

MEETING OF THE TRUSTEES

CITY OF CHATTANOOGA GENERAL PENSION PLAN

December 6, 2007

The regular meeting of the City of Chattanooga General Pension Plan was held December 6, 2007 at 8:30 a.m. at the Chattanooga Conference Center. Trustees present were Daisy Madison, BettyeLynn Smith, Katie Reinschmidt, and Terry Lamb. Others attending the meeting were Jeff Claxton, City Benefits Office; Sharon Lea, City Personnel Office; Michael McMahan, Nelson, McMahan & Noblett; Steve McNally, First Tennessee Bank; Pat Cox, Consulting Services Group; Scott Arnwine, Consulting Services Group; and Yoon Lee, Consulting Services Group. For hedge fund presentations, Chuck Chitty represented Pointer while Jonathan Gans and Benjamin Zach represented Ironwood.

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

The minutes of the meeting held October 18, 2007 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>		<u>SERVICES RENDERED</u>
	<u>THIS PERIOD</u>	<u>YTD</u>	
CONSULTING SERVICES GROUP	\$16,877.00	\$67,437.75	Consulting Services for period ending December 31, 2007
EFI ACTUARIES	\$412.50	\$18,535.78	Benefit Calculation (Rutherford) 1.5 hrs @ \$275.00/hr
FIRST TENNESSEE BANK	\$23,235.91	\$101,910.61	Custodial services for period ending September 30, 2007.

INVESTMENT MANAGERS

BRANDYWINE GLOBAL	\$13,018.65	\$25,345.20	Investment management expense for period ending September 30, 2007.
DUFF & PHELPS	\$19,569.00	\$83,571.00	Investment management expense for period ending September 30, 2007.
INSIGHT CAPITAL	\$19,078.30	\$71,016.70	Investment management expense for period ending September 30, 2007.
SMH CAPITAL	\$8,990.07	\$37,625.66	Investment management expense for period ending September 30, 2007.

MANAGER TOTAL	\$60,656.02		
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ACCOUNTS RECEIVABLE

<u>COMPANY</u>	<u>AMOUNT RECEIVED</u>	<u>PURPOSE</u>
	THIS PERIOD	YTD

No Activity

REPORT OF ACCOUNT (S) PAID

MUTUAL OF OMAHA (Long-Term Disability)	\$19,085.94	\$105,001.61	Premiums for October and November 2007
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MISCELLANEOUS ITEMS

<u>NAME</u>	<u>TRANSACTION</u>
No activity	

Board Meeting

Mr. Longfield gave a very brief update on the third quarter performance. The fund experienced another solid quarter, up over 3% and up 10% year-to-date. While gains were seen throughout each of the asset classes, out performance was found in the growth managers Atalanta Sosnoff and Insight. The international manager, Thornburg, experienced a very good quarter as did Pointer in the hedge fund portfolio.

Mr. McMahan discussed the SEC evaluation of CSG. He felt that the Board did not need to take any further action. Copies of all documents had been maintained for files.

Education Seminar

Presentations were given by the Board's two hedge fund portfolio managers, Pointer and Ironwood. Chuck Chitty represented Pointer and Jonathan Gans and Benjamin Zach represented Ironwood.

Bruce Deutsch from Atalanta Sosnoff gave a brief presentation on traditional investment managers and the Board role played in an interactive buy-sell scenario.

Pat Cox and Robert Longfield from Consulting Services Group held a private equity discussion and reviewed Board responsibilities and interactions.

Related documents and reports from the educational seminar can be reviewed upon request.

The next board meeting was scheduled for Thursday, January 17, 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