

**Fire and Police Pension Association of Colorado
Investment Committee
June 5, 2014**

Agenda

- 2:00 Call to Order
- 2:00 Minutes Approval
- 2:05 Investment Matters
- Winton Global Equity
 - SWAP Procedures
 - Other Matters
- 3:30 Adjourn

**Fire and Police Pension Association
Investment Committee**

**Minutes
June 5, 2014**

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

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

Investment Committee Members Absent: David Bomberger

Staff Members Present: (in person) Austin Cooley, Sean Ross; (via teleconference) Scott Simon, Jessica Hsu, Dale Martin.

Others Present:

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 2:00 p.m.

The Committee approved the minutes of the June 2, 2014 meeting.

SWAPs: Mr. Simon presented procedures to accommodate the use of total return swaps to manage total fund strategic exposures. Mr. Simon provided a background on various derivative instruments and how FPPA would utilize total return swaps. The role of Russell Investments was described in their oversight of counterparty risk management, collateral requirements, documentation and compliance, monitoring and reporting. Staff proposed a Board and IC approval process of swap exposure type and size with delegating pricing and terms execution to staff. Swap exposure would be fully collateralized and limited to 5% of the total fund with a single counterparty.

The Committee suggested ensuring that the Board receive details of executed swap exposure at a subsequent meeting. After further discussion, the Committee supported Staff's recommendation for SWAP procedures.

Rebalancing Authority: Mr. Simon raised the issue of timing difficulties in being able to effectuate total fund rebalancing transactions. In lieu of convening a Committee meeting to approve rebalancing transactions, Mr. Simon recommended reverting to the previous practice of delegating that authority to Staff with an obligation to subsequently report the details of the rebalancing transactions to the

Committee and the Board.

After discussion, the Committee supported staff's recommendation.

Winton: Mr. Cooley introduced the topic of Staff's recommendation for a \$200 million investment in Winton Global Equity Program.

Proper motion and second was given to adjourn into executive session to discuss the details of the recommendation. The recommendation contained confidential and proprietary information and are therefore not subject to public disclosure under the Colorado Open Records Act. The executive session is allowed pursuant to Section 24-6-402(4)(g). The motion passed and the Committee went into executive session.

The Committee adjourned from executive session. No action was taken during the executive session.

After discussion, the Committee approved staff's recommendation.

The meeting was adjourned at 2:55 p.m.