

**Teachers' Retirement System of Louisiana
Board of Trustees
Upon Adjournment of Executive Committee – Friday
October 2, 2015**

MEMBERS PRESENT: Robert Lawyer, Dr. Jerry Baudin, Kimberly Flair, Holly Gildig, Joyce Haynes, David Hennigan, Superintendent Alonzo Luce, Jim Napper (Treasurer's Designee), John Parauka, and Dr. James Taylor

MEMBERS ABSENT: Dr. Sheryl Abshire, Senator Elbert Guillory, Kathy Hattaway, Commissioner Kristy Nichols, Representative J. Kevin Pearson, and State Superintendent John White

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Philip Griffith, Dana Vicknair, Roy Mongrue, Jr., Taylor Arnold, Jennifer Bagby, Jennifer Beeson, Allison Breeden, Kelly Broussard, Consuello Brown, Dana Brown, Jason Butler, Megan Coco, Maurice Coleman, Jill Courtney, Santiago Cruz, Randy Fekete, Michael Ficklin, Lyn Fry, Carla Hale, Kelli Harrison, Randall Harrison, Lisa Honore, Matthew Hungerford, Joy Irwin, DeShane Jarrell, Karissa Johnson, Linnie Johnson, Vicki Johnson, Jeff LaCour, Chantelle Landry, Jonathan Maat, Lationa McCray, Will Merrill, Jessica Mouton, Wes Nelson, Shannon Oatley, Kristen O'Neil, Candi Ourso, Sharon Parker, Greg Powell, Dionne Rabalais, Eric Redecker, Linda Reese, Kelly Resnick, Julius Roberson, Joanna Rome, Dee Rose, Danielle Rowell, Brandi Russell, Shannon Savignol, Chaneita Smith, Melanie Soileau, Kacy Smith, Duke Williams, Charlene Wilson, Beth Worthen, Laurie Wright, and Lisa Barousse

OTHERS PRESENT: Shelley Johnson, Foster & Foster; Charles Hall, Hall Actuarial Associates; Shane Riddle, Louisiana Association of Educators, and Ryan Gremillion, Louisiana Department of Education

Each member of the Board received the following:

1. October 2015 Board Book
2. *Investment Committee Meeting October 1, 2015, Performance Report – August 31, 2015*
3. *Investment Committee Meeting, September 2015 Subcommittee to Review Responses to Investment Consultant Services SFP*
4. Investment Committee Presentations: Aon Hewitt Investment Consulting; Meketa Investment Group, and Mercer Investment Consulting, Inc.
5. *Teachers' Retirement System of Louisiana Actuarial Valuation June 30, 2015*
6. *TRSL's Boardroom Beacon, Meet the Departments: Retirement*

Mr. Lawyer called the meeting to order at 9:35 a.m. Dr. Baudin 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 September 4, 2015 (Including Minutes of Committee Meetings held September 3 and 4, 2015)

ON MOTION OF DR. TAYLOR, SECONDED BY MR. PARAUKA, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held September 4, 2015 (including Minutes of Committee of the Whole Meeting held September 3 and 4, 2015).

Elections Committee Report

ON MOTION OF MS. FLAIR, SECONDED BY DR. BAUDIN, 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 MRS. GILDIG, SECONDED BY MRS. HAYNES, AND CARRIED, the Board voted to accept the report of the Investment Committee and to approve the recommendations contained therein.

Executive Committee Report

ON MOTION OF MR. LAWYER, SECONDED BY DR. TAYLOR, 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

Mr. Cagle introduced Joy Irwin. Ms. Irwin joined the Accounting staff as Accountant Manager 4 in September.

Presentation of Government Finance Officers Association Awards for TRSL's Comprehensive Annual Financial Report (CAFR) and Popular Annual Financial Report (PAFR)

For the 24th consecutive year, the GFOA Certificate of Achievement for Excellence in Financial Reporting was awarded to TRSL. Mr. Randy Fekete, in Accounting, received the Award of Financial Reporting Achievement for his work on the CAFR.

TRSL also received the Award for Outstanding Achievement in Popular Annual Financial Reporting for the 13th consecutive year. Mrs. Jill Courtney, in the Public Information Department, received the Award of Outstanding Reporting Achievement for her work on the PAFR.

Mr. Lawyer recognized the following individuals who contributed to the completion of the CAFR and PAFR for Fiscal Year ended June 30, 2015:

- Wes Nelson (Accounting-General Ledger Section)
- Joanna Rome, Vicki Johnson, and Karissa Johnson (Accounting-Investment Section)
- Sharhonda Brown (Accounting-Administrative Assistant)
- Renee Britt, Rosena Prestigiacommo, and Patricia Edmonson (Investments)
- Mark Hodges and Dant LaSalle (IT)
- Shelley Johnson (Actuary)
- Charlene Wilson (Chief Financial Officer)
- Lisa Honore` (Public Information Director)

Director's Update

Ms. Westgard updated the Board on the following items:

- Department Overview – Laurie Wright gave an overview of the Retirement Department and introduced the department employees.
- Trustee Education Status

Adjournment

ON MOTION OF MS. FLAIR, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 10:00 a.m.

**Teachers' Retirement System of Louisiana
Elections Committee
9:00 a.m. – Thursday
October 1, 2015**

MEMBERS PRESENT: Kathy Hattaway, Joyce Haynes, Jim Napper (Treasurer's Designee), Dr. Sheryl Abshire, Superintendent Alonzo Luce, Holly Gildig, Dr. James Taylor and Robert Lawyer

MEMBERS ABSENT: Commissioner Kristy Nichols

OTHER MEMBERS PRESENT: Dr. Jerry Baudin, David Hennigan, and John Parauka

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Philip Griffith, Dana Vicknair, Roy Mongrue, Jr., Ed Branagan, Dana Brown, Maurice Coleman, Lisa Honore`, Katherine Whitney, Duke Williams, Dana Lee Haltom, and Lisa Barousse

Roll Call

Ms. Hattaway called the meeting to order at 9:00 a.m. The secretary called the roll and a quorum was established.

Receive and Approve Primary Election Results for District 4

Ms. Hattaway read the election results as follows:

District 4	No.	Pct.
David A. Hennigan	288	40.97
Breanke P. Mitchell	155	22.05
Cynthia Y. Henderson	119	16.93
Dr. Fredrick L. Pinkney	90	12.8
Samuel R. Ziegler, Jr.	51	7.25

A run-off election will be held between David Hennigan and Breanke Mitchell, who received 40.97% and 22.05% of the votes, respectively.

ON MOTION OF MR. LAWYER SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to receive and approve the 2015 primary election results for District 4.

Ms. Westgard explained the process by which the District 3 representative will be appointed by the Board in November.

Adjournment

ON MOTION OF MR. LAWYER, SECONDED BY DR. TAYLOR, AND CARRIED, the Committee voted to adjourn at 9:08 a.m.

**Teachers' Retirement System of Louisiana
Investment Committee
Upon Adjournment of Elections Committee – Thursday
October 1, 2015**

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

MEMBERS ABSENT: Senator Elbert Guillory, Commissioner Kristy Nichols, and Representative J. Kevin Pearson

OTHER MEMBERS PRESENT: Kimberly Flair, John Parauka, and Dr. James Taylor

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Philip Griffith, Dana Vicknair, Roy Mongrue, Jr., Ed Branagan, Dana Brown, Maurice Coleman, Katherine Whitney, Duke Williams, Dana Lee Haltom, and Lisa Barousse

OTHERS PRESENT: Scott Coopridger, Russ Ivinjack, Rishi Delvadia, and Steve Benjamin of Aon Hewitt Investment Consulting; Stephen McCourt, Leandro Festino and Aaron Lally of Meketa Investment Group; and Andrew Ness, Joe Libbra and Michael Paolucci of Mercer Investment Consulting, Inc.

Roll Call

Dr. Abshire called the meeting to order at 9:10 a.m. The secretary called the roll and a quorum was established.

Quarterly Summary of Alternative Assets and Real Estate (for period ended 06/30/15)

Maurice Coleman presented the Quarterly Summary of Alternative Assets and Real Estate (for the period ended June 30, 2015).

ON MOTION OF DR. BAUDIN, SECONDED BY MR. LAWYER, AND CARRIED, the Committee voted to receive the Quarterly Summary of Alternative Assets and Real Estate (for the period ended June 30, 2015).

Interview Finalists and Recommend Successful Candidate Firm(s) for Investment Consultant

Ms. Westgard explained the process for selecting the Investment Consultant.

Mr. Griffith presented an overview of the potential candidates: Aon Hewitt Investment Consulting, Meketa Investment Group, and Mercer Investment Consulting, Inc.

The following representatives from each firm appeared before the Committee to be interviewed for Investment Consultant:

- Scott Coopridier, Russ Ivinjack, Steve Benjamin, and Rishi Delvadia of Aon Hewitt Investment Consulting
- Stephen McCourt, Leandro Festino, and Aaron Lally of Meketa Investment Group
- Andrew Ness, Joe Libbra and Michael Paolucci of Mercer Investment Consulting, Inc.

Ms. Hattaway assumed the chair for Dr. Abshire. Dr. Abshire had to attend another meeting and was not present for ranking of the candidates.

ON MOTION OF DR. BAUDIN, SECONDED BY MRS. HAYNES, AND CARRIED, the Committee voted to rank Defined Benefit Consulting Services and Defined Contribution Consulting Services separately.

The Committee ranked the firms as follows for Defined Benefit Consulting Services, with 1 = highest ranking and 3 = lowest ranking.

<i>DB</i>	<i>Aon Hewitt</i>	<i>Meketa</i>
Dr. Baudin	1	2
Mrs. Gildig	1	2
Mrs. Haynes	1	2
Mr. Hennigan	1	2
Mr. Napper	1	2
Mr. Lawyer	1	2
Ms. Hattaway	1	2
	7	14

Aon Hewitt ranked highest, followed by Meketa.

The Committee ranked the firms as follows for Defined Contribution Consulting Services, with 1 = highest ranking and 3 = lowest ranking.

<i>DC</i>	<i>Aon Hewitt</i>	<i>Meketa</i>	<i>Mercer</i>
Dr. Baudin	2	3	1
Mrs. Gildig	2	3	1
Mrs. Haynes	2	3	1
Mr. Hennigan	2	3	1
Mr. Napper	2	3	1
Mr. Lawyer	2	3	1
Ms. Hattaway	2	3	1
	14	21	7

Mercer ranked highest, followed by Aon Hewitt and Meketa, respectively.

ON MOTION OF MRS. GILDIG, SECONDED BY MR. LAWYER, AND CARRIED, the Committee voted to hire Aon Hewitt Investment Consulting for Defined Benefit Investment Consulting Services, and Mercer Investment Consulting, Inc. for Defined Contribution Investment Consulting Services, subject to fee negotiations.

Overview of Opportunistic Investing – Aon Hewitt Investment Consulting, Inc.

Due to time constraints, *Overview of Opportunistic Investing* will be presented at a future meeting.

Fiscal Year-end Optional Retirement Plan (ORP) Review

Mr. Benjamin of Aon Hewitt presented the fiscal year-end ORP review.

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. LAWYER, AND CARRIED, the Committee voted to receive the fiscal year-end ORP review.

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 the Aon Hewitt October 1, 2015 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through August 31, 2015.

Portfolio Review

Mr. Delvadia of Aon Hewitt and Dana Brown reviewed SMID manager, Westwood Holdings Group, Inc. and Mid Cap manager, Voya Investment Management (Growth).

Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 2:48 p.m.

Teachers' Retirement System of Louisiana
Executive Committee
8:30 a.m. - Friday
October 2, 2015

MEMBERS PRESENT: Robert Lawyer, Dr. Jerry Baudin, Joyce Haynes, and David Hennigan

MEMBERS ABSENT: Dr. Sheryl Abshire and Kathy Hattaway

OTHER MEMBERS PRESENT: Kimberly Flair, Jim Napper (Treasurer's Designee), John Parauka, and Dr. James Taylor

STAFF PRESENT: Maureen Westgard, Stuart Cagle, Philip Griffith, Dana Vicknair, Roy Mongrue, Jr., Dana Brown, Maurice Coleman, Jeff LaCour, Steve Marangos, Dionne Rabalais, Matt Tessier, Katherine Whitney, Duke Williams, Charlene Wilson, Laurie Wright, Dana Lee Haltom, and Lisa Barousse

OTHERS PRESENT: Brad Heinrichs and Shelley Johnson, Foster and Foster; Charles Hall, Hall Actuarial Associates; Shane Riddle, Louisiana Association of Educators; Ryan Gremillion, Louisiana Department of Education; Tim Mathis, Louisiana House of Representatives Fiscal Division; Rodney Watson, Louisiana Retired Teachers' Association; Jim Melohn, St. Charles Parish School Board; and Laura Gail Sullivan, Louisiana Senate

Roll Call

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

Presentation and Approval of Audit Reports by TRSL Audit Staff

Jeff LaCour presented the Retirees Return to Work and Limited Scope Reviews Audit Reports.

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

Presentation of Quarterly Litigation Reports

Mr. Mongrue presented the Quarterly Litigation Reports.

ON MOTION OF DR. BAUDIN, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to receive the Quarterly Litigation Reports.

Presentation of Actuarial Valuation for Fiscal Year Ended June 30, 2015

Shelley Johnson of Foster & Foster presented the Annual Actuarial Valuation (including the Actuarial Valuation of the Louisiana State University Agriculture and Extension Service) for Fiscal Year ended June 30, 2015. (Note: The valuation will not be considered final until approval by PRSAC.) The presentation qualified for one hour of Actuarial Science Education for Trustees.

ON MOTION OF DR. BAUDIN, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the Annual Actuarial Valuation of the Teachers' Retirement System of Louisiana, (including the Actuarial Valuation of the Louisiana State University Agriculture and Extension Service) for the Fiscal Year ended June 30, 2015 and the projected contribution rates contained therein for the Fiscal Year ending June 30, 2017.

Adjournment

ON MOTION OF MRS. GILDIG, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to adjourn at 9:30 a.m.