

MINUTES

The Oklahoma Firefighters Pension and Retirement Board met June 17, 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: Bert Norton, David Thompson, Scott Vanhorn, Janet Kohls, Jim Long, Gerald Garrett, Casey Morrison, Paul Gallahar, Anita Breen arriving at 8:40 A.M. and Frank Stone arriving at 9:00 A.M.

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

Visitors: Dana Dean, Thornburg; Rebecca Kubick and Michael Mulvihill, Artio Global Investors; Jason Pulos, Asset Consulting Group

Absent: Doug Jacobson, Brandy Manek and Dana Cramer

APPROVAL/MINUTES DATED MAY 20, 2011:

Motion was made by Mr. Paul Gallahar and seconded by Mr. Morrison to approve the minutes dated May 20, 2011. Ayes: Messrs. Norton, Thompson, Long, Vanhorn, Kohls, Garrett, Morrison, and Gallahar. Nays: None. Motion carried.

JP MORGAN/GEORGE OCHS & JOHN TRYDAHL:

Mr. Ochs and Mr. Trydahl gave a presentation for JP Morgan.

| | 3Months Ending <u>05/31/2011</u> | 1 Year Ending <u>05/31/2011</u> | 3 Year Ending <u>05/31/2011</u> |
|-----------------------|--|---------------------------------------|---------------------------------------|
| JP Morgan | 4.03% | 19.06% | (6.90)% |
| NCREIF Property Index | 3.36% | 16.03% | (3.63)% |

TA ASSOCIATES REALTY/CHRISTOPHER GOOD & DAVID BUXBAUM:

Mr. Good and Mr. Buxbaum gave a presentation for TA Associates Realty.

| | 3 Months Ending <u>05/31/2011</u> | 1 Year Ending <u>05/31/2011</u> | 3 Years Ending <u>05/31/2011</u> |
|-----------------------|---|---------------------------------------|--|
| TA Associates Realty | 2.62% | (0.55)% | (14.59)% |
| NCREIF Property Index | 3.36% | 16.03% | (3.63)% |

PORTFOLIO ADVISORS/KENNETH WISDOM:

ASSET CONSULTING GROUP/JASON PULOS:

1. Presenting Manager Review.

Mr. Pulos reviewed the presenting managers to the Board.

INVESTMENT COMMITTEE/JIM LONG – CHAIRMAN:

1. Review Monthly Investment Performance.

Mr. Pulos reviewed the monthly investment performance.

| | 3 Months Ending <u>05/31/2011</u> | 1 Year Ending <u>05/31/2011</u> | 3 Years Ending <u>05/31/2011</u> |
|------------------|---|---------------------------------------|--|
| Total Fund | 2.63% | 20.32% | 2.01% |
| Policy Benchmark | 2.16% | 20.80% | 3.38% |

2. Discussion of Large Cap Value Equity Search.

Mr. Long reported that the System had been receiving RFP's and next month they will be able to look at ACG's list of respondents. Mr. Long said June 30, 2011 was the cutoff date for the RFPs.

REQUEST APPROVAL/CONSENT AGENDA, A COPY IS ATTACHED:

Motion was made by Mr. Long and seconded by Mr. Thompson to approve the Consent Agenda dated June 17, 2011. Ayes: Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Breen, Stone, Gallahar, Morrison, and Garrett. Nays: None. Motion carried.

DISCUSSION AND APPROVAL OF NEW ORGANIZATION PLAN FOR PENSION OFFICE/ROBERT JONES:

Mr. Jones gave a presentation of the organization plan for the Pension Office. Mr. Jones said next month he would put this item back on the agenda for Executive Session.

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

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

REQUEST FOR RECONSIDERATION OF DENIAL OF APPLICATION FOR DISABILITY IN THE LINE OF DUTY PENSION/GORDON SHIELDS/TULSA:

Motion was made by Mr. Long and seconded by Mr. Morrison to approve Mr. Shields request to modify his pension from "Service" to "Disability in the Line of Duty" based on the medical information submitted. Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Breen, Stone, Gallahar, Morrison, and Garrett. Naves: None. Motion carried.

MICKEY E. JENNINGS/DUNCAN – APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE JUNE1, 2011:

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

EMERY J. SELZER/LINDSAY - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE JUNE 1, 2011:

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

STEVE ABBOTT/OKLAHOMA CITY - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE JUNE 1, 2010:

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

BOBBY R. JOHNSON/OKLAHOMA CITY - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE APRIL 18, 2011:

Motion was made by Mr. Long and seconded by Mr. Gallhar to approve the Application for "Disability in the Line of Duty", effective April 18, 2011. Ayes: Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Gallahar, Breen, Stone, Morrison, and Garrett. Naves: None. Motion carried.

STEVEN R. YOUNG/OKLAHOMA CITY - APPLICATION FOR "DISABILITY IN THE LINE OF DUTY" PENSION, EFFECTIVE JUNE 1, 2011:

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

CARL L. FOSTER/BIXBY - APPLICATION FOR "DISABILITY NOT IN THE LINE OF DUTY", EFFECTIVE APRIL 20, 2011:

Motion was made by Mr. Morrison and seconded by Mr. Long to modify the Application for "Disability Not in the Line of Duty" to "Service" because of the number of years of service. Messrs. Thompson, Vanhorn, Norton, Gallahar, Long, Kohls, Breen, Stone, Morrison, and Garrett. Naves: None. Motion carried.

ROBERT E. HAWLEY/SHADY POINT – APPLICATION FOR “DISABILITY NOT IN THE LINE OF DUTY”, EFFECTIVE JUNE 1, 2011:

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

HENRY SCHILLING/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. Morrison to approve the request of Mr. Klein to change his pension from “Service” to “Disability in the Line of Duty” based on the medical information submitted. Ayes: Messrs. Vanhorn, Long, and Morrison. Naves: Norton, Thompson, Breen, Stone, Gallahar and Kohls. Motion failed.

The Board members requested that this item be put back on next month’s agenda.

MICHAEL MATE/SAPULPA – REQUEST TO CHANGE PENSION FROM “SERVICE” TO “DISABILITY IN THE LINE OF DUTY”

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

RECEIVE & FILE:

1. Insurance Premium Tax - \$288,292.70 – June 2011
2. Merrill Lynch - \$267.75 – May 2011
3. Owest Securities Litigation - \$1,478.97 – May 2011
4. BNY ConVerGex - \$1,022.71 – June 2011

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

ROBERT JONES/EXECUTIVE DIRECTOR REPORT:

Mr. Jones said he had nothing to report.

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

Motion was made by Mr. Morrison and seconded by Mr. Long to approve travel to Chicago, July 18-20, 2011 for Mr. Jones. Ayes: Messrs. Thompson, Vanhorn, Norton, Long, Kohls, Breen, Stone, Morrison, Gallahar, and Garrett. Nays: None. Motion carried.

QUESTIONS & COMMENTS FROM BOARD MEMBERS & AUDIENCE:

Mr. Garrett said he had attended the INCEPERS conference and would encourage the Board members to attend.

NEW BUSINESS:

NEXT MEETING DATE:

The Oklahoma Firefighters Pension and Retirement Board will meet July 15, 2011 at 8:30 A.M. at the Lincoln Plaza Office Building at 4545 N. Lincoln Blvd., Oklahoma City, OK.

ADJOURNMENT:

Chairman Bert Norton adjourned the Board meeting at 11:40 A.M.

Submitted by Terri L. Williams, Executive Secretary.

CONSENT AGENDA
June 17, 2011

CHECKS TERMINATED IN MAY 2011:

| | | |
|---------------|---|----------|
| ALTUS | EDDIE E. WILLIAMSON | DECEASED |
| COMMERCE | GERALD W. ALLGOOD | DECEASED |
| ENID | KATHERYN SCHMIDT (CHILD OF JAKIE SCHMIDT) | DECEASED |
| EUFAULA | MINNIE O'REILLY | DECEASED |
| GRACEMONT | MILDRED H. MCMILLAN | DECEASED |
| HELENA | JAMES F. SCHALLNER | DECEASED |
| HUGO | RUTH GERMAN | DECEASED |
| LAWTON | DOROTHY SULLIVAN | DECEASED |
| LAWTON | LILA DEAN | DECEASED |
| LINDSAY | NORMA COOPER | DECEASED |
| MARIETTA | AGNES M. ANDERSON | DECEASED |
| MULDROW | EMMA J. FARMER | DECEASED |
| NEWCASTLE | SAM MURFIN | DECEASED |
| OKLAHOMA CITY | BETTY WATKINS | DECEASED |
| PAWNEE | FERN KARRAKER | DECEASED |
| PONCA CITY | WILLIAM J. MARCHESONI | DECEASED |
| PONCA CITY | DOLORES KIMMEL | DECEASED |
| SAYRE | MILDRED I. MILLER | DECEASED |
| SHAWNEE | WINNIE LYON | DECEASED |
| TULSA | MARGARET KELLY | DECEASED |
| TULSA | KENNETH PFLEGGER | DECEASED |
| TULSA | THERESA PARRETT (QDRO OF KENNETH PFLEGGER) | DECEASED |
| VELMA | ELNA O. OSSENBECK | DECEASED |
| WAYNOKA | KAREN FERGUSON | DECEASED |
| WYNNEWOOD | BILLY E. TAYLOR | DECEASED |
| YUKON | DEVIN L. NEMECEK | DECEASED |

\$5,000.00 DEATH BENEFIT:

| | |
|---------------|---|
| BOSWELL | KRISTY LANKFORD, WIDOW OF LARRY LANKFORD |
| COLBERT | VIRGNIA PARRISH, WIDOW OF RICHARD F. PARRISH |
| COUNCIL HILLS | HAMPTON FUNERAL HOME ON BEHALF OF RONALD SHINPOCH |
| HOLLIS | HARMON FUNERAL HOME ON BEHALF OF CLYDE WHITMAN |
| LAMONT | DELORES I. PAMETICKY, WIDOW OF HARVEY E. PAMETICKY |

| | |
|-----------|--|
| LAWTON | BECKER FUNERAL HOME ON BEHALF OF CHARLES T. TAYLOR |
| SKIATOOK | DOROTHY J. PIPPIN, WIDOW OF JOHN W. PIPPIN |
| TULSA | TONI SMITH, HEIR OF KENNETH PFLEGGGER |
| WYNNEWOOD | DEARMAN FUNERAL HOME ON BEHALF OF BILLY TAYLOR |

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

| <u>CITY</u> | <u>APPLICANT</u> |
|--------------|-----------------------|
| ALTUS | JONATHAN P. HAZELWOOD |
| BROKEN ARROW | JAMES L. ANNAS JR. |
| BROKEN ARROW | JESTON J. CRUTCHFIELD |
| BROKEN ARROW | JASON HELLER |
| BROKEN ARROW | JAMIE MIKISH |
| BROKEN ARROW | TREVOR MORGAN |
| GUTHRIE | DUSTIN BOWMAN |
| HUGO | STEVEN BROADRICK |
| OWASSO | ARAMI GOLDSTEIN |
| WALTERS | JOSHUA RUSSELL |

APPLICATION FOR SURVIVING SPOUSE:

| <u>EFFECTIVE DATE</u> | <u>CITY</u> | <u>APPLICANT</u> |
|-----------------------|-------------|---|
| 05/24/2011 | PUTNAM | LANNY G. WHITACRE, WIDOWER OF MARILYN WHITACRE (Deceased 5/23/2011) |

APPLICATION FOR SURVIVING SPOUSE FOR CONTINUATION:

| <u>EFFECTIVE DATE</u> | <u>CITY</u> | <u>APPLICANT</u> |
|-----------------------|---------------|---|
| 06/01/2011 | JET | SHIRLEY SHAKLEE, WIDOW OF Jerry Shaklee |
| 06/01/2011 | MUSKOGEE | BETTY L. STURM, WIDOW OF Donald K. Sturm |
| 06/01/2011 | OKLAHOMA CITY | KATHERINE BRYAN, WIDOW of Harold P. Bryan |

APPLICATION FOR SERVICE PENSION:

| <u>EFFECTIVE DATE</u> | <u>CITY</u> | <u>APPLICANT</u> |
|------------------------------|--------------------|-------------------------|
| 05/18/2011 | AGRA | LOWELL W. BOTTGER |
| 02/03/2011 | AMES | GENE I. COTTOM |
| 05/15/2011 | AMES | GARY L. DETRICK |
| 06/01/2011 | ANADARKO | RICHARD A. BENNETT JR. |
| 06/01/2011 | ANADARKO | PAUL W. HINCHEY |
| 06/01/2011 | COLLINSVILLE | MARK A. EHNEN |
| 06/01/2011 | ELK CITY | GARY D. NIX |
| 06/01/2011 | ELK CITY | COLBY G. SNODGRASS |
| 12/30/2010 | GARBER | DAVID W. STUART |
| 06/12/2011 | INDIAHOMA | LELAND FREUND |
| 06/12/2011 | INDIAHOMA | GLENN J. LONETREE |
| 06/12/1011 | INDIAHOMA | TAD LOVELACE |
| 05/21/2011 | LUTHER | STEVA M. PICKLE |
| 06/01/2011 | MORRIS | JOHNNIE L. WILEY |
| 06/01/2011 | NORMAN | DENNIS R. SUBLETT |
| 06/01/2011 | OKLAHOMA CITY | MICHAEL D. JACKSON |
| 06/01/2011 | TECUMSEH | JIMMY H. STOKES |

APPLICATION FOR VESTED BENEFIT:

| <u>EFFECTIVE DATE</u> | <u>CITY</u> | <u>APPLICANT</u> |
|------------------------------|--------------------|-------------------------|
| 02/10/2014 | KREMLIN | MICHAEL R. SKAGGS |

REFUND OF CONTRIBUTIONS:

| <u>APPLICANT</u> | <u>CITY</u> | <u>HIRED</u> | <u>TERMINATED</u> |
|-------------------------|--------------------|---------------------|--------------------------|
| SCOTT YELTON | OKLAHOMA CITY | 02/04/2000 | 06/09/2011 |
| CLINT CHRISTENSEN | SWODA | 02/20/2003 | 03/31/2011 |
| JAMES E. TOLSON | SWODA | 06/24/2008 | 03/31/2011 |
| NORDIA C. JARRETT | TULSA | 08/01/2008 | 05/25/2011 |
| FREDDIE W. HARRIS | WEWOKA | 05/30/2001 | 09/04/2010 |

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

PUSHMATAHA SOBOL COUNTY FD