

MINUTES
BOARD OF TRUSTEES
OKLAHOMA MUNICIPAL RETIREMENT FUND
April 30, 2021

1. Call To Order

The Board of the Oklahoma Municipal Retirement Fund met at Oklahoma Municipal Retirement Fund Offices, Oklahoma City, Oklahoma, on April 30, 2021, at 10:02 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 (*via telephone*)
Vice-Chair: Robert Johnston, City Manager, City of Clinton
Treasurer: Jim Luckett, Jr., Retiree, City of Thomas
Secretary: Robert Park, Retiree, City of Sallisaw (*arrived at 10:09 a.m.*)
Members: Joe Don Dunham, City Manager, City of Guymon (*via video*)
Tamera Johnson, Retiree, City of Shawnee (*via video*)
Tim Rooney, City Manager, City of Mustang (*via video*)
Melissa Reames, Deputy City Manager & Chief Financial Officer, City of Stillwater (*via video*)
Ed Tinker, Retiree, City of Glenpool (*via telephone, joined at 10:47 a.m.*)

OTHERS PRESENT:

OkMRF Staff: Jodi Cox, CEO & Director (*via video*)
Chris Whatley, Plan Advisor & Portfolio Strategist
Rhnea Stewart, Fund Accountant (*via telephone*)

OkMRF Attorney: David Davis (*via video*)

Others: Kevin Moore, ACG (*via video*)
Sean Sullivan, Dean Actuaries (*via video*)
Jeffrey Braemer, TimesSquare (*via video*)
Grant Babyak, TimesSquare (*via telephone*)
Gar Chung, Financial Investment News (*via video*)
Rowen Descallar, Pagent Media (*via video*)

Whatley opened the meeting with prayer and Cox led the Pledge of Allegiance.

Doolen welcomed everyone and called the meeting to order.

NOTICE: The agenda for the April 30, 2021 meeting was posted in Columbus Square, Oklahoma City, Oklahoma, by Gloria Cudjoe by 10:00 a.m. on April 29, 2021.



Signature(s)

2. Approval of Consent Agenda

The following items were presented under the consent agenda.

A. Minutes of March 26, 2021 Meeting(s)

B. Monthly Valuation of Fund Assets & Unit Values by Custodian

Option	Value By Fund
Defined Benefit	\$ 716,779,518.21
International Investment Equity	\$ 9,784,475.71
Aggressive Equity	\$ 22,805,215.51
Real Assets Fund	\$ 412,991.37
ESG US Stock Fund	\$ 1,079,749.21
Global Equity	\$ 10,228,203.68
Growth and Value Equity	\$ 25,982,377.15
S & P 500 Index	\$ 35,205,660.09
Target Retirement 2065	\$ 140,083.27
Target Retirement 2060	\$ 4,806,239.65
Target Retirement 2055	\$ 6,751,817.92
Target Retirement 2050	\$ 11,545,103.97
Target Retirement 2045	\$ 14,781,469.13
Target Retirement 2040	\$ 19,714,082.51
Target Retirement 2035	\$ 26,521,592.76
Target Retirement 2030	\$ 30,985,409.28
Target Retirement 2025	\$ 44,503,808.22
Target Retirement 2020	\$ 33,367,305.98
Target Retirement Income	\$ 22,858,954.10
Total Yield Bond Fund	\$ 6,769,851.63
Bond Index	\$ 16,811,834.44
Voya Fixed Plus III	\$ 43,086,095.30
Loan Portfolio	\$ 8,130,751.64
Self Directed Brokerage	\$ 225,129.18
Total Assets	\$ 1,113,277,719.91

C. Purchases and Sales of Assets

D. Administrative Expenses and Fees

Expenses and Fees for April

Actuary & Recordkeeping	\$49,782.03
Administration	92,732.97
Attorney	4,250.00
Audit	0.00
Board Travel	352.15
Employer Directed Expense	408.00
Insurance	0.00
Investment Advisors	181,055.30
Custodial	10,070.02
Investment Consultant	31,734.23
Public Relations	700.00
Representative Travel	779.94
EXPENSES	<u>\$371,864.64</u>

E. Benefit Payments and Contribution Refunds

F. Acknowledgement and Receipt of First Amendment to Amended and Restated Declaration of Trust for JPMorgan Strategic Property Fund Effective December 1, 2020

G. Acknowledgement and Receipt of PIMCO Real Assets Amended and Restated Declaration of Trust Effective March 1, 2021

H. Acknowledgement and Receipt of Amended and Restated Offering Memorandum for Harding Loevner Collective Investment Trust Effective April 1, 2021

Motion made by Luckett, seconded by Johnston to approve all items on the Consent Agenda.

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

NAY: None

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

No action taken.

4. **Comments from the Public**

None.

5. **Consideration and Possible Action to Authorize Staff, as Trust Administrator, to Respond to the Open Records Request Asking for Confidential Information from the City of Eufaula's Pension Records**

Davis summarized the open records request received related to specific pension records considered confidential. In his opinion, OkMRF is not required to release the specific confidential and personal information that could cause harm to participants; therefore, his recommendation is to deny certain records as requested but provide limited information.

Motion made by Rooney, seconded by Dunham to authorize staff to respond to the Open Records request related to the City of Eufaula by providing information of retirement and pension status of the named individuals but withholding the amounts of pension payments as an unwarranted invasion of privacy of the individuals.

Motion carried:

AYE: Doolen, Dunham, Johnson, Johnston, Lockett, Reames and Rooney

NAY: None

6. **Dean Actuaries, LLC: Consideration and Possible Acceptance of the Summary of GASB Accounting Results June 30, 2021 – Sean Sullivan**

Sullivan presented an overview of the actuarial valuations under GASB 68 and results for the fiscal years ending on or before July 1, 2021. Sullivan reviewed the general rules for the discount rate determination and noted two (2) members facing possible depletions. CEO worked with these members and received written plans to address funding issues to avoid depletions. A discount rate letter was provided to CEO for the Members and their respective auditors. In conclusion, all Members that faithfully contribute their actuarially determined contribution rate should not face a projected depletion date.

Motion made by Lockett, seconded by Park to accept the Summary of GASB Accounting Results for fiscal years ending on or before effective July 1, 2021, as prepared by Dean Actuaries, LLC.

Motion carried:

AYE: Doolen, Dunham, Johnson, Johnston, Lockett, Park, Reames and Rooney

NAY: None

7. **TimesSquare: Annual Update from Investment Managers – Jeffrey Braemer and Grant Babyak**

Braemer provided a brief overview of TimesSquare's focus on governance as related to performance. Babyak reviewed performance of the portfolio with returns being dominated by sectors of technology, healthcare and consumer discretionary goods. Babyak predicts upward trends on consumer spending, home purchases and major ticket items with some under currents of inflation. Returns for calendar year 2020 were strong. First quarter of 2021 returns were somewhat slow, but April 2021 results are projected to be strong.

8. Consideration and Possible Action Regarding Investment Committee Report

A. ACG: Review of Monthly ASAP Reports

Moore began presentation by announcing that ACG was once again recognized by Greenwich Associates as a 'Best in Class' for being a quality leader in investment consulting and quality service. He also announced the next quarterly educational webinar is on June 3rd with the topic being behavioral finance.

The gross domestic product (GDP) of 6.4% was released with additional broad economic favorable indicators being announced. Markets are reacting favorably, but inflationary indicators are on the watch list.

DB quarterly returns look good and strong at 3.07%. Moore provided a brief overview of each investment allocation, noting all allocations are performing as expected within the portfolio. DC investment option returns are as expected, with the ESG U.S. Stock fund exhibiting a strong quarter. Moore noted ESG investing will be a topic at the retreat.

B. Consideration and Possible Action on Reallocation and/or Rebalancing of Assets Among Investment Managers as Recommended by the Investment Committee

No action taken.

9. Consideration and Possible Action Regarding Administrative Committee Report

A. Consideration and Possible Action Regarding Executive Director Review as Recommended by Administrative Committee

Johnston, Administrative Committee Chair, referred to the CEO's memo providing an overview of accomplishments for fiscal year 20-21, requesting comments. If other Board members have input regarding goals for the upcoming fiscal year of 21-22, please submit to the Administrative Committee.

Cox highlighted the major accomplishments from her perspective: HIIQ class lawsuit and settlement; COVID tracker; swift implementation of CARES and SECURES Act for DC participants; and Oklahoma Statutes, SB 661 and SB 1031 implementation for virtual meetings within the open meeting records act.

10. Consideration and Possible Action Regarding Contract Committee Report

No action taken.

11. Receive Report on Newly Adopted or Amended OkMRF Member Plans

Whatley reported on plan changes for the OkMRF members.

12. OkMRF Staff Report

Whatley reported on the following:

- TexPERS Conference is coming up at the end of May and one registration is still available for a Trustee to attend.

Stewart reported on the following:

- Auditors completed their fieldwork for the GASB 68 audits.

Cox reported on the following items:

- Amundi will be presenting next month.
- Administrative Committee will meet Wednesday, May 26, 2021, in-person to review and discuss the fiscal year 21-22 budget and goals.
- Trustee election nominations for District 5 and 6 will be open until Jun 30, 2021.

- Trustee Retreat June 24, 2021, reminded Trustees to provide physical address of where they will be participating from.
- Sizes for promotional order are needed.
- Oklahoma Public Funds Trustee Education Conference will be held at Shangri-La, September 29 through October 1, 2021.

Davis reported on the following items:

- Referred to a memo on the prudent investor rules and requested this be a topic for discussion at the Virtual Trustee Retreat on June 24, 2021.
- Oklahoma Governor Stitt is expected to cease the executive emergency order of the pandemic crisis next week. A memo has been issued to Cox with an outline of the changes pertaining to open meeting statutes.

13. New Business

None.

14. Trustee/Member Comments

Tinker and spouse issued an invitation for a hamburger feed at his property during the Oklahoma Public Funds Trustee Education Conference in Shangri-La.

Lockett reported on information obtained while attending the OPAL Conference related to ESG investing, dealing with climate change and the addition of the newest component of social justice.

15. Adjourn

With no further business to conduct meeting adjourned.


Robert Park, Secretary

On behalf of Robert Park


Donna Dooler, Chair

