

**System Endowment Fund Spending Calculation
Fiscal Year 2007**

Payout per unit is determined according to the spending policy outlined in the System Investment Policy. The spending policy is calculated on an annual basis with the formula calculated as follows: Average of the quarterly market value for the 20 fiscal quarters ending the previous February, multiplied times 5.0% divided by 4.

**System Endowment Fund
Income Calculation
(Using Previous 20 Quarters Ending Feb 06)
Fiscal Year 2007**

Quarterly Market Value Per Unit

<u>Qtr. End</u>	<u>Unit Market</u>
May-01	5.504975
Aug-01	5.194502
Nov-01	5.112283
Feb-02	5.062568
May-02	5.087075
Aug-02	4.453232
Nov-02	4.394766
Feb-03	4.097931
May-03	4.487544
Aug-03	4.699053
Nov-03	4.935875
Feb-04	5.209108
May-04	5.058548
Aug-04	4.975057
Nov-04	5.315354
Feb-05	5.393160
May-05	5.310203
Aug-05	5.505949
Nov-05	5.548246
Feb-06	5.803072

Twenty Quarter Average Unit Value

5.057425

**Quarterly Income Per Unit Calculation
20 Qtr Avg Unit Value (X) 5% / 4**

0.063218