

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met August 20, 2010 in the Lincoln Plaza Office Building at 4545 N. Lincoln Blvd., 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 Bert Norton called the meeting to order.

Members Present: Bert Norton, Les Foughty, David Thompson, Dana Cramer, Gerald Garrett, Jim Long, Casey Morrison, Anita Breen, Janet Kohls, Brandy Manek arriving at 8:45 A.M.

Others: Robert Jones, Director; Herb Bradshaw, Assistant Director; Duane Michaels, Controller; Terri Williams, Executive Secretary

Visitors: Jason Pulos, Asset Consulting; Patmon Malcom and Alysia Wurst, Earnest Partners; Lynne Godwin and Gil Scott, Waddell & Reed; Michele Robbins, Andrew Beck and Justin Akin, River Road Asset Management

Absent: Frank Stone, Randy Rose and Doug Jacobson

APPROVAL/MINUTES DATED JULY 16, 2010:

Motion was made by Mr. Long and seconded by Mr. Foughty to approve the minutes dated July 16, 2010. Ayes: Messrs. Foughty, Norton, Thompson, Cramer, Long Garrett, Morrison, Kohls and Breen. Nays: None. Motion carried.

EARNEST PARTNERS/PATMON MALCOM & ALYSIA WURST:

Mr. Malcom & Ms. Wurst gave a presentation for Earnest Partners.

	3 Months Ending <u>07/31/2010</u>	1 Year Ending <u>07/31/2010</u>	3 Years Ending <u>7/31/2010</u>
Earnest Partners	(8.85)%	22.21%	(4.11)%
Russell 2500 Value	(8.85)%	23.20%	(4.15)%

WADDELL & REED/LYNNE GODWIN & GIL SCOT:

Ms. Godwin and Mr. Scot gave a presentation for Waddell & Reed.

	3Months Ending <u>07/31/2010</u>	1 Year Ending <u>07/31/2010</u>	3 Years Ending <u>07/31/2010</u>
Waddell & Reed	(5.02)%	18.31%	(0.83)%
Russell 2000 Growth	(7.12)%	16.71%	(3.85)%

**RIVER ROAD ASSET MANAGEMENT/MICHELE ROBBINS, ANDREW BECK,
AND JUSTIN AKIN:**

Ms. Robbins, Mr. Beck and Mr. Akin gave a presentation for River Road Asset Management.

	3 Months Ending <u>7/31/2010</u>	1 Year Ending <u>07/31/2010</u>	3 Years Ending <u>7/31/2010</u>
River Road Asset Management	(7.35)%	12.64%	(5.16)%
Russell 2000 Value	(10.48)%	20.11%	(4.97)%

ASSET CONSULTING GROUP/JASON PULOS:

1. Presenting Manager Review.

Mr. Pulos reviewed the presenting managers to the Board.

	3 Months Ending <u>07/31/2010</u>	1 Year Ending <u>07/31/2010</u>	3 Years Ending <u>07/31/2010</u>
Total Fund	(3.15)%	9.54%	(2.71)%
Policy Benchmark	(2.84)%	11.26%	(1.62)%

INVESTMENT COMMITTEE/JIM LONG - CHAIRMAN

1. Review Monthly Performance.

Mr. Pulos reviewed the monthly performance.

Motion was made by Mr. Long and seconded by Mr. Garrett to reallocate the aggregate bond segment to 7.5% in intermediate fixed and 7.5% in global fixed and transfer all the SSGA Fixed Income Funds to non lending. Ayes: Messrs. Norton, Thompson, Foughty, Breen, Cramer, Garrett, Long, Morrison, Manek, and Kohls. Nays: None.

2. Review Quarterly Performance.

Mr. Pulos reviewed the Quarterly Performance.

Motion was made by Mr. Long and seconded by Mr. Garrison to put Aronson+Johnson+Ortiz, Brandywine Asset Management, Ernest Partners River Road Asset Management & Artio Global Management on the watch list. Ayes: Messrs. Norton, Thompson, Foughty, Breen, Cramer, Garrett, Long, Morrison, Manek and Kohls. Nays: None. Motion carried.

3. Review Custodial Search.

Motion was made by Mr. Long and seconded by Mr. Morrison to set up presentation for the custodial candidates. Ayes: Messrs. Norton, Thompson, Foughty, Breen, Cramer, Garrett, Long, Morrison, Manek and Kohls. Nays: None. Motion carried.

4. Review Small Cap Growth Search.

Motion was made by Mr. Long and seconded by Mr. Garrett to accept all small cap bids and have Asset Consulting Group evaluate. Ayes: Messrs. Norton, Thompson, Foughty, Breen, Cramer, Garrett, Long, Morrison, Manek and Kohls. Nays: None. Motion carried.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED AS EXHIBIT A:

Motion was made by Mr. Long and seconded by Mr. Cramer to approve the Consent Agenda dated August 20, 2010. Ayes: Messrs. Thompson, Foughty, Norton, Long, Garrett, Morrison, Manek, Kohls, Breen, and Cramer. Nays: None. Motion carried.

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

1. Hwang vs. Smith & Wesson Holding Corp., et. al, USDC of Massachusetts, Case No. 07-CV-30238.
2. Minneapolis Firefighters Relief Association v. Medtronic, Inc. et el, USDC, Minnesota, Case No. 0:08-CV-06324
3. Alcon Shareholder Litigation, USDC SD NY, Case No. 1:10-CV-00139.

4. City of Monroe Employees' Retirement System v. The Hartford Financial Group. Et al., USDC SD NY, Case No. 1:10-CV-02835.
5. Jones et al v. Pfizer, Inc et al, USDC SD NY, Case No. 1:10-CV-03864.
6. Southern Copper Shareholder Litigation, Delaware Court of Chancery.
7. Report on the current status of all other litigation involving the Pension System.

Mr. Edwards said he had nothing new to report this month.

REDUCTION OF RETIREE PENSION BENEFITS PURSUANT TO REPEALED STATUTES 11 O.S. §49-136 – ROBERT JONES:

There was discussion on the reduction of retiree benefits pursuant to repealed Statute 11 O.S. §49-136. Additional information will be provided in the future.

JASON J. MARTIN/MIDWEST CITY – REVIEW MEMBER MEDICAL STATUS TO DETERMINE IF MEMBER QUALIFIES TO CONTINUE RECEIPT OF DISABILITY PENSION BENEFIT PURSUANT TO 11 O.S. § 49-109:

Motion was made by Mr. Cramer and seconded by Mr. Foughty to send Mr. Martin to the State Doctor. Ayes: Messrs. Kohls, Manek, Garrett, Cramer, Foughty, and Norton. Nays: Morrison, Breen, Long, and Thompson. Motion failed.

Motion was made by Ms. Breen and seconded by Mr. Foughty to invite Mr. Martin to appear before the Board. Ayes: Messrs. Kohls, Manek, Garrett, Cramer, Breen, Foughty, Thompson, and Norton. Motion carried.

Motion was made by Mr. Garrett and seconded by Mr. Foughty to amend the motion to summons Mr. Martin to appear before the Board, rather than invite. Ayes: Messrs. Kohls, Manek, Morrison, Long, Garrett, Cramer, Breen, Foughty, Thompson and Norton. Motion carried.

PERI L. ZUBER/BLAIR – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 21, 2010:

Motion was made by Mr. Garrett and seconded by Mr. Thompson to approve the Application for “Disability in the Line of Duty” pension, effective August 21, 2010. Ayes: Messrs. Thompson, Cramer, Long, Breen, Garrett, Morrison, Kohls, Manek, Foughty, and Norton. Nays: None. Motion carried.

KEITH A. LONG/SAPULPA– APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE JULY 13, 2010:

Motion was made by Mr. Garrett and seconded by Mr. Foughty to refer Mr. Long to the State Doctor. Ayes: Messrs. Thompson, Cramer, Foughty, Long, Breen, Garrett, Morrison, Manek, Kohls and Norton. Naves: None. Motion carried.

WAYNE L. GREGORY/MIDWEST CITY – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

Motion was made by Mr. Foughty and seconded by Mr. Cramer to deny the request to change the pension from “Service” to “Disability in the Line of Duty”. Ayes: Messrs. Thompson, Cramer, Long, Breen, Garrett, Morrison, Foughty, Kohls, Manek, and Norton. Naves: None. Motion carried.

WILLIAM S. LEWIS/NORMAN – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Cramer seconded by Mr. Long to approve the request to change the pension from “Service” to “Disability in the Line of Duty based on the medical information provided. Ayes: Messrs. Thompson, Cramer, Long, Breen, Garrett, Morrison, Foughty, Kohls, Manek, and Norton. Naves: None. Motion carried.

DENNIS M. BEYER/TULSA – REQEUST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

Motion was made by Mr. Foughty and seconded by Mr. Cramer to approve the request to change the pension from “Service” to “Disability in the Line of Duty based on the medical information provided. Ayes: Messrs. Thompson, Cramer, Long, Breen, Garrett, Morrison, Rose, Stone, Manek, and Norton. Naves: None. Motion carried.

JOHN D. MARLAR/TULSA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Cramer and seconded by Mr. Morrison to approve the request to change Mr. Marlar’s pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Thompson, Foughty, Cramer, Long, Breen, Garrett, Morrison, Kohls, Manek, and Norton. Naves: None. Motion carried.

BRIAN VONLANKEN/TULSA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Foughty and seconded by Mr. Morrison to approve the request to change Mr. Vonlanken's pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Thompson, Foughty, Cramer, Long, Breen, Garrett, Morrison, Kohls, Manek, and Norton. Nays: None. Motion carried.

CLARENCE W. WOOD/TULSA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

Motion was made by Mr. Garrett and seconded by Mr. Long to table this item until the next Board meeting. Ayes: Messrs. Thompson, Foughty, Cramer, Long, Breen, Garrett, Morrison, Kohls, Manek, and Norton. Nays: None. Motion carried.

RECEIVE & FILE:

1. Insurance Premium Tax _ \$11,941,962.83 – July 2010
2. First Energy Corp. - \$Securities Litigation - \$19.39 – July 2010
3. Russell Investments – Commission Recapture – July 2010
4. Merrill Lynch - \$4,415.07 – July 2010
5. Realty Associates Advisor - \$2,954.00 – August 2010
6. Realty Associates Advisors - \$28,746. 00 – August 2010
7. Recapture Services - \$9,259.74 – August 2010

Motion was made by Mr. Long and seconded by Mr. Foughty to approve the above listed receive and file. Ayes: Messrs. Thompson, Foughty, Cramer, Long, Breen, Garrett, Morrison, Kohls, Manek, and Norton. Nays: None. Motion carried.

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Mr. Robert Jones said he had a meeting with the Senator Andrews and the Directors of the Public Employees and Teachers Pension Systems. The Senator heads an interim study regarding conversion for DB to DC plans and he requests a study that will show what such conversion would cost.

Mr. Jones said he will report back to the Senator that it is too premature to consider spending funds at this time for such a study until further parameters are identified.

Mr. Duane Michael reported that there were no new findings on the quarterly internal audit.

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

There was no action taken on this matter.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet September 17, 2010 at 8:30 A.M. at the Lincoln Plaza Office Building at 4545 N. Lincoln Blvd., Oklahoma City, OK.

ADJOURNMENT:

Chairman Bert Norton adjourned the Board meeting at 12:50 P.M.

Submitted by Terri L. Williams, Executive Secretary.

CONSENT AGENDA
August 20, 2010

CHECKS TERMINATED IN JULY 2010:

BLAIR	NAOMI R. KNOX	DECEASED
DILL CITY	ALICE BLACK	DECEASED
ERICK	EULA THORNTON	DECEASED
FT. GIBSON	BRONICE JOHNSON	DECEASED
OKLAHOMA CITY	CARA L. DUNN	DECEASED
PERKINS	PALMER SADLER	DECEASED
THOMAS	CLAUDE L. JOHNSON	DECEASED
TULSA	MARIE HAYMAN	DECEASED
WAURIKA	BILLIE FOWLER	DECEASED

\$5,000.00 DEATH BENEFIT:

HOOKER	ROBERT BROTHERS FUNERAL HOME, INC. ON BEHALF OF JOHNNY LYNCH
NORMAN	PRIMROSE FUNERAL SERVICE ON BEHALF OF BILLY M. TOMPKINS
POTEAU	EVANS & MILLER FUNERAL HOME ON BEHALF OF LAWRENCE L. DICKERSON
SAYRE	WANDA F. CROSBY, WIDOW OF MILTON CROSBY
TALOGA	IRWIN L. MILLER, PERSONAL REPRESENTATIVE FOR THE ESTATE OF HERBERT D. MILLER
TULSA	JANE M. BADLEY, WIDOW OF RAY BADLEY
TULSA	PEGGY J. WHITE, WIDOW OF DONALD L. WHITE

APPLICATION FOR ENTRANCE INTO THE PENSION SYSTEM/APPROVED BY EXECUTIVE DIRECTOR, ROBERT E. JONES, JR.:

<u>CITY</u>	<u>APPLICANT</u>
CASHION	CHANTY ROBINSON
CHOCTAW	THOMAS COLEY
DUNCAN	THOMAS BLAIR
DURANT	RICHARD LAYTON
HUGO	CHRIS BRYANT
MCALESTER	JERED WEEKS
THE VILLAGE	DAYTON J. RIES

APPLICATION OF CHILD FOR CONTINUATION OF PENSION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
07/08/2010	TULSA	ASHLEY DEASON, CHILD OF Brian K. Deason
07/08/2010	TULSA	ZACHARY K. DEASON, CHILD of Brian K. Deason

APPLICATION FOR SURVIVING SPOUSE FOR CONTINUATION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
08/01/2010	ADA	RUTH A. SMITH, WIDOW OF Eugene D. Smith
08/01/2010	ARDMORE	LAQUETTA J. MIDDLETON, Widow of Aaron L. Middleton
08/01/2010	CATOOSA	SHEILDA CONLEY, WIDOW OF Curtis D. Conley
08/01/2010	EL RENO	MYRNA C. ROBERTSON, Widow of Otis E. Robertson
08/01/2010	MARLOW	KAREN G. BAILEY, WIDOW OF Edwin B. Bailey
08/01/2010	MUSKOGEE	KATHY BALES, WIDOW OF Cameron A. Bales
08/01/2010	OKEENE	BOBBIE LOU STUCKWISH, Widow of Darryl Stuckwish
08/01/2010	RALSTON	NORMA HOPPER, WIDOW OF Bobby G. Hopper
08/01/2010	SAYRE	WANDA CROSBY, WIDOW OF Milton Crosby
08/01/2010	TYRONE	YVONNE R. ALBRIGHT, WIDOW of A. Bryon Albright

08/01/2010 TULSA FLORENCE W. HINTON, WIDOW
of Leonard H. Hinton

APPLICATION FOR SERVICE PENSION:

**EFFECTIVE
DATE**

CITY

APPLICANT

06/01/2010 BROKEN ARROW GREGORY L. FUGATE

08/01/2010 BUFFALO JAMES C. LEONARD

07/01/2010 CANEY ROY L. DILLARD

07/01/2010 CANEY JIMMY K. RIDGWAY

11/01/2008 CHELSEA KEITH A. SCHULZE

07/23/2010 CHEROKEE TIMOTHY C. JENLINK

08/01/2010 CHEYENNE JAMES D. BEAVIN

07/31/2010 COMMERCE DANNY L. KNIGHT

04/06/2010 FAIRMONT CHRIS ANDROES

05/08/2010 GOTEBO TERRY G. HELLER

08/14/2010 GRANDFIELD JERRY L. JOSEFY JR.

07/24/2010 KINGSTON JUSTIN GROTTTS

08/12/2010 LEEDEY MONTY KAUK

08/01/2010 MCALESTER HAROLD R. STEWART

08/10/2010 MILBURN TRACY L. MCGLOCKLIN

07/01/2010 NASH CAROLE L. MCCART

06/13/2010 ROOSEVELT EDDIE A. GIBBONS

07/12/2010 STERLING ROCKY BRAY

08/01/2010 TALIHINA ROBERT BOREN

08/01/2010	VICI	KEITH W. MORRIS
08/01/2010	WAURIKA	CARL D. BROWN

APPLICATION FOR VESTED BENEFIT:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
01/28/2014	BUFFALO	STEVEN WHEATON
07/01/2010	CANEY	MICHAEL GOLDEN
10/11/2018	CLINTON	VOE ALLEN BRYSON
07/10/2019	EUFULA	TOMMY J. REYNOLDS
05/09/2015	HELENA	LARRY N. GREGORY
12/01/2019	MARLOW	JASON HALL

REFUND OF CONTRIBUTIONS:

<u>APPLICANT</u>	<u>CITY</u>	<u>HIRED</u>	<u>TERMINATED</u>
BRIAN BUCKBEE	BLACKWELL	06/01/1997	01/31/2008

NEW COUNTY AND/OR CITY FIRE DEPARTMENT ENTERING THE PENSION SYSTEM:

..... JOHNSTON COUNTY/REAGAN VOLUNTEER FIRE DEPARTMENT