

**Teachers' Retirement System of Louisiana**  
**Board of Trustees**  
**Upon Adjournment of Executive Committee – Friday**  
**October 6, 2017**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Holly Gildig, David Hennigan, Ricky Julien, Sr., Robert Lawyer, Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Neshelle Nogess, John Parauka, Carlos Sam, and Dr. James Taylor

**MEMBERS ABSENT:** Dr. Sheryl Abshire, Kathy Manning, Jim Napper (Treasurer's Designee), Senator Barrow Peacock, Representative J. Kevin Pearson, and State Superintendent John White

**STAFF PRESENT:** Maureen Westgard, Dana Vicknair, Stuart Cagle, Katherine Whitney, Phil Griffith, Roy Mongrue, Jr., Jeff LaCour, Lisa Honore`, Adam Averite, Ed Branagan, Sharhonda Brown, Gabrielle Brown-Morgan, Maurice Coleman, Randy Fekete, Ben Foster, Andrea Guntz, Randall Harrison, Mark Hodges, Karissa Johnson, Linnie Johnson, Dant LaSalle, Steve Marangos, Wes Nelson, Ryan Pereira, Dionne Rabalais, Joanna Rome, Krystal Schroeder, Davorio Stevenson, Matt Tessier, Charlene Wilson, Laurie Wright, and Lisa Barousse

**OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants

Each member of the Board received the following:

1. October 2017 Board Book
2. Investment Committee Meeting October 5, 2017, Performance Report – August 31, 2017
3. Investment Committee Presentations from Aon Hewitt Investment Consulting, Inc.; Hamilton Lane Advisors, LLC; and Mercer
4. *Teachers' Retirement System of Louisiana, Pension Administration Benchmarking Report FY 2016* – Mike Heale, CEM Benchmarking, Inc.
5. *TRSL FY 2017 Valuation Highlights*
6. *Teachers' Retirement System of Louisiana, June 30, 2017 Actuarial Valuation (including the Actuarial Valuation of the Louisiana State University Agriculture and Extension Service) as of June 30, 2017*– Shelley Johnson, Foster & Foster Actuaries and Consultants

Dr. Baudin called the meeting to order at 10:10 a.m. Mrs. Gildig 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 September 7, 2017 (Including Minutes of Committee Meetings held September 7, 2017)**

ON MOTION OF MR. PARAUKA, SECONDED BY DR. MILLS, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held September 7, 2017 (Including Minutes of Committee Meetings held September 7, 2017).

**Elections Committee Report**

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

**Investment Committee Report**

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

**Executive Committee Report**

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

**Presentation of Government Finance Officers Association Awards for TRSL's Popular Annual Financial Report and Comprehensive Annual Financial Report**

For the 26th consecutive year, the GFOA Certificate of Achievement for Excellence in Financial Reporting was awarded to TRSL. Mr. Randy Fekete, in the Accounting Department, received the Award of Financial Reporting Achievement for his work on the CAFR.

TRSL also received the Award for Outstanding Achievement in Popular Annual Financial Reporting for the 15th consecutive year. Ms. Raven Duncil, in the Public Information Department, received the Award of Outstanding Reporting Achievement for her work on the PAFR.

Dr. Baudin recognized the following individuals who contributed to the completion of the CAFR and PAFR for Fiscal Year ended June 30, 2016:

- Wes Nelson (Accounting-General Ledger Section)
- Joanna Rome and Karissa Johnson (Accounting-Investment Section)
- Sharhonda Brown (Accounting-Administrative Assistant)
- Maurice Coleman, Dana Brown and Patricia Edmonson (Investments)
- Ed Branagan (ESS)
- Mark Hodges and Dant LaSalle (IT)
- Krystal Schroeder (Admin Services)
- Jill Courtney (Public Information)
- Shelley Johnson (Actuary)
- Charlene Wilson (Chief Financial Officer)
- Lisa Honore` (Public Information Director)

### **Introduction of Newly Hired Staff**

Mr. Griffith introduced Ryan Pereira – Investments Officer 1, who was hired July 10, 2017.

### **Director's Update**

Ms. Westgard updated the Board on the following:

- The Executive staff and associated transitions are going smoothly.
- Trustee Education Hours for the new period September 1, 2017 through August 31, 2018 will be updated upon receipt of LAPERS records of attendance and will include investment and actuarial education earned at this month's meetings

Ms. Westgard noted that Mr. Colon and Dr. Nelson will begin their term as trustees on the board for District 1 and Superintendents at the November meetings. She acknowledged and thanked Mr. Sam and Ms. Nogess for their service as interim appointees on the Board.

Ms. Nogess and Mr. Sam each made comments thanking the Board and Staff and congratulating the electees.

### **Adjournment**

ON MOTION OF MS. NOGESS, SECONDED BY MR. SAM, AND CARRIED, the Board voted to adjourn at 10:20 a.m.

**Teachers' Retirement System of Louisiana  
Elections Committee  
9:00 a.m. – Thursday  
October 5, 2017**

**MEMBERS PRESENT:** Jim Napper (Treasurer's Designee), David Hennigan, Dr. Tia Mills, Robert Lawyer, Holly Gildig, and Dr. James Taylor

**MEMBERS ABSENT:** Dr. Sheryl Abshire and John Parauka

**OTHER MEMBERS PRESENT:** Dr. Jerry Baudin, Ricky Julien, Sr., and Neshelle Nogess

**STAFF PRESENT:** Maureen Westgard, Dana Vicknair, Stuart Cagle, Katherine Whitney, Phil Griffith, Roy Mongrue, Jr., Jeff LaCour, Lisa Honore, Matt Tessier, Adam Averite, Maurice Coleman, Dana Brown, Davorio Stevenson, Dionne Rabalais, Charlene Wilson, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Britt L. Colon; Paul E. Nelson, Ph.D.; Annie Smith, Louisiana House Retirement Committee; Paul Yett and Matt Silverio, Hamilton Lane Advisors, LLC; and Scott Coopridger, Russ Ivinjack, and Rishi Delvadia, Aon Hewitt Investment Consulting

**Roll Call**

Mr. Napper called the meeting to order at 9:00 a.m. The secretary called the roll and a quorum was established.

**Receive Special Election Results for District 1 and Superintendents**

Mr. Napper introduced Britt Colon and Dr. Paul Nelson, candidates for District 1 and Superintendents, respectively.

Mr. Napper read the election results for District 1 as follows:

<b>District 1</b>	<b>No.</b>	<b>Pct.</b>
Britt L. Colon	160	58%
Neshelle S. Nogess	116	42%

Mr. Colon was elected with 58% of the vote.

Mr. Napper read the election results for Superintendents as follows:

Superintendents	No.	Pct.
Paul E. Nelson, Ph.D.	19	76%
Carlos J. Sam	6	24%

Dr. Nelson was elected with 76% of the vote.

ON MOTION OF MR. HENNIGAN, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive and approve the 2017 special election results for District 1 and Superintendents.

### **Adjournment**

ON MOTION OF MR. LAWYER, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to adjourn at 9:05 a.m.

**Teachers' Retirement System of Louisiana  
Investment Committee  
Upon Adjournment of Elections Committee – Thursday  
October 5, 2017**

**MEMBERS PRESENT:** Robert Lawyer, David Hennigan, Holly Gildig, Jim Napper (Treasurer's Designee), Neshelle Nogess, Representative J. Kevin Pearson, Dr. Jerry Baudin, Dr. James Taylor, and Dr. Tia Mills

**MEMBERS ABSENT:** Dr. Sheryl Abshire, Kathy Manning, Rick McGimsey (Commissioner's Designee), and Senator Barrow Peacock

**OTHER MEMBERS PRESENT:** Ricky Julien, Sr.

**STAFF PRESENT:** Maureen Westgard, Dana Vicknair, Stuart Cagle, Katherine Whitney, Phil Griffith, Roy Mongrue, Jr., Jeff LaCour, Lisa Honore`, Ed Branagan, Matt Tessier, Adam Averite, Maurice Coleman, Dana Brown, Davorio Stevenson, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Annie Smith, Louisiana House Retirement Committee; Paul Yett and Matt Silverio, Hamilton Lane Advisors, LLC; Andrew Ness and Mike Paolucci, Mercer; Scott Coopridger, Russ Ivinjack, and Rishi Delvadia, Aon Hewitt Investment Consulting, Inc.; and Shelley Johnson, Foster & Foster Actuaries and Consultants

**Roll Call**

Mr. Lawyer called the meeting to order at 9:06 a.m. The secretary called the roll and a quorum was established. Mr. Lawyer appointed Dr. Taylor and Dr. Mills to serve on the Committee as alternates for Dr. Abshire and Ms. Manning.

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

Paul Yett and Matt Silverio of Hamilton Lane Advisors, LLC appeared before the Committee to present private market items.

Mr. Yett presented the private market update.

Mr. Yett reviewed a potential alternative investment in Ascribe Opportunities Fund IV, L.P.

ON MOTION OF DR. BAUDIN, SECONDED BY MR. HENNIGAN, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated October 5, 2017, pertaining to investments in Ascribe Opportunities Fund IV, L.P. (up to \$75 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Silverio reviewed a potential alternative investment in EnCap Flatrock Midstream Fund IV, L. P.

ON MOTION OF DR. BAUDIN, SECONDED BY DR. MILLS, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated October 5, 2017, pertaining to investments in EnCap Flatrock Midstream Fund IV, L. P. (up to \$50 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 3i Europartners V, L.P.; Crow Holdings Realty Partners V, VI, VII, and VIII, L.P.; Gilde Buyout Fund IV, L.P.; Global Infrastructure Partners III, L.P.; New Enterprise Associates 14, 15, and 16, L.P.; and NGP Natural Resources XI, L.P.

ON MOTION OF MRS. GILDIG, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to receive the annual reports as presented.

### **TRSL 2017 Venture Capital Separate Account Update**

Mr. Silverio presented an update on the TRSL 2017 Venture Capital Separate Account.

ON MOTION OF DR. TAYLOR, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to receive the report.

### **Private Equity - Myths & Realities – Hamilton Lane**

Mr. Yett and Mr. Silverio presented *Private Equity - Myths & Realities*. The presentation qualified for one hour of Investment Education.

**Quarterly Summary of Alternative Assets and Real Estate (for period ended June 30, 2017)**

Maurice Coleman presented the Quarterly Summary of Alternative Assets and Real Estate (for the period ended June 30, 2017).

ON MOTION OF DR. TAYLOR, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to receive the report.

**Optional Retirement Plan Quarterly and Fiscal Year Update (for period ended June 30, 2017)**

Andrew Ness and Mike Paolucci of Mercer presented the ORP quarterly and fiscal year update for the period ended June 30, 2017.

ON MOTION OF DR. MILLS, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to receive the report.

**Appointment of Subcommittee to Review Responses to Solicitation for Proposals for Small Cap Growth Manager**

On behalf of the Chair, Mr. Lawyer appointed the following to serve on the Subcommittee to Review Responses to Solicitation for Proposals for Small Cap Growth Manager: Mr. Lawyer as Chair, Dr. Abshire, Mrs. Gildig, Mr. Hennigan, and Mr. Napper.

**Public Funds Can Still Compete - Aon Hewitt**

Scott Coopriider, Rishi Delvadia, and Russ Ivinjack, of Aon Hewitt presented *Public Funds Can Still Compete*. The presentation qualified for one hour of Investment Education.

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

**2<sup>nd</sup> Quarter and Monthly Investment Review**

Mr. Griffith presented an overview of TRSL's total plan and public and private market investments. Mr. Ivinjack presented Aon Hewitt's 2017 2<sup>nd</sup> Quarter Investment Review. Mr. Delvadia presented the monthly investment review. Staff and Consultant reviewed performance of TRSL investments through August 31, 2017.



Portfolio Review

Mr. Delvadia and Dana Brown reviewed Mid Cap Managers, Voya Investment Management (Growth) and WEDGE Capital Management, L.L.P. (Value).

Adjournment

ON MOTION OF MR. HENNIGAN, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to adjourn at 2:10 p.m.

**Teachers' Retirement System of Louisiana**  
**Executive Committee**  
**8:30 a.m. – Friday**  
**October 6, 2017**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Robert Lawyer, Jim Napper (Treasurer's Designee), Holly Gildig, Carlos Sam, and David Hennigan

**MEMBERS ABSENT:** Dr. Sheryl Abshire

**OTHER MEMBERS PRESENT:** Ricky Julien, Sr., Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Neshelle Nogess, John Parauka, and Dr. James Taylor

**STAFF PRESENT:** Maureen Westgard, Dana Vicknair, Stuart Cagle, Katherine Whitney, Phil Griffith, Roy Mongrue, Jr., Jeff LaCour, Lisa Honore, Adam Averite, Ed Branagan, Maurice Coleman, Andrea Guntz, Steve Marangos, Dionne Rabalais, Davorio Stevenson, Matt Tessier, Charlene Wilson, Laurie Wright, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Mike Heale, CEM Benchmarking, Inc.; Shelley Johnson and Pat McDonald, Foster & Foster Actuaries and Consultants; Paul E. Nelson, Ph.D.; Cynthia Posey, Louisiana Federation of Teachers; Rodney Watson, Louisiana Retired Teachers' Association; Annie Smith, Louisiana House Retirement Committee; and Margaret Corley, Louisiana Senate Retirement Committee

**Roll Call**

Dr. Baudin called the meeting to order at 8:30 a.m. The secretary called the roll and a quorum was established.

**Annual CEM Administrative Benchmarking Report**

Mike Heale of CEM Benchmarking, Inc. presented the annual CEM Administrative Benchmarking Report.

Ms. Westgard thanked staff for their diligent and efficient work which directly contributes to the positive benchmarking report.

ON MOTION OF MR. NAPPER, SECONDED BY MR. LAWYER, AND CARRIED, the Committee voted to receive the report.

**Presentation of Actuarial Valuation for Fiscal Year Ended June 30, 2017 by Foster & Foster Actuaries and Consultants**

Shelley Johnson of Foster & Foster, Actuaries and Consultants, presented the Annual Actuarial Valuation (including the Actuarial Valuation of the Louisiana State University Agriculture and Extension Service) for Fiscal Year ended June 30, 2017. (Note: The valuation will not be considered final until approval by PRSAC.) Mrs. Johnson introduced Pat McDonald of Foster & Foster, who assisted with preparation of the valuation. The presentation qualified for one hour of Actuarial Science Education for trustees.

ON MOTION OF MR. LAWYER, SECONDED BY MR. NAPPER, AND CARRIED, the Committee voted to approve the Annual Actuarial Valuation of the Teachers' Retirement System of Louisiana, (including the Actuarial Valuation of the Louisiana State University Agriculture and Extension Service) for the Fiscal Year ended June 30, 2017 and the projected contribution rates contained therein for the Fiscal Year ending June 30, 2019.

**Presentation and Approval of Audit Reports by TRSL Audit Staff**

Jeff LaCour presented the Retirees Return to Work and Limited Scope Reviews Audit Reports.

ON MOTION OF MR. LAWYER, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to approve Audit Reports as presented.

**Presentation of Quarterly Litigation Reports**

Mr. Mongrue presented the Quarterly Litigation Reports.

ON MOTION OF MR. LAWYER, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to receive the Quarterly Litigation Reports.

**Presentation and Approval of Administrative Rules Related to IRS Submission (Resolution of Charter School Audit Findings)**

Ms. Whitney presented Administrative Rules Related to IRS Submission (Resolution of Charter School Audit Findings)

ON MOTION OF MR. LAWYER, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to approve the rules as presented.

**Review of Administrative Rules Related to Charter School Organizations With Multiple Schools**

Ms. Whitney reviewed Administrative Rules Related to Charter School Organizations with Multiple Schools. The rules will be presented for approval at the November meeting.

**Adjournment**

ON MOTION OF MR. LAWYER, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to adjourn at 10:06 a.m.