

**Fire and Police Pension Association of Colorado
Investment Committee
February 23, 2017**

Agenda

- 8:00 Call to Order
- 8:00 Minutes Approval
- 8:00 Investment Matters
- a. Asset Liability Study (continuation of discussion)
 - Risk Tolerance
 - Investment Return Assumption
 - Portfolio Construction
 - b. Economic Assumptions Review Proposal
 - c. Investment Costs – Follow up on Survey Results
- 9:00 Adjourn

**Fire and Police Pension Association
Investment Committee**

**Minutes
February 23, 2017**

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

Investment Committee Members Present: (via phone) Dave Bomberger – Chair, Todd Bower, Guy Torres.

Investment Committee Members Absent: Tyson Worrell

Staff Members Present: Dan Slack, Scott Simon, Austin Cooley, Dale Martin, Ben Bronson, Sean Ross, Scott Bryant, Jessica Hsu, Claud Cloete, Jeff Kaszubowski; (via phone) Kevin Lindahl.

Others Present: (via phone) John Linder 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 8:00 a.m.

With a modification, the Committee approved the minutes from the January 26, 2017 meeting.

Investment Matters:

Asset Liability Study: Mr. Simon provided an update to the asset liability study process. At the previous Committee meeting, COLA scenarios were presented that were different from historical projections, in particular relative to scenarios presented during the 2014 member election. Staff will present additional information on the history and future of projected COLAs at the March 2 Board meeting. The Committee continued a discussion on the reasonableness of the 7.5% investment return assumption.

Economic Assumptions Review Proposal: Mr. Slack presented a recommendation for GRS to perform an Economic Assumptions Review to be analyzed concurrently with the ongoing Asset Liability Study process. Results of the review are targeted to be presented to the Board in June. The Committee approved the recommendation.

Portfolio Construction Process: The Committee previously inquired whether options may exist through the portfolio construction process to effectuate the risk & return profile of the Total Fund. Mr. Simon provided an overview of the previous governance process for portfolio construction along with anticipated process

changes given the new structure of the Investment Committee. While recognizing the caveats of proposing portfolio construction absent the normal process, Mr. Simon highlighted potential changes for each of the primary asset classes for the Committee to consider.

Time restrictions did not allow the discussion of the following agenda items:

- Investment Costs - Follow up on Survey Results

Adjourn: The meeting was adjourned at 9:05 a.m.