

MINUTES
**SPECIAL MEETING OF THE BOARD OF TRUSTEES OF THE OKLAHOMA
MUNICIPAL RETIREMENT FUND AND THE INVESTMENT COMMITTEE OF
OKLAHOMA MUNICIPAL RETIREMENT FUND**
February 28, 2018

1. Call To Order

The Investment Committee of the Oklahoma Municipal Retirement Fund met at Oklahoma Municipal Retirement Fund Offices, Oklahoma City, Oklahoma on February 28, 2018, at 1:30 p.m. with Investment Chair Luckett, Jr. presiding. On roll call the following members were present.

BOARD OF TRUSTEES PRESENT

Investment Committee: Jim Luckett, Jr., Retiree, City of Thomas
 Robert Park, Retiree, City of Sallisaw (*via conference call*)
 Ed Tinker, Retiree, City of Glenpool

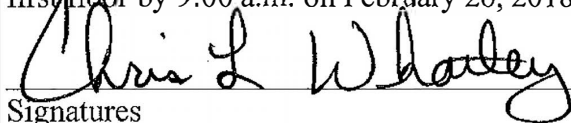
Chair: Donna Doolen, Finance Director, City of Ada
 Joe Don Dunham, City manager, City of Alva

OTHERS PRESENT:

OkMRF Staff: Jodi Cox, Executive Director and CEO
 Chris Whatley, Plan Advisor and Portfolio Strategist
 Katie Girardi, Plan Advisor
 Rhnea Stewart, Fund Accountant

Others: Haley Rives, Asset Consulting Group
 Tom Janisch, Asset Consulting Group

NOTICE: The agenda for the February 28, 2018, meeting was posted in the Columbus Square, first floor by 9:00 a.m. on February 26, 2018, by Chris Whatley.



Signatures

Investment Committee Chair, Lockett, extended a welcome to all in attendance and called the meeting to order.

2. Conduct Detailed DB Long/Short Portfolio Review

Janisch reviewed the timeline for the long/short portfolio transition from the Conway to the K2 platform as well as the proposed reinvestment time horizon for this transition. Whatley asked about the timing and notifications of dollars coming from the losing platform. Janisch stated that while the explanatory memos state managers can take up to 34 days to send proceeds, he feels confident proceeds will be received in approximately 15 days. He further stated there is some flexibility with the gaining platform on reinvestment of the dollars just in case the first of the month deadline, as stated in the documents, is not met. Janisch and Rives reviewed the construction of the long/short portfolio. Janisch focused on each manager's "fit" within their stated objective of moderate, opportunistic and long bias net exposure. Janisch then reviewed each underlying manager's portfolio and statistics. Janisch highlighted to the Board that two of the three managing directors were leaving White Elm Capital. ACG is conducting their due diligence on this firm's departures and will report back to the Committee and Board of Trustees. He wrapped up commenting on the overall portfolio return.

3. Discuss and Develop a Recommendation for Board Action to Rescind August 25, 2017, Action Item 7.B. to Add Bridger Swiftcurrent Fund to the DB Long/Short Portfolio

Motion by Tinker, seconded by Lockett, to recommend to the OkMRF Board of Trustees to rescind the August 25, 2017, action item 7.B. to add the Bridger Swiftcurrent Fund to the DB long/short portfolio.

Lockett: Yes

Tinker: Yes

4. Discuss and Develop a Recommendation for Board Action Regarding Addition of Suvretta to the DB Long/Short Portfolio

Janisch reviewed the manager Suvretta. Janisch described the manager's investment style as both long-term fundamental and short-term opportunistic. Cox asked what differentiates this manager from others within the long/short portfolio. Janisch gave two reasons. First, this manager focuses on sectors and not stocks. This allows the manager to find areas of the economy that are performing well and then identify companies within that particular area of the economy. Second, Suvretta has a unique ability to take opportunistic positions quickly with a proven track record. Janisch highlighted Suvretta's statistics, reiterating this manager compliments the other underlying managers within the long/short portfolio construct.

Motion by Tinker, seconded by Lockett, to recommend to the OkMRF Board of Trustees to add Suvretta as a manager in the DB Long/Short Portfolio.

Lockett: Yes

Tinker: Yes

5. Discuss and Develop a Recommendation for Board Action on ACG Rebalance to Include Two (2) Underlying Long/Short Managers

Rives reviewed the rebalancing spreadsheet and the reasoning behind each recommended money movement within the proposed rebalancing. Cox asked why ACG recommended additional assets be

awarded to Southpoint in the long/short portfolio as opposed to another long/short manager. Janisch explained it was because of their steady and consistent returns.

Motion by Tinker, seconded by Luckett, to accept the rebalance as presented by ACG.

Luckett: Yes

Tinker: Yes

6. Conduct Semi-Annual Investment Performance Review and Receive Quarterly Performance Report for December 31, 2017, as Presented by Asset Consulting Group

Rives began her review with an overview of the Defined Benefit (DB) portion of the quarterly performance report. She highlighted important benchmark statistics that the DB fund is measured against and the positive progress OkMRF has made throughout the years with ACG. She pointed out the 10-year return number is 6.16% (which includes 2008); noting the past 9-year period is a 10.6% return year over year without the 2008 dismal market returns. She also pointed out that risk/return measures continue to improve. When compared to peers, the DB fund is in the top quartile over the last 3-year period and top 33% over the last 5-year period. Rives then reviewed the individual manager statistics, characteristics and performance.

Rives continued with the Defined Contribution (DC) portfolio quarterly performance report. The performance of the DC portfolio has the same trends as the DB portfolio. She reviewed the unique individual managers in the DC portfolio highlighting statistics, characteristics and performance.

Motion by Tinker, seconded by Luckett, to receive the report as presented by ACG.

Luckett: Yes

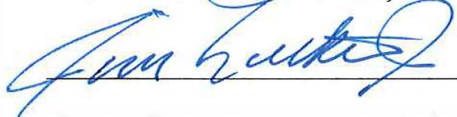
Tinker: Yes

7. New Business

None

8. Adjourn

With no further discussion, meeting adjourned at 3:35 p.m.



Jim Luckett, Jr., Investment Chair



Donna Doolen, Chair

Respectfully submitted by:



Chris L. Whatley