

WEST VIRGINIA STATE BOARD OF INVESTMENTS

FOR THE YEAR ENDED

DECEMBER 31, 1983

West Virginia



LEGISLATIVE AUDITOR

CHARLESTON

To the Legislature of West Virginia

In compliance with the West Virginia Code, Chapter 12, Article 6, Section 15, one thousand nine hundred thirty-one, as amended, transmitted herewith is a postaudit of the investment balances of the West Virginia Board of Investments. This report covers the calendar year 1983.

Very truly yours,

Encil Bailey
Encil Bailey

WEST VIRGINIA STATE BOARD OF INVESTMENTS

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WEST VIRGINIA STATE BOARD OF INVESTMENTS

ACKNOWLEDGMENT

We extend our thanks and appreciation to the Treasurer and his staff for their cooperation in supplying information necessary in preparing this report.

WEST VIRGINIA STATE BOARD OF INVESTMENTS

GENERAL REMARKS

INTRODUCTION

An examination of the investment balances of the West Virginia State Board of Investments as of December 31, 1983 has been completed.

BACKGROUND

The requirements of corporations to be eligible for investment purchases by the Board are set out by the West Virginia Code, as follows:

12-6-9 "(g) Any bond, note, debenture, commercial paper or other evidence of indebtedness of any private corporation or association organized and operating in the United States: Provided, that any such security is, at the time of its acquisition, rated in one of the three highest rating grades by an agency which is nationally known in the field of rating corporate securities: Provided, however, that if any commercial paper and/or any such security will mature within one year from the date of its issuance, it shall, at the time of its acquisition, be rated in one of the two highest rating grades by such an agency: Provided further, that any such security not rated in one of the two highest rating grades by any such agency and commercial paper or other evidence of indebtedness of any private corporation or association shall be purchased only upon the written recommendation from an investment advisor that has over three hundred million dollars in other funds under its management."

West Virginia Code, Chapter 12, Article 6, Section 10, as amended, provides that:

(1) At no time shall more than seventy-five percent of the portfolio of either fund be invested in securities described in subdivision (g) of said section nine;

(2) At no time shall more than twenty percent of the portfolio of either fund be invested in securities described in said subdivision (g) which

mature within one year from the date of issuance thereof;

(3) At no time shall more than three percent of the portfolio of either fund be invested in securities issued by a single private corporation or association.

Pursuant to authorization given by House Bill 1321, effective July 1, 1978, Administrative Rules and Regulations filed with the Secretary of State on October 13, 1978, and portfolio policy guidelines adopted by the Board of Investments, the State Treasurer's Office completed the conversion of state agency short term investments to the Consolidated Fund (Short-Term Pools) on October 15, 1978 and all state retirement system funds to the Consolidated Pension Fund (Long-Term Pool) on March 17, 1979.

The Consolidated Fund is composed of fifteen "pools" which are identified in our workpapers. Pool 0100 contains investments from agencies which are unrestricted by type, i.e., not restricted by instrument. Pool 0140 contains investments from agencies which may only be government instruments. The remaining thirteen pools contain specific investments for individual agencies due to constitutional or bonding restrictions prohibiting commingling with Pools 0100 or 0140.

The Consolidated Pension Fund is composed of the following retirement systems:

Judges' Retirement

Department of Public Safety

Workmen's Compensation

Pneumoconiosis Fund

Public Employees' Retirement System

Teachers' Retirement System

AUDITORS' OPINION

The Honorable Encil Bailey
Legislative Auditor
State Capitol - West Wing
Charleston, West Virginia

Sir:

We have examined the schedules of investment balances of the West Virginia State Board of Investments for the year ended December 31, 1983. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the schedules referred to above present fairly the investment balances of the West Virginia State Board of Investments at December 31, 1983 in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the schedules of investment balances taken as a whole. The supplemental information is presented for purposes of additional analysis and is not a required part of the basic schedules of investment balances. Such information has been subjected to the auditing procedures applied in the examination of the basic schedules of investment balances and, in our opinion, is fairly stated in all material respects in relation to the basic schedules of investment balances taken as a whole.

Respectfully submitted,


Thedford L. Shanklin, CPA, Director
Legislative Postaudit Division

January 23, 1984

Auditors: James R. Blake, Supervisor-in-Charge
Stephanie A. Knight, Auditor-in-Charge

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF CONSOLIDATED PENSION FUND INVESTMENT BALANCES

BY RETIREMENT SYSTEM

Agency No.	Name of Agency	As of December 31, 1983	
		Par Value	Current Book Value
7615	Judges' Retirement	\$ 6,453,000.00	\$ 6,267,697.72
7620	Department of Public Safety	20,991,279.34	20,163,527.77
7625	Workmen's Compensation	532,055,418.09	506,031,456.91
7630	Pneumoconiosis Fund	9,430,000.00	8,792,611.72
7635	Public Employees' Retirement System	556,420,995.30	523,859,967.19
7640	Teachers' Retirement System	<u>225,282,075.44</u>	<u>213,514,779.69</u>
	Total Investment Balances	<u>\$1,350,632,768.17</u>	<u>\$1,278,630,041.00</u>

See Accompanying Note

As of December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 5,675,000.00	\$ 5,448,335.19
21,235,089.95	20,109,890.82
533,158,164.10	501,507,863.68
8,789,000.00	8,131,379.10
501,239,543.94	460,179,666.60
<u>213,296,431.65</u>	<u>196,335,326.77</u>
<u>\$1,283,393,229.64</u>	<u>\$1,191,712,462.16</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF CONSOLIDATED FUND INVESTMENT BALANCE

BY POOL

<u>Description</u>	<u>Pool (Fund) Number</u>	<u>Account Number</u>	<u>As of December 31, 1983</u>	
			<u>Par Value</u>	<u>Current Book Value</u>
Consolidated Pool Unrestricted	100	7600-05	\$ 615,448,987.76	\$ 601,040,989.19
Consolidated Pension Pool	110	7645-12	301,546,000.00	290,265,374.46
Local Government Pension	115	7605-13	14,880,000.00	14,856,910.45
Highway Construction and Huntington Toll Bridge	120	6940-05	7,850,000.00	7,732,928.13
Department of Highways (New Martinsville Toll Bridge)	124	6930-06	-0-	-0-
The School Fund	130	7440-05	1,003,000.00	1,004,592.82
Undistributed Restricted Pool	140	7610-05	232,356,030.00	225,842,667.08
Municipal Bond Commission (Huntington Toll Bridge)	150	7320-10A	1,005,000.00	993,221.88
Municipal Bond Commission (WVU Project II Escrow)	160	7320-10B	4,950,000.00	4,686,824.00
Municipal Bond Commission (New Martinsville Toll Bridge)	164	7320-10F	258,000.00	242,358.75
Municipal Bond Commission	166	7320-10G	40,000.00	37,086.41
Municipal Bond Commission	170	7320-10C	13,895,000.00	12,954,891.55
Retirement System Operating Account	3300	7649-13	110,860,000.00	111,556,434.84
WCF-HDF Loan Fund	4900	7645-34	-0-	-0-
WCF-OECD Loan Fund	5100	7645-23	2,678,217.10	2,678,217.10
Revenue Sharing	9700	9700-05	<u>9,790,000.00</u>	<u>9,990,542.52</u>
Total Investment Balances			<u>\$1,316,560,234.86</u>	<u>\$1,283,883,039.18</u>

See Accompanying Note

As of December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 456,194,764.57	\$ 442,980,954.93
216,600,000.00	211,375,715.57
11,360,000.00	11,169,961.53
8,160,000.00	8,030,915.63
253,000.00	237,424.68
1,006,000.00	996,526.83
162,330,000.00	154,807,025.84
1,005,000.00	993,221.88
5,420,000.00	5,180,324.00
258,000.00	242,358.75
15,809,300.00	14,990,267.20
-0-	-0-
84,200,000.00	81,341,550.83
28,900,000.00	28,038,496.42
10,400,000.00	9,942,995.11
<u>10,400,000.00</u>	<u>9,994,352.34</u>
<u>\$1,012,296,064.57</u>	<u>\$ 980,322,091.54</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

NOTE

Investments - Short-term investments are stated at cost. Long-term investments are stated at cost, less amortization of premiums plus accretions of discounts. Long-term investments are expected to be held until maturity for par value. Market value of the investments as of December 31, 1983 approximated as follows:

Consolidated Pension Fund	<u>\$1,126,282,856</u>
Consolidated Fund	<u>\$1,069,787,443</u>

SUPPLEMENTAL INFORMATION

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

JUDGES' RETIREMENT - 7615

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 5,675,000.00	\$ 5,448,335.19
Add: Purchases	10,061,000.00	9,938,099.97
Less: Maturities	9,283,000.00	8,991,904.98
Add: Accretions - Gains	-0-	65,547.17
Less: Amortizations - Losses	-0-	192,379.63
Less: Unidentified Difference	-0-	-0-
Ending Investment Balance	<u>\$ 6,453,000.00</u>	<u>\$ 6,267,697.72</u>

Year Ended December 31, 1982

<u>Par Value.</u>	<u>Current Book Value</u>
\$ 5,357,506.81	\$ 5,071,776.85
3,743,700.00	3,672,376.56
3,426,206.81	3,211,466.64
-0-	25,676.35
-0-	110,027.66
<u>-0-</u>	<u>.27</u>
<u>\$ 5,675,000.00</u>	<u>\$ 5,448,335.19</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

JUDGES' RETIREMENT - 7615

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$479,523.08	\$488,933.21
Less: Service Fees	3,369.66	2,444.66
Less: Withdrawals	-0-	-0-
Less: Interest Reinvested	<u>348,191.75</u>	<u>486,488.55</u>
Interest on Hand	<u>\$127,961.67</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

DEPARTMENT OF PUBLIC SAFETY - 7620

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$21,235,089.95	\$20,109,890.82
Add: Purchases	20,412,000.00	20,202,256.54
Less: Maturities	20,655,810.52	19,710,165.27
Add: Accretions - Gains	-0-	125,058.32
Less: Amortizations - Losses	-0-	563,535.34
Unidentified Difference	-0-	22.70
Ending Investment Balance	<u>\$20,991,279.34</u>	<u>\$20,163,527.77</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$21,326,973.58	\$20,125,397.42
9,165,600.00	9,044,107.35
9,257,483.63	8,973,096.00
-0-	39,352.08
-0-	125,870.05
<u>-0-</u>	<u>.02</u>
<u>\$21,235,089.95</u>	<u>\$20,109,890.82</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

DEPARTMENT OF PUBLIC SAFETY - 7620

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$1,683,722.72	\$2,125,496.34
Less: Service Fees	11,863.01	10,627.47
Less: Withdrawals	1,138,873.47	-0-
Less: Interest Reinvested	<u>-0-</u>	<u>2,114,868.87</u>
Interest on Hand	<u>\$ 532,986.24</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

WORKMEN'S COMPENSATION - 7625

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$533,158,164.10	\$501,507,863.68
Add: Purchases	575,880,372.96	565,221,865.79
Less: Maturities	576,844,024.82	556,404,308.00
Add: Accretions - Gains	-0-	6,092,206.84
Less: Amortizations - Losses	-0-	10,250,777.64
Unidentified Difference	<u>-0-</u>	<u>-0-</u>
Ending Investment Balance	<u>\$532,194,512.24</u>	<u>\$506,166,850.67</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$494,255,932.89	\$462,943,663.78
504,932,035.57	488,776,195.57
466,029,804.36	449,690,018.95
-0-	3,328,673.19
-0-	3,850,651.21
-0-	1.30
<u>\$533,158,164.10</u>	<u>\$501,507,863.68</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

WORKMEN'S COMPENSATION - 7625

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$46,281,872.46	\$50,944,059.49
Less: Service Fees	310,089.20	254,720.29
Less: Withdrawals	8,906,437.26	-0-
Less: Interest Reinvested	<u>26,528,351.67</u>	<u>50,689,339.20</u>
Interest on Hand	<u>\$10,536,994.33</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

PNEUMOCONIOSIS FUND - 7630

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 8,789,000.00	\$ 8,131,379.10
Add: Purchases	19,114,000.00	18,717,442.90
Less: Maturities	18,473,000.00	17,910,188.11
Add: Accretions - Gains	-0-	19,623.80
Less: Amortizations - Losses	-0-	165,645.97
Ending Investment Balance	<u>\$ 9,430,000.00</u>	<u>\$ 8,792,611.72</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 8,195,700.00	\$ 7,653,015.73
28,786,400.00	28,172,529.62
28,193,100.00	27,701,493.31
-0-	7,327.06
<u>-0-</u>	<u>-0-</u>
<u>\$ 8,789,000.00</u>	<u>\$ 8,131,379.10</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

PNEUMOCONIOSIS FUND - 7630

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$560,632.67	\$890,758.84
Less: Service Fees	3,739.99	4,453.79
Less: Withdrawals	-0-	-0-
Less: Interest Reinvested	<u>483,990.99</u>	<u>886,305.05</u>
Interest on Hand	<u>\$ 72,901.69</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

PUBLIC EMPLOYEES' RETIREMENT SYSTEM - 7635

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$501,239,543.94	\$460,179,666.60
Add: Purchases	574,666,498.54	570,377,971.27
Less: Maturities	519,485,047.18	501,916,638.43
Add: Accretions - Gains	-0-	4,716,619.58
Less: Amortizations - Losses	-0-	9,497,492.46
Less: Unidentified Difference	-0-	159.37
Ending Investment Balance	<u>\$556,420,995.30</u>	<u>\$523,859,967.19</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$361,654,833.88	\$333,393,500.44
538,037,365.77	518,560,399.43
398,452,655.71	391,712,758.06
-0-	3,493,721.37
-0-	3,555,151.55
<u>-0-</u>	<u>45.03</u>
<u>\$501,239,543.94</u>	<u>\$460,179,666.60</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS
 SCHEDULE OF INTEREST EARNINGS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM - 7635

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$51,603,281.13	\$44,563,710.64
Less: Service Fees	353,782.32	222,818.55
Less: Withdrawals	40-	-0-
Less: Interest Reinvested	<u>38,900,387.67</u>	<u>44,340,892.09</u>
Interest on Hand	<u>\$12,349,111.14</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

TEACHERS' RETIREMENT SYSTEM - 7640

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$213,296,431.65	\$196,335,326.77
Add: Purchases	245,336,892.71	242,712,495.34
Less: Maturities	233,351,248.92	222,920,006.25
Add: Accretions - Gains	-0-	2,038,732.01
Less: Amortizations - Losses	-0-	4,651,960.66
Less: Unidentified Difference	-0-	192.48
Ending Investment Balance	<u>\$225,282,075.44</u>	<u>\$213,514,779.69</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$197,095,137.07	\$177,846,773.44
160,424,509.96	158,497,474.94
144,223,215.38	138,548,715.97
-0-	1,443,085.77
-0-	2,903,280.73
<u>-0-</u>	<u>10.68</u>
<u>\$213,296,431.65</u>	<u>\$196,335,326.77</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

TEACHERS' RETIREMENT SYSTEM - 7640

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Accrued Interest	\$19,079,622.55	\$18,153,719.37
Less: Service Fees	130,717.13	90,768.60
Less: Withdrawals	4,927,252.10	-0-
Less: Interest Reinvested	<u>10,020,321.51</u>	<u>18,062,950.77</u>
Interest on Hand	<u>\$ 4,001,331.81</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 100 - CONSOLIDATED POOL UNRESTRICTED - 7600-05

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 456,194,764.57	\$ 442,980,954.93
Add: Purchases	8,254,182,468.43	8,234,719,962.85
Less: Maturities	<u>8,094,928,245.04</u>	<u>8,076,659,928.59</u>
Ending Investment Balance	<u>\$ 615,448,987.96</u>	<u>\$ 601,040,989.19</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 385,592,900.36	\$ 378,696,848.54
7,928,405,953.67	7,841,010,492.36
<u>7,857,804,089.46</u>	<u>7,776,726,385.97</u>
<u>\$ 456,194,764.57</u>	<u>\$ 442,980,954.93</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 100 - CONSOLIDATED POOL UNRESTRICTED - 7600-05I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ 5,074,907.59	\$14,235,267.14
Interest Earned	<u>52,982,095.34</u>	<u>56,181,368.49</u>
Total	<u>58,057,002.93</u>	<u>70,416,635.63</u>
Less:		
Service Fees	377,995.55	280,906.82
Withdrawals	<u>45,792,736.91</u>	<u>65,060,821.22</u>
Total	<u>46,170,732.46</u>	<u>65,341,728.04</u>
Ending Interest Balance	<u>\$11,886,270.47</u>	<u>\$ 5,074,907.59</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 110 - CONSOLIDATED PENSION POOL - 7645-12

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 216,600,000.00	\$ 211,375,715.57
Add: Purchases	1,960,177,315.24	1,946,315,694.69
Less: Maturities	<u>1,875,231,315.24</u>	<u>1,867,426,035.80</u>
Ending Investment Balance	<u>\$ 301,546,000.00</u>	<u>\$ 290,265,374.46</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 316,411,000.00	\$ 309,868,609.12
1,227,005,000.00	1,216,913,812.02
<u>1,326,816,000.00</u>	<u>1,315,406,705.57</u>
<u>\$ 216,600,000.00</u>	<u>\$ 211,375,715.57</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 110 - CONSOLIDATED PENSION POOL - 7645-12I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$15,746,768.64
Interest Earned	<u>29,893,325.46</u>	<u>32,764,824.40</u>
Total	29,893,325.46	48,511,593.04
Less:		
Service Fees	213,615.98	163,824.10
Withdrawals	<u>16,994,367.57</u>	<u>48,347,768.94</u>
Total	<u>17,207,983.55</u>	<u>48,511,593.04</u>
Ending Interest Balance	<u>\$12,685,341.91</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 115 - LOCAL GOVERNMENT PENSION - 7605-13

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$11,360,000.00	\$11,169,961.53
Add: Purchases	92,411,406.87	92,451,273.04
Less: Maturities	<u>88,891,406.87</u>	<u>88,764,324.12</u>
Ending Investment Balance	<u>\$14,880,000.00</u>	<u>\$14,856,910.45</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 9,960,000.00	\$ 9,146,047.85
22,398,000.00	22,265,654.91
<u>20,998,000.00</u>	<u>20,241,741.23</u>
<u>\$11,360,000.00</u>	<u>\$11,169,961.53</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 115 - LOCAL GOVERNMENT PENSION - 7605-13I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ 6,348.44
Interest Earned		
Total	<u>1,933,544.45</u>	<u>1,425,429.45</u>
	1,933,544.45	1,431,777.89
Less:		
Service Fees	13,855.98	7,127.13
Withdrawals	<u>1,637,429.43</u>	<u>1,424,650.76</u>
Total	<u>1,651,285.41</u>	<u>1,431,777.89</u>
Ending Interest Balance	<u>\$ 282,259.04</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 120 - HIGHWAY CONSTRUCTION AND HUNTINGTON
TOLL BRIDGE - 6940-05

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$8,160,000.00	\$8,030,915.63
Add: Purchases	-0-	-0-
Less: Maturities	<u>310,000.00</u>	<u>297,987.50</u>
Ending Investment Balance	<u>\$7,850,000.00</u>	<u>\$7,732,928.13</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$8,160,000.00	\$8,030,915.63
-0-	-0-
-0-	-0-
<u>\$8,160,000.00</u>	<u>\$8,030,915.63</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS.

SCHEDULE OF INTEREST EARNINGS

FUND 120 - HIGHWAY CONSTRUCTION AND HUNTINGTON

TOLL BRIDGE - 6940-05I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>661,862.50</u>	<u>470,463.67</u>
Less:		
Service Fees	3,318.28	2,352.31
Withdrawals	<u>658,544.22</u>	<u>468,111.36</u>
Total	<u>661,862.50</u>	<u>470,463.67</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 124 - DEPARTMENT OF HIGHWAYS (NEW MARTINSVILLE
TOLL BRIDGE) - 6930-06

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 253,000.00	\$ 237,424.68
Add: Purchases	-0-	-0-
Less: Maturities	<u>253,000.00</u>	<u>237,424.68</u>
Ending Investment Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 445,000.00	\$ 424,477.41
-0-	-0-
<u>192,900.00</u>	<u>187,052.73</u>
<u>\$ 253,000.00</u>	<u>\$ 237,424.68</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 124 - DEPARTMENT OF HIGHWAYS (NEW MARTINSVILLE

TOLL BRIDGE) 6930-06I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>33,285.32</u>	<u>38,747.61</u>
	33,285.32	38,747.61
Less:		
Service Fees	249.44	193.73
Withdrawals	<u>33,035.88</u>	<u>38,553.88</u>
Total	<u>33,285.32</u>	<u>38,747.61</u>
Ending Interest Balance	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 130 - THE SCHOOL FUND - 7440-05

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$1,006,000.00	\$ 996,526.83
Add: Purchases	150,000.00	150,119.39
Less: Maturities	<u>153,000.00</u>	<u>142,053.40</u>
Ending Investment Balance	<u>\$1,003,000.00</u>	<u>\$1,004,592.82</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 876,000.00	\$ 881,470.33
130,000.00	115,056.50
<u>-0-</u>	<u>-0-</u>
<u>\$1,006,000.00</u>	<u>\$ 996,526.83</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 130 - THE SCHOOL FUND - 7440-05I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>88,046.70</u>	<u>72,035.02</u>
	88,046.70	72,035.02
Less:		
Service Fees	593.52	360.14
Withdrawals	<u>87,453.18</u>	<u>71,674.88</u>
Total	<u>88,046.70</u>	<u>72,035.02</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 140 - UNDISTRIBUTED RESTRICTED POOL - 7610-05

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 162,330,000.00	\$ 154,807,025.84
Add: Purchases	2,017,040,607.47	2,007,349,254.35
Less: Maturities	<u>1,947,014,577.47</u>	<u>1,936,313,613.11</u>
Ending Investment Balance	<u>\$ 232,356,030.00</u>	<u>\$ 225,842,667.08</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 161,925,000.00	\$ 152,887,694.12
1,194,680,000.00	1,167,745,663.64
<u>1,194,275,000.00</u>	<u>1,165,826,331.92</u>
<u>\$ 162,330,000.00</u>	<u>\$ 154,807,025.84</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 140 - UNDISTRIBUTED RESTRICTED POOL - 7610-05I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ 4,985,476.01	\$ 4,843,895.62
Interest Earned	<u>22,074,160.80</u>	<u>21,009,194.51</u>
Total	27,059,636.81	25,853,090.13
Less:		
Service Fees	142,865.91	105,045.94
Withdrawals	<u>18,666,243.17</u>	<u>20,762,568.18</u>
Total	<u>18,809,109.08</u>	<u>20,867,614.12</u>
Ending Interest Balance	<u>\$ 8,250,527.73</u>	<u>\$ 4,985,476.01</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 150 - MUNICIPAL BOND COMMISSION (HUNTINGTON
TOLL BRIDGE) - 7320-10A

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$1,005,000.00	\$ 993,221.88
Add: Purchases	-0-	-0-
Less: Maturities	<u>-0-</u>	<u>-0-</u>
Ending Investment Balance	<u>\$1,005,000.00</u>	<u>\$ 993,221.88</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$1,005,000.00	\$ 993,221.88
-0-	-0-
<u>-0-</u>	<u>-0-</u>
<u>\$1,005,000.00</u>	<u>\$ 993,221.88</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 150 - MUNICIPAL BOND COMMISSION

(HUNTINGTON TOLL BRIDGE) - 7320-10AI

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>82,514.35</u>	<u>82,512.50</u>
Less:		
Service Fees	526.34	412.56
Withdrawals	<u>81,988.01</u>	<u>82,099.94</u>
Total	<u>82,514.35</u>	<u>82,512.50</u>
Ending Interest Balance	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 160 - MUNICIPAL BOND COMMISSION (WVU-PROJECT II ESCROW)
7320-10B

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$5,420,000.00	\$5,180,324.00
Add: Purchases	-0-	-0-
Less: Maturities	<u>470,000.00</u>	<u>493,500.00</u>
Ending Investment Balance	<u>\$4,950,000.00</u>	<u>\$4,686,824.00</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$6,335,000.00	\$5,995,939.50
-0-	-0-
<u>915,000.00</u>	<u>815,615.50</u>
<u>\$5,420,000.00</u>	<u>\$5,180,324.00</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 160 - MUNICIPAL BOND COMMISSION

(WVU PROJECT II ESCROW) - 7320-10BI

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>302,606.26</u>	<u>398,473.37</u>
	302,606.26	398,473.37
Less:		
Service Fees	2,156.90	1,992.34
Withdrawals	<u>300,449.36</u>	<u>396,481.03</u>
Total	<u>302,606.26</u>	<u>398,473.37</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 164 - MUNICIPAL BOND COMMISSION (NEW MARTINSVILLE
TOLL BRIDGE) - 7320-10F

	<u>Year Ended December 31, 198:</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$258,000.00	\$242,358.7
Add: Purchases	-0-	-0-
Less: Maturities	<u>-0-</u>	<u>-0-</u>
Ending Investment Balance	<u>\$258,000.00</u>	<u>\$242,358.7</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$310,000.00	\$292,879.45
-0-	-0-
-0-	-0-
<u>\$258,000.00</u>	<u>\$242,358.75</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 164 - MUNICIPAL BOND COMMISSION

(NEW MARTINSVILLE TOLL BRIDGE) - 7320-10FI

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>18,705.00</u>	<u>24,387.18</u>
	18,705.00	24,387.18
Less:		
Service Fees	93.52	121.92
Withdrawals	<u>18,611.48</u>	<u>24,265.26</u>
Total	<u>18,705.00</u>	<u>24,387.18</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 166 - MUNICIPAL BOND COMMISSION (ESCROW ACCOUNT) - 7320-10G

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$15,809,300.00	\$14,990,267.20
Add: Purchases	40,000.00	37,086.41
Less: Maturities	<u>15,809,300.00</u>	<u>14,990,267.20</u>
Ending Investment Balance	<u>\$ 40,000.00</u>	<u>\$ 37,086.41</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 6,121,600.00	\$ 5,968,765.45
13,895,000.00	13,598,880.42
<u>4,207,300.00</u>	<u>4,577,378.67</u>
<u>\$15,809,300.00</u>	<u>\$14,990,267.20</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 166 - MUNICIPAL BOND COMMISSION

(ESCROW ACCOUNT) - 7320-10GI

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>1,670,639.25</u>	<u>1,366,177.52</u>
Less:		
Service Fees	10,889.35	6,830.87
Withdrawals	<u>1,659,749.90</u>	<u>1,359,346.65</u>
Total	<u>1,670,639.25</u>	<u>1,366,177.52</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS
 SCHEDULE OF INVESTMENT TRANSACTIONS
 FUND 170 - MUNICIPAL BOND COMMISSION - 7320-10C

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ -0-	\$ -0-
Add: Purchases	13,895,000.00	13,088,050.01
Less: Purchased Interest	<u>-0-</u>	<u>133,158.46</u>
Ending Investment Balance	<u>\$13,895,000.00</u>	<u>\$12,954,891.55</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ -0-	\$ -0-
-0-	-0-
-0-	-0-
<u>-0-</u>	<u>-0-</u>
<u>\$ -0-</u>	<u>-0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 170 - MUNICIPAL BOND COMMISSION - 7320-10CI

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned	91,622.79	-0-
Total	<u>91,622.79</u>	<u>-0-</u>
Less:		
Service Fees	68.72	-0-
Withdrawals	91,554.07	-0-
Total	<u>91,622.79</u>	<u>-0-</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 3300 - RETIREMENT SYSTEM OPERATING ACCOUNT - 7649-13

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 84,200,000.00	\$ 81,341,550.83
Add: Purchases	1,409,534,990.41	1,405,573,920.80
Less: Maturities	<u>1,382,874,990.41</u>	<u>1,375,359,036.79</u>
Ending Investment Balance	<u>\$ 110,860,000.00</u>	<u>\$ 111,556,434.84</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ -0-	\$ -0-
832,242,429.45	823,383,224.87
<u>748,042,429.45</u>	<u>742,041,673.98</u>
<u>\$ 84,200,000.00</u>	<u>\$ 81,341,550.83</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 3300 - RETIREMENT SYSTEM OPERATING ACCOUNT - 7649-13I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ 4,043,855.29	\$ -0-
Interest Earned	<u>11,474,654.59</u>	<u>10,920,897.82</u>
Total	15,518,509.88	10,920,897.82
Less:		
Service Fees	81,692.54	54,604.48
Withdrawals	<u>9,785,261.17</u>	<u>6,822,438.05</u>
Total	<u>9,866,953.71</u>	<u>6,877,042.53</u>
Ending Interest Balance	<u>\$ 5,651,556.17</u>	<u>\$ 4,043,855.29</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 4900 - WCF-HDF LOAN FUND - 7645-34

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 28,900,000.00	\$ 28,038,496.42
Add: Purchases	271,946,000.00	271,135,615.04
Less: Maturities	<u>300,846,000.00</u>	<u>299,174,111.46</u>
Ending Investment Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ -0-	\$ -0-
202,750,000.00	201,261,337.54
<u>173,850,000.00</u>	<u>173,222,841.12</u>
<u>\$ 28,900,000.00</u>	<u>\$ 28,038,496.42</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 4900 - WCF-HDF LOAN FUND - 7645-34I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>2,066,227.50</u>	<u>946,697.86</u>
	2,066,227.50	946,697.86
Less:		
Service Fees	15,082.32	4,733.47
Withdrawals	<u>2,051,145.18</u>	<u>941,964.39</u>
Total	<u>2,066,227.50</u>	<u>946,697.86</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 5100 - WCF-OECD LOAN FUND - 7645-23

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$10,400,000.00	\$ 9,942,995.11
Add: Purchases	18,000,000.00	17,708,267.25
Less: Maturities	<u>25,721,782.90</u>	<u>24,973,045.26</u>
Ending Investment Balance	<u>\$ 2,678,217.10</u>	<u>\$ 2,678,217.10</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ -0-	\$ -0-
25,500,000.00	24,848,041.22
<u>15,100,000.00</u>	<u>14,905,046.11</u>
<u>\$10,400,000.00</u>	<u>\$ 9,942,995.11</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 5100 - WCF-OECD LOAN FUND - 7645-23I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned		
Total	<u>883,513.22</u>	<u>195,563.15</u>
	883,513.22	195,563.15
Less:		
Service Fees	6,626.35	977.80
Withdrawals	<u>876,886.87</u>	<u>194,585.35</u>
Total	<u>883,513.22</u>	<u>195,563.15</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INVESTMENT TRANSACTIONS

FUND 9700- REVENUE SHARING - 9700-05

	<u>Year Ended December 31, 1983</u>	
	<u>Par Value</u>	<u>Current Book Value</u>
Beginning Investment Balance	\$ 10,400,000.00	\$ 9,994,352.34
Add: Purchases	107,090,000.00	106,461,418.79
Less: Maturities	<u>107,700,000.00</u>	<u>106,465,228.61</u>
Ending Investment Balance	<u>\$ 9,790,000.00</u>	<u>\$ 9,990,542.52</u>

Year Ended December 31, 1982

<u>Par Value</u>	<u>Current Book Value</u>
\$ 24,150,000.00	\$ 23,327,399.14
64,100,000.00	52,040,903.07
<u>77,850,000.00</u>	<u>65,373,949.87</u>
<u>\$ 10,400,000.00</u>	<u>\$ 9,994,352.34</u>

WEST VIRGINIA STATE BOARD OF INVESTMENTS

SCHEDULE OF INTEREST EARNINGS

FUND 9700 - REVENUE SHARING - 9700-05I

	<u>Year Ended December 31,</u>	
	<u>1983</u>	<u>1982</u>
Beginning Interest Balance	\$ -0-	\$ -0-
Interest Earned	1,343,897.61	2,473,174.59
Total	<u>1,343,897.61</u>	<u>2,473,174.59</u>
Less:		
Service Fees	9,901.79	12,465.85
Withdrawals	1,333,995.82	2,460,708.74
Total	<u>1,343,897.61</u>	<u>2,473,174.59</u>
Ending Interest Balance	<u>\$ -0-</u>	<u>\$ -0-</u>

STATE OF WEST VIRGINIA

OFFICE OF LEGISLATIVE AUDITOR, TO WIT:

I, Encil Bailey, Legislative Auditor, do hereby certify that the report of audit appended hereto was made under my direction and supervision, under the provisions of the West Virginia Code, Chapter 12, Article 6, Section 15, as amended, and that the same is a true and correct copy of said report.

Given under my hand this 31st day of January, 1984.

Encil Bailey

Encil Bailey, Legislative Auditor

Copies forwarded to each member of the Legislature,
each member of the Board and the Attorney General.