

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met March 15, 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 Gerald Garrett called the meeting to order.

Members Present: Gerald Garrett, Casey Morrison, Scott Vanhorn, Dana Cramer, Jim Long, Bob Allen, Raanon Adams, Janet Kohls, Frank Stone arriving at 9:10 A.M., and Brandy Manek arriving at 9:05 A.M.

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

Visitors: Brett Hazen and Troy Brown, Bogden Group; Peter Latara & William Rechter, Fred Alger; Robert Zimmer & Alec Turner, Clarivest

Absent: Doug Jacobson, David Thompson and Anita Breen

APPROVAL/MINUTES DATED FEBRUARY 15, 2013:

Motion was made by Mr. Long and seconded by Mr. Cramer to approve the minutes dated February 15, 2013. Ayes: Messrs. Garrett, Morrison, Vanhorn, Adams, Allen, Cramer, Kohls, and Long. None. Motion carried.

FRED ALGER/PETER LATARA & WILLIAM RECHTER:

Mr. Latara and Mr. Rechter gave a presentation for Fred Alger.

	3 Months Ending <u>02/28/2013</u>	1 Year Ending <u>02/28/2013</u>	2 Years Ending <u>02/28/2013</u>
Fred Alger	6.93%	11.25%	8.76%
Russell 1000 Growth	5.55%	9.60%	8.60%

CLARIVEST/ROBERT ZIMMER & ALEC TURNER:

Mr. Zimmer and Mr. Turner gave a presentation for Clarivest.

	1 Month Ending <u>02/28/2013</u>
Clarivest	1.66%
MSCI Emerging Market	(1.26)%

FRANK STONE LEFT THE MEETING AT 9:25 A.M.

BOGDEN GROUP/BRETT HAZEN & TROY BROWN:

1. Presenting Manager Review.

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

INVESTMENT COMMITTEE/CASEY MORRISON – CHAIRMAN:

1. Review Investment performance.

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

	3 Months Ending <u>02/28/2013</u>	1 Year Ending <u>02/28/2013</u>	3 Years Ending <u>02/28/2013</u>
Total Fund	5.66%	9.50%	9.80%
Policy Benchmark	5.27%	10.01%	10.83%

2. Transition update.

Mr. Morrison made a motion seconded by Mr. Long to authorize creations of Russell Small Cap Completeness Fund to be used to receive funds from the Atatalus and Grosvenor liquidations along with the S&P 500 index accounts. Ayes: Messrs. Garrett, Morrison, Vanhorn, Cramer, Adams, Long, Manek, Allen and Kohls. Naves: None.

3. Investment Policy structure review and discussion.

Mr. Morrison reported that the investment consultant was performing a review of the current Investment Policy.

4. Portfolio and asset allocation review.

5. Discussion of private debt opportunities.

Mr. Morrison reported that the Investment Committee discussed various private debt opportunities.

6. Consideration of action against VeriFone Systems, Inc. for lead plaintiff regarding violations of federal securities laws.

Motion was made by Mr. Morrison and seconded by Mr. Long to approve an action against Verifone Systems, Inc. and to seek lead plaintiff status regarding violations of federal securities laws and have the general counsel to bring additional information regarding what law firm to retain next month. Ayes: Messrs. Garrett, Morrison, Vanhorn, Cramer, Adams, Long, Manek, Allen and Kohls. Naves: None.

7. Consideration of Kaplan Fox & Kilsheimer LLP as an approved securities litigation law firm.

Motion was made by Mr. Morrison and seconded by Mr. Long to approve Kaplan Fox & Kilsheimer LLP as an approved securities litigation law firm. Ayes: Messrs. Garrett, Morrison, Vanhorn, Cramer, Adams, Long, Manek, Allen and Kohls. Naves: None.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:

Motion was made by Mr. Vanhorn and seconded by Mr. Allen to approve the Consent Agenda dated March 15, 2013. Ayes: Messrs. Garrett, Morrison, Cramer, Vanhorn, Adams, Manek, Kohls, Long, and Allen. Naves: None. Motion carried.

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

1. Minneapolis Firefighters Relief Association v. Medtronic, Inc. et el, USDC, Minnesota, Case No. 0:08-CV-06324
2. In re: Finisar Corp. Sec. Litig., 11-cv-1252-EJD (AFT) (Waddell)
3. In re: Miller Energy Resources Securities Litigation 11-cv-375 (E.D. Tenn.) (Grant)
4. Greg Young vs. Pacific Biosciences of CA, Inc., et al. CIV 509210 Cal Superior Court, San Mateo Div. (Robbins)
5. Oklahoma Firefighters Pension & Retirement System v. Student Loan Corp., et al. 12-cv-895-NRB (S.D.N.Y.) (Grant)

6. In re: Lehman Brothers Equity/Debt Securities Litigation, 08-cv-5523-LAK (S.D.N.Y.) (Saxena White)
7. City of Henryetta v. Oklahoma Firefighters Pension and Retirement System and Raymond Eldridge, Oklahoma County District Court, Case No. CV-2012-772. (PM)
8. Harrison v. MAKO Surgical Corp., No. 12-cv-60875 (S.D. Fla. May 10, 2012. (Labaton)
9. Oklahoma Firefighters Pension v. Jefferies Group et al, Chancery Court of Delaware, Case No.
10. Reinschmidt v. Zillow, Inc. et al, Securities Litigation, Western District of Washington, Case No. 2:12-cv-02084
11. Report on the current status of all other litigation involving the Pension System.

Mr. Edwards said there was nothing new to report.

ADMINISTRATIVE HEARING REGARDING DITRIBUTIONS OF PROCEEDS FROM THE OKLAHOMA FIREFIGHTER'S DEFERRED OPTION PLAN BALANCE OF ROBERT L. COLBERT, DECEASED:

Patrick Hullum with Phillips Murrah gave a presentation on the administrative hearing that occurred on February 12, 2013.

Motion was made by Mr. Vanhorn and seconded by Mr. Cramer to approve and adopt as the final order the finding fact and conclusion of law and order prepared by Lee Slater, Hearing Examiner. Ayes: Messrs. Garrett, Morrison, Vanhorn, Cramer, Adams, Long, Manek, Allen and Kohls. Naves: None.

BRENT W. DAVIS/LAWTON - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE MARCH 1, 2013:

Motion was made by Mr. Long and seconded by Mr. Adams to approve the application for "Disability in the Line of Duty", effective March 1, 2013. Ayes: Messrs. Garrett, Vanhorn, Morrison, Cramer, Manek, Adams, Long, and Allen. Naves: Kohls Motion carried.

KENNETH W. LINDSAY/LAWTON - APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 1, 2013:

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

PAUL E. MCCUISTON/LAWTON – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 1, 2013:

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

DONALD MARIANO/MIDWEST CITY – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 1, 2013:

Motion was made by Mr. Long and seconded by Mr. Allen to modify the Application for “Disability in the line of Duty” to “Service”, effective March 1, 2013. Ayes: Messrs. Garrett, Vanhorn, Morrison, Cramer, Adams, Long, Manek, Kohls, and Allen. Nays: None. Motion carried.

RICHARD E. SCRIVNER/OKLAHOMA CITY – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 1, 2013:

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

J.W. NOKES, JR./YUKON – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 1, 2013:

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

BILLY WILCHER/YUKON – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE MARCH 16, 2013:

Motion was made by Mr. Vanhorn and seconded by Mr. Long to approve the Application for “Disability in the Line of Duty, effective, March 16, 2013. Ayes: Messrs. Garrett, Vanhorn, Morrison, Cramer, Adams, Long, Manek, Kohls, and Allen. Naves: None. Motion carried.

KEVIN L. SELF/NEWCASTLE – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY:

Motion was made by Mr. Long and seconded by Mr. Morrison to approve the request of Mr. Self to modify the pension from “Service” to “Disability in the Line of Duty”. Ayes: Messrs. Long and Morrison. Naves: Messrs. Garrett, Vanhorn, Cramer. Adams, Manek, Kohls and Allen. Motion failed.

TIMOTHY R. ADAMS/OKLAHOMA CITY – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

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

RECEIVE & FILE:

1. Capital Institutional Services - \$351.74 – February 2013

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

DUANE MICHAEL/MEMBER DATA SYSTEM CONVERSION STATUS REPORT:

Mr. Michael discussed the member data system conversion status.

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Mr. Jones said the Annual Pension Conference would be held in Tulsa this coming September.

Mr. Jones reported that the Daily Oklahoma has made an Open Records request from the Pension System regarding senior staff salaries and travel records of the Board and senior staff.

Mr. Jones explained the status of the Lincoln Plaza Office building.

Mr. Jones discussed the consolidation of the Pension Systems as proposed by the Governor and State Treasurer.

Mr. Jones discussed the current status of the Duncan Fire Department

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

Motion was made by Ms. Kohls and seconded by Mr. Adams to approve travel for Duane Michael, Chase Rankin, and Thanh Dinh to visit State Street in Boston, MA., for training. Ayes: Messrs. Vanhorn, Thompson, Adams, Long, Kohls, Stone, Thompson, Breen, and Allen. Nays: Garrett. Motion carried.

Mr. Michael discussed the NCPERS Conference and Purchase Orders that needed to be created.

Mr. Michael explained OMES policies in regards to travel claims and per diem.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet April 19, 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. Long and seconded by Ms. Kohls to adjourn the Board meeting at 11:50 A.M.

Submitted by Terri L. Williams, Executive Secretary.