

**Louisiana State Employees' Retirement System
Regular Board Meeting
June 23, 2016**

The Board of Trustees of the Louisiana State Employees' Retirement System met on Thursday, June 23, 2016, in the fourth floor Board Room of the Retirement Systems building, 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Janice Lansing, Board Vice Chair, called the meeting to order at 4:28 p.m. Roll call was conducted by Caye Weaver, recording secretary.

Members Present: Mr. John Broussard (designee of the Treasurer), Ms. Beverly Hodges, Ms. Janice Lansing, Mr. Rick McGimsey (designee of the Commissioner), Ms. Lori Pierce, Ms. Kathy Singleton, Ms. Shannon Templet, Ms. Lorry Trotter

Members Absent: Mr. Thomas Bickham, Ms. Virginia Burton, Judge William Kleinpeter, Senator Barrow Peacock, Representative Kevin Pearson

Staff Present: Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Investment Staff: Mr. Darren Fournerat, Ms. Laney Sanders, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Mr. Reeves Pearce, Mr. Jacques Brousseau

Also Present: Mr. Rhett Humphreys and Mr. Jeffrey Roberts - NEPC

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

REGULAR BUSINESS

Ms. Singleton reported the Investment Committee met on Thursday, June 23, 2016, and had the following items to report:

The Investment Committee recommended, and Ms. Singleton moved, seconded by Ms. Templet, to hire three managers for the Private Equity Distressed/Special Situations mandate. With no discussion, and no objections, the motion carried.

The Investment Committee recommended, and Ms. Singleton moved, seconded by Mr. Broussard, to hire Cerberus Capital Management for \$125 million; Gamut Capital Management for \$50 million; and Oak Hill Advisors for \$50 million; for the

Private Equity Distressed/Special Situations mandate. With no discussion and no objections, the motion carried.

The Investment Committee recommended, and Ms. Singleton moved, seconded by Ms. Trotter, to begin a search for a Private Equity Emerging Markets manager. With no discussion, and no objections, the motion carried.

The meeting recessed at 4:30 p.m.

**Louisiana State Employees' Retirement System
Regular Board Meeting
June 24, 2016**

The Board of Trustees of the Louisiana State Employees' Retirement System reconvened on Friday, June 24, 2016, in the fourth floor Board Room of the Retirement Systems building, 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Janice Lansing, Board Vice Chair, called the meeting to order at 10:59 a.m. Roll call was conducted by Abby Partin, recording secretary.

Members Present: Ms. Beverly Hodges, Ms. Janice Lansing, Mr. Rick McGimsey (designee of the Commissioner), Ms. Lori Pierce; Ms. Kathy Singleton, Ms. Shannon Temple, Ms. Lorry Trotter

Members Absent: Mr. Thomas Bickham, Ms. Virginia Burton, Judge William Kleinpeter, Senator Barrow Peacock, Representative Kevin Pearson, Mr. John Kennedy

Staff Present: Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Mr. Steve Stark, Deputy General Counsel; Ms. Tonja Normand, PID Director; Tricia Gibbons, Retirement Benefits Administrator; Mr. Dan Bowden, IT Director; Mr. Ryan Babin, Audit Director; Mr. Artie Fillastre, Chief Fiscal Officer; Mr. Trey Roche, Attorney; Mr. Carlos Jones, Retirement Benefits Educator; Ms. Jeanne Peneguy, Retirement Benefits Manager; Ms. Amanda Celestine, Executive Manager Officer; Ms. Abby Partin, recording secretary

Also Present: Ms. Shelley Johnson, Foster & Foster, Ms. Annie Smith, House Retirement Committee

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

Regular Business

Ms. Lansing called for approval of the minutes of the May 19, 2016 Board Meeting. Ms. Templet moved, seconded by Ms. Hodges, to approve the minutes. With no objection or discussion, the motion passed.

Ms. Trotter reported the Audit Committee met on Friday, June 24, 2016 and had the following items to report:

Ms. Trotter moved, seconded by Ms. Templet, to approve the Louisiana Compliance Questionnaire, as presented. With no objection or discussion, the motion passed.

Ms. Trotter moved, seconded by Ms. Singleton, to approve the 2017 Audit Plan, as presented. With no objection or discussion, the motion passed.

Ms. Trotter moved, seconded by Ms. Templet, to approve the Audit Committee Charter Updates, as presented. With no objection or discussion, the motion passed.

Ms. Trotter moved, seconded by Ms. Templet, to approve the Audit Services Division Charter Updates, as presented. With no objection or discussion, the motion passed.

Ms. Hodges reported the Legislative Committee met on Friday, June 24, 2016 and there were no items to report.

Ms. Templet reported the Management Committee met on Friday, June 24, 2016 and had the following items to report:

Ms. Templet moved, seconded by Ms. Trotter, to approve a plan to reduce the discount rate from 7.75% to 7.5%, in .05% increments over five years for funding and GASB purposes, beginning July 1, 2017. With no objection or discussion, the motion passed.

Ms. Templet moved, seconded by Ms. Singleton, to reduce the discount rate from 7.75% to 7.5%, for purposes of internal calculations, beginning July 1, 2017. With no objection or discussion, the motion passed.

Ms. Templet moved, seconded by Ms. Singleton, to approve the reinstatement of benefits of the described disability members in accordance to R.S. 11:221. With no objection or discussion, the motion passed.

Ms. Templet moved, seconded by Ms. Trotter, to approve the June 2016 Retirement Disability Report. With no objection or discussion, the motion passed.

Mr. Stark presented the administrative errors report. **Ms. Templet moved, seconded by Mr. McGimsey, to acknowledge receipt of the administrative errors report and documentation. With no objection or discussion, the motion carried.**

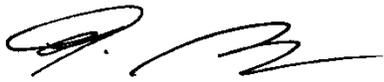
New Business

Mr. Stark asked the Board for their decision in the Bessie Hall appeal. **Ms. Templet moved, seconded by Ms. Hodges, to deny the appeal of Bessie Hall. With no objection or discussion, the motion passed.**

Ms. LeBlanc stated there were no new employees to introduce this month.

Adjournment

With no other business to discuss the meeting adjourned at 11:07 a.m.



Cindy Rougeou, Executive Director