

Chattanooga Fire & Police Pension Fund

**Serving Those That
Serve Our Community**

**October
2020**



Letter from the Fund Administrator

Hello Everyone,

I hope this newsletter finds everyone safe and healthy!

First off, 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.

Master Patrol Officer Phillip McClain ran unopposed in the recent Board election and will continue to serve you for the next three years. I would also like to welcome Fire Captain Scott Sparks as the newest Board member replacing Fire Captain Kelly Simmons. Scott also ran unopposed. We would like to thank Kelly Simmons for his dedicated service to this Fund for the last six years. We would also like to welcome Firefighter Cal Long to the Board. As I explained in the last newsletter, former Fire Lieutenant Charlie Thomason resigned from the Board in June. As a result, the Board diligently sought a replacement to fill his vacancy and ultimately appointed Cal to fill the remainder of Charlie's term. Police Sergeant Joe Shaw and Police Captain Nathan Vaughn will continue in their respective roles as Board President and Board Secretary, with Fire Engineer Britt Bradshaw serving as the Board Vice-President.

The Board and I would like to thank everyone for their cooperation in completing the newly required Proof of Life Affidavits during what has proven to be a challenging year. We are glad to say that we received all 799 affidavits without incident. This goes to show that the affidavits are accomplishing their intended purpose of safeguarding the assets of this Fund for all participants.

As I am sure everyone is aware, the markets have and continue to experience volatility. 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 refer 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 and will likely continue to be a lengthy process.

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 06/30/2020

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

Investment Returns as of 06/30/2020

Plan Assets 03/31/2020:		\$207,430,140			
Plan Assets 06/30/2020:		\$233,468,539			
	Q2 2020	YTD	1 Year	3 Year(Annualized)	
CFPPF Portfolio - Before Fees	13.6%	-1.7%	4.8%	6.1%	
Equity - Before Fees	20.4%	-4.6%	3.4%	5.9%	
MSCI World Index	19.4%	-6.0%	2.6%	6.7%	
Real Assets - Before Fees	1.1%	0.4%	3.4%	7.7%	
Real Asset Index	1.2%	-6.7%	-5.0%	0.7%	
Fixed Income - Before Fees	3.8%	6.6%	9.5%	6.5%	
Bloomberg Agg Index	2.9%	6.1%	8.7%	5.3%	
CFPPF Portfolio - After Fees	13.4%	-1.9%	4.3%	5.6%	
Benchmark Index	12.9%	-3.6%	2.9%	5.0%	

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	
Estimated Actuarial Unfunded Liabilities	\$222,537,833
Market Value Funded Ratio	51.80%
Required City Contribution	\$21,080,574
Required City Contribution as % Payroll	50.24%
Required Employee Contribution as % Payroll	11.00%

Participant Information	
Active Participants	866
Retired Participants and Beneficiaries	799
Terminated Vested Participants	18
Total Monthly Pension Benefits for 2019	\$28,374,924
Total Lump Sum Payments for 2019	\$1,191,270

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

Our Condolences to those who have lost Family & Friends

Charlotte Ann Burrell, surviving spouse of retired Police Sergeant **Bobby Burrell**, passed away on July 8, 2020.

Retired Fire Lieutenant **William “Bill” Doyle Knight** passed away on July 24, 2020.. He is survived by his wife **Patricia Knight**, son **Todd (Traci) Knight**, step sons **David (Jean) Gray** and **Chris (Beth) Gray**.

Retired Firefighter Senior **Chad E. Crisp** passed away on August 2, 2020. He is survived by his wife **Leah Crisp** and children **Austin Lake Crisp** and **Honey Elizabeth Crisp**.

Nancy Ray Mallett, surviving spouse of retired Police Officer **James E. Mallett**, passed away on August 17, 2020. She is survived by her children **Mike (Karen) Mallett**, **Chip (Donna) Mallett**, **Jeff Mallett** and **Leann (Brandon) Fergueson**.

Helen Nelson Carlucci, surviving spouse of retired Police Captain **William T. Nelson**, passed away on September 10, 2020. She is survived by her children **Richard T. (Sherry) Maddox**, **William M. Maddox**, **Nancy E. (Joe) Pogge** and **Mary Sue (Dennis) McDowell**.

Congratulations New Retirees

Fire Captain **William E. Dautrich, Jr.** retired on July 3, 2020 with 33 years of service.

Master Police Officer **James D. Ashley, Jr.** retired on July 30, 2020 with 25 years of service.

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.

Board Members:

Joe Shaw President

Britt Bradshaw Vice President

Nathan Vaughn Secretary

Phillip McClain

Cal Long

Scott Sparks

Chris Hopkins

Fund Administrator:

Katrina Abbott

Deputy Administrator:

Christina Culpepper

Administrative Assistant:

Doug Kelley

Board Attorney:

William E. Robinson

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