

Louisiana School Employees' Retirement System Investment Committee Meeting

Monday, March 12, 2012
9:00 a.m.

The Louisiana School Employees' Retirement System's Investment Committee Meeting convened in the boardroom (Room 100) of the Louisiana School Employees' Retirement System Building, located at 8660 United Plaza Blvd., Baton Rouge, Louisiana. Mr. Rester, Chairman of the Investment Committee, called the meeting to order at 9:03 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Stark.

Members Present: Mr. Jeffrey Faulk, Sr., Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, Ms. Linda Mathiew, Mr. Philip B. Walther, *Mr. Ron Henson, designee for Mr. John Kennedy – State Treasurer, and *Mr. Kyle Ardoin, designee for Mr. Tom Schedler – Secretary of State

Members Absent: Senator Elbert L. Guillory – Chairman of the Senate Committee on Retirement and Representative J. Kevin Pearson – Chairman of the House Committee on Retirement

Staff Present: Mr. Charles Bujol – Executive Director, Ms. Carolyn Forbes - Assistant Director, Mr. Warren D. Ponder - Executive Counsel, Mr. Brendan Brosnan - Chief Investment Officer, Mr. George Meyer – Investment Officer 2, Mr. Jason St. Romain – Auditor 2, and Ms. Laurie Stark - Administrative Assistant 5

Others Present: Mr. Brett Hazen – Segal Advisors, Inc.

*Mr. Kyle Ardoin arrived at 9:08 a.m.

*Mr. Henson departed at 10:30 a.m.

ANNOUNCEMENTS

Mr. Bujol made the following announcements:

- Ms. Judith McKee was unopposed for the Active Member District 3 seat.
- A Special Board Meeting will be held upon adjournment of the Investment Committee Meeting.

- Mr. Charles Hall will not be in attendance today due to a death in his family.
- Annual evaluation forms for all unclassified personnel have been mailed to all board members. Completed and signed evaluations must be mailed back to the Chairman of the Personnel Committee by Monday, April 9, 2012. The Personnel Committee will meet on Monday, April 16, 2012 to review results and make recommendations to the full board.
- Early newsletter to be released by Friday, March 23, 2012, due to legislation.
- An article about LSERS' facebook page will be in the March 2012 newsletter.

APPROVAL OF AGENDA

ON MOTION OF MR. FAULK, SECONDED BY MS. McKEE AND CARRIED BY UNANIMOUS CONSENT, the committee added Public Records Request to be discussed under Other Business.

The amended agenda was presented to the Board for approval.

ON MOTION OF MS. McKEE, SECONDED BY MS. LANDRY, Ms. Crain, Ms. Landry, Mr. Faulk, Mr. Rester, Ms. Mathiew, Mr. Henson, Mr. Ardoin, Ms. McKee, and Mr. Walther **voted affirmatively** to approve the agenda as amended.

PUBLIC COMMENTS ON ANY ITEM ON THE AGENDA

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

PORTFOLIO PERFORMANCE REVIEW

Mr. Hazen and Mr. Brosnan provided brief reviews of overall performance ending January 31, 2012, followed by an overview of market conditions and a review of asset changes from January 2011 through January 2012. Mr. Brosnan then addressed questions from the Committee and LSERS administrative staff.

ON MOTION OF MS. McKEE, SECONDED BY MS. CRAIN AND CARRIED BY UNANIMOUS CONSENT, the Board accepted the Portfolio Performance Review.

STAFF REPORTS

Commission Recapture Report

Mr. Brosnan provided the Commission Recapture Report and then addressed questions from the committee.

ON MOTION OF MR. FAULK, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board accepted the Commission Recapture Report.

Securities Lending Report

Mr. Brosnan provided the securities lending report and then addressed questions from the committee.

ON MOTION OF MR. WALTHER, SECONDED BY MS. MATHIEW AND CARRIED BY UNANIMOUS CONSENT, the committee accepted the Securities Lending Report.

Louisiana Broker Report

Mr. Brosnan provided the Louisiana Broker Report and then addressed questions from the committee.

Louisiana Incorporated & Domiciled Broker Report

Mr. Brosnan provided the Louisiana Incorporated and Domiciled Broker Report and then addressed questions from the committee.

ON MOTION OF MS. CRAIN, SECONDED BY MS. McKEE AND CARRIED BY UNANIMOUS CONSENT, the committee accepted the Louisiana and the Louisiana Incorporated and Domiciled Broker Reports.

Legal Update

Investment Staff Report of Receipts

Mr. Brosnan provided the Investment Staff Report of Receipts and then addressed questions from the committee.

ON MOTION OF MR. FAULK, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the committee accepted the Report of Receipts.

Current Case Review

Mr. Ponder provided an overview of the current status of the East Baton Rouge Parish School Board, et al vs. LSERS case and then addressed questions from the committee.

EDUCATIONAL PRESENTATION: AGRICULTURE INVESTING

Mesirow Financial Agriculture Management

Mr. Jon Brorson - Managing Director, Head of Portfolio Management

Mr. Geoffrey Lutz - Senior Vice President, Client Management

Ms. Linda Jordan - Managing Director, Institutional Sales and Marketing

Mr. Brorson, Mr. Lutz and Ms. Jordan presented a 45 minute educational component regarding Agriculture Investing.

*Mr. Henson departed at 10:30 a.m.

OTHER BUSINESS

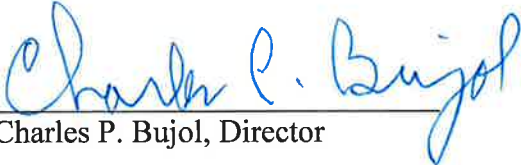
Mr. Brosnan requested the Committee adopt a revised fee schedule for responding to “Public Records Requests”. The proposed schedule would allow the agency to charge a minimum of \$25.00 plus 25 cents per copy for a single report and \$75 per hour for multiple data searches plus postage if not delivered electronically.

ON MOTION OF MR. FAULK, SECONDED BY MS. CRAIN AND CARRIED BY UNANIMOUS CONSENT, the committee accepted the revised fee schedule.

PUBLIC COMMENTS

There were no public comments.

ON MOTION OF MS. McKEE, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 10:40 a.m.



Charles P. Bujol, Director



Eugene Rester, Jr., Chairman