

Louisiana School Employees' Retirement System
Quarterly Board Meeting
Tuesday, August 20, 2013
8:30 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 8:32 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Stark.

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, *Mr. Ron Henson – designee for Mr. John Kennedy – State Treasurer, Mr. Joe Salter – designee for Mr. Tom Schedler – Secretary of State, Ms. Stephanie Little – representative for Representative J. Kevin Pearson – Chairman, House Committee on Retirement, Mr. Paul Holmes – representative for Ms. Kristy Nichols - Commissioner of Administration

Members Absent: Senator Elbert L. Guillory - Chairman of the Senate Committee on Retirement

Staff Present: Mr. Charles P. Bujol – Executive Director, Ms. Carolyn Forbes - Assistant Director, Ms. Lauren Bailey - Executive Counsel, Mr. George W. Meyer, III - Chief Investment Officer, Ms. Laurie Stark - Administrative Assistant, Ms. Alison Kessler - Executive Staff Officer

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

Others Present: Mr. Charles Hall – Hall Actuarial Associates, Mr. Paul Nelson – Superintendent, Concordia Parish

*Mr. Henson arrived at 8:34 a.m.

PUBLIC COMMENT ON ANY ITEM ON AGENDA

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

AUDIT**Concordia Parish School Board Audit Report**

Ms. Ellard provided a review of the Concordia Parish School Board Audit report and then addressed questions from the Board and LSERS administrative staff.

ON MOTION BY MS. LANDRY, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the Concordia Parish School Board Audit report.

Mr. Paul Nelson - Superintendent of Concordia Parish addressed the board regarding the findings of the audit report.

Fleet Audit & Internal Property Control Management Report

Ms. Ellard provided a review of the Fleet Audit & Internal Control Management report and then addressed questions from the Board and LSERS administrative staff.

ON MOTION BY MR. YEARBY, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board approved the Fleet Audit and Internal Property Control Management report.

Computer Operations - Backup Audit Report

Ms. Ellard provided a review of the Computer Operations – Backup Audit report and then addressed questions from the Board and LSERS administrative staff.

Mr. Charles Hall arrived at 9:02 a.m.

ON MOTION BY MR. RESTER, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the Concordia Parish School Board Audit report.

EDUCATIONAL PRESENTATION: RETIREMENT OPTIONS

Mr. Hall provided a presentation on the *Retirement Options*, which included a PowerPoint presentation.

ON MOTION BY MR. YEARBY, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board accepted Mr. Hall's educational presentation regarding Retirement Options.

DISCUSS AND CONSIDER IMPLEMENTATION DATE OF JANUARY 1, 2014 FOR USING 7.25% RATE FOR RETIREMENTS/PURCHASES/TRANSFERS

Mr. Hall provided an overview of how changing the current rate of 7.50% to the proposed rate of 7.25% for retirements, purchases and transfers would benefit LSERS and should be implemented on January 1, 2014. He then addressed questions from the Board.

ON MOTION BY MR. YEARBY, SECONDED BY MS. CRAIN AND CARRIED BY UNANIMOUS CONSENT, the Board agreed to change the rate from 7.50% to 7.25% for retirements, purchases and transfers to begin January 1, 2014

APPROVAL OF COMMITTEE/BOARD MEETING MINUTES**May 20, 2013 - Quarterly**

ON MOTION BY MR. YEARBY, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board approved the minutes of the May 20, 2013 Quarterly Board meeting.

May 21, 2013 – Quarterly

ON MOTION BY MS. McKEE, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the minutes of the May 21, 2013 Quarterly Board meeting.

June 24, 2013 - Investment Committee

ON MOTION BY MR. YEARBY, SECONDED BY MS. McKEE AND CARRIED BY UNANIMOUS CONSENT, the Board approved the minutes of the June 24, 2013 Investment Committee meeting.

June 24, 2013 – Special

ON MOTION BY MR. WALTHER, SECONDED BY MS. CRAIN AND CARRIED BY UNANIMOUS CONSENT, the Board approved the minutes of the June 24, 2013 Special Board meeting.

July 22, 2013 - Investment Committee

ON MOTION BY MR. YEARBY, SECONDED BY MS. CRAIN AND CARRIED BY UNANIMOUS CONSENT, the Board approved the minutes of the July 22, 2013 Investment Committee meeting.

ADMINISTRATION**Consideration of 2014 Board Meeting Schedule**

Mr. Bujol presented the Proposed 2014 Board Meeting Schedule for consideration and then addressed questions from the Board.

ON MOTION BY MS. CRAIN, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board approved the 2014 Board Meeting Schedule.

Adoption of Louisiana Compliance Questionnaire

Ms. Forbes presented the June 30, 2013 Louisiana Compliance Questionnaire for adoption and then addressed questions from the Board.

ON MOTION BY MR. RESTER, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board approved the Louisiana Compliance Questionnaire for June 30, 2013.

Reports (April 1, 2013 – June 30, 2013)

Ms. Forbes provided a review of the following reports that occurred during the reporting period and then addressed questions from the Board.

Human Resources Actions Report
Travel Expenses Reports (Year-to-Date and Staff)
Overtime Report

ON MOTION BY MS. McKEE, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT, the Board approved the reports.

LEGAL**Approval of 2014 Election Schedule**

Ms. Bailey presented the proposed 2014 Election Schedule and then addressed questions from the Board.

ON MOTION BY MR. RESTER, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board approved the 2014 Election Schedule.

Litigation

Ms. Bailey provided a review of the *Quarterly Litigation Report*, which was provided as a handout, and then addressed questions from the Board.

Collections

Ms. Bailey provided a report on collections during the last quarter and then addressed questions from the Board.

REPORT/RECOMMENDATIONS OF INVESTMENT COMMITTEE MEETING

Mr. Rester asked that all recommendations presented during the July 22, 2013 Investment Committee Meeting be approved.

ON MOTION BY MR. RESTER, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT, the Board approved the report/recommendations of the Investment Committee.

OTHER BUSINESS

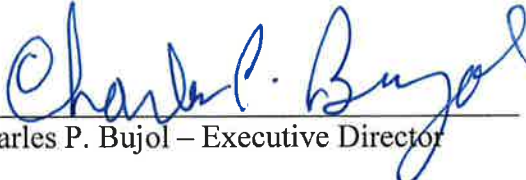
The newsletter will be published at the end of August. Senate Resolution 107 of 2012 requires all public servants (including LSERS board of trustees) receive one hour of sexual harassment training. The training date will be determined before the end of the year.

PUBLIC COMMENT

There were no public comments.

ADJOURNMENT

ON MOTION BY MS. MCKEE, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 10:23 a.m.



Charles P. Bujol – Executive Director



Jeffrey Faulk, Sr. – Chairman