

MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Wednesday, July 18, 2012, at 7722 Office Park Boulevard, Baton Rouge, Louisiana.

The meeting was called to order by Chairman Henry Dean at 9:03 a.m.

Pledge of Allegiance:

Chairman Henry Dean led the pledge of allegiance.

Members Present:

Cdr. Henry Dean, Chairman
Cpl. Mark Huggins, Vice Chairman
Mayor Barney Arceneaux
Mr. John Broussard, designee for Treasurer
Chief Stephen Caraway
Chief Christopher Elg
Capt. Kelly Gibson
Capt. (Ret.) Willie Joe Greene
Chief Dwayne Munch
Dr. Steve Procopio, designee for DOA Commissioner
Sgt. (Ret.) Larry Reech

Members Absent:

Chief K. P. Gibson
Senator Elbert Guillory
Mayor Tim Matte
Representative Kevin Pearson

Others Present:

Ms. Kathy Bourque, Director
Ms. Daphne Rusk, Administrative Assistant
Mr. Randy Roche, General Counsel
Mr. Brett Hazen, Segal Rogerscasey
Mr. Gary Curran, GS Curran & Company, Ltd
Mr. Richard Hartzell, JPMorgan
Mr. Chris Robertson, Touchstone Golf
Mr. Jim Hutchinson, LaSalle Investment Management
Ms. Monique Appeaning, DOA
Ms. Andrea Hubbard, DOA
Ms. L. A. Tucker, Monroe Police Department
Mr. M.A. Calloway, Monroe Police Department
Mr. Chad King, Baton Rouge Police Department
Mr. Kenny Brewer, Baton Rouge Police Department
Mr. Marty Howell, Hilda Allen Real Estate
Mr. Keith Sanchez, Attorney for Annette Spears
Mr. Mark Vicknair, Attorney for Annette Spears

Oath of Office:

Mr. Roche administered the Oath of Office to Mr. Willie Joe Greene, Mr. Larry Reech and Mr. Christopher Elg to serve a term from July 1, 2012 ending June 30, 2017.

Public Comment:

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

Approval of minutes:

Motion by Mr. Huggins seconded by Mr. Caraway to approve the minutes of the meeting held June 20, 2012 as presented. Without objection the motion carried.

Approval of retirement applications:

Motion by Mr. Greene seconded by Mr. Arceneaux 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> |
|----------------|------------------|------------------|-------------------------|-------------|
| Bart Buisson | Gretna | 06/12/12 | 26.68 | 2a |
| James Jones | Lake Charles | 06/30/12 | 25.00 | Max |
| Steven Law | Lake Charles | 07/01/12 | 24.45 | 02 |
| James Milner | Lake Charles | 07/01/12 | 25.06 | 2a |
| Shannon Parker | Shreveport | 06/16/12 | 25.00 | Max |

Motion by Mr. Reech seconded by Mr. Greene 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> |
|----------------------|------------------|------------------|-------------------------|-------------|
| Joy Bellotte | Shreveport | 06/01/12 | 27.00 | 2a |
| Raymond Genovese | New Orleans | 06/01/12 | 27.07 | 2a |
| Victor Giglio | Kenner | 06/01/12 | 25.08 | 2a |
| Carl Harvey | Marksville | 06/01/12 | 16.42 | 2a |
| Lawrence Junda, III | Baton Rouge | 05/08/12 | 26.98 | 3a |
| Ronald Kauffman, Jr. | Port Allen | 06/01/12 | 20.64 | Max |
| John Norwood, Jr. | Baton Rouge | 05/08/12 | 25.03 | 2a |
| Cory Reech | Baton Rouge | 05/22/12 | 25.27 | 3a |
| Willie Robinson, Sr. | Rayville | 05/04/12 | 32.19 | 2a |
| Reginald Smith | New Orleans | 05/29/12 | 20.58 | 3a |

Motion by Mr. Caraway seconded by Mr. Huggins 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> |
|--------------------|------------------|------------------|-------------------------|-------------|
| Edwin Brauner, Jr. | New Orleans | 06/23/12 | 37.24 | 2a |
| Audrey Cheryl Cox | Shreveport | 07/16/12 | 30.40 | Max |
| Robert Glaser | Baton Rouge | 07/26/12 | 26.54 | 3a |
| Gary Gremmillion | New Orleans | 06/27/12 | 31.47 | 2a |
| Michael Johnson | Lake Charles | 07/01/12 | 29.59 | Max |
| Larry Matthews | Monroe | 06/25/12 | 23.36 | 2a |
| Grafton Salvant | New Orleans | 06/05/12 | 30.23 | Max |
| J. Rhett Whitty | Baton Rouge | 07/07/12 | 28.04 | 3a |

Disability Retirement:

Mr. Mark Vicknair and Mr. Keith Sanchez attorneys for Ms. Annette Spears (New Orleans) attended the board meeting to provide information relative to Ms. Spears' application for disability retirement. Chairman Dean advised Mr. Vicknair and Mr. Sanchez that they had the option of having Ms. Spear's application discussed in open session or executive session and they opted for executive session.

Motion by Mr. Reech seconded by Mr. Greene to go into executive session at 9:09 a.m. to discuss Ms. Annette Spear's disability application. Without objection the motion carried.

Back to regular session at 9:17 a.m.

Motion by Mr. Huggins seconded by Mr. Reech to approve Ms. Annette Spear's duty related disability application as submitted. Without objection the motion carried.

Custodian Report by JPMorgan:

Mr. Richard Hartzell represented JPMorgan at the meeting. Total market value as of June 30, 2012 was \$1,363,207,322.65.

Investment Managers Presentation:

LaSalle Investment Management:

Mr. Jim Hutchinson represented LaSalle Investment Management to present their annual report. The portfolio value as of June 30, 2012 was \$37,897,083.

Investment Consultant's Report:

Segal Rogerscasey:

Mr. Brett Hazen represented Segal Rogerscasey and thought it appropriate to disclose some further information in regards to the result of recent DOL ERISA requirements that he had learned recently. He referenced a disclosure that was fashioned after the firm's compensation disclosure to its ERISA clients and more specifically the "Additional Disclosures - Research and Consultant Summit". This item involves various investment managers paying a fee to Segal Rogerscasey for participation in the event. Mr. Hazen disclosed the investment managers that the System retains as well as the recent GTAA firms that were recently considered. Mr. Hazen stated that this had no impact on the three GTAA finalists that were selected as this work was completed prior to Segal's acquisition of Rogerscasey but thought that it was important to disclose none the less for ongoing purposes.

Mr. John Broussard inquired as to who at Segal Advisors knew about the Research Consultant Summit arrangements and when did they know?

Mr. Hazen advised that he personally found out from an email he received in June from Segal Rogerscasey's Legal Counsel and was not aware of who actually knew.

Motion by Mr. Broussard seconded by Mr. Reech to request Segal Rogerscasey to return the Research and Consultant Summit Fees to MPERS' money managers. Without objection the motion carried.

Chairman Dean instructed Ms. Bourque to inform each firm that has a relationship with MPERS and attended the Research and Consultant Summit of the concerns and suggestion that Segal Rogerscasey refund those firms their cost to attend the Summit.

Mr. Hazen presented the analysis of performance ending June 30, 2012. Market value as of June 30, 2012 was \$1,352,779,256. Performance for the month of June 2012 was 2.73%.

Real Estate Update:

Hilda Allen Real Estate:

Mr. Marty Howell representing Hilda Allen Real Estate advised that he reviewed the appraisals for Olde Oaks Golf Club, Stonebridge Golf Club and Olde Oaks Development which have been completed by Hotel and Club Associates. Mr. Howell stated that the prices for all three properties are a fair market value and Hilda Allen Real Estate trusts that the prices are achievable at the auction discussed previously.

Motion by Mr. Elg seconded by Mr. Arceneaux to hire Hilda Allen Real Estate to auction Olde Oaks Golf Club, Olde Oaks Development and Stonebridge Golf Club. With Mr. Greene and Mr. Kelly Gibson objecting, the motion carried.

Motion by Mr. Kelly Gibson seconded by Mr. Greene to table auctioning Olde Oaks Golf Club, Olde Oaks Development and Stonebridge Golf Club until next meeting in order to review the appraisals. After a roll call vote of 6-3, the motion failed.

Other Business:

Touchstone Golf:

Mr. Chris Robertson gave an update regarding the budget and cash projection for Stonebridge Golf Club and Olde Oaks Golf Club.

Kane Marceaux Disability Application:

Mr. Roche advised that Mr. Kane Marceaux (Lafayette) filed a non-duty related disability application and the matter should be discussed in executive session.

Motion by Mr. Reech seconded by Mr. Kelly Gibson to go into executive session at 11:10 a.m. to discuss Mr. Kane Marceaux's disability application.

Back to regular business at 11:17 a.m.

Mr. Roche advised that no motion is needed in regards to Mr. Kane Marceaux's disability application because the law will be followed in this matter.

Motion by Mr. Greene seconded by Mr. Arceneaux to adjourn the meeting at 11:18 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 July 18, 2012.

Henry Dean, Chairman

Kathy Bourque, Director