

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met August 19, 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, Bert Norton, Scott Vanhorn, Janet Kohls, Dana Cramer, Jim Long, Gerald Garrett, Casey Morrison, Paul Gallahar, Anita Breen arriving at 8:40 A.M., Brandy Manek arriving at 8:50 A.M. and Frank Stone arriving at 9:10 A.M.

Others: Robert Jones, Executive Director; James Reynolds, Chief Operating Officer; Duane Michael, Controller; Terri Williams, Executive Secretary; Marc Edwards, General Counsel

Visitors: Patmon Malcom and Alysia Wurst, Earnest Partners; Michele Robbins and James Shircliff, River Road Asset Management; Jason Pulos and Andrew Gillentine, Asset Consulting Group

Absent: Doug Jacobson

APPROVAL/MINUTES DATED JULY 15, 2011:

Motion was made by Mr. Norton and seconded by Mr. VanHorn to approve the minutes dated July 15, 2011. Ayes: Messrs. Thompson, Norton, Long, Cramer, Vanhorn, Kohls, Garrett, Morrison, and Gallahar. Nays: None. Motion carried.

EARNEST PARTNERS/PATMON MALCOM & ALYSIA WURST:

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

	3Months Ending <u>07/31/2011</u>	1 Year Ending <u>07/31/2011</u>	3 Year Ending <u>07/31/2011</u>
Earnest Partners	(8.94)%	19.61%	3.93%
Russell 2500 Value	(7.31)%	20.64%	5.88%

RIVER ROAD ASSET MANAGEMENT/MICHELE ROBBINS & JAMES SHIRCLIFF:

Ms. Robbins and Mr. Shircliff gave a presentation for River Road Asset Management.

	3 Months Ending <u>07/31/2011</u>	1 Year Ending <u>07/31/2011</u>	3 Years Ending <u>07/31/2011</u>
River Road Asset Management	(4.01)%	15.65%	3.71%
Russell 2000 Value	(7.37)%	18.55%	4.15%

ASSET CONSULTING GROUP/JASON PULOS & ANDREW GILLENTINE:

1. Presenting Manager Review.

Mr. Pulos reviewed the presenting managers to the Board.

INVESTMENT COMMITTEE/FRANK STONE – CHAIRMAN:

1. Review Monthly Investment Performance.

Mr. Pulos reviewed the monthly investment performance.

	3 Months Ending <u>07/31/2011</u>	1 Year Ending <u>07/31/2011</u>	3 Years Ending <u>07/31/2011</u>
Total Fund	(2.79)%	15.60%	3.36%
Policy Benchmark	(2.36)%	15.60%	4.87%

2. Discussion of Large Cap Value Equity Search.

Mr. Stone reported that 86 bids had been received. Mr. Stone reported that the Investment Committee recommended that six money managers be interviewed on the September 12, 2011 meeting. The recommended managers are BlackRock, Eagle, Graham & Dodd, Herndon, Levin and Wasatch.

Mr. Stone made a motion, seconded by Mr. Norton to interview the six managers recommended by the Investment Committee on September 12, 2011. Ayes: Messrs. Thompson, Garrett, VanHorn, Breen, Stone, Cramer, Norton, Long, Morrison, Manek, Gallahar, and Kohls. Nays: None. Motion carried.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:

Motion was made by Mr. Stone and seconded by Ms. Kohls to approve the Consent Agenda dated August 19, 2011. Ayes: Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Stone, Cramer, Gallahar, Manek, Morrison, Breen, and Garrett. 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)
7. Report on the current status of all other litigation involving the Pension System.

General Counsel Marc Edwards said there was nothing new to report.

DISCUSSION ON CODE OF CONDUCT/MARC EDWARDS:

Motion was made by Mr. Long and seconded by Mr. Morrison to refer the Code of Conduct to the Rules Committee and bring back their findings to the full Board. Ayes: Messrs. Thompson, Garrett, VanHorn, Breen, Stone, Cramer, Norton, Long, Morrison, Manek, Gallhar and Kohls. Nays: None. Motion carried.

KYLE L. BURTON/BROKEN ARROW – APPLICATION FOR “DISABILITY IN THE LINE OF DUTY” PENSION, EFFECTIVE AUGUST 20, 2011:

Motion was made by Mr. Cramer and seconded by Mr. Morrison to approve the Application for “Disability in the Line of Duty”, effective August 20, 2011. Ayes: Messrs. Thompson, Vanhorn, Norton, Kohls, Gallahar, Breen, Stone, Cramer, Manek, Garrett, Long and Morrison. Nays: None. Motion carried

TERRY JONES/CHICKASHA - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE AUGUST 1, 2011:

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

MICHAEL W. RICHARDSON/OKALHOMA CITY - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE AUGUST 1, 2011:

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

GEORGE T. YOUNG/OKLAHOMA CITY – APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE AUGUST 1, 2011:

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, 2011. Ayes: Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Gallahar, Manek, Cramer, Stone, Morrison, and Garrett. Naves: None. Motion carried.

JAMES R. MANNING/SAYRE – APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE DECEMBER 9, 2010:

Motion was made by Mr. Norton and seconded by Mr. VanHorn to approve the Application for "Disability in the Line of Duty", effective December 9, 2010: Messrs. Thompson, Vanhorn, Gallahar, Norton, Long, Kohls, Manek, Cramer, Stone, Morrison, and Breen. Naves: Garrett. Motion carried.

DAVID G. CROSLIN/TULSA – APPLICATION FOR "DISABILITY IN THE LINE OF DUTY", EFFECTIVE AUGUST 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 August 1, 2011. Messrs. Thompson, Vanhorn, Norton, Gallahar, Long, Kohls, Manek, Breen, Cramer, Stone, Morrison, and Garrett. Naves: None. Motion carried.

JON COCHRAN JR./LOYAL – APPLICATION FOR “DISABILITY NOT IN THE LINE OF DUTY”, EFFECTIVE AUGUST 1, 2008:

Motion was made by Mr. Cramer and seconded by Mr. Norton to enter into Executive Session. Ayes: Messrs. Thompson, Garrett, Vanhorn, Breen, Stone, Cramer, Norton, Long, Morrison, Manek, Gallahar and Kohls. Naves: None. Motion carried.

Motion was made by Mr. Norton and seconded by Mr. VanHorn to enter into Open Session. Ayes: Messrs. Thompson, Garrett, VanHorn, Breen, Stone, Cramer, Norton, Long, Morrison, Manek, Gallahar, and Kohls. Naves: None. Motion carried.

Motion was made by Mr. Norton and seconded by Mr. VanHorn to deny the Application for “Disability Not in the Line of Duty” and send a letter to Mr. Cochran explaining the process to apply for a disability pension. Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Manek, Cramer, Gallahar, Stone, Breen, Morrison, and Garrett. Naves: None. Motion carried.

GARY L. BOLSER/WASHINGTON – APPLICATION FOR “DISABILITY NOT IN THE LINE OF DUTY”, EFFECTIVE AUGUST 1, 2011:

Motion was made by Mr. Cramer and seconded by Mr. Morrison to approve the Application for “Disability Not in the Line of Duty”, effective August 1, 2011. Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Manek, Cramer, Gallahar, Stone, Morrison, Breen, and Garrett. Naves: None. Motion carried.

SHANE MONTGOMERY/CUSHING – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

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

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

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

WAYNE GREGORY/MIDWEST CITY – REQUEST FOR RE-HEARING TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”:

Motion was made by Mr. Norton and seconded by Mr. VanHorn to enter into Executive Session. Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Manek, Cramer, Gallahar, Stone, Morrison, Breen, and Garrett. Naves: None. Motion carried.

Motion was made by Ms. Kohls and seconded by Mr. Morrison to enter into Open Session. Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Manek, Cramer, Gallahar, Stone, Morrison, Breen, and Garrett. Naves: None. Motion carried.

Mr. Long made a motion to approve, but the motion died for lack of a second.

TIMOTHY VERNON – EDMOND – REQUEST TO RETURN BACK TO WORK PURSUANT TO SUBSECTION B OF 11 O.S. §49-109:

- a. Executive Session if deemed necessary by Legal Counsel pursuant to 25 O.S. Section 307 (B) (4).
- b. Vote to Enter into Executive Session.
- c. Discussion on Timothy Vernon’s request to return back to work.
- d. Vote to Enter into Open Session.

No action was taken on this item.

RECEIVE & FILE:

1. Insurance Premium Tax - \$13,419,535.03 – July 2011
2. Russell Investments - \$8.25 – July 2011
3. Realty Associates Advisors - \$109,050.00 – August 2011
4. BNY ConvergX Execution Solutions - \$983.52 – August 2011

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

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Mr. Jones reported that the Plan B Statements had been mailed but there were some errors on the statements.

Mr. Jones reported on the Henryetta situation with the City Manager/Fire Marshall.

Mr. Jones said the Internal Audit had been completed and the reports had been provided. Mr. Jones said there were no exceptions noted from the audit.

Mr. Jones introduced Chief Operating Officer James Reynolds to the Board.

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:

Mr. Norton asked if Mr. Reynolds could research the presumption as to what other states do regarding maximum time allowed a member to apply for disability after approval of service pension.

Mr. Morrison said he would like for the Board to be notified if anyone was hired to work at the Pension System.

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet September 16, 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 11:40 A.M.

Submitted by Terri L. Williams, Executive Secretary.

CONSENT AGENDA
August 19, 2011

CHECKS TERMINATED IN JULY 2011:

BARNSDALL	LILLIAN E. LIBBY	DECEASED
BARTLESVILLE	DOROTHY PRATHER	DECEASED
EL RENO	FERN L. GOOSMANN	DECEASED
NEWCASTLE	JAMES L. CARR JR.	DECEASED
OKLAHOMA CITY	BRECK E. RYKER	DECEASED
OKLAHOMA CITY	WILMA SUMMERS	DECEASED
PERRY	WILLIAM H. SHEETS	DECEASED
RINGLING	NINA G. GLEASON	DECEASED
SENTINEL	GEORGE G. DRAKE	DECEASED
THOMAS	LILLIE B. DUNN	DECEASED
TULSA	ROSA M. DERRICK	DECEASED
WEWOKA	GEORGE SHARP	DECEASED
WYNNEWOOD	BUNNY JO JOHNSON	DECEASED

\$5,000.00 DEATH BENEFIT:

ALTUS	LOWELL-TIMS FUNERAL HOME ON BEHALF OF EDDIE R. WILLIAMSON
BIG CABIN	BOBBIE L. BROWN, HEIR OF LARRY S. BROWN
CLAREMORE	JUDY MELTON, WIDOW OF MICHAEL G. MELTON
ENID	ANDERSON BURRIS FUNERAL HOME ON BEHALF OF HAROLD F. KRATZER
GAGE	SAMMIE FLOWERS, WIDOW OF JOE H. FLOWERS
HELENA	JAMES F. SCHALLNER, JR. HEIR OF JAMES F. SCHALLNER
HELENA	JOYCE NASH, HEIR OF JAMES SCHALLNER
HELENA	JAMIE HENDERSON, HEIR OF JAMES F. SCHALLNER
HELENA	JACKIE W. SCHALLNER, HEIR OF JAMES F. SCHALLNER
HELENA	JUDY A. NEILSON, HEIR OF JAMES F. SCHALLNER
HELENA	JAY SCHALLNER, HEIR OF JAMES F. SCHALLNER
JET	LANMAN FUNERAL HOME ON BEHALF OF EARNEST P. PAGE
MOORELAND	LIA LEA RICHMOND, HEIR OF GORDON L. RICHMOND
MOORELAND	LESLIE E. RICHMOND, HEIR OF GORDON L. RICHMOND
MOORELAND	LYLES H. RICHMOND, HEIR OF GORDON L. RICHMOND

MOORELAND	LANCE W. RICHMOND, HEIR OF GORDON L. RICHMOND
NEWCASTLE	TIM WILSON FUNERAL HOME ON BEHALF OF JAMES L. CARR, JR.
OKLAHOMA CITY	BETTY E. JENNINGS, WIDOW OF BOBBY R. JENNINGS
OKLAHOMA CITY	PAULA NANCE, WIDOW OF HERSHALL T. NANCE
OKLAHOMA CITY	KRIST FAIRCHILD, DEATH RECIPIENT OF BRECK RYKER
OKLAHOMA CITY	JAQUITA B. STOVER, WIDOW OF RONALD D. STOVER
PICHER	PAUL THOMAS FUNERAL HOME ON BEHALF OF BOBBY J. HAYWORTH SR.
SALLISAW	AGENT FUNERAL HOME ON BEHALF OF CALVIN L. REMY
SAPULPA	SMITH FUNERAL HOME ON BEHALF OF RONALD L. RUTH
SAND SPRINGS	MARY L. FORSYTHE, WIDOW OF WILLIAM W. FORSYTHE
STILWELL	ROBERTS-REED-CULVER FUNERAL HOME ON BEHALF OF WILLIAM I. DUVALL
TUSHKA	ATOKA FUNERAL HOME ON BEHALF OF JOHN A. COOK
YALE	LORRA J. DOLL, HEIR OF EUGEN MCCLARY
YALE	JOSEPH P. MCCLARY, HEIR OF EUGENE MCCLARY
YALE	LARRY D. MCCLARY, HEIR OF EUGEN MCCLARY
YUKON	YANDA & SON FUNERAL HOME ON BEHALF OF DEVIN L. NEMECEK

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

<u>CITY</u>	<u>APPLICANT</u>
ANADARKO	ETHAN FOSTER
ANADARKO	RYAN WARREN
BARTLESVILLE	DANIEL LEE
MIDWEST CITY	JEREMY ROBBINS
OKMULGEE	BRENT BROSE
OKMULGEE	TYLER BROUGHTON
OWASSO	COREY LETSON
PIEDMONT	BRIEN STEWART
PONCA CITY	JORDAN JONES
PONCA CITY	JOSEPH RAYMOND
SAND SPRINGS	BENJAMIN BELDEN
WOODWARD	CODY FOSTER

APPLICATION FOR SURVIVING SPOUSE FOR CONTINUATION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
08/01/2011	CHELSEA	BARBARA L. GAPANSKY, widow of Herman Gapansky
08/01/2011	DAVIS	ERNESTINE ATCHLEY, WIDOW of James W. Atchley
08/01/2011	LOOKEBA	DONNA MOGG, WIDOW OF David Mogg
08/01/2011	MULHALL	MARY B. UHRIG, WIDOW OF Dennis A. Uhrig, Sr.
08/01/2011	NOWATA	ALLENE HUGHES, WIDOW OF Jack L. Hughes
08/01/2011	OKLAHOMA CITY	BETTY E. JENNINGS, WIDOW of Bobby R. Jennings
08/01/2011	PADEN	CAROLYN F. CLONTS, WIDOW of Junior Earl Clonts
08/01/2011	SALLISAW	JANICE REMY, WIDOW OF Calvin L. Remy
08/01/2011	SAND SPRINGS	MARY L. FORSYTHE, WIDOW of William W. Forsythe

APPLICATION FOR SERVICE PENSION:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
08/01/2011	ARNETT	JOHN D. MILLER
07/07/2011	ARNETT	BRADFORD E. NORBURY
08/01/2011	BERNICE	MIKE FROST
08/01/2011	BLACKWELL	HOWARD L. WAYMAN

08/01/2011	BLUEJACKET	SONNY L. WINFREY
07/05/2011	CHEROKEE	STEVEN C. SCHANBACHER
06/11/2011	CUSTER CITY	JOHN COLLIER
07/03/2010	DACOMA	MICHAEL W. MAUL
06/01/2011	DRUMRIGHT	CHARLES E. DORSEY
10/01/2010	GOTEBO	RANDY L. GONZALEZ
08/01/2011	HICKORY HILLS	DONALD W. RELF
07/31/2011	MADILL	MICHAEL R. MINOR
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06/01/2011	MOUNDS	RALPH E. GREER
08/01/2011	NORMAN	TIMOTHY M. MCDERMOTT
08/01/2011	OKLAHOMA CITY	RAYMOND M. BROWN
08/01/2011	OKMULGEE	CHARLES R. DILDINE
08/01/2011	POTEAU	ROBERT L. CARTER
08/13/2011	SHIDLER	JO CAROL PATTON
08/01/2011	TULSA	TERRY D. CASEY
08/01/2011	TULSA	FRANK ETTER
07/23/2011	VINITA	DELBERT L. BOWERS
05/31/2011	WELCH	CHARLES A. WALL
08/13/2011	WISTER	MARTY COOPER

APPLICATION FOR VESTED BENEFIT:

<u>EFFECTIVE DATE</u>	<u>CITY</u>	<u>APPLICANT</u>
10/01/2016	BLACKGUM	GEORGE A. HARRIS
09/19/2019	CALUMET	BRIAN B. LECK

01/01/2011	CANADIAN	JERRY L. BEDFORD
09/03/2027	DAVIS	STEVEN SUMMERS
08/01/2008	EMPIRE	CHESTER V. DIXON, JR.
10/07/2018	JENKINS	MICHAEL J. BOYD
10/05/2019	MEEKER	JOHN D. JENKINS
05/30/2018	POND CREEK	DARYL A. LINDELL
03/01/2027	SHAWNEE	JAMES D. GREGORY
08/01/2008	WRIGHT CITY	BOBBY L. MUSSETT

REFUND OF CONTRIBUTIONS:

<u>APPLICANT</u>	<u>CITY</u>	<u>HIRED</u>	<u>TERMINATED</u>
TIMOTHY FITZPATRICK	MARLOW	03/10/2008	07/13/2011
WILLIAM WILLIAMS	SWODA	10/22/1996	02/17/2011
DALAS J. ANDERSON	WALTERS	08/16/2009	06/15/2010

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