



Pension Board

Regular Meeting

~ Minutes ~

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

THURSDAY, January 11, 2018

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the January 11, 2018 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	Present	
Mark Fortner	Police Representative	Present	
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: Ms. Savannah Maupin – City Recorder’s Office; Ms. Seema Singh-Perez – City Council.

3. APPROVAL OF REGULAR MEETING MINUTES FOR DECEMBER 14, 2017.

Mr. Bills made a motion to approve the minutes of the December 14, 2017 meeting. Mr. Saunders seconded the motion. The motion passed 9-0.

4. APPROVAL OF REVISED AGENDA – Exhibit 1

Mr. Saunders made a motion to accept the Revised Agenda. Ms. Blanc seconded the motion. The motion passed 9-0.

5. ADMINISTRATIVE MATTERS

- a) Elect 2018 Officers (Chair, Vice-Chair & Secretary)

Motion: Mr. Paseur nominated Mayor Rogero as Chair of the Pension Board. Mr. Saunders seconded the motion. The motion passed 8-0 with Mayor Rogero abstaining on the vote.

Motion: Ms. Blanc nominated Mr. Paseur as Vice-Chair of the Pension Board. Mr. Saunders seconded the motion. The motion passed 8-0 with Mr. Paseur abstaining on the vote.

Motion: Mr. Saunders nominated Mr. York as Secretary of the Pension Board. Mr. Paseur seconded the motion. The motion passed 8-0 with Mr. York abstaining on the vote.

- b) Elect Personnel Committee Members

Motion: Mr. Bills made a motion to retain the present personnel committee members which include Ms. Blanc, Mr. Paseur, Mr. Saunders and Mr. Tillett. Mr. York seconded the motion. The motion passed 9-0.

- c) Investment Committee Member Appointments

Motion: Mr. Paseur made a motion to retain the present personnel committee members which include Mr. Bills, Ms. Blanc, Mr. King, Mr. Saunders, and Mr. York. Mr. Tillett seconded the motion. The motion passed 9-0.

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-GG pension system:

William Chagnon
Alex Eakin
Patrick Kontovich
Shaina Simerly

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 9-0.

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.

Nathaniel Gardin, Police Dept – Plan H, non-vested
 Jacob Gause, General Govt – Plan H, non-vested
 Jason Hughett, Police Dept – Plan C, vested
 Cory Lafollette, General Govt – Plan H, non-vested
 James Moore – General Govt – Plan G1, vested
 William Sammons, General Govt – Plan H, non-vested
 Ethan Thompson, Police Dept – Plan HU, non-vested
 Matthew Tyrrell, General Govt – Plan H, non-vested

Motion: Mr. Paseur made a motion to approve this application for withdrawal of employee contributions. Mr. Saunders seconded the motion. The motion passed 9-0.

10. APPLICATION FOR NORMAL RETIREMENT: PLAN C CHARTER SECTION 1390.6

John Nicely, Jr., Fire Dept. No Option
 Date of birth, September 2, 1964: 53 years of age
 Total credited service: 26 years 3 months 28 days
 Average monthly salary for 2 highest 12 month periods, \$5,333.68 x .025 =
 \$133.34 x 26.32671 =
\$3,510.40 pension effective January 1, 2018

Motion: Mr. Tillett made a motion to approve this application for Normal retirement. Mr. Paseur seconded the motion. The motion passed 9-0.

11. APPLICATION FOR NORMAL RETIREMENT: PLAN G1 CHARTER SECTION 1360.12

- a) Daniel Brown, General Govt. Option A-4
 50% without reinstatement
- Date of birth, December 25, 1945: 72 years of age
 Total credited service: 7 years 11 months 29 days
 Average monthly salary for 2 highest 12 month periods, \$5,894.30 x .0135 =
 \$79.57 x 7.99612 = \$636.25. Mr. Brown chose Option A-4 – 50% without reinstatement to Cathy A
 Brown, spouse. \$636.25 x .8251 =
 *\$524.97 pension effective January 1, 2018

*Defined benefit only – member chose to convert the value of the supplemental retirement account (defined contribution) into an additional, lifetime monthly annuity pending the 12/31/2017 account valuation.

Motion: Mr. Saunders made a motion to approve this application for Normal retirement payable under Option A-4. Mr. Tillett seconded the motion. The motion passed 9-0.

- b) Nicholas Della Volpe, General Govt. Option A-5
75% without reinstatement
- Date of birth, May 22, 1948: 69 years of age
Total credited service: 7 years 11 months 29 days
Average monthly salary for 2 highest 12 month periods, $\$1,583.47 \times .0135 =$
 $\$21.38 \times 7.99612 = \170.96 . Mr. Della Volpe chose Option A-5 – 75% without reinstatement to
Donna C Della Volpe, spouse. $\$170.96 \times .8233 =$
* $\$140.75$ pension effective January 1, 2018

*Defined benefit only – member chose to convert the value of the supplemental retirement account (defined contribution) into an additional, lifetime monthly annuity pending the 12/31/2017 account valuation.

Motion: Mr. Saunders made a motion to approve this application for Normal retirement payable under Option A-5. Mr. Tillett seconded the motion. The motion passed 9-0.

- c) Duane Grieve, General Govt. No Option
- Date of birth, May 25, 1946: 71 years of age
Total credited service: 7 years 11 months 29 days
Average monthly salary for 2 highest 12 month periods, $\$1,583.47 \times .0135 =$
 $\$21.38 \times 7.99612 =$
* $\$170.96$ pension effective January 1, 2018

*Defined benefit only – member chose to receive the value of the supplemental retirement account (defined contribution) in a one time lump sum payment pending the 12/31/2017 account valuation.

Motion: Mr. Saunders made a motion to approve this application for Normal retirement. Mr. Tillett seconded the motion. The motion passed 9-0.

- d) Brenda Palmer, General Govt. No Option
- Date of birth, August 16, 1946: 71 years of age
Total credited service: 7 years 11 months 29 days
Average monthly salary for 2 highest 12 month periods, $\$1,583.47 \times .0135 =$
 $\$21.38 \times 7.99612 =$
* $\$170.96$ pension effective January 1, 2018

*Defined benefit only – member chose to convert the value of the supplemental retirement account (defined contribution) into an additional, lifetime monthly annuity pending the 12/31/2017 account valuation.

Motion: Mr. Saunders made a motion to approve this application for Normal retirement. Mr. Tillett seconded the motion. The motion passed 9-0.

- e) Frank N Pavlis, General Govt. No Option
- Date of birth, December 6, 1954: 63 years of age
Total credited service: 7 years 11 months 29 days
Average monthly salary for 2 highest 12 month periods, $\$1,583.47 \times .0121 =$
 $\$19.16 \times 7.99612 =$

*\$153.21 pension effective January 1, 2018

*Defined benefit only – member chose to convert the value of the supplemental retirement account (defined contribution) into an additional, lifetime monthly annuity pending the 12/31/2017 account valuation.

Motion: Mr. Tillett made a motion to approve this application for Normal retirement. Mr. Saunders seconded the motion. The motion passed 9-0.

12. 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.

- a) Ricky Abbott, Police Dept. - Uniformed No Option
Date of birth, October 6, 1962: 55 years of age
Total credited service: 27 years 19 days
Average monthly salary for 2 highest 12 month periods, \$5,026.03 x .025 =
\$125.65 x 27.05205 =
\$3,399.09 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

- b) Jerry Armstrong, Police Dept. - Uniformed Option A-5
75% without reinstatement
Date of birth, April 30, 1961: 56 years of age
Total credited service: 29 years 7 months 8 days
Average monthly salary for 2 highest 12 month periods, \$6,179.88 x .025 =
\$154.50 x 29.60525 = \$4,574.01. Mr. Armstrong chose Option A-5– 75% without reinstatement to Mary F Armstrong, spouse. \$4,574.01 x .955 =
\$4,368.18 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement payable under Option A-5. Mr. Fortner seconded the motion. The motion passed 9-0.

- c) Benjamin Barrett, Fire Dept. - Uniformed Option A-8
75% with reinstatement
Date of birth, December 12, 1949: 68 years of age
Total credited service: 42 years 2 months 5 days
Average monthly salary for 2 highest 12 month periods, \$5,921.60 x .025 =
\$148.04 x 30.0 = \$4,441.20. Mr. Barrett chose Option A-8– 75% with reinstatement to Verna Barrett, spouse. \$4,441.20 x .8816 =
\$3,915.36 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement payable under Option A-8. Mr. Fortner seconded the motion. The motion passed 9-0.

- d) Christopher Dyer, Fire Dept. - Uniformed Option A-5
75% without reinstatement
Date of birth, December 22, 1962: 55 years of age
Total credited service: 29 years 8 months 19 days
Average monthly salary for 2 highest 12 month periods, \$5,726.62 x .025 =
\$143.17 x 29.71872 = \$4,254.83. Mr. Dyer chose Option A-5– 75% without reinstatement to Janet
Dyer, spouse. \$4,254.83 x .9449 =

\$4,020.39 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement payable under Option A-5. Mr. Fortner seconded the motion. The motion passed 9-0.

- e) Jeffrey Levy, Fire Dept. - Uniformed No Option
Date of birth, March 26, 1961: 56 years of age
Total credited service: 28 years 9 months 5 days
Average monthly salary for 2 highest 12 month periods, \$5,172.68 x .025 =
\$129.32 x 28.76370 =
\$3,719.72 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

- f) William McCain, III, Fire Dept. - Uniformed No Option
Date of birth, October 14, 1967: 50 years of age
Total credited service: 25 years 4 months 29 days
Average monthly salary for 2 highest 12 month periods, \$5,341.54 x .025 =
\$133.54 x 25.41279 =
\$3,393.62 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

- g) Brian Osterman, Fire Dept. - Uniformed No Option
Date of birth, August 17, 1966: 51 years of age
Total credited service: 28 years 1 month 15 days
Average monthly salary for 2 highest 12 month periods, \$5,333.68 x .025 =
\$133.34 x 28.12443 =
\$3,750.11 pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

- h) Bryan Sharpe, Fire Dept. - Uniformed Option A-4
50% without reinstatement
Date of birth, January 11, 1962: 55 years of age
Total credited service: 25 years 9 months 29 days
Average monthly salary for 2 highest 12 month periods, \$5,172.68 x .025 =

$\$129.32 \times 25.82945 = \$3,340.26$. Mr. Sharpe chose Option A-4 - 50% without reinstatement to Kimberly K Sharpe, spouse.

* $\$3,340.26$ pension effective January 1, 2018
DROP complete December 31, 2019.

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

Motion: Mr. Tillett made a motion to approve this application for DROP retirement payable under Option A-4. Mr. Fortner seconded the motion. The motion passed 9-0.

- i) Damon Underwood, Fire Dept. - Uniformed No Option
Date of birth, May 24, 1959: 58 years of age
Total credited service: 29 years 1 month 19 days
Average monthly salary for 2 highest 12 month periods, $\$5,333.68 \times .025 =$
 $\$133.34 \times 29.13539 =$
 $\$3,884.91$ pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

- j) Marcus Yarbrough, Fire Dept. - Uniformed No Option
Date of birth, September 27, 1964: 53 years of age
Total credited service: 26 years 2 months 20 days
Average monthly salary for 2 highest 12 month periods, $\$4,704.38 \times .025 =$
 $\$117.61 \times 26.22146 =$
 $\$3,083.91$ pension effective January 1, 2018
DROP complete December 31, 2019.

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. Fortner seconded the motion. The motion passed 9-0.

13. 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.

- a) Linda Blackburn, General Government – Plan G2 Option A-9
100% with reinstatement
Date of birth, January 9, 1954: 63 years of age
Total credited service: 42 years 7 months 18 days
Average monthly salary for 2 highest 12 month periods, $\$4,164.70 \times .021 =$
 $\$87.46 \times 42.63265 = \$3,728.65$. Ms. Blackburn chose Option A-9– 100% with reinstatement to Jerry Wayne Blackburn, spouse. $\$3,728.65 \times .6955 =$
 $\$2,593.28$ pension effective January 1, 2018.
DROP complete December 31, 2019.

Motion: Mr. Saunders made a motion to approve this application for DROP retirement payable under Option A-9. Mr. Tillett seconded the motion. The motion passed 9-0.

Motion: Mr. Saunders made a motion to approve this application for DROP retirement payable under Option A-9. Mr. Tillett seconded the motion. The motion passed 8-0. Mr. York abstained.

10. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

	Inv. Amount	FYTD
Bryan, Pendleton, Swats & McAllister – Actuary (Nov)	4,214	42,971
Kennerly, Montgomery & Finley – Attorney (General - Dec)	2,325	26,809
Acadian Asset Man. – Money Manager (3rd Qtr – 2017)	79,657	79,657
Northern Trust – Money Manager (4th Qtr – 2018)	4,592	8,929
Pinnacle – Money Manager (3 rd Qtr – 2017)	29,844	29,844
		188,210

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. Ms. Blanc seconded the motion. The motion passed 9-0.

11. INVESTMENT MATTERS: None

12. OTHER: None

13. PUBLIC COMMENTS: None

14. ATTORNEY COMMENTS: None

15. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mayor Rogero at 9:09 a.m.

Chair

Date