

The Pool Page

October 2008

Wisconsin State Treasurer

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A Monthly Newsletter for LGIP Participants



Friends,

In honor of Higher Education Day, I have created three scholarship contests for students in 1st through 10th grades. These contests are a great opportunity for students to begin working toward achieving their educational goals and to start saving now. Contest winners will receive a college scholarship account with *EdVest*, Wisconsin's Official College Savings Program. Visit the website at highereducationday.wi.gov.

Sincerely,

Dawn Marie Sass

Telephone Directory

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**The Annual Interest Rate
for
October 2008
1.90%**

LGIP Bank Holiday

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

November 11 Veterans' Day
November 27 Thanksgiving
December 25 Christmas Day

STATE INVESTMENT FUND (SIF)

Monthly Summary of Earnings	\$ Amount	% of Average Balance
Average Daily Balance of SIF	\$ 6,114,295,366	
Gross Earnings on SIF	10,067,778	1.94%
Less: Custodial Bank Charge	(8,063)	(0.00)
Investment Board Expense	(154,250)	(0.03)
Net Monthly Earnings on SIF	\$ 9,905,465	1.91%

LOCAL GOVERNMENT INVESTMENT POOL (LGIP)

Monthly Summary of Earnings		
Average Daily Balance of LGIP	\$ 3,243,222,028	
Gross Earnings on LGIP	5,259,510	1.91%
Less: DOA Accounting Charges	(6,385)	(0.00)
Banking Costs	(699)	(0.00)
State Treasurer Expense	(11,363)	(0.00)
Insurance	(23,323)	(0.01)
Net Monthly Earnings on LGIP	\$ 5,217,740	1.90%

STATE INVESTMENT FUND MONTHLY PORTFOLIO ANALYSIS

As of October 31, 2008

	Amortized Cost \$(000)	% of Portfolio	Acquisition Yield %
Cash	0	0.0	0.00%
U.S. Governments:			
Bills	0	0.0	0.00%
Notes and bonds	0	0.0	0.00%
Agencies	4,596,340	70.3	2.18%
Open Repurchase Agreements	1,310,000	20.1	0.14%
Term Repurchase Agreements	0	0.0	0.00%
Asset-Backed Securities	0	0.0	0.00%
Mortgaged-Backed Securities	136	0.0	4.22%
Yankee/Euro Holdings	0	0.0	0.00%
Certificates of Deposit and Bankers Acceptance	500,000	7.6	3.15%
Commercial Paper and Corporate Notes	127,198	2.0	0.22%
Total	\$ 6,533,674	100.0 %	1.81%

SUMMARY OF INVESTMENT FUND PARTICIPANTS

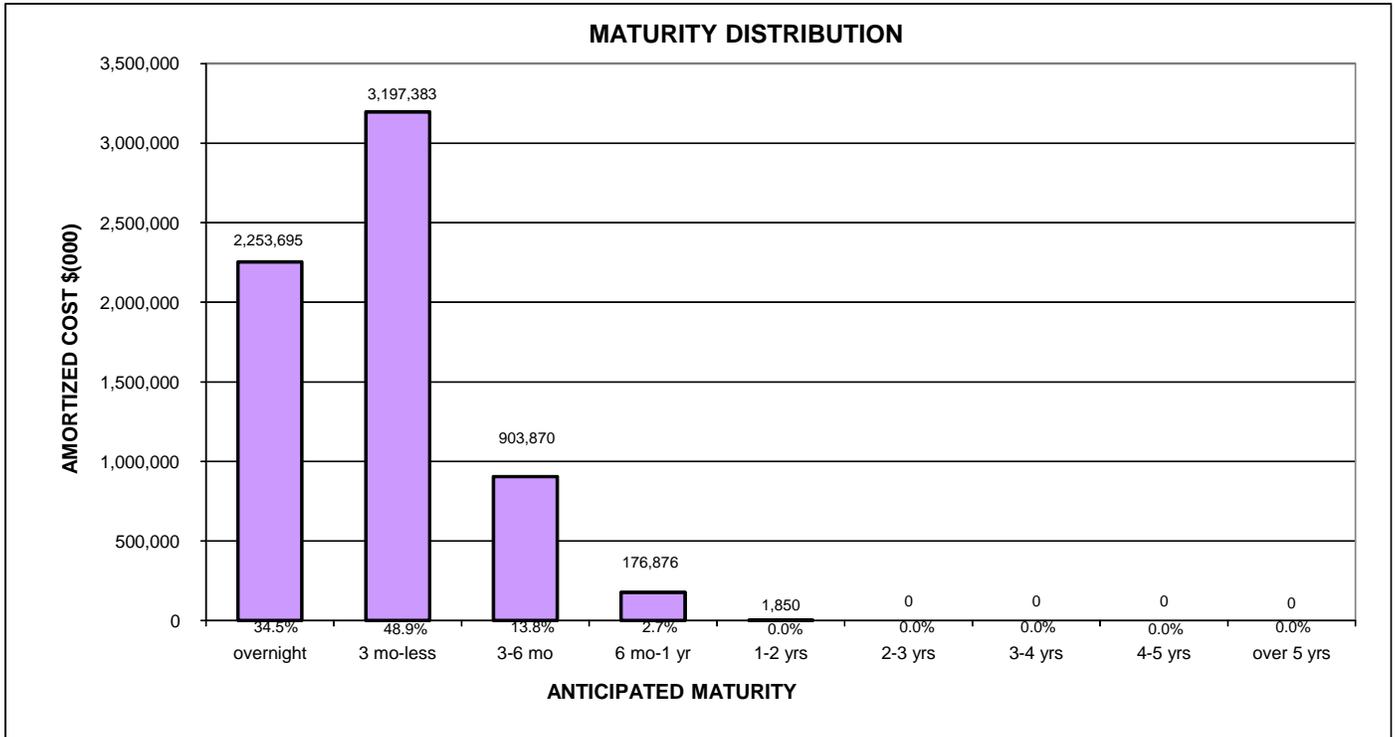
	Par Amount \$(000)	% of Portfolio
Local Government Investment Pool	2,994,410	47.1%
State of Wisconsin and Agencies	2,860,815	45.0%
State of Wisconsin Investment Board	507,245	8.0%
	\$ 6,362,470	100%

Note: The difference between the total of participant's unit shares (\$6,362,470) and the total of the investments (\$6,533,674) 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.

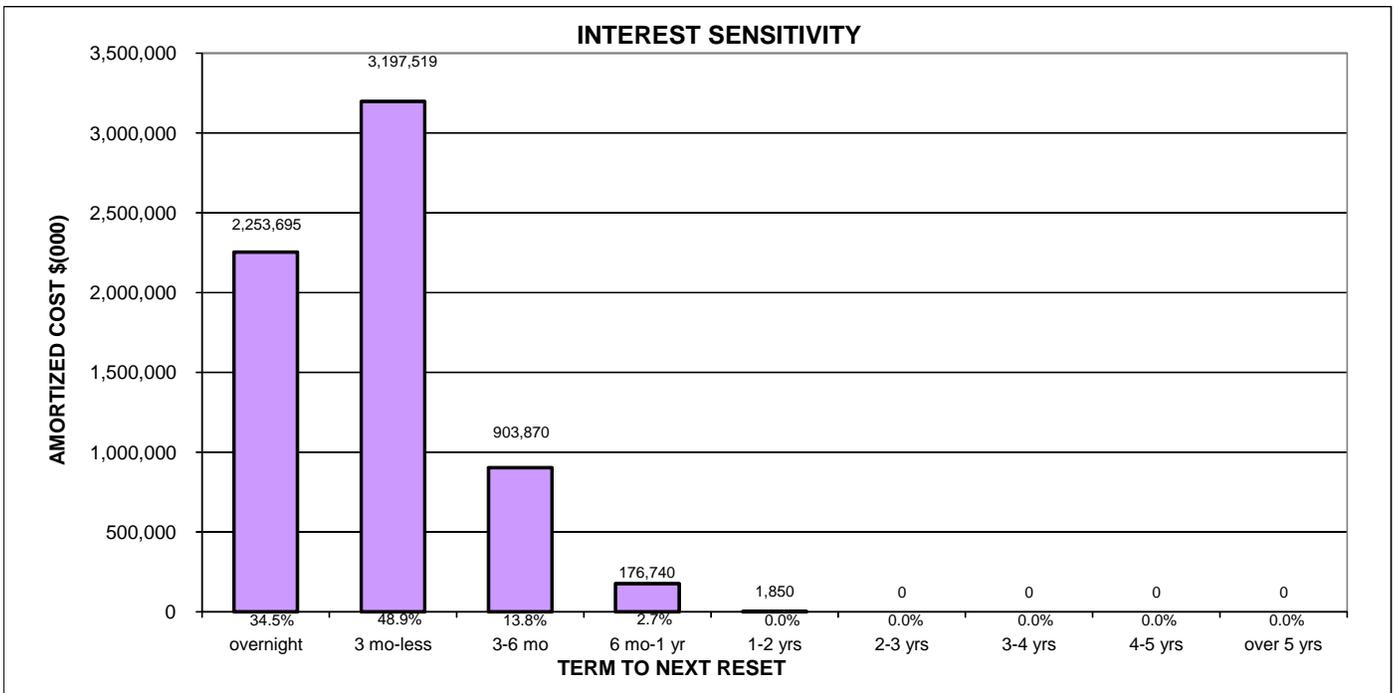
AVERAGE MATURITY

For Month Ended	Avg. Days Maturity	For Month Ended	Avg. Days Maturity
10/31/2008	39	6/30/2008	51
9/30/2008	38	5/31/2008	41
8/31/2008	38	4/30/2008	32
7/31/2008	39	3/31/2008	36

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>90 Day</u>	<u>Repurchase</u>	<u>iMoneyNet</u>	<u>iMoneyNet</u>
		<u>Net Annual Rate</u>	<u>Treasury Bill</u>	<u>Agreements</u>	<u>Government MMFD</u>	<u>All Taxable MMFD</u>
<u>2005</u>	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
<u>2006</u>	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
<u>2007</u>	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
<u>2008</u>	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	1.40	1.86
	Sep	2.19	1.13	0.77	1.30	1.82
	Oct	1.90	0.67	0.01 (e)	0.84 (e)	1.52 (e)

e=estimate