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REPORT

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM BATON ROUGE, LOUISIANA

JUNE 30, 2009

Table of Contents

Hienz & Macaluso LLC
Certified Public Accountants

Independent Auditor's Report

Members of the Board of Trustees
Louisiana State Police Pension and Retirement System
Baton Rouge, Louisiana

We have audited the accompanying statements of plan net assets of the Louisiana State Police Pension and Retirement System, a component unit of the State of Louisiana, as of June 30, 2009 and 2008, and the related statements of changes in plan net assets for the years then ended, which collectively comprise the System's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the Louisiana State Police Pension and Retirement System's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits 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 audits provide a reasonable basis for our opinion.

In our opinion, the financial Statements referred to above present fairly, in all material respects, the financial position of the Louisiana State Police Pension and Retirement System as of June 30, 2009 and 2008, and the changes in its net assets for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2009, on our consideration of the Louisiana State Police Pension and Retirement System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and the Required Supplementary Information as listed in the Table of Contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. 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.

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Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Louisiana State Police Pension and Retirement System's basic financial statements. The accompanying financial information listed in the Table of Contents as Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Louisiana State Police Pension and Retirement System. Such additional information has been subjected to the auditing procedures applied in our audits of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Hienz & Macaluso, LLC

HIENZ & MACALUSO, LLC
METAIRIE, LA
September 28, 2009

Louisiana State Police Pension and Retirement System
Management's Discussion and Analysis

The following discussion and analysis of the Louisiana State Police Pension and Retirement System ("Retirement System") for the year ended June 30, 2009 highlights relevant aspects of the basic financial statements and provides an analytical overview of the Retirement System's financial activities.

Financial Highlights
The net assets held in trust for pension benefits decreased by $90.3 million, or 21%. The decrease was primarily due to the investment performance of the stock and bond markets during the fiscal year.

The Retirement System had net investment loss of $78.9 million in 2009, compared to net investment loss of $23.6 million in 2008.

The amount of benefit payments increased $2.8 million from the amount paid in the previous year.

Overview of the Financial Statements
Management's Discussion and Analysis is intended to serve as an introduction to the Retirement System's basic financial statements, together with the related notes to the financial statements, required supplementary information, and the supporting schedules, all of which are described below:

Statements of Plan Net Assets - This statement reports the Retirement System's assets, liabilities, and resultant net assets held in trust for pension benefits. This statement should be read with the understanding that it presents the Retirement System's financial position on June 30, 2009 and 2008.

Statements of Changes in Plan Net Assets - This statement reports the results of operations during the fiscal years, categorically presenting the additions to and deductions from plan net assets. The net increase in plan assets on this statement supports the change in net assets held in trust for pension benefits on the Statements of Plan Net Assets.

Notes to Financial Statements -The financial statement notes provide additional information that is essential to a complete understanding of the data set forth in the financial statements. They are considered an integral part of the financial statements. A description of the information provided in the notes follows:

Note 1 (Plan Description) Provides a general description of the Retirement System. Information is included regarding the board of trustees, plan membership, a description of basic retirement benefits, the Deferred Retirement Option Plan (DROP), and the Initial Benefit Option plan.

Note 2 (Summary of Significant Accounting Policies) Provides information about the accounting methods and policies used in determining amounts shown on the financial statements. Information relative to the basis of accounting, the determination of estimates, system investments and properties is included in this note.

Note 3 (Contributions) Describes contributions to the Retirement System.

Note 4 (Actuarial Cost Method) Defines the cost methods used to calculate funding requirements of the Retirement System.

Note 5 (Cash, Cash Equivalents and Investments) Describes investments, including authority and policies, investment risk discussion, and additional information about cash and securities lending investments.

Note 6 (Property and Equipment) Details the cost of the Retirement System's fixed assets as well as related depreciation expense and accumulated depreciation.

Note 7 (Contingent Liabilities) The Retirement System is a defendant in a lawsuit filed by disability retirees alleging the misreporting to the Internal Revenue Service of their disability benefits as taxable when in fact certain amounts were not taxable. Outside counsel for the Retirement System has advised that a favorable outcome is unlikely; however, no estimate of the financial impact can be made at this time.

Note 8 (Postemployment Health Care and Life Insurance Benefits) Details the Plan and its funding as well as the Retirement Systems' required contribution for the fiscal year

Note 9 (Funded Status and Funding Progress) Details the funded status and funding progress of the Retirement System as of the latest actuarial valuation.

Note 10 (Subsequent Events) Details the evaluation of any events to be included in the financial statements.

Required Supplementary Information -The required supplementary information consists of three schedules and related notes. These schedules show the funding progress and employer contribution data for the Retirement System. The related notes disclose key actuarial assumptions and methods used in the schedules.

Supporting Schedules -These schedules include information on administrative expenses, investments, and board compensation.

Louisiana State Police Pension and Retirement System's Financial Analysis

The Retirement System provides retirement benefits to all sworn, commissioned law enforcement officers of the Division of State Police of the Department of Public Safety who have completed the State Police Training Academy Course of instruction. These benefits are funded through member contributions, employer contributions, earnings on investments, and insurance premium fund allocations. Total net assets held in trust for pension benefits at June 30, 2009 amounted to $334.2 million; which was a decrease of $90.3 million, or 21% from the $424.5 million held at June 30, 2008.

Additions to Plan Net Assets - Additions to the Retirement System's net assets held in trust for pension benefits include contributions from employers and members, an insurance premium tax and investment income. The insurance premium tax in the amount of $1.5 million was the result of 2001 legislation. The Retirement System recognized a current year net investment loss of $78.9 million compared to the $23.6 million investment loss in the prior year.

Additions to Net Assets	2009	2008	Change	Percentage Change
Employee contributions	$ 4,919,092	$ 4,608,593	$ 310,499	7%
Employer contributions	17,663,279	16,737,039	926,240	6%
Insurance premium tax	1,500,000	1,500,000	-	0%
Net investment income (loss)	(78,942,049)	(23,624,875)	(55,317,174)	234%
Transfers in	1,431,620	1,302,820	128,800	10%
Miscellaneous	83,265	137,242	(53,977)	-39%
Total additions	$ (53,344,793)	$ 660,819	$ (54,005,612)	-8173%

Deductions from Plan Net Assets - Deductions from the Retirement System's net assets held in trust for pension benefits are comprised primarily of pensions paid Retirement System retirees, survivors, and beneficiaries. Also included as deductions are administrative expenses and refunds of contributions. Pensions paid to retirees, survivors, and beneficiaries amounted to $36.1 million for 2009, which represented an increase of $2.8 million from the $33.3 million paid in 2008. The increase was due to an increase in normal monthly payments to pensioners, as well as an increase in DROP fund distributions. The 2009 administrative expenses represented only 1.6% of total plan deductions, which is consistent with the prior year's 1.6%.

Louisiana State Police Pension and Retirement System
Management's Discussion and Analysis (Continued)

Deductions from Plan Net Assets	2009	2008	Change	Percentage Change
Benefits paid	$ 36,091,478	$ 33,321,008	$ 2,770,470	8%
Refunds and withdrawals	113,351	507,995	(394,644)	-78%
Transfers out	193,620	-	193,620	N/A
Administrative and depreciation expense	587,347	575,536	11,811	2%
	$ 36,985,796	$ 34,404,539	$ 2,581,257	8%

Investments-Total investments amounted to $357.0 million at June 30, 2009 as compared to $451.3 million at June 30, 2008 which represented a decrease of $94.3 million or 21%. The Retirement System's market return was (18.96%) as compared to (5.24%) in the prior year.

When making comparisons from year to year, it is important to be aware that other factors may affect the change in investments, particularly the changes between investment categories and types, Probably the most notable of the factors is that of investment re-balancing, which is initiated when a certain predetermined target allocation percentage is reached, investment allocations that have become over-allocated are sold in part and distributed for the purchase of investment allocations that have become under-allocated. It is also important to note that the investment portfolio is not stagnant, but is traded in part each business day. Therefore, the reader should be cautious about drawing conclusions as to how and why the portfolio increased or decreased in value. It is perhaps best to refer to the following table to conclude how the Retirement System's investments changed overall.

Investments, at fair value	2009	2008	Change	Percentage Change
Short-term investments	$ 7,747,883	$ 9,761,621	$ (2,013,738)	-21%
U.S Government Agency obligations	13,605,060	17,026,853	(3,421,793)	-20%
Bonds - domestic	50,861,082	55,951,310	(5,090,228)	-9%
Bond Index Fund	29,620,736	33,892,220	(4,271,484)	-13%
Common stocks - domestic	91,619,069	119,035,007	(27,415,938)	-23%
Common stocks - international	40,940,747	61,313,782	(20,373,035)	-33%
Equity Index Fund	54,170,395	73,795,998	(19,625,603)	-27%
Preferred stocks	1,385,988	2,134,532	(748,544)	-35%
Real estate funds	27,836,803	31,519,987	(3,683,184)	-12%
Alternative investments	16,970,262	19,769,218	(2,798,956)	-14%
Collateral held under securities lending program	22,211,095	27,100,652	(4,889,557)	-18%
Total investments	$ 356,969,120	$ 451,301,180	$ (94,332,060)	-21%

REQUESTS FOR INFORMATION

This Annual Financial Report is designed to provide a general overview of the Louisiana State Police Pension and Retirement System's finances for interested parties. Questions concerning any of the information provided herein, or requests for additional financial information should be addressed to the Louisiana State Police Pension and Retirement System, 3100 Brentwood Drive, Suite B, Baton Rouge, Louisiana 70809.

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
STATEMENTS OF PLAN NET ASSETS
JUNE 30, 2009 AND 2008

	2009	2008
Assets		
Cash and cash equivalents	$ 26,030	$ 73,476
Receivables		
Employer contributions	245,956	261,708
Employee contributions	212,819	191,635
Pending trades	1,344,132	2,246,771
Accrued interest and dividends	475,348	614,121
Total receivables	2,278,255	3,314,235
Investments, at fair value		
Short-term investments	7,747,883	9,761,621
U.S. Government agency obligations	13,605,060	17,026,853
Bonds - domestic	50,861,082	55,951,310
Bond Index Fund	29,620,736	33,892,220
Common stocks - domestic	91,619,069	119,035,007
Common stocks - international	40,940,747	61,313,782
Equity Index Fund	54,170,395	73,795,998
Preferred stocks	1,385,988	2,134,532
Real estate funds	27,836,803	31,519,987
Alternative investments	16,970,262	19,769,218
Collateral held under securities lending program	22,211,095	27,100,652
Total investments	356,969,120	451,301,180
Properties, at cost	8,188	7,865
Total assets	359,281,593	454,696,756
Liabilities		
Accounts payable	843,452	836,272
Cash overdrafts	245,265	-
Pending trades payable	1,593,059	2,127,504
Other post-employment benefits payable	191,600	104,617
Obligations under securities lending program	22,211,095	27,100,652
	25,084,471	30,169,045
Net Assets Held in Trust for Pension Benefits	$ 334,197,122	$ 424,527,711

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
STATEMENTS OF CHANGES IN PLAN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

	2009	2008
Additions		
Employer contributions		
Appropriations	$ 14,834,075	$ 13,753,551
Motor vehicle fees	2,829,204	2,983,488
Insurance premium tax	1,500,000	1,500,000
Member contributions	4,919,092	4,608,593
Total contributions	24,082,371	22,845,632
Investment income		
Net appreciation (depreciation) in fair value of investments	(84,510,642)	(31,509,516)
Interest and dividends	6,648,395	9,356,068
Securities lending interest	334,061	1,368,658
	(77,528,186)	(20,784,790)
Less: investment expenses		
Custodial services	67,939	88,385
Investment manager	1,066,596	1,446,184
Investment consultant	100,000	100,000
Securities lending	176,075	1,199,501
Foreign taxes withheld	3,253	6,015
	1,413,863	2,840,085
Net investment income (loss)	(78,942,049)	(23,624,875)
Other Additions		
Transfers in - employer and interest	987,673	824,567
Transfers in - employee	443,947	478,253
Miscellaneous	83,265	137,242
Total other additions	1,514,885	1,440,062
Total additions	(53,344,793)	660,819
Deductions		
Benefits paid	36,091,478	33,321,008
Administrative expenses	584,866	572,064
Refund of employee contributions	113,351	507,995
Transfers out - employer and interest	179,448	-
Transfers out - employee	14,172	-
Depreciation	2,481	3,472
Total deductions	36,985,796	34,404,539
Net increase (decrease)	(90,330,589)	(33,743,720)
Net Assets Held in Trust for Pension Benefits		
Beginning of Year	424,527,711	458,271,431
End of Year	$ 334,197,122	$ 424,527,711

The accompanying notes are an integral part of these financial statements.

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

Note 1 - Plan Description

The Louisiana State Police Pension and Retirement System (Retirement System) is the administrator of a single employer defined benefit plan. The Retirement System provides benefits to all sworn, commissioned law enforcement officers of the Division of State Police of the Department of Public Safety who have completed the State Police Training Academy Course of Instruction; those members employed on the effective date of the Retirement System, those subsequently employed who did not withdraw employee contributions; and secretaries and deputy secretaries of the Department of Public Safety, provided they are sworn, commissioned State Police officers as defined above. The Retirement System is administered by a board of trustees made up of eleven members composed of:

Treasurer of the State of Louisiana, ex officio
Commissioner of Administration, ex officio
Superintendent of the Office of State Police
President of the Louisiana State Troopers' Association
President of the Central State Troopers' Coalition
Chair of the Senate Finance Committee, ex officio
Chair of the House Retirement Committee, ex officio
Surviving Spouse representative, elected by active and retired members
One active member of the Retirement System, elected by the active members
One retired member of the Retirement System, elected by the retired members
One member, active or retired, elected by active and retired members

The Retirement System's elected trustees serve five-year staggered terms. Members and retirees elect respective trustees each year to fill vacancies. Louisiana law allows the board to adopt rules and regulations in administering the Retirement System's programs and benefits. The board hears appeals from members and issues decisions in such cases. The board also appoints the Retirement System's executive director and assistant director.

The Retirement System is considered a component unit of the financial reporting entity of the State of Louisiana and is included as a pension trust fund in the State Comprehensive Annual Financial Report. The accompanying financial statements reflect the activity of the Retirement System.

In May 2002, the Governmental Accounting Standards Board issued Statement No, 39, *Determining Whether Certain Organizations Are Component Units* which amended Statement No. 14, *The Financial Reporting Entity.* The definition of a reporting entity is based primarily on the concept of financial accountability. In determining financial accountability for a legally separate organization, the Retirement System considered whether its officials appoint a voting majority of an organization's governing body and whether either they are able to impose their will on that organization or if there is a potential for the organization to provide specific financial burdens to, or to impose specific financial burdens, on the Retirement System, The Retirement. System determined there are no organizations that are fiscally dependent on it, and there are no component units of the Retirement System.

The Retirement System was established and provided for within Title II of the Louisiana Revised Statutes (LRS). The Retirement System was first established by Legislative Act No. 293 of 1938.

Pursuant to Act Number 876 of the 2004 Regular Session of the Louisiana Legislature, the Retirement System became a qualified system on January 1, 2004, under Section 401(a) of the Internal Revenue Code.

Note 1 - Plan Description (Continued)

The plan membership as of June 30, 2009 and 2008 is as follows:

	2009	2008
Retirees and beneficiaries currently receiving benefits, and deferred retirement plan participants	1,103	1,059
Terminated vested members not yet receiving benefits	25	24
Current, active employees (vested and non-vested)	1,175	1,153
DROP	18	27
	2,321	2,263

Plan benefits are as follows:

A. Regular Retirement

A member shall be eligible for regular retirement based on the following:

1. Ten years of service credit at age 50. Benefits are determined by multiplying the years of service credit by $3^1/3\%$ to compute a retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary.

2. Twenty years of service credit at any age if employed prior to September 8, 1978. Benefits are determined by multiplying the years of service credit by $3^1/3\%$ to compute a retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary.

3. Twenty-five years or service credit at any age if employed on or after September 8, 1978. Benefits are determined by multiplying the years of service credit by $3^1/3\%$ to compute a retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary.

B. Disability Retirement

A member shall be eligible for a disability benefit based on the following:

1. Non-service related total disability - five years of service.

2. Service-related total disability - condition of employment.

Benefit - Disabled eligible members will receive a benefit equal to 50% of average salary, plus one and one-half percent of average salary for each year of service in excess of ten years.

Disability benefits shall be modified whenever a non-service disability retiree is engaged in gainful employment paying more than the difference between his retirement allowance and his final average compensation. For service-related disability, there is no limitation.

C. Survivor Benefits

Survivor benefits are payable first to the surviving spouse; secondly, to minor children who are under the age of eighteen years or a student under the age of twenty-three years and; thirdly, to the dependent parent or parents of the deceased employee, provided they derived their main support from the employee.

Note 1 - Plan Description (Continued)

1. Death from injury received in the line of duty - the surviving spouse shall receive 75% of the current salary of the employee at the time of injury. If no surviving spouse, minor children shall receive the same 75% benefit.

2. The surviving spouse of any eligible member whose death occurs other than in the line of duty shall be pensioned as follows:

   a. Under five years of service credit - 25% of the average salary,
   b. Five years but under ten years of service credit - 30% of the average salary,
   c. Ten years but under fifteen years of service credit - 40% of the average salary,
   d. Fifteen years but under twenty years of service credit - 50% of the average salary,
   e. Twenty or more years of service - the retirement benefit the employee was qualified to receive had the employee elected to retire at the time of his death.

   If there is no surviving spouse, minor children shall receive a monthly pension equal to greater of (1) 60% of the average salary, or (2) the pension which would have been received by a surviving spouse if one existed.

3. For the death of a member whether in the line of duty or not and there is no surviving spouse or minor children, then dependent parents shall be entitled to a monthly pension of 25% of the average salary if they, or either of them derived their main support from the deceased participant.

D. Deferred Benefits

The Retirement System provides for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable.

E. Deferred Retirement Option Plan (DROP)

Any active member who is eligible to receive a service retirement is eligible to participate in the Deferred Retirement Option Plan (DROP) and defer receipt or benefits. This program was created by Act II of 1990. The participation period shall not exceed three years. During the DROP participation period, an amount equal to what would be received as a monthly retirement benefit is accumulated in an individual account. The participant continues to receive a regular earned salary while employed.

Upon termination of employment at the end of the DROP participation period, a participant may be paid in any manner the participant chooses subject to the Internal Revenue Service's guidelines. Upon completion of the DROP period regardless of employment status, the member's individual DROP account earns interest at the rate of one-half of a percentage point below the actuarial rate of return of the Retirement System's investment portfolio. DROP participants, who enter DROP after June 30, 2003 must go into a money market fund approved by the Board of trustees, utilize a self-directed account approved by the Board or move their assets into an outside self-directed account.

F. Initial Benefit Option

This option may he selected at retirement and will pay retirees a lump sum amount at retirement in addition to a monthly retirement benefit reduced on an actuarial basis.

Note 1 - Plan Description (Continued)

A retiree may choose an "initial benefit" in a lump sum payment or as a deposit to an interest-bearing account similar to a DROP account. Interest earnings and withdrawals will be the same as for DROP accounts. The difference between the "Initial Benefit Option' and "DROP" option is that the account created under the "Initial Benefit Option" is created with a lump sum, rather than amounts which accumulate over a DROP participation period.

Only members who have not participated in the Deferred Retirement Option Plan (DROP) can select this option. Disability retirees cannot select this option.

Note 2-Summary of Significant Accounting Policies

A. Basis of Accounting

The Retirement System's financial statements are prepared on the accrual basis of accounting. Contributions from the participating entities and their employees are recognized as revenue when due, pursuant to ordinance requirements, formal commitments, and statutory contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

B. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of additions to and deductions from plan net assets during the reporting period. Actual results could differ from those estimates. The Retirement System utilizes various investment instruments which, by nature, are exposed to a variety of risk levels and risk types, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the Statement of Plan Net Assets.

C. Investments

The Retirement System's investments are reported at fair value, as required by GASB No. 25, "Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans". Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at the current exchange rates. Investments that do not have an established market are reported at estimated fair value as determined by the Retirement System's investment consultant.

D. Properties

Properties consist of furniture, fixtures and equipment and are stated at cost. Depreciation is computed on the straight-line basis over their estimated useful lives. The estimated useful lives range from 3 to 10 years. Minor property acquisitions are charged to operations in the period they are made.

Note 2-Summary of Significant Accounting Policies (Continued)

E. Reclassifications

Certain amounts in the prior year financial statements may be reclassified in order to conform to the current year.

Note 3-Contributions

Cost of administering the Retirement System is financed by employer contributions.

Louisiana law currently sets the employee contribution rate at 8.0 percent of earned compensation for state police employees. The employer contribution rate determined each year is based on an actuarial formula set by state law. The employer's contribution includes state appropriations and various fees collected by the Motor Vehicle Office within the Department of Public Safely.

Note 4-Actuarial Cost Method

The individual "Entry Age Normal" cost method is used to calculate the funding requirements of the Retirement System. Under this cost method, the actuarial present value of projected benefits of each individual participant included in the valuation is allocated on a level basis as a percentage of payroll for each participant between entry age and assumed retirement age(s). That portion of the actuarial present value attributable to current year benefit accruals is called the Normal Cost. The actuarial present value of future benefits in excess of the actuarial present value of future normal cost is called the Actuarial Accrued Liability.

Act 165 of the 1992 Legislative Session provides that the Unfunded Actuarial Liability in accordance with the Projected Unit Credit cost method on June 30, 1988 shall continue to be amortized over a 20 year period as a level dollar amount. New changes in actuarial methods or assumptions are amortized over the later of the year 2029 or the amortization period stated in the Louisiana Revised Statutes.

Note 5-Cash, Cash Equivalents and Investments

Deposit and Investment Risk Disclosures

The tables presented below include disclosures of custodial, interest rate, credit and foreign currency risks in accordance with GASB 40 and are designed to inform financial statement users about investment risks that could affect the Retirement System's ability to meet its obligations. These tables classify investments by risk type, while the financial statements present investments by asset class; thus, the totals shown on the tables may not be comparable to the amounts shown for the individual asset classes on the financial statements.

Cash and Cash Equivalents

At June 30, 2009, the carrying amount of the Retirement System's cash was $26,030 and the bank balance was $209,815, all of which was covered by Federal Depository insurance. At June 30, 2008, the carrying amount of the Retirement System's cash was $73,476 and the bank balance was $289,056, of which $100,000 was covered by Federal Depository insurance. The remainder was collateralized by securities held by the Retirement System's agent, JP Morgan Chase Bank Baton Rouge, Louisiana, in a custodial account in the Retirement System's name.

Note 5-Cash, Cash Equivalents and Investments (Continued)

Investments

Statutes authorize the Retirement System to invest under the Prudent-Man Rule which, as used herein, means that in investing the governing authority of the Retirement System shall exercise the judgment and care under (the circumstances then prevailing that an institutional investor of ordinary prudence, discretion, and intelligence exercises in the management of large investments entrusted to it, not in regard to speculation but in regard to the permanent disposition of funds, considering probable safety of capital as well as probable. income. Notwithstanding the Prudent-Man Rule, the governing authority of the Retirement System shall not invest more than sixty-five percent of its' total portfolio in equities.

The System has the following investments that represent 5% or more of the System's total investments at June 30, 2009:

	Fair Value
Loomis Sayles Fixed Income Fund	$ 31,994,486
Templeton Institutional Funds	19,781,527
State Street S&P 500 Flagship Fund	38,526,204
State Street Passive Bond Market Index Securities Lending	29,620,736

During fiscal year 2009, the System's investments (including investments bought, sold, and held during the year) depreciated in value by $84,510,642 compared to a net depreciation of $31,509,516 in 2008.

	2009	2008
Increase (decrease) in fair value of investments held at year-end	$ (67,722,010)	$(38,708,965)
Realized gains (losses) on investments including Currency sold during the year	(16,788,632)	7,199,449
	$(84,510,642)	$(31,509,516)

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of the counter-party, the Retirement System will not be able to recover the value of the investment or collateral securities that are in the possession afar) outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured and are not registered in the name of the System and are held by either the counter-party or the counter-party's trust department or agents but not in the System's name. The System has no custodial credit risk at June 30, 2009 and 2008 since all investments were registered in the name of the Retirement System and held in the possession of the Retirement Systems custodial bank, JPMorgan Chase Bank, N.A., Baton Rouge, Louisiana.

Interest Rate Risk

As of June 30, 2009 and 2008, the Retirement System had the following investments and maturities:

Note 5-Cash, Cash Equivalents and Investments (Continued)

2009			Investment Maturities (in years)		
Investment Type	Fair Value	Less than 1	1-5	5-10	More than 10
U.S Government Agency Obligations	$ 13,605,060	$ -	$ 19,851	$ 33,176	$ 13,552,033
Corporate Bonds	18,866,596	-	7,391,662	9,068,902	2,406,032
Totals	$ 32,471,656	$ -	$ 7,411,513	$ 9,102,078	$ 15,958,065

The statement of plan net assets also reflects a bond fund in the amount of $31,994,486 with no maturity.

2008			Investment Maturities (in years)		
Investment Type	Fair Value	Less than 1	1-5	5-10	More than 10
U.S Government Agency Obligations	$ 17,026,853	$ -	$ 88,696	$ -	$ 16,938,157
Corporate Bonds	22,375,899	1,720,800	7,543,921	9,630,361	3,480,817
Totals	$ 39,402,752	$ 1,720,800	$ 7,632,617	$ 9,630,361	$ 20,418,974

The statement of plan net assets also reflects a bond fund in the amount of $33,575,411 with no maturity.

The Retirement System, as expressed in its Investment Policy Statement, expects its fixed income managers to approximate the portfolio's duration (a measure of interest rate sensitivity) to its respective benchmarks, i.e. the Lehman Government/Credit Bond Index and the Lehman Aggregate Bond Index.

Credit Risk

The Retirement System's exposure to credit risk at June 30, 2009 and 2008, respectively, was as follows:

	2009	2008
AAA	$ -	$ 977,930
AA+	957,050	-
AA-	735,819	2,852,689
A+	2,041,997	5,178,023
A	7,019,862	8,519,489
A-	3,555,446	2,480,500
BBB+	3,096,747	2,367,268
BBB	750,988	-
BBB-	708,687	-
Total credit risk	$ 18,866,596	$ 22,375,899

The Retirement System's debt security investments are managed by two investment managers. The first manager is benchmarked against the Lehman Government/Corporation Index. The duration range will be within 1.5 years plus or minus the benchmark. Securities must carry an investment grade rating (BBB or higher for Standard & Poor's or BAA for Moody's) by at least one major rating agency. However, up to 10%

Note 5-Cash, Cash Equivalents and Investments (Continued)

of the portfolio's market value may be held in securities rated below BBB/BAA. The average quality of the portfolio must be A or higher. Non U.S. dollar and foreign securities may not exceed 5% of the portfolio's market value. Rule 144(A) securities are permissible.

The second manager is benchmarked against The Lehman Brothers Aggregate Bond Index. Securities will carry an investment grade rating of A or higher by either rating agency. Any security downgraded below an A rating must be brought to the attention of the System's Director and its investment consultant immediately. Non-U.S. dollars, foreign and Rule 144(A) securities are not permissible.

Foreign Currency Risk

The Retirement System's exposure to foreign currency risk at June 30, 2009, was as follows:

2009	Percent	Total	Stocks
International pooled funds	100.0%	$17,391,895	$17,391,895
Foreign currency risk	100.0%	17,391,895	17,391,895
Foreign currency – U.S. dollar		23,548,852	23,548,852
Total foreign investments		$40,940,747	$40,940,747

2008	Percent	Total	Stocks
Canadian dollar	0.1%	$ 144,757	$ 144,757
International pooled funds	99.9%	26,943,244	26,943,244
Foreign currency risk	100.0%	27,088,001	27,088,001
Foreign currency – U.S. dollar		34,225,781	34,225,781
Total foreign investments		$61,313,782	$61,313,782

No more than 15.0% of the Retirement System's total portfolio may be allocated to managers whose assigned style is international equities. Equity holdings of all other managers shall be restricted to issues of corporations that are actively traded on the major U.S. exchanges and NASDAQ.

Security Lending Agreements

State statutes and board of trustee policies authorize the Retirement System to invest under the Prudent-Man Rule. Under the Prudent-Man Rule, the Retirement System is allowed to lend its securities to broker-dealers and other entities with simultaneous agreements to return the collateral for the same securities in the future. The Retirement System's custodians are agents in lending the plan's securities for either cash or securities collateral equal to 102% of the market value of the securities on loan. The securities lending contract does not allow the Retirement System to pledge or sell any collateral securities unless the borrower defaults. Securities on loan at year-end are presented in the schedule of investment types. At year-end, the Retirement System has no credit risk exposure to borrowers because the amounts the Retirement System owes the borrowers exceed the amounts the borrowers owe the Retirement System. Contracts with the lending agents require them to indemnify the Retirement System if the borrowers fail to return the securities (and if the collateral is inadequate to replace the securities loaned) or fail to pay the Retirement System for income distributions by the securities' issuers while the securities are on loan.

All securities loans can be terminated on demand by either the Retirement System or the borrower. The terms to maturity of the securities loaned is matched with the terms to maturity of the investment of the cash collateral.

Note 6-Property and Equipment

The following is a summary of property, equipment and fixtures at June 30, 2009:

	Beginning Balance	Additions	Deletions	Ending Balance
Office equipment and furniture	$122,317	$ 2,804	$ -	$125,121
Less: accumulated depreciation	(114,452)	(2,481)	-	(116,933)
	$ 7,865	$ 323	$ -	$ 8,188

Depreciation expense for the years ended June 30, 2009 and 2008 was $2,481 and $3,472, respectively.

Note 7-Contingent Liabilities

The Retirement System is a defendant in a lawsuit filed by disability retirees alleging the misreporting to the Internal Revenue Service of their disability benefits as taxable when in fact certain amounts were not taxable. Outside counsel for the Retirement System has advised that a favorable outcome is unlikely; however, no estimate of the financial impact can be made at this time.

Note 8 - Postemployment Health Care and Life Insurance Benefits

Plan description

Louisiana State employees may participate in the State's Other Postemployment Benefit Plan (OPEB Plan), an agent multiple-employer defined benefit OPEB Plan (for FY 2009) that provides medical and life insurance to eligible active employees, retirees and their beneficiaries. The Office of Group Benefits administers the plan. LRS 42:801-883 provides the authority to establish and amend benefit provisions of the plan. The Office of Group Benefits does not issue a publicly available financial report of the OPEB Plan; however, it is included in Louisiana Comprehensive Annual Financial Report (CAFR). You may obtain a copy of the CAFR on the Office of Statewide Reporting and Accounting Policy's website at www.doa.la.gov/osrap.

Funding Policy

The contribution requirements of plan members and the Retirement System are established and may be amended by LRS 42:801-883. Employees do not contribute to their postemployment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a service schedule. Contribution amounts vary depending on what healthcare provider is selected from the plan and if the member has Medicare coverage. The Office of Group Benefits offers three standard plans for both active and retired employees: the Preferred Provider Organization (PPO) Plan, the Exclusive Provider Organization (EPO) plan and the Health Maintenance Organization (HMO) plan. Retired employees who have Medicare Part A and Part B coverage also have access to two OGB Medicare Advantage plans which includes one HMO plan and one private fee-for-service (PFFS) plan. Depending upon the plan selected, employee premiums for a single member receiving benefits ranged from $79 to $95 during 2009 and $34 to $92 during 2008 for retiree-only coverage with Medicare or from $130 to $176 during 2009 and $126 to $170 during 2008 for retiree-only coverage without Medicare. The fiscal year 2009 premiums for a retiree and spouse ranged from $291 to $352 per month for those with Medicare or from $423 to $511 per month for those without Medicare. The fiscal year 2008 premiums for a retiree and spouse range from $69 to $165 per month for those with Medicare or from $408 to 493 per month for those without Medicare.

The plan is currently financed on a pay as you go basis, with the Retirement System contributing anywhere from $236 to $246 per month during 2009 and $103 to $237 per month during 2008 for retiree-only coverage with Medicare or from $838 to $873 per month during 2009 and $809 to $842 per month for retiree-only

Note 8-Postemployment Health Care and Life Insurance Benefits (Continued)

coverage without Medicare during fiscal year 2008. Also, the Retirement System's contributions ranged from $873 to $909 per month during 2009 and $207 to $427 per month during 2008 for retiree and spouse with Medicare or $1,288 to $1,341 per month during 2009 and $1,242 to $1,293 per month during 2008 for retiree and spouse without Medicare.

OGB also provides eligible retirees Basic Term Life, Basic Plus Supplemental Term Life, Dependent Term Life and Employee Accidental Death and Dismemberment coverage, which is underwritten by The Prudential Insurance Company of America. The total premium is approximately $1 per thousand dollars of coverage of which the employer pays one half of the premium. Maximum coverage is capped at $50,000 with a reduction formula of 25% at age 65 and 50% at age 70, with AD&D coverage ceasing at age 70 for retirees.

Annual OPEB Cost

The Retirement System's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. A level percentage of payroll amortization method, open period, was used. The total ARC for the fiscal years ending June 30, 2009 and 2008 is $86,796 and $104,617, respectively, as set forth below:

	2009	2008
Normal Cost	$ 60,415	$ 79,968
30-year UAL amortization amount	23,043	20,625
Interest on the above	3,338	4,024
Annual required contribution (ARC)	$ 86,796	$ 104,617

The following table presents the Retirement System's OPEB Obligation for the fiscal years 2009 and 2008:

	2009	2008
Annual required contribution	$ 86,796	$ 104,617
Interest on Net OPEB Obligation	4,185	-
ARC Adjustment	(3,998)	-
OPEB Cost	86,983	104,617
Contributions made (retiree cost)	-	-
Change in Net OPEB Obligation	86,983	104,617
Beginning Net OPEB Obligation, July 1	104,617	-
Ending Net OPEB Obligation June 30, 2009	$191,600	$ 104,617

Utilizing the pay-as-you-go method, the Retirement System contributed 0% of the annual post employment benefits cost during 2009 and 2008.

Funded Status and Funding Progress

A trust was established with an effective date of July 1, 2008, but was not funded at all, has no assets, and hence has a funded ratio of zero. Since the plan was not funded, the entire actuarial accrued liability of $603,021 and $539,752 for the years ended June 30, 2009 and 2008, respectively, was unfunded.

Note 8-Postemployment Health Care and Life Insurance Benefits (Continued)

The funded status of the plan as determined by an actuary as of July 1, 2008 and 2007 was as follows:

	July 1, 2008	July 1, 2007
Actuarial accrued liability (AAL)	$ 603,021	$ 539,752
Actuarial value of plan assets	0	0
Unfunded actuarial accrued liability (UAAL)	603,021	539,752
Funded ratio (actuarial value of plan assets/AAL)	0%	0%
Covered payroll (annual payroll of active members)	$ 230,400	$ 202,784
UAAL as a percentage of covered payroll	262%	266%

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2008 and 2007 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses) and initial annual healthcare cost trend rate of 9.5% and 10.6% for pre-Medicare and Medicare eligibles, respectively, scaling down to ultimate rates of 5% per year. The Retirement System's unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at July 1, 2008 was twenty-nine years.

Note 9 – Funded Status and Funding Progress

The funded status of the Retirement System as of June 30, 2009, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (Overfunded) (AAL) (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a/c)
$ 395,905	$ 678,307	$ 282,402	58.4%	$ 59,556	474.2%

Note 9 – Funded Status and Funding Progress (Continued)

The schedule of funding progress, presented as required supplementary information (RSI) follows the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for benefits.

Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2009
Actuarial cost method	Entry Age Normal
Amortization method	Level dollar for the initial liability and level percentage of the projected payroll for any other change in the liability. The amortization period is for a specific number of years.
Remaining amortization period	20 years
Asset valuation method	Based on market value of assets adjusted for a four year weighted average of the unrealized gain or loss in the value of all assets.
Actuarial assumptions	
Investment rate of return	7.5% net expenses.
Projected salary increases	4.5% - 5% based upon a member's years of service.
Administrative expenses	Expenses are included in aggregate normal cost and are assumed to be $575,000 per year. Investment manager fees are not included in normal cost but are treated as a direct offset to investment income. The employer portion of the normal cost excludes an allocation for administrative expenses.
Cost of living	The liability for cost of living raises already granted is included in the retirees reserve. The board may grant cost of living increases provided there is sufficient excess investment income in the Retirement System's experience account.

Note 10-Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued of September 28, 2009, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Note 11-Required Supplemental Information

In accordance with GASB 50, required supplementary information can be found in the attached schedules.

REQUIRED SUPPLEMENTARY INFORMATION

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS AND OTHER SOURCES
JUNE 30, 2004 THROUGH JUNE 30, 2009

Fiscal Date	Actuarial Required Contribution Employer	Percent Contributed Employer
2004	30,288,239	87.0%
2005	33,658,907	87.4%
2006	36,698,310	102.1%
2007	18,482,551	226.8%
2008	16,208,885	116.7%
2009	20,705,663	96.0%

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
JUNE 30, 2004 THROUGH JUNE 30, 2009
(Dollar Amounts in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (Overfunded) (AAL) (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a/c)
2004	288,865	477,085	188,220	60.5%	47,923	392.8%
2005	322,482	516,427	193,945	62.4%	49,290	393.5%
2006	379,704	546,238	166,534	69.5%	49,256	338.1%
2007	428,880	587,527	158,647	73.0%	49,763	318.8%
2008	438,075	637,832	199,757	68.7%	56,728	352.1%
2009	395,905	678,307	282,402	58.4%	59,556	474.2%

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
OTHER POST EMPLOYMENT BENEFITS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Projected Unit Cost	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/2007	$0	$539,752	$539,752	0%	$202,784	266%
07/01/2008	$0	$603,021	$603,021	0%	$230,400	262%

SUPPLEMENTARY INFORMATION

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULES OF ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

	2009	2008
Salaries	$ 240,763	$ 222,481
Salary related expenses	73,606	72,144
Accounting and auditing	51,880	46,570
Actuarial fees	22,583	24,720
Computer consulting	4,800	4,800
Equipment rental	4,864	-
Dues and subscriptions	2,113	1,368
Insurance	1,281	1,298
Legal fees	19,286	19,200
Maintenance and repairs	870	2,307
Medical exams	2,583	491
Miscellaneous	1,497	3,132
Office lease	28,411	22,366
Other post-employment benefits	86,983	104,617
Postage	17,027	14,788
Office supplies	7,179	7,255
Telephone	2,015	2,311
Travel and seminars	9,997	15,011
Board fees	3,136	2,714
Utilities	3,992	4,491
	$ 584,866	$ 572,064

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENTS
JUNE 30, 2009

	Cost	Market Value
Short-term Investments	$ 7,747,883	$ 7,747,883
U.S. Government Agency Obligations	$ 13,207,177	$ 13,605,060
Bonds - Domestic	$ 54,306,064	$ 50,861,082
Bond Index Fund	$ 20,738,845	$ 29,620,736
Common Stocks - Domestic	$ 100,250,849	$ 91,619,069
Common Stock - International	$ 46,630,790	$ 40,940,747
Equity Index Fund	$ 66,788,592	$ 54,170,395
Preferred Stocks	$ 2,566,233	$ 1,385,988
Real Estate Funds	$ 33,775,023	$ 27,836,803
Alternative Investments	$ 18,337,450	$ 16,970,262

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF BOARD COMPENSATION
FOR THE YEAR ENDED JUNE 30, 2009

Robert Carbary	$1,453
Shirley Bourg	1,250
Bobby Smith	433
Total	$3,136

These members are receiving per diem payments and reimbursement for mileage in accordance with R.S 11:182 and PPM 49, respectively.

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Members of the Board of Trustees
Louisiana State Police Pension and Retirement System Baton Rouge, Louisiana

We have audited the basic financial statements of the Louisiana State Police Pension and Retirement System, a component unit of the State of Louisiana, as of and for the year ended June 30, 2009, and have issued our report thereon dated September 28, 2009. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Louisiana State Police Pension and Retirement System's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Louisiana State Police Pension and Retirement System's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control. A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses, We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Louisiana State Police Pension and Retirement System's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

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

Hienz & Macaluso, LLC

HIENZ & MACALUSO, LLC
METAIRIE, LA
September 28, 2009

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009

No findings were noted in the audit as of and for the year ended June 30, 2008.

LOUISIANA STATE POLICE PENSION AND RETIREMENT SYSTEM
SUMMARY SCHEDULE OF CURRENT YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expressed an unqualified opinion on the financial statements of the Louisiana State Police Pension and Retirement System.

2. There are no significant deficiencies reported relating to the audit of the financial statements.

3. No instances of noncompliance material to the financial statements of the Louisiana State Police Pension and Retirement System were disclosed during the audit.

4. There was no management letter issued for the year ended June 30, 2009.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

There were no findings related to the financial statements for the year ended June 30, 2009.