

**MINUTES OF THE REGULAR MEETING OF THE  
OKLAHOMA POLICE PENSION AND RETIREMENT BOARD**

**Board Room  
1001 N.W. 63<sup>rd</sup> Street, Suite 305  
Oklahoma City, Oklahoma 73116**

**DECEMBER 17, 2014**

The regular meeting of the Oklahoma Police Pension and Retirement Board was called to order by Chairman Ryan Perkins at approximately 9:00 a.m. on Wednesday, December 17, 2014, in the Board Room of the Oklahoma Police Pension and Retirement System.

MEMBERS PRESENT: Craig Akard, Tom Custer, Tony Davenport, Jim Keese, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley.

OTHERS: Steven K. Snyder, Executive Director; Darcie Gordon, Administrative Officer; Sean Ruark, Pension Administration Officer; Deric Berousek, Chief Financial Officer; Kim Heaton, Attorney General's Office; George Tarlas, Asset Consulting Group; Brent Banister, Cavanaugh McDonald; Sandra Girdner and Mr. Girdner.

MEMBERS ABSENT: None

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\*\*\*Note\*\*\* Susan Knight left at 10:45 a.m.

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**APPROVAL OF MINUTES OF BOARD MEETING HELD NOVEMBER 19, 2014**

Mr. Steven Snyder noted that there was a correction on page 6 of the minutes under GASB 67 Accounting Supplement. It should read "He noted that it showed our GASB 67 Funded Status at 101.53%"

Motion by Craig Akard and second by Frank Stone to approve the Minutes of the Regular Board Meeting held November 19, 2014. Ayes: Craig Akard, Tom Custer, Jim Keese, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Abstain: Tony Davenport and Andy McPherson. Motion Carried.

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**HEARING: CASE NO. OPPRB 14-03, APPLICATION FOR DISABILITY BENEFIT IN LINE OF DUTY FOR GREGORY GROVER, NEWCASTLE**

Mr. Gregory Grover was not present at the hearing. He did not have legal counsel present at the hearing.

Mr. Steven Snyder introduced the following documents into the record:

- OPPRS Exhibit #1 - Notice of Hearing dated December 8, 2014
- OPPRS Exhibit #2 - Application for disability benefit in line of duty dated September 30, 2014
- OPPRS Exhibit #3 – Witness/Co-Workers Statement, dated November 6, 2013

- OPPRS Exhibit #4 – No position letter from the City of Newcastle, Kevin Self - Assistant City Manager, dated September 25, 2014
- OPPRS Exhibit #5 - Report from Dr. LeRoy Young , dated December 10, 2014 (6 pages)

Motion by Craig Akard and second by Jeff Pierce to award Mr. Gregory Grover a disability benefit in line of duty based on an impairment of 11% to the whole person which equates to 50% of the normal disability retirement. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

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**HEARING: CASE NO. OPPRB 14-04, APPLICATION FOR DISABILITY BENEFIT NOT IN LINE OF DUTY FOR SANDRA GIRDNER, SALLISAW**

Ms. Sandra Girdner was present at the hearing. She was not represented by legal counsel.

Mr. Steven Snyder introduced the following documents into the record:

- OPPRS Exhibit #1 - Notice of Hearing dated December 4, 2014
- OPPRS Exhibit #2 - Municipality Application for disability benefit not in line of duty dated October 31, 2014
- OPPRS Exhibit #3 – No position letter from the City of Sallisaw, Bill Baker - City Manager, dated October 31, 2014
- OPPRS Exhibit #4 – Letter from Dr. Bruce A. Cross, MD, stating 100% disability is indefinite, dated October 28, 2014
- OPPRS Exhibit #5 - Social Security Administration Notice of Award, dated October 20, 2014 (4 pages).
- OPPRS Exhibit #6 - Report from Dr. William Gillock , dated November 20, 2014 (6 pages)

Ms. Sandra Girdner was sworn in and gave testimony as to her health and current condition.

Motion by Tony Davenport and second by Andy McPherson to enter into executive session. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

Motion by Craig Akard and second by W.B. Smith to enter back into open session. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

Motion by Tony Davenport and second by Craig Akard to award Ms. Sandra Girdner a disability benefit not in line of duty based on an impairment of 100% to the whole person which equates to 100% of the accrued retirement benefit. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

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**CAVANAUGH MACDONALD CONSULTING, LLC – PRESENTATION OF ACTUARIAL AUDIT.  
BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Brent Banister with Cavanaugh McDonald presented the *Oklahoma Police Pension and Retirement System Actuarial Audit - December 17, 2014*, a copy of which is attached as Exhibit “A”.

Motion by W.B. Smith and second by Tom Custer to receive and file the Actuarial Audit presented by Cavanaugh McDonald. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keese, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

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**CONSIDERATION AND VOTE, SUBJECT TO BOARD’S EXCEPTION, ON THE FOLLOWING APPLICATIONS**

a. Application for Participation:

<u>Name</u>	<u>City</u>
Marshall E. Gach	Ardmore
Landon H. Gary	Ardmore
Michael D. Brewer	Atoka
Emily K. Koning	Blackwell
Ryan T. Peters	Chandler
Shawn D. Hogue	Del City
Alex J. Schmidt	Del City
CJ Morris	Elk City
Matthew D. Hainley	Enid
Braden A. Carr	Haskell
Blaine S. Freeland	Hominy
LaWayna R. Cathey	Hugo
Alicia D. Wright	Jones
Mitchell C. Martinez	Mangum
Byron S. Bailey-Morgan	Oklahoma City
Carlos M. Franklin	Oklahoma City
Karl W. Rossdeutscher, Jr.	Oklahoma City
Andrew M. Schmidt	Oklahoma City
Daniel A. Newton	Pauls Valley
Matthew M. Perry	Sayre
William K. Lackey	Weatherford
Gary D. Mitchell	Woodward
James G. Otterbine	El Reno
Tyler S. Brogdon	Sapulpa
Robert D. Sayre	Sapulpa
Elisa G. Mudd	Shawnee
Zachary S. Gulick	Weatherford

b. Application for Refund of Contributions:

<u>Name</u>	<u>City</u>
Donald J. Long	Ardmore
Robert Moore	Ardmore
Damon Clawson	Blanchard
Stephanie A. Miller	Enid

Ronald Ross, Jr.	Eufaula
Kyle Flud	Grove
Franco Barone	Mangum
Douglas A. Cook	Prague
Michael S. Glasco	Sayre
Kristen Weygand	Sayre
Anthony M. Porter	Frederick
Lawrence E. Francis, II	Hugo
Jennifer R. Harper	Oklahoma City
Thomas A. Ohman	Pawhuska

c. 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>
Lindall McLemore	Edmond	02/01/2012	02/01/2015
Jack Brock	Oklahoma City	02/01/2010	02/01/2015
James Carson	Oklahoma City	02/01/2010	02/01/2015
Kathy L. Dodd	Oklahoma City	02/01/2010	02/01/2015
Floyd Lindsey	Oklahoma City	02/01/2010	02/01/2015
Randall L. Dickerson	Stillwater	02/01/2010	02/01/2015
Shawn Milligan	The Village	01/01/2010	01/01/2015
Bryan A. Bradley	Tulsa	01/01/2010	01/01/2015
Patrick L. James	Ardmore	02/01/2011	02/01/2015
Wayne H. Stinnett	Claremore	01/01/2010	01/01/2015
Lawrence D. Turner	Lawton	01/01/2010	01/01/2015
Gregory Giltner	Oklahoma City	02/01/2010	02/01/2015
Ellen Murdoch	Oklahoma City	10/01/2012	02/01/2015
Allen Wade	Oklahoma City	01/01/2010	01/01/2015
Angela Mozingo, widow of, William Mozingo	Owasso	09/01/2011	12/01/2014
William S. Goree	Tulsa	01/01/2010	01/01/2015
Robert A. Hickey	Tulsa	01/01/2010	01/01/2015

d. Application for Service Pension:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Ezell Ware, III	Broken Arrow	03/01/2015
Paul Sinclair	Edmond	02/01/2015
Bricen L. Mohr	Shawnee	02/01/2015

e. Application for Vested Benefit:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Christopher M. Harazda	Sulphur	02/18/2023

f. Death Benefit:

<u>Name</u>	<u>City</u>
Nelda L. Gantz, widow of Logan S. Gantz	Sapulpa
Debra L. VanOrder, Personal Rep. of Conrad E. Graikowski	Lawton
Patricia L. Muncy, Personal Rep. of	Oklahoma City

Leonard F. Baldwin	
Juanita G. Mason, widow of Edward C. Mason	Bartlesville
Angela Mozingo, widow of William Mozingo	Owasso

g. Continuation of Benefit:

<u>Name</u>	<u>City</u>
Nelda L. Gantz, widow of Logan S. Gantz	Sapulpa
Juanita G. Mason, widow of Edward C. Mason	Bartlesville
Angela Mozingo, widow of William Mozingo	Owasso

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

<u>Name</u>	<u>City</u>
Jeffery Meyer, Personal Rep. of Barbara M. Resneder	Bethany
Linda G. Dunham, Personal Rep. of Wanda L. Baxter	Broken Arrow
Debra L. VanOrder, Personal Rep. of Conrad E. Graikowski	Lawton
Patricia L. Muncy, Personal Rep. of Leonard F. Baldwin	Oklahoma City

i. Termination of Benefit:

<u>Name</u>	<u>City</u>
Barbara Resneder	Bethany
Wanda L. Baxter	Broken Arrow
Conrad E. Graikowski	Lawton
Leonard F. Baldwin	Oklahoma City

Mr. Steven Snyder advised that Lawrence D. Turner, Lawton needed to be removed from the agenda for approval of Application for Participation for Participation in the Oklahoma Police Deferred Option Plan Under the Back Drop Provision.

Motion by Craig Akard and second by Jim Keesee for approval of applications for Police Deferred Option Plan, Participation, Service Pension, Refunds and Benefits and the Addendum, with the exception of Lawrence Turner. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Frank Stone. Motion Carried.

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**REVIEW OF BOARD REPORTS**

The Account #6000, Fund 20000 (operating expenses), report is attached as Exhibit "B"; the Account #8557A, Fund Expenditures (receipts and disbursements), report for November 2014 is attached as Exhibit "C"; the Broker Commission Report is attached as Exhibit "D"; and the report for the Statement of Total Fund is attached as Exhibit "E."

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**ASSET CONSULTING GROUP – FINANCIAL CONSULTANT REPORT FOR MONTH ENDED NOVEMBER 28, 2014 AND DISCUSSION ON REBALANCING PORTFOLIO ASSETS AMONG VARIOUS ASSET STRATEGIES AND MANAGERS. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. George Tarlas reviewed the ASAP report for the month ended November 28, 2014, a copy of which is attached as Exhibit “F”. As of November 28, 2014, the total Fund was approximately \$2,224,089,000.00. The one-year return net of fees for the total Fund is 6.85%.

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**ASSET CONSULTING GROUP – DISCUSSION AND POSSIBLE VOTE ON SELECTION AND/OR TERMINATION OF HEDGE FUND MANAGERS FOR SHARE CLASS B, OF GROSVENOR LONG/SHORT EQUITY FUND. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

**ASSET CONSULTING GROUP –DISCUSSION AND POSSIBLE VOTE ON REGARDING LONG/SHORT EQUITY REALLOCATION AND PORTFOLIO STRUCTURE. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. George Tarlas presented *Oklahoma Police Pension and Retirement System GLSEF Direct Portfolio (Class B) Action Plan*, a copy of which is attached as Exhibit “G”.

Motion by W.B. Smith and second by Rick Smith to allocate an additional \$3.6 million to Sheffield Intl Ltd., and redeem all funds currently in AKO Fund Limited USD. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

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**DISCUSSION OF POSSIBLE AMENDMENTS TO THE ADMINISTRATIVE RULES PROMULGATED BY THE OKLAHOMA POLICE PENSION AND RETIREMENT BOARD. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY**

Mr. Steven Snyder presented the board with changes to 550:1-3-2, 550:1-5-7 and 550:1-7-2, a copy of which is attached as Exhibit “H”.

Motion by W.B. Smith and second by Jim Keesee to approve changes to 550:1-3-2, 550:1-5-7 and 550:1-7-2. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Susan Knight, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Motion Carried.

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**LITIGATION REPORT – PROPOSED EXECUTIVE SESSION, IF DEEMED NECESSARY BY LEGAL COUNSEL TO DISCUSS CASE NO. 1:14-CV-01997-LAK, IN RE WEIGHT WATCHERS INTERNATIONAL, INC. (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK); CASE NO. 8703-VCL, IN RE DOLE FOOD COMPANY, INC. (STATE OF DELAWARE COURT OF CHANCERY); CASE NO. 5:12-CV-00195-KKC, IN RE TEMPUR-PEDIC INTERNATIONAL, INC (UNITED STATES DISTRICT COURT, EASTERN DISTRICT OF KENTUCKY); CASE NO. 1:12-CV-03419-GBD-HBP, IN RE LAYDON VS. MIZUHO BANK, LTD. ET AL. (TIBOR LITIGATION). (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK); 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**

Motion by Jeff Pierce and second by Craig Akard to enter into executive session. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Absent: Susan Knight. Motion Carried.

Motion by Tony Davenport and second by Jeff Pierce to enter back into open session. Ayes: Craig Akard, Tom Custer, Tony Davenport, Jim Keesee, Brandy Manek, Andy McPherson, Ryan Perkins, Rick Smith, W.B. Smith, Frank Stone, Jeff Pierce and Tim Foley. Absent: Susan Knight. Motion Carried.

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**NEW BUSINESS**

No new business

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**BOARD MEMBERS' REPORTS**

Mr. Jeff Pierce stated that the last OKC Retirement Seminar was a big success and Sean did a great job presenting the information and staying afterward to answer many questions. Mr. Jim Keesee also stated that he had many people trying to get into the seminar after the maximum limit had been reached. He applauded Sean for his presentations and staying to answer questions.

Mr. Ryan Perkins also mentioned that the FOP Winter Board Meeting would include a Pension 101 class that he would be teaching.

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**DISCUSSION OF SEMINARS/CONFERENCES. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY**

Mr. Snyder advised the board that NCPERS is May 3-7, 2015 in New Orleans, LA., IFEBP CAPPP with Pensions I & II, June 9-12, 2015 in Chicago, IL, NCPERS Public Safety Conference in Rancho Mirage, CA, October 25 – 28, 2015 and IFEBP Annual Conference, Nov. 8-11, in Honolulu, HI.

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**DIRECTOR'S REPORT**

Mr. Snyder wished the Board a Merry Christmas and Happy New Year. Mr. Ryan Perkins inquired about the status of the OPERS Lawsuit. Mr. Frank Stone advised it was still in the pending status. He noted that it was a good lawsuit based on facts.

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The meeting was recessed at approximately 11:15 a.m.

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Notice of this meeting was filed with the Secretary of State and the agenda for the meeting was posted in compliance with the Open Meeting Act.

RESPECTFULLY SUBMITTED BY DARCI GORDON, ADMINISTRATIVE OFFICER.