

# The Pool Page

October 2019

WISCONSIN DEPT OF ADMINISTRATION

Vol. 24, Iss. 10

*A Monthly Newsletter for LGIP Participants*



**The Annual Interest Rate  
For  
October 2019  
1.92%**

**LGIP Bank Holiday**

The LGIP will be closed for business on:

|             |                  |
|-------------|------------------|
| November 11 | Veteran's Day    |
| November 28 | Thanksgiving Day |
| December 25 | Christmas Day    |

**Directory**

**LGIP Program**

Toll Free Number.....877- 947-7665  
..... 877-WIS-POOL

**LGIP Administrator**

Shawn Nelson ..... (608) 266-3711  
eFAX Number..... (608) 223-6578  
Email.....lgip@wisconsin.gov

**LGIP Fund Manager-Investment Bd.**

Andrea Ruiz/Gretchen Wegner/Ping  
Wong..... (608) 266-2045

**LGIP Homepage**

<https://doa.wi.gov/Pages/StateFinances/LGIP.aspx>

**LGIP Account Access**

<http://lgip.wisconsin.gov>

**STATE INVESTMENT FUND (SIF)**

| Monthly Summary of Earnings        | \$ Amount            | Annualized<br>Rate based on<br>Ave Balance |
|------------------------------------|----------------------|--|
| Average Daily Balance of SIF       | 13,403,689,751       |  |
| Gross Earnings on SIF              | 22,232,748           | 1.95%                                      |
| Less: Custodial Bank Charge        | (17,476)             | (0.00)%                                    |
| Investment Board Expense           | (266,637)            | (0.02)%                                    |
| <b>Net Monthly Earnings on SIF</b> | <b>\$ 21,948,635</b> | <b>1.93%</b>                               |

**LOCAL GOVERNMENT INVESTMENT POOL (LGIP)**

| Monthly Summary of Earnings         |                     |              |
|-------------------------------------|---------------------|--------------|
| Average Daily Balance of LGIP       | \$3,672,325,260     |              |
| Gross Earnings on LGIP              | 6,014,395           | 1.93%        |
| Less: Banking Costs                 | (120)               | (0.00)%      |
| DOA Financial Services              | (10,846)            | (0.01)%      |
| <b>Net Monthly Earnings on LGIP</b> | <b>\$ 6,003,429</b> | <b>1.92%</b> |

**STATE INVESTMENT FUND MONTHLY PORTFOLIO ANALYSIS***As of October 31, 2019*

|  | <b>Amortized Cost<br/>\$(000)</b> | <b>% of<br/>Portfolio</b> |
|--|-----------------------------------|---------------------------|
| U.S. Treasuries  | 1,366,764                         | 9.83%                     |
| U.S. Agencies  | 6,365,595                         | 45.79%                    |
| Repurchase Agreements:   |                                   |                           |
| U.S. Treasury and Agency Collateral                              | 4,306,778                         | 30.98%                    |
| Certificates of Deposit, Bankers Acceptance<br>and Time Deposits | 222,272                           | 1.60%                     |
| Commercial Paper and Corporate Notes                             | 1,640,253                         | 11.80%                    |
| <b>Total</b>   | <b>\$ 13,901,662</b>              | <b>100.00%</b>            |

|   |                |
|---|----------------|
| <b>Book Value Conversion (FV/BV Factor)</b> | <b>100.00%</b> |
|---|----------------|

**SUMMARY OF INVESTMENT FUND PARTICIPANTS**

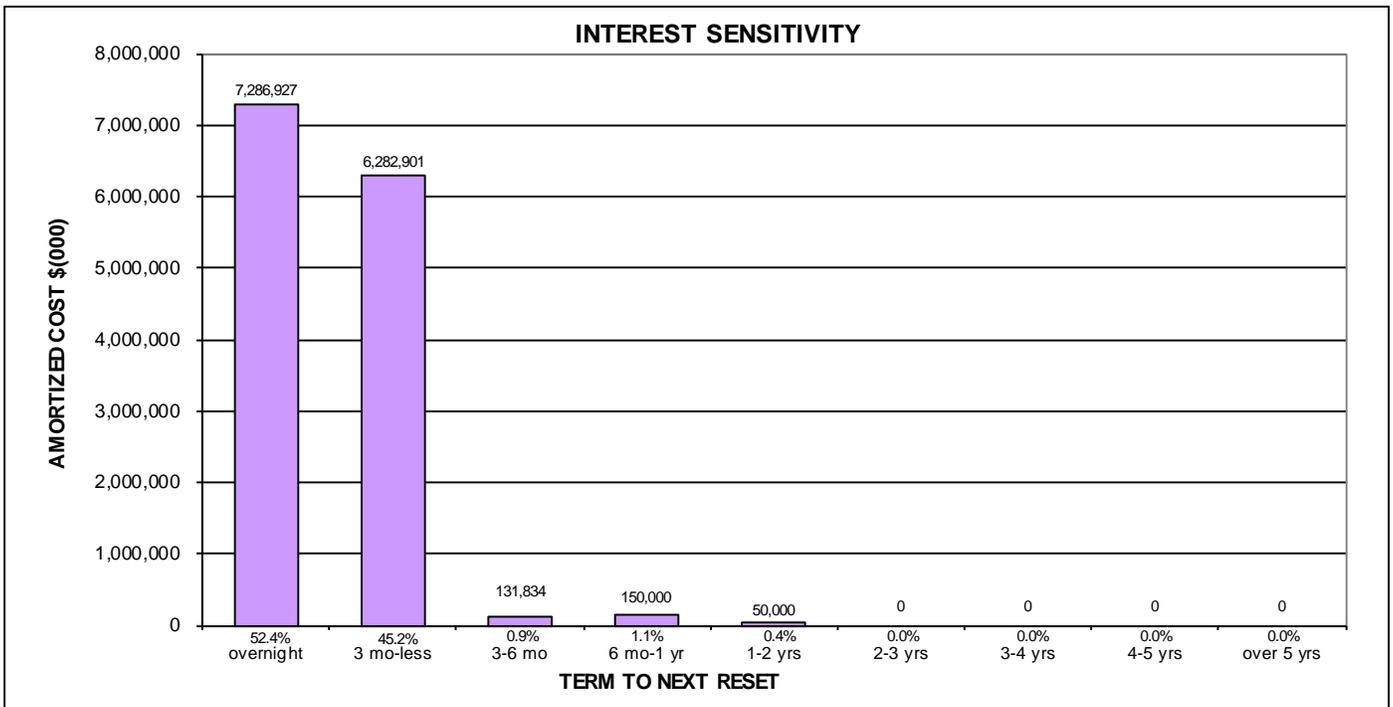
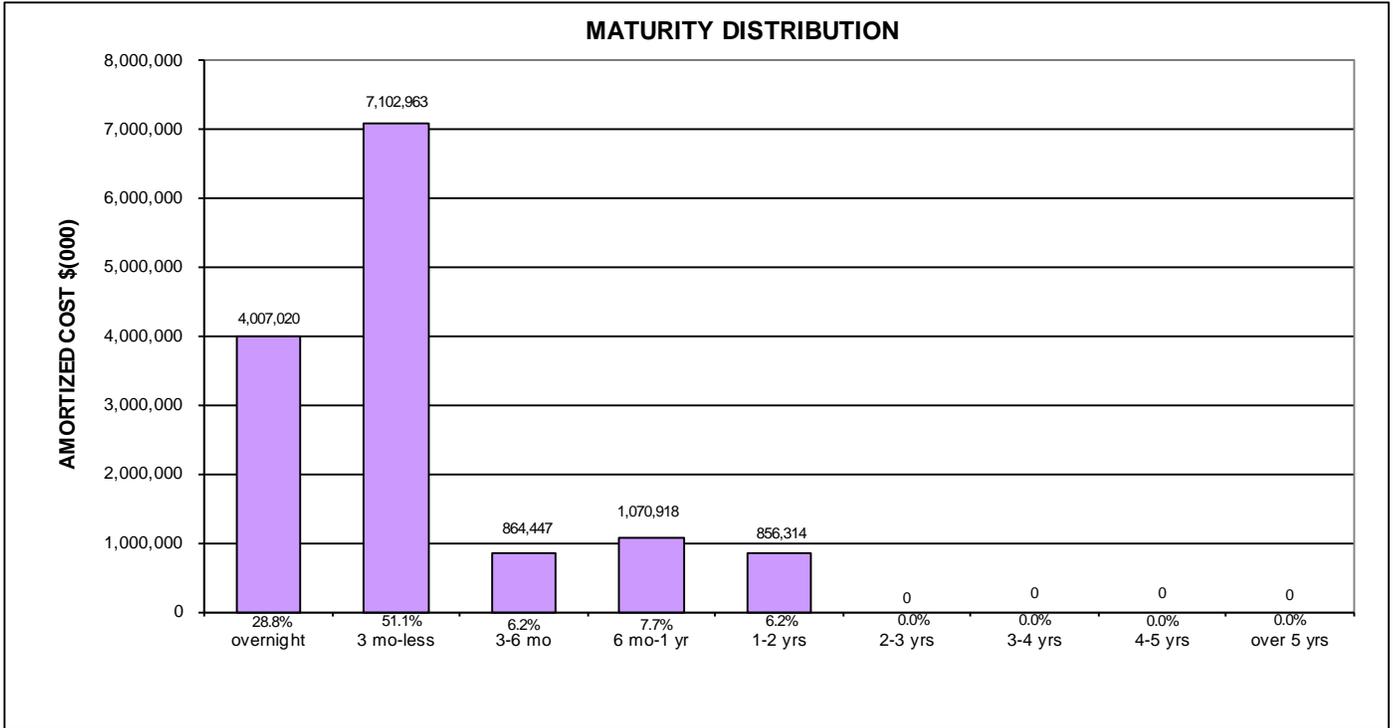
|                                  | <b>Par Amount<br/>\$(000)</b> | <b>% of<br/>Portfolio</b> |
|----------------------------------|-------------------------------|---------------------------|
| Local Government Investment Pool | 3,566,581                     | 25.87%                    |
| State of Wisconsin and Agencies  | 6,547,294                     | 47.48%                    |
| Wisconsin Retirement System      | 3,675,392                     | 26.65%                    |
|                                  | <b>\$ 13,789,267</b>          | <b>100.00%</b>            |

Note: The difference between the total of participant's unit shares (\$13,789,267) and the total of the investments (\$13,901,662) 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<br/>Ended</b> | <b>Avg. Days<br/>Maturity</b> | <b>For Month<br/>Ended</b> | <b>Avg. Days<br/>Maturity</b> |
|----------------------------|-------------------------------|----------------------------|-------------------------------|
| 10/31/2019                 | 19                            | 6/30/2019                  | 16                            |
| 9/30/2019                  | 22                            | 5/31/2019                  | 29                            |
| 8/31/2019                  | 17                            | 4/30/2019                  | 34                            |
| 7/31/2019                  | 16                            | 3/31/2019                  | 23                            |

**Note:** The Average Maturity is calculated to the next interest reset date for all floating rate securities in the portfolio.



**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.

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

|                    |      | <u>LGIP</u><br><u>Net Annual Rate</u> | <u>90 Day</u><br><u>Treasury Bill</u> | <u>Repurchase</u><br><u>Agreements</u> | <u>Crane</u><br><u>Government MMFD</u> | <u>Crane</u><br><u>MMFD Average</u> |
|--------------------|------|---------------------------------------|---------------------------------------|--|--|-------------------------------------|
| <b><u>2016</u></b> | Nov  | 0.43                                  | 0.45                                  | 0.01                                   | 0.03                                   | 0.16                                |
|                    | Dec  | 0.45                                  | 0.51                                  | 0.01                                   | 0.05                                   | 0.21                                |
| <b><u>2017</u></b> | Jan  | 0.53                                  | 0.51                                  | 0.01                                   | 0.07                                   | 0.27                                |
|                    | Feb  | 0.58                                  | 0.52                                  | 0.01                                   | 0.07                                   | 0.28                                |
|                    | Mar  | 0.61                                  | 0.74                                  | 0.01                                   | 0.11                                   | 0.33                                |
|                    | Apr  | 0.65                                  | 0.80                                  | 0.02                                   | 0.17                                   | 0.43                                |
|                    | May  | 0.71                                  | 0.89                                  | 0.05                                   | 0.21                                   | 0.45                                |
|                    | Jun  | 0.77                                  | 0.98                                  | 0.19                                   | 0.27                                   | 0.55                                |
|                    | July | 0.88                                  | 1.06                                  | 0.31                                   | 0.34                                   | 0.64                                |
|                    | Aug  | 1.00                                  | 1.01                                  | 0.35                                   | 0.42                                   | 0.68                                |
|                    | Sep  | 1.03                                  | 1.03                                  | 0.38                                   | 0.42                                   | 0.70                                |
|                    | Oct  | 1.04                                  | 1.07                                  | 0.38                                   | 0.45                                   | 0.71                                |
|                    | Nov  | 1.09                                  | 1.23                                  | 0.43                                   | 0.48                                   | 0.73                                |
|                    | Dec  | 1.21                                  | 1.32                                  | 0.52                                   | 0.56                                   | 0.84                                |
| <b><u>2018</u></b> | Jan  | 1.35                                  | 1.41                                  | 0.64                                   | 0.66                                   | 0.95                                |
|                    | Feb  | 1.40                                  | 1.57                                  | 0.64                                   | 0.76                                   | 1.02                                |
|                    | Mar  | 1.55                                  | 1.70                                  | 0.84                                   | 0.89                                   | 1.16                                |
|                    | Apr  | 1.73                                  | 1.76                                  | 0.99                                   | 1.02                                   | 1.31                                |
|                    | May  | 1.80                                  | 1.86                                  | 1.01                                   | 1.10                                   | 1.38                                |
|                    | Jun  | 1.88                                  | 1.90                                  | 1.12                                   | 1.20                                   | 1.47                                |
|                    | July | 1.95                                  | 1.95                                  | 1.20                                   | 1.27                                   | 1.55                                |
|                    | Aug  | 2.00                                  | 2.03                                  | 1.25                                   | 1.33                                   | 1.59                                |
|                    | Sep  | 2.05                                  | 2.12                                  | 1.33                                   | 1.38                                   | 1.63                                |
|                    | Oct  | 2.20                                  | 2.25                                  | 1.49                                   | 1.51                                   | 1.77                                |
|                    | Nov  | 2.27                                  | 2.33                                  | 1.55                                   | 1.64                                   | 1.86                                |
|                    | Dec  | 2.37                                  | 2.36                                  | 1.60                                   | 1.71                                   | 1.95                                |
| <b><u>2019</u></b> | Jan  | 2.47                                  | 2.37                                  | 1.73                                   | 1.78                                   | 2.04                                |
|                    | Feb  | 2.46                                  | 2.39                                  | 1.73                                   | 1.82                                   | 2.06                                |
|                    | Mar  | 2.47                                  | 2.40                                  | 1.73                                   | 1.83                                   | 2.07                                |
|                    | Apr  | 2.49                                  | 2.38                                  | 1.73                                   | 1.86                                   | 2.10                                |
|                    | May  | 2.45                                  | 2.35                                  | 1.69                                   | 1.86                                   | 2.08                                |
|                    | Jun  | 2.42                                  | 2.18                                  | 1.67                                   | 1.81                                   | 2.04                                |
|                    | July | 2.38                                  | 2.10                                  | 1.66                                   | 1.80                                   | 2.00                                |
|                    | Aug  | 2.17                                  | 1.95                                  | 1.46                                   | 1.60                                   | 1.81                                |
|                    | Sep  | 2.18                                  | 1.90                                  | 1.47                                   | 1.55                                   | 1.76                                |
|                    | Oct  | 1.92                                  | 1.65                                  | 1.32 (e)                               | 1.38 (e)                               | 1.59 (e)                            |

e = estimate