

**MINUTES OF THE REGULAR MEETING OF THE
OKLAHOMA POLICE PENSION AND RETIREMENT BOARD
Board Room
1001 N.W. 63rd Street, Suite 305
Oklahoma City, Oklahoma 73116**

JANUARY 16, 2019

The regular meeting of the Oklahoma Police Pension and Retirement Board was called to order by Chairman Chris Cook at approximately 10:00 a.m. on Wednesday, January 16, 2019, in the Board Room of the Oklahoma Police Pension and Retirement System.

MEMBERS PRESENT: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown.

OTHERS: Ginger Sigler, Executive Director; Darcie Gordon, Administrative Officer; Deric Berousek, Chief Financial Officer; Lauren Holmes, Administrative Assistant; Thomas Schneider, Assistant Attorney General; George Tarlas, Asset Consulting Group; Glen Mulready and Tyler Laughlin, Oklahoma Insurance Department; Ryan Woods, Tulsa Police Department; and Mike and Tonya Class.

MEMBERS ABSENT: Brandy Manek
Dave Roberts left at approximately 11:52am
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INTRODUCTION OF GLEN MULREADY, OKLAHOMA INSURANCE COMMISSIONER

Mr. Chris Cook introduced Oklahoma Insurance Commissioner Glen Mulready. Mr. Mulready stated he planned to attend the first couple of meetings.

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HEARING: CASE NO. OPPrB 18-07, APPLICATION FOR DISABILITY BENEFIT IN LINE OF DUTY FOR MICHAEL CLASS, LUTHER.

Mr. Michael Class was present for the hearing. He was not represented by counsel.

Ms. Ginger Sigler introduced Exhibits 1- 6

- OPPrS Exhibit #1 – Notice of Hearing, dated January 9, 2019
- OPPrS Exhibit #2 - Application for Disability Benefit In Line of Duty, dated September 12, 2018
- OPPrS Exhibit #3 – No Position Letter from the Luther Police Department (David Randall, Chief of Police), received September 12, 2018
- OPPrS Exhibit #4 – Physicians Disability Statement from Gregory P. Kelley, D.O., dated September 2, 2018
- OPPrS Exhibit #5 – Report from Dr. John Munneke, dated October 22, 2018
- OPPrS Exhibit #6 - Supplemental Report from Dr. John Munneke, dated January 7, 2019

Motion by Ryan Perkins and second by Dave Roberts to enter in Executive Session (at approximately 10:09 a.m.). Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

Motion by Dave Roberts and second by Ryan Perkins to enter in Open Session (at approximately 10:17 a.m.). Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

Motion by Robert Groseclose and second by Dave Roberts to award Mr. Michael Class a 100% impairment rating which equals a 100% disability benefit. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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APPROVAL OF MINUTES OF REGULAR BOARD MEETING HELD DECEMBER 19, 2018.

Motion by Ryan Perkins and second by Dave Roberts to approve the minutes of the Regular Board Meeting held December 19, 2018. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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CONSIDERATION AND VOTE, SUBJECT TO BOARD'S EXCEPTION, ON THE FOLLOWING APPLICATIONS

a. Application for Participation:

<u>Name</u>	<u>City</u>
Sooner R. Harmon	Anadarko
Austin J. Trogdon	Anadarko
Luke A. Reeves	Bartlesville
Scott A. King	Blackwell
Kirsten M. Thomas	Chickasha
Zachary L. Mitchell	Duncan
Sebastian Duque	Glenpool
Taylor M. Mitchell	Glenpool
Christopher D. Griffin	Harrah
Joseph T. Antle	Hominy
Eddie A. Zaicek	Lexington
William R. Lentz	Moore
Spenser S. Sloan	Moore
Nicholas A. Luttrull	Muskogee
Brayden C. Jones	Newcastle
Hunter O. Thomas	Newcastle
Zachary G. Barby	Oklahoma City
Kellie M. Beard	Oklahoma City

Sierra L. Cleverdon	Oklahoma City
Matthew D. Dagg	Oklahoma City
Kyle L. Martin	Oklahoma City
David T. Mauck	Oklahoma City
Keevin C. McConnell	Oklahoma City
Heavin L. Taliaferro	Oklahoma City
Joshua D. Coulson	Pawhuska
Raymond J. Ackermann	Tulsa
Colton L. Adams	Tulsa
Donald W. Bradford	Tulsa
John R. Bright	Tulsa
Wayne E. Brown	Tulsa
Tyler W. Burns	Tulsa
Jiovanni E. Campos	Tulsa
Oswaldo Donato-Castorena	Tulsa
John T. Dotson	Tulsa
Elizabeth L. Haddock-Crow	Tulsa
Kevin D. Hall	Tulsa
Jacob O. Hansen	Tulsa
Samuel W. Lillie	Tulsa
Joshua J. Majed	Tulsa
Max Mattsson	Tulsa
Joseph R. McGee	Tulsa
Robert Q. Mealin, III	Tulsa
Adam L. Mesker	Tulsa
Branton G. Miller	Tulsa
Sergio J. Natividad	Tulsa
Lauren M. Opryszek	Tulsa
Emily E. Pashley	Tulsa
Cody J. Riley	Tulsa
Michelle Sanchez	Tulsa
Amyy L. Schumer	Tulsa
William T. Shanks	Tulsa
Dylan L. Singleton	Tulsa
Andrew A. Warren	Tulsa
Alexander C. Weddington	Tulsa
Zachary D. Wichterman	Tulsa
Kyle W. Ellerbeck	Weatherford
Chaz J. Hickman	Weatherford
Olivia C. Little	Woodward

b. Application for Refund of Contributions:

<u>Name</u>	<u>City</u>
Jeremy Farmer	Ada
Jonathan J. Farrell	Ada
Eric R. McQuigg	Altus
Michael Randall	Bristow
Edwin Hershberger	Chouteau
Matthew Smith	Claremore

Stephen Jacobi	Enid
Dustin B. Franklin	Idabel
Jacob Williams	Midwest City
Dylan Simmons	Muskogee
Dustin Wells	Newkirk
Cheyenne Lee	Nowata
Jeffrey Smith	Perry
Justin B. Trujillo	Shawnee
Kyle D. Brewer	Woodward

c. Terminate Deferred Option Plan to Begin Service Pension:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
John Eddings	Tulsa	02/01/2019

d. Application for Participation in the Oklahoma Police Deferred Option Plan Under the Back Drop Provision:

<u>Name</u>	<u>City</u>	<u>DOP Eff. Date</u>	<u>Service Pension Eff. Date</u>
Daryl T. Yates	Oklahoma City	04/01/2015	01/01/2019
Matthew Driskill	Tulsa	02/01/2014	02/01/2019
Elizabeth R. Eagan	Tulsa	02/01/2014	02/01/2019
Mitchell J. Hoskins	Yukon	02/01/2014	02/01/2019

e. Application for Service Pension:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Kathryn L. Johnston	Ada	02/01/2019
Timothy A. Collins, Jr.	Broken Arrow	02/01/2019
Jeffrey B. Dillon	Stillwater	01/01/2019

f. Application for Vested Benefit:

<u>Name</u>	<u>City</u>	<u>Eff. Date</u>
Patrick Lambakis	Bethany	09/20/2026
Jason Lunn	Blackwell	10/01/2028
Sharla Bradley	Edmond	09/24/2025
Larry J. Hill	Spencer	12/24/2018

g. Death Benefit:

<u>Name</u>	<u>City</u>
Marie B. Wheeler, widow of Danny L. Wheeler	Chickasha
Jo A. Jones, widow of Larry M. Jones	Clinton
Melinda Moss, widow of Stephen Moss	El Reno
Pearl A. Buckmaster, widow of W.T. Buckmaster	Shawnee
Estate of Gladys F. Loflin	Oklahoma City
Rebecah D. Hughes, Personal Rep. of Gary L. Harp	Tulsa

h. Continuation of Benefit:

<u>Name</u>	<u>City</u>
Marie B. Wheeler, widow of Danny L. Wheeler	Chickasha
Jo A. Jones, widow of Larry M. Jones	Clinton
Melinda Moss, widow of Stephen Moss	El Reno
Pearl A. Buckmaster, widow of W.T. Buckmaster	Shawnee

i. Application for Monies Due the Estate from the System:

<u>Name</u>	<u>City</u>
Estate of Gladys F. Loflin	Oklahoma City

j. Termination of Benefit:

<u>Name</u>	<u>City</u>
Gladys F. Loflin	Oklahoma City
Gary L. Harp	Tulsa

Motion by Ryan Perkins and second by Dave Roberts for approval of applications for Police Deferred Option Plan, Participation, Service Pension, Refunds, and Benefits. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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BILLY EADES, ARDMORE – REQUEST TO BUY BACK PRIOR SERVICE FROM ARDMORE POLICE DEPARTMENT FROM 07/23/1990 TO 10/20/2000. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Motion by Ryan Perkins and second by Jeff Cealka to approve the request to buy back prior service from Ardmore Police Department from 07/23/1990 to 10/20/2000 for Billy Eades, Ardmore. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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DAVID SERGEANT, COMMERCE – REQUEST TO BUY BACK PRIOR SERVICE FROM GROVE POLICE DEPARTMENT FROM 11/22/2007 TO 11/23/2012. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Motion by Ryan Perkins and second by Dave Roberts to approve the request to buy back prior service from Grove Police Department from 11/22/2007 to 11/23/2012 for David Sergeant, Commerce. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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ROBERT BRYAN, TULSA – REQUEST TO BUY BACK PRIOR SERVICE FROM TULSA POLICE DEPARTMENT FROM 01/03/2006 TO 01/31/2010 AND 03/01/2010 TO 07/23/2010. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Motion by Ryan Perkins and second by Dave Roberts to approve the request to buy back prior service from Tulsa Police Department from 01/03/2006 to 01/31/2010 and 03/01/2010 to 07/23/2010 for Robert Bryan, Tulsa. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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REVIEW OF BOARD REPORTS

The Account #6000, Fund 20000 (operating expenses), report is attached as Exhibit "A"; the Account #8557A, Fund Expenditures (receipts and disbursements), report for December 2018 is attached as Exhibit "B"; the Broker Commission Report is attached as Exhibit "C"; the Statement of Total Fund is attached as Exhibit "D", and the Monthly Claims Register is attached as Exhibit "E".

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ASSET CONSULTING GROUP – FINANCIAL CONSULTANT REPORT FOR MONTH ENDED DECEMBER 31, 2018 AND DISCUSSION ON REBALANCING PORTFOLIO ASSETS AMONG VARIOUS ASSET STRATEGIES AND MANAGERS. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Mr. George Tarlas reviewed the ASAP report for the month ended December 31, 2018, a copy of which is attached as Exhibit "F". As of December 31, 2018, the total Fund was approximately \$2,398,381,000.00. The one-year return net of fees for the total Fund is -2.85%.

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CITY OF STRINGTOWN – RESOLUTION TO AFFILIATE AND JOIN THE OKLAHOMA POLICE PENSION AND RETIREMENT SYSTEM. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Motion by Ryan Perkins and second by Dave Roberts to approve the City of Stringtown’s Resolution to Affiliate and Join the Oklahoma Police Pension and Retirement System. Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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REVIEW AND DISCUSSION OF 2019 OK AG 1. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Ms. Ginger Sigler presented Oklahoma Attorney General Opinion 2019-1, a copy of which is attached at Exhibit "G", for discussion. Ms. Sigler advised that the board had asked for this opinion when it became aware that an Alternate Payee had been receiving part of a member’s pension benefit via QDRO. The Alternate Payee had passed away and her beneficiary began receiving her portion of the benefit and had been receiving it since 2013. Ms. Sigler questioned the board’s decision on this issue. She advised that she has written the Alternative Payees Beneficiary and told him the benefit had been suspended until the issue was resolved. Ms. Sigler said it was her intent to begin to pay the member’s beneficiary the full amount immediately. No action was taken by the board.

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LITIGATION REPORT – PROPOSED EXECUTIVE SESSION, IF DEEMED NECESSARY BY LEGAL COUNSEL TO DISCUSS; CASE NO. 2:15-CV-01398-SRB, IN RE LIFELOCK, INC. (UNITED STATES DISTRICT COURT, DISTRICT OF ARIZONA), CASE NO. 5:12-CV-00195-KKC, IN RE LAYDON VS. MIZUHO BANK, LTD. ET AL. (TIBOR LITIGATION) (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK),CASE NO. 1:15-CV-08149, OKLAHOMA POLICE PENSION AND RETIREMENT SYSTEM VS. BANK OF NOVA SCOTIA ET.AL (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK),CASE NO. 12584-VCG, IN RE STARZ STOCKHOLDER LITIGATION. (COURT OF CHANCERY OF THE STATE OF DELAWARE), CASE NO. 1:17-CV-02169, IN RE TEMPUR SEALY INTERNATIONAL, INC (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK),CASE NO. 1:17-CV-01346-MJW, IN RE JAGGED PEAK ENERGY, INC. (UNITED STATES DISTRICT COURT, DISTRICT OF COLORADO), CASE NO 17-CV-01748, IN RE CLUBCORP HOLDINGS, INC. ET AL. (SECOND JUDICIAL DISTRICT COURT FOR THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE), CASE NO. 2:18-CV-02612-SVW-AGR, IN RE TRUECAR INC. (UNITED STATES DISTRICT COURT, CENTRAL DISTRICT OF CALIFORNIA), CASE NO. 4:18-CV-5181, IN RE NEVRO CORPORATION ET.AL (UNITED STATES DISTRICT COURT, NORTHERN DISTRICT OF CALIFORNIA), AND TO DISCUSS OTHER POTENTIAL LITIGATION WITH LEGAL COUNSEL PURSUANT TO 25 O.S. § 307(B)(4) IN THAT DISCLOSURE WILL SERIOUSLY IMPAIR THE ABILITY OF THE BODY TO CONDUCT A PENDING PROCEEDING IN THE PUBLIC INTEREST

Ms. Ginger Sigler advised that all cases were status quo.

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NEW BUSINESS

No new business.

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BOARD MEMBERS' REPORTS

Mr. Jeff Cealka stated that “Meet the Director” went very well, was very well received, and had great feedback. He thanked everyone for their support. Mr. Ryan Perkins also noted that it was interesting to see the retirees voice their concerns about several issues. Mr. Mike Brown stated he would be happy to host one in Weatherford.

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DISCUSSION OF SEMINARS/CONFERENCES. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.

Motion by Andy McPherson and seconded by Ryan Perkins to approve the following list for conference attendance.

NCPERS Annual Conference & Exhibition – May 19-22, 2019 – Jeff Cealka, Robert Groseclose, and Thomas Cooper

IFEBP CAPPP I & II – June 18-21, 2019 – Dave Roberts

Ayes: Andy McPherson, Ryan Perkins, Tim Foley, Dave Roberts, Thomas Cooper, Chris Cook, Robert Groseclose, Sandra LaVenue, Jeff Russell, Chris Chandler, Jeff Cealka, and Mike Brown. Absent: Brandy Manek. Motion Carried.

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DIRECTOR’S REPORT

Ms. Sigler voiced appreciation to Jeff Cealka for setting up and hosting “Meet the Director”. She stated that the Exception for the iPads had been approved and she would be reviewing some board management software to possible use in conjunction with the iPads. She mentioned that District’s 2, 5, & 7 were up for reelection this year. She congratulated Thomas Cooper and Rob Groseclose on the successful completion of CAPPP I. Ms. Sigler noted that 1099’s were mail yesterday (January 15, 2019). She also stated that she had received some calls asking about exemptions for police officers similar to the Deputy Chief exemption.

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INVESTMENT MANAGERS CONFERENCE

ALLIANCE BERNSTEIN

Mr. Christopher Marx and Mr. Aaron Montañó presented on behalf of Alliance Bernstein, a copy of the presentation is attached as Exhibit “H”.

WASATCH ADVISORS

Mr. Chuck Stolfa presented on behalf of Wasatch Advisors, a copy of the presentation is attached as Exhibit “I”.

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The meeting was adjourned at approximately 11:56 a.m.

Notice of this meeting was filed with the Secretary of State and the agenda for the meeting was posted in compliance with the Open Meeting Act.

RESPECTFULLY SUBMITTED BY DARCIE GORDON, ADMINISTRATIVE OFFICER.