

MEETING OF THE BOARD OF DIRECTORS
CHATTANOOGA FIRE & POLICE PENSION FUND

December 7, 2017

At the regularly scheduled meeting of the Chattanooga Fire and Police Pension Fund Board of Directors held on the 7th day of December 2017, President Craig Joel presided. The meeting was held at the Pension Office, 6009 John Douglass Drive, Chattanooga, TN 37421.

The meeting convened at 0915 hours with board members Craig Joel, Mark Coffman, Phillip McClain, Charlie Thomason, Tommy Meeks and Vickie Haley. Kelly Simmons and Chris Hopkins arrived late. Attorney Bill Robinson was also present.

APPROVAL OF MINUTES

Motion by Tommy Meeks and seconded by Charlie Thomason to approve the minutes of the November 16, 2017 meeting. Motion carried unanimously.

APPEARING BEFORE THE BOARD

Barry Bryant and Steve Roth appeared before the Board. Garcia Hamilton & Associates and Johnson Institutional Management also appeared before the Board for the final interviews for a new core fixed income manager. Please refer to the Investment Report for additional details.

LEGAL UPDATE

Attorney Bill Robinson noted the issue regarding trustee status of the custodial bank is still under review.

MEMBERSHIP CHANGES

Motion by Mark Coffman and seconded by Tommy Meeks to approve the following membership items:

REFUND CONTRIBUTIONS:

- Former Police Officer Cornelius Gaines II, terminated effective 11/28/2017, participation date of 02/06/2009 (2-413)
- Former Police Officer Lauren Haley Gregory, terminated effective 12/01/2017, participation date of 04/18/2014 (2-143)
- Former Firefighter Seth M. Wolfe, terminated effective 12/03/2017, participation date of 09/05/2014 (2-413)

Motion carried unanimously.

ADMINISTRATIVE BUSINESS

The Board reviewed the bills paid since the last meeting.

The Board recessed for an executive legal session at 0925 hours to discuss pending disability applications, as well as other legal matters. The Board reconvened at 1000 hours. The Board scheduled a disability review for Police Sergeant Kenneth Hogans during the next regular Board meeting on December 21, 2017.

INVESTMENT REPORT

Barry Bryant and Steve Roth of Dahab Associates appeared before the Board to present the 3Q-2017 performance update. As of September 30, 2017, the Fund has returned 3.0% for the quarter net of fees and 9.4% net of fees for the trailing year. Steve Roth also discussed portfolio recommendations to move towards the current target allocation. Motion by Phillip McClain and seconded by Charlie Thomason to approve the following recommendations on an as needed basis in order to 1) fund the new core fixed income manager 2) fund the upcoming capital call for Hancock Timber/Farmland Fund and 3) to reallocate assets to work towards the current target allocation:

- Full redemption of TCW Emerging Markets
- Full redemption of PIMCO High Yield

- Full redemption of PIMCO Loans Interest & Credit
- Full redemption of PIMCO All Asset Authority

Motion carried unanimously.

Steve Roth also discussed the current money market vehicle the Fund utilizes for its cash account with Wells Fargo and provided three alternatives to eliminate any potential risk associated with the current vehicle. Motion by Mark Coffman and seconded by Tommy Meeks to move from the Collateralized Institutional Bank Deposit Account to the Treasury Plus Money Market Fund. Motion carried unanimously.

Janna Hamilton and Jeffrey Detwiler of Garcia Hamilton & Associates and Dale Coates and Michael Hoover of Johnson Institutional Management appeared before the Board to make final presentations regarding the RFP for a Core Fixed Income Manager. Motion by Tommy Meeks and seconded by Charlie Thomason to award the RFP to Johnson Institutional Management, utilizing its mutual fund option. Motion carried unanimously.

AGENDA NOTES


- Phillip McClain earned the Accredited Fiduciary designation through NCPERS
- Received City Court Fees for October 2017 (\$5,629.91)

ADJOURNMENT

With no other business, motion by Vickie Haley and seconded by Tommy Meeks to adjourn at 1220 hours. Motion carried unanimously.

Respectfully Submitted,

 12/21/17
Mark Coffman, Secretary

Date Approved:  12-21-2017
Craig Joel, President

<u>Visitors not Appearing Before the Board</u>	
Ron Boyd	Don Bickford