

Proposed: October 22, 2015  
Approved: October 22, 2015

**Louisiana State Employees' Retirement System  
Investment Committee Meeting**

**September 24, 2015**

The Investment Committee of the Louisiana State Employees' Retirement System met on Thursday, September 24, 2015, in the fourth floor Board room of the Retirement Systems building, 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Connie Carlton, Chair, called the meeting to order at 1:50 p.m. Roll call was conducted by Caye Weaver, recording secretary.

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**ROLL CALL**

Members present: Mr. Thomas Bickham; Ms. Connie Carlton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Kelli Rogers, designee – Louisiana State Treasurer; Ms. Janice Lansing; Ms. Barbara McManus; Mr. Ben Huxen, designee – Division of Administration; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet

Members absent: Senator Elbert Guillory; Representative Kevin Pearson

Staff present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director; Mr. Trey Boudreaux, Assistant Director; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Mr. Darren Fournerat, Ms. Laney Sanders, Ms. Celeste Funderburk, Ms. Alisa Lacombe, and Mr. Reeves Pearce

Also present: Mr. Rhett Humphreys and Mr. Jeff Roberts - NEPC

A quorum was declared present and the meeting opened for business. The Chair called for Public Comment. Ms. Rougeou introduced Ms. Kelli Rogers as the Louisiana State Treasurer designee.

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**REGULAR BUSINESS**

The committee considered the minutes of the August 27, 2015, Investment Committee meeting. **Mr. Bickham moved, seconded by Judge Kleinpeter, to**

**approve the minutes of the August 27, 2015, Investment Committee meeting. With no further discussion, and no objections, the motion carried.**

**NEW BUSINESS**

1. Private Equity – Buyout Search Review

Ms. Sanders, Mr. Roberts and Judge Kleinpeter reviewed the due diligence trip.

2. Private Equity – Buyout Finalists Interviews –

a. AEA Investors

Mr. Steve Ella and Mr. Brian Hoesterey appeared for AEA Investors

b. Brookfield Capital Partners

Mr. Cyrus Madon and Mr. Robert White appeared for Brookfield Capital Partners

c. Warburg Pincus

Mr. Joe Landry and Mr. John Shearburn appeared for Warburg Pincus

3. Discussion and Mandate Selection for Private Equity – Buyout Manager

After the interviews, Ms. Sanders and Mr. Roberts reviewed each manager’s presentation and answered Trustee questions. The Chair asked for their recommendations. Ms. Sanders and Mr. Roberts stated they recommend hiring two managers, AEA Investors and Brookfield Capital Partners, and commit \$50 million to each. Judge Kleinpeter stated he agreed with the recommendation. The Chair then asked for Mr. Beale’s recommendation. Mr. Beale stated he agreed with the presented recommendation and gave his reasons for the recommendation. The Chair asked for Ms. Rougeou’s recommendation. Ms. Rougeou stated that she held extensive conversations with staff and NEPC and she is comfortable with the recommendation presented. The Chair then called for the ballots to be distributed. Mr. Beale distributed the ballots and the recording secretary collected them. Mr. Beale and Ms. Rougeou tallied the ballots with the following results:

Trustee	AEA Investors	Brookfield Capital Partners	Warburg Pincus
Mr. Bickham	X	X	
Ms. Carlton, Chair (only votes in case of tie)			
Ms. Hodges	X	X	
Ms. Rogers	X	X	
Judge Kleinpeter	X	X	
Ms. Lansing	X	X	
Ms. McManus	X	X	

Trustee	AEA Investors	Brookfield Capital Partners	Warburg Pincus
Mr. Huxen	X	X	
Ms. Pierce	X	X	
Ms. Singleton	X	X	
Ms. Templet	X	X	

With AEA Investors and Brookfield Capital Partners receiving a unanimous vote, they were awarded the mandate. **Mr. Bickham moved, seconded by Judge Kleinpeter to award the Private Equity – Buyout mandate to AEA Investors and Brookfield Capital Partners, with each receiving a \$50 million commitment. With no further discussion, and no objections, the motion carried.**

#### 4. Monthly Performance Review

Mr. Beale reviewed the Plan performance for August.

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#### **OTHER BUSINESS**

No other business was brought before the committee.

With no further business to discuss, the meeting adjourned at 4:20 p.m.