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

<table>
<thead>
<tr>
<th>Attendee Name</th>
<th>Title</th>
<th>Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mayor Kincannon</td>
<td>Mayor</td>
<td>Present</td>
</tr>
<tr>
<td>Linda Gay Blanc</td>
<td>Mayoral Appointment</td>
<td>Present</td>
</tr>
<tr>
<td>Mark Fortner</td>
<td>Police Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Boyce Evans</td>
<td>Deputy Finance Director</td>
<td>Present</td>
</tr>
<tr>
<td>Dennis Owen</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>Lynne Fugate</td>
<td>City Council Representative</td>
<td>Present</td>
</tr>
<tr>
<td>Jacob Mason</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: Jonathan Graham – Volkert, Kweku Obed and Chris Caparelli - Marquette


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.
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.
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             No Option
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

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            No Option
54 years of age
Total credited service: 29 years 4 months
*$3,576.55 pension effective February 1, 2020
DROP complete January 31, 2022

* 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            No Option
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

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          Option A-4
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

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

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:

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

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
  4th Quarter 2019 Performance Report

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

__________________________
Chair

__________________________
Date