

Louisiana School Employees' Retirement System Investment Committee Meeting

Monday, October 7, 2019

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.

Members Present: Mr. Jeffrey Faulk, Sr., Mr. Eugene Rester, Jr., Ms. Colleen Barber, Mr. Philip Walther, Mr. Henry J. Yearby, Ms. Penny Brown, *Mr. Randy Davis – designee for Mr. Jay Dardenne – Commissioner of Administration, Mr. James Mack – designee for Mr. John Schroder – State Treasurer, Mr. Joe Salter – designee for Kyle Ardoin – Secretary of State, Ms. Laura Gail Sullivan – representative for Senator Barrow Peacock – Chairman, Senate Committee on Retirement

Members Absent: Ms. Andrea Matte, Representative Barbara W. Carpenter – House Committee on Retirement

Staff Present: Mr. Charles Bujol – Executive Director, Ms. Chenfei Zhou - Assistant Director, Mr. John Strange - Executive Counsel, Mr. Matthew Freedman - Chief Investment Officer, Ms. LaQuinta Jordan - Internal Auditor, Ms. Laurie Stark – Administrative Program Specialist A

Others Present: **Mr. Jeffrey Boucek, Mr. Benji Patzik and Mr. Robert Hungerbuhler - Segal Marco Advisors, Mr. Phillip Qualls – State Treasurer's Office, ***Ms. Michelle Cunningham and Mr. Patrick Butler – Duplantier, Hrapmann, Hogan & Maher, Mr. Lowell Good – Louisiana Legislative Auditor's Office

- * Ms. Davis arrived at 9:02 a.m.
- ** Mr. Hungerbuhler, Mr. Patzik and Mr. Boucek left at 10:06 a.m.
- *** Ms. Cunningham and Mr. Butler arrived at 9:45 a.m.

DIRECTOR'S ANNOUNCEMENTS

Mr. Bujol made the following announcements:

- Ms. Judith McKee sent a thank you card to the Board of Trustees thanking them for the flowers they sent for her husband's funeral.
- A disaster recovery room, which is also the server room, is being created to conduct LSERS business should there ever be a catastrophic event.
- The second cooling tower project is now completed with a clear lien certificate.

APPROVAL OF AGENDA

The agenda was presented to the Committee for approval.

ON MOTION BY MS. BROWN, 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.

PORTFOLIO PERFORMANCE REVIEW

Mr. Boucek, Mr. Hungerbuhler, and Mr. Freedman provided an overview of market conditions and performance during August 2019. This included an audio/visual presentation and a handout titled: *Preliminary Investment Performance Review for Period Ending August 31, 2019*. They then addressed questions from the Committee.

ON MOTION BY MR. YEARBY, SECONDED BY MS. BARBER AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the performance report by Segal.

MULTI-ASSET EDUCATION SESSION

Mr. Patzik, Mr. Hungerbuhler, Mr. Boucek and Mr. Freedman provided an educational component regarding Multi-Asset Class Solutions. This included an audio/visual presentation and handout titled: *Multi-Asset Class Solutions Education*.

STAFF REPORTS

Mr. Freedman provided the following reports:

Securities Lending
Louisiana Broker
Securities Litigation

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

LITIGATION REPORT

Mr. Strange provided an overview of current litigation which included a handout titled: *Litigation Report: As of October 7, 2019*. He then addressed questions from the Committee.

ON MOTION BY MR. FAULK, SECONDED BY MR. YEARBY AND CARRIED BY UNANIMOUS CONSENT, the Committee approved the litigation report.

OTHER BUSINESS

There was no other business.


PUBLIC COMMENTS

There were no public comments.

ADJOURNMENT

ON MOTION OF MS. BARBER, SECONDED BY MS. BROWN AND CARRIED BY UNANIMOUS CONSENT, the Committee adjourned at 9:57 a.m.


Charles P. Bujol, Executive Director


Eugene Rester, Jr., Chairman