

MEETING OF THE TRUSTEES
CITY OF CHATTANOOGA GENERAL PENSION PLAN

January 11, 2016

A called meeting of the City of Chattanooga General Pension Plan Board of Trustees was held on January 11, 2016 at 8:30 a.m. in the J. B. Collins Conference Room. Trustees present were Daisy Madison, Erskine Oglesby, Carl Levi, Katie Reinsmidt and Steve Perry. Others attending the meeting were Valerie Malueg, City Attorney's Office; and Todd Dockery, Madeline Green and Cheryl Powell, City Human Resources Department.

Definitions in the document: GPP is General Pension Plan, OPEB is Other Post-Employment Benefits

The meeting was called to order by Chair Daisy Madison.

A quorum was present at the beginning of the meeting.

Administrative Actions

Cheryl Powell presented the Contract extension with Cavanaugh Macdonald Consulting. The original contract was written for three years with a two year extension. The new contract is the same content except for the change in section II which explicitly states the time period beginning January 1, 2016 and ending December 31, 2017.

Carl Levi made a motion to approve the extension of the agreement with Cavanaugh Macdonald Consulting. Erskine Oglesby seconded the motion. The motion was unanimously approved.

Report from Counsel

Valerie Malueg has been working with Bill Robinson on the requirements for compliance of governmental plans with the Internal Revenue Code. The federal tax law of 1986 specifies the pension plan provisions as it relates to Governmental plans. These provisions must be included in the governmental plan to be in compliance.

Cheryl Powell worked with Valerie Malueg on the list of the provisions as laid out in the tax law as well as the provisions identified by Bill Robinson for the Fire and Police Pension to incorporate the amendments the GPP specifically needs to comply with the Internal Revenue Code. Valerie then finalized the ordinance for the General Pension Plan.

Submission must be made to the IRS by end of January 2016. Having a positive ruling gives the GPP advantages if there is ever a need to defend the Plan through an audit or other question about the Plan as it relates to compliance with the law.

Ed Koebel from Cavanaugh Macdonald reviewed the Plan with the amendments and provided an opinion in a timely manner confirming that the City Code provisions as amended will comply with the Internal Revenue Code.

Erskine Oglesby made a motion to approve and recommend the changes in the drafted ordinance amending the Chattanooga City Code Part II, Chapter 2 to the City Council. Katie Reinsmidt seconded the motion. The ordinance recommendation was unanimously approved.

There being no other business, ***Steve Perry made a motion to adjourn and Katie Reinsmidt seconded the motion.*** The meeting was adjourned by Daisy Madison.

APPROVED:


Chairman


Secretary