

# OKLAHOMA POLICE PENSION AND RETIREMENT BOARD REGULAR MEETING

BOARD ROOM  
1001 N.W. 63<sup>RD</sup> STREET – SUITE 305  
OKLAHOMA CITY, OKLAHOMA 73116

10:00 A.M. \* \* \* WEDNESDAY \* \* \* MARCH 23, 2016

## AGENDA

1. Roll Call
2. HEARING: 10:00 a.m. – Board to consider written comments and hear public comments regarding proposed amendments to the following permanent rule:  
TITLE 550: OKLAHOMA POLICE PENSION AND RETIREMENT SYSTEM  
CHAPTER 20. PURCHASE OF TRANSFERRED CREDITED SERVICE  
550:20-1-2: Computation [AMENDED]
3. Discuss proposed amendments to permanent rules listed in Agenda Item 2
4. Consideration and vote on whether to adopt the proposed amendments to permanent rules listed in Agenda Item 2 as presented or as may be revised after public hearing and discussion.
5. Proposed continuation, if required, of the rulemaking process contained in Agenda Items 2, 3, and 4.
6. CONTINUATION of HEARING: Case No. OPPRB 15-08, Municipality Application for Disability Benefit Not In Line of Duty for Larry J. Hill, Del City.
  - a. Board to review documents introduced into evidence, and hear testimony and/or oral arguments pertaining to applicant's request as deemed necessary by the Board.
  - b. Proposed executive session, if deemed necessary by legal counsel, to discuss and deliberate Case No. OPPRB 15-08 with legal counsel pursuant to 25 O.S. § 307(B)(8) (deliberation under Article II of the Administrative Procedures Act).
    - i. Vote to enter into proposed executive session.
    - ii. Discuss and deliberate Case No. OPPRB 15-08 pursuant to 25 O.S. § 307(B)(8).
    - iii. Vote to return to open session.
    - iv. Board to take appropriate action as deemed necessary.

7. Case No. OPPRB 15-07, Appeal of denied Application for Vested Benefit for Randy Harrison, Del City
  - a. Proposed executive session, if deemed necessary by legal counsel, to discuss and deliberate Case No. OPPRB 15-07 with legal counsel pursuant to 25 O.S. § 307(B)(8) (deliberation under Article II of the Administrative Procedures Act).
    - i. Vote to enter into proposed executive session.
    - ii. Discuss and deliberate Case No. OPPRB 15-07 pursuant to 25 O.S. § 307(B)(8).
    - iii. Vote to return to open session.
    - iv. Board to take appropriate action as deemed necessary.
8. Discussion of legislation regarding clarification of Paid Base Salary. Board to take appropriate action as deemed necessary.
  - i. Vote to enter into proposed executive session
  - ii. Discuss possible legislation regarding Paid Base Salary with legal counsel pursuant to 25 O.S. § 307(B)(4) in that disclosure will seriously impair the ability of the body to conduct a pending proceeding in the public interest.
  - iii. Vote to return to open session.
  - iv. Board to take appropriate action as deemed necessary.
9. Discussion and possible vote regarding Normal Age Retirement Chart proposed legislation. Board to take appropriate action as deemed necessary.
10. Approval of Minutes of Regular Board Meeting held February 17, 2016
11. Consideration and vote, subject to Board's exception, on the following applications:
  - a. Application for Participation:

<u>Name</u>	<u>City</u>
Cody J. Lemmons	Bartlesville
William M. Lewis	Bartlesville
Scotty D. Burge	Checotah
Shelby M. Sewell	Cushing
Edward V. Diaz, III	Duncan
Daniel A. Glover	Duncan
Clay C. Cox	Elk City
Trevor C. Lowry	Elk City
Robert J. Trujillo	Henryetta
Dwight E. Lewis	Hobart
Joshua D. Thomason	Lexington
Michael J. Class	Luther
Christopher L. Hopingardner	Mangum
Peter I. Porcher	Mangum

Aaron D. Hall	Midwest City
Jonathan T. Maloy	Midwest City
Rickie Kubiak	Muskogee
Dillon K. Swain	Muskogee
Cody M. Bemo	Newkirk
Simeon S. Alibrando	Oklahoma City
Jeremy M. Box	Oklahoma City
Elizabeth A. Brazell	Oklahoma City
Tyler G. Farris	Oklahoma City
Kalob L. Foreman	Oklahoma City
Clint R. Francis	Oklahoma City
Seth J. Garcia	Oklahoma City
Cortland B. Glover	Oklahoma City
Sandra Gonzalez	Oklahoma City
Ryan S. Goodger	Oklahoma City
Austin C. Hager	Oklahoma City
Kristopher J. Hurst	Oklahoma City
Dustin L. Jarnigan	Oklahoma City
Kevin J. Kuhlman	Oklahoma City
Andrew S. Martin	Oklahoma City
Alex M. Mitchell	Oklahoma City
William G. Nance	Oklahoma City
Stephen M. Nunnally	Oklahoma City
Roger W. Osiek	Oklahoma City
Jeffrey H. Owen, II	Oklahoma City
Jesse L. Powell	Oklahoma City
Garry W. Price	Oklahoma City
Jessie U. Reyes	Oklahoma City
Morgan R. Reynolds	Oklahoma City
Jacob D. Royal	Oklahoma City
Kaleb H. Siemers	Oklahoma City
Benjamin L. Stropes	Oklahoma City
Damon M. Taylor	Oklahoma City
Jason T. Taylor	Oklahoma City
Joshua A. Thresher	Oklahoma City
Don L. May	Pauls Valley
William O. Wamego, IV	Pawhuska
Clifford E. Boswell	Ringling
Christopher S. Tate	Spencer
Michael A. Gray	Tahlequah
Kody W. Simpson	Tishomingo
Jon Paul Baker	Tulsa
Michael A. Beaird	Tulsa
Annalynn L. Cox	Tulsa
Nathan A. Edwards	Tulsa
Ryan K. Hieronymus	Tulsa
Julie M. Hopper	Tulsa
Camden E. Houck	Tulsa
Kevin T. Kuerbitz	Tulsa

Payton W. Laskey	Tulsa
Will A. Mortensen	Tulsa
Matthew N. Parker	Tulsa
Ciara H. Saldana	Tulsa
Ignacio G. Saldana	Tulsa
Jordan S. Sawyer	Tulsa
Thomas M. Shockley	Tulsa
Michael S. Smith	Tulsa
Michael A. Terwilliger	Tulsa
Nicholas W. Wheeler	Tulsa
Eric J. Vincent	Valley Brook
David M. Harper-Head	Valley Brook

b. Application for Refund of Contributions:

<u>Name</u>	<u>City</u>
Dustin Nicholas	Bethany
Kevin Brown	Chandler
Marcus Cunningham	Checotah
Jared Whitehurst	Duncan
Christopher Johnson	Elk City
Kenyon Hughes	Enid
Antonio Moreno	Enid
Ryan K. O'Neal	Enid
Kyle A. Pierce	Enid
Buddy D. Townes, Jr.	Henryetta
Raymond W. Biles, Jr.	Muskogee
Doyle Baker	Nicoma Park
Marvin D. Deatherage	Norman
Jason Barrett	The Village
Matthew A. Torres	Valley Brook
Steven E. Owens	Weatherford

c. Terminate Deferred Option Plan to Begin Service Pension:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Scott Stutzman	Moore	03/01/2016
Thomas C. Hawkins	Muskogee	03/01/2016

d. Application for Participation in the Oklahoma Police Deferred Option Plan Under the Back Drop Provision:

<u>Name</u>	<u>City</u>	<u>DOP Eff. Date</u>	<u>Service Pension Eff. Date</u>
Gregory Roberts	Norman	03/01/2013	03/01/2016
Robert B. Mercer	Oklahoma City	04/01/2011	04/01/2016
Roger D. Price	Oklahoma City	04/01/2011	04/01/2016
John M. Scully	Oklahoma City	04/01/2011	04/01/2016
James F. Clark	Tulsa	04/01/2011	04/01/2016
Robert D. Johnson	Tulsa	11/01/2015	04/01/2016
Sara L. Moore-O'Mara	Tulsa	04/01/2011	04/01/2016
Deanna R. Ragle	Tulsa	04/01/2011	04/01/2016
Timothy G. Smith	Tulsa	04/01/2011	04/01/2016

e. Application for Service Pension:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Joseph P. O'Brien	Broken Arrow	04/01/2016
Todd Gibson	Norman	05/01/2016

f. Application for Vested Benefit:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Jamie D. Lane	The Village	01/14/2027

g. Death Benefit:

<u>Name</u>	<u>City</u>
Margaretta F. Pickle, widow of Max W. Pickle	Choctaw
Brian Preston, Personal Rep. of David J. Preston	Edmond
Detria Owens, Personal Rep. of Richard Liles	Henryetta
Constance S. Helms, Widow of Michael E. Helms	Ponca City
Joseph M. Swaffar , Personal Rep. of Joseph W. Swaffar	Tulsa

h. Continuation of Benefit:

<u>Name</u>	<u>City</u>
Margaretta F. Pickle, widow of Max W. Pickle	Choctaw
Constance S. Helms, Widow of Michael E. Helms	Ponca City

i. Application for Monies Due the Estate from the System:

<u>Name</u>	<u>City</u>
Sherry L. McAfee, Personal Rep. of Bessie L. Boze	Broken Arrow
Brian Preston, Personal Rep. of David J. Preston	Edmond
Cheryl S. Bennett, Personal Rep. of Esther Mullins	Tulsa

j. Termination of Benefit:

<u>Name</u>	<u>City</u>
Bessie L Boze	Broken Arrow
David J. Preston	Edmond
Richard Liles	Henryetta
Ester Mullins	Tulsa
Joseph W. Swaffar	Tulsa

12. Adam Duncan, Bartlesville – Request to rescind Application for Vested Benefit approved 10/17/2012 and request to approve Application for Refund of Contributions. Board to take appropriate action as deemed necessary.

13. Jack R. Jencks, Bethany – Request to rescind Application for Vested Benefit approved 12/18/2013 and request to approve Application for Service Pension. Board to take appropriate action as deemed necessary.
14. Delwin F. Clark, Sapulpa – Request to buy back prior service while employed with the Glenpool Police Department from 09/01/1992 to 06/07/1995. Board to take appropriate action as deemed necessary.
15. Jerry Burrow, Stillwater – Request to buy back prior service while employed with the Stillwater Police Department from 07/23/1984 to 02/06/1987. Board to take appropriate action as deemed necessary.
16. Board reports for review and informational purposes of the following: (No Board action required)
  - a. Account #6000, Fund 20000 (operating expenses), for period from 7-1-15 through 02-29-2016, Fiscal Year 2016
  - b. Account #8557A, Fund Expenditures (receipts and disbursements), for month of February, 2016
  - c. Broker Commission Report
  - d. Statement of Total Fund
17. Asset Consulting Group – Financial consultant report for month ended February 29, 2016 and discussion on rebalancing portfolio assets among various asset strategies and managers; Board to take appropriate action as deemed necessary.
18. Board to ratify Executive Director's actions regarding authorizing full redemption from Vontobel Asset Management, Inc. Board to take appropriate action as deemed necessary.
19. Asset Consulting Group - Consideration and vote on the allocation of assets from Vontobel Asset Management, Inc. to Northern Trust Emerging Markets Index Fund until selection of new Emerging Market Equity Manager. Board to take appropriate action as deemed necessary
20. Asset Consulting Group – Discussion and possible vote regarding issuing RFP for a Emerging Market Equity Manager. Board to take appropriate action as deemed necessary.
21. Asset Consulting Group –Discussion and possible vote regarding Global Fixed Income reallocation and portfolio structure. Board to take appropriate action as deemed necessary.
22. Asset Consulting Group – Discussion and possible vote regarding issuing RFP for a Liquid Absolute Return Manager. Board to take appropriate action as deemed necessary.
23. Asset Consulting Group –Discussion and possible vote on selection of Private Equity Manager. Board to take appropriate action as deemed necessary.

24. Asset Consulting Group – Discussion and possible vote on selection of Hedge Fund Managers for Share Class B, of Grosvenor Long/Short Equity Fund. Board to take appropriate action as deemed necessary.
25. Discussion and possible vote on modifications to the Investment Policy Guidelines. Board to take appropriate action as deemed necessary.
26. Consideration and vote on whether to renew or terminate contracts for the following professional services:
  - a. BYN Mellon Trust – Custodial Services
  - b. Asset Consulting Group, Inc. – Investment Consulting Services
  - c. Buck Consultants – Actuarial Services (through June 30, 2016)
  - d. Cavanaugh Macdonald Consulting – Actuarial Services (beginning July 1, 2016)
  - e. Finley & Cook, PLLC – Auditing Services
  - f. Davis Graham & Stubbs LLP – Legal Services (Tax/Litigation)
  - g. Wiggins Properties – Property Management Services
  - h. Oklahoma Attorney General – Legal Services
27. Consideration and vote on whether to renew or terminate contracts for the following investment managers:

**International Equity:**

Baring Investment Series, LLC.  
Mondrian Investment Partners  
Northern Trust Asset Management  
Wasatch Advisors

**Domestic Equity:**

Boston Partners Asset Management L. P.  
Cortina Capital

**Long/Short Equity:**

Grosvenor Long/Short Equity Fund, Ltd.  
Grosvenor Class-B

**Index Fund:**

Northern Trust Asset Management

**Global Fixed Income:**

Agincourt Capital Management LLP  
Oaktree Capital Management LLC  
Loomis Sayles

**Low Volatility**

Pacific Alternative asset Management Company (PAAMCO)

**Real Assets:**

Blackstone Property Partners  
Gresham Investments (TAP Fund)  
J.P. Morgan Asset Management  
MLM Macro – Peak Partners L.P.

28. Review of Alternative Investments as follows: (For informational purposes only. No Board action required.)

- Accel Europe
- Actis, LLP
- Apollo Investment Fund VIII
- ArcLight Energy Partners VI
- Arsenal Capital Partners
- Arsenal Capital Partners Fund II
- Arsenal Capital Partners Fund III
- Calera Capital Fund III
- Calera Capital Fund IV
- CenterOak Equity Fund I
- Cerberus III – Real Estate (Private Equity Real Estate)
- Cerberus IV – Real Estate (Private Equity Real Estate)
- EnCap Energy Fund IX
- EnCap Energy Fund X
- FirstMark Fund II (Firstmark II Liquidating Trust)
- FirstMark Fund III (MidTown Fund III)
- FirstMark Fund IV (Firstmark Cap I)
- FirstMark Fund V (Firstmark Cap II)
- FirstMark Cap III
- Firstmark Capital Opportunities Fund I
- Francisco Partners Fund IV
- Green Equity Investors VII
- Hall Capital Partners (Private Equity Real Estate)
- HM Capital Partners Sector Performance
- KnightsBridge
- Levine Leichtman Capital Partners III
- Levine Leichtman Capital Partners IV
- Lexington Partners VI-B
- Lightspeed Venture Partner Fund VI
- Marathon Fund IV
- Marathon Fund V
- Newstone Capital Partners
- Newstone Capital Partners II
- Oaktree European Dislocation
- Oaktree Opportunity Fund III
- Oaktree Opportunity Fund IV
- Oaktree Opportunity Fund V
- Oaktree Opportunity Fund VI
- Oaktree Opportunity Fund VII/VIIB
- Oaktree Opportunity Fund VIII
- Oaktree Opportunity Fund IX
- Oaktree Opportunities Fund X
- Oaktree Opportunities Fund Xb
- Siguler Guff Distressed Opportunity Fund

- Siguler Guff Distressed Opportunity Fund II (E)
  - Siguler Guff Distressed Opportunity Fund III
  - Siguler Guff Distressed Real Estate I (Private Equity Real Estate)
  - Siguler Guff Distressed Real Estate II (Private Equity Real Estate)
  - Sun Capital Fund V
  - TA Associates Realty X (Private Equity Real Estate)
  - TCW/Crescent Mezzanine III
  - TCW/Crescent Mezzanine V
  - TCW/Crescent Mezzanine IV
  - Thompson Street Capital Partners II
  - Thompson Street Capital Partners III
  - Thompson Street Capital Partners IV
  - Venture Lending & Leasing III
  - Warburg Pincus X
  - Warburg Pincus XI
  - Warburg Pincus XII
  - Weathergage Capital
  - Weathergage Capital II
  - Weiss, Peck & Greer Fund V
29. Discussion and possible vote to move the May 2016 board meeting. Board to take appropriate actions as deemed necessary.
30. Litigation Report – Proposed executive session, if deemed necessary by legal counsel to discuss Case No. CIV536013, In Re Sientra, Inc. (Superior Court of the State of California, County of San Mateo); Case No. 15-cv-07759-LAK In Re Fifth Street Finance Corp. (United States District Court, Southern District of New York); Case No. 2:15-cv-01398-SRB, In Re LifeLock, Inc. (United States District Court, District of Arizona); Case No. 3:15-cv-01797, In Re Magnachip Semiconductor Corp. (United States District Court, Northern District of California); No. 1:15-cv-00679, In Re Boulder Brands, Inc. (United States District Court, District of Colorado); Case No. 1:14-cv-10136-GBD, In Re RCS Capital Corp. (United States District Court, Southern District of New York); No. 3:15-cv-01106, In Re eHealth, Inc. (United States District Court, Northern District of California); Case No. 1:14-cv-01997-LAK, In Re Weight Watchers International, Inc. (United States District Court, Southern District of New York); Case No. 5:12-cv-00195-KKC, In Re Laydon vs. Mizuho Bank, LTD. et al. (Tibor Litigation) (United States District Court, Southern District of New York); Case No. 1:15-cv-08149, Oklahoma Police Pension and Retirement System vs. Bank of Nova Scotia et.al (United States District Court, Southern District of New York); Case No. 4:15-cv-03327, In Re Flotek Industries, Inc. et al. (United States District Court, Southern District of Texas Houston Division); and to discuss other potential litigation with legal counsel pursuant to 25 O.S. § 307(B)(4) in that disclosure will seriously impair the ability of the body to conduct a pending proceeding in the public interest

- i. Vote to enter into proposed executive session
- ii. Discuss Case No. CIV536013, In Re Sientra, Inc. (Superior Court of the State of California, County of San Mateo); Case No. 15-cv-07759-LAK In Re Fifth Street Finance Corp. (United States District Court, Southern District of New York); Case No. 2:15-cv-01398-SRB, In Re LifeLock, Inc. (United States District Court, District of Arizona); Case No. 3:15-cv-01797, In Re Magnachip Semiconductor Corp. (United States District Court, Northern District of California); No. 1:15-cv-00679, In Re Boulder Brands, Inc. (United States District Court, District of Colorado); Case No. 1:14-cv-10136-GBD, In Re RCS Capital Corp. (United States District Court, Southern District of New York); No. 3:15-cv-01106, In Re eHealth, Inc. (United States District Court, Northern District of California); Case No. 1:14-cv-01997-LAK, In Re Weight Watchers International, Inc. (United States District Court, Southern District of New York); Case No. 5:12-cv-00195-KKC, In Re Laydon vs. Mizuho Bank, LTD. et al. (Tibor Litigation) (United States District Court, Southern District of New York); Case No. 1:15-cv-08149, Oklahoma Police Pension and Retirement System vs. Bank of Nova Scotia et.al (United States District Court, Southern District of New York); Case No. 4:15-cv-03327, In Re Flotek Industries, Inc. et al. (United States District Court, Southern District of Texas Houston Division); and to discuss other potential litigation with legal counsel pursuant to 25 O.S. § 307(B)(4) in that disclosure will seriously impair the ability of the body to conduct a pending proceeding in the public interest
- iii. Vote to return to open session
- iv. Board to take appropriate action as deemed necessary

31. New Business

32. Board Members' Reports

33. Discussion of seminars/conferences. Board to take appropriate action as deemed necessary

34. Director's Report

**NOTE:** If a quorum of the Board goes to lunch at the same location, no business of the Oklahoma Police Pension and Retirement System will be discussed.