

Chattanooga Fire & Police Pension Fund

**Serving Those That
Serve Our Community**

**June
2020**



Letter from the Fund Administrator

Hello Everyone,

I hope this newsletter finds everyone safe and healthy!

I wanted to remind everyone that the Fund office is currently open for members to conduct day to day business. The Fund will follow the recommended sanitizing and social distancing guidelines to minimize the risk of its staff and members during the current pandemic.

Proof of Life Affidavits are due no later than July 31, 2020. Affidavits must be notarized or witnessed by Fund staff or trustees. Reminder notices will be sent separately to those participants that have not yet submitted their affidavit. Wage & Income Transcript notices for participants receiving a disability pension have also been mailed.

As I am sure everyone is aware, the markets have and continue to experience significant volatility during 2020. March experienced some of the worst single-day drops in the market in history as a result of many factors. The Board has worked diligently over the last few years to better position the Fund during economic crisis. Please keep in mind that the investment approach of the Fund is long term and we will certainly see ups and downs in the market. Please review to the quarterly State of the Pension Summary enclosed in this newsletter.

The accounting lawsuit against the Fund's former trustee, Wells Fargo Bank, is ongoing. Wells Fargo recently filed a Motion for Summary Judgement, which was subsequently denied by the Hamilton County Chancery Court. The suit for accounting will continue and has proven to be a lengthy process.

Former Fire Lieutenant Charlie Thomason has resigned from the Board as a result of his termination from the Chattanooga Fire Department. We would like to thank him for his dedicated service to the Fund and its members. The Board is working diligently to find someone to fill his vacancy. Please also keep in mind that Board elections will be coming up on Tuesday, September 1, 2020. Master Patrol Officer Phillip McClain and Fire Captain Kelly Simmons will be up for election. Additional information will be made available closer to elections.

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 the Board meetings can also be found online at www.cfppf.org. For the time being, meetings are still being conducted via teleconference as an effort to maintain social distancing requirements and minimize gatherings in order to reduce the exposure to trustees, staff and members. Please visit our website at www.cfppf.org and Facebook at www.facebook.com/cfppf for any updates.

Sincerely,

Katrina Abbott
Fund Administrator

STATE OF THE PENSION SUMMARY

As of 03/31/2020

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

Investment Returns as of 03/31/2020

Plan Assets 12/31/2019:	\$240,204,648			
Plan Assets 03/31/2020:	\$207,430,140			
	Q1 2020	YTD	1 Year	3 Year(Annualized)
CFPPF Portfolio - Before Fees	-13.7%	-13.7%	-5.1%	2.2%
Equity - Before Fees	-21.3%	-21.3%	-11.7%	0.4%
MSCI World Index	-21.3%	-21.3%	-10.8%	2.1%
Real Assets - Before Fees	-0.2%	-0.2%	4.5%	7.1%
Real Asset Index	-7.8%	-7.8%	-5.8%	0.2%
Fixed Income - Before Fees	2.7%	2.7%	9.0%	5.8%
Bloomberg Agg Index	3.1%	3.1%	8.9%	4.8%
CFPPF Portfolio - After Fees	-13.8%	-13.8%	-5.5%	1.7%
Benchmark Index	-14.6%	-14.6%	-6.4%	1.5%

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

1/1/2020 Actuarial Valuation Data

Funding Information		Participant Information	
Estimated Actuarial Unfunded Liabilities	\$222,537,833	Active Participants	866
Market Value Funded Ratio	51.80%	Retired Participants and Beneficiaries	799
Required City Contribution	\$21,080,574	Terminated Vested Participants	18
Required City Contribution as % Payroll	50.24%	Total Monthly Pension Benefits—2019	\$28,374,924
Required Employee Contribution as % Payroll	11.00%	Total Lump Sum Payments for 2019	\$1,191,270

This summary notice is also available online at www.cfppf.org.

DO YOU NEED TO UPDATE INFORMATION?

If you would like to have someone ask questions for you regarding your pension benefits, we will need you to fill out an Authorized Contact form. If you have a change in your marital status, you need to provide the Fund with a copy of your divorce decree or marriage certificate and complete a new Beneficiary form. If you have named a Power of Attorney, please provide us with a copy if you have not already done so. Contact the office if you have any questions. Thank you.

Our Condolences to those who have lost Family & Friends

Retired Deputy Police Chief Bernard C. Gloster passed away on March 26, 2020. He is survived by his wife **Linda G. Gloster** and son **Brian C. Gloster**.

Retired Fire Lieutenant Coolidge “**Jack**” **Jackson Downer** passed away on April 18, 2020. He is survived by his wife **Joyce Parish Downer** and children **Jeff (Christine) Downer**, **Bill Thompson**, **Tish Holland (Gary) Downs** and **Lisa Downer (Michael) Murphy**.

Retired Fire Captain **William Donald Brock** passed away on May 7, 2020. He is survived by his wife **Judy Brock**, son **William Donald (Terry) Brock, Jr.** and stepsons **Phillip Woodall** and **Gary (Susan) Woodall**.

Retired Fire Captain **Bruce L. Williford** passed away on May 15, 2020. He is survived by his wife **Tammy Williford**, and daughters **Amanda (Buford) Reyna** and **Amber (David) Bratcher**.

Bobbie Ruth Jenkins, surviving spouse of retired Deputy Fire Chief **Joe Jenkins**, passed away on May 21, 2020. She is survived by her daughter **Candice (Harold) Thrower**.

Congratulations New Retirees

No activity

CONGRATULATIONS

We would like to congratulate Deputy Fund Administrator **Christina Culpepper** and her husband **Ben** on the new addition to their family—son **Ezekiel Ray Waylon Culpepper**. He was born on May 22, 2020 and weighed 6 pounds and 12 ounces. Best wishes to the family.

Board Members:

Joe Shaw President

Kelly Simmons Vice President

Nathan Vaughn Secretary

Britt Bradshaw

Phillip McClain

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**

PROOF OF LIFE AFFIDAVIT

A reminder to participants receiving monthly pension payments who have not turned into the Fund their affidavit (refer to correspondence issued on February 20, 2020 and April 3, 2020) that the extended deadline is **July 31, 2020**.

If you live in the area, you are welcome to come by the office and have a Fund employee witness the affidavit. Call before reporting at **(423) 893-0500** to schedule an appointment. You may also make an appointment at your local bank and have the affidavit notarized and either mail or fax (number on the affidavit) to the Fund office.

A few participants have designated persons to be their Power of Attorney. In this event, note the following:

1. Your POA can complete the affidavit for you.
2. The Fund must have a copy of your POA (financial only) to confirm the person who completes the affidavit is authorized to do so.
3. The affidavit must be notarized by an outside source.

Contact the Fund office if you have any questions.

Thank you.

NOTE: Thank you to those of you who have already completed and turned in your affidavits.