

Proposed: February 16, 2017
Approved: February 16, 2017

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

January 25, 2017 and January 26, 2017

The Investment Committee of the Louisiana State Employees' Retirement System met on Wednesday, January 25, 2017, in the Abell Board room of the Lod Cook Alumni Center, 3838 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Kathy Singleton, Chair, called the meeting to order at 9:30 a.m. Caye Weaver, recording secretary, conducted roll call.

ROLL CALL

Members present: Mr. Thomas Bickham; Mr. John Broussard* – designee, State Treasurer; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Mr. Rick McGimsey – Designee, Commissioner of Administration; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Temple; Ms. Lorry Trotter

Members absent: Ms. Virginia Burton; Senator Barrow Peacock; Representative Kevin Pearson

Staff present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Vicari Grant, Executive Counsel; Investment Staff: Mr. Darren Fournier, Ms. Celeste Funderburk, Ms. Alisa Lacombe, and Mr. Reeves Pearce; and other LASERS staff

Also present: Ms. Shelley Johnson, Foster and Foster; Mr. Tony Gelderman, BLB&G

The Chair called for public comment. Hearing none, the Chair called for the next agenda item.

NEW BUSINESS

Actuarial Science Education

Ms. Shelley Johnson, Foster & Foster, gave an educational presentation on Actuarial Science

Laws, Rules and Regulations Education

Ms. Tina Grant – Executive Council, Mr. Steve Stark – Deputy General Council, and Mr. Trey Roche – Chief Risk Officer and Special Counsel, presented education on Laws, Rules and Regulations of the Retirement System.

Fiduciary Duty/Ethics Education

Mr. Tony Gelderman, BLB&G, gave an educational presentation on Fiduciary Duty and Ethics.

**Mr. Broussard left the meeting*

Index Methodology/Internal Funds Portfolio Review/Trading Report

Mr. Pearce and Mr. Fournierat presented education on Index Methodology and presented the Internal Funds Portfolio Review and Trading Report, as required by the Board Charter.

The Investment Committee then recessed and reconvened on Thursday, January 26, 2017, in the Abell Board Room of the Lod Cook Alumni Center, 3838 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Kathy Singleton, Chair, called the meeting to order at 9:30 a.m. Caye Weaver, recording secretary, conducted roll call.

Members present: Mr. Thomas Bickham; Ms. Virginia Burton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Mr. Rick McGimsey – Designee, Commissioner of Administration; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet; Ms. Lorry Trotter

Members absent: Mr. Ron Henson, State Treasurer; Senator Barrow Peacock; Representative Kevin Pearson

Staff present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Mr. Darren Fournierat, Ms. Laney Sanders, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Mr. Jacques Brousseau, Mr. Reeves Pearce; and other LASERS staff

Also present: Mr. Rhett Humphreys, Mr. Philip Nelson - NEPC; Mr. Gregg Hymowitz, Mr. David Livingston, and Mr. Amar Patel – EnTrustPermal; Mr. Jeff Jenkins, Mr. Foster Duncan, and Mr. Mark Spender – Bernhard Capital Partners; Mr. Alan Bowser and Mr. Paul Podolsky – Bridgewater Associates

A quorum was declared present and the meeting opened for business. The Chair called for Public Comment. Hearing none, the Chair then moved to the next agenda item.

REGULAR BUSINESS

The committee considered the minutes of the December 15, 2016, Investment Committee meeting. Judge Kleinpeter moved, seconded by Mr. Bickham, to approve the minutes of the December 15, 2016, Investment Committee meeting. With no further discussion, and no objections, the motion carried.

NEW BUSINESS

Monthly/Year-End 2016 Performance Review

Mr. Beale reviewed the Plan performance for calendar year 2016, and the month of December 2016. Mr. Humphreys advised the committee that Rice Hall James has been placed on NEPC's watch list due to a senior analyst being on temporary medical leave.

Asset Allocation

Mr. Phillip Nelson, NEPC LLC, gave an educational presentation on Asset Allocation

EnTrustPermal

Mr. Gregg Hymowitz – Chairman & CEO, Mr. David Livingston – Vice President, and Mr. Amar Patel – Managing Director gave an investment education presentation.

Bernhard Capital Partners

Mr. Jeff Jenkins – Partner, Mr. Foster Duncan – Operating Partner, and Mr. Mark Spender – Managing Director gave an investment education presentation.

Bridgewater Associates

Mr. Alan Bowser – Senior Client Advisor and Mr. Paul Podolsky – Portfolio Strategist, gave an investment education presentation.

OTHER BUSINESS

No other business was brought before the committee and the meeting adjourned at 3:00 p.m.