



**Pension Board**  
**Regular Meeting**  
**~ Minutes ~**

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

Thursday, February 13, 2020

9:00 a.m.

Pension Board Conference Room

**ORDER OF BUSINESS**

**1. CALL TO ORDER**

Mayor Kincannon called to order the January 9, 2020 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 Kincannon	Mayor	Present	
Linda Gay Blanc	Mayoral Appointment	Present	
Mark Fortner	Police Representative	Present	
Boyce Evans	Deputy Finance Director	Present	
Dennis Owen	Mayoral Appointment	Present	
Stephen King	General Government Representative	Present	
Alex Neubert	General Government Representative	Present	
Lynne Fugate	City Council Representative	Present	
Jacob Mason	Fire Representative	Present	
Kathy Aslinger	Legal Counsel	Present	
Kristi Paczkowski	Executive Director	Present	

Others present: Jonathan Graham – Volkert, Kweku Obed and  
Chris Caparelli - Marquette

**3. APPROVAL OF REGULAR MEETING MINUTES FOR January 9, 2020.**

Ms. Blanc made a motion to approve the minutes of the January 9, 2020 meeting. Mr. Owen seconded the motion. The motion passed 9-0.

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**4. APPROVAL OF AGENDA – Exhibit 1**

**Motion: Mr. King made a motion to accept the Agenda. Ms. Blanc seconded the motion. The motion passed 9-0.**

**5. EXECUTIVE DIRECTOR COMMENTS**

- **Update on new office plans** – Jonathan Graham with Volkert updated the Board on the final plans for The Pension Board’s new office space. The Board members expressed their general approval for the plans as presented.
- **Investment Committee replacement of Ms. Welch**

**Motion: Mayor Kincannon made a motion to nominate Lynne Fugate as the replacement of Ms. Stephanie Welch as a member of the Investment Committee. Mr. King seconded the motion. The motion passed 8-0, with Ms. Fugate abstaining on the vote**

**6. CONTRACTS** – Ms. Paczkowski informed the Board that she and Ms. Aslinger are working on the Ullico and IFM contracts for the System’s infrastructure investments.

**7. 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.**

Mary B. Leidig – Plan H  
Timothy J. Tilley – Plan G2

**Motion: Mr. King made a motion to approve these applications for withdrawal of employee contributions. Mr. Neubert seconded the motion. The motion passed 9-0.**

**8. APPLICATION FOR DEFERRED RETIREMENT: PLAN G2  
CHARTER SECTION 1360.28**

Robin S. Bryant, General Gov’t. – Plan G2	Option A-6
62 years of age	100% without reinstatement
Total credited service: 10 years 8 months 28 days	
\$948.31 pension effective February 1, 2020	

**Motion: Ms. Blanc made a motion to approve this application for Deferred Retirement. Mr. Owen seconded the motion. The motion passed 9-0.**

Tony N. King, General Gov’t. – Plan G2	No Option
62 years of age	
Total credited service: 10 years 10 months 22 days	
\$592.61 pension effective February 1, 2020	

**Motion: Ms. Blanc made a motion to approve this application for Deferred Retirement. Mr. Owen seconded the motion. The motion passed 9-0.**

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**9. 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.**

Debra K. Beeler, General Gov't. – Plan G2  
62 years of age  
Total credited service: 41 years 7 months 28 days  
\$3,705.24 pension effective February 1, 2020  
DROP complete January 31, 2022  
No Option

**Motion: Mr. Neubert made a motion to approve this application for DROP Retirement. Mr. King seconded the motion. The motion passed 9-0.**

Cheryl A. Davis, General Gov't. – Plan G1  
54 years of age  
Total credited service: 29 years 4 months  
\*\$3,576.55 pension effective February 1, 2020  
DROP complete January 31, 2022  
No Option

\* Defined benefit plus defined contribution – member chose to convert the value of the supplemental retirement account (defined contribution) into an additional, lifetime monthly annuity per the 12/31/2020 account valuation.

**Motion: Mr. Neubert made a motion to approve this application for DROP Retirement. Mr. King seconded the motion. The motion passed 9-0.**

Cheryl D. Lewis, General Gov't. – Plan G2  
61 years of age  
Total credited service: 18 years 10 months 13 days  
\$1,462.34 pension effective February 1, 2020  
DROP complete January 31, 2022  
No Option

**Motion: Mr. Neubert made a motion to approve this application for DROP Retirement. Mr. King seconded the motion. The motion passed 9-0.**

Mark M. Wagner, General Gov't. – Plan G2  
62 years of age  
Total credited service: 13 years 8 months 8 days  
\$1,177.33 pension effective February 1, 2020  
DROP complete January 31, 2022  
Option A-4  
50% without reinstatement

**Motion: Mr. Neubert made a motion to approve this application for DROP Retirement payable under Option A-4. Mr. King seconded the motion. The motion passed 9-0.**

**10. 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.**

Kenneth T Robertson, Police Dept. – Uniformed  
50 years of age  
Total Credited Service: 29 years 19 days  
\$4,104.18 pension effective February 1, 2020  
DROP complete January 31, 2022

No Option

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

**11. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:**

	Inv. Amount	FYTD
Acadian – Money Manager (4th Qtr 2019)	66,156	193,334
Eagle Capital – Money Manager (4th Qtr 2019)	96,208	282,615
Findley – Actuary (November)	5,500	67,500
Kennerly, Montgomery & Finley – Attorney (December)	8,550	26,700
IRM – Money Manager (4th Qtr 2019 – TIPS Fund)	2,558	7,610
IRM – Money Manager (4th Qtr 2019 – Core Fund)	44,044	112,230
Investec – Money Manager (4th Qtr 2019)	33,215	96,873
Northern Trust Company – Money Manager (4th Qtr 2019)	4,497	13,545
Northern Trust Company - Custodial/Benefit (4th Qtr - 2019)	40,994	164,434
Pinnacle – Money Manager (4th Qtr – 2019)	26,956	74,924
Rhumblin Advisers – Money Manager (4th Qtr 2019)	4,572	4,572
Schroders –Money Manager (4th Qtr – 2019)	49,756	144,953
William Blair – Money Manager (4th Qtr 2019)	37,693	<u>109,770</u>
		1,299,060

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. King made a motion to pay the invoices as presented. Ms. Blanc seconded the motion. The motion passed 9-0.**

**12. INVESTMENT MATTERS:**

- Marquette Representatives – Kweku Obed and Chris Caparelli  
4<sup>th</sup> Quarter 2019 Performance Report

Mr. Obed and Mr. Caparelli made a presentation of the 4<sup>th</sup> Quarter 2019 Performance Report. Copies of the report are on file in the Pension Office.

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- Investment Allocation Addendum

The proposed revision to the investment allocation addendum to the Statement of Investment Policy, which sets out the System's target asset allocation and the index benchmarks to which the System's performance is compared, was presented by Ms. Paczkowski and Mr. Obed as a recommendation from the investment committee.

**After some discussion, Mr. Evans made a motion to approve the Investment Allocation Addendum As presented. Ms. Blanc seconded the motion. The motion passed 9-0.**

- 13. OTHER: None**
- 14. PUBLIC COMMENTS: None**
- 15. ATTORNEY COMMENTS: None**
- 16. ADJOURNMENT**

**There being no further business, the meeting was adjourned by Mayor Kincannon at 10:08 a.m.**

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Chair

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Date