

**Louisiana School Employees' Retirement System
Investment Committee Meeting**

Monday, June 23, 2014

Upon Adjournment of Special Board Meeting

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. Eugene Rester, Jr., Chairman of the Investment Committee, called the meeting to order at 9:15 a.m. Roll was called by Ms. Stark.

Members Present: Mr. Jeffrey Faulk, Sr., Ms. Judith Ann McKee, Mr. Eugene Rester, Jr., Ms. Kathy B. Landry, Ms. Betty Crain, Mr. Henry Yearby, Mr. Philip B. Walther, Mr. Joe Salter - designee for Mr. Tom Schedler - Secretary of State, Mr. Ron Henson - designee for Mr. John Kennedy - State Treasurer, Mr. Benjamin Huxen - designee for Ms. Kristy Nichols - Commissioner of Administration

Members Absent: Senator Elbert L. Guillory - Chairman, Senate Committee on Retirement, Representative J. Kevin Pearson - Chairman, House Committee on Retirement

Staff Present: Mr. Charles Bujol – Executive Director, Ms. Carolyn Forbes - Assistant Director, Mr. Christopher Saik - Interim Chief Investment Officer, Ms. Lauren Bailey - Executive Counsel, Ms. Laurie Stark – Administrative Assistant, Ms. Alison Kessler – Executive Staff Officer

Others Present: Mr. Jeffrey Boucek and Mr. Rob Hungerbuhler - Segal Rogerscasey

APPROVAL OF AGENDA

The agenda was presented to the Committee for approval.

ON MOTION BY MS. McKEE, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT the Committee approved the agenda.

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. Boucek and Mr. Hungerbuhler provided an overview of market conditions and a review of asset changes during April 2014. This included an audio/visual presentation and a handout titled: *Preliminary Investment Performance Review for Period Ending April 30, 2014*. They then addressed questions from the committee.

ON MOTION BY MR. FAULK, SECONDED BY MS. McKEE AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the Portfolio Performance report.

STAFF REPORTS

Securities Lending and Louisiana Broker Reports

Mr. Saik provided the Securities Lending and Louisiana Broker reports and then addressed questions from the committee.

ON MOTION BY MR. WALTHER, SECONDED BY MR. FAULK AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the Securities Lending and Louisiana Broker reports.

Securities Litigation Report

Mr. Saik provided the Securities Litigation report and then addressed questions from the committee.

ON MOTION BY MR. FAULK, SECONDED BY MS. McKEE AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the Securities Litigation report.

Current Case Review

Ms. Bailey provided an overview of current litigation which included a handout titled: *Litigation Report: As of June 17, 2014*. Ms. Bailey addressed questions from the committee.

ON MOTION BY MS. McKEE, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the current case review.

INTERNATIONAL SMALL CAP MANAGER INTERVIEWS

Interviews were conducted with the following international small cap managers:

Dimensional Fund Advisors

*Kevin Hight - Deputy Head, Institutional Services
Allen Pu, PhD, CFA - Portfolio Manager & Vice President*

Lord, Abbett & Co, LLC

Todd D. Jacobson, CFA - Partner, Portfolio Manager
David A. Robbins - Director, Institutional Investor Services

LSV Asset Management

James W. Owens, Jr. - Partner & Director, Client Portfolio Services
Scott Kemper - Partner & Director, Client Portfolio Services

SELECTION OF INTERNATIONAL SMALL CAP MANAGER(S)

After discussions were held, it was recommended that LSV Asset Management be hired to manage the mandate in international small cap funds.

ON MOTION BY MR. FAULK, SECONDED BY MR. HENSON AND CARRIED BY MAJORITY CONSENT, the Committee agreed to hire LSV Asset Management to manage the mandate (approximately \$50 million dollars). (It was noted that there were two (2) votes in opposition from Ms. Crain and Mr. Huxen.)

OTHER BUSINESS

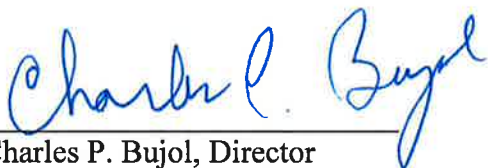
There was no other business to discuss.

PUBLIC COMMENTS

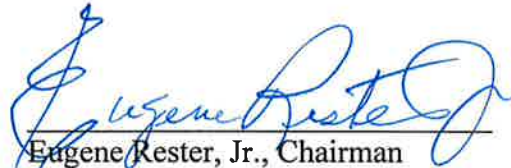
There were no public comments.

ADJOURNMENT

ON MOTION OF MS. McKEE, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Committee adjourned at 12:17 p.m.



Charles P. Bujol, Director



Eugene Rester, Jr., Chairman

