



MINUTES

Investments Committee Regular Quarterly Meeting

Wednesday, October 20, 2021

9:00am MST – West Center Room 2 / Zoom

Committee Approved – November 12, 2021

Attendees: Bev Lawless (Chair), Dave Gamrath, Nellie Johnson, Eric Sullwold, Jack Van Den Beldt, Mike Zelenak (ex officio), David Webster (CFO/Liaison), Tom Demma (Meeting Scribe)

Guests: Kevin Palevsky, Executive Director, JP Morgan Private Bank; John Roberts, Senior Portfolio Manager, Segal Bryant Hamill (SBH)

Visitors: 3

1. Call to Order/Roll Call/Quorum

Chair Lawless called the meeting to order at 9:00am MST; quorum established.

2. Approve Minutes of August 24, 2021 Special Meeting

MOTION: Johnson / Seconded. Approve the minutes as presented.

Passed: unanimous

3. Chair Comments – no comments

4. Old Business

A. Review of Operating Cash Investments

Kevin Palevsky reviewed the Operating Cash investments. For optimizing returns and recognizing risk and reward considerations, division of the operating cash investments account into short- and long-term segments was discussed. Palevsky will provide the Committee with fact sheets and options.

B. Review of Third Quarter Performance

John Roberts reviewed the third quarter performance of the GVR reserve accounts. There was discussion regarding the recalibration of the MRR account for the purpose of potentially realizing more growth than what is currently experienced. The targets and ranges were adjusted slightly in accordance with the below table.

5. New Business: Establishing MRR-B Pools and Spas Account & Investment Policy Statement (IPS)

Initially, the MRR-B Reserve Fund will be all cash. The Committee agreed to provisionally assign target asset allocations and ranges to come into effect when so authorized. Committee approval of the provisionally assigned percentages for each investment type is to occur during the next meeting of the Board.

Maintenance Repair/Replace Reserve Fund – B (MRR-B)

| Investment Type | Target | Range |
|------------------------|---------------|--------------|
| Cash | 0 % | 0 % - 10 % |
| Fixed Income | 40 % | 30 % - 50 % |
| Equities | 60 % | 50 % - 70 % |

Establishing MRR Reserve Account Target Asset Allocations and Ranges

Investment type, targets and ranges were reviewed. Approval to occur during the next meeting of the Committee.

Maintenance Repair/Replace Reserve Fund (MRR)

| Investment Type | Revised Target | Revised Range |
|------------------------|-----------------------|----------------------|
| Cash | 5 % | 0 % - 10 % |
| Fixed Income | 60 % | 50 % - 70 % |
| Equities | 35 % | 25 % - 45 % |

MOTION: Sullwold / Seconded. Approve to modify the targets and ranges for MRR and MRR-B reserve accounts as recommended in the Investment Policy Statement (IPS) within the Corporate Policy Manual (CPM) and to submit to the Board of Directors for approval at the next meeting.

Passed: unanimous

Gamrath will prepare a draft text to amend the IPS in the CPM.

6. Member Comments – no comments

7. Adjournment

MOTION: Johnson / Seconded. Adjourn meeting at 10:15am MST.