



Pension Board

Regular Meeting

~ Minutes ~

917B E. Fifth Ave.
Knoxville, TN 37917
www.knoxvillepensionboard.org

THURSDAY, May 14, 2015

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the May 14, 2015 meeting of the City of Knoxville Pension Board at 9:03 a.m. in the Pension Board Conference Room.

2. ROLL CALL

Attendee Name	Title	Status
Mayor Rogero	Mayor	Present
Linda Gay Blanc	Mayoral Appointment	Present
Greg Coker	Police Representative	Present
Jim York	Finance Director	Present
Dennis Owen	Mayoral Appointment	Present
Stephen King	General Government Representative	Absent
Michael Paseur	General Government Representative	Present
Finbarr Saunders	City Council Representative	Present
John Tillett	Fire Representative	Absent
Kathy Aslinger	Legal Counsel	Present
Kristi Paczkowski	Executive Director	Present

Others present: Mr. Charles Sands, Knoxville Police Department active employee; Mr. Bill Warwick, Retired plan member, Mr. Phineas Troy – Summit Strategies.

3. APPROVAL OF REGULAR MEETING MINUTES FOR APRIL 10, 2015

Mr. Paseur made a motion to approve the minutes of the April 10, 2015 meeting. Mr. Owen seconded the motion. The motion passed 6-0.

4. APPROVAL OF REVISED AGENDA – Exhibit 1

Mr. Paseur made a motion to accept the Revised Agenda. Mr. Saunders seconded the motion. The motion passed 6-0.

5. **ADMINISTRATIVE MATTERS: None**
6. **EXECUTIVE DIRECTOR COMMENTS: None**
7. **CONTRACTS: None**
8. **ENROLLMENTS**

The following General Government employees have filed applications to become members of the Plan H pension system:

Gilbert A. Frazier
Evan C. Hoffman
Daniel J. Pendleton
Samuel D. Reagan
Frankie Robinson
Angelia R. Rooks
John W. Wood, III

Motion: Mr. Paseur made a motion to approve these applications for enrollment in Plan H of the Pension System. Mr. Saunders seconded the motion. The motion passed 6-0.

9. **WITHDRAWALS**

The following employees have filed applications to withdraw employee pension contributions plus 4% interest and the supplemental retirement account as applicable to each participant's respective plan.

Deanna A. Allen, Fire Dept. – Plan C, vested
Woody J. Bingham, Police Dept. – Plan C, vested
Willie G. Sanders, General Govt. – Plan G1, vested (defined benefit only)
Brian Stanifer, General Govt. – Plan G1, non-vested (defined benefit and defined contribution)
Nick Tedesco, General Govt. – Plan H, non-vested
Joseph L. Williams, Jr., General Govt. – Plan G1 – vested (defined benefit and defined contribution)

Motion: Mr. Coker made a motion to approve these applications for withdrawal of employee contributions. Mr. Saunders seconded the motion. The motion passed 6-0.

10. **APPLICATION FOR NORMAL RETIREMENT: PLAN G2 CHARTER SECTION 1360.12**

Scott L. Brenneman, General Govt. No Option
Date of birth, June 3, 1949: 65 years of age
Total credited service: 10 years 8 months 2 days
Average monthly salary for 2 highest 12 month periods, $\$3,083.12 \times .021 =$
 $\$64.75 \times 10.67215$
 $\$691.02$ pension effective May 1, 2015

Motion: Mr. Paseur made a motion to approve this application for normal retirement. Mr. Saunders seconded the motion. The motion passed 6-0.

11. APPLICATION FOR PARTICIPATION IN THE DELAYED RETIREMENT OPTION PROGRAM (DROP): PURSUANT TO CHARTER SECTION 1371.8 – PLAN G.

The following employees have chosen a Delayed Retirement Option and will receive a one-time payment of the accumulated monthly benefits on termination of employment with the City of Knoxville.

Brently J. Johnson, General Government – Plan G1 No Option
 Date of birth, August 26, 1962: 52 years of age
 Total credited service: 27 years 4 months 18 days
Plan A benefit: Average base salary for 2 highest 12 month periods, \$400.00 x .0081% = \$3.24 x 9.50 = \$30.78 plus average excess salary for 2 highest 12 month periods, \$8,736.50 x .0162% = \$141.53 x 9.50 = \$1,344.54; Total A benefit = \$30.78 + \$1,344.54 = **\$1,375.32.**
Plan G1 benefit: Average monthly salary for 2 highest 12 month periods, \$9,136.50 x .0115% = \$105.07 x 17.88265 = **\$1,878.93.** Plan A benefit \$1,375.32 + Plan G1 benefit \$1,878.93 = **\$3,254.25 Total Defined Benefit.**

*\$3,254.25 pension effective May 1, 2015.

DROP complete April 30, 2017.

*Defined benefit only; employee elected to receive the value of the defined contribution account (supplemental) in a one time, lump sum payment as applicable in Plan G Option 1.

Motion: Mr. Paseur made a motion to approve this application for Drop retirement. Mr. Owen seconded the motion. The motion passed 6-0.

12. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

	Inv. Amount	FYTD Total
Bryan, Pendleton, Swats & McAllister – Actuary (March)	6,773.00	123,375
Kennerly, Montgomery & Finley – Attorney (General April)	11,219.10	79,505
Northern Trust Co. - Custodial/Benefit (1st ^h Qtr – 2015)	41,622.91	154,395
Wm Blair – Money Manager (1 st Qtr – 2015)	35,319.00	103,691
IRM – Money Manager (1 st Qtr – 2015; TIPS Portfolio)	1,541.08	4,619
IRM – Money Manager (1 st Qtr – 2015; Core Portfolio)	22,678.03	66,587
Penn Capital – Money Manager (1 st Qtr – 2015)	40,207.85	119,107
Pinnacle – Money Manager (1st Qtr – 2015)	34,492.00	133,037
Tortoise Capital – Money Manager (1 st Qtr – 2015)	50,285.67	291,135
		976,906

Ms. Paczkowski, Executive Director, has reviewed the bills and certifies that they are consistent with the services provided and are within the budgeted figures of the system's financial plan.

Motion: Mr. Saunders made a motion to pay the invoices as presented. Mr. Owen seconded the motion. The motion passed 6-0.

Ms. Blanc arrived at 9:06 a.m.

13. INVESTMENT MATTERS

Phineas Troy – Summit Strategies

1st Qtr 2015 Performance Report

Mr. Phineas Troy made a presentation of the 1st Quarter 2015 Performance Report. Copies of the reports are on file in the Pension Office.

14. OTHER:

Request from Plan C Member - Charles M. Sands – Exhibit 2

Motion: Mr. Paseur made a motion to approve Mr. Sands' request to reinstate his prior general government service. Mr. Coker seconded the motion. The motion passed 6-1. Mr. York voted no.

Quorum Discussion

Mr. Saunders reminded the Board that a determination needed to be made on amending the voting and quorum requirements considering the addition of two new board members. Mr. Saunders will consult with Counsel before any changes will be suggested to the Board rules.

15. PUBLIC COMMENTS: None

16. ATTORNEY COMMENTS: None

17. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mayor Rogero at 10:10 a.m.

Chair

Date