

**Teachers' Retirement System of Louisiana**  
**Board of Trustees**  
**8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809**  
**Upon Adjournment of Legislative Committee - Thursday**  
**January 9, 2020**

**MEMBERS PRESENT:** Dr. Jerry Baudin, Lotte Delaney, David Hennigan, Ricky Julien, Sr., Dr. Tia Mills, Jim Napper (Treasurer's Designee), Dr. Paul Nelson, Neshelle Nogess, Suzette Riddle, and Kelly Thompson

**MEMBERS ABSENT:** Holly Gildig, Rick McGimsey (Commissioner's Designee), Senator Barrow Peacock, Representative J. Kevin Pearson, Dr. Tom Stafford, and State Superintendent John White

**STAFF PRESENT:** Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Kyle Haase, Robyn Jenkins-King, Linnie Johnson, Josh O'Neal, Dionne Rabalais, Dayle Smith, Davorio Stevenson, Yolanda Stevenson, LaTrina Stone, Matt Tessier, Charlene Wilson, Laurie Wright, and Lisa Barousse

**OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; Shane Riddle, Louisiana Association of Educators; and Renee Siccone, Louisiana Retired Teachers' Association

Each member of the Board received the following:

1. January 2020 Board Book
2. Investment Committee Meeting January 9, 2020, Performance Report – November 30, 2019
3. Investment Committee Presentations from Hamilton Lane Advisors, LLC; Aon Hewitt Investment Consulting, Inc.; and BC Partners
4. *Discount Rate Current and Alternative Plan* – Shelley Johnson, Foster & Foster Actuaries and Consultants
5. *2020 Fiscal Year Goals, Major Projects by Balanced Scorecard Area - Update as of December 31, 2019*
6. *Public Notices as of January 7, 2020*

Dr. Baudin called the meeting to order at 1:30 p.m. Mrs. Thompson 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 December 6, 2019 (Including Minutes of Committee Meetings held December 5 and 6, 2019)**

ON MOTION OF DR. MILLS, SECONDED BY MR. JULIEN, AND CARRIED, the Board voted to approve the Minutes of the meeting of the TRSL Board of Trustees held December 6, 2019 (including Minutes of Committee Meetings held December 5 and 6, 2019).

**Executive Committee Report**

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

**Investment Committee Report**

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

**Elections Committee Report**

ON MOTION OF DR. MILLS, SECONDED BY MRS. RIDDLE, AND CARRIED, the Board voted to accept the report of the Elections 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 and to approve the recommendations contained therein.

**Introduction of Newly Hired Staff**

The following staff hired during the period October 1, 2019 through December 31, 2019 were introduced by Mr. Marangos, Mr. LaCour, and Mrs. Wilson, respectively.

IT Department - Josh O'Neal and Dayle Smith  
Administrative Services Department - Kyle Haase  
Accounting Department - Yolanda Stevenson

### **TRSL Board and Staff Ethics Certification**

Ms. Whitney noted that Ethics Certifications, which certify compliance with all Louisiana state ethics laws and TRSL ethics policy during 2019, were collected from Trustees and staff.

### **Director's Update**

Ms. Whitney updated the Board on the following items:

- Mileage decrease from .58 to .575
- Tax exempt and travel expense reimbursement forms have been updated and uploaded to the portal
- 2020 Board Reference Guide – will be updated and uploaded to the portal after House and Senate Retirement Committee Chairs are appointed
- Public Hearing for Commentary on Administrative Rules was held December 9, 2019 - no comments were submitted

### **Adjournment**

ON MOTION OF DR. MILLS, SECONDED BY MR. JULIEN, AND CARRIED, the Board voted to adjourn at 1:47 p.m.

Teachers' Retirement System of Louisiana  
Executive Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
9:00 a.m. – Thursday  
January 9, 2020

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

**OTHER MEMBERS PRESENT:** Lotte Delaney, Rick McGimsey (Commissioner's Designee), Dr. Paul Nelson, Senator Barrow Peacock, Suzette Riddle, Dr. James Taylor, and Kelly Thompson

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

**OTHERS PRESENT:** Shelley Johnson, Foster and Foster Actuaries and Consultants; Shane Riddle, Louisiana Association of Educators; Margaret Corley and Laura Gail Sullivan, Louisiana Senate; and Renee Siccone, Louisiana Retired Teachers' Association

**Roll Call**

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

**Oaths of Office**

Mr. Swenson administered oaths of office to Lotte Delaney, representing District 2, Dr. Tia Mills, representing District 3, and David Hennigan, representing District 4 for the term January 1, 2020 through December 31, 2023.

**Update on Public Retirement Systems Actuarial Committee Meeting of 12/18/19**

Mrs. Vicknair presented an update on the Public Retirement Systems Actuarial Committee (PRSAC) meeting of 12/18/19. The PRSAC Chairman requested the Board consider lowering the discount rate to 7.45%; no action was taken on TRSL's valuation.

ON MOTION OF MR. NAPPER, SECONDED BY MRS. GILDIG, AND CARRIED, the Committee voted to adopt a 7.45% discount rate for FY 2020-2021 and authorize Shelley Johnson of Foster & Foster Actuaries and Consultants to use this discount rate to set the FY 2021 projected employer contribution rates as presented. Ms. Johnson is further authorized to amend the FY 2019 TRSL Valuation incorporating this FY 2021 discount rate and present the valuation at the next scheduled TRSL Board Meeting and meeting of the Public Retirement Systems' Actuarial Committee.

**Presentation and Approval of Board Governance Policies 100.1 (Board Creation, Introduction, Purpose, and Definitions), 100.2 (Board Membership, Term, Duration, and Vacancy), 100.3 (Election of Trustees), and 100.4 (Election of Officers, Duties, and Vacancies)**

Board Governance Policies 100.1, 100.2, 100.3, and 100.4 were presented for review in December with no changes proposed to Policies 100.1 and 100.4, and revisions proposed to Policies 100.2 and 100.3. Dr. Honore' informed the Committee that there were no substantive changes proposed by Board members to the policies as presented in December; however per the Committee's request plural pronouns were eliminated unless the plural pronoun agreed in number with the subject (there were no plural pronouns in Policy 100.1).

ON MOTION OF DR. MILLS, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to approve the proposed revisions to Board Governance Policies 100.2, 100.3, and 100.4.

**Presentation and Review 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)**

Dr. Honore' reviewed Policies 100.5, 100.6, 100.7, and 100.8, and the proposed revisions to Policies 100.7 and 100.8.

ON MOTION OF MR. JULIEN, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to receive the proposed revisions to Board Governance Policies 100.7 and 100.8 for approval in February.

**Presentation and Approval of Administrative Rules: Chapter 9 (Computation of Final Average Compensation) and Chapter 5 (Deferred Retirement Option Plan (DROP))**

Administrative Rules: Chapter 9 (Computation of Final Average Compensation) and Chapter 5 (Deferred Retirement Option Plan (DROP)) were presented in December. Staff recommended repealing Chapter 9 and amending Chapter 5. Mr. Swenson informed the Committee that a federal provision was passed that changed the required distribution age from 70½ to 72. This provision was incorporated into the proposed amendments; and there were no other proposed revisions to the rules as presented in December.

ON MOTION OF MR. NAPPER, SECONDED BY DR. MILLS, AND CARRIED, the Committee voted to approve repealing Administrative Rule Chapter 9; and approve the amendments to Administrative Rule Chapter 5 as presented, and to authorize staff to proceed with the rulemaking process.

**Presentation and Approval of Quarterly Compliance Audit Reports**

Ms. Guntz presented the Quarterly Compliance Audit Reports – Retirees Returning to Work and Limited Scope Reviews.

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

**Quarterly Litigation Reports**

Mr. Swenson presented the Quarterly Litigation Reports.

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

**Update regarding *Societe Generale* (prospective litigation)**

DR. MILLS MOVED AND MR. HENNIGAN SECONDED A MOTION to convene into Executive Session to review and discuss potential litigation related to *Societe Generale*, with the Director, General Counsel, Chief Investment Officer, and Deputy Chief Investment Officer to remain in the room. A roll-call vote was taken.

The vote was unanimous with Dr. Baudin, Mrs. Gildig, Ms. Nogess, Mr. Hennigan, Mr. Julien, Dr. Mills, and Mr. Napper voting yea; the Committee convened into Executive Session.

MR. HENNIGAN MOVED AND MR. JULIEN SECONDED A MOTION to reconvene into Regular Session. A roll-call vote was taken.

The vote was unanimous with Dr. Baudin, Mrs. Gildig, Ms. Nogess, Mr. Hennigan, Mr. Julien, Dr. Mills, and Mr. Napper voting yea; the Committee reconvened into Regular Session.

### **Presentation and Review of FY 2019 Summary of Annual Return to Work Retiree Data**

Ms. Whitney presented the Review of FY 2019 Summary of Annual Return to Work Retiree Data.

ON MOTION OF MS. NOGESS, SECONDED BY MR. NAPPER, AND CARRIED, the Committee voted to receive the Return to Work Report as presented.

### **Progress Report on TRSL Balanced Scorecard Goals for 2019-2020**

Dr. Honore` presented a progress report on the major projects of the TRSL Balanced Scorecard Goals for 2019-2020.

ON MOTION OF DR. MILLS, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to receive the report.

### **Adjournment**

ON MOTION OF MR. NAPPER, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to adjourn at 10:04 a.m.

**Teachers' Retirement System of Louisiana  
Investment Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Executive Committee – Thursday  
January 9, 2020**

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

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

**OTHER MEMBERS PRESENT:** Lotte Delaney, Ricky Julien, Sr., Suzette Riddle, and Kelly Thompson

**STAFF PRESENT:** Dana Vicknair, Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Adam Averite, Ed Branagan, Dana Brown, Maurice Coleman, Andrea Guntz, Davorio Stevenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Paul Yett, Matt Silverio, and Demetrius Sidberry, Hamilton Lane Advisors, LLC; Ted Goldthorpe and Noelle Musco, BC Partners; Scott Coopridger, Rishi Delvadia, and Alex Levine, Aon Hewitt; Shelley Johnson, Foster & Foster Actuaries and Consultants; and Shane Riddle, Louisiana Association of Educators

**Roll Call**

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

**Private Market Update and Review of Potential Private Market Investments**

Paul Yett, Matt Silverio, and Demetrius Sidberry of Hamilton Lane Advisors, L.L.C., appeared before the Committee to present private market items.



Mr. Silverio presented the private market update.

Mr. Yett reviewed BC Partners Credit Special Opportunities Fund II.

Ted Goldthorpe and Noelle Musco, of BC Partners appeared before the Committee to give a presentation on the fund.

ON MOTION OF MS. NOGESS, 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 January 9, 2020, pertaining to investments in BC Partners Credit Special Opportunities Fund II (up to \$75 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

Mr. Silverio reviewed ASI Hark Capital III, L.P.

ON MOTION OF MS. NOGESS, SECONDED BY MR. HENNIGAN, AND CARRIED, consistent with the alternative investment guidelines, the Committee voted to receive the Hamilton Lane report including the due-diligence process dated January 9, 2020, pertaining to investments in ASI Hark Capital III, L.P. (up to \$50 million) subject to final term negotiations completed within the timeline established by the Hamilton Lane contract.

### Private Market Annual Committee Reports

Mr. Silverio presented the Private Market Annual Committee Reports on BC European Capital IX & X, L.P.; Crow Holdings Realty Partners V, VI, VII & VIII, L.P.; CVC Capital Partners Asia Pacific IV, L.P.; CVC European Equity Partners V, L.P.; CVC Capital Partners VI & VII, L.P.; Kayne Anderson Real Estate Partners IV & V, L.P.; Providence Equity Partners VI & VII, L.P.; Sares Regis Multifamily Fund, L.P.; Sares Regis Multifamily Value-Add Fund II & III, L.P.; Summit Partners Growth Equity Fund VIII, IX & X, L.P.; and Summit Partners Venture Capital Fund IV, L.P.

ON MOTION OF DR. NELSON, SECONDED BY DR. BAUDIN, AND CARRIED, the Committee voted to receive the reports as presented.

### Alternative Asset and Real Estate Co-Investment Presentation

Mr. Sidberry and Mr. Silverio presented "Alternative Asset and Real Estate Co-Investment". The presentation qualified for one hour of Investment Education.

**Presentation and Approval of Solicitation for Proposals (SFP) for Mid Cap Value Manager**

Mr. Griffith presented the SFP for Mid Cap Value Manager.

ON MOTION OF MR. NAPPER, SECONDED BY DR. NELSON, AND CARRIED, the Committee voted to approve the SFP for Mid Cap Value Manager.

**Capital Market Update and Review of TRSL Investments**

Mr. Griffith presented an overview of TRSL's total plan and public and private market investments. Scott Coopridier and Rishi Delvadia of Aon Hewitt Investment Consulting, Inc., presented the Monthly Investment Review. Mr. Delvadia introduced Alex Levine who is an investment analyst with Aon Hewitt. Staff and Consultant reviewed performance of TRSL investments through November 30, 2019.

**Adjournment**

ON MOTION OF DR. BAUDIN, SECONDED BY MR. NAPPER, AND CARRIED, the Committee voted to adjourn at 1:09 p.m.

**Teachers' Retirement System of Louisiana  
Elections Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Investment Committee – Thursday  
January 9, 2020**

**MEMBERS PRESENT:** Dr. Tia Mills, Kelly Thompson, Neshelle Nogess, Suzette Riddle, David Hennigan, Lotte Delaney, Dr. Jerry Baudin, and Dr. James Taylor

**MEMBERS ABSENT:** Dr. Tom Stafford

**OTHER MEMBERS PRESENT:** Holly Gildig, Ricky Julien, Sr., Jim Napper (Treasurer's Designee), Dr. Paul Nelson, and Dr. James Taylor

**STAFF PRESENT:** Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Ed Branagan, Andrea Guntz, Kyle Haase, Davorio Stevenson, Matt Tessier, Debbie Boudreaux, and Lisa Barousse

**OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; Shane Riddle, Louisiana Association of Educators

**Roll Call**

Dr. Mills called the meeting to order at 1:10 p.m. The secretary called the roll and a quorum was established. Dr. Mills appointed Dr. Taylor to serve on the Committee as an alternate for Dr. Stafford.

**2020 Elections Review**

Dr. Honore presented the proposed schedules and election information for the upcoming 2020 Elections for Districts 5 and 6.

ON MOTION OF DR. BAUDIN, SECONDED BY MRS. RIDDLE, AND CARRIED, the Committee voted to approve the 2020 Schedule of Elections as presented.

ON MOTION OF MRS. RIDDLE, SECONDED BY MS. NOGESS, AND CARRIED, the Committee voted to approve the election information as presented.

**Adjournment**

ON MOTION OF DR. BAUDIN, SECONDED BY MR. HENNIGAN, AND CARRIED, the Committee voted to adjourn at 1:14 p.m.

**Teachers' Retirement System of Louisiana  
Legislative Committee  
8401 United Plaza Blvd., 4<sup>th</sup> Floor, Baton Rouge, LA 70809  
Upon Adjournment of Elections Committee – Thursday  
January 9, 2020**

- MEMBERS PRESENT:** Neshelle Nogess, Dr. Paul Nelson, Holly Gildig, David Hennigan, Ricky Julien, Sr., Kelly Thompson, Jim Napper (Treasurer's Designee), and Dr. Jerry Baudin
- MEMBERS ABSENT:** Rick McGimsey (Commissioner's Designee), Senator Barrow Peacock, and Representative J. Kevin Pearson
- OTHER MEMBERS PRESENT:** Lotte Delaney, Dr. Tia Mills, Suzette Riddle, Dr. James Taylor, and Kelly Thompson
- STAFF PRESENT:** Katherine Whitney, Jeff LaCour, Phil Griffith, Douglas Swenson, Lisa Honore, Ed Branagan, Andrea Guntz, Kyle Haase, Robyn Jenkins-King, Davorio Stevenson, Matt Tessier, Laurie Wright, Debbie Boudreaux, and Lisa Barousse
- OTHERS PRESENT:** Shelley Johnson, Foster & Foster Actuaries and Consultants; Shane Riddle, Louisiana Association of Educators; and Renee Siccone, Louisiana Retired Teachers' Association

**Roll Call**

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

**Approval of the Legislative Team for the 2020 Legislative Session**

Ms. Whitney reviewed the Legislative Team and Trustees who will be authorized to testify and have contact with the legislature.

ON MOTION OF DR. NELSON, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to authorize the Board Chair, Legislative Committee Chair, Director, Deputy Director, Executive Counsel, Deputy General Counsel, Assistant Director, Chief Investment Officer,

Executive Liaison Officer, and Actuaries to represent TRSL and take action as necessary at legislative hearings during the 2020 Regular Session.

### **General Discussion of 2020 Legislative Session**

Ms. Whitney updated the Committee on the 2020 Regular Session and public notices filed to date.

### **Adjournment**

ON MOTION OF DR. NELSON, SECONDED BY MR. JULIEN, AND CARRIED, the Committee voted to adjourn at 1:25 p.m.