

MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Wednesday, September 18, 2013, at The Marriott, Salons B-C, 3rd Floor, River Tower Side, 555 Canal Street, New Orleans, Louisiana.

The meeting was called to order by Chairman Mark Huggins at 9:33 a.m.

Pledge of Allegiance:

Chairman Mark Huggins led the pledge of allegiance.

Members Present:

Cpl. Mark Huggins, Chairman
Capt. Kelly Gibson, Vice Chairman
Ms. Monique Appeaning
Mr. John Broussard
Chief Carl Dabadie
Cdr. Henry Dean
Chief Scott Ford
Capt. (Ret.) Willie Joe Greene
Chief Dwayne Munch
Mayor Joey Normand
Sgt. (Ret.) Larry Reech
Mayor Donald Villere

Members Absent:

Senator Elbert Guillory
Representative Kevin Pearson

Others Present:

Ms. Kathy Bourque, Director
Ms. Daphne Rusk, Administrative Assistant
Mr. Randy Roche, General Counsel
Mr. Gary Curran, GS Curran & Company, Ltd
Ms. Kerri Traxler, DOA
Mr. David Barnes, NEPC
Mr. Keith Bruch, LSV
Mr. David Bergman, GTS Advisors
Mr. David Davis, Alexandria Police Department
Mr. Chris Nassif, Alexandria Police Department
Mr. William Wilson, Shreveport Police Pension
Ms. Michelle Cunningham, DHHM

Public Comment:

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

Approval of minutes:

Motion by Mr. Gibson seconded by Mr. Ford to approve the minutes of the meeting held August 21, 2013 as presented. Without objection the motion carried.

Approval of retirement applications:

Motion by Mr. Dean seconded by Mr. Gibson 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>
Willie Brown	Hammond	08/02/13	13.08	2a
Benjamin England	Bossier City	08/21/13	24.19	2a
Charlene Frosch	Mandeville	07/24/13	22.22	Max

Motion by Mr. Greene seconded by Mr. Gibson 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>
Darrin Bush	New Orleans	07/01/13	25.06	2a
Jimmie Dunaway	Baker	07/01/13	29.14	2a
Eugene Lumpkins	Monroe	07/01/13	20.12	Max
Hilrae Mott, Jr.	Lafayette	07/01/13	20.25	2a
Dewey Norsworthy, Jr.	Franklinton	07/01/13	15.36	2a

Motion by Mr. Dean seconded by Mr. Reech 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>
Iris Carey	New Orleans	09/05/13	26.67	2a
Denise Hughes	Lake Charles	08/01/13	29.46	Max
Frank McCall	Alexandria	09/11/13	29.19	2a
Daniel Milan	Slidell	08/01/13	28.39	2a
Daniel Powell	Lake Charles	08/01/13	28.22	Max
Dianna Thomas	Shreveport	09/30/13	20.05	2a

Investment Managers Presentation:

Motion by Mr. Norman seconded by Mr. Greene to take up item #8 on the agenda. Without objection the motion carried.

LSV Asset Management

Mr. Keith Bruch represented LSV Asset Management to present the annual report. The market value of the portfolio was \$46,675,196 as of August 31, 2013.

Motion by Mr. Dean seconded by Mr. Gibson to return back to item #6 on the agenda. Without objection the motion carried.

Disability Retirement:

Mr. Dannie Davis (Alexandria) attended the board meeting to provide information relative to his application for duty related disability retirement. Chairman Huggins advised Mr. Davis that he had the option of having his application discussed in open session or executive session. Mr. Davis opted for executive session.

Motion by Mr. Reech seconded by Mr. Dean to go into executive session at 9:46 a.m. to discuss Mr. Dannie Davis' duty related disability application. Without objection the motion carried.

Motion by Mr. Dean seconded by Mr. Broussard to return to regular session at 9:56 a.m. Without objection the motion carried.

Motion by Mr. Gibson seconded by Mr. Reech to approve Mr. Dannie Davis' (Alexandria) duty related disability as presented and to have Mr. Davis reevaluated in a year to determine if his disability is still permanent with the possibility of increasing benefit to 100%. Without objection the motion carried.

NEPC:

Mr. David Barnes represented NEPC. Mr. Barnes presented the Investment Market Update and Market Environment Overview. The total market value was \$1,588,448,321 and performance was -1.8% as of August 31, 2013.

AllianceBernstein International:

Mr. David Barnes advised that he contacted GTS Advisors for help with an analysis for moving the funds from AllianceBernstein International to a MSCI EAFE Index Fund on a temporary basis until a search is completed for an Index Fund Manager to replace AllianceBernstein International. NEPC solicited fee proposals from the top 4 index fund managers, Blackrock, BYN Mellon, Northern Trust and SSgA.

Mr. Barnes recommends hiring BYN Mellon as a MSCI EAFE Index Fund to temporarily hold assets from AllianceBernstein International until a search is completed to replace AllianceBernstein International.

Motion by Mr. Villere seconded by Mr. Reech to accept NEPC's recommendation and hire BYN Mellon as a MSCI EAFE Index Fund to temporarily hold assets from AllianceBernstein International until a search is completed to replace AllianceBernstein International. Without objection the motion carried.

Emerging Market Equity Search:

Mr. Barnes presented the Request for Proposals (RFP) for Emerging Market Equity (long only) Strategy. The timeline is as follows:

RFP issuance and advertisement period	October 2-18, 2013
Deadline for submission of written questions	October 21, 2013
Responses to RFP questions posted	October 23, 2013
Deadline for submission of cover letter	November 1, 2013
Finalists selected for board interview	December 18, 2013
Finalists interviews	January 15, 2014
Contract awarded	As soon as practical following finalist selection and completion of contract negotiation

Motion by Mr. Reech seconded by Mr. Dean to approve the Request for Proposals (RFP) for Emerging Market Equity (long only) Strategy as presented by NEPC. Without objection the motion carried.

GTS Advisors

Mr. David Bergman represented GTS Advisors to present a post-trade analysis for the equity transition on behalf of MPERS during the year.

Actuary Comments:

Mr. Gary Curran presented an analysis of the cost structure of the current three tiers of the system as discussed during his recent meeting with Mayor Normand.

Structure and Staffing:

Motion by Mr. Broussard seconded by Mr. Dean to go into executive session at 11:02 a.m. to discuss structure and staffing of MPERS. Without objection the motion carried.

Motion by Mr. Dean seconded by Mr. Greene to return to regular business at 11:37 a.m. Without objection the motion carried.

Motion by Mr. Normand seconded by Mr. Ford to appoint a three person committee to produce draft job descriptions for an Accountant, Chief Investment Officer and General Counsel by the next board meeting for review by the board. The committee will include Mr. John Broussard, Ms. Michelle Cunningham and Ms. Kathy Bourque. Without objection the motion carried.

Other Business:

Mr. Normand requested that he receive via email a copy of all material to be discussed at the board meeting from NEPC at least one day prior to the meeting.

Motion by Mr. Gibson seconded by Mr. Dean 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 September 18, 2013.

Mark Huggins, Chairman

Kathy Bourque, Director