

MINUTES OF THE MEETING OF  
THE GOVERNING BOARD  
OF THE COLORADO COUNTY OFFICIALS AND  
EMPLOYEES RETIREMENT ASSOCIATION

The Monthly Meeting of the Governing Board of the Colorado County Officials and Employees Retirement Association was held at 8:30 a.m. on the 17th day of October, 2014 at the Offices of the Association.

The following were present at the Meeting:

Paul Hindman, Board Member  
Tim Kauffman, Board Member  
Leroy Mauch, Board Member  
Scott Vargo, Board Member  
Holly Bjorklund, Board Member  
Ed Krisor, Association Attorney  
Jacob Kuijper, Executive Director  
Tim Mullen, Chief Financial Officer

Board Member Russell joined the Meeting by telephone.  
Board Member Allumbaugh was absent from the Meeting.

Paul Hindman presided over the Meeting.

Tim Kauffman made a Motion to approve the Minutes of September 19, 2014. Leroy Mauch seconded the Motion and the Motion was passed unanimously.

Jacob Kuijper was next on the Agenda with Action Items including Staff Health Insurance, Watch List, and the upcoming CCI Conference to be held in Colorado Springs on December 3, 2014.

Jim Cowgill and Lisa King of EKS&H joined the Meeting with their Independent Auditor's Report for fiscal 2014. Mr. Cowgill stated it was a very smooth audit. The Auditors were able to issue an unqualified opinion. The final audit report will be issued soon and will be posted on CCOERA's website. Mr. Cowgill and Ms. King left the Meeting.

Next, Mike Norman and Matt Kline of Galliard; Wendy Dominguez, Peter Mustian and Bob Straus of Innovest joined the Meeting.

Mr. Norman updated the Board on the Book Value Fund and Pimco performance in their role as a sub-advisor/manager. He noted Pimco has been placed on Galliard's internal Watch List with additional allocations to Pimco on hold. He

reported as of October of this year, Galliard will celebrate their 10 year anniversary with CCOERA as the Manager of the Stable Value Fund.

A discussion continued on the 20% maximum threshold for any one wrap contract issuer in the fund.

Tim Kauffman made a Motion to increase the maximum allowable exposure to any one wrap provider from 20% to 25%. Holly Bjorklund seconded the Motion and the Motion was passed unanimously.

Board Member Allumbaugh joins Meeting by telephone.

Wendy Dominguez, Peter Mustain and Bob Straus of Innovest also discussed the Pimco Total Return Fund with Innovest's resulting recommendation that the fund be replaced with one of three candidates:

Board Member Russell leaves Meeting.

After discussion a Motion was made by Scott Vargo and seconded by Mr. Allumbaugh to replace the Pimco Total Return Fund with the Metropolitan West Total Return Bond Fund. The Motion was passed by a vote of 4 to 2.  
Yes: Board Members Paul Hindman, Scott Vargo, Holly Bjorklund and Tobe Allumbaugh  
No: Board Members Tim Kauffman and Leroy Mauch

Lisa Macneir of Hub International Insurance Company joined the Meeting to discuss optional Long Term Care benefits for CCOERA employees.

Credit card expenses and expense reports were discussed and approved.

The next Meeting will be held at CCOERA Headquarters on December 19, 2014.

There being no further business to come before the Board, the Meeting was adjourned.