ORDER OF BUSINESS

1. CALL TO ORDER

Mr. Paseur called to order the July 12, 2018 meeting of the City of Knoxville Pension Board at 9:00 a.m. in the Pension Board Conference Room.

2. ROLL CALL

<table>
<thead>
<tr>
<th>Attendee Name</th>
<th>Title</th>
<th>Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mayor Rogero</td>
<td>Mayor</td>
<td>Represented By Proxy</td>
</tr>
<tr>
<td>Linda Gay Blanc</td>
<td>Mayoral Appointment</td>
<td>Absent</td>
</tr>
<tr>
<td>Mark Fortner</td>
<td>Police Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Jim York</td>
<td>Finance Director</td>
<td>Present</td>
</tr>
<tr>
<td>Sam Bills</td>
<td>Mayoral Appointment</td>
<td>Present</td>
</tr>
<tr>
<td>Stephen King</td>
<td>General Government Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Michael Paseur</td>
<td>General Government Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Finbarr Saunders</td>
<td>City Council Representative</td>
<td>Present</td>
</tr>
<tr>
<td>John Tillett</td>
<td>Fire Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Kathy Aslinger</td>
<td>Legal Counsel</td>
<td>Present</td>
</tr>
<tr>
<td>Kristi Paczkowski</td>
<td>Executive Director</td>
<td>Absent</td>
</tr>
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Others Present: Stephanie Cooper – Accounting Manager for the Pension Office; Mr. Charles Swanson – City of Knoxville Attorney attended as Mayor Rogero’s designated representative as authorized by T.C.A. § 6-54-112

3. APPROVAL OF REGULAR MEETING MINUTES FOR JUNE 15, 2018.

Mr. York made a motion to approve the minutes of the June 15, 2018 meeting. Mr. Tillett 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. Swanson seconded the motion. The motion passed 8-0.

5. ADMINISTRATIVE MATTERS: None

6. EXECUTIVE DIRECTOR COMMENTS

   Special Election

Ms. Cooper advised the Board that the special election process had begun per the Pension Board election rules to fill the remainder of Mr. Paseur’s general government - seat A on the Pension Board, pending the end of his employment with the City of Knoxville this August.

   Fiduciary Insurance Policy Renewal

Ms. Cooper informed the Board that the Fiduciary insurance policy for the Pension System had been renewed with a slight increase from the prior year.

7. CONTRACTS: None

8. ENROLLMENTS

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

   John A Caldwell
   Jason Freeman
   Allyson Hope
   William Humphrey
   Juliana LeClair
   Keith A Turner
   Kelsey Vincent

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

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.

   Curtis Arms, Police Dept – Plan C; vested
   Standley Beljour, General Govt – Plan H, non-vested
   Hunter Lehman, Police Dept – Plan HU; non-vested
   Christopher W McKinney, Police Dept – Plan HU; non-vested

Motion: Mr. York made a motion to approve this application for withdrawal of employee contributions. Mr. Saunders seconded the motion. The motion passed 8-0.
10. APPLICATION FOR DEFERRED RETIREMENT: PLAN G1
CHARTER SECTION 1360.28

Steven W Hall, General Govt

Option A-9
100% with reinstatement

Date of birth, March 12, 1956: 62 years of age
Total credited service: 8 years 5 days
Average monthly salary for 2 highest 12 month periods, $1,583.47 x .0115 =
$18.21 x 8.01370 = $145.93. $145.93 (defined benefit) + $158.69 (defined contribution) =
$304.62. Mr. Hall chose Option A-9 – 100% with reinstatement to Janet R Hall, spouse. $304.62 x
.7752 =
*$236.14 pension effective April 1, 2018

*Defined benefit plus defined contribution – member chose to convert the value of the supplemental retirement account
(defined contribution) into an additional, lifetime monthly annuity.

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

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

Philip Wayne Bell, Police Dept - Uniformed

Option A-4
50% without reinstatement

Date of birth, November 7, 1933: 84 years of age
Total credited service: 52 years 8 months 17 days
Average monthly salary for 2 highest 12 month periods, $5,722.14 x .025 =
$143.0535 x 30 =
*$4,291.61 pension effective July 1, 2018

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

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

David B Rausch, Police Dept - Uniformed

Option A-6
100% without reinstatement

Date of birth, July 29, 1962: 55 years of age
Total credited service: 30 years
Average monthly salary for 2 highest 12 month periods, $12,959.26 x .025 =
$323.98 x 30 = $9,719.40. Mr. Rausch chose Option A-6 – 100% Joint and Survivor without
reinstatement to Debie M Rausch, spouse. $9,719.40 x .9123 =
$8,867.01 pension effective July 1, 2018

Motion: Mr. Fortner made a motion to approve this application for Normal retirement payable
under Option A-6. Mr. Saunders seconded the motion. The motion passed 8-0.
12. APPLICATION FOR NORMAL RETIREMENT: PLAN G2
CHARTER SECTION 1360.12

David D Massey, General Govt
Option A-9
100% with reinstatement

Date of birth, May 20, 1948: 70 years of age
Total credited service: 10 years 4 months 4 days
Average monthly salary for 2 highest 12 month periods, $6,300.13 x .021 = $132.30 x 10.34429 = $1,368.55. Mr. Massey chose Option A-9 – 100% Joint and Survivor with reinstatement to Barbara A Harris, spouse. $1,368.55 x .7533 = $1,030.93 pension effective July 1, 2018

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

Joseph Toole, General Govt
No Option

Date of birth, June 10, 1953: 65 years of age
Total credited service: 11 years 1 month 10 days
Average monthly salary for 2 highest 12 month periods, $2,696.87 x .021 = $56.63 x 11.11073 = $629.20 pension effective July 1, 2018

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

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.

Kenneth J Parrott, General Government – Plan G2
No Option
Date of birth, January 6, 1954: 64 years of age
Total credited service: 20 years 6 months 3 days
Average monthly salary for 2 highest 12 month periods, $3,243.05 x .021 = $68.10 x 20.50822 = $1,396.61 pension effective July 1, 2018.
DROP complete June 30, 2020.
Motion: Mr. Tillett made a motion to approve this application for Drop retirement. Mr. Saunders seconded the motion. The motion passed 8-0.

14. APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:

<table>
<thead>
<tr>
<th>Service Description</th>
<th>Inv. Amount</th>
<th>FYTD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Findley – Actuary (May)</td>
<td>8,838</td>
<td>70,343</td>
</tr>
<tr>
<td>Kennerly, Montgomery &amp; Finley – Attorney (General - June)</td>
<td>3,224</td>
<td>57,578</td>
</tr>
<tr>
<td>Northern Trust – Custodial/Benefit (2nd Qtr – 2018)</td>
<td>44,848</td>
<td>168,865</td>
</tr>
<tr>
<td>Summit Strategies – Investment Consultant (2nd Qt – 2018)</td>
<td>40,000</td>
<td>160,000</td>
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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.

15. INVESTMENT MATTERS: None

16. OTHER: None

17. PUBLIC COMMENTS: None

18. ATTORNEY COMMENTS: None

19. ADJOURNMENT:

There being no further business, the meeting was adjourned by Mr. Paseur at 9:02 a.m.

________________________________________
Chair

________________________________________
Date