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## Report Highlights

# Louisiana Asset Management Pool (LAMP)

Audit Control # 80190138  
Financial Audit Services • June 2020

### Why We Conducted This Audit

We performed certain procedures at the Louisiana Asset Management Pool (LAMP) for the period January 1, 2019, through December 31, 2019, to determine if the financial statements are fairly stated and if LAMP complied with applicable investment laws for participant investments.

### What We Found

- LAMP's financial statements are fairly stated.
- Net position increased by \$411,535,213, primarily because participant deposits exceeded participant withdrawals by \$360,160,796.
- Interest income and amortization/accretion of income increased by \$12,209,554 and \$4,038,011, respectively, as a result of an increase in the number of participants in 2019.
- For the year ended December 31, 2019, LAMP, Inc., who administers LAMP, charged fees net of rebate totaling \$2,303,769 to the investment pool. The rebate consisted of fees that exceeded LAMP, Inc.'s administrative needs by \$2,040,000. LAMP, Inc.'s operating expenses were comprised of advisor and custodial fees totaling \$1,168,676 and other administrative expenses totaling \$1,129,765.
- Administrative expenses increased by \$120,605 in 2019. In 2019, LAMP, Inc. rebated \$2,040,000 (cash basis) of administrative expenses back to participants. LAMP, Inc. has rebated \$18.7 million since the rebate program began in October 2006.

LAMP is an investment pool, rated AAAM by Standard and Poor's, established to improve administrative efficiency and increase investment yield of its participants. LAMP's objectives are preservation of principal, daily liquidity, and competitive yield. As of December 31, 2019, there were 752 participants in the pool.