

**Louisiana State Employees' Retirement System
Regular Board Meeting
July 22 and 23, 2010**

The Board of Trustees of the Louisiana State Employees' Retirement System met on Thursday, July 22, 2010, in the fourth floor Board Room of the Retirement Systems Building located at 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Mr. Charles Castille, Board Chair, called the meeting to order at 2:10 p.m. Roll call was conducted by Caye Weaver, recording secretary.

Members present: Ms. Connie Carlton, Mr. Charles Castille, Ms. Beverly Hodges, Ms. Janice Lansing, Ms. Barbara McManus, Ms. Lori Pierce, Ms. Sheryl Ranatza, Ms. Kathy Singleton

Members absent: Senator Butch Gautreaux, Mr. Whit Kling, designee of the Treasurer, Ms. Susan Pappan, Representative Kevin Pearson

Staff present: Ms. Cynthia Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director; Mr. Trey Boudreaux, Assistant Director; Mr. Bobby Beale, Chief Investment Officer; Mr. Troy Searles, Deputy Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Celeste Funderburk, Alisa Lacombe, Mac Owens, Chris Hill, Laney Sanders, Darren Fournerat, Will Hardee

Also present: Mr. Jeff Markarian and Mr. Jeff Roberts - NEPC, LLC

A quorum was declared present and the meeting opened for business.

New Business

International Small Cap Equity Finalists Review

Mr. Beale reviewed the purpose of the International Small Cap Equity search. Then, he and Mr. Markarian reviewed the due diligence visits made to each finalist.

International Small Cap Equity Finalists Interviews

a. Dimensional Fund Advisors, L.P.

Mr. Jim Charles, Mr. Jed Fogdall and Mr. Stephen Clark appeared before the Board for Dimensional Fund Advisors, L.P.

b. Pyramis Global Advisors

Ms. Sue Curran and Mr. Robert Feldman appeared before the Board for Pyramis Global Advisors

c. Wellington Management Company, LLP

Mr. David Settles and Mr. Simon Thomas appeared before the Board for Wellington Management Company, LLP

Discussion and Mandate Selection of International Small Cap Equity Manager

Mr. Beale, Mr. Markarian, and the Trustees reviewed the three finalists. Mr. Beale stated he recommends Pyramis Global Advisors, and Mr. Markarian stated that NEPC's recommendation is to hire Pyramis Global Advisors. Mr. Castille asked Ms. Rougeou for her recommendation and she stated she is comfortable with the recommendation of the CIO and NEPC. Ms. Carlton asked if a fee break were possible from Pyramis. Mr. Markarian stated that he has been in negotiations with them concerning fees. Mr. Beale stated he would try to negotiate further. With no further discussion, the Chair called for a vote and ballots were passed out. After voting, Mr. Beale tallied the votes and read the results, which were:

	Dimensional Fund Advisors, L.P.	Pyramis Global Advisors	Wellington Management Company, L.P.
Connie Carlton		✓	
Charles Castille, tie only			
Senator Gautreaux <i>absent</i>	—	—	—
Beverly Hodges		✓	
Whit Kling, designee - State Treasurer <i>absent</i>	—	—	—
Janice Lansing		✓	
Barbara McManus		✓	
Susan Pappan <i>absent</i>	—	—	—
Rep. Kevin Pearson <i>absent</i>	—	—	—
Lori Pierce —	<i>abstained</i>	—	—
Sheryl Ranatza		✓	
Kathy Singleton		✓	
TOTAL		6	

Ms. Carlton moved, seconded by Ms. Ranatza, to award the International Small Cap Equity mandate to Pyramis Global Advisors, and directed staff to negotiate fees. With no further discussion, and no objections, the motion carried.

Ms. Carlton reported that the Investment Committee met Thursday, July 22, 2010, and had the following item to report:

The Investment Committee recommended and Ms. Carlton moved, seconded by Ms. Ranatza, to commit \$40 million to TCW-EIG Energy Fund XV. With no objections, and no discussion, the motion carried.

The Board recessed at 4:45 p.m.

The Board of Trustees of the Louisiana State Employees' Retirement System reconvened on Friday, July 23, 2010, in the fourth floor conference room of the Retirement Systems Building located at 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Mr. Charles Castille, Board Chair, called the meeting to order at 10:16 a.m. A quorum was not present and no business was conducted. The meeting adjourned at 10:17 a.m.