



SEASONS

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEARS ENDED JUNE 30, 2019 AND JUNE 30, 2018
A COMPONENT UNIT OF THE STATE OF OKLAHOMA

**OKLAHOMA PUBLIC EMPLOYEES
RETIREMENT SYSTEM**

OKLAHOMA PUBLIC EMPLOYEES RETIREMENT SYSTEM

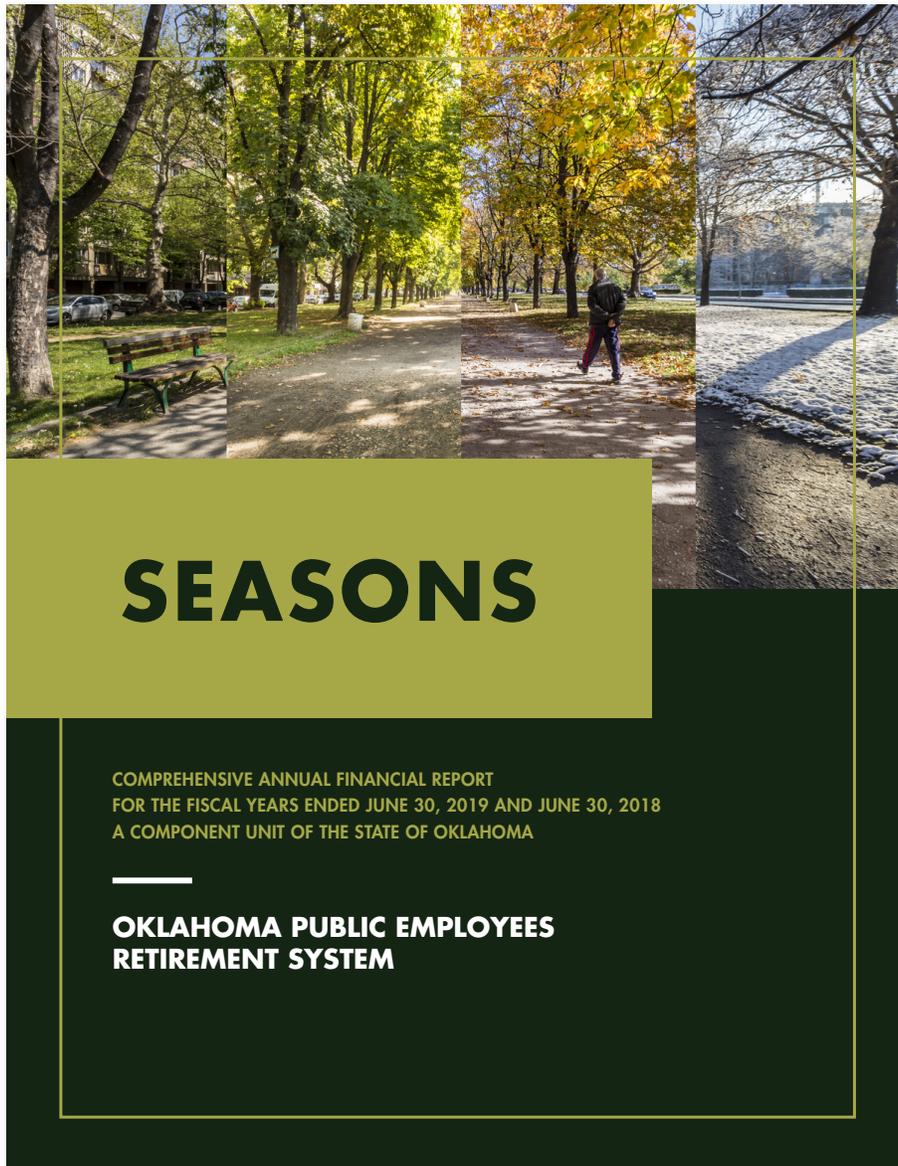


SEASONS

Like the seasons of the year, people and organizations transform to improve and to be ready for the next phase. Changing seasons illustrate the undeniable transition from one stage of life to another. It is a call to alter our perspectives. Whether starting a first job, receiving a promotion, moving into retirement, or enjoying the freedom of retirement years, the changing of the seasons is a cue to reflect and plan for a rewarding financial future.

Seasons bring to mind transformation and demonstrate progress through the year. The weather shifts, the leaves turn, and life's circumstances change from year to year. This constant adjustment is a reminder to reflect on the past and look forward to the future.

Through each changing season over the past 55 years, OPERS always has and will continue to be a partner assisting you with your retirement goals no matter your season in life. The Comprehensive Annual Financial Report (CAFR) is an opportunity to look back on our performance over the last season and demonstrate how we are working toward a financially secure retirement system.



This report was prepared by the staff of the Oklahoma Public Employees Retirement System.

This publication is issued by the Oklahoma Public Employees Retirement System as authorized by its Executive Director. Copies have not been printed but are available through the agency website. An electronic version of this publication has been deposited with the Publications Clearinghouse of the Oklahoma Department of Libraries.

2019 Comprehensive Annual Financial Report

Table of Contents

Introductory Section

- 1 Letter of Transmittal
- 5 Chairperson's Letter
- 6 Board of Trustees
- 7 Organizational Structure
- 7 Advisors and Consultants
- 8 Certificate of Achievement for Excellence in Financial Reporting
- 9 Public Pension Standards Award For Funding and Administration

Financial Section

- 11 Independent Auditors' Report
- 14 Management's Discussion and Analysis
- Financial Statements:**
- 22 Statements of Fiduciary Net Position
- 24 Statements of Changes in Fiduciary Net Position
- 26 Notes to Financial Statements
- Required Supplementary Information:**
- 47 Schedule of Changes in the Net Pension Liability - Schedule 1
- 47 Schedule of the Net Pension Liability - Schedule 1
- 48 Schedule of Pension Employer Contributions - Schedule 2
- 49 Schedule of Money-Weighted Rate of Return on Pension Plan Investments - Schedule 3
- 50 Schedule of Changes in the Net HISP Liability - Schedule 4
- 50 Schedule of the Net HISP Liability - Schedule 4
- 51 Schedule of HISP Employer Contributions - Schedule 5
- 52 Schedule of Money-Weighted Rate of Return on HISP Investments - Schedule 6
- Supplementary Information:**
- 53 Schedule of Investment Expenses - Schedule 7
- 54 Schedule of Administrative Expenses - Schedule 8
- 55 Schedule of Professional/Consultant Fees - Schedule 9

Investment Section

- 56 Investment Consultant's Report
- 61 Chief Investment Officer's Report
- 67 Largest Holdings
- 68 Investment Portfolio by Type and Manager
- 69 Asset Comparison
- 70 Schedule of Stock Brokerage Commissions Paid

Actuarial Section

- 71 2019 Certification of Actuarial Valuation
- 73 Summary of Results
- 74 Analysis of Financial Experience
- 75 Solvency Test
- 76 Schedule of Active Member Valuation Data
- 76 Schedule of Retirants, Disabled Retirants and Beneficiaries Added to and Removed from Rolls
- 77 Summary of System Provisions
- 79 Summary of Actuarial Assumptions and Methods

Statistical Section

- 83 Statistical Section Narrative Explanation
- 84 Schedule of Changes in Fiduciary Net Position
- 85 Schedule of Revenue by Source
- 85 Schedule of Expenses by Type
- 86 Schedule of Benefit Payments and Refunds by Type
- 86 Funded Ratio Chart
- 87 Rate of Return by Type of Investment
- 88 Schedule of Retired Members by Type of Benefit
- 89 Schedule of Average Benefit Payments
- 90 Principal Participating Employer
- 90 Demographics Chart
- 91 Participating Employers
- 93 Member Statistics
- 94 Distribution of Retirees and Beneficiaries
- 95 Summary of Active Members