



OKLAHOMA MUNICIPAL RETIREMENT FUND COMMITTEE MEETING AGENDA

A Special Meeting of the Board of Trustees of the Oklahoma Municipal Retirement Fund and the Contract Committee of the Oklahoma Municipal Retirement Fund has been called for Friday, March 25, 2022 at 9:30 a.m.

The meeting will be held at 1001 NW 63rd St., Suite 260, Oklahoma City, OK and the following items will be considered:

March 25, 2022

The Committee is a fact-finding body made up of three (3) Board of Trustee Members. The Committee's sole purpose is to conduct investigative research and gather information to develop recommendations for Board consideration and possible action. No official Board action can be taken at the Committee level.

1. Call to Order
2. Review of Vendor Evaluations
3. Discuss and Develop Recommendation for Board Action Regarding Renewal of Fiduciary Liability, Excess Fiduciary Liability and Crime Insurance Policies
4. Discuss and Develop Recommendation for Board Action Regarding Annual Audit Engagement Letter
5. Discuss and Develop Recommendation for Board Action Regarding GASB 68 Engagement Letters
6. New Business
7. Adjourn

**Posted by 9:30 a.m. March 23, 2022
1001 NW 63rd Street, 1st Floor
Oklahoma City, OK 73116**

| Actuary Evaluation | |
|-------------------------------------------------------------|---------------|
| Dean Actuaries, LLC | |
| Key Criteria | Rating |
| 1. Has demonstrated experience in their fields of expertise | 5 |
| 2. Knowledge of OkMRF | 5 |
| 3. Knowledge of investments | 4 |
| 4. Knowledge of current/relevant laws | 4 |
| 5. Breadth of resources | 3 |
| 6. Cooperation with Board and Staff | 4 |
| 7. Quality of research and analysis | 5 |
| 8. Clarity and usefulness of advice | 4 |
| 9. Helps board define plan assumptions | 5 |
| 10. Knowledge of benefits, plan designs, etc. | 5 |
| 11. Delivers Quality service | 4 |
| 12. Sets/meets deadlines | 4 |
| 13. Dependability | 4 |
| 14. Responsiveness to requests | 4 |
| 15. Proactive assistance | 3 |
| 16. Creative | 4 |
| 17. Efficient | 4 |
| 18. Values our business | 4 |
| 19. Details on invoices | 4 |
| 20. Charges a fair price | 4 |
| 21. Delivers value for fee | 4 |
| Average Rating | 4.14 |

| Auditor Evaluation | |
|-------------------------------------------------------------|---------------|
| Finley & Cook, LLC | |
| Key Criteria | Rating |
| 1. Has demonstrated experience in their fields of expertise | 5 |
| 2. Knowledge of benefits | 4 |
| 3. Knowledge of current/relevant laws | 5 |
| 4. Breadth of resources | 4 |
| 5. Cooperation with Board and Staff | 5 |
| 6. Clarity and usefulness of advice | 4 |
| 7. Conducts appropriate analysis | 4 |
| 8. Delivers Quality service | 4 |
| 9. Sets/meets deadlines | 4 |
| 10. Responsiveness to requests | 5 |
| 11. Efficient | 5 |
| 12. Values our business | 5 |
| 13. Charges a fair price | 4 |
| Average Rating | 4.46 |

| Consultant Evaluation | |
|-------------------------------------------------------------|---------------|
| Asset Consulting Group | |
| Key Criteria | Rating |
| 1. Has demonstrated experience in their fields of expertise | 5 |
| 2. Knowledge of benefits | n/a |
| 3. Knowledge of investments | 5 |
| 4. Knowledge of current/relevant laws | 5 |
| 5. Breadth of resources | 5 |
| 6. Cooperation with Board and Staff | 4 |
| 7. Quality of research and analysis | 5 |
| 8. Clarity and usefulness of advice | 4 |
| 9. Helps board define scope | 4 |
| 10. Conducts appropriate analysis | 4 |
| 11. Delivers Quality service | 5 |
| 12. Sets/meets deadlines | 4 |
| 13. Dependability | 5 |
| 14. Responsiveness to requests | 5 |
| 15. Proactive assistance | 5 |
| 16. Creative | 4 |
| 17. Efficient | 4 |
| 18. Values our business | 5 |
| 19. Details on invoices | n/a |
| 20. Charges a fair price | 4 |
| 21. Delivers value for fee | 4 |
| Average Rating | 4.53 |

| Recordkeeper Evaluation | |
|-------------------------------------------------------------|---------------|
| Voya Financial | |
| Key Criteria | Rating |
| 1. Has demonstrated experience in their fields of expertise | 5 |
| 2. Knowledge of OkMRF | 4 |
| 3. Knowledge of investments | 5 |
| 4. Knowledge of current/relevant laws | 5 |
| 5. Breadth of resources | 5 |
| 6. Cooperation with Board and Staff | 5 |
| 7. Quality of research and analysis | 4 |
| 8. Clarity and usefulness of advice | 4 |
| 9. Helps board define plan assumptions | n/a |
| 10. Knowledge of benefits, plan designs, etc. | 4 |
| 11. Delivers Quality service | 5 |
| 12. Sets/meets deadlines | 4 |
| 13. Dependability | 4 |
| 14. Responsiveness to requests | 4 |
| 15. Proactive assistance | 5 |
| 16. Creative | 5 |
| 17. Efficient | 4 |
| 18. Values our business | 5 |
| 19. Details on invoices | 4 |
| 20. Charges a fair price | 5 |
| 21. Delivers value for fee | 4 |
| Average Rating | 4.50 |

| Custodian Evaluation | |
|-------------------------------------------------------------|---------------|
| Northern Trust | |
| Key Criteria | Rating |
| 1. Has demonstrated experience in their fields of expertise | 5 |
| 2. Knowledge of OkMRF | 4 |
| 3. Knowledge of investments | 5 |
| 4. Knowledge of current/relevant laws | 4 |
| 5. Breadth of resources | 5 |
| 6. Cooperation with Board and Staff | 5 |
| 7. Quality of research and analysis | 4 |
| 8. Clarity and usefulness of advice | 4 |
| 9. Helps board define plan assumptions | n/a |
| 10. Knowledge of benefits, plan designs, etc. | n/a |
| 11. Delivers Quality service | 5 |
| 12. Sets/meets deadlines | 5 |
| 13. Dependability | 5 |
| 14. Responsiveness to requests | 4 |
| 15. Proactive assistance | 4 |
| 16. Creative | 4 |
| 17. Efficient | 4 |
| 18. Values our business | 5 |
| 19. Details on invoices | 4 |
| 20. Charges a fair price | 4 |
| 21. Delivers value for fee | 5 |
| Average Rating | 4.47 |



February 14, 2022

Board of Trustees
Oklahoma Municipal Retirement Fund
1001 NW 63rd Street, Suite 260
Oklahoma City, OK 73116

We are pleased to confirm our understanding of the services we are to provide Oklahoma Municipal Retirement Fund (the "Fund") for the years ending June 30, 2022, 2023, 2024, 2025, and 2026.

Audit Scope and Objectives

We will audit the financial statements of the Fund which comprise the statements of fiduciary net position (Defined Benefit and Defined Contribution Plans) as of June 30, 2022, 2023, 2024, 2025, and 2026, and the related statements of fiduciary net position (Defined Benefit and Defined Contribution Plans) for the years then ended, and the related notes to the financial statements. Accounting standards generally accepted in the United States (GAAP) provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the Fund's financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the Fund's RSI in accordance with auditing standards generally accepted in the United States (GAAS). These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by GAAP and will be subjected to certain limited procedures, but will not be audited:

1. Management's Discussion and Analysis
2. Schedule of Investment Returns

Audit Scope and Objectives, Continued

We have been engaged to report on supplementary information other than RSI that accompanies the Fund's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS and we will provide an opinion on it in relation to the financial statements as a whole.

- Analysis of Fund Ownership for Defined Contribution Plans

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditors' report that includes our opinion about whether your financial statements are fairly presented, in all material respects, in conformity with GAAP, and report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as whole. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the financial statements. The objectives also include reporting on internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.

Auditors' Responsibilities for the Audit of the Financial Statements

We will conduct our audit in accordance with GAAS; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and will include tests of accounting records and other procedures we consider necessary to enable us to express such opinion. As part of an audit in accordance with GAAS and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.

Auditors' Responsibilities for the Audit of the Financial Statements, Continued

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Fund or to acts by management or employees acting on behalf of the Fund. Because the determination of waste and abuse is subjective, *Government Auditing Standards* do not expect auditors to perform specific procedures to detect waste or abuse in financial audits nor do they expect auditors to provide reasonable assurance of detecting waste or abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and direct confirmation of receivables and certain assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We may also request written representations from your attorneys as part of the engagement.

Audit Procedures—Internal Control

We will obtain an understanding of the Fund and its environment, including internal control relevant to the audit, sufficient to identify and assess the risks of material misstatement of the financial statements, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards and *Government Auditing Standards*.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the Fund's compliance with provisions of applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance, and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

Other Services

We will also assist in preparing the Fund's financial statements, related notes, and supplementary information in conformity with GAAP based on information provided by you. These nonaudit services do not constitute an audit under *Government Auditing Standards* and such services will not be conducted in accordance with *Government Auditing Standards*. We will perform the services in accordance with applicable professional standards. The other services are limited to the financial statements, related notes, and supplementary information services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform a procedure or take an action that could be construed as assuming management responsibilities.

Responsibilities of Management for the Financial Statements

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for (1) designing, implementing, establishing, and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements and all accompanying information in conformity with GAAP; and for compliance with applicable laws and regulations, rules, and the provisions of contracts and grant agreements.

You are also responsible for making drafts of financial statements, all financial records, and related information available to us and for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers). You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) additional information that we may request for the purpose of the audit; and (3) unrestricted access to persons within the Fund from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the financial statements; compliance with laws, regulations, contracts, and grant agreements; and related matters.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Fund involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the Fund received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Fund complies with applicable laws, regulations, contracts, agreements, and grants. You are also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we report.

Responsibilities of Management for the Financial Statements, Continued

You agree to assume all management responsibilities for the financial statements and related notes, and supplementary information and any other nonaudit services we provide. You will be required to acknowledge in the management representation letter our assistance with preparation of the financial statements, related notes, and supplementary information and that you have reviewed and approved the financial statements, related notes, and supplementary information prior to their issuance and have accepted responsibility for them. Further, you agree to oversee the nonaudit services by designation an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of those services; and accept responsibility for them.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all cash, accounts receivable, or other confirmations we request and will locate any documents selected by us for testing.

We will provide copies of our reports to the Oklahoma State Auditor and Inspector; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of Finley & Cook, PLLC and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Finley & Cook, PLLC personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of 5 years after the report release date.

Dan Bledsoe is the engagement partner and is responsible for supervising the engagements and signing the reports or authorizing another individual to them. We expect to begin our audit during October of each year and to issue our report no later than December 15 each year.

Engagement Administration, Fees, and Other, Continued

Our fee for these services will be at our standard hourly rates plus out-of-pocket costs (such as report reproduction, word processing, postage, travel, copies, telephone, etc.) except that we agree that our gross fee, including expenses, will not exceed the following:

| | | |
|------|----|--------|
| 2022 | \$ | 32,000 |
| 2023 | | 32,500 |
| 2024 | | 33,000 |
| 2025 | | 33,500 |
| 2026 | | 34,000 |

Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 30 days or more overdue and may not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report(s). You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the engagement. If significant additional time is necessary, we will keep you informed of any problems we encounter and our fees will be adjusted accordingly.

Reporting

We will issue written reports upon completion of the audit. Our reports will be addressed to the Fund's Board of Trustees. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinion, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditors' report, or if necessary, withdraw from this engagement. If our opinion is other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or issue reports, or we may withdraw from this engagement.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will state that (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fund's internal control and compliance. The report will state that the report is not suitable for any other purpose.

Board of Trustees
Oklahoma Municipal Retirement Fund
February 14, 2022
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We appreciate the opportunity to be of service to the Fund and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign below and return it to us.

Sincerely,

FINLEY & COOK, PLLC
CERTIFIED PUBLIC ACCOUNTANTS



Dan Bledsoe
Partner

RESPONSE:

This letter correctly sets forth the understanding of the
Oklahoma Municipal Retirement Fund.

Management Signature and Title

Date

Governance Signature and Title

Date

(GSA CL-1.1.2 (9/21))



February 14, 2022

Board of Trustees
Oklahoma Municipal Retirement Fund
1001 NW 63rd Street, Suite 260
Oklahoma City, OK 73116

Examination of Census Data

We are pleased to confirm our understanding of the services we are to provide for the Defined Benefit Plans of the Oklahoma Municipal Retirement Fund (the “Fund”).

We will examine the following assertions of the Fund as of June 30, 2022, 2023, 2024, 2025, and 2026.

1. The census data provided to the actuary is complete and accurate based on the accumulation of census data reported by participating employers for the period. Census data includes the following for the categories listed below:

Active Participants

- Date of birth
- Service credit date
- Eligible compensation
- Gender
- Employment status

Retirees

- Date of birth
- Service credit date
- Gender
- Contingent annuitant’s birthdate if participant selected joint and survivor benefit
- Retirement status
- Form of benefit
- Monthly benefit

As set forth in the Participant Accounting System and as required by the actuary.

2. The census data provided to the actuary properly reflects current benefit provisions in effect included in the Participant Accounting System and the respective Joinder Agreement.
3. The census data provided to the actuary properly excludes deceased members based on the Plan's validation of the existence of inactive and retired members by cross-matching social security numbers of inactive and retired members with the Social Security Administration.

Periods covered each year for items 1, 2, and 3 above are as follows:

| <u>Audit Year</u> | <u>As of Date for Data Provided to the Actuary</u> | <u>Period Covered</u> | <u>Date Benefit Provisions in Effect</u> | <u>Date used for Identifying Deceased Members</u> |
|-------------------|----------------------------------------------------------------|----------------------------------|--------------------------------------------------|---------------------------------------------------------------|
| June 30, 2022 | July 1, 2022 | July 1, 2021 to June 30, 2022 | July 1, 2022 | July 1, 2022 |
| June 30, 2023 | July 1, 2023 | July 1, 2022 to June 30, 2023 | July 1, 2023 | July 1, 2023 |
| June 30, 2024 | July 1, 2024 | July 1, 2023 to June 30, 2024 | July 1, 2024 | July 1, 2024 |
| June 30, 2025 | July 1, 2025 | July 1, 2024 to June 30, 2025 | July 1, 2025 | July 1, 2025 |
| June 30, 2026 | July 1, 2026 | July 1, 2025 to June 30, 2026 | July 1, 2026 | July 1, 2026 |

Our examination will be conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Accordingly, it will include examining on a test basis your records and other procedures to obtain evidence necessary to enable us to express our opinion as to whether the above assertions are fairly stated, in all material respects based on conformity with the following criteria as developed by the Fund:

The tests performed as determined by Finley & Cook for each assertion will not result in more than a 5% exception rate.

We will issue a written report upon completion of our examination. Our report will be addressed to the Board of Trustees of the Fund. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion. If our opinion is other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the examination or are unable to form or have not formed an opinion, we may decline to express an opinion or may withdraw from this engagement.

Because of the inherent limitations of an examination engagement, together with the inherent limitations of internal control, an unavoidable risk exists that some material misstatements may not be detected, even though the examination is properly planned and performed in accordance with the attestation standards.

The report will be limited to use by the Fund and its member cities participating in the Fund's defined benefit plans and their auditors.

Our engagement will not include a detailed inspection of every transaction and cannot be relied on to disclose all material errors, or known and suspected fraud or noncompliance with laws or regulations, or internal control deficiencies, that may exist. However, we will inform you of any known and suspected fraud and noncompliance with laws or regulations, internal control deficiencies identified during the engagement, and uncorrected misstatements that come to our attention unless clearly trivial.

We understand that you will provide us with the information required for our examination and that you are responsible for the accuracy and completeness of that information. We may advise you about appropriate criteria, but the responsibility for the subject matter remains with you.

You are responsible for the presentation of census data maintained by the Fund in accordance with the criteria described above; and for selecting the criteria and determining that such criteria are appropriate for your purposes. You are also responsible for making all management decisions and performing all management functions; for designating an individual with suitable skill, knowledge, or experience to oversee any nonattest services we provide; and for evaluating the adequacy and results of those services and accepting responsibility for them. Failure to provide such an assertion will result in our withdrawal from the engagement. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the measurement, evaluation, or disclosure of the subject matter; (2) additional information that we may request for the purpose of the examination; and (3) unrestricted access to persons within the Fund from whom we determine it necessary to obtain evidence.

At the conclusion of the engagement, you agree to provide us with certain written representations in the form of a representation letter.

Dan Bledsoe is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it.

We expect to begin our examination during April each year and complete the procedures no later than May 15 each year. Our fees for these services will be as follows:

| | | |
|------|----|--------|
| 2022 | \$ | 11,750 |
| 2023 | | 12,000 |
| 2024 | | 12,250 |
| 2025 | | 12,500 |
| 2026 | | 12,750 |

Board of Trustees
Oklahoma Municipal Retirement Fund
February 14, 2022
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The fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the examination. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 30 days or more overdue and will not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket expenditures through the date of termination.

We appreciate the opportunity to be of service to you and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign below and return it to us.

Sincerely,

FINLEY & COOK, PLLC
CERTIFIED PUBLIC ACCOUNTANTS



Dan Bledsoe
Partner

RESPONSE:

This letter correctly sets forth the understanding of
Oklahoma Municipal Retirement Fund.

Jodi S. Cox, Executive Director and CEO

Date

Donna Doolen, Chairman of the Board

Date



February 14, 2022

Board of Trustees
Oklahoma Municipal Retirement Fund
1001 NW 63rd Street, Suite 260
Oklahoma City, OK 73116

We are pleased to confirm our understanding of the services we are to provide Oklahoma Municipal Retirement Fund (the “Fund”) Defined Benefit Plan (the “Plan”) for the years ended June 30, 2022, 2023, 2024, 2025, and 2026.

Audit Scope and Objectives—GASB 68

We will audit the fiduciary net position as of June 30, 2022, 2023, 2024, 2025, and 2026, and the changes in fiduciary net position for the years then ended, included in the Schedule of Changes in Fiduciary Net Position by Employer (the Schedule”) of the Plan, and the related notes. We will also audit the fiduciary net position of each individual employer as of June 30, 2022, 2023, 2024, 2025, and 2026, and the changes in fiduciary net position of each individual employer for the years then ended, included in the Schedule, and the related notes.

The objectives of our audit are to obtain reasonable assurance as to whether the Schedule as a whole is free from material misstatement, whether due to fraud or error; issue an auditors’ report that includes our opinion about whether the Schedule is fairly presented, in all material respects, in conformity with GAAP. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the Schedule.

Auditors' Responsibilities for the Audit of the Schedule

We will conduct our audit in accordance with GAAS and will include tests of your accounting records and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the Schedule, including the disclosures, and determine whether the Schedule represents the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Fund or to acts by management or employees acting on behalf of the Fund.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the Schedule. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability or the Plan's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts and direct confirmation of certain transactions during the audit period with various third parties. We may also request written representations from your attorneys as part of the engagement.

Audit Procedures—Internal Control

We will obtain an understanding of the Plan and its environment, including internal control relevant to the audit, sufficient to identify and assess the risks of material misstatement of the Schedule, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the Schedule is free of material misstatement, we will perform tests of the Plan's compliance with the provisions of applicable laws, regulations, contracts, and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

Other Services

We will also assist in preparing the Schedule in conformity with GAAP based on information provided by you.

We will perform the services in accordance with applicable professional standards. The other services are limited to the Schedule preparation services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Responsibilities of Management for the Schedule

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the Schedule that is free from material misstatement, whether due to fraud or error, including monitoring ongoing activities; for the selection and application of accounting principles; and for the preparation and fair presentation of the Schedule in conformity with GAAP.

Responsibilities of Management for the Financial Statements, Continued

Management is responsible for making all financial records and related information available to us and for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers). You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the Schedule, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) additional information that we may request for the purpose of the audit; and (3) unrestricted access to persons within the Fund from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the Schedule and related matters.

Your responsibilities include adjusting the Schedule to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the Schedule taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Fund involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the Schedule. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the Fund or the Plan received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Fund and the Plan comply with applicable laws and regulations.

You agree to assume all management responsibilities for the Schedule preparation services and any other nonattest services we provide; oversee the services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all confirmations we request and will locate any documents selected by us for testing.

The audit documentation for this engagement is the property of Finley & Cook, PLLC and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to the Oklahoma State Auditor and Inspector (SAI) or its designee. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Finley & Cook, PLLC’s personnel. Furthermore, upon request, we may provide copies of selected audit documentation to SAI or its designee. SAI or its designee may intend or decide to distribute the copies or information contained therein to others, including other governmental agencies.

Dan Bledsoe is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it. We expect to begin our audit in April each year and to issue our report no later than May 31 each year.

Our fee for services will be at our standard hourly rates plus out-of-pocket costs (such as report reproduction, word processing, postage, travel, copies, telephone, etc.) except that we agree that our gross fee, including expenses, will not exceed the following:

| | | |
|------|----|--------|
| 2022 | \$ | 19,750 |
| 2023 | | 20,000 |
| 2024 | | 20,250 |
| 2025 | | 20,500 |
| 2026 | | 20,750 |

Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 30 days or more overdue and may not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs.


Reporting

We will issue a written report upon completion of our audit of the Schedule. Our report will be addressed to the Fund’s Board of Trustees. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditors’ report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or withdraw from this engagement.

We appreciate the opportunity to be of service to the Fund and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign below and return it to us.

Sincerely,

FINLEY & COOK, PLLC
CERTIFIED PUBLIC ACCOUNTANTS



Dan Bledsoe
Partner

RESPONSE:

This letter correctly sets forth the understanding of
Oklahoma Municipal Retirement Fund.

Jodi S. Cox, Executive Director and CEO

Date

Donna Doolen, Chairman of the Board

Date