

Proposed: June 25, 2015
Approved: June 25, 2015

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

May 21, 2015

The Investment Committee of the Louisiana State Employees' Retirement System met on Thursday, May 21, 2015, in the Fourth floor Board Room of the Retirement Systems building, 8401 United Plaza Boulevard, Baton Rouge, Louisiana. Ms. Lansing, 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: Mr. Afranie Adomako, designee – Commissioner of Administration; Mr. Thomas Bickham; Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews, designee – Louisiana State Treasurer; Ms. Barbara McManus; Ms. Lori Pierce; Ms. Kathy Singleton

Members absent: Ms. Connie Carlton; Senator Elbert Guillory; Ms. Beverly Hodges; Representative Kevin Pearson; Ms. Shannon Templet

Staff present: Ms. Maris LeBlanc, Deputy Director; Mr. Trey Boudreaux, Assistant Director; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Mr. Darren Fournerat, Ms. Alisa Lacombe, Ms. Laney Sanders, Mr. Jacques Brousseau, Mr. Reeves Pearce, and Mr. Blake Steger

Also present: Mr. Rhett Humphreys and Mr. Jeff 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 agenda item.

REGULAR BUSINESS

The committee considered the minutes of the April 23, 2015, Investment Committee meeting. **Mr. Bickham moved, seconded by Ms. Mathews, to approve the minutes of the April 23, 2015, Investment Committee meeting. With no further discussion, and no objections, the motion carried.**

NEW BUSINESS

1st Quarter 2015 Performance Review

Mr. Beale reviewed the Fund performance with the committee. He stated that Fiscal-Year-to-Date, as of April 30, 2015, the Fund is at 2.9%. Mr. Beale also reviewed LASERS TUCS rankings with the committee. He reminded the committee that asset allocation will be reviewed in the upcoming committee meetings.

Mr. Beale advised the committee that the 2014 Investment Division Annual Report won the Gold Hermes award and commended Ms. Funderburk and Ms. Lacombe for their work on the report.

Mr. Humphreys reviewed the April, 2015, Flash Report with the committee.

Private Equity – Energy Mandate Search Review

Ms. Sanders and Mr. Roberts reviewed the due diligence undertaken in the Private Equity – Energy mandate search.

Private Equity – Energy Finalists Interviews

- Mr. Pierre Lapeyre, Mr. Jim McGee, and Mr. John Cosgrove, with Riverstone Holdings, appeared before the committee.
- Mr. Danny Weingeist, and Ms. Andrea Bollyky, with Kayne Anderson Capital Partners, appeared before the committee.
- Mr. Robb Turner, and Mr. Matt Nelson, with ArcLight Capital Partners, appeared before the committee.

Discussion and Mandate Selection of Private Equity – Energy Manager

Ms. Sanders and Mr. Roberts reviewed the manager interviews and due diligence findings with the committee. Ms. McManus asked for staff and NEPC recommendations. Ms. Sanders stated that both staff and NEPC recommend ArcLight Capital Partners. Mr. Beale agreed with the recommendation. The Chair called for ballots and the recording secretary passed out the ballots. After the ballots were collected and tallied, Mr. Beale read the results which are as follows:

Mr. Bickham	ArcLight Capital Partners
Ms. Mathews	Riverstone Holdings
Judge Kleinpeter	ArcLight Capital Partners

Ms. Lansing	ArcLight Capital Partners
Ms. McManus	ArcLight Capital Partners
Ms. Pierce	Kayne Anderson Capital Partners
Mr. Adomako	ArcLight Capital Partners
Ms. Singleton	ArcLight Capital Partners

With ArcLight Capital Partners, receiving the majority of votes, Judge Kleinpeter moved, seconded by Mr. Bickham, to award the Private Equity – Energy mandate to ArcLight Capital Partners. With no further discussion, and no objections, the motion carried.

With no further business to discuss, the meeting adjourned at 4:16 p.m.