

Teachers' Retirement System of Louisiana  
Board of Trustees  
Upon Adjournment of Investment Committee – Thursday  
February 2, 2017

**MEMBERS PRESENT:** Dr. Jerry Baudin, Dr. Sheryl Abshire, Holly Gildig, Kathy Hattaway, David Hennigan, Ricky Julien, Sr., Robert Lawyer, Rick McGimsey, (Commissioner's Designee), Dr. Tia Mills, Neshelle Nogess, John Parauka, Representative J. Kevin Pearson, and Dr. James Taylor

**MEMBERS ABSENT:** Jim Napper (Treasurer's Designee), Senator Barrow Peacock, Carlos Sam, and State Superintendent John White

**STAFF PRESENT:** Maureen Westgard, Stuart Cagle, Phil Griffith, Dana Vicknair, Roy Mongrue, Jr., Ed Branagan, Dana Brown, Maurice Coleman, Sharon Ennis, Lynnie Johnson, Steve Marangos, Greg Powell, Dionne Rabalais, Davorio Stevenson, Matt Tessier, Katherine Whitney, Duke Williams, Charlene Wilson, Laurie Wright, and Lisa Barousse

Each member of the Board received the following:

1. February 2017 Board Book
2. Investment Committee Meeting February 2, 2017, Performance Report – December 31, 2016
3. Investment Committee Presentations: Hamilton Lane Advisors, LLC; Silver Lake; and Aon Hewitt Investment Consulting, Inc.
4. *2017 Regular Legislative Session Public Notices Involving State Retirement Systems as of February 1, 2017; New Public Notices as of February 2, 2017; and 2017 Regular Legislative Session Public Notices Involving Statewide and Local Retirement Systems as of February 1, 2017*
5. *2017 Board Reference Guide*

Dr. Baudin called the meeting to order at 1:25 p.m. Ms. Hattaway 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 January 6, 2017 (Including Minutes of Committee Meetings held January 5 and 6, 2017)**

ON MOTION OF MR. PARAUKA, SECONDED BY DR. TAYLOR, AND CARRIED, the Board voted to approve the minutes of the meeting of the TRSL Board of Trustees held January 6, 2017 (including minutes of committee meetings held January 5 and 6, 2017).

### **Legislative Committee Report**

ON MOTION OF MR. LAWYER, SECONDED BY MS. NOGESS, AND CARRIED, the Board voted to accept the report of the Legislative Committee.

### **Investment Committee Report**

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

### **Director's Update**

Ms. Westgard updated the Board on the following items:

- 2017 Board of Trustees Reference Guide
- MIC – Ms. Westgard recognized Laurie Wright, Greg Powell, and Lynn Johnson for service efficiencies resulting in reduced wait times for calls and walk-in clients, as well as processing of beneficiary forms.
- Safety Audit – Ms. Westgard recognized TRSL's safety coordinator, Sharon Ennis. TRSL received no findings in the safety audit, which results in a discounted insurance rate.

### **Adjournment**

ON MOTION OF DR. ABSHIRE, SECONDED BY MRS. GILDIG, AND CARRIED, the Board voted to adjourn at 1:40 p.m.

Teachers' Retirement System of Louisiana  
Legislative Committee  
8:30 a.m. – Thursday  
February 2, 2017

**MEMBERS PRESENT:** Robert Lawyer, Rick McGimsey (Commissioner's Designee), Jim Napper (Treasurer's Designee), Dr. James Taylor, Dr. Sheryl Abshire, John Parauka, Representative J. Kevin Pearson, Dr. Jerry Baudin, and Kathy Hattaway

**MEMBERS ABSENT:** Senator Barrow Peacock and Carlos Sam

**OTHER MEMBERS PRESENT:** Holly Gildig, Ricky Julien, Sr., David Hennigan, Dr. Tia Mills, and Neshelle Nogess

**STAFF PRESENT:** Maureen Westgard, Stuart Cagle, Phil Griffith, Dana Vicknair, Roy Mongrue, Jr., Ed Branagan, Dana Brown, Maurice Coleman, Lisa Honore, Robyn Jenkins-King, Jeff LaCour, Davorio Stevenson, Matt Tessier, Katherine Whitney, Duke Williams, Charlene Wilson, Laurie Wright, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Margaret Corley, Louisiana Senate Retirement Committee; Rodney Watson, Louisiana Retired Teachers' Association; and Shane Riddle, Louisiana Association of Educators

**Roll Call**

Mr. Lawyer called the meeting to order at 8:30 a.m. The secretary called the roll and a quorum was established. Mr. Lawyer appointed Ms. Hattaway to serve on the Committee as an alternate for Mr. Sam.

**Update and Discussion of 2017 Legislative Sessions**

Ms. Westgard updated the Committee on the upcoming Special Session and Public Notices involving state, statewide and local retirement systems filed for the Regular Session as of February 2, 2017. There will be a ten-day Special Session which will begin February 13th; however, the call has not been issued. Ms. Westgard reviewed the public notices.

The Public Retirement Systems' Actuarial Committee (PRSAC) will meet February 13<sup>th</sup> to review annual actuarial valuations of State Police and other statewide systems; TRSL's valuation was previously approved.

Mr. Mongrue administered the Oath of Office to Representative J. Kevin Pearson. Representative Pearson was appointed by the Speaker of the House to serve on the Board as the representative from the House Retirement Committee in accordance with Act 621 of the 2016 Regular Session.

**Adjournment**

ON MOTION OF DR. BAUDIN, SECONDED BY MR. MCGIMSEY, AND CARRIED, the Committee voted to adjourn at 8:51 a.m.

**Teachers' Retirement System of Louisiana  
Investment Committee  
Upon Adjournment of Legislative Committee – Thursday  
February 2, 2017**

**MEMBERS PRESENT:** Dr. Sheryl Abshire, Kathy Hattaway, Robert Lawyer, David Hennigan, Holly Gildig, Jim Napper (Treasurer's Designee), Neshelle Nogess, Representative J. Kevin Pearson, Rick McGimsey (Commissioner's Designee), and Dr. Jerry Baudin

**MEMBERS ABSENT:** Senator Barrow Peacock

**OTHER MEMBERS PRESENT:** Ricky Julien, Sr., Dr. Tia Mills, John Parauka, and Dr. James Taylor

**STAFF PRESENT:** Maureen Westgard, Stuart Cagle, Phil Griffith, Dana Vicknair, Roy Mongrue, Jr., Dana Brown, Maurice Coleman, Kyle Farrar, Jeff LaCour, Davorio Stevenson, Matt Tessier, Katherine Whitney, Duke Williams, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Paul Yett and Matt Silverio, Hamilton Lane Advisors, LLC; Scott Coopriker, Rishi Delvadia, and Nicole Wubbena, Aon Hewitt Investment Consulting, Inc.; Stephan Evans, Silver Lake Partners; and Rodney Watson, Louisiana Retired Teachers' Association

**Roll Call**

Dr. Abshire called the meeting to order at 8:52 a.m. The secretary called the roll and a quorum was established.

**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.

**Silver Lake Partners V, L.P.**

Mr. Yett reviewed a potential investment in Silver Lake Partners V, L.P.

Stephen Evans of Silver Lake Partners appeared before the Committee to give a presentation on the fund.

ON MOTION OF MR. LAWYER, 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 February 2, 2017, pertaining to investments in Silver Lake Partners V, L.P. (up to \$75 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

EnCap Energy Capital Fund XI, L.P.

Mr. Silverio reviewed a potential investment in EnCap Energy Capital Fund XI, L.P.

ON MOTION OF DR. BAUDIN, SECONDED BY MS. HATTAWAY, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated February 2, 2017, pertaining to investments in EnCap Energy Capital Fund XI, L.P. (up to \$75 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Private Market Annual Committee Reports

Mr. Silverio presented the private market annual committee reports on Blackstone Real Estate Debt Strategies II, L.P.; Blackstone Real Estate Partners Europe IV & V, L.P.; Blackstone Real Estate Partners V, VI & VIII, L.P.; Blackstone Tactical Opportunities Fund II, L.P.; Energy Capital Partners II & III, L.P.; Kohlberg Investors VI & VII, L.P.; KPS Special Situations Fund IV, L.P.; Lindsay Goldberg & Bessemer II, L.P.; Lindsay Goldberg III & IV, L.P.; LS Power Equity Partners III, L.P.; and Thomas H. Lee Equity Fund VII, L.P.

ON MOTION OF MRS. GILDIG, SECONDED BY MS. HATTAWAY, AND CARRIED, the Committee voted to receive the reports as presented.

Presentation and Approval of Solicitation for Proposals (SFP) for Core Fixed Income Manager

Mr. Griffith presented the SFP for Core Fixed Income Manager.

ON MOTION OF MR. NAPPER, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to approve the SFP for Core Fixed Income Manager.

**Appointment of Subcommittee to Review Responses to the SFP for Emerging Markets Debt Manager**

Dr. Abshire appointed Mrs. Gildig as Chair, and Dr. Abshire, Ms. Hattaway, Mr. Lawyer, and Mr. Napper to serve on the Subcommittee to Review Responses to the SFP for Emerging Markets Debt Manager.

**AHIC Investment Manager Research Overview – Aon Hewitt**

Scott Coopriider, Nicole Wubbena, and Rishi Delavadia of Aon Hewitt presented AHIC Investment Manager Research Overview. The presentation qualified as one hour of Investment Education.

**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 Aon Hewitt's February 2, 2017 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through December 31, 2016.

**Portfolio Review**

Mr. Delvadia and Dana Brown reviewed Global Bond Managers - Brandywine Asset Management and Pacific Investment Management Company, LLC; and Emerging Markets Debt Manager – Western Asset Management Company.

**Adjournment**

ON MOTION OF MR. NAPPER, SECONDED BY MR. LAWYER, AND CARRIED, the Committee voted to adjourn at 1:18 p.m.