
STATE OF LOUISIANA



LOUISIANA ASSET MANAGEMENT POOL

STATE OF LOUISIANA
NEW ORLEANS, LOUISIANA

FINANCIAL STATEMENTS
DECEMBER 31, 2003
ISSUED JULY 7, 2004

**LEGISLATIVE AUDITOR
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June 24, 2004

Independent Auditor's Report
on the Financial Statements

**BOARD OF DIRECTORS OF THE LOUISIANA
ASSET MANAGEMENT POOL, INCORPORATED**
STATE OF LOUISIANA
New Orleans, Louisiana

We have audited the accompanying basic financial statements of the Louisiana Asset Management Pool, a component unit of the State of Louisiana, as of and for the year ended December 31, 2003, as listed in the foregoing table of contents. These financial statements are the responsibility of management of the Louisiana Asset Management Pool, Incorporated. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets of the Louisiana Asset Management Pool as of December 31, 2003, and the changes in its net assets for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

As discussed in note 1-F to the basic financial statements, the Louisiana Asset Management Pool implemented Governmental Accounting Standards Board Statement No. 40, *Deposit and Investment Risk Disclosures*, for the year ended December 31, 2003.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2004, on our consideration of the Louisiana Asset Management Pool's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, and contracts. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.



LOUISIANA ASSET MANAGEMENT POOL AND
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Management's discussion and analysis on pages 5 through 9 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Louisiana Asset Management Pool's basic financial statements. The accompanying supplemental information schedule listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,



Steve J. Theriot, CPA
Legislative Auditor

LG:ES:PEP:dl

[LAMP03]



MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Louisiana Asset Management Pool ("LAMP Pool"), we offer readers of LAMP's financial statements this narrative overview and analysis of the financial activities of LAMP for the year ended December 31, 2003. LAMP is administered by Louisiana Asset Management Pool, Inc. ("LAMP, Inc.") and its activity is included in LAMP's financial statements. The two entities are collectively referred to as "LAMP."

FINANCIAL HIGHLIGHTS

- The assets of LAMP exceeded its liabilities at the close of the most recent fiscal year by \$1,045,257,400 (*net assets*).
- LAMP's total net assets increased by \$4,320,464.
- The number of participants increased by 35 from 458 to 493 at December 31, 2003.
- Interest income decreased by \$3,984,717 because of the overall decline in interest rates in 2003.
- Effective February 1, 2004, total basis points charged by LAMP Pool for investment advisory, administrative and custodial fees were increased from 13.75 to 15 basis points. This will increase the administrative fees paid by LAMP Pool to LAMP, Inc.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to LAMP's basic financial statements. LAMP's basic financial statements comprise three components: (1) Statement of Net Assets, (2) Statement of Changes in Net Assets, and (3) Notes to the Financial Statements. These financial statements include the activities of Louisiana Asset Management Pool ("LAMP Pool") and Louisiana Asset Management Pool, Inc. ("LAMP, Inc.") that administers LAMP Pool. This report also contains a Schedule of Investments that is presented as supplementary information in addition to the basic financial statements themselves.

The Statement of Net Assets presents information on all of LAMP's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of LAMP is improving or deteriorating.

The Statement of Changes in Net Assets presents information showing how LAMP's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., accrued interest receivable, federal income tax receivable, accrued expenses, and compensated absences payable).

Notes to the Financial Statements. The accompanying notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents supplementary information that lists and categorizes the investments held by LAMP at the end of the year. The Schedule of Investments can be found on Schedule 1 of this report.



LOUISIANA ASSET MANAGEMENT POOL AND
 LOUISIANA ASSET MANAGEMENT POOL, INCORPORATED
 STATE OF LOUISIANA

BASIC FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of an entity's financial position. In the case of LAMP, assets exceeded liabilities by \$1,045,257,400 at the close of the most recent year, December 31, 2003. By far the largest portion of LAMP's net assets (99%) reflects its investments at fair market value. The following is a comparison of LAMP's net assets to the prior year.

LAMP's Net Assets

	For the Year Ended December 31,	
	2003	2002
Cash	\$20,236	\$18,950
Certificates of Deposit		285,000
Investments at Fair Market Value	1,043,524,491	1,045,128,522
Accrued Interest Receivable	1,912,561	2,369,757
Federal Income Tax Receivable	44,793	30,000
Prepaid Federal Income Tax		1,560
Furniture, Fixtures, and Office Equipment	48,579	39,690
Total Assets	1,045,550,660	1,047,873,479
Securities Purchased Payable		6,520,816
Accounts Payable and Accrued Expenses	272,348	405,555
Compensated Absences Payable	20,912	10,172
Total Liabilities	293,260	6,936,543
Net Assets	\$1,045,257,400	\$1,040,936,936

- Total assets decreased by \$2,322,819.
- Most of the decrease in assets is attributable to a decrease in investments of \$1,604,031.
- Investments decreased primarily because of participants' withdrawals exceeding deposits received from participants of LAMP Pool.

Changes in Net Assets. Investment activities and participants' transactions increased LAMP's net assets by \$4,320,464 for the year ended December 31, 2003. Key elements of the changes for the years ended December 31, 2003, and 2002, are as follows:



MANAGEMENT'S DISCUSSION AND ANALYSIS

LAMP's Changes in Net Assets

	For the Year Ended December 31,	
	2003	2002
From Investment Activities:		
Interest Income	\$8,845,016	\$12,829,733
Investment Income (Amortization/Accretion of Income, Fair Value Increase and Gain or Loss on Sales)	5,389,697	13,496,961
Less Administrative Expenses	(1,933,926)	(2,044,607)
Income in Net Assets from Investment Activities	<u>12,300,787</u>	<u>24,282,087</u>
From Participants' Transactions:		
Deposits	1,353,078,650	1,512,355,246
Withdrawals	(1,361,058,973)	(1,651,389,741)
Increase (Decrease) in Net Assets from Participants' Transactions	<u>(7,980,323)</u>	<u>(139,034,495)</u>
Total Increase (Decrease) in Net Assets	4,320,464	(114,752,408)
Net Assets, Beginning of Year	<u>1,040,936,936</u>	<u>1,155,689,344</u>
Net Assets, End of Year	<u>\$1,045,257,400</u>	<u>\$1,040,936,936</u>

- Interest income and investment income declined because of overall declines in interest rates during 2003.

ENTITY FINANCIAL STATEMENTS

LAMP does not utilize fund accounting. However, separate accounting records are maintained for each of the entities LAMP Pool and LAMP, Inc. In order to gain a further understanding of the activities of each entity, the following analyses are presented.

By far the largest portion of LAMP Pool's assets (99%) reflects its investments at fair market value. The largest portion of LAMP, Inc.'s assets (39%), other than furniture, fixtures, and office equipment, after the elimination of \$122,738 fees receivable from the LAMP Pool, reflects its receivable for federal income tax resulting from the carry back of LAMP, Inc.'s net operating loss for 2003. The following is an analysis of the net assets at December 31, 2003, attributable to LAMP Pool and to LAMP, Inc.:



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LAMP's Net Assets (by Entity)

	<u>LAMP</u>	<u>LAMP Pool</u>	<u>LAMP, Inc.</u>
Cash	\$20,236	\$127	\$20,109
Investments at Fair Market Value	1,043,524,491	1,043,524,491	
Accrued Interest Receivable	1,912,561	1,912,561	
Federal Income Tax Receivable	44,793		44,793
Furniture, Fixtures, and Office Equipment	48,579		48,579
Fees Receivable from LAMP Pool	122,738		122,738
	<u>1,045,673,398</u>	<u>1,045,437,179</u>	<u>236,219</u>
Accounts Payable and Accrued Expenses	272,348		272,348
Compensated Absences Payable	20,912		20,912
Fees Payable to LAMP, Inc.	122,738	122,738	
	<u>415,998</u>	<u>122,738</u>	<u>293,260</u>
Net Assets	<u><u>\$1,045,257,400</u></u>	<u><u>\$1,045,314,441</u></u>	<u><u>(\$57,041)</u></u>

- In preparing the combined statement of net assets, monthly fees of \$122,738 payable to LAMP Pool to LAMP, Inc. were eliminated.
- **Changes in Net Assets.** Investment activities and participants' transactions increased LAMP's net assets by \$4,320,464. Key elements of the changes are as follows:



MANAGEMENT'S DISCUSSION AND ANALYSIS

LAMP's Changes in Net Assets (by Entity)

	<u>LAMP</u>	<u>LAMP Pool</u>	<u>LAMP, Inc.</u>
From Investment Activities:			
Interest Income	\$8,845,016	\$8,841,283	\$3,733
Amortization/Accretion of Income	5,168,046	5,168,046	
Net Increase in the Fair Value of Investments	114,216	114,216	
Gain on Sales of Investments	107,435	107,435	
Administrative Income (Expense)		(939,423)	939,423
Less Administrative Expenses	<u>(1,933,926)</u>	<u>(689,662)</u>	<u>(1,244,264)</u>
Increase (Decrease) in Net Assets from Investment Activities	<u>12,300,787</u>	<u>12,601,895</u>	<u>(301,108)</u>
From Participants' Transactions:			
Deposits	1,353,078,650	1,353,078,650	
Withdrawals	<u>(1,361,058,973)</u>	<u>(1,361,058,973)</u>	
Decrease in Net Assets from Participants' Transactions	<u>(7,980,323)</u>	<u>(7,980,323)</u>	NONE
Total Increase (Decrease) in Net Assets	4,320,464	4,621,572	(301,108)
Net Assets, Beginning of Year	<u>1,040,936,936</u>	<u>1,040,692,869</u>	<u>244,067</u>
Net Assets, End of Year	<u><u>\$1,045,257,400</u></u>	<u><u>\$1,045,314,441</u></u>	<u><u>(\$57,041)</u></u>

- In preparing the statement of changes in net assets for LAMP, administrative fees of \$939,423 paid by LAMP Pool to LAMP, Inc., were eliminated.
- Investment advisors' fees of \$638,979 and custodial fees of \$50,358 are included in administrative expenses paid.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of LAMP's finances for all those with an interest in LAMP's finances. For questions concerning any of the information provided in this report or requests for additional financial information, please access the LAMP Web site, www.lamppool.com, or call the LAMP office at (504) 525-LAMP(5267) or toll free at (800) 249-LAMP(5267) and ask for Krissy Orgeron.



LOUISIANA ASSET MANAGEMENT POOL AND
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**LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
FIDUCIARY FUND - INVESTMENT TRUST FUND**

Statement of Net Assets, December 31, 2003

ASSETS

Cash (note 2)	\$20,236
Investments (note 3)	1,043,524,491
Interest receivable	1,912,561
Federal income tax receivable (note 10)	44,793
Furniture, fixtures, and office equipment, net (note 1-E)	48,579
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TOTAL ASSETS	1,045,550,660

LIABILITIES

Accounts payable and accruals	272,348
Compensated absences payable (note 5)	20,912
	<hr/>
TOTAL LIABILITIES	293,260

Net assets held in trust for pool participants	1,045,257,400
	<hr/>
TOTAL NET ASSETS	\$1,045,257,400

The accompanying notes are an integral part of this statement.





**LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
FIDUCIARY FUND - INVESTMENT TRUST FUND**

**Statement of Changes in Net Assets
For the Year Ended December 31, 2003**

FROM INVESTMENT ACTIVITIES

Interest income	\$8,845,016
Less administrative expenses	(1,933,926)
Net increase in fair value of investments	114,216
Amortization/accretion of income	5,168,046
Gain on sale of investments	107,435
Increase in net assets from investment activities	<u>12,300,787</u>

FROM PARTICIPANTS' TRANSACTIONS

Subscriptions	1,353,078,650
Redemptions	<u>(1,361,058,973)</u>
Decrease in net assets from participants' transactions	<u>(7,980,323)</u>

Total increase in net assets	4,320,464
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NET ASSETS, BEGINNING OF YEAR	<u>1,040,936,936</u>
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NET ASSETS, END OF YEAR	<u><u>\$1,045,257,400</u></u>
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The accompanying notes are an integral part of this statement.





**LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA**

As of and for the Year Ended December 31, 2003

INTRODUCTION

The Louisiana Asset Management Pool (LAMP) is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment. The cooperative endeavor was formed, in part, in reliance upon Opinion No. 92-192 (March 31, 1992) issued by the Louisiana Attorney General's Office, which noted that public entities may pool funds for investment purposes. The investment pool is intended to improve administrative efficiency and increase investment yield of participating public entities. Public entities, as defined by Article XIX of LAMP's Articles of Incorporation, include the instrumentalities and political subdivisions of the State of Louisiana; parishes, municipalities, or other subdivisions of government; any entity created by, subject to the administration of, or otherwise governed by any university, hospital, or retirement system; and any other entity which may be designated as a public entity by the president of LAMP. Section XIX of LAMP's Articles of Incorporation specifically exclude the State of Louisiana and its departments from participation in the investment pool. As of December 31, 2003, there were 493 voluntary participants in the pool.

LAMP is administered by Louisiana Asset Management Pool, Incorporated, (the "corporation"), a nonprofit corporation formed under the provisions of Louisiana Revised Statute (R.S.) 12:22, pursuant to Section 115 of the Internal Revenue Code of 1986, as amended. The corporation was formed to manage and administer or provide for the orderly management and administration of LAMP.

Article VIII of LAMP's Articles of Incorporation provides that the Treasurer of the State of Louisiana is the sole Administrative Member of the corporation. The Board of Directors of LAMP, Inc., consists of 9-14 pool participants plus the administrative member, who is President of the Corporation. Board members are elected annually by participants, except the President, who is a standing member of the board. There are currently 14 members of the board of directors. Board members can serve for a maximum of three one-year terms, and all board members serve without compensation. LAMP, Inc., has four employees and is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

The corporation entered into a contract with a custodial bank (Bank One) for a period of three years commencing as of September 3, 2002, with options to extend for two additional one-year terms.

The corporation entered into separate contracts with investment advisors AMR Investment Services, Inc., and Reich & Tang Asset Management L.L.C. commencing April 4, 2001, for a period of three years with options to renew the contracts for two additional 12-month periods.

The corporation entered into separate contracts with investment advisors Hancock Bank, Hibernia National Bank, and Whitney National Bank commencing October 1, 2003, for a period of three years with options to renew the contracts for two additional 12-month periods.



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and reporting principles. In order to present fairly the net assets and change in net assets for LAMP, the assets and operations of the investment pool and LAMP, Inc., have been combined. All inter entity accounts, balances, and transactions have been eliminated.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

B. REPORTING ENTITY

Using the criteria in GASB Codification Section 2100, the Division of Administration, Office of Statewide Reporting and Accounting Policy, has defined the governmental reporting entity to be the State of Louisiana. The Office of Statewide Reporting and Accounting Policy considers LAMP to be a component unit (investment trust fund) of the State of Louisiana because the state has financial accountability in that the state treasurer, as the administrative member, is a standing member of the board of directors, acts as the chief executive officer of the corporation, supervises and controls the affairs of the corporation, and has the power and authority reasonably necessary to direct the operations and activities of the corporation. The state treasurer serves as president of the corporation and appoints the secretary-treasurer. The accompanying financial statements present information only as to the balances of LAMP, a component unit of the State of Louisiana. Annually, the State of Louisiana issues basic financial statements, which include the activity contained in the accompanying financial statements. The basic financial statements are audited by the Louisiana Legislative Auditor.

C. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The financial statements of LAMP are prepared using the economic resources measurement focus and the accrual basis of accounting. Accordingly, revenue is recognized when earned and expenses are recognized when incurred.

D. CASH AND INVESTMENTS

Cash represents amounts on deposit with the custodian, fiscal agent banks, and/or the investment advisors. Under state law, LAMP may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. LAMP's permissible investments are set forth in R.S. 33:2955 and are further limited in accordance with investment guidelines promulgated by the board of directors. LAMP's Statement of Investment Guidelines authorizes investments in various investment products, including United States Treasury bills or notes, Federal Home Loan Bank notes, Federal National Mortgage Association notes, Federal Farm Credit Bank notes, Student Loan Marketing Association notes, and other investments as approved by the board of directors.



NOTES TO THE FINANCIAL STATEMENTS

Effective August 1, 2001, LAMP's executive committee and its full board of directors amended its investment guidelines to permit investment of LAMP funds in government-only money market funds. Investments in money market funds are limited to no more than 35% of the total assets of LAMP, and no more than 10% may be invested in any single money market fund at any time. Effective August 15, 2003, an amendment was made to change the limitation from 35% to 25% of the total assets of LAMP. Furthermore, the amended guidelines only allow the purchase of government-only money market funds rated AAAM by Standard and Poor's. Thus, the investment restrictions of the money markets LAMP will be permitted to invest in under this amendment match the investment restrictions of LAMP.

Act 701 of the 2001 Regular Legislative Session revised R.S. 33:2955 to permit investment in A-1 rated commercial paper for political subdivisions of Louisiana. On August 28, 2001, LAMP's executive committee and its full board of directors amended its investment guidelines to permit the investment of LAMP funds in commercial paper of domestic United States Corporations rated A-1 or A-1+ by Standard & Poor's. Investments in commercial paper are limited to no more than 50% of the total assets of LAMP. No more than 5% of assets may be in any one issuer, and no more than 25% of assets may be in any one industry, except banking. This change became effective on October 1, 2001. Effective August 15, 2003, an amendment was made to change the limitations from 50% to 30% of the total assets of LAMP and the maximum amount of assets in any one issuer was reduced from 5% to 3%.

As noted above, the amended guidelines allow for the purchase of only commercial paper rated A-1 or A-1+ by Standard & Poor's. In addition, the guidelines require that when an A-1 or A-1+ investment is placed on a watch list with negative implications by a rating agency, the Advisor is required to sell the investment as soon as practical, but no later than 30 days. This amendment to LAMP's investment guidelines follows Act 701 of the 2001 Regular Legislative Session revising R.S. 33:2955, to permit A-1 commercial paper as a permissible investment for political subdivisions of Louisiana.

To provide for the required liquidity for withdrawals from LAMP, all investments shall have, at the time of purchase, a maximum remaining maturity of 397 days and the dollar weighted average maturity of LAMP shall not generally exceed 90 days. LAMP voluntarily complies with Standard & Poor's requirement for AAAM rated funds to restrict the average weighted maturity of investments to 60 days or less in order to maintain its AAAM rating for the LAMP pool.

LAMP's investments are stated at fair value based on quoted market values. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value.

LAMP has not obtained any legally binding guarantees during the period to support the value of the shares, since all investments are short-term, highly liquid securities.

E. FIXED ASSETS

Furniture, fixtures, office equipment, and computer equipment of the corporation are included on the balance sheet at historical cost. Depreciation of all fixed assets is charged as an administrative expense. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the estimated useful lives of 5 to 7 years for the assets. A summary of changes in furniture, fixtures, office equipment, and computer equipment follows:



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	Balance December 31, 2002	Additions	Balance December 31, 2003
Furniture and fixtures	\$27,705	\$18,664	\$46,369
Office equipment	27,403		27,403
Computer equipment	43,404	5,012	48,416
Total	98,512	23,676	122,188
Less - accumulated depreciation	(58,822)	(14,787)	(73,609)
Net furniture and fixtures and office equipment	<u>\$39,690</u>	<u>\$8,889</u>	<u>\$48,579</u>

F. ADOPTION OF NEW ACCOUNTING PRINCIPLE

For the year ended December 31, 2003, LAMP implemented Governmental Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures*, an amendment of GASB Statement No. 3.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions consist of demand deposits. LAMP may also invest in time certificates of deposit in state banks organized under the laws of Louisiana and national banks having their principal office in the State of Louisiana.

As reflected on the statement of net assets, LAMP has deposits in bank accounts totaling \$20,236 at December 31, 2003. Deposits in bank accounts are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

The deposits at December 31, 2003, consist of the following:

	Cash Demand Deposits	Cash Custodial Deposits	Total
Deposits per Statement of Net Assets	<u>\$20,109</u>	<u>\$127</u>	<u>\$20,236</u>

The following is a breakdown by banking institution, program or type, and amount of the bank balances shown above:



NOTES TO THE FINANCIAL STATEMENTS

<u>Bank Institution</u>	<u>Program or Type</u>	<u>Amount</u>
Bank One	Operating Account	\$57,471
Bank One	Custodial Account	<u>127</u>
Total		<u><u>\$57,598</u></u>

These deposits are secured by federal deposit insurance (GASB Risk Category 1). There are no cash equivalents at December 31, 2003.

3. INVESTMENTS

Investments of \$1,043,524,491 as presented on Statement A, are valued at fair value. The investments are comprised of several different types of investment securities. The following tables itemize the investments, the range of maturity dates and yields of each category of investment, the fair value of investments, the face amount of the investments, the carrying value at amortized cost at December 31, 2003, and the change in investments during the year.

<u>Investment Securities</u>	<u>Maturity Dates</u>	<u>Yield to Maturity</u>	<u>Face Amount at December 31, 2003</u>	<u>Carrying Value at (Amortized Cost) December 31, 2003</u>	<u>Fair Value at December 31, 2003</u>
Federal Farm Credit Bank Notes	1/15/04 - 5/28/04	1.05 - 1.26%	\$10,477,000	\$10,493,611	\$10,494,648
Federal Home Loan Bank Notes	1/5/04 - 11/15/04	1.03 - 1.44%	64,965,000	65,134,331	65,145,414
Federal Home Loan Mortgage Corporation Notes	1/6/04 - 11/12/04	0.91 - 1.45%	239,552,000	239,392,881	239,435,393
Federal National Mortgage Association Notes	1/2/04 - 12/8/04	1.04 - 1.62%	284,111,000	283,717,172	283,771,822
Student Loan Marketing Association Notes	2/24/04 - 6/30/04	1.17 - 1.23%	6,730,000	6,796,103	6,803,051
Commercial Paper	1/2/04 - 6/15/04	1.04 - 1.14%	263,156,000	262,972,021	262,970,006
Money Market Accounts	Continuous	0.97%	5,790,000	5,790,000	5,790,000
Repurchase Agreements	1/2/04	0.84 - 1.01%	169,114,157	169,114,157	169,114,157
Total			<u><u>\$1,043,895,157</u></u>	<u><u>\$1,043,410,276</u></u>	<u><u>\$1,043,524,491</u></u>



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA

	Change in Investments	
	Amortized Cost	Fair Value
Balance, December 31, 2002	\$1,044,522,151	\$1,045,128,522
Add:		
Investment purchases	84,484,494,633	84,484,494,633
Amortization/accretion of income	5,168,046	5,168,046
Gain on sales of investments	107,435	107,435
Market value adjustment		114,216
Total	84,489,770,114	84,489,884,330
Less - investment maturities	(84,490,881,989)	(84,491,488,361)
Balance, December 31, 2003	\$1,043,410,276	\$1,043,524,491

The investments are registered in the name of LAMP and are held in the custodial bank's trust account at its custodial agent or at the Federal Reserve. During the year ended December 31, 2003, there were no uninsured and unregistered investments held by the counterparty, or by its trust department or agent, which were not in LAMP's name.

Unrealized investment gains of \$129,654 exceeded unrealized investment losses of \$15,438 by \$114, 216 at year-end. The net unrealized investment gain of \$114, 216 is reflected in the year-end investments since they are shown at fair market value.

LAMP's investment policy of limiting the investments in commercial paper of any one issuer to 5% of total investments minimizes any concentration of credit risk. Effective August 15, 2003, this policy was amended to reduce the limitation from 5% to 3% of total investments. There were no investments in any one issuer that exceeded the limitation percentage of total investments.

Credit risk is also minimized by LAMP investing only in federal agencies backed by the U.S. Government, government-only money market funds rated AAA by Standard & Poor's, and commercial paper of domestic United States Corporations rated A-1 or A-1+ by Standard & Poor's.

Interest rate risk is minimized by LAMP's investment policy of maintaining investments with a weighted-average maturity to 60 days or less. This policy is applied to all investments.

4. INVESTMENT EARNINGS

Interest income and amortization/accretion of income are recognized when earned using the full accrual method of accounting. Gains or losses on sales of investments are recognized using the specific identification method. The investments in LAMP are stated at fair value based on quoted market rates and any increases or decreases are reported as net increase (decrease) in the fair value of investments. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value.



NOTES TO THE FINANCIAL STATEMENTS

One or more accounts can be established for each public entity investing in LAMP. Interest is calculated on a daily basis and added to principal of each depositing member's account as of the last day of each month. For purposes of determining participants' shares sold and redeemed, investments are valued at amortized cost. For financial statement purposes, investments are valued at fair value.

At the direction of the public entity, funds are transferred from any such account to a designated local depository bank on any business day. Each depositing public entity owns a proportionate, undivided, fractional interest in each asset comprising LAMP.

The objective of LAMP is to provide safety of principal and daily liquidity with a competitive rate of return to members by pooling monies. The following table shows, by quarter, the average daily yield percentage (annualized on a cumulative basis) of LAMP for the year ended December 31, 2003:

<u>Three Month Period Ended</u>	<u>Annual Interest Rate</u>
March 31, 2003	1.29%
June 30, 2003	1.18%
September 30, 2003	.98%
December 31, 2003	.98%

5. COMPENSATED ABSENCES PAYABLE

The corporation has three full-time employees. These employees are provided vacation and sick leave on a cumulative basis. Hours of vacation and sick leave earned are based on the number of years of service. Vacation leave cannot be used until after the first 6 months of employment but may be carried forward into the next year at a rate of 2.5 times the employee's annual accrual or a maximum of 300 hours, whichever is less. A maximum of 300 hours of vacation leave is payable upon termination. Sick leave may be carried forward into the next year with no limitation but is not payable upon termination. Compensatory time earned may be carried forward into the next year but is not payable upon termination. A compensated absence liability of \$20,912 as of December 31, 2003, is included in the financial statements.

6. RETIREMENT PLAN

Effective October 1, 2001, a Simplified Employee Pension Retirement Plan was established whereby the employer contributes an amount equal to 8% of the employees' salaries monthly. The employer contributions for 2003, 2002, and 2001 totaled \$17,193, \$18,756, and \$5,973, respectively.

7. ADMINISTRATIVE CHARGES

Under the agreements with AMR Investment Services, Inc., and Reich & Tang Asset Management L.L.C, which became effective April 5, 2001, the corporation pays an annual advisory fee (calculated and remitted monthly) based upon LAMP's average daily net assets as follows:



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA

<u>Asset Value</u>	<u>Basis Point Fee</u>
First \$400 million	6.0
Next \$100 million	5.0
Next \$300 million	3.0
Over \$800 million	2.0

Under the agreements with Hancock Bank, Hibernia National Bank, and Whitney National Bank, which became effective October 1, 2003, LAMP, Inc., pays an annual advisory fee (calculated and remitted monthly) based upon LAMP's average daily net assets as shown above.

During the year ended December 31, 2003, investment advisor fees of \$638,979 were incurred.

Under the custodial agreement with Bank One Trust Company, N.A., which became effective September 3, 2002, the corporation pays an annual custodial fee (accrued daily and payable quarterly) based on LAMP's average daily net assets as follows:

<u>Asset Value</u>	<u>Basis Point Fee</u>
First \$500 million	0.5
Next \$1.50 billion	0.375
Over \$2 billion	0.3

During the year ended December 31, 2003, total custodian fees of \$50,358 were incurred.

LAMP, Inc., is paid an administrative fee for the administration of LAMP. The Executive Committee of LAMP, Inc., has oversight authority with respect to the amount of administrative fees deemed necessary to properly administer LAMP. The administrative fee is a monthly fee of LAMP's average daily net assets, which was computed at the annual rate of 6.75 basis points. LAMP, Inc., may adjust its administrative fee proportionately so that the total of all three fees does not exceed the maximum approved by the board. On June 12, 2001, LAMP's board of directors approved a reduction in the total of all three fees that may be charged from 19.75 to 13.75 basis points. The change became effective on August 1, 2001.

During the year ended December 31, 2003, administrative fees of \$939,423 were incurred. These inter-entity fees have been eliminated in the accompanying financial statements. LAMP, Inc., net assets total (\$57,041) at December 31, 2003. Effective February 1, 2004, total basis points charged by LAMP Pool for investment advisory, administrative and custodial fees were increased from 13.75 to 15 basis points. This increases the administrative fees paid by LAMP Pool to LAMP, Inc.



8. OFFICE LEASE

The corporation has an operating lease for office space. Rental expense for this operating lease during the year ended December 31, 2003, amounted to \$23,846. The future minimum rental payments applicable to this lease are as follows:

<u>Year Ended December 31</u>	<u>Amount</u>
2004	\$26,078
2005	<u>19,558</u>
Total future rental payments	<u>\$45,636</u>

9. LITIGATION

There is no pending litigation against LAMP or LAMP, Inc., at December 31, 2003.

10. FEDERAL INCOME TAX

LAMP, Inc., is a taxable entity for federal income tax purposes. For the year ended December 31, 2003, the corporation had a taxable loss of \$309,712 that was carried back to prior years' tax returns, which were amended to reflect the deduction of the 2003 taxable loss. This resulted in a Federal Income Tax Receivable of \$44,793 at December 31, 2003.





LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 2003

SCHEDULE OF INVESTMENTS

Schedule 1 presents individual investments held by the pool at December 31, 2003.





**LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA**

Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal Farm Credit Bank Notes:					
\$3,522,000	01/15/04		1.05%	\$3,520,880	\$3,520,560
955,000	01/28/04		1.26%	954,393	954,113
5,000,000	05/03/04		1.07%	4,999,940	4,999,665
1,000,000	05/28/04		1.16%	1,019,435	1,019,273
<u>\$10,477,000</u>	Total Federal Farm Credit Bank Notes			<u>\$10,494,648</u>	<u>\$10,493,611</u>

Federal Home Loan Bank Notes:

\$2,915,000	01/05/04		1.11%	\$2,916,029	\$2,916,341
2,900,000	01/14/04		1.10%	2,898,951	2,898,864
750,000	01/26/04		1.03%	749,580	749,463
1,300,000	01/28/04		1.07%	1,299,009	1,298,971
1,400,000	02/04/04		1.12%	1,398,569	1,398,526
8,125,000	02/13/04		1.31%	8,162,302	8,162,065
187,000	02/23/04		1.06%	186,743	186,708
5,000,000	02/25/04		1.08%	5,032,105	5,032,896
3,300,000	02/27/04		1.05%	3,295,123	3,294,512
975,000	03/02/04		1.05%	973,408	973,265
800,000	03/05/04		1.05%	798,628	798,506
200,000	03/10/04		1.06%	199,630	199,596
6,100,000	03/10/04		1.12%	6,087,153	6,086,965
1,000,000	03/12/04		1.08%	998,094	997,868
3,000,000	03/17/04		1.09%	2,993,874	2,993,141
1,700,000	03/19/04		1.09%	1,696,437	1,696,012
339,000	03/23/04		1.05%	338,253	338,189
750,000	03/24/04		1.04%	748,326	748,201
1,000,000	04/12/04		1.05%	997,052	997,023
5,000,000	04/15/04		1.21%	5,037,520	5,036,262
1,249,000	04/16/04		1.12%	1,245,503	1,244,914

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal Home Loan Bank Notes: (Cont.)					
\$6,280,000	04/16/04		1.24%	\$6,347,510	\$6,345,743
1,150,000	06/15/04		1.27%	1,161,522	1,160,924
5,000,000	07/06/04		1.23%	4,999,685	5,000,000
1,000,000	08/04/04		1.24%	993,371	992,735
1,250,000	09/10/04		1.32%	1,240,200	1,238,556
2,295,000	11/15/04		1.44%	2,350,837	2,348,085
<u>\$64,965,000</u>	Total Federal Home Loan Bank Notes			<u>\$65,145,414</u>	<u>\$65,134,331</u>

Federal Home Loan Mortgage Corporation Notes:

\$2,800,000	01/06/04		1.06%	\$2,799,354	\$2,799,589
3,100,000	01/08/04		1.06%	3,099,488	3,099,373
290,000	01/09/04		1.05%	289,944	289,932
2,500,000	01/14/04		1.07%	2,499,423	2,499,031
100,000	01/15/04		1.10%	99,964	99,958
3,000,000	01/15/04		1.15%	3,002,298	3,002,391
7,860,000	01/15/04		1.09%	7,870,965	7,871,654
1,800,000	01/21/04		1.08%	1,798,955	1,798,917
1,200,000	01/21/04		1.07%	1,199,303	1,199,251
15,593,000	01/22/04		1.08%	15,584,424	15,583,202
1,500,000	01/26/04		1.14%	1,499,010	1,498,817
825,000	01/27/04		1.06%	824,392	824,368
6,100,000	01/29/04		1.12%	6,095,474	6,094,780
2,000,000	01/30/04		1.06%	1,998,460	1,998,290
500,000	02/02/04		1.09%	499,570	499,524
5,000,000	02/02/04		1.09%	4,995,293	4,995,142
5,000,000	02/04/04		1.09%	4,995,415	4,994,837
5,000,000	02/05/04		1.14%	4,995,280	4,994,486
1,000,000	02/11/04		1.10%	998,889	998,769

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal Home Loan Mortgage Corporation Notes: (Cont.)					
\$4,000,000	02/12/04		1.08%	\$3,995,444	\$3,994,979
1,000,000	02/18/04		1.10%	998,694	998,531
11,085,000	02/19/04		1.11%	11,070,224	11,068,569
5,000,000	02/20/04		1.28%	5,015,150	5,014,297
7,050,000	02/26/04		1.14%	7,039,228	7,037,662
15,510,000	03/01/04		1.12%	15,484,579	15,481,199
14,130,000	03/04/04		1.08%	14,105,668	14,103,685
11,825,000	03/05/04		1.10%	11,804,306	11,802,007
6,890,000	03/10/04		1.18%	6,961,587	6,960,903
18,251,000	03/12/04		0.91%	18,215,520	18,218,449
3,100,000	03/15/04		1.08%	3,093,216	3,093,123
618,000	03/19/04		1.11%	616,678	616,518
3,853,000	03/22/04		1.09%	3,844,439	3,843,613
300,000	03/25/04		1.07%	299,308	299,265
100,000	04/01/04		1.09%	99,747	99,724
5,000,000	04/01/04		1.32%	5,071,750	5,069,549
5,000,000	04/02/04		1.16%	4,987,235	4,985,281
767,000	04/15/04		1.11%	764,762	764,536
12,332,000	04/15/04		1.16%	12,424,539	12,423,336
5,130,000	04/22/04		1.24%	5,114,025	5,110,259
585,000	05/05/04		1.11%	582,782	582,764
10,000,000	05/13/04		1.10%	9,962,230	9,959,522
1,400,000	05/17/04		1.06%	1,394,553	1,394,352
5,000,000	05/20/04		1.17%	4,980,115	4,977,597
2,208,000	06/07/04		1.25%	2,197,985	2,195,934
1,000,000	06/14/04		1.12%	995,262	994,958
1,000,000	06/16/04		1.17%	995,204	994,663
250,000	06/17/04		1.11%	248,794	248,716
2,000,000	06/21/04		1.15%	1,990,120	1,989,099
1,000,000	07/15/04		1.24%	1,027,122	1,026,788
5,000,000	08/06/04		1.20%	4,998,830	5,000,000

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal Home Loan Mortgage Corporation Notes: (Cont.)					
\$3,000,000	08/12/04		1.25%	\$2,979,372	\$2,976,769
1,000,000	08/16/04		1.16%	993,001	992,716
1,000,000	08/18/04		1.18%	992,939	992,589
2,000,000	09/09/04		1.22%	1,983,824	1,983,336
2,500,000	10/07/04		1.37%	2,476,945	2,473,675
1,500,000	11/04/04		1.45%	1,484,267	1,481,607
3,000,000	11/12/04		1.40%	3,000,048	3,000,000
<u>\$239,552,000</u>	Total Federal Home Loan Mtg. Corp. Notes			<u>\$239,435,393</u>	<u>\$239,392,881</u>

Federal National Mortgage Association Notes:

\$4,000,000	01/02/04		1.05%	\$4,000,000	\$3,999,883
2,750,000	01/06/04		1.05%	2,749,679	2,749,598
4,500,000	01/07/04		1.08%	4,499,383	4,499,199
2,249,000	01/09/04		1.06%	2,248,568	2,248,478
6,521,000	01/14/04		1.09%	6,518,848	6,518,442
90,000	01/15/04		1.05%	89,968	89,963
6,000,000	01/20/04		1.08%	5,997,030	5,996,582
350,000	01/21/04		1.07%	349,802	349,792
2,000,000	01/21/04		1.05%	1,998,954	1,998,855
2,950,000	01/28/04		1.09%	2,947,891	2,947,599
5,770,000	01/30/04		1.09%	5,765,557	5,764,946
1,708,000	02/02/04		1.08%	1,706,410	1,706,359
17,200,000	02/04/04		1.10%	17,184,228	17,182,099
2,500,000	02/05/04		1.12%	2,509,880	2,510,199
5,395,000	02/06/04		1.26%	5,389,756	5,388,292
17,686,000	02/11/04		1.11%	17,666,351	17,663,675
25,560,000	02/13/04		1.24%	25,676,094	25,675,441

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal National Mortgage Association Notes: (Cont.)					
\$1,964,000	02/17/04		1.04%	\$1,961,490	\$1,961,332
12,958,000	02/18/04		1.11%	12,941,077	12,938,904
5,000,000	02/19/04		1.10%	4,993,335	4,992,499
6,100,000	02/25/04		1.13%	6,090,850	6,089,520
3,412,000	03/01/04		1.10%	3,406,408	3,405,853
165,000	03/03/04		1.07%	164,720	164,702
4,228,000	03/03/04		1.10%	4,220,136	4,220,007
8,592,000	03/05/04		1.22%	8,576,964	8,573,439
9,550,000	03/10/04		1.12%	9,531,960	9,529,835
5,000,000	03/15/04		1.06%	5,036,665	5,037,352
2,000,000	03/17/04		1.11%	1,995,834	1,995,342
5,000,000	03/24/04		1.06%	4,988,610	4,987,773
5,700,000	03/31/04		1.10%	5,684,566	5,684,393
2,086,000	04/02/04		1.10%	2,080,674	2,080,239
12,059,000	04/07/04		1.14%	12,026,525	12,022,580
2,573,000	04/15/04		1.24%	2,591,392	2,590,478
3,900,000	04/30/04		1.12%	3,886,978	3,885,530
10,000,000	05/03/04		1.06%	9,965,090	9,963,781
4,000,000	05/04/04		1.13%	3,984,656	3,984,532
3,000,000	05/06/04		1.09%	2,989,272	2,988,554
5,000,000	05/12/04		1.11%	4,981,260	4,979,823
5,000,000	05/26/04		1.11%	4,979,255	4,977,685
5,000,000	05/28/04		1.05%	4,978,970	4,978,505
6,869,000	06/02/04		1.13%	6,838,838	6,836,703
14,000,000	06/09/04		1.11%	13,935,698	13,931,052
1,225,000	06/15/04		1.14%	1,235,205	1,235,314
1,000,000	06/23/04		1.12%	995,002	994,635
4,566,000	06/25/04		1.13%	4,542,914	4,541,220
2,500,000	08/06/04		1.39%	2,483,272	2,479,158
5,000,000	08/17/04		1.20%	4,998,310	5,000,000
4,000,000	08/30/04		1.45%	3,999,920	3,996,012

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Federal National Mortgage Association Notes: (Cont.)					
\$5,000,000	09/10/04		1.11%	\$4,998,850	\$5,000,000
1,000,000	09/13/04		1.23%	991,783	991,466
1,435,000	09/17/04		1.23%	1,423,023	1,422,511
3,000,000	09/24/04		1.50%	3,000,630	3,000,000
3,000,000	10/15/04		1.39%	2,971,539	2,967,041
2,000,000	12/08/04		1.62%	2,001,752	2,000,000
<u>\$284,111,000</u>	Total Federal National Mortgage Assoc. Notes			<u>\$283,771,822</u>	<u>\$283,717,172</u>
Student Loan Marketing Association Notes:					
\$1,000,000	02/24/04		1.17%	\$998,528	\$998,253
5,000,000	04/23/04		1.23%	5,060,005	5,054,091
730,000	06/30/04		1.17%	744,518	743,759
<u>\$6,730,000</u>	Total Student Loan Marketing Associations Notes			<u>\$6,803,051</u>	<u>\$6,796,103</u>
Commercial Paper:					
\$1,000,000	01/02/04	Household Finance Corp.	1.07%	\$999,960	\$999,970
3,000,000	01/02/04	Jupiter Securitization Corp.	1.09%	2,999,882	2,999,909
2,000,000	01/02/04	Prudential Funding Corp.	1.04%	1,999,904	1,999,942
15,000,000	01/02/04	Three Rivers Funding	1.10%	14,999,418	14,999,541
2,000,000	01/05/04	Household Finance Corp.	1.08%	1,999,720	1,999,760
7,500,000	01/05/04	Triple A-One Funding Corp.	1.07%	7,499,138	7,499,108
3,000,000	01/05/04	Yorktown Capital Corp.	1.09%	2,999,642	2,999,636
1,000,000	01/06/04	American General Finance Corp.	1.05%	999,848	999,854
2,000,000	01/06/04	General Electric Capital Corp.	1.09%	1,999,721	1,999,697
5,000,000	01/07/04	Asset Portfolio Funding	1.09%	4,999,104	4,999,089
1,200,000	01/07/04	Beta Finance	1.09%	1,199,785	1,199,782
5,000,000	01/07/04	Delaware Funding Corp.	1.08%	4,999,050	4,999,098

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LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Commercial Paper: (Cont.)					
\$3,000,000	01/08/04	Falcon Asset Securitization Corp.	1.09%	\$2,999,342	\$2,999,364
6,000,000	01/09/04	Clipper Receivables Corp.	1.10%	5,998,507	5,998,531
3,000,000	01/09/04	Falcon Asset Securitization Corp.	1.11%	2,999,222	2,999,272
5,486,000	01/09/04	Triple A-One Funding Corp.	1.09%	5,484,577	5,484,670
11,000,000	01/09/04	Variable Funding Capital	1.09%	10,997,145	10,997,341
2,000,000	01/12/04	American General Finance Corp.	1.04%	1,999,336	1,999,364
3,000,000	01/13/04	GOVCO, Inc.	1.09%	2,998,862	2,998,908
10,000,000	01/13/04	Preferred Receivable Funding	1.10%	9,996,112	9,996,328
9,000,000	01/13/04	Triple A-One Funding Corp.	1.09%	8,996,495	8,996,728
2,000,000	01/13/04	Yorktown Capital Corp.	1.08%	1,999,240	1,999,280
3,000,000	01/14/04	GOVCO, Inc.	1.08%	2,998,770	2,998,828
5,000,000	01/15/04	Fountain Square Comm. Fund	1.09%	4,997,803	4,997,876
1,000,000	01/16/04	Dupont El De Nemours Co.	1.06%	999,559	999,558
2,000,000	01/20/04	Asset Portfolio Funding	1.08%	1,998,800	1,998,860
5,000,000	01/20/04	Fountain Square Comm. Fund	1.10%	4,997,006	4,997,091
2,000,000	01/20/04	Yorktown Capital Corp.	1.09%	1,998,801	1,998,849
2,000,000	01/22/04	Asset Portfolio Funding	1.09%	1,998,681	1,998,727
5,000,000	01/22/04	Ciesco LP	1.08%	4,996,700	4,996,846
5,000,000	01/22/04	CXC, Inc.	1.10%	4,996,706	4,996,788
4,000,000	01/22/04	Jupiter Securitization Corp.	1.08%	3,997,280	3,997,479
10,000,000	01/22/04	Variable Funding Capital	1.09%	9,993,206	9,993,633
1,000,000	01/23/04	Falcon Asset Securitization Corp.	1.11%	999,291	999,334
5,000,000	01/26/04	General Electric Capital Corp.	1.09%	4,996,353	4,996,209
3,000,000	01/26/04	Variable Funding Capital	1.09%	2,997,602	2,997,726
15,000,000	01/27/04	Clipper Receivables Corp.	1.09%	14,987,708	14,988,181
15,000,000	01/27/04	FCAR Corp.	1.09%	14,987,859	14,988,178
1,000,000	01/27/04	Jupiter Securitization Corp.	1.08%	999,170	999,220
8,000,000	01/27/04	Kitty Hawk Funding Corp.	1.09%	7,993,445	7,993,691
1,000,000	01/27/04	Paccar Financial Corp.	1.05%	999,270	999,241
3,000,000	01/28/04	Clipper Receivables Corp.	1.09%	2,997,452	2,997,545
3,000,000	01/28/04	General Electric Capital Corp.	1.09%	2,997,636	2,997,545

(Continued)



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003

FACE AMOUNT	MATURITY DATE	DESCRIPTION	YIELD	FAIR VALUE	AMORTIZED COST
Commercial Paper: (Cont.)					
\$5,000,000	01/29/04	GOVCO, Inc.	1.09%	\$4,995,653	\$4,995,757
1,000,000	01/30/04	Falcon Asset Securitization Corp.	1.08%	999,070	999,130
3,000,000	01/30/04	General Electric Capital Corp.	1.09%	2,997,452	2,997,364
3,000,000	02/02/04	Moat Funding LLC	1.12%	2,997,187	2,997,007
7,015,000	02/02/04	Yorktown Capital Corp.	1.09%	7,008,059	7,008,197
6,000,000	02/04/04	General Electric Capital Corp.	1.10%	5,994,067	5,993,757
3,000,000	02/11/04	CXC, Inc.	1.09%	2,996,192	2,996,271
2,000,000	02/12/04	Paccar Financial Corp.	1.05%	1,997,537	1,997,547
4,000,000	02/13/04	FCAR Corp.	1.08%	3,994,680	3,994,838
2,000,000	02/17/04	Dupont El De Nemours Co.	1.06%	1,997,258	1,997,229
3,000,000	02/17/04	Fountain Square Comm. Fund	1.10%	2,995,623	2,995,686
11,955,000	03/01/04	Moat Funding LLC	1.14%	11,934,118	11,932,251
1,000,000	03/03/04	General Electric Capital Corp.	1.10%	998,191	998,102
1,000,000	03/11/04	Citicorp	1.07%	997,948	997,919
5,000,000	03/12/04	GOVCO, Inc.	1.08%	4,988,999	4,989,346
2,000,000	03/15/04	Beta Finance	1.10%	1,995,402	1,995,470
2,000,000	06/15/04	GOVCO, Inc.	1.14%	1,989,462	1,989,573
<u>\$263,156,000</u>	Total Commercial Paper			<u>\$262,970,006</u>	<u>\$262,972,021</u>

Money Market Accounts:

<u>\$5,790,000</u>	Continuous	One Group Government MMK	0.97%	<u>\$5,790,000</u>	<u>\$5,790,000</u>
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**LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA
Schedule of Investments, December 31, 2003**

<u>FACE AMOUNT</u>	<u>MATURITY DATE</u>	<u>DESCRIPTION</u>	<u>YIELD</u>	<u>FAIR VALUE</u>	<u>AMORTIZED COST</u>
Repurchase Agreements:					
\$43,765,549	01/02/04	AMR Repo	1.00%	\$43,765,549	\$43,765,549
12,000,000	01/02/04	Hancock Repo	0.84%	12,000,000	12,000,000
23,719,257	01/02/04	Hancock Repo	0.97%	23,719,257	23,719,257
15,525,323	01/02/04	Hibernia National Bank Repo	0.94%	15,525,323	15,525,323
20,108,000	01/02/04	Reich & Tang Repo	0.99%	20,108,000	20,108,000
30,000,000	01/02/04	Reich & Tang Repo	0.95%	30,000,000	30,000,000
23,996,028	01/02/04	Whitney National Bank Repo	1.01%	23,996,028	23,996,028
<u>\$169,114,157</u>	Total Repurchase Agreements			<u>\$169,114,157</u>	<u>\$169,114,157</u>
<u>\$1,043,895,157</u>			TOTALS	<u>\$1,043,524,491</u>	<u>\$1,043,410,276</u>

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OTHER REPORT REQUIRED BY
GOVERNMENT AUDITING STANDARDS

The following pages contain a report on compliance with laws and regulations and on internal control over financial reporting required by *Government Auditing Standards*, issued by the Comptroller General of the United States. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses in internal control or compliance matters that would be material to the presented financial statements.



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA





STEVE J. THERIOT, CPA
LEGISLATIVE AUDITOR

OFFICE OF
LEGISLATIVE AUDITOR
STATE OF LOUISIANA
BATON ROUGE, LOUISIANA 70804-9397

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June 24, 2004

Report on Compliance and on Internal Control Over Financial
Reporting Based on an Audit of the Financial Statements
Performed in Accordance With *Government Auditing Standards*

**BOARD OF DIRECTORS OF THE LOUISIANA
ASSET MANAGEMENT POOL, INCORPORATED
STATE OF LOUISIANA
New Orleans, Louisiana**

We have audited the basic financial statements of Louisiana Asset Management Pool (LAMP), a component unit of the State of Louisiana, as of and for the year ended December 31, 2003, and have issued our report thereon dated June 24, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether LAMP's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

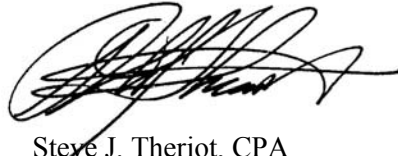
In planning and performing our audit, we considered LAMP's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.



LOUISIANA ASSET MANAGEMENT POOL
STATE OF LOUISIANA

This report is intended solely for the information and use of LAMP and its management and is not intended to be, and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,



Steve J. Theriot, CPA
Legislative Auditor

LG:ES:PEP:dl

[LAMP03]

