

1. What was the estimated and actual number of hours required to complete the audit of the year ended June 30, 2006?

Audit services were contracted based upon a flat annual fee. A comparison of estimated versus actual number of hours to perform the audit referenced above is not available.

2. What was the total cost of the audit of the year ended June 30, 2006?

If applicable, please distinguish between audit fees and out-of-pocket expenses.

The total cost of auditing services for the fiscal year ended June 30, 2006 was \$16,200 and fiscal year ended June 30, 2007 was \$17,000. These fees were inclusive of all out-of-pocket expenses including travel, report production, etc.

3. Does the Board of Investors regularly evaluate investment decisions by the eight investment managers?

Investment manager performance is measured relative to their target benchmark by the Board's Investment Consultant. The Board does not look through to individual transactions or decisions other than the social restrictions established in the policy. The Fund's custodian is responsible for this function.

4. Are there investment policies and guidelines (other than those in the statutes) established by the Board of Investors for the investment managers to follow?

Yes, the Board of Investors has adopted an Investment Policy and Guidelines.

5. Is the Fund aware of the new Risk Assessment Standards and the impact that will have on audit fees? If so, what impact do you anticipate relative to the audit fees the Fund paid for the audit of the year ended June 30, 2006?

Financial statements are expected to be in compliance with Government Auditing Standards and any other applicable procedures for the audit of a government's financial statements prepared in accordance with Generally Accepted Accounting Principles. Respondents should consider all required standards within their bid.

6. Are there any current or near-term plans to invest in hedge funds or other alternative investments?

During fiscal year ending June 30, 2007, ten percent of the Fund was invested in a Market Neutral comingled account. This strategy was terminated in September, 2007 and replaced with a Global Fixed Income account. Alternative investments have been evaluated by the Board of Investors but there are no plans to expand the strategy to alternatives in the immediate future.

7. Does the Fund provide any workpapers and can they prepare workpapers requested by the auditor?

Schedules are prepared in workpaper format and cross-referenced. Requests by the auditor whether on the PBC or otherwise can be prepared by the Treasurer's staff.

8. Does the Fund prepare the financial statements and footnotes or is that outsourced to the audit firm?

Yes, the Treasurer's staff prepares the financial statements and footnotes.

9. Will personnel be available for interim and planning procedures done before year end?

Yes

10. When are the books closed and schedules ready to audit?

Books are closed soon after fiscal year end, June 30, and schedules are prepared in anticipation of the start of fieldwork around August 1.

11. What is the due date or what are the Fund's expectations for the timing of audit completion?

The audit must be completed by September 30 subsequent to the end of the fiscal year ending June 30.

12. Does the Fund have an audit firm rotation policy? If so, what are the terms?

No

13. Which persons or group of persons will decide which audit firm will be engaged by the Fund?

A committee of three will review all responses. Finalist selected by this committee may be asked to present to the Board of Investors for selection at their next Board Meeting on February 13, 2008.

14. What criteria will these persons or group of persons use to make the decision?

Criteria considered by the selection committee will be:

Cost

Experience in similar types of Audits

Experience of Audit Staff

15. If the criteria carry different weight, please describe the different weights.

Each criteria will have equal weighting in the evaluation of respondents.