

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met December 16, 2016, in the Lincoln Plaza Office 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 Michael Duncan called the meeting to order.

Members Present: Michel Duncan, Raanon Adams, Matt Lay, Jim Long, Derek Cassady, Mike Kelley, Paul Gallahar, Dana Cramer, Craig Freeman and Brandy Manek arriving at 8:55 A.M.

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

Visitors: Troy Brown and Tim Nash, Bogdahn Group; Greg Forbes and Kris Auer, State Street Custody; David Settles and Elise Jarvi, State Street Global; Ken Wisdom and Harry Pierandri, Portfolio Advisors; Debra Garver, D & R Reporting

Absent: Doug Jacobson, Janet Kohls and Frank Stone

APPROVAL/MINUTES DATED NOVEMBER 18, 2016:

Motion was made by Mr. Lay and seconded by Mr. Cassady to approve the minutes dated November 18, 2016. Ayes: Messrs. Duncan, Adams, Lay, Long, Kelley, Cassady, Gallahar, Freeman, and Cramer. Nays: None. Motion carried.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:

Motion was made by Mr. Cramer and seconded by Mr. Gallahar to approve the Consent Agenda dated December 16, 2016. Ayes: Messrs. Duncan, Adams, Lay, Long, Kelley, Cassady, Cramer, Freeman, and Gallahar. Nays: None. Motion carried.

STATE STREET CUSTODY/GREG FORBES & KRIS AUER:

Mr. Forbes and Mr. Auer gave a presentation for State Street Custody.

STATE STREET GLOBAL ADVISORS/DAVID SETTLES & ELISE JARVI:

Mr. Settles and Ms. Jarvi gave a presentation for State Street Custody.

	3 Months Ending <u>11/30/2016</u>	1 Year Ending <u>11/30/2016</u>	3 Years Ending <u>11/30/2016</u>
SSGA S&P 500	1.83%	8.12%	9.14%
S&P 500 Index	1.81%	8.06%	9.07%
SSGA S&P 500 Eq. Wt.	2.65%	11.26%	9.44%
S&P 500 EQ Wt. Index	2.68%	10.91%	9.38%
SSGA SC Complete	3.95%	9.91%	6.98%
Russell Small Cap Completeness	3.95%	9.97%	7.00%
SSGA Agg. Bond	(3.11)%	2.18%	3.05%
Bloomberg U.S. Aggregate	(3.11)%	2.17%	2.79%
SSGA Int. Agg. Bond	(2.08)%	1.70%	2.24%
Bloomberg Intermediate Agg.	(2.08)%	1.68%	2.22%

PORTFOLIO ADVISORS/KEN WISDOM & HARRY PIERANDRI:

Mr. Wisdom and Mr. Pierandri gave a presentation for Portfolio Advisors.

	3 Months Ending <u>11/30/2016</u>	1 Year Ending <u>11/30/2016</u>	3 Years Ending <u>11/30/2016</u>
Fund III	3.37%	13.68%	19.63%
Fund IV	0.84%	13.33%	17.64%
Fund V	(0.78)%	10.62%	n/a
NCREIF Open End Core	0.00%	10.62%	5.08%

BOGDAHN GROUP/TROY BROWN AND TIM NASH:

1. Presenting Manager Review.

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

Motion was made by Mr. Long and seconded by Mr. Adams to fund Portfolio Advisors VI \$25 million. Ayes: Duncan, Adams, Cassady, Freeman, Cramer, Lay, Long, Manek, Kelley and Gallahar. Nays: None. Motion carried. Motion carried.

2. Review Investment Performance.

	3 Months Ending <u>11/30/2016</u>	1 Year Ending <u>11/30/2016</u>	3 Years Ending <u>11/30/2016</u>
Total Fund	(0.185)%	5.06%	5.65%
Policy Index	(0.61)%	5.85%	5.52%

RULES COMMITTEE/DERECK CASSADY:

1. Presentation by Marc Edwards, Esq. regarding comments received addressing proposed changes to pension rules pertaining to the implementation of annual interest withdrawal requirements by participants in the Oklahoma Firefighters Deferred Option Plan (Plan B).

Motion was made by Mr. Kelley and seconded by Mr. Lay to approve the proposed changes to pension rules pertaining to the implementation of annual interest withdrawal requirements by participants in the Oklahoma Firefighters Deferred Option Plan (plan B). Ayes: Duncan, Adams, Cassady, Freeman, Cramer, Lay, Manek, Kelley and Gallahar. Nays: Long. Motion carried. Motion carried.

PUBLIC HEARING ON THE PROPOSED ADMINISTRATIVE RULES:

Comments were made by Gilbert Harryman, Tommy Chism and Board Member Jim Long.

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. Shah v. Rocket Fuel Inc., et al. Case No. 14-CV-03998 (USDC ND Calif)
3. In re: Castlight Health; Shareholder Litigation; Case No. CIV-533647 (Sup. Ct. Calif, San Mateo)
4. Avila, et al. v Lifelock, Inc. et al.: Case No. 15-cv-01398-DKD (USDC District of Arizona)

5. In re: Broadcom Corporation Stockholder Litigation; Case No. 15-cv-00979-JVS-PJW (USDC CD Calif) (Cohen Milstein)
6. OFP et al; v. Corbat et al and Citigroup, Inc., Case No. 12151-VCG< (Chancery Court of State of Delaware) (Grant)
7. Murphy v. Precision Castparts Corp. et al.: Case No. 16-cv-00521-SB, (District of Oregon, Portland) (3) (Labaton)
8. In re: Finisar Corporation Securities Litigation; Case No. 5:11-CV-01252-EJD, (USDC ND Calif) (AFT)
9. Review and consider recommendations on the following cases:
 - a. Voellinger v. Tyson Foods, Case No. 16-cv-5340, (USDC, W.D. Ark) (Robbins Gellar)

Motion was made by Mr. Long and seconded by Mr. Lay to seek lead plaintiff and have Robbins Gellar represent the Pension System. Messrs. Ayes: Messrs. Duncan, Adams, Cassady, Freeman, Cramer, Lay, Long, Manek, Kelley and Gallahar. Nays: None. Motion carried.

- b. Potential Litigation against Novo Nordisk (Bernstein Litowitz)

Mr. Edwards said this case had been filed, but it was still being investigated.

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

BUFORD K. ROBERTSON/CHICKASHA- APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE DECEMBER 1, 2016:

Motion was made by Mr. Long and seconded by Mr. Adams to approve the Application for “Disability in the Line of Duty”, effective December 1, 2016. Messrs. Ayes: Messrs. Duncan, Adams, Cassady, Freeman, Cramer, Lay, Long, Manek, Kelley and Gallahar. Nays: None. Motion carried.

TRENTON G. LUBBERS/OKEEENE – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE JULY 1, 2016:

Motion was made by Mr. Kelly and seconded by Mr. Lay to approve the Application for “Disability in the Line of Duty”, effective July 1, 2016. Messrs. Ayes: Duncan, Adams, Cassady, Cramer, Lay, Long, Kelley, Manek, and Gallahar. Nays: None. Motion carried.

LEE D. BENNETT/VINITA – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE DECEMBER 17, 2016:

Motion was made by Mr. Long and seconded by Mr. Lay to approve the Application for “Disability in the Line of Duty”, effective December 17, 2016. Messrs. Ayes: Duncan, Adams, Cassady, Cramer, Lay, Long, Kelley, Manek and Gallahar. Naves: None. Motion carried.

AARON K. COLE/BETHANY - REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Kelley and seconded by Mr. Adams to approve the request of Mr. Cole to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelley, Manek, and Gallahar. Naves: None. Motion carried.

BILLY K. MEEKS/EDMOND - REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Long and seconded by Mr. Adams to approve the request of Mr. Meeks to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelley, and Gallahar. Naves: Cramer, Freeman, Manek. Motion carried.

CHANNON GREENWOOD - REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Long and seconded by Mr. Kelley to approve the request of Mr. Greenwood to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelly, Manek, Freeman, and Gallahar. Naves: None. Motion carried.

CRAIG HERRIN/OKLAHOMA CITY - REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Kelley and seconded by Mr. Cassady to approve the request of Mr. Herrin to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelly, Manek, Freeman, and Gallahar. Naves: None. Motion carried.

NEIL TAYLOR/OKLAHOMA CITY – REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

Motion was made by Mr. Cramer and seconded by Mr. Adams to send Mr. Neil to the State Doctor for further evaluation. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelly, Manek, Freeman, and Gallahar. Nays: None. Motion carried.

JEFF KNAPP/OKLAHOMA CITY – REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

Motion was made by Mr. Kelley and seconded by Mr. Lay to approve the request of Mr. Knapp to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelly, Manek, Freeman, and Gallahar. Nays: None. Motion carried.

BRADFORD NEWPORT/SAND SPRINGS – REQUEST TO MODIFY PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

No action was taken.

ROBERT NOLL/APPEAL OF ADMINISTRATIVE DETERMINATION TO DENY HIS REQUEST FOR ADDITIONAL VOLUNTEER SERVICE WITH THE STILLWATER FIRE DEPARTMENT:

Motion was made by Mr. Lay and seconded by Mr. Adams to approve the additional volunteer service with the Stillwater Fire Department. Ayes: Messrs. Duncan, Adams, Cassady, Cramer, Lay, Long, Kelly, Manek, Freeman, and Gallahar. Nays: None. Motion carried.

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Chase Rankin reported that the quarterly audit report had been received. Mr. Rankin reported that front drop was posting an extra benefit and that had been corrected. Mr. Rankin also reported that a calculation on a volunteer had to be corrected that occurred in 2008.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

OLD BUSINESS:

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet January 20, 2017 at 8:30 A.M. at the Salvation Army Building, 6601 Broadway Extension, Ste. 100, Oklahoma City, OK.

ADJOURNMENT:

Chairman Michel Duncan adjourned the Board meeting at 11:31 P.M.

Submitted by Terri L. Williams, Executive Secretary.