

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

Monday, March 11, 2019

11:07 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 11:07 a.m. Roll was then called by Ms. Stark.

Members Present: Mr. Jeffrey Faulk, Sr., Mr. Eugene Rester, Jr., Ms. Andrea Matte, Ms. Colleen Barber, Mr. Henry Yearby, Ms. Penny Brown, Mr. Joe Salter – designee for Mr. Kyle Ardoin – Secretary of State, Mr. Randy Davis – designee for Mr. Jay Dardenne – Commissioner of Administration

Members Absent: Mr. Philip B. Walther, Senator Barrow Peacock – Chairman, Senate Committee on Retirement; Mr. John Schroder – State Treasurer, Representative Barbara Carpenter – House Committee on Retirement

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

Others Present: Mr. Jeffrey Boucek and Mr. Rob Hungerbuhler – Segal Marco Advisors, Mr. Greg Curran – G. S. Curran and Company, Mr. Lowell Good and Ms. Nicole Edmonson – Louisiana Legislative Auditor's Office

APPROVAL OF AGENDA

The agenda was presented to the Board for approval.

ON MOTION BY MS. BARBER, SECONDED BY MS. BROWN 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.

CONSIDERATION OF RECOMMENDATIONS FROM THE INVESTMENT COMMITTEE MEETING

Mr. Rester made the following recommendations and motions:

ON MOTION BY MR. FAULK, SECONDED BY MS. BROWN AND CARRIED BY UNANIMOUS CONSENT, the Board approved a commitment of \$20 million to the Rosemawr Capital IV Fund, a \$20 million commitment to the Rosemawr Municipal Partners Fund, and a \$40 million commitment to the Siguler Guff Distressed Real Estate Opportunities Fund IIB, all subject to legal review.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Board agreed to adopt the two proposed changes to the Investment Policy.

ON MOTION BY MR. RESTER, SECONDED BY MS. MATTE AND CARRIED BY UNANIMOUS CONSENT the Board agreed to authorize the Executive Director to respond on behalf of LSERS to any potential settlement offer that may emerge from an upcoming mediation in the Tribune Company civil lawsuit currently underway in federal court in the Southern District of New York.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Board agreed to adopt a written resolution authorizing the start of the formal process to create new administrative regulation to authorize LSERS to invest in group trusts.

2019 LEGISLATIVE SESSION UPDATE

Mr. Collins provided a brief overview of the current, pre-filed bills that could affect LSERS.

ON MOTION BY MR. RESTER, SECONDED BY MS. MATTE AND CARRIED BY UNANIMOUS CONSENT, the Board voted to support **House Bill 20 (HB 20)**; and further adopted as a policy position that it accepts the recommendation of the LSERS' staff that **HB 20** would not negatively affect LSERS' fiscal soundness because the bill would simply correct an apparent typographical error in Title 11, Section 1142.C., of the Louisiana Revised Statutes.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT the Board approved the 2019 Legislative update.

REPORT ON 2018 INTERNAL AUDIT ON BUILDING SECURITY

Ms. Jordan provided a review of her findings and recommendations of the 2018 internal audit she performed regarding the security of the LSERS' building.

ON MOTION BY MS. BARBER, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT the Board approved the 2018 Internal Audit of LSERS' Building Security.

CONSIDERATION OF ADDING TWO NEW DOCTORS TO LSERS' STATE MEDICAL DISABILITY BOARD

Mr. Collins provided the names of two new doctors who would succeed the two current physicians in the field of neurology who have retired from the LSERS' State Medical Disability Board. Mr. Collins asked that the Board approve that Gerald J. Calegan, II, M.D., and Benjamin G. Kidder, M.D., be added to succeed two retiring physicians in the field of neurology.

ON MOTION BY MR. RESTER, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT the Board agreed to add Drs. Gerald J. Calegan, II, and Benjamin G. Kidder, to the LSERS' State Medical Disability Board.

OTHER BUSINESS

Mr. Bujol announced that the annual unclassified employee evaluation packets have been distributed. They will need to be completed and sent to Mr. Yearby by April 1, 2019. The results will be presented during the April 8, 2019, Personnel Committee meeting.

There was no further business to discuss.

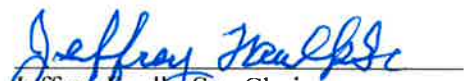
PUBLIC COMMENTS

There were no public comments.

ADJOURNMENT

ON MOTION OF MS. BARBER, SECONDED BY MS. BROWN AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 11:32 a.m.


Charles P. Bujol, Executive Director


Jeffrey Faulk, Sr., Chairman