

# The Pool Page

August 2008

Wisconsin State Treasurer

Vol. 13, Iss. 8

*A Monthly Newsletter for LGIP Participants*



**The Annual Interest Rate  
for  
August 2008  
2.27%**

**LGIP Bank Holiday**

The State Treasurer's office will be closed for LGIP business on:

October 13	Columbus Day
November 11	Veterans' Day
November 27	Thanksgiving

Friends,

September is National College Savings month, and throughout the month I plan on traveling to various corners of the state to promote our Wisconsin Edvest Program. Please refer to your local media outlets for event information in your area. Of course, please feel free to call my office any time for further information about the Edvest Program.

Sincerely,

*Dawn Marie Sass*

**STATE INVESTMENT FUND (SIF)**

Monthly Summary of Earnings

	<b>\$ Amount</b>	<b>% of Average Balance</b>
Average Daily Balance of SIF	\$ 6,206,370,560	
Gross Earnings on SIF	12,173,884	2.31%
Less: Custodial Bank Charge	(8,066)	(0.00)
Investment Board Expense	(170,000)	(0.03)
<b>Net Monthly Earnings on SIF</b>	<b>\$ 11,995,818</b>	<b>2.28%</b>

**LOCAL GOVERNMENT INVESTMENT POOL (LGIP)**

Monthly Summary of Earnings

Average Daily Balance of LGIP	\$ 4,225,376,503	
Gross Earnings on LGIP	8,170,869	2.28%
Less: DOA Accounting Charges	(6,385)	(0.00)
Banking Costs	(1,022)	(0.00)
State Treasurer Expense	(22,076)	(0.00)
Insurance	(34,285)	(0.01)

<b>Net Monthly Earnings on LGIP</b>	<b>\$ 8,107,101</b>	<b>2.27%</b>
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**Telephone Directory**

**State Treasurer**  
Dawn Marie Sass .....(608) 266-1714  
**Deputy Treasurer**  
John Lease .....(608) 266-7982  
**LGIP Program**.....(608) 266-1716  
Toll Free Number 877-WIS-POOL  
**LGIP Administrator** 877- 947-7665  
Michael Halton .....(608) 266-3711  
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**LGIP Fund Manager-Investment Bd.**  
Laurel Butler/Andrea Lenton(608) 266-2045  
**Internet Address** www.ost.state.wi.us

**STATE INVESTMENT FUND MONTHLY PORTFOLIO ANALYSIS**

As of August 31, 2008

	<b>Amortized Cost \$(000)</b>	<b>% of Portfolio</b>	<b>Acquisition Yield %</b>
Cash	0	0.0	0.00%
U.S. Governments:			
Bills	0	0.0	0.00%
Notes and bonds	0	0.0	0.00%
Agencies	3,049,730	52.2	2.33%
Open Repurchase Agreements	2,122,000	36.3	2.04%
Term Repurchase Agreements	0	0.0	0.00%
Asset-Backed Securities	0	0.0	0.00%
Mortgaged-Backed Securities	153	0.0	3.47%
Yankee/Euro Holdings	0	0.0	0.00%
Certificates of Deposit and Bankers Acceptance	575,000	9.8	3.08%
Commercial Paper and Corporate Notes	99,827	1.7	2.42%
<b>Total</b>	<b>\$ 5,846,710</b>	<b>100.0 %</b>	<b>2.30%</b>

**SUMMARY OF INVESTMENT FUND PARTICIPANTS**

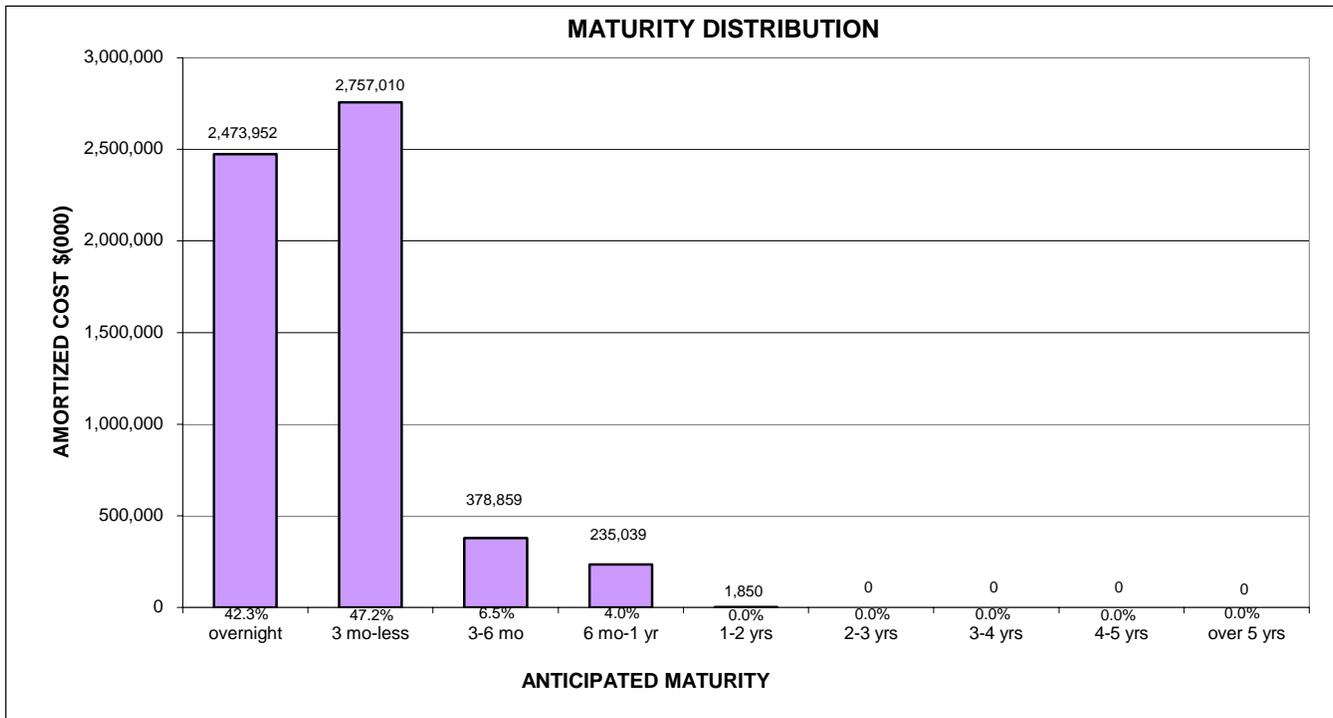
	<b>Par Amount \$(000)</b>	<b>% of Portfolio</b>
Local Government Investment Pool	3,645,589	64.1%
State of Wisconsin and Agencies	1,586,395	27.9%
State of Wisconsin Investment Board	452,965	8.0%
	<b>\$ 5,684,949</b>	<b>100%</b>

**Note:** The difference between the total of participant's unit shares (\$5,684,949) and the total of the investments (\$5,846,710) is the result of check float (checks written and posted at DOA-finance that have not yet cleared the bank) and a timing delay in posting bank receipts at DOA-Finance which have already been invested by SWIB.

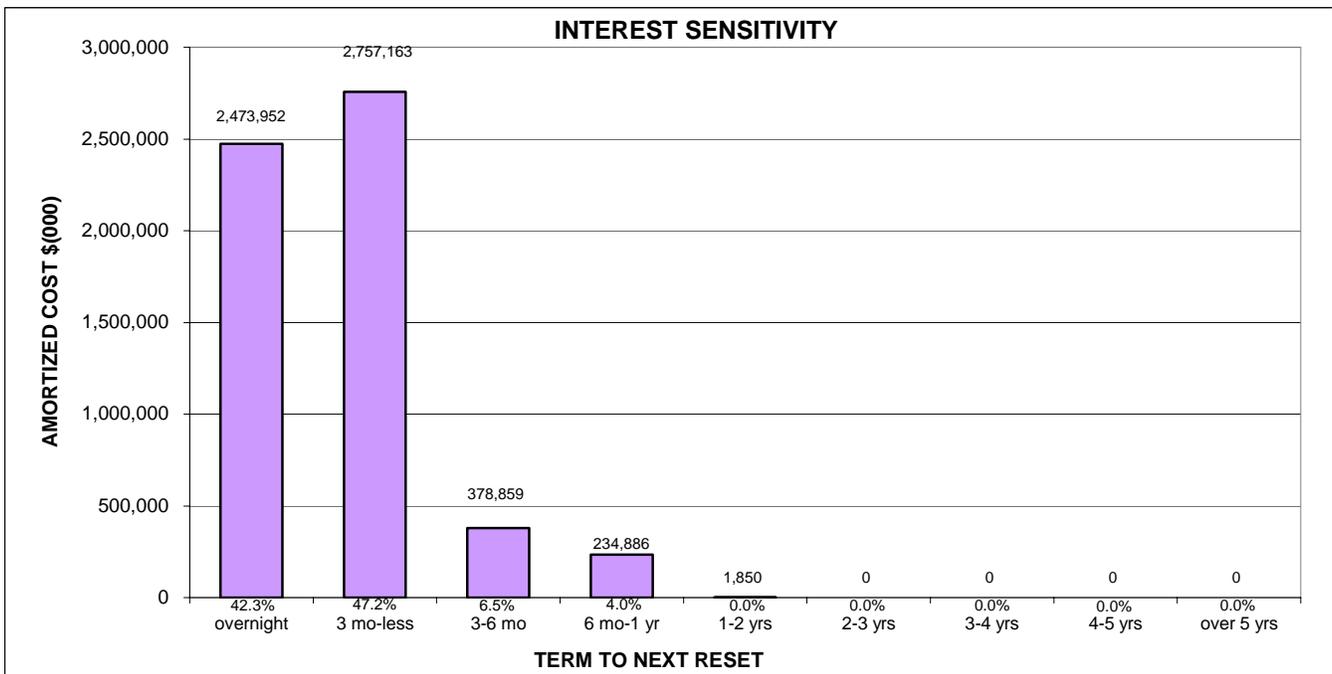
**AVERAGE MATURITY**

<b>For Month Ended</b>	<b>Avg. Days Maturity</b>	<b>For Month Ended</b>	<b>Avg. Days Maturity</b>
8/31/2008	38	4/30/2008	32
7/31/2008	39	3/31/2008	36
6/30/2008	51	2/29/2008	40
5/31/2008	41	1/31/2008	48

**Note:** The Average Maturity is calculated to the next interest reset date for all floating rate securities in the portfolio. The calculation also uses the 'average life' maturity date for all asset-backed and mortgage-backed securities in the portfolio. The maturity date used for all linked and hedged securities is based on the characteristics of the resulting security package, not the underlying securities within the package.



Note: The Maturity Distribution Report classifies securities in the portfolio by their anticipated maturity.



Note: The Interest Sensitivity Report classifies securities in the portfolio by their next interest reset date. For floating rate securities, interest rate sensitivity is classified based on the interest rate reset date. The maturity date used for all linked and hedged securities is based on the characteristics of the resulting security package, not the underlying securities within the package.

**LOCAL GOVERNMENT INVESTMENT POOL (LGIP)***Monthly Summary of Earnings*

		<u>LGIP</u> <u>Net Annual Rate</u>	<u>90 Day</u> <u>Treasury Bill</u>	<u>Repurchase</u> <u>Agreements</u>	<u>iMoneyNet</u> <u>Government MMFD</u>	<u>iMoneyNet</u> <u>All Taxable MMFD</u>
<b><u>2005</u></b>	Jun	2.97	3.03	2.27	2.26	2.50
	Jul	3.15	3.27	2.49	2.43	2.68
	Aug	3.40	3.51	2.74	2.62	2.86
	Sep	3.53	3.48	2.86	2.78	3.03
	Oct	3.68	3.76	3.02	2.94	3.19
	Nov	3.93	3.96	3.28	3.16	3.40
	Dec	4.06	3.98	3.41	3.34	3.59
<b><u>2006</u></b>	Jan	4.16	4.32	3.51	3.45	3.72
	Feb	4.42	4.54	3.77	3.66	3.91
	Mar	4.50	4.62	3.85	3.77	4.02
	Apr	4.67	4.71	4.02	3.95	4.19
	May	4.82	4.83	4.15	4.08	4.34
	Jun	4.91	4.91	4.25	4.20	4.46
	Jul	5.13	5.07	4.48	4.38	4.65
	Aug	5.21	5.09	4.54	4.45	4.72
	Sep	5.22	4.93	4.54	4.47	4.72
	Oct	5.24	5.04	4.56	4.46	4.72
	Nov	5.25	5.07	4.58	4.50	4.73
	Dec	5.25	4.97	4.57	4.50	4.74
<b><u>2007</u></b>	Jan	5.23	5.10	4.57	4.48	4.73
	Feb	5.23	5.16	4.58	4.49	4.74
	Mar	5.25	5.07	4.60	4.51	4.76
	Apr	5.23	4.99	4.56	4.49	4.74
	May	5.19	4.85	4.50	4.45	4.72
	Jun	5.19	4.74	4.41	4.43	4.71
	Jul	5.21	4.95	4.37	4.43	4.71
	Aug	5.08	4.33	4.02	4.29	4.65
	Sep	5.05	4.00	4.12	4.12	4.63
	Oct	4.85	3.99	3.97	3.97	4.46
	Nov	4.45	3.27	3.46	3.65	4.20
	Dec	4.28	3.00	3.09	3.45	4.06
<b><u>2008</u></b>	Jan	4.07	2.78	2.73	3.12	3.75
	Feb	3.55	2.13	1.95	2.46	3.01
	Mar	3.12	1.24	1.20	1.89	2.48
	Apr	2.73	1.29	1.15	1.53	2.11
	May	2.27	1.73	1.21	1.38	1.94
	Jun	2.23	1.84	1.23	1.55	1.87
	Jul	2.23	1.63	1.14	1.38	1.86
	Aug	2.27	1.72	1.26 (e)	1.40 (e)	1.86 (e)

e=estimate