



LOUISIANA CLERKS OF COURT RETIREMENT AND RELIEF FUND

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DEBBIE D. HUDNALL
EXECUTIVE DIRECTOR

February 10, 2009

TO: Clerk of Court

FROM: Board of Trustees

RE: **"APPROVED"** Minutes from the Board of Trustees

Enclosed, are the "APPROVED" minutes of the Retirement Board of Trustees meeting held Tuesday, December 2, 2008 in Vidalia, Louisiana.

These minutes are also available on our website www.laclerksofcourt.org located in the "Clerks Only" section. Should you wish to receive these minutes via email, please let our office know to add you to the list.

Should you have any questions, please call Debbie Hudnall at (800) 256-6660 or (225) 293-1162.

/dd

Enclosure

**LOUISIANA CLERKS OF COURT RETIREMENT AND RELIEF FUND
BOARD OF TRUSTEES MEETING
TUESDAY, DECEMBER 2, 2008
VIDALIA, LOUISIANA**

A meeting of the Retirement Board of Trustees was held on Tuesday, December 2, 2008, at 9:00 AM in Vidalia, Louisiana.

The meeting was called to order by President Michael Thibodeaux, who then called on Ann Ardoin to give the invocation. Robby Barousse led the Pledge of Allegiance.

Members Present: President Michael Thibodeaux, Robby Barousse, Louie Bernard, Bill Hodge, Jim Martin, Hart Bourque, Gary Loftin and Ann Ardoin were all present. Also in attendance: Executive Director, Debbie Hudnall; Actuary, Gary Curran; Attorney, Randy Zinna; Consultant, Kari Creighton and Auditor, Michelle Cunningham. Members absent: Cliff Dressel, Rep. Joel Robideaux and Sen. Butch Gautreaux. Guest in attendance: Allen Blanchard, Sr., Orres LeBlanc, Darlene Landry, Dot Lundin, Bert, LeBlanc, Jerry Smith, Carol Jones, Bubbie Dupont, Pete Fitzgerald, Christine L. Crow, Malise Prieto, Ryan J. Huval, Blane M. Faulk, Brian Lestage, Carl Broussard, Beverly Gordon, Ann Walsworth, and Linda Cook.

APPROVAL OF MINUTES: Gary Loftin moved to accept the minutes of the previous Board meeting as written, motion seconded by Louie Bernard. **Motion carried.**

COMMENTS BY PRESIDENT: President Thibodeaux thanked everyone for their interest and their attendance.

INVESTMENT CONSULTANT:

Capital Market Overview (Report on file in office) Kari Creighton reported that the Federal Government now officially admits the US is in a recession and that it started in December of 2007. She stated that Summit feels it will take two to two and half years for the recession to fully play out. There have been significant drops in the market and fairly quickly too. She reported that the market had collapsed over 50% since the October 07 high. The rate of return for the S&P 500 for the past 10 years is .4%. There has been \$33 trillion of market value lost through October 31st. She said it has been an extreme period and they expect to see the continued up and down in the markets for quite a while. She said they expect unemployment to continue to grow. Kari informed the Board that according to history, the markets turn before the economy turns. They feel one of the reasons the market has been so volatile, is that the rules for the government stimulus package continues to change. She said that positive returns come quickly after a bear market and can be substantial within the first year; therefore, you want to stay fully invested. Summit does not think it is going to be a snap-back recovery, but a lengthier recovery (a hockey stick recovery).

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Board of Trustees Meeting, December 2, 2008
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Upon recommendation of Summit, the Board is looking to invest in small cap international and merging markets next year, but should move slowly and look for more stability before going in that direction. Kari informed the Board that there were issues with Securities Lending with Northern Trust in that the collateral pool they had invested in had completely shut down and the fund cannot get its money out without paying more into it. She further reported that Hedge Funds are now too crowded and there will be a lot of redemptions. People are starting not to believe in Hedge Funds. She said Summit still thinks that Hedge Funds have a place in the portfolio. She informed the Board that our Hedge Fund managers are very well diversified and are much more protected in what they have seen in other Hedge Funds. She said there would be much more due diligence with a higher level of transparency and that government regulations would be much higher going forward. The most recent performance of the fund relative to the entire universe ranked in the top quartile, but over the long term our fund was not as strong because of the allocations to equities and alternatives. In very difficult times, our fund is doing better than the typical public fund. Kari informed the Board that the positive with all of the market dislocation is that it will provide opportunities that are extremely attractive and managers are taking advantage of that

Third Quarter Report – (Report on file in office) Kari reported that although we had negative returns, our fund performed fairly well relative to our peers. At the end of the quarter, the fund was down 8.1% ranking just above the median relative to other public retirement plans with less than one billion dollars. Looking at 1 year, our fund was below the median, 3 years - below the median, 5 years - just above the median and 10 years - just below the median. In looking at our asset allocation, Kari recommended that the Board notify ING Clarion to have all distributions sent to the fund and that any funds from sales come back to the fund rather than being reinvested into the real estate. She also suggested that there be a request for redemption in order to bring percentage of investments in the Real Estate market back down.

October Performance – (Report on file in office) The past one year period ending October 31st, produced dramatically negative results. The fund was down 10.8% for the month. The fiscal year to date on October 31st, the fund was down 18%. The managers did fairly well, but there are still some concerns with Capital Guardian. She reported that IronBridge is a new manager for the portfolio and the transfer was very successful with trading costs less than two cents per share. There were a few issues where IronBridge had oversold two securities, but it was refunded to the fund. IronBridge significantly out performed the previous money manager, Lotsoff. For the month of October, IronBridge was 213 basis points ahead of the benchmark. Capital Guardian has been underperforming for the long term. Summit still believes QMA is a great firm going forward; it just has been a very difficult time for them.

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Kari informed the Board that she didn't have all of the numbers for November yet, but reported there was some recovery, however it was still negative.

Capital Guardian Review (Report on file in office) Kari reported that Summit likes the fact that Capital Guardian is 100% employee owned by 400 employees, and still has multiple products, but their current assets under management are \$82 billion down from \$144.8 billion. There are significant issues with their performance relative to the benchmark, which is the only area of concern. Their poor performance was related to a few securities – Lehman Brothers, in particular, was one of their worst securities. Another poor security, one the Board heard a lot about from them, was Sallie Mae. At the end of the third quarter, they were down over 300 basis points behind the benchmark with a -11.4%. Over the one year period, they were down over 300 basis points; two year period, down 300 basis points; and three year period, down 165 basis points; consistently ranking in the bottom quartile of their peers. It was only a few quarters that they under performed that affected their overall performance. Another area of concern is that there are only four participants in the product and the Clerks' fund represents over 50%. Summit recommends terminating Capital Guardian and transferring assets to QMA'S enhanced large cap core product.

Jim Martin moved to accept Summit's recommendation to terminate Capital Guardian and transfer assets to QMA' with immediate affect. Motion seconded by Hart Bourque.
Motion carried.

CURRENT MANAGER PRESENTATIONS: (Reports on file in office)

IronBridge Capital Management (Small/Mid Cap Core) (Reports on file in office)
Bill Forsyth, Director of Business, thanked the Board for their confidence in retaining them as managers and reported that they have only been managing the portfolio since September. He gave a brief update about their firm located in Chicago. They are employee owned with \$1 billion in SMID cap assets, in which the Clerks' funds are invested, in addition to other products. John O'Connor, Senior Analyst, then briefly discussed how they use the Life Cycle Approach to invest the assets. Bill then informed the Board the rate of return for the Clerks' funds for September was a -5.62% in comparison to the benchmark -7.03% and October the rate of return was -19.45% compared to benchmark of -21.54%. Although the clerks' rate of return for November was -7.7%, the benchmark was a -10.8%. Since the inception of September 5th through the end of November, the clerks' rate of return was a -29.8% compared to the benchmark of -35.9%. He reported that it was horrible rates of return, but they were 600 basis points ahead of the benchmark and their goal is to be at least 300 points ahead of the benchmark.

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ING Clarion (Core Real Estate) (Report on File in Office) Sally Haskins, Director, gave the Board a brief overview of ING Clarion. She reported that although ING is a global firm, the Lions Property Fund, in which the Clerks are invested, only has investments in the US. They are owned by ING Group which is a large Dutch based financial institution. She reported that the Clerks' fund has a target rate of return of 8% to 10%. She said that it had been a very good ride, but will not be as good as it has been. Clarion wants to have transparency with the Board and their consultants with the good and bad news. The Lion Properties Fund is a core diversified real estate fund which invests primarily in leased properties and new properties. Sally informed the Board that because of the current state of the financial markets, it has resulted in shareholder redemption requests beyond the Fund's immediate liquidity and they have now stopped redemptions for a period of time. She said they will not be buying anything until the debt was down to about 30% and they were telling people to wait to until mid-year to come into the fund.

Global Currents Investment Management (International Core) (Report on file in office) Lisa Lenza, Chief Operating Officer, informed the Board that Brandywine was the company that was first hired and Global Currents is a sub-set of Brandywine. The investment team moved out to an independent affiliate under the same parent company, Legg Mason, officially July 2008. Global Currents is a sister affiliate to Brandywine Global. Global Currents is based in Delaware and as of 9/30/08, they manage \$5.8 billion. Lisa reported that the Clerks' rate of return for October was -20.6% compared to the benchmark of -20.2%. The year to date rate of return for the fund was -42.9% compared to the benchmark of -43.5%; rate of return for one year, Clerks' fund was -45.1% and benchmark -46.6%; three year rate of return, Clerks' fund -5.4% and benchmark -5.3%; and since inception, Clerks' rate of return -1.3% and benchmark -2.6%. She reported they feel they will be able to take advantage of the economic climate.

At this time, First Vice-President, Robby Barousse, informed the Board that President Michael Thibodeaux had to leave because of an emergency with his grandson.

NEW MONEY MANAGER PRESENTATIONS - INTERNATIONAL SMALL CAP

Mondrian Investment Partners (Presentation on file in office) Todd Rittenhouse, Senior Vice-President informed the Board that about 85% of their business is based in North America and they service their clients out of the Philadelphia office. The Company is headquartered in London and manages assets of \$53.8 billion with \$1.1 billion in the Small Cap Equity Fund. The company is 61% employee owned with no employee owning more than 10%. He then gave the history of the company. Frances Cuthbert, Portfolio Manager – based out of the London office, then made the presentation to the Board on their "Value Philosophy" and the process.

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William Blair & Company (Presentation on file in office) Wally Fikri, Marketing, informed the Board that their Company is based in Chicago with \$34.9 billion in assets and is 100% owned by employees. They have \$793 million in the Small Cap Equity Fund under management. Their investment philosophy is quality growth in that they are searching for companies poised to offer strong growth characteristics.

The meeting recessed for lunch until 1:00 PM.

Vice-President Robby Barousse called the meeting back to order.

After hearing the presentations of both companies, discussion of the Board, and Kari's recommendations, Hart Bourque moved to divide the funds allocated for Small Cap Internationals with 60% to Mondrian and 40% to William Blair & Company by the end of the first quarter. Motion seconded by Jim Martin. **Motion carried.**

Upon recommendation of Summit, Ann Ardoin moved that ING Clarion be notified to redeem one-half of the Clerks' invested funds and that all income and dispositions be distributed back to the fund. Motion was seconded by Gary Loftin. **Motion carried.**

Kari informed the Board that she wanted to move into Pyramis after the first of the year which would be a Core Plus Fixed Income. Randy informed the Board the contract would be ready to go.

ACTUARIAL REPORT: (Report on file in office) Gary Curran reviewed the Annual Actuarial Report as of June 30th, 2008. The Market Value as of June 30th was \$331,865,504 which is down from the previous year; and the fund is substantially lower today. He reported another important number to look at is the Actuarial Asset Value of \$356,502,864 because this is the number that determines what the contribution rate is going to be. He informed the Board that for the first time in a while that number is higher than the Market Value. The Actuarial Value cannot be more than 110% of Market Value or less than 90% of Market Value because it will have an impact on the costs. Gary said that their minimum recommendation for employer contribution rate for 09-10 is 11.75%, the same as it has been, but costs will be going up substantially next year. He advised the Board it makes sense to get prepared for that as much as possible. Gary informed the Board that for every one percent under the target rate of 8% performance, the employer contribution rate would go up one-half of one percent. He said that the 5 year smoothing will help to phase it in. He also said it would be very optimistic, with the current news, to think that we would get out of this without higher contribution rates. He informed the Board that over the next few months they would attempt to make forecast for next year for all of their clients based on what has happened in the market.

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The mandatory increase in contributions won't hit until July 2010, but the Board has the capability of going up by at least 3% on their own. He suggested that the Board not set the employer contribution rate until the next Retirement Board meeting so they may have more information. Gary advised that ad valorem taxes also affect the system and whether or not they will continue to increase or level out makes a difference. He also informed the Board that the funding ratio was not sufficient to entertain a COLA for the retirees. Gary said with the Clerks being 80.71% funded is weak compared to some other statewide retirement systems who are funded at around 90%, but it was a huge improvement from when he first started with the clerks and it was about 20% funded.

Louie Bernard moved that the Actuarial Report be approved. Motion seconded by Gary Loftin. **Motion carried.**

Retirement Handbook: (Proposal on file in office) Debbie presented a proposal from Gary Curran to prepare an employee handbook for the Clerks of Court Retirement & Relief fund based upon the statutes in effect through the 2008 Legislative Session at the cost of \$3,600. Bill Hodge moved to accept the proposal. Motion seconded by Gary Loftin. **Motion carried.**

AUDIT REPORT: (Report on file in office) Michelle Cunningham presented the 2008 Annual Audit Report. She informed the Board the fund obtained the highest opinion you can obtain in an audit. She went over a few of the financial highlights. As of June 30th, the assets exceeded liabilities by \$331,865,504, which was a decrease from the prior year of 4.76%. The contributions to the plan totaled \$16,624,267 a decrease of 10.69% from the prior year. The funds collected from ad valorem taxes were \$6,086,308 an increase of 10.34% and \$461,536 was collected from state revenue sharing which was also an increase. There was a net decrease of the fair market value of investments of \$24 million dollars as compared to a net increase of \$40 million the prior year. The total rate of return for the fund was a negative 6.5%. Michelle informed the Board there were no issues with compliance of laws and regulations, however standards have changed which require a few additional items. In the past, their firm furnished the staff with accrual and market value adjustments, but they cannot do that anymore. Since the auditors provided those numbers, it was considered a weakness in the system. They will train the staff and staff will make those adjustments in the future. The market values will be done on monthly bases and accruals, i.e. payables and receivables, will be done at the year's end. The other item is the preparation of the financial statements. Currently, the Fund does not have controls in place to prepare the financial reports as well as the footnotes. The Legislative auditors have said that each entity needs to decide if it is cost effective to hire personnel to comply with this standard. She said most entities will probably say that it is not cost effective.

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Jim Martin moved that the 2008 Audit Report be accepted and authorized the Executive Director to prepare a response to the Legislative Auditors advising that the Board did not feel that it was costs effective to comply with the new financial reporting standard. Motion seconded by Ann Ardoin. **Motion carried.**

Debbie presented an Audit Compliance Report that needed to be approved by the Board. Louie Bernard moved that the Compliance Report be approved. Motion seconded by Hart Bourque. **Motion carried.**

FINANCIAL REPORTS (Attachment 1) Treasurer Bill Hodge reported total assets as of July 31st of \$344,084,777 and as of August 31st \$342,774,988. For September 30th, the Treasurer reported total assets of \$337,915,878. He discussed the Income Statement of September 30th showing a net loss of \$4,859,852 and a total year to date loss of \$7,006,871. He then discussed the Retirement Administrative Expense Fund showing net income for year to date through September 30th of \$198,559, Hart Bourque moved to receive the financial reports. Motion seconded by Louie Bernard. **Motion carried.**

COMMENTS BY ATTORNEY: Attorney Randy Zinna reported that although the Clerks do not have Retirement Legislation, that other legislation would have to be monitored. He will review the three contracts for the new money managers.

APPLICATION FOR RETIRMENT BENEFITS: Debbie presented the Board with 23 DROP applications, 3 regular retirement applications, 3 survivor applications and 2 disability applications. Bill Hodge moved that the applications be approved. Motion seconded by Gary Loftin. **Motion carried.**

REFUNDS: Debbie reported there were 49 refunds made from July through October in the amount of \$314,474,88.

EXECUTIVE DIRECTOR'S REPORT:

DROP/SELF- DIRECTED PLAN: Debbie reported that the DROP Self-Directed plan seemed to be going very well in that numerous people were participating in that plan and transferring their funds to Great West.

UPDATE ON NEW RETIREMENT COMPUTER SYSTEM - The Board had authorized me to pursue a new computer system, but I have not been able to do so at this time.

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UPDATE ON NEW RETIREMENT COMPUTER SYSTEM – Debbie reported that although the Board had authorized her to further pursue a new computer system, she had not taken any further action at this time.

LATEC - Debbie reminded the Board of the LATEC Holiday Networking Social on December 17th and of the LATEC Investment Education Symposium on February 18th – through 20th in New Orleans.

LACRRF FACT SHEET (Attachment 2) Debbie reported to the Board that she had to appear before the Senate Retirement Committee to give an update on investments through October along with all other State-wide Retirement systems and had presented them with a fact sheet.

EDUCATION REPORT (On file in office) Debbie presented a copy of the Education Report of the Retirement Board that she had filed with the Legislature.

OTHER BUSINESS: Debbie reported that the next Retirement Board meeting would be in New Iberia on March 3rd.

Motion made by Ann Ardoin to adjourn. Motion seconded by Hart Bourque. **Motion carried.**

Respectfully submitted,



Debbie D. Hudnall
Executive Director

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
July 31, 2008

ATTACHMENT "1"

ASSETS

CURRENT ASSETS		
Cash - LAMP General Fund	11,675,868.30	
Cash - Operating	236,175.76	
Cash - LAMP DROP Members	8,612,845.31	
Cash - Securities Lending	623,201.11	

TOTAL CURRENT ASSETS		21,148,090.48
OTHER ASSETS		
Other Accounts Receivable	4,350.25-	
Miscellaneous Receivable	641.00	
Accrued Interest - Investments	1,443.60	
Accrued Dividends	1,106,778.80	
Due to/from Admin. Expenses	12,548.00-	
Office Equipment	72,888.84	
Accumulated Depreciation	59,558.51-	

TOTAL OTHER ASSETS		1,105,295.48
INVESTMENTS		
Cash Equivalents	234,144.97	
Securities Lending Receivable	10,283.21	
Net Appr(Dep) FV-Stocks	3,100,872.12-	
Common Stock	33,389,835.19	
Capital Guardian Equity Fund	70,238,691.31	
Net Apprec/Depre Cap Guardian	13,955,936.84	
Domestic Stock Fund - QMA	17,042,566.09	
Net Appre/Depre - QMA	1,247,408.02	
Equities - Foreign Stocks	29,870,817.15	
Net Appre/Depre/Foreign Stocks	14,221,969.24	
Clarion Real Estate Fund	28,741,986.00	
Bond-Index Funds	48,050,545.36	
Net Appre/Depre/FV-Bond Index	13,219,897.13	
Net Apprec/Depre Clarion Fund	10,957,934.14	
Hedge Funds	30,000,000.00	
Net Appr/Depre Hedge Funds	110,643.14	

TOTAL INVESTMENTS		308,191,785.67
Collateral - Securities	13,639,606.35	

TOTAL ASSETS		344,084,777.98
		=====

Unaudited Financial Statement

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
July 31, 2008

LIABILITIES AND EQUITY

OPERATING LIABILITIES		
Obligations - Securities	13,639,606.35	
Insurance Collected Payable	53,851.94	

TOTAL OPERATING LIABILITIES		13,693,458.29
FUND BALANCE		
Annuity Reserve - Retirees	142,607,366.31	
Drop Equity Accumulative	13,105,228.00	
Annuity Savings - Members	55,309,732.57	
Employer Reserve	230,478,407.00	
Unfunded Actuarial-Present	109,853,256.00-	
Drop Equity Contrib.- YTD	30,668.65-	
Retained Earnings	327,098.70	
NET CHANGE - CURRENT YEAR	1,552,588.24-	

TOTAL FUND BALANCE		330,391,319.69
TOTAL LIABILITIES & EQUITY		----- 344,084,777.98 =====

Unaudited Financial Statement

LA CLERKS OF COURT RETIREMENT FUND

Income Statement

July 31, 2008

	CURRENT PERIOD	%	YEAR TO DATE	%
Employees Contributions	186,401.68-	12.01	186,401.68-	12.01
Employer Contributions	296,892.93	19.12-	296,892.93	19.12-
Drop Employer Contributions	43,906.58	2.83-	43,906.58	2.83-
Revenue Sharing	1,082.00	.07-	1,082.00	.07-
Interest Income-LAMP/DRW	16,664.56	1.07-	16,664.56	1.07-
Interest Income-LAMP/Cash	23,553.72	1.52-	23,553.72	1.52-
Dividend Income	58,021.84	3.74-	58,021.84	3.74-
Interest Income-Prepaid Refund	2,776.75	.18-	2,776.75	.18-
Interest Income-Investments	11,421.26	.74-	11,421.26	.74-
Transfer Fee Collected	80.00	.01-	80.00	.01-
Securities Lending Income	31,128.36	2.00-	31,128.36	2.00-
Re-Payment of Refund -EE	1,951.19-	.13	1,951.19-	.13
Deferred Revenue	138,800.64-	8.94	138,800.64-	8.94
Income - Clairon Fund	524,570.00	33.79-	524,570.00	33.79-
Gain/Loss on Sale of Invest.	121,615.68	7.83-	121,615.68	7.83-
	=====		=====	
TOTAL REVENUES	808,462.55	52.07-	808,462.55	52.07-
Annuity Benefits	1,373,555.46	88.47-	1,373,555.46	88.47-
Disability Benefits	48,007.92	3.09-	48,007.92	3.09-
Refund of Member Contributions	45,775.51	2.95-	45,775.51	2.95-
Drop Benefits Paid	592,771.96	38.18-	592,771.96	38.18-
Drop Annuity Payments	1,324.25	.09-	1,324.25	.09-
Investment Manager Fees	97,911.00	6.31-	97,911.00	6.31-
Securities Lending Expense	20,845.15	1.34-	20,845.15	1.34-
Bank Charges	359.54	.02-	359.54	.02-
Transfer to Admin. Exp. Fund	180,500.00	11.63-	180,500.00	11.63-
	=====		=====	
TOTAL EXPENSES	2,361,050.79	152.07-	2,361,050.79	152.07-
NET PROFIT (LOSS)	1,552,588.24-	100.00	1,552,588.24-	100.00

Unaudited Financial Statement

LA Clerks of Court Retirement Admin Exp
Balance Sheet
July 31, 2008

November 23, 2008

ASSETS

Current Assets		
Regular Checking Account	\$	224,989.61
Total Current Assets		224,989.61
Property and Equipment		
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	224,989.61

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	14,343.92
Total Current Liabilities		14,343.92
Long-Term Liabilities		
Total Long-Term Liabilities		0.00
Total Liabilities		14,343.92
Capital		
Retained Earnings		72,722.94
Net Income		137,922.75
Total Capital		210,645.69
Total Liabilities & Capital	\$	224,989.61

LA Clerks of Court Retirement Admin Exp
Income Statement
For the One Month Ending July 31, 2008

November 23, 2008

	Current Month Actual	Current Month Budget	Year to Date Actual	Year to Date Budget
Revenues				
Interest	260.67	150.00	260.67	150.00
Transfer From Retirement Fund	180,500.00	180,500.00	180,500.00	180,500.00
Total Revenues	<u>180,760.67</u>	<u>180,650.00</u>	<u>180,760.67</u>	<u>180,650.00</u>
Expenses				
Reimbursement to Clerks Assn.	20,800.00	20,800.00	20,800.00	20,800.00
Legal Fees	1,800.00	2,083.34	1,800.00	2,083.34
Annual Audit Fee	0.00	1,500.00	0.00	1,500.00
Bank Charges	0.00	300.00	0.00	300.00
Bonds and Insurance	0.00	1,833.34	0.00	1,833.34
Per Diem	525.00	291.67	525.00	291.67
Office Equipment	0.00	250.00	0.00	250.00
Advertising Expense	0.00	41.67	0.00	41.67
Seminar Expense	400.00	100.00	400.00	100.00
Meeting Expense	0.00	333.34	0.00	333.34
Miscellaneous Expense	0.00	41.67	0.00	41.67
Office Supplies	0.00	300.00	0.00	300.00
Other Professional Fees	99.00	0.00	99.00	0.00
Travel	0.00	500.00	0.00	500.00
Postage	0.00	100.00	0.00	100.00
Programing Fees	2,295.00	500.00	2,295.00	500.00
Consultant Fee	0.00	8,750.00	0.00	8,750.00
Investment Manager Fees	14,343.92	133,333.34	14,343.92	133,333.34
Custodial Fees	0.00	6,666.67	0.00	6,666.67
Actuary	2,575.00	2,666.67	2,575.00	2,666.67
Doctor's Fee	0.00	41.67	0.00	41.67
Total Expenses	<u>42,837.92</u>	<u>180,433.38</u>	<u>42,837.92</u>	<u>180,433.38</u>
Net Income	<u>\$ 137,922.75</u>	<u>\$ 216.62</u>	<u>\$ 137,922.75</u>	<u>\$ 216.62</u>

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
August 31, 2008

ASSETS

CURRENT ASSETS		
Cash - LAMP General Fund	11,011,727.02	
Cash - Operating	185,923.98	
Cash - LAMP DROP Members	8,115,855.78	
Cash - Securities Lending	641,292.37	

TOTAL CURRENT ASSETS		19,954,799.15
OTHER ASSETS		
Other Accounts Receivable	8,521.00-	
Miscellaneous Receivable	641.00	
Accrued Interest - Investments	1,443.60	
Accrued Dividends	1,106,778.80	
Due to/from Admin. Expenses	12,548.00-	
Office Equipment	72,888.84	
Accumulated Depreciation	59,558.51-	

TOTAL OTHER ASSETS		1,101,124.73
INVESTMENTS		
Cash Equivalents	225,002.96	
Securities Lending Receivable	12,669.33	
Net Appr(Dep) FV-Stocks	3,100,872.12-	
Common Stock	33,241,611.57	
Capital Guardian Equity Fund	70,238,691.31	
Net Apprec/Depre Cap Guardian	13,955,936.84	
Domestic Stock Fund - QMA	17,085,218.52	
Net Appre/Depre - QMA	1,247,408.02	
Equities - Foreign Stocks	29,870,817.15	
Net Appre/Depre/Foreign Stocks	14,221,969.24	
Clarion Real Estate Fund	28,741,986.00	
Bond-Index Funds	48,050,545.36	
Net Appre/Depre/FV-Bond Index	13,219,897.13	
Net Apprec/Depre Clarion Fund	10,957,934.14	
Hedge Funds	30,000,000.00	
Net Appr/Depre Hedge Funds	110,643.14	

TOTAL INVESTMENTS		308,079,458.59
Collateral - Securities	13,639,606.35	

TOTAL ASSETS		342,774,988.82
		=====

Unaudited Financial Statement

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
August 31, 2008

LIABILITIES AND EQUITY

OPERATING LIABILITIES		
Obligations - Securities	13,639,606.35	
Insurance Collected Payable	685.32	

TOTAL OPERATING LIABILITIES		13,640,291.67
FUND BALANCE		
Annuity Reserve - Retirees	142,679,849.53	
Drop Equity Accumulative	13,105,228.00	
Annuity Savings - Members	55,020,989.62	
Employer Reserve	230,478,407.00	
Unfunded Actuarial-Present	109,853,256.00-	
Drop Equity Contrib.- YTD	476,601.26-	
Retained Earnings	327,098.70	
NET CHANGE - CURRENT YEAR	2,147,018.44-	

TOTAL FUND BALANCE		329,134,697.15
TOTAL LIABILITIES & EQUITY		----- 342,774,988.82 =====

Unaudited Financial Statement

LA CLERKS OF COURT RETIREMENT FUND

Income Statement

August 31, 2008

	CURRENT PERIOD	%	YEAR TO DATE	%
Employees Contributions	591,310.15	99.48-	404,908.47	18.86-
Employer Contributions	842,272.77	141.69-	1,139,165.70	53.06-
Drop Employer Contributions	40,394.03	6.80-	84,300.61	3.93-
Revenue Sharing	77.01	.01-	1,159.01	.05-
Interest Income-LAMP/DRW	15,877.61	2.67-	32,542.17	1.52-
Interest Income-LAMP/Cash	22,991.58	3.87-	46,545.30	2.17-
Dividend Income	62,800.47	10.56-	120,822.31	5.63-
Interest Income-Prepaid Refund	.00	.00	2,776.75	.13-
Interest Income-Investments	9,361.11	1.57-	20,782.37	.97-
Transfer Fee Collected	40.00	.01-	120.00	.01-
Securities Lending Income	30,613.41	5.15-	61,741.77	2.88-
Transfer ER - Interest	174,632.74-	29.38	174,632.74-	8.13
Transfer EE - Contrib.	57,440.08-	9.66	57,440.08-	2.68
Re-Payment of Refund -EE	.00	.00	1,951.19-	.09
Deferred Revenue	176,268.21	29.65-	37,467.57	1.75-
Income - Clairon Fund	.00	.00	524,570.00	24.43-
Gain/Loss on Sale of Invest.	177,896.37-	29.93	56,280.69-	2.62
	=====		=====	
TOTAL REVENUES	1,382,037.16	232.50-	2,190,499.71	102.03-
Annuity Benefits	1,379,852.02	232.13-	2,753,407.48	128.24-
Disability Benefits	16,673.06	2.80-	64,680.98	3.01-
Refund of Member Contributions	169,230.34	28.47-	215,005.85	10.01-
Drop Benefits Paid	210,750.48	35.45-	803,522.44	37.43-
Drop Annuity Payments	1,324.25	.22-	2,648.50	.12-
Investment Manager Fees	.00	.00	97,911.00	4.56-
Securities Lending Expense	17,944.08	3.02-	38,789.23	1.81-
Bank Charges	193.13	.03-	552.67	.03-
Transfer to Admin. Exp. Fund	180,500.00	30.37-	361,000.00	16.81-
	=====		=====	
TOTAL EXPENSES	1,976,467.36	332.50-	4,337,518.15	202.03-
NET PROFIT (LOSS)	594,430.20-	100.00	2,147,018.44-	100.00

Unaudited Financial Statement

LA Clerks of Court Retirement Admin Exp
Balance Sheet
August 31, 2008

November 23, 2008

ASSETS

Current Assets		
Regular Checking Account	\$	256,983.79
Total Current Assets		256,983.79
Property and Equipment		
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	256,983.79

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	41,639.67
Total Current Liabilities		41,639.67
Long-Term Liabilities		
Total Long-Term Liabilities		0.00
Total Liabilities		41,639.67
Capital		
Retained Earnings		72,722.94
Net Income		142,621.18
Total Capital		215,344.12
Total Liabilities & Capital	\$	256,983.79

LA Clerks of Court Retirement Admin Exp
Income Statement
For the Two Months Ending August 31, 2008

November 23, 2008

	Current Month Actual	Current Month Budget	Year to Date Actual	Year to Date Budget
Revenues				
Interest	497.54	150.00	758.21	300.00
Transfer From Retirement Fund	180,500.00	180,500.00	361,000.00	361,000.00
Total Revenues	180,997.54	180,650.00	361,758.21	361,300.00
Expenses				
Reimbursement to Clerks Assn.	20,800.00	20,800.00	41,600.00	41,600.00
Legal Fees	1,800.00	2,083.34	3,600.00	4,166.68
Annual Audit Fee	150.00	1,500.00	150.00	3,000.00
Bank Charges	0.00	300.00	0.00	600.00
Bonds and Insurance	21,315.00	1,833.34	21,315.00	3,666.68
Per Diem	0.00	291.67	525.00	583.34
Office Equipment	0.00	250.00	0.00	500.00
Advertising Expense	0.00	41.67	0.00	83.34
Seminar Expense	575.00	100.00	975.00	200.00
Meeting Expense	191.00	333.34	191.00	666.68
Miscellaneous Expense	0.00	41.67	0.00	83.34
Office Supplies	0.00	300.00	0.00	600.00
Other Professional Fees	99.00	0.00	198.00	0.00
Travel	0.00	500.00	0.00	1,000.00
Postage	0.00	100.00	0.00	200.00
Programing Fees	800.00	500.00	3,095.00	1,000.00
Consultant Fee	922.48	8,750.00	922.48	17,500.00
Investment Manager Fees	126,625.27	133,333.34	140,969.19	266,666.68
Custodial Fees	0.00	6,666.67	0.00	13,333.34
Actuary	2,946.36	2,666.67	5,521.36	5,333.34
Doctor's Fee	75.00	41.67	75.00	83.34
Total Expenses	176,299.11	180,433.38	219,137.03	360,866.76
Net Income	\$ 4,698.43	\$ 216.62	\$ 142,621.18	\$ 433.24

For Management Purposes Only

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
September 30, 2008

ASSETS

CURRENT ASSETS

Cash - LAMP General Fund	10,364,751.17
Cash - Operating	169,120.23
Cash - LAMP DROP Members	8,548,318.52
Cash - Securities Lending	655,233.48

TOTAL CURRENT ASSETS	19,737,423.40
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OTHER ASSETS

Other Accounts Receivable	5,533.98-
Miscellaneous Receivable	641.00
Accrued Interest - Investments	1,443.60
Accrued Dividends	1,106,778.80
Due to/from Admin. Expenses	12,548.00-
Office Equipment	72,888.84
Accumulated Depreciation	59,558.51-

TOTAL OTHER ASSETS	1,104,111.75
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INVESTMENTS

Cash Equivalents	1,502,372.41
Securities Lending Receivable	5,951.70
Net Appr(Dep) FV-Stocks	3,100,872.12-
Common Stock	27,285,483.87
Capital Guardian Equity Fund	70,238,691.31
Net Apprec/Depre Cap Guardian	13,955,936.84
Domestic Stock Fund - QMA	17,125,973.02
Net Appre/Depre - QMA	1,247,408.02
Equities - Foreign Stocks	29,870,817.15
Net Appre/Depre/Foreign Stocks	14,221,969.24
Clarion Real Estate Fund	28,741,986.00
Bond-Index Funds	48,050,545.36
Net Appre/Depre/FV-Bond Index	13,219,897.13
Net Apprec/Depre Clarion Fund	10,957,934.14
Hedge Funds	30,000,000.00
Net Appr/Depre Hedge Funds	110,643.14

TOTAL INVESTMENTS	303,434,737.21
Collateral - Securities	13,639,606.35

TOTAL ASSETS

337,915,878.71
=====

LA CLERKS OF COURT RETIREMENT FUND
Balance Sheet
September 30, 2008

LIABILITIES AND EQUITY

OPERATING LIABILITIES

Obligations - Securities	13,639,606.35
Insurance Collected Payable	1,427.94

TOTAL OPERATING LIABILITIES	13,641,034.29
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FUND BALANCE

Annuity Reserve - Retirees	142,962,278.59
Drop Equity Accumulative	13,105,228.00
Annuity Savings - Members	54,516,020.97
Employer Reserve	230,478,407.00
Unfunded Actuarial-Present	109,853,256.00-
Drop Equity Contrib.- YTD	254,061.67-
Retained Earnings	327,098.70
NET CHANGE - CURRENT YEAR	7,006,871.17-

TOTAL FUND BALANCE	324,274,844.42
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TOTAL LIABILITIES & EQUITY

337,915,878.71
=====

LA CLERKS OF COURT RETIREMENT FUND

Income Statement
September 30, 2008

	CURRENT PERIOD	%	YEAR TO DATE	%
Employees Contributions	558,770.37	11.50-	963,678.84	13.75-
Employer Contributions	795,772.33	16.37-	1,934,938.03	27.61-
Drop Employer Contributions	37,752.90	.78-	122,053.51	1.74-
Revenue Sharing	.00	.00	1,159.01	.02-
Interest Income-LAMP/DRW	15,547.10	.32-	48,089.27	.69-
Interest Income-LAMP/Cash	19,939.79	.41-	66,485.09	.95-
Dividend Income	64,183.62	1.32-	185,005.93	2.64-
Interest Income-Prepaid Refund	.00	.00	2,776.75	.04-
Interest Income-Investments	2,720.24	.06-	23,502.61	.34-
Transfer Fee Collected	.00	.00	120.00	.00
Securities Lending Income	22,718.18	.47-	84,459.95	1.21-
Transfer ER - Interest	.00	.00	174,632.74-	2.49
Transfer EE - Contrib.	.00	.00	57,440.08-	.82
Re-Payment of Refund -EE	.00	.00	1,951.19-	.03
Deferred Revenue	19,464.45-	.40	18,003.12	.26-
Income - Clairon Fund	.00	.00	524,570.00	7.49-
Gain/Loss on Sale of Invest.	4,702,572.57-	96.76	4,758,853.26-	67.92
	=====		=====	
TOTAL REVENUES	3,204,632.49-	65.94	1,014,132.78-	14.47
Annuity Benefits	1,380,757.41	28.41-	4,134,164.89	59.00-
Disability Benefits	19,580.80	.40-	84,261.78	1.20-
Refund of Member Contributions	56,164.00	1.16-	271,169.85	3.87-
Drop Benefits Paid	.00	.00	803,522.44	11.47-
Drop Annuity Payments	1,324.25	.03-	3,972.75	.06-
Investment Manager Fees	.00	.00	97,911.00	1.40-
Securities Lending Expense	16,766.48	.34-	55,555.71	.79-
Bank Charges	127.30	.00	679.97	.01-
Transfer to Admin. Exp. Fund	180,500.00	3.71-	541,500.00	7.73-
	=====		=====	
TOTAL EXPENSES	1,655,220.24	34.06-	5,992,738.39	85.53-
NET PROFIT (LOSS)	4,859,852.73-	100.00	7,006,871.17-	100.00

Unaudited Financial Statement

LA Clerks of Court Retirement Admin Exp
Balance Sheet
September 30, 2008

November 23, 2008

ASSETS

Current Assets		
Regular Checking Account	\$	271,282.19
Total Current Assets		271,282.19
Property and Equipment		
Total Property and Equipment		0.00
Other Assets		
Total Other Assets		0.00
Total Assets	\$	271,282.19

LIABILITIES AND CAPITAL

Current Liabilities		
Total Current Liabilities		0.00
Long-Term Liabilities		
Total Long-Term Liabilities		0.00
Total Liabilities		0.00
Capital		
Retained Earnings	\$	72,722.94
Net Income		198,559.25
Total Capital		271,282.19
Total Liabilities & Capital	\$	271,282.19

LA Clerks of Court Retirement Admin Exp
Income Statement
For the Three Months Ending September 30, 2008

November 23, 2008

	Current Month Actual	Current Month Budget	Year to Date Actual	Year to Date Budget
Revenues				
Interest	481.54	150.00	1,239.75	450.00
Transfer From Retirement Fund	180,500.00	180,500.00	541,500.00	541,500.00
Total Revenues	180,981.54	180,650.00	542,739.75	541,950.00
Expenses				
Reimbursement to Clerks Assn.	20,800.00	20,800.00	62,400.00	62,400.00
Legal Fees	1,800.00	2,083.34	5,400.00	6,250.02
Annual Audit Fee	0.00	1,500.00	150.00	4,500.00
Bank Charges	0.00	300.00	0.00	900.00
Due To/From Retirement Fund	(97,911.00)	0.00	(97,911.00)	0.00
Bonds and Insurance	365.00	1,833.34	21,680.00	5,500.02
Per Diem	0.00	291.67	525.00	875.01
Office Equipment	0.00	250.00	0.00	750.00
Advertising Expense	0.00	41.67	0.00	125.01
Seminar Expense	0.00	100.00	975.00	300.00
Meeting Expense	424.38	333.34	615.38	1,000.02
Miscellaneous Expense	0.00	41.67	0.00	125.01
Office Supplies	0.00	300.00	0.00	900.00
Other Professional Fees	99.00	0.00	297.00	0.00
Travel	1,093.21	500.00	1,093.21	1,500.00
Postage	52.40	100.00	52.40	300.00
Programing Fees	400.00	500.00	3,495.00	1,500.00
Consultant Fee	25,000.00	8,750.00	25,922.48	26,250.00
Investment Manager Fees	170,270.48	133,333.34	311,239.67	400,000.02
Custodial Fees	0.00	6,666.67	0.00	20,000.01
Actuary	2,575.00	2,666.67	8,096.36	8,000.01
Doctor's Fee	75.00	41.67	150.00	125.01
Total Expenses	125,043.47	180,433.38	344,180.50	541,300.14
Net Income	\$ 55,938.07	\$ 216.62	\$ 198,559.25	\$ 649.86

For Management Purposes Only

Louisiana Clerks' of Court Retirement and Relief Fund 2008-2009 Budget

BUDGET 2008-2009

RECEIPTS:

Mo. Transfer - Retirement Fund \$180,500.	\$ 2,166,000.00
Interest Income	\$ 1,800.00
Total Receipts	\$ 2,167,800.00

Administrative Expense

Actuary Fees	\$ 32,000.00
Advertising	\$ 500.00
Archival	
Auditing Fees	\$ 18,000.00
Auto Usage Expense	
Bank Charge	\$ 3,600.00
Doctors Fees	\$ 500.00
Fiduciary Insur. Expense	\$ 22,000.00
Legal Fees	\$ 25,000.00
Meeting Expense	\$ 4,000.00
Miscellaneous Expense	\$ 500.00
Office Equipment	\$ 3,000.00
Office Supplies	\$ 3,600.00
Other Professional Fees	
Per Diem	\$ 3,500.00
Postage	\$ 1,200.00
Programming Fees	\$ 6,000.00
Reimbimbursement to Assoc.	\$ 249,600.00
Repair & Maintenance	
Seminar Expense	\$ 1,200.00
Travel Expense	\$ 6,000.00
Administrative Expenses	\$ 380,200.00

Investment Expenses:

Consultant Fees	\$ 105,000.00
Custodial Fees	\$ 80,000.00
Investment Managers	\$ 1,600,000.00
Total Investment Expenses	\$ 1,785,000.00
TOTAL EXPENSES	\$ 2,165,200.00

NET INCOME	\$ 2,600.00
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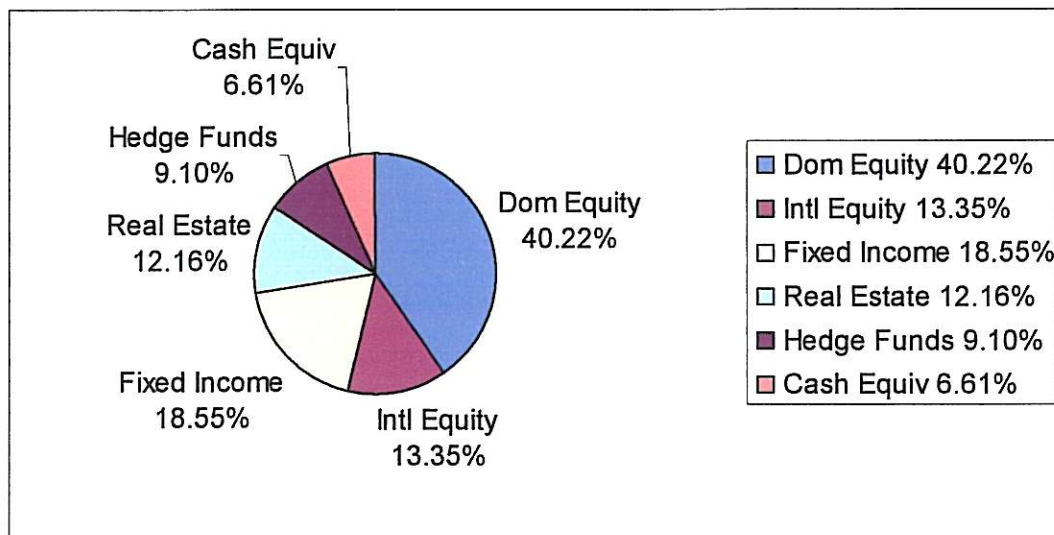
\$380,200 / 3560 Members = \$106.79

2006 Assessors - \$289,679 / 1223 = \$236.86 per person

2007 D.A.'s - \$221,001 / 1102 = \$200.55 per person

2007 Sheriffs - \$1,402,401 / 20,804 = \$67.41 per person

LACRRF Asset Allocations June 30, 2008



INVESTMENTS

- On June 30, 2007, the market value rate of return for the previous ten years was 8.0%
- On June 30, 2008, the market value rate of return for the previous ten years was 5.1%
- The Fund's total return was due primarily to the weak performance in the domestic and international equity markets.

INVESTMENT RETURNS MARKET RATE OF RETURN	
June 30, 2006	11.5%
June 30, 2007	14.3%
June 30, 2008	-6.3%
Qtr. Ending Sept. 30, 2008	-8.04%
Fiscal YTD – Oct. 31, 2008	-18.04%

ACTUARIAL VALUATION

- Actuarial Report will be presented to Board of Trustees on December 2nd
- Informal Actuarial Rate of Return as of June 30, 2008 was 7.9%
- Informal information received from actuary, indicates the minimum recommended employer net direct contribution will be 11.75% for 08-09 (same rate as 07-08)
- Due to Act 445 of 2008, Board may consider increasing employer contribution rate above that recommended by the actuary

LACRRF

LACRRF FACT SHEET

LOUISIANA CLERKS RETIREMENT & RELIEF FUND

STRUCTURE

- Established by Act of the Louisiana Legislature in 1950
- A defined benefit plan under Section 401(a) of the Internal Revenue Code
- Managed by 11-member board: 8 active members, 1 retired member and 2 ex officio members

MEMBERSHIP AND ASSETS

- LACRRF membership includes the clerk of the supreme court, each of the courts of appeal, each of the district courts, each of the city and traffic courts in cities having a population in excess of four hundred thousand, employees of clerks that work 20 hours or more per week and the employees of the Louisiana Clerks of Court Association, Louisiana Clerks of Court Retirement and Relief Fund and the Louisiana Clerks of Court Insurance Trust Fund.
- As of June 30, 2008, there was a decrease in plan net assets as a result of the decline in the value of investments due to poor market performance.

ASSET AND MEMBERSHIP FIGURES AS OF JUNE 30, 2008	
Total Investment Assets	\$331,865,504
Total Annual Contributions	\$23,172,111
Annual Benefit Payments	\$15,475,174
Average Monthly Benefit	\$1,604
Active Employees	2306
DROP Participants	102
Retirees	849
Total Members	3,661

FUNDING

- June 30, 1999, the funding status was 68.39% and as of June 30, 2008, it was 80.71%
- UAL balance is \$85,215,896