

MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Wednesday, February 15, 2012, at Astor Crowne Plaza, Iberville Room, Floor 2M, 739 Canal Street, New Orleans, Louisiana.

The meeting was called to order by Vice Chairman Mark Huggins at 10:00 a.m.

Pledge of Allegiance:

Vice Chairman Mark Huggins led the pledge of allegiance.

Members Present:

Cpl. Mark Huggins, Vice Chairman
Mayor Barney Arceneaux
Chief Stephen Caraway
Chief Christopher Elg
Capt. Kelly Gibson
Capt. (Ret.) Willie Joe Greene
Mayor Tim Matte
Mr. John Broussard, designee for State Treasurer
Chief Dwayne Munch
Sgt. (Ret.) Larry Reech

Members Absent:

Cdr. Henry Dean, Chairman
Chief K.P. Gibson
Dr. Steve Procopio, designee for DOA Commissioner
Senator D.A. "Butch" Gautreaux
Representative Kevin Pearson

Others Present:

Ms. Kathy Bourque, Director
Ms. Daphne Rusk, Administrative Assistant
Mr. Randy Roche, General Counsel
Mr. Brett Hazen, Segal Advisors
Mr. Gary Curran, GS Curran & Company, Ltd
Mr. Richard Hartzell, JPMorgan
Mr. Robert McManama, Loomis Sayles

Public Comment:

Vice Chairman Huggins called for public comment. There was no comment from the public in attendance.

Approval of minutes:

Motion by Mr. Arceneaux seconded by Mr. Munch to approve the minutes of the meeting held January 11, 2012 as presented. Without objection the motion carried.

Approval of retirement applications:

Motion by Mr. Caraway seconded by Mr. Greene to approve the application for regular retirement. Without objection the motion carried.

<u>NAME</u>	<u>CITY/TOWN</u>	<u>EFF. DATE</u>	<u>YEARS OF SERVICE</u>	<u>PLAN</u>
Gary Guillory	Westlake	02/11/12	21.43	2a

Motion by Mr. Greene seconded by Mr. Reech to approve the applications for DROP. Without objection the motion carried.

<u>NAME</u>	<u>CITY/TOWN</u>	<u>EFF. DATE</u>	<u>YEARS OF SERVICE</u>	<u>PLAN</u>
Fred Austin	New Orleans	12/08/11	29.43	Max
Bernard Enclard, Jr.	New Orleans	01/01/12	24.22	Max
Ronald Huddleston	Shreveport	01/01/12	30.70	02
Bruce Little	New Orleans	12/08/11	30.08	Max
William Mouret	Kenner	12/17/11	30.24	Max
Cathy Olsen	Bogalusa	12/17/11	12.18	2a
John Riley	New Orleans	01/01/12	20.21	Max
Clyde Smith	Shreveport	01/01/12	20.37	3a
Ronald Smith	Baton Rouge	12/05/11	28.38	03
Bobby Wilbert	Shreveport	01/01/12	27.37	Max

Motion by Mr. Kelly Gibson by Mr. Greene to approve the applications for DROP to regular retirement. Without objection the motion carried.

<u>NAME</u>	<u>CITY/TOWN</u>	<u>EFF. DATE</u>	<u>YEARS OF SERVICE</u>	<u>PLAN</u>
Peter Amiot	Lake Charles	01/28/12	25.00	2a
Owen Anderson	Baton Rouge	01/24/12	24.34	Max
Gladdie Breaux, Sr.	Rayne	01/27/12	15.07	2a
Bobby Crump, Jr.	Monroe	03/01/12	20.87	Max
John Devries	Shreveport	03/01/12	27.00	02
Rose Duryea	New Orleans	01/14/12	27.24	Max
Frederick Gregory	Bossier City	12/23/11	24.72	2a
Melvin Howard	New Orleans	12/04/11	37.10	Max
John Joanos	New Orleans	01/28/12	30.81	2a
Gerald Minor	Baldwin	01/01/12	22.46	02
William Nicholas	Ville Platte	01/13/12	19.16	03
Ike Vavasseur	Baton Rouge	01/20/12	27.88	2a

Investment Manager's Presentation:

Mr. Robert McManama represented Loomis Sayles & Company, LP to present the annual report. The market value for the Index Portfolio was \$132,704,624 as of December 31, 2011.

Custodian Report by JPMorgan:

Mr. Richard Hartzell represented JPMorgan at the meeting. Total market value as of January 31, 2012 was \$1,355,507,356.

Investment Consultant's Report:

Mr. Brett Hazen represented Segal Advisors at the meeting and advised that Segal has acquired the business of Rogerscasey. Segal Advisors new name will be Segal Rogerscasey. The combined entity has more than 325 clients with worldwide advisory assets approaching \$400 billion. Mr. Hazen presented the analysis of performance ending January 31, 2012. Market value as of January 31, 2012 was \$1,354,369,577. Performance for the month of January 2012 was 4.6%.

GTAA Search:

Mr. Hazen advised that interviews are scheduled for the March 21, 2012 meeting. Putnam Investments, LLC, Standard Life Investments and Wellington Management Company, LLP are the three finalists that will be interviewed to cover a broad range of asset classes in their GTAA approach.

2012 Legislation:

Mr. Roche presented proposed legislation for the 2012 regular session:

HB 27 by Representative Arnold -Provides that an application for benefits shall not be effective prior to receipt of the application by the system office and provides that benefits are not payable prior to termination of employment.

HB 28 by Representative Pearson – Changes the definition of “employee” for individuals hired on or after July 1, 2012.

HB 29 by Representative Pearson – Provides that for a disability retiree in MPERS, for any month that the retiree is also receiving workers’ compensation benefits; the total of those two benefits combined cannot exceed the retiree’s average final compensation. Further provides that the benefit paid in such circumstances shall be calculated such that MPERS and LWC each pay in proportion to the amount they respectively owed prior to the reduction.

Funding Review Panel Update:

Mr. Roche advised that the LMA presented a proposal to restructure benefits for new hires in MPERS. At the board’s request, Mr. Curran prepared an analysis of the LMA proposal to restructure benefits for new hires. The restructuring was composed of two separate plans for “hazardous duty” and “non-hazardous” duty employees.

Motion by Mr. Munch seconded by Mr. Greene to take under advisement Mr. Curran’s analysis of the LMA proposal to restructure benefits for new hires and to inform the Funding Review Panel of MPERS’ proposed legislation to change the definition of employee for new hires in MPERS. Without objection the motion carried.

Other Business:

MPERS Policies and Procedures:

Mr. Roche advised that he is currently in the process of creating written policies and procedures for MPERS.

Restructure benefits:

Motion by Mr. Kelly Gibson seconded by Mr. Munch to appoint a committee to study benefit restructuring for MPERS. Without objection the motion carried.

Vice Chairman Huggins advised that he will wait and let Chairman Dean appoint the Chairman and the committee members. Mr. Kelly Gibson and Mr. Munch both volunteered to serve on the committee.

Motion by Mr. Munch seconded by Mr. Caraway to adjourn the meeting at 11:40 a.m. Without objection the motion carried.

To the best of my knowledge, the foregoing minutes accurately represent the actions taken at the meeting held February 15, 2012.

Mark Huggins, Vice Chairman

Kathy Bourque, Director