

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

**Monday, October 11, 2010  
Held Upon Adjournment of Investment Committee Meeting**

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. Jeffrey Faulk, Sr., Vice Chairman of the Board, called the meeting to order at 9:48 a.m. Roll was called by Ms. Jennifer Champagne.

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Members Present: Mr. Philip B. Walther, Mr. Eugene Rester, Jr., Ms. Judith Ann McKee, Ms. Kathy B. Landry, Ms. Betty Crain, Mr. Jeffrey Faulk, Sr., 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 Committee on Retirement, Mr. Matt Tessier – observer for Representative J. Kevin Pearson - Chairman of the House Committee on Retirement

Members Absent: Mr. Larry Wilmer – Chairman, Mr. John Kennedy – State Treasurer

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, Mr. Jerry Rhodus, Investment Officer 2, \*Ms. Donna Racca, Ms. Jennifer Champagne - Administrative Assistant 6 (Recording Secretary)

Also Present: Mr. Charles Hall, Hall Actuarial Associates

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\*Ms. Racca left at 10:49 a.m. (after LSERS' Proposed 2011-12 budget was approved)

## **DIRECTOR'S ANNOUNCEMENTS**

There were no announcements.

## **APPROVAL OF AGENDA**

The agenda was presented to the Board for approval.

**ON MOTION BY MS. CRAIN, SECONDED BY MS. MCKEE**, 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 approve the agenda.

## **PUBLIC COMMENT ON ANY ITEM ON AGENDA**

Mr. Faulk called for public comment on any item on the agenda. There was no one from the public in attendance.

## **ANNUAL REPORTS**

### **AUDIT REPORT – JUNE 30, 2010 – DUPLANTIER, HRAPMANN, HOGAN, & MAHER**

*Michelle H. Cunningham, C.P.A., Audit Partner*

Ms. Cunningham presented an audit report of the financial statements of the Louisiana School Employees' Retirement System (LSERS). It was noted that LSERS received the highest and cleanest opinion that could be obtained in an audit. Ms. Cunningham provided a detailed review of the audit and then addressed questions from the Board.

**ON MOTION BY MS. LANDRY, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT**, the Board accepted and approved the Audit Report.

### **ACTUARIAL REPORT – JUNE 30, 2010 – CHARLES HALL, HALL ACTUARIAL SERVICES**

*Charles G. Hall, Hall Actuarial Associates*

Mr. Hall provided a detailed report on the actuarial valuation of assets and liabilities, as well as funding requirements, for the Louisiana School Employees' Retirement System as of June 30, 2010. It was recommended that the Board approve the actuarial valuation, which includes the recommended contribution rate of 28.6% projected for fiscal year 2011-12. Mr. Hall then addressed questions from the Board.

**ON MOTION BY MS. MCKEE, SECONDED BY MR. WALTHER AND CARRIED BY UNANIMOUS CONSENT**, the Board approved the Actuarial Report and projected employer contribution rate of 28.6%.

### **REPORT/RECOMMENDATIONS OF INVESTMENT COMMITTEE**

Mr. Brosnan noted that there were no recommendations from the Investment Committee to be considered.

### **LSERS' PROPOSED 2011-12 BUDGET**

Mr. Bujol and Ms. Forbes provided a review of LSERS' proposed 2011-12 budget and then addressed questions from the Board.

**ON MOTION BY MS. LANDRY, SECONDED BY MR. RESTER AND CARRIED BY UNANIMOUS CONSENT**, the Board approved LSERS' 2011-12 Budget.

\*Ms. Donna Racca left the meeting at 10:49 a.m.

### **CONSIDERATION OF ENGAGING SERVICES OF WEILER & REES, ATTORNEYS AT LAW, TO PROVIDE TAX ADVICE TO LSERS**

Mr. Bujol and Mr. Ponder provided a brief review on engaging the services of a law firm to deal with current tax issues and assist in keeping abreast of changes in tax laws. It was recommended that the Board engage the services of Weiler & Rees, Attorneys at Law, to provide tax advice to LSERS.

**ON MOTION BY MS. LANDRY, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT**, the Board accepted the recommendation and approved hiring the law firm of Weiler & Rees, Attorneys at Law.

### **PUBLIC COMMENT**

There were no public comments.

## OTHER BUSINESS

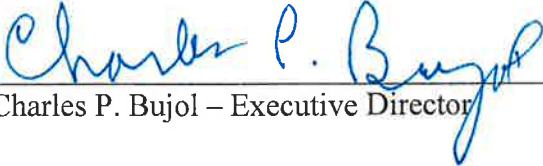
Mr. Bujol announced that staff was revising LSERS' website and logo and then yielded to Ms. Forbes for detailed information. Ms. Forbes noted that a website committee of LSERS staff was formed to create a new logo and revise the website. A handout of the rationale for creating a new logo and tag line for LSERS's website and letterhead was reviewed. It was noted that staff will be presenting ideas for the website at future meetings.

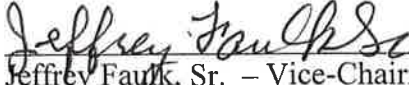
This led to a discussion on the old logo and its recognition of all members of LSERS. Consensus of the board was to bring this item up for discussion at the December 2010 board meeting.

Mr. Ponder noted that during next year's session and the following year legislators will be reviewing public pension benefits, structure, etc., and emphasized the importance of board members contacting their representatives to express their opinion on how the system is currently operating.

There was no other business to discuss.

**ON MOTION BY MR. RESTER, SECONDED BY MS. MCKEE AND CARRIED BY UNANIMOUS CONSENT,** the Board adjourned the meeting at 10:58 a.m.

  
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Charles P. Bujol – Executive Director

  
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Jeffrey Faulk, Sr. – Vice-Chairman