

# Louisiana School Employees' Retirement System Investment Committee Meeting

*Monday, July 16, 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 9:06 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Stark.

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**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, Dr. Steven Procopio - designee for Mr. Paul W. Rainwater – Commissioner of Administration, Mr. Joe R. Salter - designee for Mr. Tom Schedler – Secretary of State and \*Mr. Ron Henson - designee for Mr. John Kennedy – State Treasurer

**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, and Ms. Laurie Stark - Administrative Assistant 5

**Others Present:** \*Mr. Brett Hazen - Segal Rogerscasey

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\*Mr. Ron Henson arrived at 9:08 a.m.  
Mr. Hazen arrived at 9:55 a.m.

## ANNOUNCEMENTS

Mr. Bujol announced that an executive session will be held during the Special Board Meeting to discuss pending lawsuits.

Mr. Joe Salter was introduced as the designee for Mr. Tom Schedler, Secretary of State.

\*Mr. Ron Henson arrived at 9:08 a.m.

**APPROVAL OF AGENDA**

The agenda was presented to the Board for approval.

**ON MOTION OF MR. FAULK, SECONDED BY MS. MATHIEW**, Ms. Crain, Ms. Landry, Mr. Faulk, Mr. Rester, Ms. Mathiew, Ms. McKee, Mr. Henson, Dr. Procopio, Mr. Salter and Mr. Walther **voted affirmatively** to approve the agenda.

Mr. Rester announced that Item I would be postponed, as Mr. Hazen's flight was delayed.

**PUBLIC COMMENTS ON ANY ITEM ON THE AGENDA**

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

**STAFF REPORTS**

Mr. Meyer provided the following reports and then addressed questions from the committee:

- Securities Lending
- Louisiana Broker
  - Domiciled
  - Incorporated & Domiciled
- Legal Update
  - Investment Staff Report of Receipts

**ON MOTION OF MS. LANDRY, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT**, the committee accepted the Staff Reports.

**Current Case Review**

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

**OTHER BUSINESS**

Mr. Meyer provided an overview of a memo sent to board members regarding *Credit Fund Comparison and Recommendation*.

**PUBLIC COMMENT**

There were no public comments.

**A recess was called at 9:19 a.m. to begin the Personnel Committee Meeting.**

\*Mr. Hazen arrived at 9:55 a.m.

**The Investment Committee Meeting resumed at 11:02 a.m.**

Mr. Hazen provided an overview of a memo on *Compensation Disclosure* distributed to committee members and then addressed questions from the committee.

Mr. Hazen and Mr. Brosnan brought up for consideration and discussion an investment opportunity of approximately \$30 - \$50 million with Hamilton Lane's Fund VIII as a replacement Hamilton Lane Fund VI that is in the liquidation stage of its life.

Mr. Brosnan provided an overview of a memo sent to board members entitled *It's All a Big Mistake*.

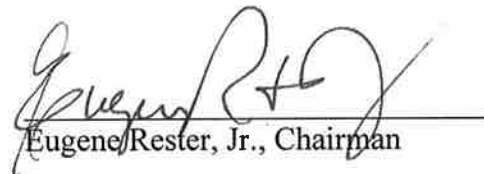
**PORTFOLIO PERFORMANCE REVIEW**

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

**ADJOURNMENT**

**ON MOTION OF MS. LANDRY, SECONDED BY MS. MATHIEW AND CARRIED BY UNANIMOUS CONSENT**, the Board adjourned at 11:25 a.m.

  
Charles P. Bujol, Director

  
Eugene Rester, Jr., Chairman