

Proposed: March 27, 2014
Approved: March 27, 2014

Louisiana State Employees' Retirement System
Investment Committee Meeting

February 20, 2014

The Investment Committee of the Louisiana State Employees' Retirement System met on Thursday, February 20, 2014, in the fourth floor conference room of the Retirement Systems Building located at 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Connie Carlton, Board Vice-Chair, called the meeting to order at 1:00 p.m. Roll call was conducted by Caye Weaver, recording secretary.

ROLL CALL

Members present: Ms. Connie Carlton; Mr. Ben Huxen, (designee for Commissioner of Administration); Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews, (designee for Treasurer); Ms. Barbara McManus; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet

Members absent: Mr. Thomas Bickham; Senator Elbert Guillory; Ms. Beverly Hodges; 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; Ms. Tina Grant, Executive Counsel; Mr. Troy Searles, Deputy Chief Investment Officer; Investment Staff: Mr. Jacques Brousseau, Mr. Darren Fournerat, Ms. Celeste Funderburk, Ms. Alisa Lacombe

Also present: Mr. Rhett Humphreys, NEPC

A quorum was declared present and the meeting opened for business. The Chair called for Public Comment. No one appeared before the Committee for public comment.

REGULAR BUSINESS

The committee considered the minutes of the January 22, 2014, and January 23, 2014, Investment Committee meetings. **Ms. Templet moved, seconded by Ms. McManus, to approve the minutes of the January 22, 2014, and January 23, 2014, Investment Committee meetings. With no further discussion, and no objections, the motion carried.**

NEW BUSINESS

Annual Bank of New York-Mellon (Custodian) Review

Ms. Yvonne Utz and Mr. George Gilmer appeared before the committee to give a review of the custodian services provided by Bank of New York-Mellon for LASERS.

EnTrust Discussion & Recommendation for Additional Commitment

Mr. Fournerat reviewed the performance of the EnTrust portfolio since inception and recommended that LASERS commit an additional \$50 million to the portfolio. Mr. Humphreys stated that NEPC agrees with the proposal. **After discussion, Ms. McManus moved, seconded by Ms. Templet, to commit an additional \$50 million to EnTrust Partners. With no further discussion, and no objections, the motion carried.**

2014 Private Equity Strategic Plan and Recommendations

Ms. Sanders and Mr. Humphreys presented the 2014 Private Equity Strategic Plan and recommendations to the committee. **After discussion, Ms. McManus moved, seconded by Ms. Pierce, to approve the 2014 Private Equity Strategic Plan, as presented. With no further discussion, and no objections, the motion carried.**

Asset Allocation Review

Mr. Humphreys presented the 2014 Capital Markets Outlook to the committee. He stated that staff and NEPC will come back in March with asset allocation recommendations.

4th Quarter 2013 Performance Review

Mr. Beale reviewed the fourth quarter 2013 performance with the committee. He stated that Fiscal-Year-to-Date, as of December 31, 2013, the Total Plan return is 11%. He then reviewed January, 2014, performance and stated the total plan Fiscal-Year-to-Date the return is 8.6%.

Executive Session - Potential BP Securities Fraud Litigation

Ms. Singleton moved, seconded by Ms. Lansing, to go into executive session for the purpose of discussing potential BP Securities Fraud Litigation. With no further discussion, and no objections, the motion carried.

Ms. Templet moved, seconded by Ms. McManus, to return to regular session. With no further discussion, and no objections, the motion carried.

Ms. McManus moved, seconded by Judge Kleinpeter, to authorize staff to move forward with its investigation into the possibility of taking action against BP and move forward with litigation, if deemed appropriate by the Executive Director. With no further discussion, and no objections, the motion carried.

Annual Consultant Review

Mr. Humphreys and the committee met for the annual consultant review.

OTHER BUSINESS

There was no other business to bring before the committee.

With no further business to discuss, the meeting adjourned at 4:01 p.m.