

**Louisiana School Employees' Retirement System
Special Board Meeting**

Monday, June 11, 2018

11:01 a.m.

The Louisiana School Employees' Retirement System's Special Board 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. Jeffrey Faulk, Sr., Chairman of Board, called the meeting to order at 11:01 a.m.

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Members Present: Mr. Jeffrey Faulk, Sr., Mr. Eugene Rester, Jr., Ms. Andrea Matte, Ms. Colleen Barber, Mr. Henry J. Yearby, Mr. Philip B. Walther, Ms. Penny Brown, Ms. Lori Pierce – designee for Mr. John Schroder – State Treasurer, Mr. Randy Davis – designee for Mr. Jay Dardenne – Commissioner of Administration

Members Absent: Representative Barbara W. Carpenter – House Committee on Retirement, Senator Barrow Peacock – Chairman, Senate Committee on Retirement, Mr. Kyle Ardoin – Secretary of State

Staff Present: Mr. Charles Bujol – Executive Director, Ms. Carolyn Forbes - Assistant Director, Mr. Robert Collins - Executive Counsel, Mr. Matthew Freedman - Chief Investment Officer, Ms. LaQuinta Jordan - Internal Auditor, Ms. Laurie Stark – Administrative Program Specialist A, Ms. Chenfei Zhou - Accountant Manager 1

Others Present: Mr. Keith Reynolds and Mr. Rob Hungerbuhler - Segal Marco Advisors, Ms. Arielle Collins – Louisiana Legislative Auditor

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APPROVAL OF AGENDA

The agenda was presented the Board for approval.

ON MOTION BY MS. BROWN, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT the Board approved the agenda.

PUBLIC COMMENTS ON ANY ITEM ON THE AGENDA

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

RECOMMENDATIONS FROM THE INVESTMENT COMMITTEE MEETING

Mr. Rester recommended that the Board approve a commitment of \$30 million to Henderson Park Real Estate Fund I subject to legal review.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Board approved a commitment of \$30 million to Henderson Park Real Estate Fund I subject to legal review.

2018 REGULAR LEGISLATIVE SESSION RECAP

Mr. Collins provided an overview of the final status of the bills from the 2018 Regular Legislative Session that could have affected LSERS.

ON MOTION BY MS. BARBER, SECONDED BY MS. MATTE AND CARRIED BY UNANIMOUS CONSENT, the Board approved the recap of the 2018 Regular Legislative Session legislation provided by Mr. Collins.

RIGHT-OF-WAY FOR WAMPOLD COMPANIES

Mr. Bujol and Mr. Collins provided an overview of Wampold Companies' request for a servitude of passage on the northeast side of the agency's property because of a possible future extension of the Chateau Dijon Apartments. In exchange, Mr. Bujol recommended that the Wampold Companies grant LSERS a servitude of passage to the Chateau Dijon Apartment property for any future work, and a drainage servitude.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Board agreed to authorize the Executive Director to negotiate on LSERS' behalf with the Wampold Companies' on its request for a servitude of passage on LSERS' property, and to seek in exchange (1) a servitude of passage for LSERS to access the Wampold Companies' Chateau Dijon Apartments property, and (2) a servitude of drainage, and enter into such an agreement on behalf of LSERS with the Wampold Companies.

ASSISTANT DIRECTOR'S POSITION

Mr. Bujol informed the Board that after the May 2018 Quarterly Board meeting, Ms. Forbes let him know of her decision to retire before the beginning of 2019. He and Ms. Forbes recommended that the Assistant Director's position be offered to Ms. Chenfei Zhou, that the position be double encumbered for up to five months. They also recommend that she be paid, for her first year, \$10,000 less than Ms. Forbes is currently making; after receiving a favorable rating by the Board, paid \$5,000 more; subsequently, paid an additional \$5,000 after receiving a second favorable rating by the Board; and also be eligible for any other raises that are given to the staff.

ON MOTION BY MR. RESTER, SECONDED BY MS. MATTE AND CARRIED BY UNANIMOUS CONSENT, the Board agreed to hire Ms. Chenfei Zhou as LSERS new Assistant Director. The position will be double encumbered for up to five months and Ms. Zhou will be given a salary of \$10,000 less than Ms. Forbes is currently making for the first year of her employment; after one year in office and upon receiving a favorable rating from the Board, she would be given \$5,000; she would be given another \$5,000 after her second year in office pending a favorable rating from the Board; and, she would be eligible for any other raises given to the staff.

OTHER BUSINESS

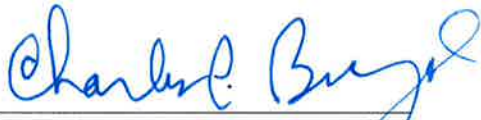
Mr. Freedman informed the Board that he will be providing an update on the Asset Liability Study during the next Investment Committee meeting to be held on July 23, 2018.

PUBLIC COMMENTS


There were no public comments.

ADJOURNMENT

ON MOTION OF MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 11:23 a.m.



Charles P. Bujol, Executive Director



Jeffrey Faulk, Sr., Chairman