ORDER OF BUSINESS

1. CALL TO ORDER

Mayor Rogero called to order the February 14, 2019 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>Present</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>Alex Neubert</td>
<td>General Government Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Stephanie Welch</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>Present</td>
</tr>
</tbody>
</table>

Others Present: Mr. Roger Byrd – Fire Department Uniformed Retired member; Ms. Savannah Maupin – City Recorder’s Office; and Mr. Tim Walters – AndCo Consulting

3. APPROVAL OF REGULAR MEETING MINUTES FOR JANUARY 10, 2019.

Ms. Welch made a motion to approve the minutes of the January 10, 2019 meeting. Mr. Bills seconded the motion. The motion passed 8-0.

4. APPROVAL OF REVISED AGENDA – Exhibit 1

Mr. Tillett made a motion to accept the Revised Agenda. Ms. Welch seconded the motion. The motion passed 8-0.
5. **ADMINISTRATIVE MATTERS**

Disability application pending

Ms. Paczkowski advised the Board of a General Government - Injury in line of duty application forthcoming at the March 14, 2019 meeting.

6. **EXECUTIVE DIRECTOR COMMENTS**

Pension Benefits Administrative job posting

Ms. Paczkowski advised the Board that the closing deadline for applicants for the Pension Benefits Administrator job posting is February 22, 2019. She further stated that she needed to briefly talk to the members of the personnel committee immediately following this morning’s meeting regarding the review and hiring process, and that she may need to schedule a personnel committee meeting at some point during the process.

7. **CONTRACTS:** None

8. **ENROLLMENTS**

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

Andrew Beasley  
Parker Betschart  
Tammy Comerford  
Elizabeth Ealey  
Tyrome Ferguson  
David Hendrix  
Grant Howard  
Jerry Huff  
Brazille Lasseo  
Mary Leidig  
James Myers  
George Nennstiel  
Michael Reagan  
James Underwood

Motion: Mr. King made a motion to approve these applications for enrollment in Plan H-GG of the pension system. Ms. Welch 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.

Austin Atkins – Plan H; non-vested  
Samuel Daily - Plan H; non-vested  
Sergio Marrero – Police Dept, Plan C; vested  
Andrew Proffitt – Plan H; non-vested
Motion: Mr. Tillett made a motion to approve these applications for withdrawal of employee contributions. Mr. Neubert seconded the motion. The motion passed 8-0.

10. APPLICATION FOR DEFERRED RETIREMENT: PLAN C
CHARTER SECTION 1390.16

Mark Foulks, Fire Dept
Option A-6
100% without reinstatement

Date of birth, January 2, 1969: 50 years of age
Total credited service: 16 years 8 months 18 days (last employed Oct 2006)
$1,122.40 pension effective February 1, 2019

Motion: Mr. Fortner made a motion to approve this application for Deferred retirement payable under Option A-6. Mr. Tillett seconded the motion. The motion passed 8-0.

Thomas Walker, Police Dept
Option A-6
100% without reinstatement

Date of birth, July 28, 1964: 54 years of age
Total credited service: 8 years 6 months (last employed Aug 2002)
$476.18 pension effective February 1, 2019

Motion: Mr. Fortner made a motion to approve this application for Deferred retirement payable under Option A-6. Mr. Tillett seconded the motion. The motion passed 8-0.

11. APPLICATION FOR DEFERRED RETIREMENT: PLAN G2
CHARTER SECTION 1360.28

Susan White, General Govt
Option A-9
100% with reinstatement

Date of birth, January 28, 1957: 62 years of age
Total credited service: 15 years 15 days (last employed Aug 2017)
$1,109.52 pension effective February 1, 2019

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

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.

Kathliene Hall, General Government – Plan G2
No Option
Date of birth, April 14, 1958: 60 years of age
Total credited service: 20 years 10 months 26 days
$1,439.28 pension effective February 1, 2019. DROP complete January 31, 2021.

**Motion:** Ms. Welch made a motion to approve this application for DROP retirement. Mr. Neubert seconded the motion. The motion passed 8-0.

Gregory Ladd, General Government – Plan G2
Date of birth, October 3, 1957: 61 years of age
Total credited service: 22 years 4 months 6 days
$2,072.94 pension effective February 1, 2019.
DROP complete January 31, 2021.

**Motion:** Ms. Welch made a motion to approve this application for DROP retirement. Mr. Neubert seconded the motion. The motion passed 8-0.

Robert Lowery, General Government – Plan G2
Option B-11
Date of birth, April 5, 1957: 61 years of age
Total credited service: 44 years 27 days
$3,199.02 pension effective February 1, 2019.
DROP complete January 31, 2021.

**Motion:** Ms. Welch made a motion to approve this application for DROP retirement payable under Option B-11. Mr. Neubert seconded the motion. The motion passed 8-0.

Gary Lundy, General Government – Plan G2
No Option
Date of birth, October 6, 1955: 63 years of age
Total credited service: 22 years 5 months 5 days
$1,746.43 pension effective February 1, 2019.
DROP complete January 31, 2021.

**Motion:** Ms. Welch made a motion to approve this application for DROP retirement. Mr. Neubert seconded the motion. The motion passed 8-0.

Zephyree Porter, General Government – Plan G1
Option A-7
50% with reinstatement
Date of birth, February 18, 1959: 59 years of age
Total credited service: 36 years 6 months 24 days
* $1,766.84 pension effective February 1, 2019.
DROP complete January 31, 2021.

*Defined benefit only – member elected to receive the value of the supplemental retirement account applicable in Plan G Option 1 in a one time lump sum payment per the 9/3018 account valuation.

**Motion:** Ms. Welch made a motion to approve this application for DROP retirement payable under Option A-7. Mr. Neubert seconded the motion. The motion passed 8-0.
13. **APPROVAL OF INVOICES FOR PROFESSIONAL SERVICES:**

<table>
<thead>
<tr>
<th>Service Provider</th>
<th>Inv. Amount</th>
<th>FYTD</th>
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<tbody>
<tr>
<td>Kennerly, Montgomery &amp; Finley – Attorney</td>
<td>4,750</td>
<td>22,400</td>
</tr>
<tr>
<td>(General – Jan)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Northern Trust – Money Manager (4th Qtr – 2018)</td>
<td>7,063</td>
<td>19,853</td>
</tr>
<tr>
<td>Acadian – Money Manager (4th Qtr 2018)</td>
<td>61,471</td>
<td>199,079</td>
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<tr>
<td>Wm Blair – Money Manager (4th Qtr 2018)</td>
<td>31,091</td>
<td>106,013</td>
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<tr>
<td>Eagle Capital – Money Manager (4th Qtr 2018)</td>
<td>77,960</td>
<td>264,170</td>
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<tr>
<td>IRM – Money Manager (4th Qtr 2018 – TIPS Fund)</td>
<td>2,396</td>
<td>7,216</td>
</tr>
<tr>
<td>IRM – Money Manager (4th Qtr 2018 – Core Fund)</td>
<td>29,121</td>
<td>87,219</td>
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<tr>
<td>Investec – Money Manager (4th Qtr 2018)</td>
<td>10,850</td>
<td>10,850</td>
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<tr>
<td>Pinnacle – Money Manager (4th Qtr – 2018)</td>
<td>21,197</td>
<td>67,808</td>
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<td>Schroders (Money Manager – 4th Qtr – 2018)</td>
<td>42,521</td>
<td>127,278</td>
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<tr>
<td>Tortoise Capital – Money Manager (4th Qtr 2018)</td>
<td>51,201</td>
<td>171,660</td>
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<td>1,083,546</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.

14. **INVESTMENT MATTERS:**

Tim Walters - AndCo

4th Qtr 2018 Performance Report

Mr. Walters made a presentation of the 4th Quarter 2018 Performance Report. Copies of the report are on file in the Pension Office.

**Investment Advisory Services Recommendation**

Ms. Paczkowski provided a summary of the RFP review process and presented the recommendation from the evaluation committee as part of the investment committee to begin negotiation with Marquette Associates for investment advisory services.

Motion: Mr. York seconded a motion from the investment committee to begin negotiation with the evaluation committee’s top candidate (Marquette Associates) for investment advisory services. If contract negotiations with Marquette Associates do not materialize to the System’s satisfaction, Ms. Aslinger and Ms. Paczkowski shall terminate said negotiations and begin negotiations with the 2nd ranked firm (AndCo Consulting), etc. until a contract is ready to bring to the Board.

The motion passed 8-0.

15. **OTHER:** None

16. **PUBLIC COMMENTS:** None

17. **ATTORNEY COMMENTS:**

Attorney Aslinger distributed updates of the Investment Policy Statement from 2015 and 2017 to the Board for their Pension Board member manuals.
18. **ADJOURNMENT:**

There being no further business, the meeting was adjourned by Mayor Rogero at 9:20 a.m.

________________________________________
Chair

________________________________________
Date