

Teachers' Retirement System of Louisiana
Board of Trustees
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Legislative Committee - Thursday
March 7, 2019

MEMBERS PRESENT: Dr. Jerry Baudin, Holly Gildig, David Hennigan, Dr. Tia Mills, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Neshelle Nogess, John Parauka, Suzette Riddle, Dr. Tom Stafford, Dr. James Taylor, and Kelly Thompson

MEMBERS ABSENT: Ricky Julien, Sr., Rick McGimsey (Commissioner's Designee), Senator Barrow Peacock, Representative J. Kevin Pearson, Suzette Riddle, and State Superintendent John White

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Phil Griffith, Douglas Swenson, Jeff LaCour, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Steve Marangos, Will Merrill, Dionne Rabalais, Davorio Stevenson, Matt Tessier, and Lisa Barousse

OTHERS PRESENT: Shelley Johnson, Foster & Foster Actuaries and Consultants

Each member of the Board received the following:

1. March 2019 Board Book
2. Investment Committee Meeting March 7, 2019, Performance Report – January 31, 2019
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; Aon Hewitt Investment Consulting, Inc.; and Western Asset Management Company
4. *2019 Regular Legislative Session Legislation Affecting TRSL March 1, 2019*
5. *2019 Investing in Louisiana – The economic impact of Louisiana's largest public retirement system*

Dr. Baudin called the meeting to order at 3:35 p.m. Dr. Mills 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 February 7, 2019 (Including Minutes of Committee Meetings held February 7, 2019)

ON MOTION OF DR. TAYLOR, SECONDED BY DR. MILLS, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held February 7, 2019 (including Minutes of Committee Meetings held February 7, 2019).

Investment Committee Report

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

Director's Update

Mrs. Vicknair updated the Board on the following:

- Qualifying opened for Districts 2, 3, & 4 Elections – *Call for Candidates* notice transmitted February 25th ; *Letter of Intent* must be received by 4:30 p.m., April 30th.
- *2019 Investing in Louisiana – The economic impact of Louisiana's largest public retirement system*

Adjournment

ON MOTION OF DR. NELSON, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to adjourn at 3:45 p.m.

**Teachers' Retirement System of Louisiana
Subcommittee to Review Responses to
Solicitation for Proposals for Core Plus Manager(s)
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
12:00 p.m. – Thursday
March 7, 2019**

MEMBERS PRESENT: David Hennigan, Dr. James Taylor, Neshelle Nogess, Jim Napper, (Treasurer's Designee), and Holly Gildig

OTHER MEMBERS PRESENT: Dr. Jerry Baudin, Dr. Tia Mills, Dr. Paul Nelson, John Parauka, Dr. Tom Stafford, and Kelly Thompson

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Phil Griffith, Douglas Swenson, Jeff LaCour, Lisa Honore, Adam Averite, Dana Brown, Maurice Coleman, Davorio Stevenson, Debbie Boudreaux, and Lisa Barousse

OTHERS PRESENT: Scott Coopridier and Russ Ivinjack, Aon Hewitt Investment Consulting, Inc.; and Tyler Bosworth, House Retirement Committee

Roll Call

Mr. Hennigan called the meeting to order at 12:00 p.m. The secretary called the roll and a quorum was established.

Review Responses and Recommend Finalists to be Interviewed

Mr. Griffith and Scott Coopridier and Russ Ivinjack of Aon Hewitt Investment Consulting, Inc. presented an overview of the responses to the SFP for Core Plus Manager.

DR. TAYLOR MOVED AND MRS. GILDIG SECONDED A MOTION to recommend to the Investment Committee that Dodge & Cox; Loomis, Sayles & Company; and Manulife Asset Management (US) LLC be interviewed as finalists for Core Plus Manager. Mr. Napper objected to the motion and the secretary called the roll. The motion passed by a vote of 4 yeas and 1 nay with Mrs. Gildig, Ms. Nogess, Dr. Taylor and Mr. Hennigan voting yeas and Mr. Napper voting nay.

Adjournment

ON MOTION OF DR. TAYLOR, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to adjourn at 12:54 p.m.

**Teachers' Retirement System of Louisiana
Investment Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of the Subcommittee to Review Responses to
Solicitation for Proposals for Core Plus Manager(s) – Thursday
March 7, 2019**

MEMBERS PRESENT: Holly Gildig, David Hennigan, Jim Napper, (Treasurer's Designee), Dr. Paul Nelson, Dr. James Taylor, Neshelle Nogess, John Parauka, and Dr. Jerry Baudin

MEMBERS ABSENT: Rick McGimsey (Commissioner's Designee), Senator Barrow Peacock and Representative J. Kevin Pearson

OTHER MEMBERS PRESENT: Dr. Tia Mills, Dr. Tom Stafford, and Kelly Thompson

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Phil Griffith, Douglas Swenson, Jeff LaCour, Lisa Honore, Adam Averite, Dana Brown, Maurice Coleman, Davorio Stevenson, Debbie Boudreaux, and Lisa Barousse

OTHERS PRESENT: Scott Coopridier and Russ Ivinjack, Aon Hewitt Investment Consulting, Inc.; Paul Yett and Radhika Cobb, Hamilton Lane Advisors, LLC; Shelley Johnson, Foster & Foster Actuaries and Consultants; Tyler Bosworth, House Retirement Committee; and Rodney Watson, Louisiana Retired Teachers' Association

Roll Call

Mrs. Gildig called the meeting to order at 12:57 p.m. The secretary called the roll and a quorum was established.

Report of Subcommittee to Review Responses to Solicitation for Proposals for Core Plus Manager(s)

Mr. Hennigan presented the report of the Subcommittee to Review Responses to Solicitation for Proposals for Core Plus Manager(s).

ON MOTION OF MR. HENNIGAN, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to approve the following report of the Subcommittee to Review Responses to Solicitation for Proposals for Core Plus Manager(s):

“DR. TAYLOR MOVED AND MRS. GILDIG SECONDED A MOTION to recommend to the Investment Committee that Dodge & Cox; Loomis Sayles & Company; and Manulife Asset Management (US) LLC be interviewed as finalists for Core Plus Manager. Mr. Napper objected to the motion and the secretary called the roll. The motion passed by a vote of 4 yeas and 1 nay with Mrs. Gildig, Ms. Nogess, Dr. Taylor and Mr. Hennigan voting yea and Mr. Napper voting nay.”

Private Market Update and Review of Potential Private Market Investments

Paul Yett and Radhika Cobb of Hamilton Lane Advisors, L.L.C., appeared before the Committee to present the private market items. Mr. Yett presented the private market update. Mr. Yett and Ms. Cobb reviewed potential investments in Blackstone Capital Real Estate Partners Europe VI, and Rockpoint Real Estate Fund VI.

Blackstone Capital Real Estate Partners Europe VI

ON MOTION OF DR. BAUDIN, 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 March 7, 2019, pertaining to investments in Blackstone Capital Real Estate Partners Europe VI (up to \$75 million), including an increase of the leverage maximum for opportunistic real estate from 80% to 85%, for this fund investment only, subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Rockpoint Real Estate Fund VI

ON MOTION OF MR. PARAUKA, SECONDED BY DR. TAYLOR, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report including the due-diligence process dated March 7, 2019, pertaining to investments in Rockpoint Real Estate Fund VI (up to \$50 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Appointment of Subcommittee to Review Responses to Solicitation for Proposals for International Large Cap Value Manager

Mrs. Gildig appointed the following members to serve on the Subcommittee to Review Responses to the SFP for International Large Cap Value Manager: Dr. Nelson as Chair, Mr. Hennigan, Mr. Parauka, Mr. Napper, and Mrs. Gildig.

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. Russ Ivinjack presented Aon Hewitt's March 7, 2019 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through January 31, 2019.

Portfolio Review

Mr. Coopridier and Mr. Brown reviewed Global Bonds Managers: Pacific Investment Management Company, LLC and Brandywine Asset Management; and Emerging Market Debt Manager: Western Asset Management Company.

Frances L. Coombes and Chia-Liang Lian of Western Asset Management Company appeared before the Committee to present their firm's portfolio review.

Adjournment

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 3:03 p.m.

**Teachers' Retirement System of Louisiana
Legislative Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Investment Committee – Thursday
March 7, 2019**

MEMBERS PRESENT: Neshelle Nogess, Dr. Paul Nelson, Jim Napper, (Treasurer's Designee), Holly Gildig, Dr. James Taylor, Dr. Jerry Baudin, and David Hennigan

MEMBERS ABSENT: Ricky Julien, Sr., Rick McGimsey (Commissioner's Designee), Senator Barrow Peacock, and Representative J. Kevin Pearson

OTHER MEMBERS PRESENT: Dr. Tia Mills, John Parauka, Dr. Tom Stafford, and Kelly Thompson

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Phil Griffith, Douglas Swenson, Jeff LaCour, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Robyn Jenkins-King, Steve Marangos, Will Merrill, Dionne Rabalais, Davorio Stevenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse

OTHERS PRESENT: Shelley Johnson, Foster & Foster Actuaries and Consultants; Tyler Bosworth, House Retirement Committee and Rodney Watson, Louisiana Retired Teachers' Association

Roll Call

Ms. Nogess called the meeting to order at 3:04 p.m. The secretary called the roll and a quorum was established. Ms. Nogess appointed Mr. Hennigan to serve on the Committee as alternate for Mr. Julien.

Update and Discussion of 2019 Regular Session

Mrs. Vicknair presented an overview of legislation affecting TRSL. The Committee will take positions on the bills at the April meeting. There is currently no legislation being monitored.

Adjournment

ON MOTION OF DR BAUDIN, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to adjourn at 3:28 p.m.