

**Louisiana State Employees' Retirement System
Regular Board Meeting
August 23 & 24, 2012**

The Board of Trustees of the Louisiana State Employees' Retirement System met on Thursday, August 23, 2012, in the fourth floor Board Room of the Retirement Systems Building located at 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Connie Carlton, Board Chair, called the meeting to order at 1:00 p.m. Roll call was conducted by Ms. Kai Ranallo, recording secretary.

Members Present: Mr. Thomas Bickham, Ms. Connie Carlton, Ms. Beverly Hodges, Judge William Kleinpeter, Ms. Amy Mathews (designee for Treasurer), Ms. Janice Lansing, Ms. Barbara McManus, Ms. Lori Pierce, **Ms. Suzette Meiske (designee of the Commissioner)*, 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; Mr. Troy Searles, Deputy Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Ms. Kai Ranallo, recording secretary; and other LASERS Staff: Mr. Darren Fournerat, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Mr. Jacques Brousseau, Ms. Laney Sanders, Mr. Duc Vu, Matt Labruyere

Also present: Mr. Rhett Humphreys and Mr. David Barnes with NEPC, LLC

A quorum was declared present and the meeting opened for business. Ms. Carlton called for public comment. No public comments were made.

New Business

Mr. Beale reviewed the second quarter performance review. He also stated that the total plan for the month of July was up 1.1%.

Mr. Humphreys reviewed the flash report for July 2012. **(Ms. Meiske entered the meeting.)*

Mr. Barnes and Mr. Fournerat gave an overview of their analysis after the due diligence visits of the four finalists.

The following Emerging Markets Debt Finalists presented to the Board:

- Mr. Werner Gey Van Pittius and Mr. Steven Paddon with Investec Asset Management.
- Ms. Joanna Bates and Mr. Justin Richards with Mondrian Investment Partners.
- Ms. Eugene Coi and Mr. Jean-Pierre Gemme with Pictet Asset Management.
- Mr. Jim Craige and Mr. Chris Mitrovich with Stone Harbor Investment Partners. **(Mr. Bickham left the meeting.)*

Ms. Carlton called for ballots and Mr. Beale distributed and retrieved the ballots. Ms. Rougeou and Mr. Beale tallied the votes and Mr. Beale read them aloud as follows:

Trustee	Investec Asset Management	Mondrian Investment Partners	Pictet Asset Management	Stone Harbor Investment Partners
Ms. Carlton				✓
Ms. Hodges				✓
Ms. Mathews				✓
Judge Kleinpeter				✓
Ms. Lansing				✓
Ms. McManus				✓
Ms. Pierce				✓
Ms. Meiske				
Ms. Singleton				✓
Ms. Templet				✓

Ms. Hodges moved, seconded by Ms. McManus, to hire Stone Harbor and allocate approximately \$180 million to that portfolio. Ms. Meiske abstained from the vote. Ms. McManus asked that the best rate be negotiated for all investment fees. With no objection or further discussion, the motion carried.

With no further business to discuss, the Board then recessed at 4:30 p.m.

The Board of Trustees of the Louisiana State Employees' Retirement System reconvened on Friday, August 24, 2012, in the fourth floor Board Room of the Retirement Systems Building located at 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Connie Carlton, Board Chair, called the meeting to order at 10:40 a.m. Roll call was conducted by Ms. Kai Ranallo, recording secretary.

Members Present: Mr. Thomas Bickham, Ms. Connie Carlton, Ms. Beverly Hodges, Judge William Kleinpeter, Mr. Whit Kling (designee for the

Treasurer), Ms. Janice Lansing, Ms. Barbara McManus, Dr. Steven Procopio (designee for the Commissioner), Ms. Kathy Singleton, Ms. Shannon Templet

Members Absent: Senator Elbert Guillory, Representative Kevin Pearson, Ms. Lori Pierce,

Staff Present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director; Mr. Trey Boudreaux, Assistant Director; Ms. Tina Grant, Executive Counsel; Mr. Bobby Beale, Chief Investment Officer; Ms. Kai Ranallo, recording secretary and LASERS staff; Ms. Cindy Taylor, Mr. Ryan Babin, Mr. Matt Labruyere, Mr. Artie Fillastre, Mr. Lance Armstrong, Mr. Blake Lee, Ms. Jessica Carnell

Also Present: Ms. Shelley Johnson, SJ Actuarial

A quorum was declared present and the meeting opened for business. Ms. Carlton called for public comment. No public comments were made.

Regular Business

Ms. Carlton called for approval of the minutes of the July 26 & 27, 2012, Board Meeting. Ms. Templet moved, seconded by Ms. Hodges, to approve the minutes. With no objection or discussion, the motion passed.

Ms. McManus reported that the Management Committee met on Friday, August 24, 2012, and had the following items to report:

The Management Committee recommended and Ms. McManus so moved, seconded by Judge Kleinpeter, to approve the August 2012 retirement disability report. With no objection or discussion, the motion carried.

The Management Committee recommended and Ms. McManus so moved, seconded by Ms. Templet, to approve the 2013 board meeting dates as presented. With no objection or discussion, the motion carried.

The Management Committee recommended and Ms. McManus so moved, seconded by Ms. Hodges, to approve the strategic plan as discussed. With no objection or discussion, the motion carried.

The Management Committee recommended and Ms. McManus so moved, seconded by Ms. Templet, to approve the revised rule for the election of Trustees and the new rule for establishing plan years and limitation years. With no objection or discussion, the motion carried.

New Business

Ms. Rougeou introduced Ms. Jessica Carnell with the Audit Division as a LASERS new employee.

Ms. Rougeou introduced Mr. Blake Lee as LASERS employee of the quarter.

Adjournment

With no other business to discuss the meeting adjourned at 10:43 a.m.

A handwritten signature in black ink, appearing to be 'C. Rougeou', written over a horizontal line.

Cindy Rougeou, Executive Director