

**LOUISIANA CLERKS OF COURT INSURANCE TRUST
BOARD OF TRUSTEES MEETING
THURSDAY, JULY 26, 2007
MONROE, LOUISIANA**

President Jim Martin called the meeting to order at 9:00 A.M. Bud Bergeron gave the invocation followed by the Pledge of Allegiance by Bubbie Dupont.

MEMBERS PRESENT: President Jim Martin, Michael Thibodeaux, Mark Graffeo, Dot Lundin, Diane Broussard, Bill Hodge, Lanell Landry, Ann Johnson, Bubbie Dupont and Bud Bergeron. Also present: Debbie Hudnall, Executive Director; Lloyd Campisi, Insurance Consultant; Brad Fariello with Hunt Insurance Group and Randy Zinna, Attorney. Guests present: Allen Blanchard, and Greg Hanly and Vickie Steib with Blue Cross/Blue Shield.

APPROVAL OF MINUTES: Bill Hodge moved to accept the minutes of the previous meeting as written, motion seconded by Michael Thibodeaux.
Motion carried.

COMMENTS BY PRESIDENT: President Jim Martin thanked Bill Hodge for hosting the Board meetings in Monroe and thanked everyone for their willingness to serve on the Insurance Board because it was probably the most difficult board to serve on.

FINANCIAL REPORTS: (Attachment 1) Treasurer Mark Graffeo pointed out to the Board the fluctuation of the total capital for April, May and June and explained that it was because of the revenue from special assessment and the payment in claims. He reported that as of June 30, the operating cash was a negative \$23,000, but there was about \$629,000 in investment accounts and certificates of deposit for total assets of all cash of \$606,000 and total assets of \$971,000. He pointed out the net income ending June 30, was \$570,000, but again that was because of the special assessment. The total capital for the end of the year was about \$32,000. The Income Statement for Department 4 showed the Special Assessment of \$1,863,000 and again net income of \$542,000. He reported that if you subtracted the Special Assessment there would be a net loss of \$1,320,000. Mark reported there was a loss in claims expense of approximately \$1.36 million, but we are hoping to have more savings for the coming year with greater discounts in the Blue Cross network. He reported the net income for the year from Department 2, which is the Operating Trust, at \$28,000. He reported the 12 Month Income Statement – Budget Comparison showed that \$7650 had been budgeted as net income, for year, but the net income was actually \$28,139 due mainly to Lloyd's fees being considerably less than had been budgeted.

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Motion was made by Bud Bergeron to receive the financial reports. Motion seconded by Bill Hodge. Motion carried

COMMENTS BY INSURANCE CONSULTANT: (Attachment 2) Mr. Campisi gave a report on the historical data for the plan for July 2006 to June 2007 from FARA. He reported that it appears that Zurich, the re-insurer, would take a loss this year as they did the previous year. He reported fixed cost for year was \$2,026,889, medical claims were approximately eight million dollars and prescription drugs were approximately \$1.6 million making total claims of approximately \$9.6 million dollars. The specific claims paid by the re-insurer were \$1.5 million. He said it was important to understand there will be run-out claims for over one million dollars plus fixed cost of approximately \$150,000 to be paid to FARA to process the run-out claims. He reported that our program has a large population who has serious illnesses.

COMMENTS BY HUNT INSURANCE GROUP: Brad Fariello gave an overview of the implementation of the change over effective July 1st. He reported that although there had been some minor problems, he thought overall it had been very successful. The small errors that did occur had been cleared up quickly. He stated that about 20 ID cards were not delivered, but all of the disruptions were kept to a minimal. He said that Vera continues to receive some calls, but they were trying to get those re-directed to the Hunt Group. He said there had been some differences in the drug formularies, but if it had been in the previous formulary, it would be added to the current one. He reported they had not received all of the necessary information at this time from FARA, but he knew that Debbie had continued to pursue that information. The Board asked that Randy Zinna send a letter to FARA if we had not received the information by Friday. Brad reported that although July's statements were a little late going out, that August statements had already been sent and everything should be back on target. Brad informed the Board that they were solidifying the service agreement in writing and were working on possible changes to the Trust Document to the Board. He informed the Board that he would be making a presentation at the Clerks' Institute and that it would be perfect timing to help educate the members on many aspects of the insurance program. He reported because we were only 26 days into the plan year, he had no financial reports to give at this time.

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At this time, Brad introduced Greg Hanly and Vickie Steib with Blue Cross/Blue Shield. Mr. Hanly told the Board that Blue Cross/Blue Shield was delighted to have the opportunity to work with the Louisiana Clerks of Court and stated they were committed to giving the clerks top shelf service. He said they have approximately one million people for whom they provide coverage for in Louisiana, which gives them significant leverage with providers and which would have direct impact on our experience.

He informed the Board that he felt the Blue Cross/Blue Shield network would conservatively provide a 15% savings to the clerks' plan. Vickie Steib, the Account Manager, informed the Board that they had a very dedicated team and that they delivered what they promised. Mr. Hanly invited the Board to visit the Blue Cross/Blue Shield facilities in Baton Rouge.

OTHER BUSINESS: (Attachment 3) Debbie presented the contract that had been signed with FARA to process the run-out claims. It was discussed that if any of the members had any problems with any claims from the prior plan year, they should notify the Clerks' Association office as soon as possible.

Debbie presented a proposed amendment to the Insurance Trust Document that was discussed at length. After much discussion, it was decided to take the matter under advisement due to the fact that the Hunt Group will be recommending additional amendments in the near future.

Jim discussed a letter he had received from Charlie Jagneaux that requested the Board to look into a multi-tiered insurance plan for the future.

Diane Broussard moved to adjourn, motion seconded by Bill Hodge

Respectfully Submitted:

Debbie D. Hudnall
Executive Director

LA Clerks of Court Insurance Trust ATTACHMENT "1"
Balance Sheet
April 30, 2007

June 6, 2007

ASSETS

Current Assets

Cash - Operating Account	\$ (12,103.77)
Cash - FARA Claims Acct	(187,718.29)
Cash/M-M Sweep	126,968.48
Cash - CD Dow FCU	103,623.58
Cash - Merrill Lynch M/M	201,736.03

Total Current Assets	232,506.03
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Other Current Assets

Accounts Receivable-Video/DVDs	730.00
Accounts Rec./COBRA	341.08
Reinsurer Reimb. Rec.	287,754.00
Acct. Rec - Special Assessment	1,249.32
Accounts Rec./Premiums	524.49
Property and Equipment	
Equipment-Computer	19,513.66
Accumulated Depr. - Computer	(19,244.41)

Total Other Current Assets	290,868.14
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Total Assets	\$ 523,374.17
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LIABILITIES AND CAPITAL

Current Liabilities

Accounts Payable	\$ 10,665.00
Deferred Income	403,108.89
Claims/Payable	498,838.52
Incurred/not Rept Claims	428,992.00

Total Current Liabilities	1,341,604.41
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Total Liabilities	1,341,604.41
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Capital

Fund Balance-(2)-Operating	142,540.58
Fund Bal. - (4) Self Insured #2	(680,777.02)
Net Income	(279,993.80)

Total Capital	(818,230.24)
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Total Liabilities & Capital	\$ 523,374.17
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LA Clerks of Court Insurance Trust
Income Statement- Self-Funded Contributions (Dept 4)
For the Ten Months Ending April 30, 2007

June 6, 2007

	Current Month		Year to Date	
Revenues				
Interest Income	877.04	0.08	12,197.37	0.13
Medicare Part D Reimb.	60,890.37	5.68	60,890.37	0.67
Prescription Reimbursements	12,576.90	1.17	57,466.45	0.64
Claim Refunds	5,585.44	0.52	57,544.87	0.64
Reimb. from Reinsurer	285,797.82	26.68	1,087,835.72	12.03
Prem. Rec - Special Assessment	0.00	0.00	742,604.21	8.21
Contributions-Claims #2	535,861.32	50.02	5,337,707.12	59.01
Contrib-Fixed Cost #2	169,641.92	15.84	1,688,542.80	18.67
Total Revenues	<u>1,071,230.81</u>	<u>100.00</u>	<u>9,044,788.91</u>	<u>100.00</u>
Expenses				
Claims Expense #2	880,261.59	82.17	7,621,113.54	84.26
Fixed Cost - FARA #2	169,851.62	15.86	1,688,555.36	18.67
Bank Charges/investments	0.00	0.00	270.00	0.00
Case Mgmt. Expense - FARA	1,504.07	0.14	32,226.78	0.36
Total Expenses	<u>1,051,617.28</u>	<u>98.17</u>	<u>9,342,165.68</u>	<u>103.29</u>
Net Income	\$ <u>19,613.53</u>	1.83	\$ <u>(297,376.77)</u>	(3.29)

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement- Operating Trust (Dept 2)
For the Ten Months Ending April 30, 2007

June 6, 2007

	Current Month		Year to Date	
Revenues				
Life Insurance Premiums	29,669.04	38.49	294,064.84	38.41
Administration Fees	14,137.68	18.34	140,330.86	18.33
Interest Income	760.73	0.99	6,986.64	0.91
Dental Premiums	32,512.95	42.18	324,199.50	42.35
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Total Revenues	77,080.40	100.00	765,581.84	100.00
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Expenses				
Insurance Consultant	3,973.44	5.15	35,634.03	4.65
Fiduciary Insurance	0.00	0.00	960.00	0.13
Dental Premium Paid	32,512.95	42.18	324,216.01	42.35
Reimb. to Association	6,300.00	8.17	63,000.00	8.23
Life Insurance Premium	29,669.05	38.49	294,064.96	38.41
Auto Usage Expense	50.00	0.06	500.00	0.07
Bank Fees	188.82	0.24	2,136.15	0.28
Programming Fee	200.00	0.26	2,158.32	0.28
Programing Maintenance	158.33	0.21	1,424.93	0.19
Postage	15.28	0.02	15.28	0.00
Office Supplies	0.00	0.00	400.41	0.05
Travel/Per Diem	825.00	1.07	3,150.00	0.41
Other Professional Fees	600.00	0.78	11,253.75	1.47
Annual Audit Fee	0.00	0.00	6,700.00	0.88
Legal Fees	0.00	0.00	900.00	0.12
Meeting Expense	389.10	0.50	1,673.60	0.22
Miscellaneous	0.00	0.00	11.43	0.00
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Total Expenses	74,881.97	97.15	748,198.87	97.73
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Net Income	\$ 2,198.43	2.85	\$ 17,382.97	2.27
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For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Budget Comparison - Admin. Revenues & Expenses
For the Ten Months Ending April 30, 2007

June 6, 2007

	Current Actual	Current Budget	Variance	Y-T-D Actual	Y-T-D Budget	Variance	Annual Budget
Revenues							
Administration Fees	14,138	13,800	338	140,331	138,000	2,331	165,600
Interest Income	761	833	(72)	6,987	8,333	(1,346)	10,000
Total Revenues	14,899	14,633	266	147,318	146,333	985	175,600
Expenses							
Insurance Consultant	3,973	4,667	(694)	35,634	46,667	(11,033)	56,000
Fiduciary Insurance	0	75	(75)	960	750	210	900
Reimb. to Association	6,300	6,300	0	63,000	63,000	0	75,600
Auto Usage Expense	50	50	0	500	500	0	600
Bank Fees	189	229	(40)	2,136	2,292	(156)	2,750
Programming Fee	200	208	(8)	2,158	2,083	75	2,500
Programing Maintenance	158	142	16	1,425	1,417	8	1,700
Postage	15	0	15	15	0	15	0
Office Supplies	0	50	(50)	400	500	(100)	600
Library/Computer Exp.	0	25	(25)	0	250	(250)	300
Travel/Per Diem	825	333	492	3,150	3,333	(183)	4,000
Other Professional Fees	600	958	(358)	11,254	9,583	1,671	11,500
Annual Audit Fee	0	558	(558)	6,700	5,583	1,117	6,700
Legal Fees	0	0	0	900	0	900	0
Meeting Expense	389	375	14	1,674	3,750	(2,076)	4,500
Miscellaneous	0	25	(25)	11	250	(239)	300
Total Expenses	12,699	13,995	(1,296)	129,917	139,958	(10,041)	167,950
Net Income	\$ 2,200	\$ 638	1,562	\$ 17,401	\$ 6,375	11,026	\$ 7,650

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Admin. Revenues & Expenses -2 yr comparsion
For the Ten Months Ending April 30, 2007

June 6, 2007

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Revenues				
Administration Fees	14,137.68	11,517.48	140,330.86	116,435.07
Interest Income	760.73	608.92	6,986.64	8,976.90
Total Revenues	<u>14,898.41</u>	<u>12,126.40</u>	<u>147,317.50</u>	<u>125,411.97</u>
Expenses				
Insurance Consultant	3,973.44	4,530.70	35,634.03	40,508.07
Fiduciary Insurance	0.00	76.03	960.00	763.90
Reimb. to Association	6,300.00	6,300.00	63,000.00	63,000.00
Depreciation Expense	0.00	0.00	0.00	770.92
Auto Usage Expense	50.00	754.17	500.00	7,500.03
Bank Fees	188.82	196.45	2,136.15	2,106.35
Programming Fee	200.00	200.00	2,158.32	2,200.00
Programing Maintenance	158.33	158.32	1,424.93	1,583.22
Postage	15.28	0.00	15.28	0.00
Office Supplies	0.00	0.00	400.41	337.00
Library/Computer Exp.	0.00	0.00	0.00	228.37
Travel/Per Diem	825.00	0.00	3,150.00	2,100.00
Other Professional Fees	600.00	2,558.75	11,253.75	19,258.75
Annual Audit Fee	0.00	0.00	6,700.00	6,700.00
Legal Fees	0.00	0.00	900.00	0.00
Meeting Expense	389.10	0.00	1,673.60	1,141.09
Miscellaneous	0.00	0.00	11.43	0.00
Total Expenses	<u>12,699.97</u>	<u>14,774.42</u>	<u>129,917.90</u>	<u>148,197.70</u>
Net Income	<u>\$ 2,198.44</u>	<u>\$ (2,648.02)</u>	<u>\$ 17,399.60</u>	<u>\$ (22,785.73)</u>

For Management Purposes Only

LA Clerks of Court Insurance Trust
Balance Sheet
May 31, 2007

June 29, 2007

ASSETS

Current Assets

Cash - Operating Account	\$	8,815.91
Cash - FARA Claims Acct		105,710.94
Cash/M-M Sweep		610,640.30
Cash - CD Dow FCU		103,623.58
Cash - Merrill Lynch M/M		202,616.11

Total Current Assets 1,031,406.84

Other Current Assets

Accounts Receivable-Video/DVDs	730.00
Accounts Rec./COBRA	(455.39)
Reinsurer Reimb. Rec.	287,754.00
Acct. Rec - Special Assessment	242,388.95
Accounts Rec./Premiums	(238.29)
Property and Equipment	
Equipment-Computer	19,513.66
Accumulated Depre. - Computer	(19,244.41)

Total Other Current Assets 530,448.52

Total Assets \$ 1,561,855.36

LIABILITIES AND CAPITAL

Current Liabilities

Accounts Payable	\$	10,665.00
Deferred Income		266,303.37
Claims/Payable		498,838.52
Incurred/not Rept Claims		428,992.00

Total Current Liabilities 1,204,798.89

Total Liabilities 1,204,798.89

Capital

Fund Balance-(2)-Operating	142,540.58
Fund Bal. - (4) Self Insured #2	(680,777.02)
Net Income	895,292.91

Total Capital 357,056.47

Total Liabilities & Capital \$ 1,561,855.36

LA Clerks of Court Insurance Trust
Income Statement- Self-Funded Contributions (Dept 4)
For the Eleven Months Ending May 31, 2007

June 29, 2007

	Current Month		Year to Date	
Revenues				
Interest Income	880.08	0.04	13,077.45	0.12
Medicare Part D Reimb.	0.00	0.00	60,890.37	0.54
Prescription Reimbursements	0.00	0.00	57,466.45	0.51
Claim Refunds	7,307.36	0.33	64,852.23	0.57
Reimb. from Reinsurer	410,685.27	18.30	1,498,520.99	13.27
Prem. Rec - Special Assessment	1,120,745.54	49.94	1,863,349.75	16.51
Contributions-Claims #2	535,102.34	23.85	5,872,809.46	52.02
Contrib-Fixed Cost #2	169,325.02	7.55	1,857,867.82	16.46
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Total Revenues	2,244,045.61	100.00	11,288,834.52	100.00
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Expenses				
Claims Expense #2	897,540.89	40.00	8,518,654.43	75.46
Fixed Cost - FARA #2	169,749.12	7.56	1,858,304.48	16.46
Bank Charges/investments	0.00	0.00	270.00	0.00
Case Mgmt. Expense - FARA	3,676.43	0.16	35,903.21	0.32
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Total Expenses	1,070,966.44	47.72	10,413,132.12	92.24
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Net Income	\$ 1,173,079.17	52.28	\$ 875,702.40	7.76
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For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement- Operating Trust (Dept 2)
For the Eleven Months Ending May 31, 2007

June 29, 2007

	Current Month		Year to Date	
Revenues				
Life Insurance Premiums	29,704.24	38.48	323,769.08	38.42
Administration Fees	14,178.52	18.37	154,509.38	18.33
Interest Income	837.67	1.09	7,824.31	0.93
Misc./Other Receipts	1.99	0.00	1.99	0.00
Dental Premiums	32,477.25	42.07	356,676.75	42.32
Total Revenues	77,199.67	100.00	842,781.51	100.00
Expenses				
Insurance Consultant	3,358.59	4.35	38,992.62	4.63
Fiduciary Insurance	0.00	0.00	960.00	0.11
Dental Premium Paid	32,477.25	42.07	356,693.26	42.32
Reimb. to Association	6,300.00	8.16	69,300.00	8.22
Life Insurance Premium	29,704.25	38.48	323,769.21	38.42
Auto Usage Expense	50.00	0.06	550.00	0.07
Bank Fees	208.31	0.27	2,344.46	0.28
Programming Fee	200.00	0.26	2,358.32	0.28
Programing Maintenance	158.33	0.21	1,583.26	0.19
Postage	0.00	0.00	15.28	0.00
Office Supplies	450.40	0.58	850.81	0.10
Travel/Per Diem	1,017.27	1.32	4,167.27	0.49
Other Professional Fees	600.00	0.78	11,853.75	1.41
Annual Audit Fee	0.00	0.00	6,700.00	0.79
Legal Fees	0.00	0.00	900.00	0.11
Meeting Expense	467.73	0.61	2,141.33	0.25
Miscellaneous	0.00	0.00	11.43	0.00
Total Expenses	74,992.13	97.14	823,191.00	97.68
Net Income	\$ 2,207.54	2.86	\$ 19,590.51	2.32

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Budget Comparison - Admin. Revenues & Expenses
For the Eleven Months Ending May 31, 2007

June 29, 2007

	Current Actual	Current Budget	Variance	Y-T-D Actual	Y-T-D Budget	Variance	Annual Budget
Revenues							
Administration Fees	14,179	13,800	379	154,509	151,800	2,709	165,600
Interest Income	838	833	5	7,824	9,167	(1,343)	10,000
Total Revenues	<u>15,017</u>	<u>14,633</u>	<u>384</u>	<u>162,333</u>	<u>160,967</u>	<u>1,366</u>	<u>175,600</u>
Expenses							
Insurance Consultant	3,359	4,667	(1,308)	38,993	51,333	(12,340)	56,000
Fiduciary Insurance	0	75	(75)	960	825	135	900
Reimb. to Association	6,300	6,300	0	69,300	69,300	0	75,600
Auto Usage Expense	50	50	0	550	550	0	600
Bank Fees	208	229	(21)	2,344	2,521	(177)	2,750
Programming Fee	200	208	(8)	2,358	2,292	66	2,500
Programing Maintenance	158	142	16	1,583	1,558	25	1,700
Postage	0	0	0	15	0	15	0
Office Supplies	450	50	400	851	550	301	600
Library/Computer Exp.	0	25	(25)	0	275	(275)	300
Travel/Per Diem	1,017	333	684	4,167	3,667	500	4,000
Other Professional Fees	600	958	(358)	11,854	10,542	1,312	11,500
Annual Audit Fee	0	558	(558)	6,700	6,142	558	6,700
Legal Fees	0	0	0	900	0	900	0
Meeting Expense	468	375	93	2,141	4,125	(1,984)	4,500
Miscellaneous	0	25	(25)	11	275	(264)	300
Total Expenses	<u>12,810</u>	<u>13,995</u>	<u>(1,185)</u>	<u>142,727</u>	<u>153,955</u>	<u>(11,228)</u>	<u>167,950</u>
Net Income	<u>\$ 2,207</u>	<u>\$ 638</u>	<u>1,569</u>	<u>\$ 19,606</u>	<u>\$ 7,012</u>	<u>12,594</u>	<u>\$ 7,650</u>

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Admin. Revenues & Expenses -2 yr comparsion
For the Eleven Months Ending May 31, 2007

June 29, 2007

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Revenues				
Administration Fees	14,178.52	11,508.82	154,509.38	127,943.89
Interest Income	837.67	701.38	7,824.31	9,678.28
Total Revenues	<u>15,016.19</u>	<u>12,210.20</u>	<u>162,333.69</u>	<u>137,622.17</u>
Expenses				
Insurance Consultant	3,358.59	4,015.00	38,992.62	44,523.07
Fiduciary Insurance	0.00	76.03	960.00	839.93
Reimb. to Association	6,300.00	6,300.00	69,300.00	69,300.00
Depreciation Expense	0.00	0.00	0.00	770.92
Auto Usage Expense	50.00	754.17	550.00	8,254.20
Bank Fees	208.31	204.21	2,344.46	2,310.56
Programming Fee	200.00	200.00	2,358.32	2,400.00
Programing Maintenance	158.33	158.32	1,583.26	1,741.54
Postage	0.00	0.00	15.28	0.00
Office Supplies	450.40	0.00	850.81	337.00
Library/Computer Exp.	0.00	375.00	0.00	603.37
Travel/Per Diem	1,017.27	968.31	4,167.27	3,068.31
Other Professional Fees	600.00	111.25	11,853.75	19,370.00
Annual Audit Fee	0.00	0.00	6,700.00	6,700.00
Legal Fees	0.00	0.00	900.00	0.00
Meeting Expense	467.73	686.92	2,141.33	1,828.01
Miscellaneous	0.00	0.00	11.43	0.00
Total Expenses	<u>12,810.63</u>	<u>13,849.21</u>	<u>142,728.53</u>	<u>162,046.91</u>
Net Income	<u>\$ 2,205.56</u>	<u>\$ (1,639.01)</u>	<u>\$ 19,605.16</u>	<u>\$ (24,424.74)</u>

For Management Purposes Only

LA Clerks of Court Insurance Trust
Balance Sheet
June 30, 2007

July 19, 2007

ASSETS

Current Assets		
Cash - Operating Account	\$	(53,673.50)
Cash - FARA Claims Acct		30,595.97
Cash/M-M Sweep		320,903.54
Cash - CD Dow FCU		104,985.83
Cash - Merrill Lynch M/M		203,442.97
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Total Current Assets		606,254.81
Other Current Assets		
Accounts Receivable-Video/DVDs		730.00
Reinsurer Reimb. Rec.		287,754.00
Acct. Rec - Special Assessment		71,784.95
Accounts Rec./Premiums		4,354.53
Property and Equipment		
Equipment-Computer		19,513.66
Accumulated Depre. - Computer		(19,244.41)
		<hr/>
Total Other Current Assets		364,892.73
		<hr/>
Total Assets	\$	971,147.54
		<hr/> <hr/>

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	10,665.00
Claims/Payable		498,838.52
Incurred/not Rept Claims		428,992.00
		<hr/>
Total Current Liabilities		938,495.52
Total Liabilities		938,495.52
Capital		
Fund Balance-(2)-Operating		142,540.58
Fund Bal. - (4) Self Insured #2		(680,777.02)
Net Income		570,888.46
		<hr/>
Total Capital		32,652.02
		<hr/>
Total Liabilities & Capital	\$	971,147.54
		<hr/> <hr/>

Unaudited - For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement- Self-Funded Contributions (Dept 4)
For the Twelve Months Ending June 30, 2007

July 19, 2007

	Current Month		Year to Date	
Revenues				
Interest Income	2,189.11	0.23	15,266.56	0.12
Medicare Part D Reimb.	0.00	0.00	60,890.37	0.50
Prescription Reimbursements	0.00	0.00	57,466.45	0.47
Claim Refunds	6,747.04	0.70	71,599.27	0.58
Reimb. from Reinsurer	254,996.14	26.33	1,753,517.13	14.31
Prem. Rec - Special Assessment	0.00	0.00	1,863,349.75	15.20
Contributions-Claims #2	534,932.34	55.24	6,407,741.80	52.28
Contrib-Fixed Cost #2	169,579.70	17.51	2,027,447.52	16.54
	<hr/>		<hr/>	
Total Revenues	968,444.33	100.00	12,257,278.85	100.00
	<hr/>		<hr/>	
Expenses				
Claims Expense #2	1,129,159.86	116.60	9,647,814.29	78.71
Fixed Cost - FARA #2	168,584.96	17.41	2,026,889.44	16.54
Bank Charges/investments	0.00	0.00	270.00	0.00
Case Mgmt. Expense - FARA	3,838.48	0.40	39,741.69	0.32
	<hr/>		<hr/>	
Total Expenses	1,301,583.30	134.40	11,714,715.42	95.57
	<hr/>		<hr/>	
Net Income	\$ (333,138.97)	(34.40)	\$ 542,563.43	4.43
	<hr/>		<hr/>	

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement- Operating Trust (Dept 2)
For the Twelve Months Ending June 30, 2007

July 19, 2007

	Current Month		Year to Date	
Revenues				
Life Insurance Premiums	29,735.06	37.97	353,504.14	38.38
Administration Fees	14,142.52	18.06	168,651.90	18.31
Interest Income	1,937.64	2.47	9,761.95	1.06
Misc./Other Receipts	0.08	0.00	2.07	0.00
Dental Premiums	32,491.90	41.49	389,168.65	42.25
Total Revenues	<u>78,307.20</u>	100.00	<u>921,088.71</u>	100.00
Expenses				
Insurance Consultant	0.00	0.00	38,992.62	4.23
Fiduciary Insurance	0.00	0.00	960.00	0.10
Dental Premium Paid	32,296.49	41.24	388,989.75	42.23
Reimb. to Association	6,300.00	8.05	75,600.00	8.21
Life Insurance Premium	29,729.10	37.96	353,498.31	38.38
Auto Usage Expense	50.00	0.06	600.00	0.07
Bank Fees	238.76	0.30	2,583.22	0.28
Programming Fee	200.00	0.26	2,558.32	0.28
Programing Maintenance	158.33	0.20	1,741.59	0.19
Postage	0.00	0.00	15.28	0.00
Office Supplies	0.00	0.00	850.81	0.09
Travel/Per Diem	0.00	0.00	4,167.27	0.45
Other Professional Fees	600.00	0.77	12,453.75	1.35
Annual Audit Fee	0.00	0.00	6,700.00	0.73
Legal Fees	0.00	0.00	900.00	0.10
Meeting Expense	0.00	0.00	2,141.33	0.23
Miscellaneous	0.00	0.00	11.43	0.00
Total Expenses	<u>69,572.68</u>	88.85	<u>892,763.68</u>	96.92
Net Income	<u>\$ 8,734.52</u>	11.15	<u>\$ 28,325.03</u>	3.08

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Budget Comparison - Admin. Revenues & Expenses
For the Twelve Months Ending June 30, 2007

July 19, 2007

	Current Actual	Current Budget	Variance	Y-T-D Actual	Y-T-D Budget	Variance	Annual Budget
Revenues							
Administration Fees	14,143	13,800	343	168,652	165,600	3,052	165,600
Interest Income	1,938	833	1,105	9,762	10,000	(238)	10,000
Total Revenues	<u>16,081</u>	<u>14,633</u>	<u>1,448</u>	<u>178,414</u>	<u>175,600</u>	<u>2,814</u>	<u>175,600</u>
Expenses							
Insurance Consultant	0	4,667	(4,667)	38,993	56,000	(17,007)	56,000
Fiduciary Insurance	0	75	(75)	960	900	60	900
Reimb. to Association	6,300	6,300	0	75,600	75,600	0	75,600
Auto Usage Expense	50	50	0	600	600	0	600
Bank Fees	239	229	10	2,583	2,750	(167)	2,750
Programming Fee	200	208	(8)	2,558	2,500	58	2,500
Programing Maintenance	158	142	16	1,742	1,700	42	1,700
Postage	0	0	0	15	0	15	0
Office Supplies	0	50	(50)	851	600	251	600
Library/Computer Exp.	0	25	(25)	0	300	(300)	300
Travel/Per Diem	0	333	(333)	4,167	4,000	167	4,000
Other Professional Fees	600	958	(358)	12,454	11,500	954	11,500
Annual Audit Fee	0	558	(558)	6,700	6,700	0	6,700
Legal Fees	0	0	0	900	0	900	0
Meeting Expense	0	375	(375)	2,141	4,500	(2,359)	4,500
Miscellaneous	0	25	(25)	11	300	(289)	300
Total Expenses	<u>7,547</u>	<u>13,995</u>	<u>(6,448)</u>	<u>150,275</u>	<u>167,950</u>	<u>(17,675)</u>	<u>167,950</u>
Net Income	<u>\$ 8,534</u>	<u>\$ 638</u>	<u>7,896</u>	<u>\$ 28,139</u>	<u>\$ 7,650</u>	<u>20,489</u>	<u>\$ 7,650</u>

For Management Purposes Only

LA Clerks of Court Insurance Trust
Income Statement - Admin. Revenues & Expenses -2 yr comparsion
For the Twelve Months Ending June 30, 2007

July 19, 2007

	Current Month This Year	Current Month Last Year	Year to Date This Year	Year to Date Last Year
Revenues				
Administration Fees	14,142.52	11,410.33	168,651.90	139,354.22
Interest Income	1,937.64	393.85	9,761.95	10,072.13
Total Revenues	<u>16,080.16</u>	<u>11,804.18</u>	<u>178,413.85</u>	<u>149,426.35</u>
Expenses				
Insurance Consultant	0.00	2,035.00	38,992.62	46,558.07
Fiduciary Insurance	0.00	444.57	960.00	1,284.50
Reimb. to Association	6,300.00	6,300.00	75,600.00	75,600.00
Depreciation Expense	0.00	(269.25)	0.00	501.67
Auto Usage Expense	50.00	754.17	600.00	9,008.37
Bank Fees	238.76	237.05	2,583.22	2,547.61
Programming Fee	200.00	200.00	2,558.32	2,600.00
Programing Maintenance	158.33	158.34	1,741.59	1,899.88
Postage	0.00	0.00	15.28	0.00
Office Supplies	0.00	0.00	850.81	337.00
Library/Computer Exp.	0.00	0.00	0.00	603.37
Travel/Per Diem	0.00	0.00	4,167.27	3,068.31
Other Professional Fees	600.00	(3,943.75)	12,453.75	15,426.25
Annual Audit Fee	0.00	0.00	6,700.00	6,700.00
Legal Fees	0.00	0.00	900.00	0.00
Meeting Expense	0.00	0.00	2,141.33	1,828.01
Miscellaneous	0.00	3,732.35	11.43	3,732.35
Total Expenses	<u>7,547.09</u>	<u>9,648.48</u>	<u>150,275.62</u>	<u>171,695.39</u>
Net Income	<u>\$ 8,533.07</u>	<u>\$ 2,155.70</u>	<u>\$ 28,138.23</u>	<u>\$ (22,269.04)</u>

For Management Purposes Only

**LA CLERKS OF COURT INSURANCE TRUST
SCHEDULE OF ACTIVITY/CASH FLOW REPORT
2006/2007 PLAN YEAR**

	JULY 2006	AUG 2006	SEPT 2006	OCT 2006	NOV 2006	DEC 2006	JAN 2007	FEB 2007	MARCH 2007	APRIL 2007	MAY 2007	JUNE 2007	YTD TOTALS
BEGINNING BALANCE	(538,236.44)	(440,386.83)	(486,409.36)	(627,866.72)	(449,281.46)	(642,954.70)	(165,355.14)	(432,692.06)	(393,995.71)	(846,473.63)	(820,345.13)	114,906.44	(538,236.44)
REVENUES:													
CONTRIB. REC'D FIXED COST	168,464.60	168,151.46	168,578.38	168,789.02	168,472.12	169,428.46	169,005.30	168,900.92	169,323.14	169,641.92	169,325.02	169,579.70	2,027,660.04
CONTRIB. REC'D CLAIMS	533,170.21	531,937.12	533,404.97	533,404.97	532,247.57	534,862.45	534,376.58	534,376.58	535,026.94	535,861.92	535,102.34	534,932.34	6,408,230.26
CONTRIB. REC'D DENTAL	32,540.97	32,347.42	32,318.54	32,289.24	32,336.09	32,456.20	32,470.64	32,470.64	32,487.15	32,512.95	32,477.25	32,491.90	389,198.99
CONTRIB. REC'D LIFE	28,927.36	29,098.06	29,309.59	29,352.84	29,298.14	29,495.74	29,645.15	29,645.14	29,747.14	29,669.05	29,704.24	29,735.06	363,627.51
CONTRIB. REC'D ASSESS.						581,624.02	131,008.90	19,862.23	4,363.85	4,495.89	879,605.91	170,604.00	1,791,664.80
REIMB FROM REINS.	101,111.36	48,737.28	121,578.68	14,481.66	50,168.37	33,801.59	37,921.15	109,439.66	284,798.15	285,797.82	410,685.27	254,996.14	1,753,617.13
CLAIM REFUNDS	1,085.58	2,890.66	24,720.07	1,873.29	1,474.67	9,952.45	1,898.39	7,112.15	952.17	5,585.44	7,307.36	6,747.04	71,699.27
RX REBATES	20,718.89	-	-	632.10	12,148.93	-	12,021.73	-	-	12,576.90	-	-	57,466.45
INTEREST INCOME	1,561.58	1,479.86	2,358.16	-	1,130.81	3,382.23	2,347.34	1,875.24	2,778.92	1,637.77	1,717.75	4,126.75	25,028.51
ADMINISTRATION FEES	13,799.11	13,887.68	13,992.28	14,006.49	14,008.14	14,097.92	14,133.59	14,142.52	14,179.18	14,137.68	14,178.52	14,142.52	168,706.63
RDS DRUG SUBSIDY													60,890.37
Premium Adjustment							(1,850.34)	4,217.21	(3,960.79)	(180.06)	1,106.48	(4,593.37)	(5,280.87)
TOTAL REVENUES	901,379.66	828,429.54	925,886.93	794,829.61	841,284.84	1,409,101.06	962,978.43	922,042.29	1,069,695.85	1,152,627.65	2,081,210.14	1,212,762.08	13,102,228.08
EXPENSES:													
FARA FIXED COST	168,464.60	168,151.46	168,578.38	168,789.02	168,485.62	169,216.88	169,005.30	168,900.92	169,111.56	169,851.62	169,749.12	168,584.96	2,026,889.44
CLAIMS PAID	557,702.96	612,176.79	836,133.36	370,609.68	689,122.21	776,610.11	989,451.25	633,016.46	1,276,029.13	880,261.59	897,540.89	1,129,159.86	9,647,814.29
DENTAL PREMIUMS	32,540.97	32,347.42	32,318.54	32,289.24	32,286.56	32,505.73	32,456.81	32,470.64	32,487.15	32,512.95	32,477.25	32,296.49	388,989.76
LIFE PREMIUMS	28,927.38	29,098.08	29,309.60	29,352.85	29,298.15	29,495.75	29,521.80	29,645.15	29,747.15	29,669.05	29,704.25	29,729.10	363,498.31
LARGE CASE MGMT FEES	4,398.28	1,722.08	9,174.89	1,268.36	3,957.81	1,905.00	4,613.73	1,978.56	1,704.00	1,504.07	3,676.43	3,838.48	39,741.69
ADMINISTRATIVE EXPENSES	11,495.86	10,956.23	11,819.53	13,945.19	11,807.74	11,768.03	15,166.45	17,434.22	13,094.68	12,699.97	12,810.63	7,547.09	160,646.82
TOTAL EXPENSES	803,530.06	864,452.06	1,087,334.30	616,254.34	934,968.09	1,021,501.50	1,240,216.34	883,446.96	1,622,173.67	1,126,499.26	1,146,958.67	1,371,155.98	12,607,479.10
NET INCOME(LOSS):	97,849.61	(26,022.52)	(161,447.37)	178,676.27	(93,673.25)	387,699.66	(277,236.91)	38,596.34	(462,477.82)	26,128.40	935,251.67	(168,393.90)	494,748.98
ENDING BALANCE:	(440,386.83)	(466,409.35)	(627,866.72)	(449,281.46)	(642,954.70)	(165,355.14)	(432,692.06)	(393,995.71)	(846,473.63)	(820,345.13)	114,906.44	(43,487.46)	(43,487.46)
Accts. Rec. Special Assess.													71,784.96
Accts. Rec. Premiums													4,364.63
Accrued Capital as of 6/30/07:													32,652.02

* 6/25/06 Claims transfer request paid in September: \$ 189,094.98

* 10/26/06 Claims transfer request paid in November: \$ 256,463.77

* 11/29/06 Claims transfer request paid in December: \$ 250,985.66

* 6/27/07 Claims transfer request paid in July: \$ 128,487.01

SELF FUNDED REPORT

POLICY LOUISIANA CLERKS OF COURT INSURANCE TRUST
 NUMBER #143
 YEAR 7/01/06-6/30/07
 CARRIER Zurich North America

SPECIFIC: INC 12/ PD 15 Medical Only
 \$85,000.00 DEDUCTIBLE

AGGREGATE: INC 12/ PD 12 Medical & Rx
 MINIMUM AGGREGATE DEDUCTIBLE: \$ 7,861,962.00

MONTHLY COMPOSITE FACTOR: SINGLE \$ 683.53 FAMILY \$ 683.53

EMPLOYEE COUNT		FIXED RATE		FIXED COST		CLAIMS DETAIL									
						SELF FUNDED CLAIMS PAID		SPECIFIC CLAIMS	INELIGIBLE CLAIMS	NET CLAIMS	AGGREGATE				
MONTH	EE	EE+F	TOTAL	SINGLE	FAMILY	MONTHLY	YTD	MEDICAL	PRESCRIPTIONS	SELF FUNDED CLAIMS PAID	SPECIFIC CLAIMS	INELIGIBLE CLAIMS	NET CLAIMS	AGGREGATE	
July, 06	551	520	1,071	\$106.26	\$211.58	\$ 168,464.60	\$ 168,464.60	\$ 446,022.97	\$ 119,402.08	\$ 565,425.05	\$0.00	\$ 517,664.81	\$ 47,760.24	\$ 732,060.63	
Aug, 06	560	514	1,074	\$106.26	\$211.58	\$ 168,151.46	\$ 336,616.06	\$ 488,470.36	\$ 124,194.97	\$ 612,665.33	\$0.00	\$ 306,357.04	\$ 306,308.29	\$ 734,111.22	
Sept, 06	563	515	1,078	\$106.26	\$211.58	\$ 168,578.38	\$ 505,194.44	\$ 700,547.30	\$ 135,869.05	\$ 836,416.35	\$ 13,515.32	\$ 176,313.91	\$ 646,587.12	\$ 736,845.34	
Oct, 06	566	513	1,079	\$106.26	\$211.58	\$ 168,789.02	\$ 673,983.46	\$ 248,164.54	\$ 123,057.49	\$ 371,222.03	\$ 5,552.54	\$ 14,486.15	\$ 351,183.34	\$ 737,528.87	
Nov, 06	567	512	1,079	\$106.26	\$211.58	\$ 168,485.62	\$ 842,469.08	\$ 620,081.99	\$ 69,133.86	\$ 689,215.85	\$ 67,375.47	\$ 43,420.22	\$ 578,420.16	\$ 737,528.87	
Dec, 06	574	512	1,086	\$106.26	\$211.58	\$ 169,216.88	\$ 1,011,685.96	\$ 573,502.11	\$ 203,624.33	\$ 777,126.44	\$ 39,381.92	\$ 36,049.61	\$ 701,694.91	\$ 742,313.58	
Jan, 07	573	510	1,083	\$106.26	\$211.58	\$ 169,005.30	\$ 1,180,691.26	\$ 850,460.56	\$ 139,576.36	\$ 990,036.92	\$ 130,981.20	\$ 26,653.53	\$ 832,402.19	\$ 740,262.99	
Feb, 07	578	508	1,086	\$106.26	\$211.58	\$ 168,900.92	\$ 1,349,592.18	\$ 479,665.24	\$ 153,476.75	\$ 633,141.99	\$ 66,529.58	\$ 14,589.49	\$ 552,022.92	\$ 742,313.58	
Mar, 07	576	513	1,089	\$106.26	\$211.58	\$ 169,111.56	\$ 1,518,703.74	\$ 1,141,540.69	\$ 135,092.26	\$ 1,276,632.95	\$ 704,830.66	\$ 7,618.99	\$ 564,183.30	\$ 744,364.17	
Apr, 07	577	512	1,089	\$106.26	\$211.58	\$ 169,851.62	\$ 1,688,555.36	\$ 807,148.27	\$ 75,696.42	\$ 882,844.69	\$ 129,423.17	\$ 12,057.22	\$ 741,364.30	\$ 744,364.17	
May, 07	579	510	1,089	\$106.26	\$211.58	\$ 169,749.12	\$ 1,858,304.48	\$ 680,198.96	\$ 218,759.35	\$ 898,958.31	\$ 128,609.68	\$ 21,307.41	\$ 749,041.22	\$ 744,364.17	
June, 07	583	506	1,089	\$106.26	\$211.58	\$ 168,584.96	\$ 2,026,889.44	\$ 991,741.49	\$ 141,207.36	\$ 1,132,948.85	\$ 275,659.47	\$ 17,464.67	\$ 839,784.71	\$ 744,364.17	
TOTALS						\$ 2,026,889.44	\$ 2,026,889.44	\$ 8,027,544.48	\$ 1,639,090.28	\$ 9,666,634.76	\$ 1,561,989.01	\$ 1,193,983.05	\$ 6,910,762.70	\$ 8,880,421.76	

Total claims paid: Year to Date
 \$ 9,666,634.76

Less claims over specific:

Current Month
 \$ 1,132,948.85

\$ 1,561,899.01

Less refunds/voids/adjustments:

\$ 10,363.07

\$ 89,680.74

Less ineligible claims:

\$ 7,101.60

\$ 1,104,302.31

Net paid claims toward aggregate:

\$ 839,784.71

\$ 6,910,752.70

PLAN COSTS

Fixed:

\$ 168,584.96

\$ 2,026,889.44

Claims after expected reimbursements:

\$ 857,249.38

\$ 7,911,777.11

Total

\$ 1,025,834.34

\$ 9,938,666.55

SPECIFIC CLAIM DETAILS

PAID

REIMBURSED

\$ 20,280.83 \$ 19,534.22
 \$ 12,916.99 \$ 12,410.18
 \$ 325,031.51 \$ 317,791.11
 \$ 210,386.66 \$ 192,622.62
 \$ 3,313.67 \$ 3,314.17
 \$ 502,776.71 \$ 501,169.11
 \$ 233,432.14 \$ 232,860.90
 \$ 17,843.04 \$ 17,477.40
 \$ 24,588.05 \$ 24,464.00
 \$ 67,773.18 \$ 57,399.02
 \$ 140,444.07 \$ 132,610.70
 \$ 3,112.16 \$ 2,128.45

LOUISIANA CLERKS OF COURT INSURANCE TRUST - AGGREGATE INELIGIBLE CLAIMS BY MONTH

MONTH	Rx Admin Fees	Incurred Prior Plan Year	Prior Plan Year Specific	Med. Records / Large Case Mgmt	Refunds / Voids / Adjustments	Reimbursement to Carrier for Overpayment	TOTAL
Jul-06	\$ 62,911.62	\$ 355,575.60	\$ 90,369.92	\$0.00	\$ 8,807.67	\$0.00	\$ 517,664.81
Aug-06	\$ 2,667.30	\$ 213,359.63	\$ 86,950.81	\$0.00	\$ 3,379.30	\$0.00	\$ 306,357.04
Sep-06	\$ 2,536.25	\$ 136,371.05	\$ 12,357.44	\$ 46.11	\$ 25,003.06	\$0.00	\$ 176,313.91
Oct-06	\$ 2,193.75	\$ 9,583.04	\$0.00	\$0.00	\$ 2,485.64	\$ 223.72	\$ 14,486.15
Nov-06	\$ 1,267.50	\$ 40,528.05	\$0.00	\$0.00	\$ 1,624.67	\$0.00	\$ 43,420.22
Dec-06	\$ 3,504.25	\$ 22,118.31	\$0.00	\$0.00	\$ 10,427.05	\$0.00	\$ 36,049.61
Jan-07	\$ 2,319.00	\$ 22,339.88	\$0.00	\$ 91.36	\$ 1,903.29	\$0.00	\$ 26,653.53
Feb-07	\$ 2,590.00	\$ 4,761.81	\$0.00	\$0.00	\$ 7,237.68	\$0.00	\$ 14,589.49
Mar-07	\$ 2,346.00	\$ 3,717.00	\$0.00	\$0.00	\$ 1,555.99	\$0.00	\$ 7,618.99
Apr-07	\$ 1,236.50	\$ 2,652.18	\$0.00	\$0.00	\$ 8,168.54	\$0.00	\$ 12,057.22
May-07	\$ 3,571.25	\$ 9,011.38	\$0.00	\$0.00	\$ 8,724.78	\$0.00	\$ 21,307.41
Jun-07	\$ 2,458.50	\$ 4,643.10	\$0.00	\$0.00	\$ 10,363.07	\$0.00	\$ 17,464.67
TOTAL	\$ 89,601.92	\$ 824,661.03	\$ 189,678.17	\$ 137.47	\$ 89,680.74	\$ 223.72	\$ 1,193,983.05

Note: "Rx Admin. Fees" for the month of July, 2006 represents Rx claims and admin. fees incurred during the month of June, 2006.

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2006
2006
2006
2006

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ATTACHMENT "3"



FARA BENEFIT SERVICES, INC.

1625 West Causeway Approach

Mandeville, LA 70471

(985) 624-6712

(800) 259-8388 Ext. 6712

Main Fax: (985) 624-3354

Direct Fax: (985) 674-8012

cristy.sullivan@fara.com

TO: Debbie Hudnell
Louisiana Clerk of Court Insurance Trust

DATE: July 5, 2007


RE: Run-Out Contract

Debbie –

Please find enclosed a Run-Out Contract with original signatures.

Please call Leon with any questions.

Thanks,


Cristy T. Sullivan
Benefit Services Coordinator

FARA BENEFIT SERVICES

1625 W. CAUSEWAY APPROACH | MANDEVILLE, LA 70471 P | 985 624 8383 T | 800 259 8388 F | 985 624 3354 | WWW.FARA.COM

**LOUISIANA CLERK'S OF COURT INSURANCE TRUST
AMENDMENT TO CLAIMS ADMINISTRATION
AGREEMENT DATED APRIL 19, 2002**

**RUN-OUT ADMINISTRATION
UNDER SECTION 3.1 AND
PURSUANT TO SECTION 4.4**

Duties:

1. FARA will adjudicate all LCCIT claims incurred prior to **July 1st, 2007**, and provide all services in accordance with our in-force ASO contract.
2. Services to include:
 - ◆ **Claims Processing**
 - Claim Verification & Edits
 - Eligibility & Pre-Ex
 - C.O.B.
 - Subrogation
 - ◆ **Re-insurance**
 - FARA agrees to perform heightened tracking on pending claims for current large claimants to ensure proper stop loss filings can be submitted within the run-out protection period.
 - ◆ **Customer Services**
 - Phone & Web
 - ◆ **HealthCare Management**
 - Bill Audit
 - Large Case Management
 - Utilization Review
 - Retrospective Review
 - ◆ **Network Discounts**
 - Insure all discounts are applied and maintained
 - Case Rate negotiation as needed
 - ◆ **Audit Access**
 - Internal & LCCIT
 - ◆ **File Maintenance & Transfer**
 - ◆ **Report Maintenance & Financial Accounting**
3. **E.O.B. Denial** of claims incurred after June 30th, 2007. Provider and Member will receive an E.O.B. for all improperly filed claims.

Term:

Above Services to be performed through **December 31, 2007**. Any claims received after 12/31/2007 will be processed according to LCCIT directive.

Fees:

<u>Month</u>	<u>Fee</u>
July 2007 -----	\$15.50 PEPM*
August 2007 -----	\$15.50 PEPM
September 2007 -----	\$15.50 PEPM
October 2007 -----	\$17.25 PEPM
November 2007 -----	\$ 1.75 PEPM
December 2007 -----	\$ 1.75 PEPM
January-December 2008 -----	\$10 per claim

Note*

Fee calculation will be based upon LCCIT average enrollment for the months of April, May and June 2007.

Accepted by Officer of: Debbie W. Hugmire
Louisiana Clerk of Court Insurance Trust

Date: 6.27.07

Accepted by Officer of: [Signature]
FARA Benefit Services, Inc.

Date: 7/2/07