



Louisiana State Police Retirement System

Board Meeting Minutes

Meeting Title	Louisiana State Police Retirement System Board Meeting
Date of Meeting	April 27, 2016
Where	9224 Jefferson Hwy, Baton Rouge, LA 70809
Start Time	1:30 p.m.

- 1) Shelley S. Sebastian, Administrative Assistant, called roll as follows:

Commissioner Jay Dardenne, Div. Of Administration, Appearing Thru
Andrea Hubbard, Designee for DOA Commissioner, PRESENT
Col. Michael Edmonson, Superintendent, Office of State Police, Appearing Thru
Frank Besson, Designee of Office of State Police, PRESENT
John Kennedy, State Treasurer,
Thomas Enright, Designee for State Treasurer, PRESENT
Stephen Lafargue, Active/Retired Representative, NOT PRESENT
Kevin Marcel, Active Representative, Vice Chairman, PRESENT
Thurman Miller, President, Central State Troopers Coalition, NOT PRESENT
Sen. Barrow Peacock, Senate Retirement Committee, NOT PRESENT
Rep. Kevin Pearson, House Retirement Committee, NOT PRESENT
Marsha Pressburg, Surviving Spouse Representative, PRESENT
Jay O'Quinn, LSTA President, PRESENT
Bobby E. Smith, Retired Representative, NOT PRESENT

The records reflect that the following persons were also present:

Irwin L. Felts, Jr., Executive Director Robin Landa, UBS/Paine Webber
Stephen Griffin, Griffin & Co., System Accountant Shelley Sebastian, Administrative Assistant

Chairman Frank Besson opened the meeting with the pledge of allegiance. The prayer was led by Irwin Felts, Jr.

- 2) Irwin Felts, Jr. reviewed the Board meeting minutes as of February 17, 2016. Mr. Felts suggested the board grant permission to the Investment Committee to make the final decision regarding the new Custodial Bank. The three finalist, Northern Trust, Regions Bank and U.S. Bank will be giving presentations at the May 11, 2016 Investment Committee meeting and a decision needs to be made so the assets at JP Morgan can be transitioned to the new Custodial Bank by June 30, 2016. A **MOTION** was made by Kevin Marcel allowing the Investment Committee to make the final decision regarding the new Custodial Bank. The **MOTION** was seconded by Marsha Pressburg. No opposition. The motion passed.

Chairman Besson requested the board approve the February 17, 2016 Board meeting minutes. A **MOTION** was made by Marsha Pressburg to approve the February 17, 2016 minutes. The **MOTION** was seconded by Kevin Marcel. No opposition. The motion passed. (**Exhibit A on file at the LSPRS office**)

- 3) Irwin Felps, Jr. reviewed the Investment Committee meeting minutes as of March 23, 2016. Mr. Felps pointed out that the Investment Committee added two more of our money managers to the "watch list". Both, Vontobel and Fisher were both added due to organizational changes. Mr. Felps also stated that Campbell Timber and Brandes were already on the "watch list" due to performance issues and Waddell & Reed will soon be added to this list due to recent organizational changes.

Chairman Besson requested the board approve the March 23, 2016 Investment Committee Meeting minutes. A **MOTION** was made by Andrea Hubbard to approve the minutes. The **MOTION** was seconded by Kevin Marcel. No opposition. The motion passed. **(Exhibit B on file at the LSPRS office)**

- 4) Irwin Felps, Jr. reviewed the Executive Committee minutes as of April 1, 2016. Mr. Felps advised the board that Wayne Coates, Jr. was approved for a service connected disability as of April 1, 2016. Mr. Felps stated he has more information to present to the board, regarding Sam Hesser, and will discuss with the board during Executive Session.

Chairman Besson requested the board approve the April 1, 2016 Executive Committee minutes. A **MOTION** was made by Marsha Pressburg to approve the Executive Committee minutes of April 1, 2016. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed. **(Exhibit C on file at the LSPRS office)**

- 5) Robin Landa, UBS/Paine Webber, presented the monthly asset allocation and the market value and returns summary as of March 31, 2016. **(Exhibit D on file at the LSPRS office)**

Ms. Landa reported as of March 31, 2016, total Equities were \$383M, Fixed Income was \$125M, and total alternatives were \$95M. The total fund value as of March 31, 2016 was \$652,632,744. Ms. Landa also reviewed the Market Value and Returns Summary as of March 31, 2016, noting the total Domestic equity managers were up 7.39% for the current month, total International equity managers were up 9.05% for the current, resulting in total equity managers were up 7.86% and total Fixed Income managers were up 3.29% for the current month. Ms. Landa pointed out the total Portfolio is down -3.24% fiscal year to date.

- 6) Stephen Griffin presented the check registers for the period of February 1, 2016 to February 29, 2016 and March 1, 2016 to March 31, 2016. Mr. Griffin also presented the Statement of Net Position and Budget Summary and the JPMorgan Balance Report as of March 31, 2016. **(Exhibit E on file at the LSPRS office)**

A **MOTION** was made by Kevin Marcel to accept the Financial Report, FYE Comparison, Check Register and JPMorgan balance report as of March 31, 2016. The **MOTION** was seconded by Marsha Pressburg. No opposition. The motion passed.

- 7) A **MOTION** was made by Jay O'Quinn to go into Executive Session to discuss the disability issue regarding Sam Hesser. The **MOTION** was seconded by Kevin Marcel. No opposition. The motion passed.

A **MOTION** was made by Kevin Marcel to return from Executive Session. The **MOTION** was seconded by Thomas Enright. No opposition. The motion passed.

A **MOTION** was made by Kevin Marcel to approve the reinstatement of Sam Hesser's benefit and a 10 year payback plan going forward on the remaining balance due as a result of exceeding the annual earnings limitation. The **MOTION** was seconded by Andrea Hubbard. No opposition. The motion passed.

- 8) Irwin Felps, Jr. reviewed the 2016 Legislation update. **(Exhibit F on file at the LSPRS office)**

- A. HB 32 by Representative Sam Jones has passed through the House and is awaiting a hearing in the Senate Retirement Committee. This bill is our COLA bill and is supported by the LSPRS board.
 - B. HB's 45, 46, 49 and 65 by Representative Barry Ivey were voluntarily deferred by Representative Ivey. These bills would have made substantial changes to all four state systems, and the LSPRS board was opposed to all four bills.
 - C. SB 2 by Senator Barrow Peacock. This bill is the Senate version of our COLA bill, and it has passed through the Senate and House Retirement Committees and is awaiting a vote on the house floor. The LSPRS board supports this bill.
 - D. SB 5 by Senator Peacock has passed both the Senate and House Retirement Committees and it is also awaiting a vote on the House floor. The LSPRS board supports this bill.
 - E. SB 18 by Senator Peacock would reduce the amortization period from 30 years to 20 years on actuarial changes. This bill is also awaiting a vote on the House floor and is supported by the LSPRS board.
- 9) A **MOTION** was made by Kevin Marcel to accept the Retirement requests and elimination/awarding benefits to spouse/children. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed. (Exhibit G on file at the LSPRS office)
- 10) A **MOTION** was made by Jay O'Quinn to adjourn. The **MOTION** was seconded by Marsha Pressburg. No opposition. The motion passed.



Frank Besson, Chairman
Louisiana State Police Retirement System
Board of Trustees