

**Teachers' Retirement System of Louisiana**  
**Board of Trustees**  
**8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809**  
**Upon Adjournment of Investment Committee – Thursday**  
**September 5, 2019**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Holly Gildig, David Hennigan, Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Neshelle Nogess, John Parauka, Suzette Riddle, Dr. Tom Stafford, and Dr. James Taylor

**MEMBERS ABSENT:** Ricky Julien, Sr. Senator Barrow Peacock, Representative J. Kevin Pearson, Kelly Thompson, and State Superintendent John White

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Jeff LaCour, Philip Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Randall Harrison, Linnie Johnson, Steve Marangos, Dionne Rabalais, Davorio Stephenson, Matt Tessier, Luis Welchez, Charlene Wilson, Laurie Wright, and Lisa Barousse

Each member of the Board received the following:

1. September 2019 Board Book
2. Investment Committee Meeting September 5, 2019, Performance Report – July 31, 2019
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; Aon Hewitt Investment Consulting, Inc.; Cabot Properties, L.P.; and Quantitative Management Associates, LLC
4. *TRSL Actuarial Valuation & ASOP 51 Risk Analysis/Disclosures* – Shelley Johnson, Foster & Foster Actuaries and Consultants

Dr. Baudin called the meeting to order at 3:00 p.m. Mrs. Riddle led the Pledge of Allegiance. The secretary called the roll and a quorum was established.

**Approval of the Minutes of the Meeting of the TRSL Board of Trustees Held July 11, 2019 (Including Minutes of Committee Meetings July 11, 2019)**

ON MOTION OF DR. MILLS, SECONDED BY DR. NELSON, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held July 11, 2019 (including Minutes of committee meetings held July 11, 2019).

### **Executive Committee Report**

ON MOTION OF DR. BAUDIN, SECONDED BY MR. PARAUKA, AND CARRIED, the Board voted to accept the report of the Executive Committee.

### **Investment Committee Report**

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Board voted to accept the report of the Investment Committee and to approve the recommendations contained therein.

### **Personnel Committee Report**

ON MOTION OF MR. NAPPER, SECONDED BY DR. STAFFORD, AND CARRIED, the Board voted to accept the report of the Personnel Committee and to approve the recommendations contained therein.

### **Director's Update**

Mrs. Vicknair updated the Board on the following:

- Trustee Education
- 2018/2019 – Trustees completed requirements and certification was sent to Senator Peacock and Representative Pearson on August 27, 2019.
- 2019/2020 – new training cycle begins September 1<sup>st</sup>. Trustees must complete two hours of Fiduciary/Ethics training, and one hour each of Actuarial, Investment, and Legal/Rules and Regulations training in order to receive per diem.
- LAPERS Seminar – September 15-17, 2019, The Roosevelt Hotel, New Orleans

Mrs. Vicknair thanked the Board for recognizing staff's efforts and approving the pay increases.

### **Adjournment**

ON MOTION OF MR. NAPPER, SECONDED BY MS. NOGESS, AND CARRIED, the Board voted to adjourn at 3:15 p.m.

**Teachers' Retirement System of Louisiana  
Executive Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
9:30 a.m. – Thursday  
September 5, 2019**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Holly Gildig, David Hennigan, Neshelle Nogess, Dr. James Taylor, and John Parauka

**MEMBERS ABSENT:** Ricky Julien, Sr.

**OTHER MEMBERS PRESENT:** Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Senator Barrow Peacock, Suzette Riddle, and Dr. Tom Stafford

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Jeff LaCour, Philip Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Dionne Rabalais, Davorio Stephenson, Matt Tessier, Charlene Wilson, Laurie Wright, Debbie Broudreux, and Lisa Barousse

**OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; Tyler Bosworth, House Retirement Committee; and Margaret Corley, Senate Retirement Committee

**Roll Call**

Dr. Baudin called the meeting to order at 9:32 a.m. The secretary called the roll and a quorum was established.

Mrs. Vicknair notified the Committee of two items:

- Legislative staff has requested that the retirement systems submit their proposed legislation prior to November 1, 2019; therefore, there may be a Legislative Committee meeting in October to discuss possible legislation.
- New Flooring was installed in the 3<sup>rd</sup> floor lobby due to buckling and age of the flooring, which was original to the building. The same issues are found in the 2<sup>nd</sup> floor lobby and that flooring will be replaced as well. The Emergency Fund was used for payment of the flooring installation.

### **TRSL Actuarial Valuation and ASOP 51 Risk Analysis/Disclosures**

Mrs. Johnson, Foster & Foster Actuaries and Consultants presented *TRSL Actuarial Valuation and ASOP 51 Risk Analysis/Disclosures*. The presentation qualified as one hour of Actuarial Education for Trustees.

### **Review of Board Self-Evaluation Form**

Dr. Honore' presented an overview of the Board Self Evaluation form and Board Governance Policy regarding review of the form each year for suggested changes. Suggested changes to the form will be presented for review and approval at the October Executive Committee meeting.

### **Discussion regarding Societe Generale**

Dr. Baudin asked for a motion to convene into Executive Session.

MR. HENNIGAN MOVED AND MR. PARAUKA SECONDED A MOTION to convene into Executive Session to review and discuss potential litigation related to *Societe Generale*, with the Director, Executive Counsel, Chief Investment Officer, and Deputy Chief Investment Officer to remain in the room. A roll-call vote was taken.

The vote was unanimous with Dr. Baudin, Mrs. Gildig, Mr. Hennigan, Ms. Nogess, Mr. Parauka, and Dr. Taylor voting yea; and the Committee convened into Executive Session.

MR. HENNIGAN MOVED AND DR. TAYLOR SECONDED A MOTION to reconvene into Regular Session. A roll-call vote was taken.

The vote was unanimous with Dr. Baudin, Mrs. Gildig, Mr. Hennigan, Ms. Nogess, Mr. Parauka, and Dr. Taylor voting yea; and the Committee reconvened into Regular Session.

### **Adjournment**

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. PARAUKA, AND CARRIED, the Committee voted to adjourn at 10:59 a.m.

**Teachers' Retirement System of Louisiana  
Investment Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Executive Committee – Thursday  
September 5, 2019**

**MEMBERS PRESENT:** Holly Gildig, David Hennigan, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Dr. James Taylor, Neshelle Nogess, John Parauka, Rick McGimsey (Commissioner's Designee), and Dr. Jerry Baudin

**MEMBERS ABSENT:** Senator Barrow Peacock and Representative J. Kevin Pearson

**OTHER MEMBERS PRESENT:** Dr. Tia Mills, Suzette Riddle, and Dr. Tom Stafford

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Jeff LaCour, Philip Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Dana Brown, Maurice Coleman, Davorio Stephenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Matt Silverio and Steve Gruber, Hamilton Lane Advisors, LLC; Scott Coopriider and Rishi Delvadia, Aon Hewitt Investment Consulting, Inc.; Franz Colloredo-Mansfeld and Patrick Ryan, Cabot Properties, L.P.; Stacie Mintz and Kevin O'Rourke, Quantitative Management Associates, LLC; Tyler Bosworth, House Retirement Committee; and Margaret Corley, Senate Retirement Committee

**Roll Call**

Mrs. Gildig called the meeting to order at 11:07 a.m. The secretary called the roll and a quorum was established.

**Private Market Update and Review of Potential Private Market Investments**

Mr. Silverio and Mr. Gruber of Hamilton Lane Advisors appeared before the Committee to present Private Market Items.

Mr. Silverio presented the Private Market Update.

Cabot Industrial Fund VI, L.P.

Mr. Gruber reviewed a potential alternative investment in Cabot Industrial Fund VI, L.P.

Franz Colloredo-Mansfeld and Patrick Ryan, of Cabot Properties, L.P. appeared before the Committee to give a presentation on the fund.

ON MOTION OF DR. BAUDIN, SECONDED BY MR. PARAUKA, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated September 5, 2019 pertaining to investments in Cabot Industrial Fund VI, L.P. (up to \$75 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Harbert U.S. Real Estate Fund VII, L.P.

Mr. Gruber reviewed a potential alternative investment in Harbert U.S. Real Estate Fund VII, L.P.

ON MOTION OF DR. BAUDIN, SECONDED BY DR. TAYLOR, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated September 5, 2019, pertaining to investments in Harbert U.S. Real Estate Fund VII, L.P. (up to \$50 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

KPS Special Situations Fund V, L.P.

Mr. Silverio reviewed a potential alternative investment in KPS Special Situations Fund V, L.P.

ON MOTION OF DR. BAUDIN, SECONDED BY MR. PARAUKA, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated September 5, 2019, pertaining to investments in KPS Special Situations Fund V, L.P. (up to \$100 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

**Private Market Annual Committee Reports**

Mr. Silverio presented private market annual reports on AEW Senior Housing Investors II & III, L.P.; Charterhouse Capital Partners X, L.P.; FCP Realty Fund IV, L.P.; Global Infrastructure Partners III, L.P.; Lone Star Fund IX & X (U.S.), L.P.; Lone Star Fund XI, L.P. and Sterling Value Add Partners III, L.P.

ON MOTION OF MR. NAPPER, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to receive the Hamilton Lane private market annual reports as presented

### **Capital Market Update and Review of TRSL Investments**

Mr. Coopridier and Mr. Delvadia of Aon Hewitt Investment Consulting, Inc. appeared before the Committee to present Aon Hewitt's Monthly Investment and Portfolio Reviews.

#### **Monthly Investment Review**

Mr. Griffith presented an overview of TRSL's total plan and public and private market investments. Mr. Coopridier presented Aon Hewitt's September 5, 2019 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through 07/31/19.

#### **Portfolio Review**

Mr. Delvadia and Mr. Brown reviewed International Small Managers: Dimensional Fund Advisors and Mondrian Investment Partners; and SMID Managers: Quantitative Management Associates, LLC and William Blair. Ms. Mintz and Mr. O'Rourke of Quantitative Management Associates, LLC appeared before the Committee to present their firm's portfolio review.

### **Adjournment**

ON MOTION OF MS NOGESS, SECONDED BY DR. NELSON, AND CARRIED, the Committee voted to adjourn at 2:09 p.m.

**Teachers' Retirement System of Louisiana  
Personnel Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Investment Committee – Thursday  
September 5, 2019**

**MEMBERS PRESENT:** Jim Napper (Treasurer's Designee), Holly Gildig, Dr. Paul Nelson, David Hennigan, Dr. Tia Mills, Dr. Jerry Baudin, Dr. James Taylor, and Suzette Riddle

**MEMBERS ABSENT:** Ricky Julien, Sr. and Kelly Thompson

**OTHER MEMBERS PRESENT:** Rick McGimsey (Treasurer's Designee), Neshelle Nogess, John Parauka, and Dr. Tom Stafford

**STAFF PRESENT:** Dana Vicknair and Lisa Barousse

**Roll Call**

Mr. Napper called the meeting to order at 2:10 p.m. The secretary called the roll and a quorum was established. Mr. Napper appointed Dr. Taylor and Mrs. Riddle to serve on the Committee as alternates for Mr. Julien and Mrs. Thompson.

**Annual Performance Evaluations**

Mr. Napper asked for a motion to convene into Executive Session.

DR. TAYLOR MOVED AND DR. NELSON SECONDED a motion to convene into Executive Session to discuss the Director's evaluations of TRSL unclassified staff and the performance evaluation of the Director, as related to their character and professional competence, with the Director to remain as requested by the Board. A roll-call vote was taken.

The vote was unanimous, with Dr. Baudin, Mrs. Gildig, Mr. Hennigan, Dr. Mills, Mr. Napper, Dr. Nelson, Mrs. Riddle, and Dr. Taylor voting yea; and the Committee convened into Executive Session.

DR. TAYLOR MOVED and DR. MILLS SECONDED a motion to reconvene into Regular Session. A roll-call vote was taken. The vote was unanimous, with Dr. Baudin, Mrs. Gildig, Mr. Hennigan, Dr. Mills, Mr. Napper, Dr. Nelson, Mrs. Riddle, and Dr. Taylor voting yea; and the Committee reconvened into Regular Session.



ON MOTION OF DR. MILLS, SECONDED BY MRS. RIDDLE, AND CARRIED, the Committee voted to receive the performance evaluations of the unclassified staff for the 2018-2019 rating period and to approve the performance evaluation of the Director for the 2018-2019 rating period.

ON MOTION OF DR. MILLS, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to approve a 4% pay increase, effective October 1, 2019, for the following unclassified employees:

- Katherine Whitney, Deputy Director
- Jeff LaCour, Assistant Director
- Philip Griffith, Chief Investment Officer
- Douglas Swenson, Executive Counsel
- Lisa Honore`, Public Information Director
- Maurice Coleman, Deputy Chief Investment Officer
- Dana Brown, Public Markets Director
- Adam Averite, Private Asset Manager
- Davorio Stephenson, Director of Investment Operations

### **Adjournment**

ON MOTION OF DR. NELSON, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 2:54 p.m.