



*SURA Finance Committee
Report-out*

**November 10, 2006
Washington, D.C.**

Committee's Priorities and Actionable Items



- Formation of Ad Hoc Committee to evaluate "endowment " spending policy
- Adoption of new employee grievance policy
- Smith Barney recommended Portfolio Adjustments
- FY 07 Budget Recommendation

FY 06 Operating Results Slightly Ahead of Budget By \$250K



	Actual FY06	Budget F06	Variance
Revenues	6,875	10,337	(3,462)
Expenses			
Corporate G&A	3,892	3,925	
Program	6,223	9,902	
	10,115	13,827	3,712
Operating Loss	(3,240)	(3,490)	250
Net ROI	2,306	3,100	
Change in Net Assets	(\$934)	(\$390)	(\$544)

(\$000's)

SURA Portfolio Performance



Asset Class	Restated for Liquidations 9/30/05	Weighted Average FY 06	Market Value 9/30/06	Performance from 9/30/05	Benchmark
Large Cap	\$18,902	\$20,262	\$20,634	8.70%	10.77%
Mid Cap	\$7,631	\$7,631	\$8,190	7.32%	8.33%
Bonds	\$6,202	\$7,466	\$6,477	3.69%	3.81%
Total Portfolio	\$32,735	\$35,359 *	\$35,301	7.26% **	8.87%

A

B

C

(C-A)/B

* Weighted average based on daily outstanding investment balance for the twelve month period.

** Average annual growth target (net of advisory fees) pegged at 9%

*More Normalized Operating
Scenario and Resumption of
Growth in Net Assets*



- **SURA is now turning the corner.....extraordinary expenses of the past 3 years dealing with DOE/DOJ issues and the JLab recompile now behind us**

- **ROI also poised to resume its growth objectives**

FY 07 Budget vs. FY 06 Actual



	Budget FY07	Actual FY06
Revenues		
DOE Fee/Cost	\$1,523	\$1,942
Programs & Other	4,354	4,933
	<hr/> 5,877	<hr/> 6,875
Expenses		
Corporate G&A	3,108	3,892
Program	5,557	6,223
	<hr/> 8,665	<hr/> 10,115
Operating Loss	<hr/> (2,788)	<hr/> (3,240)
Net ROI	<hr/> 3,100	<hr/> 2,306
Change in Net Assets	<hr/> \$312	<hr/> (\$934)

(\$000's)

Proforma Portfolio Performance Before Liquidations Shows Steady Growth



Budget FY 07 (\$ millions)

