

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

Agenda

- 8:00 Call to Order
- 8:00 Minutes Approval
- 8:05 Investment Matters
- Absolute Return – portfolio construction framework
 - Other Matters
- 9:00 Adjourn

**Fire and Police Pension Association
Investment Committee**

**Minutes
July 2, 2014**

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

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

Investment Committee Members Absent: None

Staff Members Present: (in person) Ben Bronson, Austin Cooley, Dale Martin, Sean Ross, Claud Cloete, Jessica Hsu, Curt Huntsman; (via teleconference) Scott Simon.

Others Present: (via teleconference) John Linder of PCA, Lincoln Smith or Albourne.

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 8:00 a.m.

The Committee approved the minutes of the June 19, 2014 meeting.

Absolute Return: Mr. Bronson presented staff's analysis of restructuring the Absolute Return portfolio. Mr. Bronson covered topics including the history of the portfolio, current challenges, goals for the class, proposed guidelines, portfolio composition and suggested next steps for implementation.

Mr. Bronson answered questions from the Committee pertaining to correlation and volatility expectations, the appropriateness of low beta long/short given the dedicated long/short portfolio, counter-correlation strategies and portfolio concentration issues. Mr. Smith commented on supporting staff's analysis and intended portfolio construction.

Although a formal vote was not required, the Committee supported staff's conclusions on the intended portfolio construction.

Investment Process: Mr. Simon presented the topic of staff's due diligence and investment process pertaining to investment manager recommendations. Mr. Simon proposed that the Committee consider a detailed presentation format in lieu of the current memorandum format. Mr. Simon highlighted a presentation format would be a more useful tool for staff to communicate issues internally and to the Committee while still serving the purpose of producing appropriate documentation demonstrating proper diligence and process were conducted. Mr. Simon highlighted the next Committee meeting would include examples of a presentation format, along with memorandums, so that the Committee could compare the formats and discuss the issues.

The meeting was adjourned at 8:50 a.m.