

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met August 16, 2013 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 Casey Morrison called the meeting to order.

Members Present: Casey Morrison, Scott Vanhorn, Raanon Adams, Dana Cramer, Gerald Garrett, Jim Long, Mike Duncan, Janet Kohls, Jackie Carner, and Brandy Manek arriving at 8:50 A.M.

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

Visitors: Brett Hazen, & Joe Bogdahn, Bogden Group; Cinda Hughes & Frank Paone, Lord Abbett; Michele Robbins & Justin Akin, River Road Asset; Margaret Champagne, Ernest Partners

Absent: Anita Breen, Frank Stone and Doug Jacobson

APPROVAL/MINUTES DATED JULY 19, 2013:

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to approve the minutes dated July 19, 2013 with the amendment that Bob Allen was listed as a Board Member and he was replaced by Jackie Carner. Ayes: Messrs. Garrett, Morrison, Vanhorn, Adams, Long, Cramer, Kohls, Duncan, Carner. 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 16, 2013. Ayes: Messrs. Morrison, Adams, Garrett, Carner, Cramer, Vanhorn, Kohls, Duncan, and Long. Nays: None. Motion carried.

LORD ABBETT/CINDA HUGHES & FRANK PAONE:

Cinda Hughes & Frank Paone gave a presentation for Lord Abbett.

	3 Months Ending <u>07/31/2013</u>	1 Year Ending <u>07/31/2013</u>	3 Years Ending <u>07/31/2013</u>
Lord Abbett	19.84%	38.57%	17.05%
Russell 2000 Growth	12.32%	35.39%	16.06%

RIVER ROAD ASSET MANAGEMENT/MICHELE ROBBINS & JUSTIN AKIN:

Michele Robbins & Justin Akin gave a presentation for River Road Asset Management.

	3 Months Ending <u>07/31/2013</u>	1 Year Ending <u>07/31/2013</u>	3 Years Ending <u>7/31/2013</u>
River Road Asset Management	8.82%	32.06%	17.19%
Russell 2000 Value	9.16%	34.15%	17.07%

EARNEST PARTNERS/MARGARET CHAMPAGNE:

Margaret Champagne gave a presentation for Earnest Partners.

	3 Months Ending <u>07/31/2013</u>	1 Year Ending <u>07/31/2013</u>	3 Years Ending <u>07/31/2013</u>
Earnest Partners	6.77%	30.74%	16.78%
Russell 2500 Value	7.07%	34.73%	18.31%

BOGDEN GROUP/BRETT HAZEN & JOE BOGDAHN:

1. Presenting Manager Review.

Mr. Hazen & Mr. Bogdahn reviewed the presenting managers to the Board.

INVESTMENT COMMITTEE/GERALD GARRETT – CHAIRMAN:

1. Review Investment performance.

Mr. Hazen & Mr. Bogdahn reviewed the monthly investment performance.

	3 Months Ending <u>07/31/2013</u>	1 Year Ending <u>07/31/2013</u>	3 Years Ending <u>07/31/2013</u>
Total Fund	3.43%	17.31%	11.64%
Policy Benchmark	2.61%	16.54%	12.49%

2. Portfolio Strategy Review.

Mr. Garrett said there was nothing new to report. Mr. Garrett said last month the Investment Committee discussed putting money in areas they were not sure of and they are trying to learn more about those areas. Mr. Garrett said they would be doing due diligence trips.

3. Investment Policy Status Update.

4. Real Estate Review.

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

1. In re: Finisar Corp. Sec. Litig., 11-cv-1252-EJD (AFT) (Waddell)
2. In re: Miller Energy Resources Securities Litigation 11-cv-375 (E.D. Tenn.) (Grant)
3. Greg Young vs. Pacific Biosciences of CA, Inc., et al. CIV 509210 Cal Superior Court, San Mateo Div. (Robbins)
4. In re: Lehman Brothers Equity/Debt Securities Litigation, 08-cv-5523-LAK (S.D.N.Y.) Saxena White)
5. City of Henryetta v. Oklahoma Firefighters Pension and Retirement System and Raymond Eldridge, Oklahoma County District Court, Case No. CV-2012-772 (PM)

Mr. Edwards reported on the Henryetta case.

6. Oklahoma Firefighters Pension v. Jefferies Group et al, Chancery Court of Delaware, Case No.
9. Reinschmidt v. Zillow, Inc. et al, Securities Litigation, Western District of Washington, Case No. 2:12-cv-02084
10. Report on the current status of all other litigation involving the Pension System.

Mr. Edwards said there was nothing new to report.

KARL LEHEW/CHICKASHA - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE JULY 6, 2012:

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to approve the Application for “Disability in the Line of Duty, effective July 6, 2012. Ayes: Messrs. Morrison, Vanhorn, Garrett, Adams, Cramer, Kohls, Long, Duncan, Manek and Carner. Naves: None Motion carried.

RONALD G. PHILLIPS/DEL CITY – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2013:

Motion was made by Mr. Vanhorn and seconded by Ms. Kohls to modify the Application for “Disability in the Line of Duty” to “Service”, effective August 1, 2013. Ayes: Messrs. Morrison, Garrett, Vanhorn, Long, Duncan, Cramer, Kohls, Adams, Manek, and Carner. Naves: None Motion carried.

TERRY M. KANE/MANCHESTER - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE JULY 1, 2010:

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to modify the Application for “Disability in the Line of Duty” to “Disability Not in the Line of Duty” effective July 1, 2010. Ayes: Messrs. Garrett, Vanhorn, Morrison, Duncan, Long, Adams, Kohls, Cramer, Manek, and Carner. Naves: None. Motion carried.

BRETT M. BERTELLI/TULSA – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 1, 2013:

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to approve the Application for “Disability in the Line of Duty”, effective August 1, 2013. Ayes: Messrs. Long, Morrison, Garrett, Vanhorn, Duncan, Adams, Kohls, Cramer, Manek and Carner. Naves: None. Motion carried.

JUAN RODRIQUEZ/LAWTON – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Garrett and seconded by Mr. Adams to approve the request of Mr. Rodriguez to modify his pension from “Service” to “Disability in the Line of Duty”, effective August 1, 2013. Ayes: Messrs. Long, Morrison, Garrett, Vanhorn, Duncan, Kohls, Cramer, Manek, Adams and Carner. Naves: None. Motion carried.

ROBERT WARCUP/OKLAHOMA CITY – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Vanhorn and seconded by Mr. Adams to approve the request of Mr. Warcup to modify his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Long, Morrison, Garrett, Vanhorn, Manek, Adams, Kohls, Cramer, Duncan and Carner. Naves: None. Motion carried.

DOUGLAS A. LEWIS/TULSA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Vanhorn and seconded by Mr. Garrett to approve the request of Mr. Lewis to modify his pension from “Service” to “Disability in the Line of Duty” , based on the medical information submitted. Ayes: Messrs. Long, Morrison, Garrett, Vanhorn, Manek, Adams, Kohls, Cramer, Duncan and Carner. Naves: None. Motion carried.

RECEIVE & FILE:

1. Russell Investments - \$5,254.86 – July 2013

Motion was made by Mr. Garrett and seconded by Mr. Vanhorn to approve the above listed receive and file. Ayes: Messrs. Garrett, Vanhorn, Morrison, Long, Duncan, Adams, Manek, Kohls, Cramer and Carner. Naves: None. Motion carried.

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Duane Michael reported that the Internal Audit had been conducted and the report noted no issues.

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

There was no action taken on this item.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

OLD BUSINESS:

Chairman Casey Morrison reported that he was removing Anita Breen from the Rules Committee and replacing her with Dana Cramer.

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet September 20, 2013 at 8:30 A.M. at the Lincoln Plaza Office Building at 4545 N. Lincoln Blvd., Oklahoma City, OK.

ADJOURNMENT:

Motion was made by Mr. Vanhorn and seconded by Mr. Garrett to adjourn the Board meeting at 11:03 A.M. Ayes: Messrs. Garrett, Vanhorn, Morrison, Long, Duncan, and Adams, Manek, Kohls, Cramer and Carner. Nays: None. Motion carried.

Submitted by Terri L. Williams, Executive Secretary.