

MINUTES

The Board of Trustees of the Municipal Police Employees' Retirement System held a Regular Meeting on Tuesday, September 20, 2016, at The Roosevelt Hotel, 130 Roosevelt Way, Conti Room, New Orleans, Louisiana.

The meeting was called to order by Chairman Mark Huggins at 3:30 p.m.

Pledge of Allegiance:

Chairman Mark Huggins led the pledge of allegiance.

Members Present:

Sgt. Mark Huggins, Chairman
Capt. (Ret.) Willie Joe Greene, Vice Chairman
Maj. Raymond Burkart, Jr.
Chief Carl Dabadie
Chief Scott Ford
Sgt. Chad King
Ms. Amy Mathews, State Treasurer Designee
Chief Dwayne Munch
Mayor Joey Normand
Sgt. (Ret.) Larry Reech
Chief Michael Suchanek
Mayor Donald Villere

Members Absent:

Jay Dardenne, Div. of Administration
Senator Barrow Peacock
Representative Kevin Pearson

Others Present:

Ms. Kathy Bourque, Director
Ms. Daphne Rusk, Administrative Assistant
Mr. Randy Roche, General Counsel
Mr. David Barnes, NEPC
Mr. Greg Curran, Actuary
Mr. Craig Schorr, AllianceBernstein
Mr. Scott Kemper, LSV Asset Management
Mr. James Owens, LSV Asset Management
Mr. Ronald Still, Westwego Police Dept.
Mr. Peter Menkiewicz, Retired New Orleans P. D./F.O.P.
Mr. Arthur Bancroft, Retired New Orleans P. D./F.O.P.
Mr. Chris Landry, Retired New Orleans P. D./F.O.P.
Mr. Robert Lampard, Jr., Retired New Orleans P. D./F.O.P.
Mr. Chantell Long, New Orleans Police Dept.
Mr. Claude Schlesinger, FOP
Mr. Ray Guercio, City of New Orleans
Mr. Theo Sanders, LAMP

Public Comment:

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

Approval of minutes:

Motion by Mr. Suchanek seconded by Mr. Dabadie to approve the minutes of the meeting held July 20, 2016 as presented. Without objection the motion carried.

Approval of retirement applications:

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>
Kathy Bourque	Office	08/01/16	33.13	Max
Keith Cobb	Shreveport	07/09/16	25.22	2a
Lloyd Coleman, Jr.	New Orleans	08/01/16	25.13	Max
Ollie Coniglio	Baton Rouge	08/01/16	22.54	Max
Carl Dabadie, Jr.	Baton Rouge	07/01/16	31.08	Max
Glen Gonzales	Gonzales	08/01/16	27.11	2a
Sandra Gooden	Alexandria	06/24/16	25.00	Max
Ronald Labarriere	Kenner	07/01/16	30.41	Max
Grady Mason	Westwego	07/01/16	17.10	Max
Rockella Minnix	Rayne	08/01/16	22.58	3a
Tracy Moses	Baton Rouge	06/14/16	27.95	Max
Troy Oliver	New Orleans	07/01/16	25.08	3a
Daphne Rusk	Office	08/01/16	28.37	2a
Pamela Simek	Bossier City	07/01/16	20.00	2a
James Smith	Bogalusa	08/01/16	26.25	2a
Jacquelyn Stafford	Shreveport	07/01/16	23.83	Max
Brian Strange	Shreveport	07/01/16	30.41	Max
Richard Vercher	Alexandria	06/15/16	26.02	2a
Paul Webb	Shreveport	07/01/16	14.37	2a
Robert Williams	Baton Rouge	06/18/16	29.12	Max

Motion by Mr. Reech seconded by Mr. Burkart 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>
Nathaniel Armour	New Orleans	07/31/16	28.30	Max
Willie Gant	New Orleans	08/28/16	26.36	Max
Ronald Huddleston	Shreveport	08/01/16	30.70	02
Don Kinney	New Orleans	07/09/16	25.55	Max
Aldon Lanoix, Jr.	New Orleans	09/01/16	19.28	Max
Stephen Lentz	New Orleans	08/24/16	22.96	Max
Keith McLain	Pineville	09/23/16	25.04	02
James Neyrey	New Orleans	09/12/16	26.64	02
Barry Parrish	Baton Rouge	08/19/16	29.02	2a
Neville Payne	New Orleans	07/24/16	30.02	02
Melinda Renfrow	Baton Rouge	09/01/16	22.37	2a
Glenell Sentino	New Orleans	08/23/16	25.02	Max
Reginald Smith	New Orleans	07/31/16	21.75	3a
Brent Taylor	Lafayette	08/01/16	25.11	2a

Motion by Mr. Burkart seconded by Mr. Reech 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>
Scott Fogleman	Crowley	08/26/16	12.29	2a
Michael Gates	Pineville	07/01/16	25.56	2a
Jerry Harris	Alexandria	07/25/16	12.36	Max
Gary Lee	New Orleans	04/28/16	30.73	2a
Donald McCoy	Gretna	07/01/16	13.73	2a
Darron Mullins	Baker	08/30/16	26.16	2a
Michael Onezime	Lafayette	08/14/16	25.17	3a

Motion by Mr. Greene seconded by Mr. Burkart 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>
Derek Canatella	New Orleans	06/11/16	20.65	2a

Disability Retirement:

Ms. Chantell Long (New Orleans) attended the board meeting to provide information relative to her non-duty related disability application.

Motion by Mr. Reech seconded by Mr. Suchanek to approve the non-duty related disability application by Ms. Chantell Long (New Orleans). Without objection the motion carried.

Disability classification on Mr. Charles Miller

Motion by Mr. Suchanek seconded by Mr. Burkart to defer action on Mr. Charles Miller's disability classification request until Mr. Roche can give a legal opinion at the October 19, 2016 board meeting. Without objection the motion carried.

Potential litigation by G2 Golf, LLC

Motion by Mr. Greene seconded by Mr. Reech to pass over item number 7 on the agenda: "Potential litigation by G2 Golf, LLC" until the arrival of Attorney Carlton Jones. Without objection the motion carried.

Investment Consultant's Report:

Mr. David Barnes represented NEPC and presented the Investment Market Update for the system. The total market value as of August 31, 2016 was \$1,812,163,090 and performance was up 0.5% for the month and up 3.3% for fiscal year to date.

Mr. Barnes explained that due to the cancellation of the August 17, 2016 board meeting, the interviews for a Private Equity Manager have been rescheduled for the October 19, 2016 board meeting.

AllianceBernstein:

Mr. Craig Schorr represented AllianceBernstein and presented their annual report to the board. The market value as of August 31, 2016 was \$83,115,498.

LSV Asset Management:

Mr. Scott Kemper and Mr. James Owens represented LSV Asset Management and presented their annual report to the board. The market value as of August 31, 2016 was \$63,013,784.

Actuarial Comments:

Mr. Greg Curran attended the meeting and provided a letter of information requested in regards to Mr. Ronald Still (Westwego). The letter focused on the value of contributions and benefits payable to and from MPERS based on the assumption that Mr. Still had in fact remained in MPERS but elected to enter DROP in MPERS at the same time as he elected to enter DROP in MERS (on April 1, 2013).

Mr. Curran explained the information provided is meant for the board to frame their discussion of the appropriate resolution of this situation. The final cost or actuarial impact will depend on the board's decisions as to the best way to interpret the statutes or to craft a legal solution. Attached to Mr. Curran's information was a report prepared by Mr. Normand. The report listed the payments to Mr. Still and payments made by various agencies to Mr. Still, MERS or MPERS. Also attaches was a "Summary and Recommendations" prepared by Mr. Normand. Both documents referenced approximately \$300,000 (non-actuarial) Mr. Still has received from MPERS. Mr. Normand stated that it is clear that this amount is due to MPERS. He further stated that of all the parties involved, the one party bearing no fault, but damaged most, is MPERS and should be made whole as soon as possible.

Discussions were held on how to interpret the statutes and possible solutions.

Motion by Mr. Normand to have MPERS send a demand letter to all parties involved for repayment of all funds paid from MPERS to Mr. Still since his retirement from the Gretna Police Department. Motion failed due to lack of a second.

Mr. Roche will review the actuarial values submitted by Mr. Curran and will provide possible solutions/recommendations at the October 19, 2016 board meeting.

Attorney Comments:

Mr. Normand inquired about the status of the Ms. Polly Snell (Many) lawsuit to be filed by MPERS. Mr. Roche advised that the petition has been drafted and will be filed within the week.

Mr. Normand asked for an update on the 100% disability statutes language from the Legislative Committee of the board. Mr. Burkart, Chairman of Legislative Committee, stated that he has had preliminary conversations with experts regarding medical definitions. He stated that the committee is moving forward and also looking into how other retirement systems handle these cases.

Mr. Normand asked why Mr. Chris Ahner was not on the September 2016 agenda and inquired as to when he be added to the agenda since the Board had voted to place him on the August meeting agenda and the August meeting was cancelled. Mr. Reech advised that Mr. Ahner and other disability retirees will be added to agenda after the outcome of a current disability lawsuit is resolved.

Mr. Normand asked if MPERS has a Security Litigations Policy. Mr. Roche said he will provide a copy of that policy to Mr. Normand. Ms. Mathews asked that the policy be sent to all board members.

Mr. Normand asked on the status of the executive director's job description. Mr. Roche explained that he received a sample job description from the State Treasurer's Office and edited the description to meet MPERS' needs then forwarded to Mr. Reech, the Chairman of the Personnel Committee. Mr. Reech responded that the job description will be held on file until needed at the appropriate time.

Director's Report:

Ms. Bourque provided the board with a list of invoices paid by the retirement system during the prior month for their review. The board had no questions regarding any payments issued.

Ms. Bourque advised that the review of 100% disability members will be added to the November 16, 2016 board meeting agenda.

Motion by Mr. Reech seconded by Mr. King to adjourn the meeting at 4:40 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 20, 2016.

Mark Huggins, Chairman

Daphne Rusk, Administrative Assistant