



Louisiana State Police Retirement System

Investment Committee Meeting Minutes

Meeting Title	LSPRS Investment Committee Meeting
Date of Meeting	January 25, 2017
Where	9224 Jefferson Highway, Baton Rouge, LA 70809
Start Time	9:00 a.m.

- 1) Chairman, Kevin Marcel called the meeting to order.
- 2) Shelley Sebastian, Administrative Assistant, called roll as follows:

Frank Besson Jr., President, LSTA – NOT PRESENT
Jay Dardenne, Commissioner of Administration, Appearing Thru
Andrea Hubbard, Designee – PRESENT
Ron Henson, Treasurer, Appearing Thru
Thomas Enright - PRESENT
Kevin Marcel, Active Representative – PRESENT
Jay O'Quinn, President, LSTA – PRESENT

The records reflect that the following persons were also present:

Robert Bickham, UBS/PaineWebber
Irwin L. Felps, Jr., Executive Director
Kimberly Gann, Assistant Director
Sam Jones, House of Representatives
Shelley Sebastian, Administrative Assistant

The pledge was led by Kevin Marcel and the prayer was led by Irwin Felps.

- 3) Rob Bickham advised the committee that the main purposes of today's meeting were as follows:
 - a. Presentation from two of LSPRS equity managers, Fisher Investment and Iridian, and a phone conference from one of the alternative managers, Hancock Timber.
 - b. Review the Asset Allocation and Market Value and Returns Summary as of December 31, 2016
 - c. Manager Analysis
 - d. Review the updated "watch list"
- 4) Fisher Investment presentation given by Roman Knysh, Portfolio Specialist and Sr. Relationship Manager, and Leon Stamps, Sr. Relationship Manager (Exhibit A on file at the LSPRS office)
- 5) Iridian presentation given by Ed Riley, Sr. Vice President of Client Service/Marketing (Exhibit B on file at the LSPRS office)
- 6) Hancock Timber phone conference led by John Perda, Sr. Portfolio Manager (Exhibit C on file at the LSPRS office)
- 7) Rob Bickham reviewed the Asset Allocation, Market Value and Returns Summary as of December 31, 2016. The system's breakdown of assets are as follows: Total equities are \$443M making up 62.4% of the portfolio. Fixed income is at \$133.9M, which is 18.8% of the portfolio and Alternatives were at \$99.7M, making up 14.0% of the portfolio. The total fund was \$710.9M. As far as the Market

Value and Returns summary, total Equity managers were up 8.61% fiscal year to date and total Fixed Income managers were down -0.87% fiscal year to date. The total fund was up 5.15% fiscal year to date as of December 31, 2016. Mr. Bickham advised the committee that he will present an asset allocation study at the March Investment Committee meeting. (Exhibit D on file at the LSPRS office)

Mr. Bickham discussed the “watch list” pointing out that T. Rowe Price, Waddell & Reed and Vontobel are on the list for organizational changes but since these managers all have solid numbers they will probably be removed from the “watch list” at the March Investment Committee meeting. As far as underperformance, Iridian and Aronson, Johnson & Ortiz, and The Campbell Group are also on the “watch list”. Mr. Bickham recommends adding Fisher Investments to the list for underperformance.

A **MOTION** was made by Jay O’Quinn to add Fisher Investments to the “watch list”. The **MOTION** was seconded by Thomas Enright. No opposition. The motion passed.

- 8) Irwin L. Felps, Jr., advised the committee that the transfer of LSPRS’ timber interest in the respect to COTF-VI to CALPERS has been completed and the funds should be forthcoming in the next few weeks.
- 9) A **MOTION** was made by Jay O’Quinn to adjourn. The **MOTION** was seconded by Andrea Hubbard. No opposition. The motion passed.



Kevin Marcel, Chairperson
Louisiana State Police Retirement System
Investment Committee