

State of Rhode Island and Providence Plantations



Office of the General Treasurer

Frank T. Caprio
General Treasurer

**STATE OF RHODE ISLAND
INVESTMENT COMMISSION MEETING**

**DATA AT
NOVEMBER 30, 2006**

VINCENT IZZO, JR.

MEMBERS OF THE STATE INVESTMENT COMMISSION

Hon. Frank T. Caprio, Chair

**Mr. Jeffrey Britt
Ms. Rosemary Booth Gallogly
Ms. Marcia Reback**

**Mr. J. Michael Costello
Dr. Robert J. McKenna
Mr. John R. Treat**



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**RHODE ISLAND STATE INVESTMENT COMMISSION
MEETING NOTICE**

The next meeting of the Rhode Island State Investment Commission has been scheduled for Wednesday, January 24, 2006 at 9:00 a.m. in Room 135 of the State House.

AGENDA

1. Membership Roll Call
2. Approval of Minutes
 - State Investment Commission Meeting held on 12/06/06 *
3. Alternative Investments Consultant - Pacific Corporate Group
 - Providence Equity Partners VI, L.P. *
 - Green Equity Investors V, L.P. *
 - Lighthouse Capital Partners VI, L.P. *
4. Wilshire Associates Incorporated
 - Capital Market Review
5. Legal Counsel Report
6. Deputy Treasurer for Finance Report
7. Treasurer's Report
8. New Business

* Commission members may be asked to vote on this item.

POSTED ON THURSDAY, JANUARY 18, 2006

**State of Rhode Island and Providence Plantations
STATE INVESTMENT COMMISSION**

Regular Meeting December 6, 2006

A State Investment Commission ("SIC") meeting was held in Room 135, State House, Providence, Rhode Island on Wednesday, December 6, 2006. The Treasurer called the meeting to order at 9:20 a.m.

Commission members present were: Mr. Michael Costello, Dr. Robert J. McKenna, Ms. Marcia Reback and General Treasurer Paul J. Tavares. Also present were: Ms. Joan M. Caine, Deputy Treasurer for Finance, Mr. George Carvalho, Chief of Staff, Jayne Donegan, Esq., of Brown Rudnick Berlack Israels, Legal Counsel to the Commission, Mr. William Bensus, of Wilshire Associates Incorporated, General Consultant to the Commission, Ms. Michelle Davidson of Pacific Corporate Group ("PCG"), Alternative Investments Consultant to the Commission, Mr. Frank Blaschka of The Townsend Group, Real Estate Consultant to the Commission and other members of the Treasurer's Staff. Ms. Rosemary Booth Gallogly, Mr. Jeffrey Britt and Mr. John Treat were absent.

Treasurer Tavares announced that for the first time in his eight-year term of office only four members of the SIC were in attendance which meant that there was not a quorum for voting purposes. He explained that all three private equity groups and the two real estate groups in attendance today will be heard but that a vote on the investments will have to be taken at a subsequent meeting.

Ms. Caine asked Ms. Davidson if a delay on the votes for the three groups PCG brought today would effect the Employees' Retirement System of Rhode Island's ("ERSRI") ability to invest in the funds. Ms. Davidson indicated that she did not believe the delay would cause ERSRI to forfeit participation in the funds, but would confirm with each fund.

Providence Equity Partners VI, L.P. ("PEP VI"). Ms. Davidson gave a brief overview of PEP VI noting that it is a "re-up" as ERSRI has invested in four previous PEP funds. Target size of PEP VI is approximately \$8 billion. She noted that net performance across PEP's four funds is 50%. PEP has a solid reputation in the media and communications fields which attracts good deal flow. Ms. Julie Fisher, Head of Investor Relations and Mr. Mark Pelson, Managing Director represented PEP VI.

PEP VI will pursue the same investment strategy as its prior private equity funds by acquiring either a controlling interest or a non-controlling interest, accompanied by certain negative control features and board representation. The fund will focus on wireless telephony (cellular, personal communication systems and enhanced specialized mobile radio systems), competitive local and long distance telephone networks, internet service providers, cable television systems and networks, paging/advance messaging systems, wireless data networks, newspaper and magazine publishing, radio and television broadcasting, in-store advertising, directories, and other media and communications sub-sectors.

Mr. Pelson reported that PEP is the largest private equity firm specializing in the media, communications and information services sectors with approximately \$9 billion of equity capital under management. Ms. Fisher noted that PEP now has offices in New York and London. He noted that PEP I had a realized IRR of 47%, and PEP II a realized IRR of 117%. Mr. Pelson stressed that PEP III returned 21% which was during an extremely difficult investment period.

PEP IV has an IRR of 59% and still holds some investments. PEP V has no realized investments as of yet.

PEP VI will pursue opportunities on a global scale, targeting individual investments of \$500 million on average. The General Partner and its affiliates will make a commitment of at least \$200 million to PEP VI, a portion of which will be paid in cash and a portion funded by a reduction in the management fee otherwise payable by the limited partners.

Ms. Caine distributed PCG's general Client Alert Memorandum regarding the antitrust class-action lawsuit and Department of Justice investigation of certain Private Equity Funds. She noted that it is a sensitive legal matter, but requested that PEP and PCG discuss their perspective on the trend and what we can expect going forward. Ms. Davidson noted that the memo was informational only and that most private equity firms do not believe anything will come of it. Ms. Fisher noted that PEP is not involved in the Dept. of Justice investigation. As far as the class-action lawsuit, PEP was named along with a dozen or so other general partners. PEP believes the lawsuit is without merit and intends to contest the lawsuit vigorously.

Treasurer Tavares requested that to the extent possible PEP keep the lines of communication open and keep the SIC informed of any and all information available. He also noted that the SIC has had a very successful relationship with PEP for many years and both PCG and staff recommend a \$25 million investment in PEP VI. The Treasurer noted the intent will be to approve the investment at a subsequent meeting and thanked Mr. Pelson and Ms. Fisher for their presentation.

Green Equity Investors V, L.P. ("GEI V"). Ms. Davidson gave a brief overview of GEI V noting that it is a "re-up" as ERSRI invested in GEI IV. Target size of GEI V is approximately \$4 billion. GEI are value investors with a partnership approach of teaming up with management. She noted that since 1989 GEI has invested approximately \$2.5 billion in forty deals and has a net return of 28%.

Mr. Jonathan D. Sokoloff, Managing Partner and Mr. Timothy J. Flynn, Partner represented GEI V. Mr. Sokoloff noted that the GEI V will pursue a wide range of investments primarily in US-based upper middle-market companies. GEI V will follow the value-oriented investment strategy pursued by its former funds. GEI V will utilize a generalist strategy with a preference for consumer related companies in the retail, consumer products, distribution, media, business services, and healthcare sectors.

GEI V will pursue control acquisitions of established middle market companies across North America, and expects to deploy approximately \$500 million to \$1 billion per year over the six-year investment period. Mr. Sokoloff stated that approximately three quarters of the funds are expected to come from existing limited partners. The general partner and its affiliates will make a commitment of at least \$175 million to GEI V, a portion of which will be paid in cash and a portion funded by a reduction in the management fees.

Mr. Flynn noted that realized and publicly traded investments have a gross IRR of 41.1%. GEI V will focus on growth companies at the upper end of middle market. He reiterated the six areas of focus noting that they represent 98% of invested equity with 45% of domestic GDP. GEI portfolios grew at nearly 2x the market growth.

Mr. Sokoloff noted that most transactions in today's environment require 30% - 40% equity contributions. Due to their focus on growth companies and conservative leverage, GEI's transactions typically require higher equity contributions. They have limited their commitment in each deal to no more than 10% of the fund size in order to achieve diversification.

Treasurer Tavares stated that both PCG and staff recommend a \$15 million investment in GEI V. He noted that the intent will be to approve the investment at a subsequent meeting because of quorum problems and thanked Mr. Sokoloff and Mr. Flynn for their presentation.

Lighthouse Capital Partners VI, L.P. ("LCP VI"). Ms. Davidson gave a brief overview of LCP VI noting that it is a "re-up" as ERSRI invested in LCP V. She noted that LCP has raised five funds focused exclusively on venture lending, with total investments of approximately \$1.2 billion. She stated that this strategy was pioneered by LCP and has the benefits and upside of investing in the venture space but with lower risk and volatility given that they have a debt component. The two earliest funds have had strong net returns of 37% and the other over 70%. The other three funds are still in the early stage.

Mr. Ned Hazen, Managing Director represented LCP VI. Mr. Hazen stated that LCP is the leader in this venture/debt market measured by returns, by the experience of the team, by the track record of returning capital to the limited partners, by the size of their funds, and by their deal referral network. He explained that LCP lends money to companies that are cash flow negative.

Mr. Hazen noted that LCP VI will utilize a variety of equity-oriented debt instruments, including secured loans coupled with warrants and/or rights to purchase stock, and secured convertible debt. These instruments will generally have terms ranging from 24 to 48 months and feature a current income stream of principal and interest payments, as well as an equity component with long-term capital appreciation potential. They typically invest in early to expansion stage venture capital backed companies alongside their series A or B equity financings.

LCP VI will build a diversified portfolio of investments across the information technology and life science venture sectors. The information technology strategy will include infrastructure software, datacenter systems, data storage products and services, communications equipment, semiconductors, and the Internet. The life science investments will focus on diagnostic and therapeutic biotechnology, biotechnology tools, and medical devices. LCP VI will also opportunistically invest in alternative energy companies. Target size of LCP VI is approximately \$350 million with a hard-cap of \$400 million.

Treasurer Tavares stated that both PCG and staff recommend a \$15 million investment in LCP VI. He noted that the intent will be to approve the investment at a subsequent meeting because of quorum problems.

Ms. Caine distributed copies of PCG's CEO Chris Bower's letter to the Treasurer and Commission regarding CalPERS review of the PCG relationship and its decision to continue to work with PCG and asked Ms. Davidson for an update. Ms. Davidson stated that PCG has been talking to clients and a number of them have positively voted to continue their relationship with PCG. She noted that PCG is working on formalizing the structure separating capital partners and asset management into two legal entities, which she expects to take place in early 2007.

Ms. Davidson stated that PCG has two clients that have issued a Request for Proposal ("RFP"). Colorado Fire & Police issued an RFP as a natural progression because PCG's contract is due to expire at the end of this year. The State of Oregon, a very long time client, issued an RFP and invited PCG to re-bid. That decision will be made in early 2007. PCG has also added a managing director focusing primarily on the venture space. She also noted that one marketing professional has since left the firm.

Treasurer Tavares asked that Ms. Davidson communicate to Mr. Bower that it would be in PCG's best interests to continue to keep the lines of communication open and to document any changes in writing especially in light of a new administration coming in.

Treasurer Tavares explained to Mr. Blaschka that because of the lack of a quorum, the Commission will hear the real estate fund presentations, but is unable to take any official action on the proposed real estate investments today.

AEW Core Open-End Fund ("AEW"). Mr. Frank Blaschka gave a brief overview of AEW which is an open-end core fund. This is newly established core fund which will be structured as a perpetual life vehicle, open to investors for quarterly contributions and redemptions of capital. AEW seeks to raise up to \$800 million of seed capital from a select group of investors which exclusively includes The Townsend Group and its clients.

In order to compensate for the likely underperformance in the initial period and concentration risks inherent in a start up core fund compared to the existing open-end core funds. Townsend noted the following comparative advantages of the AEW fund: a substantial reduction in fees, a strong firm composite performance, and an experienced fund team and platform.

Mr. Daniel J. Bradley, Principal and Portfolio Manager, Mr. Renny Merritt, Principal and Mr. Robert J. Plumb, Principal and Head of Acquisitions represented AEW. Mr. Merritt noted that this open-end core fund is AEW's most important new strategic initiative. The fund will focus on four major property types: office, retail, industrial and multi-family and invest in top-tier markets across the US. AEW will utilize a modest level of leverage of up to 30% and will make investments that range in size of \$50 - \$100 million. AEW's benchmark will be the NCREIF Open-end Diversified Core Equity Index (NECREIF-ODCE).

Mr. Merritt noted that AEW has \$37.3 billion in property and securities under management in North America and Europe (including \$6.4 billion of core assets in North America). AEW's core investments have outperformed the benchmark by 800 basis points over five years and 250 basis points over ten years.

Mr. Bradley described the fund's team and explained that they have a long history of executing core real estate strategies with a seasoned acquisition team based in Boston and Los Angeles. He stressed that AEW has one of the most experienced and integrated research teams in the industry. AEW has a 25-year history of core investing with a disciplined investment process.

Mr. Plumb described AEW's research-driven investment principals. AEW invests in markets where supply constraints work to keep the market in equilibrium and allow for growth in rent and thus, value. AEW invests in markets with educated populations and strong job growth seeking America's changing demographics and the impact they will have for economic growth and demand for real estate. They take advantage of trends and markets that are affected by an increasingly globalized world economy. He noted that the portfolio will be diversified by economic drivers as the composition of the industry drivers of a metro area will substantially define that area's economic growth and thus, real estate values.

Treasurer Tavares explained that a formal vote could not be taken today, but he noted the intent will be to approve the investment at a subsequent meeting. He then thanked Mr. Bradley, Mr. Merritt and Mr. Plumb for their presentation.

Heitman Value Partners II ("HVP II"). Mr. Blaschka gave a brief overview of HVP II which is an enhanced return, closed-end commingled fund seeking to raise \$800 million. HVP II will seek to create a diversified portfolio of investments in traditional as well as specialty

property types using joint ventures with local operators, consisting primarily of public or private real estate firms. He noted the HVP II is an experienced joint venture investor with favorable firm performance. HVP II will invest in the traditional types of real estate such as retail, office, industrial and multi-family; but they may also invest in specialty property types which include medical office space, senior housing, self-storage, and student housing.

Mr. Maury Tognarelli, President and CEO and Ms. Kathy Sandstrom, Senior Vice President represented HVP II. Mr. Tognarelli noted that Heitman has approximately \$16.5 billion of assets under management and is 50% employee-owned with a 50% financial partner. The Heitman value-added track record includes 31 separate ventures over the last 13 years and has \$2.4 billion of equity invested or committed in \$7.4 billion of real estate. Realized net returns on liquidated investments is 16.7%.

Ms. Sandstrom stated that the greatest risk in this specific strategy is execution risk. One of the ways HVP has found to help mitigate the risk in value-added investing is by pairing up with operating partners. HVP II will partner with the best operators in either a specific market that they think is worthy of investment or in a specific sector where they are a specialist in executing this strategy. She noted that HVP II expects to renovate apartment buildings and reorganize office space to be more efficient and more attractive to users. They will also take an under-managed asset and put in a new management and leasing team.

HVP's operating partners are required to be co-investors which is an incentive for success. Their track record has proven that their strategy makes for a better chance of reaching stated results, which for this fund is approximately 12-14% net of all fees. Target size of the fund is \$800 million to be deployed in 15 - 20 joint ventures diversified by both property type and geography. Each investment will hold multiple assets. No more than 40% of equity will be invested in any one property type and no more than 25% of equity will be invested in any one investment. Heitman is investing \$15 million in HVP II.

Treasurer Tavares apologized for the unique situation today with the SIC's quorum problem and noted the intent will be to approve the investment at a subsequent meeting.

Treasurer Tavares requested a recess from 11:25 a.m to 11:30 a.m.

Wilshire Associates Incorporated - Capital Market Review. Mr. Bensur stated that he was honored to have been able to work with Treasurer Tavares and his Staff for the last eight years noting that under the Treasurer's leadership the pension fund has done extremely well. In his capital market review he noted that economic growth continues and inflation concerns seem to have diminished. Through 12/5/06 the S&P 500 is up 15.2%. Smalls stocks have come back strongly to 18.4%. The DJ Wilshire 5000 is up 15.5% through 12/5/06. Non-US equity has outperformed US equity. The EAFE (developed markets) and the All Country World ex-US markets are up approximately 23%. Emerging markets are up approximately 27% though 12/1/06. Fixed income is up 5% to date and High Yield is up 11% year-to date.

Deputy Treasurer for Finance Report. Ms. Caine gave an update on the ING investigation noting that she met with the Department of Regulation ("DBR") and has distributed copies of Treasury's ING files to DBR, DOA and legal counsel. She distributed copies of an article from Pensions & Investments that indicates ERSRI is far from the only plan sponsor dealing with this issue. There are nine corporate 401K plans that have filed class action lawsuits alleging conflicts of interests and fiduciaries failing to scrutinize and disclose fees.

The Department of Labor has issued a guidance report that provides fiduciaries its checklist of questions that they should ask financial institutions before they hire them. The

revenue sharing issue is a common one. Florida just filed suit against its 457 provider. Based on her conversation with DBR, she expects the investigation will be prolonged as it is not clear cut. She noted that while ING has stated it complied with the SEC Rules and Regulations with regard to fees, they admit disclosure and probably could have done a better job of it.

Ms. Caine reminded Commission members that Ms. Gallogly had requested that this administration provide SIC members with a book with all information pertinent to the SIC. She distributed books to all members in attendance and described the comprehensive package: Section I includes the general laws that the SIC has fiduciary responsibility over; Section II focuses on the existing Asset Allocation Policy. Section III includes the Investment Manager Investment Policy Statements. Section IV includes the Manager Continuation Policy; Section V includes the details on the Alternative Program including the policies and procedures as well as the strategy; Section VI is the guidelines for hiring the investment managers, along with the Manager Watch List, and Proxy Voting Policy. The last section includes the Cash Management Short-Term investment guidelines.

She noted that she is in the process of updating the Investment Policy Statements of both the CollegeBound*fund* manager, Alliance Capital and Mondrian Investment Partners. Treasurer Tavares thanked Ms. Caine and Jan Roberts for their efforts in putting this book together.

Ms. Caine distributed a list of proposed meeting dates for 2007 which is based on the same schedule of the last few years, with meetings on the fourth Wednesday of every month, subject to the review and approval of the Treasurer-Elect.

Treasurer's Report. Treasurer Tavares reminded Commission members that his campaign slogan was "No tricks, no gimmicks just a Treasurer who will do what is right", which became a mantra for how he operated. He stated that he had surrounded himself with an extremely competent staff, great consultants and dedicated, hard-working board and commission members. He thanked all for their committed time and energy which has been a valuable part of how the system has progressed.

He stated he was proud and honored to have had the opportunity to work with everyone present. He personally thanked Mr. Bensus for his efforts and tenacity in keeping the pension fund growing. He also thanked Mr. Blaschka for his help with the Gateway Eight building and its ultimate sale. He then thanked Ms. Caine and her staff. He noted that it has been very rewarding to be surrounded by true professionals who dedicated their time above and beyond expectations. He stated he was proud of how everyone dealt with the challenges they faced.

Ms. Reback suggested the SIC hold a special meeting later in December to vote on the proposals presented today and Mr. Costello concurred.

Treasurer Tavares distributed a report on Investment Portfolio Highlights that Ms. Caine had prepared noting that the pension fund was valued at \$6.2 billion as of 12/31/98 and presently has a market value of \$7.8 billion. Ms. Caine noted that asset allocation decisions involving the pension fund is a long-term and thoughtful process based on the asset/liability studies that Wilshire conducts along with the plan's actuary. The SIC has made strategic decisions based on Wilshire's recommendation to reduce the active market exposure in efficient markets where it's difficult to beat the index over long periods of time and increase active management in inefficient markets. The key drivers impacting recent performance have been the non-US equity portfolio and re-activated private equity portfolio and real estate.

Treasurer Tavares noted a seven-year superior performance which replaced sub-par historical performance. Over the last seven years, the fund's investment performance has

improved relative to its peer universe. For the last one, three and five year periods, the fund has ranked in the top 13th, 9th and 28th percentile respectively. This is a dramatic improvement over the fund's 10-year rank of 84th percentile. The fund's performance also compares favorably to the TUCS and Compass public fund universes.

Ms. Caine noted that it takes time to move a \$7 billion portfolio. It took nearly two years to complete RFPs and replace managers that were underperforming and to increase our exposure to the international markets and small-cap stocks. She noted that with the completion of the portfolio's restructuring in 2002, it has been outperforming its benchmark on a consistent basis. Treasurer Tavares summarized other cost reduction and revenue enhancement initiatives that resulted in an annual savings of over \$7 million. The Treasurer also noted that he has prepared a Term-End Report which is presently being printed and will be distributed as soon as possible.

Treasurer Tavares distributed Citations to Ms. Reback, Dr. McKenna and Mr. Costello.

Mr. Costello stated that he has been on the Commission for the Treasurer's entire term of eight years and it has been an honor and a privilege to serve with the Treasurer. He thanked Ms. Caine, Ms. Roberts and staff for their honest and forthright approach. He noted that being a member of the SIC has been a tremendously positive experience and he applauds all the work of the Treasurer and staff.

Dr. McKenna thanked the Treasurer for his fine leadership and thanked staff for their hard work. He noted that the *CollegeBoundfund* has been enormously successful and Rhode Island's *CollegeBoundfund* ranks second in the country after leading for the last few years. He thanked Treasurer Tavares for his commitment to higher education.

Ms. Reback stated that she has served on many boards and commissions which have been led by politicians and that Treasurer Tavares has run the State Investment Commission and the Retirement Board scrupulously. There have been no political considerations that have interfered with your work or interfered with the work of the people. She noted that the Treasurer has been extraordinary in selecting people to work for him who have done an incredible job.

Treasurer Tavares thanked everyone for their kind words noting that it means a lot to him. He values the friendships made during his term in office.

The meeting ended at 12:10 p.m.

Respectfully submitted,

Paul J. Tavares
General Treasurer

**RHODE ISLAND STATE INVESTMENT COMMISSION
STAFF SUMMARY ANALYSIS
PORTFOLIO HIGHLIGHTS
November 30, 2006**

PORTFOLIO PERFORMANCE

November

The ERSRI portfolio posted a gain of 2.06% for the month of November, against the policy index of 2.13%. Domestic equities gained 2.27%, international equities gained 3.11%, and the fixed income asset class returned 1.24%. Additionally, the retirement fund earned \$275,792 from the securities lending program during this month.

Calendar Year to Date

For the eleven months ended November 30, 2006, the portfolio is up 14.01% against the policy index of 14.05%. Domestic equities were up 14.26%, international equities were up 23.00%, while fixed income generated a return of 5.02%.

Fiscal Year to Date

For the Fiscal Year ended June 30, 2007, the fund has gained 8.44%, against the policy index of 9.51%.

Index Performance Summary - November 30, 2006		
Market Indices	Nov-06	Calendar YTD
<u>Domestic Equity</u>		
S & P 500	1.90%	14.19%
DJ Wilshire 5000	2.26%	14.43%
Russell 2000	2.63%	17.97%
Russell 1000	0.00%	0.00%
Policy Index	2.13%	14.05%
<u>International Equity</u>		
MSCI ACWI	3.63%	23.31%
<u>Fixed Income</u>		
Lehman AGG	1.16%	4.94%
<u>Real Estate</u>		
NCREIF	4.01%	13.63%

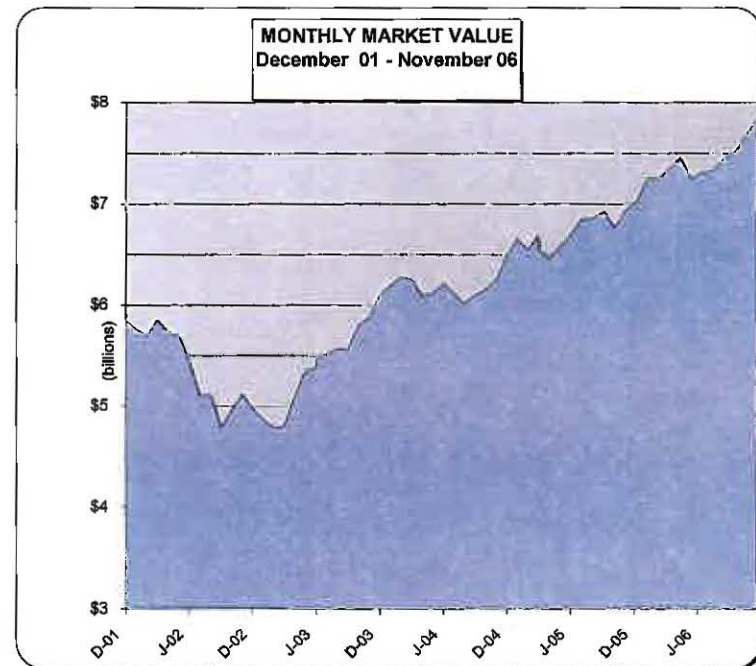
ERSRI Performance By Asset Class	Nov-06	Calendar YTD
Domestic Equity	2.27%	14.26%
Fixed Income	1.24%	5.02%
International Equity	3.11%	23.00%
Total Fund Composite*	2.06%	14.01%
Manager Summary	Nov-06	CYTD
<u>DOMESTIC EQUITY</u>		
Shott	0.49%	-17.57%
PIMCO	1.93%	14.32%
SSgA Russell 1000	0.00%	0.00%
SSgA Core	2.16%	16.49%
Wasatch	0.00%	0.00%
Northpointe	3.51%	18.25%
Wellington	3.21%	15.17%
Total Domestic Equity	2.27%	14.26%
<u>FIXED INCOME</u>		
Brown Bros TIPS	1.15%	2.35%
Brown Bros Core	1.07%	4.75%
Fidelity	1.19%	5.71%
Taplin Canida & Habacht	1.18%	5.32%
InState Fixed Income	0.00%	0.00%
Shenkman	1.24%	7.79%
Mackay Shield	2.42%	11.05%
Total Fixed Income	1.24%	5.02%
<u>INTERNATIONAL EQUITY</u>		
Mondrian	3.00%	26.52%
Goldman Sachs	3.28%	21.86%
Boston Co	3.06%	20.70%
Total International Equity	3.11%	23.00%

*Total Fund Composite includes all classes

Market Valuation Report
November, 2006

Market Values

The total portfolio value increased in November by \$178.5 million to \$7.84 billion. This compares with an increase in value of \$170 million for the same period in 2005. The domestic equity market values increased by \$106.6 million, fixed income decreased by \$2.7 million, including a transfer out of \$20.2 million; while international values increased by \$56.0 million. The cash accounts decreased by \$8.2 million including transfers out of \$5.4 million, and alternative investments increased by \$21.4 million including transfers in netting \$9.8 million.



Cash Flow

November's pension payroll of \$54.4 million was more than the \$ 37.6 million in contributions and wire transfers received by \$16.8 million.

To meet pension and other obligations, \$16.0 million was transferred from long-term investments.

Alternative Investments

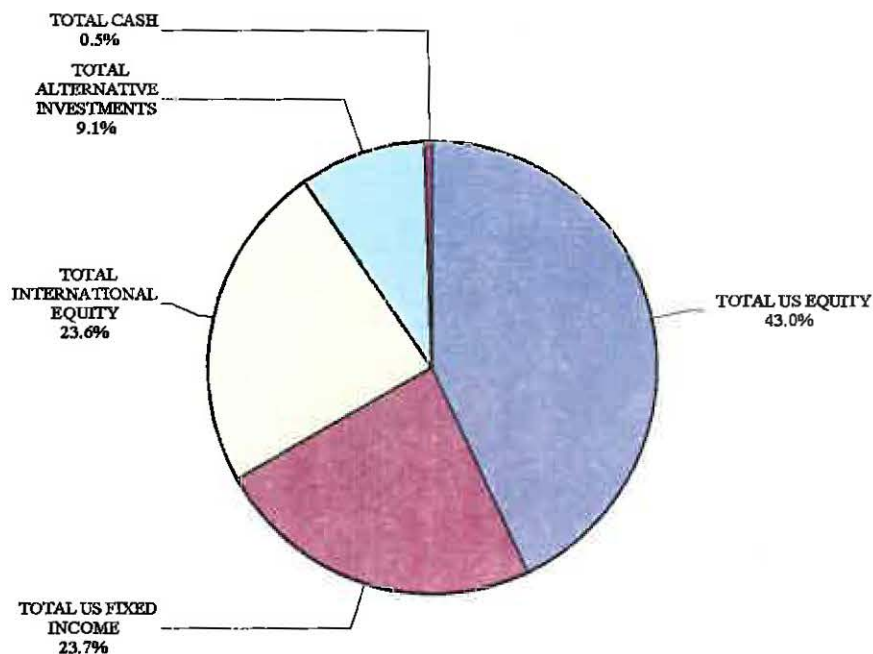
At this time the alternative investment asset class has unfunded commitments of approximately \$391 million on commitments of \$863 million.

CAPITAL CALLS Net of Distributions

November 2006	FYTD	UNFUNDED BALANCE
\$6,750,518	\$7,234,717	\$390,933,952
November 2005	FYTD	UNFUNDED BALANCE
-\$13,034,254	\$38,107,686	\$478,494,402



CURRENT ASSET CLASS ALLOCATION (IN MILLIONS)

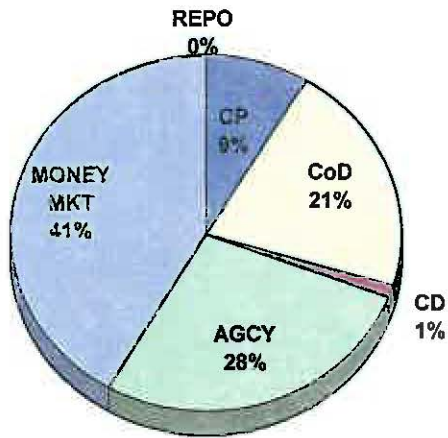


MANAGER	CURRENT PERIOD
TOTAL US EQUITY	3,369.4
TOTAL US FIXED INCOME	1,860.5
TOTAL INTERNATIONAL EQUITY	1,849.6
TOTAL ALTERNATIVE INVESTMENTS	713.6
TOTAL CASH	42.6
TOTAL	7,835.7

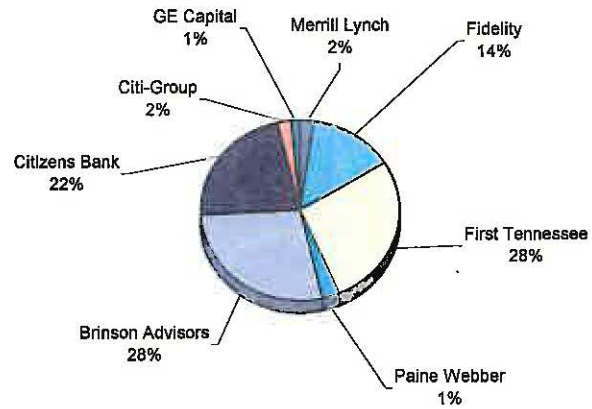
RHODE ISLAND STATE INVESTMENT COMMISSION

SHORT TERM CASH INVESTMENTS AT November 30, 2006

Portfolio By Instrument



Portfolio by Issuer



REPO = Repurchase Agreement
CP = Commercial Paper
CD = Certificate of Deposit
CoD = Collateralized Deposit
Agency = US Government Agency

**State of Rhode Island
Office of the General Treasurer
Short-Term Investments**

**Issuer Credit Ratings
November, 2006**

Issuer	Type of Instrument	Month End % Portfolio	Issuer Ratings		S-T Debt Rating		L-T Debt Rating		Credit Outlook
			Moody's		Moody's	S&P	Moody's	S&P	S&P
Chase Securities	2,3,5	0%	Aa3		P-1	A-1	Aa3	A+	Positive
Citigroup Inc.	2	2%	Aa1		P-1	A-1+	Aa1	AA-	Positive
Citizens Bank RI	3,4	22%	Aa2		P-1	A-1+	Aa2	AA-	Stable
Dreyfus	6	0%	Aa3		P-1	A-1+	Aa3	AA-	Stable
First Tennessee Capital Markets	5	28%	A1		P-1	A-1	A1	A	Stable
Fidelity	6	14%				N/R		N/R	N/R
Merrill Lynch	2,5,6	2%	Aa3		P-1	A-1	Aa3	A+	Positive
GE Capital	2	1%	Aaa		P-1	A-1+	Aaa	AAA	Stable
Morgan Stanley	1,2,5	0%	Aa3		P-1	A-1	Aa3	A+	Stable
Paine Webber	5	3%	Aa2		P-1	A-1+	Aa2	AA+	Stable
UBS Brinson Advisors	6	28%	Aa2		P-1	A-1+	Aa2	AA+	Stable
State Street Bank & Tru	1,3	0%	Aa2		P-1	A-1+	Aa2	AA	Stable

Instrument Codes

- 1 Repurchase Agreement
- 2 Commercial Paper
- 3 Certificate of Deposit
- 4 Collateralized Deposit
- 5 US Agency Discount Note
- 6 Government Money Market

Ratings Definitions

Moody's Short-Term Debt Ratings:

- P-1 - Prime-1 have a superior ability for repayment of sr. S-T debt obligations
- P-2 - Prime-1 have a strong ability for repayment of sr. S-T debt obligations
- P-3 - Prime-1 have an acceptable ability for repayment of sr. S-T debt obligations
- NP - Not Prime

Moody's Issuer Rating Symbols:

- Aaa - Offer exceptional financial security (high-grade)
- Aa - Offer excellent financial security (high-grade)
- A - Offer good financial security
- Baa - Offer adequate financial security
- Ba - Offer questionable financial security
- B - Offer poor financial security
- Caa - Offer very poor financial security
- Ca - Offer extremely poor financial security
- C - Lowest rated class, usually in default

Modifiers:

- 1 - Higher end of letter rating category
- 2 - Mid-range of letter rating category
- 3 - Lower end of letter rating category

Moody's Long-Term Debt Ratings:

- Aaa - Best Quality
- Aa - High Quality
- A - Possess many favorable investment attributes
- Baa - Medium-grade obligations
- Ba - Possess speculative elements
- B - Generally lack characteristics of desirable investments
- Caa - Poor standing
- Ca - Speculative in a high degree
- C - Lowest rated class of bonds

Modifiers:

- 1 - Higher end of letter rating category
- 2 - Mid-range of letter rating category
- 3 - Lower end of letter rating category

S&P Short-Term Credit Ratings:

- A-1 - Highest rated, strong capacity to meet obligations
- A-2 - Somewhat more susceptible to adverse effects of changes in financial conditions, satisfactory
- A-3 - Exhibits adequate protection parameters
- B - Significant speculative characteristics, faces major ongoing uncertainties
- C - Vulnerable to non-payment
- D - Payment default

Modifiers:

- + or - show relative standing within the category.

S&P Outlook Definitions:

- Positive - A rating may be raised
- Negative - A rating may be lowered
- Stable - A rating is not likely to change
- Developing - May be raised or lowered
- NM - Not meaningful

S&P Long-Term Debt Ratings:

- AAA - Highest rating, extremely strong
- AA - Differs slightly from highest rating, very strong
- A - Somewhat more susceptible to adverse effects of change in economic condition, strong
- BBB - Exhibits adequate protection parameters
- BB, B, CCC, CC, C - Have significant speculative characteristics. BB least speculative, C highest degree.
- D - Payment default

Modifiers:

- + or - show relative standing within the category.



State of Rhode Island and Providence Plantations
Office of the General Treasurer

Frank Caprio
General Treasurer

January 10, 2007

State Investment Commission
Rhode Island State House
Providence, RI 02903

This is to certify that the amounts so listed below belong to the credit of the Employees' Retirement, State Police and Judiciary Retirement Systems, and the Municipal Employees' Retirement System of the State of Rhode Island at the close of business on October 31, 2006.

Employees' Retirement System of Rhode Island
Composite Reporting Investment Valuation
November 30, 2006

Asset Class		
Cash/Short Term Investments		217,219,276
Equities - Domestic		3,335,694,614
Equities - International		1,804,420,679
Fixed Income - Government	\$1,000,334,319	
Fixed Income - Corporate	\$764,529,280	
Fixed Income - In State	\$4	
Total Fixed Income		1,764,863,603
Alternative Investments		478,807,595
Real Estate		234,663,626
Total Fund Investments		7,835,669,393
Plan Allocation		
State Employees & Teachers	85.17%	6,673,570,065
Municipal Employees	13.92%	1,090,463,554
State Police	0.55%	43,189,395
Judicial	0.36%	28,446,379
Total Fund Investments	100.00%	7,835,669,393

The amount listed for the alternative investments designation is illiquid and does not have a readily determinable market value. It is based on appraisals only.

Respectfully submitted,

Kenneth Goodreau, CMT
Deputy Director for Finance

State of Rhode Island

SUMMARY OF PERFORMANCE

RATES OF RETURN

PERIODS ENDING November 30, 2006



STATE STREET.
For Everything You Invest In™

	MKT VAL	% of FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
U.S. EQUITY												
SSGA S&P 500 INDEX FUND	1,650,288	21.06	1.88									
NORTHPOINTE CAPITAL	397,408	5.07	3.51	10.67	6.91	18.25	7.55	18.56	15.42	16.21	21.05	
PIMCO	542,115	6.92	1.93	8.08	11.64	14.32	11.70	14.39	10.99	11.75	12.74	6.11
SSGA - CORE	367,699	4.69	2.16	8.50	13.29	16.49	11.85	17.05	13.91	13.41	13.86	8.52
WELLINGTON MANAGEMENT CO. LLC	406,904	5.19	3.21	8.51	6.88	15.17	8.07	16.42	14.26	14.32	21.00	
SHOTT CAPITAL	4,881	0.06	6.24	10.21	-6.59	-8.84	-2.76					
SSGA RUSSELL 1000	47	0.00										
WASATCH ADVISORS	9	0.00										
TOTAL US EQUITY	3,369,370	43.00	2.27	8.34	9.63	14.26	9.88	14.53	12.35	12.65	15.30	8.36
<i>RUSSELL 1000</i>			2.13	8.11	11.09	14.00	10.94	14.16	12.04	12.25	13.40	6.78
<i>RUSSELL 2000</i>			2.63	9.44	9.72	17.97	9.02	17.43	12.69	14.19	19.36	12.65
<i>RUSSELL 2000 GROWTH</i>			2.39	9.77	7.18	13.62	7.11	13.45	10.72	10.76	16.95	8.28
<i>RUSSELL 2000 VALUE</i>			2.85	9.14	12.21	22.41	10.84	21.47	14.56	17.53	21.65	16.55
<i>S&P 500</i>			1.90	7.93	11.33	14.19	11.18	14.23	11.30	11.82	12.63	6.08
<i>DOW WILSHIRE 5000 FREE FLOAT</i>			2.26	8.30	10.90	14.43	10.70	14.59	12.31	12.69	14.24	7.75
INTERNATIONAL EQUITY												
GOLDMAN SACHS	616,031	7.86	3.28	6.99	11.28	21.86	11.33	27.25	23.92			
THE BOSTON COMPANY	607,303	7.75	3.06	7.32	10.09	20.70	10.16	26.04	19.36			
MONDRIAN	626,141	7.99	3.00	8.11	14.80	26.52	14.13	31.11	23.38			
TRANSITION ACCOUNT INT EQUITY	68	0.00										
PUTNAM INVESTMENTS	6	0.00										
BANK OF IRELAND	5	0.00										
TOTAL INTERNATIONAL EQUITY	1,849,554	23.60	3.11	7.48	12.05	23.00	11.86	28.13	22.21	22.79	21.77	14.46

State of Rhode Island

SUMMARY OF PERFORMANCE

RATES OF RETURN

PERIODS ENDING November 30, 2006



STATE STREET
For Everything You Invest In™

	MKT VAL	% of FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
<i>MSCI AC WORLD ex US (GROSS)</i>			3.63	7.92	12.00	23.31	12.11	29.25	22.73	23.56	24.44	16.46
<i>MSCI EAFE (NET)</i>			2.99	7.16	11.19	22.50	11.20	28.20	20.49	21.71	22.33	14.40
U.S. FIXED INCOME												
BROWN BROTHERS HARRIMAN - CORE	293,897	3.75	1.07	2.44	5.55	4.75	4.92	5.71	4.34	4.55	5.40	5.69
FIDELITY MANAGEMENT TRUST	481,736	6.15	1.19	2.60	5.56	5.71	5.41	6.64	4.81	5.01	4.97	5.50
BROWN BROTHERS HARRIMAN - TIPS	529,376	6.76	1.15	0.95	4.89	2.35	4.63	3.69	3.82			
MACKAY SHIELDS, LLC	130,142	1.66	2.42	5.46	7.47	11.05	7.32	12.20	8.39	10.57	16.72	
SHENKMAN CAPITAL MANAGEMENT	130,109	1.66	1.24	3.76	5.16	7.79	5.93	8.74	6.13	7.39	9.20	
TAPLIN, CANIDA & HABACHT	294,665	3.76	1.18	2.68	5.66	5.32	5.64	6.51	4.74	5.21	7.99	6.78
TRANSITION ACCOUNT FIXED INCOME	575	0.01										
TOTAL US FIXED INCOME	1,860,501	23.74	1.24	2.39	5.48	5.02	5.31	6.14	4.77	5.32	6.58	6.04
<i>CSFB GLOBAL HIGH YIELD</i>			1.82	4.51	6.27	10.60	6.87	11.53	7.15	9.01	13.16	10.82
<i>LB AGGREGATE</i>			1.16	2.72	5.93	4.94	5.71	5.94	4.15	4.25	4.48	5.05
<i>LB CREDIT</i>			1.41	3.36	6.99	5.17	6.83	6.20	4.23	4.50	5.76	5.93
<i>LB GOV/CREDIT</i>			1.17	2.80	6.03	4.57	5.79	5.56	4.01	4.05	4.63	5.16
<i>CITIGROUP BIG</i>			1.16	2.72	6.01	4.95	5.78	5.99	4.25	4.34	4.58	5.10
<i>CITIGROUP LARGE PENSION FUND INDEX</i>			1.63	3.70	8.21	5.01	7.89	6.61	5.26	5.54	5.89	6.35
<i>CITIGROUP L.P.F. COLLATERALIZED INDEX</i>			1.13	2.56	5.89	5.47	5.60	6.57	4.47	4.66	4.28	4.89
ALTERNATIVE INVESTMENTS												
REAL ESTATE	234,664	2.99	-0.03	1.10	1.73	3.28	1.68	3.27				
PRIVATE EQUITY	478,916	6.11	0.77	4.29	21.37	21.46	3.17	24.50	28.55	25.41	21.04	16.09
TOTAL ALTERNATIVE INVESTMENTS	713,580	9.11	0.50	3.17	13.79	14.80	2.45	16.92	24.00	22.16	18.60	14.15

State of Rhode Island
SUMMARY OF PERFORMANCE
RATES OF RETURN
PERIODS ENDING November 30, 2006



STATE STREET.
For Everything You Invest in™

	MKT VAL	% of FUND	1 Month	3 Months	6 Months	YTD	FYTD	1 Year	2 Years	3 Years	4 Years	5 Years
<i>NCREIF PROPERTY INDEX QTR LAG</i>			0.00	4.01	7.78	13.63	4.01	18.67	18.35	15.79	13.69	12.00
<i>S&P 500 PLUS 300 BP</i>			2.10	8.53	12.68	16.96	12.26	17.29	14.39	14.91	15.77	9.39
CASH EQUIVALENTS												
CASH ACCOUNT (INSIDE)	24,968	0.32	2.83	3.41	5.22	9.71	3.74	10.28	8.73	12.27	18.31	34.56
CASH ACCOUNT (OUTSIDE)	17,652	0.23	0.46	1.13	1.85	3.38	1.61	3.70	3.15	2.49	3.02	2.78
TOTAL PLAN												
TOTAL PLAN	7,835,626	100.00	2.06	6.14	9.44	14.01	8.44	15.67	13.34	13.67	15.03	9.89
¹ TOTAL PLAN BENCHMARK			2.13	6.63	9.86	14.05	9.51	15.64	12.60	12.98	14.16	9.39

State of Rhode Island
SUMMARY OF PERFORMANCE
RATES OF RETURN
PERIODS ENDING November 30, 2006



STATE STREET.
For Everything You Invest In-

Endnotes

1 As of 04/31/2006 42.5% W5000/25.0% LB AGG/20.0% MSCIAWORLDFREEexUSA/5.0% NCREIF PROPERTY LAG/7.5% S&P 500 plus 300bps

Prior to 04/31/2006 52.5% W5000/25.0% LB AGG/22.5% MSCIAWORLDFREEexUSA

ERSRI Monthly Market Value Report With Time Weighted Returns

November 30, 2006

	Calendar YTD			Benchmark Description	Current Month			Valuation Change			
	Performance	Benchmark	Alpha		Performance	Benchmark	Alpha	Market Value	Transfers	Market Value	Market Value
								10/31/2006	In/(out)	11/30/2006	Increase/Decrease
Domestic Equity											
Shott Capital Management IRR	-17.57%	14.19%	-31.76%	S & P 500	0.49%	1.90%	-1.41%	3,405,383		4,881,417	1,476,034
SSgA Russell 1000				Russell 1000				2,430,146	(2,385,702)	46,976	2,531
SSgA S&P 500				S & P 500	1.88%	1.90%		1,615,590,864	4,337,504	1,650,288,110	30,359,741
SSgA Core	16.49%	14.00%	2.49%	Russell 1000	2.16%	2.13%	0.03%	359,890,643	25,000	367,698,509	7,782,866
PIMCO	14.32%	14.19%	0.13%	S & P 500	1.93%	1.90%	0.03%	501,498,841	39,500	542,115,484	40,577,142
NorthPointe Capital	18.25%	17.97%	0.28%	Russell 2000	3.51%	2.63%	0.88%	383,903,766	29,000	397,407,861	13,475,095
Wellington Mgmt	15.17%	17.97%	-2.80%	Russell 2000	3.21%	2.63%	0.58%	394,206,640	32,000	406,903,776	12,665,136
Wasatch Advisors				Russell 2000				1,814,400	(1,808,835)	9,072	3,507
Transition Account	N/A	N/A	N/A		N/A	N/A	N/A	18,935		19,016	81
Total Domestic Equity	14.26%				2.27%			3,262,759,619	268,467	3,389,370,219	106,342,133
International Equity											
Boston Company	20.70%	23.31%	-2.61%	MSCI ACWI	3.06%	3.63%	-0.57%	589,210,814	40,500	607,307,410	18,056,098
Goldman Sachs	21.86%	23.31%	-1.45%	MSCI ACWI	3.28%	3.63%	-0.35%	596,408,103	40,500	616,031,291	19,582,688
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	N/A	663,559		693,094	29,536
Mondrian	26.52%	23.31%	3.21%	MSCI ACWI	3.00%	3.63%	-0.63%	607,870,049	41,500	626,140,957	18,229,407
Total International Equity	23.00%				3.11%			1,794,152,525	122,500	1,850,172,752	55,897,726
Fixed Income											
Fidelity Management & Research	5.71%	5.51%	0.20%	Lehman Mortgage Backed	1.19%	1.15%	0.04%	476,052,023	33,500	481,735,841	5,650,318
Brown Brothers, Harriman	4.75%	4.95%	-0.20%	Salomon Brd Inv Grade	1.07%	1.16%	-0.09%	290,751,748	21,000	293,896,745	3,123,996
In-State Fixed Income				N/A	0.00%	N/A	N/A	20,339,282	(20,340,624)		1,346
Taplin, Canida & Habacht	5.32%	5.17%	0.15%	Lehman Credit Index	1.18%	1.41%	-0.23%	291,213,063	20,000	294,665,397	3,432,335
Mackay Shields	11.05%	10.60%	0.45%	CS First BoshYield	2.42%	1.82%	0.60%	127,054,727	10,000	130,142,389	3,077,662
Shenkman Capital Mgmt	7.79%	10.60%	-2.81%	CS First BoshYield	1.24%	1.82%	-0.58%	128,510,492	10,000	130,109,049	1,588,557
Brown Bros TIPS	2.35%	2.81%	-0.46%	Lehman US TIPS Index	1.15%	1.24%	-0.09%	523,331,818	40,500	529,376,257	6,003,939
Transition Account	N/A	N/A	N/A	N/A	N/A	N/A	N/A				
Total Fixed Income	5.02%				1.24%			1,857,253,153	(20,205,624)	1,859,925,682	22,878,153
Alternative Investments											
Private Equity	21.46%	N/A	N/A	N/A	0.77%	N/A	N/A	460,330,876	6,750,518	478,916,148	11,834,754
Real Estate	3.28%	14.56%	N/A	NCREIF + 100	-0.03%	0.08%	-0.11%	231,867,750	3,048,680	234,663,921	(252,509)
Total Alternatives	14.80%				0.50%			692,198,626	9,799,198	713,580,068	11,582,245
Cash Accounts											
Cash in Trust	9.71%	N/A	N/A		2.83%	N/A	N/A	33,573,214	(9,750,561)	24,968,221	1,145,568
Cash Outside Trust	3.38%	N/A	N/A		0.46%	N/A	N/A	17,250,624	4,340,624	17,652,451	(3,938,797)
Total Cash	6.62%				1.49%			50,823,838	(5,409,937)	42,620,672	(2,793,229)
Total	14.01%	14.06%	-0.04%		2.06%	2.13%	-0.07%	7,657,187,780	(15,425,396)	7,835,669,393	193,907,029

*Policy Index: (Effective 04/31/06)

- 42.5% Wilshire 5000
- 25.0% Lehman Aggregate
- 20.0% MSCI ACWI X-US
- 5.0% NCREIF 1 Qtr Lag

State of Rhode Island

RATES OF RETURN - Total

Periods Ending November 30, 2006



STATE STREET
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PERFORMANCE SUMMARY REPORT

	Benchmark	1 Month Return			Calendar YTD Return			Value (000)	Net Flow (000)
		Fund	Index	Excess	Fund	Index	Excess		
U.S. EQUITY									
SSGA S&P 500 INDEX FUND	S&P 500	1.88	1.90	-0.02				1,650,288	4,338
SSGA - CORE	RUSSELL 1000	2.16	2.13	0.03	16.49	14.00	2.49	367,699	25
PIMCO	S&P 500	1.93	1.90	0.03	14.32	14.19	0.13	542,115	40
NORTHPOINTE CAPITAL	RUSSELL 2000	3.51	2.63	0.88	18.25	17.97	0.28	397,408	35
WELLINGTON MANAGEMENT CO. LLC	RUSSELL 2000	3.21	2.63	0.58	15.17	17.97	-2.80	406,904	32
SHOTT CAPITAL	S&P 500	6.24	1.90	4.34	-8.84	14.19	-23.03	4,881	1,204
SSGA RUSSELL 1000	RUSSELL 1000		2.13			14.00		47	-2,389
WASATCH ADVISORS	RUSSELL 2000		2.63			17.97		9	-1,809
TOTAL US EQUITY		2.27			14.26			3,369,370	1,474
INTERNATIONAL EQUITY									
THE BOSTON COMPANY	MSCI AC WORLD ex US (GROSS)	3.06	3.63	-0.57	20.70	23.31	-2.61	607,303	41
GOLDMAN SACHS	MSCI AC WORLD ex US (GROSS)	3.28	3.63	-0.35	21.86	23.31	-1.45	616,031	52
MONDRIAN	MSCI AC WORLD ex US (GROSS)	3.00	3.63	-0.63	26.52	23.31	3.21	626,141	42
TRANSITION ACCOUNT INT EQUITY								68	0
TOTAL INTERNATIONAL EQUITY		3.11			23.00			1,849,554	134
U.S. FIXED INCOME									
FIDELITY MANAGEMENT TRUST	LB MBS	1.19	1.15	0.04	5.71	5.51	0.20	481,736	32
BROWN BROTHERS HARRIMAN - CORE	CITIGROUP BIG	1.07	1.16	-0.09	4.75	4.95	-0.20	293,897	21
TAPLIN, CANIDA & HABACHT	LB CREDIT	1.18	1.41	-0.23	5.32	5.17	0.15	294,665	20
MACKAY SHIELDS, LLC	CSFB GLOBAL HIGH YIELD	2.42	1.82	0.60	11.05	10.60	0.45	130,142	10
SHENKMAN CAPITAL MANAGEMENT	CSFB GLOBAL HIGH YIELD	1.24	1.82	-0.58	7.79	10.60	-2.81	130,109	10
BROWN BROTHERS HARRIMAN - TIPS	LB U.S. TIPS	1.15	1.24	-0.09	2.35	2.81	-0.46	529,376	41
TRANSITION ACCOUNT FIXED INCOME								575	0
TOTAL US FIXED INCOME		1.24			5.02			1,860,501	133

State of Rhode Island

RATES OF RETURN - Total

Periods Ending November 30, 2006



STATE STREET.
For Everything You Invest In.

PERFORMANCE SUMMARY REPORT

	Benchmark	1 Month Return			Calendar YTD Return			Value (000)	Net Flow (000)
		Fund	Index	Excess	Fund	Index	Excess		
ALTERNATIVE INVESTMENTS									
STATE ACCOUNT (IN DEFAULT)							0	-20,341	
PRIVATE EQUITY		0.77			21.46		478,916	15,002	
REAL ESTATE	NCREIF PROPERTY LAG + 100 BPS	-0.03	0.08	-0.11	3.28	14.56	-11.28	234,664	2,859
TOTAL ALTERNATIVE INVESTMENTS		0.50			14.80		713,580	-2,480	
CASH EQUIVALENTS									
CASH ACCOUNT (INSIDE)		2.83			9.71		24,968	-9,478	
CASH ACCOUNT (OUTSIDE)		0.46			3.38		17,652	221	
TOTAL CASH		1.49			6.62		42,621	-9,258	
TOTAL PLAN									
TOTAL PLAN	TOTAL PLAN BENCHMARK	2.06	2.13	-0.07	14.01	14.05	-0.04	7,835,626	-9,996

State of Rhode Island

TOTAL PLAN

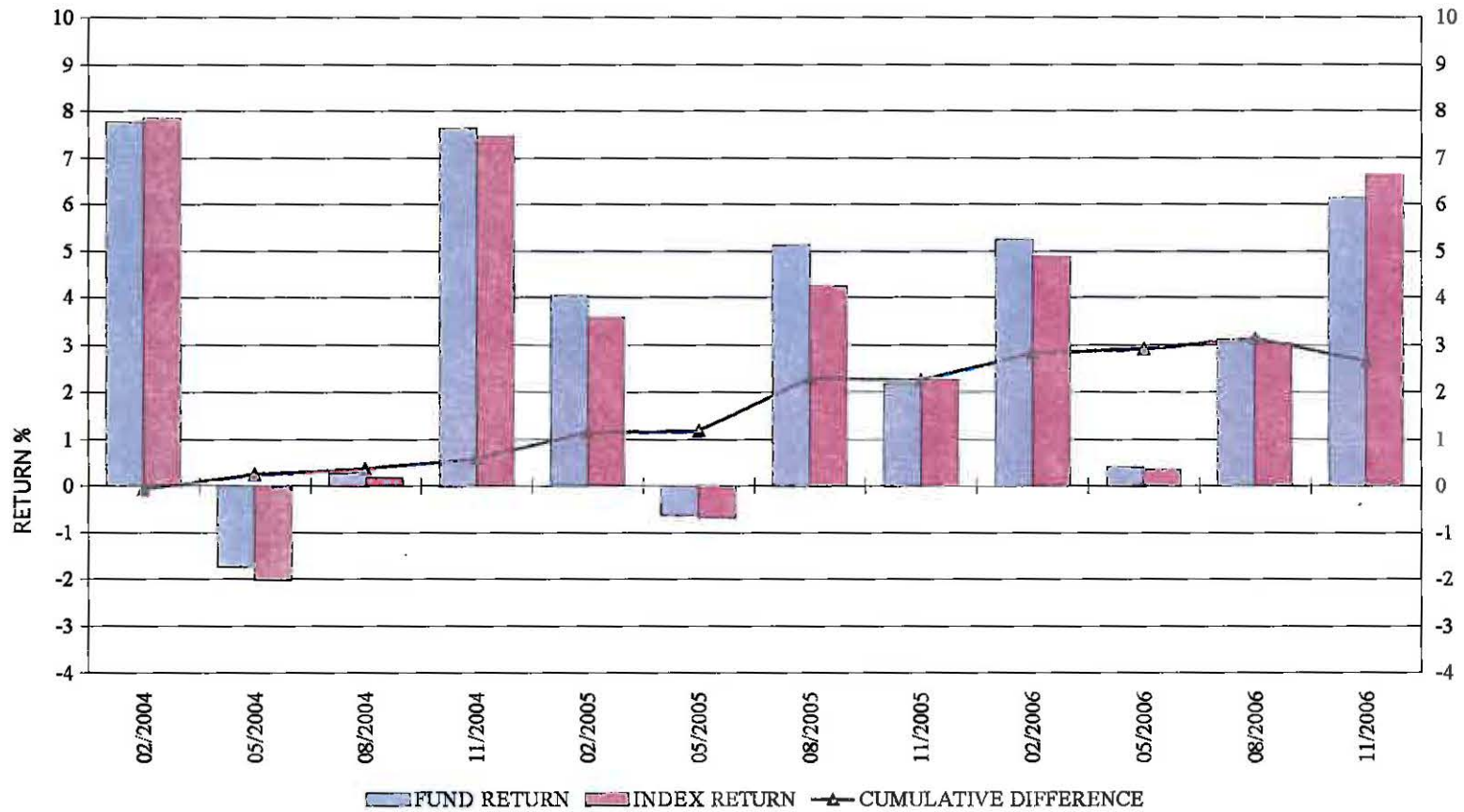
Index: TOTAL PLAN BENCHMARK

PERIODS: November 30, 2003 - November 30, 2006



STATE STREET.
For Everything You Invest In

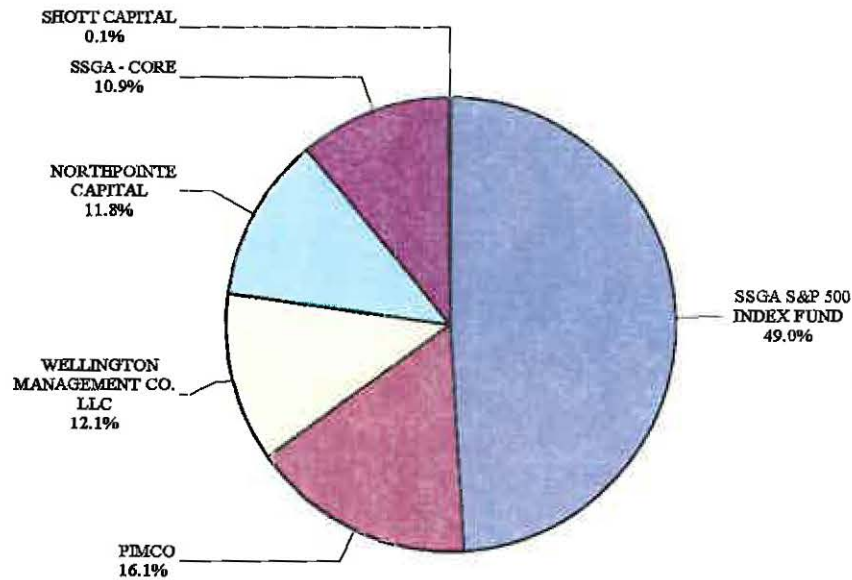
CUMULATIVE PERFORMANCE REPORT



State of Rhode Island
 MANAGER ALLOCATION ANALYSIS
 PERIOD ENDING 11/30/2006



CURRENT MANAGER ALLOCATION



MANAGER	CURRENT PERIOD	ONE YEAR AGO
SSGA S&P 500 INDEX FUND	1,650.3	
PIMCO	542.1	473.6
WELLINGTON MANAGEMENT CO. LLC	406.9	391.7
NORTEPOINTE CAPITAL	397.4	348.2
SSGA - CORE	367.7	313.8
SHOTT CAPITAL	4.9	0.3
SSGA RUSSELL 1000	0.0	1,420.0
WASATCH ADVISORS	0.0	198.7
TOTAL	3,369.3	3,146.3

State of Rhode Island

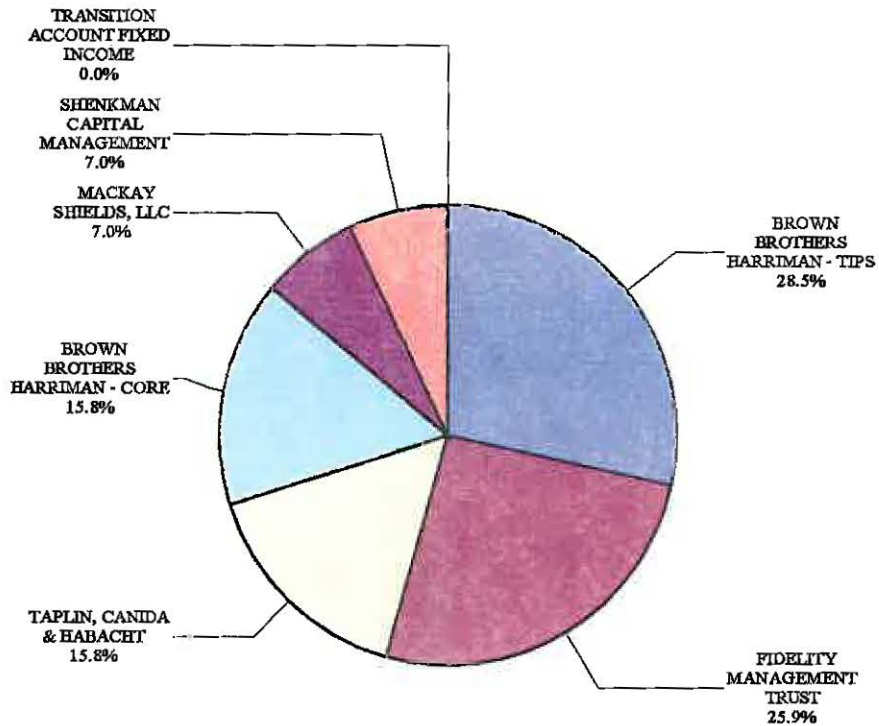
MANAGER ALLOCATION ANALYSIS

PERIOD ENDING 11/30/2006



STATE STREET.
For Everything You Invest In™

CURRENT MANAGER ALLOCATION



<u>MANAGER</u>	<u>CURRENT PERIOD</u>	<u>ONE YEAR AGO</u>
BROWN BROTHERS HARRIMAN - TIPS	529.4	493.8
FIDELITY MANAGEMENT TRUST	481.7	411.5
TAPLIN, CANIDA & HABACHT	294.7	254.5
BROWN BROTHERS HARRIMAN - CORE	293.9	247.8
MACKAY SHIELDS, LLC	130.1	125.6
SHENKMAN CAPITAL MANAGEMENT	130.1	125.4
TRANSITION ACCOUNT FIXED INCOME	0.6	0.6
TOTAL	1,860.5	1,659.2

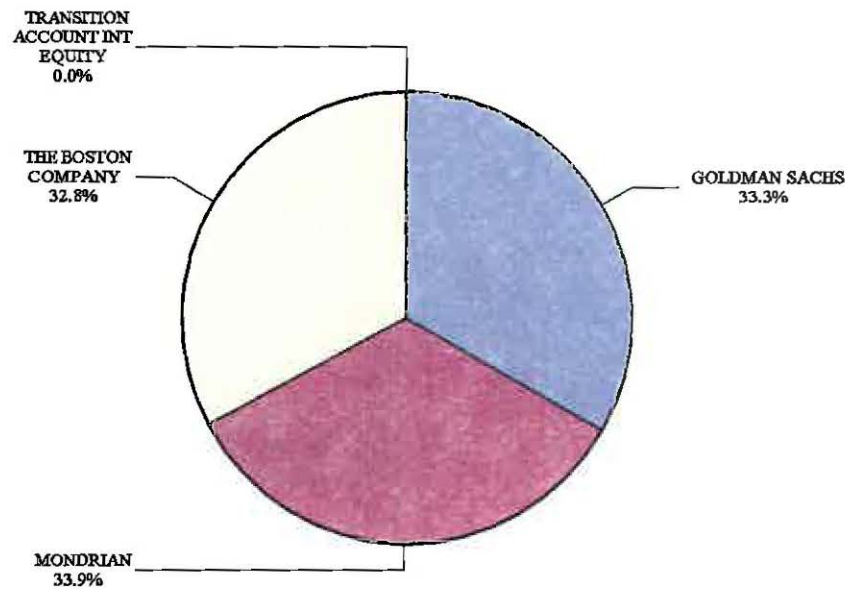
State of Rhode Island
MANAGER ALLOCATION ANALYSIS
PERIOD ENDING 11/30/2006



STATE STREET.
For Everything You Invest In™

CURRENT MANAGER ALLOCATION

<u>MANAGER</u>	<u>CURRENT PERIOD</u>	<u>ONE YEAR AGO</u>
GOLDMAN SACHS	616.0	555.1
MONDRIAN	626.1	518.4
THE BOSTON COMPANY	607.3	528.9
TRANSITION ACCOUNT INT EQUITY	0.1	0.1
SSGA MSCI ALL COUNTRY WORLD EX-US		0.6
TOTAL	1,849.5	1,603.1



**ASSET ALLOCATION REPORT
NOVEMBER 30th, 2006**

	Style Mandate	Actual (Millions \$)		Target (Millions \$)		Difference (Millions \$)
Domestic Equity						
SSgA S&P 500 Index Fund	Passive	1,650.34	21.1%	1,625.89	20.75%	24.44
SSgA Core	Active core	367.70	4.7%	352.60	4.50%	15.10
PIMCO	Enhanced Equity	542.12	6.9%	528.90	6.75%	13.21
NorthPointe Capital	Small Cap Value	397.41	5.1%	391.78	5.00%	5.63
Wellington Mgmt	Small Cap Core	406.90	5.2%	430.96	5.50%	(24.06)
Wasatch Advisors	Small Cap Growth	0.01	0.0%	0.00	0.00%	0.01
Shott Capital	Alternative Distribution	4.90	0.1%	0.00	0.00%	4.90
TOTAL DOMESTIC EQUITY		3,369.37	43.0%	3,330.14	42.50%	39.23
International Equity						
Boston Company	MSCI ACWI	607.30	7.8%	522.64	6.67%	84.67
Goldman Sachs	MSCI ACWI	616.03	7.9%	522.64	6.67%	93.39
Mondrian	MSCI ACWI	626.14	8.0%	521.85	6.66%	104.29
Transition Account		0.07	0.0%	0.00	0.00%	0.07
TOTAL INT'L EQUITY		1,849.55	23.6%	1,567.12	20.00%	282.43
Domestic Fixed Income						
Fidelity Management & Research	Mortgages	481.74	6.1%	489.73	6.25%	(7.99)
Brown Brothers, Harriman	Opportunistic Core	293.90	3.8%	293.84	3.75%	0.06
Taplin, Canida & Habacht	Corporates	294.67	3.8%	293.84	3.75%	0.83
Mackay Shields	High yield	130.14	1.7%	146.92	1.88%	(16.78)
Shenkman Capital Mgmt	High yield	130.11	1.7%	146.92	1.88%	(16.81)
Brown Brothers, Harriman TIPS	TIPS	529.38	6.8%	587.67	7.50%	(58.30)
Transition Account		0.58	0.0%	0.00	0.00%	0.58
TOTAL FIXED-INCOME		1,860.50	23.7%	1,958.91	25.00%	(98.41)
Alternative Investments						
Real Estate	Real Estate	234.66	3.0%	391.8	5.00%	(157.1)
Pacific Corp Group	Private Equity	478.92	6.1%	587.67	7.50%	(108.8)
TOTAL ALTERNATIVE INVESTMENTS		713.58	9.1%	\$979.45	12.50%	(265.87)
CASH EQUIVALENTS						
	STIF, Yield+	42.62	0.5%	0.00	0.00%	42.62
TOTAL ASSETS		7,835.62	100.0%	7,835.62	100.00%	0.00

ALLOCATION BY MANAGEMENT STYLE

Domestic Equity						
Core		367.70	4.7%	352.60	4.50%	15.10
Index		1,650.34	21.1%	1,625.89	20.75%	24.44
Enhanced Equity		542.12	6.9%	528.90	6.75%	13.21
Active Small Cap		804.32	10.3%	822.74	10.50%	(18.42)
TOTAL DOMESTIC EQUITY		3,369.37	43.0%	3,330.14	42.50%	39.23
International Equity						
Active		1,849.55	23.6%	1,567.12	20.00%	282.43
TOTAL INT'L EQUITY		1,849.55	23.6%	1,567.12	20.00%	282.43
Domestic Fixed Income						
Mortgage		481.74	6.1%	489.73	6.25%	(7.99)
Core		293.90	3.8%	293.84	3.75%	0.06
Corporates		294.67	3.8%	293.84	3.75%	0.83
High Yield		260.83	3.3%	293.84	3.75%	(33.01)
TIPS		529.38	6.8%	587.67	7.50%	(58.30)
TOTAL FIXED-INCOME		1,860.50	23.7%	1,958.91	25.00%	(98.41)
Alternative Investments						
Real Estate		234.66	3.0%	391.78	5.00%	(157.12)
Other Alternative Investments		478.92	6.1%	587.67	7.50%	(108.76)
TOTAL ALTERNATIVE INVESTMENTS		713.58	9.1%	979.45	12.50%	(265.87)
CASH EQUIVALENTS						
	STIF, Yield+	42.62	0.5%	0.00	0.00%	42.62
TOTAL ASSETS		7,835.62	100.0%	7,835.62	100.00%	0.00

RHODE ISLAND STATE INVESTMENT COMMISSION

Domestic Equity Holdings By Top 10 Market Values Separately Managed

NOVEMBER 30, 2006

<i>Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	EXXON MOBIL CORP	216,970	\$16,665,466	SSgA
2	HERCULES INC	714,600	13,312,998	Wellington,NorthPointe,SSgA
3	DREAMWORKS ANIMATION	387,300	11,320,779	Wellington,NorthPointe
4	CITIGROUP INC	225,333	11,174,263	SSgA
5	BANK AMERICA CORP	196,700	10,592,295	SSgA
6	PFIZER INC	381,200	10,479,188	SSgA
7	ADVANTA CORP	214,423	9,781,977	Wellington,NorthPointe
8	FOUNDATION COAL HLDGS INC	247,693	9,191,887	Wellington,NorthPointe,Shott
9	INTERNATIONAL BUSINESS MAC	96,100	8,833,512	SSgA
10	HEWLETT PACKARD CO	206,700	8,156,382	SSgA
		3.25%	\$109,508,748	
	Total Composite Equities	\$3,364,439,495		

International Equity Holdings By Top 10 Market Values

NOVEMBER 30, 2006

<i>International Equities</i>				
RANK	SECURITY NAME	PAR VALUES/SHARES	BASE MARKET AMOUNT	MONEY MANAGERS
1	DPT EMERGING MARKET	3,921,649	\$64,040,525	Mondrian
2	ROYAL BANK SCOT GRP	1,065,328	38,600,131	Mondrian,Goldman,Boston Co.
3	ROYAL DUTCH SHELL	890,239	31,460,294	Mondrian,Goldman,Boston Co.
4	TOTAL SA	380,448	27,005,411	Mondrian,Goldman,Boston Co.
5	GLAXOSMITHKLINE	977,774	25,984,218	Mondrian,Boston Co.
6	UNILEVER PLC	945,430	25,347,845	Mondrian,Goldman,Boston Co.
7	CANON INC	446,328	23,617,893	Mondrian,Goldman,Boston Co.
8	HBOS	1,120,621	22,946,968	Mondrian,Goldman,Boston Co.
9	BP PLC	1,980,635	22,363,108	Mondrian,Boston Co.
10	NATL AUSTRALIA BANK	712,830	22,048,290	Mondrian,Goldman,Boston Co.
		16.41%	\$303,414,683	
	Total Composite International Equities	\$1,849,475,135		

Top 10 Market Values SIC

FISCAL YEAR 2007

INVESTMENT MANAGER FEES, PROFESSIONAL FEES & OPERATING EXPENSES

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ACCRUAL BASIS

	Actual Jul 06	Actual Aug	Actual Sept	Projected Oct	Projected Nov	Projected Dec	Projected Jan 07	Projected Feb	Projected Mar	Projected Apr	Projected May	Projected Jun	Projected TOTAL
EQUITIES													
SSgA Core			228,174			211,332			200,000			222,371	861,877
SSgA Russell 1000			25,333			31,811			40,000			32,408	129,553
Shott Capital			2,447			225			2,509			2,718	7,899
PIMCO			0			200,000			1,000			225,000	426,000
Wellington Mgmt			627,504			607,639			600,000			652,373	2,487,516
Wasatch Advisors			118,277			121,645			120,000			126,713	486,636
NorthPointe			<u>523,527</u>			<u>495,262</u>			<u>480,000</u>			<u>542,135</u>	<u>2,040,924</u>
			1,525,262			1,667,915			1,443,509			1,803,718	6,440,404
FIXED INCOME													
Brown Bros.			137,999			124,208			120,000			129,732	511,939
Fidelity			156,625			140,532			140,000			148,636	585,793
Taplin			180,056			163,025			160,000			169,909	672,990
Mackay Shields			135,754			138,332			140,000			132,920	547,006
Shenkman			137,910			137,872			140,000			135,952	551,735
Brown Bros. TIPS			<u>139,383</u>			<u>137,338</u>			<u>140,000</u>			<u>136,883</u>	<u>553,604</u>
			887,727			841,306			840,000			854,032	3,423,066
INT'L EQUITIES													
The Boston Co			567,016			543,700			550,000			566,138	1,676,853
Mondrian			344,188			282,822			250,000			316,283	1,193,293
Goldman Sachs Asset Mgmt			487,960			467,176			488,384			488,465	1,931,985
SSgA MSCI ACWI			0			0			0			0	0
	0		1,399,164	0		1,293,698			1,288,384			1,370,886	4,802,131
REAL ESTATE													
L & B Real Estate				73,899	312,588				100,000			100,000	586,487
ALTERNATIVE INVESTMENTS													
Other Alt Inv Mgmt Fees	1,336,032	775,539	73,438	693,948	316,403	906,443	886,829	219,291	207,497	401,744	606,207	583,151	7,006,521
SUB TOTAL-INV MGMT FEES	1,336,032	775,539	3,885,591	767,847	628,991	4,709,362	886,829	219,291	3,879,390	401,744	606,207	4,711,788	22,258,610
PROFESSIONAL FEES													
Legal	36,171	8,822	8,767	6,510	8,769	3,500	13,726	6,000	7,365	12,737	9,677	17,791	139,834
St St Bank Custodial	10,784	8,495	13,277	11,978	11,919	12,325	10,888	10,000	10,000	7,915	10,235	12,861	130,677
Pacific Corp Group		93,750	0	0	93,750	0	0	68,750	0	0	93,750	0	350,000
Wilshire Assoc	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	249,997
Townsend	0	0	<u>35,625</u>	0	<u>4,964</u>	<u>35,625</u>	0	0	<u>35,625</u>	0	<u>15,000</u>	<u>35,625</u>	<u>162,484</u>
	67,787	131,901	78,503	39,321	140,236	72,284	45,446	105,583	73,823	41,484	149,496	87,110	1,032,973
OPERATING EXPENSE													
Retirement Transfers	0	0	0	0	0	3,191,154	0	0	0	3,680,498	0	0	6,871,652
Other Expense	<u>8,333</u>	<u>8,333</u>	<u>33,007</u>	<u>2,552</u>	<u>46,563</u>	<u>32,088</u>	<u>21,497</u>	<u>22,425</u>	<u>3,000</u>	<u>0</u>	<u>8,333</u>	<u>8,333</u>	<u>194,486</u>
	8,333	8,333	33,007	2,552	46,563	3,223,242	21,497	22,425	3,000	3,680,498	8,333	8,333	7,066,117
TOTAL:	1,412,153	915,773	3,997,100	809,720	815,790	8,004,887	953,773	347,299	3,956,213	4,123,726	764,036	4,807,231	30,357,700

Note: Numbers in bold are actual.

CASH FLOW ANALYSIS - INCOME & EXPENSES

Employees Retirement System

ISCAL YEAR 2007	FY 2006-07												
	Actual July 2006	Actual August	Actual September	Actual October	Actual November	Projected December	Projected January 2007	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	49,578,730	50,240,812	50,353,437	50,268,681	50,154,854	47,391,972	48,816,683	48,877,483	48,928,423	48,672,240	48,800,465	48,775,210	590,856,990
ADMINISTRATIVE EXPENSES	30,852	7,525	97,502	35,665	119,438	2,794,363	41,155	103,184	6,347	3,182,654	8,339	0	6,427,024
INVESTMENT EXPENSES	1,139,586	404,779	0	654,008	535,706	781,952	764,774	189,074	178,811	346,204	522,400	497,410	6,014,714
TOTAL OUTFLOW	50,749,178	50,853,116	50,450,939	50,956,355	50,809,998	50,968,287	49,622,611	49,169,741	49,113,581	52,201,098	49,331,205	49,272,620	603,298,728
CONTRIBUTIONS	28,323,220	30,454,769	24,504,216	35,956,284	33,747,419	44,361,432	33,232,665	35,296,828	37,360,690	35,131,183	32,614,800	51,544,371	420,527,877
OTHER INCOME*	16,334,758	9,340,820	7,710,133	2,948,630	9,168,433	2,893,488	3,782,690	9,737,861	4,531,478	4,228,106	7,288,568	18,612,285	96,877,240
TOTAL INCOME	42,857,978	39,795,589	32,214,349	38,904,914	42,915,852	47,354,820	37,015,325	45,034,689	41,892,168	39,359,289	39,903,388	70,156,656	517,205,117
DIFFERENCE	(8,091,200)	(10,857,527)	(18,236,591)	(12,051,441)	(7,894,146)	(3,613,367)	(12,607,286)	(4,135,052)	(7,221,413)	(12,841,809)	(9,427,817)	20,884,036	(88,093,612)

Municipal Employees Retirement System

ISCAL YEAR 2007	FY 2006-07												
	Actual July 2006	Actual August	Actual September	Actual October	Actual November	Projected December	Projected January 2007	Projected February	Projected March	Projected April	Projected May	Projected June	Projected TOTAL
MEMBER BENEFITS	4,091,872	4,179,838	4,204,071	4,189,210	4,196,873	3,908,734	4,015,188	4,051,566	4,037,958	4,024,792	4,093,406	4,069,723	49,063,031
ADMINISTRATIVE EXPENSES	5,005	1,221	14,600	5,828	19,516	418,428	6,173	15,489	955	479,037	1,255	0	967,507
INVESTMENT EXPENSES	184,863	65,662	0	108,865	87,535	117,090	114,714	28,382	26,914	52,109	78,629	80,689	943,452
TOTAL OUTFLOW	4,281,740	4,246,721	4,218,671	4,301,903	4,303,724	4,444,252	4,136,075	4,095,438	4,065,827	4,555,938	4,173,290	4,150,412	50,973,990
CONTRIBUTIONS	2,505,378	3,560,211	4,502,206	3,257,542	3,890,409	3,353,939	5,191,597	3,804,408	3,204,454	4,112,813	4,050,208	2,630,672	43,863,837
OTHER INCOME*	2,649,780	1,515,248	1,154,504	481,807	1,498,125	448,245	587,390	1,461,760	679,161	636,393	1,097,041	2,694,810	14,884,295
TOTAL INCOME	5,155,168	5,075,459	5,656,710	3,739,349	5,388,534	3,802,184	5,758,987	5,066,188	3,883,615	4,749,206	5,147,249	5,325,482	58,748,132
DIFFERENCE	873,428	828,738	1,438,039	(562,554)	1,084,810	(642,068)	1,622,912	970,751	(182,212)	193,268	973,959	1,175,070	7,774,142

Judges/State Police
Retirement System

	Actual July 2006	Actual August	Actual September	Actual October	Actual November	Actual December	Actual January 2007	Actual February	Actual March	Actual April	Actual May	Projected June	Projected TOTAL
MEMBER BENEFITS	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	188,000
ADMINISTRATIVE EXPENSES	313	76	883	380	1,282	28,450	395	1,001	63	31,544	83	0	62,481
INVESTMENT EXPENSES	11,574	4,111	0	8,972	5,750	7,402	7,341	1,835	1,772	3,431	5,178	5,052	80,418
TOTAL OUTFLOW	25,887	18,187	14,883	21,353	21,032	47,852	21,738	16,836	15,835	48,975	19,260	19,052	280,899
CONTRIBUTIONS	500,000	535,000	485,000	500,000	490,000	730,000	510,000	500,000	490,000	480,000	779,800	780,000	6,759,800
OTHER INCOME*	165,900	94,868	70,594	31,438	98,416	28,335	36,310	94,484	27,863	41,908	72,239	188,718	931,070
TOTAL INCOME	665,900	629,868	555,594	531,438	588,416	758,335	546,310	594,484	517,863	521,908	852,039	928,719	7,690,870
DIFFERENCE	640,013	611,680	540,701	610,083	587,384	710,483	524,574	577,649	502,028	472,930	832,779	909,667	7,399,971

*Includes Income from Real Estate Investments, Private Equity, Securities
Lending, and Cash Accounts.

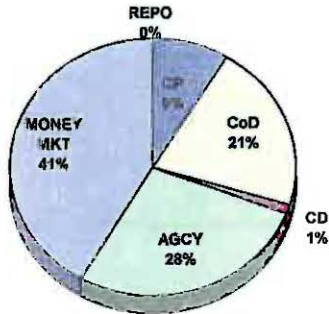
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**Rhode Island Employees Retirement System
Securities Lending Report
November, 2006**

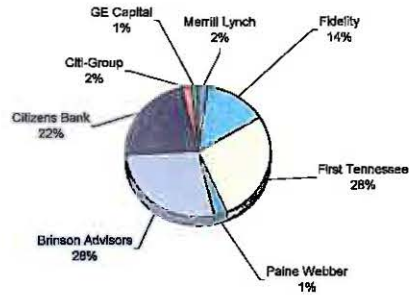
<u>INVESTMENT MANAGER</u>	<u>Income</u>	<u>Average Collateral Balance</u>
<u>DOMESTIC EQUITY</u>		
Wellington Mgmt. Co., LLP	53,210	169,262,357
Wasatch Advisors	-	-
NorthPointe Capital	38,103	183,799,858
SSgA Core	<u>7,615</u>	<u>32,455,083</u>
Total Domestic Equity	\$ <u>98,929</u>	\$ <u>385,517,297</u>
<u>INTERNATIONAL EQUITY</u>		
Goldman Sachs	22,393	72,269,900
Boston Company	38,934	92,478,157
Mondrian	<u>62,652</u>	<u>109,833,870</u>
Total International Equity	\$ <u>123,979</u>	\$ <u>274,581,927</u>
<u>FIXED INCOME</u>		
Brown Brothers, Harriman	8,478	74,657,614
Taplin, Canida & Habacht	3,846	27,546,930
MacKay Shields	7,764	24,225,227
Shenkman Capital Management	3,947	25,096,427
Brown Brothers, Harriman (TIPS)	<u>28,850</u>	<u>451,828,003</u>
Total Fixed Income	\$ <u>52,884</u>	\$ <u>603,354,202</u>
 TOTAL SECURITIES LENDING INCOME	 \$ <u>275,792</u>	 \$ <u>1,263,453,427</u>
 Calendar Year 2006 YTD	 \$ <u>3,058,894</u>	

RHODE ISLAND STATE INVESTMENT COMMISSION
SHORT TERM CASH INVESTMENTS AT November 30, 2006

Portfolio By Instrument



Portfolio by Issuer



REPO = Repurchase Agreement
 CP = Commercial Paper
 CD = Certificate of Deposit
 CoD = Collateralized Deposit
 Agency = US Government Agency

Vendor	CP 25%/10%	CD 25%/10%	Agency 75%/35%	Money Mkt 50%/35%	CoD 25%/25%	Repo 100%/20%	Total (\$)
Guidelines-Total/Vendor							
Merrill Lynch	4,385,354 2%	0 0%	0 0%	0 0%	0 0%	0 0%	4,385,354 2%
Dreyfus	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Dean Witter	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Chase Securities	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
Paine Webber	4,989,115 3%	0 0%	0 0%	0 0%	0 0%	0 0%	4,989,115 3%
Fidelity	0 0%	0 0%	0 0%	25,594,208 14%	0 0%	0 0%	25,594,208 14%
First Tennessee	0 0%	0 0%	51,331,009 28%	0 0%	0 0%	0 0%	51,331,009 28%
Brinson Advisors	0 0%	0 0%	0 0%	51,899,617 28%	0 0%	0 0%	51,899,617 28%
Citizens Bank	0 0%	1,745,071 1%	0 0%	0 0%	39,500,538 21%	0 0%	41,245,608 22%
GE Capital	2,593,201 1%	0 0%	0 0%	0 0%	0 0%	0 0%	2,593,201 1%
Citi-Group	3,988,959 2%	0 0%	0 0%	0 0%	0 0%	0 0%	3,988,959 2%
State St Bank	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%	0 0%
TOTALS	16,956,629 9%	1,745,071 1%	51,331,009 28%	77,493,825 42%	39,500,538 21%	0 0%	186,027,071 100%
(%) PORTFOLIO	9%	1%	28%	42%	21%	0%	100%

Note: Maximum participation by any one vendor limited to 35% of total portfolio.

State of Rhode Island and Providence Plantations
Office of the General Treasurer

Short Term Investments Portfolio by Fund

As of November 30, 2006

	Principal	Interest*	Total Value @ Maturity
4901 GENERAL FUND	8,018,988	0	8,018,988
4904 PENSION C	3,639,270	730	3,640,000
4908 PAYROLL A	249,749	251	250,000
4916 GENERAL FUND H.A.V.A.	1,913,787	0	1,913,787
4920 GENERAL FUND (HIST PRES)	489,946	3,397	493,343
4955 HEALTH INSURANCE FUND	17,054,709	22,186	
5400 HIGHWAY FUND	133,588	0	133,588
5500 UNIVERSITY COLLEGE	3,402,494	288	3,402,782
6920 AUTO EQUIPMENT SERVICE	51,641	0	51,641
8000 T.D.I. RESERVE (DET)	114,616,697	75,789	114,692,487
8300 PERMANENT SCHOOL FUND	755,125	982	756,107
8400 EMP RETIREMENT FUND	2,094,209	0	2,094,209
8500 MUN EMP RETIREMENT FUND	33,347	0	33,347
8700 R.I. CLEAN WATER ACT	2,023,239	0	2,023,239
9000 BOND CAPITAL FUND	7,781	0	7,781
9700 STATE LOTTERY FUND	30,270,347	4,130	30,274,476
9800 INDUS. BLDG. & MTG. INS.	1,272,152	0	1,272,152
9900 SINKING FUND	0	0	0
4911 TANS	0	0	0
Subtotal	186,027,071	107,752	169,057,928
8702 CLEAN WATER 1993 SER. A	9		
8703 CLEAN WATER 1991 SERIES A	148,904		
8704 CLEAN WATER 96 SERIES A	12,656		
8706 CLEAN WATER CCDL 1994 (A)	6,229		
8707 CAP DEV. OF 1997 SERIES A	19,640		
8710 CLEAN WATER CCDL 2002 A	321,150		
8711 CLEAN WATER 2004 SERIES A	728,139		
8712 CLN WATER CCDL 2005 SER E	889,898		
8713 CLN WATER CCDL 2006 SER C	3,600,513		
8733 CAP DEV. OF 1997 SERIES A	8,585		
8737 RI POLLUT. CONT 94 SER. A	6,418		
8739 CCDL99A 1999A	344,599		
8742 POLLUTION CNTRL 2002 A	45,938		
8743 POLL.CONTRL 2004 SERIES A	955,518		
8744 POLLUTION CON 2005 SER C	89,188		
8746 POLUTION CTRL CCDL 2005 E	673,061		
8748 POLUTION CTRL CCDL 2006 C	1,666,448		
9114 G.O. NOTE 1991 SER. B	3,833		
9116 BOND CCDL 1993 SERIES A	450		
9117 BOND CCDL 1994 SERIES A	682,547		
9120 BOND CCBL96A	1,274,830		
9121 CAP DEV OF 1997 SERIES A	940,349		
9123 CCDL 1998B	2,259,741		
9124 CCDL99A 1999A	10,618		
9125 MMG099 1999	2,877		
9126 BOND CAPITAL CCDL2000A	1,649,789		
9127 MULTI-MODAL GEN OBL 2000	2,848		
9128 BOND 2001	31		
9131 CCDL 2004 SERIES A	14,736,828		
9132 BOND CCDL 2005 SERIES C	26,004,642		
9133 BOND CCDL 2005 SERIES E	23,231,759		
9134 BOND CCDL 2006 SERIES B	8,857,466		
9135 BOND CCDL 2006 SERIES C	92,156,461		
Subtotal Bond Proceed Accounts	181,331,962		
Total Short Term Portfolio	367,359,033		

* General Fund (4901,4911,4916), TDI (8000), & ISTE (5400), Clean Water (8700), Lottery (9700), RI Ind Bldg (9800) and Auto Equip (6900) Investments do not reflect interest earnings on Brinson, Fidelity and Drayfus MM, and Citizens Premium Investments due to nature of Money Market investments. Interest is posted on the 1st business day of the next month.

**ABRAHAM TOURO FUND
INVESTMENT SUMMARY
NOVEMBER 30, 2006**

<u>FUND NAME</u>	November Gain/Loss	TOTAL MARKET VALUE
Abraham Touro Fund (Fidelity Balanced Fund)	\$ 54,363	\$ 2,331,699
<u>TOTALS</u>	\$ 54,363	\$ 2,331,699