

Teachers' Retirement System of Louisiana
Board of Trustees
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Investment Committee - Thursday
February 6, 2020

MEMBERS PRESENT: Dr. Jerry Baudin, Holly Gildig, David Hennigan, Ricky Julien, Sr., Jim Napper (Treasurer's Designee), Suzette Riddle, Dr. Tom Stafford, and Kelly Thompson

MEMBERS ABSENT: Lotte Delaney, Rick McGimsey (Commissioner's Designee), Dr. Tia Mills, Dr. Paul Nelson, Neshelle Nogess, Senator Edward Price, and State Superintendent John White

STAFF PRESENT: Dana Vicknair, Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Dana Brown, Maurice Coleman, Davorio Stevenson, Ed Branagan, Melanie Deville, Andrea Guntz, Randall Harrison, Sharhonda Jenkins, Linnie Johnson, Steve Marangos, Dionne Rabalais, Matt Tessier, Charlene Wilson, Laurie Wright, and Lisa Barousse

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

Each member of the Board received the following:

1. February 2020 Board Book
2. Investment Committee Meeting February 6, 2020, Performance Report – December 31, 2019
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; and Aon Hewitt Investment Consulting, Inc.
4. *Teachers' Retirement System of Louisiana, June 30, 2019 Actuarial Valuation (Revised January 9, 2020)*
5. *TRSL 2019 Asset Liability Projection PBI Scenario* – Shelley Johnson, Foster & Foster Actuaries and Consultants
6. *2020 Regular Legislative Session, Legislation AFFECTING TRSL, February 6, 2020 and 2020 Regular Legislative Session, Legislation MONITORED by TRSL Board, February 6, 2020*

Dr. Baudin called the meeting to order at 11:55 p.m. Dr. Stafford 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 January 9, 2020 (Including Minutes of Committee Meetings held January 9, 2020)

ON MOTION OF DR. TAYLOR, SECONDED BY MR. JULIEN, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held January 9, 2020 (including Minutes of Committee Meetings held January 9, 2020).

Legislative Committee Report

ON MOTION OF MRS. GILDIG, SECONDED BY MRS. RIDDLE, AND CARRIED, the Board voted to accept the report of the Legislative Committee.

Investment Committee Report

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

Director's Update

Mrs. Vicknair updated the Board on the following items:

- PRSAC meeting 2/12/20 – TRSL's revised valuation to be presented for approval
- 2019 United Way Campaign
 - Recognized Melanie Deville for coordinating the campaign, which raised \$5,115.12
- 2018 Greater Baton Rouge Food Bank
 - Recognized Sharhonda Jenkins for coordinating contributions to the Food Bank on behalf of TRSL - \$1,090 and 78 pounds of food

Adjournment

ON MOTION OF MR. JULIEN, SECONDED BY DR. TAYLOR, AND CARRIED, the Board voted to adjourn at 12:15 p.m.

Teachers' Retirement System of Louisiana
Legislative Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
9:00 a.m. - Thursday
February 6, 2020

MEMBERS PRESENT: Holly Gildig, David Hennigan, Ricky Julien, Sr., Kelly Thompson, Jim Napper (Treasurer's Designee), Dr. Jerry Baudin, Suzette Riddle, and Dr. James Taylor

MEMBERS ABSENT: Dr. Paul Nelson, Neshelle Nogess, Rick McGimsey (Commissioner's Designee), and Senator Ed Price

OTHER MEMBERS PRESENT: Dr. Tom Stafford and Kelly Thompson

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

OTHERS PRESENT: Shelley Johnson, Foster & Foster Actuaries and Consultants; Rodney Watson, Louisiana Retired Teachers' Association; Shane Riddle, Louisiana Association of Educators; Tyler Bosworth, House Retirement Committee; and Margaret Corley, Senate Retirement Committee

Roll Call

Mrs. Gildig called the meeting to order at 9:00 a.m. The secretary called the roll and a quorum was established. Mrs. Gildig appointed Mrs. Riddle and Dr. Taylor to serve on the Committee as alternates for Ms. Nogess and Dr. Nelson.

Update and Discussion of 2020 Legislative Session

Mrs. Vicknair presented an overview of legislation affecting TRSL. The Committee will take positions on the bills at the March meeting. Mr. Swenson gave an overview of legislation monitored by TRSL.

Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY MRS. RIDDLE AND CARRIED, the Committee voted to adjourn at 9:25 a.m.

Teachers' Retirement System of Louisiana
Executive Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Legislative Committee - Thursday
February 6, 2020

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

MEMBERS ABSENT: Dr. Tia Mills and Neshelle Nogess

OTHER MEMBERS PRESENT: Suzette Riddle, Dr. Tom Stafford, Dr. James Taylor, and Kelly Thompson

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

OTHERS PRESENT: Shelley Johnson, Foster & Foster Actuaries and Consultants; Rodney Watson, Louisiana Retired Teachers' Association; Shane Riddle, Louisiana Association of Educators; Tyler Bosworth, House Retirement Committee; and Margaret Corley, Senate Retirement Committee

Roll Call

Dr. Baudin called the meeting to order at 9:26 a.m. The secretary called the roll and a quorum was established.

Presentation of Amended Actuarial Valuation for Fiscal Year Ended June 30, 2019 as Related to Discount Rate Reduction approved January 9, 2020

Mrs. Johnson of Foster & Foster Actuaries and Consultants presented the Amended Actuarial Valuation for Fiscal Year Ended June 30, 2019. The valuation was amended to reflect the change in the discount rate beginning FY 2020-2021 from 7.5% to 7.45% and to use this discount rate to set the FY 2021 projected employer contribution rates as approved by the Board January 9, 2020.

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to receive the Amended Actuarial Valuation for FY Ended June 30, 2019.

TRSL Asset Liability Projection – PBI Scenario

Mrs. Johnson presented *TRSL Asset Liability Projection – PBI Scenario*. The presentation qualified for three-quarters of an hour of Actuarial Education.

Presentation and Approval of Board Governance Policies 100.5 (Authority and Governance Responsibilities), 100.6 (Management of System Funds as Trust Funds), 100.7 (Authority, Role, and Responsibility of Director), and 100.8 (Unclassified Staff Employment, Compensation, and Evaluation)

Board Governance Policies 100.5, 100.6, 100.7, and 100.8 were presented for review in January with no changes proposed to Policies 100.5 and 100.6, and revisions proposed to Policies 100.7 and 100.8. Dr. Honore' informed the Committee that there were no substantive changes proposed by Board members to the policies as presented in January.

ON MOTION OF MRS. GILDIG, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to approve the proposed revisions to Board Governance Policies 100.7 and 100.8.

Presentation and Review of Board Governance Policies 100.10 (Board Committees, Chair, member, and Quorum), 100.10.1 (Budget and Finance Committee Charter), 100.10.2 (Elections Committee Charter), 100.10.3 (Executive Committee Charter), 100.10.4 (Legislative Committee Charter), 100.10.5 (Membership and Entitlements Committee Charter), 100.10.6 (Investment Committee Charter), and 100.10.7 (Personnel Committee Charter)

Dr. Honore' reviewed Policies 100.10, 100.10.1 through 100.10.7, including the proposed revisions to Policies 100.10.3, 100.10.4, and 100.10.6.

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to receive the proposed revisions to Board Governance Policies 100.10.3, 100.10.4, and 100.10.6. for approval in March.

Appointment of State Medical Disability Board Physicians

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

ON MOTION OF MR. HENNIGAN, SECONDED BY MR. JULIEN, AND CARRIED, the committee voted to appoint the State Medical Disability Board Physicians as presented.

Adjournment

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 10:28 a.m.

Teachers' Retirement System of Louisiana
Investment Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Executive Committee – Thursday
February 6, 2020

- MEMBERS PRESENT:** Holly Gildig, David Hennigan, Jim Napper (Treasurer's Designee), Dr. James Taylor, Dr. Tom Stafford, Dr. Jerry Baudin, and Ricky Julien, Sr.
- MEMBERS ABSENT:** Dr. Paul Nelson, Neshelle Nogess, Rick McGimsey (Commissioner's Designee), and Senator Ed Price,
- OTHER MEMBERS PRESENT:** Suzette Riddle and Kelly Thompson
- STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Dana Brown, Maurice Coleman, Davorio Stevenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse
- OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; Matt Silverio, Hamilton Lane Advisors, LLC; Scott Coopridger, Russ Ivinjack, and Rishi Delvadia, Aon Hewitt Investment Consulting, Inc.

Roll Call

Mrs. Gildig called the meeting to order at 10:40 a.m. The secretary called the roll and a quorum was established. Mrs. Gildig appointed Mr. Julien to serve on the Committee as alternate for Dr. Nelson.

Private Market Update and Review of Potential Private Market Investments

Mr. Silverio of Hamilton Lane Advisors, L.L.C., presented the private market update and reviewed Bridgepoint Development Capital 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 February 6, 2020, pertaining to investments in Bridgepoint Development Capital IV, L.P. (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 Mid Cap Value Manager

Mrs. Gildig appointed the following to serve on the Subcommittee to Review Responses to Solicitation for Proposals for Mid Cap Value Manager: Mrs. Gildig as Chair, Mr. Hennigan, Dr. Nelson, Ms. Nogess, and Mr. Napper.

Presentation and Approval of Solicitation for Proposals for International Small Cap Manager

Mr. Griffith presented the Solicitation for Proposals for International Small Cap Manager.

ON MOTION OF MR. NAPPER, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to approve the Solicitation for Proposals for International Small Cap Manager.

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 and Mr. Coopriider presented Aon Hewitt's February 6, 2020 portfolio summary report. Staff and Consultant reviewed performance of TRSL investments through December 31, 2019.

Portfolio Review

Mr. Delvadia and Mr. Brown reviewed International Equity Developed Managers Baillie Gifford Overseas Limited (ACWI ex-US) and LSV Asset Management (ACWI ex-US); and International Large Cap Managers MFS Institutional Advisors (Value) and Artisan Partners Limited Partnership (Growth).

Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY MR. NAPPER, AND CARRIED, the Committee voted to adjourn at 11:49 a.m.