



Pension Board
Regular Meeting
~ Minutes ~

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

FRIDAY, August 10, 2018

9:00 a.m.

Pension Board Conference Room

ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the August 10, 2018 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 | Absent | |
| Jim York | Finance Director | Absent | |
| 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. Stephanie Welch – City Council; Mr. Roger Byrd – Fire Department retiree; Mr. Phineas Troy – Summit Strategies.

3. APPROVAL OF REGULAR MEETING MINUTES FOR JULY 12, 2018.

Mr. Saunders made a motion to approve the minutes of the July 12, 2018 meeting. Mr. Bills seconded the motion. The motion passed 6-0.

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 6-0.

5. ADMINISTRATIVE MATTERS: None

6. EXECUTIVE DIRECTOR COMMENTS

Special Election - General Government Seat A

Ms. Paczkowski informed the Board that the ballots for the special Election for Mr. Paseur's seat had been sent to General Government employees and would be counted on Tuesday, August 21, 2018. Mr. Paczkowski thanked Mr. Paseur for his service to the Board and the Personnel Committee and noted that the Board had made a donation to Mission of Hope in his honor.

The Mayor also thanked Mr. Paseur for his service both as a member of the Pension Board and as an employee representative and wished him well in his new position.

7. CONTRACTS: None

8. ENROLLMENTS

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

Amanda Cameron
Stephen Collins
Timothy Johnson
Donald Law
James Spaulding
Valerie Tanguay-Masner

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 6-0.

9. 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.

Alex Eakin, 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 6-0.

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

Gary Underwood, General Govt

Option B-12
15 Yr Certain & Life

Date of birth, July 6, 1956: 62 years of age

Total credited service: 12 years

Average monthly salary for 2 highest 12 month periods, $\$1,583.33 \times .021 =$

$\$33.25 \times 12 = \399.00 . Mr. Underwood chose Option B-12 – 15 Yr. Certain and Life to

Karen Schnupp. $\$399.00 \times .9164 =$

$\$365.64$ pension effective August 1, 2018

Motion: Mr. Paseur made a motion to approve this application for Deferred retirement payable under Option B-12. Mr. Saunders seconded the motion. The motion passed 6-0.

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

Rick L Morrison, General Govt

No Option

Date of birth, November 21, 1954: 63 years of age

Total credited service: 17 years 6 months 24 days

Average monthly salary for 2 highest 12 month periods, $\$3,285.88 \times .021 =$

$\$69.00 \times 17.56575 =$

$\$1,212.04$ pension effective August 1, 2018

Motion: Mr. Paseur made a motion to approve this application for Normal retirement. Mr. Saunders seconded the motion. The motion passed 6-0.

12. 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.

Douglas A Nelson, General Government – Plan G2

Option A-7
50% with reinstatement

Date of birth, September 17, 1962: 55 years of age

Total credited service: 36 years 8 months 8 days

Average monthly salary for 2 highest 12 month periods, $\$3,318.30 \times .021 =$

$\$69.68 \times 36.68858 = \$2,556.46$. Mr. Nelson chose Option A-7 – 50% with reinstatement to

Sondra L Nelson, spouse. $\$2,556.46 \times .9086 =$

$\$2,322.80$ pension effective August 1, 2018.

DROP complete July 31, 2020.

Motion: Mr. Paseur made a motion to approve this application for DROP retirement payable under Option A-7. Mr. Saunders seconded the motion. The motion passed 6-0.

13. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

| | Inv. Amount | FYTD |
|--|--------------------|-------------|
| Findley – Actuary (June) | 4,386 | 4,386 |
| Kennerly, Montgomery & Finley – Attorney (General - July) | 1,375 | 1,375 |
| Acadian – Money Manager (2 nd Qtr 2018) | 71,706 | 71,706 |
| Wm Blair – Money Manager (2nd Qtr 2018) | 36,809 | 36,809 |
| Eagle Capital – Money Manager (2nd Qtr 2018) | 91,731 | 91,731 |
| IRM – Money Manager (2nd Qtr 2018) – TIPS Fund) | 2,408 | 2,408 |
| IRM – Money Manager (2nd ¹ Qtr 2018) – Core Fund) | 28,983 | 28,983 |
| Northern Trust – Money Manager (2nd Qtr – 2018) | 4,413 | 4,413 |
| Pinnacle – Money Manager – 2 nd Qtr – 2018) | 22,396 | 22,396 |
| Schroders (Money Manager – 2 nd Qtr – 2018) | 42,448 | 42,448 |
| Tortoise Capital – Money Manager (2nd Qtr 2018) | 59,329 | 59,329 |
| | | 365,984 |

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. Bills seconded the motion. The motion passed 6-0.

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

Mr. Troy made a presentation of the 2nd Quarter 2018 Performance Report. Copies of the report are on file in the Pension Office.

Emerging Market Debt Recommendation – Exhibit 2

Motion: Mr. Saunders seconded a motion from the Investment Committee to invest the remaining funds currently held in the Barclay's Aggregate Bond Index Fund in Investec's blended Emerging Market Debt fund, 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 6-0.

15. OTHER: None**16. PUBLIC COMMENTS:**

Mr. Byrd also thanked Mr. Paseur for his service on the Board and for being friend to the Fire Department.

17. ATTORNEY COMMENTS: None

18. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mayor Rogero at 9:29 a.m.

Chair

Date