

## MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Wednesday, September 19, 2012, at The Roosevelt Hotel, Chambers 2&4, 123 Baronne Street, New Orleans, Louisiana.

The meeting was called to order by Chairman Henry Dean at 9:29 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  
Chief Stephen Caraway  
Chief Christopher Elg  
Mr. John Broussard, designee for Treasurer  
Capt. Kelly Gibson  
Capt. (Ret.) Willie Joe Greene  
Mayor Tim Matte  
Chief Dwayne Munch  
Ms. Monique Appeaning, designee for DOA Commissioner  
Sgt. (Ret.) Larry Reech

### Members Absent:

Chief K. P. Gibson  
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 DeMairo, Segal Rogerscasey  
Mr. Greg Curran, GS Curran & Company, Ltd  
Mr. Richard Hartzell, JPMorgan  
Ms. L. A. Tucker, Monroe Police Department  
Mr. Keith Bruch, LSV Asset Management  
Mr. John Seyler, Zeno Consulting  
Mr. David Bergman, GTS Advisors  
Mr. Dennis Bamburg, Olde Oaks Subdivision resident  
Ms. Margie Bamburg, Olde Oaks Subdivision resident  
Ms. Margaret Corley, Attorney Senate Retirement  
Mr. Gregory Henley, JPMorgan Securities Lending

### 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. Reech to approve the minutes of the meeting held August 15, 2012 as presented. Without objection the motion carried.

Approval of retirement applications:

Motion by Mr. Caraway seconded by Mr. Greene 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>
Dean Blanchard	Thibodaux	08/13/12	14.67	02
James Dartez	Opelousas	09/12/12	22.96	03
Brian Hall	Shreveport	08/22/12	23.96	Max
William Spearman	Abbeville	08/16/12	25.77	02
Thomas Stelly	Lafayette	08/18/12	30.62	2a
Michael Tillman, Sr.	Westwego	09/02/12	12.05	Max

Motion by Mr. Huggins seconded by Mr. Elg 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>
Gary Alford	Baton Rouge	07/17/12	29.00	2a
Pete Bowen	New Orleans	07/22/12	30.20	2a
Kenneth Brown	Baton Rouge	07/04/12	26.17	Max
Frank Caruso, Jr.	Baton Rouge	07/17/12	29.00	Max
Dornice Dycus	Slidell	07/25/12	20.30	Max
Mary Findley	Lake Charles	08/01/12	20.15	2a
Mary Godawa	Baton Rouge	07/16/12	22.15	Max
Henry Laurent	New Orleans	07/04/12	25.18	2a
Leon Lewis	Monroe	08/01/12	12.67	Max
Ronald Norman	Baton Rouge	07/17/12	29.00	3a
Debra O'Neill	Baton Rouge	08/01/12	21.08	Max
David Recchia	Shreveport	07/15/12	30.90	2a
Sheena White	Shreveport	08/01/12	20.99	Max

Motion by Mr. Greene 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>
Marcus Folsie	Morgan City	09/01/12	29.05	Max
Linda Giordano	Baton Rouge	09/29/12	28.99	Max
Lawrence Willie	Covington	09/15/12	20.46	2a

Motion by Mr. Huggins seconded by Mr. Greene to approve the application for Early 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>
Curt Cahoon	Sulphur	09/01/12	23.61	Max

Investment Managers Presentation:

LSV Asset Management

Mr. Keith Bruch represented LSV Asset Management to present the annual report. The market value of the portfolio was \$35,956,430 as of August 31, 2012.

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.

Custodian Report by JPMorgan:

Mr. Richard Hartzell represented JPMorgan at the meeting. Total market value as of August 31, 2012 was \$1,406,777,442.

JPMorgan Securities Lending:

Mr. Gregory Henley represented JPMorgan Securities Lending to present their annual report. Total earnings year to date for 2012 was \$443,260.

Investment Consultant's Report:

Segal Rogerscasey:

Mr. John DeMairo and Mr. Jeff Boucek represented Segal Rogerscasey. Mr. DeMairo advised that Mr. Brett Hazen left Segal Rogerscasey and that Mr. Jeff Boucek will be MPERS' new lead consultant. Mr. DeMairo addressed the boards concerns regarding the Research and Consultant Summit.

Mr. Boucek presented the analysis of performance ending August 31, 2012. Market value as of August 31, 2012 was \$1,406,723,476. Performance for the month of August 2012 was 2.02%.

Mr. Boucek recommended that AllianceBernstein International be placed on watch due to poor performance.

Motion by Mr. Huggins seconded by Mr. Reech to terminate AllianceBernstein International and to search for a replacement. Without objection the motion carried.

Mr. David Bergman advised that GTS Advisors can immediately assist with the AllianceBernstein International portfolio and duplicate the exposure in an exchange traded fund for the 3 months while a search for a replacement manager is conducted.

Motion by Mr. Reech seconded by Mr. Huggins to request that Segal Rogerscasey give a formal recommendation at the next meeting as to the process of transition regarding the AllianceBernstein International portfolio and to notify AllianceBernstein that there will be a 30 day waiting period before the portfolio transition begins. Without objection the motion carried.

Real Estate Update:

Mr. Roche advised that the auction of the golf courses and development is proceeding. September 11, 2012 was a preview day for interested parties to view the courses and lots up for auction and several interested parties went out and visited the courses. The next preview day is October 9, 2012. The bid openings are scheduled for October 16, 2012.

Mr. Roche advised that Touchstone contacted him regarding severance pay for the General Managers at Olde Oaks Golf Club and Stonebridge Golf should the courses be sold through the auction process.

Motion by Mr. Elg seconded by Mr. Caraway that MPERS will not pay any severance pay as requested by Touchstone to the General Managers of Olde Oaks Golf Club and Stonebridge Golf Club. Without objection the motion carried.

Mr. Dennis Bamburg addressed the board regarding the proposals that Mr. James Percy discussed at the August 15, 2012 meeting. Mr. Bamburg's first proposal is an exchange for properties regarding a 4.3 acre piece of property that Mr. Bamburg owns situated directly in the center of the development. Mr. Bamburg proposes to exchange and give to the board some strips to the rear of his property along the sides of his property in exchange for some additional frontage from the board at the front of his property along the Olde Oaks road in which his property sits.

Motion by Mr. Greene seconded by Mr. Broussard to approve exchange of property on 4.3 acre tract of land as proposed in Mr. Bamburg's first proposal if Mr. James Percy finds the exchange to be legal. With Mr. Reech opposing, the motion carried.

Chairman Dean advised Mr. Bamburg that Mr. Percy will respond to his request by the end of next week.

Motion by Mr. Huggins seconded by Mr. Greene to adjourn the meeting at 12:44 p.m.

Mr. Greene withdrew his second and Mr. Huggins withdrew his motion.

Motion by Mr. Greene seconded by Mr. Elg to conduct an Invitation to Bid for investment consultant using the same finalist that were interviewed in January 2011 which included Bogdahn Group, Callan, NEPC, Segal Rogerscasey and Watershed. Without objection the motion carried.

Motion by Mr. Huggins seconded by Mr. Greene to adjourn the meeting at 12:46 p.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 19, 2012.

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Henry Dean, Chairman

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Kathy Bourque, Director