

**Teachers' Retirement System of Louisiana
Board of Trustees
8401 United Plaza Blvd., 4th Floor, Baton Rouge, Louisiana 70809
Upon Adjournment of Personnel Committee - Friday
July 31, 2020**

MEMBERS PRESENT: Dr. Jerry Baudin, Holly Gildig, Lotte Delaney, David Hennigan, Jim Napper (Treasurer's Designee), Dr. Tia Mills, Neshelle Nogess, Dr. Tom Stafford, and Dr. James Taylor

MEMBERS ABSENT: Dr. Cade Brumley, Senator Cleo Fields, Representative Lance Harris, Ricky Julien, Sr., Rick McGimsey (Commissioner's Designee), Dr. Paul Nelson, Suzette Riddle, and Kelly Thompson

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

Each member of the Board received the following:

1. July 2020 Board Book
2. Investment Committee Meeting July 31, 2020, Performance Report – June 30, 2020
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; Aon Investments; and Mercer
4. *Discussion of Inflation Assumption and Discount Rate, July 31, 2020* - presentation by Shelley Johnson, Foster & Foster Actuaries and Consultants
5. *RETIREES, Teachers' Retirement System of Louisiana, Vol 29, No 1*

Dr. Baudin called the meeting to order at 2:57 p.m. Mr. Hennigan 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 June 30, 2020 (Including Minutes of Committee Meetings held June 30, 2020)

ON MOTION OF MS. NOGESS, SECONDED BY DR. MILLS, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held June 30, 2020 (including Minutes of Committee Meetings held June 30, 2020).

Investment Committee Report

ON MOTION OF MR. HENNIGAN, SECONDED BY MRS. GILDIG, 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 DR. MILLS, AND CARRIED, the Board voted to accept the report of the Executive Committee in globo, and to approve the recommendations contained therein.

Personnel Committee Report

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

Director's Update

Mrs. Vicknair updated the Board on the following:

- COVID-19 – TRSL
- Trustee Education – Reminder - education hours to meet the requirement for the 2019/2020 education cycle must be completed by August 31, 2020.
- Remediation from the March 2014 Diesel spill is complete; the pump has been removed; awaiting final letter from DEQ certifying the matter is resolved.
- Education hours needed for per diem in the new cycle beginning September 1, 2020 will be provided via Board of Ethics website, external and internal presentations at committee meetings or via Board Portal.
- Mrs. Vicknair thanked the IT and Public Information staff, and Jeff LaCour for their work in setting up the boardroom to provide for social distancing, and coordinating and setting up the virtual presentations.

Adjournment

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Board voted to adjourn at 3:10 p.m.

**Teachers' Retirement System of Louisiana
Investment Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, Louisiana 70809
8:30 a.m. - Friday
July 31, 2020**

MEMBERS PRESENT: Holly Gildig, David Hennigan, Neshelle Nogess, Jim Napper (Treasurer's Designee), Dr. James Taylor, Rick McGimsey (Commissioner's Designee), Dr. Tom Stafford, Senator Cleo Fields, Representative Lance Harris, Dr. Jerry Baudin, and Dr. Tia Mills

MEMBERS ABSENT: Dr. Paul Nelson

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, Steve Gruber, and Ben Eckroth, Hamilton Lane Advisors, LLC; Scott Coopriider, Russ Ivinjack, and Rishi Delvadia, Aon Investments; Andrew Ness and Will Dillard, Mercer; and Shelley Johnson, Foster & Foster Actuaries and Consultants

Roll Call

Mr. Hennigan called the meeting to order at 8:30 a.m. The secretary called the roll and a quorum was established. Mr. Hennigan appointed Dr. Mills to serve on the Committee as an alternate for Dr. Nelson.

Mrs. Vicknair welcomed Senator Fields and Representative Harris to the Board.

Private Market Update and Review

Review and Adopt 2021 Fiscal Year Private Market Strategic Plan

Mr. Yett, Mr. Silverio, Mr. Gruber, and Mr. Eckroth, of Hamilton Lane Advisors, L.L.C., presented an overview of private markets and the 2021 Fiscal Year Private Market Strategic Plan. The presentation qualified for two hours of Investment Education for Trustees.

ON MOTION OF MR. NAPPER, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to adopt the report on the 2021 Fiscal Year Private Market Strategic Plan as presented.

Private Market Update

Mr. Silverio presented the private market update.

Potential Private Market Investments

Mr. Eckroth reviewed a potential alternative investment in Castlelake V Dislocated Opportunities, 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 July 31, 2020, pertaining to investments in Castlelake V Dislocated Opportunities, 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 alternative investment in ICG Recovery Fund II, L.P.

ON MOTION OF DR. BAUDIN, 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 July 31, 2020, pertaining to investments in ICG Recovery Fund II, L.P. (up to \$50 million), subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Capital Market Update and Review of TRSL Investments (Staff and Consultant)

Mr. Coopridder presented Aon Investments' Quarterly Review (for Period Ended March 31, 2020).

Mr. Griffith presented an overview of TRSL's total plan and public and private market investments. Mr. Ivinjack presented Aon Investments' Monthly Investment Review. Staff and Consultant reviewed performance of TRSL investments through June 30, 2020.

Portfolio Review

Mr. Delvadia and Mr. Brown reviewed Emerging Market Equity Managers: Dimensional Fund Advisors (Value) and Harding Loevner (Growth).

Optional Retirement Plan (ORP) Quarterly Review (for period ended March 31, 2020)

Mr. Ness and Mr. Dillard of Mercer presented the Optional Retirement Plan (ORP) Quarterly Review for March 31, 2020.

ON MOTION OF DR. MILLS, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to receive the ORP Quarterly Review as presented.

Adjournment

ON MOTION OF DR. BAUDIN, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to adjourn at 12:50 p.m.

Teachers' Retirement System of Louisiana
Executive Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Investment Committee - Friday
July 31, 2020

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

MEMBERS ABSENT: Ricky Julien, Sr.

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

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

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

Roll Call

Dr. Baudin called the meeting to order at 1:15 p.m. The secretary called the roll and a quorum was established.

Discussion of Assumed Rate of Return Reduction Plan

Mrs. Johnson, Foster & Foster Actuaries and Consultants presented "Discussion of Inflation Assumption and Discount Rate". The presentation qualified as one hour of Actuarial Education for trustees.

ON MOTION OF MR. HENNIGAN, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to reduce the inflation assumption from 2.5% to 2.3% with the June 30, 2020 funding and GASB valuations.

ON MOTION OF MRS. GILDIG, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to reduce all salary assumptions by 0.2%, as a result of the reduction in the inflation assumption.

Presentation and Approval of Quarterly Audit Reports by TRSL Audit Staff

Ms. Guntz presented Retirees Returning to Work and Limited Scope Review Compliance Audit Reports.

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

Annual Recap of Internal and Compliance Audits Performed in Fiscal Year 2019-2020

Ms. Guntz presented the Annual Recap of Internal and Compliance Audits Performed in Fiscal Year 2019-2020.

ON MOTION OF DR. MILLS, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to receive the Annual Recap of Internal and Compliance Audits Performed in Fiscal Year 2019-2020.

Presentation and Approval of the TRSL Annual Audit Plan for Fiscal Year 2020-2021

Ms. Guntz presented the TRSL Annual Audit Plan for Fiscal Year 2020-2021.

ON MOTION OF MR. HENNNIGAN, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to approve the Annual Audit Plan for Fiscal Year 2020-2021.

Presentation and Approval 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), 100.37 (Self Evaluation)

Board Governance Policies 100.32, 100.33, 100.34, 100.35, 100.36, and 100.37 were presented for review in June, including proposed changes to 100.32, 100.34, 100.35, 100.36, and 100.37 (there were no proposed changes to Policy 100.33). Dr. Honore' informed the Committee that there were no substantive changes proposed by Board members to the polices as presented in June.

ON MOTION OF MRS. GILDIG, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to approve the proposed revisions to Board Governance Policies 100.32, 100.34, 100.35, 100.36, and 100.37.

Adjournment

ON MOTION OF MR. HENNIGAN, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to adjourn at 2:35 p.m.

**Teachers' Retirement System of Louisiana
Personnel Committee
8401 United Plaza Blvd., 4th Floor, Baton Rouge, LA 70809
Upon Adjournment of Executive Committee - Friday
July 31, 2020**

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

MEMBERS ABSENT: Ricky Julien, Sr., Dr. Paul Nelson, Suzette Riddle, and Kelly Thompson

OTHER MEMBERS PRESENT: Rick McGimsey (Commissioner's Designee) and Dr. Tom Stafford

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

Roll Call

Mr. Napper called the meeting to order at 2:36 p.m. The secretary called the roll and a quorum was established.

Discussion and Approval of Succession/Transition Personnel

Mrs. Vicknair addressed the Committee.

MR. NAPPER MOVED and DR. MILLS SECONDED a motion to convene into Executive Session to discuss Succession/Transition of Personnel, as it relates to character and professional competence, with the Director to remain in the room.

A roll-call vote was taken. The vote was unanimous with Mr. Napper, Mrs. Gildig, Dr. Taylor, Dr. Mills, Mr. Hennigan, Dr. Baudin, Ms. Nogess, and Ms. Delaney voting yea. The Committee convened into Executive Session.

DR. BAUDIN MOVED AND DR. MILLS, SECONDED A MOTION to reconvene into Regular Session. A roll-call vote was taken. The vote was unanimous with Mr. Napper, Mrs. Gildig, Dr. Taylor, Dr. Mills, Mr. Hennigan, Dr. Baudin, Ms. Nogess, and Ms. Delaney voting yea. The Committee reconvened into Regular Session.

ON MOTION OF MR. NAPPER, UNANIMOUSLY SECONDED, AND CARRIED, the Committee voted to approve the double encumbrance of the Director's position by Katherine Whitney, effective October 5 through December 31, 2020; and to authorize the Board Chair to negotiate a contract with Katherine Whitney to fill the Director's position, effective January 1, 2021.

ON MOTION OF MR. NAPPER, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to authorize Katherine Whitney to sign contracts, agreements, and investment-related documents regarding Teachers' Retirement System of Louisiana (TRSL), effective October 5, 2020.

Adjournment

ON MOTION OF MR. HENNIGAN, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to adjourn at 2:56 p.m.