WYOMING STATE TREASURER
ANNUAL REPORT

FOR THE PERIOD
JULY 1, 2009 THROUGH JUNE 30, 2010

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

WYOMING STATE TREASURER'S ANNUAL REPORT

Fiscal Year 2010

(July 1, 2009 – June 30, 2010)

Message from State Treasurer
Joe Meyer

Fiscal year 2010 was a year of continued healing of the investment portfolio. We made up over $109.2 million of the $201.1 million loss incurred by a few of our investment managers during the dramatic market downturns of fiscal year 2009. Those firms no longer manage State funds.

The importance of investment income to the State of Wyoming cannot be overstated. The Treasurer's Office distributed $476.7 million in investment income to State agencies, institutions and programs in FY10. Of that amount, $257.9 million, or 54.1 percent, went directly to the State General Fund. Another $162.5 million, 34.1 percent, went to programs – including K-12 schools, higher education and Hathaway college scholarships – that otherwise would have required general fund money to maintain the funding levels they enjoyed with the help of investment income.

We are proud of the performance of our portfolio in terms of the revenue it provides Wyoming citizens, offsetting taxes they might have to pay without it, or programs and services they would not otherwise have.

The information contained in this report of the various State Treasurer programs and activities are the result of the very skilled and talented staff within my office. I am grateful for their hard work and dedication and continue to thoroughly enjoy working with all of them.

Joe Meyer
Wyoming State Treasurer

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STATE TREASURER'S OFFICE
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PRIMARY PROGRAMS AND/OR FUNCTIONS

STATE TREASURER ACTIVITIES

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 the numerous boards and commissions he serves on.

The State Treasurer serves on the following 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

INVESTMENT OF STATE FUNDS

The State Treasurer's Office receives and invests all non-pension funds of the state, except for the state retirement funds, including the Local Government Investment Pool (WYO-STAR). The state's investment portfolio totaled $12.6 billion as of June 30, 2010 and this figure will continue to grow. Total state funds have grown substantially over the last several years due primarily to the increased revenue generated from the state's mineral industry. This places greater demands on investment of these state funds. Investment income is currently the third largest source of income to the general fund.

BANKING ACTIVITIES AND CASH MANAGEMENT

Receipts from state agencies are received, reconciled and deposited daily. State warrants (checks) are validated and redeemed from the bank each day and the state's checkbook is balanced every day. The Treasurer's Office deposits funds in banks throughout the state in the Time Deposit-Open Account Program. The agency also has general responsibility for the management of the state's cash resources including the development of information to forecast the cash needs of the state and for providing adequate liquidity to ensure the state's cash flow needs are met.

AGENCY ADMINISTRATION

Agency administration includes all duties associated with a state elected official, accounting and fiscal activities, human resources services, and computer technology support.

The Treasurer's Office accounts for and distributes state and federal funds as prescribed by law to cities, towns, counties, the University, community colleges, rural hospitals, county 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. 21-16-1302)
- 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)
  - WY Public Libraries (W.S. 18-7-201)

In addition to the legislative projects and revenue distributions shown above, the Treasurer's Office is responsible for State Spending Policy calculations and recommendations and accounting for capital facility bonds and school district bond guarantees issued.

UNCLAIMED PROPERTY PROGRAM

The Unclaimed Property Program is administered by the State Treasurer's Office. Administration of this program involves collecting and holding unclaimed funds and/or property and making diligent efforts to locate and returning the property to the rightful owners or heirs.

In addition to the State Treasurer, the programs and activities of the State Treasurer's Office were supported by twenty five (25) full time employees and one part time at-will contract employee during fiscal year 2010.

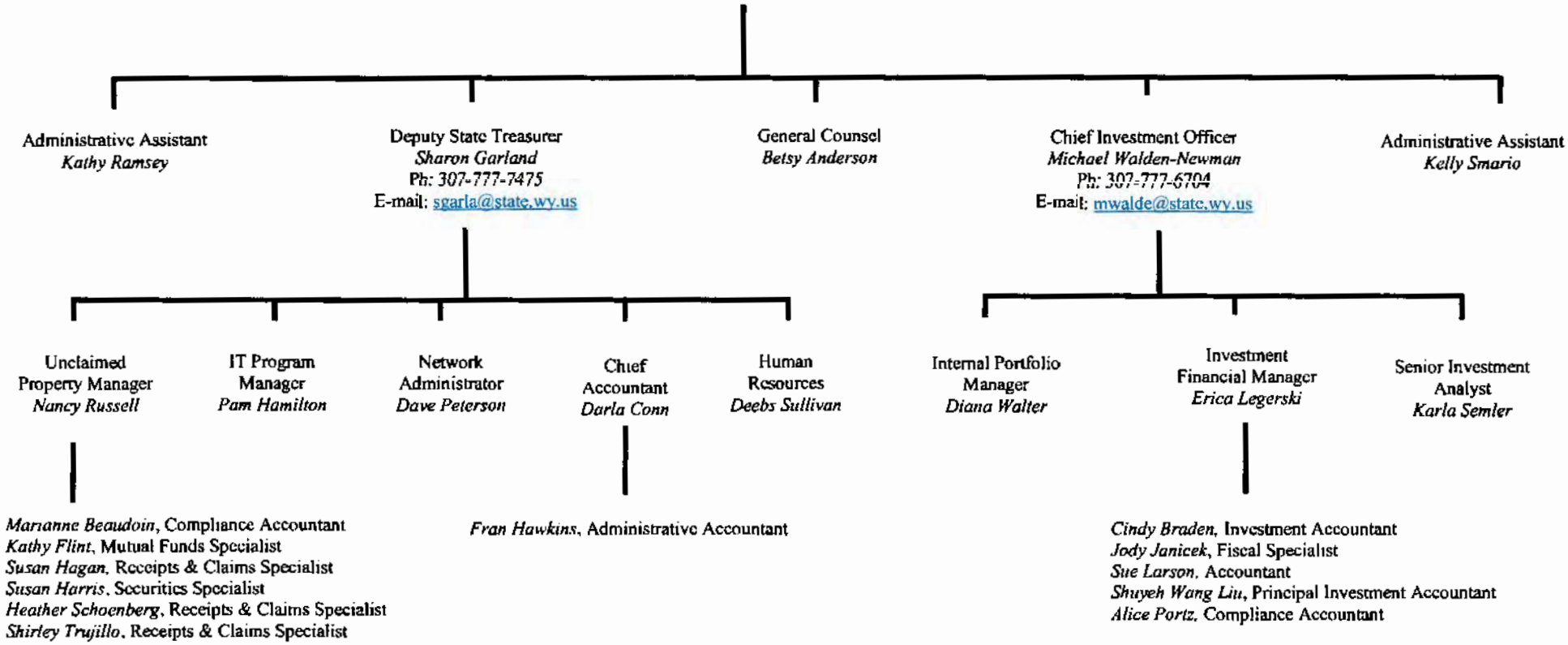
As a means of providing more transparency on the financial operations of the state treasury, additional information about the state's investment program and other auxiliary programs administered by the state treasurer is available on our website (http://treasurer/state.wy.us).

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

For additional information about the distribution of investment income, including spending policies and/or for additional information about other auxiliary programs and activities administered by the State Treasurer's office, contact Sharon Garland, Deputy State Treasurer at 307-777-7475 or sgarla@state.wy.us.

As of June 30, 2010

WYOMING STATE TREASURER
JOE MEYER



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WYOMING STATE INVESTMENT PORTFOLIO
FISCAL YEAR 2010

PORTFOLIO OVERVIEW

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

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

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

As shown below, the Treasurer's investment portfolio grew across all funds on a cost basis during FY 10. The total portfolio was $11.6 billion at the end of FY 09, increasing over $1 billion to $12.6 by June 30, 2010.

	FY 09		($ Millions)	FY 10	
	Cost	Market		Cost	Market
Permanent Mineral Trust Fund	$4,262.2	$3,893.8		$4,555.4	$4,414.1
Permanent Land Funds					
- Common School Perm Land Fund	1,794.5	1,622.5		1,967.6	1,901.5
- University Permanent Land Fund	15.9	14.8		16.5	16.9
- Remaining Permanent Land Funds	95.6	86.7		96.0	92.5
Hathaway Scholarship Fund	455.6	431.1		470.6	467.0
Higher Education Endowment Fund	102.5	96.1		104.1	102.7
Workers Compensation Fund	1,135.3	1,079.8		1,212.1	1,219.4
Tobacco Settlement Fund	59.0	57.0		65.8	66.5
State Agency Pool	3,635.9	3,627.5		4,082.5	4,216.7
Total	$11,556.5	$10,909.4		$12,570.7	$12,497.5

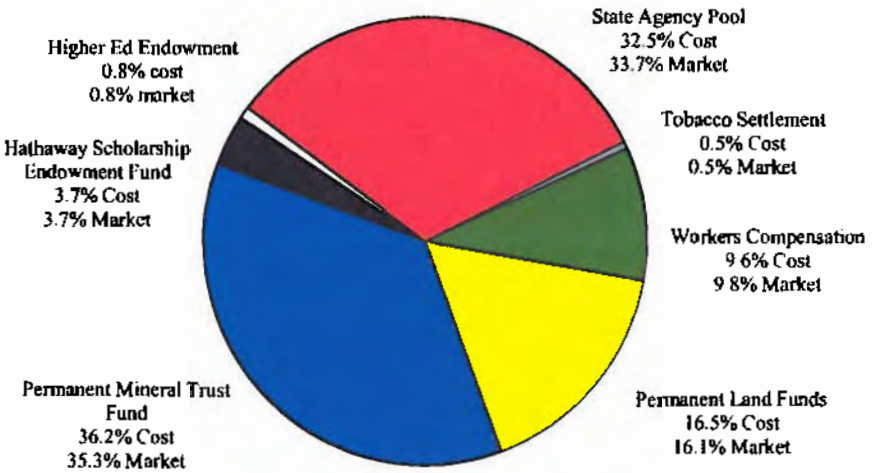
The portfolio continued to recover from FY 09 market declines, where February 2009 saw the then $11 billion portfolio with a market value $1.3 billion below cost. By June 30, 2009, the portfolio's market value had recovered by half, ending the year $647.1 million below cost. By the end of FY 10, the portfolio was almost back in the black overall. Most equity markets remained under water, however. The market values of State funds with equity allocations, while recovered significantly from FY 09 levels, also were below the original cost.

The State Treasurer distributes investment earnings to statutory recipients. Interest, dividends and real estate rentals are treated as ordinary income and disbursed accordingly. Capital gains and losses

WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2010

The State Treasurer's Office manages $12.5 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	**$4,555,406,397**	**$4,414,080,036**
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.		
Permanent Land Funds	**2,080,077,174**	**2,010,904,796**
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: $1.968 billion book/cost, $1.902 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.		
Hathaway Scholarship Endowment Fund	**470,566,729**	**467,033,391**
Funded with federal mineral royalties. Investment income is used to pay higher education tuition for qualifying Wyoming high school graduates at the University of Wyoming and Wyoming's community colleges. Up to 55 percent of the Hathaway Scholarship Fund may be invested in equities.		
Excellence in Higher Education Endowment Fund	**104,149,091**	**102,674,540**
Funded with federal mineral royalties. Investment income is used to pay for recruitment and retention of faculty, to establish endowed faculty positions and to support the work of endowed faculty at the University of Wyoming and Wyoming's community colleges Up to 55 percent of the Higher Ed. Endowment Fund may be invested in equities.		
Workers Compensation Fund	**1,212,102,120**	**1,219,422,667**
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.		
Tobacco Settlement Fund	**65,817,596**	**66,648,896**
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	**4,082,539,999**	**4,216,688,714**
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	**$12,570,659,106**	**$12,497,453,040**



are reconciled for each fund at the end of the fiscal year. If capital gains and losses are net positive in a fund, the Treasurer distributes the net capital gain as income. If capital losses exceed capital gains at year end, the losses are carried forward through the next fiscal year.

The Treasurer distributed $476.7 million in investment income during FY 10, up $65.3 million from the $411.3 million distributed in FY 09.

Investment Income: Distributions by Fund

	FY 10	FY 09
Permanent Wyoming Mineral Trust Fund	$139,450,800	$135,264,226
Common School Permanent Land Fund	54,643,153	56,969,255
University Permanent Land Fund	523,898	525,062
Remaining Permanent Land Funds	2,863,518	2,906,227
Hathaway Scholarship Endowment Fund	16,033,666	16,291,334
Higher Education Endowment Fund	3,493,118	3,926,014
Workers Compensation Fund	56,244,157	45,409,501
Tobacco Settlement Fund	4,111,692	2,815,317
State Agency Pool	199,344,108	147,247,285
TOTAL	$476,708,110	$411,354,220

* "Distributed income" is net of management fees paid and accrued.

As shown below, gains in FY 10 made up $109.2 million of FY 09's $201.1 million deferred loss, leaving $91.9 million carried forward to FY 11. The table on page 8 details dividend, interest and capital gain income across the portfolio's investment pools.

FY 10 Year-End Status of Deferred Losses

	FY 09 Year-End Deferral	Net Deferred to FY 11
Permanent Wyoming Mineral Trust Fund	($118,886,938)	($59,405,190)
Common School Permanent Land Fund	(52,101,771)	(27,452,474)
University Permanent Land Fund	(613,249)	(459,363)
Remaining Permanent Land Funds	(2,551,526)	(1,233,967)
Hathaway Scholarship Endowment Fund	(10,293,331)	(2,478,334)
Higher Education Endowment Fund	(2,548,356)	(850,910)
Workers Compensation Fund	(14,040,044)	0
Tobacco Settlement Fund	(56,759)	0
State Agency Pool	0	0
TOTAL	($201,091,975)	($91,880,237)

The State portfolio's FY 10 yield was 4.29 percent and the total return a positive 11.19 percent for the fiscal year. This is an improvement over FY 09, when the cash yield was 3.89 percent, but the total return was a negative 6.39 percent.

The chart on page 9 shows historic total return and yield for the Permanent Wyoming Mineral Trust Fund. Performance by fund and manager is detailed later in this report.

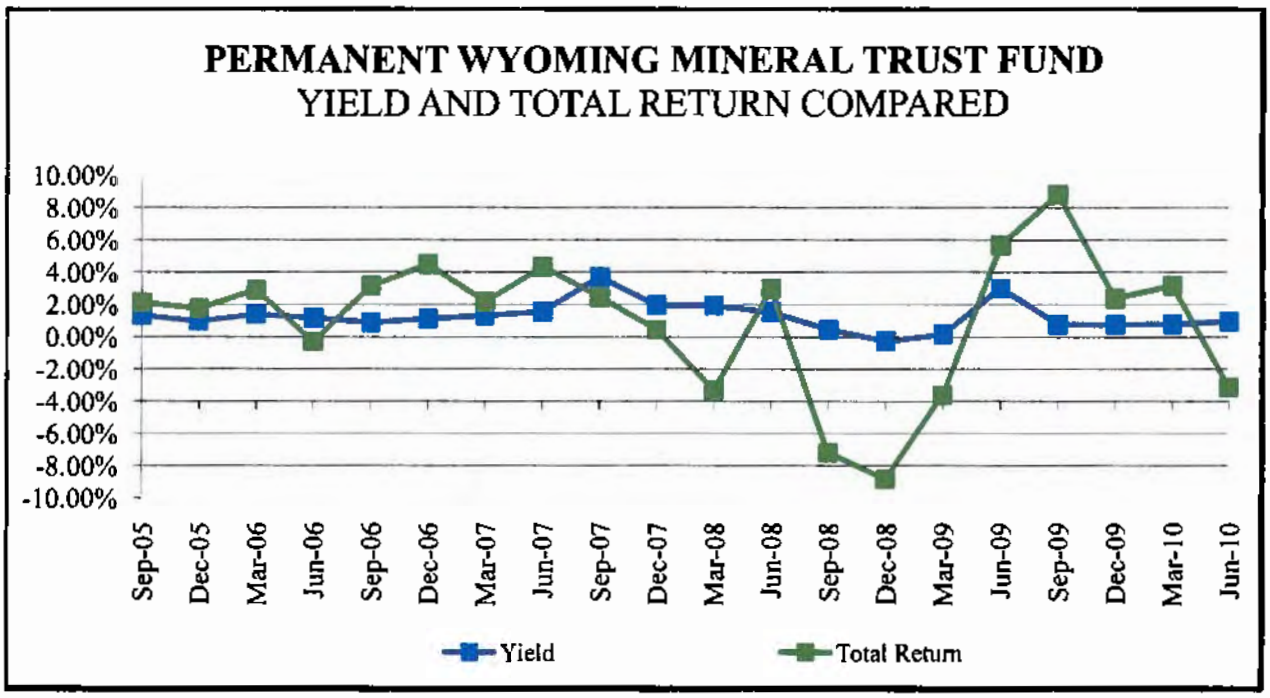
INVESTMENT INCOME
Fiscal Year 2010

	Dividends	Interest	Distributed Capital Gains	Total Gross Investment Income	FY 10 Net Capital Gains	Distributed Capital Gains	FY 10 Remaining Deferred Gains	FY 09 Deferred Capital Losses	Capital Losses Deferred to FY 11
Permanent Wyoming Mineral Trust Fund	$37,978,001	$100,065,937	$7,715,357	$145,759,295	$67,197,105	($7,715,357)	$59,481,748	($118,886,938)	($59,405,190)
Common School Permanent Land Fund	$16,380,110	$36,822,418	$3,941,473	$57,144,001	$28,590,770	($3,941,473)	$24,649,297	($52,101,771)	(27,452,474)
University Permanent Land Fund	$140,768	$324,686	$80,595	$546,049	$234,481	($80,595)	$153,886	($613,249)	(459,363)
Remaining Permanent Land Funds:									
- Miner's Hospital Permanent Land Fund	360,609	890,038	76,999	1,327,646	678,782	(76,999)	601,783	(1,062,396)	(460,612)
- Public Buildings 90 Cap Permanent Land Fund	45,955	113,425	9,826	169,206	86,774	(9,826)	76,948	(127,549)	(50,601)
- Fish Hatchery Permanent Land Fund	3,215	7,935	687	11,836	6,053	(687)	5,367	(9,478)	(4,111)
- D.D. & B. Permanent Land Fund	28,324	69,907	6,052	104,283	53,411	(6,052)	47,359	(80,865)	(33,506)
- Carey Act Permanent Land Fund	13,028	32,154	2,784	47,966	24,572	(2,784)	21,788	(37,003)	(15,214)
- Omnibus Permanent Land Fund	189,839	468,552	39,409	697,801	315,695	(39,409)	276,286	(738,018)	(461,732)
- State Hospital Permanent Land Fund	31,627	78,059	6,762	116,447	59,814	(6,762)	53,053	(88,555)	(35,502)
- State Training School Permanent Land Fund	17,223	42,509	3,684	63,416	32,558	(3,684)	28,874	(46,864)	(17,990)
Penitentiary Permanent Land Fund	53,740	132,639	11,483	197,861	101,357	(11,483)	89,874	(152,666)	(62,791)
Agriculture College Permanent Land Fund	69,700	172,030	14,878	256,608	131,104	(14,878)	116,226	(208,134)	(91,908)
Hathaway Scholarship Endowment Fund	3,289,947	12,513,308	916,008	16,719,263	8,731,005	(916,008)	7,814,997	(10,293,331)	(2,478,334)
Higher Education Endowment Fund	770,395	2,693,663	184,018	3,648,076	1,881,464	(184,018)	1,697,446	(2,548,356)	(850,910)
Worker's Compensation Fund	5,993,906	37,239,934	14,614,146	57,847,986	28,654,190	(14,614,146)	14,040,044	(14,040,044)	(0)
Tobacco Settlement Fund	60,647	2,568,380	1,555,208	4,184,235	1,611,967	(1,555,208)	56,759	(56,759)	(0)
State Agency Pool	3,355,699	122,332,609	77,934,549	203,622,857	77,934,549	(77,934,549)	0	0	0
TOTAL	**$68,782,732**	**$316,568,183**	**$107,113,917**	**$492,464,832**	**$216,325,653**	**($107,113,917)**	**$109,211,737**	**($201,091,975)**	**($91,880,238)**

In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. Capital gains and losses are reconciled for each fund at the end of the fiscal year. If capital gains and losses are net positive, the Treasurer distributes the net capital gain as income. If capital losses exceed capital gains at year end, the losses are carried forward through the next fiscal year.

Dividends and Interest by fund are shown in the first two columns above. The third column shows Distributed Capital Gains to statutory recipients. The Total Gross Investment Income column is the total of Dividends and Interest, plus Distributed Capital Gains. The FY 10 Remaining Deferred Gains column third from right shows FY 10 Net Capital Gains, minus Distributed Capital Gains. Finally, the Capital Losses Deferred to FY 11 are FY 09 Deferred Capital Losses offset by FY 10 Remaining Deferred Gains.

Investment management fees are paid from investment income. FY 10 fees totaled $28 million, which includes $15.8 million paid in direct fees, $11.6 million withheld by managers who send their income net of fees, and $625 K in administrative expenses including salaries, benefits, travel, etc. for nine investment staff in the Wyoming State Treasurer's Office. The investment income figures above are gross of management fees paid or accrued; such fees are deducted from "distributed income" detailed elsewhere in this report.



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

	Yield		Total Return	
Quarter Ending	**Quarter**	**Annual**	**Quarter**	**Annual**
September 30, 2005	1.33%		2.12%	
December 31, 2005	0.99%		1.76%	
March 31, 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 31, 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 31, 2008	1.95%		-3.30%	
June 30, 2008	1.55%	9.02%	2.98%	2.44%
September 30, 2008	0.45%		-7.19%	
December 31, 2008	-0.26%		-8.83%	
March 31, 2009	0.17%		-3.61%	
June 30, 2009	3.01%	3.48%	5.65%	-13.82%
September 30, 2009	0.78%		8.80%	
December 31, 2009	0.76%		2.37%	
March 31, 2010	0.82%		3.16%	
June 30, 2010	0.94%	3.30%	-3.12%	11.31%

ASSET ALLOCATION & FUND MANAGEMENT

Asset allocation is the distribution of investments among asset classes. There are two parts to the asset allocation decision: first identifying asset allocation possibilities; and next choosing the best combination of assets to meet investment risk and return objectives. R.V. Kuhns, investment advisor to the State Loan and Investment Board, works with the State Treasurer's Office to establish and annually review asset allocation targets.

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

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

FUND ALLOCATION

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

The Hathaway Scholarship Endowment and Higher Education Endowment Funds also have an allowed long-term target of 50 percent equities, but the Treasurer set their FY 10 target slightly lower at 45 percent, given their need for more stable income.

The Workers Compensation Fund may invest up to 45 percent in equities; the specific target is determined by the director of the Department of Employment. The Department set the equity target at 30 percent for FY 10.

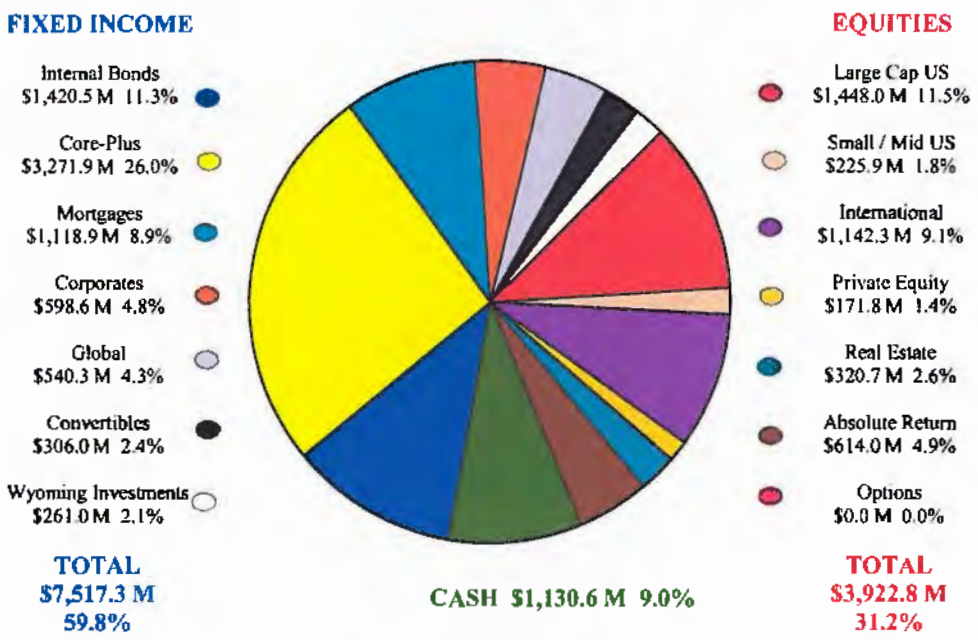
The June 30, 2010 allocation mix of the portfolio is shown below; charts later in this report provide a detailed allocation for each fund.

	Equities	Fixed	Wyo*	Cash
Permanent Wyoming Mineral Trust Fund	50.2%	42.3%	2.8%	4.7%
Common School Permanent Land Fund	50.0	37.1	0.4	12.5
University Permanent Land Fund	49.5	23.2	0.0	27.3
Remaining Permanent Land Funds	50.6	42.7	0.0	6.7
Hathaway Scholarship Endowment Fund	43.6	51.9	0.0	4.4
Higher Education Endowment Fund	43.8	51.9	0.0	4.3
Workers Compensation Fund	28.4	62.9	0.0	8.7
Tobacco Settlement Fund	0.0	86.5	0.0	13.5
State Agency Pool	0.0	84.2	3.1	12.7
TOTAL	31.2%	57.7%	2.1%	9.0%

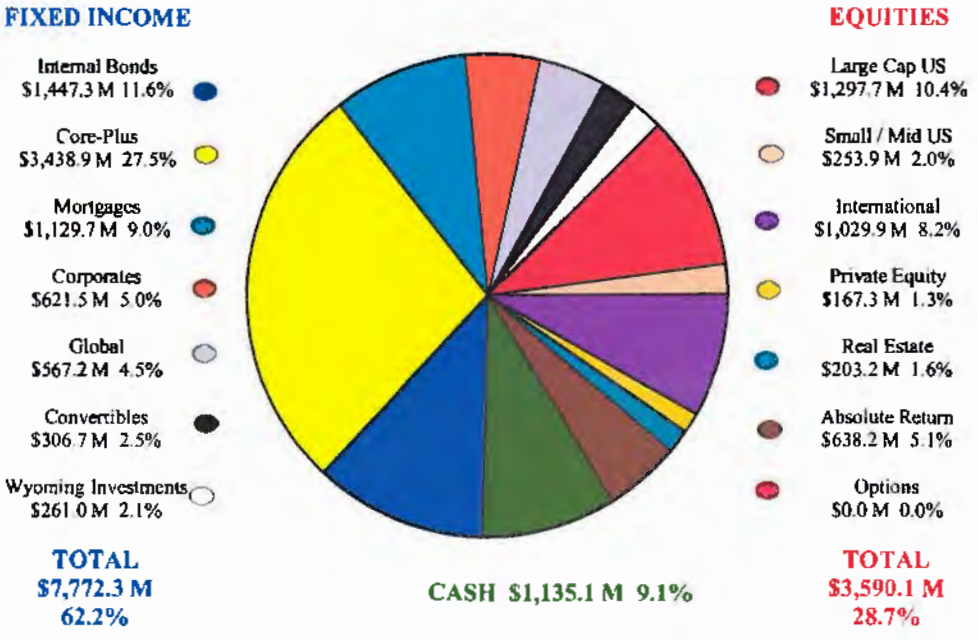
* Wyoming specific investments detailed later.

WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2010

$12.571 Billion
Cost Basis



$12.497 Billion
Market Value



Over 85 percent of the State's portfolio is managed by external investment firms, as shown on page 9. Total external fixed income and cash funding was $6.966 billion on a cost basis on June 30, 2010, with a market value of $7.199 billion. On June 30, 2009, total external fixed income and cash was $6.535 at cost and $6.456 market.

External equity manger funding at FY 10 year-end was $3.730 billion on a cost basis, with a market value of $3.432 billion. This compares to $3.366 billion (cost) and $2.797 billion (market) on June 30, 2009.

The Treasurer's internally managed bond portfolio was $1.421 billion (cost) and $1.447 (market) at the end of FY 10. The Treasurer holds an international equity index fund in-house that had a $192.2 million cost basis and $157.3 million market value on June 30, 2010. University of Wyoming students manage a portion of the University Permanent Land Fund. The Treasurer's Office tracks this investment in-house. On June 30, 2010, the investment stood at $840,000 on a costs basis with a market value of $556,177.

ADDITIONS TO THE PORTFOLIO

The State Treasurer's Office continued its close collaboration with the R.V. Kuhns real estate consulting team during FY 10. Several potential investments were explored, with two finalized and hired by the State Loan and Investment Board.

In December 2009, the Board approved a $75 million investment in the WestRiver Real Estate Finance Fund, managed by WestRiver Capital. The fund purchases and originates first mortgages and other real estate debt. It is a good compliment to the state's current equity–based real estate portfolio.

Also in December, the Board approved a $150 million investment in the Grosvenor Global Recovery Fund, managed by Grosvenor Capital Management. The fund is structured to capitalize on the opportunities in fixed income markets created since the market crisis in 2008.

In April 2010, the Board approved a $75 million investment in the Cornerstone Core Mortgage Fund, managed by Cornerstone Real Estate Advisers, a subsidiary of MassMutual. The fund contains first mortgages on commercial real estate.

INTERNATIONAL PORTFOLIO

The Treasurer's Office undertook an extensive review of its international equity portfolio in FY 10. This review resulted in the State Loan and Investment Board adopting several changes in June 2010 to the manager line-up and strategies.

The international benchmark was changed from an EAFE (Europe, Australasia, Far East - excluding the US and Canada) to an ACWI-ex US (All Country World Index excluding the United States), which includes both developed and emerging markets to achieve better coverage of the broad non-US equity markets, and because increased emerging market exposure provides higher expected long-term returns.

The Board terminated Capital Guardian Trust, retained Fisher Investments, and hired new active managers Manning & Napier and The Boston Company. The Board also approved putting 50 percent of the international portfolio into a passive strategy with Northern Trust.

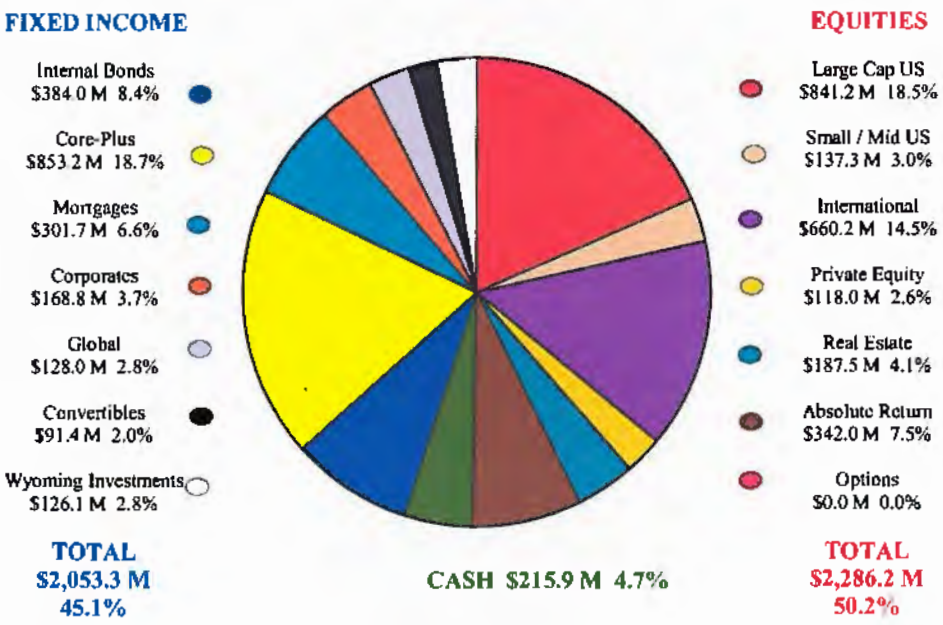
WYOMING STATE INVESTMENT PORTFOLIO
June 30, 2010

EXTERNAL EQUITIES		Cost Basis	Market Value
Large Cap Index	State Street Global Advisors	$1,447,172,790	$1,297,117,947
Small / Mid Cap	GAMCO	225,902,699	253,873,506
International	Capital Guardian Trust	401,202,691	384,811,450
	Fisher Investments	548,943,386	487,776,415
Options Overlay	First Quadrant	0	0
Private Equity	Access Venture Partners *($10 M committed)*	5,000,000	3,388,622 *
	Cheyenne Capital Fund *($257.95 committed)*	166,829,043	163,947,329 *
Real Estate	ING Clarion	141,303,630	79,647,193
	UBS Realty	141,303,630	105,846,794
	Heitman *($10 M committed)*	3,936,647	1,982,192 *
	TA Realty *($15 M committed)*	15,000,000	9,902,526 *
	West River Realty *($75 M committed)*	6,196,366	5,787,255 *
	Cornerstone *($75 M committed)*	12,978,100	see note *
Absolute Return	Aurora I	162,461,240	167,305,171
	Aurora II	82,730,730	87,151,388
	PAAMCO	243,738,970	253,526,605
	Grosvenor *($150 M committed)*	125,096,540	130,179,880
	Total External Equities	**$3,729,796,461**	**$3,432,244,273**
			excludes outstanding commitments
EXTERNAL FIXED INCOME, CONVERTIBLES AND CASH			
Convertibles	AGI Capital	$306,008,986	$306,699,020
Core-Plus	Neuberger Berman	1,150,627,446	1,229,182,565
	PIMCO	954,666,344	1,004,416,829
	WAMCO	1,166,558,758	1,205,289,238
Corporates	Logan Circle	262,783,154	277,219,129
	WAMCO	335,829,954	344,293,876
Mortgages	JPMorgan	569,207,448	567,316,720
	PIMCO	549,719,723	562,334,807
Global	PIMCO	540,345,628	567,162,783
	Total External Fixed Income and Convertibles	**$5,835,747,442**	**$6,063,914,965**
Cash Manager	JPMorgan	1,130,573,138	1,135,079,837
	Total External Cash	**$1,130,573,138**	**$1,135,079,837**
TOTAL EXTERNAL MANAGEMENT		**$10,696,117,041**	**$10,631,239,075**
INTERNALLY MANAGED FUNDS			
Fixed Income	Bonds	$1,420,509,937	$1,447,337,838
International Equity	Exchange Traded Index Fund	192,189,230	157,317,052
U. S. Equities	UW Portfolio Management Program	840,000	556,177
	Total Internal Portfolio	**$1,613,539,166**	**$1,605,211,066**
	Wyoming Investments	**$261,002,899**	**$261,002,899**
TOTAL INTERNAL MANAGEMENT		**$1,874,542,065**	**$1,866,213,965**
GRAND TOTAL ALL FUNDS		**$12,570,659,106**	**$12,497,453,040**

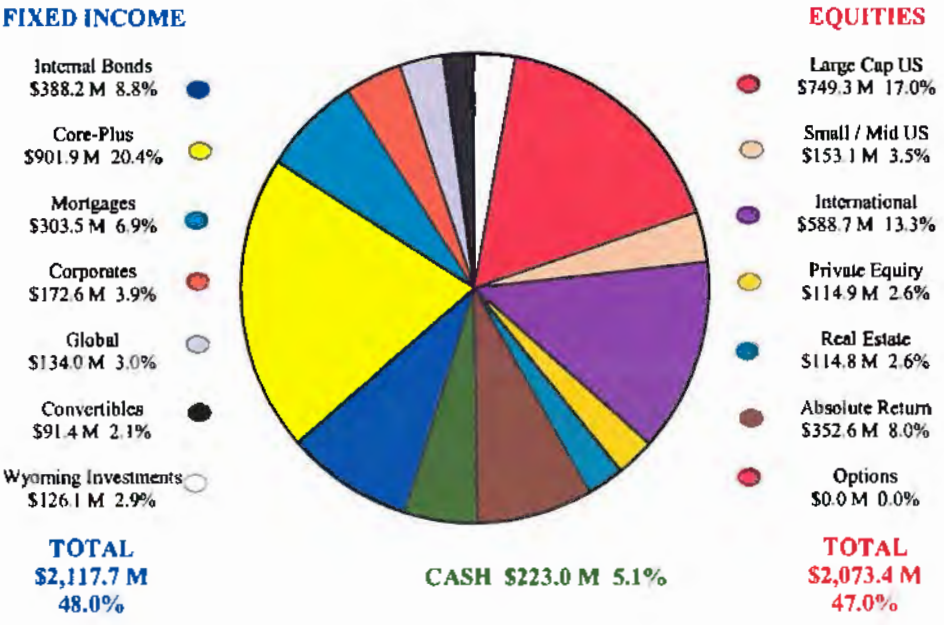
** Note: The above figures agree with the State's official performance reports as prepared by RV Kuhns & Associates. Market values for Private Equity and Value-Added Real Estate are reported on a quarter lag, while the cost basis is for the current quarter. Cornerstone was a new investment during the last quarter of the fiscal year, therefore held at prior quarter zero value.*

WYOMING STATE INVESTMENT PORTFOLIO
Permanent Wyoming Mineral Trust Fund
June 30, 2010

$4.555 Billion
Cost Basis

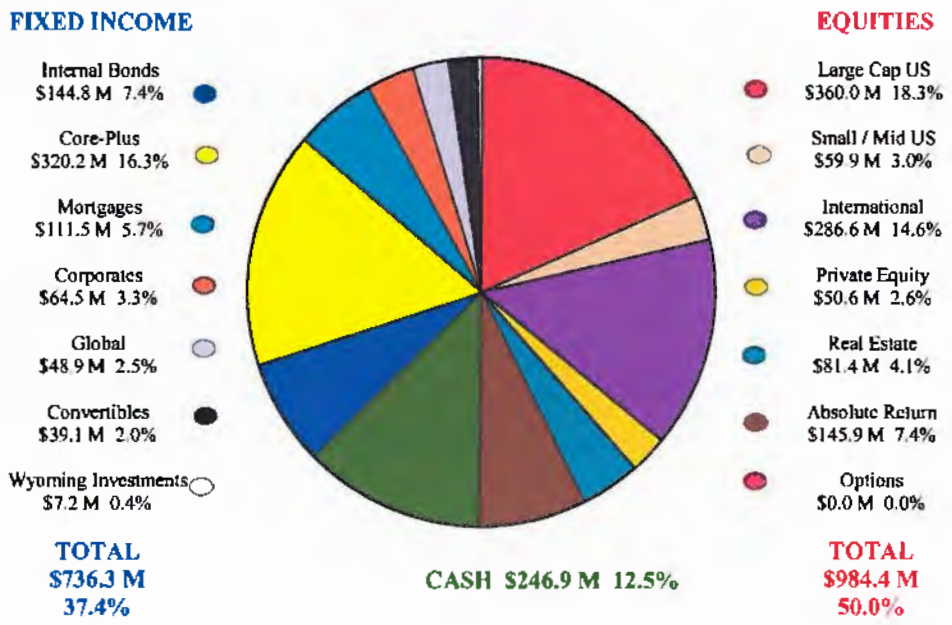


$4.414 Billion
Market Value

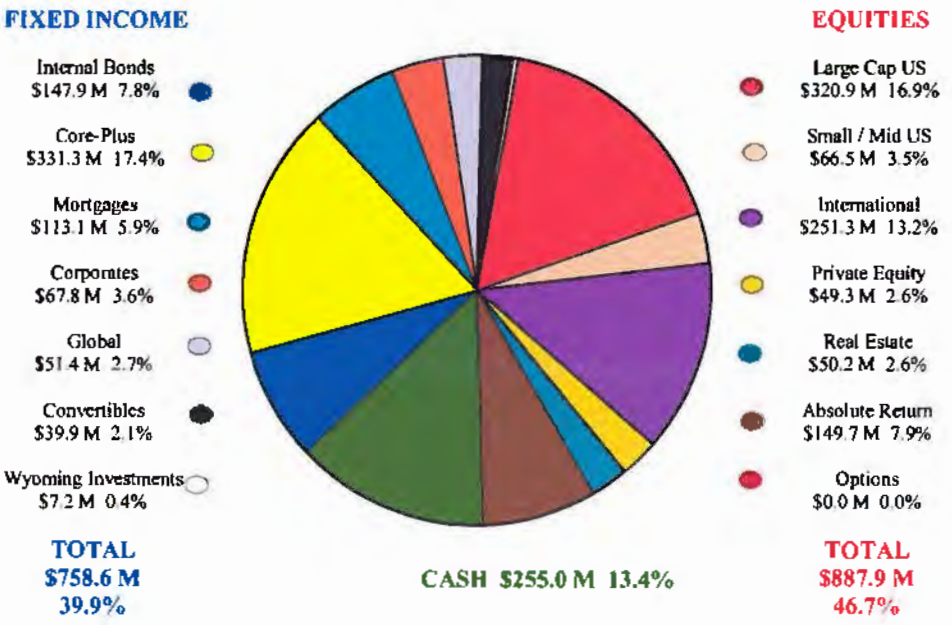


WYOMING STATE INVESTMENT PORTFOLIO
Common School Permanent Land Fund
June 30, 2010

$1.968 Billion
Cost Basis

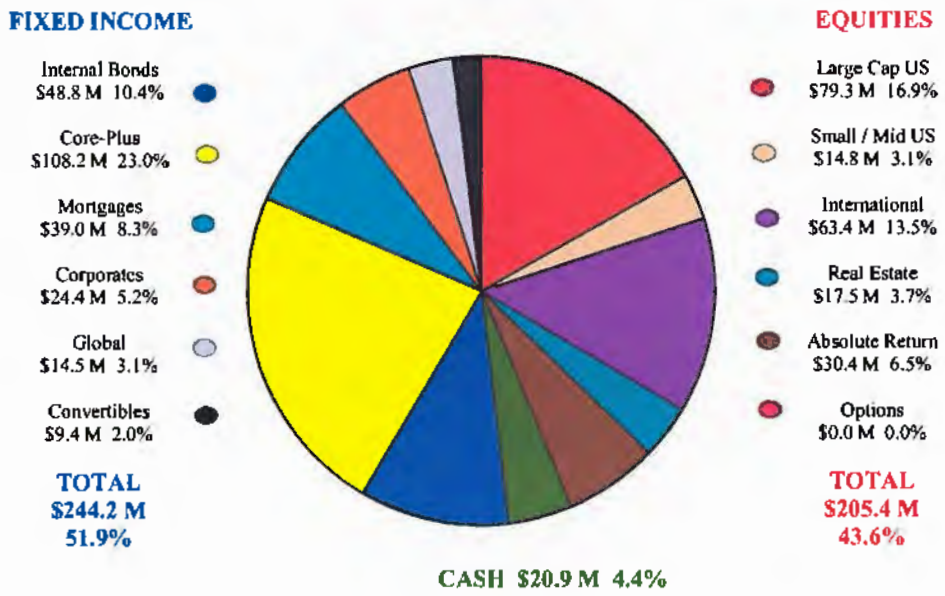


$1.902 Billion
Market Value

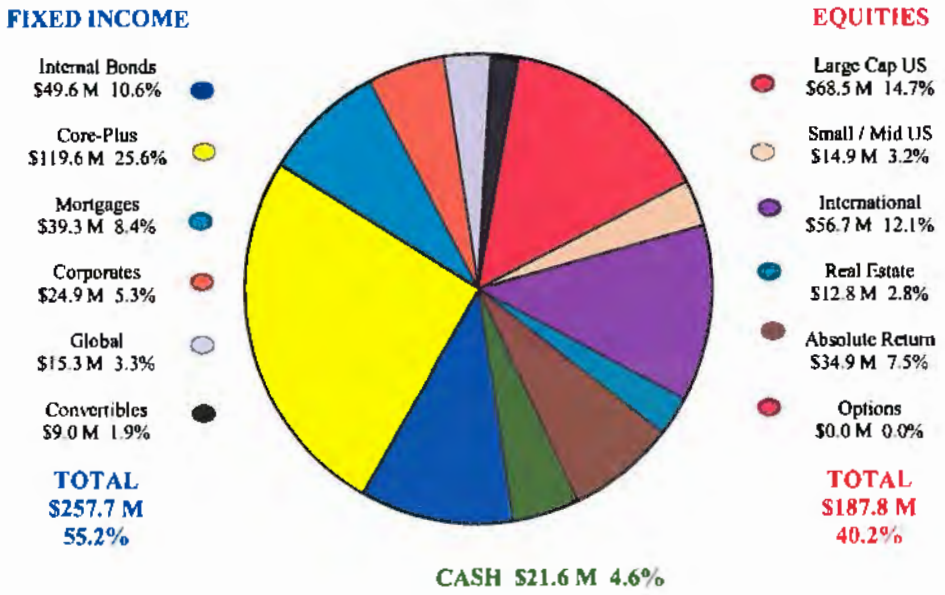


WYOMING STATE INVESTMENT PORTFOLIO
Hathaway Scholarship Endowment Fund
June 30, 2010

$470.6 Million
Cost Basis

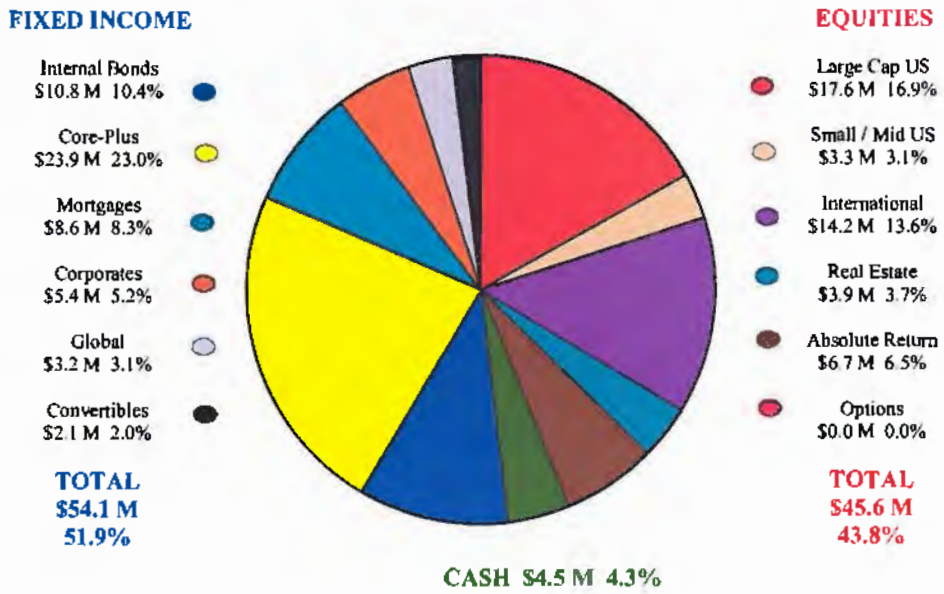


$467.0 Million
Market Value

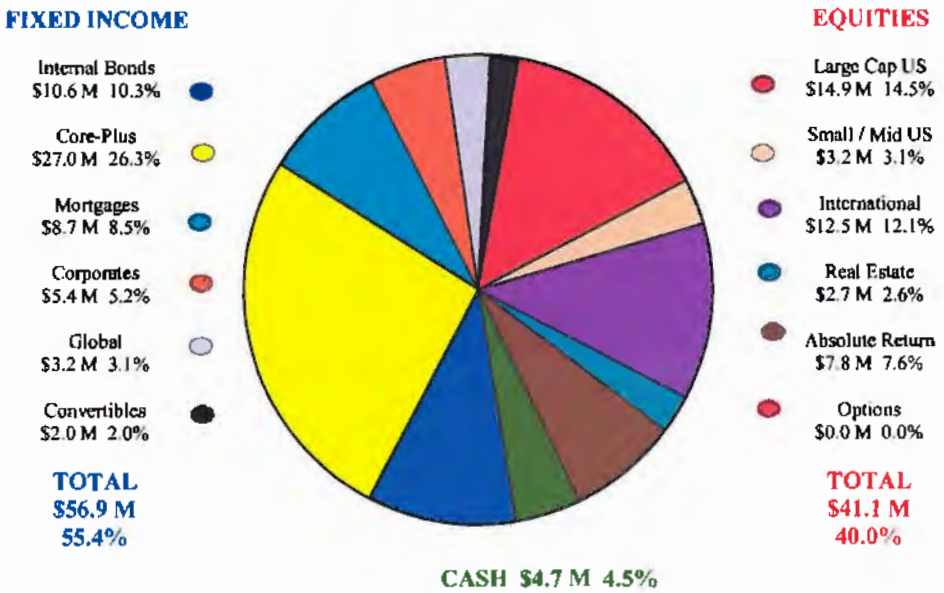


WYOMING STATE INVESTMENT PORTFOLIO
Higher Education Endowment Fund
June 30, 2010

$104.1 Million
Cost Basis



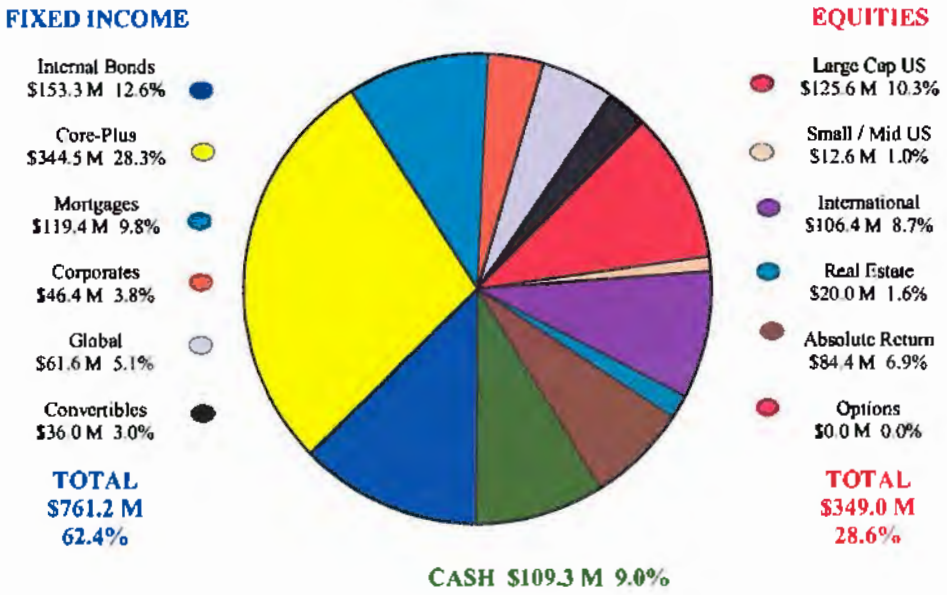
$102.7 Million
Market Value



WYOMING STATE INVESTMENT PORTFOLIO
Workers Compensation Fund
June 30, 2010

$1.212 Billion
Cost Basis

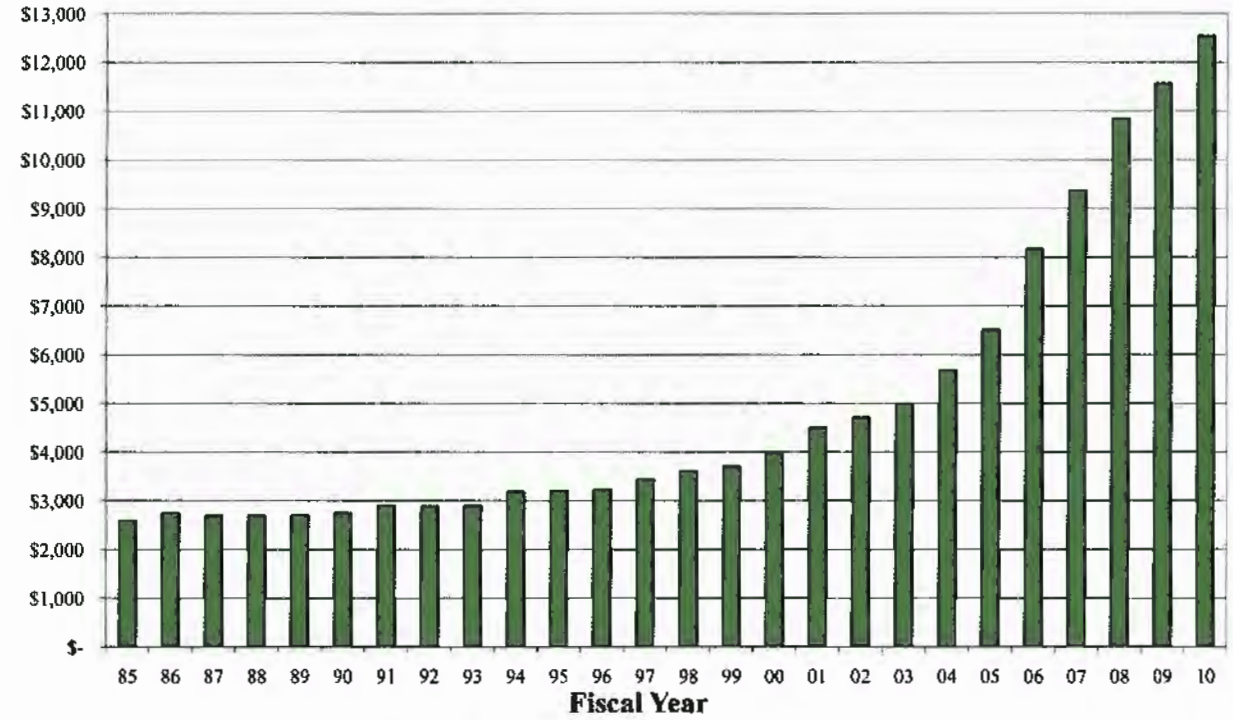
$1.219 Billion
Market Value



WYOMING STATE TREASURER'S OFFICE

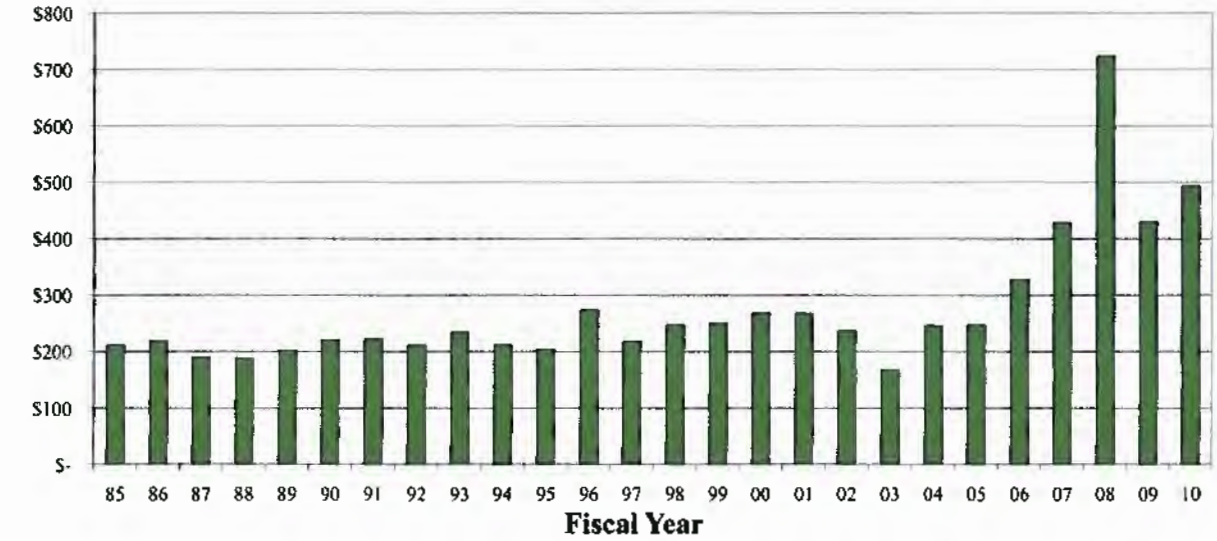
TOTAL STATE PORTFOLIO VALUE

($ Millions)



INVESTMENT INCOME

($ Millions)



MARKET PERFORMANCE
SUMMARY ANALYSIS - ALL INVESTMENTS

	FY 10			Market Return		
	Total Investment Value	Current Market Value	% of MV	FY10 Return	3 Year Return	5 Year Return
INVESTMENTS BY FUND						
Permanent Wyoming Mineral Trust Fund	$4,555,406,396	$4,414,080,035	35.3%	11.31%	-0.58%	3.77%
Permanent Land Fund	95,998,055	92,476,633	0.7%	11.43%	-0.70%	n/a
Common School Permanent Land Fund	1,967,577,173	1,901,503,362	15.2%	11.77%	-0.28%	3.84%
University Permanent Land Fund	16,501,946	16,924,801	0.1%	10.85%	-1.00%	n/a
Hathaway Scholarship Endowment Fund	470,566,729	467,033,391	3.7%	10.76%	n/a	n/a
Higher Education Endowment Fund	104,149,091	102,674,540	0.8%	11.03%	n/a	n/a
Workers Compensation Fund	1,212,102,120	1,219,422,667	9.8%	12.02%	5.64%	4.97%
Tobacco Settlement Fund	65,817,596	66,648,896	0.5%	11.95%	7.57%	5.93%
State Agency Pool	4,082,539,999	4,216,688,714	33.7%	10.09%	6.65%	5.66%
Wyoming State Total Fund	$12,570,659,106	$12,497,453,040	100.0%	11.19%	2.64%	4.50%
Wyoming State Actual Allocation Index				9.04%	2.07%	3.72%
INVESTMENTS BY ASSET CLASS AND MANAGER						
US Equity						
State Street Global Advisors (Index)	$1,447,172,790	$1,297,117,947		14.49%	-9.53%	-0.59%
UW Portfolio Management Program	840,000	556,177		6.93%	-8.98%	n/a
S&P 500				14.43%	-9.81%	-0.79%
US Large Cap Equity	1,448,012,790	1,297,674,124	10.4%			
Gabelli (Sm-Mid Cap Value)	$225,902,699	$253,873,506		23.09%	-3.25%	4.88%
Russell 2500 Value				26.46%	-9.26%	-0.09%
US SMID Cap Equity	225,902,699	253,873,506	2.0%			
Total US Equity	$1,673,915,489	$1,551,547,630	12.4%			
International Equity						
Int'l Exchange Traded Funds	$192,189,230	$157,317,052		-0.11%	-15.12%	-0.45%
Fisher	548,943,386	487,776,415		11.57%	-10.07%	3.46
Capital Guardian	401,202,691	384,811,450		9.24%	-11.53%	2.27
MSCI EAFE				6.37%	-12.94%	1.35%
Total International Equity	$1,142,335,307	$1,029,904,917	8.2%			
US Fixed Income						
WAMCO Core Plus	$1,166,558,758	$1,205,289,238		13.19%	7.63%	5.74%
Neuberger Berman Core Plus	1,150,627,446	1,229,182,565		15.93%	9.10%	n/a
PIMCO Core Plus	954,666,344	1,004,416,829		12.47%	10.27%	n/a
BC Aggregate				9.50%	7.55%	5.54%
PIMCO Mortgages	549,719,723	562,334,807		10.76%	9.17%	n/a
JP Morgan Mortgages	569,207,448	567,316,720		11.88%	4.83%	n/a
BC Mortgages				7.47%	8.23%	6.25%
WAMCO Corporates	335,829,954	344,293,876		17.06%	5.49%	n/a
Logan Circle Corporates	262,783,154	277,219,129		18.36%	6.43%	n/a
BC Credit				14.68%	7.41%	5.31%
PIMCO Global/Emerging Markets	540,345,628	567,162,783		16.08%	n/a	n/a
Global EM Custom Index				12.94%	n.a	n.a
Wyoming State Treasurer's Office	1,420,509,937	1,447,337,838		5.18%	6.12%	5.11%
BC Gov't Credit				9.65%	7.37%	5.26%
Total US Fixed Income	$6,950,248,393	$7,204,553,783	57.6%			

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 Global/EM Custom Index is comprised of 32.5% Barclays Capital Aggregate ex-US Hedged, 5% Barclays Capital Aggregate ex-U.S. Unhedged, 47.5% JP Morgan EMBI Global and 15% JP Morgan GBI-EM Global Diversified Unhedged

MARKET PERFORMANCE (continued)
SUMMARY ANALYSIS - ALL INVESTMENTS

Manager/Investment Type	FY 10			Market Return		
	Total Investment Value	Current Market Value	% of MV	FY10 Return	3 Year Return	5 Year Return
Convertible Bonds						
Allianz Global Investors Convertibles	$306,008,986	$306,699,020	2.5%	18.37%	0.21%	6.44%
BofA ML All Quality Convertible				22.63%	-2.32%	3.31%
Cash & Cash Equivalents						
JP Morgan Asset Mgmt						
Wyoming Treasury Cash		$955,628,136		0.18%	1.77%	3.00%
90 Day U.S. T-Bills				0.16%	1.57%	2.77%
Wyoming Treasury Extended Cash		179,451,701		3.81%	5.08%	4.71%
JP Morgan Blended Index				4.15%	5.52%	5.13%
Total Cash & Cash Equivalents	$1,130,573,138	$1,135,079,837	9.1%			
Private Equity						
Cheyenne Capital Fund, LP	$166,829,043	$163,947,329 [3]			see note 4	
Access Venture Partners II	5,000,000	3,388,622 [3]			see note 4	
S&P 500 + 5%				20.15%	-5.30%	4.17%
Total Private Equity	$171,829,043	$167,335,951	1.3%			
Real Estate						
Clarion Core	$141,303,630	$79,647,193		-12.29%	-15.70%	n/a
UBS Core	141,303,630	105,846,794		-0.93%	-7.04%	n/a
NCREIF ODCE				-5.98%	-10.95%	-0.19%
TA Realty Value-Added	15,000,000	9,902,526 [3]			see note 4	
Heitman Value-Added	3,936,647	1,982,192 [3]			see note 4	
WestRiver Value-Added	6,196,366	5,787,255 [3]			see note 4	
Cornerstone Value-Added	12,978,100	0 [3]			see note 4	
NCREIF Property				-1.48%	-4.71%	3.78%
Total Real Estate	$320,718,373	$203,165,960	1.6%			
Absolute Return						
PAAMCO	$243,738,970	$253,526,605		9.52%	n/a	n/a
Aurora L.P.	162,461,240	167,305,171		9.41%	n/a	n/a
Aurora L.P. II	82,730,730	87,151,388		7.01%	n/a	n/a
HFN FoF Multi-Strat				3.70%	-4.20%	1.94%
Grosvenor Global Recovery Fund	125,096,540	130,179,880		n/a	n/a	n.a
Global Recovery Custom Index				35.67%	-4.86%	n/a
Total Absolute Return	$614,027,480	$638,163,044	5.1%			
Overlay Strategies						
First Quadrant	$0	$0	0.0%	n/a	n/a	n/a
LDIs and Other Wyoming Investments	$261,002,899	$261,002,899	2.1%	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] 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 [4] Performance for Private Equity and Value-Added Real Estate investments is calculated on an IRR basis.

Note [5] The Global Recovery Custom Index consists of 50% Credit Suisse Distressed Index 20% Credit Suisse High Yield Index and 30% ABX Index

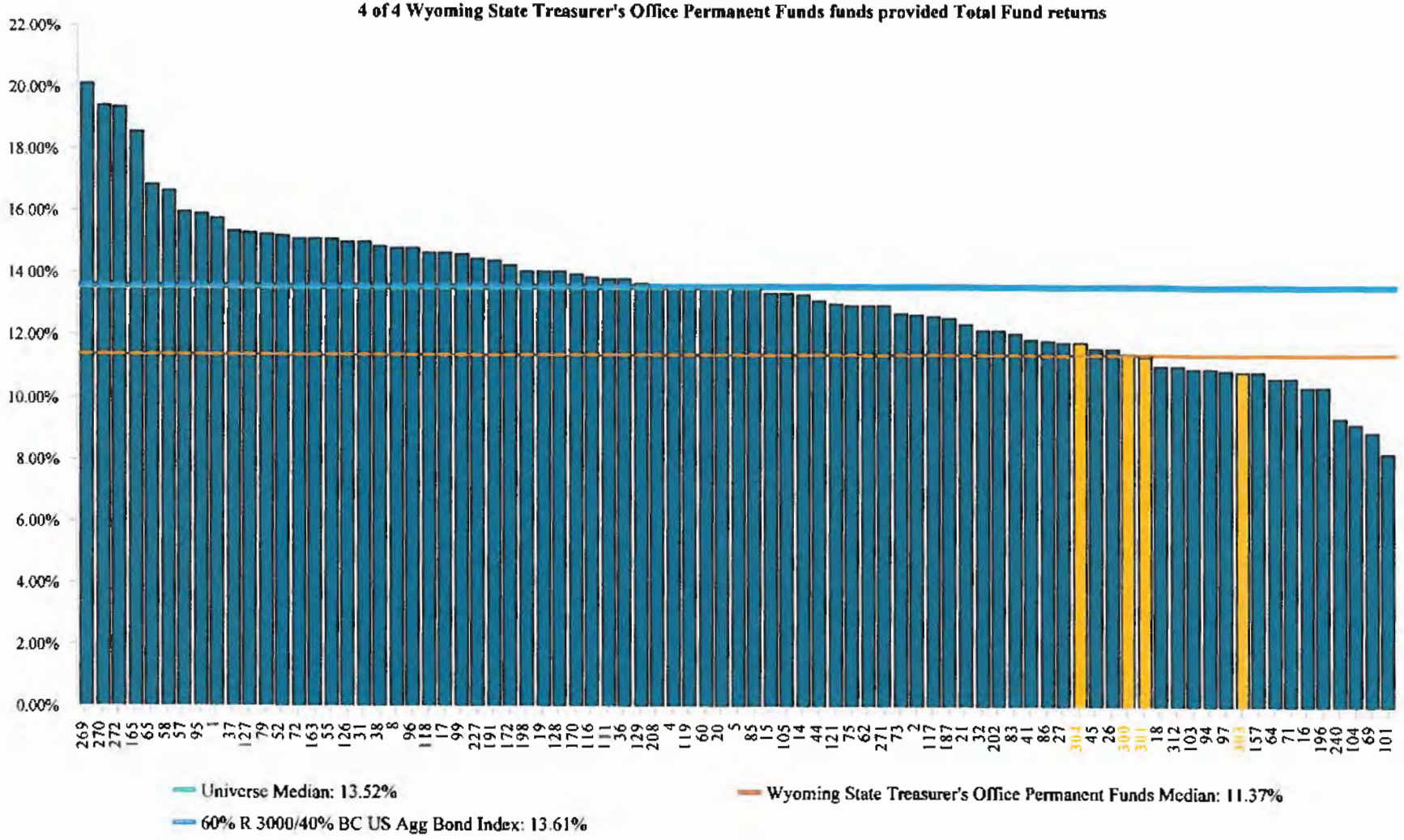
Note [6] First Quadrant overlay strategy has been deactivated and the collateral amount has been disbursed

Note [7] Market values shown for LDIs and Other Wyoming Investments reflect cost value of the investments.

1 Year Annualized Total Fund Returns

As of June 30, 2010

81 of 81 funds provided Total Fund returns for this time period
4 of 4 Wyoming State Treasurer's Office Permanent Funds funds provided Total Fund returns



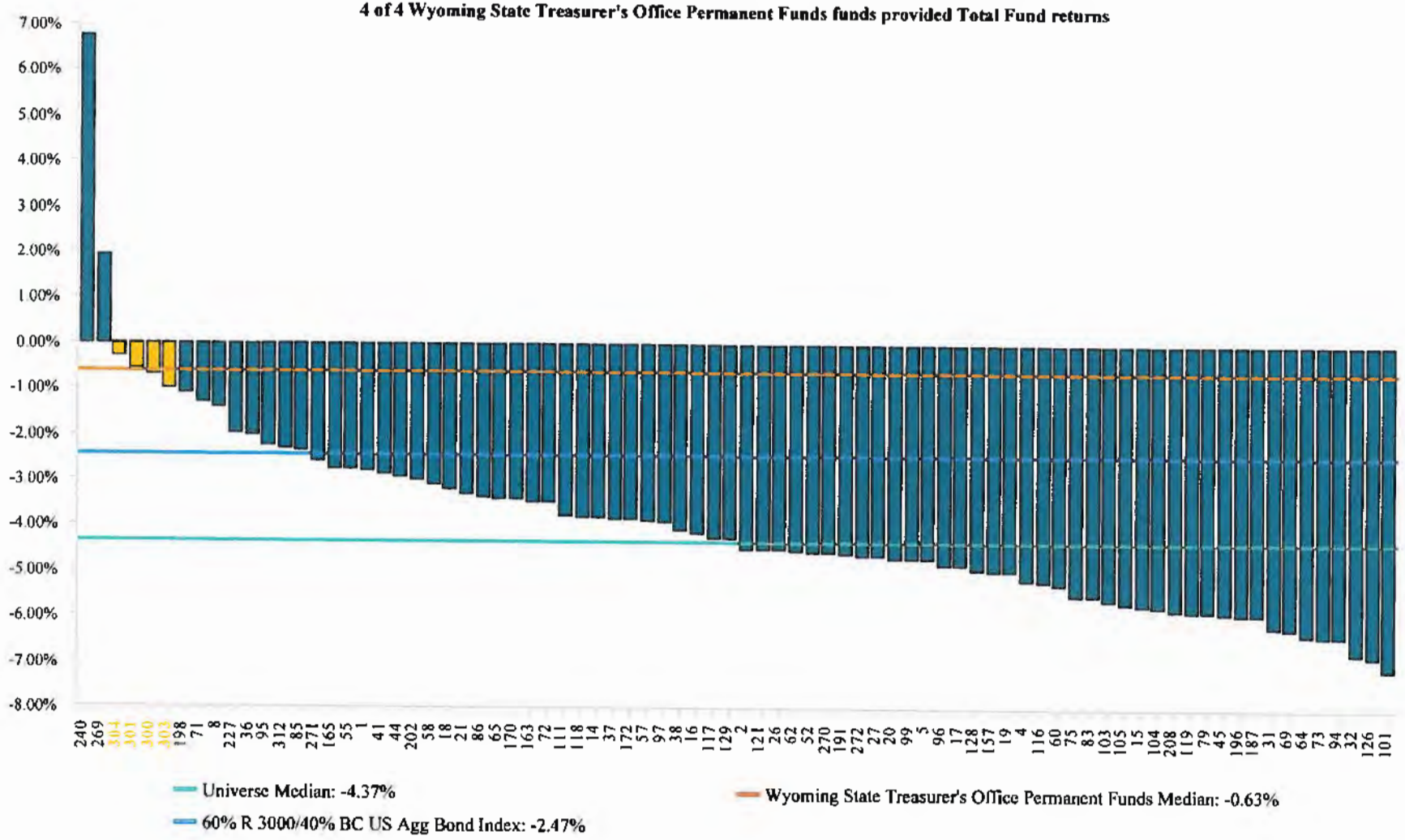
Performance shown is calculated using quarterly performance provided by participating public funds.

RVKuhns & ASSOCIATES, INC.

3 Year Annualized Total Fund Returns

As of June 30, 2010

80 of 81 funds provided Total Fund returns for this time period
4 of 4 Wyoming State Treasurer's Office Permanent Funds funds provided Total Fund returns



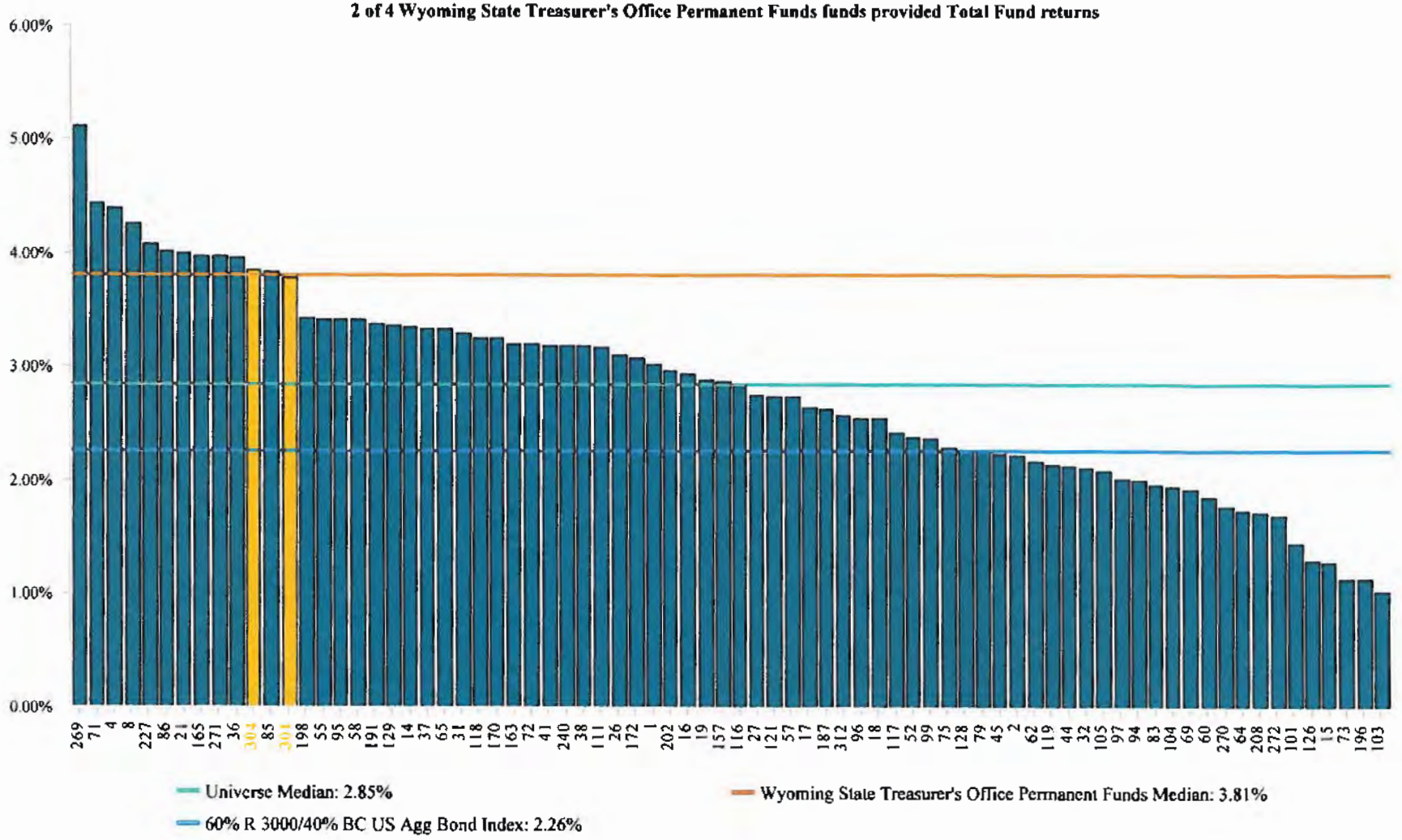
Performance shown is calculated using quarterly performance provided by participating public funds.

RVKuhns & ASSOCIATES, INC.

5 Year Annualized Total Fund Returns

As of June 30, 2010

76 of 81 funds provided Total Fund returns for this time period
2 of 4 Wyoming State Treasurer's Office Permanent Funds funds provided Total Fund returns



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

RVKuhns & ASSOCIATES, INC.

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PERMANENT WYOMING MINERAL TRUST FUND
Fiscal Years 06 through 10 Analyzed and Compared

($ Millions)

	FY 06	FY 07	FY 08	FY 09	FY 10
Beginning Book Value	$2,472.6	$2,968.4	$3,329.5	$3,896.6	$4,262.2
Beginning Market Value	2,557.8	3,070.6	3,728.1	4,135.4	3,893.8
- Difference	85.2	102.2	398.6	238.9	(368.3)
- Percent	3.4%	3.4%	12.0%	6.1%	-8.6%
Additions to Corpus					
- Constitutional Severance Tax 1.5% Deposit	$243.6	$193.1	$213.6	$290.7	$217.6
- Add'l Severance Tax 0.5%	162.4	128.7	142.4	193.8	72.5
- Additional Legislative Deposits/Diversions	89.9	20.0	40.0	0.0	(56.5)
- Spending Policy Reversions	0.0	19.2	171.1	0.0	0.0
Reduction of Corpus					
- Deferred Realized Capital Gain (Loss)	0.0	0.0	0.0	(118.9)	59.5
Total Increase to Corpus	$495.8	$361.0	$567.1	$365.6	$293.2
Ending Book Value	$2,968.4	$3,329.5	$3,896.6	$4,262.2	$4,555.4
Ending Market Value	3,070.6	3,728.1	4,135.4	3,893.8	4,414.1
- Difference	102.2	398.6	238.9	(368.3)	(141.3)
- Percent	3.4%	12.0%	6.1%	-8.6%	-3.1%
Total Distributed Income (gross of fees)	$127.9	$156.7	$329.3	$142.8	$145.8
- Interest	81.1	87.4	101.5	101.4	100.1
- Dividend	19.8	31.8	38.4	38.8	38.0
- Realized Net Capital Gain	26.9	37.6	189.4	2.5	7.7
Change in Book Value	$495.8	$361.0	$567.1	$365.6	$293.2
Change in Market Value	512.9	657.5	407.3	(241.6)	520.2
Cash Yield	4.81%	4.96%	9.02%	3.42%	3.30%
Total Return	6.62%	14.83%	2.44%	-13.82%	11.31%

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

2 In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. Capital gains and losses are reconciled for each fund at the end of the fiscal year. If capital gains and losses are net positive, the Treasurer distributes the net capital gain as income. If capital losses exceed capital gains at year end, the losses are carried forward through the next fiscal year.

3. "Ending Book Values" from FY06 through FY07 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.

4. The 2009 Session Laws Section 350 diverted 50% of the 2/3 amount of the tax collected to the PWMTF Reserve Account for Fiscal Year 2010 only.

PERMANENT WYOMING MINERAL TRUST FUND: CORPUS
Revenue Receipts Fiscal Year 2010

	JUNE 30, 2009 CORPUS BALANCE	REVENUE	JUNE 30, 2010 CORPUS BALANCE
Beginning Balance	$4,262,215,811		
Severance Tax			
Coal		81,727,389	
Stripper Oil		19,331,276	
Other Valuable Products		(1,045,058)	
Oil		32,473,493	
Natural Gas		146,810,453	
Condensate-Gas		10,862,335	
Tertiary-Oil		(11)	
Per Session Laws 2009 Ch 160 Section 350 (b)(ii)		(56,451,039)	
Gain (Loss) Income Deferred		59,481,749	
TOTAL REVENUE ADDED TO CORPUS		**$293,190,586**	
			$4,555,406,396

COMMON SCHOOL PERMANENT LAND FUND
Fiscal Years 06 through 10 Analyzed and Compared

($ Millions)

	FY 06	FY 07	FY 08	FY 09	FY 10
Beginning Book Value	$1,164.9	$1,318.6	$1,466.2	$1,682.7	$1,794.4
Beginning Market Value	1,165.2	1,371.6	1,676.7	$1,766.0	$1,622.5
- Difference	0.4	53.1	210.5	83.3	(172.0)
- Percent	0.0%	4.0%	14.4%	5.0%	-9.6%
Additions to Corpus					
- Sales, Royalties, etc.	$153.7	$147.7	$161.3	$163.8	$140.9
- Additional Legislative Deposits	0.0	0.0	0.0	0.0	0.0
- Spending Policy Reversions	0.0	0.0	55.1	0.0	0.0
- Income Accrued	0.0	0.0	0.0	0.0	7.6
Reduction of Corpus					
- Deferred Realized Capital Gain (Loss)	0.0	0.0	0.0	(52.1)	24.6
Total Increase to Corpus	$153.7	$147.7	$216.5	$111.7	$173.1
Ending Book Value	$1,318.6	$1,466.2	$1,682.7	$1,794.4	$1,967.6
Ending Market Value	1,371.6	1,676.7	1,766.0	1,622.5	1,901.5
- Difference	53.1	210.5	83.3	(172.0)	(66.1)
- Percent	4.0%	14.4%	5.0%	-9.6%	-3.4%
Total Distributed Income (gross of fees)	$55.9	$68.5	$137.1	$60.1	$57.1
- Interest	37.6	36.1	37.7	40.5	36.8
- Dividend	9.0	13.8	16.5	17.8	16.4
- Realized Net Capital Gain	9.3	18.6	82.9	1.8	3.9
Change in Book Value	$153.7	$147.7	$216.5	$111.7	$173.1
Change in Market Value	206.4	305.1	89.3	(143.6)	279.0
Cash Yield	4.59%	4.98%	9.51%	3.37%	3.20%
Total Return	6.02%	14.87%	2.27%	-13.25%	11.77%

1. Note: "Total Income" is spendable investment income including dividends, interest and realized capital gains. "Total Return" is comprised of dividends, interest and realized and unrealized capital gains. The Treasurer's Office calculates the "Cash Yield" return above based on average book value. RV Kuhns calculates total return based on the time-weighted rate of return - essentially compounded growth
2. In May 2009, the State Treasurer adopted an interpretative policy effective July 1, 2008, for accounting purposes whereby earnings consisting of interest, dividends and real estate rentals would be treated as ordinary income and disbursed accordingly. Capital gains and losses are reconciled for each fund at the end of the fiscal year. If capital gains and losses are net positive, the Treasurer distributes the net capital gain as income. If capital losses exceed capital gains at year end, the losses are carried forward through the next fiscal year.
3. "Ending Book Values" from FY06 through FY07 do not correspond to prior year reports due to corrections made to "Spending Policy Reversions" in FY08.
4. "Income Accrued" represents income held in Common School Pool on June 30, 2010.
5. Includes Common School Permanent Land Fund II.

PERMANENT LAND FUND: CORPUS
Revenue Receipts Fiscal Year 2010

FUND/ACCOUNT NAME	JUNE 30, 2009 CORPUS BALANCE	REVENUE	JUNE 30, 2010 CORPUS BALANCE
L01 MINER'S HOSPITAL			
Beginning Balance	$39,629,211		
Oil & Gas Lease Royalties		563,118	
Sodium & Trona Lease Royalties		1,950,394	
Right-of-Way Easements		6,678	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		588,494	
Income held in PLF Pool on June 30, 2010		(278,411)	
Gain (Loss) Income Deferred		601,783	
		3,432,057	
			$43,061,268
L02 PUBLIC BUILDINGS AT CAPITOL			
Beginning Balance	$4,840,339		
Oil & Gas Lease Royalties		805,455	
Sand & Gravel Royalties		20,517	
Right-of-Way Easements		4,990	
Surface Damage		14,522	
Real Estate-Sales		7,824	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		71,879	
Income held in PLF Pool on June 30, 2010		(37,532)	
Gain (Loss) Income Deferred		76,948	
		964,603	$5,804,942
L03 FISH HATCHERY			
Beginning Balance	$351,514		
Oil & Gas Lease Royalties		26,805	
Right-of-Way Easements		38	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		5,220	
Income held in PLF Pool on June 30, 2010		(2,499)	
Gain (Loss) Income Deferred		5,367	
		34,932	
			$386,446
L04 COMMON SCHOOL (1)(2)			
Beginning Balance	$1,789,591,193		
Bentonite Lease Royalties		369,810	
Coal Lease Royalties		5,602,916	
Liquidated Damages		30,000	
Miscellaneous Mineral Lease Royalties		74,304	
Oil & Gas Lease Royalties		123,661,617	
Sand & Gravel Royalties		478,131	
Sodium & Trona Lease Royalties		7,193,274	
Right-of-Way Easements		899,530	
Surface Damage		1,937,227	
Real Estate-Sales		680,717	
Income held in CS Pool on June 30, 2010		7,551,961	
Gain (Loss) Income Deferred		24,580,210	
		173,059,696	
			$1,962,650,889

L14 COMMON SCHOOL II (1)(2)			
Beginning Balance	$4,857,196		
Gain (Loss) Income Deferred		69,088	
		69,088	
			$4,926,284
L05 DEAF, DUMB & BLIND			
Beginning Balance	$3,039,657		
Oil & Gas Lease Royalties		381,829	
Right-of-Way Easements		645	
Surface Damage		360	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		45,139	
Income held in PLF Pool on June 30, 2010		(22,580)	
Gain (Loss) Income Deferred		47,359	
		452,752	
			$3,492,409
L06 CAREY ACT			
Beginning Balance	$1,391,249		
Bentonite Lease Royalties		17,528	
Oil & Gas Lease Royalties		175,279	
Right-of-Way Easements		10,035	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		20,660	
Income held in PLF Pool on June 30, 2010		(10,513)	
Gain (Loss) Income Deferred		21,788	
		234,778	
			$1,626,026
L07 OMNIBUS			
Beginning Balance	$27,784,581		
Oil & Gas Lease Royalties		3,466,107	
Sand & Gravel Royalties		230,679	
Right-of-Way Easements		47,273	
Surface Damage		30,230	
2009 Session Laws Ch 159 Sec. 3/006		(11,520,036)	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		412,601	
Income held in PLF Pool on June 30, 2010		(133,153)	
Gain (Loss) Income Deferred		276,286	
		(7,190,013)	
			$20,594,567
L08 WYOMING STATE HOSPITAL			
Beginning Balance	$3,344,520		
Oil & Gas Lease Royalties		485,266	
Right-of-Way Easements		6,444	
Surface Damage		6,338	
Reimburse 2004 Session Laws Ch 95 Sec.3/048		34,480	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		49,666	
Income held in PLF Pool on June 30, 2010		(25,566)	
Gain (Loss) Income Deferred		53,053	
		609,681	
			$3,954,201
L09 WYOMING STATE TRAINING SCHOOL			
Beginning Balance	$1,787,224		
Oil & Gas Lease Royalties		269,552	
Sand & Gravel Royalties		120,183	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		26,540	
Income held in PLF Pool on June 30, 2010		(14,341)	
Gain (Loss) Income Deferred		28,874	
		430,809	
			$2,218,032

L10 WYOMING STATE PENITENTIARY			
Beginning Balance	$5,752,570		
Oil & Gas Lease Royalties		741,632	
Sand & Gravel Royalties		13,868	
Right-of-Way Easements		13,985	
Surface Damage		1,145	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		85,426	
Income held in PLF Pool on June 30, 2010		(43,031)	
Gain (Loss) Income Deferred		89,874	
		902,899	
			$6,655,469
L11 WYOMING STATE AGRICULTURAL COLLEGE (1)			
Beginning Balance	$7,733,427		
Oil & Gas Lease Royalties		285,789	
Right-of-Way Easements		7,457	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		114,841	
Income held in PLF Pool on June 30, 2010		(53,047)	
Gain (Loss) Income Deferred		116,226	
		471,266	$8,204,693
L12 WYOMING STATE UNIVERSITY (1)			
Beginning Balance	$15,891,162		
Oil & Gas Lease Royalties		188,846	
Right-of-Way Easements		32,068	
Inflation Proofing Income Diversion W.S. 9-4-305(b)		235,984	
Gain (Loss) Income Deferred		153,886	
		610,785	
			$16,501,946
NET INCREASE IN CORPUS		**$174,083,331**	

1. These funds are not available for appropriation.
2. In Fiscal Year 2009 Common School Permanent Land Fund II was added to the Common School Pool along with Common School Permanent Land Fund and is being invested there. Income is diverted to the Education Trust Fund per Special Session Laws 1997 Ch. 3 Section 504.

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

"Income held in Permanent Land Fund Pool and Common School Pool on June 30, 2010" represents income accrued.

WYOMING INVESTMENTS
As of June 30, 2010

Program	See Notes	Statutory Allotment	Outstanding Investments	Amount Available
Investments for Public Purposes				
Farm Loans	A	$275,000,000	$30,553,860	$244,446,140
Irrigation Loans	B	20,000,000	5,273,874	14,726,126
Joint Powers Loans	C	60,000,000	11,281,797	48,718,203
Student Loans	D	25,000,000	0	25,000,000
Hot Springs State Park	E	2,000,000	141,474	1,858,526
Small Business Assistance & FmHA Ag Loans	F	0	175,799	0
Shoshone Municipal Pipeline Treatment Plant	G	16,500,000	13,501,417	0
Sheridan Area Water Treatment Project	H	6,750,000	1,231,443	0
Laramie Territorial Park Loan	I	10,000,000	10,000,000	0
Reimbursement to Counties for Deferred Taxes	J	2,000,000	22,184	1,977,816
Industrial Development Bonds	K	100,000,000	0	100,000,000
Airport Loans-Aeronautics Commission	L	10,000,000	4,802,494	5,197,506
Gillette Madison Pipeline Project	M	13,612,500	5,527,500	8,085,000
		$540,862,500	**$82,511,842**	**$450,009,317**

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

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

		Commitment Amount	Outstanding Amount	Commitment Amount Available
WCDA Mortgage Bonds	N	25,000,000	617,713	0
		$25,000,000	**$617,713**	**$0**

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	O	$4,652,895	$4,088,795	$0
Wyoming Infrastructure Authority	P	15,192,605	6,942,605	8,000,000
		$19,845,500	**$11,031,400**	**$8,000,000**

Other Wyoming Investments		Commitment Amount	Outstanding Investments	Amount Available
Basin Electric Power Bond			$34,500,000	
Cheyenne Stage II GIC			9,125,718	
Drainage District Bonds			24,000	
Time Deposit Open Account Banking Program	Q	150,000,000	116,600,000	0
Wyoming Community College Bonds			0	
Wyoming Real Estate - Land	R	16,950,721	6,592,226	10,358,495
		$166,950,721	**$166,841,944**	**$10,358,495**
Total Wyoming Investments			**$261,002,899**	

WYOMING INVESTMENTS
NOTES & STATUTORY REFERENCES

INVESTMENTS FOR PUBLIC PURPOSES:

(A) Farm loans under W.S. 11-34-129; $275 million authorized of which $27.5 million is for beginning agriculture producer loans and $55M is for a livestock enhancement program;
(B) Irrigation district loans under W.S. 11-34-301;
(C) Joint Powers loans under W.S. 16-1-109;
(D) W.S. 9-4-715(f), student loans;
(E) Hot Springs state park loans under W.S. 36-8-318;
(F) Guaranteed portion of certain Small Business Assistance Act loans and guaranteed portion of certain Farmers Home Administration. Up to $55 million was previously authorized and no new loans were to be made after December 31, 2006. W.S. 9-4-701(e) was repealed when investment statutes were amended in the 2008 legislative session;
(G) Shoshone municipal water treatment project, under 1987 Wyoming Session Laws, Chapter 117, as amended;
(H) Sheridan area water treatment project, under 1989 Wyoming Session Laws, Chapter 230, as amended;
(I) Laramie territorial park, under 1989 Wyoming Session Laws, Chapter 285, as amended;
(J) W.S. 9-4-715(j), deferred property taxes;
(K) W.S. 9-4-715(m), industrial development bonds; expires 06/30/11 unless extended;
(L) Airport construction, development & improvement loans under W.S. 10-3-403;
(M) Gillette Madison pipeline project, 2009 WY Session Laws, Ch 103 and 2010 WY Session Laws, Ch 115;

STATUTORY COMMITMENTS:

(N) Purchase of up to $100 million WCDA bonds was authorized from the Common School Permanent Land Fund; however, the authorization period ended with only $25 million actually used;

STATUTORY LOANS FROM THE GENERAL FUND:

(O) 2003 Session Laws, Ch 171, Sec. 4 - $279,500 for operating expenses; 2004 Session Laws, Ch 83, Sec. 3 - $284,600 for payment of insurance costs & professional services; 2004 Session Laws, Ch 95, Sec. 321 - $1,383,550 for operating expenses; 2006 Session Laws, Ch 35, Sec. 304 - $1,267,253 for operating expenses; 2008 Session Laws, Ch 48, Sec 304 - $1,437,992 for operating expenses; 2010 Session Laws, Ch 39, Sec 331, effective July 1, 2010, all existing loan balances declared uncollectible & loans are to be discharged & extinguished as an asset on accounts receivable to the state;

(P) 2004 Session Laws, Chapter 84, Sec. 4 - $250,000 for operating expenses; 2005 Session Laws, Ch. 191, Sec. 191 - $1,610,500 for operating expenses and $5,000,000 for transmission development projects; 2006 Session Laws, Chapter 35, Sec 305 - $1,623,540 for operating expenses and $5,000,000 for transmission development projects; 2008 Session Laws, Ch 48, Sec 305 - $1,708,565 for operating costs; 2010 Session Laws, Ch 39, Sec 332, effective July 1, 2010, all existing loan balances declared uncollectible & loans are to be discharged & extinguished as an asset on accounts receivable to the state;

OTHER WYOMING INVESTMENTS:

(Q) W.S. 9-4-803 authorizes the State Treasurer to deposit state funds in approved Wyoming banks and Wyoming savings and loans. Currently, the amount the State Treasurer has made available to banks each year amounts to five percent (5%) of the State Agency Pool assets.

(R) W.S. 9-4-715(k) authorizes the investment of funds received from sale of state trust lands plus up to $2,000,000 one-time seed money contained in the common school permanent land fund (CSPLF) by purchasing land and improvements within Wyoming as assets of the Trust. Funds were also appropriated to the State Loan and Investment Board from the CSPLF in 2005 and 2006 for this purpose as well.

WYOMING INVESTMENTS BY FUND

June 30, 2010

Interest Paid			Yield		Loan Balance		
Fund	**Investment**	**Amount**	**By Investment**	**By Fund**	**Fund**	**Investment**	**Amount**
General Fund					**General Fund**		
	Pipeline Authority	0	4.00%			Pipeline Authority	$6,942,605
	Wyo Infrastructure Authority	53,342	4.00%			Wyo Infrastructure Authority	$4,088,795
	Subtotal	**53,342**		**4.00%**		Subtotal	**$11,031,400**
State Agency Pool					**State Agency Pool**		
	Ag Loans	17,581	4.22%			Ag Loans	$0
	TDOAs	621,901	0.47%			TDOAs	$116,600,000
	Subtotal	**639,482**		**0.47%**		Subtotal	**$116,600,000**
	Total	**692,825**		**0.78%**		Total	**$127,631,400**
Common School Perm. Land Fund					**Common School Perm. Land Fund**		
	Comm College Bonds	210	6.00%			Comm College Bonds	$0
	Lovell Drainage District	0	4.00%			Lovell Drainage District	$24,000
	WCDA	45,979	6.70%			WCDA	$617,713
	Wyoming Real Estate	0	0.00%			Wyoming Real Estate	$6,592,226
	Subtotal	**46,189**		**0.59%**		Subtotal	**$7,233,939**
Permanent Mineral Trust Fund					**Permanent Mineral Trust Fund**		
	Aeronautics Loans	208,328	5.00%			Aeronautics Loans	$4,802,494
	Farm Loans	2,239,267	7.75%			Farm Loans	$30,553,860
	Hot Springs St Park	12,343	6.25%			Hot Springs St Park	$141,474
	Irrigation Loans	259,329	5.00%			Irrigation Loans	$5,273,874
	JPA Loans	560,006	6.90%			JPA Loans	$11,281,797
	Local Government Loans	150,000	1.50%			Local Government Loans	$10,000,000
	Local Government Loans	0	4.00%			Local Government Loans	$22,184
	SBAA	9,580	3.70%			SBAA	$175,799
	Student Loans	24,174	2.56%			Student Loans	$0
	Water Develop Loans	598,758	4.00%			Water Develop Loans	$20,260,359
	WIA Basin Electric	1,618,050	4.69%			WIA Basin Electric	$34,500,000
	GIC AIG Financial	738,492	6.50%			GIC AIG Financial	$9,125,718
	GIC Metropolitan Life	150,574	7.45%			GIC Metropolitan Life	$0
	Subtotal	**6,568,900**		**5.42%**		Subtotal	**$126,137,560**
	TOTAL	**7,307,914**				TOTAL	**$261,002,899**

SECURITIES LENDING INCOME

June 15, 2009 thru June 30, 2010

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	$1,245,592.92	301,970.85	$948,168.53
Permanent Land Funds Pool	65,873.58	16,983.69	49,030.88
University Permanent Land Fund	9,171.66	2,110.73	7,040.00
Hathaway Endowment Fund	361,842.01	127,175.90	234,729.80
Higher Education Endowment Fund	80,752.89	27,064.07	53,701.41
Worker's Compensation Fund	1,001,816.95	421,658.53	579,900.80
Permanent Mineral Trust Fund	3,215,297.36	886,927.12	2,326,016.42
Tobacco Settlement Fund	61,273.49	34,333.29	26,896.37
State Agency Pool	3,661,141.37	2,004,591.80	1,654,462.04
TOTAL	$9,702,762.23	$3,822,815.98	$5,879,946.25

Key Bank

	INCOME RECOGNIZED	SECURITIES LENDING EXPENSE	NET INCOME RECOGNIZED
Common School Permanent Land Fund	$24,699.51	$16,844.92	$7,854.59
Permanent Land Funds Pool	1,149.97	780.44	369.53
University Permanent Land Fund	146.46	99.15	47.31
Hathaway Endowment Fund	3,083.55	2,110.88	972.67
Higher Education Endowment Fund	767.89	538.98	228.91
Permanent Mineral Trust Fund	55,892.95	37,339.39	18,553.56
Worker's Compensation Fund	18,261.63	12,303.10	5,958.53
Tobacco Settlement Fund	1,779.19	1,195.50	583.69
State Agency Pool	118,279.36	79,789.97	38,489.39
TOTAL	$224,060.51	$151,002.33	$73,058.18

Securities lending income is included in the total investment income reported for FY10.

INVESTMENT ACCOUNT BALANCES
As Of June 30, 2010

FUND/ACCOUNT NAME	CASH & RECEIVABLES* (STATE AGENCY POOL INVESTMENTS)	INVESTMENTS (at Cost)	ACCOUNT BALANCE (Corpus)
Miner's Hospital Permanent Land Fund	$3,156,467.16	$40,183,211.66	$43,339,678.82
Public Buildings At Capitol Permanent L:	425,512.55	5,416,961.40	5,842,473.95
Fish Hatchery Permanent Land Fund	28,327.19	360,617.54	388,944.73
Common School Permanent Land Fund	234,391,086.20	1,720,707,841.77	1,955,098,927.97
Common School II	4,926,283.96	0.00	4,926,283.96
D.D. & B. Asylum Permanent Land Fund	255,999.75	3,258,989.19	3,514,988.94
Carey Act Permanent Land Fund	119,190.60	1,517,348.60	1,636,539.20
Omnibus Permanent Land Fund	1,509,618.25	19,218,102.65	20,727,720.90
State Hospital Permanent Land Fund	289,849.96	3,689,917.18	3,979,767.14
State Training School Permanent Land Fu	162,585.68	2,069,787.01	2,232,372.69
Penitentiary Permanent Land Fund	487,857.69	6,210,642.37	6,698,500.06
Agricultural College Permanent Land Fur	601,418.56	7,656,322.10	8,257,740.66
University Permanent Land Fund	4,501,832.23	12,000,114.18	16,501,946.41
Subtotal-Permanent Land Fund	**$250,856,029.78**	**$1,822,289,855.65**	**$2,073,145,885.43**
Permanent Wyoming Mineral Trust Fund	215,911,650.65	4,339,494,745.77	4,555,406,396.42
Tobacco Settlement Fund	0.00	56,906,000.06	56,906,000.06
Hathaway Scholarship Endowment	20,934,664.38	449,632,064.95	470,566,729.33
Higher Education Endowment	4,502,725.56	99,646,365.19	104,149,090.75
Subtotal-All Permanent Funds	**$492,205,070.37**	**$6,767,969,031.62**	**$7,260,174,101.99**
Worker's Compensation	105,779,244.28	1,106,322,875.26	1,212,102,119.54
Total Permanent Funds & Work	**$597,984,314.65**	**$7,874,291,906.88**	**$8,472,276,221.53**
State Agency Pool	-$597,984,314.65	4,696,367,198.90 **	$4,098,382,884.25
TOTAL	**$0.00**	**$12,570,659,105.78**	**$12,570,659,105.78**

*The Cash & Receivables column represents the portion of the state agency pool investment attributable to each of the permanent funds, the Hathaway Scholarship Endowment fund, the Higher Education Endowment fund 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.

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SPENDING POLICY RESERVE ACCOUNTS
PERMANENT WYOMING MINERAL TRUST FUND
COMMON SCHOOL PERMANENT LAND FUND
EXCELLENCE IN HIGHER EDUCATION FUND

The Wyoming State Legislature established investment earnings spending policy reserve accounts for three of the state's permanent funds; the Permanent Wyoming Mineral Trust Fund (PWMTF), the Common School Account within the Permanent Land Fund (CSPLF) and the Excellence in Higher Education Fund (Higher Ed Fund).

In the 2000 Session, the Legislature established annual spending policy amounts for earnings from PWMTF and the CSPLF. To the extent earnings exceed the amount set in statute for the PWMTF, the excess flows to the PWMTF reserve account. For the CSPLF, earnings in excess of the spending policy amount still flow to the Common School land income account and School Foundation Program account; however, an automatic appropriation is made from "over the $200 million cap" in federal mineral royalties which would otherwise be deposited into the School Foundation Program account in an amount equal to the excess earnings to the CSPLF reserve account. Monies in the reserve accounts are available to supplement earnings for those years in which earnings fail to reach the spending policy amounts. If the reserve accounts reach more than 75 percent of the spending policy amount, the excess reserves are placed in the appropriate corpus. The purpose of these spending policies is to make the earnings flow consistent and to protect the corpus from inflation.

In the 2007 Session, an annual spending policy amount and a spending policy reserve account was established for the Higher Ed Fund. Like the PWMTF spending policy and reserve account, to the extent earnings from the Higher Ed Fund exceed the spending policy amount, excess earnings flow to the Higher Ed reserve account. Once the reserve account reaches more than 75 percent of the spending policy amount, the excess reserves are placed in the Higher Ed Fund corpus. The 2007 legislation also provided for a continuous appropriation from the Higher Ed reserve account to supplement the spending from the earnings of the Higher Ed Fund in those years earnings fail to meet the spending policy amount. (This automatic appropriation of funds from the PWMTF and CSPLF reserve accounts was repealed in 2004.)

The spending policy amount for FY 10 for each of these permanent funds is based on the statutory percentage rate of 5 percent of the five-year rolling average market value. During the 2010 Session, a footnote to the appropriations bill was approved (Chapter 39, Section 301) which stipulates that no funds are to flow from these spending policy reserve accounts to the corpus of their respective accounts until June 30, 2012.

The following three pages illustrate how the spending policy reserve accounts for the PWMTF, the CSPLF and the Higher Ed Fund work.

SPENDING POLICY: PERMANENT WYOMING MINERAL TRUST FUND (PWMTF)

2010 Fiscal Year End

last update 09/22/2010

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 2010 was $173,857,429. Total PWMTF investment income for FY10 was $139,450,800. As investment earnings were less than the five percent (5%) spending policy amount, no funds flowed to the spending policy reserve account at the end of fiscal year 2010. During the 2009 session, an appropriation was made diverting a portion of mineral severance tax distribution into the reserve account; this amounted to $56,451,039 (2009 Session, Chapter 159, Section 350). Although, the balance in the reserve account at fiscal year end exceeded 75% of the spending policy amount, no funds reverted to corpus at the end of FY 2010 in accordance with the 2010 session laws, Chapter 39, Section 301(a) which states that no funds within the PWMTF reserve account shall be credited to the PWMTF until June 30, 2012.

As of	Total Market Value *(a)*	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Investment Income over Spending Policy to Reserve Acct.	Legislative Appropriation	Year End Reserve Bal. Before Reversion	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/97	1,396,009,173	1998										
7/1/98	1,507,006,444	1999										
7/1/99	1,540,767,270	2000										
7/1/00	1,539,636,928	2001										
7/1/01	1,755,553,508	2002	1,547,794,665	8.000%	123,823,573	90,510,496	0			92,867,680	0	
7/1/02	1,864,380,749	2003	1,641,468,980	7.625%	125,162,010	58,647,855	0			93,871,507	0	
7/1/03	2,050,845,569	2004	1,750,236,805	5.000%	87,511,840	98,110,315	10,598,475 *(f)*		10,598,475	65,633,881	0	10,598,475
7/1/04	2,218,179,475	2005	1,885,719,246	5.000%	94,285,962	87,789,397	0	44,500,000 *(b)*	56,747,488 *(c)*	70,714,472	0	55,098,475 *(d)*
7/1/05	2,557,758,285	2006	2,089,343,517	5.000%	104,467,176	123,952,616	19,485,440 *(f)*		74,583,915	78,350,382	0	74,583,915
7/1/06	3,070,623,840	2007	2,352,357,584	5.000%	117,617,879	150,487,083	32,869,204 *(f)*		107,453,119	88,213,409	19,239,709 *(e)*	88,213,409
7/1/07	3,728,082,077	2008	2,725,097,849	5.000%	136,254,892	321,357,789	185,102,897		273,316,306	102,191,169	171,125,137	102,191,169
7/1/08	4,135,435,366	2009	3,142,015,809	5.000%	157,100,790	135,264,226	0		102,191,169	117,825,593	0	102,191,169
7/1/09	3,893,843,313	2010	3,477,148,576	5.000%	173,857,429	139,450,800	0	56,451,039 *(g)*	158,642,208	130,393,072	0 *(h)*	158,642,208

Source: W.S. 9-4-719

Notes:

(a) Total Market Value for FY09 & Prior are Actual Market Values
(b) Appropriation from General Fund to this reserve account-2004 budget session
(c) Reflects addition of $1,649,014 realized earned income on reserve account.
(d) Reflects balance following correction of $1,649,014 realized earned income-transfer out to general fund.
(e) Reflects $12,109,656 reduction of reversion to corpus following correction of market values
(f) Reflects reduction in amount to reserve following correction of market values--$9,599,515 transferred back to general fund
(g) Special appropriation severance tax - 2009 session laws, Ch 159, Sec. 350
(h) 2010 Session laws, Ch 39, Sec 301(a) - no funds are to revert to corpus until June 30, 2012

SPENDING POLICY: COMMON SCHOOL PERMANENT LAND FUND (CSPLF)

2010 Fiscal Year End

last update 09/22/2010

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 2010 was $76,036,718. Total CSPLF investment income for FY10 was $54,494,121. As investment earnings were less than the five percent (5%) spending policy amount, no funds flowed to the spending policy reserve account at the end of fiscal year 2010. The fiscal year end balance in the reserve account did not exceed 75% of the spending policy amount, however, no funds are to revert to corpus until June 30, 2012 in accordance with the 2010 Session Laws, Chapter 39, Section 301(b).

As of	Total Market Value *(a)*	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income	Investment Income over Spending Policy to Reserve Acct.	Legislative Appropriation	Year End Reserve Bal. Before Reversion	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/97	782,431,215	1998										
7/1/98	838,949,498	1999										
7/1/99	857,362,587	2000										
7/1/00	839,611,767	2001										
7/1/01	899,161,216	2002	843,503,257	8.200%	69,167,267	37,700,000	0			51,875,450	0	
7/1/02	930,348,643	2003	873,086,742	7.825%	68,319,038	36,070,760	0			51,239,278	0	
7/1/03	1,013,895,764	2004	908,075,995	5.000%	45,403,800	48,190,294	2,786,494 *(h)*		2,786,494	34,052,850	0	2,786,494
7/1/04	1,014,318,667	2005	939,467,211	5.000%	46,973,361	51,092,246	4,118,885 *(h)*	30,000,000 *(b)*	37,852,862 *(e)*	35,230,020	2,622,841 *(g)*	34,282,538 *(f)*
7/1/05	1,165,218,792	2006	1,004,588,616	5.000%	50,229,431	53,845,180	3,615,749 *(h)*		37,898,288	37,672,073	226,214 *(g)*	37,672,073
								(13,500,000) *(c)*				
7/1/06	1,371,627,543	2007	1,099,081,882	5.000%	54,954,094	65,520,931	10,566,837 *(h)*	(4,200,000) *(d)*	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
7/1/08	1,766,046,029	2009	1,399,102,685	5.000%	69,955,134	56,672,431	0	167,274 *(i)*	46,992,498	52,466,351	0	46,992,498
7/1/09	1,622,477,081	2010	1,520,734,368	5.000%	76,036,718	54,494,121	0		46,992,498	57,027,539	0 *(j)*	46,992,498

Source: W.S. 9-4-719

(a) Total Market Value for FY09 & Prior are Actual Market Values
(b) $30,000,000 was appropriated from the school foundation account into this reserve account-2004 budget session
(c) $13,500,000 was appropriated from this reserve account into the Hathaway scholarship expenditure account-2006 budget session
(d) $4,200,000 was appropriated from this reserve account for distribution to the community colleges and the University of Wyoming to begin to implement the plan for excellence in the higher education endowment--$2.8 million to UW and $1.4 million equally split among the seven (7) comunity colleges.
(e) Reflects addition of $947,482 realized earned income on reserve account
(f) Reflects balance following correction of $947,482 realized earned income-transfer out to CSPLF income fund
(g) Reflects reduction in amount to revert to corpus following correction of market values--$1,099,854 transferred back to reserve
(h) Reflects reduction in amount to reserve following correction of market values--$1,076,494 transferred back to general fund
(i) Reflects the net appropriation -- 2008 Session Laws, Ch 48, Sec. 333, deappropriated $1 million from the $2.8 million distributed to UW from the $4.2 million appropriation to begin to implement the plan for excellence in higher education, and Ch 48, Sec 334 appropriated $1 million from the CSPLF reserve account

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

2010 Fiscal Year End

last update 09/22/2010

W S. 9-4-719 established annual spending policy amounts from the Excellence in Higher Education (Higher Ed) Endowment Fund (currently 5 percent of the five-year rolling average market value) and created the Excellence in Higher Education Endowment (Higher Ed) reserve account. To the extent investment earnings from the Higher Ed Endowment fund exceed the 5 percent spending policy amount. the excess earnings flow to the Higher Ed reserve account. If the investment earnings from the Higher Education Endowment fund are less than the 5 percent 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 2010 was $4,102,047. Total investment income from the Higher Education Endowment fund for FY 10 was $3,493,118. As investment earnings were less than the five percent spending policy amount, no funds flowed to the spending policy reserve account at the end of FY 10. The balance in the reserve account at the end of FY 10 exceeded 75 percent of this spending policy amount by $1,611,829. however, this amount did not revert to the Higher Ed corpus in accordance with legislation passed during the 2010 Session (Ch 39, Sec 301 (e)).

As of	Total Market Value	For FY	Rolling 5-year Average	Spending Policy Level	Spending Policy Amount	Investment Income *	Earnings over 5% of spending policy amount to Reserve Acct	Legislative Appropriations	Earnings less than 5% of spending policy from Reserve Acct to be distributed	Year End Reserve Balance Before Reversion to Corpus or to cover shortfall	75% of Spending Policy	Over 75% reverts to Corpus	Ending Reserve Balance
7/1/05	929,697 *(a)*	2006		5.000%	0	0	0			0	0	0	0
7/1/06	48,379,952 *(a)*	2007	48,379,952	5.000%	2,418,998	726,921	0			0	1,814,248	0	0
7/1/07	78,867,967 *(a)*	2008	63,623,960	5.000%	3,181,198	4,474,394	1,293,196			1,293,196	2,385,898	0	1,293,196
7/1/08	104,820,958 *(b)*	2009	77,356,292	5.000%	3,867,815	3,926,014	151,616 *(d)*		0	1,444,812 *(d)*	2,900,861	0	1,444,812 *(d)*
7/1/09	96,094,847	2010	82,040,931	5.000%	4,102,047	3,493,118	0	3,852,480 *(c)*	(608,929)	4,688,364	3,076,535	0 *(e)*	4,688,364

Source: W S 9-4-719

Notes.
(a) Total Market Value for FY 06 FY 08 are based on Higher Ed portion of the State Agency Pool market value.
(b) Total Market Value for FY 09 is based on actual market value.
(c) Appropriation - federal mineral royalty diversion - 2009 Session, Ch 159, Sec 342
(d) Reflects balance following correction of $93,417, realized earned income-transfer out of Higher Ed Income Fund.
(e) 2010 Session Laws, Ch 301 (c) - no funds are to revert to corpus until June 30, 2012.

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

W.S. 9-4-719 (k), created the Higher Ed endowment reserve account and W.S. 9-4-719(o) established the annual spending policy amount for the Higher Ed fund (currently five percent of the average five-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 Higher Ed fund are less than the five percent 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 the seven community colleges in accordance with W.S. 21-16-1201. If the Higher Ed reserve account balance exceeds 75% of the spending policy amount, the excess is to flow to the Higher Ed fund (corpus). However, legislation passed during the 2010 legislative session (Ch 39, Sec 301) stipulates that no funds are to revert to corpus until June 30, 2012.

The earnings distributed are used by the university and community colleges 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

The spending policy amount for FY 10 was $4,102,047, which was distributed from the Higher Ed income account to the University of Wyoming and Wyoming community colleges. Pursuant to W.S.9-4-719 (m), $58,199 was transferred out of the income account and into the reserve account. The balance of the Higher Ed reserve account at the end of FY 10 was $4,688,364. Although this amount exceeded seventy-five percent of the spending policy amount for FY 10, no funds were transferred to corpus, but instead remains in the Higher Ed reserve account, in accordance with the 2010 legislation.

EXCELLENCE IN HIGHER EDUCATION PROGRAM SUMMARY

As of June 30, 2010

ENDING FISCAL YEAR	DESCRIPTION	HIGHER ED CORPUS Book Value	HIGHER ED INCOME ACCOUNT	HIGHER ED RESERVE ACCOUNT	HIGHER ED DISTRIBUTIONS
FY09	**Ending Balances**	**$102,451,644**	**$0**	**$1,351,396**	**$0**
FY10	2009 Chpt 159, Section 342 approp			$3,852,480	
	Investment income		$3,493,118		
	Transfer from reserve acct to income account insufficient for distributions		$608,929 ←	-$608,929	
	Quarterly distributions		-$4,102,047		→ $4,102,047
	Net gain/loss	$1,697,446			
	Transfer unexp/unoblig to reserve end of FY		$0 →	$0	
	Amount in reserve reverts to corpus	$0 ←		$0	
	FY 2010 Ending Balances	**$104,149,090**	**$0**	**$4,594,947**	**$4,102,047**

HATHAWAY SCHOLARSHIP PROGRAM

Wyoming Statutes 21-16-1301 through 1302, authorized the creation of the Hathaway Scholarship Program which consists of three separate accounts, 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 to 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 percent 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 2010, the Hathaway scholarship endowment fund received $7,129,791 in coal lease bonus payments on sales made after March 1, 2007, in accordance with the 2008 Budget Session, Chapter 48, Section 3, Section 027, from the School Facilities Commission's fund, up to $50 million in budget fiscal year 2010.

A total of $16,992,416 of investment income was deposited into the expenditure account during FY 2010 while $13,467,589 was paid out in scholarships. Funds in the expenditure account were sufficient to fund the FY 10 scholarship payments; therefore, no funds were transferred from the reserve to the expenditure account in FY10.

At the end of FY 2010, there was $8,482,672 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 $20,452, 671 in the reserve account on June 30, 2010. During FY10, the excess in the reserve account above the statutory limit was not transferred to the corpus in accordance with legislation passed during the 2010 legislative session (Ch 39, Sec 301). The balance in the endowment fund (corpus) at the end of FY10 was $470,566,719.

The following page provides a summary of the revenue flow between the three Hathaway scholarship program accounts during FY 2010.

HATHAWAY SCHOLARSHIP PROGRAM SUMMARY

As of June 30, 2010

ENDING FISCAL YEAR	DESCRIPTION	HATHAWAY CORPUS Book Value	HATHAWAY EXPENDITURE ACCOUNT	HATHAWAY RESERVE ACCOUNT	HATHAWAY SCHOLARSHIP
FY09	**Ending Balances**	**$455,621,941**	**$4,957,845**	**$12,000,000**	**$10,801,516**
FY10	Coal bonus approp	$7,129,791			
	Investment income		$16,992,416		
	Transfer from reserve acct to expenditure acct insufficient for scholarship payments		$0 ←	$0	
	08-09 school year scholarships		($13,467,589)	→	$13,467,589
	Net gain/loss	$7,814,997			
	Transfer unexp/unoblig from expenditure account to reserve end of FY		($8,482,672) →	$8,482,672	
	Transfer excess in reserve to corpus end of FY	$0 ←		$0	
	FY 2010 Ending Balances	**$470,566,729**	**$0**	**$20,482,672**	**$13,467,589**

HATHAWAY STUDENT SCHOLARSHIP RESERVE ACCOUNT

Wyoming State Statute 21-16-1302 created the Hathaway Student Scholarship reserve account (Hathaway reserve account). Unlike the permanent fund spending policy reserve accounts which are funded by excess investment income over a specific spending policy amount as mentioned on previous pages of this report, the Hathaway reserve account is comprised of any unencumbered, unobligated funds remaining in the Hathaway expenditure account at the end of each fiscal year. In addition funds in the Hathaway reserve account are available specifically for use whenever the balance in the Hathaway expenditure account is insufficient to cover requests from the University of Wyoming and the seven community colleges for scholarships awarded.

State statutes allow the reserve account to hold $12 million or the amount equal to 3.75 percent of the previous five-year rolling average market value of the Hathaway Student Scholarship Endowment Fund (corpus). If the balance in the Hathaway reserve account exceeds either of these amounts at the end of the fiscal year, the excess is transferred to corpus after July 1 each year. However, legislation passed during the 2010 Session (Chapter 39, Section 301) stipulates that no funds are to revert to the corpus of the Hathaway Fund until June 30, 2012.

The following page provides a summary of the flows of funds into and out of the Hathaway reserve account since its creation.

RESERVE ACCOUNT: HATHAWAY STUDENT SCHOLARSHIP ENDOWMENT

2010 Fiscal Year End

last update 09/22/2010

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

During FY10, no funds were transferred out of the Hathaway reserve to the Hathaway expenditure account to fully fund scholarships awarded during the fiscal year. At the end of FY10, a total of $8,482,672 was transferred from the Hathaway scholarship expenditure account to the Hathaway scholarship reserve account. Even though the fiscal year balance in the Hathaway reserve account exceeded the $12 million statutory limit by $8,482,672, this amount did not revert to corpus in accordance with the 2010 Session Laws, Chapter 39, Section 301(d).

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*	Transfers into Reserve from Expenditure Account	Transfers from Reserve to Expenditure Account (for scholarships)	Cash Balance of Reserve (after transfers)	Amount Reverts to Corpus	Ending Cash Balance of Reserve s/be
2005	FY06	3,397,432 *(a)*	3,397,432									
2006	FY07	210,027,477 *(a)*	106,712,454					23,418,453	0	23,418,453	0	23,418,453
2007	FY08	298,312,993 *(a)*	170,579,301	3.75%	6,396,724	12,000,000	12,000,000	9,551,260	(1,717,263)	31,252,450	(19,252,450)	12,000,000
2008	FY09	417,997,280 *(b)*	232,433,795	3.75%	8,716,267	12,000,000	12,000,000	7,757,555	(3,964,942) *(c)*	15,792,613	(3,792,613)	12,000,000
2009	FY10	431,076,939 *(b)*	272,162,424	3.75%	10,206,091	12,000,000	12,000,000	8,482,672	0 *(d)*	20,482,672	0	20,482,672

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

(a) Total Market Value for FY06 - FY08 are based on Hathaway portion of SAP market value
(b) Total Market Values for FY09 & beyond are actual market values of the corpus
(c) Reflects net transfer-two colleges requested payment for full fall enrollment estimate rather than 75% of estimate
(d) 2010 Session Laws, Ch 39, Sec 301(d) - no funds are to revert to corpus until June 30, 2012

BANKING
&
TIME DEPOSIT OPEN ACCOUNT (TDOA)

APPROVED DEPOSITORIES

The State Board of Deposits, consisting of the five elected officials, met on April 8, 2010 to consider the applications from Wyoming financial institutions to be designated as State Depositories under the provisions of the State Depository Law. The Board approved 47 financial institutions.

All deposits in excess of the federally insured amount of $250,000 are protected by a pledge of securities, mortgage loans or Certificate of Deposit Account Registry (CDARS), in lieu of a pledge of assets, to the State Treasurer as prescribed by statute.

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

TDOA – TIME DEPOSIT OPEN ACCOUNT

The TDOA program is a discretionary State Treasurer program by which public funds are placed in banks approved as eligible state depositories. This program assists banks that lack an asset base sufficient to meet their lending needs.

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. The Board meets quarterly, in advance of each calendar quarter, to set the interest rate for the ensuing quarter.

The TDOA rate for the four quarters of FY 10 was set at 0.57%, 0.52%, 0.45% and 0.35%. Therefore, the annualized TDOA rate for FY 10 was actually 0.47%.

A total of $605,516 in investment income was received by TDOA.

Only 22 of the 47 approved depositories had TDOA funds as of June 30, 2010.

TDOA Deposits in Wyoming Banks as of June 30, 2010 Totaled $116,600,000

American National Bank	$36,800,000	Jonah Bank of Wyoming	$100,000
Bank of Jackson Hole	11,000,000	Lusk State Bank	1,000,000
Buffalo Fed Savings Bank	2,400,000	Oregon Trail Bank	2,000,000
Central Bank and Trust	6,000,000	Pinnacle Bank	9,200,000
Cheyenne State Bank	1,300,000	Platte Valley Bank	3,600,000
Cowboy State Bank	1,000,000	Security First Bank	1,400,000
First Federal Savings	6,000,000	Summit National Bank	300,000
First Nat'l Bank of Gillette	3,500,000	Sundance State Bank	1,700,000
First Nat'l Bank of Torrington	2,900,000	Uinta County Bank	3,600,000
First State Bank	14,000,000	Wyoming Bank and Trust	5,200,000
FirsTier Bank	2,000,000	Wyoming National Bank	1,600,000

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 WYO-STAR 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.

The primary goal of the WYO-STAR portfolio is to pursue a short-term and extended-term fixed income investment strategy. The WYO-STAR portfolio maintains an exceptionally strong credit profile. This rigorous risk management approach has been tailored to meet the State's investment guidelines and position the WYO-STAR portfolio defensively.

Liquidity being the second objective, WYO-STAR continues to guarantee the return of funds on a 24-hour notice.

J. P. Morgan Asset Management manages the WYO-STAR portfolio.

All WYO-STAR investments conform to the statute covering the State Treasurer's other investments (W.S. 9-4-831.) WYO-STAR investments, conformance to state statutes, and manager performance are reviewed quarterly by the State Loan and Investment Board's consultant R.V. Kuhns.

General information about the WYO-STAR program, daily rate information and forms are available on the Treasurer's website.

Participants can access their accounts via the internet. This service is called Internet Participant Access System (IPAS).

As of June 30, 2010, there were 158 active WYO-STAR participants, some with multiple accounts.

The WYO-STAR pool balance on June 30, 2010, was $360,684,003.

Participants earned $3,282,493 in the FY 10.

WYO-STAR yields realized in FY 10 are as follows:

07/09	0.882%	01/10	1.160%
08/09	1.110%	02/10	0.802%
09/09	1.035%	03/10	1.279%
10/09	1.156%	04/10	0.914%
11/09	0.777%	05/10	0.692%
12/09	1.367%	06/10	0.675%

The annualized yield for FY 10 was 0.987%.

FY 2010 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	$79,069.49	$153,274.35	$232,343.84
Albin	120	5,219.12	17,988.50	$23,207.62
Alpine	550	23,920.95	56,832.19	$80,753.14
Baggs	348	15,135 44	27,802 51	$42,937.95
Bairoil	97	4,218.77	16,601.08	$20,819.85
Bar Nunn	936	40,709.07	54,101.56	$94,810.63
Basin	1,238	53,843.86	86,921.41	$140,765.27
Bear River	477	20,745 96	42,481.64	$63,227.60
Big Piney	408	17,745.00	68,058.40	$85,803.40
Buffalo	3,900	169,621.18	246,187.77	$415,808.95
Burlington	250	10,873.15	26,523.71	$37,396.86
Burns	285	12,395.41	26,222.66	$38,618.07
Byron	557	24,225.40	47,358.84	$71,584.24
Casper	49,644	2,159,147.23	2,088,886.99	$4,248,034.22
Cheyenne	53,011	2,305,586.88	2,660,464.09	$4,966,050.97
Chugwater	244	10,612.18	24,407.42	$35,019.60
Clearmont	115	5,001.66	17,484.42	$22,486.08
Cody	8,835	384,257.23	490,571.66	$874,828.89
Cokeville	506	22,007.24	53,485.61	$75,492.85
Cowley	560	24,355.87	47,533.12	$71,888.99
Dayton	678	29,487.99	47,334.27	$76,822.26
Deaver	177	7,698.21	22,282.78	$29,980.99
Diamondville	716	31,140.72	69,457.90	$100,598.62
Dixon	79	3,435.92	14,906.31	$18,342.23
Douglas	5,288	229,988.95	335,033.05	$565,022.00
Dubois	964	41,926.88	80,591.33	$122,518.21
East Thermopolis	274	11,916.98	22,176.91	$34,093.89
Edgerton	169	7,350.24	19,060.00	$26,410.24
Elk Mountain	192	8,350.59	19,063.44	$27,414.03
Encampment	443	19,267.22	31,297.43	$50,564.65
Evanston	11,507	500,469.47	677,958.75	$1,178,428.22
Evansville	2,255	98,075.84	109,203.03	$207,278.87
Fort Laramie	243	10,568.70	24,625.49	$35,194.19
Frannie	209	9,089.96	24,018.11	$33,108.07
Gillette	20,238	880,203.47	1,480,247.42	$2,360,450.89
Glendo	229	9,959.80	23,644.65	$33,604.45
Glenrock	2,231	97,032.02	150,021.52	$247,053.54
Granger	146	6,349.93	18,925.39	$25,275.32
Green River	11,808	513,560.78	575,102.43	$1,088,663 21
Greybull	1,815	78,939.09	120,442.14	$199,381.23
Guernsey	1,147	49,886.02	73,324.92	$123,210.94
Hanna	873	37,969.04	47,116.60	$85,085.64
Hartville	76	3,305.45	15,864.59	$19,170.04
Hudson	407	17,701.48	42,692.59	$60,394.07
Hulett	408	17,745.00	49,673.57	$67,418.57
Jackson	8,647	376,080 62	468,268.75	$844,349.37
Kaycee	249	10,829.68	26,760 45	$37,590.13
Kemmerer	2,651	115,298.93	216,631 14	$331,930.07
Kirby	57	2,479 09	14,117.11	$16,596.20
La Barge	431	18,745 30	47,781 21	$66,526.51
La Grange	332	14,439 54	32,249 66	$46,689.20

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FY 2010 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	298,663.75	482,236.01	$780,899.76
Laramie	27,204	1,183,173.03	712,658.73	$1,895,831.76
Lingle	510	22,181.23	41,497.96	$63,679.19
Lost Springs	1	43.48	12,060.53	$12,104.01
Lovell	2,361	102,686.05	152,161.94	$254,847.99
Lusk	1,447	62,933.81	84,001.00	$146,934.81
Lyman	1,938	84,288.68	126,654.99	$210,943.67
Manderson	104	4,523.22	18,041.87	$22,565.09
Manville	101	4,392.75	16,816.25	$21,209.00
Marbleton	720	31,314.66	108,632.45	$139,947.11
Medicine Bow	274	11,916.98	22,080.13	$33,997.11
Meeteetse	351	15,265.91	33,893.68	$49,159.59
Midwest	408	17,745.00	32,044.28	$49,789.28
Mills	2,591	112,689.37	123,239.49	$235,928 86
Moorcroft	807	35,098.55	83,582.28	$118,680.83
Mountain View	1,153	50,147.00	81,428.38	$131,575.38
Newcastle	3,249	141,307.48	185,795.49	$327,102.97
Opal	102	4,436.23	19,757.97	$24,194.20
Pavillion	165	7,176 30	23,226.74	$30,403.04
Pine Bluffs	1,153	50,147.00	72,539.37	$122,686 37
Pine Haven	222	9,655 35	30,866.50	$40,521.85
Pinedale	1,412	61,411.55	198,623.64	$260,035.19
Powell	5,373	233,685 81	304,218.60	$537,904.41
Ranchester	701	30,488.34	48,431.17	$78,919.51
Rawlins	9,006	391,694.46	346,319.61	$738,014.07
Riverside	59	2,566.08	14,170.55	$16,736.63
Riverton	9,310	404,916.23	648,459.64	$1,053,375.87
Rock River	235	10,220.77	18,026.67	$28,247.44
Rock Springs	18,708	813,659.79	902,398.07	$1,716,057.86
Rolling Hills	449	19,528.19	42,173.78	$61,701.97
Saratoga	1,726	75,068 25	78,497.40	$153,565.65
Sheridan	15,804	687,357.25	768,703.49	$1,456,060.74
Shoshoni	635	27,617.80	58,205.90	$85,823.70
Sinclair	423	18,397.38	30,561.64	$48,959.02
Superior	244	10,612.18	23,573.94	$34,186.12
Star Valley Ranch	1,465	63,716 66	126,425.74	$190,142.40
Sundance	1,161	50,494.93	113,666.70	$164,161.63
Ten Sleep	304	13,221.74	27,386.90	$40,608.64
Thayne	341	14,830.99	40,935 95	$55,766.94
Thermopolis	3,172	137,958.55	132,814.78	$270,773.33
Torrington	5,776	251,213.34	315,102.45	$566,315.79
Upton	872	37,925.57	60,839.86	$98,765.43
Van Tassell	18	782.85	12,858.34	$13,641.19
Wamsutter	261	11,351.59	24,380.31	$35,731.90
Wheatland	3,548	154,311.79	195,415.71	$349,727.50
Worland	5,250	228,336 22	280,727 67	$509,063 89
Wright	1,347	58,584.54	112,523.87	$171,108.41
Yoder	169	7,350 24	20,780.71	$28,130.95
GRAND TOTALS	**338,335**	**$14,715,072.92**	**$18,562,500.00**	**$33,277,572.92**

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

FY 2010 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	$198,501.51	$201,292.50	$352,211.52	$31,361.91	$385,460.29	$52,258.81	$98,850.15	0.0	$1,319,936.69
Big Horn	79,192.36	108,198.40	460,472.37	9,687.38	160,672.67	40,086.20	41,403.44	0.0	$899,712.82
Campbell	284,515.14	131,589.68	0 00	60,978.70	380,318.70	80,163.85	139,582.91	0.0	$1,077,148.98
Carbon	170,188.37	96,562.78	422,015.91	57,223.31	184,066.30	110,952.40	78,387.09	0.0	$1,119,396.16
Converse	320,507.65	107,408.61	10,089.31	23,049.64	149,131.44	71,932.10	38,651.84	0.0	$720,770.59
Crook	35,272.92	71,714.77	300,587.36	13,245.16	113,478.77	69,135.30	25,833.99	0.0	$629,268.27
Fremont	50,203.49	344,470.53	789,314.71	31,235.06	411,137 30	70,969.75	116,112.66	260,778.23	$2,074,221.73
Goshen	184,646.18	140,825.39	0.00	3,450 74	211,709.88	52,892.13	38,089.13	0.00	$631,613.45
Hot Springs	31,712.42	67,911.32	39,000.76	10,200.45	92,283.40	14,433.35	16,083.31	9,264.90	$280,889.91
Johnson	0.00	115,089.53	231,393.87	50,592.11	86,397.10	70,688.55	141,828.36	0.00	$695,989.52
Laramie	309,258.03	1,138,537.51	0.00	11,098.71	926,971.41	19,284.10	273,166.68	0.00	$2,678,316.44
Lincoln	104,038.40	98,140.01	572,333.03	9,342.11	171,660.23	67,018.70	121,908.52	0.00	$1,144,441.00
Natrona	88,625.72	575,596.88	2,501.60	100,345.96	755,055.13	48,480.40	222,144.46	0.00	$1,792,750.15
Niobrara	91,831.96	28,275.64	0.00	17,355.15	136,570.06	50,947.08	44,690.61	0.00	$369,670.50
Park	49,796.54	264,593.98	888,190.54	18,538.72	299,480.92	39,695.75	88,025.98	0.00	$1,648,322.43
Platte	123,395 63	142,088.70	1,180.84	8,917.10	163,606.57	23,522.54	29,308.09	0.00	$492,019.47
Sheridan	112,772.63	327,590.66	177,736.51	6,232.06	310,778.29	61,724.35	105,967.57	0.00	$1,102,802.07
Sublette	0.00	59,088.13	319,249 16	17,047.59	68,318.49	12,578.19	147,911.87	0.00	$624,193.43
Sweetwater	330,553 82	270,988.12	51,502.14	59,646.66	425,873.04	16,084.45	373,262.59	0.00	$1,527,910.82
Teton	0.00	59,941.91	211,015.55	215.87	211,774.63	0.00	54,618.95	0.00	$537,566.91
Uinta	146,807.29	119,713.95	25,435.34	9,953 24	234,170.93	49,407.60	61,239.74	0.00	$646,728.09
Washakie	29,093.19	87,488.44	25,088.74	12,964.26	154,391 95	34,290.96	24,760.82	0.00	$368,078.36
Weston	122,696.47	81,778.95	11,122.87	25,859.79	134,912.46	38,837.90	254,446.13	0.00	$669,654.57
GRAND TOTAL	**$2,863,609.72**	**$4,638,886.39**	**$4,890,442.13**	**$588,541.68**	**$6,168,219.96**	**$1,095,384.46**	**$ 2,536,274.89**	**$270,043.13**	**$23,051,402.36**

FEDERAL MINERAL ROYALTY DISTRIBUTION

	UNDER $200 MILLION %	DISTRIBUTIONS MADE IN FY 10	OVER $200 MILLION DIST FY 10	Coal Bonus (received in FY10 to be Distributed in FY11)	TOTAL FY 10 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	210,042,556.81		$298,746,556.81
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			419,988,019.04		$419,988,019.04
TOTAL	**100.00%**	**$200,000,000.00**	**$630,030,575.85**	**$0.00**	**$830,030,575.85**
Bonus Payments				0.00	
Cities, Counties & Special Districts Capital Const.*	3.75%	$5,625,000.00	0.00		$5,625,000.00
School Capital Construction	40.00%	38,122,169.31	0.00		$38,122,169.31
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%**	**$47,222,169.31**	**$0.00**	**$0.00**	**$47,222,169.31**
GRAND TOTAL FY10 DISTRIBUTIONS		**$247,222,169.31**	**$630,030,575.85**	**$0.00**	**$877,252,745.16**
GRAND TOTAL FY10 COLLECTIONS				**$0.00**	**$877,252,745.16**

Notes:

Distribution FY 10 plus FY 10 "over $200 million" = Total FY 10 royalty money distributed.

The "over $200 million FY 10" distribution was completed 9/10.

Mineral Royalties are distributed quarterly to Cities & Towns and State Agencies but monthly to the School 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.

ENDOWMENT CHALLENGE FUND MATCHING PROGRAMS

There were six endowment challenge fund matching programs administered by the State Treasurer's Office as of June 30, 2010, involving 49 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 $207.1 million dollars as of June 30, 2010.

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 funds within 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, Academic Facilities program and the Critical Access/Rural Hospital program. The UW 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 Critical Access/Rural Hospital program may spend the donated funds and the matching funds are invested and held inviolate.

The following is a list of the endowment challenge fund matching programs authorized by the state statutes as of June 30, 2010 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 21-16-003 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 Wyoming Public Library Endowment Challenge Program, twenty-three (23) in total,
  W.S. 18-7-201 through 18-7-205 established in fiscal year 2009.

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 2010, Casper Community College signed an agreement in the amount of $500,000 with Eastern Wyoming Community College (EWCC) exercising this provision of the statute.

The following tables display the appropriations, commitments and payments for the University and Community College, Critical Access/Rural Hospital and the Public Library Endowment Challenge Program since their inception.

University and Communtiy College Endowment Challenge Program
Inception through June 30, 2010

Institution	Total Appropriation	Unfunded Commitments	Payments	Remaining Appropriation
UW	$88,650,000	$9,119,145	$73,651,495	$5,879,360
UW Athletics	$19,000,000	$4,705,973	$14,279,788	$14,239
UW Academic Facilities	$38,927,478	$4,451,251	$26,892,199	$7,584,028
Casper	$9,333,333		$8,983,445	$349,888
CWCC	$4,500,000	$384,404	$4,115,596	$0
EWCC	$3,600,000	$0	$1,832,164	$1,767,836
LCCC	$7,500,000	$278,586	$5,902,540	$1,318,874
NWCC	$8,833,333	$486,277	$7,208,905	$1,138,151
Sheridan	$9,233,333	$1,719,466	$6,997,974	$515,893
WWCC	$4,500,000	$5,696	$3,478,680	$1,015,624
TOTAL	$194,077,477	$21,150,798	$153,342,786	$19,583,893

Critical Access or Rural Hospital Endowment Challenge Fund Matching Programs
Inception through June 30, 2010

Institution	Total Appropriation	Unfunded Commitments	Payments	Remaining Appropriation
Star Valley Medical	$250,000		$98,677	$151,323
Johnson Co Mem Hospital	$250,000		$215,587	$34,413
West Park Hospital	$250,000			$250,000
Mem Hospital Converse Co	$250,000	$5,475	$109,025	$135,500
So Lincoln Med Ctr	$250,000			$250,000
No Big Horn Hospital	$250,000			$250,000
Weston Co Health Serv	$250,000			$250,000
Powell Med Foundation	$250,000	$25	$92,221	$157,754
Carbon Co Mem Hospital	$250,000			$250,000
Crook Co Hospital	$250,000			$250,000
Hot Springs Co Mem Hosp	$250,000			$250,000
Community Hospital (Torr)	$250,000		$190,292	$59,708
Platt Co Mem Hospital	$250,000		$50,000	$200,000
Washakie Med Ctr	$250,000			$250,000
So Big Horn Co Hosp Dist	$250,000			$250,000
Niobrara Health & Life Ctr	$250,000		$84,557	$165,443
TOTAL	$4,000,000	$5,500	$840,359	$3,154,141

Public Library Endowment Challenge Programs
Inception through June 30, 2010

County Library	Appropriation	Endowment Gift	Amount Paid	Amount Committed	Unobligated
6901 Natrona	$395,652	$275,652	$275,652	$20,000	$100,000
6902 Laramie	$395,652	$175,296	$350,592		$45,060
6903 Sheridan	$395,652	$167,887	$335,975	$59,677	$0
6904 Sweetwater	$395,652	$74,231	$74,231	$10,635	$310,786
6905 Albany	$395,652	$131,884	$395,652	$0	$0
6906 Carbon	$395,652	$50,528	$101,057	$0	$294,595
6907 Goshen	$395,652	$100,407	$301,221	$0	$94,431
6908 Platte	$395,652	$30,797	$92,389	$0	$303,263
6909 Big Horn	$395,652	$14,649	$43,947	$0	$351,705
6910 Fremont	$395,652	$67,354	$67,354	$14,900	$313,398
6911 Park	$395,652	$147,826	$295,652	$0	$100,000
6912 Lincoln	$395,652	$47,455	$94,910	$2,712	$298,030
6913 Converse	$395,652	$15,058	$30,115	$0	$365,537
6914 Niobrara	$395,652	$122,391	$367,173	$0	$28,479
6915 Hot Springs	$395,652	$65,000	$195,000	$0	$200,652
6916 Johnson	$395,652	$154,644	$309,289	$0	$86,363
6917 Campbell	$395,652	$193,613	$193,613	$12,000	$190,039
6918 Crook	$395,652		$0	$0	$395,652
6919 Uinta	$395,652	$23,138	$46,276	$0	$349,376
6920 Washakie	$395,652	$40,907	$122,720	$0	$272,932
6921 Weston	$395,652	$52,448	$97,345	$5,445	$292,862
6922 Teton	$395,652	$143,584	$143,584	$0	$252,068
6923 Sublette	$395,652		$0	$0	$395,652
TOTAL	$9,099,996	$2,074,849	$3,993,747	$125,369	$5,040,880

INTERFUND BORROWING
SCHOOL FOUNDATION PROGRAM

For several years the state issued tax and revenue anticipation notes (TRANs), as authorized by W.S. 9-4-1101 through 9-4-1105, to fund temporary cash flow shortfalls in the School Foundation Fund in order to make school foundation program payments to Wyoming school districts as required by Wyoming Statutes. However, since fiscal year 2007, the State of Wyoming has not issued any tax and revenue anticipation notes. Instead, school foundation program payments are made by temporary interfund borrowing from the corpus of the Common School Permanent Land Fund (CSPLF) at 6% interest as allowed by W.S. 21-13-316.

A cash flow analysis spreadsheet is included on the following page that shows the schedule of actual revenue receipts for FY10, the schedule of statutory school foundation payments and the incorporation of interfund borrowing from and repayment to the CSPLF for fiscal year 2010.

Interest payments from the school foundation program for this interfund borrowing totaled $4,460,000 for FY10. 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 FY10 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 beginning of the school year. As illustrated on the cash flow analysis spreadsheet, revenue shortfalls to the school foundation account occur primarily in October and February of each year.

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

Liquidity needs were built into the state's investment asset allocation plan for the CSPLF for fiscal year 2010. 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 FY11.

State of Wyoming
School Foundation Account - with CSPLF Borrowing
FISCAL YEAR 2010
Estimated Cash Flow - 13th period 2010

	Actual July 09	Actual Aug 09	Actual Sept 09	Actual Oct 09	Actual Nov 09	Actual Dec 09	Actual Jan 10	Actual Feb 10	Actual Mar 10	Actual Apr 10	Actual May 10	Actual Jun 10	Actual Year End Adj Pd (13th Pd 10)	Actual FY10 Totals	LSO & CREG FY10 Estimates Oct 09
Beginning Balance	346,729,650	346,367,664	38,212,080	57,543,847	3,496,576	34,263,917	283,195	32,027,988	11,151,000	2,403,004	79,481,784	116,800,069	536,069,779	346,729,650	338,883,551
Revenues and Transfers															
Auto Tax	347,856	143,003	8,697,776	5,221,941	1,581,016	1,080,678	2,441,321	594,017	454,648	882,131	388,174	363,060		22,195,722	20,000,000
Car Company Tax	30,412	259,484	31,159	60,340							0	56,352		439,758	400,000
Property Tax	1,718,244	1,084,162	597,942	4,584,941	67,089,412	99,035,769	19,458,982	3,212,799	1,991,558	3,420,699	64,071,654	85,444,065		351,710,248	350,634,398
Penalty-Delinq taxes							5,440	2,040	1,990			0		9,470	18,940
Federal Mineral Royalty (under 200mm)	7,392,000	7,392,000	7,392,000	7,092,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000	7,392,000		88,704,000	
FMR (over 200mm)			35,759,730	489,738			9,796,655			74,288,330		113,114,625		233,451,078	232,500,000
Interest - WY Municipalities	77,861	191,301	137,583	118,211	154,220	576,389	69,850	45,527	141,712	264,574	53,188	45,715		1,896,131	1,000,000
Interest - Investments		744,105	567,314	112,054	91,911	27,621	240,863	171,822	34,386	122,837	141,839	126,490	2,106,754	4,488,016	4,000,000
Recapture		2,709,102				3,961,659	83,260,254	9,590,916	77,744,581		82,915,429	90,269,170		350,451,112	304,232,307
Comm School Income Fund (Trsfr from)							26,686,375					62,697,558	11,115,063	100,498,995	51,400,000
Net Capital Gain/(Loss)		(187,668)	83,208	86,197	77,986	24,324	206,808	161,387	18,084	74,238	92,885	134,163	(771,613)	0	
CSPLF Interfund Borrowing				212,000,000	0	(82,000,000)	(110,000,000)	166,000,000	(82,000,000)	0	(104,000,000)	0		0	
Total Revenues and Transfers	9,566,473	12,335,502	53,266,712	230,065,422	76,386,546	30,098,461	39,560,568	187,170,508	5,778,958	86,464,809	51,055,171	359,645,199	12,450,205	1,153,844,533	964,186,645
Expenditures															
Entitlements - School Districts		(178,490,831)		(167,063,272)				(165,287,912)						(510,842,015)	(527,143,741)
ECA Entitlements		(21,936,137)		(20,531,715)				(22,316,973)						(64,784,825)	(64,784,825)
Entitlement/Adjustments	40,987	107,634	12,013	(4,997)	587,693		999,581	(568,279)	230,709	(16,127)	(6,897)	(33,422)	372,745	1,619,639	(2,500,000)
Combined Incentive Payments				(103,474)	(6,661)									(110,135)	(200,000)
Tax Shortfall Grants				(5,383,196)										(5,383,196)	(15,000,000)
Distance Learn Incentive														0	(250,000)
Recapture Loan		(74,676,089)										74,870,177		194,088	
Vocational Education Grants	(18,393)		(72,189)		(76,715)	(69,846)	(78,436)	0	(33,545)	(83,209)	(62,028)	(37,680)		(532,039)	(250,000)
SF01 & SF70 Summer School	(20,937)	(2,359,527)	(245,899)	(90,129)	(5,451,158)	(5,149)	(9,361)	(880,556)	(6,399)	(4,696)	(27,914)	(116,978)		(9,198,715)	(9,000,000)
SF70 At-Risk	(9,512)	(10,310)	(10,081)	(11,089)	(901)	(74,271)	(132)	(132)	(132)	(3,618)	(1,712)	(22,269)		(144,159)	
SF70 Distance Education	(10,724)	(6,751)	(6,568)	(17,717)	(9,130)	(9,395)	(6,527)	(3,706)	(13,909)	(7,040)	(17,942)	(22,425)	(69)	(131,903)	
SF70 Student Enrichment	(11,522)	(3,500)	(18,556)	(41,937)	(51,931)		0	(83,123)	0	(51,524)	(72,867)	(49,667)		(384,628)	
SF70 Food Service				(3,604,214)					0					(3,604,214)	(3,650,000)
SF70 Distance Education Grant		(77,519)			(19,702)	(1,222)	0	(3,223)	(67,264)	0	(52,332)			(221,263)	
COP Payments	(787,596)	(805,825)	(601,012)	(675,822)	(789,185)	(612,991)	(677,344)	(828,011)	(628,689)	(639,998)	(726,567)	(707,087)		(8,460,129)	(11,526,563)
SF01 & SF70 Instructional Facilitators	20,265	(19,825,481)	122,487								118,424	108,329		(19,455,977)	(19,756,000)
National Bd Certification Payment Reimb								(916,000)						(916,000)	(872,000)
Education Reform	(54,470)	(570,635)	(2,042,077)	(1,968,554)	(106,787)	(771,227)	(515,658)	(495,612)	(581,157)	(485,212)	(1,180,529)	(42,727)	(194)	(8,814,850)	(19,123,384)
Student Performance Data System	(7,154)	(6,505)	(18,901)	(17,603)	52,272	(68,554)	9,146	(1,330)	(798)	(999)	(82)	(2,400)		(62,907)	(1,250,794)
WDE Budget	(294,077)	(132,857)	(321,165)	(325,706)	(681,854)	(149,300)	(203,335)	(212,316)	(237,777)	(367,380)	(202,178)	(198,945)	(886)	(3,327,774)	(5,195,957)
+ C.S. Spending Policy Trsfr to C.S. Reserve														0	
* Capital Facilities Bond Debt Service (FMR)			(6,235,269)	1,729,500	1,167,000		3,729,500							390,731	
National Guard Youth Challenge	11	(60,153)	(46,393)	(145,121)	17,015	(101,920)	(67,650)	(17,876)	(82,171)	(72,467)	(61,583)	(155,487)	(7,780)	(801,576)	(1,048,989)
School Funding Equity Litigation	(77,236)	(63,898)	(67,679)	(63,172)	(45,692)	(47,677)	(52,048)	(25,476)	(73,012)	(50,873)	(69,870)	(54,394)	(1,357)	(692,384)	(2,054,755)
Capital Construction	(8,698,974)	(21,530,537)	(20,430,263)	(761,059)	(22,025,113)	(12,777,556)	(10,916,630)	(15,561,034)	(12,104,398)	(7,084,202)	(11,121,387)	(13,976,973)		(156,978,126)	(233,256,627)
Teacher Shortage Loan Repayment	873	(6,700)	1,123	(574)	(84,803)	454	(1,180)	1,473	1,587	1,317	(95,175)	101,512		(80,073)	(400,000)
Trust Land Preservation - OSLI		(35,465)	(102,032)	(42,832)	(33,544)	(132,834)	(25,721)	(17,408)	0	0	(14,245)	0	0	(404,081)	(1,331,360)
Retirement System Audit														0	
LSO												(35,052)	(1,774)	(36,826)	
09 HB 001 Section 342 Higher Ed			(3,852,480)											(3,852,480)	
09 SF 124 Sec 2 (WS 21-13-306) Foundation				(85,000,000)	(17,000,000)	(48,197,697)								(150,197,697)	(150,197,697)
Interfund Borrowing Interest Expense					(1,060,000)	(1,060,000)	0	(750,000)	(930,000)	(520,000)	(140,000)	0		(4,460,000)	(3,335,000)
Total Education Expenditures	(9,928,459)	(320,491,086)	(33,934,944)	(284,112,693)	(45,619,205)	(64,079,183)	(7,815,775)	(208,047,496)	(14,526,954)	(9,386,029)	(13,736,886)	59,624,512	360,686	(951,693,513)	(1,072,129,592)
Ending Balance	346,367,664	38,212,080	57,543,847	3,496,576	34,263,917	283,195	32,027,988	11,151,000	2,403,004	79,481,784	116,800,069	536,069,779	548,880,670	548,880,670	230,939,604
CSPLF Loan Balance	0	0	0	212,000,000	212,000,000	130,000,000	20,000,000	186,000,000	104,000,000	104,000,000	0	0	0		

+ W.S. 9-4-719(g) and W.S. 9-4-601(d)(vi) — 0
* W.S. 9-4-605
FMR Divert/Repay Cap Fac Bond Debt Service

CAPITAL FACILITIES REVENUE BONDS

Wyoming Statute 9-4-605 authorizes the State Loan and Investment Board to borrow up to $105 million through the issuance of revenue bonds for capital construction purposes. Funds for the payment of principal and 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, 2009	PRINCIPAL PAYMENTS FY10	YEAR OF MATURITY	BALANCE JUNE 30, 2010
1992	$28,750,000	3.0-6.25	$12,465,000	$0	(2020)	$12,465,000
1993	8,777,522	4.1-6.2	2,827,427	1,002,968	(2011)	$1,824,459
2002	10,405,000	2.75-5.0	4,555,000	1,070,000	(2012)	$3,485,000
2005	23,440,000	2.5-5.0	21,390,000	585,000	(2023)	$20,805,000
			Total Outstanding Revenue Bonds			$38,579,459

Future minimum payments for revenue bonds are as follows:

FISCAL YEAR ENDED JUNE 30	PRINCIPAL	INTEREST
2011	2,654,005	3,677,864
2012	2,645,454	3,665,127
2013	1,860,000	1,685,050
2014	2,150,000	1,590,031
2015	2,260,000	1,479,588
2016-2020	13,250,000	6,073,507
2021-2025	13,760,000	2,590,463

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 2010.

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, 2010, the State Loan and Investment Board had approved guaranteeing school district bonds issues with original amounts totaling $166,189,000. Of these, 26 issues have now been called or paid off completely and $11,580,000 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, 2009, the State Loan and Investment Board had not approved any local government bond issues for the guarantee program.

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 enacted in 1994. During Fiscal Year 2010, funds totaling more than $4.8 million were received and deposited into the trust fund to be held in perpetuity for the owners. More than $2.95 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.

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 approximately 225,000 owners/accounts, totaling more than $57.1 million. Since inception, the division has returned more than $23.1 million to owners or heirs.

The major goals and accomplishments for FY10 was the completion of the conversion to the Wagers Unclaimed Property System. The conversion took almost two years to complete due to the volume of data and the complexity of the system.

Unclaimed property owner information and lists were requested by several heirfinders. Written inquiries from persons seeking their possible unclaimed funds decreased by 50% over FY09. These inquiries were received from states and several foreign countries. Internet inquiries on the Wyoming Unclaimed Property Website (www.wywindfall.gov) increased 72% increase over FY09.

WYOMING UNIFORM UNCLAIMED PROPERTY ACT

FISCAL YEAR	BEGINNING BALANCE	RECEIVED	DISBURSED	ENDING BALANCE
FY00	10,170,551.29	1,975,557.85	1,274,918.31	10,871,190.83
FY01	10,871,190.83	2,763,717.84	1,050,831.89	12,584,076.78
FY02	12,584,076.78	3,489,779.83	1,917,521.28	14,156,335.33
FY03	14,156,335.33	3,116,677.58	1,657,258.29	15,615,754.62
FY04	15,615,754.62	3,784,421.94	1,982,406.14	17,417,770.42
FY05	17,417,770.42	3,188,781.15	1,389,724.33	19,216,827.24
FY06	19,216,827.24	4,468,854.76	1,390,353.36	22,295,328.64
FY07	22,295,328.64	4,258,239.76	1,439,396.86	25,114,171.54
FY08	25,114,171.54	4,169,527.52	1,372,748.31	27,910,950.75
FY09	27,910,950.75	4,945,635.62	749,176.57	32,107,409.80
FY10	32,107,409.80	4,831,273.70	2,955,361.51	33,983,321.99

NOTES:

The FY09 disbursed amount dropped significantly due to converting to a new database system. Public outreach projects were on hold for almost 1.5 years due to this conversion. The disbursed amount increased in FY 10 upon completion of the conversion and reinstatement of the outreach projects.

Prior 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 Permanent School Land Fund. This law provides for unclaimed funds to be held in perpetuity for the rightful owners or their heirs.

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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 be 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, 2010, there were 925 Wyoming accounts totaling $5,967,973 in average net assets in the CollegeInvest Wyoming program.

CollegeInvest Wyoming 529 College Savings Plan Accounts
July 1, 2008 through June 30, 2009
CollegeInvest Wyoming 529 College Savings Plan Accounts
July 1, 2009 through June 30, 2010

	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
FY10								
JUL 09	254	$1,809,757	536	$3,125,252	55	$170,220	845	$5,105,229
AUG 09	254	$1,841,472	541	$3,236,300	56	$171,578	851	$5,249,350
SEP 09	254	$1,889,235	543	$3,332,768	56	$172,799	853	$5,394,802
OCT 09	255	$1,799,270	550	$3,362,176	57	$230,196	862	$5,391,642
NOV 09	255	$1,821,136	553	$3,496,029	57	$225,732	865	$5,542,897
DEC 09	254	$1,898,568	570	$3,563,372	57	$227,116	881	$5,689,056
JAN 10	255	$1,865,012	576	$3,410,795	70	$251,321	901	$5,527,128
FEB 10	248	$1,891,736	582	$3,676,715	64	$266,508	894	$5,834,959
MAR 10	255	$2,073,863	588	$3,833,212	63	$267,829	906	$6,174,904
APR 10	254	$2,159,499	594	$3,896,929	64	$270,133	912	$6,326,561
MAY 10	259	$2,040,599	602	$3,775,097	65	$272,013	926	$6,087,709
JUN 10	257	$1,963,636	603	$3,738,022	65	$266,315	925	$5,967,973

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APPENDIX

BALANCE SHEET
As Of June 30, 2010

ASSETS			
Treasurer's Cash	$26,968,421.37		
WYO-STAR Cash	0.00		
Cash with Fiscal Agent	72,086,941.59	$99,055,362.96	
Income Receivable	54,218,856.29		
WYO-STAR Income Receivable	0.00	54,218,856.29	
State Investments @ Cost	12,570,659,105.78		
WYO-STAR Investments @ Cost	360,684,003.40		
Total Investments @ Cost		12,931,343,109.18	
TREASURER'S TOTAL ASSETS			$13,084,617,328.43
LIABILITIES			
Due to Local Government Entities (WYO-STAR income)		0.00	
EQUITY			
State Investment Equity	12,542,763,204.27		
Bond Funds with Fiscal Agent	72,086,941.59		
Unapportioned Income	109,083,179.17		
Total State Equity		12,723,933,325.03	
WYO-STAR Participation		360,684,003.40	
TREASURER'S TOTAL LIABILITY & FUND EQUITY			$13,084,617,328.43

STATEMENT OF CASH FLOWS
WELLS FARGO ACCOUNT
For Year Ended June 30, 2010

Cash flows from operating activities:			
Receipts	1	6,004,965,453.59	
Less return items		(1,234,313.11)	
Net Cash receipts		6,003,731,140.48	
Increase (increase) in Petty Cash		100,300.00	
Expenses			
Warrants redeemed	2	(5,647,877,825.09)	
Net Cash provided (used) by operating activities			355,953,615.39
Cash flow from investment operations:			
Cash Investment income received	3	383,901,901.91	
Deferred Income (Gain/Loss)		216,202,720.16	
Net increase in investments & loans receivable		(944,609,310.11)	
Net Cash provided (used) by investment activities			(344,504,688.04)
Net increase (decrease) in Cash			11,448,927.35
Beginning Cash: July 1, 2009			15,519,494.02
Ending Cash: June 30, 2010			26,968,421.37

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 2010 net cash receipts decreased 2.97% compared to FY09.

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 2010 warrants redeemed decreased .173% compared to FY09.

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.

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	Disposition of Revenue/Petty Cash Accounts
W.S. 9-4-305	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. 9-4-714 through 9-4-718 & 9-4-831 through 9-4-834	Investment of State Funds
W.S. 9-4-719	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 Program 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 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-Farm Loans
W.S. 11-34-301	Wyoming Investment-Small Water Development Project Loans
W.S. 16-1-109	Wyoming Investment-Joint Powers Board Loans
W.S. 18-7-201	Wyoming Public Libraries Endowment Program
W.S. 18-7-201 through 18-7-205	County Libraries Endowment Challenge Acct/Invest/Distribute Match
W.S. 21-16-113	Investment in Insured, Guaranteed or Higher Education Loans
W.S. 21-16-714	Student Loan Standby Commitment
W.S. 21-16-809 thru 21-16-818	Family College Savings Program
W.S. 21-16-902 through 21-16-904	UW Endowment Challenge Account/Invest & Distribute Matching Funds
W.S 21-16-1001 through 21-16-1003	UW Athletics Challenge Account/Invest & Distribute Matching Funds
W.S. 21-16-1101 through 21-16-1104	Community College Endowment Challenge Account/Invest & Distribute Match
W.S. 21-16-1201 through 21-16-1204	Higher Education Endowment Fund-Investment & Distribution
W.S 21-16-1302	Hathaway Student Scholarship Program-Investment & Distribution & Reserve Account
W S. 21-16-1401 through 21-16-1403	UW Academic Facilities Challenge Account/Invest & Distribute Match
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/Rural Hospital Endowment Challenge Acct-Invest & Distribute
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 39-13-102; 105	Distribution of Veteran Exemption Reimbursements
W.S 39-13-107	Deferred Tax Loans to Counties
W.S. 39-14-211; 311; 411; 511; 611, 711 & 801	Distribution of Severance Tax
W.S. 39-17-111	Distribution of Gas Tax Refund
W.S. 41-2-124	Distribution-Water Development funds
W.S. 41-2-210	Wyoming Investment in Cheyenne Stage II Water Project
1987-ch 117	Wyoming Investment in Shoshone Municipal Water Treatment Project Loan
1989-ch 230	Wyoming Investment in Sheridan Area Water Treatment Facility Loan
1989-ch 285	Wyoming Investment in Laramie Territorial Park Loan
2009-ch 103; 2010 ch 115	Investment in Gillette Madison Pipeline