

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

**Tuesday, May 18, 2010  
9:00 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 9:01 a.m. The Lord's Prayer and Pledge of Allegiance were recited. Roll was called by Ms. Champagne.

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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, Mr. Ron Henson – designee for Mr. John Kennedy – State Treasurer, \*Mr. Randy Davis – designee for Mr. Jay Dardenne – Secretary of State

Members Absent: Senator D. A. "Butch" Gautreaux – Chairman of the Senate Committee on Retirement, Representative J. Kevin Pearson – Chairman of the House Committee on Retirement

Staff Present: Mr. Charles P. Bujol - Executive Director, Ms. Carolyn Forbes - Assistant Director, Mr. Warren D. Ponder - Executive Counsel, Mr. Brendan Brosnan - Chief Investment Officer, Ms. Jennifer Champagne – Administrative Assistant 6 (Recording Secretary)

Also Present: Mr. Charles Hall – Hall Actuarial Associates

\* Mr. Davis arrived at 9:10 a.m.

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## **ANNOUNCEMENTS**

There were no announcements.

## **APPROVAL OF MINUTES**

### **February 1, 2010 Regular Board Meeting**

**ON MOTION BY MR. FAULK, SECONDED BY MS. MCKEE, AND CARRIED BY UNANIMOUS CONSENT**, Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the February 1, 2010 Regular Board meeting.

### **February 2, 2010 Regular Board Meeting**

**ON MOTION BY MR. WALTHER, SECONDED BY MS. CRAIN**, Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the February 2, 2010 Regular Board meeting.

### **March 8, 2010 Investment Committee Meeting**

**ON MOTION BY MR. FAULK, SECONDED BY MS. CRAIN**, Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the March 8, 2010 Investment Committee meeting.

### **March 8, 2010 Special Board Meeting**

**ON MOTION BY MS. CRAIN, SECONDED BY MS. LANDRY**, Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the March 8, 2010 Special Board meeting.

### **April 12, 2010 Investment Committee Meeting**

**ON MOTION BY MS. CRAIN, SECONDED BY MR. FAULK**, Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the April 12, 2010 Investment Committee meeting.

### **April 12, 2010 Personnel Committee Meeting**

**ON MOTION BY MS. LANRY, SECONDED BY MR. WALTHER,** Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the April 12, 2010 Personnel Committee meeting.

### **April 12, 2010 Special Board Meeting**

**ON MOTION BY MR. FAULK, SECONDED BY MS. CRAIN,** Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to approve the minutes of the April 12, 2010 Special Board meeting.

## **ADMINISTRATION**

### **Correction to Page 4 of August 24, 2009 Regular Board Meeting Minutes**

Ms. Forbes noted that the portion of the minutes pertaining to the board meeting schedule was inadvertently indicated as 2009 instead of 2010. Corrections were made to page 4 of the August 24, 2009 regular board meeting minutes.

**ON MOTION BY MR. FAULK, SECONDED BY MS. CRAIN,** Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to accept corrections to the minutes of the August 24, 2009 Regular Board meeting.

### **Reports (January 1, 2010 – March 31, 2010)**

#### **Retirement**

Ms. Forbes presented the Retirement Report, which was provided in a new format, but contained the same information that was previously reported. It was noted that the five page report, which is now part of the board booklet, reduces costs and provides a manageable report. Ms. Forbes then addressed questions from the Board.

**ON MOTION BY MR. RESTER, SECONDED BY MR. WALTHER,** Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to accept the Retirement Report.

#### **Human Resources Actions**

Ms. Forbes presented the report on human resources actions during the past quarter. It was noted that merit increases will not be granted during FY 2010-11 and will be effective July 1, 2010. Ms. Forbes then addressed questions from the Board.

**ON MOTION BY MS. MCKEE, SECONDED BY MR. FAULK,** Mr. Larry Wilmer, Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, and Mr. Jeffrey Faulk, Sr. **voted affirmatively** to accept the Human Resources Actions Report.

### Travel Expenses

#### Year to Date and Staff

Ms. Forbes presented the year-to-date and staff report, which included the amount budgeted for travel, amount expended, remaining balance for the year, and travel expenses incurred by staff members. It was noted that an adjustment would be made on the next quarterly report to reflect travel that was cancelled due to the executive order issued by the Governor. Mr. Bujol noted that a request has been received from the Joint Legislative Committee on the Budget for detailed travel expenditures of the Board. Ms. Forbes then addressed questions from the Board.

Mr. Davis arrived at 9:10 a.m.

**ON MOTION BY MR. RESTER, SECONDED BY MR. FAULK,** 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., and Mr. Randy Davis **voted affirmatively** to accept the Travel Expenses Reports.

### Overtime

Ms. Forbes presented the overtime report, which included overtime attributed to the imaging project. A brief report on the status of this project was provided. Mr. Bujol commended Ms. Forbes on expediting the imaging project by having LSERS staff assist in the project, which is now 98% complete. Ms. Forbes then addressed questions from the Board.

**ON MOTION BY MR. WALTHER, SECONDED BY MR. RESTER,** 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., and Mr. Randy Davis **voted affirmatively** to accept the Overtime Report.

### **Discussion on Retirement Department Reorganization**

Ms. Forbes provided a recap of discussions held during the last board meeting and then continued with events that transpired since that meeting. A handout provided a breakdown of positions and salary information on each position in the Retirement Department. Discussion was held on the reorganization plan, salaries, and consideration of hiring someone within the department versus hiring outside the agency.

**ON MOTION BY MR. DAVIS, SECONDED BY MR. WALTHER,** 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., and Mr. Randy Davis **voted affirmatively** to accept the Discussion on Retirement Department Reorganization.

### **Building Maintenance – Update on Chiller**

Mr. Bujol provided an update on the purchase of the chiller and the engineering consultant hired to review and make recommendations on proposals submitted by Johnson Controls. It was noted that updates would be provided as they occur.

### **Other Business**

There was no other business to discuss under Administration.

## **LEGISLATION**

### **Discussion of Legislative Agenda**

Mr. Bujol provided a brief review of the Senate Committee on Retirement meeting he attended on Monday, May 17, 2010. He noted that the Permanent Benefit Increase (PBI) bill was converted to a study resolution.

Mr. Ponder continued with an update on the legislative session, specifically on bills that affect the system and its members.

**ON MOTION BY MR. RESTER, SECONDED BY MS. CRAIN,** 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., and Mr. Randy Davis **voted affirmatively** to accept the Discussion of Legislative Agenda.

### **Other Business**

There was no other business to discuss under Legislation.

## **LEGAL**

### **Collections**

Mr. Ponder reported that LSERS collected \$5,784 for the second quarter, January 1, 2010 through March 31, 2010. Mr. Ponder then addressed questions from the Board.

**ON MOTION BY MS. CRAIN, SECONDED BY MR. RESTER,** 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., and Mr. Randy Davis **voted affirmatively** to accept the Collections report.

**Litigation**

Mr. Ponder provided an update on two active cases and then addressed questions from the Board.

**ON MOTION BY MR. RESTER, SECONDED BY MR. FAULK,** 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., and Mr. Randy Davis **voted affirmatively** to accept the update on Litigation.

**Other Business**

There was no other business to discuss under Legal.

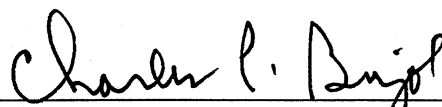
**PUBLIC COMMENT**

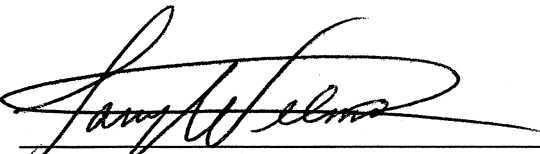
There were no public comments.

**OTHER BUSINESS**

There was no other business to discuss.

**ON MOTION BY MR. RESTER, SECONDED BY MR. FAULK,** 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., and Mr. Randy Davis **voted affirmatively** to adjourn at 10:19 a.m.

  
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Charles P. Bujol – Executive Director

  
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Larry Wilmer – Chairman