

Louisiana School Employees' Retirement System
Quarterly Board Meeting
Monday, May 20, 2013
9:00 a.m.

The Board of Trustees of the Louisiana School Employees' Retirement System convened in the Board Room (Room 100) of the Louisiana School Employees' Retirement System Building located at 8660 United Plaza Blvd., Baton Rouge, Louisiana. Mr. Jeffrey Faulk, Sr., Chairman of the Board, called the meeting to order at 9:00 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Champagne.

Members Present: Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, Mr. Jeffrey Faulk, Sr., Mr. Henry Yearby

Members Absent: Mr. John Kennedy - State Treasurer, Mr. Tom Schedler - Secretary of State, Senator Elbert L. Guillory - Chairman of the Senate Committee on Retirement, Representative J. Kevin Pearson - Chairman of the House Committee on Retirement, Ms. Kristy Nichols - Commissioner of Administration

Staff Present: Ms. Carolyn Forbes - Assistant Director, Mr. George W. Meyer, III - Chief Investment Officer, Ms. Jennifer Champagne - Administrative Assistant

Staff Absent: Mr. Charles P. Bujol - Executive Director and Ms. Lauren Bailey - Executive Counsel (attending Senate Finance Committee meeting)

Other Staff Present: Ms. Larisa Ellard – Internal Auditor, *Mr. Christopher Saik – Investment Officer

Others Present: *Mr. Jeffrey C. Boucek and *Mr. Robert Hungerbuhler – Segal Rogerscasey

*Mr. Boucek, Mr. Hungerbuhler, and Mr. Saik left the meeting at 11:45 a.m.

DIRECTOR'S ANNOUNCEMENTS

Ms. Forbes made the following announcements:

- Mr. Bujol and Ms. Bailey are attending a Senate Finance Committee meeting today.
- Senate Committee on Retirement meeting will be held at 2:00 p.m. today.
- House Committee on Retirement meeting will be held on Wednesday, May 23, 2013 at 9:00 a.m.
- LSERS FY 2013-14 budget was approved during the Joint Legislative Committee on the Budget meeting held on Friday, May 17, 2013.
- Three educational presentations are being provided during the May 20 - 21, 2013 meetings.

APPROVAL OF AGENDA

ON MOTION BY MS. MCKEE, SECONDED BY MS. LANDRY, Mr. Walther, Mr. Rester, Ms. McKee, Ms. Landry, Ms. Crain, Mr. Faulk, and Mr. Yearby **voted affirmatively** to approve the agenda.

PUBLIC COMMENT ON ANY ITEM ON THE AGENDA

Mr. Faulk called for public comment on any item on the agenda. There were no comments.

MANAGER PERFORMANCE REVIEW

Mr. Boucek and Mr. Hungerbuhler provided a review of manager performance, which included handouts titled *Preliminary Investment Performance Review for Period Ending April 30, 2013* and *Analysis of Investment Performance March 2013* and then addressed questions from the Board and LSERS administrative staff.

INVESTMENT MANAGER REPORTS

The following Investment Managers provided their presentations and then addressed questions from the Board, its Investment Consultant, and LSERS administrative staff:

Principal Global Investors

Michael Drysdale – Relationship Manager

Darren Kleis – Portfolio Manager

ON MOTION BY MR. YEARBY, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT, the Board approved the *Principal Global Investors* report.

Landmark Partners

Robert Dombi – Partner
Gregory F. Lombardi – Vice President

ON MOTION BY MS. MCKEE, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the *Landmark Partners* report.

Morgan Stanley Prime Property LLC

Candice Todd – Chief Financial Officer

ON MOTION BY MR. WALTHER, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT, the Board approved the *Morgan Stanley Prime Property LLC* report.

INVESTMENT REPORTSTrading Compliance

Mr. Meyer provided the trading compliance report and then addressed questions from the Board and LSERS administrative staff.

Investment Transactions

An electronic version of the Investment Transactions Report was available for review.

Securities Lending

Mr. Meyer provided the securities lending report and then addressed questions from the Board.

ON MOTION BY MS. MCKEE, SECONDED BY MR. RESTER AND CARRIED BY UNANIMOUS CONSENT, the Board accepted the Investment Reports.

INVESTMENT MANAGER REPORTS

The following Investment Managers provided their presentations and then addressed questions from the Board, its Investment Consultant, and LSERS administrative staff:

Hamilton Lane

Napoleon Stephenson, Jr. – Managing Director
Jeff Meeker – Managing Director

ON MOTION BY MS. MCKEE, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the *Hamilton Lane* report.

*Mr. Boucek, Mr. Hungerbuhler, and Mr. Saik left the meeting at 11:45 a.m.

CASH BALANCE PLAN OVERVIEW

Ms. Forbes provided a status report on three legislative bills relative to the Cash Balance. This was followed by a 30 minute educational PowerPoint presentation by Ms. Reeves titled *Cash Balance Plan (CBP)*.

OTHER BUSINESS

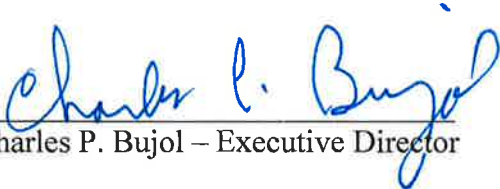
There was no other business to discuss.

PUBLIC COMMENT

There were no public comments.

ADJOURNMENT

ON MOTION BY MR. YEARBY, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 1:40 p.m.



Charles P. Bujol – Executive Director



Jeffrey Faulk, Sr. – Chairman