



Pension Board

Regular Meeting

~ Minutes ~

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

FRIDAY, August 11, 2017

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mr. Paseur called to order the August 11, 2017 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	Represented By Proxy	
Linda Gay Blanc	Mayoral Appointment	Present	
Mark Fortner	Police Representative	Absent	
Jim York	Finance Director	Present	
Sam Bills	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: Dr. William Lyons - Deputy to the Mayor and Chief Policy Officer attended as Mayor Rogero's designated representative as authorized by T.C.A. § 6-54-112 and the mayor's letter of designation dated June 28, 2012; Deputy Chief Monty Houk – KPD; Mr. Roger Byrd – Fire Department Uniformed Retired member; Ms. Elizabeth Vail – KPD Injury In Line of Duty applicant; Mr. Phineas Troy – Summit Strategies

3. APPROVAL OF REGULAR MEETING MINUTES FOR JULY 13, 2017.

Mr. Saunders made a motion to approve the minutes of the July 13, 2017 meeting. Ms. Blanc 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. Bills seconded the motion. The motion passed 8-0.

**5. APPLICATION FOR INJURY IN LINE OF DUTY: PLAN C
CHARTER SECTION 1390.11**

Elizabeth Vail, Police Dept - Uniformed
Date of birth, January 9, 1967: 50 years of age
Total credited service: 21 years 7 months 10 days
Average monthly salary for 2 highest 12 month periods, \$5,124.41 x .50 =
\$2,562.21 pension effective September 1, 2017

No Option

Motion: Mr. Tillett made a motion to approve this application for Injury In Line of Duty retirement based on the Executive Director's Recommendation report and the medical records. Mr. Saunders seconded the motion. The motion passed 8-0.

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

Ms. Paczkowski noted that the contract with Parametric and the addendum to the Schrodgers contract have been completed and the transfer from PENN Capital was in the process of being finalized.

9. ENROLLMENTS

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

Mikel Carter
Kimberly Gregory
Valerie Hamilton
Adam Kohntopp
Kayla Kretschmer
Thomas McNutt
Dervy Romero
Matthew Tyrrell

Motion: Mr. York 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.

10. 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.

Travis Baker, Police Dept – Plan C, vested
 Lance Campbell, General Govt – Plan H, non-vested
 Nicholas Crawford, Fire Dept – Plan H, non-vested
 Joshua Duncan, General Govt – Plan G1, vested
 Brent Lackey, General Govt – Plan H, non-vested
 Jeffery Proctor, General Govt – Plan G1, vested
 Rodney Smith, General Govt – Plan H, non-vested
 Jayson Waggoner, Police Dept – Plan C, vested

Motion: Ms. Blanc made a motion to approve this application for withdrawal of employee contributions. Mr. Saunders seconded the motion. The motion passed 8-0.

11. APPLICATION FOR PARTICIPATION IN THE DELAYED RETIREMENT OPTION PROGRAM (DROP): PURSUANT TO CHARTER SECTION 1390.22 – PLAN C. 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.

Tammy Mattina, Police Dept. - Uniformed

*Option A-4
 50% without reinstatement

Date of birth, March 6, 1965: 52 years of age
 Total credited service: 28 years 3 mos 7 days
 Average monthly salary for 2 highest 12 month periods, $\$5,845.94 \times .025 =$
 $\$146.15 \times 28.26918 = \$4,131.54$. Ms. Mattina chose Option A-4 – 50% without reinstatement to Joseph P Mattina, spouse.
 $\$4,131.54$ pension effective August 1, 2017
 DROP complete July 31, 2019.

*No reduction in Plan C for 50% Joint and Survivor Option to a spouse.

Motion: Mr. York made a motion to approve this application for DROP retirement payable under Option A-4. Mr. Saunders seconded the motion. The motion passed 8-0.

12. APPLICATION FOR NORMAL RETIREMENT: PLAN G2 CHARTER SECTION 1360.12

Gary W Eastes, General Govt

No Option

Date of birth, June 30, 1955: 62 years of age
 Total credited service: 14 years 3 months 13 days
 Average monthly salary for 2 highest 12 month periods, $\$7,851.72 \times .021 =$
 $\$164.89 \times 14.28562 =$
 $\$2,355.56$ pension effective August 1, 2017

Motion: Mr. Saunders made a motion to approve this application for Normal retirement. Mr. King seconded the motion. The motion passed 8-0.

13. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

	Inv. Amount	FYTD
Bryan, Pendleton, Swats & McAllister – Actuary (June)	2,305	163,439
Kennerly, Montgomery & Finley – Attorney (General - July)	4,775	4,775
Wm Blair – Money Manager (2nd Qtr 2017)	33,278	157,731
Eagle Capital – Money Manager (2nd Qtr 2017)	96,900	458,841
IRM – Money Manager (2nd Qtr 2017) – TIPS Fund)	1,586	7,896
IRM – Money Manager (2nd ^t Qtr 2017 – Core Fund)	23,744	117,725
Northern Trust – Custodial/Benefit (2 nd Qtr – 2017)	44,910	214,711
Northern Trust – Money Manager (2nd Qtr – 2017)	4,144	19,892
Penn Capital – Money Manager (2nd Qtr 2017)	36,437	200,413
Penn Capital – Money Manager (3rd Qtr 2017)	4,457	4,457
Schroders (Money Manager – 2 nd Qtr – 2017)	30,707	151,527
Standish – Money Manager (2nd Qtr – 2017)	13,781	67,695
Tortoise Capital – Money Manager (1st Qtr 2017)	54,090	246,763
		1,815,865

Ms. Paczkowski, Executive Director, has reviewed the bills and certifies that they are consistent with 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. York seconded the motion. The motion passed 8-0.

14. INVESTMENT MATTERS:**Phineas Troy – Summit Strategies**

2nd Qtr 2017 Performance Report

Mr. Troy made a presentation of the 2nd Quarter 2017 Performance Report. Copies of the report are on file in the Pension Office.

Investment Recommendations**Aberdeen – Private Equity Manager**

Motion: Mr. Saunders seconded a motion of the Investment Committee, based on the recommendation of the Investment Committee and Summit Strategies, to retain Aberdeen to manage a private equity portfolio for the Pension System, subject to the review and recommendation of a satisfactory investment manager's agreement by Attorney Aslinger, and to authorize Ms. Paczkowski to execute the approved agreement and proceed with all action necessary or convenient to properly effect this investment manager's appointment and implement the investment manager's agreement. The motion passed 8-0.

15. OTHER:

Mr. Paseur advised the Board that he would not be able to attend the October meeting.

- 16. **PUBLIC COMMENTS:** None
- 17. **ATTORNEY COMMENTS:** None
- 18. **ADJOURNMENT:**

There being no further business, the meeting was adjourned by Mr. Paseur at 9:27 a.m.

Chair

Date