

**Fire and Police Pension Association of Colorado
Investment Committee
June 2, 2014**

Agenda

- 10:00 Call to Order
- 10:00 Minutes Approval
- 10:05 Investment Matters
- Asset Liability Study
 - SWAP Procedures
 - Other Matters
- 11:00 Adjourn

**Fire and Police Pension Association
Investment Committee**

**Minutes
June 2, 2014**

**FPPA Office
5290 DTC Parkway, Suite 100
Greenwood Village, CO**

Investment Committee Members Present: (via teleconference) Cliff Stanton, Todd Bower; David Bomberger; (in person) Dan Slack (non-voting), Kevin Lindahl (non-voting).

Investment Committee Members Absent:

Staff Members Present: (in person) Austin Cooley, Ben Bronson, Dale Martin, Jeff Kaszubowski, Curt Huntsman; (via teleconference) Scott Simon.

Others Present: John Linder and Neil Rue of PCA.

Notice of this meeting and a copy of the agenda were posted outside the meeting room and on the FPPA website at least twenty-four hours prior to the meeting.

The meeting was called to order at 10:00 a.m.

The Committee approved the minutes of the April 28, 2014 meeting.

Mr. Simon introduced the topic of the Investment Staff's annual asset liability study which will be presented to the Board at their upcoming retreat. Mr. Simon provided the Committee with details on the historical use and process of the analysis. Key takeaways from the analysis this year:

- FPPA still faces a low returning environment.
- Recent total fund performance and current funded status of the SWDB plan has materially reduced the probability of triggering statutory safeguards.
- Staff is not recommending any significant changes to the target asset allocation.
- Staff is recommending the removal of the Objective Class Definitions within the Investment Policy Statement.

Mr. Cooley continued with a presentation of the quantitative analysis of the study which included capital market expectations, the asset allocation proposal, portfolio risks, liability analysis, stress-testing and liquidity analysis.

The Committee engaged staff in a discussion of capital market expectations for the long/short investment class. Discussion continued regarding the low returning

environment, the appropriateness of a 7.5% investment return assumption and implications of the upcoming contribution election.

PCA provided concurrence to Staff's recommendation and will subsequently provide their own memorandum on the analysis. After further discussion, the Committee approved staff's recommendations.

Running into time constraints, the Committee deferred the discussion of swap procedures until the next meeting.

The meeting was adjourned at 11:05 a.m.