

**FISCAL NOTE**

This bill contains an appropriation of \$10,000 from the GENERAL FUND to the State Treasurer's Office. This appropriation is effective immediately.

This bill contains a continuing, annual appropriation from investment returns in proportion to the magnitude of aggregate investment earnings of each fund invested by the State Treasurer's Office, including interest and dividends. The amount of each annual appropriation is unknown as it is dependent upon the State Treasurer's Office investment performance and the performance of its benchmarks.

This bill contains a continuing, annual appropriation from investment returns in proportion to the magnitude of aggregate investment earnings of each fund invested by the Wyoming Retirement System, including interest and dividends. The amount of each annual appropriation is unknown as it is dependent upon the Wyoming Retirement System's investment performance and the performance of its benchmark.

For both the State Treasurer's Office and the Wyoming Retirement System, the total payments to all participating employees earned in any one investment period shall not exceed two percent (2%) of the net investment returns above the established benchmarks, or "alpha".

For illustration, if the State Treasurer's Office exceeded its benchmark by 30 basis points (0.3%) on \$20 billion under investment, the total payouts earned could not exceed \$1,200,000, or  $\$20 \text{ billion} \times 0.3\% \times 2\%$ . Similarly, if the Wyoming Retirement System exceeded its benchmark by 30 basis point (0.3%) on \$8 billion under investment, the total payouts earned could not exceed \$480,000, or  $\$8 \text{ billion} \times 0.3\% \times 2\%$ .