



Pension Board

Regular Meeting

~ Minutes ~

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

FRIDAY, August 12, 2016

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the August 12, 2016 meeting of the City of Knoxville Pension Board at 9:00 a.m. in the Pension Board Conference Room.

2. ROLL CALL

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

Others present: Mr. Phineas Troy – Summit Strategies

3. APPROVAL OF REGULAR MEETING MINUTES FOR JULY 14, 2016.

Mr. Saunders made a motion to approve the minutes of July 14, 2016. Mr. Owen seconded the motion. The motion passed 8-0.

4. APPROVAL OF REVISED AGENDA - Exhibit 1

Mr. Saunders made a motion to accept the Revised Agenda. Mr. King seconded the motion. The motion passed 8-0.

5. ADMINISTRATIVE MATTERS

Elect Vice – Chair (replaces Greg Coker)

Motion: Mr. Saunders nominated Mr. Paseur as Vice-Chair of the Pension Board as a replacement for retired member serving as Vice-Chair, Mr. Greg Coker. Mr. Owen seconded the motion. The motion passed 7-0 with Mr. Paseur abstaining on the vote.

6. EXECUTIVE DIRECTOR COMMENTS

Charter Amendments

Ms. Paczkowski informed the Board that the charter amendments passed on second reading at the August 2, 2016 City Council meeting and advised that she would prepare an employee educational, memo-style notification for distribution via e-mail or through payroll distribution.

Office Closing

Ms. Paczkowski advised the Board that the Pension Office would be closed, with employees working off site on Friday, August 19, 2016 due to the second asbestos abatement of the renovation of the vacated Parks and Recreation offices.

Military Buyback Calculation

Ms. Paczkowski advised the Board that she, in conjunction with the Board's actuary, would obtain a cost of the military buyback opportunity once the last payment was received.

7. CONTRACTS: None

8. ENROLLMENTS

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

Maranda M Brock
Matthew G Merritt
Nathan C Nease
Ryan J Parker
Jeffrey A Quick
Austin R Smith
Emily K Tucker

Motion: Mr. Paseur made a motion to approve these applications for enrollment in Plan H-GG of the pension system. Mr. Saunders seconded the motion. The motion passed 8-0.

9. WITHDRAWALS

The following employees have filed applications to withdraw employee pension contributions plus 0.72% interest and the supplemental retirement account as applicable to each participant's respective plan.

Quentin H Ashford, General Govt – Plan G1 (vested) **Defined Contribution Only**
 Carrie Burrell, General Govt – Plan G2 (vested)
 Jacqueline Clay, General Govt – Plan G1, (non-vested)
 Gilbert Frazier, General Govt – Plan H (non-vested)
 Kevin Gladfelter, General Govt – Plan H (non-vested)
 Katherine Graham, General Govt – Plan H (non-vested)
 Billy Hall, General Govt – Plan H (non-vested)
 Marvin Hinch, General Govt – Plan G1 (vested) **Defined Contribution Only**

Motion: Mr. Paseur made a motion to approve these applications for withdrawal of employee contributions. Mr. Saunders seconded the motion. The motion passed 8-0.

10. APPLICATION FOR NORMAL RETIREMENT: PLAN A CHARTER SECTION 1360.12

John M Morgan, General Govt

Option C
 Cash Refund

Date of birth, July 30, 1954: 62 years of age
 Total credited service: 25 years 1 month 14 days
 Average base monthly salary for 2 highest years, \$400.00 x .75% = \$3.00
 Average excess earnings for 2 years, \$3,124.99 x 1.50% = \$46.87
 Making a total of \$49.87 benefit per year of service. \$49.87 x 25.12169 =
 \$1,252.82. Mr. Morgan chose Option C – Cash Refund to Karen M Morgan, spouse.
 \$1,252.82 x .9376 =
\$1,174.64 pension effective August 1, 2016.

Motion: Mr. Paseur made a motion to approve this application for retirement payable under Option C – Cash Refund. Mr. Saunders seconded the motion. The motion passed 8-0.

11. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

| | Inv. Amount | FYTD |
|---|-------------|---------|
| Bryan, Pendleton, Swats & McAllister – Actuary (June) | 400.00 | 9,323 |
| Kennerly, Montgomery & Finley – Attorney (General - July) | 4,421.00 | 7,852 |
| Acadian Asset Man. – Money Manager (2nd Qtr – 2016) | 55,466.00 | 55,466 |
| Wm Blair – Money Manager (2 nd Qtr – 2016) | 28,115.65 | 28,116 |
| Eagle Capital – Money Manager (2nd Qtr – 2016) | 83,024.74 | 83,025 |
| IRM – Money Manager (2nd Qtr – 2016; TIPS Portfolio) | 1,567.64 | 1,568 |
| IRM – Money Manager (2nd Qtr – 2016; Core Portfolio) | 23,392.28 | 23,392 |
| Penn Capital – Money Manager (2 nd Qtr – 2016) | 40,651.28 | 40,651 |
| Pinnacle – Money Manager (2nd Qtr – 2016) | 21,746.00 | 21,746 |
| Standish – Money Manager (2 nd Qtr – 2016) | 13,358.91 | 13,359 |
| Tortoise Capital – Money Manager (2nd Qtr – 2016) | 41,640.90 | 41,641 |
| | | 326,139 |

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. Owen made a motion to pay the invoices as presented. Mr. Saunders seconded the motion. The motion passed 8-0.

12. INVESTMENT MATTERS:

Phineas Troy – Summit Strategies

Mr. Phineas Troy made a presentation of the 2nd Quarter 2016 Performance Report. Copies of the report are on file in the Pension Office.

13. OTHER: None

14. PUBLIC COMMENTS: None

15. ATTORNEY COMMENTS: None

16. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mayor Rogero at 9:36 a.m.

Chair

Date