

## MINUTES

The Oklahoma Firefighters Pension and Retirement Board met December 18, 2015 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 Raanon Adams called the meeting to order.

Members Present: Raanon Adams, Michel Duncan, Scott Vanhorn, John Soos, Derek Cassady, Matt Lay, Jim Long, Dana Cramer, Craig Freeman, Frank Stone arriving at 8:53 A.M. and Brandy Manek arriving at 9:05 A.M.

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

Visitors: Troy Brown, Tim Nash and Evan Scussel, Bogdahn Group; Chris Auer State Street Custody; David Settles, State Street Global Advisors; and Kenneth Wisdom, and Harry Pierandri, Portfolio Advisors

Absent: Doug Jacobson, and Janet Kohls

### **APPROVAL/MINUTES DATED NOVEMBER 20, 2015:**

Motion was made by Mr. Vanhorn and seconded by Mr. Duncan to approve the minutes Dated November 20, 2015 with the correction Christopher R. Sharp/Guthrie – Application for “Disability in the Line of Duty”. Ayes: Messrs. Adams, Duncan, Cassady, Cramer, Lay, Long, Vanhorn, Freeman and Soos. Nays: None. Motion carried.

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

Motion was made by Mr. Cramer and seconded by Mr. Lay to approve the Consent Agenda dated November 20, 2015. Messrs. Adams, Duncan, Cassady, Manek, Cramer, Lay, Long, Vanhorn, Kohls and Soos. Nays: None. Motion carried.

**STATE STREET BANK CUSTODY/CHRIS AUER:**

Mr. Auer gave a presentation for State Street Bank Custody.

**STATE STREET GLOBAL/DAVID SETTLES:**

Mr. Settles gave a presentation for State Street Global Advisors.

	3 Months Ending <u>11/30/2015</u>	1 Year Ending <u>11/30/2015</u>	3 Years Ending <u>11/30/2015</u>
SSGA S&P 500 Flagship	6.09%	2.82%	16.15%
S&P 500 Cap Weighted	6.07%	2.75%	16.09%
SSGA S&P 500 Equal Weighted	3.85%	0.44%	16.84%
S&P 500 Equal Weighted	4.06%	0.43%	16.84%
			<u>2 Year</u>
SSGA Russell Small Cap Complete	2.27%	1.56%	5.49%
Russell Small Cap Completeness	2.23%	1.61%	5.55%
			<u>3 Year</u>
SSGA Lehman Intermediate	0.38%	1.31%	1.50%
Barclays Aggregate Intermediate	0.39%	1.30%	1.49%
SSGA Fixed Income Fund	0.43%	1.02%	1.54%
Barclays Aggregate Bond	0.43%	0.97%	1.50%

**PORTFOLIO ADVISORS/KENNETH WISDOM & HARRY PIERANDRI:**

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

	3 Months Ending <u>11/30/2015</u>	1 Year Ending <u>11/30/2015</u>	3 Years Ending <u>11/30/2015</u>
Portfolio Adv. Real Estate III NCREIF Property Index	7.18% 3.09%	24.02% 13.48%	17.45% 11.91%
Portfolio Adv. Real Estate IV NCREIF Property Index	5.17% 3.09%	17.37% 13.48%	19.76% 11.91%
Portfolio Adv. Real Estate V NCREIF ODCE EW Net	(3.97)% 3.40%	6.67% 13.82%	

**BOGDAHNS GROUP/TROY BROWN, TIM NASH & EVAN SCUSSEL:**

**1. Presenting Manager Review.**

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

**INVESTMENT COMMITTEE/SCOTT VANHORN - CHAIRMAN:**

**1. Review Investment Performance.**

Mr. Nash and Mr. Brown reviewed the monthly investment performance.

	3 Months Ending <u>11/30/2015</u>	1 Year Ending <u>11/30/2015</u>	3 Years Ending <u>11/30/2015</u>
Total Fund	2.93%	3.17%	10.76%
Policy Benchmark	3.43%	2.49%	10.52%

Mr. Brown reported that Chautauqua would be merging with Baird.

## 2. Large Cap Value Manager Search - Candidate Review and Finalist Selection.

Mr. Brown discussed who the Investment Committee recommended as the large cap value finalists. Mr. Brown said the following recommended finalist's are Brandywine, Delaware Investments, Eagle Capital and Beitel Goodman and are scheduled for interviews January 13, 2016.

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## 3. Discussion regarding securities litigation class action against TerraForm Global, Inc.

Mr. Vanhorn said the Investment Committee discussed the securities litigation class action against TerraForm Global, Inc. and that the General Counsel recommended the Board seek lead plaintiff status in a legal action.

Motion was made by Mr. Vanhorn and seconded by Mr. Lay to seek lead plaintiff with Robbins Gellar against TerraForm Global, Inc. Messrs. Adams, Duncan, Freeman, Cassady, Cramer, Lay, Vanhorn, Manek, Stone, Long and Soos. Naves: None. Motion carried.

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

1. Lang v. Towers Group International, et al, Case No. 13-CV-5282, USDC, SDNY) (BLBG)
2. Santore, et al. v. IXIA et al., Case No. CV 13-08440, (USDC CD Calif) (Grant)
3. In re: FX Litigation, Case No. 13-cv-07789 (SDNY) (Scott & Scott)
4. Abdul Award, er al v. Herbalife, Ltd. Et al., Case No. CV 14-02850, (USDC CD Calif) Saxena White)
5. Waterford Township Police and Fire Retirement System v. Ply Gem Holdings, et. Al, Case No. 14-cv-3577, (USDC SDNY)
6. Shah v. Rocket Fuel Inc., et al. Case No. 14-CV-03998 (USDC ND Calif)
7. In re: Castlight Health; Shareholder Litigation; Case No. CIV-533647 (Sup. Ct. Calif, San Mateo)
8. City of St. Clair Shores Police & Fire Retirement System v. Nationstar Mortgage Holdings Inc. et al: Case No. 15-cv-61170-WPD (USDC FL (Ft. Lauderdale)
9. Oklahoma Firefighters Pension v. City of Midwest City, Oklahoma County District Court, Case No. CJ-201-3481)
10. Avila, et al. v Lifelock, Inc. et al.: Case No. 15-cv-01398-DKD (USDC District of Arizona)
11. In re: Broadcom Corporation Stockholder Litigation; Case No. 15-cv-00979-
12. Report on the current status of all other litigation involving the Pension System.

**LUKAS ETCHISON/MUSKOGEE - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE OCTOBER 1, 2015:**

Motion was made by Mr. Long and seconded by Mr. Vanhorn to approve the Application for “Disability in the Line of Duty”, effective October 1, 2015. Messrs. Vanhorn, Adams, Cassady, Cramer, Duncan, Lay, Manek, Long, Stone, Freeman and Soos. Nays: None. Motion carried.

**REQUEST BY CUSHING FIRE DEPARTMENT TO BE ALLOWED TO CONDUCT THEIR OWN AGILITY TEST PURSUANT TO PENSION BOARD RULES:**

Motion was made by Mr. Vanhorn and seconded by Mr. Cramer to allow Cushing Fire Department to conduct their own agility test pursuant to Pension Board Rules. Messrs. Vanhorn, Adams, Cassady, Cramer, Duncan, Lay, Manek, Long, Stone, Freeman and Soos. Nays: None. Motion carried.

**RECEIVE & FILE:**

1. Insurance Premium Tax - \$137,464.35 – December 2015

Motion was made by Mr. Vanhorn and seconded by Mr. Cassady to approve the above receive and file items. Ayes: Messrs. Cassady, Duncan, Vanhorn, Long, Cramer, Manek, Lay, Adams, Freeman, Stone, and Soos. Nays: None. Motion carried.

**ROBERT JONES/EXECUTIVE DIRECTOR REPORT:**

Mr. Jones reported that the Pension System was getting settled into their new office.

Mr. Rankin reported that the Internal Audit report had been conducted. Mr. Rankin said they had found errors on the additional years, but they had been corrected.

Mr. Adams discussed if the March Board meeting could be changed to a week earlier. No action was taken.

**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:**

**NEW BUSINESS:**

**NEXT MEETING DATE:**

The Oklahoma Firefighters Pension and Retirement Board will meet January 15, 2016 at 8:30 A.M. at the Salvation Army Building, 6601 Broadway Extension, Ste. 100, Oklahoma City, OK.

**ADJOURNMENT:**

Chairman Raanon Adams adjourned the Board meeting at 10:25 A.M.

Submitted by Terri L. Williams, Executive Secretary.