



Louisiana State Police Retirement System (LSPRS)

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Investment Committee Meeting Minutes

Meeting Title	LSPRS Investment Committee Meeting
Date of Meeting	Friday, November 19, 2021
Where	LA State Police Retirement System Building, 9224 Jefferson Highway
Start Time	9:30 a.m.

- 1) Investment Committee Chairman, Kevin Marcel called the meeting to order.
- 2) Wendy Ingram, Administrative Assistant, called roll as follows:
Frank Besson Jr., Designee for Superintendent – Vice-Chairman – PRESENT
Andrea Hubbard, Designee for Commissioner of Administration – PRESENT via ZOOM
Kevin Marcel, Chairman – PRESENT
Jay O'Quinn, President LSTA – PRESENT
Amy Mathews, Designee for Treasurer – PRESENT

The records reflect that the following persons were also present:

Rob Bickham, UBS Institutional Consulting (via ZOOM)
Tausha Facundus, Retirement Benefits Specialist (via ZOOM)
Claire Guidry, Retirement Benefits Analyst
Margaret C. Michel, Assistant Director
Kevin P. Reed, Executive Director

- 3) The Pledge of Allegiance was led by Kevin Marcel and the prayer was led by Kevin Reed. No public comments.
- 4) Rob Bickham directed the committee to review the flash report including the Asset Allocation, Market Value and Returns Summary as of October 31, 2021, noting that the asset allocation of the various segments was within permissible ranges and generally on target, with the total investment portfolio having a market value of \$1,166,615,576. Total Equities were within range at 63.7% of the portfolio, or \$743 million market value. Fixed income was just above target at 21.1% of the portfolio, being \$246 million. Alternatives at 13.6% of the portfolio, or \$159 million. The Money Market fund position represented 1.6% or \$18.9 million. **(See Exhibit A - attached)**

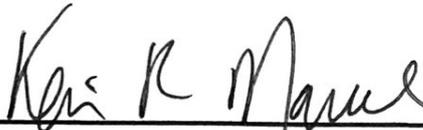
Rob Bickham focused the committee's attention on the Fiscal Year to Date period of the Returns Summary for the period ending October 31, 2021. In the fiscal year to date column, total equity managers returned 2.31%, while domestic equity managers returned 4.70%, international equity managers returned -2.63%. The total fixed income managers were down - 0.90%. The total fund for the fiscal year to date period had a return of 1.64%, which Mr. Bickham reminded the committee was for only the July 1st – October 31st timeframe. **(See Exhibit B - attached)**

- 5) Rob Bickham presented the committee with the UBS House View Presentation for November 2021 focusing on page 19 which includes the three scenarios, with the primary focus on the Central theme. Mr. Bickham talked about inflation, the impact of the economic stimulus, conveying that their outlook on interest rates for the upcoming year is somewhat clouded with the runup in current inflation while they continue to anticipate a reasonable gain in the S&P 500. **(See Exhibit C - attached)**
- 6) Kevin P. Reed, Executive Director, discussed the Annual Investment Manager and Vendor Performance Evaluation Summary as of June 30, 2021 **(See Exhibit D - attached)** stating that he will follow up with our Custodian Bank to ascertain what is the possibility of obtaining our monthly custodial account balance statement earlier in the month. In the Portfolio Evaluations area, all average relative and absolute rankings were within acceptable levels. Mr. Reed reviewed the Manager Evaluations stating that he and Mrs. Michel met with T. Rowe Price recently. No changes in Asset Managers were recommended. Mr. Reed spoke about the evaluation of the Index Funds, noting that most are within 3-7 basis points in return of their respective underlying index.

The Investment Watchlist was discussed with Mr. Reed directing attention to Ivy Investments and Campbell Global both being on Watch. Mr. Reed would like to place Vontobel on Watch due to a change within the asset management team assigned to the specific investment style. Both Rob Bickham and Mr. Reed believe the change is a positive step by Vontobel. A **MOTION** was made by Jay O'Quinn to place Vontobel on Watch. The **MOTION** was seconded by Amy Mathews. No opposition. The motion passed.

- 7) Kevin P. Reed, Executive Director, presented the committee with the Alternatives Investments – Highlights **(See Exhibit E - attached)** noting that LSPRS' commitment of \$10 million to each of KKR North America Fund and Blackstone Strategic Partners.
- 8) Kevin P. Reed spoke about liquidity and money market fund allocation stating that LSPRS held \$18.9 million as of October month-end. Retirement payroll, including one-time non-reoccurring payments, was approximately \$6.5 million this month, with an upward bias as more troopers having higher salaries, resulting in higher final average calculations and monthly benefit payments, retire. Rob Bickham asked if LSPRS's target of \$15-\$20 million in liquidity was still appropriate. Mr. Reed responded stating that LSPRS' current range of \$15-\$20 million in liquidity is still appropriate, as some of the funds will go toward forthcoming alternative investments' capital calls.

- 9) A **MOTION** was made by Amy Mathews to adjourn the meeting. The **MOTION** was seconded by Frank Besson. No opposition. The motion passed.

A handwritten signature in cursive script, reading "Kevin R. Marcel", written over a horizontal line.

**Kevin Marcel, Chairman, Investment Committee
Louisiana State Police Retirement System**