

Proposed: March 17, 2016
Approved: March 17, 2016

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

January 20, 2016, and January 21, 2016

The Investment Committee of the Louisiana State Employees' Retirement System met on Wednesday, January 20, 2016, in the Abell Board room of the Lod Cook Alumni Center, 3838 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Janice Lansing, Board Vice Chair, called the meeting to order at 9:30 a.m. Roll call was conducted by Caye Weaver, recording secretary.

ROLL CALL

Members present: Mr. Thomas Bickham; Ms. Virginia Burton; Ms. Barbara Goodson*, designee – Commissioner of Administration; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews*, designee – State Treasurer; Ms. Lori Pierce*; Ms. Kathy Singleton; Ms. Shannon Templet*; Ms. Lorry Trotter

Members absent: Senator Barrow Peacock; (Chair of the House Retirement Committee not yet named)

Staff present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Mr. Darren Fournerat, Ms. Laney Sanders, Ms. Alisa Lacombe, Mr. Jacques Brousseau, Mr. Reeves Pearce; and other LASERS staff

**arrived after roll call*

A quorum was declared present and the meeting opened for business. The Chair called for Public Comment. Ms. Rougeou advised the Committee that the PRSAC meeting would be held Thursday afternoon. The Chair then moved to the next agenda item.

NEW BUSINESS

1. Actuarial Science Education

Ms. Johnson, with Foster & Foster, presented an educational presentation on Actuarial Science.

**Ms. Goodson arrived*

2. Laws, Rules and Regulations Education

Ms. Grant, Mr. Stark, and Mr. Roche gave an educational presentation on Disability, Public Records and Survivor Benefits.

3. Fiduciary Education

Ms. Rougeou presented an educational presentation on Fiduciary Duty.

The Investment Committee broke for lunch at 12:30 p.m. and returned at 1:00 p.m.

**Ms. Mathews, Ms. Pierce, and Ms. Templet arrived. Ms. Hodges left the meeting.*

4. Ethics Education

Ms. LeBlanc presented Ethics education to the Committee.

**Ms. Goodson left the meeting*

5. Trading Report; Internal Funds Portfolio Review; Peer Comparison

Mr. Fournerat, Mr. Brousseau and Mr. Pearce presented the Investment Trading Report education, the Internal Funds Portfolio education, and the Asset Allocation Peer Review.

The Investment Committee then recessed and reconvened on Thursday, January 21, 2016, in the Abell Board Room of the Lod Cook Alumni Center, 3838 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Janice Lansing, Board Vice Chair, called the meeting to order at 9:30 a.m. Roll call was conducted by Caye Weaver, recording secretary.

Members present: Ms. Virginia Burton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews, designee – State Treasurer; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet; Ms. Lorry Trotter

Members absent: Mr. Thomas Bickham; Mr. Jay Dardenne, Commissioner of Administration; Senator Barrow Peacock; (Chair of the House Retirement Committee not yet named)

Staff present: Ms. Cindy Rougeou, Executive Director; Ms. Maris LeBlanc, Deputy Director & Chief Operating Officer; Mr. Trey Boudreaux, Chief Administrative Officer; Mr. Bobby Beale, Chief Investment Officer; Ms. Tina Grant, Executive Counsel; Investment Staff: Mr. Darren Fournerat, Ms. Laney Sanders, Ms. Celeste Funderburk, Ms. Alisa Lacombe, Mr. Jacques Brousseau, Mr. Reeves Pearce; and other LASERS staff

Also present: Mr. Rhett Humphreys, Mr. Chris Hill - NEPC

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

I. REGULAR BUSINESS

- 1. The committee considered the minutes of the December 17, 2015, Investment Committee meeting. Judge Kleinpeter moved, seconded by Ms. Mathews, to approve the minutes of the December 17, 2015, Investment Committee meeting. With no further discussion, and no objections, the motion carried.**

II. NEW BUSINESS

6. Monthly/Year-End 2015 Performance Review

Mr. Beale and Mr. Humphreys reviewed the Investment performance for calendar year 2015.

7. Investment Guidelines Discussion and Recommendation
 - a. Goldman Sachs International Small Cap Equity

Mr. Humphreys reviewed the guideline exemptions for Goldman Sachs, International Small Cap Equity portfolio. After discussion, Ms. Templet moved, seconded by Judge Kleinpeter, to approve the Goldman Sachs Asset Management Investment guideline changes. With no further discussion, and no objections, the motion carried.

8. Asset Allocation Education

Mr. Humphreys presented an educational presentation on Asset Allocation.

9. Global Multi-Sector Fixed Income Education

Mr. Hill presented an educational presentation on the Global Multi-Sector Fixed Income asset class.

10. Global Multi-Sector Fixed Income Discussion and Recommendation

Mr. Hill and Mr. Fournerat reviewed the due diligence trips for the Global Multi-Sector Fixed Income mandate. They recommended that the Board interview the following managers: DoubleLine Capital, Golden Tree Asset Management, Marathon Asset Management, and Neuberger Berman. **After discussion, Ms. Mathews moved, seconded by Ms. Templet, to interview the following managers for the Global Multi-Sector Fixed Income Mandate: DoubleLine Capital, Golden Tree Asset Management, Marathon Asset Management and Neuberger Berman. With no further discussion, and no objections, the motion carried.**

The Investment Committee then recessed and reconvened in the Abell Board Room of the Lod Cook Alumni Center, 3838 W. Lakeshore Drive, Baton Rouge, Louisiana. Ms. Janice Lansing, Board Vice Chair, called the meeting to order at 1:00 p.m. Roll call was conducted by Caye Weaver, recording secretary.

Members present: Mr. Thomas Bickham; Ms. Virginia Burton; Ms. Beverly Hodges; Judge William Kleinpeter; Ms. Janice Lansing; Ms. Amy Mathews, designee – State Treasurer; Ms. Lori Pierce; Ms. Kathy Singleton; Ms. Shannon Templet; Ms. Lorry Trotter

Members absent: Mr. Jay Dardenne, Commissioner of Administration; Senator Barrow Peacock; (Chair of the House Retirement Committee not yet named)

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

Also present: Mr. Chris Hill - NEPC

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

II. NEW BUSINESS (continued)

11. EnTrust Partners

Mr. Gregg Hymowitz, Mr. Amar Patel, Mr. David Livingston from EnTrust Partners; Mr. Jonathan Savitz from Greywolf Capital, and Mr. Robert Koenigsberger from Gramercy, gave an educational presentation.

12. Bridgewater Associates

Mr. Jeff Gardner and Mr. Alan Bowser presented an educational presentation.

OTHER BUSINESS

No other business was brought before the committee. With no further business to discuss, the meeting adjourned at 3:25 p.m.