

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met October 21, 2011 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: David Thompson, Scott Vanhorn, Janet Kohls, Jim Long, Gerald Garrett, Casey Morrison, Paul Gallahar, Frank Stone arriving at 8:40 A.M., Anita Breen, arriving at 8:45 A.M. and Brandy Manek arriving at 9:00 A.M.

Others: Robert Jones, Executive Director; James Reynolds, Assistant Director; Duane Michael, Assistant Director; Terri Williams, Executive Secretary; Marc Edwards, General Counsel

Visitors: Tod Childress & Mike Fuller, Private Advisors; Warren Decider, INTECH; Jason Palos and Andrew Galantine, Asset Consulting Group

Absent: Doug Jacobson, Bert Norton, and Dana Cramer

APPROVAL/MINUTES DATED SEPTEMBER 16, 2011:

Motion was made by Mr. Gallahar and seconded by Mr. VanHorn to approve the minutes dated September 16, 2011. Ayes: Messrs. Thompson, Long, Vanhorn, Kohl's, Garrett, Morrison, and Gallahar. Nays: None. Motion carried.

PRIVATE ADVISORS/TOD CHILDRESS & MIKE FULLER:

Mr. Childress and Mr. Fuller gave a presentation for Private Advisors.

	3Months Ending <u>09/30/2011</u>	1 Year Ending <u>09/30/2011</u>	3 Years Ending <u>09/30/2011</u>
Private Advisors	(2.07)%	3.47%	3.67%
HFRI FOF: Conservative Index	(4.09)%	(1.29)%	(.062)%

INTECH/WARREN DEKINDER:

Mr. DeKinder gave a presentation for INTECH.

	3 Months Ending <u>09/30/2011</u>	1 Year Ending <u>08/31/2011</u>	3 Years Ending <u>08/31/2011</u>
INTECH	(14.14)%	2.36%	1.89%
S&P 500	(13.87)%	1.14%	1.23%

ASSET CONSULTING GROUP/GEORGE TARLAS & ANDREW GILLENLINE:

1. Presenting Manager Review.

Mr. Tarlas reviewed the presenting managers to the Board.

INVESTMENT COMMITTEE/FRANK STONE – CHAIRMAN:

1. Review Monthly Investment Performance.

Mr. Palos and Mr. Galantine reviewed the monthly investment performance.

	3 Months Ending <u>09/30/2011</u>	1 Year Ending <u>09/30/2011</u>	3 Years Ending <u>09/30/2011</u>
Total Fund	(10.41)%	0.32%	2.49%
Policy Benchmark	(8.71)%	1.80%	3.30%

2. Discussion of Large Cap Value Equity Search.

Motion was made by Mr. Stone and seconded by Mr. Long to select Herndon Capital Management from Atlanta. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

3. Securities Litigation action against Miller Energy Resources, Inc.

Motion was made by Mr. Stone and seconded by Ms. Manek to appoint Grant & Eisenhoffer to represent the Board against Miller Energy Resources. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

4. Securities Litigation action against El Paso Corp.

Motion was made by Mr. Stone and seconded by Mr. Garrett to hire Berman DeValalero to represent the Board against El Paso Corp. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

5. Securities Litigation action against Bank of America.

Mr. Stone reported that there was no action taken on this item.

6. Securities Litigation action against Pharmaceutical Product Development Inc.

Mr. Edwards said he would get more information on this matter and report back to the Investment Committee.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:

Motion was made by Mr. Garrett and seconded by Mr. Long to approve the Consent Agenda dated October 21, 2011. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. 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. Southern Copper Shareholder Litigation, Delaware Court of Chancery.
4. Strayer Education
5. Capella Education.
6. Finisar Case. (AFT) (Waddell)

Mr. Edwards reported that the Finisar Case was still pending.

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

Mr. Edwards said there was nothing new to report.

FINLEY & COOK – KYLE DOVER- AUDIT REPORT:

Mr. Dover presented that Audit report to the Board.

BUCK CONSULTANTS – DAVID KENT – ACTUARY REPORT:

Mr. Kent presented the Actuary report to the Board.

RULES COMMITTEE – CASEY MORRISON – CHAIRMAN:

1. Board of Trustees Code of Conduct.

Mr. Morrison reported that the Committee worked on the document, and that it would be brought back to the Board next month.

REPORT ON ACTION RELATED TO CITY OF SPENCER'S FAILURE TO PAY CONTRIBUTIONS UNDER 11 O.S. STATE STATUTE 49-122:

Mr. Edwards reported that Spencer had failed to pay contributions. Mr. Edwards said he had sent a letter to the tax commission instructing them to hold funds until further action was taken. Mr. Edwards said he had also met with Ted Poole, Attorney for Spencer.

REPORT ON ACTION RELATED TO CITY OF HENRYETTA AND CONTINUING CLAIM FOR ADDITIONAL CREDITED SERVICE OF CITY MANAGER SERVING AS FIRE MARSHALL:

Mr. Edwards reported that he had contacted the local City attorney. Mr. Edwards said the City Manager is still seeking to receive credited service time as the Fire Marshall.

Mr. Jones said the City is participating in this fraud by sending in his contributions. Mr. Jones said he will report back on the matter.

STEVE DUREN/NORMAN – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE OCTOBER 1, 2011:

Motion was made by Mr. Garrett and seconded by Mr. Long to modify the Application for “Disability in the Line of Duty”, to “Service”, effective October 1, 2011. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Naves: None. Motion carried.

WENDELL HILLHOUSE/TULSA - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE OCTOBER 1, 2011:

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to modify the Application for "Disability in the Line of Duty" to "Service", effective October 1, 2011. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

RONALD D. PESTEL/TULSA - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE OCTOBER 1, 2011:

Motion was made by Mr. Garrett and seconded by Mr. Long to modify the Application for "Disability in the Line of Duty" to "Service", effective October 1, 2011. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

DANIEL HOUSTON/AGRA – APPLICATION FOR "DISABILITY NOT IN THE LINE OF DUTY" PENSION, EFFECTIVE JULY 21, 2011:

Motion was made by Mr. Morrison and seconded by Mr. Long to approve the Application for "Disability Not in the Line of Duty", effective July 21, 2011. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

BRIAN K. COOPER/DRUMRIGHT – APPLICATION FOR "DISABILITY NOT IN THE LINE OF DUTY" PENSION, EFFECTIVE JULY 30, 2005:

Motion was made by Mr. Garrett and seconded by Mr. Morrison to deny the Application for "Disability Not in the Line of Duty", effective July 30, 2005. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

JAMES P. DOWTY/HOCHATOWN – APPLICATION FOR "DISABILITY NOT IN THE LINE OF DUTY", EFFECTIVE AUGUST 25, 2009:

Motion was made by Mr. Morrison and seconded by Mr. Garrett to approve the Application for "Disability Not in the Line of Duty", effective August 25, 2009. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

DAVID G. CROSLIN/TULSA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

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

GARY BOLSER/WASHINGTON – ADMINISTRATIVE CORRECTION FROM AUGUST MEETING – TO CHANGE FROM “DISABILITY NOT IN THE LINE OF DUTY” TO “DISABILITY IN THE LINE OF DUTY”, HAS 24 YEARS OF SERVICE:

Motion was made by Mr. Gallahar and seconded by Mr. Morrison to make the administrative change for Mr. Bolser/Washington. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

RECEIVE & FILE:

1. Interpublic Group - \$95.76 (Dividend) – September 2011
2. Broadcom Securities - \$254.04 – September 2011
3. BNY CONVERGEX - \$1,207.24 – September 2011
4. Realty Associates Advisors – (Dividend) – October 2011
5. Insurance Premium Tax - \$11,443,040.66 – October 2011

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

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Mr. Jones reported on the change in the law in regards to House Bill 1086.

Mr. Jones reported on the Summary changes in Investment Fund Balance prepared by the System’s Controller, Chase Rankin.

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

Motion was made by Mr. Long and seconded by Mr. Stone to approve travel for Robert Jones to attend the Super Bowl of Indexing conference in Phoenix, Arizona. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

PAUL GALLAHAR LEFT THE MEETING AT 11:00 A.M.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

Mr. Stone reported on various issues related to the Insurance industry and how it might affect the System.

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet November 18, 2011 at 8:30 A.M. at the Lincoln Plaza Office Building at 4545 N. Lincoln Blvd., Oklahoma City, OK.

ADJOURNMENT:

Chairman David Thompson adjourned the Board meeting at 11:15 A.M.

Submitted by Terri L. Williams, Executive Secretary.

**CONSENT AGENDA
October 21, 2011**

CHECKS TERMINATED IN SEPTEMBER 2011:

CHECOTAH FOSS	JUANITA YARBROUGH CURTIS GARRISON	DECEASED NO STUDENT STATUS FORM
GARBER	JESSIE F. BRADSHAW	DECEASED
MADILL	PEGGY PARRISH	DECEASED
MAYSVILLE	ENA J. SHRIVER	DECEASED
OKLAHOMA CITY	ELIZABETH GARRTETTE	DECEASED
OKLAHOMA CITY	DAVID L. CHAMBERS	DECEASED
OKLAHOMA CITY	JACKIE E. LOGAN	DECEASED
RYAN	BRENDA DALTON	DECEASED
SAPULPA	HAZEL WILCHER	DECEASED
SAYRE	MARTHA J. SWART	DECEASED
SENTINEL	TERRY L. LESLEY	DECEASED
TULSA	KATIE MCALLISTER	AGE 22
TULSA	DANNY L. WILLIS	DECEASED
TULSA	CORY L. WHEATON	DECEASED
VALLIANT	GEORGE M. LUCAS	DECEASED

\$5,000.00 DEATH BENEFIT:

FLETCHER	FLETCHER FUNERAL HOME ON BEHALF OF EDGAR MALONE SR.
IDABEL	ANNIE HARTLEY, DEATH RECIPIENT OF EMERALD WAYNE BROWN
LINDSAY	NANCY A. HUCKBY, WIDOW OF JOE R. HUCKBY
OKLAHOMA CITY	DOVIE B. HOLMES, WIDOW OF KENNETH B. HOLMES
OKLAHOMA CITY	SHARI LOGAN, DEATH RECIPIENT OF JACKIE E. LOGAN
SENTINEL	SHANNON COX, CO-DEATH RECIPIENT OF TERRY LESLEY
SPRINGER	KIRK FUNERAL HOME ON BEHALF OF LEON WILLIAMS
VICI	CRISWELL FUNERAL HOME ON BEHALF OF DAVID R. HILL
WEATHERFORD	LOCKSTONE FUNERAL HOME ON BEHALF OF ELTON PERRY

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

<u>CITY</u>	<u>APPLICANT</u>
ANADARKO	JAYNE MILLER
BARTLESVILLE	JARED GORMAN
BARTLESVILLE	JONATHAN PINNEY
BARTLESVILLE	JACOB RINER
BERRYHILL	GARY BULLOCK
BLACKWELL	TRAVIS VICTORY
CUSHING	JAMES BLEVINS
CUSHING	JOHN PAULUS
MCALESTER	DAVID PERRY
MCALESTER	CORY VAUGHN
OKLAHOMA CITY	GARY CERO
OKLAHOMA CITY	NATHAN LAWSON
OKLAHOMA CITY	BRAYDEN LAYTON
OKLAHOMA CITY	BOBBY MERCER
OKLAHOMA CITY	LUVELL SPRATT III
PAWHUSKA	MORGAN DEANS
PERRY	ROBERT T. BLACK
PONCA CITY	DAVID HESSON
SKIATOOK	DON MCCREARY
WEWOKA	DALE AULD
WEWOKA	RYAN ESSELSTROM

APPLICATION FOR SURVIVING SPOUSE FOR CONTINUATION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
10/01/2011	BURBANK	CHARLENE KUYKENDALL, Widow of Gary N. Kuykendall
10/01/2011	DUNCAN	LILLIE M. SKIDMORE, WIDOW of Mack D. Skidmore
10/01/2011	LINDSAY	NANCY A. HUCKBY, WIDOW OF Joe R. Huckby
10/01/2011	TEMPLE	LENORA DOWLEN, WIDOW OF James V. Dowlen
10/01/2011	WESTVILLE	VERNICE SMITH, WIDOW OF Billy Jack Smith

APPLICATION FOR SERVICE PENSION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
10/01/2011	ADA	PATRICIA M. SUTTON
09/04/2011	AFTON	STACY V. HUMBLE
10/05/2011	BRAMAN	KEITH H. NEAMON
07/01/2011	CATOOSA	WILLIE A. TURNER
03/01/2011	CEMENT	JAMES T. SNUGGS
10/01/2011	DUSTIN	CLAUSE E. MARTIN JR.
10/27/2010	FREEDOM	BRETT C. SMITH
09/01/2011	HENNESSEY	LEON P. HILL
09/04/2011	MAUD	JAMES L. HAWS
03/1/2011	OAKWOOD	STEVEN JACKSON
10/01/2011	OKLAHOMA CITY	EUGENE D. FREEMAN
10/01/2011	OKLAHOMA CITY	MARK R. MOLLMAN
09/01/2011	OKLAHOMA CITY	JAMES M. LAVASQUE
10/01/2011	OKLAHOMA CITY	DETRICH L. STARR
10/01/2011	PONCA CITY	GARY SCHULTZ
09/01/2011	VALLIANT	RAYMOND S. SLATON
08/18/2011	WAKITA	KEVIN W. GEORGE

APPLICATION FOR VESTED BENEFIT:

**EFFECTIVE
DATE**

CITY

APPLICANT

01/01/2011	ARAPAHO	KEVIN KREISENBECK
03/18/2019	CHICKASHA	CHRISTOPHER A. HAYNES
02/25/2019	CORDELL	BRAD HARDWICK
09/01/2013	LEEDEY	DENNIS HECK
01/06/2018	MEEKER	TERRY A. YOUNG

REFUND OF CONTRIBUTIONS:

APPLICANT

CITY

HIRED

TERMINATED

KEVIN STACY	BLACKWELL	12/05/2010	09/22/2011
GERHARD VILJOEN	GUYMON	03/03/2007	09/25/2011
JEREMY SPRADLIN	OKLAHOMA CITY	04/29/2011	09/15/2011

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

MCCURTAIN COUNTY/EAGLETOWN FIRE DEPARTMENT