway expenditure account are ever insufficient to cover payment of the scholarships, fees are to be transferred from the Hathaway reserve account to the Hathaway expenditure account.

At the end of each fiscal year, if funds in the reserve account are more than the greater of $12 million or the amount equal to 3.75% of the previous five-year average market value of the corpus, the excess amount in the reserve is transferred to the corpus on or after July 1 each year.

During fiscal year 2008, the Hathaway fund received $101,687,007 in federal mineral royalties over the $200 million cap from the School Foundation fund to reach the maximum of $400 million in the Hathaway fund.

A total of $18,257,535 of investment income was deposited into the expenditure account during FY08 while $7,673,538 was paid out in scholarships. As there were insufficient funds in the expenditure account at the time the 2007 fall semester scholarships payments were to be made, $1,717,263 was transferred from the reserve to the expenditure account.

At the end of FY 2008, there was $9,551,260 residing in the expenditure account that was transferred from the expenditure account to the reserve account in compliance with W.S. 21-16-1302(b). This left a balance of $31,252,450 in the reserve account on June 30, 2008. Because the reserve account can only hold the greater of $12 million or an amount equal to 3.75% of the previous five-year average market value of the corpus, the excess amount in the reserve, $19, 252,450, was transferred to the corpus. Thus the ending balance in the endowment fund (corpus) was $419,252,450.

Activity in the Hathaway Scholarship Expenditure account during fiscal year 2008:

	Transfers-In From Reserve	Investment Income	Scholarship Payments	Transfer-out to Reserve	Ending Balance
FY 2008	$ 1,717,263	$ 18,257,535	$ 7,673,538	$ 9,551,260	$ 2,750,000

RESERVE ACCOUNT: HATHAWAY STUDENT SCHOLARSHIP ENDOWMENT
2008 FISCAL YEAR END

last update 09/26/2008

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

During FY08, $1,717,263 was transferred out of the Hathaway reserve to the Hathaway expenditure account to fully fund scholarships awarded during the fiscal year. At the end of FY08, a total of $9,551,260 was transferred from the Hathaway scholarship expenditure account to the Hathaway scholarship reserve account and $19,252,450 was transferred from the Hathaway reserve account to the corpus of the Hathaway Student Scholarship Endowment fund leaving a balance of $12,000,000 in the Hathaway reserve account at the end of FY08.

HATH as of 7/1	For FY	Total HATH Investments at MARKET	Rolling 5 Year Average	Percentage in Statute 21-16-1302(b)	3.75% of 5 Yr Avg	Statutory Amount	X Greater of the 3.75% or Stat Amt *Comparison of statutory amt and 3.75% of 5 Yr Avg*	Transfers into Reserve from Expenditure Account	Transfers from Reserve to Expenditure Account (for scholarships)	Cash Balance of Reserve (after transfers)	Amount Reverts to Corpus	6/30 Ending Cash Balance of Reserve s/be
2005	FY06	3,397,432 *(a)*	3,397,432									
2006	FY07	210,027,477 *(a)*	106,712,454					23,418,453	0	23,418,453	0	23,418,453
2007	FY08	298,312,993 *(a)*	170,579,301	3.75%	6,396,724	12,000,000	12,000,000	9,551,260	(1,717,263)	31,252,450	(19,252,450)	12,000,000

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

Notes:
(a) Total Market Value for FY06 - FY08 are based on Hathaway portion of SAP market value

EXCELLENCE IN HIGHER EDUCATION ENDOWMENT PROGRAM

Wyoming Statute 21-16-1201 through 1204, passed in 2005, authorized the creation of the Excellence in Higher Education Endowment Program which consists of three separate funds, the Excellence in Higher Education Endowment fund (Higher Ed fund), the Excellence in Higher Education Income account (Higher Ed income account) and the Excellence in Higher Education Endowment Reserve account (Higher Ed reserve account).

A portion of the federal mineral royalties, over the $200 million dollar cap, was transferred from the School Foundation fund to the Higher Ed fund (the corpus) until a maximum of $105 million dollars had been deposited. It was fully funded in April of fiscal year 2008.

The Higher Ed fund corpus is retained by the State and invested by the State Treasurer in the same manner as any other state permanent fund and held inviolate. Investment earnings from the Higher Ed fund are transferred to the Higher Ed income account and distributed quarterly to the university and the seven community college foundations.

W.S. 9-4-719 created the Higher Ed reserve account and established annual spending policy amounts for the Higher Ed fund (currently five percent (5%) of the average five (5) year rolling average market value). Earnings from the Higher Ed fund during each fiscal year in excess of the spending policy amount are deposited into the Higher Ed reserve account. To the extent investment earnings from the High Ed fund are less than the five percent (5%) spending policy amount, an amount equal to the difference is taken from the Higher Ed reserve account and distributed to the University of Wyoming and seven community college foundations in accordance with W.S. 21-16-1201. If the Higher Ed reserve account exceeds 75% of the spending policy amount, the excess is to flow to the corpus of the Higher Ed fund.

The earnings distributed are used by the university and community college 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.

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During fiscal year 2008, the Higher Ed fund received $25,675,028, in federal mineral royalties over the $200 million cap from the School Foundation fund to reach the maximum of $105 million in the Higher Ed fund.

There was a total of $3,181,198 paid out of the Higher Ed income account to the university and community colleges, during fiscal year 2008. Pursuant to W.S. 9-4-719(m), $1,293,196 was transferred out of the income account to the Higher Ed reserve account. In fiscal year 2008, the amount in the reserve account did not exceed the spending policy amount, therefore, no funds were transferred to the Higher Ed fund corpus.

Activity in the Excellence in Excellence in Higher Education Income Account during fiscal year 2008:

	Investment Income	UW/CC Payments	Transfer-out to Reserve	Ending Balance
FY 2008	$ 4,498,553	$ 3,181,198	$ 1,293,196	$ 24,159

SPENDING POLICY: EXCELLENCE IN HIGHER EDUCATION ENDOWMENT (Higher Ed)

2008 Fiscal Year End

last update 09/26/2008

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

The spending policy amount for fiscal year 2008 was $3,181,198. Total investment income from the Higher Education Endowment fund for FY08 was $4,474,394. In FY08, investment earnings in excess of the spending policy amount ($1,293,196) were deposited into the Higher Ed reserve account. The 2008 fiscal year end balance in the reserve account did not exceed 75% of this spending policy amount, thus no funds flowed from the reserve account to the corpus of the Higher Education Endowment fund.

As of	Total Market Value	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Earnings over 5% of spending policy amount to Reserve Acct	Earnings less than 5% of spending policy from Reserve Acct to be distributed	Year End Reserve Bal Before Reversion to Corpus	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/05	929,697 *(a)*	2006		5.000%	0.00	0	0		0	0	0	0
7/1/06	48,379,952 *(a)*	2007	48,379,952	5.000%	2,418,998	726,921	0		0	1,814,248	0	0
7/1/07	78,867,967 *(a)*	2008	63,623,960	5.000%	3,181,198	4,474,394	1,293,196		1,293,196	2,385,898	0	1,293,196

Source: W.S. 9-4-719

Notes:
(a) Total Market Value for FY06 - FY08 are based on Higher Ed portion of SAP market value

Spending Policy began 07/01/06

ENDOWMENT CHALLENGE FUND MATCHING PROGRAMS

There were five endowment challenge fund matching programs administered by the State Treasurer's Office as of June 30, 2008, involving 26 eligible institutions. The initial appropriation to an endowment challenge fund matching program occurred in fiscal year 2001 The Wyoming State Legislature has appropriated matching funds totaling $172.5 million dollars as of June 30, 2008.

These matching programs are incentive based to encourage donations to the institutions. When the institution receives a pledge of an endowment gift, it submits a commitment form to the State Treasurer's office to encumber the funds in the endowment fund. When the institution collects on the pledge or receives a qualifying contribution, it submits a request to the State Treasurer's Office for a distribution of matching funds from the endowment fund associated with that institution.

Upon receiving the match, the institution transfers the gift and match to its Foundation, where it is invested and held inviolate. Only the earnings may be spent for the purposes of the endowment specified, with the exception of the University of Wyoming's Athletic program and Academic Facilities program. These two programs may spend all of the funds for the costs of establishing new or renovating existing university facilities as approved by the university president and the board of trustees.

The following is a list of the endowment challenge fund matching programs authorized by state statutes as of June 30, 2008 that are to be administered by the state treasurer:

The University of Wyoming (UW) Endowment Challenge Program,
W. S. 21-16-901 through 21-16-904 established in fiscal year 2001.

The University Athletics Challenge Account,
W. S. 21-16-1001 through 21-16-1003 established in fiscal year 2004.

The University Academic Facilities Challenge Account,
W. S. 21-16-1401 through 21-16-1403 established in fiscal year 2006.

The Community College Challenge Programs, seven (7) in total,
W. S. 21-16-1101 through 21-16-1104 established in fiscal year 2004.

The Critical Access/Rural Hospital Endowment Challenge Programs, sixteen (16) in total,
W. S. 35-1-1001 through 35-1-1004 established in fiscal year 2007.

The community college challenge program has a statutory provision (W.S. 21-16-1004(f)(ii)(iv)) that allows colleges to enter into an agreement permitting one college to encumber and collect funds in excess of the amount within their challenge account by using unencumbered funds from another college. The statute does stipulate, however, that the match disbursed by the state treasurer must be divided equally between the colleges participating in the agreement.

During the fiscal year 2008, Northern Wyoming Community College (Sheridan) signed an agreement in the amount of $800,000 with Eastern Wyoming Community College (EWCC) exercising this provision of the statute. As of June 30, 2008, Sheridan had collected $400,000 of this agreed upon amount and, therefore, $200,000 of matching monies was distributed to each college by the state treasurer.

The following tables display the appropriations, encumbrances and expenditures for the Higher Education Endowment Challenge Fund Matching programs and the Critical Access or Rural Hospital Endowment Challenge Fund Matching program since their inception.

Higher Education Endowment Challenge Fund Matching Programs
Inception through June 30, 2008

Institution	Appropriation	Encumbrances	Match	Remaning Unspent Appropriation
UW	$74,650,000	$13,499,020	$60,132,238	$1,018,742
UW Athletics	16,000,000	5,803,748	10,112,512	83,740
UW Academic Facilities	40,350,000	4,575,000	21,643,536	14,131,464
Casper	6,500,000	706,413	5,793,587	0
CWCC	4,500,000	654,255	2,226,589	1,619,156
EWCC	4,100,000 *	0	791,696	3,308,304
LCCC	6,500,000	577,451	4,824,920	1,097,629
NWCC	6,500,000	215,554	6,284,446	0
Sheridan	6,900,000 *	2,709,744	4,190,256	0
WWCC	4,500,000	67,077	3,051,784	1,381,139
Total	$170,500,000	$28,808,262	$119,051,564	$22,640,174

* W.S. 21-16-1104 (f)(ii)(iv)

Critical Access or Rural Hospital Endowment Challenge Fund Matching Programs
Inception through June 30, 2008

Institution	Total Appropriation	Unfunded Donation Commitments	Matching Payments to the Fondation	Remaining Uncommitted Appropriation
Star Valley Medical	$125,000	$500	$30,388	$94,112
Johnson Co Mem Hospital	125,000		58,245	66,755
West Park Hospital	125,000			125,000
Mem Hospital Converse Co	125,000	5,475	109,025	10,500
So Lincoln Med Ctr	125,000			125,000
No Big Horn Hospital	125,000			125,000
Weston Co Health Serv	125,000			125,000
Powell Med Foundation	125,000	6,150	80,976	37,874
Carbon Co Mem Hospital	125,000			125,000
Crook Co Hospital	125,000			125,000
Hot Springs Co Mem Hosp	125,000		125,000	0
Community Hospital (Torr)	125,000		50,000	75,000
Platte Co mem Hosp	125,000			125,000
Washakie Med Ctr	125,000			125,000
So Big Horn Co Hosp Dist	125,000			125,000
Niobrara Health & Life Ctr	125,000		72,137	52,863
TOTAL	$2,000,000	$12,125	$525,771	$1,462,104

There are 16 qualifying critical access/rural hospitals in Wyoming. Each will have an equal share of the $2 million ($125,000 each) for fiscal year 2008.

WYOMING UNIFORM UNCLAIMED PROPERTY ACT

The 1993 Wyoming State Legislature enacted the Uniform Unclaimed Property Act (W.S. 34-24-101 through 34-24-139), effective March 11, 1993; Section 140 was added in 1994. During Fiscal Year 2008, funds totaling more than $4.1 million were received and deposited into the trust fund to be held in perpetuity for the owners. More than $1.3 million was returned to the rightful owners or heirs.

The Unclaimed Property Division is responsible for receiving unclaimed funds from any entity that cannot locate the owner. Packets are mailed annually 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 via the owner notification program and the owner outreach program. The division is also in contact with other states to bring Wyoming residents' unclaimed funds back to Wyoming. In addition, an alphabetical list of owners is mailed quarterly to Wyoming county clerks for public inspection.

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, responsibilities and how to claim their funds.

The unclaimed funds listing is available for public inspection after the funds have been held for two years. This two-year period allows for owner outreach and notification. If the owner fails to come forth within the two-year period, the names are 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. No fee is charged if the funds are collected directly through the Unclaimed Property Division.

The Unclaimed Property Division maintains the records for more than 185,152 owners/accounts, totaling more than $47.3 million. Since inception, the division has returned more than $19.4 million to owners or heirs.

The FY08 major goals and accomplishments achieved were:

1. Launched the Unclaimed Property Dividend Project.
2. Negotiated and contracted with Affiliated Computer Systems (ACS); commenced conversion to a new database system.
3. Updated applicable owners' accounts due to an audit of the Bank of New York conducted by The Securities and Exchange Commission.
4. Negotiated and contracted with Abandoned Property Experts, LCC for auditing services.

Unclaimed property owner information and lists were requested by several heirfinders. Written inquiries from persons seeking their possible unclaimed funds totaled 1,522 and were received from 35 states, the Internet and several inquiries from foreign countries. Internet inquiries on the Wyoming Unclaimed Property Website (www. wywindfall.gov) totaled 158,023.

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
FY07	22,295,328.64	4,258,239.76	1,439,396.86	0.00	25,114,171.54
FY08	25,114,171.54	4,169,527.52	1,372,748.31	0.00	27,910,950.75

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, 2007	PRINCIPAL PAYMENTS FY08	YEAR OF MATURITY	BALANCE JUNE 30, 2008
1992	$28,750,000	3.0-6.25	$12,465,000	$0	(2020)	$12,465,000
1993	8,777,522	4.1-6.2	5,036,582	1,140,300	(2011)	$3,896,282
1994	27,395,897	4.1-6.2	0	0	(2005)	$0
2002	10,405,000	2.75-5.0	6,570,000	990,000	(2012)	$5,580,000
2005	23,440,000	2.5-5.0	22,505,000	555,000	(2023)	$21,950,000
			Total Outstanding Revenue Bonds			$43,891,282

Future minimum payments for revenue bonds are as follows:

FISCAL YEAR ENDED JUNE 30	PRINCIPAL	INTEREST
2009	2,653,854	3,750,400
2010	2,657,969	3,768,164
2011	2,654,005	3,775,944
2012	2,645,454	3,766,827
2013	1,860,000	3,665,127
2014-2018	11,945,000	7,335,038
2019-2023	13,045,000	3,964,763
2024-2026	6,430,000	721,750

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.

New Issues:
No new bonds were issued In fiscal year 2008.

SCHOOL DISTRICT BOND GUARANTEE PROGRAM

Wyoming Statute 9-4-1001 authorizes the State Loan and 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. The program is intended to benefit school districts by guaranteeing payment of bonded indebtedness of creditworthy districts by reducing the interest rate at which the bonds may be issued.

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, 2008, the State Loan and Investment Board had approved guaranteeing school district bonds issues with original amounts totaling $159,964,000. Of these, 18 issues have now been called or paid off completely and $25,015,000 is still outstanding.

LOCAL GOVERNMENT BOND GUARANTEE PROGRAM

Wyoming Statute 9-4-1002 authorizes the State Loan and 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, 2008, the State Loan and Investment Board had not approved any local government bond issues for the guarantee program.

INTERFUND BORROWING
SCHOOL FOUNDATION PROGRAM

For several years the state issued tax and revenue anticipation notes (TRANs), as authorized by W.S. 9-4-1101 through 9-4-1105, to fund temporary cash flow shortfalls in the School Foundation Fund in order to make school foundation program payments to Wyoming school districts as required by Wyoming Statutes. During fiscal year 2008, school foundation program payments were made by temporary interfund borrowing from the corpus of the Common School Permanent Land Fund (CSPLF) at 6% interest as allowed by W.S. 21-13-316.

The State of Wyoming did not issue any tax and revenue anticipation notes during fiscal year 2008.

A cash flow analysis spreadsheet is included on the following page that shows the schedule of actual revenue receipts for FY08, the schedule of statutory school foundation payments and the incorporation of interfund borrowing from and repayment to the CSPLF for fiscal year 2008.

Interest payments from the school foundation program for this interfund borrowing totaled $4,565,834 for FY08. The amount of interest paid to the Common School Permanent Land Fund account was reported as income to the account to be distributed among all school districts during FY 09 as provided by Wyoming Statute.

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

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

Liquidity needs were built into the state's investment asset allocation plan for the CSPLF for fiscal year 2008. To ensure liquidity needs are met, the CSPLF portfolio held a larger portion of its assets in cash and short-term bonds than held by the Permanent Wyoming Mineral Trust Fund.

Interfund borrowing will again be used to fund the cash flow for the school foundation program during fiscal year 2009.

State of Wyoming
School Foundation Account - with CSPLF Borrowing
FISCAL YEAR 2008
Final Cash Flow - Through 13th Period

	Actual July 07	Actual Aug 07	Actual Sept 07	Actual Oct 07	Actual Nov 07	Actual Dec 07	Actual Jan 08	Actual Feb 08	Actual Mar 08	Actual Apr 08	Actual May 08	Actual Jun 08	Adj Pd (13th Pd 06)	FY08 Totals	FY08 Estimates Jan 08
Beginning Balance	212,173,913	223,061,266	35,836,868	(18,167,204)	6,741,723	4,093,079	613,705	17,775,784	112,718	169,128	1,584,227	1,572,081	318,527,483	212,173,913	116,538,088
Revenues and Transfers															
Auto Tax 1101	307,177	139,114	4,636,512	7,692,758	1,931,205	801,582	1,671,861	1,225,448	405,966	159,509	591,136	142,779		20,105,138	17,500,000
Car Company Tax 1102	233,719	62,708	43,491	56,020					9,506					405,444	450,000
Property Tax 1105	3,726,397	2,010,425	339,448	3,617,753	46,318,609	69,472,359	23,487,843	5,326,620	2,082,094	1,875,526	41,948,399	61,501,485		256,706,755	257,895,209
Penalty-Delinq taxes 3302			140	3,120	8,790	550	460	2,300	3,210					18,600	
Federal Mineral Royalty 4201 (under 200mm)	7,392,000	7,392,000	7,392,000	7,392,000	6,618,258		13,236,516	6,618,258		13,236,516	6,618,258	6,618,256	6,189,934	88,703,998	249,600,000
FMR 4201 (over 200mm)		42,999,841					10,632,559			77,274,569		102,023,753		233,130,521	
FMR 4201-FY07 True-up over 200mm			(58,821,106)											(58,821,106)	
FMR 4201-to Hathaway/Higher Ed (H & HE)							(40,224,001)			(28,316,928)				(68,540,929)	
Coal Lease Bonus - from School Cap Con 6404												17,935,562		17,935,562	
Comm School Income Fund (Trsfer from) 6404							84,434,363						76,941,910	161,376,273	117,000,000
Interest - WY Municipalities 4510	57,817	113,822	26,787	133,678	29,071	205,466	63,055	74,343	100,459	12,245	8,675	36,430		862,068	2,650,000
Interest - Investments 4601,4643		565,441	247,174	162,346	1,335	76,128	260,480	350,847	49,644	5,654	192,931	71,058	123,760	2,396,617	8,000,000
Recapture 6130				6,731,671	(123,818)							153,877,617		160,485,470	211,642,342
+ Spending Policy transfer from General Fund 6404													56,514,455	56,514,455	
CSPLF Interfund Borrowing				212,500,000	(50,000,000)	(65,000,000)	(97,500,000)	155,000,000	2,000,000	(60,000,000)	(47,000,000)	(50,000,000)		0	
Total Revenues and Transfers	11,717,110	53,383,151	(45,935,546)	236,289,556	4,783,450	2,556,075	(3,536,934)	168,597,616	4,650,860	4,247,091	2,349,399	292,205,962	139,970,079	1,065,452,801	864,737,551
Expenditures															
Entitlements - School Districts 4101		(167,247,886)		(182,561,142)				(179,808,243)						(529,617,071)	(528,223,358)
ECA Entitlements 4101		(8,037,610)		(8,768,900)				(8,636,671)						(25,443,182)	(26,842,960)
Entitlement Adjustments 4101	423,834	331,989	670,715	(295,430)	6,915	14,959	42,442	(333,457)	492,443	10,576		561,014		2,128,101	(1,500,000)
Combined Incentive Payments 4101				(150,000)										(150,000)	(150,000)
Tax Shortfall Grants 4101				(14,459,297)										(14,459,297)	(6,500,000)
Distance Learn Incent W.S. 21-13-330 4101		(23,000)							(65,500)	(22,500)		(48,500)		(159,500)	(225,000)
Recapture Loan 4101		(47,285,937)		(5,136,679)			19,983,469	8,227,854				28,211,293		(0)	
Vocational Education Grants 4105				(35,094)	(3,675)	(11,500)	(5,036)	(5,815)	(612)	(10,859)		(154,290)		(226,880)	(296,188)
Student Performance Data System 4702	(6,632)	(9,459)	(6,232)	(9,658)	(290,304)	(8,010)	(29,513)	(6,587)	(7,576)	(61,149)	(251,982)	(10,263)		(697,365)	(590,446)
COP Payments 4201	(872,387)	(859,680)	(796,789)	(786,370)	(912,026)	(807,729)	(541,153)	(878,619)	(902,280)	(781,652)	(893,161)	(805,051)		(9,836,906)	(12,587,832)
Education Reform 4601,4604,4608	(28,821)	(887,944)	(51,656)	(1,804,062)	(771,097)	(3,300,358)	(1,183,163)	(452,352)	(69,933)	(1,059,286)	(311,976)	(149,387)	(2,550)	(9,872,587)	(11,059,101)
WDE Budget 6106,6108,6114,6121,6129,6160,6162	(140,929)	(170,308)	(65,072)	(1,043,673)	(73,652)	(743,721)	(187,322)	(44,177)	(56,643)	(16,540)	(73,427)	(98,715)	(148)	(2,714,326)	(2,521,924)
School Funding Equity Litigation (016)	(85,414)	(53,980)	(50,992)	(61,740)	(65,446)	(44,868)	(71,990)	(66,201)	(48,171)	(77,370)	(46,599)	(53,689)	(1,694)	(726,134)	(2,391,302)
Native American/Hawaiian Ed 6195					(600,000)							(600,000)		(1,200,000)	(1,200,000)
National Bd Certification Payment Reimb 4503								(540,000)						(540,000)	(660,000)
SF100 College&Jobs Skills Assess Test 6130		(40)		(32)		(115,825)			(48)	(350)	(1,482)			(117,777)	(2,781)
SF159 National Guard Youth Program (007)	(78,377)	(193,498)	25,980	(121,306)	111,634	(65,446)	(127,240)	(2,164)	15,386	(69,040)	(137,829)	16,708	(8,406)	(633,397)	(1,327,251)
COP Juvenile Detention 4202	(21,150)	(97,950)	(35,250)	(20,700)	(26,325)	(25,275)	(21,750)	(21,600)	(29,100)	(40,500)	(22,950)	(10,800)		(373,350)	
HB139 Summer School 4112	(11,241)	(1,158)	(1,744,047)	(26,048)	(4,853,095)	(22,093)	(21,855)	(1,553,701)	(50,183)	(141,079)	(10,331)	(10,925)		(8,445,757)	(9,000,000)
HB139 Instructional Facilitators 4502		(16,048,369)								48,706		109,687		(15,889,966)	(16,000,000)
HB139 Education Studies 4504				(4,850)	(23,580)	(18,730)	(24,000)	(6,120)	(10,620)	(25,150)	(7,560)	(8,820)		(129,440)	
HB139 LSO Studies (500,000) & Exp (50,000) (201)	(30,346)	(19,662)	(24,728)	(26,902)	(24,640)	(31,660)	(18,023)	(17,483)	(16,542)					(209,985)	
HB115 WDE Dist Ed Task Force 4506	(1,957)	(3,387)	(765)	(122)	(12,401)	(11,848)			(8,750)	(737)				(39,967)	(45,104)
HB115 WDE At Risk Study 4505					(1,356)	(2,685)	(7,390)	(3,522)	(2,252)	(12,715)	(399)	(14,060)		(44,379)	(200,000)
HB162 Teacher Shortage Loan Repayment (057)	23,563	110	244	1,887	254	(1,077)	19	(111,824)	340	(518)	(107,671)	110		(194,564)	(815,354)
HB113 2008 School Adjustments 4117									(3,104,762)					(3,104,762)	
SF70 At-Risk 4122										(1,061)	(3,298)	(4,707)		(9,066)	
SF70 Student Enrichment 4125											(7,800)	(22,812)		(30,712)	
School Cap Con (027)							(214,232)			214,232				(0)	(97,962,512)
+ C.S. Spending Policy transfer to C.S. Reserve (004)													(71,433,150)	(71,433,150)	
* Capital Facilities Bond Debt Service (FMR) (004)			(6,189,934)	1,729,500	1,167,000		3,729,500							436,066	
Interfund Borrowing Interest Expense					(1,062,500)	(839,583)	(503,750)	0	(731,667)	(785,000)	(485,000)	(158,333)		(4,565,834)	(10,522,575)
Total Education Expenditures	(829,757)	(240,607,549)	(8,068,526)	(213,380,629)	(7,432,094)	(6,035,449)	20,569,013	(186,260,682)	(4,594,470)	(2,831,992)	(2,351,565)	24,748,460	(71,445,948)	(698,401,187)	(732,503,686)
Ending Balance	223,061,266	35,836,868	(18,167,204)	6,741,723	4,093,079	613,705	17,775,784	112,718	169,128	1,584,227	1,572,081	318,527,483	387,051,614	387,051,614	248,771,951
CSPLF Loan Balance	0	0	0	212,500,000	162,500,000	97,500,000	0	155,000,000	157,000,000	97,000,000	50,000,000	0	0		

* FMR Diversion for Capital Facilities Bond Debt Service

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). 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.

Following passage of this change in legislation, Wyoming closed its 529 college savings program and partnered with the State of Colorado to offer 529 college savings plans. Under the new structure, Wyoming residents are 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. Wyoming was the first state to partner with another state to offer 529 college savings plans. Recently, the State of Tennessee has also partnered with their neighboring state of Georgia to offer 529 college savings program to their residents.

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

As of June 30, 2008, there were 744 Wyoming accounts totaling $5,074,781 in average net assets in the CollegeInvest Wyoming program.

CollegeInvest Wyoming 529 College Savings Plan Accounts
July 1, 2007 through June 30, 2008

	Scholars Choice		Direct Portfolio		Stable Value Plus		Program Total	
Month/Year	Net Accounts	Net Assets	Net Accounts	Net Assets	Net Accounts	Net Assets	Net Accounts	Net Assets
FY08								
JUL 07	179	1,606,262	395	2,430,625	35	125,288	609	4,162,175
AUG 07	192	1,621,991	399	2,430,625	35	122,807	626	4,175,423
SEP 07	201	1,749,497	412	2,580,623	38	126,767	651	4,456,886
OCT 07	203	2,010,247	422	2,701,870	38	127,773	663	4,839,890
NOV 07	202	1,724,237	431	2,678,798	37	117,609	670	4,520,643
DEC 07	204	1,703,742	448	2,815,260	36	117,257	688	4,636,259
JAN 08	214	1,800,524	456	2,785,817	37	129,567	707	4,715,908
FEB 08	213	1,750,982	464	2,811,964	36	125,795	713	4,688,740
MAR 08	215	1,724,102	470	2,858,950	36	127,824	721	4,710,876
APR 08	217	1,825,394	478	3,008,200	37	129,046	732	4,962,640
MAY 08	220	1,839,534	479	3,175,804	41	132,936	740	5,148,274
JUN 08	218	1,661,865	485	3,279,521	41	133,395	744	5,074,781

APPENDIX

BALANCE SHEET
As Of June 30, 2008

ASSETS			
Treasurer's Cash	$21,853,514.02		
Cash with Fiscal Agent	74,811,887.19	$96,665,401.21	
Income Receivable		58,831,853.81	
State Investments @ Cost	10,882,434,258.89		
WYO-STAR Investments @ Cost	294,209,688.86		
Total Investments @ Cost		11,176,643,947.75	
TREASURER'S TOTAL ASSETS			$11,332,141,202.77
LIABILITIES			
Due to Local Government Entities (WYO-STAR income)		$0.00	
EQUITY			
State Investment Equity	$10,839,551,478.22		
Bond Funds with Fiscal Agent	74,811,887.19		
Unapportioned Income	123,568,148.50		
Total State Equity		$11,037,931,513.91	
WYO-STAR Participation		294,209,688.86	
TREASURER'S TOTAL LIABILITY & FUND EQUITY			$11,332,141,202.77

STATEMENT OF CASH FLOWS
WELLS FARGO ACCOUNT
For Year Ended June 30, 2008

Cash flows from operating activities:			
Receipts	1	$5,895,784,814.19	
Less return items		(1,794,239.49)	
Net Cash receipts		5,893,990,574.70	
Decrease (increase) in Petty Cash		(20,375.00)	
Expenses			
Warrants redeemed	2	(5,123,133,185.40)	
Net Cash provided (used) by operating activities			$770,837,014.30
Cash flow from investment operations:			
Cash Investment income received	3	725,466,743.41	
Net increase in investments & loans receivable		(1,485,732,087.90)	
Net Cash provided (used) by investment activities			(760,265,344.49)
Net increase (decrease) in Cash			10,571,669.81
Beginning Cash: July 1, 2006			11,281,844.21
Ending Cash: June 30, 2007			$21,853,514.02

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.

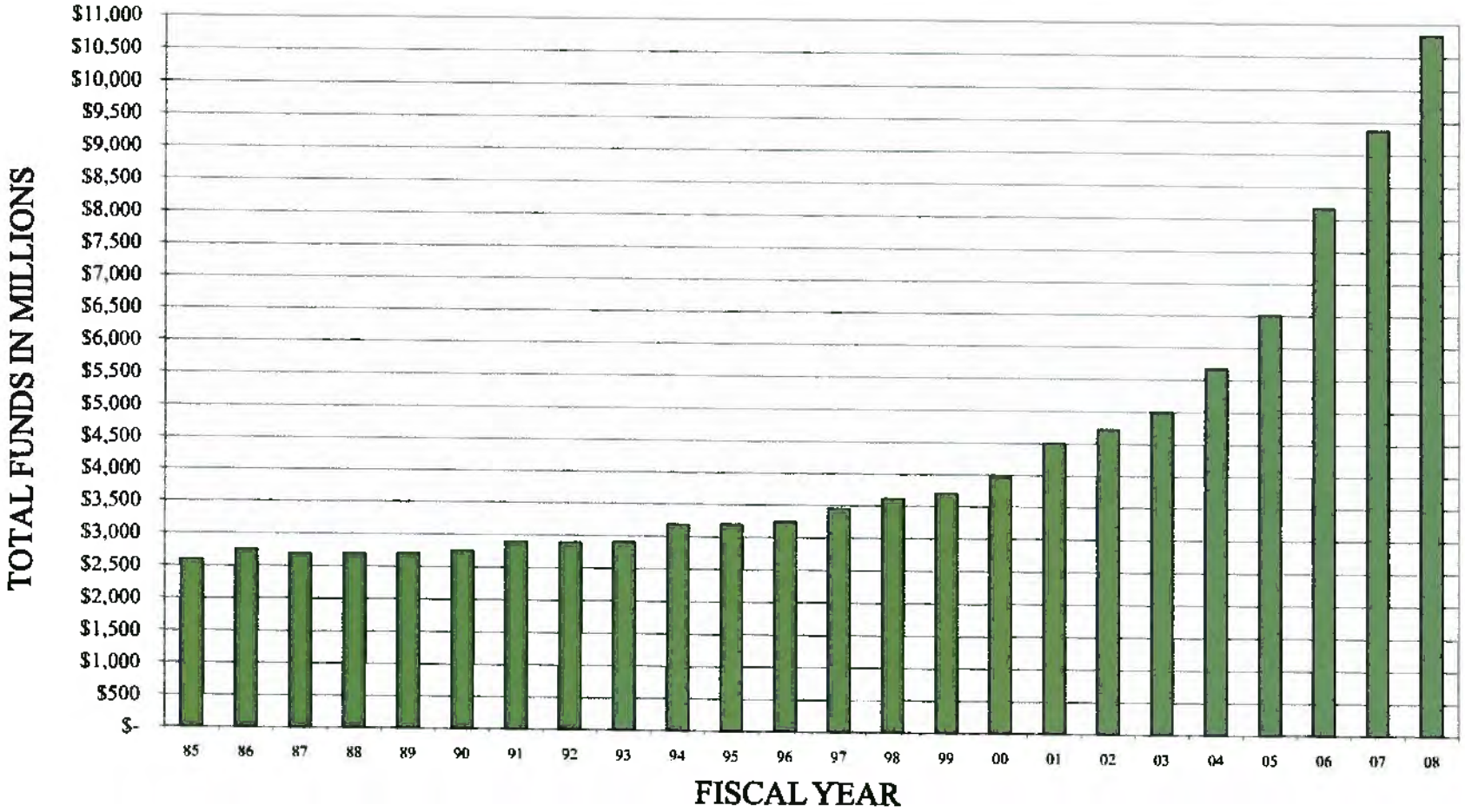
Fiscal Year 2008 net cash receipts increased 2.97% compared to FY07.

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.

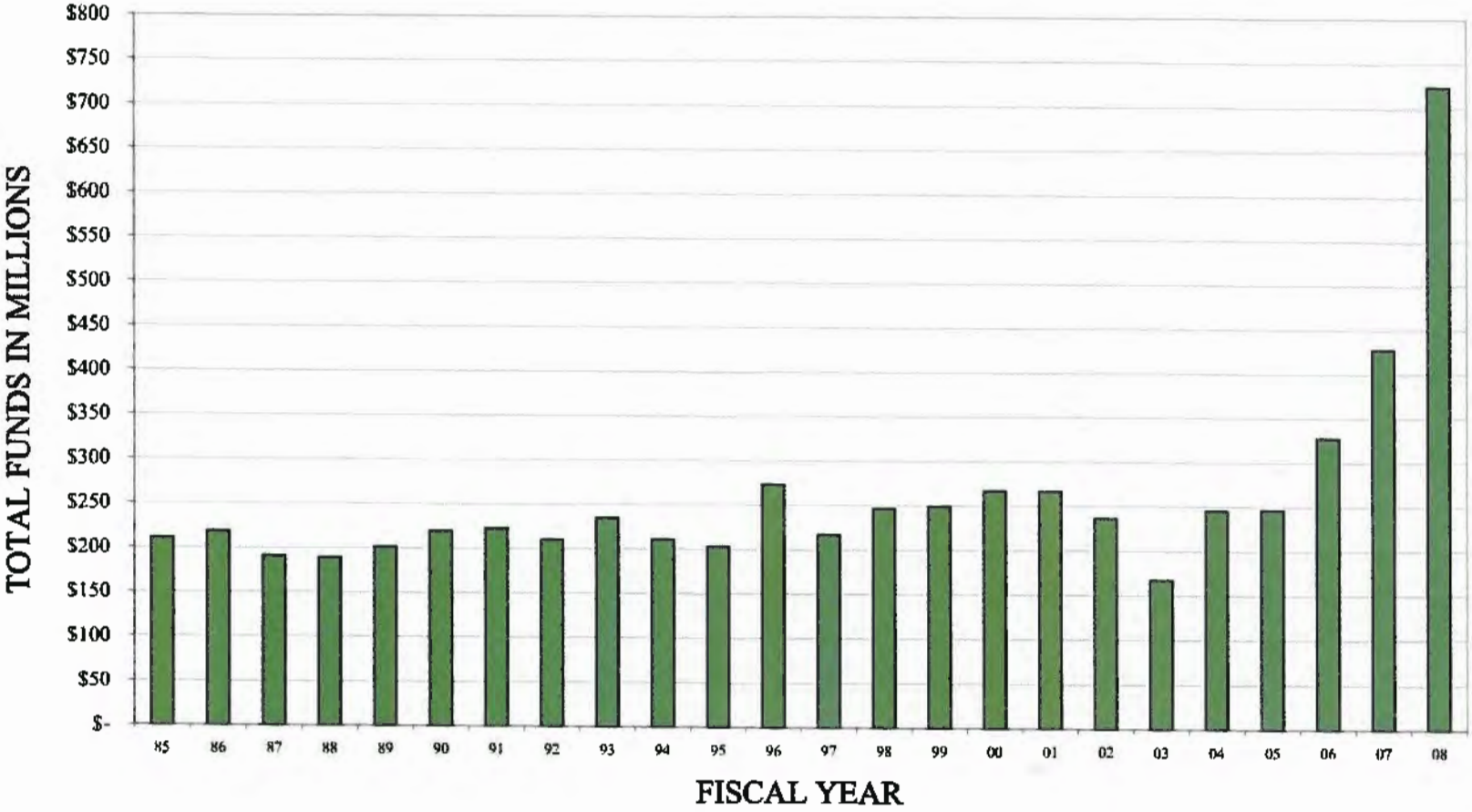
In Fiscal Year 2008 warrants redeemed increased 3.5% compared to FY07.

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.

INVESTABLE FUNDS



INVESTMENT INCOME



LEGISLATIVE AUTHORITY

W.S. 9-1-401; 9-1-409 through 9-1-417	State Treasurer-Duties Generally
W.S. 8-1-109	Distribution of Fines & Penalties
W.S. 9-4-206(a) & (c)	Investment Income Distribution/Petty Cash Funds
W.S. 9-4-305(b)	Inflation Proofing Permanent Land Funds
W.S. 9-4-401 through 9-4-406	Distribution of Taylor Grazing Funds
W.S. 9-4-501 through 9-4-503	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 9-4-712 & 9-4-831 through 9-4-834	Investment of State Funds
W.S. 9-4-713	Investment Earnings Spending Policy
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 Bonds
W.S. 9-4-1001 through 9-4-1002	Guarantee for School District &Local Gov't 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. 9-15-103	Investment of Wildlife/Natural Resource Trust Account
W.S. 10-3-403	Wyoming Investment-Airport Loans - Aeronautics Commission
W.S. 11-6-210:	Distribution of Livestock Predatory Animal Control Fees
W.S. 11-34-129	Wyoming Investment-Investment in Farm Loans
W.S. 11-34-301	Wyoming Investment-Investment in Small Water Development Project Loans
W.S. 16-1-109	Wyoming Investment-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. 21-16-901 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	Higher Education Endowment Account-Investment & Distribution
W.S. 21-16-1301 through 21-16-1308	Hathaway Scholarship Program-Investment & Distribution & Reserve Account
W.S. 21-16-1401 through 21-16-1403	UW Academic Facilities Challenge Fund
W.S. 21-22-101 through 21-22-109	Investment of Wyoming Education Trust Fund
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. 35-1-1001 through 35-1-1004	Critical Access or Rural Hospital Endowment Challenge Program
W.S. 34-24-101 through 34-24-140	Unclaimed Property
W.S. 36-8-318 through 36-8-320	Wyoming Investment-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. 39-13-104	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. 39-14-211 and 39-14-801	Distribution of Severance Tax
W.S. 39-17-111	Distribution of Gas Tax Refund to Municipalities
W.S. 41-2-124	Distribution-Water Development fund
W.S. 41-2-210	Wyoming Investment in Cheyenne Stage II Water Project
1987-ch117	Wyoming Investment in Shoshone Municipal Water Treatment Project Loan
1989-ch230	Wyoming Investment in Sheridan Area Water Treatment Facility Loan
1989-ch. 285	Wyoming Investment in Laramie Territorial Park Loan
1998-ch 104	Wyoming Investment in Cheyenne Sherard Water Treatment Project Loan