

MINUTES
BOARD OF TRUSTEES
OKLAHOMA MUNICIPAL RETIREMENT FUND
September 30, 2022

1. Call To Order

The Board of the Oklahoma Municipal Retirement Fund met at the DoubleTree by Hilton, Tulsa-Warren Place Hotel, Tulsa, Oklahoma, Salons E, F on September 30, 2022, at 11:02 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
Vice-Chair: Robert Johnston, City Manager, City of Clinton
Treasurer: Jim Lockett, Jr., Retiree, City of Thomas
Secretary: Robert Park, Retiree, City of Sallisaw
Members: Melissa Reames, Assistant City Manager & Chief Financial Officer, City of Stillwater
Ed Tinker, Retiree, City of Glenpool

OTHERS PRESENT:

OkMRF Staff: Jodi Cox, CEO & Director
Chris Whatley, Plan Advisor & Portfolio Strategist
Katie Girardi, Plan Administrator

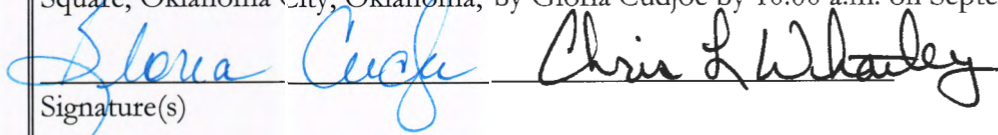
Others: Haley Rives, ACG
Kevin Moore, ACG
Troyce Whatley, Guest

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

Doolen welcomed everyone and called the meeting to order.

NOTICE: The agenda for the September 30, 2022, meeting was posted at the DoubleTree by Hilton, Tulsa-Warren Place, Tulsa, Oklahoma Salons E, F by Chris Whatley and in Columbus Square, Oklahoma City, Oklahoma, by Gloria Cudjoe by 10:00 a.m. on September 29, 2022.

Signature(s)



2. Approval of Consent Agenda

The following items were presented under the consent agenda.

A. Minutes of August 26, 2022, Meeting(s)

B. Monthly Valuation of Fund Assets & Unit Values by Custodian as of August 31, 2022

Option	Value By Fund
Defined Benefit	\$ 656,690,088.26
International Investment Equity	\$ 7,659,543.27
Aggressive Equity	\$ 16,642,969.42
Real Assets Fund	\$ 982,670.75
ESG US Stock Fund	\$ 1,254,453.99
Global Equity	\$ 10,153,008.50
Growth and Value Equity	\$ 21,547,654.87
S & P 500 Index	\$ 33,149,734.12
Target Retirement 2065	\$ 161,934.76
Target Retirement 2060	\$ 6,183,749.66
Target Retirement 2055	\$ 6,933,581.22
Target Retirement 2050	\$ 11,294,809.91
Target Retirement 2045	\$ 14,471,491.55
Target Retirement 2040	\$ 18,470,480.53
Target Retirement 2035	\$ 24,940,798.76
Target Retirement 2030	\$ 27,010,847.51
Target Retirement 2025	\$ 39,132,262.17
Target Retirement 2020	\$ 24,323,581.48
Target Retirement Income	\$ 19,493,341.37
Total Yield Bond Fund	\$ 5,669,587.17
Bond Index	\$ 14,570,697.80
Voya Fixed Plus III	\$ 53,260,966.75
Loan Portfolio	\$ 7,614,598.99
Self Directed Brokerage	\$ 250,841.48
Total Assets	\$ 1,021,863,694.29

C. Purchase and Sales of Assets for August 2022

D. Administrative Expenses and Fees

Expenses and Fees for September

Actuary & Recordkeeping	\$ 42,677.16
Administration	115,666.54
Attorney	3,750.00
Audit	0.00
Board Travel	2,658.02
Employer Directed Expense	0.00
Insurance	0.00
Investment Advisors	0.00
Custodial	9,140.69
Investment Consultant	0.00
Public Relations	10,926.49
Representative Travel	2,683.11
EXPENSES	<u>\$ 187,502.01</u>

E. Benefit Payments and Contribution Refunds for August 2022

F. Acknowledgements and Receipt of Amendment to Voya Performance Guarantees Adding Percentage at Risk Parameters

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

Motion carried: AYE: Doolen, Johnston, Luckett, Park, Reames, and Tinker

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 Regarding Investment Committee Report**

A. **ACG: Review of Monthly ASAP Report**

Rives provided a high-level market update stating due to a challenging September, the previous month-end reported returns are no longer applicable as volatility surged. The DB portfolio ended the month with \$657 million in assets. Funding for the new SMID cap growth manager, William Blair, and the additional Clarion Lion capital call within the Real Estate allocation will be completed by October 3rd in the DB portfolio. Year-to-date returns for the DB portfolio were down 14.06% net of fees. Rives reiterated the focus on the long-term performance, as the ten (10) year annualized return was reported as 7.91%, exceeding the portfolio's assumed rate of return. Rives' comments on the DC portfolio mirrored those of the DB portfolio. The transition within the Aggressive Equity option from TimesSquare to the William Blair SMID investment is expected to occur in mid-October.

B. **ACG: Consideration and Possible Action to Approve Proposed Transition Timeline and Next Steps in the Defined Benefit Private Equity and Real Estate Implementation as Recommended by the Investment Committee and Rejection or Approval of any Amendments Proposed and Considered by the Trustees at the Meeting**

Moore presented a broad timeline expectation for the transition out of the long/short portfolio, to redeploy capital to real estate and private equity allocations. Staff will submit a master redemption request to K2 Ascent in the fourth quarter of 2022 and begin receiving the first tranche of funds in the first quarter of 2023. Also, during the first quarter of 2023, ACG will present recommended allocations to Real Estate along with Private Equity commitment pacing plan.

Motion made by Tinker, seconded by Park to approve the transition timeline of long/short portfolio redemptions to be allocated to both Real Estate and Private Equity as recommended by ACG.

Motion carried:

AYE: Doolen, Johnston, Lockett, Park, Reames, and Tinker

NAY: None

C. **Consideration and Possible Action on Reallocation and/or Rebalancing of Assets Among Investment Managers as Recommended by the Investment Committee and Rejection or Approval of any Amendments Proposed by the Trustees at the Meeting**

No action taken.

6. **Consideration and Possible Action Regarding Administrative Committee Report**

No action taken.

7. **Consideration and Possible Action Regarding Contract Committee Report**

No action taken.

8. **Consideration and Possible Action Regarding the Trustee Election Results**

Cox provided the Trustee election results; District 3 - Incumbent, Donna Doolen received four (4) votes to her opponent's two (2) votes declaring her the winner. District 8 – Shaun Barnett received five (5) votes to his opponent's three (3) votes declaring him the winner.

Motion made by Luckett, seconded by Park to approve the Trustee election results for District 3 and District 8.

Motion carried:

AYE: Doolen, Johnston, Luckett, Park, Reames, and Tinker

NAY: None

9. **Receive Report on Newly Adopted or Amended OkMRF Member Plan**

Whatley reported on plan changes for the OkMRF Members.

10. **OkMRF Staff Report**

Girardi expressed her appreciation for those Trustees who attended and assisted at the OML conference.

Cox reported on the following items:

- At next month's meeting:
 - Amundi Pioneer will conduct an overview of the Fixed Income allocation.
 - Sean Sullivan of Dean Actuaries, LLC will present the Demographic Experience Study for the Years 2017-2022.
 - Board officers will be elected. Trustees encouraged to let fellow Board Members know if interested in being considered for an officer position.
 - The 2023 meeting calendar will be presented for discussion and approval. Trustees encouraged to let Cox know of any conflicting dates for Board meetings.
- The IRS completed its second (2nd) review of the DB Master Plan document with no exceptions.

11. **New Business**


None.

12. **Trustee/Member Comments**

None.

13. **Adjourn**

With no further business to conduct the meeting adjourned.



Robert Park, Secretary



Donna Doolen, Chair


Respectfully Submitted by:


Katie Girardi