

MEETING OF THE TRUSTEES

CITY OF CHATTANOOGA GENERAL PENSION PLAN

July 17, 2008

The regular meeting of the City of Chattanooga General Pension Plan was held July 17, 2008 at 8:45 a.m. in the J.B. Collins Conference Room. Trustees present were Daisy Madison, BettyeLynn Smith, Dan Johnson, and Katie Reinsmidt. Others attending the meeting were Mike McMahan, City Attorney’s Office; Jeff Claxton, City Benefits Office; Sharon Lea, City Personnel Office; Steven McNally, First Tennessee Bank; and Todd Gardenhire, SmithBarney.

The meeting was called to order by Chairwoman Daisy Madison. A quorum was present.

The minutes of the meeting held June 19, 2008 were approved.

The following pension benefits and plan expenses were discussed for approval:

PART I – ACCOUNT SUMMARY

ACCOUNTS PAYABLE

<u>COMPANY</u>	<u>AMOUNT PAYABLE</u> THIS PERIOD	<u>YTD</u>	<u>SERVICES RENDERED</u>
CONSULTING SERVICES GROUP	\$16,175.75	\$16,175.75	Professional services for the period ending June 30, 2008

INVESTMENT MANAGERS

No Activity

MANAGER TOTAL	\$0.00	\$0.00	
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ACCOUNTS RECEIVABLE

<u>COMPANY</u>	<u>AMOUNT RECEIVED</u> THIS PERIOD	<u>YTD</u>	<u>PURPOSE</u>
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No Activity

REPORT OF ACCOUNT (S) PAID

MUTUAL OF OMAHA (Long-Term Disability)	\$9,686.46	\$9,686.46	Premium for June 2008
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MISCELLANEOUS ITEMS

<u>NAME</u>	<u>TRANSACTION</u>
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No Activity

FCA Venture Partners, II – Mike McMahan

Mike McMahan briefly discussed the letter that was sent to the Board from FCA Venture Partners, II. It was a special notice regarding an extension of partnership and discontinuance of management fees.

The letter also requested consent to discontinue audited financial statements for the remainder of the term of the partnership. He stated the venture capital fund had \$1.3 M in assets remaining, of which

\$735,000 is invested in three different companies, with \$20,000 in liabilities. Enough of the remaining companies have objected to the discontinuance of audited financial statements.

OPEB TRUST – Mike McMahan

Mike also discussed the five investment vehicles that CSG has recommended for the OPEB Trust, presently around \$2 M. They are Atalanta Sosnoff, THB, Brandywine, Thornburg, and Nuveen. The Trust will have the same fee structure with these managers as the General Pension Plan has.

Diversified Partners III, L.P. – Daisy Madison

Daisy Madison discussed a recent letter from Diversified Partners III, L.P. serving as a written notice that the partnership was making a capital call for DTC Private Equity III, L.P. The amount of the capital call is 2% of committed capital, which equals \$50,000.

The next board meeting was scheduled for Thursday, August 21, 2008 at 8:45 a.m. in the J.B. Collins Conference Room.

There being no further business, the meeting was adjourned.

Chairman

APPROVED:

Secretary