

## MINUTES

The Oklahoma Firefighters Pension and Retirement Board met August 17, 2018, in the Salvation Army Building at 6601 Broadway Ext., Suite 100, Oklahoma City, OK. Written notice was sent to Board members and interested parties, posted 24 hours before the meeting and filed with the Secretary of State in compliance with the Open Meeting Laws.

Chairman Dereck Cassady called the meeting to order.

Members Present: Dereck Cassady, Matt Lay, Mike Kelley, Scott Vanhorn, Jim Long, Dana Cramer, Cliff Davidson, Buddy Combs, Juan Rodriguez, Brandy Manek arriving at 8:37 A.M. and Craig Freeman arriving at 9:38 A. M.

Others: Chase Rankin, Executive Director; Duane Michael, Assistant Director; James Reynolds, Assistant Director; Terri Williams, Executive Secretary; Marc Edwards, Legal Counsel

Visitors: Patrick Fisher, Garrison; Andy Pataky and Ben Blakney, Mesirow

Absent: Janet Kohls and Eric Harlow

### **APPROVAL/MINUTES DATED JULY 20, 2018:**

Motion was made by Mr. Long and seconded by Mr. Kelley to approve the minutes dated July 20, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Kelley, Cassady, Long, Vanhorn, Combs, and Rodriguez. Nays: None. Motion carried.

### **REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:**

Motion was made by Mr. Long and seconded by Mr. Vanhorn to approve the Consent Agenda dated August 17, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Kelley, Cassady, Long, Vanhorn, Combs, and Rodriguez. Nays: None. Motion carried.

**GARRISON/PATRICK FISHER:**

Mr. Fisher gave a presentation for Garrison.

	3 Months Ending <u>07/31/2018</u>	1 Year Ending <u>07/31/2018</u>	3 Years Ending <u>07/31/2018</u>
Garrison	0.20%	6.36%	2.86%
Bloomberg Barclays U.S. Aggregate Index	0.61%	-0.80%	1.49%

**MESIROW/ANDY PATAKY & BEN BLAKELY:**

Mr. Pataky and Mr. Blakely gave a presentation for Mesirow.

	3 Months Ending <u>07/31/2018</u>	1 Year Ending <u>07/31/2018</u>	3 Years Ending <u>07/31/2018</u>
Mesirow	9.12%	11.53%	10.23%
NCREIF ODCE EW Net	1.89%	7.68%	8.70%

**&CO CONSULTING/TROY BROWN & TIM NASH:**

**1. Presenting Manager Review.**

Mr. Brown and Mr. Nash reviewed the presenting managers to the Board.

**INVESTMENT COMMITTEE/MIKE KELLEY - CHAIRMAN:**

1. Review Investment Performance.

	3 Months Ending <u>07/31/2018</u>	1 Year Ending <u>07/31/2018</u>	3 Years Ending <u>07/31/2018</u>
Total Fund	3.73%	11.72%	9.32%
Policy	3.82%	9.62%	8.28%

2. Review Investment Policy.
3. Review Quarterly Investment Policy Compliance.
4. Review Private Investment Report.
5. Review RFP responses for Emerging Market Manager

Motion was made by Mr. Kelley and seconded by Mr. Lay to accept the bids of AQR and Camdrian for the Emerging Market Managers RFP's that were received after the due date, but were post marked on the due date. Ayes: Messrs. Lay, Cramer, Davidson, Kelley, Cassady, Long, Manek, Vanhorn, Freeman, Combs, and Rodriguez. Nays: None. Motion carried.

6. Recommendation by Scott & Scott to seek lead plaintiff in a class action lawsuit against Newell Brands.

Motion was made by Mr. Vanhorn and seconded by Kelley to accept Scott & Scott's Recommendation to file a securities lawsuit against Newell Brands. Ayes: Messrs. Lay, Cramer, Davidson, Kelley, Cassady, Long, Vanhorn, Freeman, Manek, Combs, and Rodriguez. Nays: None. Motion carried.

7. Review Barrack, Rodos & Bacine as an approved Securities Litigation Manager.

No action was taken.

8. Old Business:
9. New Business:

Mr. Long told &Co he appreciated the work they had done for the Pension System.

**MARC EDWARDS/LEGAL COUNSEL REPORT. DISCUSSION, VOTE, AND ANY OTHER NECESSARY ACTION TO IMPLEMENT DISCUSSION AND VOTE:**

1. In re: FX Litigation, Case No. 13-cv-07789 (SDNY) (Scott & Scott)
2. Avila, et al. v Lifelock, Inc. et al.: Case No. 15-cv-01398-DKD (USDC District of Arizona)
3. OFP et a; v. Corbat et al and Citigroup, Inc., Case No. 12151-VCG< (Chancery Court of State of Delaware) (Grant)
4. Murphy v. Precision Castparts Corp. et al.: Case No. 16-cv-00521-SB, (District of Oregon, Portland) (3) (Labaton)

Mr. Edwards said they will be holding a mediation on this case on October 5 in New York. He said he and Mr. Rankin would be attending and said Board Members are welcome.

5. In re: Finisar Corporation Securities Litigation; Case No. 5:11-CV-01252-EJD, (USDC ND Calif) (AFT)
6. Lehigh County Employees Retirement System v. Novo Nordisk A/S, Case No. 17-CV-00209 (USDC, N.J. (BLBG)
7. Hall v. Rent-A-Center et al.; Case No. 4:16-cv-00978; (USDC ED of Texas) (Labaton)

Mr. Edwards said the mediation was held in New York, but has not been settled yet.

8. United Health Group, Inc. Recommendation for Derivative Action (Cohen Milstein)
9. Eric Weiner, et al., v. Tivity Health Inc., et al: Case No 17-cv-1469 (Middle District of Tennessee, Nashville)
10. OFP, et al v Banco Santander S.A. et al., Case No. 18-cv-02830 (SDNY)
11. In RE Lending Club, Case No. 16-cv-02627, (N.D. Calif)
12. PG & E Derivative Action (Berman).
13. Garrett et al. v. OFP Board Case No. CV-18-1327, (OK County D. Ct.)

Mr. Edwards said the judge granted a Temporary injunction and the lawsuit will move forward.

14. Ruther v. OFP; Case No. CJ-2018-4340, (OK County D. Ct.)

Mr. Edwards said the Board had denied Mr. Ruther's request at the Administrative Hearing. He said Mr. Ruther filed a lawsuit and we will be filing a response.

15. Report on the current status of all other litigation involving the Pension System.

**JOHN L. BACON/CLAREMORE - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2018:**

Motion was made by Mr. Kelley and seconded by Mr. Lay to modify the Application for “Disability in the Line of Duty”, to “Service”, effective August 1, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Cassady, Long, Vanhorn, Combs, Freeman, Kelley, Manek, and Rodriguez. Nays: None. Motion carried.

**TOMMY WILLIAMS/MIDSWEST CITY – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2018:**

Motion was made by Mr. Long and seconded by Mr. Combs to approve the Application for “Disability in the Line of Duty”, effective August 1, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Cassady, Long, Vanhorn, Freeman, Combs, Kelley, Manek, and Rodriguez. Nays: None. Motion carried.

**CHAD T. JULIAN/MONKEY ISLAND - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE JUNE 19, 2018:**

Motion was made by Mr. Rodriguez and seconded by Mr. Long to approve the Application for “Disability in the Line of Duty”, effective June 19, 2018 Ayes: Messrs. Lay, Davidson, Combs, Cramer, Freeman, Cassady, Long, Vanhorn, Kelley, Manek, and Rodriguez. Nays: None. Motion carried.

**MATTHEW W. SEGREST/NORMAN – APPLICATION FOR DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2018:**

Motion was made by Mr. Cramer and seconded by Mr. Combs to approve the Application for “Disability in the Line of Duty”, effective July 1, 2018. Ayes: Messrs. Lay, Cramer, Freeman, Davidson, Cassady, Combs, Long, Vanhorn, Kelley, Manek, and Rodriguez. Nays: None. Motion carried.

**PATRICK M. PARSON/OKLAHOMA CITY – APPLICATION FOR DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2018:**

Motion was made by Mr. Long and seconded by Mr. Lay to approve the Application for “Disability in the Line of Duty”, effective August 1, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Cassady, Freeman, Combs, Long, Vanhorn, Kelley, and Rodriguez. Nays: None. Motion carried.

**CHAUNCEY D. PERKINS/WOODWARD – APPLICATION FOR DISABILITY NOT IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2018:**

Motion was made by Mr. Long and seconded by Mr. Kelley to modify the Application for “Disability Not in the Line of Duty” to “Service” effective August 1, 2018. Ayes: Messrs. Lay, Cramer, Davidson, Cassady, Combs, Long, Vanhorn, Kelley, Freeman, Manek, and Rodriguez. Naves: None. Motion carried.

**FRANK MELTON/BROKEN ARROW - REQUEST TO MODIFY FROM “DISABILITY NOT IN THE PENSION TO “DISABILITY IN THE LINE OF DUTY”:**

Motion was made by Mr. Lay and seconded by Mr. Long to approve the request of Mr. Melton based on the injury reported. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Vanhorn, Kelley, Freeman, Manek, and Rodriguez. Naves: None. Motion carried.

**RICHARD SCHMITT/OKLAHOMA CITY – REQUEST TO MODIFY FROM “SERVICE” TO RICHARD SCHMITT/OKLAHOMA CITY “DISABILTY IN THE LINE OF DUTY”;**

Motion was made by Mr. Long and seconded by Mr. Cramer to approve the request of Mr. Schmitt based on the injury reported. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Vanhorn, Freeman, Kelley, Manek, and Rodriguez. Naves: None. Motion carried.

**ROBERT BLACK/STILLWATER – REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”**

Motion was made by Mr. Long and seconded by Mr. Rodriguez to approve the request of Mr. Black based on the injury reported. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Freeman, Vanhorn, Kelley, Manek, and Rodriguez. Naves: None. Motion carried.

**BRYAN BURD/TULSA – REQUEST TO MODIFY FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”**

Motion was made by Mr. Lay and seconded by Mr. Long to approve the request of Mr. Burd based on the injury reported. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Vanhorn, Freeman, Kelley, Manek, and Rodriguez. Naves: None. Motion carried.

**LEE HORST/TULSA – REQUEST TO MODIFY FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”**

Motion was made by Mr. Lay and seconded by Mr. Long to approve the request of Mr. Horst based on the injury reported. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Vanhorn, Freeman, Kelley, Manek, and Rodriguez. Nays: None. Motion carried.

**RECEIVE & FILE:**

1. Commission Recapture - \$24.28 – July 2018
2. Insurance Premium Tax - \$296,675.60 – August 2018

Motion was made by Mr. Lay and seconded by Mr. Kelley to approve the receive and file as listed above. Ayes: Messrs. Lay, Davidson, Cramer, Cassady, Long, Combs, Freeman Vanhorn, Kelley, Manek and Rodriguez. Nays: None. Motion carried.

**CHASE RANKIN/EXECUTIVE DIRECTOR REPORT:**

Mr. Rankin said this is Mr. Long’s last meeting and Ronnie Hunter would be his replacement. Mr. Rankin thanked Mr. Long for his years of service to the Board.

Mr. Rankin said the letters were sent out on the MDI.

Mr. Michael said the Internal Audit had been completed and there were no findings. He said they increased the scope of what the Auditors check.

Mr. Rankin said that power strips had been added to the tables, but they were in the process of buying a new table.

**DISCUSSION ON TRAVEL REIMBURSED BY THE SYSTEM. BOARD TO TAKE APPROPRIATE ACTION:**

Mr. Rankin told the Board Members to be sure they registered themselves for the OPTEC Conference if they are able to attend.

**QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:**

**OLD BUSINESS:**

Mr. Long said he wanted to thank the staff for their work and all the Board Members he had worked with since he had been on the Board. Mr. Long said it had been a privilege to sit on the Board.

**NEW BUSINESS:**

**NEXT MEETING DATE:**

The Oklahoma Firefighters Pension and Retirement Board will meet September 21, 2018 at 8:30 A.M. at the Salvation Army Building, 6601 Broadway Extension, Ste. 100, Oklahoma City, OK.

**ADJOURNMENT:**

Mr. Cassady adjourned the Board meeting at 10:15 A.M.

Submitted by Terri L. Williams, Executive Secretary.