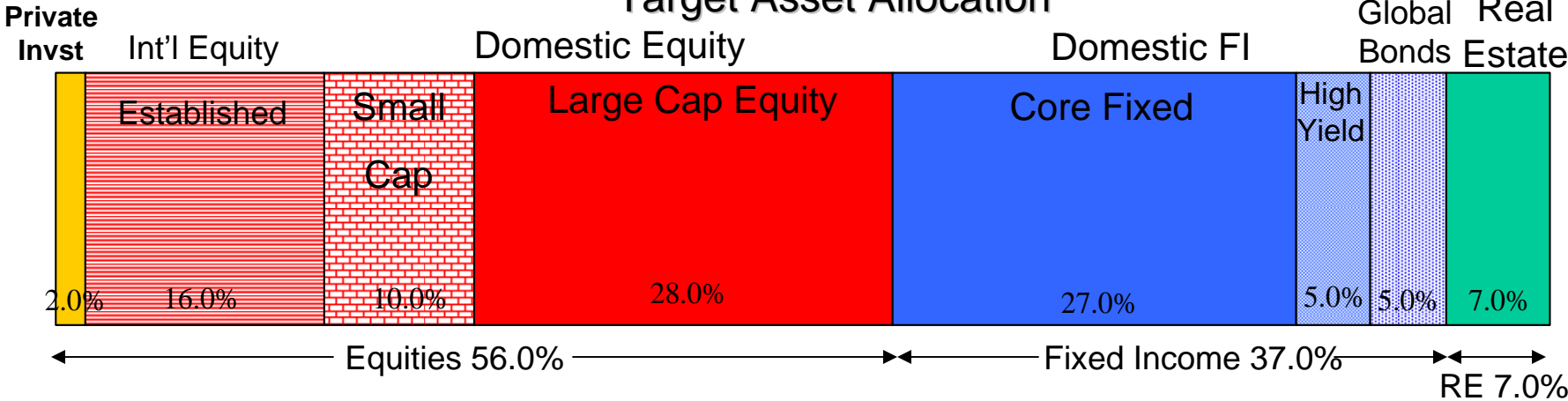


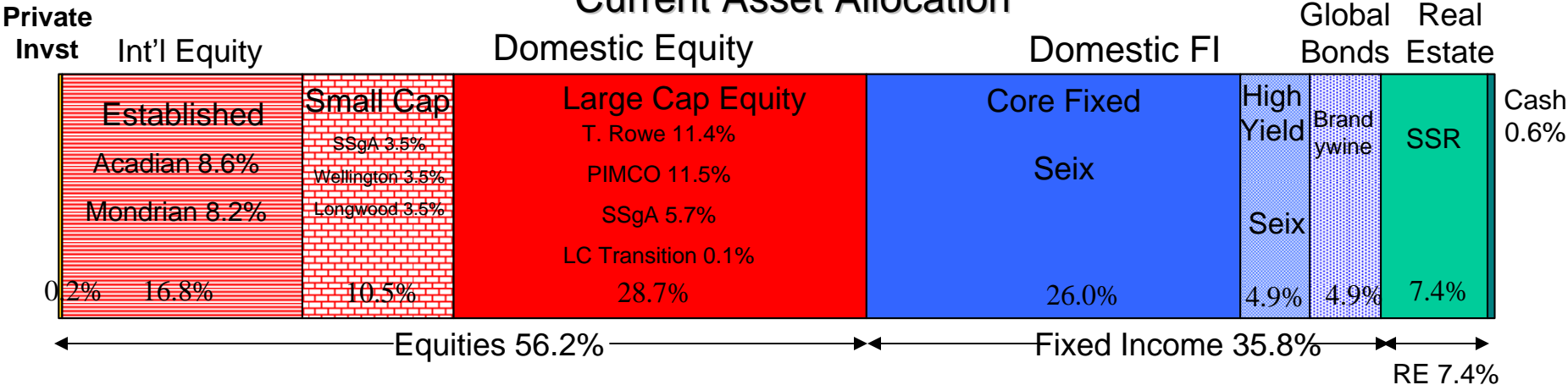
Plan Asset Allocation

As of December 31, 2005

Target Asset Allocation



Current Asset Allocation



Asset Breakdown

	Domestic Large Cap	Domestic Small Cap	Core Fixed	High Yield	Int'l Equity	Global Bonds	Real Estate	Private Investment	Cash	Total
Composite	\$75,750	\$27,683	\$68,822	\$12,803	\$44,455	\$13,053	\$19,533	\$472	\$1,404	\$263,975
T. Rowe	30,114	0	0	0	0	0	0	0	0	\$30,114
PIMCO	30,467	0	0	0	0	0	0	0	0	\$30,467
SSgA	15,166	0	0	0	0	0	0	0	0	\$15,166
LC Transition Account	3	0	0	0	0	0	0	0	137	\$140
SSgA 2500	0	9,149	0	0	0	0	0	0	0	\$9,149
Wellington	0	9,218	0	0	0	0	0	0	0	\$9,218
Longwood	0	9,316	0	0	0	0	0	0	0	\$9,316
SC Transition Account	0	0	0	0	0	0	0	0	11	\$11
Acadian	0	0	0	0	22,772	0	0	0	0	\$22,772
Mondrian	0	0	0	0	21,683	0	0	0	0	\$21,683
IE Transition Account	0	0	0	0	0	0	0	0	55	\$55
Seix	0	0	68,525	0	0	0	0	0	0	\$68,525
Seix High Yield	0	0	0	12,803	0	0	0	0	0	\$12,803
Brandywine	0	0	0	0	0	13,053	0	0	0	\$13,053
SSR Realty	0	0	0	0	0	0	19,533	0	0	\$19,533
Alternative Investment	0	0	0	0	0	0	0	472	163	\$635
Vermont Cash	0	0	297	0	0	0	0	0	1,038	\$1,335
(Dollars in 000's)										

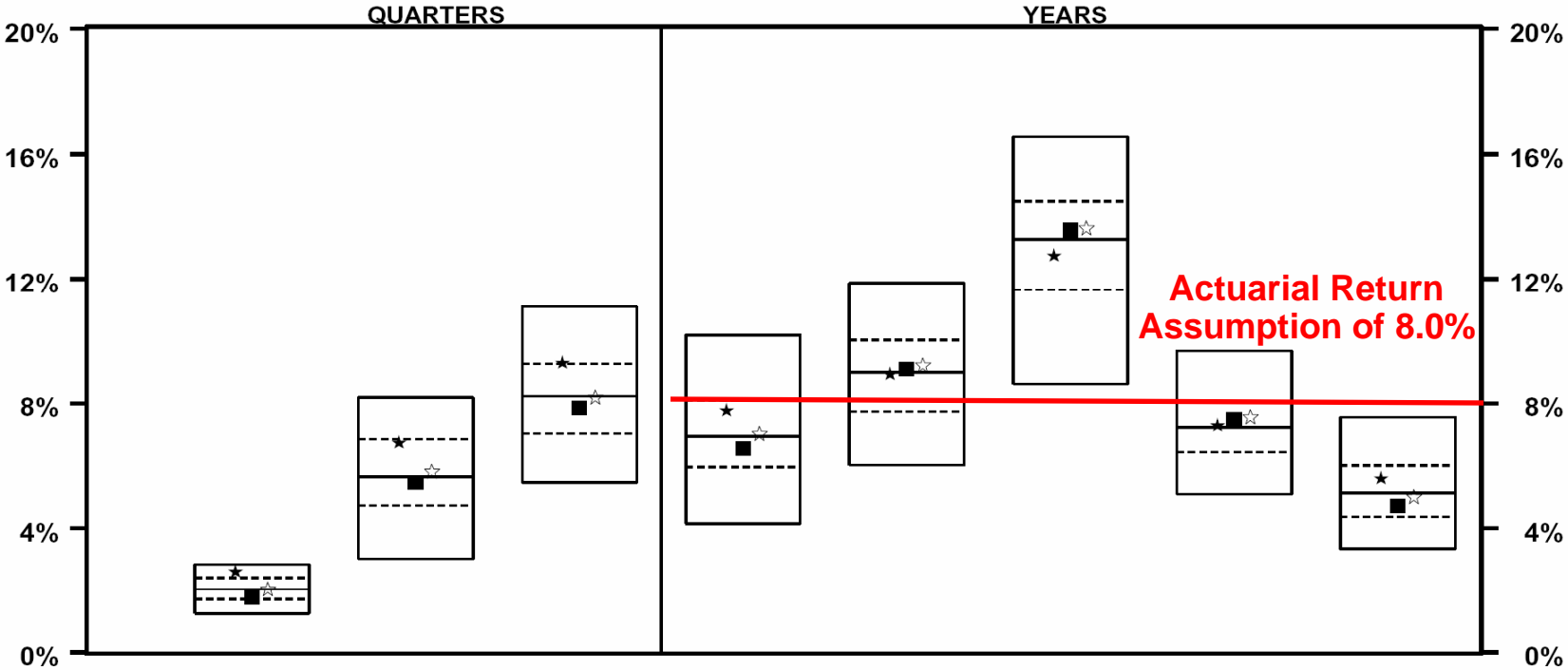
Total Fund Asset Growth Summary

As of December 31, 2005

	<u>LAST QUARTER</u>	<u>YEAR TO DATE</u>	<u>LAST 12 MONTHS</u>	<u>SINCE INCEPTION 3/01</u>
BEGINNING MARKET VALUE	256,875	239,747	239,747	163,148
NET EXTERNAL GROWTH	357	5,145	5,145	31,111
RETURN ON INVESTMENT	6,743	19,083	19,083	69,716
INCOME RECEIVED	1,326	5,705	5,705	22,783
GAIN/LOSS	5,417	13,378	13,378	46,933
ENDING MARKET VALUES	263,975	263,975	263,975	263,975
Return	+2.6%	+7.8%	+7.8%	

Total Public Funds – Total Rates of Return

As of December 31, 2005



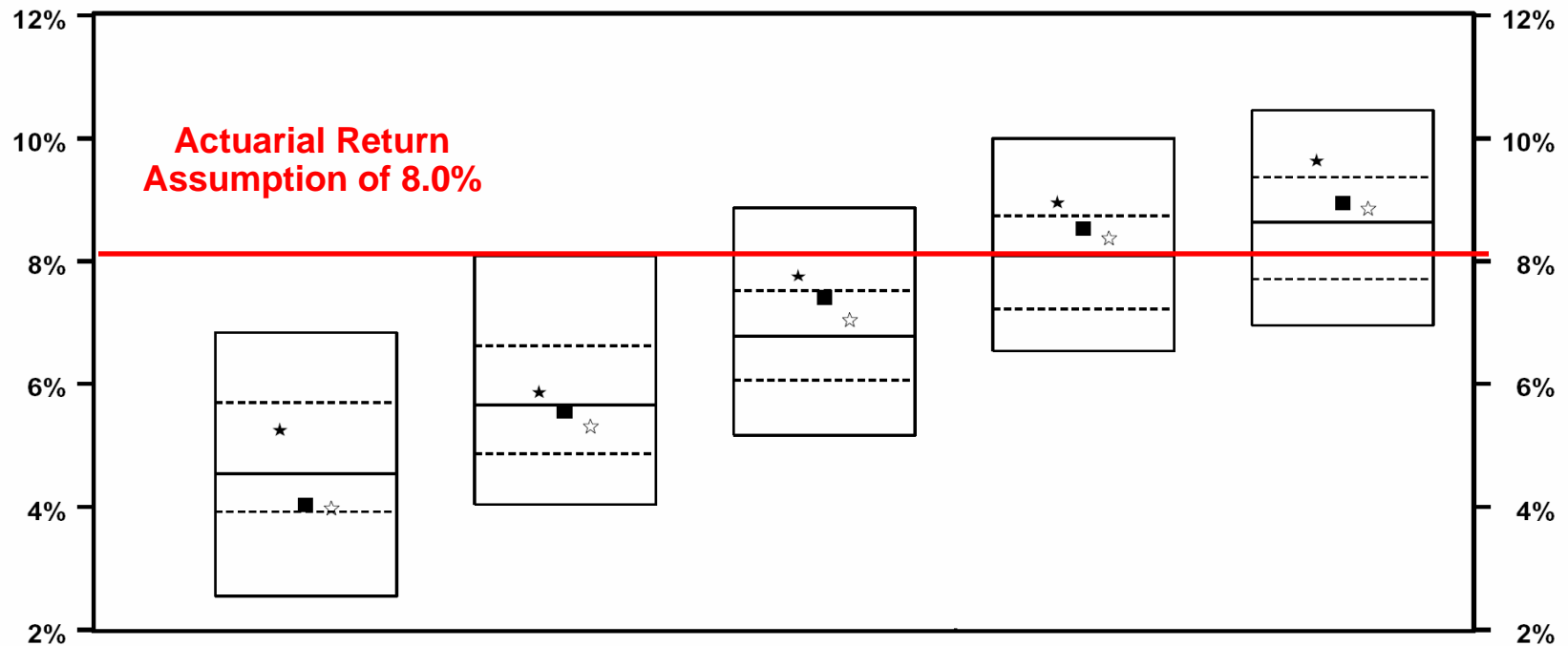
	LAST QTR		LAST 2 QTRS		LAST 3 QTRS		LAST YEAR		LAST 2 YEARS		LAST 3 YEARS		LAST 4 YEARS		LAST 5 YEARS	
★ MUNI COMPOSITE	2.6	15	6.7	26	9.3	24	7.8	31	8.9	54	12.8	57	7.3	47	5.6	38
■ ALLOC INDEX	1.8	71	5.5	56	7.9	52	6.6	64	9.1	46	13.6	39	7.5	43	4.7	60
☆ POLICY INDEX	2.0	48	5.8	46	8.2	50	7.0	47	9.2	43	13.6	38	7.6	38	5.0	51
MEDIAN	2.0		5.6		8.2		6.9		9.0		13.3		7.2		5.1	

- Policy Index: Measures the effectiveness of Plan Structure. (Target asset class weights X Return of the respective passive benchmark)
- Allocation Index: Measures the effectiveness of deviating from the target policy weights. (Policy Index - Allocation Index) Allocation Index = weighted average return of the actual asset class weights and the return of the respective passive benchmark.
- Composite: Actual composite return = actual asset class weights times the actual manager return. Measures the effectiveness of the managers. (Actual composite return - Allocation Index)



Total Public Funds – Total Rates of Return

As of December 31, 2005



	LAST 6 YEARS		LAST 7 YEARS		LAST 8 YEARS		LAST 9 YEARS		LAST 10 YEARS	
★ MUNI COMPOSITE	5.2	37	5.9	42	7.8	21	9.0	17	9.6	15
■ ALLOC INDEX	4.0	68	5.5	51	7.4	29	8.5	35	9.0	38
☆ POLICY INDEX	4.0	70	5.3	63	7.0	40	8.4	39	8.9	42
MEDIAN	4.5		5.7		6.8		8.1		8.6	

•*Policy Index*: Measures the effectiveness of *Plan Structure*. (Target asset class weights X Return of the respective passive benchmark)

•*Allocation Index*: Measures the effectiveness of *deviating from the target policy weights*. (Policy Index - Allocation Index) Allocation Index = weighted average return of the actual asset class weights and the return of the respective passive benchmark.

•*Composite*: Actual composite return = actual asset class weights times the actual manager return. Measures the *effectiveness of the managers*. (Actual composite return - Allocation Index)



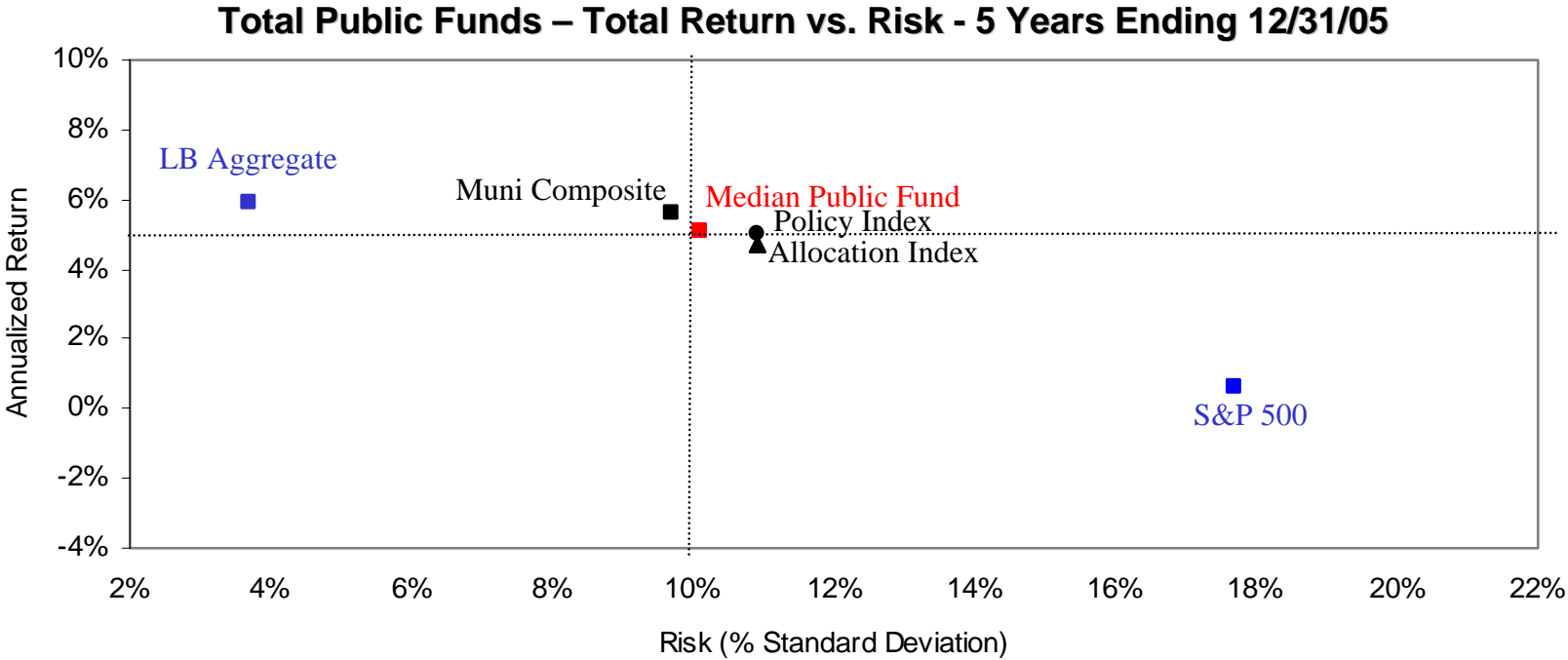
Performance Detail (as of 12/31/05)

	4Q05	Public Rank	Last 1 Year	Public Rank	Last 3 Years	Public Rank	Last 5 Years	Public Rank	Fiscal YTD	Market Value	% of Portfolio	Annual Fee
Municipal Composite (GROSS)	2.6%	15	7.8%	31	12.8%	57	5.6%	38	6.7%	\$263,975,092	100.0%	0.39%
Municipal Composite (NET)	2.6%		7.5%		12.5%		N/A		6.6%			
Median Public Fund	2.0%		6.9%		13.3%		5.1%		5.6%			
Allocation Index	1.8%		6.6%		13.6%		4.7%		5.5%			
Policy Index	2.0%		7.0%		13.6%		5.0%		5.8%			
Large Cap Equity												
Large Cap Equity Composite	4.1%	5	9.8%	12	15.3%	37	N/A		9.8%	\$75,886,271	28.7%	
Standard & Poors 500	2.1%		4.9%		14.4%		0.6%		5.8%			
T. Rowe	N/A		N/A		N/A		N/A		N/A	\$30,113,944	11.4%	0.30%
PIMCO	N/A		N/A		N/A		N/A		N/A	\$30,466,953	11.5%	0.33%
Standard & Poors 500	2.1%		4.9%		14.4%		0.6%		5.8%			
SSgA	N/A		N/A		N/A		N/A		N/A	\$15,165,665	5.7%	0.05%
S&P 500 Equal Weighted	2.5%		8.1%		21.2%		7.7%		N/A			
Large Cap Equity Transition Account*	N/A		N/A		N/A		N/A		N/A	\$139,709	0.1%	
Small Cap Equity												
Small Cap Equity Composite	1.5%	47	6.5%	54	20.1%	73	N/A		6.5%	\$27,695,112	10.5%	
Russell 2000	1.1%		4.6%		22.1%		8.2%		5.9%			
SSgA 2500	N/A		N/A		N/A		N/A		N/A	\$9,149,309	3.5%	0.08%
Russell 2500	1.8%		8.1%		23.0%		9.1%		N/A			
Wellington	N/A		N/A		N/A		N/A		N/A	\$9,217,878	3.5%	0.46%
Russell 2000 Value	0.7%		4.7%		23.2%		13.6%		N/A			
Longwood	N/A		N/A		N/A		N/A		N/A	\$9,316,358	3.5%	0.76%
Russell 2000 Growth	1.6%		4.1%		20.9%		2.3%		N/A			
Small Cap Equity Transition Account*	N/A		N/A		N/A		N/A		N/A	\$11,567	0.0%	
International Equity												
Int'l Equity Composite	3.8%	62	11.6%	80	21.6%	80	N/A		13.1%	\$44,510,247	16.9%	
EAFE (After Taxes)	4.1%		13.5%		23.7%		4.6%		14.9%			
CITI EPAC	4.5%		15.2%		24.3%		5.0%		16.0%			
Acadian	N/A		N/A		N/A		N/A		N/A	\$22,772,011	8.6%	0.48%
Mondrian	N/A		N/A		N/A		N/A		N/A	\$21,683,057	8.2%	0.36%
Int'l Equity Transition Account*	N/A		N/A		N/A		N/A		N/A	\$55,179	0.0%	
EAFE (After Taxes)	4.1%		13.5%		23.7%		4.6%		14.9%			
CITI EPAC	4.5%		15.2%		24.3%		5.0%		16.0%			
Core Fixed Income												
Seix	0.8%	12	2.5%	67	4.2%	42	5.6%	87	0.1%	\$68,524,519	26.0%	0.29%
Lehman Aggregate Bond	0.6%		2.4%		3.6%		5.9%		(0.1%)			
High Yield Fixed Income												
Seix	1.1%	47	3.2%	49	N/A		N/A		1.9%	\$12,802,868	4.9%	0.53%
Merrill Lynch High Yield Master II	0.7%		2.7%		13.4%		8.4%		1.6%			
Global Fixed Income												
Brandywine	0.0%	34	N/A		N/A		N/A		N/A	\$13,052,534	4.9%	0.42%
CITI World Gov't Bond	(1.9%)		(6.9%)		5.7%		6.9%		N/A			
Real Estate												
SSR	5.5%	12	21.0%	28	11.3%	64	8.1%	67	11.2%	\$19,532,737	7.4%	1.13%
NCREIF Property Index	5.4%		20.1%		14.4%		11.4%		10.1%			
Private Investment												
Alt. Investments	0.3%		(14.1%)		(13.2%)		(11.0%)		0.5%	\$635,383	0.2%	
Cash												
Vermont Cash	1.2%		4.5%		2.6%		3.4%		2.2%	\$1,335,421	0.5%	
90 Day U.S. T-Bills	0.9%		3.1%		1.8%		2.3%		1.7%			

Note: Results for periods longer than one year are annualized
There may be a slight or no dispersion between Gross-of-fee and Net-of-fee returns, which is due to management fee's being paid from an account not included in the pie
*Transition accounts consist of all cash and securities within the legacy and actual State Street transition account.



Total Fund Risk / Return Analysis



	Annualized Return		Standard Deviation	
	<u>Value</u>	<u>Rank</u>	<u>Value</u>	<u>Rank</u>
Composite	5.6	38	9.7	62
Allocation Index	4.7	60	10.9	28
Policy Index	5.0	51	10.9	26
S&P 500	0.6		17.7	
LB Aggregate	5.9		3.7	
Median Public Fund	5.1		10.1	

