

MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Wednesday, February 20, 2013, at 7722 Office Park Boulevard, Baton Rouge, Louisiana.

The meeting was called to order by Chairman Mark Huggins at 9:03 a.m.

Pledge of Allegiance:

Chairman Mark Huggins led the pledge of allegiance.

Members Present:

Cpl. Mark Huggins, Chairman
Capt. Kelly Gibson, Vice Chairman
Mr. John Broussard, designee for Treasurer
Chief Stephen Caraway
Cdr. Henry Dean
Capt. (Ret.) Willie Joe Greene
Ms. Anna Dearmon, designee for DOA Commissioner
Mayor Joey Normand
Sgt. (Ret.) Larry Reech

Members Absent:

Mayor Barney Arceneaux
Chief K. P. Gibson
Chief Dwayne Munch
Senator Elbert Guillory
Representative Kevin Pearson

Others Present:

Ms. Kathy Bourque, Director
Ms. Daphne Rusk, Administrative Assistant
Mr. Randy Roche, General Counsel
Mr. Jeff Boucek, Segal Rogerscasey
Mr. John Dickson, Segal Rogerscasey
Mr. Gary Curran, GS Curran & Company, Ltd
Ms. L.A. Tucker, Monroe Police Department
Mr. Ernesto Ramos, BMO Global Asset Management
Ms. Jennifer Pedigo, BMO Global Asset Management
Mr. Kevin Gergits, BMO Global Asset Management
Mr. Warren DeKinder, INTECH
Mr. Gary Welchel, Energy Opportunities
Mr. Farrell Crane, Energy Opportunities
Mr. Michael Calloway, Monroe Police Department

Public Comment:

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

Approval of minutes:

Motion by Mr. Dean seconded by Mr. Reech to approve the minutes of the meeting held January 16, 2013 as presented. Without objection the motion carried.

Approval of retirement applications:

Motion by Mr. Greene seconded by Mr. Dean to approve the applications 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>
Louise Thomas Banks	Winnsboro	01/22/13	12.21	2a
Kenneth Edwards	Opelousas	02/01/13	21.36	Max
Troy Eubanks	Zachary	01/24/13	25.00	03

Motion by Mr. Caraway 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>
Keith Corkern	Baton Rouge	12/18/12	26.62	Max
Justin Crespo	New Orleans	12/13/12	25.00	Max
Charles Eichenholtz	Shreveport	12/02/12	22.02	2a
Eugene Ellis	Monroe	12/05/12	26.26	Max
Isaac Gayden	Monroe	12/02/12	22.42	Max
Gary Guggenheim	New Orleans	12/08/12	16.46	2a
Chris Guidry	Sulphur	12/15/12	20.08	Max
Karen Hammond	New Orleans	12/08/12	30.03	3a
Gordon Hyde, Jr.	New Orleans	01/01/13	24.28	2a
Kevin Johnson, Sr.	New Orleans	12/12/12	30.01	Max
Paul Matte	Lafayette	12/15/12	29.47	2a
Junius Rogers, Jr.	Gretna	12/05/12	25.00	Max
Kathy Williams	Shreveport	12/27/12	21.44	3a

Motion by Mr. Greene seconded by Mr. Kelly Gibson 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>
John Bacot	Bossier City	01/31/13	28.97	3a
Dwayne Fontenet	Baton Rouge	02/16/13	28.78	02
Paul Monies	New Orleans	02/19/13	25.03	2a
Walter Zschiedrich	New Orleans	01/12/13	36.44	Max
Brian Gabriel, Sr.	New Orleans	03/01/13	25.02	2a

Investment Managers Presentation:

BMO Global Asset Management

Ms. Jennifer Pedigo, Mr. Kevin Gergits and Mr. Ernesto Ramos represented BMO Global Asset Management, Inc. to present the annual report. The portfolio market value as of December 31, 2012 was \$81,172,330.

Energy Opportunities Capital Management:

Mr. Farrell Crane and Mr. Gary Welchel represented Energy Opportunities Capital Management to present the annual report. The market value of the portfolio as of December 31, 2012 was \$40,857,136.

Ms. Anna Dearmon arrived at 9:25 a.m.

INTECH Investment Management

Mr. Warren DeKinder represented INTECH to present the annual report. The portfolio market value as of December 31, 2012 was \$75,451,765.

Investment Consultant's Report:

Segal Rogerscasey:

Mr. Jeff Boucek and Mr. John Dickson represented Segal Rogerscasey.

Mr. Boucek presented the Analysis of Investment Performance for the 4th quarter 2012. Asset Allocation as of December 31, 2012 was \$1,473,269,121 and performance was up 2.81%.

Mr. Boucek presented the preliminary investment performance review for the period ending January 31, 2013. Assets increased during January by \$50 million ending the month with a market value of \$1,523,111,702. The total fund returned 3.39% (preliminary) which outperformed the Policy Index return of 3.01% by 0.38%.

Actuary Comments:

Mr. Gary Curran represented G.S. Curran & Company stated that if the portfolio continues to perform at the rate as it has over the last several months for the rest of the fiscal year the system will end with a net positive which will help offset some of the cost.

Mr. Curran advised that next month he will have a more detailed presentation on trying to reschedule the amortization schedule.

Election for Chief District I:

Ms. Bourque advised that one nomination petition was received from Chief Scott Ford from St. Francisville which was not valid due to a nonmember signing the petition.

Motion by Mr. Greene seconded by Mr. Dean to call for an election to fill the unexpired term of Chief Elg and to adopt the election schedule as submitted. Without objection the motion carried.

SCHEDULE

<u>February 28, 2013</u>	Election Schedule, Rules and Petitions mailed to eligible voting members
<u>March 15, 2013</u>	Petitions due in the post office box of Hawthorn, Waymouth & Carroll by 4:30 p.m.
<u>March 20, 2013</u>	Nominations accepted by Board of Trustees
<u>April 1, 2013</u>	Ballots mailed to eligible voting members
<u>April 15, 2013</u>	Ballots due in the post office of Hawthorn, Waymouth & Carroll by 4:30 p.m.
<u>April 16, 2013</u>	Ballots counted and verified beginning at 2:00 p.m. at the office of Hawthorn, Waymouth & Carroll, 8555 United Plaza Blvd., Baton Rouge, LA 70809
<u>April 17, 2013</u>	Board accepts certified ballot count and publishes results
<u>May 1, 2013</u>	Elected trustee takes office

Other Business:

Disability Applicant:

Motion by Mr. Dean seconded by Mr. Reech to add Mr. James Allen's (New Orleans) disability application to the agenda. Without objection the motion carried.

Mr. Dean stated that at the January 16, 2013 meeting the board voted to defer action on Mr. James Allen, III's (New Orleans) duty related disability application until clarification from MPERS' doctor is received. Clarification from the doctor has been received advising that Mr. Allen is permanently disabled from performing his duties as a police officer due to injuries sustained in the line of duty.

Motion by Mr. Dean seconded by Mr. Reech to approve Mr. James Allen, III's duty related disability application as submitted. Without objection the motion carried.

Real Estate:

Mr. Roche advised that we received several inquiries regarding both golf courses and development. Mr. Roche referred the interested parties to Hilda Allen Real Estate.

2013 Legislative Update:

Mr. Kelly Gibson asked Mr. Roche if any pre filed bills for the 2013 legislative session affect MPERS. Mr. Roche advised that it is still early; the deadline was last week for pre filing retirement bills.

Investment Consultant's Search:

Mr. Dean requested that Mr. Jeff Boucek and Mr. John Dickson along with the investment managers in the audience remove themselves from the room.

Motion by Mr. Dean seconded by Mr. Greene to terminate the contract with Segal Rogerscasey and send a 30 day notice of termination letter. Without objection the motion carried.

Motion by Mr. Reech seconded by Mr. Dean to accept the returns of the vote for investment consultant as confirmed by Mr. Curran. NEPC finished first, Bogdahn Group finished second and Callan finished third. Without objection the motion carried.

Motion by Mr. Dean seconded by Mr. Greene to hire NEPC as investment consultant and authorize Mr. Roche to negotiate a 3 year contract. Without objection the motion carried.

Motion by Mr. Dean seconded by Mr. Reech to adjourn the meeting at 10:37 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 20, 2013.

Mark Huggins, Chairman

Kathy Bourque, Director