

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

*Monday, January 4, 2016*

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. Eugene Rester, Jr., Chairman of the Investment Committee, called the meeting to order at 9:00 a.m. The Committee recited the Lord's Prayer and the Pledge of Allegiance. Roll was then called by Ms. Stark.

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**Members Present:** Mr. Jeffrey Faulk, Sr., Mr. Eugene Rester, Jr., Ms. Kathy B. Landry, Ms. Colleen Barber, Mr. Henry Yearby, Mr. Philip B. Walther, Mr. Joe Salter – designee for Mr. Tom Schedler – Secretary of State

**Members Absent:** Representative J. Kevin Pearson – Chairman, House Committee on Retirement, Senator Elbert L. Gullory – Chairman, Senate Committee on Retirement, Ms. Stafford O. Palmieri – Commissioner of Administration, Mr. John Kennedy – State Treasurer, Ms. Judith Ann McKee

**Staff Present:** Mr. Charles Bujol – Executive Director, Ms. Carolyn Forbes - Assistant Director, Ms. Lauren Bailey - Executive Counsel, Mr. Christopher Saik - Chief Investment Officer, Ms. Larisa Ellard - Internal Auditor, Ms. Laurie Stark – Administrative Assistant, \*Mr. Mitchell Garlington – Retirement Benefits Assistant Administrator

**Others Present:** Mr. Jeffrey Boucek and Mr. Keith Reynolds - Segal Rogerscasey

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**DIRECTOR'S ANNOUNCEMENTS**

Mr. Bujol made the following announcements:

- Wished everyone a Happy New Year.
- The Louisiana Legislative Auditor's Office will be performing the financial audit of LSERS this year and we are finalizing the contract.
- Consultant evaluations were distributed and need to be returned to Ms. Stark.
- Reviewed a note from Mr. Brandon Clanton with St. Tammany Parish School Board thanking staff for their wonderful customer service during his tenure.
- The federal government has reduced the amount paid for mileage effective January 1, 2016.

**APPROVAL OF AGENDA**

The agenda was presented to the Committee for approval.

**ON MOTION BY MR. FAULK, SECONDED BY MS. BARBER 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.

**SWEARING IN OF MR. WALTHER**

Mr. Walther was sworn in by Ms. Bailey for his third term as District 1 Active Member representative.

**PORTFOLIO PERFORMANCE REVIEW**

Mr. Boucek and Mr. Reynolds provided an overview of market conditions and performance during November 2015. This included an audio/visual presentation and a handout titled: *Preliminary Investment Performance Review for Period Ending November 30, 2015*. They then addressed questions from the committee.

**DISCUSS & CONSIDER GLOBAL UNCONSTRAINED BOND MANAGER CANDIDATES**

Mr. Boucek and Mr. Reynolds provided an overview of three candidates to be considered for the position of global unconstrained bond manager. This included an audio/visual presentation and handout titled: *Unconstrained Fixed Income Search*. The candidates were: BlackRock, Goldman Sachs Asset Management and Loomis, Sayles Company, L.P. The recommendation was to interview these candidates during the February 15, 2016 Quarterly Board Meeting.

**ON MOTION BY MR. FAULK, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT**, the Committee agreed to invite BlackRock, Goldman Sachs Asset Management and Loomis, Sayles Company, L.P. to be interviewed for the position of global unconstrained bond manager during the February 15, 2016 Quarterly Board Meeting.

**STAFF REPORTS**

Mr. Saik provided the following reports:

Securities Lending  
Louisiana Broker  
Securities Litigation

**ON MOTION BY MS. LANDRY, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT**, the Committee approved the reports.

**Current Case Review**

Ms. Bailey provided an overview of current litigation which included a handout titled: *Litigation Report: As of December 30, 2015*. She then addressed questions from the Committee.

**2016 LEGISLATIVE SESSION**

Ms. Bailey provided an update including the public notice of the intention for retirement bills run by LSERS relative to bills to be introduced during the 2016 Legislative Session. She will be working with legislative staff members to draft the bills.

**HCR 130 APPEAL PROCESS**

Ms. Bailey provided an overview of the HCR 130 Appeal Process. She then addressed questions from the Committee.

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

**RETIREMENT DEPARTMENT PRESENTATION**

Mr. Garlington provided an overview and the current accomplishments of the LSERS Retirement Department.

**OTHER BUSINESS**

There was no other business to discuss.

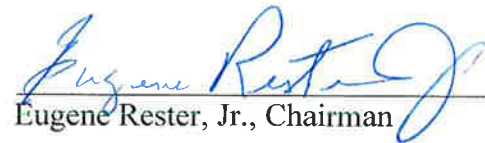
**PUBLIC COMMENTS**

There were no public comments.

**ADJOURNMENT**

**ON MOTION OF MS. BARBER, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT**, the Committee adjourned at 10:17 a.m.

  
Charles P. Bujol, Executive Director

  
Eugene Rester, Jr., Chairman