



FIREFIIGHTERS RETIREMENT SYSTEM

P.O. Box 94095, Capitol Station
Baton Rouge, Louisiana 70804-9095
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MEETING OF THE BOARD OF TRUSTEES

July 7, 2014 and

July 8, 2014

A meeting of the Board of Trustees was held on July 7, 2014 and July 8, 2014 at the Public Safety Building in Baton Rouge. Mr. Charlie Fredieu, Chairman, called the meeting to order at 2:00 p.m. on July 7, 2014.

Mayor Durbin gave the invocation and Mr. Birdwell led the pledge of allegiance.

Mayor David Amrhein was administered the oath of office as the newly appointed LMA representative to the FRS board of trustees.

Ms. Sara Etheridge called the roll. A quorum was present.

MEMBERS PRESENT

Mr. Charlie Fredieu
Mr. Stacy Birdwell
Mr. Afranie Adomako
Mayor David Amrhein
Mayor James Durbin
Mr. Perry Jeselink
Mr. Jerry Tarleton

OTHERS PRESENT

Steven Stockstill
Layne McKinney
Jason Starns
Sara Etheridge
Greg Curran
David Barnes
Jeff Roberts
Trae Welch
Phil Preis
Paul Richmond

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July 7, 2014

Chairman Fredieu began by explaining that the meeting would be held over a two-day period, with the first day primarily involving the regular monthly business to come before the board and the second day being reserved for RFP respondent interviews.

MINUTES

MOTION: Mr. Birdwell moved to approve the minutes of the board meeting held on June 12, 2014. Mr. Jeselink seconded. The motion passed.

APPLICANTS

- New Members

PROCEDURE: The FRS enrollment process, including the completion of the applicant forms, the physical examination, and the completion of any waivers of preexisting conditions, must be completed and all documents received by FRS within six months of the date of employment. If the FRS enrollment process is not completed within six months from the date of employment, the applicant will be a member eligible to begin vesting for regular benefits from the date of employment, but not eligible to begin vesting for disability benefits until the completion of the enrollment process. It is the statutory responsibility of the employer to insure that the enrollment process is timely completed or to provide FRS with notice of noncompliance by the applicant. If a member who has not completed the enrollment process becomes injured in the line of duty and applies for disability benefits, then the member must prove that the disabling condition was not preexisting. Each enrollment application is reviewed by staff to determine eligible job classification, date of hire, employer certification, and medical waiver information. Each application for membership was completed and submitted in accordance with all applicable state laws.

Mr. Starns presented the list of new member applicants. (see attached Exhibit #1) He stated that all applications were in order.

MOTION: Mr. Birdwell moved to approve the new member applicants. Mr. Tarleton seconded. The motion passed.

- Retirees

PROCEDURE: To retire, a member must furnish the retirement office with an application for retirement. When the application is received by the retirement office, the member's file is reviewed for proper documentation and to determine that the applicant meets the legal criteria necessary to receive payment in the form of a monthly retirement benefit. Calculations for retirement are

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performed by the benefit analyst and verified by the system's administrator. All retirement applications were submitted and benefits calculated in accordance with all applicable state laws.

Mr. Starns presented the list of new retirees. (see attached Exhibit #2) He stated that all applications were in order.

MOTION: Mr. Jeselink moved to approve the new retiree applicants. Mr. Birdwell seconded. The motion passed.

- Survivor Applications

PROCEDURE: Survivors applying for benefits must furnish the retirement office with a notarized application for survivor benefits, a copy of the member's death certificate, a marriage license (if beneficiary is a spouse), and the beneficiary's birth certificate. Once received, the deceased member's records are reviewed by staff to determine survivor benefit eligibility and to determine that the survivor's benefit calculation is completed per all applicable state laws and any merger agreements.

[NOTE: Individuals who retired under another retirement system where FRS is a third party administering payments as a result of a merger, and where the individual becomes deceased after the merger, the beneficiary or survivor is still required to submit all necessary documents; however, payment is made as set forth in the merger agreement (contract) affecting beneficiaries and survivors.] (R.S. 11:2256 and R.S. 11:2259).

Mr. Starns presented the application of Melissa Becker, mother of Dustin Allen Bordelon. He stated that the application was in order.

MOTION: Mr. Birdwell moved to approve the application of Melissa Becker. Mr. Tarleton seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

ST. TAMMANY FPD#1 V. FRS

This item involved discussion and action regarding the lawsuit styled as *St. Tammany FPD #1 v. FRS et al.*, Suit No. 560366, 19th Judicial District Court, East Baton Rouge Parish; and all related matters.

[NOTE: By providing notice on its duly posted agenda, the board of trustees reserved its right to enter executive session pursuant to R.S. 42:17(A)(2) for discussion of strategy or negotiations with respect to actual litigation, and where an open meeting would have a detrimental effect on the

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litigating position of FRS in the judicial matter cited in its agenda; all pertinent notifications had been provided.]

MOTION: Mr. Birdwell moved to enter executive session. Mr. Tarleton seconded. The motion passed unanimously.

MOTION: Mr. Tarleton moved to resume public session. Mr. Birdwell seconded. The motion passed unanimously.

MOTION: Mr. Tarleton moved to authorize settlement of the above styled lawsuit based on the "modified Welch plan". Mayor Durbin seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

JEFFERSON PARISH CIVIL SERVICE/RETIREMENT ENROLLMENT MATTER

Mr. Stockstill recalled that this business item involves a claim of possible impropriety which is being asserted by certain employees of the Jefferson Parish government, relative to the parish's alleged failure to enroll certain employees in FRS and benefits being allegedly improperly received by certain employees. He said that Mr. Bob Burkett had a wanted to address the board concerning this matter, but had a conflict in scheduling. He said Mr. Burkett respectfully requested that discussion of this matter be postponed until next month.

MOTION: Mayor Durbin moved to postpone further discussion of this matter until the August board meeting. Mr. Tarleton seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

FRS FY 2013-14 AUDIT - LOUISIANA COMPLIANCE QUESTIONNAIRE

Mr. McKinney advised the board that the document included in its board materials was the annual audit questionnaire which has to be submitted by the FRS board to the Legislative Auditor. (see attached Exhibit #3)

MOTION: Mayor Durbin moved to approve the Louisiana Compliance Questionnaire as presented. Mr. Tarleton seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

FRS BENEFIT ANALYST QUALIFICATIONS

Mr. Stockstill drew the board's attention to the job specifications for the FRS position titled Benefit Analyst I. He said the position requires a baccalaureate degree, but it also specifies that the board reserves the right to waive or alter that requirement on a case-by-case basis. He noted that the current FRS student intern has an Associate of Science-Business degree and is in the process of finishing the senior year for a baccalaureate degree in accounting. He recommended that, in this case, that the board waive the baccalaureate degree requirement and accept the associate degree in lieu thereof.

MOTION: Mr. Birdwell moved to accept the staff recommendation. Mr. Tarleton seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

MONTHLY FLASH REPORT - JUNE 2014

Due to the date of the board meeting and the timing of investment data availability, or lack thereof, there was no flash report for the month of June 2014.

FRS, ET AL. V. CITCO GROUP LTD., ET AL.

This item involved discussion and action regarding the lawsuit styled as *FRS, et al. v. Citco Group Limited, et al.*, Suit No. 619601, 19th Judicial District Court, East Baton Rouge Parish, Louisiana; and all related matters.

[NOTE: By providing notice on its duly posted agenda, the board of trustees reserved its right to enter executive session pursuant to R.S. 42:17(A)(2) for discussion of strategy or negotiations with respect to actual litigation, and where an open meeting would have a detrimental effect on the litigating position of FRS in the judicial matter cited in revised agenda item III(1); all pertinent notifications had been provided.

MOTION: Mr. Birdwell moved to enter executive session. Mayor Durbin seconded. The motion passed unanimously.

MOTION: Mr. Birdwell moved to resume public session. Mr. Tarleton seconded. The motion passed unanimously.

The discussion of this matter was concluded with no further action being needed or taken.

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RECESS

MOTION: Mr. Birdwell moved that the board stand in recess until July 8, 2014. Mr. Tarleton seconded. The motion passed.

July 8, 2014

Chairman Fredieu reconvened the board meeting. Roll was called. A quorum was present.

MEMBERS PRESENT

Mr. Charlie Fredieu
Mr. Stacy Birdwell
Mr. Afranie Adomako
Mayor David Amrhein
Mayor James Durbin
Mr. Perry Jeselink
Mr. Jerry Tarleton

OTHERS PRESENT

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Sara Etheridge
Greg Curran
David Barnes
Jeff Roberts
Greg Brenneman
Jonathan Lynch
Gordon Hargraves
Todd Milligan

INTERVIEWS - PRIVATE EQUITY BUYOUT MANAGER

The board of trustees interviewed two Private Equity Buyout manager RFP candidates that were previously selected by the board of trustees at their meeting held in June, 2014. The candidates and applicable representatives are as follows:

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CCMP Capital Advisors

Greg Brenneman, Chairman
Jonathan Lynch, Managing Director

Private Advisors Alternative Asset Management

Gordon Hargraves, Partner
Todd Milligan, Managing Director

Each candidate firm made a presentation to the board based on information contained in the firm's respective RFP response. Each candidate firm was allocated a total of one-hour, with the format being 45 minutes for the presentation and 15 minutes for questions by the board.

Upon conclusion of the final presentation, the board members discussed various related items with NEPC representatives, David Barnes and Jeff Roberts, senior consultant with the NEPC Private Equity Research Group. (see attached Exhibit #4) Messrs. Barnes and Roberts gave a summary comparing and contrasting the two management companies. During the course thereof, they answered several questions posed by board members. Following a thorough discussion, Mr. Barnes stated that NEPC's recommendation was to make the remaining \$25 million commitment for private equity in 2014 to CCMP Capital Advisors.

MOTION: Mr. Birdwell moved NEPC's recommendation in the form of a motion. Mr. Tarleton seconded. The motion passed.

The discussion of this matter was concluded with no further action being needed or taken.

ADJOURNMENT

MOTION: Mr. Birdwell moved to adjourn. Mr. Tarleton seconded. The motion passed. There being no further business, the meeting of the FRS board of trustees was adjourned.

FUTURE MEETINGS

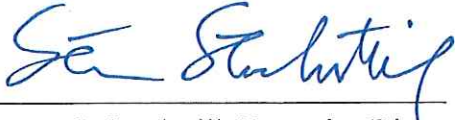
**FRS Board of Trustees
3100 Brentwood Drive
Baton Rouge, Louisiana
Wednesday, August 13, 2014 at 3:00 p.m.**

**FRS Board of Trustees
3100 Brentwood Drive
Baton Rouge, Louisiana
Thursday, August 14, 2014 at 8:30 a.m.**

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SUBMITTED BY:



Steven S. Stockstill, Executive Director

APPROVED BY:



Mr. Charles Fredieu, FRS Chairman