

CORRECTED
MINUTES
BOARD OF TRUSTEES
OKLAHOMA MUNICIPAL RETIREMENT FUND
September 28, 2018

1. Call To Order

The Board of the Oklahoma Municipal Retirement Fund met at the Hard Rock Hotel & Casino, Catoosa, Oklahoma, on September 28, 2018, at 10:45 a.m. with Chair Doolen presiding. On roll call, the following members were present:

BOARD OF TRUSTEES

Chair: Donna Doolen, Finance Director, City of Ada
Vice-Chair: Robert Johnston, City Manager, City of Frederick
Secretary: Robert Park, Retiree, City of Sallisaw
Treasurer: Jim Luckett, Jr., Retiree, City of Thomas
Members: Joe Don Dunham, City Manager, City of Alva
Tamera Johnson, Human Resources Director, City of Shawnee
Melissa Reames, Assistant City Manager & Chief Financial Officer, City of Stillwater

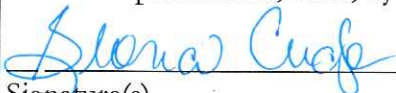
OTHERS PRESENT:

OkMRF Staff: Jodi Cox, CEO & Director
Chris Whatley, Plan Advisor & Portfolio Strategist
Katie Girardi, Plan Administrator

Others: George Tarlas, ACG

Doolen welcomed everyone and called the meeting to order.

NOTICE: The agenda for the September 28, 2018, meeting was posted in Columbus Square, Oklahoma City, Oklahoma and the Hard Rock Hotel & Casino in Catoosa, Oklahoma, by 10:00 a.m. on September 27, 2018, by Gloria Cudjoe & Katie Girardi.


Signature(s)

2. Approval of Consent Agenda

The following items were presented under the consent agenda.

A. Minutes of August 30, 2018 Meeting(s)

B. Monthly Valuation of Fund Assets by Custodian

Option	Value by Fund
Defined Benefit	\$584,963,156.93
International Investment Equity	\$ 8,723,406.05
Aggressive Equity	\$ 22,083,271.62
Real Assets Fund	\$ 466,141.75
Global Equity	\$ 6,588,275.92
Growth and Value Equity	\$ 21,713,474.39
S & P 500 Index	\$ 28,037,276.48
Target Retirement 2060	\$ 1,448,288.11
Target Retirement 2055	\$ 3,315,855.07
Target Retirement 2050	\$ 6,281,137.76
Target Retirement 2045	\$ 8,918,687.57
Target Retirement 2040	\$ 12,992,441.72
Target Retirement 2035	\$ 18,028,487.76
Target Retirement 2030	\$ 21,714,056.24
Target Retirement 2025	\$ 35,559,569.59
Target Retirement 2020	\$ 33,776,325.15
Target Retirement Income	\$ 21,373,985.80
Total Yield Bond Fund	\$ 5,392,796.92
Bond Index	\$ 11,359,050.58
Voya Fixed Plus III	\$ 35,389,805.71
Loan Portfolio	\$ 8,320,911.11
Self Directed Brokerage	\$ 115,232.78
Total Assets	\$896,561,635.01

C. Purchases and Sales of Assets

**D. Administrative Expenses and Fees
Expenses and Fees for September**

Actuary & Recordkeeping	\$40,154
Administration	90,057
Attorney	3,950
Audit	3,500

Board Travel	2,878
Employer Directed Expense	1,470
Insurance	0
Investment Advisors	0
Custodial	10,814
Investment Consultant	0
Public Relations	738
Representative Travel	<u>2,670</u>
EXPENSES	<u>\$156,231</u>

E. Benefit Payments and Contribution Refunds

Motion made by Lockett, seconded by Dunham to approve all items on the Consent Agenda.

Motion carried: AYE: Doolen, Dunham, Johnson, Johnston, Lockett and Reames

NAY: None

3. Consideration and Possible Action of Items Removed from the Consent Agenda

No action taken.

4. Comments from Public

None.

5. Consideration and Possible Action Regarding Investment Committee Report

A. ACG: Review and Discussion of Monthly ASAP Reports

Tarlas briefly reviewed the DB ASAP report. The return for the DB portfolio has outperformed policy index by 50 basis points in the past month and 140 basis points year-to-date. Also, noting that with the outperformance, the 10-year standard deviation was lower than the policy index. Whatley mentioned outperformance of the DB portfolio over the policy index for all listed time periods. Tarlas praised the Board's hard work and willingness to keep an open mind towards different strategies.

Tarlas reviewed the DC ASAP report noting diversification components are improving in a growing volatile market. ACG will be meeting with Artisan to discuss organizational movement prior to OkMRF's due diligence trip in a couple weeks. Tarlas did not see this movement as a pivotal component to the portfolio. Tarlas commented on shuffling happening in the S&P 500's Global Industry Classification Standard (GICS). He did not see the small percentage of names being reshuffled having a large impact on the SSgA fund.

C. Consideration and Possible Action on Reallocation and/or Rebalancing of Assets Among Investment Managers

Cox reviewed ACG's proposed rebalancing recommendation to redeem \$3 million from SSgA S&P 500 to fund remaining 2018 DB pension payments and \$50 thousand from JP Morgan Real Estate portfolio to pay administrative expenses.

Motion made by Luckett, seconded by Johnson to approve redemption of portfolio assets as recommended by ACG.

Motion carried: AYE: Doolen, Dunham, Johnson, Johnston, Luckett,
Park and Reames

NAY: None

6. **Consideration and Possible Action Regarding Administrative Committee Report**

No action taken.

7. **Consideration and Possible Action Regarding Contract Committee Report**

No action taken.

8. **Consideration and Possible Action Regarding Trustee Election Results**

Cox reported the election results for District 1: Ed Tinker-8 votes, Mark Whinnery-2 votes and Rachele McGowen-1 vote.

Motion made by Luckett, seconded by Johnson to approve the results of the District 1 election.

Motion carried: AYE: Doolen, Dunham, Johnson, Johnston, Luckett,
Park and Reames

NAY: None

9. **Receive Report on Newly Adopted or Amended OkMRF Member Plans**

Whatley reported on the plan changes for Miami, Bokchito, Gore and Union City. Cox reported on a new member, Oklahoma Municipal Management Services (OMMS).

10. **OkMRF Staff Report**

Cox reported on the following items:

- Extended congratulations to Johnson, Dunham and Girardi on receiving confirmation on the International Foundation Certificate of Achievement in Public Plan Policy (CAPPP®) certification program.
- Due Diligence trip to ACG offices, set for October 9-11, 2018 for Cox, Girardi, Luckett, Reames, Dunham and Johnson.
- At October's meeting, Amundi Pioneer will be presenting, officers will be elected and proposed 2019 calendar will be adopted.
- Thanked trustees for assistance at OML conference and continued support.

11. **New Business**

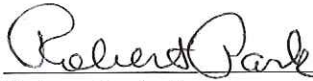
None.

12. **Trustee/Member Comments**

Tarlas acknowledged Board and Staff's commitment over the past 15 years and looks forward to future with OkMRF.

13. **Adjourn**

With no further business to conduct meeting adjourned.



Robert Park, Secretary



Donna Doolen, Chair

Respectfully submitted by:



Katie Girardi