

**Teachers' Retirement System of Louisiana**  
**Board of Trustees**  
**8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, Louisiana 70809**  
**Upon Adjournment of Executive Committee - Tuesday**  
**June 30, 2020**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Lotte Delaney, David Hennigan, Rick McGimsey (Commissioner's Designee), Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Neshelle Nogess, Dr. Tom Stafford, and Dr. James Taylor

**MEMBERS ABSENT:** Dr. Cade Brumley, Senator Cleo Fields, Holly Gildig, Representative Lance Harris, Ricky Julien, Sr., Dr. Tia Mills, Suzette Riddle, and Kelly Thompson

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Philip Griffith, Douglas Swenson, Jeff LaCour, Lisa Honore, Dana Brown, Maurice Coleman, and Lisa Barousse

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

Each member of the Board received the following:

1. June 2020 Board Book
2. Investment Committee Meeting June 30, 2020, Performance Report – April 30, 2020
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; and Aon Investments
4. *La. R.S. 11:710.1 (Act 337 of 2020) Overview of new return-to-work law* presentation by Katherine Whitney
5. *Review and Discussion of Discount Rate, June 30, 2020* presentation by Shelley Johnson, Foster & Foster Actuaries and Consultants

Dr. Baudin called the meeting to order at 2:51 p.m. Dr. Nelson led the Pledge of Allegiance. The secretary called the roll and a quorum was established.

**Approval of Minutes of the Meeting of the TRSL Board of Trustees Held May 7, 2020 (Including Minutes of Committee Meetings held May 7, 2020)**

ON MOTION OF MR. NAPPER, SECONDED BY MS. DELANEY, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held May 7, 2020 (including Minutes of Committee Meetings held May 7, 2020).

### Legislative Committee Report

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

### Investment Committee Report

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

### Director's Update

- COVID-19 – TRSL
- LAPERS (September 20-22, 2020) – cancelled
- Trustee Education
  - Lisa Barousse will let you know if you need education hours to meet the requirement for the 2019/2020 education cycle which ends August 31, 2020; and suggested presentations to review in the Board Portal
  - There will be virtual presentations from LASERS and other entities for review to meet the required hours needed to receive per diem; as well as TRSL education opportunities throughout the 2020/2021 education cycle
- District 5 Board Election – one candidate has withdrawn, leaving three candidates vying for the District 5 seat
- Mrs. Vicknair announced her retirement effective January 1, 2021. She thanked the Board for placing confidence in her as Director. There will be a Personnel Committee meeting in July to discuss the transition.

### Adjournment

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Board voted to adjourn at 3:05 p.m.

Teachers' Retirement System of Louisiana  
Legislative Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, Louisiana 70809  
9:30 a.m. - Tuesday  
June 30, 2020

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

**MEMBERS ABSENT:** Senator Cleo Fields, Holly Gildig, Representative Lance Harris, Ricky Julien, Sr., and Kelly Thompson

**OTHER MEMBERS PRESENT:** Lotte Delaney and Dr. Tom Stafford

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Douglas Swenson, Phil Griffith, Jeff LaCour, Dana Brown, Maurice Coleman, Matt Tessier, and Lisa Barousse

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

### Roll Call

Ms. Nogess called the meeting to order at 9:31 a.m. The secretary called the roll and a quorum was established. Ms. Nogess appointed Dr. Taylor to serve on the Committee as an alternate for Mrs. Gildig.

### Update and Discussion of 2020 Legislative Sessions

#### Update on Meetings

Mrs. Vicknair updated the Committee on the following meetings:

- Senate Retirement Committee – May 11, 2020 and May 22, 2020
- House Retirement Committee – May 20, 2020
- Joint Legislative Committee on the Budget (JLCB) – May 26, 2020

Legislation Affecting TRSL

Mrs. Vicknair and Ms. Whitney updated the Committee on legislation affecting TRSL, including a presentation on the new return to work law.

Legislation Monitored by TRSL

Ms. Whitney updated the Committee on legislation monitored by TRSL.

Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 10:02 a.m.

**Teachers' Retirement System of Louisiana  
Investment Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, Louisiana 70809  
Upon Adjournment of Legislative Committee - Tuesday  
June 30, 2020**

**MEMBERS PRESENT:** David Hennigan, Dr. Paul Nelson, Neshelle Nogess, Jim Napper (Treasurer's Designee), Dr. James Taylor, Rick McGimsey (Commissioner's Designee), Dr. Tom Stafford, and Dr. Jerry Baudin

**MEMBERS ABSENT:** Holly Gildig, Senator Cleo Fields, and Representative Lance Harris

**OTHER MEMBERS PRESENT:** Lotte Delaney

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Douglas Swenson, Phil Griffith, Jeff LaCour, Dana Brown, Maurice Coleman, and Lisa Barousse

**OTHERS PRESENT:** Paul Yett, Matt Silverio, and Ben Eckroth, Hamilton Lane Advisors, LLC; Scott Coopridger, Russ Ivinjack, and Rishi Delvadia, Aon Investments; and Shelley Johnson, Foster & Foster Actuaries and Consultants

**Roll Call**

Mr. Hennigan called the meeting to order at 10:04 a.m. The secretary called the roll and a quorum was established.

**Private Market Update and Review**

Mr. Yett, Mr. Silverio, and Mr. Eckroth of Hamilton Lane Advisors, LLC appeared before the Committee to present the private market update and review of potential private market investments.

Mr. Silverio presented the private market update.

Mr. Eckroth reviewed a potential investment in GSO Capital Opportunities Fund IV, L.P.

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 June 30, 2020, pertaining to investments in GSO

Capital Opportunities Fund IV, L.P. (up to \$100 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Yett reviewed a potential investment in Kayne Anderson Real Estate Partners VI, L. P.

ON MOTION OF DR. BAUDIN, SECONDED BY MS. NOGESS, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report, including the due-diligence process dated June 30, 2020, pertaining to investments in Kayne Anderson Real Estate Partners VI, 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 Torchlight Debt Fund VII, L.P.

ON MOTION OF DR. BAUDIN, 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 June 30, 2020, pertaining to investments in Torchlight Debt Fund VII, 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. Eckroth presented the Annual Committee Reports on Crow Holding Realty Partners, V, VI, VII, and VIII, L.P.; Harbert European Real Estate Fund V, L.P.; Kohlberg Investors VI, VII, VIII, and IX, L.P.; LS Power Equity Partners III and IV, L.P., and Silver Lake Partners V, L.P.

ON MOTION OF MS. NOGESS, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive the private market annual reports as presented.

#### Presentation and Approval of the Revised Schedule of Investment Searches for 2020

Mrs. Vicknair presented options regarding the Schedule of Investment Searches for 2020 as affected by COVID-19.

ON MOTION OF MR. NAPPER, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to suspend investment searches and execute contracts of those managers scheduled for search for up to six months, unless an emergency necessitating a search arises.

## Presentation of Solicitation for Proposals for Investment Consultant

In accordance with action of the previous item suspending investment searches for 2020, the SFP for Investment Consultant will be presented at a later date.

## 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. Ivinjack presented Aon Investments' June 30, 2020 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through May 31, 2020.

### Potential Opportunistic Investment - Principal Real Estate Mortgage-Backed Securities Investment

Mr. Griffith presented an introduction to opportunistic investments as the investments relate historically and currently to TRSL. Mr. Coopriker presented Aon Investments' Principal Real Estate Debt product due diligence report and recommendation. Mr. Griffith expressed staff's support of the recommendation and described the investment implementation process.

ON MOTION OF DR. BAUDIN, SECONDED BY DR. NELSON, AND CARRIED, the Committee voted to hire Principal Real Estate as a Commercial Mortgage-Backed Securities (CMBS) manager to manage up to \$100 million of domestic CMBS for TRSL with an initial \$50 million investment and an additional \$50 million available if the spread widens, contingent on contract negotiations.

### Portfolio Review

Mr. Delvadia of Aon Investments and Mr. Brown reviewed Large Cap Value Managers: LSV Asset Management and Macquarie Investment Management; Mr. Coopriker and Maurice Coleman reviewed Private Market Manager: Hamilton Lane Advisors, LLC.

## Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY DR. NELSON, AND CARRIED, the Committee voted to adjourn at 1:34 p.m.

**Teachers' Retirement System of Louisiana  
Executive Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Investment Committee - Tuesday  
June 30, 2020**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Neshelle Nogess, David Hennigan, and Jim Napper (Treasurer's Designee)

**MEMBERS ABSENT:** Holly Gildig, Ricky Julien, Sr., and Dr. Tia Mills

**OTHER MEMBERS PRESENT:** Lotte Delaney, Rick McGimsey (Commissioner's Designee), Dr. Paul Nelson, Dr. Tom Stafford, and Dr. James Taylor

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Douglas Swenson, Phil Griffith, Jeff LaCour, Dana Brown, Maurice Coleman, and Lisa Barousse

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

**Roll Call**

Dr. Baudin called the meeting to order at 1:35 p.m. The secretary called the roll and a quorum was established.

**Review and Discussion of Discount Rate**

Shelley Johnson, Foster & Foster Actuaries and Consultants, presented *Review and Discussion of Discount Rate*. The presentation qualified as one hour of actuarial education for trustees.

**Discussion of July 2020 Board Meeting Dates**

Mrs. Vicknair presented options for the July 2020 Board and Committee meeting dates due to the lengthy July tentative agendas.

ON MOTION OF MR. NAPPER, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to approve Thursday, July 30, 2020 as an additional meeting day, in the event it is needed.

**Presentation and Approval of Proposed Meeting Dates for 2021**

Mrs. Vicknair presented the proposed meeting dates for 2021.



ON MOTION OF MR. NAPPER, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to approve the following meetings dates for 2021: January 7 & 8, February 4 & 5, March 4 & 5, April 8 & 9, May 6 & 7, June 3 & 4, July 8 & 9, August 5 & 6, September 9 & 10, October 7 & 8, November 4 & 5, and December 2 & 3.

**Presentation, Review and Approval of Emergency Rule: DROP Distributions Provided for by Coronavirus Aid, Relief, and Economic Security Act (CARES Act) of 2020**

Mr. Swenson presented the Emergency Rule: DROP Distributions Provided for by Coronavirus Aid, Relief, and Economic Security Act (CARES Act) of 2020.

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the Emergency Rule: DROP Distributions Provided for by Coronavirus Aid, Relief, and Economic Security Act (CARES Act) of 2020.

**Approval of the Louisiana Compliance Questionnaire**

Mr. LaCour presented the Louisiana Compliance Questionnaire.

ON MOTION OF MS. NOGESS, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the Louisiana Compliance Questionnaire (for release to outside audit firm).

**Presentation and Approval of Board Governance Policies 100.15 (Board Meeting Protocol), 100.16 (Standards of Conduct), 100.20 (Fiduciary Responsibilities), 100.21 (Education and Training Requirements), and 100.22 (Financial Disclosure and Expenditure Reporting Requirement)**

Board Governance Policies 100.15 (Board Meeting Protocol), 100.16 (Standards of Conduct), 100.20 (Fiduciary Responsibilities), 100.21 (Education and Training Requirements), and 100.22 (Financial Disclosure and Expenditure Reporting Requirement) were presented for review in March, including proposed changes. Ms. Whitney informed the Committee that there were no substantive changes proposed by Board members to the policies as presented in March.

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the proposed revisions to Board Governance Policies 100.15, 100.16, 100.20, 100.21, and 100.22.

**Presentation and Review of Board Governance Policies 100.32 (Service Provider Selection), 100.33 (Securities Litigation), 100.34 (Ethics Policy), 100.35 (Travel Policy), 100.36 (General Principles Governing the Evaluation of Legislative and Other Proposals), and 100.37 (Self Evaluation)**

Ms. Whitney reviewed Board Governance Policies 100.32 (Service Provider Selection), 100.33 (Securities Litigation), 100.34 (Ethics Policy), 100.35 (Travel Policy), 100.36 (General Principles Governing the Evaluation of Legislative and Other Proposals), and 100.37 (Self Evaluation), including proposed changes to Policies 100.32, 100.34, 100.35, 100.36 and 100.37. There were no proposed changes to Policy 100.33.

ON MOTION OF MR. HENNIGAN, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to receive the proposed revisions to Board Governance Policies 100.32, 100.34, 100.35, 100.36, and 100.37 for approval in July.

**Adjournment**

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. NAPPER, AND CARRIED, the Committee voted to adjourn at 2:50 p.m.