



Pension Board
Regular Meeting
~ Minutes ~

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

Friday, August 9, 2019

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the August 9, 2019 meeting of the City of Knoxville Pension Board at 9:01 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	
Sam Bills	Mayoral Appointment	Present	
Stephen King	General Government Representative	Present	
Alex Neubert	General Government Representative	Present	
Stephanie Welch	City Council Representative	Present	
John Tillett	Fire Representative	Present	
Kathy Aslinger	Legal Counsel	Present	
Kristi Paczkowski	Executive Director	Present	

Others present: Mr. Roger Byrd – Fire Department Uniformed Retired member; Ms. Savannah Maupin – City Recorder’s Office, Kweku Obed and Chris Caparelli – Marquette Associates, Boyce Evans – City Deputy Finance Director

3. APPROVAL OF REGULAR MEETING MINUTES FOR July 11, 2019.

Mr. Bills made a motion to approve the minutes of the July 11, 2019 meeting. Mr. Tillett seconded the motion. The motion passed 7-0.

4. APPROVAL OF REVISED AGENDA – Exhibit 1

Mr. Tillett made a motion to accept the Revised Agenda. Mr. York seconded the motion. The motion passed 7-0.

5. EXECUTIVE DIRECTOR COMMENTS:

Fiduciary Insurance Policy Renewal

Ms. Paczkowski informed the Board that the Fiduciary insurance policy for the Pension System has been renewed.

Ms. Welch arrived at 9:03 a.m.

Tennova Site Plans

Ms. Paczkowski reviewed with the Board the architectural plans for the new Pension Office at the Tennova site.

6. CONTRACTS: None

7. ENROLLMENTS

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

Leann Bruce
Ronnie Crigger
Jared Dozier
Joseph Elder
Robert Hill
Billy Miller
Bailey Owens
Tyshaun Washington
Neil Wright
Michael Smith

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

8. WITHDRAWALS

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

Charles B. Corum – General Gov't, Plan H
James B. Ward – General Gov't, Plan H
Joshua R. Wheat – General Gov't, Plan H

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

**9. APPLICATION FOR INJURY IN LINE OF DUTY: PLAN C – see attachments
CHARTER SECTION 1390.11**

Webb “Shane” Hood, Fire Dept. – Uniformed No Option
62 years of age
Total credited service: 18 years 1 month 2 days
\$2,534.21 pension effective September 1, 2019

Motion: Mr. Tillett made a motion to approve a Disability In Line of Duty benefit based on the Executive Director’s recommendation, medical records and the Pension Board Rules regarding disability pension benefits. Ms. Welch seconded the motion. The motion passed 8-0.

Brian L Headrick, Police Dept. – Uniformed No Option
44 years of age
Total credited service: 17 years 3 months 12 days
\$2,229.98 pension effective September 1, 2019

Motion: Mr. Bills made a motion to approve a Disability In Line of Duty benefit based on the Executive Director’s recommendation, medical records and the Pension Board Rules regarding disability pension benefits. Mr. York seconded the motion. The motion passed 8-0.

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

Denise R. Johnston, General Gov’t – Plan G2 No Option
63 years of age
Total credited service: 10 years 1 month 4 days
\$563.26 pension effective August 1, 2019

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

Patricia M. Resig, General Gov’t – Plan G2 No Option
65 years of age
Total credited service: 19 years 1 month 18 days
\$1,800.38 pension effective August 1, 2019

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

James V. Williams, General Gov’t – Plan G2 Option A-4
63 years of age 50% without reinstatement
Total credited service: 29 years 8 months 27 days
\$1,796.70 pension effective August 1, 2019

Motion: Mr. Neubert made a motion to approve this application for Normal Retirement payable under Option A-4. Mr. King seconded the motion. The motion passed 8-0.

**11. APPLICATION FOR RULE OF 80 RETIREMENT: PLAN G
CHARTER SECTION 1371.4**

Bruce A. Smith, General Gov't – Plan G2	Option A-4
59 years of age	50% without reinstatement
Total credited service: 24 years 6 months 2 days	
<u>\$2,064.34</u> pension effective August 1, 2019	

Motion: Mr. Neubert made a motion to approve this application for Rule of 80 Retirement payable under Option A-4. Ms. Welch seconded the motion. The motion passed 8-0.

**12. APPLICATION FOR PARTICIPATION IN THE DELAYED RETIREMENT OPTION PROGRAM (DROP): PURSUANT TO CHARTER SECTION 1390.22 – PLAN C.
The following employee has 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.**

Michael R Cummings, Fire Dept. - Uniformed	No Option
69 years of age	
Total credited service: 25 years 3 months 17 days	
<u>\$2,686.78</u> pension effective August 1, 2019	
DROP complete July 31, 2021.	

Motion: Mr. Tillett made a motion to approve this application for DROP retirement. Mr. York seconded the motion. The motion passed 8-0.

13. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

	Inv. Amount	FYTD
Eagle Capital – Money Manager (2 nd Qtr 2019)	94,018	94,018
Findley – Actuary (June)	7,270	7,270
IRM – Money Manager (2 nd Qtr 2019 – TIPS Fund)	2,504	2,504
IRM – Money Manager (2 nd Qtr 2019 – Core Fund)	30,969	30,969
Investec – Money Manager (2 nd Qtr 2019)	31,101	31,101
Kennerly, Montgomery & Finley – Attorney (General –July)	3,250	3,250
Pinnacle – Money Manager (2 nd Qtr – 2019)	23,720	23,720
Schroders –Money Manager (2 nd Qtr – 2019)	45,107	45,107
Tortoise Capital – Money Manager (2 nd Qtr 2019)	60,272	60,272
William Blair – Money Manager (2 nd Qtr 2019)	36,190	<u>36,190</u>
		334,401

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: Ms. Welch made a motion to pay the invoices as presented. Mr. York seconded the motion. The motion passed 8-0.

14. INVESTMENT MATTERS:

Marquette Representatives - Kweku Obed and Chris Caparelli

2nd Qtr 2019 Performance Report

Mr. Obed made a presentation of the 2nd Quarter 2019 Performance Report. Copies of the report are on file in the Pension Office.

Investment Committee Allocation Recommendation

Motion: Mr. Bills made a motion for the Pension Board to unwind its existing investments in hedge funds and MLPs and temporarily invest those funds in the fixed income portfolio while the Investment Committee continues to review the System's existing investments and allocation options with Marquette and develop a revised target asset allocation to recommend to the Board. Mr. York seconded the motion. The motion passed 8-0.

15. OTHER: None

16. PUBLIC COMMENTS: None

17. ATTORNEY COMMENTS:

Investment Committee Charter

Motion: Ms. Welch made a motion to amend the Investment Committee Charter to increase the maximum number of members from five to seven. The motion passed 8-0.

18. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mayor Rogero at 9:28 a.m.

Chair
