

**Regular Meeting
Board of Trustees
Of the Employees' Retirement System
Of the City of New Orleans
Purchasing Conference Room
1300 Perdido Street, Room 4W05
December 12, 2012
2:16 p.m.**

Trustees Present:

Dr. Edgar L. Chase, III, Chairman
Ms. Lisa M. Hudson, Vice Chairperson
Mr. Norman S. Foster, Treasurer/CFO
Ms. Courtney B. Bagneris
Mr. Robert Gebrian

Others Present:

Jesse Evans, Jr., Director of Employees' Retirement System
Janet H. Easterling, Adm. Support Supervisor, Employees' Retirement System
Kimberly Smith, City Attorney's Office
Jane Armstrong, Phelps Dunbar
Joe Bogdahn, The Bogdahn Group
Mike Weilker, The Bogdahn Group
Theodore Sanders, LAMP
Dorian Nunez
Toni Antrum
Derrick Francis
Joseph Fonti, Labaton Sucharow

The vice chairperson called the meeting to order at 9:09 am.

OLD BUSINESS

Rewrites of Chapter 114 – Pending Meeting with Council Staff no change.

City Council Motion to Employ Special Counsel no change.

Dr. Chase arrived and Ms. Hudson turned the meeting over to Dr. Chase.

LAMP for DROP Accounts Ms. Armstrong discussed the draft of resolutions for DROP interest rate (existing accounts – oldest first and existing accounts newest first) as it related to LAMP. A motion was made by Mr. Foster and seconded by Mr. Gebrian to that move that “all DROP accounts established on or after January 1, 2013, and notwithstanding any action taken by Board of Trustees, such accounts, as the same may be constituted, shall be invested in LAMP and the interest rate credited to such accounts shall be the rate realized by LAMP”. After further discussion Mr. Foster withdrew his motion. The motion was restated by Mr. Foster and seconded by Mr. Gebrian to move that “all DROP accounts established on or after January 1, 2013, and notwithstanding any action taken by Board of Trustees, such accounts, as the same

**Regular Meeting
Board of Trustees
December 12, 2012
Page 2**

may be constituted, shall be invested in LAMP and the interest rate credited to such accounts shall be the rate realized by LAMP". The motion passed unanimously. Ms. Armstrong informed the Board that Mr. Sanders needs to provide a certificate of incumbency sign and the Board needs to authorize someone to sign any account documents necessary from LAMP.

NEW BUSINESS

The Board agreed to schedule its next regular meeting for Wednesday, January 16th at 9:00 am pending meeting place.

MONTHLY REPORTS

Minutes of Special and Regular Meetings for July 17th, August 10th & 24th, October 17th & 29th was presented to the Board. A motion was made by Dr. Chase and seconded by Ms. Bagneris to approve the minutes for July 17th, August 10th & 24th, October 17th & 29th. The motion passed with four in favor (Mr. Gebrian, Ms. Bagneris, Dr. Chase and Mr. Foster) and one abstained (Ms. Hudson).

Retirement for the month of December 2012 was presented to the Board. A motion was made by Mr. Gebrian and seconded by Ms. Bagneris to ratify the retirements for the month of December 2012. The motion passed unanimously.

Report of deceased retirees for the month of December 2012 was presented to the Board. The Board received the report of deceased retirees for the month of December 2012.

Status Report on Transfers as of November 2012 was presented to the Board. The Board received the Status Report on Transfers as of November 2012.

Employer Contribution Report for the month of October 2012 was presented to the Board. The Board received the Employer Contribution Report for the month of October 2012.

COMMITTEE REPORTS

Budget Committee

Trustees Conference Review & Approval Ms. Hudson requested to attend the IMN's 19th Annual Beneficial Owners' International Securities Lending Conference held January 28-30, 2013 at the Roosevelt New Orleans. Mr. Gebrian requested to attend the conference. A motion was made by Mr. Foster and seconded by Dr. Chase to approve Ms. Hudson and Mr. Gebrian

**Regular Meeting
Board of Trustees
December 12, 2012
Page 3**

attending the IMN's 19th Annual Beneficial Owners' International Securities Lending Conference held January 28-30, 2013 at the Roosevelt New Orleans. The motion passed unanimously.

2013 Budget Mr. Evans handed out and discussed the 2013 Estimated Cash Flow and Budget Analysis for the fund. A motion was made by Mr. Gebrian and seconded by Ms. Bagneris to accept the 2013 Estimated Cash Flow and Budget Analysis for the fund. Mr. Foster requested that Mr. Evans provide a cash flow on a quarterly basis to the Board. The motion passed unanimously.

INVESTMENT COMMITTEE

The Bogdahn Group Mr. Bogdahn requested a one hour educational session at the January 16th meeting. The Board agreed to the one hour educational session at the beginning of the meeting on January 16th. He discussed the 1987 Black Monday crisis regarding the investment market and the fiscal cliff. Mr. Weilker informed the Board that at the January meeting they will provide some suggestions regarding the investment policy statement and perform an asset allocation study of the portfolio.

Contract Compliance Committee Ms. Smith informed the Board that she forwarded the revised investment contract to Mr. Evans.

Headline Risk Committee nothing to report.

Member Relations Mr. Gebrian informed the Board that he will meet with Ms. Bagneris to discuss how to notify employees about DROP accounts being transferred to LAMP.

EXECUTIVE SESSION

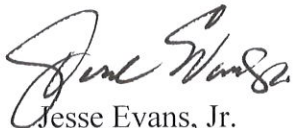
A motion was made by Ms. Hudson and seconded by Dr. Chase to go into executive session. The motion passed unanimously.

The meeting resumed.

A motion was made by Mr. Gebrian and seconded by Ms. Hudson to approve Mr. Evans representing the Board on the Celestica case. The motion passed unanimously.

**Regular Meeting
Board of Trustees
December 12, 2012
Page 4**

There being no further business, a motion was made by Ms. Hudson and seconded by Mr. Gebrian to adjourn. The motion passed unanimously.

A handwritten signature in black ink, appearing to read "Jesse Evans, Jr.", written in a cursive style.

Jesse Evans, Jr.

Director

JE/jhe

G:\FIRT\JANET\2012 Draft Minutes\1st draft min 12 12 12