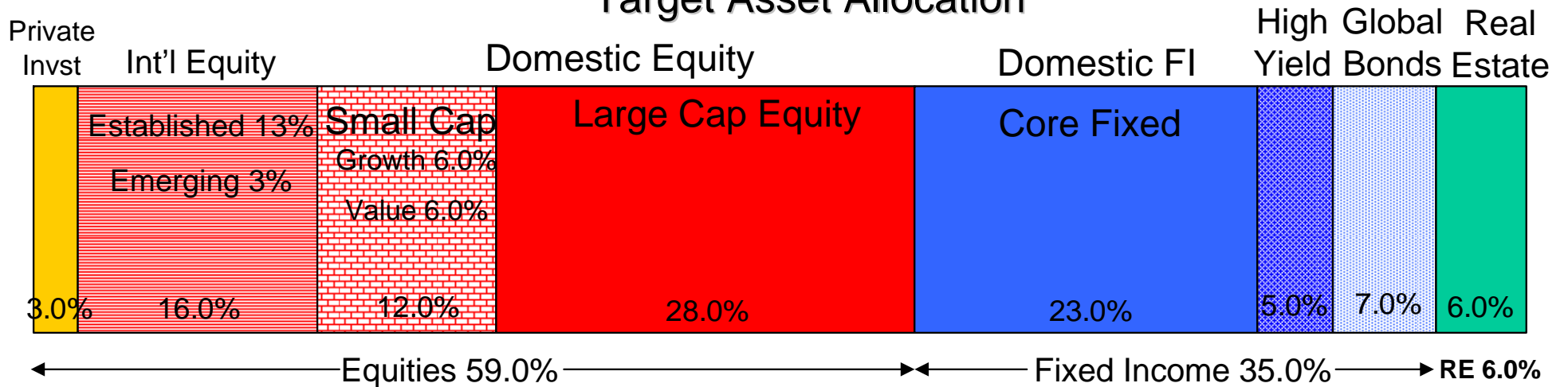


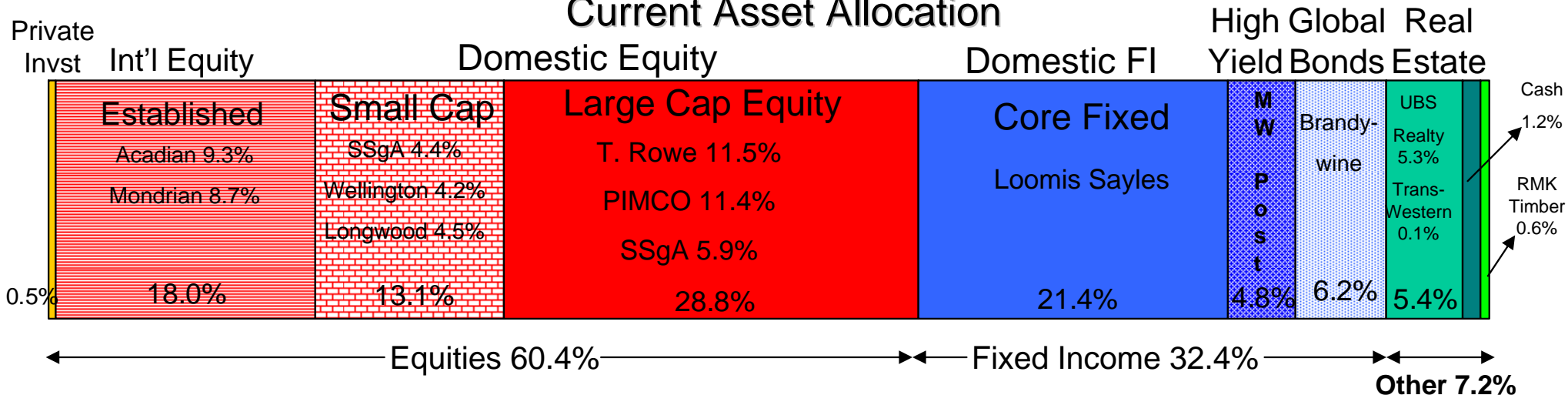
Plan Asset Allocation

As of March 31, 2006

Target Asset Allocation



Current Asset Allocation



Asset Breakdown

	Dom Large Cap	Dom Small Core	Dom Small Value	Dom Small Growth	Core Fixed	High Yield	Int'l Equity	Global Bonds	Real Estate	Private Investment	Misc	Cash	Total
Composite	\$352,805	\$53,621	\$51,779	\$55,359	\$257,161	\$55,752	\$220,012	\$76,620	\$66,354	\$5,775	\$7,429	\$23,942	\$1,226,609
T. Rowe	141,121	0	0	0	0	0	0	0	0	0	0	0	\$141,121
PIMCO	139,572	0	0	0	0	0	0	0	0	0	0	0	\$139,572
SSgA	72,112	0	0	0	0	0	0	0	0	0	0	0	\$72,112
LC Transition Account	0	0	0	0	0	0	0	0	0	0	0	101	\$101
SSgA 2500	0	53,621	0	0	0	0	0	0	0	0	0	0	\$53,621
Wellington	0	0	51,779	0	0	0	0	0	0	0	0	0	\$51,779
Longwood	0	0	0	55,359	0	0	0	0	0	0	0	0	\$55,359
SC Transition Account	0	0	0	0	0	0	0	0	0	0	0	0	\$0
Acadian	0	0	0	0	0	0	113,846	0	0	0	0	0	\$113,846
Mondrian	0	0	0	0	0	0	106,166	0	0	0	0	0	\$106,166
IE Transition Account	0	0	0	0	0	0	0	0	0	0	0	10	\$10
Loomis	0	0	0	0	257,156	0	0	0	0	0	0	5,790	\$262,946
MW Post	0	0	0	0	0	55,752	0	0	0	0	0	2,744	\$58,496
Brandywine	0	0	0	0	0	0	0	76,620	0	0	0	0	\$76,620
UBS Realty	0	0	0	0	0	0	0	0	65,366	0	0	0	\$65,366
Transwestern	0	0	0	0	0	0	0	0	988	0	0	0	\$988
Henderson (Cash)	0	0	0	0	0	0	0	0	0	0	0	14,266	\$14,266
RMK Timber	0	0	0	0	0	0	0	0	0	0	7,429	0	\$7,429
Vermont Investment	0	0	0	0	5	0	0	0	0	5,775	0	0	\$5,780
Vermont Cash	0	0	0	0	0	0	0	0	0	0	0	1,031	\$1,031

(Dollars in 000's)

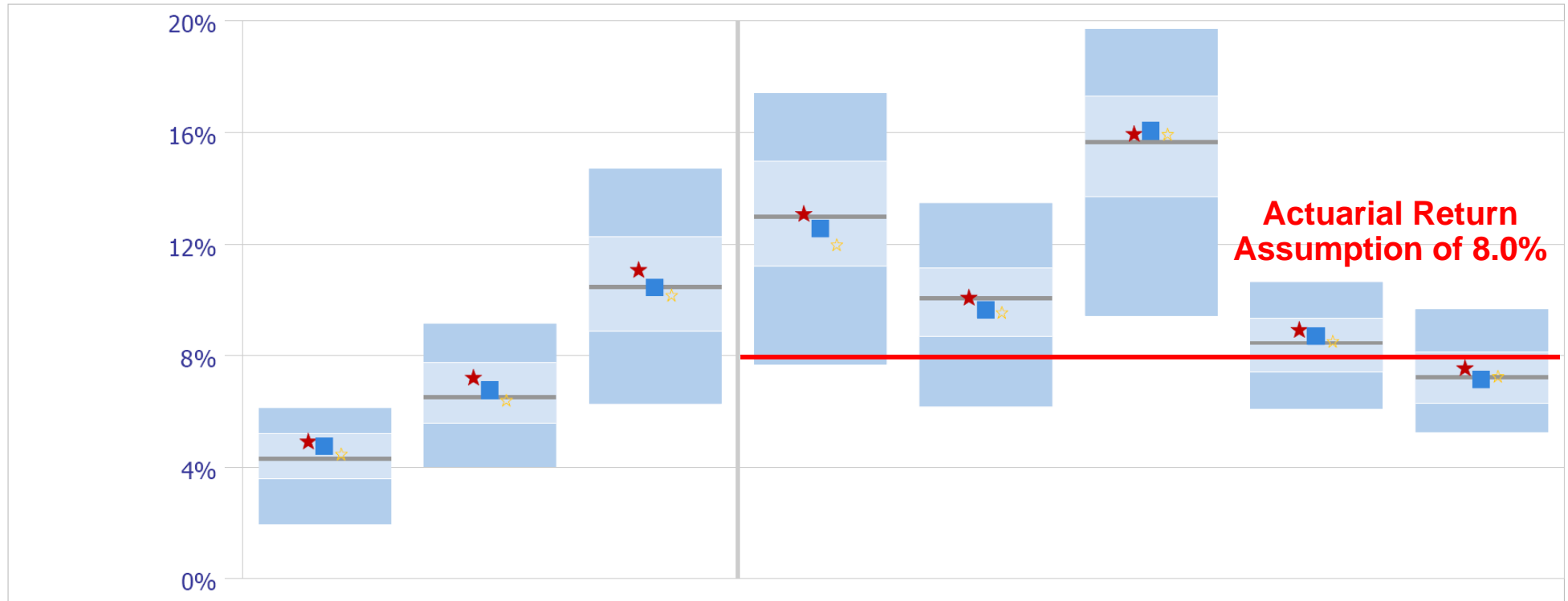
Total Fund Asset Growth Summary

As of March 31, 2006

	Last Quarter	Year to Date	Last Twelve Months	Since Inception 03/2001
Beginning Market Value	1,173,785	1,173,785	1,104,011	934,947
Net External Growth	-4,815	-4,815	-20,207	-94,565
Return on Investment	57,639	57,639	142,805	386,227
Income Received	5,323	5,323	29,238	122,801
Gain/Loss	52,316	52,316	113,566	263,425
Ending Market Value	1,226,609	1,226,609	1,226,609	1,226,609
Return	+4.9%	+4.9%	+13.1%	

Total Public Funds – Total Rates of Return

As of March 31, 2006

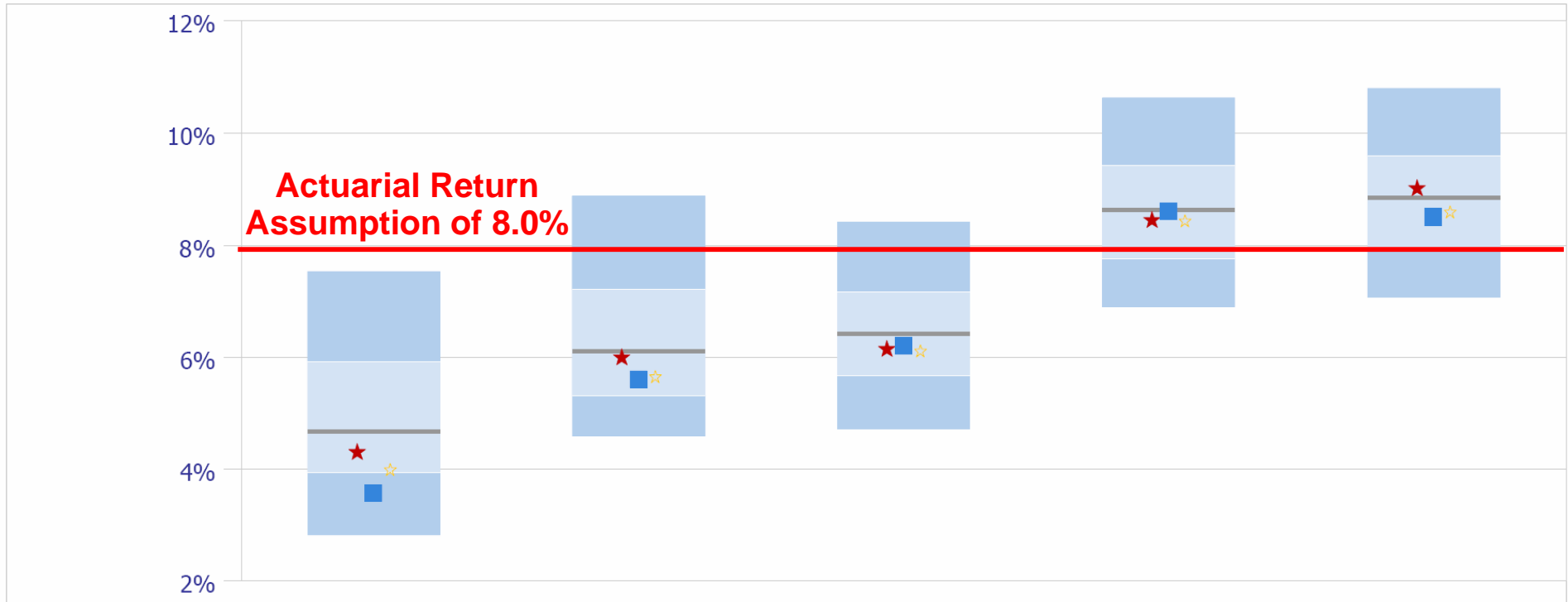


	One Quarter	Two Quarters	Three Quarters	One Year	Two Years	Three Years	Four Years	Five Years
★ ERS COMPOSITE	4.9 33	7.2 40	11.1 46	13.1 49	10.1 49	15.9 44	8.9 32	7.6 39
■ ALLOC INDEX	4.8 38	6.8 46	10.5 50	12.6 53	9.7 57	16.1 41	8.7 37	7.2 52
☆ POLICY INDEX	4.5 45	6.4 51	10.2 52	12.0 59	9.6 59	15.9 44	8.5 48	7.3 46
Median	4.3	6.5	10.5	13.0	10.1	15.7	8.5	7.2

- **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 March 31, 2006



	Six Years	Seven Years	Eight Years	Nine Years	Ten Years
★ ERS COMPOSITE	4.3 62	6.0 55	6.2 57	8.5 54	9.0 43
■ ALLOC INDEX	3.6 88	5.6 64	6.2 55	8.6 50	8.5 58
☆ POLICY INDEX	4.0 69	5.7 64	6.1 58	8.4 55	8.6 57
Median	4.7	6.1	6.4	8.6	8.8

- **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 3/31/06)

	Public	Large	Last	Public	Large	Last	Public	Large	Last	Public	Large		% of	Annual	
	Q106	Rank	Rank	1 Year	Rank	Rank	3 Years	Rank	Rank	5 Years	Rank	Rank	Market Value	Portfolio	Fee
Employees Composite (GROSS)	4.9%	33	46	13.1%	49	69	15.9%	44	66	7.6%	39	52	\$1,226,608,576	100.0%	0.34%
Employees Composite (NET)	4.9%			13.0%			15.9%			7.5%					
Median Public Fund	4.3%			13.0%			15.7%			7.2%					
Median Large Fund	4.8%			14.2%			17.1%			7.7%					
Allocation Index	4.8%			12.6%			16.1%			7.2%					
Policy Index	4.5%			12.0%			15.9%			7.3%					
Large Cap Equity															
Large Cap Equity Composite	4.9%	22		14.5%	24		17.5%	42		4.8%	34		\$352,906,573	28.8%	
Standard & Poors 500	4.2%			11.7%			17.2%			4.0%					
T. Rowe	4.7%	27		N/A			N/A			N/A			\$141,121,457	11.5%	0.30%
PIMCO	4.5%	29		N/A			N/A			N/A			\$139,572,132	11.4%	0.33%
Standard & Poors 500	4.2%			11.7%			17.2%			4.0%					
SSgA	6.2%	10		N/A			N/A			N/A			\$72,111,747	5.9%	0.05%
S&P 500 Equal Weighted	6.2%			17.4%			25.6%			10.1%					
Large Cap Equity Transition Account [^]	N/A			N/A			N/A			N/A			\$101,237	0.0%	
Small Cap Equity															
Small Cap Equity Composite	10.7%	49		22.8%	29		26.1%	76		11.0%	96		\$160,758,853	13.1%	
Russell 2000	13.9%			25.8%			29.5%			12.6%					
SSgA 2500	11.2%	40		N/A			N/A			N/A			\$53,620,797	4.4%	0.07%
Russell 2500	11.1%			24.0%			29.2%			13.5%					
Wellington	8.2%	76		N/A			N/A			N/A			\$51,779,133	4.2%	0.47%
Russell 2000 Value	13.5%			23.8%			30.7%			16.2%					
Longwood	12.7%	55		23.5%	74		N/A			N/A			\$55,358,923	4.5%	0.75%
Russell 2000 Growth	14.4%			27.8%			28.1%			8.6%					
Small Cap Equity Transition Account [^]	N/A			N/A			N/A			N/A			\$0	0.0%	
International Equity															
Int'l Equity Composite	10.8%	21		25.8%	54		29.5%	78		11.0%	70		\$220,021,319	17.9%	
EAFE (After Taxes)	9.4%			24.4%			31.1%			9.6%					
CITI EPAC	8.9%			25.6%			31.7%			10.2%					
Acadian	13.0%	7		N/A			N/A			N/A			\$113,845,803	9.3%	0.48%
Mondrian	8.5%	63		N/A			N/A			N/A			\$106,165,586	8.7%	0.36%
Int'l Equity Transition Account [^]	N/A			N/A			N/A			N/A			\$9,930	0.0%	
EAFE (After Taxes)	9.4%			24.4%			31.1%			9.6%					
CITI EPAC	8.9%			25.6%			31.7%			10.2%					

Note: Results for periods longer than one year are annualized

[^]Transition accounts consist of all cash and securities within the legacy and actual State Street transition account.

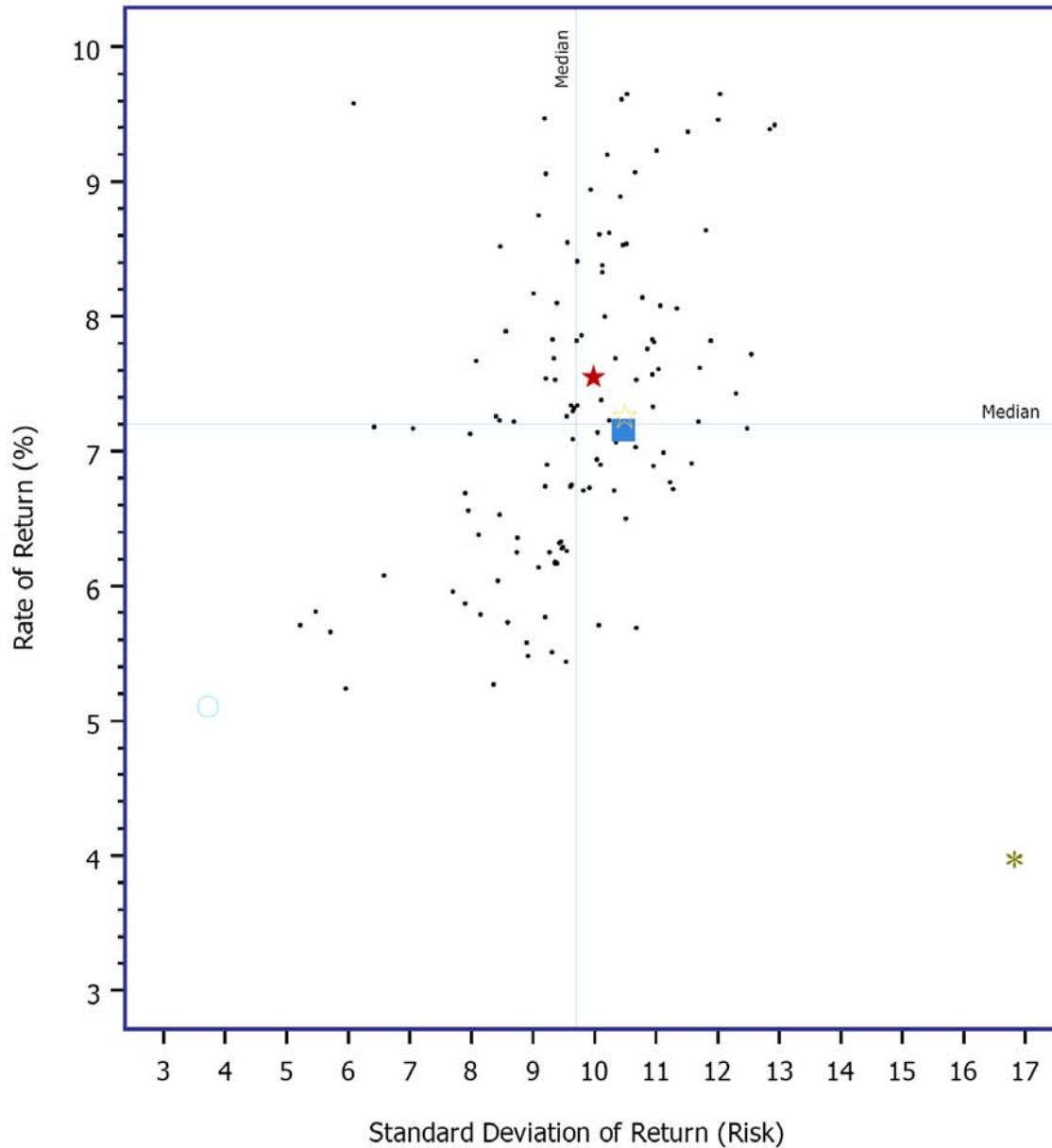
There may be a slight or no dispersion between Gross-of-fee and Net-of-fee returns. This is due to management fee's being paid from an account not included in the plan.

Performance Detail (as of 3/31/06)

	Public	Large	Last	Public	Large	Last	Public	Large	Last	Public	Large		% of	Annual
Q106	Rank	Rank	1 Year	Rank	Rank	3 Years	Rank	Rank	5 Years	Rank	Rank	Market Value	Portfolio	Fee
Core Fixed Income														
Loomis, Sayles	(0.1%)	14	2.6%	55		4.0%	23		5.3%	60		\$262,945,888	21.4%	0.15%
Lehman Aggregate Bond	(0.6%)		2.3%			2.9%			5.1%					
Lehman U.S. Credit	(1.2%)		1.8%			3.7%			6.0%					
High Yield Fixed Income														
MW Post	2.3%	45	7.5%	39		N/A			N/A			\$58,496,546	4.8%	0.46%
Lehman High Yield	2.9%		7.4%			12.1%			8.1%					
Global Fixed Income														
Global Fixed Income												\$76,620,318	6.2%	
Brandywine	1.1%	10	N/A			N/A			N/A			\$76,620,318	6.2%	0.42%
CITI World Gov't Bond	(0.4%)		(4.8%)			4.5%			7.5%					
Real Estate														
Real Estate												\$80,619,450	6.6%	
UBS Realty	3.0%	55	19.1%	49		15.4%	41		11.4%	45		\$65,365,502	5.3%	0.90%
Transwestern	0.0%	74	N/A			N/A			N/A			\$987,500	0.1%	
Henderson (Cash)	1.1%	65	N/A			N/A			N/A			\$14,266,448	1.2%	0.00%
NCREIF Property Index	3.6%		20.2%			15.1%			11.7%					
Private Investment														
Vermont Investments	2.3%		(2.8%)			6.7%			(1.4%)			\$5,779,700	0.5%	
Miscellaneous Investment														
RMK Timber	3.3%		14.7%			6.7%			6.0%			\$7,428,940	0.6%	1.00%
NCREIF Timber Index	3.6%		20.2%			15.1%			11.7%					
Cash														
Vermont Cash	1.5%		8.3%			4.3%			4.1%			\$1,030,989	0.1%	
90 Day U.S. T-Bills	1.0%		3.5%			2.1%			2.2%					
<p>Note: Results for periods longer than one year are annualized</p> <p>There may be a slight or no dispersion between Gross-of-fee and Net-of-fee returns. This is due to management fee's being paid from an account not included in the plan.</p>														

Total Fund Risk / Return Analysis

Total Public Funds – Total Return vs. Risk - 5 Years Ending 03/31/06



	Return	Standard Deviation	Sharpe Ratio
★ ERS COMPOSITE	7.6	10.0	0.6
■ ALLOC INDEX	7.2	10.5	0.5
★ POLICY INDEX	7.3	10.5	0.5
* S&P 500	4.0	16.8	0.2
○ LB AGGREGATE	5.1	3.7	0.8
Median	7.2	9.7	0.6