

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

**Tuesday, December 9, 2008
8:30 a.m.**

The Board of Trustees of the Louisiana School Employees' Retirement System convened in the Board Room (Room 100) of the Louisiana School Employees' Retirement System Building located at 8660 United Plaza Blvd., Baton Rouge, Louisiana. Mr. Larry Wilmer, Chairman of the Board, called the meeting to order at 8:38 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Champagne.

Members Present: Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, Mr. Jeffrey Faulk, Sr., Ms. Lori Pierce - designee for Mr. John Kennedy – State Treasurer, Mr. Randy Davis - designee for Mr. Jay Dardenne – Secretary of State, Ms. Lauren Bailey - observer for Senator D. A. “Butch” Gautreaux - Chairman of the Senate Retirement Committee

Members Absent: Representative Joel C. Robideaux – Chairman of the House Retirement Committee

Staff Present: Mr. Charles P. Bujol – Executive Director, Mr. Warren D. Ponder – Executive Counsel, Mr. Brendan Brosnan – Chief Investment Officer, Ms. Jennifer Champagne – Administrative Assistant 6

Staff Absent: Ms. Debra H. Dudley – Assistant Director (scheduled leave)

Also Present: Mr. Brett Hazen, Segal Advisors

MANAGER PERFORMANCE REVIEW (SEGAL ADVISORS)

Brett W. Hazen – Vice President

Mr. Hazen provided an overview of LSERS' portfolio. This included a timeline of the financial crisis, a review of financial market conditions, and investment performance through November 30, 2008. It was noted that rebalancing the portfolio to meet the needs of the system could be addressed at the January 2009 Investment Committee meeting.

Composite reports were highlighted and a review of portfolio performance through September 30, 2008 followed.

Mr. Hazen then addressed questions from the Board, which led to a review of performance and potential strategies that could be presented at the January 2009 Investment Committee meeting.

ON MOTION BY MS. MCKEE, SECONDED BY MR. RESTER AND CARRIED BY UNANIMOUS CONSENT, the Board accepted the Manager Performance Review.

INVESTMENT MANAGER REPORTS

Mr. Brosnan provided a brief review of the two Investment Managers who would be providing presentations.

ON MOTION BY MR. FAULK, SECONDED BY MS. LANDRY AND CARRIED BY UNANIMOUS CONSENT, the Board accepted the Investment Manager Report.

The following Investment Managers provided presentations:

ANALYTIC INVESTORS, LLC

Mark Osterkamp – Director, Marketing & Client Service
Joseph M. Murphy, CFA – Associate, Marketing & Client Service

ORLEANS CAPITAL MANAGEMENT

Louis F. Crane, CFA – Chairman & President
Emily C. Becker – Vice President
Gary Welchel – Executive Vice President

Ms. Lauren Bailey was excused from the meeting and left at 11:00 a.m.

**TRUSTEE EDUCATIONAL PRESENTATION ON FIXED INCOME AS AN EQUITY
SUBSTITUTE (UBS)**

A one hour educational presentation entitled “Getting Ready for the Next Ice Age” was provided by the following representatives of ING Investment Management:

*Greg Jacobs, CFA – Senior Portfolio Manager
Warren T. DeKinder, CFA – Senior Vice President*

DISCUSSION OF CUSTODIAN PERFORMANCE AND POSSIBLE RFP PROCESS

Mr. Brosnan asked the Board to consider allowing staff to conduct the Custodian search without going through the Request for Proposals (RFP) process.

ON MOTION BY MR. FAULK, SECONDED BY MR. RESTER AND CARRIED BY UNANIMOUS CONSENT, the Board approved staff conducting the Custodian search without going through the RFP process.

PUBLIC COMMENT

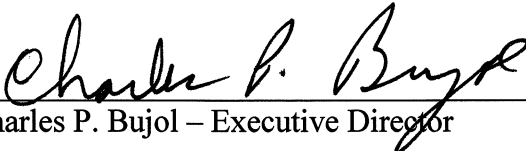
There were no public comments.

OTHER BUSINESS

Mr. Ponder briefly reviewed the “No Gifts” policy.

There was no other business to discuss.

ON MOTION BY MR. FAULK, SECONDED BY MR. RESTER AND CARRIED BY UNANIMOUS CONSENT, the Board adjourned at 11:44 a.m.



Charles P. Bujol – Executive Director



Larry Wilmer – Chairman