

**Teachers' Retirement System of Louisiana
Board of Trustees
Upon Adjournment of Executive Committee – Friday
January 5, 2018**

MEMBERS PRESENT: Dr. Jerry Baudin, Dr. Sheryl Abshire, Britt Colon, Holly Gildig, David Hennigan, Ricky Julien, Sr., Robert Lawyer, Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, John Parauka, Dr. James Taylor, and Kelly Thompson

MEMBERS ABSENT: Senator Barrow Peacock, Representative J. Kevin Pearson, and State Superintendent John White

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Roy Mongrue, Jr., Jeff LaCour, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Kyle Farrar, Andrea Guntz, Asta Harris, Randall Harrison, Steve Marangos, Valencia McNeely, Dionne Rabalais, Rachel Rabalais, Kelly Sicard, Davorio Stevenson, Matt Tessier, Charlene Wilson, and Lisa Barousse

OTHERS PRESENT: John Schroder, State Treasurer; Shelley Johnson, Foster & Foster Actuaries and Consultants; Rodney Watson, Louisiana Retired Teachers' Association; and Dawson Gildig

Each member of the Board received the following:

1. January 2018 Board Book
2. Investment Committee Meeting January 4, 2018, Performance Report – November 30, 2017
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; Bernhard Capital Partners; Mercer; and Aon Hewitt Investment Consulting, Inc.
4. *2018 Regular Legislative Session Public Notices Involving State Retirement Systems as of January 5, 2018* and *2018 Regular Legislative Session Public Notices Involving Statewide Retirement Systems as of January 5, 2018*
5. *LLA Comprehensive Actuarial Review of the 2017 TRSL Actuarial Valuation*
6. *FY 2017 Return-to-Work Report January 2018*
7. *2018 Fiscal Year Goals, Major Projects by Balanced Scorecard Area* (Status as of December 31, 2017)

Dr. Baudin called the meeting to order at 10:00 a.m. Dr. Baudin introduced State Treasurer John Schroder who is an ex officio member of the TRSL Board of Trustees. Treasurer Schroder made comments to the Board. Mr. Parauka 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 December 1, 2017 (Including Minutes of Committee Meetings held November 30 and December 1, 2017)

ON MOTION OF DR. TAYLOR, SECONDED BY DR. ABSHIRE, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held December 1, 2017 (including Minutes of Committee Meetings held November 30 and December 1, 2017)

Elections Committee Report

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

Legislative Committee Report

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

Executive Committee Report

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

Introduction of Newly Hired Staff

The following new employees hired during the period October 1, 2017 through December 31, 2017 were introduced by Mr. Branagan (Employer Services) and Ms. Whitney (Retirement):

Employer Services Department

Valencia McNeely – Accountant 2

Retirement Department

Rachel Rabalais – Retirement Benefits Analyst 1

Kelly Sicard – Retirement Benefits Analyst 1

TRSL Board and Staff Ethics Certification

Mrs. Vicknair noted that Ethics Certifications for 2018, which certify compliance with all Louisiana state ethics laws and TRSL ethics policy, were collected from Trustees and staff.

Director's Update

Ms. Vicknair updated the Board on the following items:

- 2018 Board Reference Guide
- Mileage Increase from .535 to .545
- Peer Review of Internal Audit Department

Adjournment

ON MOTION OF MR. COLON, SECONDED BY DR. MILLS, AND CARRIED, the Board voted to adjourn at 10:25 a.m.

**Teachers' Retirement System of Louisiana
Elections Committee
9:30 a.m. – Thursday
January 4, 2018**

MEMBERS PRESENT: Jim Napper (Treasurer's Designee), Ricky Julien, Sr., John Parauka, David Hennigan, Holly Gildig, Dr. Tia Mills, Kelly Thompson, and Dr. Jerry Baudin

OTHER MEMBERS PRESENT: Dr. Sheryl Abshire, Britt Colon, Robert Lawyer, Rick McGimsey (Commissioner's Designee), Dr. Paul Nelson, and Dr. James Taylor

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Phil Griffith, Roy Mongrue, Jr., Jeff LaCour, Lisa Honore', Adam Averite, Dana Brown, Maurice Coleman, Davorio Stevenson, Debbie Boudreaux, and Lisa Barousse

Roll Call

Mr. Napper called the meeting to order at 9:30 a.m. The secretary called the roll and a quorum was established.

Oaths of Office

Mr. Mongrue administered Oaths of Office to Dr. Jerry Baudin (representing Retirees) and Kelly Thompson (representing School Food Service Workers) for the term January 1, 2018 through December 31, 2021.

2018 Elections Review

Mrs. Vicknair presented the proposed schedules and election materials for the upcoming 2018 Elections for Districts 1 and 7, Superintendents, Colleges and Universities, and Retirees.

ON MOTION OF DR. MILLS, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to approve the Proposed 2018 Schedule of Elections and election materials as presented.

Adjournment

ON MOTION OF MR. PARAUKA, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to adjourn at 9:35 a.m.

Teachers' Retirement System of Louisiana
Investment Committee
Upon Adjournment of Elections Committee – Thursday
January 4, 2018

MEMBERS PRESENT: Dr. Sheryl Abshire, Holly Gildig, Robert Lawyer, David Hennigan, Jim Napper (Treasurer's Designee), Dr. James Taylor, Dr. Paul Nelson, Rick McGimsey (Commissioner's Designee), and Dr. Jerry Baudin

MEMBERS ABSENT: Representative J. Kevin Pearson and Senator Barrow Peacock

OTHER MEMBERS PRESENT: Britt Colon, Ricky Julien, Sr., Dr. Tia Mills, John Parauka, and Kelly Thompson

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Roy Mongrue, Jr., Jeff LaCour, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Davorio Stevenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse

OTHERS PRESENT: Matt Silverio, Hamilton Lane Advisors, LLC; Jim Bernhard and Jeff Jenkins, Bernhard Capital Partners; Scott Coopriider and Rishi Delvadia, Aon Hewitt Investment Consulting; Shelley Johnson, Foster & Foster Actuaries and Consultants

Roll Call

Dr. Abshire called the meeting to order at 9:36 a.m. The secretary called the roll and a quorum was established.

Private Market Update and Review of Potential Private Market Investments

Matt Silverio of Hamilton Lane Advisors, LLC presented the private market update.

Mr. Silverio reviewed a potential investment in **BCP Fund II, L.P.**

Jim Bernhard and Jeff Jenkins of Bernhard Capital Partners appeared before the Committee to give a presentation on the fund.

ON MOTION OF MR. NAPPER, 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 January 4, 2018, pertaining to investments in BCP Fund II, L.P. (up to \$50 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Silverio reviewed a potential investment in American Securities Partners VIII, L.P.

ON MOTION OF MR. LAWYER, SECONDED BY MR. NAPPER, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated January 4, 2018, pertaining to investments in American Securities Partners VIII, L.P. (up to \$100 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Silverio reviewed a potential investment in LS Power Equity Partners IV, L.P.

ON MOTION OF MR. LAWYER, SECONDED BY DR. BAUDIN, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated January 4, 2018, pertaining to investments in LS Power Equity Partners IV, L.P. (up to \$50 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Silverio reviewed a potential investment in Thomas H. Lee Equity Fund VIII, L.P.

ON MOTION OF MR. LAWYER, SECONDED BY MRS. GILDIG, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated January 4, 2018, pertaining to investments in Thomas H. Lee Equity Fund VIII, L.P. (up to \$100 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Quarterly Summary of Alternative Assets and Real Estate (For Period ended September 30, 2017)

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

ON MOTION OF DR. NELSON, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive the Quarterly Summary of Alternative Assets and Real Estate (for the period ended September 30, 2017).

Presentation and Approval of Solicitation for Proposals for International ACWI ex US Equity Manager

Mr. Coleman presented the SFP for International ACWI ex US Equity Manager.

ON MOTION OF DR. TAYLOR, SECONDED BY DR. NELSON, AND CARRIED, the Committee voted to approve the SFP for International ACWI ex US Equity Manager.

Presentation and Approval of Solicitation for Proposals for SMID Core Manager

Mr. Coleman presented the SFP for SMID Core Manager.

ON MOTION OF MR. HENNIGAN, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to approve the SFP for SMID Core Manager.

Optional Retirement Plan (ORP) Quarterly Review (For Period ended September 30, 2017)

Andrew Ness and Mike Paolucci of Mercer presented the ORP Quarterly Review (for period ended September 30, 2017).

ON MOTION OF MRS. GILDIG, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive the ORP Quarterly Review (for period ended September 30, 2017).

Capital Market Update and Review of TRSL Investments

Mr. Coleman presented an overview of TRSL's total plan and public and private market investments. Scott Coopridier presented Aon Hewitt's 2017 3rd Quarter Investment Review. Rishi Delvadia presented Aon Hewitt's monthly investment review. Staff and Consultant reviewed performance of TRSL investments through November 30, 2017.

Adjournment

ON MOTION OF DR. TAYLOR, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 1:40 p.m.

**Teachers' Retirement System of Louisiana
Legislative Committee
8:30 a.m. – Friday
January 5, 2018**

- MEMBERS PRESENT:** Robert Lawyer, Rick McGimsey (Commissioner's Designee), Jim Napper (Treasurer's Designee), Dr. James Taylor, Dr. Sheryl Abshire, Holly Gildig, Ricky Julien, Sr., and Dr. Jerry Baudin
- MEMBERS ABSENT:** Representative J. Kevin Pearson and Senator Barrow Peacock
- OTHER MEMBERS PRESENT:** Britt Colon, Dr. Tia Mills, Dr. Paul Nelson, John Parauka, and Kelly Thompson,
- STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Roy Mongrue, Jr., Jeff LaCour, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Randall Harrison, Steve Marangos, Dionne Rabalais, Davorio Stevenson, Matt Tessier, Charlene Wilson, Debbie Boudreaux, and Lisa Barousse
- OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; and Rodney Watson, Louisiana Retired Teachers' Association

Roll Call

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

General Discussion of 2018 Legislative Session

Mrs. Vicknair and Ms. Whitney updated the Committee on the 2018 Regular Session and the public notices filed to date.

Approval of the TRSL Legislative Team for the 2018 Legislative Session(s)

Mrs. Vicknair reviewed the Legislative Team and Trustees who will be authorized to testify and have contact with the legislature.

ON MOTION OF DR. ABSHIRE, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to authorize the Board Chair, Legislative Committee Chair, Director, Deputy Director, General Counsel, Deputy General Counsel, Assistant Director, Chief Investment Officer, Executive Liaison Officer, and Actuaries to represent TRSL, and take action as necessary at legislative hearings during the 2018 Legislative Session(s).

Adjournment

ON MOTION OF MR. JULIEN, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to adjourn at 8:54 a.m.

**Teachers' Retirement System of Louisiana
Executive Committee
Upon Adjournment of Legislative Committee – Friday
January 5, 2018**

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

OTHER MEMBERS PRESENT: Britt Colon, Ricky Julien, Sr., Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Dr. Paul Nelson, John Parauka, and Kelly Thompson,

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Roy Mongrue, Jr., Jeff LaCour, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Randall Harrison, Steve Marangos, Dionne Rabalais, Davorio Stevenson, Matt Tessier, Charlene Wilson, Debbie Boudreaux, and Lisa Barousse

OTHERS PRESENT: Shelley Johnson, Foster & Foster Actuaries and Consultants; and Rodney Watson, Louisiana Retired Teachers' Association

Roll Call

Dr. Baudin called the meeting to order at 8:55 a.m. The secretary called the roll and a quorum was established.

Update on the Legislative Auditor's Comprehensive Actuarial Review of the TRSL 2017 Actuarial Valuation

Mrs. Vicknair and Shelley Johnson updated the Committee on the Legislative Auditor's Comprehensive Actuarial Review of the TRSL 2017 Actuarial Valuation. The Public Retirement Systems Actuarial Committee (PRSAC) will meet January 9, 2018 for discussion and approval of 2017 annual actuarial valuations for Louisiana Teachers' (TRSL), State Employees' (LASERS), School Employees' (LSERS) and State Police (LSPRS) Retirement Systems.

Appointment of State Medical Disability Board Physicians

Ms. Whitney presented the proposed list of State Medical Disability Physicians.

ON MOTION OF DR. ABSHIRE, SECONDED BY DR. TAYLOR, AND CARRIED, the committee voted to appoint the State Medical Disability Board Physicians as presented.

Presentation and Approval of Audit Reports by TRSL Audit Staff

Mrs. Vicknair introduced Andrea Guntz who is detailed into the Audit Director position. Ms. Guntz presented the Compliance Audit Reports – Retirees Returning to Work and Limited Scope Reviews.

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the Audit Reports as presented.

Presentation of Quarterly Litigation Reports

Mr. Mongrue presented the Quarterly Litigation Reports.

ON MOTION OF DR. ABSHIRE, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive the Quarterly Litigation Reports.

Presentation and Review of FY 2017 Summary of Annual Return to Work (RTW) Retiree Data

Mr. LaCour presented the Review of FY 2017 Summary of Annual Return to Work Retiree Data.

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to receive the Return to Work Report as presented.

Progress Report on TRSL Balanced Scorecard Goals for 2017-2018

Ms. Whitney presented a progress report on the major projects of the TRSL Balanced Scorecard Goals for 2017-2018.

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

Adjournment

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 9:52 a.m.