

REGIONAL UNIVERSITY SYSTEM OF OKLAHOMA



MINUTES

SPECIAL PENSION COMMITTEE MEETING

November 13, 2020

Zoom Link: <https://zoom.us/j/93675824224>

Teleconference Number: (346) 248-7799

Meeting ID: 936 7582 4224

**AGENDA OF SPECIAL MEETING OF THE
PENSION COMMITTEE OF THE
REGIONAL UNIVERSITY SYSTEM OF OKLAHOMA**

Zoom Link: <https://zoom.us/j/93675824224>

Teleconference Number: (346) 248-7799

Meeting ID: 936 7582 4224

Committee Members Attending via Zoom: Jessica Kilby (ECU), Christy Landsaw (NSU), David Pecha (NWOSU), Dennis Westman (SE), Brenda Burgess (SWOSU), Kevin Freeman (UCO), Sheridan McCaffree (RUSO), Regent Gary Parker (RUSO)

**Friday, November 13, 2020
3:00 p.m.**

1. Announcement of Filing Meeting Notice and Posting of the Agenda in accordance with the Open Meeting Act.
 - a. Call meeting to order
 - b. Roll call
 - c. Approval of minutes of the September 24, 2020 Special Meeting

2. USI Fiduciary Oversight Review (Andy Ogeare)
 - a. Retirement Plan Oversight
 - b. Retirement Landscape and Industry Trends
 - c. Legal and Regulatory Developments
 - d. Economic Review and Capital Markets Analysis
 - e. Plan Assets & Performance Overview

3. SRA Plan Decisions for Committee (Alex Cabe)
 - Committee to review and approve the investment objective of 6% target return

 - Provided a 6% return is a core objective for each Regional University, the Committee to review and approve asset allocation and fund lineup adjustments
 - a. Recommend to redeem up to 10% from the traditional guaranteed product before the end of 2020 (up to 10% is allowed per year to avoid a surrender surcharge)
 - b. Recommend to instruct TIAA to have new contributions go into TIAA Equity-based funds
 - c. No need to approve- benefit payments can continue to be sourced from the TIAA guaranteed funds

4. Chair's Report—Jessica Kilby

Appoint working group to make recommendation on Retiree Medical Trust investment issues and custodial services.

5. Adjournment

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**Friday, November 13, 2020
3:00 p.m.**

1. Announcement of Filing Meeting Notice and Posting of the Agenda in accordance with the Open Meeting Act.

The members of the Pension Committee of the Regional University System of Oklahoma met in special session at 3:00 p.m. November 13, 2020, via Zoom Video conference. Notice of the Special Meeting had been properly filed with the Secretary of State, November 11, 2020 and a copy of the Agenda posted online by 3:00 p.m., November 12, 2020 in compliance with the Open Meeting Act.

a. Call meeting to order

Committee Chair Jessica Kilby, East Central University, called the meeting to order at 3:00 p.m.

b. Roll call

Jessica Kilby, East Central University
Christy Landsaw, Northeastern State University
David Pecha, Northwestern Oklahoma State University
Dennis Westman, Southeastern Oklahoma State University
Kevin Freeman, University of Central Oklahoma
Sheridan McCaffree, Regional University System of Oklahoma

Absent: Regent Gary Parker (RUSO), Brenda Burgess (SWOSU)

Others in Attendance: Andy Ogeare (USI), Alex Cabe (USI), Priya Desai (Regional University System of Oklahoma, Executive Assistant)

c. Approval of minutes of the September 24, 2020 Special Meeting

Christy Landsaw made the motion, seconded by Dennis Westman approve the Special Meeting Minutes for September 24, 2020. (See Attachment A)

Voting for the motion: Jessica Kilby, Christy Landsaw, David Pecha, Dennis Westman, Kevin Freeman, and Sheridan McCaffree

Voting Against the motion: None

The order of the agenda changed to Item 3.

3. SRA Plan Decisions for Committee (Alex Cabe)

- Committee to review and approve the investment objective of 6% target return

Christy Landsaw left the meeting at 3:28 p.m.

- Provided a 6% return is a core objective for each Regional University, the Committee to review and approve asset allocation and fund lineup adjustments

Present Pension Committee members agreed to maintain the 6% return as a core objective for each Regional University.

Kevin Freeman made the motion, seconded by Jessica Kilby to maintain a 6% core objective for each Regional University.

Voting for the motion: Jessica Kilby, David Pecha, Dennis Westman, Kevin Freeman, and Sheridan McCaffree

Voting Against the motion: None

- a. Recommend to redeem up to 10% from the traditional guaranteed product before the end of 2020 (up to 10% is allowed per year to avoid a surrender surcharge)

Kevin Freeman made the motion, seconded by Jessica Kilby to redeem 10% in all TIAA Traditional accounts held by RUSO SRA in 2020 (date to be determined following the 11/13/2020 meeting)

Voting for the motion: Jessica Kilby, David Pecha, Dennis Westman, Kevin Freeman, and Sheridan McCaffree

Voting Against the motion: None

- b. Recommend to instruct TIAA to have new contributions go into TIAA Equity-based funds

Kevin Freeman made the motion, seconded by Dennis Westman to approve to instruct TIAA to have all future contributions be re-directed from the TIAA Traditional accounts to the CREF Equity Index, CREF Growth, and/or CREF Bond Market Account, with more detailed instructions to follow in 2021.

Voting for the motion: Jessica Kilby, David Pecha, Dennis Westman, Kevin Freeman, and Sheridan McCaffree

Voting Against the motion: None

- c. No need to approve- benefit payments can continue to be sourced from the TIAA guaranteed funds

The order of the agenda resumed.

2. USI Fiduciary Oversight Review (Andy Ogeare and Alex Cabe)

a. Retirement Plan Oversight

Alex Cabe provided an overview of the Retirement Plan Oversight in place.

b. Retirement Landscape and Industry Trends

Alex Cabe provided a report on the retirement landscape and industry trends.

c. Legal and Regulatory Developments

Alex Cabe provided a review of the legal and regulatory developments of the fiduciary oversight review.

d. Economic Review and Capital Markets Analysis

Alex Cabe provided an economic review and capital market analysis.

e. Plan Assets & Performance Overview

Alex Cabe provided an overview of current plan assets.

4. Chair's Report—Jessica Kilby

Appoint working group to make recommendations on Retiree Medical Trust investment issues and custodial services.

Chair Jessica Kilby reported that volunteers are needed for a working group to make recommendations on Retiree Medical Trust investment issues and custodial issues. The Pension Committee currently uses Bank of Oklahoma and are evaluating the cost and services provided.

Sheridan McCaffree, Kevin Freeman, and Brenda Burgess volunteered for the Retiree Medical Trust Investment Working Group.

5. Adjournment

Dennis Westman made the motion, seconded by Jessica Kilby to adjourn the meeting.

Voting for the motion: Jessica Kilby, David Pecha, Dennis Westman, Kevin Freeman, and Sheridan McCaffree

Voting Against the motion: None

The meeting adjourned at 4:32 p.m.