

MINUTES
**SPECIAL MEETING OF THE BOARD OF TRUSTEES OF THE OKLAHOMA
MUNICIPAL RETIREMENT FUND AND THE INVESTMENT COMMITTEE OF
OKLAHOMA MUNICIPAL RETIREMENT FUND**
March 5, 2019

1. Call To Order

The Investment Committee of the Oklahoma Municipal Retirement Fund met at Oklahoma Municipal Retirement Fund Offices, Oklahoma City, Oklahoma on March 5, 2019, at 8:40 a.m. with Chair Doolen calling the meeting to order due to quorum. On roll call the following members were present.

BOARD OF TRUSTEES PRESENT

Investment Committee: Jim Lockett, Jr., Retiree, City of Thomas
Robert Park, Retiree, City of Sallisaw
Ed Tinker, Retiree, City of Glenpool

Others: Donna Doolen, Finance Director, City of Ada
Joe Don Dunham, City Manager, City of Alva *(arrived at 8:45 a.m.)*
Tammy Johnson, Retiree, City of Shawnee
Robert Johnston, City Manager, City of Frederick
Melissa Reames, Assistant City Manager & Chief Financial Officer, City of Stillwater *(arrived at 8:45 a.m.)*

OTHERS PRESENT:

OkMRF Staff: Jodi Cox, Executive Director and CEO *(arrived at 8:45 a.m.)*
Katie Girardi, Plan Advisor
Rhnea Stewart, Fund Accountant

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

NOTICE: The agenda for the March 5, 2019, meeting was posted in the Columbus Square, first floor by 8:30 a.m. on March 1, 2019, by Catherine McCartney.



Signatures

Investment Committee Chair, Luckett, extended a welcome to all in attendance and presided over the meeting.

2. Conduct Semi-Annual Investment Performance Review and Receive Quarterly Performance Report for December 31, 2018, as Presented by Asset Consulting Group

Rives began with a review of the performance vs. objectives for the Defined Benefit (DB) Plan. Over the five (5) year period, three (3) out of four (4) of the objectives were met. At the ten (10) year period, all four (4) objectives were met. Noting the 10-year annualized total return of 8.95% exceeded the actuarial interest assumption of 7.25% with a 35% percentile ranking to a universe of portfolios with similar allocations. Selective managers' returns and percentile rankings were reviewed.

The white-label Defined Contribution (DC) investment options were reviewed with their respective performance compared to peers. Rives stated that returns were in-line with expectations. Returns were challenged during the shorter-term periods, yet value was being added.

3. Conduct DB Long/Short Portfolio Review

Janish provided a review of the long/short portfolio. The opportunistic net exposure categories were identified for each manager, noting good diversity by region, sector, market cap and idea generation. The overall portfolio had a net exposure of 67% at the end of month with very limited concentration/overlapping of holdings in the same company. During the past four and a half years (4 ½), this newer allocation has protected in seventeen (17) out of twenty (20) negative market periods but somewhat lacking in the upswing markets.

4. Discuss and Develop a Recommendation for Board Action Regarding Recommendation from ACG Rebalancing of Long/Short Portfolio to Include Additional Underlying Long/Short Managers

Janish reviewed information for adding three (3) additional managers to the long/short portfolio. The fund descriptions and characteristics were reviewed and discussed.

Motion by Tinker, seconded by Luckett, to recommend to the OkMRF Board of Trustees to rebalance and include three (3) additional managers to the underlying long/short portfolio as recommended by ACG as follows:

Redmile Capital	\$2 million
SQN Investors	\$2 million
White Elm Capital	\$4 million

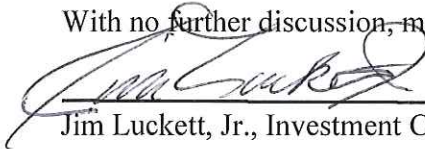
Luckett: Yes

Tinker: Yes

Parks: Yes

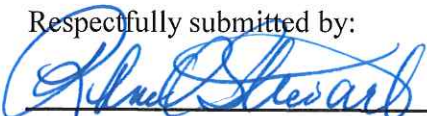
5. Adjourn

With no further discussion, meeting adjourned at 9:55 a.m.


Jim Luckett, Jr., Investment Chair


Donna Doolen, Chair

Respectfully submitted by:


Rhnea O. Stewart