

## ANNUAL MEETING OF THE BOARD OF TRUSTEES

### CHATTANOOGA FIRE & POLICE PENSION FUND

September 20-22, 2018

At the Annually scheduled meeting of the Chattanooga Fire and Police Pension Fund Board of Trustees held on the 20<sup>th</sup> through the 22<sup>nd</sup> day of September 2018, President Charlie Thomason presided. The meeting was held at the Courtyard Marriott Hotel, 170 Fourth Avenue North, Nashville, Tennessee, 37218. The meeting was held with the Fund's investment consultant, certain investment managers, the Fund's actuary, and the Fund's attorney over a three day period.

The meeting convened with board members Charlie Thomason, Kelly Simmons, Phillip McClain, Nathan Vaughn, Joe Shaw, and Chris Hopkins. Attorney Bill Robinson was also present. Mark Coffman was an excused absence for September 22, 2018.

#### **ADMINISTRATIVE BUSINESS**

Fund Administrator Katrina Abbott presented the proposed engagement letter for LBMC regarding the agreed upon procedures to be performed. The Board did not require any additional procedures and approved the engagement letter. The Board also completed its annual review of the Fund's Ethics Policy.

#### **INVESTMENT REPORT**

Barry Bryant and Steve Roth of Dahab Associates appeared before the Board to discuss investment decisions to be made regarding moving toward our targeted asset allocation, as well as a review of certain current investment managers.

On September 20, 2018, the Board heard final presentations regarding Timber Funds by both Molpus Woodlands Group and Resource Management Services to manage \$5M of the asset allocation for Timber and Farmland. Motion by Mark Coffman and seconded by Nathan Vaughn to retain Molpus Woodlands Group. Motion carried unanimously.

On September 21, 2018, the Board heard final presentations regarding Farmland Funds by both Ceres Partners and UBS Farmland Investors to manage \$5M of the asset allocation for Timber and Farmland. Motion by Joe Shaw and seconded by Kelly Simmons to retain UBS Farmland Investors. Motion carried unanimously.

On September 22, 2018, the Board heard presentations from both American Century Investment Management and AQR Capital Management regarding the replacement of Vanguard Emerging Markets Index with an active manager. Motion by Joe Shaw and seconded by Nathan Vaughn to retain AQR Capital Management. Motion carried. Phillip McClain opposed and Kelly Simmons abstained.

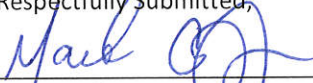
Dahab Associates discussed the responses they received regarding the Small Cap Core Manager RFP they had issued on behalf of the Board. Dahab Associates recommended the Board conduct final interviews with PIMCO, Earnest Partners, and Palisade Capital Management during the regularly scheduled Board meeting on October 18, 2018. The Board approved the finalists for the October 18, 2018 meeting.

The Board also heard presentations from the following existing managers and vendors as part of its due diligence: Segal Company, Siguler Guff, US Bank, Energy & Minerals Group, Glouston Capital Partners, and BlackRock.

#### **ADJOURNMENT**

With no other business, motion by Phillip McClain and seconded by Kelly Simmons to adjourn the annual meeting. Motion carried unanimously.

Respectfully Submitted,



Mark Coffman, Secretary

Date Approved: 10-11-18



Charlie Thomason, President

Visitors not Appearing Before the Board

