

126 - State Investment Board

A001 Investment Activities

The Washington State Investment Board (WSIB) manages approximately \$57 billion in investments for retirement, industrial insurance, and permanent and other trust funds, including the defined benefit and new hybrid defined contribution retirement plans for teachers, school employees, law enforcement officers, firefighters, and public employees. The WSIB also has investment authority for the Deferred Compensation Plan, Guaranteed Education Tuition program, Emergency Reserve Fund, Developmental Disabilities Endowment Trust, Judges Supplemental Retirement Fund, and the Basic Health Fund. The goal of the board is to diversify the assets and maximize investment returns, at a prudent level of risk, for the exclusive benefit of the respective fund beneficiaries.

	FY 2006	FY 2007	Biennial Total
FTE's	72.0	71.9	71.9
GFS	\$0	\$300,000	\$300,000
Other	\$7,934,000	\$8,189,000	\$16,123,000
Total	\$7,934,000	\$8,489,000	\$16,423,000

*FTE is second year only

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Provide state financial services and resources

Expected Results

Appropriation Period: 2005-07 Activity Version: 81 - 2007 Enacted Supplemental Budget

Other Trust Funds: The variance from the average rate of return in comparison to a nationally recognized fund benchmark 90 day Treasury Bill)				
Biennium	Period	Target	Actual	Variance
2005-07	8th Qtr	0%	0.01%	0.01%
	7th Qtr	0%	0.01%	0.01%
	6th Qtr	0%	0.01%	0.01%
	5th Qtr	0%	(0.01)%	(0.01)%
	4th Qtr	0%	0.03%	0.03%
	3rd Qtr	0%	0.05%	0.05%
	2nd Qtr	0%	0.05%	0.05%
	1st Qtr	0%	0%	0%
2003-05	8th Qtr	0%	(0.02)%	(0.02)%
	7th Qtr	0%	(0.01)%	(0.01)%
	6th Qtr	0%	(0.04)%	(0.04)%
	5th Qtr	0%	(0.04)%	(0.04)%
	4th Qtr	0%	(0.03)%	(0.03)%
	3rd Qtr	0%	(0.01)%	(0.01)%
	2nd Qtr	0%	(0.03)%	(0.03)%
	1st Qtr	0%	(0.02)%	(0.02)%
2001-03	8th Qtr	0%	(0.06)%	(0.06)%
	7th Qtr	0%	(0.03)%	(0.03)%
	6th Qtr	0%	(0.09)%	(0.09)%
	5th Qtr	0%	(0.03)%	(0.03)%
	4th Qtr	0%	(0.01)%	(0.01)%
	3rd Qtr	0%	0.11%	0.11%
	2nd Qtr	0%	(0.07)%	(0.07)%
	1st Qtr	0%	(0.15)%	(0.15)%
<p><i>Final data becomes available in October, four months after fiscal year end. Positive number indicates fund outperformed the benchmark. Estimated measurement is +/- .30%</i></p>				

Appropriation Period: 2005-07 Activity Version: 81 - 2007 Enacted Supplemental Budget

Permanent Funds: The variance from the average rate of return in comparison to a nationally recognized bond fund benchmark (Lehman Aggregate)				
Biennium	Period	Target	Actual	Variance
2005-07	8th Qtr	0%	0.18%	0.18%
	7th Qtr	0%	0.18%	0.18%
	6th Qtr	0%	(0.24)%	(0.24)%
	5th Qtr	0%	0.01%	0.01%
	4th Qtr	0%	0.24%	0.24%
	3rd Qtr	0%	(0.35)%	(0.35)%
	2nd Qtr	0%	0.03%	0.03%
	1st Qtr	0%	0.23%	0.23%
2003-05	8th Qtr	0%	(0.08)%	(0.08)%
	7th Qtr	0%	(0.08)%	(0.08)%
	6th Qtr	0%	(0.26)%	(0.26)%
	5th Qtr	0%	(0.19)%	(0.19)%
	4th Qtr	0%	(0.29)%	(0.29)%
	3rd Qtr	0%	(0.23)%	(0.23)%
	2nd Qtr	0%	(0.12)%	(0.12)%
	1st Qtr	0%	(0.1)%	(0.1)%
2001-03	8th Qtr	0%	0.17%	0.17%
	7th Qtr	0%	0.24%	0.24%
	6th Qtr	0%	(1.26)%	(1.26)%
	5th Qtr	0%	1.01%	1.01%
	4th Qtr	0%	0.01%	0.01%
	3rd Qtr	0%	(0.7)%	(0.7)%
	2nd Qtr	0%	0.18%	0.18%
	1st Qtr	0%	0.36%	0.36%

Final data becomes available in October, four months after fiscal year end. Positive number indicates fund outperformed the benchmark. Estimated measurement is +/- 1%

Appropriation Period: 2005-07 Activity Version: 81 - 2007 Enacted Supplemental Budget

Retirement Funds: The variance from the median rate of return in comparison to a nationally recognized public pension fund benchmark (TUCS Public Fund > \$1 Billion Median)				
Biennium	Period	Target	Actual	Variance
2005-07	8th Qtr	0%	0.76%	0.76%
	7th Qtr	0%	2.29%	2.29%
	6th Qtr	0%	(0.03)%	(0.03)%
	5th Qtr	0%	0.12%	0.12%
	4th Qtr	0%	1.94%	1.94%
	3rd Qtr	0%	1.26%	1.26%
	2nd Qtr	0%	1.49%	1.49%
	1st Qtr	0%	0.86%	0.86%
2003-05	8th Qtr	0%	0.36%	0.36%
	7th Qtr	0%	2.36%	2.36%
	6th Qtr	0%	(0.8)%	(0.8)%
	5th Qtr	0%	0.89%	0.89%
	4th Qtr	0%	0.32%	0.32%
	3rd Qtr	0%	0.85%	0.85%
	2nd Qtr	0%	(1.11)%	(1.11)%
	1st Qtr	0%	0.44%	0.44%
2001-03	8th Qtr	0%	(2.11)%	(2.11)%
	7th Qtr	0%	0.33%	0.33%
	6th Qtr	0%	(1.61)%	(1.61)%
	5th Qtr	0%	2.89%	2.89%
	4th Qtr	0%	0.11%	0.11%
	3rd Qtr	0%	0.29%	0.29%
	2nd Qtr	0%	(1.76)%	(1.76)%
	1st Qtr	0%	1.61%	1.61%
<i>Final data becomes available in October, four months after fiscal year end. Positive number indicates fund outperformed the benchmark. Estimated measurements are +/-1%</i>				

Grand Total

	FY 2006	FY 2007	Biennial Total
FTE's	72.0	71.9	71.9
GFS	\$0	\$300,000	\$300,000
Other	\$7,934,000	\$8,189,000	\$16,123,000
Total	\$7,934,000	\$8,489,000	\$16,423,000

*FTE is second year only