

# Chattanooga Fire & Police Pension Fund

**Serving Those That  
Serve Our Community**

**September  
2019**



## Letter from the Fund Administrator

Hello Everyone,

I hope this newsletter finds everyone doing well!

First off, Police Captain Nathan Vaughn ran unopposed in the recent Board elections and will continue to serve you for the next three years. I would also like to welcome Fire Engineer Terrell “Britt” Bradshaw as the newest Board member replacing Fire Engineer Mark Coffman. Britt also ran unopposed. We would like to thank Mark Coffman for his dedicated service to this Fund for the last six years. Fire Lieutenant Charlie Thomason and Police Sergeant Joe Shaw will continue in their respective roles as Board President and Board Vice-President, with Police Captain Nathan Vaughn elected serving as the Board’s new Secretary.

As a reminder, please take the time to review the enclosed 2Q State of the Pension Summary. This summary provides the most recent information available regarding investment performance, funding information, and participant information.

During the second quarter ending June 30, 2019, the Fund returned a strong 3.3% for the quarter. The first quarter return ranked the Fund in the 47<sup>th</sup> percentile of the Public Fund Universe, meaning that the Fund outperformed 53% of other public funds for the quarter. While the Fund had a great quarter, please keep in mind that the investment approach of the Fund is long term and we will see ups and downs in the market. Since June of 2009, the Fund has returned 8.9% annualized, exceeding the actuarially required rate of return of 7.25% over the long term.

The accounting lawsuit against the Fund’s former trustee, Wells Fargo Bank, is ongoing. Copies of filed motions and supporting documents, which are publicly available from the Clerk and Master’s Office, are available upon request.

I would also like to take this time to remind you that the Board meets every first and third Thursday at 9 a.m. These meetings are open to the public and minutes of Board meetings can also be found online at [www.cfppf.org](http://www.cfppf.org). I encourage you to attend and become involved in your future! Also check out our Facebook page at [www.facebook.com/cfppf](http://www.facebook.com/cfppf) to stay up to date with the latest news.

Sincerely,

Katrina Abbott

Fund Administrator



## **FIRE AND POLICE MEMORABILIA**

The Fire and Police Pension Fund would like to gather Fire and Police memorabilia to display in the Fund’s building. We have blank walls and floor space that we would like to fill with pictures and mementos of years past for our members and their families to view. Fire Chief Hyman recently donated a display case and associated memorabilia along with a photo board containing pictures of Chattanooga Fire Department staff from **1975**. If you would like to donate, please call the Fund office at (423) 893-0500 and ask to speak to Fund Administrator Katrina Abbott. **THANK YOU!**

# STATE OF THE PENSION SUMMARY

As of 06/30/2019

This notice includes summary information about the Chattanooga Fire and Police Pension Fund regarding investments, funding and participant information.

## Investment Returns as of 06/30/2019

<b>Plan Assets 03/31/2019:</b>	<b>\$222,201,927</b>			
<b>Plan Assets 06/30/2019:</b>	<b>\$228,981,382</b>			
	Q2 2019	YTD	1 Year	3 Year (Annualized)
<b>CFPPF Portfolio - Before Fees</b>	<b>3.3%</b>	<b>12.6%</b>	<b>6.2%</b>	<b>8.2%</b>
<b>Equity - Before Fees</b>	<b>3.5%</b>	<b>16.3%</b>	<b>5.2%</b>	<b>10.0%</b>
MSCI World Index	3.8%	16.6%	6.3%	12.2%
<b>Real Assets - Before Fees</b>	<b>1.5%</b>	<b>2.1%</b>	<b>6.5%</b>	<b>9.4%</b>
Real Asset Index	0.3%	2.9%	0.9%	2.9%
<b>Fixed Income - Before Fees</b>	<b>3.3%</b>	<b>7.4%</b>	<b>9.0%</b>	<b>5.2%</b>
Bloomberg Agg Index	3.1%	6.1%	7.9%	2.3%
<b>CFPPF Portfolio - After Fees</b>	<b>3.1%</b>	<b>12.4%</b>	<b>5.8%</b>	<b>7.6%</b>
Benchmark Index	3.3%	12.5%	6.1%	7.5%

Index returns presented are broad benchmarks considered representative of each asset class in which the performance of the asset class can be measured against.

## 1/1/2019 Actuarial Valuation Data

Funding Information	
Estimated Actuarial Unfunded Liabilities	\$210,490,711
Market Value Funded Ratio	46.51%
Required City Contribution	\$19,604,058
Required City Contribution as % Payroll	46.95%
Required Employee Contribution as % Payroll	11%

Participant Information	
Active Participants	862
Retired Participants and Beneficiaries	791
Terminated Vested Participants	18
Total Monthly Pension Benefits for 2018	\$27,708,911
Total Lump Sum Payments for 2018	\$1,394,110

This summary notice is also available online at [www.cfppf.org](http://www.cfppf.org).

## *Our Condolences to those who have lost Family & Friends*

**Thelma Padgett**, surviving spouse of retired Fire Captain **Alfred Padgett**, passed away on June 26, 2019. She is survived by her children **Drema Gaffin**, **Alex Padgett** and **James Padgett**.

**Betty Jean Adams**, surviving spouse of retired Police Officer **James Wiley Adams**, passed away on July 4, 2019. She is survived by her children **Brenda Silvey**, **Connie Ruth Freeman**, **Carney Brown (Norma Jean) Freeman** and **H. Steve Freeman**; stepdaughters **Carney Sue Freeman** and **Cheri Lynn Carr**.

Retired Police Captain **Dana W. Littlefield** passed away on July 13, 2019. He is survived by his wife **Penny K. Littlefield** and daughter **Suzanne Littlefield (Kevin) Brady**.

**Joy O. Harris**, surviving spouse of retired Fire Captain **Arthur L. Harris, Sr.**, passed away on July 16, 2019. She is survived by her children **Lloyd (Charlotte) Harris**, **Michael (Denise) Holland**, **Janice Harris**, **Vicki (Lee) Rhodes** and **Jan (Al) DePalma**.

Retired Police Sergeant **James E. "Spookie" Jackson, Sr.** passed away on July 26, 2019. He is survived by his wife **Doris Jackson** and children **James (Katrina) Jackson, Jr.**, **Shinee Jackson**, **Shenece (David) Craddock**; stepchildren **Kimberly (Corey) Ray**, **Charles Buckner** and **William (Shannon) Howard**.

Retired Fire Captain **Harl Leon Smith, Jr.** passed away on August 18, 2019. He is survived by his wife **Frankie F. Smith**, and children **Rodney (Sharon) Smith**, **Dino (Abby Wallace) Smith**, **Vickie (David) Brown** and **Tammy (Tim) McDade**.

Retired Fire Captain **Stanley "Captain" Nelson Jenkins** passed away on August 29, 2019. He is survived by his wife **Patricia Anne White Jenkins**.

**Elsie Scoggins**, surviving spouse of retired Assistant Fire Chief **Winston Scoggins, Sr.** passed away on August 30, 2019.

Retired Deputy Fire Chief **Cecil E. Houts** passed away on September 2, 2019. He is survived by his daughter **Christene (Richard) Descoteaux**.

Retired Fire Lieutenant **William Carlyle Brown** passed away on September 4, 2019. He is survived by his children **Ricky Brown**, **James (Kristin) Brown**, **Carlene (Todd) Williams**, **Darlene (Tom) Evans**, **Jerri (Chuck) Morgan**, **Terri Fryar** and **Mandy Brown**.

**Board Members:**

**Charlie Thomason** President

**Joe Shaw** Vice President

**Nathan Vaughn** Secretary

**Britt Bradshaw**

**Phillip McClain**

**Kelly Simmons**

**Chris Hopkins**

Fund Administrator:

**Katrina Abbott**

Deputy Administrator:

**Christina Culpepper**

Administrative Assistant:

**Doug Kelley**

Board Attorney:

**William E. Robinson**

**Chattanooga Fire & Police  
Pension Fund  
6009 John Douglass Drive  
Chattanooga, TN 37421**



**423-893-0500**

**1-800-881-9022**

**Fax: 423-893-7769**

[www.cfppf.org](http://www.cfppf.org)

# *Congratulations New Retirees*

Police Officer **Rodney C. Brown** retired on July 15, 2019 with 25 years of service.

Police Sergeant **Randall Noorbergen** retired on July 30, 2019 with 26 years of service.

Master Police Officer **Bruce V. Elliott** retired on August 2, 2019 with 27 years of service.