

Teachers' Retirement System of Louisiana
Board of Trustees
Upon Adjournment of Committee of the Whole – Sunday
September 7, 2014
St. Charles Room, 41st Floor, Marriott Hotel
555 Canal Street, New Orleans, LA

MEMBERS PRESENT: Robert Lawyer, Joe A. Potts, Jr., Dr. Sheryl R. Abshire, Dr. William C. "Bill" Baker, Dr. Jerry J. Baudin, Holly B. Gildig, Kathy Hattaway, Joyce P. Haynes, Benjamin Huxen (Commissioner's Designee), David A. Hennigan, Superintendent Alonzo R. Luce, John G. Parauka, and Carlos J. Sam

MEMBERS ABSENT: Senator Elbert Guillory, Jim Napper (Treasurer's Designee), Representative J. Kevin Pearson, and State Superintendent John White

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Phil Griffith, Roy Mongrue, Jr., Dana Vicknair, Maurice Coleman, Dana Lee Haltom, and Lisa Barousse

Each member of the Board received the following:

1. September 2014 Board Book
2. *Investment Committee Meeting September 7, 2014, Performance Report– July 31, 2014;* and handouts: *Total Portfolio Detail June 30, 2014, Final; Louisiana Teachers Retirement Performance Comparison; Total Portfolio Detail July 31, 2014; Market Update and Performance Summary September 7, 2014*
3. Investment Presentations: Hamilton Lane and Hewitt EnnisKnupp
4. *TRSL's Boardroom Beacon, Roadmap to Retirement Recap, September 2014*

Mr. Lawyer called the meeting to order at 10:25 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 August 4, 2014 (Including Minutes of the Investment Committee Meeting held August 4, 2014)

ON MOTION OF MR. POTTS, SECONDED BY MS. HATTAWAY, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees Held August 4, 2014 (Including Minutes of the Investment Committee Meeting held August 4, 2014).

Committee of Whole Report

ON MOTION OF MR. LAWYER, SECONDED BY DR. ABSHIRE, AND CARRIED, the Board voted to accept the report of the Committee of the Whole, in globo, and to approve the recommendations contained therein.

Director's Update

Ms. Westgard updated the Board on the following items:

- In accordance with new audit requirements, TRSL's auditor, Hawthorn, Waymouth, and Carroll, will be contacting the Board Chair and one trustee in the next couple of weeks. In 2015 each trustee will receive a survey regarding audit items for TRSL from the audit firm.
- Charter school update – both Renew Charter Management Organization and James M. Singleton Charter School are moving forward and working with TRSL.

Adjournment

ON MOTION OF DR. BAKER, SECONDED BY MR. PARAUKA, AND CARRIED, the Committee voted to adjourn at 10:32 a.m.

**Teachers' Retirement System of Louisiana
Committee of the Whole
8:30 a.m. – Sunday
September 7, 2014
St. Charles Room, 41st Floor, Marriott Hotel
555 Canal Street, New Orleans, LA**

MEMBERS PRESENT: Robert Lawyer, Joe A. Potts, Jr., Dr. Sheryl R. Abshire, Dr. William C. "Bill" Baker, Dr. Jerry J. Baudin, Holly B. Gildig, Kathy Hattaway, Joyce P. Haynes, Benjamin Huxen (Commissioner's Designee), David A. Hennigan, Superintendent Alonzo R. Luce, John G. Parauka, and Carlos J. Sam

MEMBERS ABSENT: Senator Elbert Guillory, Jim Napper (Treasurer's Designee), Representative J. Kevin Pearson, and State Superintendent John White

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Phil Griffith, Roy Mongrue, Jr., Dana Vicknair, Maurice Coleman, Dana Lee Haltom, and Lisa Barousse

OTHERS PRESENT: Anne Baker; Graig Luscombe - Louisiana Retired Teachers' Association; Paul Yett - Hamilton Lane Advisors, LLC; Scott Coopriider - Hewitt EnnisKnupp; and Shelley Johnson - Foster & Foster, Actuaries and Consultants

Roll Call

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

Receive Runoff Elections Results for Retiree Representative

Mr. Lawyer read the election results as follows:

Retiree Representative	Number	Percentage
Darlene LeBlanc	7200	48.23%
Dr. James Taylor	7729	51.77%

Dr. Taylor was elected with 51.77% of the votes.

ON MOTION OF MR. SAM, SECONDED BY MR. PARAUKA, AND CARRIED, the Committee voted to receive and approve the runoff election results for Retiree Representative for the term January 1, 2015 through December 31, 2018.

Private Market Update and Review of Potential Private Market Investments

Paul Yett of Hamilton Lane Advisors, L.L.C., presented a private market update and reviewed a potential alternative investment in Blackstone Energy Partners II, L.P.

ON MOTION OF MR. POTTS, SECONDED BY DR. ABSHIRE, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated September 7, 2014, pertaining to investments in Blackstone Energy Partners II, L.P. (up to \$100 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Private Market Annual Reports

Mr. Yett presented private market annual reports on Apollo Management, New Enterprise Associates, and Summit Partners.

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

Capital Market Update and Review of TRSL Investments

Monthly Investment Review

Mr. Griffith presented an overview of TRSL's total plan and public and private market investments. Mr. Coopriider presented Hewitt EnnisKnupp's September 7, 2014 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through July 31, 2014.

2014 2Q Quarterly Investment Review

Staff and Consultant reviewed performance of TRSL investments for the Second Quarter of 2014.

Presentation of Administrative Rules for the Defined Benefit Plan Regarding Tax Qualification

Mr. Mongrue presented the administrative rules for the Defined Benefit Plan regarding tax qualification, to be submitted for approval in October.

ON MOTION OF DR. ABSHIRE, SECONDED BY MR. PARAUKA AND CARRIED, the Committee voted to receive the administrative rules as presented.

Annual Performance Evaluations

- Director's Evaluation of Unclassified Staff
- Trustees' Evaluation of the TRSL Director

DR. BAKER MOVED 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 for the unclassified staff evaluations only. MR. PARAUKA SECONDED the motion and the secretary called the roll. The vote was unanimous and the Committee convened into Executive Session.

MRS. HAYNES MOVED to reconvene into Regular Session. DR. BAUDIN SECONDED the motion and the secretary called the roll. The vote was unanimous and the Committee reconvened into Regular Session.

ON MOTION OF MR. PARAUKA, SECONDED BY MS. HATTAWAY, AND CARRIED, the Committee voted to receive the performance evaluations of the unclassified staff for the 2013-2014 rating period.

ON MOTION OF DR. ABSHIRE, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to approve the performance evaluation of the Director for the 2013-2014 rating period.

ON MOTION OF MR. POTTS, SECONDED BY DR. BAKER, AND CARRIED, the Committee voted to approve a 4% performance adjustment for unclassified staff (Maureen Westgard, Stuart Cagle, Philip Griffith, Roy A. Mongrue, Jr., Dana Vicknair, Dana Brown, and Maurice Coleman), effective October 1, 2014, contingent upon eligible classified employees receiving a performance adjustment in accordance with provisions of State Civil Service rules.

Adjournment

ON MOTION OF MR. PARAUKA, SECONDED BY MS. HATTAWAY, AND CARRIED, the Committee voted to adjourn at 10:24 a.m.