

**Proposed: February 26, 2015**  
**Approved: February 26, 2015**

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

**January 21, 2015 and January 22, 2015**

The Investment Committee of the Louisiana State Employees' Retirement System met on Wednesday, January 21, 2015, in the Abell Board Room of the Lod Cook Alumni Center, located at 3848 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Janice Lansing, Committee Chair, called the meeting to order at 9:30 a.m. Roll call was conducted by Caye Weaver, recording secretary.

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**ROLL CALL**

Members present: Mr. Thomas Bickham; Ms. Connie Carlton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; \*Ms. Amy Mathews, designee – Louisiana State Treasurer; Ms. Barbara McManus; \*Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet

Members absent: Senator Elbert Guillory; Commissioner of Administration Kristy Nichols; 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; Investment Staff: Mr. Jacques Brousseau, Mr. Darren Fournerat, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Ms. Laney Sanders, Mr. Reeves Pearce, and other LASERS staff

Also present: Mr. Steve Stark, Deputy General Counsel, Mr. Trey Roche, Attorney, Legal Division; Mr. Rhett Humphreys and Mr. Phillip Nelson - NEPC; Ms. Shelley Johnson - Foster & Foster

*\*arrived after roll call*

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.

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### **Actuarial Science Education**

Ms. Shelley Johnson, with Foster & Foster, gave a presentation on the history of the system's unfunded accrued liability.

### **Laws, Rules and Regulations Education**

Ms. Tina Grant, Mr. Steve Stark, and Mr. Trey Roche gave an educational presentation on Retirement System Laws, Rules and Regulations.

### **Investment Education: Comparison of Public Plan Asset Allocation**

Mr. Reeves Pearce presented an asset allocation peer review.

*\*Ms. Matthews arrived*

*The committee broke for lunch from 12:00 p.m. to 1:00 p.m.*

*Ms. Lansing left the meeting, and Ms. Singleton, Board Vice Chair, assumed the Chair.*

*\*Ms. Pierce arrived*

### **Investment Education: Asset Allocation Review**

Mr. Rhett Humphreys gave a presentation on asset allocation and capital market assumptions.

### **Investment Education: Investment Portfolio Structure: Fund of Funds vs Direct**

Mr. Darren Fournerat and Ms. Laney Sanders compared Fund of Funds investing with Direct investing.

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The Investment Committee then recessed at 3:00 p.m. and reconvened Thursday, January 22, 2015, in the Abell Board Room of the Lod Cook Alumni Center, 3848 W. Lakeshore Drive, Baton Rouge Louisiana. Ms. Janice Lansing, Committee Chair, called the meeting to order at 9:30 a.m. Roll call was conducted by Ms. Caye Weaver, recording secretary.

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## ROLL CALL

Members present: Mr. Thomas Bickham; Ms. Connie Carlton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews, designee – Louisiana State Treasurer; Ms. Barbara McManus; \*Ms. Ashlee McNeely, designee – Commissioner of Administration; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet

Members absent: Senator Elbert Guillory; 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; Investment Staff: Mr. Jacques Brousseau, Mr. Darren Fournerat, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Mr. Reeves Pearce, Ms. Laney Sanders, and other LASERS staff

Also present: Mr. Rhett Humphreys - NEPC, LLC; Mr. Chris Stringer, Mr. Gordon Hargraves and Ms. Kee Rabb – Private Advisors; Dr. Jim Berens, Ms. Putri Pascualy, and Mr. Andrew Ross – PAAMCO; Mr. Jim Bernhard and Mr. Jeff Jenkins – Bernhard Capital Partners; Mr. Amar Patel and Mr. Gregg Himowitz - EnTrust Capital Partners; Mr. Alan Bowser and Mr. James Haskel, Bridgewater Associates

*\*arrived after roll call*

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.

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## **REGULAR BUSINESS**

The committee considered the minutes of the December 11, 2014, Investment Committee meeting. **Ms. McManus moved, seconded by Ms. Mathews, to approve the minutes of the December 11, 2014, Investment Committee meeting. With no further discussion, and no objections, the motion carried.**

*\*Ms. McNeely arrived*

## **NEW BUSINESS**

### **Monthly/Year-End 2014 Performance Review**

Mr. Beale presented a review of the Plan performance for year-end 2014 and January 2015. He stated that Fiscal-Year-to-Date, as of December 31, 2014, the Plan performance is -1.3%.

### **Private Advisors**

Mr. Chris Stringer, Mr. Gordon Hargraves and Ms. Kee Rabb gave an educational presentation on Fund of Funds investing.

### **PAAMCO**

Dr. Jim Berens, Ms. Putri Pascualy and Mr. Andrew Ross gave a presentation on Hedge Fund investing along with a portfolio review.

### **Bernhard Capital Partners**

Mr. Jim Bernhard and Mr. Jeff Jenkins gave a presentation on energy investing.

*The committee broke for lunch from 12:45 p.m. to 1:15 p.m.*

### **EnTrust Partners**

Mr. Gregg Hymowitz and Mr. Amar Patel, with EnTrust Partners, gave a portfolio review of EnTrust Magnolia Partners.

### **Bridgewater Associates**

Mr. Alan Bowser and Mr. James Haskel, with Bridgewater Associates, gave a portfolio review of the funds LASERS is invested in and a global outlook.

## **OTHER BUSINESS**

There was no other business to bring before the committee.

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With no further business to discuss, the meeting adjourned at 3:00 p.m.