



Louisiana State Police Retirement System

Board Meeting Minutes

Meeting Title	Louisiana State Police Retirement System Board Meeting
Date of Meeting	June 15, 2016
Where	9224 Jefferson Hwy, Baton Rouge, LA 70809
Start Time	1:30 p.m.

- 1) Kimberly A. Gann, Assistant Director, 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,
Kelli Rogers, Designee for State Treasurer, PRESENT
Stephen Lafargue, Active/Retired Representative, PRESENT
Kevin Marcel, Active Representative, Vice Chairman, NOT 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, PRESENT

The records reflect that the following persons were also present:

Denise Akers, Attorney
Rob Bickham, UBS/Paine Webber
Irwin L. Felps, Jr., Executive Director
Kimberly A. Gann, Assistant Director
Stephen Griffin, Griffin & Co., System Accountant

Chairman Frank Besson opened the meeting with the pledge of allegiance. The prayer was led by Bobby Smith.

- 2) Irwin L. Felps, Jr. reviewed the Board meeting minutes as of April 27, 2016. Chairman Besson requested the board approve the April 27, 2016 Board meeting minutes. A **MOTION** was made by Bobby Smith to approve the April 27, 2016 minutes. The **MOTION** was seconded by Andrea Hubbard. No opposition. The motion passed. (**Exhibit A on file at the LSPRS office**)
- 3) Rob Bickham reviewed the Investment Committee meeting minutes as of May 11, 2016. Mr. Bickham pointed out that the Investment Committee added two more of our money managers to the "watch list", Vontobel and Fisher. Both were added due to organizational changes. Campbell Timber and Brandes are on "watch" due to performance issues and Waddell and Reed due to organizational changes. He stated the "watch list" and reallocation will be discussed at the July 20, 2016 Investment Committee meeting, and he expects a few of these money managers to be removed from the "watch list" at this time.

Chairman Besson requested the board approve the May 11, 2016 Investment Committee Meeting minutes. A **MOTION** was made by Bobby Smith to approve the minutes. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed. (**Exhibit B on file at the LSPRS office**)

- 4) Rob Bickham, UBS/Paine Webber, presented the monthly asset allocation and the market value and returns summary as of April 30, 2016. (**Exhibit C on file at the LSPRS office**) Mr. Bickham reported as of April 30, 2016, total Equities were at \$387M, which is 58.6% of the portfolio, Fixed Income was \$127M, 19.3% of the portfolio and total alternatives were \$96M, 14.6% of the portfolio. The cash is \$49,745,881 making up 7.5% of the portfolio, and the reallocation will be discussed at the July 20, 2016 Investment Committee meeting. The total fund value as of April 30, 2016 was \$660,551,012. Mr. Bickham also reviewed the Market Value and Returns Summary as of April 30, 2016, noting the total Domestic equity managers were down -0.58% calendar year to date and down -3.67% fiscal year to date, the total International equity up 3.64% calendar year to date and down -7.46% fiscal year to date and total Fixed Income managers are up 5.49% calendar year to date and up 3.15% fiscal year to date. Rob pointed out the total portfolio is down -2.35% fiscal year to date.
- 5) Stephen Griffin presented the check registers for the period of April 1, 2016 to April 30, 2016. Mr. Griffin also presented the Statement of Net Position and Budget Summary and the JPMorgan Balance Report as of April 30, 2016. (**Exhibit D on file at the LSPRS office**) Mr. Griffin advised the board that the Legislative Auditors have begun the audit process.

Irwin L. Felps, Jr. advised the board that he had met with the Joint Legislative Budget Committee on the 2016-17 Budget, and the budget was approved. Mr. Felps stated he will probably have to meet with the Joint Committee again in August for further discussion of the budget.

A **MOTION** was made by Jay O'Quinn to accept the Financial Report, FYE Comparison, Check Register and JPMorgan balance report as of April 30, 2016. The **MOTION** was seconded by Kelli Rogers. No opposition. The motion passed.

- 6) Irwin Felps, Jr. discussed and updated the board on the 2016 Legislative session. (**Exhibit E on file at the LSPRS office**)
- 7) Denise Akers reviewed the new Administrative Procedures for election of Louisiana State Police Retirement System trustees. A **MOTION** was made by Kelli Rogers granting Denise Akers permission to move forward getting this procedure placed into administrative code. The **MOTION** was seconded by Bobby Smith. No opposition. The motion passed. (**Exhibit F on file at the LSPRS office**)
- 8) Custodial Bank update: Kimberly Gann discussed the new Custodial Bank update. Ms. Gann stated the process is going really smooth and we are on target to be transitioned to US Bank from JP Morgan to start the new fiscal year, July 1, 2016.
- 9) A **MOTION** was made by Bobby Smith to go into Executive Session to discuss a disability earnings issue. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed.

A **MOTION** was made by Andrea Hubbard to return from Executive Session. The **MOTION** was seconded by Marsha Pressburg. No opposition. The motion passed.

A **MOTION** was made by Bobby Smith to give authority to the Executive Committee to make a decision with regard to whether Mr. Rhodes provides sufficient information to reinstate the benefit or not and to discuss how the collection of the overpayment would be handled. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed.

- 10) Irwin Felps, Jr. opened discussion with the Board regarding the surviving spouse benefit of Joseph F. Fontenot. Mr. Felps explained to the board members the status of the benefit and the information that the staff has received in regards to the status of the benefit. Denise Akers, Attorney, discussed the legal side of this matter and gave her recommendations. Ms. Akers recommended contacting Ms. Marjorie Fontenot by letter requesting more documentation for more proof of the living arrangements between Mr. Joseph and Marjorie Fontenot.

A **MOTION** was made by Stephen Lafargue authorizing Denise Akers, Attorney to contact Ms. Fontenot, by certified mail, requesting more documentation and suggesting to Ms. Fontenot what would be considered appropriate documentation. The **MOTION** was seconded by Kelli Rogers. No opposition. The motion passed.

- 11) A **MOTION** was made by Bobby Smith to accept the Retirement requests and elimination/awarding benefit to spouse/children. The **MOTION** was seconded by Kelli Rogers. No opposition. The motion passed.
- 12) A **MOTION** was made by Bobby Smith to adjourn. The **MOTION** was seconded by Jay O'Quinn. No opposition. The motion passed.



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